

**BENNETT AND ALBERT COUNTY
HEALTH CARE FOUNDATION, INC.**

FINANCIAL STATEMENTS

(Unaudited)

DECEMBER 31, 2012

INDEX

	<u>Page</u>
REVIEW ENGAGEMENT REPORT	1
FINANCIAL STATEMENTS	
Statement 1 - Statements of Financial Position	2
Statement 2 - Statements of Changes in Net Assets	3
Statement 3 - Statements of Operations	4
Statement 4 - Statements of Cash Flows	5
Notes to the Financial Statements	6 - 7

REVIEW ENGAGEMENT REPORT

To the Members of
Bennett and Albert County Health Care Foundation, Inc.

We have reviewed the statements of financial position of **Bennett and Albert County Health Care Foundation, Inc.** as at **December 31, 2012, December 31, 2011 and January 1, 2011** and the statements of operations, changes in net assets and cash flows for the years ended December 31, 2012 and December 31, 2011. Our reviews were made in accordance with Canadian generally accepted standards for review engagements and, accordingly, consisted primarily of enquiry, 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 audit opinions on these financial statements.

Based on our reviews, 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.

STEVENS & PARTNERS

Riverview, NB
March 14, 2013

Chartered Accountants

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION
(Unaudited)
DECEMBER 31, 2012, DECEMBER 31, 2011 AND JANUARY 1, 2011

	2012	2011	January 1, 2011
ASSETS			
Current:			
Cash	\$ 36,968	\$ 10,414	\$ 104,331
Investments	<u>803,659</u>	<u>814,499</u>	<u>689,006</u>
	<u>\$ 840,627</u>	<u>\$ 824,913</u>	<u>\$ 793,337</u>
LIABILITY			
Current:			
Accounts payable and accrued liabilities	\$ 8,235	\$ 5,550	\$ 9,119
NET ASSETS			
Net assets	<u>832,392</u>	<u>819,363</u>	<u>784,218</u>
	<u>\$ 840,627</u>	<u>\$ 824,913</u>	<u>\$ 793,337</u>

APPROVED ON BEHALF OF THE BOARD

_____ Member

_____ Member

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION, INC.
STATEMENTS OF CHANGES IN NET ASSETS
(Unaudited)
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	2012	2011
Net assets, beginning of year	\$ 819,363	\$ 784,218
Excess of revenues over expenditures for the year - Statement 3	<u>13,029</u>	<u>35,145</u>
Net assets, end of year - Statement 1	<u>\$ 832,392</u>	<u>\$ 819,363</u>

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION, INC.
STATEMENTS OF OPERATIONS
(Unaudited)
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	2012	2011
Revenues:		
Donations and memorials	\$ 20,633	\$ 36,624
Investment income	<u>26,386</u>	<u>27,808</u>
	<u>47,019</u>	<u>64,432</u>
Expenditures:		
Donations -		
Friends of the Moncton Hospital	15,000	10,000
Foods of Fundy Valley	8,511	13,312
Other equipment and programs	4,375	12,146
Albert County Action Team	-	3,645
Staff education	6,816	3,440
Bank, visa and interest charges	826	782
Conference	-	318
General supplies	1,462	394
Insurance	1,000	1,000
Printing, postage and logo	1,832	179
Professional fees	<u>1,400</u>	<u>1,200</u>
	<u>41,222</u>	<u>46,416</u>
Excess of revenues over expenditures from operations	5,797	18,016
Other income:		
Unrealized gain on investments	<u>7,232</u>	<u>17,129</u>
Excess of revenues over expenditures for the year - Statement 2	<u><u>\$ 13,029</u></u>	<u><u>\$ 35,145</u></u>

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION, INC.
STATEMENTS OF CASH FLOWS
(Unaudited)
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	2012	2011
Cash flows from operating activities:		
Excess of revenues over expenditures	\$ 13,029	\$ 35,145
Adjustment for non-cash item:		
Unrealized gain on investments	<u>(7,232)</u>	<u>(17,129)</u>
	5,797	18,016
Change in non-cash working capital balance:		
Accounts payable and accrued liabilities	<u>2,685</u>	<u>(3,569)</u>
Cash flows from operating activities	<u>8,482</u>	<u>14,447</u>
Cash flows from investing activity:		
Investments	<u>18,072</u>	<u>(108,364)</u>
Net increase (decrease) in cash	26,554	(93,917)
Cash, beginning of year	<u>10,414</u>	<u>104,331</u>
Cash, end of year - Statement 1	<u><u>\$ 36,968</u></u>	<u><u>\$ 10,414</u></u>

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

(Unaudited)

DECEMBER 31, 2012, DECEMBER 31, 2011 AND JANUARY 1, 2011

Description of major business activity:

Bennett and Albert County Health Care Foundation, Inc. is a charitable organization exempt from income taxes organized for the purpose of collecting gifts, donations and memoriums used to assist health care providers in the area.

1. Significant accounting policies:

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies are detailed as follows:

(a) Accounting 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 amounts recorded in the financial statements and notes to the financial statements. These estimates are based on management's best knowledge of current events and actions that the organization may undertake in the future. Actual results could differ from those estimates.

(b) 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 expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable when the amount to be received can be reasonably estimated and collection is reasonably assured.

The organization recognizes interest revenue as earned and dividends when declared. Interest revenue includes amortization of any premium or discount recognized at the date of purchase.

(c) Cash equivalents -

The organization's policy is to disclose bank balances under cash and cash equivalents, including bank overdrafts with balances that fluctuate frequently from being positive to overdrawn and term deposits with a maturity period of three months or less from the date of acquisition. Term deposits that the organization cannot use for current transactions because they are pledged as security are also excluded from cash and cash equivalents.

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS
(Unaudited)
DECEMBER 31, 2012, DECEMBER 31, 2011 AND JANUARY 1, 2011

1. Significant accounting policies (cont'd)

(d) Financial instruments -

(i) Measurement of financial instruments

The organization initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in net income.

Financial assets measured at amortized cost include cash.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Financial assets measured at fair value include investments.

(ii) Financial instrument risks

Unless otherwise noted it is management's opinion that the organization is not exposed to significant interest, currency, market, liquidity or credit risks arising from these financial instruments.

2. Impact of the change in the basis of accounting:

The organization has elected to apply the standards in Part III of the CICA Accounting Handbook for not-for-profit organizations in accordance with Canadian accounting standards for non-profit organizations.

These financial statements are the first financial statements for which the entity has applied Canadian accounting standards for not-for-profit organizations hereafter referred to as "ASNPO".

The financial statements for the year ended December 31, 2012 were prepared in accordance with the accounting principles and provisions set out in FIRST-TIME ADOPTION BY NOT-FOR-PROFIT ORGANIZATIONS, Section 1501, for first-time adopters of this basis of accounting.

As a result of adopting these standards, investments are now recorded at fair market value rather than cost. The impact of adopting these standards resulted in the following changes to the opening financial statements for the current or previous year end:

2010 - Investments and the related surplus were increased by \$1,094.

2011 - Investments and the related surplus were increased by \$18,223 while income was increased by \$17,129.