

Treasurers Report 2010 Financial Statements

Independent Auditors Report

This is the first report under the new Canadian Auditing Standards which are based upon International Accounting Standards. It comes with a new auditor's report which clearly identifies management's role in the preparation of financial statements and maintaining an effective internal control environment.

The report states that the financial statements present fairly the Society's financial position.

The audit communications also provides assurance over the integrity of our management, the adequacy of internal controls, suitability of accounting policies and absence of any unusual transactions.

This provides some assurance to me in my role of treasurer and to you as members of the Society.

Statement of Financial Position

- Reports on the assets and liabilities of the Society
- Cash and short term certificates remain over \$1 million
- Investments are in guaranteed investment certificates which are short term in nature and do not expose the Society to interest rate risks
- Prepaid conference expenses are costs incurred for 2011 conference. Will be expensed in 2011 so that they are matched against 2011 conference revenues.
- Sales taxes recoverable higher due to harmonization of GST and PST in Ontario.
- Deferred contributions consist of revenues designated for a specific program when program spending has not occurred. Amount is lower as expenses incurred for the programs increased so that deferral no longer required.

Statement of Operations and Changes in Net Assets

- Incurred a deficit of \$22,050 which was less than the budgeted deficit of \$131,000.
- Annual revenues of \$1.259 million decreased by \$86,000. Revenue declined for Pain Awareness campaign and annual conference. This was offset by increase in MD briefcase revenues.
- Annual conference generated a profit of \$157k which exceeded the budget of \$127k
- MD briefcase revenues more than doubled which allows us to finance educational programs
- Sponsorship funding of \$191,787 increased from last year &73,387. Funding of CPC \$100,000

Statement of Cash Flows

- Cash decreased by \$486,632 during the year due to increase in short term investments of \$201,353 and changes in working capital elements