



# 2023 Fraser Valley Regional Hospital District **FINANCIAL STATEMENTS**

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For the year ended December 31, 2023





Bridal Falls Trail, Area D  
Lucas

## LAND ACKNOWLEDGEMENT

The Fraser Valley Regional District (FVRD) recognizes the homeland of the thirty First Nation communities of this area we now call the Fraser Valley Regional District where we live, work and learn. Important decisions that we make at a local government level can affect First Nation communities and Indigenous peoples and organizations in many different ways both today and in the future. So as part of our collective responsibility we commit to continually examine the work we do to ensure that our project plans, initiatives and discussion are guided by the principles of inclusion, collaboration and reconciliation.



Harrison Bay  
Peter

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# MESSAGE FROM THE CHAIR

The Fraser Valley Regional Hospital District (FVRHD) was established by the provincial government to provide the local share of capital funding for health care infrastructure in the Fraser Valley. Working with Fraser Health, the FVRHD supports healthy communities by investing in health care equipment and capital priorities. Each member of the Fraser Valley Regional District Board also serves on the FVRHD.

The FVRHD is committed to building upon its working relationships. Our staff and the Fraser Health Authority continued to work together on the timing of large capital projects. As we continue contributions to Reserve balances for anticipated future capital projects, we are also paying down debt while being mindful of taxpayer burden. In 2023, because of our focus on investment income, we increased revenue by \$1.5 million, additionally, the FVRHD's Financial Assets increased by \$9 million.

I am proud of the work and commitment the FVRHD and staff is taking to ensure the availability of health care infrastructure for the region.

Sylvia Pranger  
Chair, Fraser Valley Regional Hospital District Board



# 2022 - 2026 BOARD OF DIRECTORS



**Seated left to right:** Sylvia Pranger (Kent), Patricia Ross (Abbotsford), Jag Gill (Mission), Patti MacAhonic (Area E), Diane Johnson (Area A), Taryn Dixon (Area H), Kelly Chahal (Abbotsford), Leo Facio (Harrison Hot Springs).

**Standing left to right:** Ross Siemens (Abbotsford), Bud Mercer (Chilliwack), Paul Horn (Mission), Dave Sidhu (Abbotsford), Bill Dickey (Area D), Hugh Davidson (Area F), Jason Lum (Chilliwack), Victor Smith (Hope), Simon Gibson (Abbotsford), Ken Popove (Chilliwack), Dave Loewen (Abbotsford), Peter Adamo (Area B), Les Barkman (Abbotsford), Cory Cassel (Area G), Chris Kloot (Chilliwack), Mel Waardenburg (Area C).

# FVRD SENIOR LEADERSHIP TEAM



*Standing left to right: Graham Daneluz, Kelly Lownsborough, Jennifer Kinneman  
Seated left to right: Stacey Barker, Tareq Islam, Jaime Van Nes*

The Senior Leadership Team works collaboratively to:

- Provide guidance to department on the Board's Strategic Plan goals
- Consider issues facing local government and lead corporate decision-making
- Discuss solutions to organizational issues and challenges
- Provide direction on corporate-wide policies, systems, projects, and initiatives

Chief Administrative Officer	_____	Jennifer Kinneman
Director of Regional Services and Deputy Chief Administrative Officer	_____	Stacey Barker
Director of Planning & Development	_____	Graham Daneluz
Director of Engineering & Utilities	_____	Tareq Islam
Director of Corporate Services & Chief Financial Officer	_____	Kelly Lownsborough
Director of Legislative Services & Corporate Officer	_____	Jaime Van Nes



# CONSOLIDATED FINANCIAL STATEMENTS

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For the year ended December 31, 2023



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**Fraser Valley Regional Hospital District  
Management's Responsibility for Financial Reporting**

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For the year ended December 31<sup>st</sup>, 2023

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The financial statements have been prepared by management in accordance with Public Sector Accounting Standards and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management is responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Board of Directors is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and exercises this responsibility through the Board. The Board reviews the external financial statements on an annual basis.

The external auditors, KPMG LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. Their examination includes a review and evaluation of the Regional Hospital District's system of internal controls and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly. The external auditors have full and free access to financial management of the Regional Hospital District and meet when required.

On behalf of the Fraser Valley Regional Hospital District

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Kelly Lownsborough, CPA, CMA  
Director of Corporate Services/Chief Financial Officer



**KPMG LLP**

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Chilliwack BC V2P 4J7  
Canada  
Telephone 604 793 4700  
Fax 604 793 4747

## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Fraser Valley Regional Hospital District

### ***Opinion***

We have audited the accompanying consolidated financial statements of Fraser Valley Regional Hospital District (the "District") which comprise:

- the consolidated statement of financial position as at December 31, 2023
- the consolidated statements of operations and surplus for the year then ended
- the consolidated statement of changes in net assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- and notes to the consolidated financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the District as at December 31, 2023, and its consolidated results of operations and deficit, its consolidated changes in net debt, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### ***Basis for Opinion***

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

We are independent of the District in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



## ***Responsibilities of Management and Those Charged with Governance for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards 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.

In preparing the financial statements, management is responsible for assessing the District's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the District or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the District's financial reporting process.

## ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants

Chilliwack, Canada  
April 25, 2024

**Fraser Valley Regional Hospital District  
Consolidated Statement of Financial Position**

**For the year ended December 31** **2023** **2022**

**Financial Assets**

Cash and Cash Equivalents (Note 1)	\$	<b>29,723,700</b>	\$	29,652,557
Accounts Receivable (Note 2)		<b>63,202</b>		96,021
MFA Debt Reserve Cash (Note 3)		<b>923,070</b>		895,245
Accrued Interest		<b>754,718</b>		399,688
Investments (Note 4)		<b>28,527,725</b>		20,525,497
		<b>59,992,415</b>		51,569,008

**Financial Liabilities**

Accounts Payable (Note 5)		<b>58,621</b>		142,180
Debenture Debt (Note 6)		<b>16,602,317</b>		20,128,901
		<b>16,660,938</b>		20,271,081

**Net Financial Assets** **\$ 43,331,477** **\$ 31,297,927**

**Non-financial Assets**

Tangible Capital Assets (Note 7)		<b>5,890,002</b>		<b>5,904,914</b>
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**Accumulated Surplus** **\$ 49,221,479** **\$ 37,202,841**

Commitments (Note 10)

 Chief Financial Officer

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**Fraser Valley Regional Hospital District  
Consolidated Statement of Operations and Surplus**

<b>For the year ended December 31</b>	Budget 2023	<b>Actual 2023</b>	Actual 2022
<b>Revenues</b>			
Requisition from members and participants	\$ 12,922,900	\$ 12,922,900	\$ 12,190,786
Investment income	1,310,700	2,543,582	1,077,297
Grants in place of taxes	130,000	136,441	128,757
Miscellaneous revenue	44,000	57,945	49,614
Interest on MFA cash reserve	-	27,825	19,559
Transfer from reserve funds	23,324,000	-	-
<b>Total Revenue</b>	<b>37,731,600</b>	<b>15,688,693</b>	<b>13,466,013</b>
<b>Expenses:</b>			
Transfer to Fraser Health Authority	23,324,000	3,224,000	1,800,000
Interest on long term debt (actuarial gain)	1,281,500	(241,160)	(329,669)
Administration charge	640,000	528,000	472,000
Operating expenses	234,000	144,303	46,515
Amortization	-	14,912	14,912
<b>Total Expenses</b>	<b>25,479,500</b>	<b>3,670,055</b>	<b>2,003,758</b>
<b>Annual Surplus</b>	<b>\$ 12,252,100</b>	<b>\$ 12,018,638</b>	<b>\$ 11,462,255</b>
<b>Accumulated Surplus, beginning of year</b>	<b>\$ 37,202,841</b>	<b>\$ 37,202,841</b>	<b>\$ 25,740,586</b>
<b>Accumulated Surplus, end of year</b>	<b>\$ 49,454,941</b>	<b>\$ 49,221,479</b>	<b>\$ 37,202,841</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**Fraser Valley Regional District Hospital**  
**Consolidated Statement of Changes in Net Financial Assets**

For the year ended December 31	2023	2022
Annual Surplus	\$ 12,018,638	\$ 11,462,255
Amortization of tangible capital assets	14,912	14,912
<b>Change in net financial assets</b>	<b>12,033,550</b>	<b>11,477,167</b>
<b>Net Financial Assets, beginning of year</b>	<b>\$ 31,297,927</b>	<b>\$ 19,820,760</b>
<b>Net Financial Assets, end of year</b>	<b>\$ 43,331,477</b>	<b>\$ 31,297,927</b>

Represented by:

Current Fund (Note 8)	1,030,058	747,674
Reserve Funds (Note 9)	58,903,736	50,679,154
Amount to be recovered from future requisitions	(16,602,317)	(20,128,901)
	<b>\$ 43,331,477</b>	<b>\$ 31,297,927</b>

**Fraser Valley Regional District Hospital  
Consolidated Statement of Cash Flows**

<b>For the year ended December 31</b>	<b>2023</b>	<b>2022</b>
<b>Operations</b>		
Annual Surplus	\$ 12,018,638	\$ 11,462,255
Items not involving cash		
Amortization of tangible capital assets	14,912	14,912
Change in non-cash operating items		
Accounts receivable and accrued interest	(350,036)	(106,462)
Accounts payable	(83,559)	(280,332)
	<b>11,599,955</b>	<b>11,090,374</b>
<b>Financing</b>		
Debt principal payments	(3,526,584)	(3,385,083)
	<b>(3,526,584)</b>	<b>(3,385,083)</b>
<b>Investing</b>		
Decrease/(Increase) in portfolio investments	(8,002,228)	1,782,597
	<b>(8,002,228)</b>	<b>1,782,597</b>
Increase in cash during the year	71,143	9,487,887
Cash and cash equivalents, beginning of year	29,652,557	20,164,670
Cash and cash equivalents, end of year	<b>\$ 29,723,700</b>	<b>\$ 29,652,557</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

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## Fraser Valley Regional Hospital District Notes to Consolidated Financial Statements

For the year ended December 31<sup>st</sup>, 2023

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The Fraser Valley Regional Hospital District (“Hospital District”) is a governing agency for the hospitals in the Fraser Valley region and is incorporated under the Hospital District Act. The Hospital District covers hospitals located in Hope, Chilliwack, Abbotsford, and Mission. Its principal activities are to finance capital construction projects and capital equipment purchases for health care facilities within the Fraser Valley Regional District.

<b>Basis of Presentation</b>	The Hospital District financial statements have been prepared in accordance with the recommendations of the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Professional Accountants. All material inter-fund transactions have been eliminated.
<b>Revenue and Expenditure Recognition</b>	Accounting for all funds is done on the full accrual basis.
<b>Investments</b>	Investments are portfolio investments recorded at cost plus accrued interest, less any provisions for other than temporary impairment.
<b>Budget Amounts</b>	Budget amounts reflect the statutory annual budget as adopted by the board on March 23, 2023.
<b>Use of Estimates</b>	The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities and at the date of the financial statements, and reported amounts of revenue and expenditures during the reported period. Actual results could differ from those estimates.
<b>Administration Costs</b>	Pursuant to Hospital District Bylaw 0081,2023 and Section 17(2) of the Hospital District Act, administration fees of \$528,000 (2022 - \$472,000) were paid by the Hospital District to the Fraser Valley Regional District.
<b>Financial instruments</b>	<p>Financial instruments include cash and cash equivalents, investments, accounts receivable, accounts payable and accrued liabilities and debt. Cash and cash equivalents include cash, high interest savings accounts and short-term highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value. Investments are comprised of non-redeemable guaranteed investment certificates, Municipal Finance Authority (“MFA”) pooled funds and bonds issued by Canadian chartered banks.</p> <p>Financial instruments are recorded at fair value on initial recognition. Equity instruments quoted in an active market and derivatives are subsequently measured at fair value as at the reporting date. All other financial instruments are subsequently measured at cost or amortized cost unless the Hospital District has elected to carry the financial instrument at fair value. The Hospital District has not elected to carry any financial instruments at fair value.</p>

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## Fraser Valley Regional Hospital District Notes to Consolidated Financial Statements

For the year ended December 31<sup>st</sup>, 2023

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### Financial instruments (con't)

Unrealized changes in fair value would be recognized on the consolidated statement of remeasurement gains and losses. They are recorded in the consolidated statement of operations when they are realized. There are no unrealized changes in fair value as at December 31, 2023 and December 31, 2022. As a result, the Hospital District does not have a consolidated statement of remeasurement gains and losses.

Transaction costs incurred on the acquisition of financial instruments subsequently measured at fair value are expensed as incurred. Transaction costs incurred on the acquisition of financial instruments recorded at cost or amortized cost are included in the cost.

Sales and purchases of investments are recorded on the trade date.

All financial assets are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss is reported in the consolidated statement of operations.

### Non-Financial Assets

Non-financial assets are not available to discharge existing liability and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

Tangible capital assets are recorded at cost, which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets, excluding land are amortized on a straight-line basis over their estimated useful lives as follows:

Asset	Useful Life – Years
Parking Lot	20

### Adoption of new accounting standards

PS 3450 Financial Instruments and related standards:

On January 1, 2023, the the Hospital District adopted Canadian public sector accounting standard PS 3450 Financial Instruments, PS 2601 Foreign Currency Translation, PS 1201 Financial Statement Presentation and PS 3041 Portfolio Investments. Under PS 3450 Financial Instruments, all financial instruments are included on the statement of financial position and are measured at either fair value or cost or amortized cost based on the characteristics of the instrument and the Hospital District's accounting policy choices (see note 4).

The adoption of these standards did not have an impact on the amounts presented in these financial statements.

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**Fraser Valley Regional Hospital District  
Notes to Consolidated Financial Statements**

For the year ended December 31<sup>st</sup>, 2023

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**1 Cash and Cash Equivalents**

Cash and cash equivalents include cash as well as deposits in a high-interest savings account. The Hospital District will utilize Cashable Deposits for short term or temporary investments as they are highly liquid and readily convertible to known amounts of cash.

	2023	2022
Cash	\$ 29,723,700	\$ 29,652,557
	\$ 29,723,700	\$ 29,652,557

**2 Accounts Receivable**

	2023	2022
Provincial/Municipal Government	\$ 60,877	\$ 95,914
Goods & Services Tax Rebates	\$ 2,235	\$ 107
Due from Fraser Valley Regional District	\$ 90	\$ -
	\$ 63,202	\$ 96,021

**3 Municipal Finance Authority Debt Reserve**

The Fraser Valley Regional Hospital District issues its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, the Regional Hospital District has established a fund equal to one half the annual instalment of principal and interest of debentures issued. The cash portion of the fund is equal to one percent of the total principal. The proceeds are withheld by the Municipal Finance Authority as a debt reserve fund.

The demand notes are contingent in nature and are not reflected in the accounts. The details of the cash deposits and demand notes at year end are as follows:

	2023	2022
Cash Deposits	\$ 923,070	\$ 895,245
Demand Notes	1,721,541	1,721,541
	\$ 2,644,611	\$ 2,616,786

**Fraser Valley Regional Hospital District  
Notes to Consolidated Financial Statements**

For the year ended December 31<sup>st</sup>, 2023

**4 Investments**

	Amount	Effective	
		Interest rate	Maturity Date
<b>GICs</b>			
Royal Bank of Canada GIC	2,000,000	3.80%	May 30, 2024
Scotia Bank GIC	1,000,000	5.20%	June 24, 2024
Bank of Montreal GIC	1,007,600	4.47%	June 24, 2024
Envision GIC	5,000,000	5.85%	December 20, 2024
Coast Capital Savings GIC	1,600,000	5.40%	February 10, 2025
Coast Capital Savings GIC	1,335,200	5.25%	April 25, 2025
Coast Capital Savings GIC	3,400,000	5.20%	May 8, 2025
Bank of Montreal GIC	1,500,000	5.00%	May 29, 2025
Bank of Montreal GIC	2,300,000	5.35%	July 4, 2025
Envision GIC	1,500,000	5.75%	December 22, 2025
Coast Capital Savings GIC	1,500,000	5.70%	November 30, 2026
Prospera CU GIC	1,500,000	5.45%	December 22, 2026
<b>Bonds</b>			
Bank of Montreal Stp	900,000	1.25%	November 6, 2028
Bank of Montreal Ext Stp	4,000,000	1.55%	December 30, 2030
Discount on purchase of deposit note	(15,075)		
	<b>\$ 28,527,725</b>		

Investments at December 31<sup>st</sup>, 2023 have a total carrying value of \$29,082,570 (2022 - \$20,757,823), consisting of investments of \$28,527,725 (2022 - \$20,525,497) and related accrued interest of \$554,845 (2022 - \$232,326). The market value of these investments at December 31<sup>st</sup>, 2023 is \$28,329,759 (2022 - \$19,782,793).

**5 Accounts Payable**

Amounts owing on short-term debt obligations include a Tenant Deposit connected to possible future development of the Mary Street Parking lot property the Hospital District assumed at the time of purchasing the property.

	2023	2022
Trades Payable	\$ 44,840	\$ 17,584
Tenant Deposit	13,781	13,781
Due to Fraser Valley Regional District	-	110,815
	<b>\$ 58,621</b>	<b>\$ 142,180</b>

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**Fraser Valley Regional Hospital District  
Notes to Consolidated Financial Statements**

For the year ended December 31<sup>st</sup>, 2023

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**6 Debenture Debt**

The Fraser Valley Regional Hospital debenture debt is borrowed through the Municipal Finance Authority and is administered by the Municipal Finance Authority. Hospital debenture debt is as follows:

	2023	2022
Debentures, fixed interest at 1.28% to 3.90% due in various years through 2030.	<b>\$ 58,725,070</b>	\$ 58,725,070
Less sinking fund reserve	<b>(42,122,753)</b>	(38,596,169)
	<b>\$ 16,602,317</b>	\$ 20,128,901

Sinking fund instalments and interest for the next five years for debentures outstanding at December 31<sup>st</sup>, 2023 are as follows:

	Sinking Fund	Actuarial Adjustment	Total
2024	2,036,445	1,626,111	3,662,556
2025	2,036,445	1,767,345	3,803,790
2026	2,036,445	1,914,043	3,950,488
2027	1,137,514	995,680	2,133,194
2028	679,139	647,935	1,327,074
2028 and beyond	862,949	862,266	1,725,215
	<b>\$ 8,788,9367</b>	<b>\$ 7,813,380</b>	<b>\$ 16,602,317</b>

**Fraser Valley Regional Hospital District  
Notes to Consolidated Financial Statements**

For the year ended December 31<sup>st</sup>, 2023

**7 Tangible Capital Assets**

<b>Cost</b>	Balance at December 31,		Transfers and		Balance at December 31,
	2022	Additions	Disposals	2023	
Land	\$ 5,586,001	\$ -	\$ -	\$ 5,586,001	
Land Improvements	298,230	-	-	298,230	
Assets under Constr.	110,152	-	-	110,152	
<b>Total</b>	<b>\$ 5,994,383</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,994,383</b>	

<b>Accumulated Amortization</b>	Balance at December 31,		Amortization		Balance at December 31,
	2022	Disposals	expense	2023	
Land Improvements	\$ 89,469	\$ -	\$ 14,912	\$ 104,381	
<b>Total</b>	<b>\$ 89,469</b>	<b>\$ -</b>	<b>\$ 14,912</b>	<b>\$ 104,381</b>	

	Net book value December 31,		Net book value December 31,	
	2022		2023	
Land	\$ 5,586,001		\$ 5,586,001	
Land Improvements	208,761		193,849	
Assets under Constr.	110,152		110,152	
<b>Total</b>	<b>\$ 5,904,914</b>		<b>\$ 5,890,002</b>	

**Assets under Construction**

Assets under construction having a value of \$110,152 (2022 - \$110,152) have not been amortized. Amortization of these assets will commence when the asset is put into service.

**Fraser Valley Regional Hospital District  
Notes to Consolidated Financial Statements**

For the year ended December 31<sup>st</sup>, 2023

**8 Restricted Assets**

The Regional Hospital District has restrictions on the cash and investments available for operational use as follows:

	2023	2022
Cash and Cash Equivalents	<b>\$29,723,700</b>	\$ 29,652,557
Investments	<b>28,527,725</b>	20,525,497
Accrued Interest Receivable	<b>754,718</b>	399,688
Accounts Receivable	<b>63,202</b>	96,021
MFA Debt Reserve Cash receivable	<b>923,070</b>	895,245
	<b>59,992,415</b>	51,569,008
Less restrictions for reserve fund (note 9)	<b>(58,903,736)</b>	(50,679,154)
Trades Payable	<b>(44,840)</b>	(17,584)
Owing to Fraser Valley Regional District	-	(110,815)
Owing to Tenant Deposit	<b>(13,781)</b>	(13,781)
Funds available for operational use	<b>\$ 1,030,058</b>	\$ 747,674

**9 Reserve Funds**

The Regional Hospital District is empowered under Section 20(2) of the Hospital Act to assess a special levy. Funds raised for this purpose are intended to be used for financing minor and other capital costs not necessarily provided for under approved capital financing projects. Funds raised under this section and not expended at year end are carried forward to be expended in succeeding years.

The total balance in the amount has been allocated as follows:

	2023	2022
Appropriated		
Early Debt Retirement	<b>\$ 5,538,765</b>	\$ 4,056,265
Minor/Medium Equipment	<b>215,994</b>	215,994
Major Capital Projects	<b>53,148,977</b>	46,406,895
	<b>\$ 58,903,736</b>	\$ 50,679,154

**10 Commitments**

The Regional Hospital District has entered into a commitment for funding to the Fraser Health Authority in the amount of \$62.8M in capital funding for various long term projects. The Regional Hospital District will fund these commitments from cash and cash equivalents, investments, future member requisitions and, borrowings.

**FRASER VALLEY REGIONAL HOSPITAL DISTRICT  
DEBT SERVICING SCHEDULE  
Year ended December 31, 2023**

MFA Issue No.	RHD Bylaw No.	Term (years)	Year of Maturity	Original Issue	Outstanding		Annual Debt Charges			Balance at December 31, 2023	
					Balance December 31, 2022	New Debt 2023	Principal	Interest	Actuarial Earnings		
99	21	20	2027	26,768,448	7,149,693	-	898,931	409,557	784,750	5,466,012	
102	21	20	2027	12,206,623	3,998,559	-	458,374	476,058	287,283	3,252,902	
105	42	20	2029	4,750,000	2,097,798	-	159,513	106,875	106,088	1,832,197	
106	42	20	2029	10,000,000	4,416,417	-	335,818	225,000	223,343	3,857,256	
110	42	20	2030	5,000,000	2,466,434	-	183,809	64,000	88,675	2,193,950	
					<u>\$58,725,071</u>	<u>\$20,128,901</u>	<u>\$0</u>	<u>\$2,036,445</u>	<u>\$1,281,490</u>	<u>\$1,490,139</u>	<u>\$16,602,317</u>



Thacker Marsh  
Kat