

**NORTH WEST REGIONAL
HOSPITAL DISTRICT**

FINANCIAL STATEMENTS

DECEMBER 31, 2017

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HOSPITAL DISTRICT**

FINANCIAL STATEMENTS

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INDEPENDENT AUDITOR'S REPORT

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INDEPENDENT AUDITOR'S REPORT

To the Directors
North West Regional Hospital District

Report on the Financial Statements

We have audited the accompanying statement of financial position of the North West Regional Hospital District as at December 31, 2017 and the statement of financial activities for the year then ended and a summary of significant accounting policies.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted the audit in accordance with Canadian generally accepted auditing standards. These standards require that we comply with ethical requirements and plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

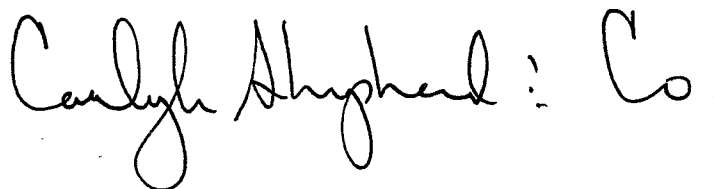
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures depend on the auditor's judgment, including the assessment of the risks of material misstatement, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate for the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Regional Hospital District as at December 31, 2017 and the results of its operations for the year then ended in accordance with Canadian public sector accounting standards.

Terrace, BC
May 6, 2018



NORTH WEST REGIONAL HOSPITAL DISTRICT

STATEMENT OF FINANCIAL POSITION

STATEMENT A

DECEMBER 31

FINANCIAL ASSETS

	2017	2016
	\$	\$
CASH	17,000,039	14,089,975
ACCOUNTS RECEIVABLE	440,657	288,277
MUNICIPAL FINANCE AUTHORITY DEBT RESERVE FUND	<u>586,965</u>	<u>473,334</u>
	<u>18,027,660</u>	<u>14,851,586</u>

FINANCIAL LIABILITIES

ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	319,942	277,053
MUNICIPAL FINANCE AUTHORITY DEBT RESERVE FUND	586,965	473,334
LONG TERM DEBT (Note 2)	<u>34,177,401</u>	<u>33,930,408</u>
	35,084,308	34,680,795
NET FINANCIAL ASSETS/LIABILITIES	(17,056,648)	(19,829,209)
FUTURE REVENUE REQUIREMENT FROM TAXPAYERS	<u>34,177,401</u>	<u>33,930,408</u>
REGIONAL HOSPITAL DISTRICT POSITION	<u>17,120,753</u>	<u>14,101,199</u>

APPROVED BY THE BOARD

_____ Chair

_____ Treasurer

NORTH WEST REGIONAL HOSPITAL DISTRICT

STATEMENT B

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED DECEMBER 31

	Unaudited 2017 Budget \$	Audited 2017 Actual \$	Audited 2016 Actual \$
REVENUE			
Tax Requisition	9,258,968	9,258,974	5,895,989
Grants in Lieu/Other Revenue		202,664	119,261
Interest	120,000	231,649	127,900
	<u>9,378,968</u>	<u>9,693,287</u>	<u>6,143,151</u>
EXPENDITURE			
Grants to Health Facilities and Planning Studies	4,775,954	4,198,739	2,394,556
Debenture Debt			
Interest	928,707	1,037,561	1,001,538
Principal	1,158,589	1,158,589	906,496
Interest on Temporary Borrowing	120,000	119,707	130,173
Contingency	386,840		-
Administration	175,000	159,137	181,813
	<u>7,545,090</u>	<u>6,673,733</u>	<u>4,614,575</u>
NET CHANGE IN FINANCIAL ACTIVITIES	1,833,878	3,019,554	1,528,575
OPENING POSITION	<u>14,101,199</u>	<u>14,101,199</u>	<u>12,572,624</u>
CLOSING POSITION	<u>15,935,077</u>	<u>17,120,753</u>	<u>14,101,199</u>

NORTH WEST REGIONAL HOSPITAL DISTRICT

NOTES

DECEMBER 31, 2017

1) SIGNIFICANT ACCOUNTING POLICIES

The Regional Hospital District has adopted the reporting format recommended by the Public Sector Accounting Board.

A statement of cash flows has not been provided as management has deemed it is not useful for its purposes.

Revenue and expenditures are reported on an accrual basis.

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the amounts reported. Actual results could differ from these estimates.

The financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities and long-term debt. Unless otherwise noted, it is management's opinion that the Regional Hospital District is not exposed to significant interest, currency or credit risk arising from these financial instruments.

2) LONG TERM DEBT

Debenture debt is with the Municipal Finance Authority and is being repaid as per approved bylaws.