



Regional Hospital District Board Report Request for Decision

Approved for Board Consideration

A handwritten signature in blue ink that reads "Brian Reardon".

Brian Reardon, CAO

To: Regional Hospital District Board
From: Lyle Smith, Director of Financial Services
Date: June 24, 2022
Subject: 2021 Central Okanagan Regional Hospital District Financial Statements

Voting Entitlement: *All Directors – Weighted Corporate Vote – Majority (LGA s.210)*

Purpose: To receive and consider the Draft 2021 Central Okanagan Regional Hospital District Financial Statements for approval.

Executive Summary:

The attached 2021 Draft Financial Statements are submitted for the Board's approval as required under the Hospital District Act.

In the opinion of BDO, the Regional Hospital District auditors, the financial statements present fairly, in all material respects, the financial position of the Central Okanagan Regional Hospital District as of December 31, 2021, and its operations and cash flows for the year ended in accordance with Canadian Public Sector Accounting Standards.

Recommendation(s):

THAT the Regional Board receive the Draft 2021 Central Okanagan Regional Hospital District Financial Statements effective June 23, 2022;

AND THAT the Regional Board approve the Draft 2021 Central Okanagan Regional Hospital District Financial Statements as the final Financial Statements for the year ended December 31, 2021, effective June 23, 2022 as presented;

AND FURTHER THAT the Regional Board authorize the Chair and the Chief Financial Officer to sign the 2021 Central Okanagan Regional Hospital District Financial Statements.

Respectfully Submitted:

A handwritten signature in blue ink that reads "Lyle Smith".

Lyle Smith, Director of Financial Services

Attachment(s): Draft 2021 Central Okanagan Regional Hospital District Financial Statements

Strategic Plan Alignment:

Priorities: Economic Development

Values: Transparency

Background:

The CORHD's draft 2021 financial statements have been prepared and audited in accordance with Public Sector Accounting Standards (PSAS) by BDO, and an unqualified audit opinion has been received.

Once the Board has approved the Financial Statements, the auditors will finalize the audit report and the Final Financial Statements signed copies will be available in the Board's Reader File.

According to the Canadian Audit Standard 560, the date of BDO's audit report is required to be the date that those charged with governance (the Board) formally approve the draft financial statements as presented. The auditors must receive the approval and perform "subsequent events" work up to this date (procedures relating to subsequent events while financial statements are being presented for approval if audit staff have left the premises prior to the date of the report), prior to releasing the final financial statements.

In prior years, the Management Letter was brought forward to an In-Camera meeting as a matter of course. The current practice is to only bring the letter forward if there are any items identified. This is not a requirement but is simply done for transparency to the Board. The letter is meant to be a confidential communication between the auditors and management to flag any potential discussion items and potential improvements. For 2021 there have been no items identified.

If Board Directors have any concerns with the audit, fraud or financial matters, they are invited to submit their concerns to the Chair or BDO.

Considerations:**Organizational/External:**

Once approved, the Financial Statements will be submitted to the province and posted on the RDCO website.

Financial:

All financial considerations are outlined in the auditor's report and presentation.

Legal/Statutory Authority: *Hospital District Act*
