

COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Financial Statements
Year Ended March 31, 2012

COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
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Year Ended March 31, 2012

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INDEPENDENT AUDITOR'S REPORT

To the Members of College of Denturists of British Columbia

We have audited the accompanying financial statements of College of Denturists of British Columbia, which comprise the statement of financial position as at March 31, 2012 and the statements of revenues and expenditures, changes in net assets and cash flows 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, 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 College of Denturists of British Columbia as at March 31, 2012, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit.

Comparative Information

Without modifying our opinion, we draw attention to Note 2 to the financial statements which describes that College of Denturists of British Columbia adopted Canadian accounting standards for not-for-profit on April 1, 2011 with a transition date of April 1, 2010. These standards were applied retrospectively by management to the comparative information in these financial statements, including the statement of financial positions as at March 31, 2011 and April 1, 2010 and the statements of revenues and expenditures, changes in net assets and cash flows for the year ended March 31, 2011 and related disclosures. We were not engaged to report on the restated comparative information, and as such, it is unaudited.

Burnaby, British Columbia
May 31, 2012





McDonald Rickett
Chartered Accountants

COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Statement of Financial Position
March 31, 2012

	<i>March 31</i> 2012	<i>March 31</i> 2011	<i>April 1</i> 2010
Assets			
Current			
Cash	\$ 266,774	\$ 200,050	\$ 183,906
Accounts receivable	-	-	4,253
Interest receivable	8,201	5,019	4,635
Prepaid expenses	4,534	4,921	4,562
	<u>279,509</u>	209,990	197,356
Long term Investments (Note 4)	535,730	527,999	504,480
Capital assets (Note 5)	8,515	9,760	12,485
	<u>\$ 823,754</u>	<u>\$ 747,749</u>	<u>\$ 714,321</u>
Liabilities			
Current			
Accounts payable	\$ 37,003	\$ 22,584	\$ 22,895
Deferred revenue	260,273	231,024	214,765
	<u>297,276</u>	253,608	237,660
Discipline assessment surcharge	132,459	131,199	127,929
	<u>429,735</u>	384,807	365,589
Net Fund Balances			
Capital assets	8,515	9,760	12,485
Discipline	62,757	57,733	56,050
General	322,747	295,449	280,197
	<u>394,019</u>	362,942	348,732
	<u>\$ 823,754</u>	<u>\$ 747,749</u>	<u>\$ 714,321</u>

Approved by the Directors:


 _____ Director


 _____ Director

See accompanying notes to financial statements

COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Statement of Revenues and Expenditures
Year Ended March 31, 2012

	2012	2011
Revenues		
License and registration fees	\$ 233,051	\$ 225,409
Examination fees	15,100	20,575
Interest income	19,061	15,755
Other	225	300
	267,437	262,039
Expenditures		
Amortization	2,957	3,538
Audit and legal	19,437	58,024
Board expenses	9,241	11,256
Committee expenses	6,663	6,700
Communications	4,040	7,729
Examination costs	27,741	26,081
Interest and bank charges	-	1
Office	16,058	13,540
Professional development	1,463	353
Rental	21,217	20,100
Salaries and wages	123,104	98,376
Telephone	1,621	1,765
Utilities	2,818	366
	236,360	247,829
Excess of revenues over expenditures	\$ 31,077	\$ 14,210

COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Statement of Changes in Net Assets
Year Ended March 31, 2012

	Capital Assets	Discipline	General	2012	2011
Net assets - beginning of year	\$ 9,760	\$ 57,733	\$ 295,449	\$ 362,942	\$ 348,732
Excess of revenues over expenditures	(2,957)	5,024	29,010	31,077	14,210
Fund transfers	1,712	-	(1,712)	-	-
Net assets - end of year	\$ 8,515	\$ 62,757	\$ 322,747	\$ 394,019	\$ 362,942

See accompanying notes to financial statements

COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Statement of Cash Flows
Year Ended March 31, 2012

	2012	2011
Cash flows from operating activities		
Excess of revenues over expenditures	\$ 31,077	\$ 14,210
Item not affecting cash:		
Amortization of capital assets	2,957	3,538
	34,034	17,748
Changes in non-cash working capital:		
Accounts receivable	-	(7,298)
Interest receivable	(3,182)	(384)
Prepaid expenses	387	(359)
Accounts payable	14,419	(311)
Deferred revenue	29,249	27,810
Discipline assessment surcharge	1,260	3,270
	42,133	22,728
Cash flow from cash flows from operating activities	76,167	40,476
Cash flows from investing activity		
Purchase of capital assets	(1,712)	(813)
Increase in cash flow	74,455	39,663
Cash - beginning of year	728,049	688,386
Cash - end of year	\$ 802,504	\$ 728,049
Supplementary information		
Interest received	\$ 3,182	\$ 384
Cash consists of:		
Cash	\$ 266,774	\$ 200,050
Long term Investments	535,730	527,999
	\$ 802,504	\$ 728,049

See accompanying notes to financial statements

COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Notes to Financial Statements
Year Ended March 31, 2012

1. 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 mounting 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.

2. Adoption of Accounting Standards For Not-For-Profit Organizations

During the year the College adopted accounting standards for not-for-profit organizations. These financial statements are the first prepared in accordance with these standards. The changes have been applied retrospectively, with no resulting changes to beginning net assets or restatement of assets or liabilities.

3. Summary of significant accounting policies

Fund accounting

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

The general fund accounts for the unrestricted net assets of the College.

The capital assets 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 discipline fund accounts for the special assessments levied against all registrants. The College restricts the use of these funds to paying the costs of disciplinary hearings. Income earned by the investments in this fund are retained within the fund.

Revenue recognition

The annual license and registration fees are recognized as revenue for the year in which the fees are levied. Fees received in advance are recorded as deferred revenues. Non-refundable examination and application fees are recognized as revenue when received. Discipline 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.

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COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Notes to Financial Statements
Year Ended March 31, 2012

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

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.

Cash equivalents

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

Investments

Investments are initially recognized and subsequently measured at fair value, determined using market information. Transaction costs and net gains and losses arising from changes in fair value are immediately recognized in operations. The College has adopted a conservative investment policy. The objectives of capital preservation and liquidity take precedence over financial returns. Investments have been classified as current if they mature within the next year, and long-term if maturity occurs after the next year.

Capital assets

Capital assets are stated at cost less accumulated amortization. Capital assets are amortized over their estimated useful lives 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

4. Investments

	2012	2011
Guaranteed investment certificates - general fund	\$ 345,150	\$ 335,125
Guaranteed investment certificates - discipline surcharge fund	190,580	184,726
	\$ 535,730	\$ 519,851

COLLEGE OF DENTURISTS OF BRITISH COLUMBIA
Notes to Financial Statements
Year Ended March 31, 2012

5. Capital assets

	Cost	Accumulated amortization	2012 Net book value	2011 Net book value
Computer equipment	\$ 34,233	\$ 30,028	\$ 4,205	\$ 4,442
Computer software	15,828	15,828	-	407
Furniture and fixtures	24,784	20,474	4,310	4,911
	\$ 74,845	\$ 66,330	\$ 8,515	\$ 9,760

6. Deferred revenues

Deferred revenues comprise license and registration fees received in advance for the 2012 fiscal year.

7. Discipline assessment surcharge

The discipline assessment surcharge represents a liability to all registrants for amounts they have paid to maintain a general funds balance of not less than \$100,000. The surcharge is used exclusively for the costs related to disciplinary hearings. The surcharge amounts are unsecured and are repayable, without interest, to registrants when they withdraw from the College.

8. Financial instruments

The company 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 company's risk exposure and concentration as of March 31, 2012.

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 company manages exposure through its normal operating and financing activities. The company is exposed to interest rate risk primarily through its investments.

9. Commitment

The College is bound by a premise operating lease agreement for its office premises expiring in the year ending September 30, 2014. The annual lease commitment under the term of the agreement is \$18,196 to the expiration date.

10. Comparative figures

Some of the comparative figures have been reclassified to conform to the current year's presentation.