



# Sustainability Reporting at KPMG

Prepared for University of Toronto

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# My Career Path

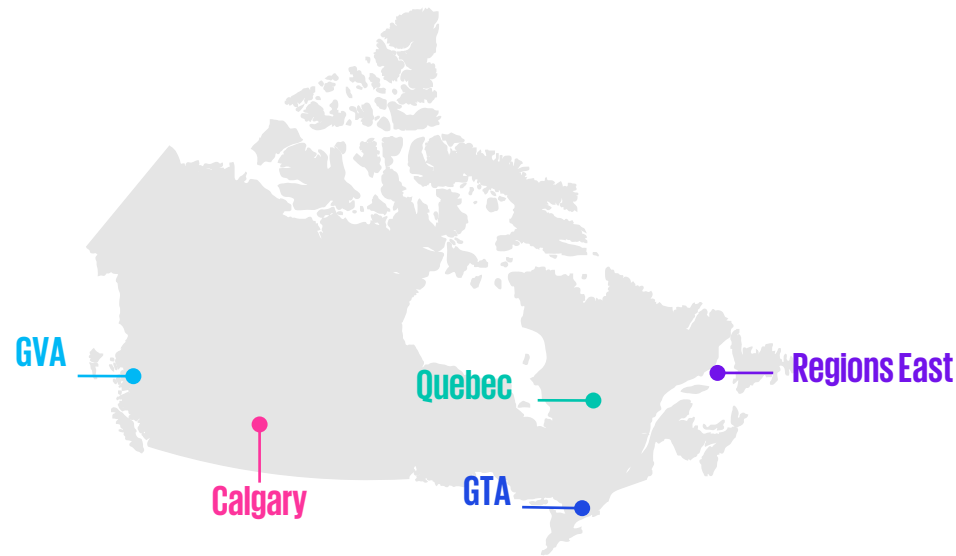


# Our National ESG Team at a Glance

## Our Top 10 Skills:

1. ESG Reporting
2. ESG Strategy
3. Baseline & GHG Inventory
4. ESG Frameworks & Taxonomy
5. ESG Readiness
6. Net Zero Strategy & Implementation
7. Supply Chain Emissions
8. ESG Assurance
9. Climate Risks
10. Regulatory GHG Verification

## Our Regional Teams Across Functions



Risk Consulting

Deal Advisory

Accounting Advisory

Management Consulting

## Sector expertise across:



Energy & Natural Resources



Financial Services



Consumer & Retail



Industrial Markets



Infrastructure



Technology, Media & Telecommunications

# FY25 Priorities

## Climate risk

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Identify climate risks

Improve resilience



## Decarbonization

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Reduce emissions

Transition plans

Financing



## ESG Regulation

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Reporting

Greenwashing

EU / Global regulations



**Our differentiator: Integrated team of experts = Optimal service/solution**

# ESG Trends

KPMG's "Road to Readiness" survey provides a comprehensive overview of global sustainability reporting trends and offers insights to business leaders, boards of directors, and sustainability professionals based on 750 companies across industries with a mean revenue of US\$15.6B.

## Sustainability reporting



**66%** of respondents said their firms must now report ESG data or will be required to soon. This number goes up to 78% for listed companies.

**Only 27%**

Of companies have robust policies and procedures to support the development of their ESG disclosures.



## ESG Reporting Management

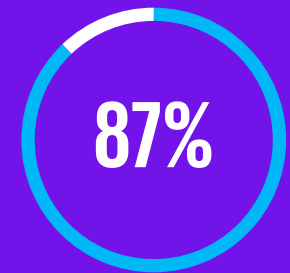
**45%** of leaders recognize the value of having a custom ESG Reporting management system.



## Integration

of Leaders have attained mid/full integration of their ESG data systems with financial reporting systems.

**87%**



# Hot Topics with Clients

## 01 Climate risk

- Climate risk assessments
- Emergency management services

### Sales tools:

- KPMG Extreme weather [news release](#)
- Emergency management [webpage](#)

## 02 Greenwashing / Bill C-59

- Assessing risks and options for mitigation
- Testing and substantiating claims
- Implementing responses and monitoring

### Sales tools:

- Webinar [recording](#) and [slides](#)

## 03 Financing decarbonization

- Helping clients identify ITCs
- Sourcing renewable energy with PPAs

### Sales tools:

- Clean economy Tax Credits [slipsheet](#)
- Power Purchase Agreements [slipsheet](#)

## 04 Modern slavery reporting

- Helping clients address gaps
- 2025 reporting readiness (legal)

### Sales tools:

- Modern slavery [article](#)
- Modern slavery [slipsheet](#)

## 05 ISSB / CSSB reporting

- Gap assessments and roadmaps
- Materiality assessments
- Management training

### Sales tools:

- [ISSB readiness benchmarking survey](#)

# KPMG's Sustainability Reporting Roadmap

Comprehensive solutioning through a suite of services.



## Strategic Planning

Navigating the complexities of different regulatory requirements and determining your reporting strategy.



## Reporting Readiness Assessment

Help develop a clear understanding of organization's preparedness for upcoming standards.



## Materiality Assessment

Identify sustainability-related risks and opportunities that could reasonably be expected to affect the entity's prospects.



## Disclosure Planning

Prioritize and propose a holistic list of qualitative and quantitative disclosures with data sources, calculation methodologies, data processing, and defined reporting processes.



## Reporting Service Delivery Model

Help facilitate and navigate discussions on 'who does what' across the organization for Sustainability Reporting.



## Building a Sustainability Reporting Solution

Enhance sustainability reporting operating model through understanding potential TOM opportunities (people, process, technology, data and control)

# Why accountants are ideally positioned to drive ESG reporting

Accountants play a critical role in business partnering and supporting other operational functions (e.g., Sales, Supply Chain, etc.) and are **best positioned to drive ESG reporting due to experience with highly controlled processes, data exposure, established collaborative relationships, and the timing alignment of financial reporting efforts.**



## Data Collection Management

Accountants have a deep understanding of how to collect, measure, and analyze relevant information which can be leveraged for sustainability reporting.



## Controls experience

Accountants have extensive experience managing highly controlled processes, which is essential for ensuring the accuracy and reliability of ESG data and reporting.



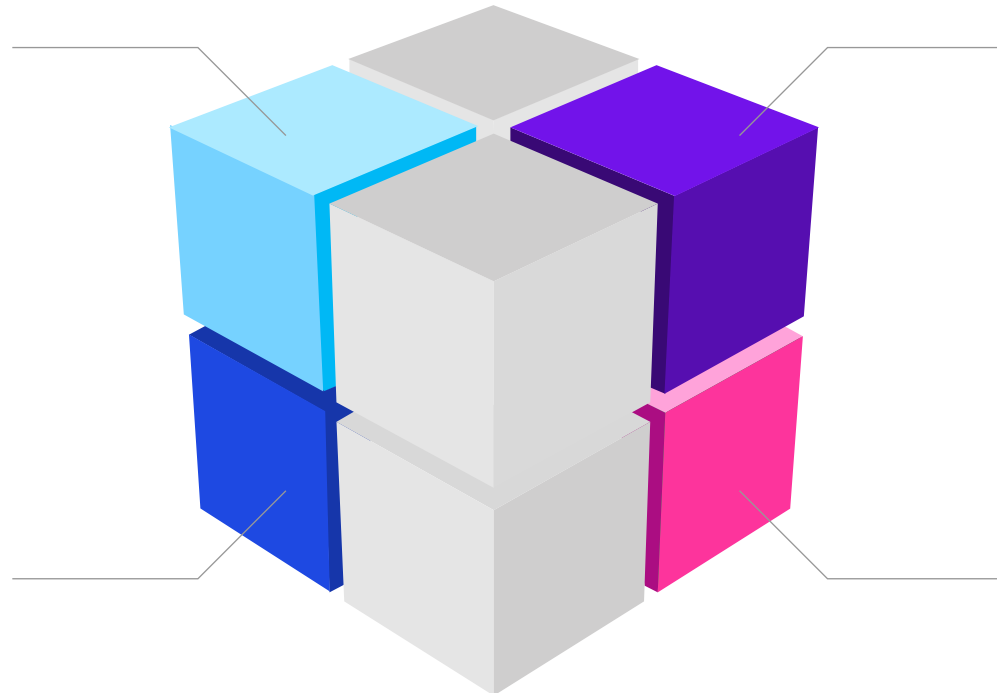
## ESG as business risk

ESG risks are increasingly recognized as business risks, similar to other enterprise risks. Accountants will be responsible for integrating sustainability risk into financial statements and other reports, such as the AIF or MD&A.



## Commitment to accuracy

An accountants responsibilities include ensuring the financial report is complete and accurate. With the anticipated shift from voluntary to mandatory ESG disclosure, the same rigor will apply to ESG reporting.





# What can you do to prepare?



## Understand Sustainability

Understand the environmental and social factors that contribute to sustainability principles and form the basis for various frameworks/standards.



## Learn the Regulations

Stay informed about sustainability reporting regulations and frameworks such as the ISSB Standards, ESRS, and others.



## Upgrade Your Skills

Upgrade your skills to include knowledge of sustainable business practices.



## Commit to Continuous Learning

The field of sustainability reporting is dynamic, with new standards and expectations continually emerging.



[kpmg.com/socialmedia](https://kpmg.com/socialmedia)

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