

**Coopérative de solidarité du Centre  
de Santé de la Vallée Massawippi**

**Financial Information  
July 31, 2022**

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de Santé de la Vallée Massawippi**

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## Compilation Engagement Report

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To the Directors of  
Coopérative de solidarité du Centre de Santé de la Vallée Massawippi

On the basis of information provided by management, we have compiled the statement of balance sheet of Coopérative de solidarité du Centre de Santé de la Vallée Massawippi as at July 31, 2022, the statements of earnings and reserve for the year then ended and notes to financial information, including Note 2 which describes the basis of accounting applied in the preparation of the compiled financial information (hereafter "the financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it, and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

Prior to compiling Coopérative de solidarité du Centre de Santé de la Vallée Massawippi's financial information, we prepared journal entries having a material impact on the financial information.

*Raymond Chabot Grant Thornton LLP*<sup>1</sup>

Magog  
7 octobre 2022

# Coopérative de solidarité du Centre de Santé de la Vallée Massawippi

## Earnings

Year ended July 31, 2022

	<u>2022</u>	<u>2021</u>
	\$	\$
<b>Income</b>		
Membership revenue	374,550	263,643
Income from professionals	32,791	27,343
Contributions - Massawippi Valley Foundation - Blood Clinic	10,000	
Government grants	8,500	33,358
Wellness center revenue	8,075	4,040
Common shares donations (Note 5)	6,600	9,750
Contributions - Massawippi Valley Foundation	5,900	49,963
Contributions - Massawippi Valley Foundation - Wellness Center	4,260	
Miscellaneous revenue	2,493	64
	<u>453,169</u>	<u>388,161</u>
<b>Expenses</b>		
Salaries and employee benefits	348,372	293,701
Rental expenses	38,989	38,931
Office supplies and expenses	11,875	13,184
Heating and energy	8,013	7,207
Equipment and supplies	7,934	7,683
Wellness center activities	7,320	6,106
Professional fees	6,922	5,858
Business fees and licences	5,915	1,677
Website development	4,410	12,546
Equipment maintenance and repairs	4,126	5,611
Insurance	3,970	3,498
Telecommunications	3,474	2,739
Travel	1,646	
Publicity	865	2,203
Subcontractors		3,000
Interest, bank charges and credit card charges	6,740	4,912
	<u>460,571</u>	<u>408,856</u>
<b>Surplus earnings (deficit) for the year</b>	<u>(7,402)</u>	<u>(20,695)</u>

# Coopérative de solidarité du Centre de Santé de la Vallée Massawippi Reserve

Year ended July 31, 2022  
(Unaudited - See Notice to Reader)

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	<u>2022</u>	<u>2021</u>
	\$	\$
Balance, beginning of year	(89,826)	(95,682)
Previous year's surplus earnings		26,550
Current year's deficit	<u>(7,402)</u>	<u>(20,694)</u>
Balance, end of year	<u><u>(97,228)</u></u>	<u><u>(89,826)</u></u>

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# Coopérative de solidarité du Centre de Santé de la Vallée Massawippi

## Balance Sheet

July 31, 2022

	<u>2022</u>	<u>2021</u>
	\$	\$
<b>ASSETS</b>		
Current		
Cash	83,403	49,417
Trade and other receivables	6,674	1,674
Advances to Massawippi Valley Foundation, without interest	30,160	42,236
Prepaid expenses	49	
	<u>120,286</u>	<u>93,327</u>
<b>LIABILITIES</b>		
Current		
Accounts payable and accrued liabilities (Note 3)	54,114	47,153
Long-term		
Loan, secured by the Government of Canada, non-interest bearing until December 31, 2023 (Note 4)	40,000	40,000
	<u>94,114</u>	<u>87,153</u>
<b>EQUITY</b>		
Member's equity (Note 4)		
Common shares	123,400	96,000
Cooperative's equity		
Reserve	(97,228)	(89,826)
Current year's surplus earning	(97,228)	(89,826)
	<u>26,172</u>	<u>6,174</u>
	<u>120,286</u>	<u>93,327</u>

On behalf of the Board,

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

# Coopérative de solidarité du Centre de Santé de la Vallée Massawippi

## Notes to Financial Information

July 31, 2022

### 1 - GOVERNING STATUTES AND PURPOSE OF THE ORGANIZATION

The Cooperative was incorporated under the Cooperatives Act (Quebec) for the purpose of offering health services to its members in Ayer's Cliff, Quebec. It is a not-for-profit organization under the Income Tax Act.

### 2 - BASIS OF ACCOUNTING

The basis of accounting used in preparing the financial information is based on historical cost, taking into account cash transactions as well as items reflected in the financial information, and the following particulars:

- Membership revenues are recognized when invoiced.

### 3 - ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2022</u>	<u>2021</u>
	\$	\$
Accounts payable and accrued liabilities	6,067	3,590
Sales taxes payable	11,806	7,905
Salaries and employee benefits payable	<u>36,241</u>	<u>35,658</u>
	<u>54,114</u>	<u>47,153</u>

### 4 - LONG-TERM DEBT

The Company received a \$60,000 loan under the Canada Emergency Business Account program. If the Company repays \$40,000 of the loan by December 31, 2023, no other amount will be payable. Otherwise, the loan balance will bear interest at 5% and will be repayable on maturity on December 31, 2025.

Since \$20,000 of the government assistance is forgivable if the Company repays \$40,000 by December 31, 2023, the amount was recognized in earnings at the time the government assistance was granted.

# Coopérative de solidarité du Centre de Santé de la Vallée Massawippi

## Notes to Financial Information

July 31, 2022

### 5 - MEMBER'S EQUITY

The Cooperative's members' equity consists of common shares. The common shares are divided into five categories of members. The Cooperative can issue an unlimited number of common shares with a par value of \$10 each, redeemable at the par value as decided by the Board of directors and payable in accordance with the provisions of the Act.

	2022		2021	
	Number	Amount	Number	Amount
		\$		\$
Balance, beginning of year	9,600	96,000	8,645	86,450
Issuance of common shares for cash	3,420	34,200	1,945	19,450
Redemption of common shares for cash	(20)	(200)	(15)	(150)
Redemption of common shares - Donations (*)	(660)	(6,600)	(975)	(9,750)
Balance, end of year	12,340	123,400	9,600	96,000

(\*) According to the provisions of the Act, members who have resigned and who have not applied for a refund of their shares within one year of resigning are deemed to have made a donation to the cooperative.

### 6 - TRANSACTIONS WITH MASSAWIPPI VALLEY FOUNDATION

The Cooperative uses the property and equipment, machinery and equipment, computer equipment, leasehold improvements, furniture and fixtures, without monetary consideration as stipulated in the contractor agreement with Massawippi Valley Foundation.