

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



Office of the
Auditor General
of Canada

Bureau du
vérificateur général
du Canada

For more information, contact

Communications
Office of the Auditor General of Canada
240 Sparks Street
Ottawa, Ontario
Canada K1A 0G6

Telephone: 613-995-3708 or 1-888-761-5953 (toll-free)
Fax: 613-957-0474
Hearing impaired only TTY: 1-613-954-8042
Email: Communications@oag-bvg.gc.ca
Website: www.oag-bvg.gc.ca

ISSN 1927-1972

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

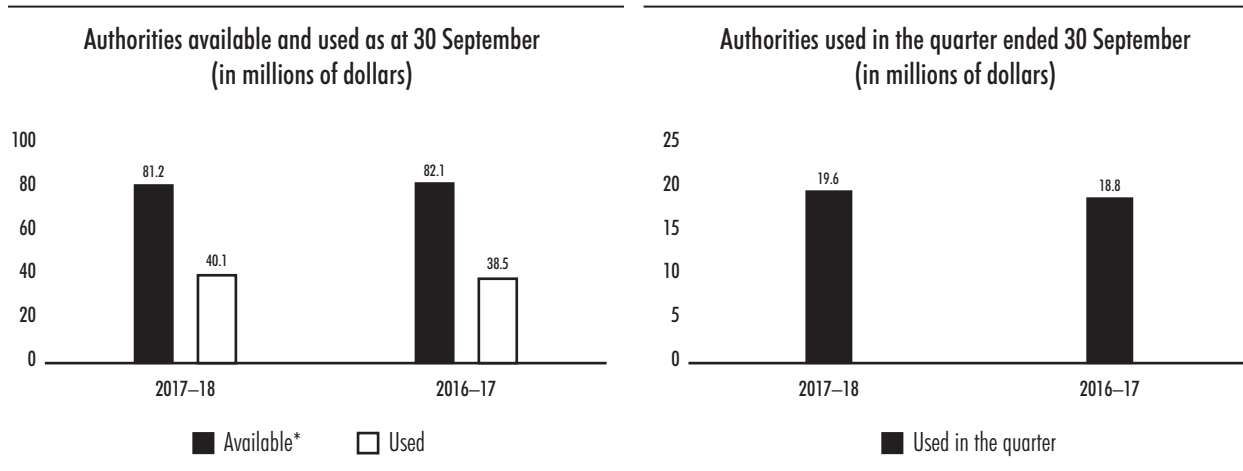
The Auditor general is an Officer of Parliament, who is independent from the government and reports directly to Parliament. The duties are set out in the *Auditor General Act*, the *Financial Administration Act*, and other acts and orders-in-council. These duties relate to legislative auditing and, in 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 EBP rate (15.7% vs 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 November 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 September 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 September 2016	Year to date used at quarter-end
	<i>(in thousands of dollars)</i>					
Vote 1— Program expenditures	74,468	17,529	35,786	74,318	16,470	34,013
Less revenues netted against program expenditures	(2,660)	(227)	(333)	(2,510)	(215)	(627)
Net Vote 1— Program expenditures	71,808	17,302	35,453	71,808	16,255	33,386
Budgetary statutory authorities	9,421	2,308	4,616	10,265	2,566	5,132
Total budgetary authorities	81,229	19,610	40,069	82,073	18,821	38,518
Non-budgetary authorities	—	—	—	—	—	—
Total authorities	81,229	19,610	40,069	82,073	18,821	38,518

*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 September 2017	Year to date expended at quarter-end	Planned expenditures for the year ended 31 March 2017	Expended during the quarter ended 30 September 2016	Year to date expended at quarter-end
<i>(in thousands of dollars)</i>						
Expenditures:						
Personnel	72,708	16,607	33,852	73,482	16,654	33,283
Transportation and communications	3,296	645	1,737	3,208	567	1,550
Information	532	137	297	483	143	268
Professional and special services	5,038	1,999	3,279	4,969	1,429	2,871
Rentals	1,034	158	880	1,066	95	925
Repair and maintenance	242	29	33	217	52	86
Utilities, materials and supplies	268	53	87	229	45	81
Acquisition of machinery and equipment	752	204	230	918	51	68
Other subsidies and payments	19	5	7	11	–	13
Total gross budgetary expenditures	83,889	19,837	40,402	84,583	19,036	39,145
Less revenues netted against expenditures:						
Costs recovered						
Members of the Canadian Council of Legislative Auditors (CCOLA)	(660)	(13)	(119)	(660)	(6)	(120)
International audit	(2,000)	(214)	(214)	(1,850)	(209)	(507)
Total net budgetary expenditures	81,229	19,610	40,069	82,073	18,821	38,518