



FINANCIAL STATEMENTS

DECEMBER 31, 2020



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INDEPENDENT AUDITORS REPORT

STATEMENT

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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, 2020 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, 2020 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 is responsible for overseeing the Regional Hospital District's financial reporting process.

Terrace, BC
April 23, 2020




**STATEMENT OF FINANCIAL POSITION
DECEMBER 31
STATEMENT A**

	2020	2019
	\$	\$
FINANCIAL ASSETS		
CASH	26,998,060	21,625,282
ACCOUNTS RECEIVABLE	346,163	409,715
MUNICIPAL FINANCE AUTHORITY DEBT RESERVE FUND	<u>684,079</u>	<u>613,700</u>
	<u>28,028,302</u>	<u>22,648,696</u>
FINANCIAL LIABILITIES		
ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	461,133	422,856
MUNICIPAL FINANCE AUTHORITY DEBT RESERVE FUND	684,079	613,700
LONG TERM DEBT (Note 2)	<u>32,850,122</u>	<u>29,367,945</u>
	33,995,334	30,404,501
NET FINANCIAL ASSETS/LIABILITIES	(5,967,032)	(7,755,804)
FUTURE REVENUE REQUIREMENT FROM TAXPAYERS	<u>32,850,122</u>	<u>29,367,945</u>
REGIONAL HOSPITAL DISTRICT POSITION	<u>26,883,090</u>	<u>21,612,141</u>

APPROVED BY THE BOARD

 CHAIR

 TREASURER



STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED DECEMBER 31
STATEMENT B

	Unaudited 2020 Budget \$	Audited 2020 Actual \$	Audited 2019 Actual \$
REVENUE			
Tax Requisition	9,754,550	9,754,592	9,754,550
Grants in Lieu/Other Revenue	-	1,901,976	185,426
Interest	390,000	290,885	499,328
	<u>10,144,550</u>	<u>11,947,453</u>	<u>10,439,304</u>
EXPENDITURE			
Grants to Health Facilities and Planning Studies	6,461,180	3,728,906	5,048,953
Debtenture Debt			
Interest	1,654,353	1,301,412	1,371,543
Principal	1,545,173	1,545,173	1,545,173
Interest on Temporary Borrowing	20,000	-	11,237
Contingency	2,600,974	-	-
Administration	177,000	101,013	148,267
	<u>12,458,680</u>	<u>6,676,504</u>	<u>8,125,173</u>
NET CHANGE IN FINANCIAL ACTIVITIES	-2,314,130	5,270,949	2,314,131
OPENING POSITION	<u>21,612,141</u>	<u>21,612,141</u>	<u>19,298,010</u>
CLOSING POSITION	<u><u>19,298,011</u></u>	<u><u>26,883,090</u></u>	<u><u>21,612,141</u></u>



NOTES
YEAR ENDED DECEMBER 31, 2020

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, accrued liabilities and long-term debt. Unless otherwise noted, it is management's opinion that the Regional Hospital District is not exposed to significant 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.

3) MILLS MEMORIAL HOSPITAL REPLACEMENT PROJECT

Forecasted borrowing for the Mills Memorial Hospital Replacement Project based on Borrowing Authorization Bylaw #121 is as follows:

	2020 Actual	2021	2022	2023	2024	Total
Borrowing	\$5,747,995	\$24,000,000	\$26,446,000	\$26,446,000	\$10,560,005	\$93,200,000
Capital Infrastructure Reserve	\$0	\$3,000,000	\$7,000,000	\$7,000,000	\$0	\$17,000,000
Total Commitment	\$5,747,995	\$27,000,000	\$33,446,000	\$33,446,000	\$10,560,005	\$110,200,000