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# Summary financial statements of The Royal College of Physicians and Surgeons of Canada

Year ended March 31, 2023

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## Independent Auditor's Report on the summary financial statements

To the Fellows of the  
Royal College of Physicians and Surgeons of Canada

### Opinion

The summary financial statements of the Royal College of Physicians and Surgeons of Canada (the "Royal College"), which comprise the summary statement of financial position as at end of March 31, 2023, and the summary statements of operations and changes in net assets for the year then ended and related notes are derived from the audited financial statements of the Royal College for the year ended March 31, 2023.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, in accordance with the criteria disclosed in Note 1 to the summary financial statements.

### Summary Financial Statements

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 and the auditor's report thereon, therefore, is not a substitute for reading the Royal College's audited financial statements and the auditor's report thereon.

### Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with the criteria disclosed in Note 1 to the summary financial statements.

### Auditors' Responsibility

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

*Deloitte LLP*

Chartered Professional Accountants,  
Licensed Public Accountant  
September 27, 2023

**The Royal College of Physicians and Surgeons of Canada**  
**Summary statement of financial position**

As at March 31, 2023

(In thousands of Canadian dollars)

	2023	2022
	\$	\$
<b>Assets</b>		
Current assets		
Cash	22,613	43,040
Short-term investments	22,416	2,000
Accounts receivable	4,974	1,954
Prepaid expenses	1,802	713
	<b>51,805</b>	47,707
Investments	52,122	52,384
Tangible capital assets	21,997	21,313
Intangible assets	1,397	2,427
Employee future benefit asset	461	—
	<b>127,782</b>	123,831
<b>Liabilities</b>		
Current liabilities		
Accounts payable and accrued liabilities	5,163	4,228
Deferred revenue	30,144	26,606
	<b>35,307</b>	30,834
Long-term liabilities		
Deferred contributions	5,975	5,976
Employee future benefit liability	10,075	12,100
	<b>51,357</b>	48,910
<b>Net assets</b>		
Unrestricted	31,070	27,405
Endowments	5,062	4,921
Investment in tangible capital and intangible assets	23,394	23,740
Internally restricted		
Pension plan funding differential	461	—
Awards and grants reserve	2,489	2,206
Building reserve	3,000	3,000
Strategic initiatives reserve	8,624	9,324
Contingency reserve	2,325	4,325
	<b>76,425</b>	74,921
	<b>127,782</b>	123,831

Approved by:



Brian Hodges, MD, PhD, FRCPC, President



M. Ian Bowmer, MDCM, FRCPC, FRCP, FCAHS, FACP(hon),  
 FRCPI(hon), Chief Executive Officer (interim)

# The Royal College of Physicians and Surgeons of Canada

## Summary statement of operations

Year ended March 31, 2023

(In thousands of Canadian dollars)

	2023	2022
	\$	\$
<b>Revenue</b>		
Fellowship dues	41,140	40,673
Examination fees	14,725	13,710
Assessment fees	5,132	4,060
MOC program fees	2,358	2,379
External organizations	6,133	3,012
Investment - realized	6,390	3,459
Conference and course registrations	1,108	671
	<b>76,986</b>	67,964
<b>Expenses</b>		
Salaries and benefits	37,498	34,210
Operating	17,305	13,173
Property	6,051	3,453
Information technology	5,349	4,530
Amortization of tangible capital and intangible assets	3,248	4,069
Committee and travel	3,249	240
	<b>72,700</b>	59,675
Excess of revenue over expenses before change in unrealized gains on investments and government subsidies	4,286	8,289
Change in unrealized gains on investments	(5,009)	(238)
Net impact of the fire	1,511	—
Government subsidies	—	820
<b>Excess of revenue over expenses</b>	<b>788</b>	8,871

## The Royal College of Physicians and Surgeons of Canada

### Summary statement of changes in net assets

Year ended March 31, 2023

(In thousands of Canadian dollars)

	Endowments	Investment in tangible capital and intangible assets	Pension plan funding differential	Awards and grants reserve	Building reserve	Strategic initiative reserve	Contingency reserve	Unrestricted	2023 Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Balance, beginning of year</b>	<b>4,921</b>	<b>23,740</b>	—	<b>2,206</b>	<b>3,000</b>	<b>9,324</b>	<b>4,325</b>	<b>27,405</b>	<b>74,921</b>
Excess of revenue over expenses	—	—	—	—	—	—	—	<b>788</b>	<b>788</b>
Re-measurements and other items related to employee future benefits	—	—	—	—	—	—	—	<b>716</b>	<b>716</b>
Internally imposed restrictions	<b>141</b>	—	<b>461</b>	<b>283</b>	—	<b>(700)</b>	<b>(2,000)</b>	<b>1,815</b>	—
Tangible capital and intangible asset additions	—	<b>2,902</b>	—	—	—	—	—	<b>(2,902)</b>	—
Amortization of tangible capital and intangible assets	—	<b>(3,248)</b>	—	—	—	—	—	<b>3,248</b>	—
<b>Balance, end of year</b>	<b>5,062</b>	<b>23,394</b>	<b>461</b>	<b>2,489</b>	<b>3,000</b>	<b>8,624</b>	<b>2,325</b>	<b>31,070</b>	<b>76,425</b>
	Endowments	Investment in tangible capital and intangible assets	Pension plan funding differential	Awards and grants reserve	Building reserve	Strategic initiative reserve	Contingency reserve	Unrestricted	2022 Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Balance, beginning of year</b>	<b>4,749</b>	<b>26,801</b>	—	<b>2,172</b>	<b>3,000</b>	<b>4,324</b>	<b>3,025</b>	<b>22,848</b>	<b>66,919</b>
Excess of revenue over expenses	—	—	—	—	—	—	—	<b>8,871</b>	<b>8,871</b>
Re-measurements and other items related to employee future benefits	—	—	—	—	—	—	—	<b>(869)</b>	<b>(869)</b>
Internally imposed restrictions	<b>172</b>	No data	No data	<b>34</b>	No data	<b>5,000</b>	<b>1,300</b>	<b>(6,506)</b>	—
Tangible capital and intangible asset additions	—	<b>1,008</b>	—	—	—	—	—	<b>(1,008)</b>	—
Amortization of tangible capital and intangible assets	—	<b>(4,069)</b>	—	—	—	—	—	<b>4,069</b>	—
<b>Balance, end of year</b>	<b>4,921</b>	<b>23,740</b>	—	<b>2,206</b>	<b>3,000</b>	<b>9,324</b>	<b>4,325</b>	<b>27,405</b>	<b>74,921</b>

No data

**Royal College of Physicians and Surgeons of Canada**  
**Notes to summary financial statements**

Year ended March 31, 2023

(In thousands of Canadian dollars)

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**1. Basis of presentation**

The attached summary financial statements, prepared from the audited financial statements for the year ended March 31, 2023, only include the statement of financial position as at March 31, 2023, the statements of operations and changes in net assets for the year then ended of the Royal College of Physicians and Surgeons of Canada (the "Royal College"). The summary financial statements do not include the statement of cash flows, the accounting policies and the notes to the financial statements presented in the complete financial statements prepared in accordance with Canadian accounting standards for not-for-profit organizations. Complete audited financial statements are available upon request from the Royal College.