

THE COLLEGE OF DENTURISTS OF BRITISH COLUMBIA

Financial Statements

Year Ended March 31, 2018

THE COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Index to Financial Statements
Year Ended March 31, 2018

	Page
Independent Auditor's Report	1
Financial Statements	
Statement of Financial Position	2
Statement of Revenues and Expenditures	3
Statement of Changes in Net Assets	4
Statement of Cash Flow	5
Notes to Financial Statements	6 - 8

Independent Auditor's Report

To the Directors of The College of Denturists of British Columbia

We have audited the accompanying financial statements of The College of Denturists of British Columbia, which comprise the statement of financial position as at March 31, 2018 and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of The College of Denturists of British Columbia as at March 31, 2018 and the results of its operations and its cash flow for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

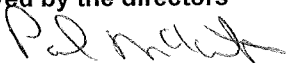
Burnaby, British Columbia
June 14, 2018


McDonald Rickett
Chartered Professional Accountants

THE COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Statement of Financial Position
March 31, 2018

	2018	2017
Assets		
Current		
Cash	\$ 271,556	\$ 255,577
Term deposits	-	71,707
Interest receivable	6,198	4,323
Prepaid expenses	3,901	3,581
	281,655	335,188
Long term Investments (Note 2)	479,581	482,410
Property and equipment (Note 3)	11,001	14,154
	\$ 772,237	\$ 831,752
Liabilities		
Current		
Accounts payable	\$ 9,322	\$ 25,148
Government remittances tax payable	3,042	11,678
Deferred income (Note 4)	273,292	280,992
	285,656	317,818
Regulation fee (Note 5)	147,273	144,287
	432,929	462,105
Net Assets		
Capital assets	11,001	14,154
Regulation	83,133	80,734
General	245,174	274,759
	339,308	369,647
	\$ 772,237	\$ 831,752

Approved by the directors

 _____ Director

 _____ Director

See notes to financial statements

THE COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Statement of Revenues and Expenditures
Year Ended March 31, 2018

	2018	2017
Revenues		
License and registration fees	\$ 293,770	\$ 290,613
Examination fees	24,786	30,650
Interest	10,957	10,344
Other	4,975	3,928
Inquiry income	2,000	-
	336,488	335,535
Expenditures		
Amortization	3,154	3,193
Audit and legal	32,145	30,577
Board expenses	20,015	23,496
Committee expenses	10,039	15,810
Communications	17,035	18,516
Consulting fees	3,907	20,044
Examination costs	31,461	34,277
Office	13,140	15,248
Penalties and interest	245	-
Professional development	2,316	6,796
Rental	21,621	21,621
Salaries and wages	207,235	205,692
Telephone	1,874	2,176
Utilities	2,640	2,803
	366,827	400,249
Deficiency of revenues over expenditures	\$ (30,339)	\$ (64,714)

THE COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Statement of Changes in Net Assets
Year Ended March 31, 2018

	Capital Assets	Regulation	General	2018	2017
Net assets - beginning of year	\$ 14,154	\$ 80,734	\$ 274,759	\$ 369,647	\$ 434,361
Deficiency of revenues over expenditures	(3,153)	2,399	(29,585)	(30,339)	(64,714)
Net assets - end of year	\$ 11,001	\$ 83,133	\$ 245,174	\$ 339,308	\$ 369,647

See notes to financial statements

THE COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Statement of Cash Flow
Year Ended March 31, 2018

	2018	2017
Cash flows from operating activities		
Deficiency of revenues over expenditures	\$ (30,339)	\$ (64,714)
Item not affecting cash:		
Amortization of property and equipment	3,154	3,193
	(27,185)	(61,521)
Changes in non-cash working capital:		
Interest receivable	(1,875)	745
Prepaid expenses	(320)	(65)
Accounts payable	(15,827)	15,073
Government remittances payable	(8,636)	2,944
Deferred income	(7,700)	7,558
Regulation fee	2,986	4,527
	(31,372)	30,782
Cash flows from operating activities	(58,557)	(30,739)
Cash flows from investing activities		
Purchase of property and equipment	-	(7,378)
Long term investments	2,829	60,618
Cash flows from investing activities	2,829	53,240
Net change in cash and cash equivalents during the year	(55,728)	22,501
Cash and cash equivalents - beginning of year	327,284	304,783
Cash and cash equivalents - end of year	\$ 271,556	\$ 327,284
Cash consists of:		
Cash	\$ 271,556	\$ 255,577
Term deposits	-	71,707
	\$ 271,556	\$ 327,284

See notes to financial statements

THE COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Notes to Financial Statements
Year Ended March 31, 2018

1. Summary of significant accounting policies

Nature of operations

The College of Denturists of British Columbia was established on December 8, 1995 under the provisions of the Health Professions Act. The College is responsible for licensing and regulating denturists and the practice of denturism within British Columbia. The College is responsible for preparing and administering the examinations required by all registrants, and for investigating and responding to complaints by members or by the public.

The College is a not-for-profit organization and is not subject to income tax.

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations.

Fund accounting

The College of Denturists of British Columbia follows the restricted fund method of accounting for its operations.

The General Fund accounts for the unrestricted net assets of the College.

The Capital Asset Fund accounts for computers, equipment and their related components. This fund changes annually as a consequence of capital asset additions, disposals and annual amortization.

The Regulation Fee Fund accounts for the special assessments levied against all registrants. The College restricts the use of these funds to specific circumstances, including paying the costs of disciplinary hearings or reviews conducted by the Health Professions Review Board. Income earned by the investments in this fund are retained within the fund.

Revenue recognition

The licensing and annual registration fees are recognized as revenue for the year in which the fees are applied. Fees received in advance are recorded as deferred revenues. Examination and application fees are recognized as revenue when received. Discipline fines, inquiry fines and cost recoveries are recognized when the College's internal hearing process is complete and their collection is assured.

Contributed services

Volunteers contribute to the activities of the College. As a result of the difficulty in determining the fair value of contributed services, they are not recognized in the financial statements.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

(continues)

THE COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Notes to Financial Statements
Year Ended March 31, 2018

1. Summary of significant accounting policies (*continued*)

Cash equivalents

Cash and equivalents include investments having a maturity of three months or less from the date of purchase.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Property and equipment

Property and equipment are stated at cost or deemed cost less accumulated amortization. Property and equipment are amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Computer equipment	30%	declining balance method
Computer software	100%	declining balance method
Furniture and fixtures	20%	declining balance method

2. Investments

	2018	2017
General fund: GIC's - short-term	\$ -	\$ 71,707
General fund: GIC's - long-term	264,801	271,558
Regulation fee fund: GIC's - long-term	212,125	206,922
Regulation fee fund: cash balance	2,655	3,930
	\$ 479,581	\$ 554,117

3. Property and equipment

	2018		2017	
	Cost	Accumulated amortization	Cost	Accumulated amortization
Computer equipment	\$ 40,380	\$ 38,121	\$ 40,380	\$ 37,153
Computer software	23,698	23,698	23,698	23,698
Furniture and fixtures	37,620	28,878	37,620	26,693
	\$ 101,698	\$ 90,697	\$ 101,698	\$ 87,544
Net book value	\$ 11,001		\$ 14,154	

THE COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Notes to Financial Statements
Year Ended March 31, 2018

4. Deferred income

Deferred revenues comprise license and registration fees received in advance for the 2019 fiscal year.

5. Regulation fee

The regulation fee represents a liability to all registrants for the amounts they have paid to maintain a general funds balance of not less than \$100,000. The regulation fee is used for the costs incurred by the College in connection with specific circumstances, including a disciplinary hearing or a review conducted by the Health Professions Review Board. The surcharge amounts are repayable, without interest, to registrants in good standing, when they withdraw from the College.

6. Financial instruments

The College is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the College's risk exposure and concentration as of March 31, 2018.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the College manages exposure through its normal operating and financing activities. The College is exposed to interest rate risk primarily through its investments.

7. Commitment

The College is bound by a premise operating lease agreement for its office premises expiring September 30, 2019. The annual lease commitment under the term of the agreement is \$19,820 to the expiration date.