

**Boundary Trails Health Centre
Foundation Inc.**
Financial Statements
For the Year Ended March 31, 2018

Boundary Trails Health Centre Foundation Inc.
Financial Statements
For the Year Ended March 31, 2018

Contents

Independent Practitioner's Review Engagement Report	2 - 3
Financial Statements	
Statement of Financial Position	4
Statement of Changes in Net Assets	5
Statement of Operations	6
Statement of Cash Flows	7
Notes to Financial Statements	8 - 12



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Independent Practitioner's Review Engagement Report

**To the Board of Directors of
Boundary Trails Health Centre Foundation Inc.**

We have reviewed the accompanying financial statements of Boundary Trails Health Centre Foundation Inc. that comprise the statement of financial position as at March 31, 2018, and the statements of operations, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.



Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Boundary Trails Health Centre Foundation Inc. as at March 31, 2018, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Chartered Professional Accountants

RM of Stanley, Manitoba

June 13, 2018

Boundary Trails Health Centre Foundation Inc.
Statement of Financial Position

March 31	2018	2017
Assets		
Current		
Cash	\$ 1,656,891	\$ 280,938
Current portion of long-term investments (Note 2)	883,875	1,140,000
Accounts receivable	9,790	11,487
Accrued interest receivable	30,913	43,352
	2,581,469	1,475,777
Long-term investments (Note 2)	1,760,000	2,630,000
	\$ 4,341,469	\$ 4,105,777
Liabilities and Net Assets		
Current		
Accounts payable and accrued liabilities (Note 3)	\$ 47,186	\$ 35,680
Unearned revenue - golf tournament deposits	9,200	12,700
	56,386	48,380
Deferred contributions (Note 4)	1,776,524	1,664,526
	1,832,910	1,712,906
Net assets		
Unrestricted	1,895,421	1,780,698
Endowment fund	138,138	137,173
Internally restricted fund (Note 5)	475,000	475,000
	2,508,559	2,392,871
	\$ 4,341,469	\$ 4,105,777

The accompanying notes are an integral part of these financial statements.

**Boundary Trails Health Centre Foundation Inc.
Statement of Changes in Net Assets**

For the year ended March 31	Unrestricted	Endowment Fund	Internally Restricted Fund	2018	2017
Net assets, beginning of year	\$ 1,780,698	\$ 137,173	\$ 475,000	\$ 2,392,871	\$ 2,129,395
Excess of revenue over expenditures for the year	114,723	-	-	114,723	262,326
Endowment contributions	-	965	-	965	1,150
Net assets, end of year	\$ 1,895,421	\$ 138,138	\$ 475,000	\$ 2,508,559	\$ 2,392,871

The accompanying notes are an integral part of these financial statements.

Boundary Trails Health Centre Foundation Inc. Statement of Operations

For the year ended March 31	2018	2017
Revenue		
General donations	\$ 54,756	\$ 166,187
Designated donations		
Cancer/palliative care	214,117	141,645
Dialysis	-	9,431
Obstetrics	9,295	1,517
Rehab	18,555	20,130
Building for the future	15,819	-
Equipment donations	1,000	-
Banquet fundraiser	24,770	55,720
Golf tournament fundraiser	49,666	54,178
Concert fundraiser	11,653	-
Spiritual care	67,927	68,913
Gift-in-kind	1,728	681
TV rental income	8,004	10,308
Interest income	90,446	86,109
	<u>\$ 567,736</u>	<u>\$ 614,819</u>
Expenditures		
Designated donations		
Cancer/palliative care	214,117	141,645
Dialysis	-	9,431
Obstetrics	9,295	1,517
Rehab	18,555	20,130
Building for the Future	15,819	-
Donor board	-	554
Fundraising expenses	48,638	37,332
General equipment	9,412	-
Gift-in-kind	1,728	681
Bank and credit card service charges	923	1,872
Music to my ears program	4,320	4,755
Office expenses	2,589	4,015
Professional development	1,993	3,476
Professional fees	3,217	3,455
Salaries and wages	51,513	48,217
Spiritual care	67,927	68,913
Travel expenses	557	373
Website, anti-microbial	-	5,000
Utilities	2,410	1,127
	<u>453,013</u>	<u>352,493</u>
Excess of revenue over expenditures for the year	<u>\$ 114,723</u>	<u>\$ 262,326</u>

The accompanying notes are an integral part of these financial statements.

Boundary Trails Health Centre Foundation Inc. Statement of Cash Flows

For the year ended March 31	2018	2017
Cash flows from operating activities		
Excess of revenue over expenditures for the year	\$ 114,723	\$ 262,326
Changes in non-cash working capital:		
Accounts receivable	14,137	3,761
Accounts payable and accrued liabilities	11,505	14,305
Unearned revenue - golf tournament deposits	(3,500)	700
Deferred contributions	111,998	130,459
	248,863	411,551
Cash flows from investing activities		
Redemption (purchase) of long-term investments	1,126,125	(750,000)
Endowment fund contributions	965	1,150
	1,127,090	(748,850)
Net increase (decrease) in cash	1,375,953	(337,299)
Cash, beginning of the year	280,938	618,237
Cash, end of the year	\$ 1,656,891	\$ 280,938

The accompanying notes are an integral part of these financial statements.

Boundary Trails Health Centre Foundation Inc.

Notes to Financial Statements

March 31, 2018

1. Significant Accounting Policies

Purpose of the Organization

Boundary Trails Health Centre Foundation Inc. ("the foundation") is a charitable organization whose mission is to raise and distribute funds to facilitate the provision of health care for the people who are in the Boundary Trails Health Centre service area, beyond the care which would otherwise be provided.

The foundation, incorporated under the laws of Manitoba, is a registered charity and, as such, is exempt from income tax and may issue income tax receipts to donors.

Basis of Accounting

The financial statements have been prepared using Canadian accounting standards for not-for-profit organizations.

Use of Estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and may have an impact on future periods.

Revenue Recognition

The foundation follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Unrestricted investment income is recognized as revenue when earned as there are no externally imposed restrictions on investment income.

Boundary Trails Health Centre Foundation Inc.

Notes to Financial Statements

March 31, 2018

1 . Significant Accounting Policies (continued)

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, equities traded in an active market and derivatives are reported at fair value, with any unrealized gains and losses reported in operations, other than financial instruments related to endowment funds. In addition, all bonds and guaranteed investment certificates have been designated to be in the fair value category, with gains and losses reported in operations, other than financial instruments related to endowment funds. Changes in fair value of financial instruments related to the endowment fund are recorded directly in net assets. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items remeasured at fair value at each statement of financial position date and charged to the financial instrument for those measured at amortized cost.

Tangible Capital Assets

It is the foundation's policy to expense tangible capital assets in the year of acquisition.

Contributed Materials & Services

Contributed materials and services which are used in the normal course of the foundation's operations and would otherwise have been purchased are recorded at their fair value at the date of contribution if fair value can be reasonably estimated. Because of the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

Boundary Trails Health Centre Foundation Inc. Notes to Financial Statements

March 31, 2018

2. Long-term Investments

	2018	2017
Access Credit Union guaranteed investment certificate maturing September 2, 2020 and bearing interest at 2.45% per annum.	\$ 120,000	\$ 120,000
Access Credit Union guaranteed investment certificate maturing September 2, 2020 and bearing interest at 2.45% per annum.	120,000	120,000
Access Credit Union guaranteed investment certificate maturing September 3, 2019 and bearing interest at 2.90% per annum.	120,000	120,000
Access Credit Union guaranteed investment certificate maturing July 3, 2018 and bearing interest at 3.10% per annum.	120,000	120,000
Access Credit Union guaranteed investment certificate maturing July 29, 2020 and bearing interest at 2.50% per annum.	900,000	900,000
Access Credit Union guaranteed investment certificate maturing January 26, 2019 and bearing interest at 1.85% per annum.	763,875	750,000
Access Credit Union guaranteed investment certificate maturing June 18, 2021 and bearing interest at 2.40% per annum.	500,000	500,000
Access Credit Union guaranteed investment certificates, matured during the year	-	1,140,000
	2,643,875	3,770,000
Less: current portion of long-term investments	(883,875)	(1,140,000)
	\$ 1,760,000	\$ 2,630,000

3. Accounts Payable and Accrued Liabilities

Included in accounts payable and accrued liabilities are government remittances payable of \$1,156 (2017 - \$1,145).

Boundary Trails Health Centre Foundation Inc. Notes to Financial Statements

March 31, 2018

4. Deferred Contributions

The deferred contributions represent unspent resources which have been externally restricted for various purposes. Changes in the deferred contributions balance during the year were as follows:

	2018	2017
Balance, beginning of year	\$ 1,664,526	\$ 1,534,067
Add: donations received	437,711	372,096
Less: amounts recognized as revenue	(325,713)	(241,637)
Balance, end of year	\$ 1,776,524	\$ 1,664,526

The balance is represented by the following:

	2018	2017
Building for the future	\$ 1,273,724	\$ 1,234,350
Palliative/Cancer care	373,181	305,414
Hospice	85,821	80,851
Spiritual Care	22,819	17,272
Rehab Surgery	7,296	7,296
Obstetrics	-	6,172
Rehab services	2,580	3,915
Memorial garden	3,907	3,907
APEIL program	3,057	2,057
Dialysis	2,416	1,569
Imaging department	1,458	1,458
ICU	265	265
	\$ 1,776,524	\$ 1,664,526

5. Internally Restricted Fund

The board of directors has internally restricted surplus of \$215,000 for equipment purchases and \$260,000 for program funds. These internally restricted amounts are invested in guaranteed investment certificates and are not available for other purposes without approval of the board of directors.

Boundary Trails Health Centre Foundation Inc. Notes to Financial Statements

March 31, 2018

6. Financial Instruments

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The foundation is exposed to credit risk resulting from the possibility that a customer or counterparty to a financial instrument defaults on their financial obligations; if there is a concentration of transactions carried out with the same counterparty; or of financial obligations which have similar economic characteristics such that they could be similarly affected by changes in economic conditions. The foundation's financial instruments that are exposed to concentrations of credit risk relate primarily to its accounts receivable.

There have not been any changes in these risks from the prior year.

7. Comparative Figures

Certain comparative figures have been reclassified to conform with the current year's financial statement presentation.
