



Summary Financial Statements of

## **ENGINEERS CANADA**

Year ended December 31, 2017



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## **REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL STATEMENTS**

To the Members of Engineers Canada

The accompanying summary financial statements of Engineers Canada, which comprise the summary statement of financial position as at December 31, 2017, the summary statement of operations and changes in net assets for the year then ended, and related notes, are derived from the audited financial statements, prepared in accordance with Canadian accounting standards for not-for-profit organizations, of Engineers Canada as at and for the year ended December 31, 2017.

We expressed an unmodified audit opinion on those financial statements in our report dated April 9, 2018.

The summary financial statements do not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations applied in the preparation of the audited financial statements of Engineers Canada. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of Engineers Canada.

### *Management's Responsibility for the Summary Financial Statements*

Management is responsible for the preparation of the summary financial statements in accordance with the basis described in note 1.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements."



*Opinion*

In our opinion, the summary financial statements derived from the audited financial statements of Engineers Canada as at December 31, 2017 and for the year then ended are a fair summary of those financial statements, in accordance with the basis described in note 1.

*KPMG LLP*

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a long, horizontal, slightly curved line that extends to the right.

Chartered Professional Accountants, Licensed Public Accountants

Ottawa, Canada

April 9, 2018

# ENGINEERS CANADA

## Summary Statement of Financial Position

December 31, 2017, with comparative information for 2016

	2017	2016
<b>Assets</b>		
Cash	\$ 629,357	\$ 796,855
Amounts receivable	1,261,091	1,192,387
Prepaid expenses and desposits	319,487	291,125
Investments	6,274,236	6,475,345
Tangible capital and intangible assets	1,129,676	1,447,164
	<u>\$ 9,613,847</u>	<u>\$ 10,202,876</u>
<b>Liabilities and Net Assets</b>		
Accounts payable and accrued liabilities	\$ 838,068	\$ 579,131
Deferred contributions	126,171	170,899
	<u>964,239</u>	<u>750,030</u>
Deferred lease inducement	745,747	833,200
Net assets:		
Internally restricted	5,786,400	5,786,400
Invested in tangible capital and intangible assets	764,462	1,039,265
Unrestricted	1,352,999	1,793,981
	<u>7,903,861</u>	<u>8,619,646</u>
	<u>\$ 9,613,847</u>	<u>\$ 10,202,876</u>

See accompanying notes to summary financial statements.

# ENGINEERS CANADA

## Summary Statement of Operations and Changes in Net Assets

Year ended December 31, 2017, with comparative information for 2016

	2017	2016
Revenue:		
Regulator assessment	\$ 2,949,363	\$ 2,931,587
Affinity and insurance	5,905,316	5,594,769
Investment	586,268	550,954
Online competency project	6,563	29,451
Research and outreach	192,500	190,000
Secondary professional liability insurance	729,719	711,431
Public policy	46,691	26,209
Accreditation	16,127	22,369
National Council of Deans of Engineering and Applied Science	17,500	17,500
Rent revenue	28,809	28,809
Other	6,485	3,238
	10,485,341	10,106,317
Expenses:		
Governance and executive office	513,251	295,727
Board meetings	684,843	523,315
Board committees	148,569	90,229
CEO and President's travel	115,559	183,286
Human resources	5,324,750	5,048,572
Finance and administration	1,276,019	1,348,248
Information services	119,311	75,915
Affinity and insurance programs	1,127,841	883,582
Research and outreach	385,600	438,858
Communications	67,588	211,199
Accreditation	567,746	351,575
Regulatory support	351,436	311,173
Qualifications	256,129	92,505
Public affairs	46,358	56,236
Public policy	120,254	121,609
Legal and brand protection	87,549	102,552
National and international mobility	8,323	
	11,201,126	10,134,581
Deficiency of revenue over expenses	(715,785)	(28,264)
Net assets, beginning of year	8,619,646	8,647,910
Net assets, end of year	\$ 7,903,861	\$ 8,619,646

See accompanying notes to summary financial statements.

# ENGINEERS CANADA

## Notes to Summary Financial Statements

Year ended December 31, 2017

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Engineers Canada is a national federation of the twelve provincial and territorial associations authorized to license engineers and regulate the practice of the profession across Canada. Engineers Canada exists so that constituent associations have support for an advancing engineering profession and its self-regulation in the public interest at a cost that is justified by the results.

Engineers Canada was incorporated without share capital under Part II of the Canada Corporations Act. Effective October 31, 2013, Engineers Canada continued their articles of incorporation from Canada Corporations Act to the Canada Not-for-profit Corporations Act and changed its name to Engineers Canada from the Canadian Council of Professional Engineers. Engineers Canada is a not-for-profit organization and as such is exempt from income tax under Section 149(1)(l) of the Income Tax Act (Canada).

### **1. Summary financial statements:**

The summary financial statements are derived from the complete audited financial statements, prepared in accordance with Canadian accounting standards for not-for-profit organizations, as at and for the year ended December 31, 2017.

The preparation of these summary financial statements requires management to determine the information that needs to be reflected in the summary financial statements so that they are consistent, in all material respects, with or represent a fair summary of the audited financial statements.

These summary financial statements have been prepared by management using the following criteria:

- (a) whether information in the summary financial statements is in agreement with the related information in the complete audited financial statements; and
- (b) whether, in all material respects, the summary financial statements contain the information necessary to avoid distorting or obscuring matters disclosed in the related complete audited financial statements, including the notes thereto.

Management determined that the statements of changes in net assets and cash flows do not provide additional useful information and as such has not included them as part of the summary financial statements.

The complete audited financial statements of Engineers Canada are available upon request by contacting Engineers Canada.