

# REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL STATEMENTS



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## To the Board of Governors of Scouts Canada National Operation

The accompanying summary financial statements of Scouts Canada National Operation, which comprise the summary statement of financial position as at August 31, 2015 and the summary statement of operations for the year then ended, and related notes, are derived from the audited financial statements prepared in accordance with Canadian accounting standards for not-for-profit organizations, of Scouts Canada National Operation as at August 31, 2015, and for the year then ended.

We expressed an unmodified audit opinion on those financial statements in our report dated November 13, 2015.

The summary financial statements do not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations applied in the preparation of the audited financial statements of Scouts Canada National Operation. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of Scouts Canada National Operation.

## Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of a summary of the audited financial statements on the basis described in note 1.

## Auditors' Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements".

## Opinion

In our opinion, the summary financial statements derived from the audited financial statements of Scouts Canada National Operation as at August 31, 2015 and for the year then ended are a fair summary of those financial statements, in accordance with the basis described in note 1.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants, Licensed Public Accountants  
November 13, 2015  
Ottawa, Canada

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# SCOUTS CANADA NATIONAL OPERATION

## Summary Statement of Financial Position

August 31, 2015, with comparative information for 2014 (In thousands of dollars)

	2015	2014
<b>ASSETS</b>		
Current assets	\$ 8,920	\$ 6,646
Investments	13,441	12,792
Tangible capital and intangible assets	1,340	1,866
Prepaid pension costs	3,087	2,145
Employee future benefits recovery receivable	274	338
	<b>\$ 27,062</b>	<b>\$ 23,787</b>
<b>LIABILITIES AND FUND BALANCES</b>		
Current liabilities	\$ 7,922	\$ 4,640
Deferred capital contributions	198	395
Loans payable to related parties	105	205
Accrued employee future benefits	3,671	4,109
Fund balances	15,166	14,438
	<b>\$ 27,062</b>	<b>\$ 23,787</b>

See accompanying notes to summary financial statements.

## Summary Statement of Operations

Year ended August 31, 2015, with comparative information for 2014 (In thousands of dollars)

	Operating Fund	Restricted Funds	Total 2015	Total 2014
<b>REVENUE:</b>				
Membership fees	\$ 4,516	\$ –	\$ 4,516	\$ 4,476
Retail	4,107	–	4,107	4,018
Fundraising	1,587	60	1,647	2,054
Other	795	384	1,179	1,660
World Scouts Jamboree	2,093	–	2,093	–
	13,098	444	13,542	12,208
<b>EXPENSES:</b>				
Salaries and benefits	3,611	–	3,611	4,680
Retail	3,087	–	3,087	2,989
Program services	321	–	321	617
Grants	346	–	346	457
Technology services	332	–	332	312
Financial services	758	–	758	860
Marketing and communications	581	–	581	796
Fundraising	108	–	108	163
Administration	648	–	648	638
Compliance and governance	445	682	1,127	1,013
Human resources & volunteer services	437	–	437	551
World Scouts Jamboree - direct expenses	2,025	–	2,025	–
Canadian Jamboree - direct expenses	–	–	–	33
Restricted funds - other	–	173	173	333
	12,699	855	13,554	13,442
Excess (deficiency) of revenue over expenses before the undernoted	399	(411)	(12)	(1,234)
Unrealized gains (losses) on investments	(161)	46	(115)	1,096
World Scout Foundation donations	–	10	10	37
Excess (deficiency) of revenue over expenses	\$ 238	\$ (355)	\$ (117)	\$ (101)

See accompanying notes to summary financial statements.

# SCOUTS CANADA NATIONAL OPERATION

## Notes to Summary Financial Statements Year ended August 31, 2015

Scouts Canada National Operation (the "National Operation") is a national organization operating programs aimed at contributing to the development of young people in achieving their full physical, intellectual, social and spiritual potential as individuals, as responsible citizens and as members of their local, national and international communities through the application of Scouts Principles and Practices.

The National Operation was incorporated on June 12, 1914, by an Act of the Canadian Parliament and is a registered charity under the Income Tax Act (Canada), and as such is not subject to income taxes. The National Operation is responsible for the national activities of the National Operation and provides services to the Councils of the National Operation.

### 1. Summary financial statements:

The summary financial statements are derived from the complete audited financial statements, prepared in accordance with Canadian accounting standards for not-for-profit organizations, as at August 31, 2015 and for the year then ended.

The preparation of these summary financial statements requires management to determine the information that needs to be reflected in the summary financial statements so that they are consistent, in all material respects, with or represent a fair summary of the audited financial statements.

These summarized financial statements have been prepared by management using the following criteria:

- (a) whether information in the summary financial statements is in agreement with the related information in the complete audited financial statements; and
- (b) whether, in all material respects, the summary financial statements contain the information necessary to avoid distorting or obscuring matters disclosed in the related complete audited financial statements, including the notes thereto.

Management determined that the statements of changes in fund balances and cash flows do not provide additional useful information and as such have not included them as part of the summary financial statements.

The complete audited financial statements of Scouts Canada National Operation are available upon request by contacting the management of Scouts Canada National Operation.