

**SKEENA-QUEEN CHARLOTTE REGIONAL  
HOSPITAL DISTRICT**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2010**

**SKEENA-QUEEN CHARLOTTE REGIONAL  
HOSPITAL DISTRICT**

**INDEX TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2010**

AUDIT REPORT

STATEMENT OF FINANCIAL POSITION

STATEMENT OF FINANCIAL ACTIVITIES

NOTES

**AUDIT REPORT****TO THE DIRECTORS****SKEENA-QUEEN CHARLOTTE REGIONAL HOSPITAL DISTRICT****Report on the financial statements**

We have audited the statement of financial position of the Skeena-Queen Charlotte Regional Hospital District as at December 31, 2010 and the statement of financial activities for the year then ended.

**Responsibility for the financial statements**

These financial statements are the responsibility of the Regional Hospital District's management and directors.

**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 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 to design audit procedures that are appropriate, 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, 2010 and the results of its financial activities for the year then ended in accordance with Canadian generally accepted accounting principles.

Prince Rupert, BC  
April 15, 2011

**SKEENA-QUEEN CHARLOTTE REGIONAL HOSPITAL DISTRICT**

**STATEMENT OF FINANCIAL POSITION**

**DECEMBER 31**

	<b>2010</b>	<b>2009</b>
	<b>\$</b>	<b>\$</b>
<b>FINANCIAL ASSETS</b>		
Cash	53 775	-
Accounts receivable	23 655	36 611
MFA deposit	<u>20 621</u>	<u>23 613</u>
	<u>98 051</u>	<u>60 224</u>
<b>FINANCIAL LIABILITIES</b>		
Bank overdraft	-	757
Accounts payable and accruals	23 568	35 047
MFA Debt Reserve Fund	20 621	23 613
Long-term debt (note 2)	<u>409 628</u>	<u>511 682</u>
	<u>453 817</u>	<u>571 099</u>
<b>NET FINANCIAL ASSETS/LIABILITIES</b>	-355 766	-510 875
<b>FUTURE REVENUE REQUIREMENT FROM TAXPAYERS</b>	<u>409 628</u>	<u>511 682</u>
<b>REGIONAL HOSPITAL DISTRICT POSITION</b>	<u>53 862</u>	<u>807</u>

APPROVED BY THE BOARD

\_\_\_\_\_ Chairperson

\_\_\_\_\_ Treasurer

**SKEENA-QUEEN CHARLOTTE REGIONAL HOSPITAL DISTRICT**

**STATEMENT OF FINANCIAL ACTIVITIES**

**YEAR ENDED DECEMBER 31**

	<b>Unaudited Budget 2010</b>	<b>Actual 2010</b>	<b>Actual 2009</b>
	\$	\$	\$
<b>REVENUE</b>			
Tax requisition	189 452	192 466	148 427
Grants in lieu of taxes	5 150	5 260	6 654
Interest and other	25	44 963	20
	<u>194 627</u>	<u>242 689</u>	<u>155 101</u>
 <b>EXPENDITURE</b>			
Debenture debt			
Interest	138 037	135 357	135 357
Principal	54 723	52 223	52 223
Short term interest	1 000	772	532
Administration	1 600	1 282	1 589
	<u>195 360</u>	<u>189 634</u>	<u>189 701</u>
 <b>NET CHANGE IN FINANCIAL ACTIVITIES</b>	 -733	 53 055	 -34 600
 <b>OPENING POSITION</b>	 <u>733</u>	 <u>807</u>	 <u>35 407</u>
 <b>CLOSING POSITION</b>	 <u>-</u>	 <u>53 862</u>	 <u>807</u>

# SKEENA-QUEEN CHARLOTTE REGIONAL HOSPITAL DISTRICT

## NOTES

DECEMBER 31, 2010

### 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.