



**SUNSHINE COAST REGIONAL HOSPITAL DISTRICT
BOARD MEETING**



**TO BE HELD IN THE
SUNSHINE COAST REGIONAL DISTRICT BOARDROOM,
1975 FIELD ROAD, SECHELT, B.C.
Thursday, April 20, 2023**

AGENDA

CALL TO ORDER 1:00 p.m.

AGENDA

1. Adoption of Agenda Pages 1-2

MINUTES

2. Sunshine Coast Regional Hospital District Board Meeting Annex A
Minutes of March 23, 2023 pp. 3-4

**BUSINESS ARISING FROM MINUTES AND UNFINISHED
BUSINESS**

PRESENTATIONS and DELEGATIONS

3. Cory Vanderhorst, Regional Assurance Partner and Kristy
Rowbotham, Client Account Services of MNP LLP Auditors Annex B
Regarding: i) 2022 Audit Findings - Report to the Board of pp. 5-11
Directors
ii) Draft Independent Auditor's Report pp. 12-13
iii) SCRHD Draft Financial Statements Year pp. 14-23
Ended December 31, 2022

REPORTS

4. Sunshine Coast Regional Hospital District (SCRHD) Draft Annex C
Audited Financial Statements – Year-Ended December 31, pp. 24-25
2022
i) 2022 Audit Findings - Report to the Board of Directors See pp. 5-11
ii) Draft Independent Auditor's Report See pp. 12-13
iii) SCRHD Draft Financial Statements Year Ended See pp. 14-23
December 31, 2022

General Manager, Corporate Services / Chief Financial Officer

COMMUNICATIONS

MOTIONS

BYLAWS

NEW BUSINESS

IN CAMERA

ADJOURNMENT



SUNSHINE COAST REGIONAL HOSPITAL DISTRICT

March 23, 2023

MINUTES OF THE MEETING OF THE BOARD OF THE SUNSHINE COAST REGIONAL HOSPITAL DISTRICT HELD IN THE BOARDROOM AT 1975 FIELD ROAD, SECHELT, B.C.

| | | | |
|----------------------|--|---------------------|--------------|
| PRESENT: | Chair | Town of Gibsons | S. White |
| | Directors | Electoral Area E | D. McMahon |
| | | Electoral Area A | L. Lee |
| | | Electoral Area B | J. Gabias |
| | | Electoral Area D | K. Backs |
| | | Electoral Area F | K. Stamford |
| | | District of Sechelt | A. Toth |
| | | District of Sechelt | J. Henderson |
| ALSO PRESENT: | Chief Administrative Officer | | D. McKinley |
| | Deputy Chief Financial Officer | | B. Wing |
| | Corporate Officer | | S. Reid |
| | Manager, Budgeting and Grants | | A. Taylor |
| | Area A – Alternate Director | | C. Alexander |
| | District of Sechelt – Alternate Director | | D. Inkster |
| | Administrative Assistant / Recorder | | T. Crosby |
| | Media | | 0 |
| | Public | | 0 |

Directors, staff, and other attendees present for the meeting may have participated by means of electronic or other communication facilities.

CALL TO ORDER 1:01 p.m.

AGENDA It was moved and seconded

05/23 THAT the agenda for the meeting be adopted as presented.

CARRIED

MINUTES

Minutes It was moved and seconded

06/23 THAT the Sunshine Coast Regional Hospital District Inaugural Board Meeting Minutes of January 26, 2023 be adopted as presented.

CARRIED

REPORTS

Annual Budget **It was moved and seconded**

07/23 THAT the report titled 2023 Sunshine Coast Regional Hospital District Final Budget be received for information;

AND THAT the 2023 Final Sunshine Coast Regional Hospital District Budget be adopted as presented.

CARRIED

Director Henderson opposed.

BYLAWS

Bylaw 92 **It was moved and seconded**

08/23 THAT *Sunshine Coast Regional Hospital District Annual Budget Bylaw No. 92, 2023* be read a first, second and third time and adopted.

CARRIED

Director Henderson opposed.

ADJOURNMENT It was moved and seconded

09/23 THAT the Sunshine Coast Regional Hospital District Board meeting be adjourned.

CARRIED

The meeting adjourned at 1:14 p.m.

Certified correct _____
Secretary

Confirmed this _____ day of _____

Chair

Sunshine Coast Regional Hospital District

2022 Audit Findings

Report to the Board of Directors
December 31, 2022

Cory Vanderhorst, CPA, CA
T: 250.734.4319
E: cory.vanderhorst@mnp.ca

Overview

We are pleased to submit to you this Audit Findings Report (the "Report") for discussion of our audit of the financial statements of Sunshine Coast Regional Hospital District (the "Hospital District") as at December 31, 2022 and for the year then ended. In this report we cover those significant matters which, in our opinion, you should be aware of as members of the Board of Directors.

As auditors, we report to the Board on the results of our examination of the financial statements of the Hospital District as at and for the year ended December 31, 2022. The purpose of this Report is to assist you, as members of the Board of Directors, in your review of the results of our audit.

This Report is intended solely for the information and use of the Board of Directors and management and should not be distributed to or used by any other parties than these specified parties.

We appreciate having the opportunity to meet with you and to respond to any questions you may have about our audit, and to discuss any other matters that may be of interest to you.

Engagement Status

We have substantially completed our audit of the financial statements of the Hospital District which has been carried out in accordance with Canadian generally accepted auditing standards and are prepared to sign our Independent Auditor's Report subsequent to completion of the following procedure[s]:

- The Board of Directors' review and approval of the financial statements

No significant limitations were placed on the scope or timing of our audit.

Independent Auditor's Report








We expect to have the above procedures completed and to release our Independent Auditor's Report on April 20, 2023.




Unless unforeseen complications arise, our Independent Auditor's Report will provide an unmodified opinion to the Board of the Hospital District. A draft copy of our proposed Independent Auditor's Report has been provided under separate cover. The matters disclosed in the Independent Auditor's Report are discussed further in the relevant sections of the Report.

Audit Reporting Matters

Our audit was carried out in accordance with Canadian generally accepted auditing standards, and included a review of all significant accounting and management reporting systems, with each material year end balance, key transaction and other events considered significant to the financial statements considered separately.

Significant Audit, Accounting and Reporting Matters

| Area | | Comments |
|---|--|--|
|  | Changes from Audit Service Plan | There were no deviations from the Audit Service Plan previously presented to you. |
|  | Final Materiality | Final materiality used for our audit was \$70,000 for December 31, 2022. |
|  | Identified or Suspected Fraud | While our audit cannot be relied upon to detect all instances of fraud, no incidents of fraud, or suspected fraud, came to our attention in the course of our audit. |
|  | Identified or Suspected Non-Compliance with Laws and Regulations | Nothing has come to our attention that would suggest any non-compliance with laws and regulations that would have a material effect on the financial statements. |
|  | Matters Arising in Connection with Related Parties | No significant matters arose during the course of our audit in connection with related parties of the Hospital District. |
|  | Going Concern | No events or conditions identified that may cast significant doubt on the entity's ability to continue as a going concern. |
|  | Auditor's Views of Significant Accounting Practices, Accounting Policies and Accounting Estimates | <p>The application of Canadian public sector accounting standards allows and requires the Hospital District to make accounting estimates and judgments regarding accounting policies and financial statement disclosures.</p> <p>As auditors, we are uniquely positioned to provide open and objective feedback regarding your Hospital District's accounting practices, and have noted the following items during the course of our audit that we wish to bring to your attention.</p> <p>The accounting policies used by the Hospital District are appropriate and have been consistently applied.</p> |

| Area | | Comments |
|---|---|--|
|  | Financial Statement Disclosures | The disclosures made in the notes to the financial statements appear clear, neutral and consistent with our understanding of the entity and the amounts presented in the financial statements. |
|  | Significant Deficiencies in Internal Control | While our review of controls was not sufficient to express an opinion as to their effectiveness or efficiency, no significant deficiencies in internal control have come to our attention. |
|  | Matters Arising From Discussions with Management | There were no significant matters discussed, or subject to correspondence, with management that in our judgment need be brought to your attention. |
| | | |

Other Areas

| Area | | Comments |
|---|--|---|
| Auditor Independence | | We confirm to the Board of Directors that we are independent of the Hospital District. Our letter to the Board of Directors discussing our independence is attached to this report. |
| Management Representations | | We have requested certain written representations from management, which represent a confirmation of certain oral representations given to us during the course of our audit. This letter, provided by management, has been included as additional material to this report. |
| Summary of Significant Differences | | No significant differences were proposed to management with respect to the December 31, 2022 financial statements. |

We appreciate having the opportunity to meet with you and respond to any questions you may have about our audit, and to discuss any other matters that may be of interest to you.

Sincerely,

MNP LLP
Chartered Professional Accountants

Independence Communication

April 20, 2023

Board of Directors
Sunshine Coast Regional Hospital District
1975 Field Road
Sechelt, BC V0N 3A1

Dear Sirs/Mesdames:

We have been engaged to audit the financial statements of Sunshine Coast Regional Hospital District (the "Hospital District") as at December 31, 2022 and for the year then ended.

CAS 260 *Communication With Those Charged With Governance* requires that we communicate with you matters that are significant to our engagement. One such matter is relationships between the Hospital District and its related entities or persons in financial reporting oversight roles at the Hospital District and MNP LLP and any affiliates ("MNP") that, in our professional judgment, may reasonably be thought to bear on our independence. In determining which relationships to report, the Standard requires us to consider relevant rules and related interpretations prescribed by the appropriate professional accounting body and applicable legislation, covering such matters as:

- (a) Holding a financial interest, either directly or indirectly, in a client;
- (b) Holding a position, either directly or indirectly, that gives the right or responsibility to exert significant influence over the financial or accounting policies of a client or a related entity;
- (c) Personal or business relationships of immediate family, close relatives, partners or retired partners, either directly or indirectly, with a client or a related entity;
- (d) Economic dependence on a client; and
- (e) Provision of non-assurance services in addition to the audit engagement.

We are not aware of any relationship between the Hospital District and MNP that, in our professional judgment, may reasonably be thought to bear on our independence, which have occurred from January 1, 2022 to date of this letter.

We hereby confirm that MNP is independent with respect to the Hospital District within the meaning of the Code of Professional Conduct of the Chartered Professional Accountants of British Columbia as of the date of this letter.

This report is intended solely for the use of Board of Directors, management and others within the Hospital District and should not be used for any other purposes.

We look forward to discussing with you the matters addressed in this letter as well as other matters that may be of interest to you. We will be prepared to answer any questions you may have regarding our independence as well as other matters.

Sincerely,

MNP LLP
Chartered Professional Accountants

MADE ^{IN} CANADA

And proud of it!

At MNP we're proud to be the national accounting, consulting and tax firm that is 100% Made in Canada.

Our history defines who we are and our approach to business. Being a Canadian firm has helped shape our values, our collaborative approach, and the way we work with our clients, engaging them every step of the way.

We have a unique perspective. Our decisions are made here – decisions that drive Canadian business and help us all achieve success — and we know the impact that our choices have on the cities and towns we call home.

Throughout our six decades of work, we've seen our communities are more than just a place we do business in. They're a place where our families live, play, and thrive, and we work to make them the best places they can be.

Being 100% Canadian is something we wear proudly. This country provides us with great opportunities, and we're here to help our clients seize the opportunities so we can create a brighter future for the generations to come.



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Independent Auditor's Report

To the Board of Directors of the Sunshine Coast Regional Hospital District:

Opinion

We have audited the financial statements of the Sunshine Coast Regional Hospital District (the "Hospital District"), which comprise the statement of financial position as at December 31, 2022, and the statements of operations, changes in net debt 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 the Hospital District as at December 31, 2022, and the results of its operations, changes in its net debt and its cash flows 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. 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 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.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, 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 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 management either intends to liquidate the Hospital District or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Hospital District'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.
- 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 Hospital District'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 Hospital District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Hospital District 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.

Nanaimo, British Columbia

April 20, 2023

Chartered Professional Accountants

Sunshine Coast Regional Hospital District Financial Statements

As at December 31, 2022 and 2021

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Sunshine Coast Regional Hospital District

Statement Of Financial Position

As at December 31, 2022 and 2021

| | 2022 | 2021 |
|--|---------------------|-----------------------|
| Financial Assets | | |
| Cash and cash equivalents | \$ 706,011 | \$ 707,181 |
| Portfolio investments (Note 4) | 3,494,763 | 3,232,651 |
| Accounts receivable | 50,592 | 15,354 |
| Restricted cash: MFA debt reserve fund | 228,462 | 223,471 |
| | 4,479,828 | 4,178,657 |
| Liabilities | | |
| Accounts payable | 140,794 | 27,669 |
| Long-term debt (Note 5) | 4,901,090 | 5,771,162 |
| | 5,041,884 | 5,798,831 |
| Net Debt and Accumulated Deficit (Note 6) | \$ (562,056) | \$ (1,620,174) |

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Tina Perreault
Chief Financial Officer

Silas White
Chair

The accompanying "Notes to the Financial Statements" form an integral part of these financial statements.

Sunshine Coast Regional Hospital District

Statement Of Change In Net Debt

For the Years Ended December 31, 2022 and 2021

| | Fiscal Plan 2022 (Note 7) | 2022 | 2021 |
|--------------------------|---------------------------------|---------------------|-----------------------|
| Annual surplus (deficit) | \$ (526,121) | \$ 1,058,118 | \$ 477,204 |
| Net debt, beginning | (1,620,174) | (1,620,174) | (2,097,378) |
| Net debt, ending | \$ (2,146,295) | \$ (562,056) | \$ (1,620,174) |

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The accompanying "Notes to the Financial Statements" form an integral part of these financial statements.

Sunshine Coast Regional Hospital District

Statement Of Operations

For the Years Ended December 31, 2022 and 2021

| | Fiscal Plan 2022 (Note 7) | Actual 2022 | Actual 2021 |
|---|---------------------------------|----------------|----------------|
| Revenue | | | |
| Grants in lieu of taxes | \$ 110 | \$ 105 | \$ 110 |
| Tax requisitions | 1,285,224 | 1,285,224 | 1,374,966 |
| Investment income | 55,100 | 96,515 | 44,474 |
| Other revenue (Note 5(b)) | 367,627 | 367,627 | 334,163 |
| | 1,708,061 | 1,749,471 | 1,753,713 |
| Expenses | | | |
| Administration (Note 3) | 39,334 | 39,334 | 34,215 |
| Debt charges - interest | 336,641 | 356,932 | 336,641 |
| Government transfers - capital grants | 1,858,105 | 294,775 | 905,551 |
| Bank charges and interest | 102 | 312 | 102 |
| | 2,234,182 | 691,353 | 1,276,509 |
| Annual Surplus (Deficit) | (526,121) | 1,058,118 | 477,204 |
| Accumulated Deficit, beginning of year | (1,620,174) | (1,620,174) | (2,097,378) |
| Accumulated Deficit, end of year | \$ (2,146,295) | \$ (562,056) | \$ (1,620,174) |

The accompanying "Notes to the Financial Statements" form an integral part of these financial statements.

Sunshine Coast Regional Hospital District

Statement Of Cash Flows

For the Years Ended December 31, 2022 and 2021

| | 2022 | 2021 |
|--|--------------|------------|
| Operating Transactions: | | |
| Annual Surplus | \$ 1,058,118 | \$ 477,204 |
| Items not involving cash included in annual surplus: | | |
| Increase in accounts receivable | (35,238) | 16,487 |
| Increase in accounts payable | 113,125 | (100) |
| Total Operating Transactions | 1,136,005 | 493,591 |
| Investing Transactions: | | |
| Increase in portfolio investments | (262,112) | (94,905) |
| Financing Transactions: | | |
| Repayment of long-term debt | (870,072) | (836,607) |
| Increase in restricted cash: MFA debt reserve fund | (4,991) | (3,738) |
| Total Financing Transactions | (875,063) | (840,345) |
| Net increase (decrease) in cash and equivalents | (1,170) | (441,659) |
| Cash and equivalents, beginning of year | 707,181 | 1,148,840 |
| Cash and equivalents, end of year | \$ 706,011 | \$ 707,181 |

The accompanying "Notes to the Financial Statements" form an integral part of these financial statements.

Sunshine Coast Regional Hospital District

Notes To The Financial Statements

For the Years Ended December 31, 2022 and 2021

1. Operations:

The Sunshine Coast Regional Hospital District is responsible for financing and funding of capital activities relating to hospital facilities on the Sunshine Coast. This includes the Sechelt Hospital and Totem Lodge.

2. Significant Accounting Policies

The preparation of the Financial Statements is the responsibility of the management of the Sunshine Coast Regional Hospital District. The accounting policies used within these statements conform to Canadian Public Sector Accounting Standards ("PSAS"). They have been prepared in accordance with current recommendations issued by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada

(a) Revenue recognition:

Sources of revenue are recorded on an accrual basis and recognized in the period in which they are earned.

Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. Annual tax requisitions are recorded as taxes for Hospital District services in the year they are requisitioned.

(b) Expense recognition:

Operating expenses are recognized on an accrual basis in the period in which they are incurred.

(c) Cash and cash equivalents:

Cash consists of cash on hand, cash in transit, and cash on deposit. Cash equivalents are short-term investments maturing within one year made to obtain a return on a temporary basis and are carried at cost.

(d) Portfolio investments:

Investments consist of marketable securities which are carried at cost but written down when there has been a permanent decline in value.

(e) Government Transfers

Grants and transfers are recorded as expenses when the transfer is authorized and eligibility criteria have been met by the recipient.

Sunshine Coast Regional Hospital District

Notes To The Financial Statements

For the Years Ended December 31, 2022 and 2021

3. Related Party Transactions:

The Sunshine Coast Regional Hospital District is related to the Sunshine Coast Regional District since the same individuals are members of the Board of Directors of both organizations. As legislated by the Hospital District Act, the officers and employees of the Sunshine Coast Regional Hospital District are the corresponding officers and employees of the Sunshine Coast Regional District. Each of the Hospital District and Regional District are separate legal entities as defined by separate Letters Patent and authorized by separate legislation. In 2022, the Hospital District paid, at cost, to the Sunshine Coast Regional District an amount of \$39,334 (2021 - \$34,215) for general accounting and administration services provided to the Hospital District. These transactions are recorded at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

4. Portfolio Investments:

| | 2022 | 2021 |
|--|---------------------|---------------------|
| Municipal Finance Authority ¹ | \$ 753,174 | \$ 738,871 |
| Raymond James ² | 904,318 | - |
| Sunshine Coast Credit Union ³ | 1,248,252 | 1,910,304 |
| BlueShore Financial ⁴ | 589,019 | 583,476 |
| | \$ 3,494,763 | \$ 3,232,651 |

¹ Municipal Finance Authority investments are pooled investment funds by which local governments in B.C. can access high-quality investments while maintaining a high degree of security and liquidity. Interest rates are variable. The average yield in 2022 was 1.91% (2021 - 0.15%).

² Investments with Raymond James consists of money a market security at an interest rate of 5% to maturity in 2023 , recorded at cost.

³ Investments with Sunshine Coast Credit Union consist of money market securities at interest rates ranging from 2.25% to 2.35% to maturity in 2023, recorded at cost.

⁴ Investments with BlueShore Financial consists of money a market security at an interest rate of 2.15% to maturity in 2023 , recorded at cost.

Sunshine Coast Regional Hospital District

Notes To The Financial Statements

For the Years Ended December 31, 2022 and 2021

5. Long Term Debt:

All long term debt is issued through the Municipal Finance Authority of British Columbia. The Authority is the borrowing agent for municipalities and regional districts in the province of British Columbia. All debenture debt issued by the Municipal Finance Authority is sinking fund debt.

(a) Sinking fund debentures issued through the Municipal Finance Authority:

| Issue | Interest Rate | 2022 | 2021 |
|--------------------------------------|---------------|--------------|--------------|
| 102 Issued in 2007, maturing in 2027 | 3.90 % | \$ 4,901,090 | \$ 5,771,162 |

Future principal repayments on existing long term debt:

| | |
|------|--------------|
| 2023 | \$ 913,962 |
| 2024 | 945,951 |
| 2025 | 979,059 |
| 2026 | 1,013,326 |
| 2027 | 1,048,792 |
| | \$ 4,901,090 |

(b) Actuarial earnings:

Long term debt is recorded net of any sinking fund balances. Actuarial sinking fund earnings recognized in 2022 totalled \$367,627 (2021 - \$334,163).

Sunshine Coast Regional Hospital District

Notes To The Financial Statements

For the Years Ended December 31, 2022 and 2021

6. Accumulated Deficit:

| | 2022 | 2021 |
|---|---------------------|-----------------------|
| Fund Balances: | | |
| Current fund ¹ | \$ 636,093 | \$ 693,528 |
| Reserve fund ² | 2,300,277 | 2,084,188 |
| Capital fund ³ | (3,726,888) | (4,621,361) |
| Debt reserve funds | 228,462 | 223,471 |
| Accumulated Deficit, end of year | \$ (562,056) | \$ (1,620,174) |

¹ Consists of surplus funds requisitioned to fund capital improvement projects and equipment with a value less than \$150,000.

² Consists of surplus funds requisitioned to fund capital improvement projects and equipment with a value greater than \$150,000.

³ Consists of surplus funds borrowed and/or requisitioned to fund major capital projects, less outstanding long-term debt repayable in future years. Surplus funds available to fund projects as at December 31, 2022 total \$1,174,203 (2021 - \$1,149,801).

Sunshine Coast Regional Hospital District

Notes To The Financial Statements

For the Years Ended December 31, 2022 and 2021

7. Fiscal Plan:

The 2022 Fiscal Plan was approved by the Board through the adoption of the Sunshine Coast Regional Hospital District Annual Budget Bylaw No. 91 on March 24, 2022. The Fiscal Plan includes items not shown on the Statement Of Operations as identified below:

| | 2022 |
|---|---------------------|
| | Fiscal Plan |
| Budgeted surplus per bylaw: | \$ - |
| Fiscal Plan funding sources that are not revenues for accounting purposes: | |
| Surplus - operating carryover | (693,528) |
| Transfer from Section 20 reserves - carryover | (1,017,365) |
| Fiscal Plan expenditures that are not expenses for accounting purposes: | |
| Principal debt payments | 870,072 |
| Transfer to reserves | 296,400 |
| Transfer to appropriated capital surplus | 18,300 |
| Budgeted deficit per statement of operations | \$ (526,121) |

8. Commitments

The Hospital District has committed, through the annual budgeting process, to fund Vancouver Coastal Health for various capital equipment purchases. It does not have any large capital facility projects committed at this time. The equipment items range in scope from minor (less than \$150,000) to major equipment (greater than \$150,000). As at December 31, 2022 the Hospital District has committed \$652,035 for minor equipment, \$911,295 for various major equipment items.

SUNSHINE COAST REGIONAL HOSPITAL DISTRICT STAFF REPORT

TO: Sunshine Coast Regional Hospital District Board - April 20, 2023

AUTHOR: Tina Perreault, General Manager, Corporate Services / Chief Financial Officer

SUBJECT: SUNSHINE COAST REGIONAL HOSPITAL DISTRICT (SCRHD) DRAFT AUDITED FINANCIAL STATEMENTS – YEAR ENDED DECEMBER 31, 2022

RECOMMENDATION(S)

- (1) **THAT the report titled Sunshine Coast Regional Hospital District (SCRHD) Draft Audited Financial Statements – Year Ended December 31, 2022 and the following documents be received for information:**
- **Audit Findings to the Board of Directors for year ended December 31, 2022;**
 - **Draft Independent Auditor's Report;**
 - **Draft Audited Financial Statements;**
- (2) **AND THAT the SCRHD Draft Audited Financial Statements for Year Ended December 31, 2022 be approved as presented.**
-

BACKGROUND

Canadian Public Sector Accounting (PSAS) and Auditing Standards require Financial Statements to be presented as soon as possible after the external audit has concluded, as draft statements. The financial statements must be in accordance with Generally Accepted Accounting Principles and PSAS, and independently audited by a qualified external auditor.

Once approved, this date will become the date of the Independent Auditor's Report (included in the Final Report to Members of the Board) and Final Audited Financial Statements for Year Ended December 31, 2022.

The purpose of this report is to receive the Auditor report for information, approve the 2022 SCRHD Financial Statements.

DISCUSSION

Audit Findings

The Audit Findings report provides the results of MNP's audit, and further discusses areas of focus identified in the Audit Service Planning Report presented at SCRHD on October 27, 2022. In the Auditor's opinion, the financial statements present fairly, in all material respects, the financial position of the Sunshine Coast Regional Hospital District as at December 31, 2022, in accordance with Canadian generally accepted audit standards.

Materiality for the SCRHD was set for \$70,000 for 2022 and there were no significant differences found with respect to the financial statements.

CONCLUSION

Staff recommend that the Draft Audited Statements for Year Ended December 31, 2022, being presented by MNP LLP with Draft Independent Auditor's Report be received and approved by the SCRHD Board.

Attachments:

- Audit Findings to the Board of Directors for year ended December 31, 2022;
- Draft Independent Auditor's Report;
- Draft Audited Financial Statements;

| | | | |
|--------------|--|-------------|--|
| Reviewed by: | | | |
| Manager | | Finance | |
| GM | | Legislative | |
| CAO | | Other | |