
COLLEGE OF DENTAL TECHNICIANS OF BRITISH COLUMBIA

FINANCIAL STATEMENTS

MARCH 31, 2007





MANNING ELLIOTT
CHARTERED ACCOUNTANTS

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AUDITORS' REPORT

To the Members of
COLLEGE OF DENTAL TECHNICIANS OF BRITISH COLUMBIA

We have audited the statement of financial position of **COLLEGE OF DENTAL TECHNICIANS OF BRITISH COLUMBIA** as at March 31, 2007, and the statements of revenue and expenses, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the College's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the College as at March 31, 2007, and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Manning Elliott LLP

Chartered Accountants

Vancouver, British Columbia

June 5, 2007

COLLEGE OF DENTAL TECHNICIANS OF BRITISH COLUMBIA**STATEMENT OF FINANCIAL POSITION**

MARCH 31 **2007** **2006****ASSETS**

CURRENT ASSETS

Cash and term deposits	\$ 739,021	\$ 651,433
Prepaid expenses	<u>8,824</u>	<u>14,884</u>

747,845 666,317

TERM DEPOSIT - RESTRICTED

127,607 122,965

CAPITAL ASSETS (Note 4)

51,697 61,547

\$ 927,149 \$ 850,829

LIABILITIES

CURRENT LIABILITIES

Accounts payable and accrued liabilities	\$ 16,135	\$ 9,892
GST payable	20,026	23,099
Deferred revenue (Note 5)	366,580	362,371
Deferred rental benefit	<u>1,791</u>	<u>3,326</u>

404,532 398,688

COMMITMENTS (Note 6)

NET ASSETS

INVESTED IN CAPITAL ASSETS 51,697 61,547



DISCIPLINE LEGAL RESERVE 127,607 122,965

UNRESTRICTED 343,313 267,629

522,617 452,141

\$ 927,149 \$ 850,829

Approved by the Board:

 Director
 Director



COLLEGE OF DENTAL TECHNICIANS OF BRITISH COLUMBIA

STATEMENT OF CHANGES IN NET ASSETS

YEAR END MARCH 31				2007	2006
	Invested in <u>Capital Assets</u>	Discipline <u>Legal Reserve</u>	<u>Unrestricted</u>	<u>Total</u>	<u>Total</u>
NET ASSETS AT BEGINNING OF YEAR	\$ 61,547	\$ 122,965	\$ 267,629	\$ 452,141	\$ 451,450
Excess of revenue over expenses for the year	-	4,642	65,834	70,476	691
Amortization of capital assets	(13,594)	-	13,594	-	-
Investment in capital assets	<u>3,744</u>	<u>-</u>	<u>(3,744)</u>	<u>-</u>	<u>-</u>
NET ASSETS AT END OF THE YEAR	<u>\$ 51,697</u>	<u>\$ 127,607</u>	<u>\$ 343,313</u>	<u>\$ 522,617</u>	<u>\$ 452,141</u>



COLLEGE OF DENTAL TECHNICIANS OF BRITISH COLUMBIA**STATEMENT OF REVENUE AND EXPENSES**

YEAR END MARCH 31	2007	2006
REVENUE		
License and registration fees	\$ 388,045	\$ 373,190
Examination fees	26,121	18,445
Interest	23,639	15,287
Fines and hearing fees	3,450	3,130
Other	2,386	4,953
Prior learning assessment	-	16,724
Knowledge Network Project	-	7,493
	<u>443,641</u>	<u>439,222</u>
EXPENSES		
Salaries and benefits	182,621	211,499
Rent	62,072	60,595
Board and committee meetings (Schedule)	26,465	32,416
Examination	17,717	18,893
Amortization	13,594	12,961
Registrant communications	11,268	9,269
Office supplies	8,064	10,393
Legal and accounting	6,044	6,361
Telephone, fax and internet	5,578	5,859
Staff and member expenses	4,899	5,258
Insurance	4,774	4,767
Liaison activities	4,312	7,109
Office equipment lease	4,072	3,946
Consulting	3,601	12,271
Repairs and maintenance	3,521	2,642
Award and scholarship	2,823	2,803
Annual report and meeting	2,747	3,036
Public education	2,039	20,480
Staff and member education	2,021	3,506
Promotional activities	1,969	1,956
Resource materials	1,534	-
Bank charges	852	579
Benefits administration and WCB	529	841
Inspections	49	1,091
	<u>373,165</u>	<u>438,531</u>
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	<u>\$ 70,476</u>	<u>\$ 691</u>



COLLEGE OF DENTAL TECHNICIANS OF BRITISH COLUMBIA

STATEMENT OF CASH FLOWS

YEAR END MARCH 31	2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from members	\$ 422,676	\$ 433,307
Cash paid to suppliers and employees	(350,341)	(443,073)
Interest received	<u>23,639</u>	<u>15,287</u>
	<u>95,974</u>	<u>5,521</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of capital assets	(3,744)	(14,998)
Proceeds on sale of capital assets	<u>-</u>	<u>1,284</u>
	<u>(3,744)</u>	<u>(13,714)</u>
CHANGE IN CASH AND EQUIVALENTS DURING THE YEAR	92,230	(8,193)
CASH AND EQUIVALENTS AT BEGINNING OF YEAR	<u>774,398</u>	<u>782,591</u>
CASH AND EQUIVALENTS AT END OF YEAR	<u>\$ 866,628</u>	<u>\$ 774,398</u>
REPRESENTED BY:		
Cash and term deposits	\$ 739,021	\$ 651,433
Term deposit - restricted	<u>127,607</u>	<u>122,965</u>
	<u>\$ 866,628</u>	<u>\$ 774,398</u>



COLLEGE OF DENTAL TECHNICIANS OF BRITISH COLUMBIA

SCHEDULE OF BOARD AND COMMITTEE MEETING EXPENSES

YEAR END MARCH 31	2007	2006
Board	\$ 13,096	\$ 11,987
Continuing Education Committee	200	418
Inquiry Committee	2,704	3,668
Finance Committee	1,620	-
Registration Committee	3,848	2,247
Other Committees & Directed Activities	4,997	14,096
	<u>\$ 26,465</u>	<u>\$ 32,416</u>

	BOARD	COMMITTEE	TOTAL	TOTAL
J. Eggeling	\$ 3,751	\$ 4,102	\$ 7,853	\$ 13,895
K. Izumi	310	206	516	2,127
H. Jahr	1,095	779	1,874	1,911
A. Lalani	541	470	1,011	-
B. Lalli	1,127	998	2,125	2,394
B. Leong	1,046	1,229	2,275	1,753
B. Lee	254	-	254	1,607
D. H. Park	891	703	1,594	1,240
A. Pritchard	254	-	254	794
G. Robertshaw	1,328	2,163	3,511	4,336
T. Roche	988	537	1,525	-
B. Van De Snepscheut	891	1,026	1,917	-
Meals/Miscellaneous Committee and Others below \$500	620	1,011	1,631	2,243
	<u>-</u>	<u>125</u>	<u>125</u>	<u>116</u>
	<u>\$ 13,096</u>	<u>\$ 13,369</u>	<u>\$ 26,465</u>	<u>\$ 32,416</u>

Amounts paid to Board and Committee members include the cost of travel to attend meetings.



COLLEGE OF DENTAL TECHNICIANS OF BRITISH COLUMBIA

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2007

1. PURPOSE OF THE ORGANIZATION

Effective December 7, 1995, the practice of Dental Technology became a designated Health Profession, regulated by the College of Dental Technicians, under the authority of the Health Professions Act, and the Dental Technician Regulations.

The College establishes, monitors and enforces standards of education, qualifications and practice for dental technicians, issues practicing certificates, conducts certificate inspections and, where necessary, suspends or cancels certificates.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Amortization

Capital assets are recorded at historical cost and amortized over their estimated useful lives applying the following annual rates:

Office equipment	20% declining balance
Computer equipment	30% declining balance
Computer software	100% declining balance
Leasehold improvements	1/10 straight-line basis
Exam portfolio	1/10 straight-line basis

The College records one-half of the annual amortization amount in the year that an asset is purchased.

b) Revenue recognition

The College follows the deferral method of accounting for revenue. License and registration fees are recognized as revenue throughout the license year or when an individual becomes eligible for registration during the year. When a Technician has not paid the annual dues by March 31, that individual is removed from the register and must pay a reinstatement fee in addition to the regular fee. This policy results in revenue being recorded only when the reinstatement fee is paid.

c) Deferred revenue

Deferred revenue includes license fees, registration fees and other amounts received in the current period relating to the following license year.

d) Discipline Legal Reserve

This reserve is to be used to pay the costs, including legal expenses, related to the disciplinary actions undertaken by the College. The College Board resolved that all interest earned on the reserve is to be credited to the reserve. During 2001 College contributions to the reserve resulted in a balance of \$100,000 and hence no further contributions will be made to the reserve unless the balance is drawn down to pay approved costs.



COLLEGE OF DENTAL TECHNICIANS OF BRITISH COLUMBIA

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2007

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Long-lived assets

The College monitors the recoverability of long-term assets, based on factors such as current market value and future asset utilization. The College's policy is to record an impairment loss when it is determined that the carrying amount of the assets may not be recoverable. To March 31, 2007 no impairment losses have been recorded.

f) Use of estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions about future events that affect the reported amounts of assets, liabilities, revenues and expenses as at the end of or during the reporting period. Management believes that the estimates used are reasonable and prudent, however, actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the determination of the useful lives of assets for amortization, recognition of deferred revenue, and the amounts recorded as accrued liabilities.

3. FINANCIAL INSTRUMENTS

The College's financial instruments consist of cash, term deposits, accounts payable and commitments. In management's opinion the College is not exposed to significant interest rate risk, currency exchange rate risk or credit risk arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

4. CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>2007 Net Book Value</u>	<u>2006 Net Book Value</u>
Office equipment	\$ 39,071	\$ 22,807	\$ 16,264	\$ 18,074
Computer equipment	31,018	22,634	8,384	10,033
Computer software	3,973	3,904	69	1,255
Leasehold improvements	15,052	5,859	9,193	10,841
Exam portfolio	<u>35,575</u>	<u>17,788</u>	<u>17,787</u>	<u>21,344</u>
	<u>\$ 124,689</u>	<u>\$ 72,992</u>	<u>\$ 51,697</u>	<u>\$ 61,547</u>



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5. DEFERRED REVENUE

Deferred revenue is comprised of the following amounts relating to the subsequent fiscal year:

	2007	2006
License and registration fees	<u>\$ 366,580</u>	<u>\$ 362,371</u>

6. COMMITMENTS

The College rents office space and equipment under agreements expiring May 2008 to March 2012. The minimum contracted commitments, excluding operating costs, during the next five years are as follows:

Year ended March 31:

2008	\$ 40,288
2009	8,687
2010	2,030
2011	2,030
2012	<u>1,522</u>
	<u>\$ 54,557</u>

7. COMPARATIVE FIGURES

The 2006 figures presented for comparative purposes have been reclassified to conform with the financial statement presentation adopted for the current year.

