

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
North West Regional Hospital District

### Opinion

We have audited the financial statements of the North West Regional Hospital District, which comprise the statement of financial position as at December 31, 2018 and the statement of financial activities 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 the Regional Hospital District as at December 31, 2018 and the results of its operations for the year then ended in accordance with Canadian public sector accounting standards.

### Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. We are independent of the Regional Hospital District 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.

### Auditor's Responsibility 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 judgement and maintain professional skepticism throughout the audit.

### Responsibilities of Management and Directors 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.

In preparing the financial statements, management is responsible for assessing the Regional Hospital District'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 conditions exist that do not allow for the going concern basis to be used.

The Board of Directors are responsible for overseeing the Regional Hospital District's financial reporting process.

Terrace, BC  
May 17, 2019

*Carlyle Shepherd: Co.*

## NORTH WEST REGIONAL HOSPITAL DISTRICT

## STATEMENT B

## STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED DECEMBER 31

	Unaudited 2018 Budget \$	Audited 2018 Actual \$	Audited 2017 Actual \$
<b>REVENUE</b>			
Tax Requisition	9,258,968	9,258,975	9,258,974
Grants in Lieu/Other Revenue		180,987	202,664
Interest	210,000	370,474	231,649
	<u>9,468,968</u>	<u>9,810,436</u>	<u>9,693,287</u>
<b>EXPENDITURE</b>			
Grants to Health Facilities and Planning Studies	4,685,411	4,559,158	4,198,739
Debenture Debt			
Interest	1,441,275	1,371,543	1,037,561
Principal	1,545,173	1,545,173	1,158,589
Interest on Temporary Borrowing	20,000	12,330	119,707
Contingency	116,164		
Administration	175,000	144,975	159,137
	<u>7,983,023</u>	<u>7,633,179</u>	<u>6,673,733</u>
<b>NET CHANGE IN FINANCIAL ACTIVITIES</b>	1,485,945	2,177,257	3,019,554
<b>OPENING POSITION</b>	<u>17,120,753</u>	<u>17,120,753</u>	<u>14,101,199</u>
<b>CLOSING POSITION</b>	<u>18,606,698</u>	<u>19,298,010</u>	<u>17,120,753</u>

NORTH WEST REGIONAL HOSPITAL DISTRICT

STATEMENT OF FINANCIAL POSITION

STATEMENT A

DECEMBER 31

FINANCIAL ASSETS

	2018	2017
	\$	\$
CASH	20,345,918	17,000,039
ACCOUNTS RECEIVABLE	406,112	404,664
MUNICIPAL FINANCE AUTHORITY DEBT RESERVE FUND	<u>599,733</u>	<u>586,965</u>
	<u>21,351,763</u>	<u>17,991,668</u>

FINANCIAL LIABILITIES

ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	1,454,020	283,950
MUNICIPAL FINANCE AUTHORITY DEBT RESERVE FUND	599,733	586,965
LONG TERM DEBT (Note 2)	<u>32,085,615</u>	<u>34,177,401</u>
	34,139,368	35,048,316
NET FINANCIAL ASSETS/LIABILITIES	(12,787,605)	(17,056,648)
FUTURE REVENUE REQUIREMENT FROM TAXPAYERS	<u>32,085,615</u>	<u>34,177,401</u>
REGIONAL HOSPITAL DISTRICT POSITION	<u>19,298,010</u>	<u>17,120,753</u>

APPROVED BY THE BOARD

\_\_\_\_\_ Chair

\_\_\_\_\_ Treasurer