



Civilian Review and  
Complaints Commission  
for the RCMP

Commission civile d'examen  
et de traitement des plaintes  
relatives à la GRC

## **Civilian Review and Complaints Commission For the RCMP**

### **Future-Oriented Financial Statements**

For the Years Ending March 31, 2018 and March 31, 2019

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**Canada**

**CIVILIAN REVIEW AND COMPLAINTS COMMISSION FOR THE RCMP****Future-Oriented Statement of Operations (unaudited)****For the Year Ending March 31**

	<b>Forecast results 2017-18</b>	<b>Planned results 2018-19</b>
	(in dollars)	
<b>Expenses</b>		
Civilian review of RCMP members' conduct in the performance of their duties	\$8,011,077	\$8,010,741
Internal services	2,843,011	2,842,891
<b>Total expenses</b>	<b>10,854,088</b>	<b>10,853,632</b>
<b>Revenues</b>		
Miscellaneous revenues	7,603	7,500
Revenues earned on behalf of government	(7,603)	(7,500)
<b>Total revenues</b>	<b>-</b>	<b>-</b>
<b>Net cost of operations before government funding and transfers</b>	<b>\$10,854,088</b>	<b>\$10,853,632</b>

The accompanying notes form an integral part of the Future-Oriented Statement of Operations.

## 1. Methodology and significant assumptions

The Future-Oriented Statement of Operations has been prepared on the basis of government priorities and departmental plans as described in the Departmental Plan.

The information in the forecast results for fiscal year 2017–18 is based on actual results as at December 29th, 2017 and on forecasts for the remainder of the fiscal year. Forecasts have been made for the planned results for the 2018-19 fiscal year.

The main assumptions underlying the forecasts are as follows:

- The commission's activities will remain substantially the same as for the previous year;
- Expenses and revenues, including the determination of amounts internal and external to the government, are based on historical experience. The general historical pattern is expected to continue.

These assumptions are made as at December 29<sup>th</sup>, 2017.

## 2. Variations and changes to the forecast financial information

Although every attempt has been made to forecast final results for the remainder of 2017–18 and for 2018–19, actual results achieved for both years are likely to differ from the forecast information presented, and this variation could be material.

In preparing this Future-Oriented Statement of Operations, the Civilian Review and Complaints Commission for the RCMP has made estimates and assumptions about the future. These estimates and assumptions may differ from the subsequent actual results. Estimates and assumptions are based on past experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances, and are continually evaluated.

Factors that could lead to material differences between the Future-Oriented Statement of Operations and the historical statement of operations include:

- the timing and the amount of acquisitions and disposals of property, plant and equipment may affect gains/losses and amortization expense;
- the implementation of new collective agreements; and
- other changes to the operating budget, such as new initiatives or technical adjustments later in the fiscal year.

After the Departmental Plan is tabled in Parliament, the Civilian Review and Complaints Commission for the RCMP will not be updating the forecasts for any changes in financial resources made in ensuing supplementary estimates. Variances will be explained in the Departmental Results Report.

### 3. Summary of significant accounting policies

The Future-Oriented Statement of Operations has been prepared using the Government of Canada's accounting policies in effect for fiscal year 2017–18, and is based on Canadian public sector accounting standards. The presentation and results using the stated accounting policies do not result in any significant differences from Canadian public sector accounting standards.

Significant accounting policies are as follows:

#### a) Expenses

The commission records expenses on an accrual basis.

Expenses are generally recorded when goods are received or services are rendered and include expenses related to personnel, professional and special services, repair and maintenance, utilities, materials and supplies, as well as amortization of tangible capital assets. Provisions to reflect changes in the value of assets or liabilities, such as provisions for bad debts, loans, investments and advances and inventory obsolescence, as well as utilization of inventories and prepaid expenses, and other are also included in other expenses.

#### b) Revenues

Revenues from regulatory fees are recognized in the accounts based on the services provided in the year.

Funds received from external parties for specified purposes are recorded upon receipt as deferred revenue. These revenues are recognized in the period in which the related expenses are incurred.

Funds that have been received are recorded as deferred revenue, provided the Department has an obligation to other parties for the provision of goods, services or the use of assets in the future.

Other revenues are accounted for in the period in which the underlying transaction or event that gave rise to the revenue takes place.

Revenues that are non-respendable are not available to discharge the department's liabilities. While the deputy head is expected to maintain accounting control, he has no authority over the disposition of non-respendable revenues. As a result, non-respendable revenues are considered to be earned on behalf of the Government of Canada and are therefore presented as a reduction of the department's gross revenues.

### 4. Parliamentary authorities

The commission is financed by the Government of Canada through parliamentary authorities. Financial reporting of authorities provided to the commission differs from financial reporting according to generally accepted accounting principles because authorities are based mainly on cash flow requirements. Items

# CIVILIAN REVIEW AND COMPLAINTS COMMISSION FOR THE RCMP

## Notes to the Future-Oriented Statements of Operations (unaudited)

recognized in the Future-Oriented Statement of Operations in one year may be funded through parliamentary authorities in prior, current, or future years. Accordingly, the commission has different net cost of operations for the year on a government funding basis than on an accrual accounting basis. The differences are reconciled in the following tables:

### a) Reconciliation of net cost of operations to requested authorities

	Forecast results 2017-18	Planned results 2018-19
(in dollars)		
<b>Net cost of operations before government funding and transfers</b>	\$10,854,088	\$10,853,632
Adjustments for items affecting net cost of operations but not affecting authorities:		
Amortization of tangible capitals assets	(96,993)	(127,831)
Services provided without charge by other government departments	(1,150,858)	(1,181,783)
Decrease (increase) in vacation pay and compensatory leave	(23,906)	11,666
Decrease (increase) in employee future benefits	42,237	17,500
Adjustments to previous years' payables at year-end	99,821	92,857
Refunds of previous years' expenditures	8,000	4,412
Total items affecting net cost of operations but not affecting authorities	(1,121,699)	(1,183,179)
Adjustments for items not affecting net cost of operations but affecting authorities:		
Acquisition of tangible capital assets	161,000	200,000
Increase in salary overpayments	40,000	59,063
Increase in other loans and advances to employees	2,500	6,373
Total items not affecting net cost of operations but affecting authorities	203,500	265,436
<b>Requested authorities</b>	<b>\$9,935,889</b>	<b>\$9,935,889</b>

### b) Authorities requested

	Forecast results 2017-18	Planned results 2018-19
(in dollars)		
<b>Authorities requested</b>		
Vote 1: operating expenditures	\$9,020,809	\$9,020,809
Statutory amounts	915,080	915,080

**CIVILIAN REVIEW AND COMPLAINTS COMMISSION FOR THE RCMP**  
**Notes to the Future-Oriented Statements of Operations (unaudited)**

**Total authorities requested**

\$9,935,889

\$9,935,889