

**Office of the Auditor General of Canada
Quarterly Financial Report
For the quarter ended 30 June 2017**



Office of the
Auditor General
of Canada

Bureau du
vérificateur général
du Canada

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Statement outlining results, risks, and significant changes in operations, personnel, and program

Introduction

This quarterly report has been prepared by management as required by section 65.1 of the *Financial Administration Act* and in the form and manner prescribed by the Treasury Board, and it should be read in conjunction with the Main Estimates. This quarterly report has not been subject to an external audit or review.

The Office of the Auditor General has one program activity: legislative auditing. The Office conducts independent audits and studies that provide objective information, advice, and assurance to Parliament, government, and Canadians.

Mandate

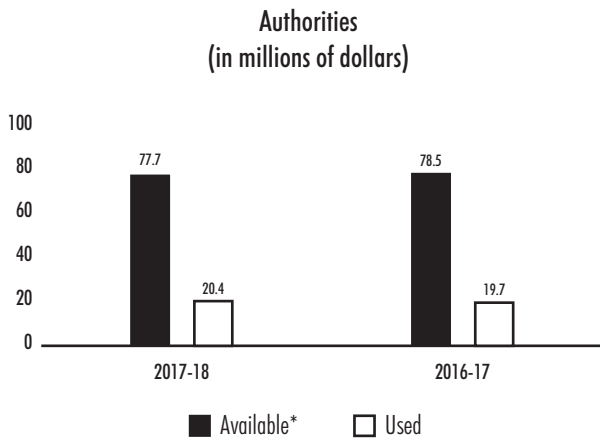
The Auditor General is an Officer of Parliament, who is independent from the government and reports directly to Parliament. The duties are set out in the *Auditor General Act*, the *Financial Administration Act*, and other acts and orders-in-council. These duties relate to legislative auditing and, in certain cases, to monitoring of federal departments and agencies, Crown corporations, territorial governments, and other entities.

Basis of presentation

This quarterly report has been prepared by management using an expenditure basis of accounting. The accompanying Statement of Authorities includes the Office's spending authorities granted by Parliament and those used by the Office consistent with the Main Estimates for the 2017–18 fiscal year. This quarterly report provides financial information on the use of spending authorities. The Office uses the full accrual method of accounting to prepare and present its annual financial statements that are part of the departmental results reporting process. However, the spending authorities voted by Parliament remain on an expenditure basis.

Highlights of quarterly and year-to-date results

The authorities available decreased as a result of a decrease in the statutory employee benefit plans rate (15.7% versus 17.2%).



*Includes only authorities available for use and granted by Parliament at quarter-end.

Risks and uncertainties

Paying for increasing audit and service costs from a funding base that is not increasing will require reductions in products or services, or both, in the near future. We are reviewing our resource allocations to ensure that we can produce all required audits as efficiently as possible in the near term, and we are considering potential options for the longer term.

Significant changes in operations, personnel, and program

There are no significant changes in operations, personnel, and program.

Approved by:

Original signed by

Michael Ferguson, CPA, CA
FCPA, FCA (New Brunswick)
Auditor General of Canada

Ottawa, Canada
29 August 2017

Original signed by

Sylvain Ricard, CPA, CA
Assistant Auditor General and
Chief Financial Officer

Statement of authorities (unaudited)

	Fiscal year 2017-18			Fiscal year 2016-17		
	Total available for use for the year ending 31 March 2018*	Used during the quarter ended 30 June 2017	Year to date used at quarter-end	Total available for use for the year ended 31 March 2017*	Used during the quarter ended 30 June 2016	Year to date used at quarter-end
	<i>(in thousands of dollars)</i>					
Vote 1— Program expenditures	70,929	18,257	18,257	70,779	17,543	17,543
Less revenues netted against program expenditures	(2,660)	(106)	(106)	(2,510)	(412)	(412)
Net Vote 1— Program expenditures	68,269	18,151	18,151	68,269	17,131	17,131
Budgetary statutory authorities	9,421	2,308	2,308	10,265	2,566	2,566
Total budgetary authorities	77,690	20,459	20,459	78,534	19,697	19,697
Non-budgetary authorities	—	—	—	—	—	—
Total authorities	77,690	20,459	20,459	78,534	19,697	19,697

*Includes only authorities available for use and granted by Parliament at quarter-end.

Departmental budgetary expenditures by standard object (unaudited)

	Fiscal year 2017-18			Fiscal year 2016-17		
	Planned expenditures for the year ending 31 March 2018	Expended during the quarter ended 30 June 2017	Year to date expended at quarter-end	Planned expenditures for the year ended 31 March 2017	Expended during the quarter ended 30 June 2016	Year to date expended at quarter-end
<i>(in thousands of dollars)</i>						
Expenditures:						
Personnel	69,169	17,245	17,245	69,943	16,629	16,629
Transportation and communications	3,296	1,092	1,092	3,208	983	983
Information	532	160	160	483	125	125
Professional and special services	5,038	1,280	1,280	4,969	1,442	1,442
Rentals	1,034	722	722	1,066	830	830
Repair and maintenance	242	4	4	217	34	34
Utilities, materials and supplies	268	34	34	229	36	36
Acquisition of machinery and equipment	752	26	26	918	17	17
Other subsidies and payments	19	2	2	11	13	13
Total gross budgetary expenditures	80,350	20,565	20,565	81,044	20,109	20,109
Less revenues netted against expenditures:						
Costs recovered						
Members of the Canadian Council of Legislative Auditors (CCOLA)	(660)	(106)	(106)	(660)	(114)	(114)
International audit	(2,000)	–	–	(1,850)	(298)	(298)
Total net budgetary expenditures	77,690	20,459	20,459	78,534	19,697	19,697