



Gabriola Health Care Foundation

Financial Statements

(Unaudited)

Year ended December 31, 2023

Gabriola Health Care Foundation
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Year Ended December 31, 2023

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Gabriola Health Care Foundation

We have reviewed the accompanying financial statements of Gabriola Health Care Foundation (the organization) that comprise the statement of financial position as at December 31, 2023, and the statements of statement of operations and changes in fund balances 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 (ASNPO), 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 Gabriola Health Care Foundation as at December 31, 2023, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

Nanaimo, BC
June 6, 2024



K.D. Beausoleil & Company Inc.
Chartered Professional Accountants



Gabriola Health Care Foundation
Statement of Financial Position
(unaudited)
As at December 31, 2023

	2023						2022
	Operating Fund	Internally Restricted Funds (Note 7)	Externally Restricted Funds			Total	Total
			Health Centre Fund	Medical Equipment Fund	Kitty Heller Fund (Note 9)		
Assets							
Current Assets							
Cash	24,210					24,210	118,188
Guaranteed Investment Certificates	161,867					161,867	33,772
Accounts receivable and accrued income	34,881					34,881	19,280
Prepaid expenses	13,077					13,077	8,739
Total current assets	234,035	-	-	-	-	234,035	179,979
Restricted assets							
Cash		476	67,387	(4,010)	11,107	74,960	48,138
Accounts receivable			2,516			2,516	
Guaranteed Investment Certificates		435,000	283,133		20,000	738,133	738,133
Total restricted assets	-	435,476	353,036	(4,010)	31,107	815,609	786,271
Tangible capital assets (Note 5)			1,525,589	4,514		1,530,103	1,579,061
Intangible assets (Note 6)	12,813					12,813	-
Total Assets	246,848	435,476	1,878,625	504	31,107	2,592,560	2,545,311
Liabilities							
Current liabilities							
Accounts payable	20,176					20,176	12,361
Accrued liabilities	18,217					18,217	13,541
Deferred current contributions	2,643	2,294		4,198		9,135	5,492
Total current liabilities	41,036	2,294	-	4,198	-	47,528	31,394
Deferred contributions (Note 7)			1,408,625	-	31,107	1,439,732	1,482,404
Total liabilities and deferred contributions	41,036	2,294	1,408,625	4,198	31,107	1,487,260	1,513,798
Fund balances							
Invested in land			470,000			470,000	470,000
Internally restricted funds (Note 8)		433,182				433,182	412,927
Unrestricted funds	205,812			(3,694)		202,118	145,586
Total fund balances	205,812	433,182	470,000	(3,694)	-	1,105,300	1,028,513
Total	246,848	435,476	1,878,625	504	31,107	2,592,560	2,542,311

Approved on behalf of the Board of Directors



Gabriola Health Care Foundation
Statement of Operations and Changes in Fund Balances
(unaudited)
For the year ended December 31, 2023

	2023					2022
	Operating Fund	Internally Restricted Funds (Note 7)	Externally Restricted Funds			Total
			Health Centre Fund	Medical Equipment Fund	Kitty Heller Fund (Note 9)	
						Total
Revenue						
Rent	194,814					194,814
Donations (Note 9)	40,463	2,294	5,566	4,206		52,529
Less donations transferred to Deferred Contributions	(10,554)	(2,294)	(5,566)	(4,206)		(22,620)
Interest income	30,323					30,323
Deferred contributions taken into income			47,784	(1,546)	2,000	48,238
Revenue	255,046	-	47,784	(1,546)	2,000	303,284
Expenses						
Building operating costs						
Amortization of assets			47,784	2,148		49,932
Building maintenance administration	8,880					8,880
Building systems maintenance	13,382					13,382
Cleaning services & supplies	29,796					29,796
Groundskeeping	7,533					7,533
GST Expense net of refund	2,787					2,787
Insurance	12,046					12,046
Other						-
Real Property Tax	10,677					10,677
Utilities and services	23,175					23,175
Total Building operating costs	108,276	-	47,784	2,148	-	158,208
Community services						
Clinic equipment	1,545					1,545
Maintain Helipad	1,829					1,829
Maintaining urgent care room	13,161					13,161
Other	440					440
Telemedicine unit	4,381					4,381
Total community services	21,356	-	-	-	-	21,356
Donations to others	2,000	-	-	-	-	2,000
Foundation operating costs						
Bank and credit card charges	862					862
Compliance costs	70					70
Director and officer Insurance	1,285					1,285
Memberships	673					673
Other expenses	975					975
PO Box rental	182					182
Professional fees	4,800					4,800
Recruiting and retention and other committee costs	34,503				2,000	36,503
Software licenses	1,359					1,359
WEB site hosting	1,224					1,224
Total Foundation operating expenses	45,933	-	-	-	2,000	47,933
Total expenses	177,565	-	47,784	2,148	2,000	229,497
Excess of revenue over expenses for the year	77,481	-	-	(3,694)	-	73,787
Fund balances						
Fund balance, beginning of year	148,586	412,927	470,000			1,031,513
Excess of revenue over expenses for the year (as above)	77,481			(3,694)		73,787
Transfer to internally restricted maintenance fund (Note 8)	(35,000)	35,000				
Transfer to internally restricted recruiting fund (Note 8)	(10,000)	10,000				
Transfer from internally restricted recruiting fund (Note 8)	24,745	(24,745)				
Fund balances, end of year	205,812	433,182	470,000	(3,694)	-	1,105,300



Gabriola Health Care Foundation
Statement of Cash Flows
(unaudited)
For the year ended December 31, 2023

	2023						2022
	Internally Restricted Funds (Note 7)	Externally Restricted Funds			Total		Total
Operations		Health Centre Fund	Medical Equipment Fund	Kitty Heller Fund (Note 9)			
Operations							
Revenue							
Rent		194,814			194,814		185,838
Donations received (Note 9)		29,908			29,908		15,675
Decrease / (Increase) in accounts receivable		(15,552)	(2,566)		(18,118)		28,149
		209,170	-	(2,566)	-	206,604	229,662
Cash paid to suppliers							
Purchases		(175,565)			(175,565)		(173,850)
Decrease / (Increase) in prepaid expenses		(4,340)			(4,340)		1,039
(Decrease) / Increase in accts pay. and accrued liab.		9,645	2,294	4,199	16,138		18,493
(Decrease) / Increase in deferred contributions			5,566		5,566		-
		(170,260)	2,294	5,566	4,199	(158,201)	(154,318)
Interest income		30,323			30,323		20,515
Total cash from operations		69,233	2,294	3,000	4,199	-	95,859
Investing activities							
Change in Guaranteed Investment Certificates		(128,095)			(128,095)		(179,422)
Other							
Video project							(3,967)
Additions to tangible capital assets				(975)	(975)		
Additions to intangible assets		(12,813)			(12,813)		(24,530)
Net investing activities		(140,908)	-	(975)	-	(141,883)	(207,919)
Financing activities							
Donations received (Note 9)							12,565
Donations to charities		(2,000)			(2,000)	(4,000)	
Interfund transfer		(20,256)	20,256				
Net financing activities		(22,256)	20,256	-	-	(2,000)	12,565
Net cash increase (decrease) in the year		(93,931)	22,550	3,000	3,224	(2,000)	(99,489)
Cash on hand at the beginning of the year		118,141	(22,074)	64,387	(7,234)	13,107	166,327
Cash on hand at the end of the year		24,210	476	67,387	(4,010)	11,107	99,170



Gabriola Health Care Foundation
Notes to financial statements
(unaudited)
For the year ended December 31, 2023

1. Nature of entity

The Gabriola Health Care Foundation is a British Columbia not-for-profit society incorporated under the British Columbia Societies Act on March 28, 2007 and is a registered charity for Canadian Income Tax purposes. Its registration number is 85193 0586 RR0001.

2. Summary of Accounting Policies

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations.

(a) Fund accounting

The society reports its activities using the deferral method of accounting. The Foundation has established separate funds for amounts donated for the specific purpose of constructing the Health Centre, for the purchase of medical equipment, and for the offering of health care programmes to Gabriolans. These funds are shown under the heading "Externally Restricted Funds".

(b) Revenue recognition

Unrestricted contributions are recognized as revenue in the operating fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted contributions are deferred and recognized as revenue of the year in which the related expenditures are incurred. Restricted contributions used to acquire capital assets are recognized as revenue in amounts equal to the amortization charged to the particular asset accounts in the year.

Contributions for the purchase of capital assets that will not be amortized, such as land, are recognized as revenue in the appropriate fund when received.

Grants received for a particular purpose which are refundable to the donor if the funds are not used for that purpose by a particular date are deferred and recorded as a liability until the funds are used for the specified purpose. The amounts are taken into income as the funds are spent for the specified purpose.

To be included in income in a year, contributions must have been received or, if mailed, must bear a post mark date in the particular year.

Pledges of the contribution of cash and in-kind contributions of assets are recognized at their estimated value at the time of the contribution. If collection of a pledge becomes doubtful the doubtful amount is recognized as an expense at that time.

Investment income including income realized on restricted funds is recognized as income in the operating fund when earned.

(c) Contributed securities

Contributed securities are recorded at their receipted value, which is the closing market value of the securities the day the donation is received. They are sold at the first opportunity. Any gain or loss on the disposition, and the cost of the disposition, is recorded as income or expense at the time of the disposition.

(d) Tangible capital assets

Property and equipment is recorded at cost (or receipted value in the case of contributed items) and is amortized over the estimated useful life of the assets on a straight line basis using the following useful lives:

- (i) Electronic office equipment - 3 years
- (ii) Generator and Fire pump Batteries - 4 years
- (iii) Medical equipment - 5 years
- (iv) Furniture and fixtures - 10 years
- (v) Telephone system - 10 years
- (vi) Electricity generator - 20 years
- (vii) Fire pump - 20 years
- (viii) Kitchen and laundry equipment - 10 years
- (ix) Land improvements - 20 years
- (x) Building - 50 years

Full amortization is claimed in the year of an asset is acquired and no amortization is claimed in the year of its disposition.

(e) Intangible assets

Intangible assets are recorded at cost and are amortized over the estimated life of the asset on a straight line basis using the following useful lives:

- (i) Website - 5 years

(f) Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates 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 revenue and expenses during the period. Actual results could differ from these estimates. These estimates are reviewed annually and as adjustments become necessary they are recorded in the financial statements in the period they become known.



Gabriola Health Care Foundation
Notes to financial statements
(unaudited)
For the year ended December 31, 2023

3. Tax status

The Foundation is exempt from income tax under paragraph 149(1)(f) of the Income Tax Act (Canada).

4. Donated services

The Foundation is managed and administered by many valued and dedicated volunteers. The value of their services is not recognized in the financial statements due to the difficulty in determining its fair value.

5. Tangible capital assets

	2023			2022
	Cost	Accumulated amortization	Net book value	Net book value
Health Construction fund				
Benches	12,502	12,502	0	0
Buildings	1,048,088	247,083	801,005	841,967
Electronic office equipment	13,855	10,415	3,440	6,878
Furniture & fixtures	24,280	20,698	3,582	4,545
Kitchen and laundry equipment	2,732	2,262	470	549
Land	470,000	0	470,000	470,000
Land improvements	368,174	149,603	218,571	236,980
Machinery and equipment	65,521	39,711	25,810	29,278
Telephone system	10,172	7,461	2,711	3,177
	<u>2,015,324</u>	<u>489,735</u>	<u>1,525,589</u>	<u>1,593,374</u>
Medical equipment fund				
Electronic office equipment	7,894	7,222	672	1,348
Furniture & fixtures	35,923	35,273	650	
Medical equipment	92,408	89,216	3,192	4,339
	<u>136,225</u>	<u>131,711</u>	<u>4,514</u>	<u>5,687</u>
Total	<u>2,151,549</u>	<u>621,446</u>	<u>1,530,103</u>	<u>1,599,061</u>

6. Intangible assets

	2023			2022
	Cost	Accumulated amortization	2023	2022
Web site	12,813	-	12,813	-

7. Deferred contributions

The deferred contributions fund represents contributions set aside to be used or that have been used to

	2023				2022
	Health Centre Fund	Medical Equipment fund	Kitty Heller Fund (Note 10)	Total	Total
Deferred contributions					
Balance brought forward	1,450,843	(1,546)	33,107	1,482,404	1,526,748
Donations, grants & other	5,566			5,566	12,565
Total	1,456,409	(1,546)	33,107	1,487,970	1,539,313
Less amounts taken into income	(47,784)	1,546	(2,000)	(48,238)	(56,909)
Closing balance	<u>1,408,625</u>	<u>-</u>	<u>31,107</u>	<u>1,439,732</u>	<u>1,482,404</u>



Gabriola Health Care Foundation
Notes to financial statements
(unaudited)
For the year ended December 31, 2023

8. Internally restricted funds

The internally restricted funds are funds set aside by the Board of Directors of the Foundation for specific purposes. These funds may not be used for any other purpose without specific permission from the Foundation Board of Directors. The balances of the funds established by the Foundation directors are:

	2023				2022
	Health Centre Fund	Recruiting and Retention Fund	Foundation Operations Fund	Total	Total
Balance brought forward	335,000	27,927	50,000	412,927	400,000
Amounts transferred from operations account	35,000	10,000		45,000	45,000
Donations					140
Amounts used in the year		(24,745)		(24,745)	(32,213)
Closing balance	370,000	13,182	50,000	433,182	412,927

9. Donations by source

	2023						
	Operations	Health Centre Fund	Medical Equipment fund	Kitty Heller Fund (Note 6)	Internally restricted	Total	2022
Charities	15,408.00		443.00		2,294.00	18,145.00	9,995.00
Grants	8,000.00		3,763.00			11,763.00	
Individuals and other	17,055.00	5,566.00				22,621.00	23,737.00
Total donations received	40,463.00	5,566.00	4,206.00	-	2,294.00	52,529.00	33,732.00
Less restricted donations transferred to							
Deferred Contributions	(10,554.00)	(5,566.00)	(4,206.00)		(2,294.00)	(22,620.00)	(12,565.00)
Other						-	(5,492.00)
Net donations taken into income	29,909.00	-	-	-	-	29,909.00	15,675.00

10 Kitty Heller Fund

In 2012 and 2013 GHCF received two donations totaling \$100,000 from the estate of the late Katherine ("Kitty") J. Heller. The donor required that the "donation must be used for funding your [GHCF's] health programs" Since 2013, \$68,893 has been used to support a number of health programs on Gabriola. As at December 31, 2023 a balance of \$31,107 remains in the fund.

11. Financial Instruments

The Foundation's financial instruments consist of cash, accounts receivable, guaranteed investment certificates and accounts payable. It is management's opinion that the Foundation is not exposed to significant interest, currency, or credit risk from these financial instruments. The fair value of the instruments approximates their carrying values unless otherwise noted.

12 Comparative Figures

Certain of the prior year's figures in the Statement of Operations have been reclassified to conform to the current year's presentation. The reclassification had no effect on the total operating costs.