

Report of the Independent Auditor on the 2017 Summarized Financial Statements

To the Members of Chartered Professional Accountants of Ontario

The accompanying summarized financial statements of Chartered Professional Accountants of Ontario, which comprise the summarized statement of financial position as at March 31, 2017, and the summarized statements of operations, changes in net assets and cash flows for the year then ended and the related notes, are derived from the complete audited financial statements of Chartered Professional Accountants of Ontario for the same period. We expressed an unmodified audit opinion on those financial statements in our report dated June 22, 2017.

The summarized financial statements do not contain all the disclosures required by Canadian accounting standards for non-for-profit organizations. Reading the summarized financial statements, therefore, is not a substitute for reading the complete audited financial statements of Chartered Professional Accountants of Ontario.

Management's Responsibility for the Summarized Financial Statements

Management is responsible for the preparation of a summary of the audited financial statements on the basis described in Note 1 to the summarized financial statements.

Auditor's Responsibility

Our responsibility is to express an opinion on the summarized 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 summarized financial statements derived from the complete audited financial statements of Chartered Professional Accountants of Ontario for the year ended March 31, 2017 are a fair summary of those financial statements, on the basis described in Note 1 to the summarized financial statements.

Colline Barrow Toronto LLP

Chartered Professional Accountants
Licensed Public Accountants
June 22, 2017
Toronto, Ontario

Summarized statement of financial position

As at March 31

(in thousands of dollars)

	2017	2016
	\$	\$
ASSETS		
Cash	2,113	5,589
Investments and other current assets	56,110	38,625
Long-term and restricted investments	23,275	23,312
Capital assets	9,091	11,187
	90,589	78,713
LIABILITIES		
Accounts payable and accrued liabilities	11,266	14,044
Deferred revenue and expenditures	17,025	17,528
Employee future benefits obligation	2,403	2,408
	30,694	33,980
NET ASSETS		
Unrestricted	34,840	41,212
Operating reserve	21,500	-
Other internally restricted	3,555	3,521
	59,895	44,733
	90,589	78,713

On behalf of Council:



Johanne Charbonneau
FCPA, FCGA
Chair



Anita K. Ferrari
FCPA, FCA
Finance & Audit Committee, Chair

(See accompanying notes.)

Summarized statement of operations

For the year ended March 31

(in thousands of dollars)

	2017	2016
	\$	\$
REVENUES		
Member dues and fees	46,291	40,750
Education	35,831	37,245
Professional development	10,924	10,063
Professional standards	2,491	2,443
Investment and other	1,579	1,347
	97,116	91,848
EXPENSES		
Operations	28,594	25,496
Education	23,436	27,144
Professional development	8,828	8,607
Marketing and communications	7,293	6,425
Professional standards	6,398	5,834
Registrar	4,325	5,002
Student outreach program	2,743	3,362
	81,617	81,870
OPERATING SURPLUS BEFORE INTEGRATION	15,499	9,978
Integration	-	14,386
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	15,499	(4,408)

(See accompanying notes.)

Summarized statement of changes in net assets

For the year ended March 31

(in thousands of dollars)

	2017			Total
	Unrestricted	Operating reserve	Internally restricted	
	\$	\$	\$	\$
Balance, beginning of year	41,212	-	3,521	44,733
Excess of revenues over expenses	15,499	-	-	15,499
Investment income earned	(34)	-	34	-
Remeasurement gains and losses from pensions and employee future benefits	(337)	-	-	(337)
Internal fund transfer	(21,500)	21,500	-	-
Balance, end of year	34,840	21,500	3,555	59,895

	2016			Total
	Unrestricted		Internally restricted	
	\$		\$	\$
Balance, beginning of year	49,292		-	49,292
Deficiency of revenues over expenses	(4,408)		-	(4,408)
Funds placed in trust	(3,500)		3,500	-
Investment income earned	(21)		21	-
Remeasurement gains and losses from pensions and employee future benefits	(151)		-	(151)
Balance, end of year	41,212		3,521	44,733

(See accompanying notes.)

Summarized statement of cash flows

For the year ended March 31

(in thousands of dollars)

	2017	2016
	\$	\$
OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	15,499	(4,408)
Adjustments to determine net cash provided by operating activities	2,344	3,324
Changes in non-cash working capital items	(4,600)	1,428
Cash flows from operating activities	13,243	344
Cash flows used for investing activities	(16,719)	(8,225)
Net change in cash during the year	(3,476)	(7,881)
Cash, beginning of year	5,589	13,470
Cash, end of year	2,113	5,589

(See accompanying notes.)

Notes to the summarized financial statements

For the year ended March 31, 2017
(all amounts in thousands of dollars)

1. Basis of preparation

These summarized financial statements are derived from the complete annual audited financial statements of Chartered Professional Accountants of Ontario for the year ended March 31, 2017, which were prepared in accordance with Canadian accounting standards for non-for-profit organizations.

A copy of the complete audited financial statements is kept on file at Chartered Professional Accountants of Ontario and can be provided upon request.

The set of criteria applied by management in preparing these financial statements is outlined in the paragraph below.

The figures presented in these summarized financial statements agree with or can be recalculated from the figures presented in the complete audited financial statements. Management believes that the summarized financial statements contain the necessary information and are at an appropriate level of aggregation so as not to be misleading to the users.

2. Unification of the profession

Chartered Professional Accountants of Ontario ("CPA Ontario") is the registered business name of The Institute of Chartered Accountants of Ontario, which was incorporated under An Act to Incorporate The Institute of Chartered Accountants of Ontario by the Legislative Assembly of the Province of Ontario in 1883, was continued in 1956 under the Chartered Accountants Act, 1956 and in 2010 under the Chartered Accountants Act, 2010 ("CPA Ontario (ICAO)").

On April 1, 2014, CPA Ontario (ICAO) entered into a unification agreement with the Certified Management Accountants of Ontario ("CMA Ontario") to unify the operations of CPA Ontario and CMA Ontario ("the first unification agreement") with an effective date of April 1, 2014.

On June 23, 2014, CPA Ontario and The Certified General Accountants Association of Ontario ("CGA Ontario") entered into a unification agreement to unify the operations of CPA Ontario and CGA Ontario ("the second unification agreement"). The second unification agreement had an effective date of July 2, 2014. Collectively, the unified entities operate under the registered business name of CPA Ontario.

Subsequent to the year ended March 31, 2017, on May 17, 2017 the Chartered Professional Accountants of Ontario Act, 2017 was enacted and CGA Ontario, CMA Ontario and The Institute of Chartered Accountants of Ontario were amalgamated and continued as Chartered Professional Accountants of Ontario. Consequently, the Chartered Accountants Act, 2010 was repealed.

CPA Ontario is exempt from income tax under section 149(1) of the Income Tax Act.

3. Comparative figures

Certain figures of the statement of operations for 2016 have been reclassified to reflect the presentation applied to 2017.