



CHARTERED  
PROFESSIONAL  
ACCOUNTANTS

# KELLY HUIBERS MCNEELY

PROFESSIONAL CORPORATION

## REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

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, 2019, and the summary statement of operations and changes in fund balances 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, 2019, and for the year then ended.

We expressed an unmodified audit opinion on those financial statements in our report dated November 5, 2019.

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 2.

### Auditor's 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, 2019, and for the year then ended are a fair summary of those financial statements, in accordance with the basis described in Note 2.

*Kelly Huibers McNeely*  
*Professional Corporation*

Stittsville, Ontario  
November 05, 2019

Authorized to practise public accounting by  
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**SCOUTS CANADA NATIONAL OPERATION**  
**SUMMARY STATEMENT OF FINANCIAL POSITION**

as at **AUGUST 31, 2019**

	<b>2019</b>	<b>2018</b>
<b>ASSETS</b>		
Current assets	\$ 12,135,590	\$ 12,339,774
Investments	15,869,147	15,548,252
Tangible capital and intangible assets	647,304	1,091,566
Prepaid pension costs	3,459,300	6,666,100
	<b>\$ 32,111,341</b>	<b>\$ 35,645,692</b>
<b>LIABILITIES AND FUND BALANCES</b>		
Current liabilities	\$ 11,185,279	\$ 10,482,147
Deferred capital contributions	-	277,202
Employee future benefits	2,819,000	3,358,000
Fund balances	18,107,062	21,528,343
	<b>\$ 32,111,341</b>	<b>\$ 35,645,692</b>

See accompanying notes to summary financial statements.

**SCOUTS CANADA NATIONAL OPERATION**

**SUMMARY STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES**

**For the year ended AUGUST 31, 2019**

	<b>Operating Fund</b>	<b>Restricted &amp; Endowment Funds</b>	<b>2019</b>	<b>2018</b>
<b>REVENUE</b>				
Membership fees	\$ 10,977,190	\$ -	\$ 10,977,190	\$ 10,615,769
Retail	4,033,500	-	4,033,500	4,254,299
Fundraising	4,505,577	1,014,224	5,519,801	4,361,198
World Scout Foundation donations	-	60,786	60,786	34,057
Investment and other	2,043,717	350,105	2,393,822	2,304,477
Canadian Jamboree	-	-	-	40,110
World Scout Jamboree	<u>2,441,578</u>	<u>-</u>	<u>2,441,578</u>	<u>-</u>
	<u>24,001,562</u>	<u>1,425,115</u>	<u>25,426,677</u>	<u>21,609,910</u>
<b>EXPENSES</b>				
Salaries and benefits	11,460,783	-	11,460,783	12,015,904
Recovery of salaries and benefits	(1,738,870)	-	(1,738,870)	(1,831,581)
Retail	2,826,123	-	2,826,123	2,766,783
Program services	159,258	-	159,258	186,971
Grants	119,921	-	119,921	125,530
Technology services	455,785	-	455,785	360,697
Financial services	923,937	37,610	961,547	770,643
Marketing and communications	657,494	-	657,494	265,406
Fundraising	2,752,753	-	2,752,753	2,941,534
Administration	752,851	30,000	782,851	676,675
Compliance and governance	818,936	1,413,203	2,232,139	838,926
Human resources and volunteer services	254,005	445,288	699,293	376,289
Field operations	684,123	-	684,123	731,057
Field services	628,256	-	628,256	753,098
World Scout Jamboree	2,441,578	-	2,441,578	-
Other	<u>-</u>	<u>210,374</u>	<u>210,374</u>	<u>173,223</u>
	<u>23,196,933</u>	<u>2,136,475</u>	<u>25,333,408</u>	<u>21,151,155</u>
Net revenue (expenses) before the undernoted	804,629	(711,360)	93,269	458,755
Unrealized gains (losses) on investments	<u>(414,797)</u>	<u>(62,653)</u>	<u>(477,450)</u>	<u>380,133</u>
<b>NET REVENUE (EXPENSES)</b>	389,832	(774,013)	(384,181)	838,888
<b>FUND BALANCES -</b>				
<b>BEGINNING OF YEAR</b>	<u>10,641,852</u>	<u>10,886,491</u>	<u>21,528,343</u>	<u>17,949,255</u>
	11,031,684	10,112,478	21,144,162	18,788,143
Interfund transfers	(350,000)	350,000	-	-
Remeasurements and other items related to employee future benefits	(3,037,100)	-	(3,037,100)	2,740,200
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 7,644,584</u>	<u>\$ 10,462,478</u>	<u>\$ 18,107,062</u>	<u>\$ 21,528,343</u>

See accompanying notes to summary financial statements.

# SCOUTS CANADA NATIONAL OPERATION

## NOTES TO THE SUMMARY FINANCIAL STATEMENTS

August 31, 2019

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### 1. ORGANIZATION

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 is a registered charity and is responsible for the national activities of Scouts Canada and provides services to the Councils of the National Operation.

### 2. 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, 2019 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 statement of cash flows do not provide additional useful information and as such has not included it 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.