

COLLEGE OF OPTOMETRISTS OF ONTARIO

**FINANCIAL STATEMENTS
WITH AUDITORS' REPORT**

DECEMBER 31, 2009

AND

DECEMBER 31, 2008

COLLEGE OF OPTOMETRISTS OF ONTARIO

DECEMBER 31, 2009

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DAVID F. QUICK B.Sc., C.A.
CLARA M. RADVANY C.M.A., C.A.
R. CHARLES FURNIVALL C.A.

5160 YONGE STREET, SUITE 515
TORONTO, ONTARIO M2N 6L9
TELEPHONE: 416-487-2000
FACSIMILE: 416-487-5225
TOLL FREE: 1-800-387-9282
www.quick-radvany.ca

AUDITORS' REPORT

To the Members of
College of Optometrists of Ontario

We have audited the balance sheets of the College of Optometrists of Ontario as at December 31, 2009 and 2008 and the statements of net assets, revenue and expenditure and cash flows for the years 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 positions of the College as at December 31, 2009 and 2008 and the results of its operations and its cash flows for the years then ended in accordance with Canadian generally accepted accounting principles.

TORONTO, Ontario
March 24, 2010


CHARTERED ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS

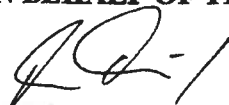

COLLEGE OF OPTOMETRISTS OF ONTARIO

BALANCE SHEETS

AS AT DECEMBER 31, 2009 AND 2008

	ASSETS	
	2009	2008
	\$	\$
Current Assets:		
Cash	128,641	888,068
Short-term investments (Note 2)	1,482,274	500,000
Amounts held by broker	4,196	3,015
Accounts receivable	2,160	2,807
Prepaid expenses	<u>12,860</u>	<u>9,295</u>
	<u>1,630,131</u>	<u>1,403,185</u>
Long-Term Investments: (Note 2)	<u>2,069,743</u>	<u>2,205,800</u>
Capital Assets: (Note 3)	<u>511,960</u>	<u>514,750</u>
	<u>4,211,834</u>	<u>4,123,735</u>
	LIABILITIES	
Current Liabilities:		
Accounts payable and accrued liabilities	123,103	157,575
Fees received in advance	<u>1,482,646</u>	<u>1,414,525</u>
	<u>1,605,749</u>	<u>1,572,100</u>
	NET ASSETS	
Invested in capital assets	512,014	514,750
Appropriated special policy funds	500,000	500,000
Unappropriated surplus	<u>1,594,071</u>	<u>1,536,885</u>
	<u>2,606,085</u>	<u>2,551,635</u>
	<u>4,211,834</u>	<u>4,123,735</u>

APPROVED ON BEHALF OF THE COUNCIL


 _____ **DIRECTOR**

 _____ **DIRECTOR**

COLLEGE OF OPTOMETRISTS OF ONTARIO

**FOR THE YEARS ENDED
 DECEMBER 31, 2009 AND 2008**

STATEMENTS OF NET ASSETS

	2009 \$	2008 \$
<u>Unappropriated</u>		
Balance, beginning of year	1,536,885	1,501,913
Excess of revenue over expenditure	<u>54,450</u>	<u>17,846</u>
	1,591,335	1,519,759
Segregated for capital assets	<u>2,736</u>	<u>17,126</u>
Balance, end of year	<u>1,594,071</u>	<u>1,536,885</u>

Appropriated

	New Government Initiatives	Patient Relations Fund	Office Acquisition	Special Contingencies	2009 Total	2008 Total
	\$	\$	\$	\$	\$	\$
Balance, end of year	<u>50,000</u>	<u>30,000</u>	<u>400,000</u>	<u>20,000</u>	<u>500,000</u>	<u>500,000</u>

COLLEGE OF OPTOMETRISTS OF ONTARIO

**STATEMENTS OF REVENUE
AND EXPENDITURE**

**FOR THE YEARS ENDED
DECEMBER 31, 2009 AND 2008**

	2009	2008
	\$	\$
Revenue:		
Annual registration fees	1,558,724	1,252,572
Professional corporations	130,810	78,685
Ontario Ministry of Health (Optometry Review Committee)	9,940	9,940
Other income	14,697	15,129
Quality assurance	3,300	6,000
Road show	360	6,064
Investment income (loss)	<u>(128,230)</u>	<u>80,260</u>
	<u>1,589,601</u>	<u>1,448,650</u>
Expenditure:		
College Professional Activities:		
Council meeting and general expense	81,955	81,195
Government Relations	74,345	39,153
Strategic Planning	64,347	-
Quality Assurance Committee	59,696	56,001
Clinical Practice Committee	35,713	33,315
College representation	35,042	37,737
Complaints Committee	32,686	28,233
Executive Committee	31,928	66,761
Discipline Committee	28,507	96,998
Registration Committee	16,730	27,592
CEO contribution	16,000	14,800
Patient Relations Committee	12,705	14,965
Optometry Review Committee	9,940	9,940
Council examination expense	9,080	14,197
Ethics Committee	2,419	9,088
Search Committee	-	<u>12,215</u>
	<u>511,093</u>	<u>542,190</u>
College Administration Activities:		
Salaries and benefits	578,276	503,413
Office operation	223,922	161,095
Occupancy costs (Note 4)	59,831	60,030
General legal and accounting services	42,610	45,053
Amortization	22,746	21,389
Consulting	8,980	60,502
Staff development	<u>1,704</u>	<u>2,501</u>
	<u>938,069</u>	<u>853,983</u>
	<u>1,449,162</u>	<u>1,396,173</u>
Excess of Revenue Over Expenditure before Unauthorized Practice	140,439	52,477
 Unauthorized Practice	 <u>85,989</u>	 <u>34,631</u>
Excess of Revenue Over Expenditure for the year	<u><u>54,450</u></u>	<u><u>17,846</u></u>

COLLEGE OF OPTOMETRISTS OF ONTARIO

STATEMENTS OF CASH FLOWS	FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008	
	2009	2008
	\$	\$
Excess of Revenue Over Expenditure:	54,450	17,846
Items not affecting cash:		
Amortization	<u>22,746</u>	<u>21,389</u>
	77,196	39,235
Cash increase (decrease) from current operating activities:		
(Increase) decrease in current assets:		
Accounts receivable	647	1,885
Prepaid expenses	(3,565)	(9,295)
Increase (decrease) in current liabilities:		
Accounts payable and accrued liabilities	(34,472)	64,157
Fees received in advance	<u>68,121</u>	<u>306,025</u>
	<u>107,927</u>	<u>402,007</u>
Cash Used In Investing Activities:		
(Increase) in short and long-term investments (net)	(846,217)	(114,972)
(Increase) in amounts held by broker	(1,181)	(2,656)
Purchase of capital assets	<u>(19,956)</u>	<u>(4,263)</u>
	<u>(867,354)</u>	<u>(121,891)</u>
Net increase (decrease) in cash during year	(759,427)	280,116
Cash, beginning of year	<u>888,068</u>	<u>607,952</u>
Cash, end of year	<u><u>128,641</u></u>	<u><u>888,068</u></u>

COLLEGE OF OPTOMETRISTS OF ONTARIO

NOTES TO THE FINANCIAL STATEMENTS

AS AT DECEMBER 31, 2009

1. SIGNIFICANT ACCOUNTING POLICIES:

The accounting policies of the College of Optometrists of Ontario are in accordance with generally accepted accounting principles for non-profit organizations. Outlined below are those policies considered particularly significant.

Short and Long-Term Investments:

Short and long-term investments of guaranteed investment certificates, bonds, income trusts and mutual funds are recorded at acquisition cost. Long-term investments are those investments maturing after the end of next fiscal year end. An adjustment to market value is recorded where there has been a permanent decline in value. The investment income is recognized as revenue in the year in which it is earned. Gains and losses on sales of investment are recorded as investment income as such sales are realized.

Capital Assets and Amortization:

Capital assets are stated at acquisition cost. Amortization is provided for on a diminishing balance basis using the following rates:-

Building	-	4% per annum
Fence	-	10% per annum
Computer hardware	-	30%-100% per annum
Computer software	-	100% per annum
Furniture and equipment	-	20% per annum

Amortization is calculated at one -half of the basic rate in the year the asset is acquired, except for current year's computer hardware.

Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires the College's management to make estimates and assumptions that affect the amounts reported in the financial statements. Actual results may differ from these estimates.

Fund Accounting

In order to ensure observance of limitations and restrictions placed on the use of resources available to the College, the accounts are also maintained on a Fund accounting basis.

Invested in capital assets fund is used to account for the capital assets of the College and to present the flow of funds related to their acquisition and disposal.

Appropriated funds are used to account for money set aside by Council for specific purposes.

Unappropriated surplus is used to account for revenue and expenditure of the general operation of the College.

COLLEGE OF OPTOMETRISTS OF ONTARIO

NOTES TO THE FINANCIAL STATEMENTS

AS AT DECEMBER 31, 2009

2. SHORT AND LONG-TERM INVESTMENTS:

	Cost	Market Value
Short-term investments	\$	\$
2009	1,482,274	1,482,278
2008	500,000	500,647
Long-term investments		
2009	2,069,743	2,130,338
2008	2,205,800	1,901,292

3. CAPITAL ASSETS:

The details of capital assets are as follows:

	DECEMBER 31, 2009			2008
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
	\$	\$	\$	\$
Land	129,153	-	129,153	129,153
Building	564,322	197,702	366,620	367,019
Fence	700	308	392	436
Computer hardware	84,059	79,182	4,877	7,475
Computer software	3,393	1,697	1,696	-
Furniture and equipment	31,898	22,676	9,222	10,667
	813,525	301,565	511,960	514,750

4. OCCUPANCY COSTS:

The College is obligated to pay 12.32% of the operating expenses and capital improvements in respect of the 10% equity interest in the property at 6 Crescent Road, Toronto, Ontario.

5. COMMITMENT:

The College leases office equipment under long-term leases which require the following payments over the next five years:

	\$
2010	11,219
2011	11,219
2012	11,219
2013	11,219
2014	9,817

6. ANNUAL REGISTRATION FEE:

To maintain the operation of the College, Council has approved the increase in the annual registration fee for 2009 from \$750 to \$900.

