

Financial Statements of

**LUMBY & DISTRICT HEALTH  
SERVICES SOCIETY**

Year ended March 31, 2021  
(Unaudited - See Notice to Reader)



**Kimberley K. Hutton\***

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\*operating through an incorporated company

## NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of Lumby & District Health Services Society as at March 31, 2021 and the statements of operations and changes in net assets for the year then ended. We have not performed an audit or review engagement in respect of these financial statements and accordingly, we express no assurance thereon. Readers are cautioned that these statements may not be appropriate for their purposes.

Kimberley K. Hutton, CPA, CA

Chartered Professional Accountant

Lumby, Canada

May 25, 2021

# LUMBY & DISTRICT HEALTH SERVICES SOCIETY

## Statement of Financial Position

March 31, 2021, with comparative figures for 2020

(Unaudited - see Notice to Reader)

	2021	2020
<b>Assets</b>		
Current assets:		
Cash (Note 2)	\$ 69,186	\$ 28,679
Externally restricted cash (Note 3)	22,182	26,480
Investments and marketable securities	29,554	12,385
Accounts receivable	5,044	1,788
	125,966	69,332
Capital assets (Note 4)	30,686	31,761
	\$ 156,652	\$ 101,093
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 13,383	\$ 6,236
Deferred revenue - grants (Note 5)	20,362	25,342
	33,745	31,578
Canada Emergency Business Account	30,000	-
Net assets:		
Investment in capital assets	30,686	31,761
Internally restricted (Note 6)	20,160	24,882
Unrestricted	42,061	12,872
	92,907	69,515
	\$ 156,652	\$ 101,093

APPROVED ON BEHALF OF THE BOARD:

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

The recognition, measurement, presentation and disclosure principals in these financial statements may not be in accordance with the requirements of any of the financial reporting frameworks in the CPA Canada Handbook - Accounting.

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

# LUMBY & DISTRICT HEALTH SERVICES SOCIETY

## Statement of Operations

March 31, 2021, with comparative figures for 2020

(Unaudited - see Notice to Reader)

	2021	2020
Revenue:		
Contract revenue	\$ 49,818	\$ 49,187
X-ray revenue	37,677	33,580
Grants, sponsorships and donations	37,386	35,783
Government grants and subsidies	25,620	-
Locum fees	11,912	-
Other income	937	1,321
Fundraising	-	7,946
	163,350	127,817
Expenses:		
Advertising	2,643	2,755
Courier	126	168
Doctor recruitment and retention expenses	5,000	524
Facility rental	405	394
Fundraising	-	308
Insurance	4,079	4,103
Interest and bank charges	16	375
Locum expenses	570	-
Materials and supplies	1,756	993
Office and general	5,633	5,504
Professional fees	2,870	1,755
Radiology	14,626	13,130
Repairs and maintenance	6,254	4,967
Salaries and benefits	86,813	88,604
Telephone and internet	2,365	1,391
Training	458	727
	133,614	125,698
Excess of revenue over expenditures before the following	29,736	2,119
Amortization	6,344	5,700
Excess (deficiency) of revenue over expenditures	\$ 23,392	\$ (3,581)

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

# LUMBY & DISTRICT HEALTH SERVICES SOCIETY

## Statement of Changes in Net Assets

March 31, 2021, with comparative figures for 2020

(Unaudited - see Notice to Reader)

	Investment in capital assets	Internally restricted	Unrestricted	Total 2021	Total 2020
Balance, beginning of year	\$ 31,761	\$ 24,882	\$ 12,872	\$ 69,515	\$ 73,096
Excess (deficiency) of revenue over expenditures	(6,344)	(4,722)	34,458	23,392	(3,581)
Capital asset purchases	5,269	-	(5,269)	-	-
	\$ 30,686	\$ 20,160	\$ 42,061	\$ 92,907	\$ 69,515

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

# LUMBY & DISTRICT HEALTH SERVICES SOCIETY

Notes to the Financial Statements

March 31, 2021

(Unaudited - see Notice to Reader)

## 1. Significant accounting policies

### Capital Assets

Purchased capital assets are recorded at cost less accumulated amortization. Contributed capital assets are recorded at fair market value at the date of acquisition and are amortized, unless the fair value is not determinable in which case the contributed capital assets are recorded at nominal value at the date of contribution.

Amortization based on the estimated useful life of the asset is calculated as follows:

	Method	Rate
X-ray equipment	Declining balance	15%
Furniture and equipment	Declining balance	20%
Computer equipment	Declining balance	55%

### Revenue Recognition

The Society 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 when receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

## 2. Cash

A portion of cash is internally restricted by the Board of Directors in the amount of \$20,160 (2020 - \$24,882) for repair and replacement of x-ray equipment.

## 3. Externally Restricted Cash

A portion of cash is externally restricted as follows:

	2021	2020
Community Gaming Grant	\$ 11,001	\$ 10,981
Village of Lumby	9,361	14,361
	<u>\$ 20,362</u>	<u>\$ 25,342</u>

# LUMBY & DISTRICT HEALTH SERVICES SOCIETY

Notes to the Financial Statements

March 31, 2021

(Unaudited - see Notice to Reader)

## 4. Capital Assets

	2021		2020	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
X-ray equipment	\$ 118,427	\$ 101,913	\$ 118,427	\$ 98,998
Furniture & fixtures	42,135	28,524	37,171	26,085
Computer equipment	4,758	4,197	4,758	3,512
	<u>\$ 165,320</u>	<u>\$ 134,634</u>	<u>\$ 160,356</u>	<u>\$ 128,595</u>
		<u>\$ 30,686</u>		<u>\$ 31,761</u>

## 5. Deferred revenue - grants

Deferred revenue consists of a grant from BC Gaming in respect of wages for community workshops for the period of one year. Deferred revenue also consists of a grant from the Village of Lumby to support doctor recruitment and retention initiatives. A portion of the BC Gaming grant is recognized into revenue monthly. The Village of Lumby grant is recognized into revenue when there is an offsetting expense.

	2021	2020
Community Gaming Grant	\$ 11,001	\$ 10,981
Village of Lumby	9,361	14,361
	<u>\$ 20,362</u>	<u>\$ 25,342</u>

## 6. Internally restricted net assets

The Society's board of directors passed a motion on April 29, 2019 to internally restrict \$28,600 for a period of three years for future repairs and replacement of x-ray equipment. These internally restricted amounts are not available for other purposes without the prior approval of the board of directors.

During the year, the organization used \$4,722 of the internally restricted funds for repairs and maintenance of the x-ray equipment.

## 7. British Columbia Societies Act

On November 28, 2016 the new British Columbia Societies Act came into effect. Included in the new Act is a requirement to disclose the remuneration paid to all directors, the ten highest paid employees, and all contractors who were paid at least \$75,000 annually. The Society had no individuals who met this criteria for the year ended March 31, 2021.