

## REPORT OF THE INDEPENDENT AUDITOR ON THE 2016 SUMMARY FINANCIAL STATEMENTS

To the Members of  
**Canadian Society for Medical Laboratory Science**

The accompanying summary financial statements, which comprise the summary balance sheet as at **December 31, 2016**, the summary statement of operations and summary cash flow statement for the year ended, are derived from the audited financial statements of Canadian Society for Medical Laboratory Science for the year ended **December 31, 2016**. We expressed an unmodified audit opinion on those financial statements in our report dated March 27, 2017.

The summary financial statements do not contain all the disclosures required by Canadian accounting standards for not-for-profit organizations. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the Canadian Society for Medical Laboratory Science.

### ***Management's Responsibility for the Summarized Financial Statements***

Management is responsible for the preparation of a summary of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, *Engagements to Report on Summary Financial Statements*.

### ***Opinion***

In our opinion, the summary financial statements derived from the audited financial statements of Canadian Society for Medical Laboratory Science for the year ended December 31, 2016, are a fair summary of those financial statements, in accordance with Canadian accounting standards for not-for-profit organizations.

Burlington, Ontario  
March 27, 2017

**Stevenson Lehocki LLP**

Chartered Professional Accountants  
Licensed Public Accountants

**SUMMARY BALANCE SHEET**As at **December 31**

	2016	2015
<b>ASSETS</b>		
<b>Current assets</b>		
Cash	\$ 1,397,946	\$ 1,265,244
Short-term investments	730,091	730,573
Accounts receivable	65,097	62,926
Inventory	8,516	3,033
Prepaid expense	102,587	121,938
	<b>2,304,237</b>	2,183,714
<b>Investments - Restricted Funds</b>	<b>2,545,388</b>	2,638,543
<b>Capital assets</b>	<b>1,396,700</b>	1,455,611
	<b>\$ 6,246,325</b>	\$ 6,277,868
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 250,302	\$ 217,528
Government remittances payable	2,100	5,206
Prepaid revenue	1,729,598	1,700,924
	<b>1,982,000</b>	1,923,658
<b>NET ASSETS</b>		
Invested in capital assets	1,396,700	1,455,611
Internally restricted	2,129,051	2,224,879
Externally restricted	416,337	413,664
Unrestricted	322,237	260,056
	<b>4,264,325</b>	4,354,210
	<b>\$ 6,246,325</b>	\$ 6,277,868

**SUMMARY STATEMENT OF OPERATIONS**Year ended **December 31**

	2016	2015
<b>REVENUES</b>		
Gross fees received	\$ 2,258,636	\$ 2,351,529
Less: Provinces' share	(143,067)	(211,191)
Less: Professional Liability Insurance premiums	(160,704)	(158,634)
National membership fees	1,954,865	1,981,704
Certification / PLA	1,152,689	1,253,611
Learning Services	113,492	124,519
Communications	52,892	53,943
Marketing	332	493
Research	0	3,033
LABCON income	300,823	388,244
Investment income	41,659	43,557
Miscellaneous income	63,910	64,399
	<b>3,680,662</b>	<b>3,913,503</b>
<b>EXPENSES</b>		
Administration and Overhead - General	613,442	642,896
Certification / PLA	881,260	821,365
Learning Services	308,467	323,697
Communications	529,346	539,016
Marketing	260,912	190,741
Research	192,455	124,907
Governance	611,409	506,142
LABCON	280,947	372,446
Amortization of capital assets	98,017	99,078
	<b>3,776,255</b>	<b>3,620,288</b>
<b>(Loss) income before other revenue</b>	<b>(95,593)</b>	<b>293,215</b>
<b>OTHER REVENUE (EXPENSE)</b>	<b>5,708</b>	<b>(28,905)</b>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<b>\$ (89,885)</b>	<b>\$ 264,310</b>

**SUMMARY CASH FLOW STATEMENT**Year ended **December 31**

	2016	2015
<b>CASH FROM (TO) OPERATIONS</b>		
Received from services, dues, and fees	\$ 3,613,739	\$ 3,844,923
Investment income	36,716	41,257
Paid for supplies and services	(1,700,891)	(1,691,161)
Wages and benefits	(1,807,671)	(1,717,710)
Building facility costs	(119,590)	(164,359)
Excess in Internally Restricted funds	30,265	39,313
Excess in Externally Restricted funds	2,673	(18,452)
Interest paid	(8,389)	(8,473)
	<b>46,852</b>	325,338
<b>CASH FROM (TO) INVESTING ACTIVITIES</b>		
(Additions) to capital assets	(40,243)	(48,153)
Redemption of short term investments	0	800,000
(Appropriation) to internally restricted investments	126,093	(1,223,614)
	<b>85,850</b>	(471,767)
<b>Changes in cash and equivalents during the year</b>	<b>132,702</b>	(146,429)
Cash and equivalents, beginning	1,265,244	1,411,673
<b>Cash and equivalents, ending</b>	<b>\$ 1,397,946</b>	\$ 1,265,244