

**Boundary Trails Health  
Centre Foundation Inc.  
Financial Statements  
For the Year Ended March 31, 2014  
(Unaudited)**

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**Financial Statements**  
For the Year Ended March 31, 2014  
(Unaudited)

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## Review Engagement Report

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

We have reviewed the statement of financial position of Boundary Trails Health Centre Foundation Inc. as at March 31, 2014 and the statements of operations and changes in net assets and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements, and accordingly, consisted primarily of inquiry, analytical procedures and discussion related to information supplied to us by the organization.

A review does not constitute an audit, and consequently, we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.

The comparative figures were reviewed by another firm of Chartered Accountants.

*BDO Canada LLP*

Chartered Accountants

RM of Stanley, Manitoba  
June 12, 2014

**Boundary Trails Health Centre Foundation Inc.**  
**Statement of Financial Position**

(Unaudited)

<b>March 31</b>	<b>2014</b>	<b>2013</b>
<b>Assets</b>		
<b>Current</b>		
Cash (Note 2)	\$ 1,937,815	\$ 1,689,912
Current portion of long term investments (Note 3)	120,000	370,000
Accounts receivable	18,513	19,974
Accrued interest receivable	15,280	10,551
	<u>2,091,608</u>	<u>2,090,437</u>
<b>Long term investments (Note 3)</b>	<u>1,124,285</u>	<u>874,285</u>
	<b>\$ 3,215,893</b>	<b>\$ 2,964,722</b>
<b>Liabilities and Net Assets</b>		
<b>Current</b>		
Accounts payable and accrued liabilities (Note 4)	\$ 18,865	\$ 24,157
Unearned revenue - golf tournament deposits	12,600	8,100
	<u>31,465</u>	<u>32,257</u>
<b>Deferred contributions (Note 5)</b>	<u>1,353,578</u>	<u>1,329,428</u>
	<u>1,385,043</u>	<u>1,361,685</u>
<b>Net Assets</b>		
Unrestricted	1,226,052	999,497
Endowment fund	129,798	128,540
Internally restricted fund (Note 6)	475,000	475,000
	<u>1,830,850</u>	<u>1,603,037</u>
	<b>\$ 3,215,893</b>	<b>\$ 2,964,722</b>

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

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

(Unaudited)

<b>For the Year Ended March 31</b>				<b>2014</b>	2013
	<b>Unrestricted</b>	<b>Endowment Fund</b>	<b>Internally Restricted Fund</b>	<b>Total</b>	<b>Total</b>
<b>Net assets, beginning of year</b>	<b>\$ 999,497</b>	<b>\$ 128,540</b>	<b>\$ 475,000</b>	<b>\$1,603,037</b>	\$1,503,556
Excess of revenue over expenditures	226,555	-	-	226,555	91,431
Endowment contributions	-	1,258	-	1,258	8,050
<b>Net assets, end of year</b>	<b>\$ 1,226,052</b>	<b>\$ 129,798</b>	<b>\$ 475,000</b>	<b>\$1,830,850</b>	\$1,603,037

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

## Boundary Trails Health Centre Foundation Inc. Statement of Operations

(Unaudited)

For the Year Ended March 31	2014	2013
<b>Revenue</b>		
General donations	\$ 181,212	\$ 37,149
Designated donations		
APEIL program	1,147	-
Cancer/pallative care	80,744	71,749
Dialysis	-	4,545
Rehab	9	907
Equipment donations	25,000	1,248
Banquet fundraiser	60,858	58,418
Golf tournament fundraiser	51,950	50,368
Miles for smiles fundraiser	18,742	17,667
Spiritual Care	26,751	31,401
TV rental income	15,330	10,637
Interest income	75,403	75,884
	<b>537,146</b>	<b>359,973</b>
<b>Expenditures</b>		
Designated donations		
APEIL program	1,147	-
Cancer/pallative care	80,744	71,749
Dialysis	-	4,545
Rehab	9	907
Donor board	60	90
Fundraising expenses	30,553	26,678
General equipment	57,772	3,568
Gift-in-kind	-	200
Interest and bank charges	1,470	1,091
Music to my ears program	4,410	4,095
Office expenses	1,784	4,851
Professional fees	4,127	4,210
Salaries and wages	49,668	72,282
Spiritual care	77,981	73,837
Travel expenses	427	-
Utilities	439	439
	<b>310,591</b>	<b>268,542</b>
<b>Excess of revenue over expenditures</b>	<b>\$ 226,555</b>	<b>\$ 91,431</b>

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

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**Boundary Trails Health Centre Foundation Inc.**  
**Statement of Cash Flows**

(Unaudited)

<b>For the Year Ended March 31</b>	<b>2014</b>	<b>2013</b>
<b>Cash from operating activities:</b>		
Excess (deficiency) of revenue over expenditures	\$ 226,555	\$ 91,431
Changes in non-cash working capital balances		
Accounts receivable	(3,268)	4,806
Accounts payable and accrued liabilities	(5,293)	(43,705)
Unearned revenue - golf tournament deposits	4,500	(7,500)
Deferred contributions	24,151	39,018
	<b>246,645</b>	<b>84,050</b>
 <b>Cash flows from investing activities:</b>		
Change in endowment fund	1,258	8,050
 <b>Change in cash during the year</b>	<b>247,903</b>	<b>92,100</b>
 <b>Cash, beginning of year</b>	<b>1,689,912</b>	<b>1,597,812</b>
 <b>Cash, end of year</b>	<b>\$ 1,937,815</b>	<b>\$ 1,689,912</b>

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

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# Boundary Trails Health Centre Foundation Inc.

## Notes to the Financial Statements

(Unaudited)

March 31, 2014

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### 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 organization 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 and liabilities and 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 impact on future periods.

**Revenue Recognition** The organization 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.

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# Boundary Trails Health Centre Foundation Inc.

## Notes to the Financial Statements

(Unaudited)

**March 31, 2014**

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### 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 organization's policy to expense tangible capital assets in the year of acquisition.

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### 2. Cash

	<u>2014</u>	<u>2013</u>
Restricted cash	<b>\$ 1,353,579</b>	\$ 1,329,428
Cash	<b>584,236</b>	360,484
	<b><u>\$ 1,937,815</u></b>	<b><u>\$ 1,689,912</u></b>

Restricted cash includes donations received but not yet disbursed for the following restricted projects: MRI, palliative care, hospice, rehab services, Building for the Future, memorial garden, obstetrics, APEIL program, imaging department, dialysis and rehab surgery.

## Boundary Trails Health Centre Foundation Inc. Notes to the Financial Statements

(Unaudited)

**March 31, 2014**

### 3. Long Term Investments

	2014	2013
Access Credit Union guaranteed investment certificate maturing September 3, 2015 and bearing interest at 3.55% per annum.	\$ 120,000	\$ 120,000
Access Credit Union guaranteed investment certificate maturing August 3, 2016 and bearing interest at 3.75% per annum.	120,000	120,000
Access Credit Union guaranteed investment certificate maturing July 3, 2017 and bearing interest at 3.25% per annum.	120,000	120,000
Access Credit Union guaranteed investment certificate maturing September 3, 2015 and bearing interest at 3.55% 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	-
Access Credit Union guaranteed investment certificate maturing October 3, 2014 and bearing interest at 3.75% per annum.	120,000	120,000
Access Credit Union guaranteed investment certificate maturing July 18, 2016 and bearing interest at 3.65% per annum.	250,000	250,000
Access Credit Union guaranteed investment certificate maturing June 18, 2016 and bearing interest at 2.40% per annum.	250,000	-
Access Credit Union guaranteed investment certificate	-	250,000
Access Credit Union guaranteed investment certificate	-	120,000
Access Credit Union surplus shares	24,285	24,285
	1,244,285	1,244,285
Less: current portion of long-term investments	(120,000)	(370,000)
	\$ 1,124,285	\$ 874,285

## Boundary Trails Health Centre Foundation Inc. Notes to the Financial Statements

(Unaudited)

**March 31, 2014**

#### 4. Accounts Payable and Accrued Liabilities

Included in accounts payable and accrued liabilities are government remittances payable of \$755 (2013 - \$736).

#### 5. Deferred Contributions

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

	<u>2014</u>	<u>2013</u>
Balance, beginning of year	\$ 1,329,428	\$ 1,290,410
Add: donations received	106,050	116,219
Less: amounts recognized as revenue	<u>(81,900)</u>	<u>(77,201)</u>
Balance, end of year	<u>\$ 1,353,578</u>	<u>\$ 1,329,428</u>

The balance is represented by the following:

	<u>2014</u>	<u>2013</u>
M.R.I.	\$ 1,082,374	\$ 1,082,374
Palliative/Cancer care	157,199	167,012
Hospice	80,351	55,005
Rehab services	7,124	6,333
Building for the future	7,610	6,112
Memorial garden	3,907	3,907
Obstetrics	4,897	3,897
APEIL program	1,443	1,940
Imaging department	1,458	1,458
Dialysis	1,550	1,375
Rehab surgery	<u>5,665</u>	<u>15</u>
	<u>\$ 1,353,578</u>	<u>\$ 1,329,428</u>

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## **Boundary Trails Health Centre Foundation Inc. Notes to the Financial Statements**

(Unaudited)

**March 31, 2014**

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### **6. Internally Restricted Fund**

The board of directors has internally restricted surplus of \$215,000 (2013 - \$215,000) for equipment purchases and \$260,000 (2013 - \$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.

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### **7. Comparative Figures**

The comparative financial statements have been reclassified from financial statements previously issued to conform to the current year presentation.

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### **8. Financial Instrument Risk**

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 organization is exposed to credit risk arising from its accounts receivable.

There have been no changes to the organization's financial instrument risk exposure from the prior year.