

**SKEENA-QUEEN CHARLOTTE REGIONAL
HOSPITAL DISTRICT**

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DECEMBER 31, 2008

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**SKEENA-QUEEN CHARLOTTE REGIONAL
HOSPITAL DISTRICT**

FINANCIAL STATEMENTS

DECEMBER 31, 2008

CARLYLE SHEPHERD & CO.
CHARTERED ACCOUNTANTS



SKEENA-QUEEN CHARLOTTE REGIONAL HOSPITAL DISTRICT

NOTES

DECEMBER 31, 2008

1. SIGNIFICANT ACCOUNTING POLICIES

The Regional Hospital District has adopted the reporting format from the recommendations by the Public Sector Accounting and Auditing Board.

A statement of cash flows has not been prepared 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 generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported. Actual results could differ from those estimates.

It is management's opinion that the Regional Hospital District is not exposed to significant interest, currency or credit risk arising from its financial instruments.

2. LONG-TERM DEBT

Debenture debt is with Municipal Finance Authority and is being repaid in accordance with approved bylaws.

3. OPERATIONS

The Ministry of Health stipulated that effective December 31, 1995, the Regional Hospital District will not undertake new projects and will cease once long-term debt is repaid.

SKEENA-QUEEN CHARLOTTE REGIONAL HOSPITAL DISTRICT

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED DECEMBER 31

| | Budget 2008 | Actual 2008 | Actual 2007 |
|---|----------------|----------------|----------------|
| | \$ | \$ | \$ |
| REVENUE | | | |
| Tax requisition | 188 244 | 188 244 | 236 954 |
| Grants in lieu of taxes | 7 000 | 7 361 | 7 664 |
| Interest and other | <u>2 000</u> | <u>2 674</u> | <u>18 231</u> |
| | <u>197 244</u> | <u>198 279</u> | <u>262 849</u> |
| | | | |
| EXPENDITURE | | | |
| Debenture debt | | | |
| Interest | 145 444 | 136 541 | 146 480 |
| Principal | 75 916 | 54 663 | 75 916 |
| Short term interest | 6 000 | 1 498 | 5 815 |
| Administration | <u>1 000</u> | <u>1 286</u> | <u>982</u> |
| | <u>228 360</u> | <u>193 988</u> | <u>229 193</u> |
| | | | |
| NET CHANGE IN FINANCIAL ACTIVITIES | -31 116 | 4 291 | 33 656 |
| | | | |
| OPENING POSITION | <u>31 116</u> | <u>31 116</u> | <u>-2 540</u> |
| | | | |
| CLOSING POSITION | <u>-</u> | <u>35 407</u> | <u>31 116</u> |

SKEENA-QUEEN CHARLOTTE REGIONAL HOSPITAL DISTRICT

STATEMENT OF FINANCIAL POSITION

DECEMBER 31

| | 2008 | 2007 |
|--|----------------|----------------|
| | \$ | \$ |
| FINANCIAL ASSETS | | |
| Cash | 8 651 | 5 796 |
| Accounts receivable | 61 803 | 60 509 |
| MFA deposit | <u>22 959</u> | <u>22 544</u> |
| | <u>93 413</u> | <u>88 849</u> |
| FINANCIAL LIABILITIES | | |
| Accounts payable and accruals | 35 047 | 35 189 |
| MFA Debt Reserve Fund | 22 959 | 22 544 |
| Long-term debt (note 2) | <u>609 017</u> | <u>705 822</u> |
| | <u>667 023</u> | <u>763 555</u> |
| NET FINANCIAL ASSETS/LIABILITIES | -573 610 | -674 706 |
| FUTURE REVENUE REQUIREMENT FROM TAXPAYERS | <u>609 017</u> | <u>705 822</u> |
| REGIONAL HOSPITAL DISTRICT POSITION | <u>35 407</u> | <u>31 116</u> |

APPROVED BY THE BOARD

_____ Chairperson

_____ Treasurer

CARLYLE SHEPHERD & CO.
CHARTERED ACCOUNTANTS



**AUDIT REPORT
TO THE BOARD OF DIRECTORS**

We have audited the statement of financial position of the Skeena-Queen Charlotte Regional Hospital District as at December 31, 2008 and the statement of financial activities for the year then ended. These financial statements are the responsibility of the Hospital District's management. Our responsibility is to express an opinion on these financial statements based on the audit.

We conducted the audit in accordance with Canadian generally accepted auditing standards. These standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Regional Hospital District as at December 31, 2008 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles for Regional Hospital Districts in the Province of British Columbia.

Prince Rupert, BC
April 6, 2008

Carlyle Shepherd & Co.

CARLYLE SHEPHERD & CO.
CHARTERED ACCOUNTANTS

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