

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

Financial Information
July 31, 2023

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de Santé de la Vallée Massawippi**

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Compilation Engagement Report

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

Raymond Chabot
Grant Thornton LLP
677 Sherbrooke Street
Magog, Quebec J1X 2S4
819-868-1515

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, 2023, 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*¹

Magog

¹ CPA, CPA permit no. 134738

Coopérative de solidarité du Centre de Santé de la Vallée Massawippi

Earnings

Year ended July 31, 2023

	<u>2023</u>	<u>2022</u>
	\$	\$
Income		
Membership revenue	472,151	374,550
Income from professionals	29,499	32,791
Wellness center revenue	16,292	8,075
Common shares donations (Note 5)	16,250	6,600
Contributions - Massawippi Valley Foundation - Blood Clinic	10,000	10,000
Contributions - Massawippi Valley Foundation - Wellness Center	8,590	4,260
Miscellaneous revenue	1,272	2,493
Government grants		8,500
Contributions - Massawippi Valley Foundation		5,900
	<u>554,054</u>	<u>453,169</u>
Expenses		
Salaries and employee benefits	441,760	348,372
Rental expenses	39,097	38,989
Office supplies and expenses	13,751	11,875
Wellness center activities	13,595	7,320
Heating and energy	8,302	8,013
Equipment and supplies	7,713	7,934
Professional fees	7,494	6,922
Scholarship	5,000	
Website development	4,218	4,410
Business fees and licences	4,116	5,915
Telecommunications	3,595	3,474
Equipment maintenance and repairs	3,157	4,126
Insurance	2,786	3,970
Publicity	2,549	865
Travel	1,560	1,646
Interest, bank charges and credit card charges	9,327	6,740
	<u>568,020</u>	<u>460,571</u>
Deficit for the year	<u>(13,966)</u>	<u>(7,402)</u>

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

Year ended July 31, 2023

	<u>2023</u>	<u>2022</u>
	\$	\$
Balance, beginning of year	(97,228)	(89,826)
Current year's deficit	(13,966)	(7,402)
Balance, end of year	<u>(111,194)</u>	<u>(97,228)</u>

Coopérative de solidarité du Centre de Santé de la Vallée Massawippi

Balance Sheet

July 31, 2023

	<u>2023</u>	<u>2022</u>
	\$	\$
ASSETS		
Current		
Cash	80,244	83,403
Trade and other receivables	6,980	6,674
Advances to Massawippi Valley Foundation, without interest	30,300	30,160
Prepaid expenses	1,954	49
	<u>119,478</u>	<u>120,286</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities (Note 3)	52,572	54,114
Current portion of long-term debt	40,000	
	<u>92,572</u>	54,114
Long-term		
Loan, secured by the Government of Canada, non-interest bearing until December 31, 2023 (Note 4)		40,000
	<u>92,572</u>	<u>94,114</u>
EQUITY		
Member's equity (Note 5)		
Common shares	138,100	123,400
Cooperative's equity		
Reserve	(111,194)	(97,228)
Current year's surplus earning	(111,194)	(97,228)
	<u>26,906</u>	<u>26,172</u>
	<u>119,478</u>	<u>120,286</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, 2023

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>2023</u>	<u>2022</u>
	\$	\$
Accounts payable and accrued liabilities	3,963	6,067
Sales taxes payable	15,451	11,806
Salaries and employee benefits payable	33,158	36,241
	<u>52,572</u>	<u>54,114</u>

4 - LONG-TERM DEBT

The Cooperative received a \$60,000 loan under the Canada Emergency Business Account program. If the Cooperative 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 Cooperative 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, 2023

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.

	2023		2022	
	Number	Amount	Number	Amount
		\$		\$
Balance, beginning of year	12,340	123,400	9,600	96,000
Issuance of common shares for cash	3,120	31,200	3,420	34,200
Redemption of common shares for cash	(25)	(250)	(20)	(200)
Redemption of common shares - Donations (*)	(1,625)	(16,250)	(660)	(6,600)
Balance, end of year	13,810	138,100	12,340	123,400

(*) 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.