



CHARTERED
PROFESSIONAL
ACCOUNTANTS

KELLY HUIBERS McNEELY

P R O F E S S I O N A L C O R P O R A T I O N

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, 2020, 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, 2020, and for the year then ended.

We expressed an unmodified audit opinion on those financial statements in our report dated November 4, 2020.

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, 2020, 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 04, 2020

Authorized to practise public accounting by
The Chartered Professional Accountants of Ontario

106B McGonigal St. W.
Arnprior, Ontario K7S 1M4

9 Emily Street
Carleton Place, Ontario K7C 1R9

16 Gore Street West
Perth, Ontario K7H 2L6

5992 Hazeldean Rd.
Stittsville, Ontario K2S 1B9

Phone: 613-963-1430 (1-866-999-1339)

Fax: 613-686-3960 (Perth local 613-267-3949)

acctg@khmpc.ca

SCOUTS CANADA NATIONAL OPERATION
SUMMARY STATEMENT OF FINANCIAL POSITION
as at AUGUST 31, 2020

	2020	2019
ASSETS		
Current assets	\$ 7,103,851	\$ 12,135,590
Investments	16,213,699	15,869,147
Tangible capital and intangible assets	571,311	647,304
Prepaid pension costs	5,798,200	3,459,300
	\$ 29,687,061	\$ 32,111,341
LIABILITIES AND FUND BALANCES		
Current liabilities	\$ 4,513,076	\$ 11,185,279
Employee future benefits	3,059,000	2,819,000
Fund balances	22,114,985	18,107,062
	\$ 29,687,061	\$ 32,111,341

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, 2020

	Operating Fund	Restricted & Endowment Funds	2020	2019
REVENUE				
Membership fees	\$ 10,471,630	\$ -	\$ 10,471,630	\$ 10,977,190
Retail	2,744,817	-	2,744,817	4,033,500
Fundraising	4,529,442	1,203	4,530,645	5,519,801
World Scout Foundation donations	-	447,769	447,769	60,786
Investment and other	4,786,549	254,477	5,041,026	2,393,822
World Scout Jamboree	-	-	-	2,441,578
	<u>22,532,438</u>	<u>703,449</u>	<u>23,235,887</u>	<u>25,426,677</u>
EXPENSES				
Salaries and benefits	11,306,424	-	11,306,424	11,460,783
Recovery of salaries and benefits	(827,560)	-	(827,560)	(1,738,870)
Retail	1,847,458	-	1,847,458	2,826,123
Program services	244,068	-	244,068	159,258
Grants	124,861	-	124,861	119,921
Technology services	552,431	-	552,431	455,785
Financial services	614,552	38,709	653,261	961,547
Marketing and communications	606,623	-	606,623	657,494
Fundraising	2,904,940	-	2,904,940	2,752,753
Administration	397,131	30,000	427,131	782,851
Compliance and governance	694,943	753,000	1,447,943	2,232,139
Human resources and volunteer services	408,064	492,130	900,194	699,293
Field operations	457,451	-	457,451	684,123
Field services	223,971	-	223,971	628,256
World Scout Jamboree	(5,964)	-	(5,964)	2,441,578
Other	-	147,931	147,931	210,374
	<u>19,549,393</u>	<u>1,461,770</u>	<u>21,011,163</u>	<u>25,333,408</u>
Net revenue (expenses) before the undernoted	2,983,045	(758,321)	2,224,724	93,269
Unrealized gains (losses) on investments	<u>(193,445)</u>	<u>90,044</u>	<u>(103,401)</u>	<u>(477,450)</u>
NET REVENUE (EXPENSES)	2,789,600	(668,277)	2,121,323	(384,181)
FUND BALANCES -				
BEGINNING OF YEAR	<u>7,644,584</u>	<u>10,462,478</u>	<u>18,107,062</u>	<u>21,528,343</u>
	10,434,184	9,794,201	20,228,385	21,144,162
Interfund transfers	(350,004)	350,004	-	-
Remeasurements and other items related to employee future benefits	1,886,600	-	1,886,600	(3,037,100)
FUND BALANCES - END OF YEAR	<u>\$ 11,970,780</u>	<u>\$ 10,144,205</u>	<u>\$ 22,114,985</u>	<u>\$ 18,107,062</u>

See accompanying notes to summary financial statements.

SCOUTS CANADA NATIONAL OPERATION
NOTES TO THE SUMMARY FINANCIAL STATEMENTS

August 31, 2020

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, 2020 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.