

**College of Veterinarians of
British Columbia
Combined Financial Statements
For the year ended June 30, 2013**

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British Columbia
Combined Financial Statements
For the year ended June 30, 2013**

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Tel: 604 688 5421
Fax: 604 688 5132
vancouver@bdo.ca
www.bdo.ca

BDO Canada LLP
600 Cathedral Place
925 West Georgia Street
Vancouver BC V6C 3L2 Canada

Independent Auditor's Report

To the Members of the College of Veterinarians of British Columbia

We have audited the accompanying combined financial statements of the College of Veterinarians of British Columbia, which comprise the Combined Statement of Financial Position as at June 30, 2013, June 30, 2012 and July 1, 2011 and the Combined Statements of Operations, Changes in Net Assets and Cash Flows for the years ended June 30, 2013 and June 30, 2012, 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 combined financial statements present fairly, in all material respects, the financial position of the College of Veterinarians of British Columbia as at June 30, 2013, June 30, 2012 and July 1, 2011 and the results of its operations and its cash flows for the years then ended June 30, 2013 and June 30, 2012 in accordance with Canadian accounting standards for not-for-profit organizations.

Chartered Accountants

Vancouver, British Columbia
April 12, 2014

College of Veterinarians of British Columbia
Combined Statement of Financial Position

	General Fund	Captive Insurance Fund	June 30 2013	June 30 2012	July 1 2011
				(Schedule 1)	(Schedule 3)
Assets					
Current					
Cash (Note 4)	\$ 191,624	\$ 1,103,410	\$ 1,295,034	\$ 466,041	\$ 611,361
Short-term investments (Note 4)	995,475	-	995,475	818,990	417,503
Accounts receivable	35,258	-	35,258	43,078	113,368
Prepaid expenses	13,898	-	13,898	34,516	65,942
	<u>1,236,255</u>	<u>1,103,410</u>	<u>2,339,665</u>	<u>1,362,625</u>	<u>1,208,174</u>
Property and equipment (Note 5)	595,282	-	595,282	598,396	649,023
	<u>\$1,831,537</u>	<u>\$1,103,410</u>	<u>\$2,934,947</u>	<u>\$ 1,961,021</u>	<u>\$ 1,857,197</u>
Liabilities and Net Assets					
Liabilities					
Current					
Accounts payable and accrued liabilities	\$ 106,298	\$ 51,529	\$ 157,827	\$ 564,255	\$ 615,453
Taxes payable	-	-	-	2,333	6,695
Reserve for unpaid claims	-	15,000	15,000	15,000	12,250
Deferred membership dues	893,068	-	893,068	905,578	821,568
Current portion of long-term debt (Note 6)	19,445	-	19,445	406,126	427,315
Current portion of obligation under capital lease (Note 7)	11,371	-	11,371	13,543	10,996
	<u>1,030,182</u>	<u>66,529</u>	<u>1,096,711</u>	<u>1,906,835</u>	<u>1,894,277</u>
Due to (from) related party (Note 8)	22,843	(22,843)	-	-	-
Long-term debt (Note 6)	861,582	-	861,582	214,550	224,997
Obligation under capital lease (Note 7)	42,089	-	42,089	11,159	24,702
	<u>1,956,696</u>	<u>43,686</u>	<u>2,000,382</u>	<u>2,132,544</u>	<u>2,143,976</u>
Net assets (Note 8)					
Unrestricted and internally restricted (Note 10)	(125,159)	-	(125,159)	(1,019,357)	(624,086)
Equity in Captive	-	1,059,724	1,059,724	847,834	337,307
	<u>(125,159)</u>	<u>1,059,724</u>	<u>934,565</u>	<u>(171,523)</u>	<u>(286,779)</u>
	<u>\$1,831,537</u>	<u>\$1,103,410</u>	<u>\$2,934,947</u>	<u>\$ 1,961,021</u>	<u>\$ 1,857,197</u>

Approved on behalf of the Council:

_____ President

_____ Secretary/Treasurer

College of Veterinarians of British Columbia
Combined Statement of Operations

For the year ended	Budget	General Fund	Captive Insurance Fund	June 30 2013	June 30 2012
(Schedule 2)					
Revenue					
Member dues	\$ 1,806,757	\$ 1,805,015	\$ -	\$ 1,805,015	\$ 1,727,461
Captive levies	-	4,825	-	4,825	521,770
Premiums	-	-	50,000	50,000	-
Website advertising	-	3,126	-	3,126	2,567
Examinations	35,000	30,300	-	30,300	35,600
Registration	41,000	44,300	-	44,300	52,528
Inspections	88,000	82,450	-	82,450	89,250
Interest	-	14,192	2,867	17,059	12,493
Other	22,800	88,091	-	88,091	36,024
	1,993,557	2,072,299	52,867	2,125,166	2,477,693
Expenses					
Amortization	-	46,002	-	46,002	50,627
Bad debts (recovery)	-	(2,095)	-	(2,095)	8,574
Donations and grants	3,800	4,199	-	4,199	4,540
Insurance	74,000	62,865	-	62,865	50,376
Interest and penalties	-	-	-	-	397
Interest on capital lease	-	3,681	-	3,681	6,692
Interest on long-term debt	62,500	32,911	-	32,911	22,990
Legal	359,500	444,057	-	444,057	790,819
Meetings	277,000	129,475	-	129,475	170,968
Office	166,600	131,680	4,935	136,615	145,306
Premium taxes	-	-	3,072	3,072	2,000
Professional services	395,000	367,635	37,795	405,430	373,420
Property taxes	17,000	16,750	-	16,750	16,769
Public relations	5,000	5,514	-	5,514	27,502
Reserve for future and unpaid claims	-	-	-	-	1,500
Salaries and benefits	600,000	468,669	-	468,669	665,685
Staff development	8,000	2,783	-	2,783	2,757
Telephone and utilities	18,000	16,969	-	16,969	16,278
Human solutions	6,000	5,351	-	5,351	5,237
	1,992,400	1,736,446	45,802	1,782,248	2,362,437
Excess of revenues over expenses from operations for the year	1,157	335,853	7,065	342,918	115,256
Complaints and Discipline levies	-	763,170	-	763,170	-
Excess of revenues over expenses for the year	\$ 1,157	\$ 1,099,023	\$ 7,065	\$ 1,106,088	\$ 115,256

College of Veterinarians of British Columbia
General Fund Statement of Financial Position

	June 30 2013	June 30 2012	July 1 2011
Assets			
Current			
Cash	\$ 191,624	\$ 89,041	\$ 237,821
Short-term investments	995,475	818,990	417,503
Amounts receivable	35,258	43,078	113,368
Prepaid expenses	13,898	34,516	65,942
	<u>1,236,255</u>	<u>985,625</u>	<u>834,634</u>
Property and equipment	595,282	598,396	649,023
Due from related party	-	-	112,109
	<u>\$ 1,831,537</u>	<u>\$ 1,584,021</u>	<u>\$ 1,595,766</u>
Liabilities and Net Assets			
Liabilities			
Current			
Accounts payable and accrued liabilities	\$ 106,298	\$ 507,809	\$ 567,774
Deferred membership dues	893,068	905,578	821,568
Current portion of long-term debt	19,445	406,126	427,315
Current portion of obligation under capital lease	11,371	13,543	10,996
	<u>1,030,182</u>	<u>1,833,056</u>	<u>1,827,653</u>
Due to related party	22,843	544,613	-
Long-term debt	861,582	214,550	224,997
Obligation under capital lease	42,089	11,159	24,702
	<u>1,956,696</u>	<u>2,603,378</u>	<u>2,077,352</u>
Net Assets			
Unrestricted and internally restricted	<u>(125,159)</u>	<u>(1,019,357)</u>	<u>(481,586)</u>
	<u>\$ 1,831,537</u>	<u>\$ 1,584,021</u>	<u>\$ 1,595,766</u>

College of Veterinarians of British Columbia
General Fund Statement of Operations

For the year ended	Budget	June 30 2013	June 30 2012
Revenue			
Member dues	\$ 1,806,757	\$ 1,805,015	\$ 1,727,461
Captive levies	-	1,157	521,770
Website advertising	-	3,126	2,567
Examinations	35,000	30,300	35,600
Registration	41,000	44,300	52,528
Inspections	88,000	82,450	89,250
Interest	-	14,192	10,094
Other	22,800	88,091	36,024
	1,993,557	2,068,631	2,475,294
Expenses			
Amortization	-	46,002	50,627
Bad debts (recovery)	-	(2,095)	8,574
Donations and grants	3,800	4,199	4,540
Insurance	74,000	62,865	50,376
Interest on capital lease	-	3,681	6,692
Interest on long-term debt	62,500	32,911	22,990
Legal	359,500	444,057	790,819
Meetings	277,000	129,475	170,968
Office	166,600	131,680	142,791
Professional services	395,000	367,635	316,190
Property taxes	17,000	16,750	16,769
Public relations	5,000	5,514	27,502
Salaries and benefits	600,000	468,669	665,685
Staff development	8,000	2,783	2,757
Telephone and utilities	18,000	16,969	16,278
Human solutions	6,000	5,351	5,237
	1,992,400	1,736,446	2,298,795
Excess of revenues over expenses from operations for the year	1,157	332,185	176,499
Complaints and Discipline levies	-	763,170	-
Excess of revenues over expenses for the year	\$ 1,157	\$ 1,095,355	\$ 176,499

College of Veterinarians of British Columbia
Combined Statement of Changes in Net Assets

	Unrestricted and Internally restricted	Equity in Captive	Total
Balance, July 1, 2011	\$ (624,086)	\$ 337,307	\$ (286,779)
Excess (deficiency) of revenue over expenses for the year	176,499	(61,243)	115,256
Interfund transfer	(571,770)	571,770	-
Balance, June 30, 2012	(1,019,357)	847,834	(171,523)
Excess of revenue over expenses for the year	1,099,023	7,065	1,106,088
Interfund transfer	(204,825)	204,825	-
Balance, June 30, 2013	\$ (125,159)	\$ 1,059,724	\$ 934,565

The accompanying notes form an integral part of these financial statements.

College of Veterinarians of British Columbia
Combined Statement of Cash Flows

For the year ended June 30 2013 2012

Cash provided by (used in)

Operating activities

Excess of revenues over expenses for the year	\$ 1,106,088	\$ 115,256
Item not involving cash		
Amortization	46,002	50,627

	1,152,090	165,883
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Changes in non-cash working capital balances

Accounts receivable	7,820	70,290
Prepaid expenses	20,618	31,426
Accounts payable and accruals	(406,428)	(51,198)
Taxes payable	(2,333)	(4,362)
Reserve for unpaid claims	-	2,750
Deferred membership dues	(12,510)	84,010

	759,257	298,799
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Investing activities

Purchase of property and equipment	(42,888)	-
Net change in investments	(176,485)	(401,487)

	(219,373)	(401,487)
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Financing activities

Issue of mortgage payable	887,500	-
Repayment of mortgage	(231,450)	(10,025)
Repayment of obligation under capital lease	28,758	(10,996)
Repayment of term loan	(335,699)	(21,611)
Repayment of promissory note	(60,000)	-

	289,109	(42,632)
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Increase (decrease) in cash during the year	828,993	(145,320)
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Cash, beginning of year	466,041	611,361
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Cash, end of year	\$ 1,295,034	\$ 466,041
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College of Veterinarians of British Columbia

Notes to the Financial Statements

June 30, 2013

1. Nature of Operations and Summary of Significant Accounting Policies

Purpose of the College

The College of Veterinarians of British Columbia (the "College") is a statutory self-governing professional regulatory body created and empowered by the Veterinarians Act SBC 2010 c.15 (the "Act") of the Province of British Columbia. Its statutory mandate is to serve the public interest by regulating and upholding the standard of the practice of veterinary medicine in B.C. It does so by setting and enforcing standards of ethical and competent behaviour on the part of its members.

The Act and College By-laws including the Code of Ethics are the means by which the registrants of the College are licensed and regulated. The Act repealed the former Veterinarians Act effective September 15, 2010. Under the Act, the College (formerly the British Columbia Veterinary Medical Association) continues as a corporation under the name College of Veterinarians of British Columbia. The Act clarified the public interest mandate and made significant changes to the registration, complaint and discipline processes.

The College is a tax-exempt body under Section 149(1)(l) of the Income Tax Act.

These financial statements combine the College's General and Captive Insurance Funds (Note 8).

Basis of Accounting

The combined financial statements have been prepared using Canadian accounting standards for not-for-profit organizations ("ASNPO"). These are the College's first financial statements prepared in accordance with ASNPO which have been applied retrospectively. An explanation of how the transition to ASNPO has changed the College's financial position and financial performance as set out in Note 2.

Property and Equipment

Property and equipment are recorded at cost. Amortization is calculated using the following annual rates:

Building	- 5% diminishing balance basis
Furniture and fixtures	- 20% diminishing balance basis
Computer and office equipment	- 20% diminishing balance basis
Equipment under capital lease	- Straight line over lease term

College of Veterinarians of British Columbia
Notes to the Financial Statements

June 30, 2013

1. Nature of Operations and Summary of Significant Accounting Policies (Continued)

Revenue The College follows the deferral method of accounting for membership dues. Membership dues are deferred and recognized over the membership year of January 1 to December 31, which differs from the College's fiscal year of July 1 to June 30.

Special levies and HRT levies are recognized as revenue when approved by Council and collectibility is reasonably assured.

Advertising revenues are recognized upon publication and other revenues are recognized when earned.

Financial Instruments Financial instruments are recorded at fair value when acquired or issued. Term deposits have been designated to be in the fair value category, with gains and losses reported in operations. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items remeasured at fair value at each statement of financial position date and charged to the financial instrument for those measured at amortized cost.

Donated Services The College and its members benefit greatly from donated services in the form of volunteer time for various committees. The value of donated services is not recognized in these financial statements.

Discipline Matters The College records legal fees related to disciplinary actions as they are incurred. Recoveries of fines and costs are recognized as revenue when all matters relating to their realization have been resolved.

Use of Estimates The financial statements of the College have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations. The preparation of financial statements in conformity with these standards requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates. The most significant areas for estimates relate to legal contingencies (Note 11) .

Assets Under Capital Lease Assets under capital lease are recorded at the present value of the minimum lease payments at the inception of the lease. Amortization is provided over the period of the lease.

College of Veterinarians of British Columbia
Notes to the Financial Statements

June 30, 2013

2. First-time Adoption of Canadian Accounting Standards for Not-for-Profit Organizations

Effective July 1, 2012, the College adopted the requirements of the new accounting framework, Canadian Accounting Standards for Not-For-Profit Organizations (ASNPO) found in Part III of the requirements of the Canadian Professional Accountants (CPA) Handbook. These are the College's first financial statements prepared in accordance with this framework. The accounting policies set out in Note 1 - Nature of Operations and Summary of Significant Accounting Policies have been applied in preparing the financial statements for the year June 30, 2013, the comparative information presented in these financial statements for the year ended June 30, 2012 and the preparation of an opening ASNPO statement of financial position at the date of transition of July 1, 2011.

The College issued financial statements for the year ended June 30, 2012 using general accepted accounting principles prescribed by the CICA Handbook - Accounting Part V - Pre-changeover Accounting Standards. The adoption of ASNPO resulted in no adjustments to the previously reported assets, liabilities, net assets, excess of revenue over expenses and cash flows of the College. As such, there are no charges to net assets at the date of transition of July 1, 2011. Excess of revenue over expenses reported in the College's most recently issued financial statements is the same as the excess of revenue over expenses under ASNPO for the same period.

3. Continued Operations

The College has incurred significant deficits in recent years as a result of complaints and disciplinary matters. These amounts were not fully funded resulting in an accumulated deficit in unrestricted funds at June 30, 2012 of \$1,019,357 . During the fiscal year ended June 30, 2013, the College reduced its accumulated deficit in unrestricted funds to \$125,159 by imposing a levy, however, there continue to be unresolved legal contingencies (Note 11).

The continued operations of the organization are dependent upon resolution of the extraordinary legal matters and available funding from membership to cover costs incurred to date.

College of Veterinarians of British Columbia
Notes to the Financial Statements

June 30, 2013

4. Cash and Short-term Investments

The College's bank accounts are held at a credit union and bear interest at market rates.

Short-term investments at at June 30, 2013 consists of credit union term deposits bearing interest at 1.30% to 1.45% (2012 - 1.20% to 1.40%, 2011 - 1.00% to 1.35%) per annum and equity shares in a credit union and a bank.

The College's investment philosophy is to invest conservatively with highly-rated counterparties with the objective of preserving capital while earning a reasonable rate of return.

5. Property and Equipment

			June 30 2013	June 30 2012	June 30 2011
	Cost	Accumulated Amortization	Net Book Value	Net Book Value	Net Book Value
Building	\$ 781,807	\$ 325,414	\$ 456,393	\$ 480,414	\$ 505,699
Furniture and fixtures	25,017	18,282	6,735	8,419	10,523
Computer hardware	101,225	83,325	17,900	22,374	27,968
Computer software	79,602	28,616	50,986	58,528	62,749
Office equipment	36,361	27,956	8,405	10,507	13,133
Equipment under capital lease	61,802	6,939	54,863	18,154	28,951
	\$ 1,085,814	\$ 490,532	\$ 595,282	\$ 598,396	\$ 649,023

Amortization expense of equipment under capital lease in current year is \$6,180 (2012 - \$10,797).

College of Veterinarians of British Columbia
Notes to the Financial Statements

June 30, 2013

6. Long-term Debt

	<u>June 30</u> <u>2013</u>	<u>June 30</u> <u>2012</u>	<u>July 1</u> <u>2011</u>
Mortgages payable, repayable in monthly installments of \$4,957 including interest at 4.59% per annum until December 2017 ¹	\$ 881,027	\$ -	\$ -
Mortgage payable, repayable in monthly installments of \$1,603 including interest at 4% per annum. Repaid in December 2012	-	224,977	235,002
Term loan, due on demand and repayable in blended monthly payments of \$2,950 with an interest rate of 3.99%. Repaid in December 2012	-	335,699	357,310
Promissory note payable to the Canadian Veterinary Medical College, repaid in December 2012	-	60,000	60,000
	<u>881,027</u>	<u>620,676</u>	<u>652,312</u>
Less: current portion	<u>(19,445)</u>	<u>(406,126)</u>	<u>(427,315)</u>
	<u>\$ 861,582</u>	<u>\$ 214,550</u>	<u>\$ 224,997</u>

The College has a business operating line of credit with a limit of \$50,000, due on demand and bearing an interest rate of prime plus 1.50%. As at June 30, 2013 and 2012 and July 1, 2011, the College has not drawn upon these funds.

¹ The mortgage payable is collateralized by a first charge on the building (Note 5) and assignment of insurance and rentals.

Future minimum principal payments required are:

2014	\$	19,445
2015		20,357
2016		21,311
2017		22,310
2018		<u>797,604</u>
	<u>\$</u>	<u>881,027</u>

College of Veterinarians of British Columbia
Notes to the Financial Statements

June 30, 2013

7. Obligation Under Capital Lease

	June 30 2013	June 30 2012	July 1 2011
Obligation under capital lease - due September 2017, repayable in monthly installments of \$1,212 including principal and interest at 7.5%	\$ 52,747	\$ 23,779	\$ 34,623
Obligation under capital lease - due September 2014, repayable in quarterly installments of \$180 including principal and interest at 53%	713	923	1,075
	53,460	24,702	35,698
Less: current portion	(11,371)	(13,543)	(10,996)
	\$ 42,089	\$ 11,159	\$ 24,702

The future minimum lease payments are as follows:

2014	\$ 15,264
2015	14,904
2016	14,544
2017	14,544
2018	3,636
	62,892
Less: imputed interest	(9,432)
	\$ 53,460

8. Net Assets

The College segregates its net assets into various funds.

The Captive Insurance Fund holds the interest in the British Columbia Veterinary Captive Insurance Company Ltd. (the "Captive"). During the fiscal year ended June 30, 2013, the Captive issued 7,265.95 common shares to the College at a price of \$100 per share, resulting in a total of 9,265.95 common shares held by the College as at June 30, 2013 for a total value of \$926,595. The Captive has issued a professional liability and commercial general liability insurance policy covering the College and Captive directors and officers. In the year ended June 30, 2013, the Captive charged the College \$50,000 for liability premiums (June 30, 2012 - \$Nil, July 1, 2011 - \$Nil).

Inter-entity balances are interest free and without terms of repayment. Unrestricted net assets represents the net assets available for general use. Internally restricted net assets represent amounts earmarked for HRT use (Note 10).

College of Veterinarians of British Columbia
Notes to the Financial Statements

June 30, 2013

9. Employee Future Benefits

The College has an RRSP contribution plan. All individuals who have been employed by the College for a term longer than six months are entitled to a contribution by the College to their RRSP in the amount of 4% of their annual earnings. During the year ended June 30, 2013, the College contributed \$13,170 (2012 - \$17,593) to employees' RRSPs.

Depending on their position, an employee is entitled to at least two weeks of annual paid vacation leave and this increases depending on the position, length of employment and management discretion. These paid vacation days are accrued on a calendar year basis and are available for use in the following fiscal year. A maximum of ten unused vacation days are permitted to be carried forward to the next calendar year. As at June 30, 2013, the College has accrued \$15,292 (June 30, 2012 - \$21,415, July 1, 2011 - \$72,772) for unused vacation and these amounts are included in accounts payable and accrued liabilities.

10. Human Rights Tribunal Levies

In 2011, the College collected levy funds internally restricted towards covering legal costs related to the Human Rights Tribunal (HRT) case. At June 30, 2013, the College had used all remaining internally restricted levy funds towards legal costs related to the HRT case.

11. Contingent Liabilities

The College is presently involved with a number of claims. The College denies any wrongdoing and is vigorously defending itself against all matters. The outcome of these cases is indeterminable and no provisions for such claims has been provided in these financial statements. Amounts ultimately payable under these claims, if any, will be recorded in such period where it becomes determinable.

June 30, 2013

12. Financial Instruments Risks

The College through its financial assets and liabilities, is exposed to various risks. The following analysis provides a measurement of those risks as at June 30, 2013, June 30, 2012 and July 1, 2011.

(a) Credit Risk

Credit risk is the risk that the College will incur a loss due to the failure by its debtors to meet their contractual obligations. Financial instruments that potentially subject the College to significant concentrations of credit risk consist primarily of cash, short-term investments and accounts receivable. The College limits its exposure to credit risk by placing its cash and short-term investments with high credit quality financial institutions, in accordance with investment policies adopted by Council.

(b) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The interest rates and terms of cash and short-term investments are as disclosed in Note 4.

(c) Liquidity Risk

Liquidity risk is the risk that the College will not be able to meet its obligations as they fall due. The College maintains adequate levels of working capital to ensure all its obligations can be met when they fall due. See also Note 3.

College of Veterinarians of British Columbia

Schedule 1 - Fund Detail of the Combined Statement of Financial Position as at June 30, 2012

	General Fund	Captive Insurance Fund	Total
Assets			
Current			
Cash	\$ 89,041	\$ 377,000	\$ 466,041
Short-term investments	818,990	-	818,990
Amounts receivable	43,078	-	43,078
Prepaid expenses	34,516	-	34,516
	985,625	377,000	1,362,625
Property and equipment	598,396	-	598,396
	\$ 1,584,021	\$ 377,000	\$ 1,961,021
Liabilities and Net Assets			
Liabilities			
Current			
Accounts payable and accrued liabilities	\$ 507,809	\$ 56,446	\$ 564,255
Taxes payable	-	2,333	2,333
Reserve for unpaid claims	-	15,000	15,000
Deferred membership dues	905,578	-	905,578
Current portion of long-term debt	406,126	-	406,126
Current portion of obligation under capital lease	13,543	-	13,543
	1,833,056	73,779	1,906,835
Due to (from) related party	544,613	(544,613)	-
Long-term debt	214,550	-	214,550
Obligation under capital lease	11,159	-	11,159
	2,603,378	(470,834)	2,132,544
Net Assets			
Unrestricted and internally restricted	(1,019,357)	-	(1,019,357)
Equity in Captive	-	847,834	847,834
	(1,019,357)	847,834	(171,523)
	\$ 1,584,021	\$ 377,000	\$ 1,961,021

College of Veterinarians of British Columbia

Schedule 2 - Fund Detail of the Combined Statement of Operations for the year ended June 30, 2012

	General Fund	Captive Insurance Fund	Total
Revenue			
Member dues	\$ 1,727,461	\$ -	\$ 1,727,461
Captive levies	521,770	-	521,770
Website advertising	2,567	-	2,567
Examinations	35,600	-	35,600
Registration	52,528	-	52,528
Inspections	89,250	-	89,250
Interest	10,094	2,399	12,493
Other	36,024	-	36,024
	2,475,294	2,399	2,477,693
Expenses			
Amortization	50,627	-	50,627
Bad debts	8,574	-	8,574
Donations and grants	4,540	-	4,540
Insurance	50,376	-	50,376
Interest and penalties	-	397	397
Interest on capital lease	6,692	-	6,692
Interest on long-term debt	22,990	-	22,990
Legal	790,819	-	790,819
Meetings	170,968	-	170,968
Office	142,791	2,515	145,306
Premium taxes	-	2,000	2,000
Professional services	316,190	57,230	373,420
Property taxes	16,769	-	16,769
Public relations	27,502	-	27,502
Reserve for future and unpaid claims	-	1,500	1,500
Salaries and benefits	665,685	-	665,685
Staff development	2,757	-	2,757
Telephone and utilities	16,278	-	16,278
Human solutions	5,237	-	5,237
	2,298,795	63,642	2,362,437
Excess (deficiency) of revenues over expenses for the year	\$ 176,499	\$ (61,243)	\$ 115,256

College of Veterinarians of British Columbia
 Schedule 3 - Fund Detail of the Combined Statement of Financial Position as at July 1, 2011

	General Fund	Captive Insurance Fund	Total
Assets			
Current			
Cash	\$ 237,821	\$ 373,540	\$ 611,361
Short-term investments	417,503	-	417,503
Amounts receivable	113,368	-	113,368
Prepaid expenses	65,942	-	65,942
	834,634	373,540	1,208,174
Property and equipment	649,023	-	649,023
	\$ 1,483,657	\$ 373,540	\$ 1,857,197
Liabilities and Net Assets			
Liabilities			
Current			
Accounts payable and accrued liabilities	\$ 567,774	\$ 47,679	\$ 615,453
Taxes payable	-	6,695	6,695
Reserve for unpaid claims	-	12,250	12,250
Deferred membership dues	821,568	-	821,568
Current portion of long-term debt	427,315	-	427,315
Current portion of obligation under capital lease	10,996	-	10,996
	1,827,653	66,624	1,894,277
Due to (from) related party	(112,109)	112,109	-
Long-term debt	224,997	-	224,997
Obligation under capital lease	24,702	-	24,702
	1,965,243	178,733	2,143,976
Net Assets			
Unrestricted and internally restricted	(481,586)	-	(481,586)
Equity in Captive	-	194,807	194,807
	(481,586)	194,807	(286,779)
	\$ 1,483,657	\$ 373,540	\$ 1,857,197