

**CANADIAN ANESTHESIOLOGISTS' SOCIETY /
SOCIÉTÉ CANADIENNE DES ANESTHÉSIOLOGISTES**

FINANCIAL STATEMENTS

DECEMBER 31, 2021

**CANADIAN ANESTHESIOLOGISTS' SOCIETY /
SOCIÉTÉ CANADIENNE DES ANESTHÉSIOLOGISTES**

FINANCIAL STATEMENTS

DECEMBER 31, 2021

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INDEPENDENT AUDITORS' REPORT

To the Members of
Canadian Anesthesiologists' Society / Société Canadienne des Anesthésiologistes

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Canadian Anesthesiologists' Society / Société Canadienne des Anesthésiologistes, which comprise the statement of financial position as at December 31, 2021, and the statements changes in net assets, operations and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Canadian Anesthesiologists' Society / Société Canadienne des Anesthésiologistes as at December 31, 2021, and the results of its operations and its cash flows for the year 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society in accordance with the ethical requirements that are relevant to our audit of the 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.

Other Matter

The financial statements of Canadian Anesthesiologists' Society / Société Canadienne des Anesthésiologistes for the year ended December 31, 2020 were audited by another auditor who expressed a modified opinion on those statements on June 9, 2021.

INDEPENDENT AUDITORS' REPORT (Continued)

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

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

In preparing the financial statements, management is responsible for assessing the Society'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 Society or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 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 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.

INDEPENDENT AUDITORS' REPORT (Continued)

- 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 Society'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 Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the 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 Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

KRIENS~LAROSE, LLP



Chartered Professional Accountants
Licensed Public Accountants

Toronto, Ontario
June 9, 2022

CANADIAN ANESTHESIOLOGISTS' SOCIETY /
 SOCIÉTÉ CANADIENNE DES ANESTHÉSIOLOGISTES
STATEMENT OF FINANCIAL POSITION
 AS AT DECEMBER 31, 2021

	2021	2020
	\$	\$
ASSETS		
CURRENT		
Cash	1,905,086	1,501,946
Investments (Note 2)	869,884	874,077
Accounts receivable (Note 11)	199,617	216,933
Prepaid expenses	125,198	35,549
	3,099,785	2,628,505
INVESTMENTS (Note 2)	1,100,157	1,057,090
PREPAID EXPENSES (Note 3)	10,248	47,000
CAPITAL ASSETS (Note 4)	18,623	19,191
INTANGIBLE ASSETS (Note 5)	77,380	25,216
	4,306,193	3,777,002

CANADIAN ANESTHESIOLOGISTS' SOCIETY /
 SOCIÉTÉ CANADIENNE DES ANESTHÉSIOLOGISTES
STATEMENT OF FINANCIAL POSITION
 AS AT DECEMBER 31, 2021

	2021 \$	2020 \$ (Note 15)
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	184,243	121,365
HST payable	22,563	2,204
Deferred revenue (Note 6)	665,417	404,036
Due to related organizations (Note 7)	26,302	24,004
Due to Sections (Note 8)	571,236	534,431
	1,469,761	1,086,040
DEFERRED REVENUE (Note 6)	-	52,650
	1,469,761	1,138,690
NET ASSETS		
UNRESTRICTED	2,136,432	1,938,312
EXTERNALLY RESTRICTED - CONTINGENCY PURPOSES (Note 9)	700,000	700,000
	2,836,432	2,638,312
	4,306,193	3,777,002

APPROVED ON BEHALF OF THE BOARD:

_____, Director

_____, Director

See accompanying notes to the financial statements

CANADIAN ANESTHESIOLOGISTS' SOCIETY /
 SOCIÉTÉ CANADIENNE DES ANESTHÉSIOLOGISTES
STATEMENT OF CHANGES IN NET ASSETS
 AS AT DECEMBER 31, 2021

	Unrestricted fund (Note 15) \$	Retricted for contingency fund \$	Total 2021 \$	Total 2020 \$
Balance, beginning of year	1,938,312	700,000	2,638,312	2,454,832
Excess of revenues over expenses for the year	198,120	-	198,120	183,480
Balance, end of year	2,136,432	700,000	2,836,432	2,638,312

See accompanying notes to the financial statements

CANADIAN ANESTHESIOLOGISTS' SOCIETY /
 SOCIÉTÉ CANADIENNE DES ANESTHÉSIOLOGISTES
STATEMENT OF OPERATIONS
 FOR THE YEAR ENDED DECEMBER 31, 2021

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	2021 \$	2020 \$ (Note 15)
REVENUES		
Membership dues	987,205	1,018,958
Royalties (Note 10)	620,070	645,034
Government assistance (Note 11)	209,330	249,791
Annual meeting	203,690	16,338
Advertising and sponsorships	75,762	27,400
Investment income (Note 2)	47,369	144,258
Other	22,623	17,539
Subscription income	15,560	16,560
	2,181,609	2,135,878
EXPENSES		
Human resources	1,167,636	1,053,450
Administration	277,832	393,355
Annual meeting	201,299	132,348
Projects and resources	168,282	49,407
Funding to related organizations (Note 7)	40,000	25,000
Board	35,283	9,977
Amortization (Notes 4, 5)	26,900	29,552
Other	24,000	57,495
Members' subscription to the Journal (Note 10)	18,664	21,834
Occupancy	15,320	175,967
Award	5,221	1,750
Committees	3,052	2,263
	1,983,489	1,952,398
EXCESS OF REVENUES OVER EXPENSES FOR THE YEAR	198,120	183,480

See accompanying notes to the financial statements

CANADIAN ANESTHESIOLOGISTS' SOCIETY /
 SOCIÉTÉ CANADIENNE DES ANESTHÉSIOLOGISTES
STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED DECEMBER 31, 2021

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	2021	2020
	\$	\$
CASH WAS PROVIDED BY (USED IN):		
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from members and activities	1,476,172	1,119,945
Royalties received	620,070	606,252
Interest received	438	-
Cash receipts from Government assistance	264,045	195,076
Cash paid to suppliers and employees	(1,926,249)	(2,079,524)
	434,476	(158,251)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase (decrease) in amounts due to related organizations	2,298	(38,886)
Repayment of capital lease obligation	-	(1,831)
Net increase in amounts due to Sections	36,805	28,119
	39,103	(12,598)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net redemptions of investments	8,057	9,510
Purchase of capital assets	(5,382)	(13,927)
Purchase of intangible assets (Note 5)	(73,114)	-
	(70,439)	(4,417)
Change in cash	403,140	(175,266)
Cash, beginning of year	1,501,946	1,677,212
Cash, end of year	1,905,086	1,501,946

See accompanying notes to the financial statements

PURPOSE OF THE ORGANIZATION

The Canadian Anesthesiologists' Society / Société Canadienne des Anesthésiologistes (the "Society") is a national, non-profit organization whose purpose is to promote the advancement of the medical practice of anesthesia through academic endeavour and excellence in patient care. Its voluntary membership base is mostly comprised of medical practitioners residing in Canada who are certified as specialists in anesthesia.

"The Canadian Anesthesiologists' Society enables anesthesiologists to excel in patient care through research, education and advocacy" is the Society's mission statement.

The Society publishes the Canadian Journal of Anesthesia and the Guidelines to the Practice of Anesthesia, holds an annual meeting, funds research in Canada, and disseminates anesthesia-related information for anesthesiologists, allied health care providers and the general public on its website.

The Society is a not-for-profit organization under Section 149(1)(l) of the Income Tax Act (Canada) and, as such, is exempt from corporate income taxes.

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations in Part III of the CPA Handbook and include the following significant accounting policies:

Financial Instruments

The Society initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions. The Society subsequently measures all its financial assets and financial liabilities at cost or amortized cost, except investments which are measured at fair value. Changes in fair value are recognized in the statement of operations.

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

Financial liabilities measured at cost or amortized cost include accounts payable and accrued liabilities, amounts due to related organizations and amounts due to Sections.

Continued...

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the reporting date and the reported amounts of revenues and expenses for the reporting period. Actual results could differ from these estimates. Significant financial statement items that require the use of estimates relate to the assumptions used in the determination of the valuation of pension and post-employment benefits. These estimates are reviewed periodically and adjustments are made, as appropriate, in the statement of operations in the year they become known.

Foreign Currency Translation

Transactions denominated in foreign currencies are translated into Canadian dollars at exchange rates prevailing at the related transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rates in effect at the balance sheet date. Gains or losses arising from the translation of foreign currencies are included in the statement of operations.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand and fixed income investments with maturities of less than 90 days.

Investments

Investments are valued at fair value based on the latest closing prices. Short-term investments are valued based on cost plus accrued interest, which approximates fair value. Transactions are recorded on a trade date basis and transaction costs are expensed as incurred.

Prepaid Expenses

Prepaid expenses are recorded for goods and services to be received in the next fiscal year, which were paid for in the current fiscal year.

Capital Assets and Intangible Assets

Capital assets and intangible assets are stated at acquisition cost. These assets are amortized over the estimated useful lives of the assets using the following annual rates and methods:

Computer equipment	5 years straight-line
Office equipment	30% declining balance
Website	3 years straight-line
Computer software	3 years straight-line
Trademark	10 years straight-line

Continued...

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Due to Sections

The Society performs administrative and bookkeeping services on behalf of various internal organizations (the "Sections"), including but not limited to processing section membership renewal, collecting revenues, coordinating section events at the Society's annual meeting and processing related expense payments. The Sections' revenues and expenses are recognized in the financial statement of each Section, and are not recorded in the Society's statement of operations.

Revenue Recognition

The Society follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Registration and Membership Fees

Membership dues, subscription income and royalties are recognized as revenue over the annual term of the membership and journal subscriptions, respectively.

Annual meeting fees

Annual meeting fees and sponsorship revenue are recognized when the event is held.

Investment income

Investment income includes dividends, interest and realized gains and losses on sales of investments, as well as unrealized gains and losses on investments measured at fair value. Dividends and interest income are recognized when earned.

Government Assistance

Government assistance is a restricted contribution and is accounted for using the deferral method based on the assistance provided:

Wage Subsidies

Wage subsidies are recognized as revenue in the year the related wages are incurred.

Expenses Allocation

The activities of the Society are internally divided into three functions: Journal, Annual Meeting, and Other CAS. The cost of each function includes costs directly related to supporting that function. The Society allocates human resources and overhead costs among these functions based on the total percentage of staff time spent on each function, and occupancy costs are allocated based on the function usage.

Continued...

1. **SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Donated Property and Services

During the year, voluntary services were provided. Because of these services are not normally purchased by the Society, and because of the difficulty of determining their fair value, donated services are not recognized in these statements.

2. **INVESTMENTS**

The Society's investment policy provides for the distribution of surplus financial assets to the following funds:

On Demand Funds

On demand funds are required for the Society's day-to-day operations. Permitted investments include:

Deposits or high interest savings accounts with Canadian banks
Redeemable Guaranteed Investment Certificates issued by Canadian banks
Money market pooled or mutual funds

Short-term Funds

Short-term funds represent capital that has been designated for specific purposes, with a time horizon generally longer than six months. Percentage ranges of investment holdings based on total market value of assets are as follows:

Cash & equivalents	from 25% to 35%
Short/mid-term bonds	from 65% to 75%
Fixed securities (bonds)	100%

Sustainability Funds

The sustainability funds represent reserve for emergencies or unforeseen circumstances that could impact the Society long-term sustainability. The target balance for the fund is three months operating expenditures. Percentage ranges of investment holdings based on total market value of assets are as follows:

Cash & equivalents	from 0% to 10%
Fixed securities (bonds)	from 65% to 85%
Canadian equities	from 0% to 20%
Foreign equities	from 5% to 25%
Equities	from 15% to 35%

Continued...

2. INVESTMENTS (Continued)

Investments consist of the following:

	2021 \$	2020 \$
Fixed income securities (bonds)	1,222,909	1,233,694
Common stocks and equivalents	449,748	401,917
Short-term deposits	198,254	197,817
Other	99,130	97,739
	<hr/> 1,970,041	<hr/> 1,931,167
Current investments	869,884	874,077
Long-term investments	1,100,157	1,057,090
	<hr/> 1,970,041	<hr/> 1,931,167

Investment income consists of the following:

	2021 \$	2020 \$
Interest, dividend and other income earned	52,970	63,294
Realized gain on investments	4,121	580
Unrealized (loss)/gain on investments	(9,722)	80,384
	<hr/> 47,369	<hr/> 144,258

Continued...

3. PREPAID EXPENSES

Long-term prepaid expenses consist of deposits for the following:

	2021 \$	2020 \$
Annual meetings:		
2022	-	47,000
2023	10,248	-
	10,248	47,000

4. CAPITAL ASSETS

	2021		2020	
	Cost \$	Accumulated amortization \$	Cost \$	Accumulated amortization \$
Computers equipment	28,318	11,714	37,310	19,836
Office equipment	5,342	3,323	4,319	2,602
	33,660	15,037	41,629	22,438
Net book value	18,623		19,191	

Continued...

5. INTANGIBLE ASSETS

	2021		2020	
	Cost \$	Accumulated amortization \$	Cost \$	Accumulated amortization \$
Website	75,910	45,615	49,445	24,722
Association management system	46,650	-	-	-
Trademarks	580	145	580	87
	123,140	45,760	50,025	24,809
Net book value	77,380		25,216	

In 2021, the Society contracted with a third-party vendor to build and implement a new Association management system to replace its outdated membership database. The total cost of the project is \$93,300. An initial payment of \$46,650 was made on contract signing in August 2021. The total estimated cost to complete the program in 2022 is \$46,650. No amortization has been recorded in the 2021 fiscal year as Association management system was not in use by the Society as at December 31, 2021.

6. DEFERRED REVENUE

Deferred revenue consists of the following:

	2021 \$	2020 \$
Membership dues	621,167	381,476
Annual meeting and other deposits (i)	44,250	75,210
	665,417	456,686
Less: Current portion	(665,417)	(404,036)
Long-term portion	-	52,650

Continued...

6. DEFERRED REVENUE (Continued)

(i) Included in annual meeting and other deposits are amounts totaling \$44,250 (2020: \$58,800) (net of HST) which are being held in trust by a service provider on behalf of the Society.

7. RELATED ORGANIZATIONS

The Society, Canadian Anesthesiologists' Society International Education Foundation / Fondation d'Éducation Internationale de la Société Canadienne des Anesthésiologistes ("IEF"), and Canadian Anesthesia Research Foundation / Fondation Canadienne de Recherche en Anesthésie ("CARF"), which have all been established to support advancements in anesthesia, are related to each other by common management. The Canadian Pediatric Anesthesia Society ("CPAS") is also affiliated with the Society. The Society performs certain administrative and bookkeeping services on behalf of CPAS, including but not limited to processing membership renewal, collecting revenues, coordinating CPAS events at the Society's Annual meeting and processing related expense payments.

Amounts due to related organizations consist of the following:

	2021	2020
	\$	\$
Due to IEF	9,950	11,700
Due to CARF	9,600	10,000
Due to CPAS	6,752	2,304
	<hr/>	<hr/>
	26,302	24,004

Amounts due to related organizations are non-interest bearing, unsecured and due on demand.

During the year, the Society made a cash donations of \$40,000 (2020: \$nil) to CARF and \$nil (2020: \$25,000) to IEF, which are included in funding to organizations expense.

The Society also provides staff time, management services and overhead to these organizations. Although no consideration has been paid nor recognized in these financial statements with respect to these services, the fair value of these services are estimated as follows:

Continued...

7. RELATED ORGANIZATIONS (Continued)

	2021	2020
	\$	\$
CARF	28,000	47,000
IEF	19,000	53,000
	47,000	100,000

8. DUE TO SECTIONS

The balance due to Sections represents accumulated amounts collected net of amounts paid by the Society on the Sections' behalf. All amounts are unsecured and due on demand.

Amounts due to Sections consist of the following:

	2021	2020
	\$	\$
Balance, beginning of year	534,431	506,312
Sections' revenues collected during the year	49,356	41,421
Sections' expenses paid during the year	(12,551)	(13,302)
	571,236	534,431

Continued...

9. INTERNALLY RESTRICTED NET ASSETS

The Society has \$700,000 (2020: \$700,000) of net assets internally restricted to be held for contingency purposes. None of the restricted funds were used in the year for this purpose.

Internally restricted amounts are not available for any other purposes without approval of the Board of Directors.

10. ROYALTY AND SUBSCRIPTION REVENUE AND EXPENSES

The Society outsources the publication of Canadian Journal of Anesthesia (Journal Canadien d'Anesthésie) (the "Journal") to Springer Nature Switzerland AG ("Springer"). Under the five year agreement ending December 31, 2023, the Society manages the content of the Journal and Springer publishes and distributes the Journal in exchange for a portion of the advertising and subscription revenue. Springer remits to the Society an annual royalty payment equal to a percentage of the net revenue earned by Springer and the Society remits monthly to Springer a subscription fee for each printed copy of the Journal.

During the year ended December 31, 2021, the Society recognized royalties of \$620,070 (2020: \$645,034), of which \$592,807 (2020: \$629,284) was received from Springer. During 2021, the Society remitted subscription fees of \$18,664 (2020: \$21,834) to Springer.

11. GOVERNMENT ASSISTANCE

During the 2021 fiscal year the Society applied for a total \$209,330 (2020: \$249,791) in relation to the Canada Emergency Wage Subsidy ("CEWS"). As at December 31, 2021, subsidy amounts included in accounts and other receivable is \$nil (2020: \$54,715).

The CEWS served as financial relief for a portion of employee wages. The assistance received is not repayable albeit is subject to audit by the Canada Revenue Agency (CRA). The CEWS was temporary and was available from March 15, 2020 to October 31, 2021 to eligible employers.

12. ALLOCATION OF EXPENSES

The Society allocates its expenses by function into Journal, Annual meeting, and Other CAS. The costs that are directly related to each function have been presented on the respective supplementary statements of operations (Schedule 1, Schedule 2, and Schedule 3).

Included in Journal human resources for 2021 is an allocation of \$46,480 (2020: \$54,000) based on the proportion of staff time spent on the function. Included in Journal administration for 2021 is \$8,400 (2020: \$9,000) of administration costs and included in Journal occupancy for 2021 is \$1,120 (2020: \$6,000) based on the function usage.

Included in annual meeting human resources for 2021 is an allocation of \$104,580 (2020 - \$215,000) based on the proportion of staff time spent on the function. Included in annual meeting administration for 2021 is \$18,900 (2020: \$35,000) of administration costs and included in annual meeting occupancy for 2021 is \$2,520 (2020: \$24,000) based on the function usage.

13. COMMITMENTS

In August 2019, the Society entered into a 6-year conference management services agreement. The annual payments (plus HST) remaining from this agreement are as follows:

2022	88,000
2023	88,000
2024	88,000
2025	73,333
	<hr/>
	337,333

Continued...

14. FINANCIAL INSTRUMENTS

The Society is exposed to various risks through its financial instruments. The following presents the Society's risk exposure and concentrations at December 31, 2021.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Society is exposed to credit risk in connection with its accounts receivable and its fixed income investments because of the risk that one party to the financial instrument may cause a financial loss for the other party by failing to discharge an obligation. The allowance for doubtful accounts is \$nil (2020: \$nil).

Liquidity Risk

Liquidity risk is the risk that the Society will encounter difficulties in meeting obligations associated with financial liabilities. The Society is exposed to liquidity risk to the extent that it will encounter difficulty in meeting obligations associated with its financial instruments. The Society expects to meet these obligations as they come due by generating sufficient cash flow from operations. There has been no change in the risk assessment from the prior fiscal year.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risks: currency risk, interest rate risk and other price risk. There has been no change in the risk assessment from the prior fiscal year.

Currency Risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Society is exposed to foreign currency risk with respect to its cash and accounts receivable denominated in foreign currencies, because the fair value and future cash flows will fluctuate due to the changes in the relative value of foreign currencies against the Canadian dollar.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Society's fixed income securities (bonds) are not subject to risk in respect of fluctuating interest rates. However, there is risk of market value adjustments on these investments which may result in cash flow risk. The Society actively manages the risk by maintaining a balanced investment portfolio.

Continued...

14. FINANCIAL INSTRUMENTS (Continued)

Other Price Risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Society is exposed to this risk in its investment portfolio.

15. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the financial statement presentation used in the current year as follows:

Net assets internally restricted for equipment replacement disclosure was removed from the statement of financial position and statement of changes in net assets as this presentation is no longer required.

CEWS has been reclassified from human resources expenses to Government assistance in revenues in the statement of operations to conform with the financial statement presentation used in the current year.

16. IMPACT OF THE NOVEL CORONAVIRUS ("COVID-19")

In March 2020, the World Health Organization declared a global pandemic due to the outbreak of the novel Coronavirus ("COVID-19"). The situation is continuously developing and the economic impact has been substantial to both Canada and the globe.

Management is aware of changes in operations as a result of the pandemic, including permanent office closures effective February 28, 2021, staff working remotely and the transition of most operations to an online platform. Management is actively monitoring and mitigating the financial and operational impact and does not foresee any future significant financial impact on operations.

The duration of the pandemic is unknown at this time. As a result, it is not possible to reliably estimate the length or severity of these developments, nor the impact on the financial position of the Society.

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CANADIAN ANESTHESIOLOGISTS' SOCIETY /
 SOCIÉTÉ CANADIENNE DES ANESTHÉSIOLOGISTES
**SCHEDULE 1 - SUPPLEMENTARY STATEMENT OF OPERATIONS -
 JOURNAL**
 FOR THE YEAR ENDED DECEMBER 31, 2021

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	2021 \$	2020 \$ (Note 15)
REVENUES		
Royalties (Note 10)	620,070	645,034
Subscription income	15,560	16,560
Government assistance	12,560	1,499
Other	-	4,409
	648,190	667,502
EXPENSES		
Human resources (Note 12)	436,728	366,720
Projects and resources	23,473	20,962
Administration (Note 12)	20,751	52,281
Members' subscription to the Journal (Note 10)	18,664	21,834
Board	2,778	6,762
Occupancy (Note 12)	1,120	6,000
	503,514	474,559
EXCESS OF REVENUES OVER EXPENSES FOR THE YEAR	144,676	192,943

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CANADIAN ANESTHESIOLOGISTS' SOCIETY /
 SOCIÉTÉ CANADIENNE DES ANESTHÉSIOLOGISTES
SCHEDULE 2 - SUPPLEMENTARY STATEMENT OF OPERATIONS -
ANNUAL MEETING
 FOR THE YEAR ENDED DECEMBER 31, 2021

	2021 \$	2020 \$ (Note 15)
REVENUES		
Annual meeting:		
Advertising and sponsorship	121,000	(2,000)
Registration	60,190	3,238
Exhibits	22,500	5,100
Workshops	-	8,000
Total annual meeting revenues	203,690	14,338
 Government assistance	 28,260	 67,444
	231,950	81,782
EXPENSES		
Annual meeting:		
External management	113,000	93,000
Program	78,066	23,555
Registrant	10,233	14,918
Social program	-	875
Total annual meeting expenses	201,299	132,348
 Human resources (Note 12)	 107,280	 215,000
Administration (Note 12)	24,882	103,557
Occupancy (Note 12)	2,520	24,000
	335,981	474,905
DEFICIENCY OF REVENUES OVER EXPENSES FOR THE YEAR	(104,031)	(393,123)

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CANADIAN ANESTHESIOLOGISTS' SOCIETY /
 SOCIÉTÉ CANADIENNE DES ANESTHÉSIOLOGISTES
SCHEDULE 3 - SUPPLEMENTARY STATEMENT OF OPERATIONS -
ALL OTHER CAS
 FOR THE YEAR ENDED DECEMBER 31, 2021

	2021 \$	2020 \$ (Note 15)
REVENUES		
Membership dues	987,205	1,018,958
Government assistance	168,510	180,849
Advertising and sponsorship	75,762	29,400
Investment income	47,369	144,258
Other	22,623	13,130
	1,301,469	1,386,595
EXPENSES		
Human resources	623,628	471,731
Administration	232,199	237,517
Projects and resources	144,809	28,445
Funding to related organizations (Note 7)	40,000	25,000
Board	32,505	3,215
Amortization (Notes 4, 5)	26,900	29,552
Other	24,000	57,495
Occupancy	11,680	145,967
Awards	5,221	1,750
Committees	3,052	2,263
	1,143,994	1,002,935
EXCESS OF REVENUES OVER EXPENSES FOR THE YEAR	157,475	383,660