

REGISTERED NURSES ASSOCIATION
Of The
NORTHWEST TERRITORIES and NUNAVUT
FINANCIAL STATEMENTS
December 31, 2010

**Registered Nurses Association
of the Northwest Territories and Nunavut**

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**Registered Nurses Association
of the Northwest Territories and Nunavut**

AUDITOR'S REPORT

To the Board of Directors
Registered Nurses Association of the Northwest Territories and Nunavut

I have audited the Statement of Financial Position of the Registered Nurses Association of the Northwest Territories and Nunavut as at December 31, 2010 and the Statements of Operations and Changes in Net Assets for the year then ended. These financial statements are the responsibility of the Association. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 my opinion, these financial statements present fairly, in all material respects, the financial position of the Association as at December 31, 2010 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.



Greg Robertson, CMA
Yellowknife, NT
May 6, 2011

**Registered Nurses Association
of the Northwest Territories and Nunavut**

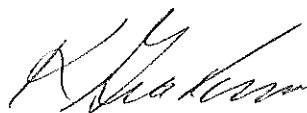
STATEMENT OF FINANCIAL POSITION

<u>As at December 31</u>	<u>2010</u>	<u>2009</u>
CURRENT ASSETS	ASSETS	
Cash	\$646,998	\$621,033
Accounts Receivable (net)	114,793	45,247
Investments (Note 2)	413,857	399,480
Inventory - Goods for Resale (at cost)	2,668	2,711
Prepaid Expense	<u>4,969</u>	<u>2,623</u>
	<u>\$1,183,285</u>	<u>\$1,071,094</u>
	LIABILITIES	
CURRENT LIABILITIES		
Accounts Payable & Accrued Liabilities	\$54,782	\$67,177
Deferred Contribution Funding	-	23,265
Deferred Fees	<u>669,280</u>	<u>584,552</u>
	<u>724,062</u>	<u>674,994</u>
	NET ASSETS	
Restricted for Professional Conduct (Note 5)	100,000	100,000
Restricted For Annual General Meetings	11,235	-
Unrestricted Net Assets	<u>347,988</u>	<u>296,100</u>
	<u>459,223</u>	<u>396,100</u>
	<u>\$1,183,285</u>	<u>\$1,071,094</u>

ON BEHALF OF THE BOARD OF DIRECTORS

President

Treasurer



**Registered Nurses Association
of the Northwest Territories and Nunavut**

STATEMENT OF OPERATIONS

<u>For the Year Ended December 31</u>	<u>Budget</u> <u>2010</u>	<u>Actual</u> <u>2010</u>	<u>Actual</u> <u>2009</u>
REVENUE			
Processing Fees	\$12,750	\$16,722	\$19,103
Active/Temporary Membership Fees	593,703	649,059	535,338
EAC Recoveries	-	-	34,382
Associate Membership Fees	4,450	3,750	4,500
Nurse Practitioner Fees	4,200	3,335	3,995
Investment Income	5,000	12,360	12,715
NP-PLAR Project Funding (Note 6)	-	117,887	131,190
Project Administration Fees	-	15,311	17,112
Sale of Promotional Items	-	43	38
CNA Fees	65,193	71,379	65,764
CRNE Exam Fees	10,285	9,081	9,016
CNPE Fees	13,250	1,262	2,459
Verification Fees	4,930	8,212	4,670
Miscellaneous	-	852	3,515
CNPS Membership Fees	15,524	17,640	17,359
Other Fees	2,868	7,900	563
Northern Nurses Memorial Foundation (Note 5)	-	11,235	-
	<u>\$732,153</u>	<u>\$946,028</u>	<u>\$861,719</u>

**Registered Nurses Association
of the Northwest Territories and Nunavut**

STATEMENT OF OPERATIONS

<u>For the Year Ended December 31</u>	<u>Budget 2010</u>	<u>Actual 2010</u>	<u>Actual 2009</u>
EXPENSES			
Salaries & Benefits	\$494,192	\$377,580	\$341,347
Travel	22,600	13,994	5,462
Newsletters	4,000	-	2,045
Office Expenses	14,000	8,205	19,379
Office Services	55,200	68,205	47,850
Rent/Utilities	20,800	20,784	20,784
Promotional Items	-	43	57
CRNE Exam Fees	7,713	9,876	8,024
AGM Biennial	-	-	2,599
Accounting/Audit Fees	21,500	19,849	22,508
Insurance	4,275	3,410	1,809
CNPS Fees	15,526	17,640	17,359
CNA Fees	65,193	71,379	68,293
CNPE Fees	1,300	1,094	2,622
EAC Expenditures	-	-	34,382
Bank Charges & Interest	1,500	217	1,405
NP Practice Committee	500	-	-
RN Practice Committee	500	42	98
Registration Committee	500	310	407
Professional Conduct Committee	500	139	132
Miscellaneous	575	499	646
Capital Expenditures	5,000	2,328	429
Bad Debts	-	34,382	-
Consulting Fees	2,000	1,717	1,387
Professional Conduct	100,000	68,015	49,310
Professional Resources	300	-	-
Board Expenses	59,850	46,221	10,429
Staff Education	7,500	4,738	2,909
Website/Database	3,850	3,873	2,891
Leasehold Improvements	4,000	110	-
Publications	1,000	1,143	-
PCR Expenses	-	-	15,578
NP-PLAR Project Costs (Note 6)	-	<u>117,887</u>	<u>131,190</u>
	<u>913,374</u>	<u>893,680</u>	<u>811,332</u>
Excess Revenue (Expenditure) Before Extraordinary Item	(108,449)	52,348	50,387
Unrealized Loss on Investments (Note 2)	-	<u>(1,232)</u>	<u>(7,741)</u>
EXCESS REVENUE (EXPENDTURES)	<u>\$(108,449)</u>	<u>\$51,116</u>	<u>\$42,646</u>

**Registered Nurses Association
of the Northwest Territories and Nunavut**

STATEMENT OF CHANGES IN NET ASSETS

Year ended December 31

	<u>Restricted for Professional Conduct (Note 5)</u>	<u>Restricted for AGM (Note 5)</u>	<u>Unrestricted Surplus</u>	<u>Total 2010</u>	<u>Total 2009</u>
Balance, Beginning of year	\$100,000	\$ -	\$296,100	\$396,100	\$334,363
Prior Period Adjustments	<u>-</u>	<u>-</u>	<u>12,007</u>	<u>12,007</u>	<u>19,091</u>
As Restated	100,000	-	308,107	408,107	353,454
Excess Revenue (Expenses)	-	-	51,116	51,116	42,646
Internally Imposed Restrictions	-	11,235	(11,235)	-	-
Balance, End of Year	<u>\$100,000</u>	<u>\$11,235</u>	<u>\$347,988</u>	<u>\$459,223</u>	<u>\$396,100</u>

**Registered Nurses Association
of the Northwest Territories and Nunavut**

NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31

1. STATUS AND NATURE OF ACTIVITIES

The Northwest Territories Registered Nurses Association (NWTRNA) changed its name effective January 1, 2004 to "**Registered Nurses Association of the Northwest Territories and Nunavut**", RNANT/NU, under new legislation.

The Northwest Territories Nursing Profession Act, Bill 12 (2003) and the Act to Amend the Nunavut Nursing Profession Act, Bill 41 (2003) are both proclaimed (become effective) January 1, 2004.

The legislation provides:

Continuation of Association

- (1) The Northwest Territories Registered Nurses Association is continued as a corporation called the Registered Nurses Association of the Northwest Territories and Nunavut;
- (2) The Association has the capacity and, subject to this Act, the rights, powers and privileges of a natural person.

The Association has provided regulatory services to nurses in the north, dating back before the division of the Northwest Territories and Nunavut, however; the name was not adjusted at that time.

The Association regulates the profession of nursing by setting its own standards of practice, education, investigating and disciplining its members. Its purpose is to promote and ensure competent nursing practice for the people of the Northwest Territories and Nunavut.

2. STATEMENT OF ACCOUNTING POLICIES

Budget/Financial Monitoring

Under the Association's Finance Policy 1.3, the Board is required to maintain a minimum of 3 months budgeted expenditures within the Operating Surplus (Unrestricted Net Assets) at all times. During the year, a balance in excess of 3 months was maintained.

Investments

Investments are valued on the Statement of Financial Position at the lesser of cost or market value. Market value as at December 31, 2010 totalled \$432,774. During the year, due to the economic conditions, the market value on one investment remained below cost, resulting in an Unrealized Loss on Investments in the amount of \$1,232.

**Registered Nurses Association
of the Northwest Territories and Nunavut**

3. CAPITAL ASSETS CHARGED TO THE STATEMENT OF OPERATIONS

Capital Assets

Capital assets are recorded as expenses in the year they are acquired.

Information Item:

The cost of capital assets held by the Association is as follows:

	<u>2010</u>	<u>2009</u>
Furniture and Equipment	\$35,115	\$34,526
Leasehold Improvements	1,775	1,665
Computer Equipment	<u>17,244</u>	<u>15,505</u>
	<u>\$54,134</u>	<u>\$51,696</u>

4. COMMITMENTS

The Association is committed to a lease for its premises until January 31, 2011 at a fixed rate of \$1,732 per month.

The Association is committed to an operating lease for a copier/fax machine, which expires September 16, 2013. Annual lease cost is \$6,856.

5. INTERNAL RESTRICTIONS

Professional Conduct Reserve

The Board of Directors previously approved the allocation of \$100,000 to this Reserve to cover any extraordinary costs of professional conduct.

Reserved for Annual General Meetings and Biennial Activities –NNMF Funding

The Association received a donation of \$11,235 from the Northern Nurses Memorial Foundation with the condition that these funds be used for future Annual General and Biennial meetings.

The Association may not use any internally restricted amounts for any other purpose without the approval of the Board of Directors.

6. NP-PLAR PROJECT

This multi-year project was completed in July 2010. A separate audited financial statement was prepared and submitted to the Government of the NWT as required. The project revenue and expenditures reported on these financial statements are for transactions for the period January 1, 2010 to July 31, 2010 only.

**Registered Nurses Association
of the Northwest Territories and Nunavut**

7. COMPARATIVE FIGURES

The 2009 comparative figures have been revised to conform to the current year.