

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

FINANCIAL STATEMENTS

DECEMBER 31, 2020

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

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

We have reviewed the accompanying financial statements of **Bennett and Albert County Health Care Foundation Inc.** that comprise the statement of financial position as at **December 31, 2020**, and the statements of operations, changes in net assets 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, 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 **Bennett and Albert County Health Care Foundation Inc.** as at December 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Riverview, NB
March 23, 2021

Chartered Professional Accountants

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2020

	2020	2019
ASSETS		
Current:		
Cash	\$ 11,003	\$ 7,138
Portfolio investments	<u>804,060</u>	<u>775,513</u>
	<u>\$ 815,063</u>	<u>\$ 782,651</u>
LIABILITY		
Current:		
Accounts payable and accrued liabilities	\$ 5,000	\$ 5,150
NET ASSETS		
Net assets	<u>810,063</u>	<u>777,501</u>
	<u>\$ 815,063</u>	<u>\$ 782,651</u>

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION INC.
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2020

	2020	2019
Net assets, beginning of year	\$ 777,501	\$ 759,492
Excess of revenues over expenditures for the year - Statement 3	<u>32,562</u>	<u>18,009</u>
Net assets, end of year - Statement 1	<u>\$ 810,063</u>	<u>\$ 777,501</u>

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION INC.
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2020

	2020	2019
Revenues:		
Donations and memorials	\$ 27,012	\$ 21,018
Investment income	<u>27,266</u>	<u>24,457</u>
	<u>54,278</u>	<u>45,475</u>
Expenditures:		
Administrative expenses	1,805	1,408
Bank, visa and interest charges	971	790
Donations -		
Friends of the Moncton Hospital	10,000	15,000
Connecting Albert County	4,000	4,000
Dollywood	3,820	2,978
Fundy Curling Club	-	4,200
Hillsborough Drop in Centre	10,000	-
Riverside School Breakfast & Lunch	2,500	-
Foods of the Fundy Valley	9,000	-
United Way of Greater Moncton	5,260	-
Youth Impact Jeunesse Inc	2,500	-
Grants	-	5,000
Insurance	1,183	1,102
Other equipment and programs	5,967	9,917
Printing, postage and logo	1,886	1,963
Professional fees	1,750	1,700
Staff education (recovery)	<u>(350)</u>	<u>546</u>
	<u>60,292</u>	<u>48,604</u>
Deficiency of revenues over expenditures from operations	(6,014)	(3,129)
Unrealized gain (loss) on portfolio investments	<u>38,576</u>	<u>21,138</u>
Excess of revenues over expenditures before income taxes	32,562	18,009
Provision for income taxes	<u>-</u>	<u>-</u>
Excess of revenues over expenditures for the year - Statement 2	<u>\$ 32,562</u>	<u>\$ 18,009</u>

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2020

	2020	2019
Cash flows from operating activities:		
Excess of revenues over expenditures	\$ 32,562	\$ 18,009
Adjustment for non-cash item:		
Unrealized loss (gain) on investments	<u>(41,066)</u>	<u>(21,138)</u>
	(8,504)	(3,129)
Change in non-cash working capital balance:		
Accounts payable and accrued liabilities	<u>(150)</u>	<u>40</u>
Cash flows used in operating activities	<u>(8,654)</u>	<u>(3,089)</u>
Cash flows from investing activities:		
Purchase of portfolio investments	(12,387)	(12,267)
Proceeds on sale of portfolio investments	<u>24,906</u>	<u>15,628</u>
Cash flows from investing activities	<u>12,519</u>	<u>3,361</u>
Net increase in cash	3,865	272
Cash, beginning of year	<u>7,138</u>	<u>6,866</u>
Cash, end of year - Statement 1	<u><u>\$ 11,003</u></u>	<u><u>\$ 7,138</u></u>

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020

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 accounting policies are detailed as follows:

(a) Measurement uncertainty -

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 reported amount of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and as adjustments become necessary they are reported in income in the period in which they become known.

(b) Donation revenue -

The organization recognizes donation revenue when received.

(c) Investment income -

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. Any unrealized gain or losses on portfolio investments are recognized in the statement of operations for the year.

(d) Cash and cash equivalents -

Cash and cash equivalents include cash on hand and investments maturing in less than 90 days.

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020

1. Significant accounting policies (cont'd)

(e) 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 excess of revenues over expenditures in the period incurred.

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 portfolio 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 COVID-19:

On March 11, 2020 the World Health Organization categorized COVID-19 as a pandemic. The potential economic impact within the company's environment and in the global markets due the effects of the pandemic were unknown at that time. Since that date, the company still faces uncertainty relating to the eventual effect on the company's operations as a result of COVID-19. To date the company has put in place all measures they believe are necessary to mitigate the risks associated with the pandemic. The company has reviewed the possible financial impacts of COVID-19, and have found there is currently no effect to credit risk, impaired assets or to the going concern assumption.

In order to assist companies operating during the pandemic, the Government of Canada has developed a COVID-19 Economic Response Plan. This Plan has different programs for businesses including the Canada Emergency Wage Subsidy (CEWS), Canada Emergency Business Account (CEBA), the Temporary Wage Subsidy (TWS), and the Canada Emergency Rent Subsidy (CERS), along with other lending programs. The company has not participated in either programs as described above.

As the pandemic is ongoing, it is currently uncertain as to what the future impact will be on the company's financial results.

BENNETT AND ALBERT COUNTY HEALTH CARE FOUNDATION INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020

3. Financial instruments:

Transactions in financial instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of financial statements in assessing the extent of risk related to financial instruments.

(a) Market risk

Market risk is the uncertainty associated with the valuation of assets arising from changes in equity markets. The company is exposed to other price risk through its equity holdings within its investment portfolio. The company reduces its exposure to other price risk by actively monitoring its investment portfolio to determine if there are any significant changes in the market that could adversely affect the investments. In management's opinion equity risk exposure to the company is low and has not changed significantly from the previous fiscal year.