



REPORT

To: Peace River Regional Hospital District Board

Report Number: FN-RHD-031

From: Roxanne Shepherd, Chief Financial Officer

Date: May 2, 2024

Subject: 2023 Peace River Regional Hospital District Financial Statements

RECOMMENDATION #1: [Corporate Unweighted]

That the Peace River Regional Hospital District Board accept the Draft 2023 Peace River Regional Hospital District Financial Statements effective May 2, 2024.

RECOMMENDATION #2: [Corporate Unweighted]

That the Peace River Regional Hospital District Board approve the Draft 2023 Financial Statements as presented as the final Financial Statements for the year ended December 31, 2023 effective May 2, 2024; further, that the Chair and Chief Financial Officer be authorized to sign the 2023 Peace River Regional Hospital District Financial Statements.

BACKGROUND/RATIONALE:

The Canadian Auditing Standards (CAS) require that financial statements of an organization be approved by the Board of Directors prior to the signing of the Auditor's report. The format and presentation of the Financial Statements is dictated by the Chartered Professional Accountants of Canada. The Chartered Professional Accountants of Canada also require that audit firms communicate their role and responsibility; their method of performing the audit, and their findings to the Board of Directors and Management.

The Peace River Regional Hospital District (PRRHD) 2023 Financial Statements were audited by Beswick Hilderbrandt Lund (BHL) Chartered Professional Accountants. The Auditor has advised that they did not encounter any significant items to bring to management's attention during the 2023 audit.

The Financial Statements for the PRRHD are comprised of the following:

- Statement of Financial Position
- Statement of Operations
- Statement of Remeasurement Gains and Losses
- Statement of Cash Flow
- Schedule of Reserves
- Notes to the Financial Statements

The Financial Statements are prepared using the accounting standards and reporting model prescribed by the Public Sector Accounting Board (PSAB), which requires the elimination of Transfer to/from Reserves. Additionally, the Hospital District only provides for contributions to Health Care Facilities for capital expenditures; it does not participate in the operating or wage costs of Health Care Facilities

ALTERNATIVE OPTIONS:

1. That the Peace River Regional Hospital District Board provide further direction.

STRATEGIC PLAN RELEVANCE:

- ☒ Not Applicable to Strategic Plan

FINANCIAL CONSIDERATION(S):

On December 31, the Hospital District had \$128M (2022 - \$110M) in Reserves for funding the new Dawson Creek and District Hospital. The long-term outstanding debt is \$54.27M (2022 - \$57.25M), details of which can be found in Note 5 of the Financial Statements.

With the reduction of outstanding debt and an increase in Capital Reserves, the PRRHD has improved its financial position to a \$81.73M Accumulated Surplus (2022 - \$59.96M).

COMMUNICATIONS CONSIDERATION(S):

Once approved, the Audited Financial Statements will be submitted to the Province and published to the PRRD Website.

OTHER CONSIDERATION(S):

None at this time.

Attachments:

1. 2023 Draft Peace River Regional Hospital District Financial Statements
2. 2023 PRRHD Audit Findings Letter