



Veterans Review and
Appeal Board Canada

Tribunal des anciens combattants
(révision et appel) Canada

Quarterly Financial Report

2nd Quarter – 2023-2024



Veterans Review and Appeal Board Quarterly Financial Report

For the quarter ended September 30, 2023

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I. Statement outlining results, risks and significant changes in operations, personnel and program for the quarter ended September 30, 2023

1. 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](#).

The Veterans Review and Appeal Board (VRAB) is the arm's-length administrative tribunal that provides an independent avenue of redress for disability benefits decision made by Veterans Affairs Canada. The Board supports Veterans, Canadian Armed Forces and RCMP members, and their families in obtaining the benefits they are entitled to for service-related disabilities. The Board gives Veterans their only opportunity to appear before decision-makers to tell their story. The Board's program is not only essential to fairness in the disability benefits adjudication system, it is important to the well-being of Veterans and their families. Board Members and staff keep this front of mind as we work together to deliver the appeal program and look for ways to better serve Veterans and their families.

The Board offers two levels of redress for disability benefits decisions: a Review hearing; and, if the Veteran remains dissatisfied, a subsequent Appeal hearing. It also provides the final level of appeal for War Veterans Allowance decisions. The Board is a micro-organization with a small, dedicated staff. The Board has up to 25 full-time Members who hear cases brought forward for redress at the Board, and decide whether the evidence meets the requirements of the legislation to award new or increased levels of disability benefits. In deciding cases, they conduct a thoughtful analysis of all available information (i.e. oral testimony, medical reports, opinion evidence from experts, written statements, etc.) and discuss the merits of the case, bearing in mind the requirement to resolve any doubt in the weighing of evidence in favour of the Veteran.

A summary description of the Veterans Review and Appeal Board 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 Board's spending authorities granted by Parliament and those used by the Board, consistent with the Main Estimates for the 2023-24 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 monies 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.

The Board 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. The quarterly report has not been subject to an external audit or review.

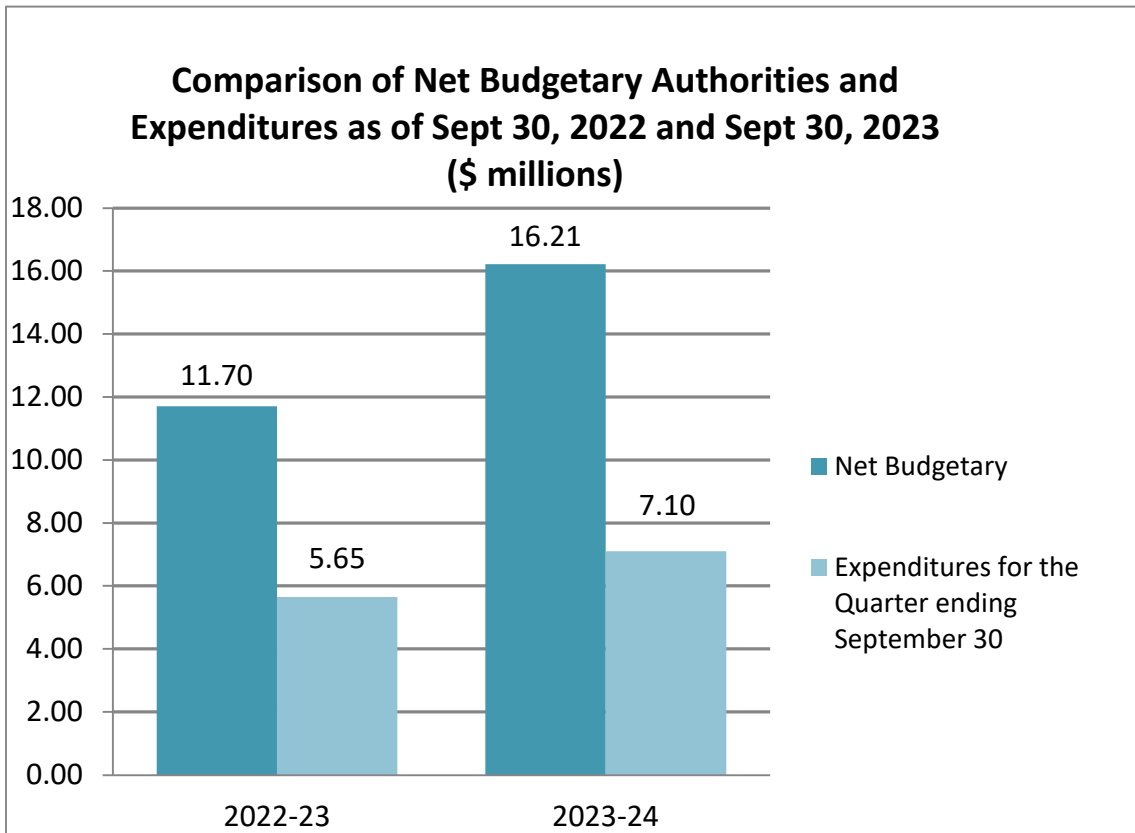
2. Highlights of Fiscal Quarter and Fiscal Year to Date (YTD) Results

Statement of Authorities

As of September 30, 2023, the Board’s total authorities available for use (ie. Budget) at quarter end are \$4.51M more when compared to amounts available at the same quarter-end the previous year from \$11.70M in 2022-23 to \$16.21M in 2023-24. Much of the increase in total authorities can be attributed to temporary funding received through Budget 2022 to help address the increased workload being brought forward to the Board and improve service to Veterans and their families.

Actual YTD expenditures at the end of the second quarter showed an increase of \$1.45M (26% increase) when compared to the same timeframe in 2022-23. The first 2 quarters of 2023-24 saw an increase in spending on personnel as the Board increased their production capacity, in line with the Budget 2022 initiative, to reduce the growing backlog at the Board and issue decisions to Veterans sooner.

Figure 1 - Second Quarter Expenditures Compared to Annual Authorities



Statement of Departmental Budgetary Expenditures by Standard Object

In general, VRAB's expenditures are distributed equally throughout the year. Expenditures at the end of the second quarter of \$7.1M (equivalent to 44% of authorities available for use) are generally consistent with this trend.

3. Risks and Uncertainties

The Veterans Review and Appeal Board is funded through annual appropriations. As a result, its operations are impacted by any changes in funding approved through Parliament.

Context: The Board provides a national appeal program. It holds hearings and issues decisions for Veterans and their families. As a service-oriented agency, the majority of VRAB's operating expenditures are salary based and demand-driven. Managing the demand for hearings is driven by a variety of factors over which VRAB has limited control.

The Board holds regular meetings to take into account operational priorities, human and financial resources, and performance measures. VRAB recruits new employees, as required, to replace departing staff to ensure adequate operational support to the redress process. Authorities and expenditures are monitored regularly with senior management.

4. Significant changes in relation to operations, personnel and programs

As noted, the Board has had an increase in personnel. This increased capacity will continue to assist the Board in its top priority of reducing hearing and decision wait times for Veterans. Through funding committed in Budget 2022, the Board has and continues to reduce wait times for Veterans and their families through increased capacity, integration and innovation. Through Budget 2023, additional funding has been committed to continue these efforts.

Approved by:

Christopher J. McNeil, Chair
Veterans Review and Appeal Board
Charlottetown, PE

Sara Lantz, Chief Financial Officer
Veterans Affairs Canada
Charlottetown, PE

VETERANS REVIEW AND APPEAL BOARD
Quarterly Financial Report
For the quarter ended September 30, 2023

II. Financial Statements

Veterans Review and Appeal Board
STATEMENT OF AUTHORITIES *(unaudited)*
Quarterly Financial Report for the Quarter Ended September 30, 2022
Fiscal year 2022-23

<i>(in thousands of dollars)</i>	Planned expenditures for the year ending March 31, 2023 *	Expended during the quarter ended September 30, 2022	Year to date used at quarter-end
Vote 1 - Veterans Review and Appeal Board Operating expenditures	10,345	2,490	4,977
Statutory authorities - Contributions to Employee Benefit Plans - Program	1,351	338	675
Total Budgetary authorities	11,696	2,828	5,652
Non-budgetary authorities	0	0	0
Total Authorities	11,696	2,828	5,652

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

Quarterly Financial Report for the Quarter Ended September 30, 2023
Fiscal year 2023-24

<i>(in thousands of dollars)</i>	Planned expenditures for the year ending March 31, 2024 *	Expended during the quarter ended September 30, 2023	Year to date used at quarter-end
Vote 1 - Veterans Review and Appeal Board Operating expenditures	14,274	3,388	6,131
Statutory authorities - Contributions to Employee Benefit Plans - Program	1,932	483	966
Total Budgetary authorities	16,206	3,871	7,097
Non-budgetary authorities	0	0	0
Total Authorities	16,206	3,871	7,097

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

VETERANS REVIEW AND APPEAL BOARD
Quarterly Financial Report
For the quarter ended September 30, 2023

Veterans Review and Appeal Board
Departmental budgetary expenditures by Standard Object (unaudited)
Quarterly Financial Report for the Quarter Ended September 30, 2022
Fiscal Year 2022-23

Expenditures (in thousands of dollars)	Total available for use for the year ended March 31, 2023*	Used during the quarter ended September 30, 2022	Year to date used at quarter-end
01 Personnel	10,558	2,648	5,268
02 Transportation and communications	125	71	138
03 Information	14	7	7
04 Professional and special services	338	45	90
05 Rentals	109	37	90
06 Repair and maintenance	0	0	0
07 Utilities, materials and supplies	117	15	26
08 Acquisition of land, buildings and works	0	0	0
09 Acquisition of machinery and equipment	427	0	0
10 Transfer payments	0	0	0
11 Public debt charges	8	0	0
12 Other subsidies and payments	0	5	33
Total gross budgetary expenditures	11,696	2,828	5,652
Less Revenues netted against expenditures			
Total Revenues netted against expenditures:	0	0	0
Total net budgetary expenditures	11,696	2,828	5,652

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

Quarterly Financial Report for the Quarter Ended September 30, 2023
Fiscal Year 2023-24

Expenditures (in thousands of dollars)	Total available for use for the year ended March 31, 2024*	Used during the quarter ended September 30, 2023	Year to date used at quarter-end
01 Personnel	14,866	3,570	6,638
02 Transportation and communications	143	97	152
03 Information	17	8	8
04 Professional and special services	735	94	139
05 Rentals	56	25	38
06 Repair and maintenance	1	0	0
07 Utilities, materials and supplies	141	30	55
08 Acquisition of land, buildings and works	0	0	0
09 Acquisition of machinery and equipment	247	42	54
10 Transfer payments	0	0	0
11 Public debt charges	0	0	0
12 Other subsidies and payments	0	5	13
Total gross budgetary expenditures	16,206	3,871	7,097
Less Revenues netted against expenditures			
Total Revenues netted against expenditures:	0	0	0
Total net budgetary expenditures	16,206	3,871	7,097

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