

REGISTRY OF THE COMPETITION TRIBUNAL
Quarterly Financial Report
For the quarter ended June 30, 2012

**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. This quarterly report should be read in conjunction with the Main Estimates as well as *Canada's Economic Action Plan 2012 (Budget 2012)*. It has not been subject to an external audit or review.

A summary description of the Registry of the Competition Tribunal's program activities can be found in Part II of the Main Estimates.

Basis of Presentation

This quarterly report has been prepared by management using an expenditure basis of accounting. The accompanying Statement of Authorities includes the department's spending authorities granted by Parliament and those used by the department consistent with the Main Estimates for the 2012-2013 fiscal year. This quarterly report has been prepared using a special purpose financial reporting framework designed to meet financial information needs with respect to the use of spending authorities.

The authority of Parliament is required before moneys can be spent by the Government. Approvals are given in the form of annually approved limits through appropriation acts or through legislation in the form of statutory spending authority for specific purposes.

When Parliament is dissolved for the purposes of a general election, section 30 of the *Financial Administration Act* authorizes the Governor General, under certain conditions, to issue a special warrant authorizing the Government to withdraw funds from the Consolidated Revenue Fund. A special warrant is deemed to be an appropriation for the fiscal year in which it is issued.

As part of the Parliamentary business of supply, the Main Estimates must be tabled in Parliament on or before March 1 preceding the new fiscal year. Budget 2012 was tabled in Parliament on March 29, after the tabling of the Main Estimates on February 28, 2012. As a result the measures announced in the Budget 2012 could not be reflected in the 2012-13 Main Estimates.

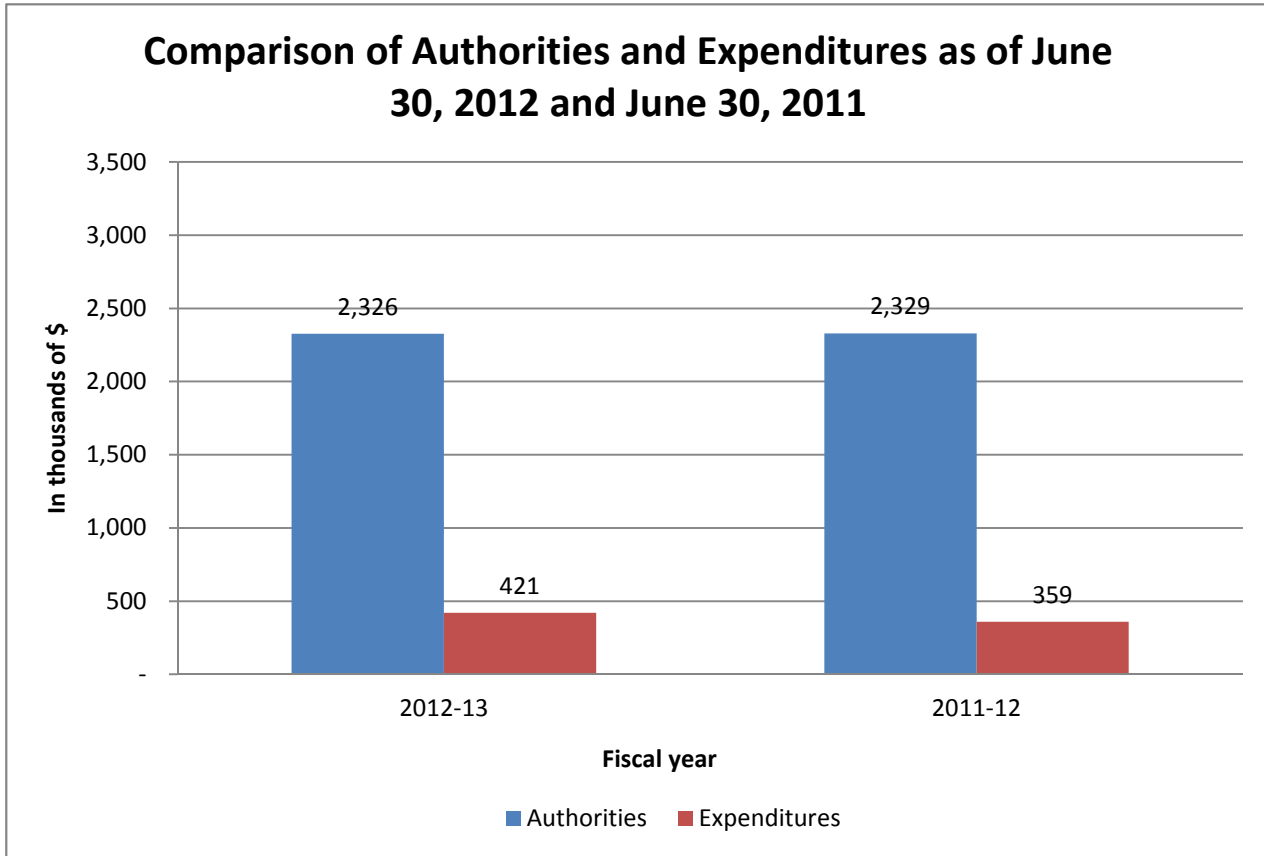
In fiscal year 2012-2013, frozen allotments will be established by Treasury Board authority in departmental votes to prohibit the spending of funds already identified as savings measures in Budget 2012. In future years, the changes to departmental authorities will be implemented through the Annual Reference Level Update, as approved by Treasury Board, and reflected in the subsequent Main Estimates tabled in Parliament.

The Registry of the Competition Tribunal uses the full accrual method of accounting to prepare and present its annual departmental financial statements that are part of the departmental performance reporting process. However, the spending authorities voted by Parliament remain on an expenditure basis.

Highlights of fiscal quarter and fiscal year to date (YTD) results

Figure 1 outlines the budgetary authorities which represent the resources available for use for the year as of June 30 as well as the expenditures recorded against these authorities. The Registry's year-to-date spending are in line with the previous year.

Figure 1:



Changes in Actual Expenditures

Compared to the previous year, the expenditures recorded in the first quarter, ending June 30, 2012 increased by \$63K, from \$359K to \$421K. This slight difference is primarily explained by increased professional consulting fees due to the employment of an economist to assist the Tribunal on a large and complex case.

The Registry spent less than 25% of its authorities in the first quarter. A number of out of town hearing days are already scheduled to take place in the next quarters. The percentage of expenses will increase when expenses related to those hearings materialize.

Risks and Uncertainties

This Departmental Quarterly Financial Report (QFR) reflects the results of the current fiscal period in relation to the Main Estimates for which full supply was released on June 29, 2012. Budget 2010 announced that the operating budgets of departments would be frozen at their 2010-11 levels for the fiscal years 2011-12 and 2012-13.

The Registry is funded through voted parliamentary spending authorities and statutory authorities for program expenditures. As a result, its operations are impacted by any changes in funding approved by Parliament. Also, the Registry has no control over the number of applications filed at the Tribunal, it can only react to external demands. The number of applications brought before the Tribunal depends on the enforcement policy adopted by the Competition Bureau and the number of applications filed by individuals or companies under the private access provisions of the Act.

Significant changes in relation to operations, personnel and programs

There have been no significant changes in relation to operations and personnel over the current quarter.

Approved by:
Raynald Chartrand, CMA
Deputy Head and Registrar
Chief Financial Officer

Ottawa, Canada
Date: August 22, 2012

REGISTRY OF THE COMPETITION TRIBUNAL

For the quarter ended June 30, 2012

STATEMENT OF AUTHORITIES *(unaudited)*

(in dollars)

	Fiscal Year 2012-13			Fiscal Year 2011-12		
	Total available for use for the year ending March 31, 2013	Used during the quarter ended June 30, 2012	Year to date used at quarter-end	Total available for use for the year ending March 31, 2012	Used during the quarter ended June 30, 2011	Year to date used at quarter-end
Vote 55 - Net Program expenditures	2,160,778	380,645	380,645	2,159,832	316,606	1,058,873
Budgetary statutory authorities	165,225	41,306	41,306	168,810	42,203	126,608
Total Budgetary authorities	2,326,003	421,952	421,952	2,328,642	358,809	1,185,481
Non-budgetary authorities	-	-	-	-	-	-
Total authorities	2,326,003	421,952	421,952	2,328,642	358,809	1,185,481

REGISTRY OF THE COMPETITION TRIBUNAL

For the quarter ended June 30, 2012

Departmental budgetary expenditures by Standard Object (*unaudited*)
(*in dollars*)

	Fiscal Year 2012-13			Fiscal Year 2011-12		
	Planned expenditures for the year ending March 31, 2013	Expended during the quarter ended June 30, 2012	Year to date used at quarter-end	Planned expenditures for the year ending March 31, 2012	Expended during the quarter ended June 30, 2011	Year to date used at quarter-end
Expenditures:						
Personnel	938,778	265,458	265,458	1,106,642	256,278	256,278
Transportation and communications	256,620	25,959	25,959	247,808	36,561	36,561
Information	85,540	-	-	45,952	221	221
Professional and special services	794,300	110,966	110,966	689,654	55,517	55,517
Rentals	12,220	2,520	2,520	32,790	2,601	2,601
Utilities, materials and supplies	73,320	11,116	11,116	205,796	7,053	7,053
Acquisition of machinery and equipment	-	5,927	5,927	-	579	579
Other subsidies and payments	-	5	5	-	-	-
Total gross budgetary expenditures	2,160,778	421,952	421,952	2,328,642	358,809	358,809
Less Revenues netted against expenditures	-	-	-	-	-	-
Total net budgetary expenditures	2,160,778	421,952	421,952	2,328,642	358,809	358,809