



CDSBC

College of Dental Surgeons
of British Columbia

College of Dental Surgeons of BC Annual Report

March 1, 2022 – August 31, 2022

Amalgamation of Oral Health Colleges in BC

On September 1, 2022, four oral health colleges, including the College of Dental Surgeons of BC (CDSBC), were amalgamated to establish the BC College of Oral Health Professionals (BCCOHP).

This amalgamation was informed by recommendations outlined in the 2020 report, *Recommendations to modernize the provincial health profession regulatory framework*, specifically to reduce the number of health profession regulatory colleges in BC from 20 to six. This included a recommendation to create a single oral health regulatory college through the amalgamation of the College of Dental Surgeons of BC, College of Denturists of BC, College of Dental Hygienists of BC, and College of Dental Technicians of BC.

Following amalgamation, the BCCOHP Board and Financial, Audit and Risk Committee conducted due diligence to vet and approve the audited financial statements for CDSBC's final fiscal year (March 1 to August 31, 2022) and determined they are financially sound.

As CDSBC ceased to exist after August 31, 2022, BCCOHP is publishing CDSBC's annual report for the March 1, 2022 to August 31, 2022 fiscal year, on its behalf.

The Board

The creation of BCCOHP was only possible because the boards of CDSBC and the other three oral health colleges had the courage and conviction that amalgamating the colleges could build a stronger, more resilient, and more modern oral health regulator.

The following individuals comprised the final CDSBC Board:

Carl Roy Board Chair, Public Member

Dr. Heather Davidson PhD, Public Member

Dianne Doyle Public Member

Barb Hambly Public Member

Dr. Alexander N. Hird Dentist

Cathy Larson Certified Dental Assistant

Dr. Adam Lyle Dentist

Sabina Reitzik Certified Dental Assistant

Shirley Ross Public Member

Dr. Lynn Stevenson PhD, Public Member

Kim Trottier Dental Therapist

Dr. Richard Wilczek Dentist



College of Dental Surgeons of British Columbia

CONSOLIDATED FINANCIAL STATEMENTS

Six Month Period Ended August 31, 2022



TO THE BOARD OF COLLEGE OF DENTAL SURGEONS OF BRITISH COLUMBIA

Opinion

We have audited the consolidated financial statements of College of Dental Surgeons of British Columbia (the "College"), which comprise:

- ♦ the consolidated statement of financial position as at August 31, 2022;
- ♦ the consolidated statement of operations for the six-month period then ended;
- ♦ the consolidated statement of changes in net assets for the six-month period then ended;
- ♦ the consolidated statement of cash flows for the six-month period then ended; and
- ♦ the notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the College as at August 31, 2022, and its results of operations and its cash flows for the six-month period then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the College in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the College's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the College or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the College's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- ♦ Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ♦ Obtain an understanding of internal control relevant to the audit 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 College's internal control.
- ♦ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ♦ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the College's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the College to cease to continue as a going concern.
- ♦ Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ♦ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the College to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Smythe LLP

Chartered Professional Accountants

Vancouver, British Columbia
December 8, 2022

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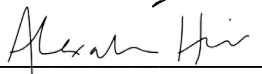
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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	August 31, 2022	February 28, 2022
Assets		
Current		
Cash and cash equivalents	\$ 2,509,602	\$ 8,066,381
Temporary investments (note 4)	10,195,088	8,771,500
Accounts receivable	244,489	191,770
Prepaid expenses	473,532	182,938
	13,422,711	17,212,589
Capital assets (note 5)	3,848,249	3,565,636
Deferred charges	13,401	15,036
	\$ 17,284,361	\$ 20,793,261
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 581,266	\$ 983,012
Deferred revenue	3,837,768	6,982,168
Due to other professional bodies (note 6)	-	131,985
	\$ 4,419,034	\$ 8,097,165
Net Assets		
Unrestricted		
Operating	5,753,053	5,801,161
College Place Joint Venture	48,904	17,897
Invested in Capital Assets	3,848,249	3,565,636
Internally Restricted		
Joint Venture Preservation	372,469	362,854
Contingency Reserve	2,050,242	2,042,873
Amalgamation	16,057	2,232
HPA Enforcement - Legal	725,511	828,395
Health and Monitoring Fund	50,842	75,048
	12,865,327	12,696,096
	\$ 17,284,361	\$ 20,793,261

Approved on behalf of the Board:

 * Board Chair

 * Board Member

*These financial statements were approved by members of the Board of the BC College of Oral Health Professionals on behalf of the legacy College of Dental Surgeons of BC.

See notes to consolidated financial statements.

CONSOLIDATED STATEMENT OF OPERATIONS

	Unrestricted Funds			Internally Restricted Funds					Six-Month Period Ended August 31, 2022	Year Ended February 28, 2022
	Operating	College Place Joint Venture	Invested in Capital Assets	Joint Venture Preservation	Contingency Reserve	Amalgamation	HPA Enforcement - Legal	Health and Monitoring Fund		
Revenues										
Certification and registration fees	\$ 3,667,933	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,667,933	\$ 7,256,417
Application fees	569,260	-	-	-	-	-	-	-	569,260	817,542
Incorporation, facility assessment and other	343,696	-	-	-	-	-	-	-	343,696	839,710
Interest and miscellaneous	117,873	-	-	-	7,369	-	-	-	125,242	112,327
Rental	-	276,160	-	-	-	-	-	-	276,160	618,874
	4,698,762	276,160	-	-	7,369	-	-	-	4,982,291	9,644,870
Expenses										
Salaries and benefits	3,298,857	-	-	-	-	-	-	-	3,298,857	6,415,971
General and administrative (note 7)	359,086	-	-	-	-	-	-	-	359,086	833,299
Consulting fees	125,362	-	-	-	-	-	-	-	125,362	261,715
Meetings and travel	18,972	-	-	-	-	-	-	-	18,972	19,793
Committees	109,778	-	-	-	-	-	-	-	109,778	250,282
Honorariums	104,550	-	-	-	-	-	-	-	104,550	312,057
Professional fees	100,916	-	-	-	-	-	-	-	100,916	119,043
Building occupancy (note 8)	-	232,573	-	-	-	-	-	-	232,573	512,395
Loss on disposal of capital asset	-	-	-	-	-	-	-	-	-	-
Amortization of deferred charges	-	5,619	-	-	-	-	-	-	5,619	15,179
Amortization of capital assets	-	-	155,386	-	-	-	-	-	155,386	324,564
	4,117,521	238,192	155,386	-	-	-	-	-	4,511,099	9,064,298
Restricted fund expenses										
Amalgamation	-	-	-	-	-	236,175	-	-	236,175	725,374
Information technology	-	-	-	-	-	-	-	-	-	-
HPA Enforcement - Legal	-	-	-	-	-	-	102,884	-	102,884	170,023
Health and Monitoring Fund	-	-	-	-	-	-	-	24,206	24,206	24,952
	-	-	-	-	-	236,175	102,884	24,206	363,265	920,349
Excess (deficiency) of revenues over expenses for Year	\$ 581,241	\$ 37,968	\$ (155,386)	\$ -	\$ 7,369	\$ (236,175)	\$ (102,884)	\$ (24,206)	\$ 107,927	\$ (339,777)

See notes to consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS

	Unrestricted Funds			Internally Restricted Funds					Six-Month Period Ended August 31, 2022	Year Ended February 28, 2022
	Operating	College Place Joint Venture	Invested in Capital Assets	Joint Venture Preservation	Contingency Reserve	Amalgamation	HPA Enforcement - Legal	Health and Monitoring Fund		
Balance, Beginning of Period	\$ 5,801,161	\$ 17,897	\$ 3,565,636	\$ 362,854	\$ 2,042,873	\$ 2,232	\$ 828,395	\$ 75,048	\$ 12,696,096	\$ 12,914,779
Excess (deficiency) of revenues over expenses for period	581,241	37,968	(155,386)	-	7,369	(236,175)	(102,884)	(24,206)	107,927	(339,777)
For capital asset purchases	(3,797)	(434,202)	437,999	-	-	-	-	-	-	-
Other capital adjustments (note 8)	(61,304)	-	-	-	-	-	-	-	61,304	121,094
Contributions to Joint Venture Preservation	-	(9,615)	-	9,615	-	-	-	-	-	-
Interfund transfers	(686,856)	436,856	-	-	-	250,000	-	-	-	-
	(48,108)	31,007	282,613	9,615	7,369	13,825	(102,884)	(24,206)	169,231	(218,683)
Balance, End of Period	\$ 5,753,053	\$ 48,904	\$ 3,848,249	\$ 372,469	\$ 2,050,242	\$ 16,057	\$ 725,511	\$ 50,842	\$ 12,865,327	\$ 12,696,096

See notes to consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

	Six-Month Period Ended August 31, 2022	Year Ended February 28, 2022
Operating Activities		
Excess (deficiency) of revenues over expenses	\$ 107,927	\$ (339,777)
Items not involving cash		
Amortization of capital assets	155,386	324,564
Amortization of deferred charges	5,619	15,179
	268,932	(34)
Changes in non-cash working capital		
Accounts receivable	(52,719)	(35,847)
Prepaid expenses	(290,594)	(58,818)
Accounts payable and accrued liabilities	(401,746)	404
Due to other professional bodies	(131,985)	(6,383,075)
Deferred charges	(3,984)	(4,488)
Deferred revenue	(3,144,400)	77,389
Capital adjustment (note 8)	61,304	121,094
	(3,695,192)	(6,283,341)
Cash Used in Operating Activities	(3,695,192)	(6,283,375)
Investing Activities		
Purchase of investments, net	(1,423,588)	(206,577)
Purchase of capital assets	(437,999)	(329,278)
Cash Used in Investing Activities	(1,861,587)	(535,855)
Outflow of Cash	(5,556,779)	(6,819,230)
Cash and Cash Equivalents, Beginning of Period	8,066,381	14,885,611
Cash and Cash Equivalents, End of Period	\$ 2,509,602	\$ 8,066,381
Represented by:		
Cash	\$ 1,273,025	\$ 6,835,214
Investment savings accounts	1,236,577	1,231,167
	\$ 2,509,602	\$ 8,066,381

See notes to consolidated financial statements.

Six Month Period Ended August 31, 2022

1. NATURE OF OPERATIONS

College of Dental Surgeons of British Columbia (the "College") was formed to protect the public interest in matters relating to dentistry. The College is governed by the *Health Professions Act* as of April 3, 2009, and, prior to April 3, 2009, the College administered the *Dentists Act*.

The College is a not-for-profit organization established under the *Dentists Act* (1908) and is exempt from income tax under section 149(1)(c) of the *Income Tax Act* (Canada).

Effective September 1, 2022, the College amalgamated with three other oral health regulators to form a single regulator for oral health professionals in alignment with the Government of BC's recommendations for modernizing the health profession regulatory system. The new college was named British Columbia College of Oral Health Professionals. As such, the current figures in the statements of operations, changes in net assets and cash flows are for the six month period ended August 31, 2022 representing the last six months of operations of the College prior to the amalgamation.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the College were prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO") and include the following significant accounting policies:

(a) College Place Joint Venture (the "Joint Venture")

The College accounts for its 70% interest in the Joint Venture by proportionately consolidating the Joint Venture in these financial statements. All transactions between the College and the Joint Venture are eliminated on consolidation.

(b) Net assets

(i) Unrestricted

Unrestricted net assets represent cumulative excess of revenues over expenses since inception, net of amounts recorded in the below categories, and are segregated between the operations of the College and the Joint Venture.

Operating

Revenue and expenses for operations and administration are reported in the operating fund.

College Place Joint Venture

Revenue and expenses from operations of the property situated at 1765 West 8 Avenue, Vancouver, BC, are reported in the College Place Joint Venture fund.

(ii) Invested in capital assets

Invested in capital assets represents cumulative amounts spent on capital assets, net of amounts amortized, less any outstanding debt used to finance capital asset additions. The balance in this account is not available for spending unless the College was to dispose of its capital assets.

Six Month Period Ended August 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(b) Net assets (Continued)

(iii) Internally restricted

The Joint Venture Preservation Fund represents amounts set aside for future projects related to the building. This fund is comprised of the Joint Venture's Repairs and Maintenance Reserve Fund and the College's College Place Preservation Fund.

The Contingency Reserve Fund represents amounts set aside for unanticipated or unbudgeted expenses which are consistent with the objectives of the College. Any disbursements from the Contingency Reserve Fund require a special resolution of the Board.

The HPA Enforcement - Legal Fund represents amounts set aside to fund legal and related costs for discipline hearings, judicial reviews of complaints and discipline processes, investigation and prosecution of illegal/unauthorized practice matters, and challenges to registration decisions.

The Health and Monitoring Fund represents amounts set aside to cover a number of possible contingencies, including Independent Medical Evaluation ("IME") and assessment expenses, support of registrants suffering from health conditions, and legal expenses for health and monitoring related human rights claims.

The Amalgamation Fund represents amounts set aside for costs related to the amalgamation with three other oral health profession regulators.

(c) Cash and cash equivalents

Cash and cash equivalents include investment savings accounts and term deposits with a maturity period of three months or less from the date of acquisition or those that are cashable at any time.

(d) Temporary investments

Temporary investments consisting of guaranteed investment certificates and money market mutual funds are carried at fair market value.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Six Month Period Ended August 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(e) Amortization

Capital assets are recorded at historical cost less accumulated amortization. Amortization is provided on the basis of estimated useful lives at the following annual rates:

College of Dental Surgeons of British Columbia

Building	- 25 years straight-line
Office renovations	- 10 years straight-line
Office furniture and equipment	- 10 years straight-line
Computer equipment	- 3 years straight-line

College Place Joint Venture

Building	- 25 years straight-line
Building improvements	- 4-8% declining balance
Office furniture and equipment	- 10-20% declining value

(f) Impairment of property and equipment

Capital assets are tested for impairment whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognized when the carrying amounts of these assets exceed their estimated fair value.

(g) Revenue recognition

- (i) Certification and registration fees are recognized as revenue in the fiscal period to which they relate. Deferred revenue represents such amounts received in advance of the period to which they relate.
- (ii) Application fees are recognized as revenue when payment is received.
- (iii) Incorporation, facility assessment and other revenues include incorporation fees, facility assessment fees, administration and reinstatement fees. Incorporation, facility assessment and other revenues are recognized as revenue when services have been rendered and billed.
- (iv) Rents earned through the College's 70% interest in the Joint Venture on a month-to-month basis are recognized as they become due. Rents from leases with rent steps are accounted for on a straight-line basis over the term of the lease. The difference between the contractual amounts due and the straight-line rental revenue recognized is recorded as accounts receivable or deferred revenue.
- (v) Interest revenue is recognized based on the passage of time according to the terms of the instrument giving rise to the revenue.

Six Month Period Ended August 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Use of estimates

The preparation of these consolidated financial statements in conformity with ASNPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Estimates include the useful lives and impairment of capital assets, accrual of liabilities, and recoverability of accounts receivable. While management believes these estimates are reasonable, actual results could differ from those estimates and could impact future results of operations and cash flows.

(i) Deferred charges

Commission costs relating to the leasing of rental units and tenant inducements are amortized over the terms of the leases to which they relate.

(j) Financial instruments

The College initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions. The College subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of any write-down would be recognized in the statement of operations. In the event a previously recognized impairment loss should be reversed, the amount of the reversal is recognized in the statement of operations provided it is not greater than the original amount prior to write-down.

For any financial instrument that is measured at amortized cost, the instrument's cost is adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption. These transaction costs are amortized into operations on a straight-line basis over the term of the instrument. All other transaction costs are recognized in operations in the period incurred.

Financial assets measured at amortized cost include cash and cash equivalents and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Financial assets measured at fair value include temporary investments.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Six Month Period Ended August 31, 2022

3. FINANCIAL INSTRUMENTS

(a) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The College's financial assets that are exposed to credit risk consist of cash and cash equivalents, accounts receivable, and temporary investments. The risk associated with cash and investments is minimized as cash and investments are placed with major financial institutions and an insured credit union. The risk associated with accounts receivable is minimal given the College's history of collecting substantially all of its outstanding accounts receivable within 30 days.

(b) Interest rate risk

Interest rate risk consists of two components:

- (i) To the extent that payments made or received on the College's monetary assets and liabilities are affected by changes in prevailing market interest rates, the College is exposed to interest rate cash flow risk.
- (ii) To the extent that market rates differ from the interest rates on the College's monetary assets and liabilities, the College is exposed to interest rate price risk. The College is exposed to interest rate price risk on its cash equivalents and investments to the extent the market interest rate differs from the interest rate of the investments.

The College is not exposed to significant interest rate risk due to the short-term nature of its financial assets.

(c) Liquidity risk

Liquidity risk is the risk that the College will encounter difficulty in meeting obligations associated with financial liabilities.

The College is exposed to this risk mainly in respect of its accounts payable and accrued liabilities. Cash flow from operations provides a substantial portion of the College's cash requirements. Additional cash requirements are provided by the College's reserves.

4. TEMPORARY INVESTMENTS

The investments consist of guaranteed investment certificates and money market mutual funds held at a chartered bank and an insured credit union. The fixed income investments earn interest at a range of 0.50% to 4.08% (February 28, 2022 - 0.25% to 1.18%) per annum and mature between November 17, 2022 to August 4, 2023.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Six Month Period Ended August 31, 2022

5. CAPITAL ASSETS

	Cost	Accumulated Amortization	August 31, 2022	February 28, 2022
Land	\$ 1,223,550	\$ -	\$ 1,223,550	\$ 1,223,550
Building	4,985,540	3,458,017	1,527,523	1,769,039
Office renovations	1,892,417	1,680,056	212,361	255,369
Office furniture and equipment	1,832,943	960,621	872,322	299,765
Computer equipment	950,726	938,233	12,493	17,913
	\$ 10,885,176	\$ 7,036,927	\$ 3,48,249	\$ 3,565,636

The College has determined there are no indications of impairment.

6. DUE TO OTHER PROFESSIONAL BODIES

The amounts due to other professional bodies represent grants payable to the Canadian Dental Regulatory Authorities Federation and the Commission on Dental Accreditation of Canada in furtherance of national initiatives in support of the College's regulatory mandate. These amounts are unsecured, non-interest-bearing and remitted to these professional bodies once per year. The Board at its meeting on November 20, 2020 decided that the College will cease collecting fees on behalf of the British Columbia Dental Association ("BCDA") for the fiscal year 2023 and onwards; therefore, no dues are payable to BCDA this period.

7. GENERAL AND ADMINISTRATIVE EXPENSES

	August 31, 2022	February 28, 2022
Office	\$ 226,800	\$ 408,492
Electronic transaction costs	27,371	202,610
Miscellaneous	28,117	109,078
Printing and publications	56,474	62,887
Staff Development	11,290	32,409
Equipment repairs and maintenance	9,034	17,823
	\$ 359,086	\$ 833,299

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Six Month Period Ended August 31, 2022

8. COLLEGE PLACE JOINT VENTURE

The College Place Joint Venture was formed to own and operate the property situated at 1765 West 8 Avenue. The title to this property is held in trust by 1765 West 8 Avenue Holdings Ltd. The Joint Venture provides premises for the College and the 30% investor, the College of Pharmacists of British Columbia ("CPBC"). The Joint Venture also rents space in the building to third parties.

The following summarizes the financial position and results of the Joint Venture:

	August 31, 2022		February 28, 2022	
	Entire Amount	College's 70%	Entire Amount	College's 70%
Capital assets	\$ 4,987,826	\$ 3,491,478	\$ 4,481,054	\$ 3,136,738
Other assets	529,309	370,516	429,654	300,758
Liabilities	(141,639)	(99,147)	(100,014)	(70,010)
Net Assets	\$ 5,375,496	\$ 3,762,847	\$ 4,810,694	\$ 3,367,486
Revenues from third parties	\$ 591,999	\$ 414,399	\$ 1,104,119	\$ 772,883
Amortization	(113,501)	(79,451)	(256,297)	(179,409)
Other expenses	(340,292)	(238,204)	(731,994)	(512,396)
	\$ 138,206	\$ 96,744	\$ 115,828	\$ 81,078
Cash flows resulting from				
Operations	\$ 421,317	\$ 294,922	\$ 225,069	\$ 157,548
Investing	(625,980)	(438,186)	(463,809)	(324,666)
Financing	426,596	298,617	(40,434)	(28,304)
	\$ 221,933	\$ 155,353	\$ (279,174)	\$ (195,422)

The cash requirements of the Joint Venture are met through cash calls as required from the College and CPBC. Excess cash is distributed to the College and CPBC as cash flow permits.

Because each investor's proportionate share of space occupied in the building is not consistent with their proportionate interest in the Joint Venture, the difference between the College's share of occupied space and interest in the Joint Venture of \$61,304 (February 28, 2022 - \$121,094) is accounted for as a capital adjustment to the Operating Fund in the consolidated statement of changes in net assets.

Six Month Period Ended August 31, 2022

9. IMPACT OF COVID-19

The outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has resulted in economic effects on global markets due to the ongoing disruption in supply chains, and measures being introduced at various level of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and social distancing). The duration and impact of the COVID-19 outbreak is unknown at this time.

The College has adapted its operations to mitigate the financial impact of COVID-19; however, the impact of the pandemic on future operations cannot be reliably estimated at this time.

10. CONTINGENCY

A notice of Civil claim against the College was filed in February 2022. The claim seeks a determination regarding whether the plaintiff has a beneficial interest in the property located at 1765 West 8 Avenue. At the current stage, the likelihood of any loss is not determinable.