



Delta Hospice Society

comfort, meaning, dignity and hope

NOTICE OF ANNUAL GENERAL MEETING OF THE MEMBERS OF DELTA HOSPICE SOCIETY (the “Society”)

The Board of Directors of the Society hereby gives notice that, pursuant to an extension to the deadline for the 2021 Annual General Meeting (“AGM”) granted by the Registrar of Companies pursuant to s. 71(3) of the *Societies Act* on December 10, 2021, the Annual General Meeting of the Society for the year 2021 will be held on Saturday, March 26, 2022, at 11AM Pacific Time.

In accordance with the order of the BC Supreme Court dated July 13, 2021, and the Special Resolution passed at the October 1, 2021 Special General Meeting of the Society, this AGM will be a fully electronic meeting, in which members may participate and vote online or by telephone, using the Converso platform. Information regarding participation and voting is contained in the body of the e-mail which attached this Notice (if you received this notice of meeting by e-mail), or in the accompanying page (if you received this notice by mail).

Pursuant to the Society bylaws and the court order, proxy voting (where one person votes on behalf of a member) is prohibited. Each member must exercise their own vote personally. Members can vote either by telephone or online, whichever is more convenient. Online participation will include both audio and video streams, whereas only audio streams will be available by telephone. Due to upgrades in the Converso system since the previous special general meeting, those participating online will be able to ask questions and make statements using their webcam and microphone, so there is no need to utilize telephone for those wishing to speak at the meeting. Accordingly, online participation is encouraged for those who have access to a smartphone, tablet, or computer.

Unlike at the special general meeting held in October 2021, this meeting will involve multiple votes held in real time when called for by the chair. There is no separate voting window at the end of the meeting. Those wishing to vote on any particular matter will need to be present in the meeting at the time the vote is called in order to vote on that resolution.

We cherish our members and their participation. Your vote is very important to us. We look forward to hearing the voice of our members, and we thank you for being a part of the Delta Hospice Society. Please see the enclosed AGM package for messages from the President and Treasurer, the proposed constitution and bylaw amendments, the financial statements, and the past minutes for approval.

Angelina Ireland

Dated: February 25, 2022

Angelina Ireland, President
BY ORDER OF THE BOARD OF DIRECTORS

*** AGENDA AND ENCLOSURES BEGINS ON REVERSE/NEXT PAGE ***



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*** MEETING AGENDA ***

1. Meeting called to order by the chair
2. Adoption of rules of order, if any
3. Approval of the agenda
4. Approval of minutes from prior general meetings:
 - a. Minutes of November 28, 2019 Annual General Meeting.
 - b. Minutes of October 1, 2021 Special General Meeting.
5. Presentation of financial statements
 - a. financial statements for fiscal year ended March 31, 2020
 - b. financial statements for fiscal year ended March 31, 2021
 - c. stub year financial statements for period ended December 31, 2021
6. Directors' election: votes for the following directors; those with the greatest number of votes in favour (maximum of 10) elected, provided they receive at least 50%+1 votes in favour.
 - a. Names of candidates endorsed by the current board of directors:
 - i. Angelina Ireland
 - ii. Danielle Martell
 - iii. Mark Ruelle
 - iv. Elizabeth Lawson
 - v. Kathlyn Palafox
 - vi. Jim Taggart
 - vii. Richard Smyth
 - viii. Alexander Schadenberg
 - ix. Jim Canil
 - x. Lorena Angus
 - b. Names of candidates endorsed by Take Back Delta Hospice founders and petitioners Sharon Farrish, Jim Levin and Chris Pettypiece:
 - i. Jim Levin
 - ii. Andrew Bak
 - iii. Angelina Delmar
 - iv. Peggy Boon
 - v. Catherine Andrews
 - vi. Pam Andrews
 - vii. Margaret Fletcher
7. Special resolution proposed by the board of directors:

WHEREAS It is in the interest of the Society to amend the Constitution and Bylaws to:

- A. Bring governance disputes, which have resulted in litigation, to an end by stating authoritatively in the Society Constitution and



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Bylaws that the Society is committed to a traditional understanding of the principles of Palliative Care which excludes Medical Aid in Dying (“MAiD”), prohibiting the Society from engaging in any MAiD-related activities, and requiring all new applicants and renewing members to demonstrate a commitment to this traditional understanding of the principles of Palliative Care;

- B. Hold fully electronic meetings at the option of the directors to avoid in-person general meetings of the Society’s 14,000+ members, due to public health considerations, financial constraints, and the enfranchisement of the Society’s members, wherever they reside; and to permit delivery of notices to members by e-mail;

THEREFORE BE IT RESOLVED as a Special Resolution of the Society that the Constitution and Bylaws of the Society be amended by adding the underlined words, and removing the struck-through words, as set out in the attached Proposed Amended Constitution and Proposed Amended Bylaws.

- 8. Termination.



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President's Message
For March 26, 2022 AGM

Dear Member,

Over the past 26 months, the Delta Hospice Society has undergone more challenges than at any time in its previous 30-year history.

As a small palliative-care organization, we have been thrust upon the national stage -- forced to defend authentic palliative care against some who are intent on changing its original fundamental ethos. On this journey, we have grown from just over 600 members to now over 14,000 members nationwide. Most of whom are strong on saying, "no-to-euthanasia".



Since November, 2019 we have had to:

- Endure Covid-19 that has devastated the income of our Thrift Store which funds our programming;
- Stand up against the Fraser Health Authority and B.C. Government – who confiscated our Hospice and Supportive Care Centre because we refused to kill our patients;
- Fight an attempted hostile takeover by a well organized interest group intent on flooding our membership rolls and forcing us to agree to "MAiD".

In the end, we have been faithful to our original mission as an authentic palliative care society, and raised awareness internationally of the need to protect this 50 year medical discipline which is a gift to humanity. We now look to the future with great vision, hope and anticipation!

Today the Delta Hospice Society is involved in many endeavors:

- We proudly introduce our "**Delta Hospice Society - National Toll Free Hot Line**". It will support the 3 Pillars of Palliative Care to a national audience in need of bereavement counselling programs, resources and information;
- We partner with other organizations in providing compassionate patient advocacy;
- We speak to diverse audiences of our experiences on the "front lines" protecting authentic palliative care;
- We pursue our vision of creating a new **Hospice Sanctuary** for the dying - free from euthanasia – on private land and with private funding which governments will not be able to coerce or confiscate.

We have endured a 3 year campaign against our organization that tried to force us to abandon our principles and purposes and adopt euthanasia as one of our practices. The campaign started with an attack upon our Founder and 25 year Executive Director, continued against the sitting Board of Directors through bullying, harassment, and personal doxing both on and off social media, and culminated in government orders and confiscation, and litigation against the society by dissident members.

Saturday, March 26th 2022 is the day we can bring to an end this war which has been waged against us. We ask you to JOIN US at this critical AGM to support the following items:

**#1 Re-elect our incumbent life-affirming Board of Directors
(Along with the 3 new Board supported nominees)**

#2 Vote in favour of our revised Constitution and Bylaws – a foundation that will forever entrench and protect life-affirming, pro-palliative care values within the Delta Hospice Society.

Thank you in advance for your support of this important national cause. Please contact us if you have any further questions.

Sincerely,

A handwritten signature in blue ink, appearing to read "Angelina Ireland". The signature is fluid and cursive, with a large initial "A" and a long, sweeping underline.

Angelina Ireland
Board President
1 (800) 232-1589

Delta Hospice Society

November 28, 2019

Genesis Theatre, 5005 – 45 Avenue, Delta, BC

Minutes

1. Meeting called to order.

A quorum was present in accordance with paragraph 16 (3) of the Societies Act Bylaws of the Delta Hospice Society

2. President's Report presented.
3. Executive Director's Report presented.
4. Presentation of March 31, 2019 Financial Statements.
5. Election of Directors for 2019/2020

The members voted by ballot on election of persons nominated for election of directors.

The following directors were elected:

Randy Scott
Maria Nikkel
Frances Sweeney
Elizabeth Lawson
Susan Rivers

Meeting adjourned.

Signature Angelina Ireland
President

Date February 19, 2022

DELTA HOSPICE SOCIETY (the "Society")

MINUTES OF SPECIAL GENERAL MEETING

Held October 1, 2021 as a fully electronic meeting utilizing the Converso platform pursuant to the order of the BC Supreme Court pronounced July 13, 2021 in Vancouver Registry Proceeding #205648

1. Meeting called to order by court-appointed independent chair, Kevin Boonstra, at 3:03PM.
2. Explanation of meeting mechanics by the chair, and reminder that proxy voting not permitted.
3. Special resolution reproduced below/on reverse put forward by the independent chair in accordance with the court order.
4. Discussion opened by the chair. Extensive debate where all participants who wished to speak were given the opportunity to do so. No closure of debate until everyone had spoken.
5. Voting opened by the chair at 6:20PM, with second reminder of prohibition on proxy voting.
6. Voting closed by the chair at 7:44PM once no additional votes being received.
7. Announcement of unofficial results by the chair:
 - a. Vote results:
 - i. In favour: 3079
 - ii. Against: 1516
 - iii. Abstentions: 22
 - b. Special resolution declared carried
8. Meeting adjourned by the chair at 8PM.

*note: in accordance with the court order, the official vote results as produced by the voting company were issued the next business day and posted to the Society website, confirming the vote results above.

Approved by the board of directors on: February 19, 2022

Angelina Ireland

Signed by: Angelina Ireland, President

*** TEXT OF SPECIAL RESOLUTION ***

WHEREAS:

- A. The Covid-19 pandemic has rendered it unsafe to conduct an in-person Annual General Meeting of the Society's 10,000+ members in the fall of 2021;
- B. An in-person general meeting of the Society's membership would be extremely expensive and a poor use of the Society's financial resources; and
- C. It has been nearly two years since the last Annual General Meeting of the Society and the members deserve an opportunity to chart the future course for the Society in light of significant events concerning the Society since the last AGM.

THEREFORE BE IT RESOLVED as a Special Resolution of the Society that the upcoming Annual General Meeting of the Society shall be conducted as follows:

- As a fully electronic meeting within the meaning of the Societies Act at which members will have the option to both participate and vote either online or by telephone;
- The cut-off date for persons to submit a membership application, or membership renewal, to the Society and to be eligible to participate in and vote at the AGM, shall be 21 days after the special general meeting at which this special resolution is passed; and
- The AGM notice materials may be sent by e-mail to those members who have provided an email address to the Society, and shall be sent by regular mail to all other members.



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Treasurer's Message

Dear Members,

Due to the length of time since the November 2019 AGM, you will find enclosed three sets of accountant-prepared financial statements for the society:

- financial statements for the fiscal year ended March 31, 2020;
- financial statements for the fiscal year ended March 31, 2021; and
- stub year financial statements for period ended December 31, 2021

I will give an overview of the financial statements at the AGM, but one item which the board felt important for me to flag for members up front was why professional fees for April 2020 – March 2021 were so much higher (at \$464,919) than in the prior fiscal year (\$163,865). Major contributors to the professional increase in fiscal 2021 related to the following items:

- The Fraser Health eviction, including legal fees, appraisals, and other expenses;
- The litigation launched against the society in the Supreme Court (and subsequently appealed by the society) by dissident members who wanted to force the society to accept all applicants, even those who rejected the society's traditional approach to palliative care. The courts' ultimately ordered the society to admit all applicants based on the current state of the bylaws, which is one of the reasons for the bylaw amendments proposed at this AGM; and
- Payments required due to the wrongful dismissal, by the previous board, prior to the November 2019 AGM, of the founding executive director after 25 years of service. The new board was left to deal with the mess and structured a settlement which avoided litigation and a large judgment against the society. In exchange for part of the payments, the society received contracted executive director leadership during a 1-year transition period. The increase in professional consulting fees offset an increase in payroll during the fiscal year, which otherwise would have been required.

The board is very happy to have these tragic and expensive events behind us, none of which we would have chosen to deal with. Provided the proposed bylaw amendments are passed at this AGM, we look forward to smoother sailing and a return to a normalized levels of spending on professional fees in the coming years.

I look forward to presenting the rest of the big picture of the society's financial position to you at the AGM.

Sincerely,

Mark Ruelle, Treasurer

Delta Hospice Society
Financial Statements
For the year ended March 31, 2020
(Unaudited)

Delta Hospice Society
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For the year ended March 31, 2020
(Unaudited)

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Independent Practitioner's Review Engagement Report

To the Members of Delta Hospice Society:

Report on the Financial Statements

We have reviewed the accompanying financial statements of Delta Hospice Society that comprise the statement of financial position as at March 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.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, the Society derives a portion of its revenue from donations, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the Society and we were not able to determine whether any adjustments might be necessary to donation revenues, excess of revenue over expenses and cash flows from operations for the years ended March 31, 2020 and March 31, 2019, current assets as at March 31, 2020 and March 31, 2019, and net assets as at April 1 and March 31 for both the 2020 and 2019 year ends. Our conclusion on the financial statements as at and for the year ended March 31, 2020 was modified accordingly because of the possible effects of this limitation in scope.

Qualified Conclusion

Based on our review, except for the possible effects of the matter described in the Basis for Qualified Conclusion paragraph, 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 Delta Hospice Society as at March 31, 2020, and the results of its operations, changes in net assets, and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Report on Other Legal and Regulatory Requirements

As required by the Society Act of British Columbia, we report that, in our opinion, these principles have been applied on a basis consistent with that of the previous year.

Surrey, British Columbia

October 10, 2020

MNP LLP

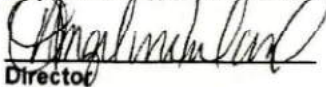
Chartered Professional Accountants

Delta Hospice Society Statement of Financial Position

*As at March 31, 2020
(Unaudited)*

	2020	2019
Assets		
Current		
Cash and cash equivalents	1,202,228	1,170,733
Contributions receivable	20,992	2,017
GST recoverable	14,237	10,104
Prepaid expenses	80,263	25,845
	1,317,720	1,208,699
Capital assets (Note 3)	6,783,023	7,063,735
Investments, at fair value	120,063	19,151
Term deposits	-	304,233
	8,220,806	8,595,818
Liabilities		
Current		
Accounts payable and accruals	118,781	94,514
Deferred contributions (Note 4)	132,242	122,489
	251,023	217,003
Deferred contributions related to capital assets (Note 5)	5,148,152	5,356,420
	5,399,175	5,573,423
Commitments (Note 6)		
Economic dependence (Note 10)		
Subsequent event (Note 13)		
Net Assets		
Unrestricted	1,085,911	1,214,229
Invested in capital assets	1,634,869	1,707,315
Externally restricted - endowment (Note 7)	100,851	100,851
	2,821,631	3,022,395
	8,220,806	8,595,818

Approved on behalf of Board


Director


Director

Delta Hospice Society Statement of Operations

*For the year ended March 31, 2020
(Unaudited)*

	2020	2019 <i>(Note 12)</i>
Revenue		
Cottage Charity Shoppe	706,604	790,105
Donations	311,645	714,940
Fraser Health Authority - Community programs	66,285	100,143
Fraser Health Authority - Hospice	1,457,079	1,412,596
Gaming	94,578	99,275
Investment income	17,930	17,763
Other income	19,813	12,670
Recognition of deferred contributions	208,268	208,268
Residential occupancy fees	129,420	83,532
	3,011,622	3,439,292
Expenses		
Advertising and promotion	17,100	33,070
Amortization	283,907	287,269
Annual general meeting	43,689	-
Automotive	547	1,096
Board expenses	16,722	5,717
Housekeeping	11,538	15,396
Insurance	26,115	26,482
Interest and bank charges	1,261	744
Medical supplies	47,513	35,560
Office and information technology	32,452	31,627
Professional fees	167,288	37,664
Rent and occupancy costs	1	1
Repairs and maintenance	162,475	135,420
Supplies and miscellaneous	76,492	63,442
Telephone	11,673	10,975
Training and education	12,154	17,433
Utilities	69,574	62,230
Wages and benefits	2,231,886	2,296,567
	3,212,387	3,060,693
Excess (deficiency) of revenue over expenses	(200,765)	378,599

The accompanying notes are an integral part of these financial statements

Delta Hospice Society
Statement of Changes in Net Assets

For the year ended March 31, 2020
(Unaudited)

	<i>Unrestricted</i>	<i>Invested in capital assets</i>	<i>Externally restricted - endowment</i>	2020	2019
Net assets, beginning of year	1,214,229	1,707,315	100,851	3,022,395	2,643,796
Excess (deficiency) of revenue over expenses	(125,401)	(75,639)	276	(200,765)	378,599
Interfund transfers (Note 9)	(2,917)	3,193	(276)	-	-
Net assets, end of year	1,085,911	1,634,869	100,851	2,821,630	3,022,395

The accompanying notes are an integral part of these financial statements

Delta Hospice Society
Statement of Cash Flows

For the year ended March 31, 2020
(Unaudited)

	2020	2019
Cash provided by (used for) the following activities		
Operating		
Excess (deficiency) of revenue over expenses	(200,765)	378,599
Amortization	283,907	287,269
Recognition of deferred contributions related to capital assets	(208,268)	(208,268)
Gain on sale of capital asset	-	(4,850)
Unrealized gain on investments	-	(2,342)
Recognition of term deposit to cash equivalent	304,233	-
	179,107	450,408
Changes in working capital accounts		
Contributions receivable	(18,975)	4,145
GST recoverable	(4,133)	(1,385)
Prepaid expenses	(54,418)	(25,345)
Accounts payable and accruals	24,267	(14,520)
Deferred contributions	9,753	1,589
	135,601	414,892
Investing		
Purchase of capital assets	(3,194)	(20,951)
Proceeds on disposal of capital asset	-	5,000
Purchase of investments, at fair value	(100,912)	(23,671)
Proceeds on disposal of investments, at fair value	-	123,228
Purchase of term deposit	-	(304,233)
Redemption of term deposits	-	313,503
	(104,106)	92,876
Increase in cash resources	31,495	507,768
Cash resources, beginning of year	1,170,733	662,965
Cash resources, end of year	1,202,228	1,170,733

The accompanying notes are an integral part of these financial statements

Delta Hospice Society Notes to the Financial Statements

*For the year ended March 31, 2020
(Unaudited)*

1. Incorporation and nature of the organization

Delta Hospice Society (the "Society") was incorporated under the Society Act of B.C. and is registered as a not-for-profit charitable organization and thus is exempt from income taxes under the Income Tax Act ("the Act"). In order to maintain its status as a registered not-for-profit charitable organization under the Act, the Society must meet certain requirements within the Act. In the opinion of management these requirements have been met.

The Society's primary purpose is to provide care and support for people living with or dying from advanced illness, and for people who are bereaved. The Society operates in Delta, British Columbia.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada, which are part of Canadian generally accepted accounting principles, and include the following significant accounting policies:

Cash and cash equivalents

Cash and cash equivalents include balances with banks and short-term investments that are readily convertible to cash and are subject to an insignificant risk of changes in value. The Board of Director's policy is to maintain a minimum balance of cash and cash equivalents to fund three months of operating expenses.

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution if fair value can be reasonably determined.

Amortization is provided using the following methods at rates and terms intended to amortize the cost of assets over their estimated useful lives.

	Method	Rate/Term
Buildings		
- 56th Street, Delta	declining balance	4 %
- Residence and care centre	straight line	35 years
Computer hardware and software	declining balance	30-100 %
Office furniture and equipment	declining balance	20 %
Program equipment	declining balance	20 %

Revenue recognition

The Society follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets in the year of contribution.

Unrestricted and endowment investment income and other revenue is recognized in the period it is earned.

Cottage Charity Shoppe sales revenue is recognized when the sale occurs.

Measurement uncertainty (use of estimates)

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Contributions receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known.

Delta Hospice Society
Notes to the Financial Statements
For the year ended March 31, 2020
(Unaudited)

2. Significant accounting policies *(Continued from previous page)*

Contributed services

The Society benefits from substantial services in the form of volunteer time and from contributed materials. Because of the difficulty in determining their fair value, volunteer services and contributed materials are not recognized in the financial statements.

Financial instruments

The Society recognizes its financial instruments when the Society becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value, including financial assets and liabilities originated and issued in a related party transaction with management.

At initial recognition, the Society may irrevocably elect to subsequently measure any financial instrument at fair value. The Society has made such an election during the year. The Society subsequently measures its financial assets and liabilities at amortized cost, other than mutual funds and term deposit which are measured at fair market value.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in the excess of revenues over expenses for the current period. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

3. Capital assets

	Cost	Accumulated amortization	2020 Net book value	2019 Net book value
Land	476,000	-	476,000	476,000
Buildings	8,837,759	2,687,783	6,149,976	6,399,447
Computer hardware and software	86,605	80,664	5,941	8,487
Office furniture and equipment	318,280	263,207	55,073	59,759
Program equipment	311,407	215,374	96,033	120,042
	10,030,051	3,247,028	6,783,023	7,063,735

4. Deferred contributions

Deferred contributions consist of unspent contributions received from contributors who have restricted their use for specific operating purposes. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made. Changes in the deferred contribution balance are as follows:

	2020	2019
Balance, beginning of year	122,489	120,900
Amount received during the year	1,561,413	1,513,500
Less: Amount recognized as revenue during the year	(1,551,660)	(1,511,911)
Balance, end of year	132,242	122,489

Delta Hospice Society
Notes to the Financial Statements
For the year ended March 31, 2020
(Unaudited)

5. Deferred contributions related to capital assets

Deferred capital contributions consist of the unamortized amount of restricted contributions received for the purchase of capital assets. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized. Changes in deferred capital contributions are as follows:

	2020	2019
Balance, beginning of year	5,356,420	5,564,688
Less: Amounts recognized as revenue during the year	(208,268)	(208,268)
Balance, end of year	5,148,152	5,356,420

6. Commitments

The Society has entered into a 35 year lease with the Fraser Health Authority for the lease of the Care Centre land. The annual lease payments are \$1 and commenced September 2000.

7. Externally restricted endowment

The net assets restricted for endowment purposes, are subject to externally imposed restrictions stipulating that the resources be maintained permanently. Investment income earned on the endowment net assets is not subject to external restrictions and can be used for general operating activities.

8. Compensation

During the year ended March 31, 2020, the Society paid total remuneration of \$94,955 to one of its employees.

9. Interfund transactions

During the year, the Society transferred \$276 of investment income from the endowment net assets to unrestricted net assets to assist with operating expenses. The Society transferred \$3,193 from unrestricted net assets to the net assets of invested in capital assets to fund the purchase of capital assets.

10. Economic dependence

The Society receives funding from government agencies. The funding can be cancelled if the Society does not observe certain established guidelines. The Society's ability to continue viable operations is dependent upon following the criteria within the government guidelines.

As at the date of these financial statements, the Society has been notified by Fraser Health Authority that its' service agreement for the Hospice will end on February 24, 2021 due to non-compliance with certain established guidelines and as such the provincial funding will cease at that time. There is uncertainty regarding the future operations of the Hospice after February 24, 2021, however the remaining programs and activities of the Society are expected to continue as viable operations.

Delta Hospice Society
Notes to the Financial Statements*For the year ended March 31, 2020*
(Unaudited)

11. Financial instruments

The Society, as part of its operations, carries a number of financial instruments. It is management's opinion that the Society is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Society's main credit risk relates to its contributions receivable. The Society believes that there is minimal risk associated with the collection of these amounts, and provides allowances for potentially uncollectible amounts receivable.

Liquidity risk

Liquidity risk is the risk that the Society will encounter difficulty in meeting obligations associated with financial liabilities. The Society enters into transactions to purchase goods and services on credit, for which repayment is required at various maturity dates.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

12. Comparative figures

Certain comparative figures have been reclassified to conform with current year presentation.

13. Subsequent event

Since March 31, 2020, the outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to business globally, resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Society in future periods.

Delta Hospice Society
Schedule 1 - Schedule of Hospice Revenues and Expenses

For the year ended March 31, 2020
(Unaudited)

	2020	2019
Revenue		
Recognition of deferred contributions	208,268	208,268
Fraser Health Authority - Hospice	1,457,079	1,412,596
Investment income	76	133
Residential occupancy fees	129,420	83,532
	1,794,843	1,704,529
Expenses		
Advertising and promotion	491	-
Amortization	165,295	177,142
Automotive	46	12
Housekeeping	11,538	11,936
Insurance	12,656	7,184
Interest and bank charges	212	201
Medical supplies	47,513	35,560
Office and information technology	3,168	6,215
Professional fees	3,423	4,119
Repairs and maintenance	99,101	69,832
Supplies and miscellaneous	51,542	29,200
Telephone	5,162	3,638
Training and education	530	6,025
Utilities	49,027	43,442
Wages and benefits	1,428,878	1,391,725
	1,878,582	1,786,231
Deficiency of revenue over expenses	(83,739)	(81,702)

Delta Hospice Society
Schedule 2 - Schedule of Centre Revenues and Expenses

For the year ended March 31, 2020
(Unaudited)

	2020	2019
Revenue		
Donations	311,645	714,940
Fraser Health Authority - Community programs	66,285	100,143
Gaming	94,578	99,275
Investment income	17,854	17,631
Other income	19,226	12,670
	509,588	944,659
Expenses		
Advertising and promotion	15,096	30,958
Amortization	118,612	110,128
Annual general meeting	43,689	-
Automotive	500	1,084
Board expenses	16,722	5,717
Housekeeping	-	3,460
Insurance	9,858	14,074
Interest and bank charges	1,049	545
Office and information technology	26,902	23,323
Professional fees	160,507	31,474
Rent and occupancy costs	1	1
Repairs and maintenance	40,275	39,908
Supplies and miscellaneous	15,262	20,171
Telephone	4,968	6,195
Training and education	11,624	11,408
Utilities	8,408	8,056
Wages and benefits	606,148	692,986
	1,079,621	999,488
Deficiency of revenue over expenses	(570,033)	(54,829)

Delta Hospice Society
Schedule 3 - Schedule of Cottage Charity Shoppe Revenues and Expenses
For the year ended March 31, 2020
(Unaudited)

	2020	2019
Revenue		
Cottage Charity Shoppe	706,604	790,105
Other income	588	-
	707,192	790,105
Expenses		
Advertising and promotion	1,513	2,112
Insurance	3,601	5,223
Office and information technology	2,382	2,090
Professional fees	3,358	2,071
Repairs and maintenance	23,099	25,679
Supplies and miscellaneous	9,689	14,071
Telephone	1,543	1,142
Utilities	12,139	10,731
Wages and benefits	196,860	211,856
	254,184	274,975
Excess of revenue over expenses	453,008	515,130

Delta Hospice Society
Financial Statements
For the year ended March 31, 2021
(Unaudited)

Delta Hospice Society
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For the year ended March 31, 2021
(Unaudited)

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Independent Practitioner's Review Engagement Report

To the Members of Delta Hospice Society:

Report on the Financial Statements

We have reviewed the accompanying financial statements of Delta Hospice Society that comprise the statement of financial position as at March 31, 2021, and the statements of operations, changes in net assets, cash flows and the related schedules 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.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, the Society derives a portion of its revenue from donations, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the Society and we were not able to determine whether any adjustments might be necessary to donation revenues, excess of revenue over expenses and cash flows from operations for the years ended March 31, 2021 and March 31, 2020, current assets as at March 31, 2021 and March 31, 2020, and net assets as at April 1 and March 31 for both the 2021 and 2020 year ends. Our conclusion on the financial statements as at and for the year ended March 31, 2021 was modified accordingly because of the possible effects of this limitation in scope.

Qualified Conclusion

Based on our review, except for the possible effects of the matter described in the Basis for Qualified Conclusion paragraph, 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 Delta Hospice Society as at March 31, 2021, and the results of its operations, changes in net assets, and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Report on Other Legal and Regulatory Requirements

As required by the Society Act of British Columbia, we report that, in our opinion, these principles have been applied on a basis consistent with that of the previous year.

Surrey, British Columbia

January 10, 2022



Chartered Professional Accountants

Delta Hospice Society Statement of Financial Position

*As at March 31, 2021
(Unaudited)*

	2021	2020
Assets		
Current		
Cash	164,181	351,568
Term deposits (Note 3)	517,142	850,660
Accounts receivable	109,327	20,992
GST recoverable	18,315	14,237
Prepaid expenses	1,096	80,263
	810,061	1,317,720
Capital assets (Note 4)	700,523	6,783,023
Investments, at fair value (Note 5)	120,063	120,063
	1,630,647	8,220,806
Liabilities		
Current		
Accounts payable and accruals (Note 6)	136,459	118,781
Deferred contributions (Note 7)	2,345	123,769
Deferred revenue (Note 8)	29,158	8,473
	167,962	251,023
Deferred contributions related to capital assets (Note 9)	-	5,148,152
	167,962	5,399,175
Contingency (Note 16)		
Net Assets		
Unrestricted	661,311	1,085,911
Invested in capital assets	700,523	1,634,869
Externally restricted - endowment (Note 10)	100,851	100,851
	1,462,685	2,821,631
	1,630,647	8,220,806

Approved on behalf of Board

Angelina Ireland
Director

Mark Ruelle
Director
Mark Ruelle

Delta Hospice Society Statement of Operations

*For the year ended March 31, 2021
(Unaudited)*

	2021	2020
Revenue		
Cottage Charity Shoppe	346,852	706,604
Donations	540,840	311,645
Fraser Health Authority - Community programs	44,439	66,285
Gaming	-	94,578
Investment income	14,364	17,930
Membership dues	56,206	19,737
	1,002,701	1,216,779
Expenses		
Advertising and promotion	20,492	16,609
Amortization	20,557	20,877
Annual general meeting	-	43,689
Automotive	367	500
Board expenses	30,057	16,722
Housekeeping	174	-
Insurance	17,508	13,459
Interest and bank charges	1,300	1,052
Office and information technology	27,539	29,284
Professional fees	464,919	163,865
Rent and occupancy costs	21,605	1
Repairs and maintenance	43,269	63,373
Supplies and miscellaneous	22,562	24,950
Telephone	6,929	6,510
Training and education	1,125	11,624
Utilities	19,142	20,547
Wages and benefits	673,921	803,008
	1,371,466	1,236,070
Deficiency of revenue over expenses before other items	(368,765)	(19,291)
Government assistance (Note 12)	227,869	-
Deficiency of revenue over expenses before other items	(140,896)	(19,291)
Discontinued operations		
Hospice operations (Note 11)	(1,218,050)	(181,474)
Deficiency of revenue over expenses	(1,358,946)	(200,765)

The accompanying notes are an integral part of these financial statements

Delta Hospice Society
Statement of Changes in Net Assets

For the year ended March 31, 2021
(Unaudited)

	<i>Unrestricted</i>	<i>Invested in capital assets</i>	<i>Externally restricted - endowment</i>	2021	2020
Net assets, beginning of year	1,085,911	1,634,869	100,851	2,821,631	3,022,396
Deficiency of revenue over expenses	(447,746)	(911,200)	-	(1,358,946)	(200,765)
Interfund transfers (Note 14)	23,146	(23,146)	-	-	-
Net assets, end of year	661,311	700,523	100,851	1,462,685	2,821,631

The accompanying notes are an integral part of these financial statements

Delta Hospice Society
Statement of Cash Flows
For the year ended March 31, 2021
(Unaudited)

	2021	2020
Cash provided by (used for) the following activities		
Operating		
Deficiency of revenue over expenses	(1,358,946)	(200,765)
Deficiency of revenue over expenses attributable to discontinued operations (Note 11)	1,218,050	181,474
Amortization	20,557	20,877
	(120,339)	1,586
Changes in working capital accounts		
Accounts receivable	(15,260)	(626)
GST recoverable	(4,801)	(3,768)
Prepaid expenses	79,170	(66,727)
Accounts payable and accruals	32,517	(28,715)
Deferred revenue	20,689	8,470
	(8,024)	(89,780)
Financing		
Transfers between continuing and discontinued operations	(297,252)	(94,566)
Investing		
Purchase of term deposits	(517,142)	(850,660)
Proceeds on disposal of term deposits	850,660	833,954
Purchase of capital assets	(61,483)	-
Purchase of investments, at fair value	-	(100,912)
	272,035	(117,618)
Increase (decrease) in cash attributable to discontinued operations	(154,146)	12,520
Decrease in cash resources	(187,387)	(289,444)
Cash resources, beginning of year	351,568	641,012
Cash resources, end of year	164,181	351,568

The accompanying notes are an integral part of these financial statements

Delta Hospice Society Notes to the Financial Statements

*For the year ended March 31, 2021
(Unaudited)*

1. Incorporation and nature of the organization

Delta Hospice Society (the "Society") was incorporated under the Society Act of B.C. and is registered as a not-for-profit charitable organization and thus is exempt from income taxes under the Income Tax Act ("the Act"). In order to maintain its status as a registered not-for-profit charitable organization under the Act, the Society must meet certain requirements within the Act. In the opinion of management these requirements have been met.

The Society's primary purpose is to provide care and support for people living with, or dying from, advanced illness, and for people who are bereaved.

Impact on operations of COVID-19 (Coronavirus)

In early March 2020, the impact of the global outbreak of COVID-19 (Coronavirus) began to have a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding business operations and isolation/quarantine orders.

The Society's operations were impacted by COVID-19 due to social distancing/quarantine measures that resulted in personal protective equipment expenditures.

At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Society as this will depend on future developments that are uncertain and cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada to fight the virus.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada, which are part of Canadian generally accepted accounting principles, and include the following significant accounting policies:

Investments

Long-term investments are portfolio investments with fair value determined by prices as quoted in an active market.

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution plus all costs directly attributable to the acquisition, if fair value can be reasonably determined.

Amortization is provided using the declining balance method at rates intended to amortize the cost of assets over their estimated useful lives.

	Rate
Buildings	4 %
Computer hardware and software	30-100 %
Office furniture and equipment	20 %
Program equipment	20 %

Delta Hospice Society
Notes to the Financial Statements*For the year ended March 31, 2021*
(Unaudited)

2. Significant accounting policies *(Continued from previous page)****Long-lived assets and discontinued operations***

Long-lived assets consist of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policy.

When the Society determines that a long-lived asset no longer has any long-term service potential to the organization, the excess of its net carrying amount over any residual value is recognized as a loss in the statement of operations. Write-downs are not reversed.

Disposals of long-lived assets are reported as discontinued operations, unless the Society has no substantial continuing operations, if the operations and cash flows of a component of the business have been, or will be, eliminated from the Society's ongoing operations, the Society will not have any significant continuing involvement in its operations subsequent to the disposal, and the Society has other substantial continuing operations. Long lived assets related to the Society's Hospice operations have been disposed of resulting from the lease termination by Fraser Health Authority and have been reported in discontinued operations.

Revenue recognition

The Society follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Unrestricted and endowment investment income and other revenue is recognized in the period it is earned.

Cottage Charity Shoppe sales revenue is recognized when the sale occurs. Membership fees are recognized in the period in which membership is granted.

Contributed materials and services

Contributions of materials and services are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials and services are used in the normal course of the Society's operations and would otherwise have been purchased. The Society benefits from substantial services in the form of volunteer time and from contributed materials. Because of the difficulty in determining their fair value, volunteer services and contributed materials are not recognized in the financial statements.

Government assistance

Claims for assistance under various government grant programs are recorded as other income in the year in which eligible expenditures are incurred.

Financial instruments

The Society recognizes its financial instruments when the Society becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value, including financial assets and liabilities originated and issued in a related party transaction with management.

At initial recognition, the Society may irrevocably elect to subsequently measure any financial instrument at fair value. The Society has not made such an election during the year. The Society subsequently measures investments in equity instruments quoted in an active market at fair value. Fair value is determined by published price quotations. All other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in the excess of revenues over expenses for the current period. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

Delta Hospice Society Notes to the Financial Statements

*For the year ended March 31, 2021
(Unaudited)*

2. Significant accounting policies *(Continued from previous page)*

Financial asset impairment

The Society assesses impairment of all of its financial assets measured at cost or amortized cost. The Society groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group or there are numerous assets affected by the same factors. Management considers whether the issuer is having significant financial difficulty or whether there has been a breach in contract, such as a default or delinquency in interest or principal payments in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Society determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year. If so, the Society reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets; and the amount expected to be realized by exercising any rights to collateral held against those assets. Any impairment, which is not considered temporary, is included in current year deficiency of revenues over expenses.

The Society reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in the excess of deficiency in the year the reversal occurs.

Measurement uncertainty (use of estimates)

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

Amounts claimed under government assistance are subject to validation and verification. Due to the nature of the eligibility requirements and related calculations judgment is applied in assessing compliance. Management believes there is reasonable assurance that the Society has complied with all conditions.

By their nature, these judgments are subject to measurement uncertainty, and the effect on the financial statements of changes in such estimates and assumptions in future years could be significant. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues over expenses in the years in which they become known.

3. Term deposits

The Society's term deposits bear interest ranging from 0.45% to 1.60% per annum, maturing between October 2021 and March 2022.

4. Capital assets

	Cost	Accumulated amortization	2021 Net book value	2020 Net book value
Land	476,000	-	476,000	476,000
Buildings	357,985	200,813	157,172	6,149,976
Computer hardware and software	46,219	42,825	3,394	5,941
Office furniture and equipment	147,043	108,114	38,929	118,114
Program equipment	124,389	99,361	25,028	32,992
	1,151,636	451,113	700,523	6,783,023

Delta Hospice Society
Notes to the Financial Statements
For the year ended March 31, 2021
(Unaudited)

4. Capital assets *(Continued from previous page)*

During the year ended March 31, 2021 a reduction of capital assets with a net book value of \$5,873,308 has been reflected in the Society's financial statements, as a result of the breach of lease with Fraser Health Authority (*Note 11*).

5. Investments, at fair value

The Society holds investments in Canadian denominated mutual funds, with a cost of \$120,091 (2020 - \$120,091).

6. Accounts payable and accruals

	2021	2020
Accounts payable and accruals	129,988	114,187
Government agencies payable	6,471	4,594
	136,459	118,781

7. Deferred contributions

Deferred contributions consist of unspent contributions received from contributors who have restricted their use for specific operating purposes. Recognition of these amounts as revenue is deferred to periods when the specified expenditures are made. Changes in the deferred contribution balance are as follows:

	2021	2020
Balance, beginning of year	123,769	122,490
Amount received during the year	1,207,089	1,552,939
Less: Amount recognized as revenue during the year	(1,328,513)	(1,551,660)
Balance, end of year	2,345	123,769

8. Deferred revenue

Deferred revenues are comprised of membership fees received in advance of the membership period and/or approval of the member by the Board of Directors.

9. Deferred contributions related to capital assets

Deferred capital contributions consist of the unamortized amount of restricted contributions received for the purchase of capital assets. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized. Changes in deferred capital contributions are as follows:

	2021	2020
Balance, beginning of year	5,148,152	5,356,420
Amount received during the year	7,862	-
Less: Amounts recognized as revenue during the year	(208,268)	(208,268)
Less: Recognition of deferred contributions on Fraser Health lease termination	(4,947,746)	-
Balance, end of year	-	5,148,152

As at March 31, 2021, deferred contributions related to assets for which Fraser Health Authority has exercised its right of possession have been recognized to revenue (*Note 11*).

Delta Hospice Society
Notes to the Financial Statements
For the year ended March 31, 2021
(Unaudited)

10. Externally restricted endowment

The net assets restricted for endowment purposes are subject to externally imposed restrictions stipulating that the resources be maintained permanently. Investment income earned on the endowment net assets is not subject to external restrictions and can be used for general operating activities.

11. Discontinued operations

The Society's service agreement with Fraser Health Authority ("FHA") was terminated on February 24, 2021. Effective February 25, 2021, FHA served the Society a notice of breach of lease, as FHA had determined that the Society was no longer using land and buildings for publicly funded health care services as a result of the expiry of the service agreement. As result of the breach of lease determination, FHA exercised its right to take exclusive possession of the Society's land and buildings effective March 29, 2021, with the exception of the Cottage Charity Shoppe assets, not subject to the FHA service agreement.

As at March 31, 2021, with the service agreement terminated and FHA having taken possession of the land and buildings, the Society will no longer operate its hospice services, and as such the Hospice operations have been presented as discontinued operations in the Society's financial statements. Capital assets for which the right of possession was exercised by FHA have been reflected as a loss in the Society's financial statements, offset by the recognition of deferred contributions associated with those assets. The Hospice operations for the years ended March 31, 2021 and 2020 are summarized below, with detailed financial results of the Hospice operations presented in Schedule 1 to the financial statements.

	2021	2020
Revenue	1,604,969	1,794,843
Expenses	1,987,457	1,976,317
Other items		
Loss recognized on Fraser Health Association lease termination	(5,783,308)	-
Recognition of deferred contributions on Fraser Health lease termination	4,947,746	-
	(835,562)	-
Deficiency of revenue over expenses	(1,218,050)	(181,474)

The statement of cash flows includes the following amounts relating to discontinued operations:

Cash provided by (used for) the following activities:		
Net cash used in operating activities	(528,166)	(78,851)
Net cash generated by financing activities	297,252	94,566
Net cash generated by (used in) investing activities	76,768	(3,195)
Net cash flow from discontinued operations	(154,146)	12,520

12. Government assistance

During the year, the Society recognized \$227,869 (2020 - \$nil) in Canada Emergency Wage Subsidy ("CEWS") as other income. CEWS, introduced in response to the COVID-19 pandemic, provides eligible employers with a subsidy to cover a portion of wage costs paid to eligible employees during prescribed claim periods. There are no unfulfilled conditions related to amounts recognized.

Delta Hospice Society
Notes to the Financial Statements
For the year ended March 31, 2021
(Unaudited)

13. Remuneration

During the year ended December 31, 2021, the Society paid total remuneration of \$441,906 to five of its employees (2020 - \$94,955; one employee)

14. Interfund transactions

During the year, the Society transferred \$nil (2020 - \$276) of investment income from the endowment net assets to unrestricted net assets to assist with operating expenses. The Society transferred \$23,146 (2020 - (\$3,193)) from net assets invested in capital assets to unrestricted net assets resulting from the proceeds of disposal and purchase of capital assets.

15. Financial instruments

The Society, as part of its operations, carries a number of financial instruments. It is management's opinion that the Society is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Society's main credit risk relates to its accounts receivable. The Society believes that there is minimal risk associated with the collection of these amounts, and provides allowances for potentially uncollectible amounts receivable.

Liquidity risk

Liquidity risk is the risk that the Society will encounter difficulty in meeting obligations associated with financial liabilities. The Society enters into transactions to purchase goods and services on credit, for which repayment is required at various maturity dates.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

The Society is exposed to interest rate risk with respect to its term deposits and interest bearing investments.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Society is exposed to other price risk with respect to its investments.

16. Contingency

The Society has been named as a respondent in applications to the Labour Relations Board on behalf of the British Columbia Nurses Union ("BCNU") alleging unfair labour practices relating to the termination of its nursing staff as at the date of the termination of the Society's lease with FHA. As at the date of the financial statements, the BCNU has not pursued litigation of these claims. It is not possible to predict the ultimate outcome of these allegations, nor to estimate the loss, if any, should these claims be pursued through litigation.

17. Comparative figures

Certain comparative figures have been reclassified to conform with current year presentation.

Delta Hospice Society
Schedule 1 - Schedule of Hospice Revenues and Expenses

For the year ended March 31, 2021
(Unaudited)

	2021	2020
Revenue		
Fraser Health Authority - Hospice	1,328,513	1,457,079
Investment income	-	76
Recognition of deferred contributions related to capital assets	208,268	208,268
Residential occupancy fees	68,188	129,420
	1,604,969	1,794,843
Expenses		
Amortization	263,350	263,030
Automotive	356	46
Housekeeping	8,111	11,538
Insurance	14,904	12,656
Interest and bank charges	350	212
Medical supplies	52,476	47,513
Office and information technology	5,163	3,168
Professional fees	2,711	3,423
Repairs and maintenance	98,852	99,101
Supplies and miscellaneous	22,024	52,033
Telephone	4,337	5,162
Training and education	860	530
Utilities	48,816	49,027
Wages and benefits	1,465,147	1,428,878
	1,987,457	1,976,317
Other items		
Loss recognized on Fraser Health Association lease termination <i>(Note 11)</i>	(5,783,308)	-
Recognition of deferred contributions on Fraser Health lease termination <i>(Note 11)</i>	4,947,746	-
	(835,562)	-
Deficiency of revenue over expenses	(1,218,050)	(181,474)

Delta Hospice Society
Schedule 2 - Schedule of Centre Revenues and Expenses

For the year ended March 31, 2021
(Unaudited)

	2021	2020
Revenue		
Donations	540,840	311,645
Fraser Health Authority - Community programs	44,439	66,285
Gaming	-	94,578
Investment income	14,364	17,854
Membership dues	55,590	19,226
	655,233	509,588
Expenses		
Advertising and promotion	18,562	15,096
Amortization	11,342	20,877
Annual general meeting	-	43,689
Automotive	367	500
Board expenses	30,057	16,722
Housekeeping	174	-
Insurance	9,629	9,858
Interest and bank charges	1,291	1,052
Office and information technology	18,176	26,902
Professional fees	461,765	160,507
Rent and occupancy costs	13,070	1
Repairs and maintenance	17,013	40,275
Supplies and miscellaneous	12,049	15,262
Telephone	5,020	4,968
Training and education	1,125	11,624
Utilities	8,300	8,408
Wages and benefits	543,789	606,148
	1,151,729	981,889
Government assistance (Note 12)	227,869	-
Deficiency of revenue over expenses	(268,627)	(472,301)

Delta Hospice Society
Schedule 3 - Schedule of Cottage Charity Shoppe Revenues and Expenses
For the year ended March 31, 2021
(Unaudited)

	2021	2020
Revenue		
Cottage Charity Shoppe	346,852	706,604
Other income	616	588
	347,468	707,192
Expenses		
Advertising and promotion	1,930	1,513
Amortization	9,215	-
Interest and bank charges	9	-
Insurance	7,879	3,601
Office and information technology	9,362	2,382
Professional fees	3,154	3,358
Rent and occupancy costs	8,535	-
Repairs and maintenance	26,256	23,099
Supplies and miscellaneous	10,513	9,689
Telephone	1,909	1,543
Utilities	10,842	12,139
Wages and benefits	130,132	196,860
	219,736	254,184
Excess of revenue over expenses	127,732	453,008

Delta Hospice Society

Financial Statements

*For the period ended December 31, 2021
(Unaudited)*

**Delta Hospice Society
Contents**

*For the period ended December 31, 2021
(Unaudited)*

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Independent Practitioner's Review Engagement Report

To the Members of Delta Hospice Society:

Report on the Financial Statements

We have reviewed the accompanying financial statements of Delta Hospice Society that comprise the statement of financial position as at December 31, 2021, and the statements of operations, changes in net assets, cash flows and the related schedules for the period 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.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, the Society derives a portion of its revenue from donations, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the Society and we were not able to determine whether any adjustments might be necessary to donation revenues, excess of revenue over expenses and cash flows from operations for the period/year ended December 31, 2021 and March 31, 2021, current assets as at December 31, 2021 and March 31, 2021, and net assets as at April 1, March 31 and December 31, 2021. Our conclusion on the financial statements as at and for the period ended December 31, 2021 and March 31, 2021 was modified accordingly because of the possible effects of this limitation in scope.

Qualified Conclusion

Based on our review, except for the possible effects of the matter described in the Basis for Qualified Conclusion paragraph, 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 Delta Hospice Society as at December 31, 2021, and the results of its operations, changes in net assets, and its cash flows for the period then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Report on Other Legal and Regulatory Requirements

As required by the Society Act of British Columbia, we report that, in our opinion, these principles have been applied on a basis consistent with that of the previous period.

Surrey, British Columbia

February 9, 2022



Chartered Professional Accountants

Delta Hospice Society Statement of Financial Position

*As at December 31, 2021
(Unaudited)*

	<i>December 31 2021</i>	<i>March 31 2021</i>
Assets		
Current		
Cash	258,061	164,181
Term deposits (Note 3)	424,801	517,142
Accounts receivable	8,115	32,559
GST recoverable	7,000	18,315
Prepaid expenses	9,980	1,096
	707,957	733,293
Capital assets (Note 4)	691,073	700,523
Investments, at fair value (Note 5)	127,189	120,063
	1,526,219	1,553,879
Liabilities		
Current		
Accounts payable and accruals (Note 6)	36,338	59,691
Deferred contributions (Note 7)	2,345	2,345
Deferred revenue (Note 8)	-	29,158
	38,683	91,194
Contingency (Note 16)		
Net Assets		
Unrestricted	695,612	661,311
Invested in capital assets	691,073	700,523
Externally restricted - endowment (Note 10)	100,851	100,851
	1,487,536	1,462,685
	1,526,219	1,553,879

Approved on behalf of Board

Angelina Ireland

Director

DM Ruess

Director

Delta Hospice Society Statement of Operations

*For the period ended December 31, 2021
(Unaudited)*

	9 Months Ended December 31 2021	12 Months Ended March 31 2021
Revenue		
Cottage Charity Shoppe	404,397	346,852
Donations	119,131	540,840
Fraser Health Authority - Community programs	-	44,439
Gaming grant	36,000	-
Interest income	7,870	14,364
Investment income	7,125	-
Membership fees	123,928	56,206
	698,451	1,002,701
Expenses		
Advertising and promotion	21,667	20,492
Amortization	9,450	20,557
Annual/special general meeting	71,861	-
Automotive	-	367
Board of directors	9,647	30,057
Housekeeping	-	174
Insurance	12,150	17,508
Interest and bank charges	525	1,291
Office and information technology	22,329	27,539
Professional fees	103,871	464,919
Rent and occupancy	49,665	21,605
Repairs and maintenance	11,267	43,269
Supplies and miscellaneous	8,437	22,571
Telephone	8,054	6,929
Training and education	115	1,125
Utilities	10,877	19,142
Wages and benefits	365,117	673,921
	705,032	1,371,466
Deficiency of revenue over expenses before government assistance and discontinued operations	(6,581)	(368,765)
Government assistance (Note 12)	31,431	227,869
Excess (deficiency) of revenue over expenses before discontinued operations	24,850	(140,896)
Discontinued operations		
Hospice operations (Note 11)	-	(1,218,050)
Excess (deficiency) of revenue over expenses	24,850	(1,358,946)

The accompanying notes are an integral part of these financial statements

Delta Hospice Society
Statement of Changes in Net Assets

For the period ended December 31, 2021
(Unaudited)

	<i>Unrestricted</i>	<i>Invested in capital assets</i>	<i>Externally restricted - endowment</i>	<i>December 31 2021</i>	<i>March 31 2021</i>
Net assets, beginning of period	661,311	700,523	100,851	1,462,685	2,821,631
Excess (deficiency) of revenue over expenses	34,301	(9,450)	-	24,850	(1,358,946)
Net assets, end of period	695,612	691,073	100,851	1,487,535	1,462,685

The accompanying notes are an integral part of these financial statements

Delta Hospice Society Statement of Cash Flows

*For the period ended December 31, 2021
(Unaudited)*

	9 Months Ended December 31 2021	12 Months Ended March 31 2021
Cash provided by (used for) the following activities		
Operating		
Excess (deficiency) of revenue over expenses	24,850	(1,358,946)
Deficiency of revenue over expenses attributable to discontinued operations (Note 11)	-	1,218,050
Amortization	9,450	20,557
Unrealized gain on investments	(7,126)	-
	27,174	(120,339)
Changes in working capital accounts		
Accounts receivable	24,444	61,508
GST recoverable	11,315	(4,801)
Prepaid expenses	(8,884)	79,170
Accounts payable and accruals	(23,352)	(44,251)
Deferred revenue	(29,158)	20,689
	1,539	(8,024)
Financing		
Transfers between continuing and discontinued operations	-	(297,252)
Investing		
Purchase of term deposits	(7,659)	(517,142)
Proceeds on disposal of term deposits	100,000	850,660
Purchase of capital assets	-	(61,483)
	92,341	272,035
Decrease in cash attributable to discontinued operations	-	(154,146)
Increase (decrease) in cash resources	93,880	(187,387)
Cash resources, beginning of period	164,181	351,568
Cash resources, end of period	258,061	164,181

The accompanying notes are an integral part of these financial statements

Delta Hospice Society Notes to the Financial Statements

*For the period ended December 31, 2021
(Unaudited)*

1. Incorporation and nature of the organization

Delta Hospice Society (the "Society") was incorporated under the Society Act of B.C. and is registered as a not-for-profit charitable organization and thus is exempt from income taxes under the Income Tax Act ("the Act"). In order to maintain its status as a registered not-for-profit charitable organization under the Act, the Society must meet certain requirements within the Act. In the opinion of management these requirements have been met.

The Society's primary purpose is to provide care and support for people living with, or dying from, advanced illness, and for people who are bereaved.

Impact on operations of COVID-19 (Coronavirus)

In early March 2020, the impact of the global outbreak of COVID-19 (Coronavirus) began to have a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding business operations and isolation/quarantine orders.

The Society's operations were impacted by COVID-19 due to social distancing/quarantine measures that resulted in personal protective equipment expenditures.

At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Society as this will depend on future developments that are uncertain and cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada to fight the virus.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations set out in Part III of the CPA Canada Handbook - Accounting, as issued by the Accounting Standards Board in Canada, which are part of Canadian generally accepted accounting principles, and include the following significant accounting policies:

Investments

Investments are comprised of portfolio investments with fair value determined by prices as quoted in an active market.

Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution plus all costs directly attributable to the acquisition, if fair value can be reasonably determined.

Amortization is provided using the declining balance method at rates intended to amortize the cost of assets over their estimated useful lives.

	Rate
Buildings	4 %
Computer hardware and software	30 %
Office furniture and equipment	20 %
Equipment	20 %

Delta Hospice Society
Notes to the Financial Statements*For the period ended December 31, 2021*
(Unaudited)

2. Significant accounting policies *(Continued from previous page)****Long-lived assets and discontinued operations***

Long-lived assets consist of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policy.

When the Society determines that a long-lived asset no longer has any long-term service potential to the organization, the excess of its net carrying amount over any residual value is recognized as a loss in the statement of operations. Write-downs are not reversed.

Disposals of long-lived assets are reported as discontinued operations, unless the Society has no substantial continuing operations, if the operations and cash flows of a component of the business have been, or will be, eliminated from the Society's ongoing operations, the Society will not have any significant continuing involvement in its operations subsequent to the disposal, and the Society has other substantial continuing operations. Long lived assets related to the Society's Hospice operations have been disposed of resulting from the lease termination by Fraser Health Authority and have been reported in discontinued operations during the year ended March 31, 2021.

Revenue recognition

The Society follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the period in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Endowment contributions are recognized as direct increases in net assets.

Unrestricted and endowment investment income and other revenue is recognized in the period/year it is earned.

Cottage Charity Shoppe sales revenue is recognized when the sale occurs. Membership fees are recognized in the period/year in which membership fees are received.

Contributed materials and services

Contributions of materials and services are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials and services are used in the normal course of the Society's operations and would otherwise have been purchased. The Society benefits from substantial services in the form of volunteer time and from contributed materials. Because of the difficulty in determining their fair value, volunteer services and contributed materials are not recognized in the financial statements.

Government assistance

Claims for assistance under various government grant programs are recorded as other income in the period in which eligible expenditures are incurred.

Financial instruments

The Society recognizes its financial instruments when the Society becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value, including financial assets and liabilities originated and issued in a related party transaction with management.

At initial recognition, the Society may irrevocably elect to subsequently measure any financial instrument at fair value. The Society has not made such an election during the period. The Society subsequently measures investments in equity instruments quoted in an active market at fair value. Fair value is determined by published price quotations. All other financial assets and liabilities are subsequently measured at amortized cost.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in the excess of revenues over expenses for the current period. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

Delta Hospice Society
Notes to the Financial Statements
For the period ended December 31, 2021
(Unaudited)

2. **Significant accounting policies** *(Continued from previous page)*

Financial asset impairment

The Society assesses impairment of all of its financial assets measured at cost or amortized cost. The Society groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group or there are numerous assets affected by the same factors. Management considers whether the issuer is having significant financial difficulty or whether there has been a breach in contract, such as a default or delinquency in interest or principal payments in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Society determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the period. If so, the Society reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets; the amount that could be realized by selling the assets; and the amount expected to be realized by exercising any rights to collateral held against those assets. Any impairment, which is not considered temporary, is included in current period/year excess/deficiency of revenues over expenses.

The Society reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in the excess of excess (deficiency) in the period/year the reversal occurs.

Measurement uncertainty (use of estimates)

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period/year.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

Amounts claimed under government assistance are subject to validation and verification. Due to the nature of the eligibility requirements and related calculations judgment is applied in assessing compliance. Management believes there is reasonable assurance that the Society has complied with all conditions.

By their nature, these judgments are subject to measurement uncertainty, and the effect on the financial statements of changes in such estimates and assumptions in future periods could be significant. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess/deficiency of revenues over expenses in the period/year in which they become known.

3. **Term deposits**

The Society's term deposits bear interest ranging from 0.45% to 0.70% per annum, maturing between March and October, 2022.

4. **Capital assets**

	Cost	Accumulated amortization	December 31 2021 Net book value	March 31 2021 Net book value
Land	476,000	-	476,000	476,000
Buildings	357,985	191,298	166,687	168,589
Computer hardware and software	46,219	44,734	1,485	3,394
Office furniture and equipment	147,043	124,284	22,759	27,512
Equipment	124,389	100,247	24,142	25,028
	1,151,636	460,563	691,073	700,523

Delta Hospice Society Notes to the Financial Statements

*For the period ended December 31, 2021
(Unaudited)*

4. Capital assets *(Continued from previous page)*

In the year ended March 31, 2021, a reduction of capital assets with a net book value of \$5,783,308 has been reflected in the Society's financial statements, as a result of the breach of lease with Fraser Health Authority (*Note 11*).

5. Investments, at fair value

The Society holds investments in Canadian denominated mutual funds, with a cost of \$120,294 (Mar 21 - \$120,091).

6. Accounts payable and accruals

	<i>December 31</i>	<i>March 31</i>
	2021	2021
Accounts payable and accruals	32,151	53,220
Government agencies payable	4,187	6,471
	36,338	59,691

7. Deferred contributions

Deferred contributions consist of unspent contributions received from contributors who have restricted their use for specific operating purposes. Recognition of these amounts as revenue is deferred to period/year when the specified expenditures are made. Changes in the deferred contribution balance are as follows:

	<i>December 31</i>	<i>March 31</i>
	2021	2021
Balance, beginning of period/year	2,345	123,769
Amount received during the period/year	-	1,243,089
Less: Amount recognized as revenue during the period/year	-	(1,364,513)
Balance, end of period/year	2,345	2,345

8. Deferred revenue

Deferred revenues are comprised of membership fees received in advance of the membership period and/or approval of the member by the Board of Directors.

Delta Hospice Society
Notes to the Financial Statements

For the period ended December 31, 2021
(Unaudited)

9. Deferred contributions related to capital assets

Deferred capital contributions consist of the unamortized amount of restricted contributions received for the purchase of capital assets. Recognition of these amounts as revenue is deferred to periods when the related capital assets are amortized. Changes in deferred capital contributions are as follows:

	<i>December 31</i>	<i>March 31</i>
	2021	2021
Balance, beginning of period	-	5,148,152
Amount received during the period	-	7,862
Less: Amounts recognized as revenue during the period	-	(208,268)
Less: Recognition of deferred contributions on Fraser Health lease termination	-	(4,947,746)
<hr/>		
Balance, end of period	-	-

As at March 31, 2021, deferred contributions related to assets for which Fraser Health Authority has exercised its right of possession have been recognized to revenue (*Note 11*).

10. Externally restricted endowment

The net assets restricted for endowment purposes are subject to externally imposed restrictions stipulating that the resources be maintained permanently. Investment income earned on the endowment net assets is not subject to external restrictions and can be used for general operating activities.

11. Discontinued operations

The Society's service agreement with Fraser Health Authority ("FHA") was terminated on February 24, 2021. Effective February 25, 2021, FHA served the Society a notice of breach of lease, as FHA had determined that the Society was no longer using land and buildings for publicly funded health care services as a result of the expiry of the service agreement. As result of the breach of lease determination, FHA exercised its right to take exclusive possession of the Society's land and buildings effective March 29, 2021, with the exception of the Cottage Charity Shoppe assets, not subject to the FHA service agreement.

As at March 31, 2021, with the service agreement terminated and FHA having taken possession of the land and buildings, the Society will no longer operate its hospice services, and as such the Hospice operations have been presented as discontinued operations in the Society's financial statements. Capital assets for which the right of possession was exercised by FHA have been reflected as a loss in the Society's financial statements, offset by the recognition of deferred contributions associated with those assets.

Delta Hospice Society
Notes to the Financial Statements
For the period ended December 31, 2021
(Unaudited)

11. Discontinued operations *(Continued from previous page)*

The Hospice operations for the year ended March 31, 2021 is summarized below, with detailed financial results of the Hospice operations presented in Schedule 1 to the financial statements.

	<i>December 31</i>	<i>March 31</i>
	2021	2021
Revenue	-	1,604,969
Expenses	-	1,987,457
Other items		
Loss recognized on Fraser Health Association lease termination	-	(5,783,308)
Recognition of deferred contributions on Fraser Health lease termination	-	4,947,746
	-	(835,562)
Deficiency of revenue over expenses	-	(1,218,050)

The statement of cash flows includes the following amounts relating to discontinued operations:

Cash provided by (used for) the following activities:

Net cash used in operating activities	-	(528,166)
Net cash generated by financing activities	-	297,252
Net cash generated by investing activities	-	76,768
Net cash flow from discontinued operations	-	(154,146)

12. Government assistance

During the period, the Society recognized \$31,431 in Canada Emergency Wage Subsidy ("CEWS") as other income (year ended March 31, 2021 - \$227,869). CEWS, introduced in response to the COVID-19 pandemic, provides eligible employers with a subsidy to cover a portion of wage costs paid to eligible employees during prescribed claim periods. There are no unfulfilled conditions related to amounts recognized.

13. Remuneration

During the period ended December 31, 2021, the Society paid total remuneration of \$60,440 to one of its employees (year ended March 31, 2021 - \$441,906 ; five employees)

14. Interfund transactions

During the period, the Society transferred transferred \$nil from net assets invested in capital assets to unrestricted net assets resulting from the proceeds of disposal and purchase of capital assets (year ended March 31, 2021- \$23,146).

Delta Hospice Society
Notes to the Financial Statements
For the period ended December 31, 2021
(Unaudited)

15. Financial instruments

The Society, as part of its operations, carries a number of financial instruments. It is management's opinion that the Society is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Society's main credit risk relates to its accounts receivable. The Society believes that there is minimal risk associated with the collection of these amounts, and provides allowances for potentially uncollectible amounts receivable.

Liquidity risk

Liquidity risk is the risk that the Society will encounter difficulty in meeting obligations associated with financial liabilities. The Society enters into transactions to purchase goods and services on credit, for which repayment is required at various maturity dates.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

The Society is exposed to interest rate risk with respect to its term deposits and interest bearing investments.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Society is exposed to other price risk with respect to its investments in marketable securities.

16. Contingency

The Society has been named as a respondent in applications to the Labour Relations Board on behalf of the British Columbia Nurses Union ("BCNU") alleging unfair labour practices relating to the termination of its nursing staff as at the date of the termination of the Society's lease with FHA. As at the date of the financial statements, the BCNU has not pursued litigation of these claims. It is not possible to predict the ultimate outcome of these allegations, nor to estimate the loss, if any, should these claims be pursued through litigation.

17. Comparative figures

Certain comparative figures have been reclassified to conform with current year presentation.

Delta Hospice Society
Schedule 1 - Schedule of Hospice Revenues and Expenses

For the period ended December 31, 2021
(Unaudited)

	9 Months Ended December 31 2021	12 Months Ended March 31 2021
Revenue		
Fraser Health Authority - Hospice	-	1,328,513
Recognition of deferred contributions related to capital assets	-	208,268
Residential occupancy fees	-	68,188
	-	1,604,969
Expenses		
Amortization	-	263,350
Automotive	-	356
Housekeeping	-	8,111
Insurance	-	14,904
Interest and bank charges	-	350
Medical supplies	-	52,476
Office and information technology	-	5,163
Professional fees	-	2,711
Repairs and maintenance	-	98,852
Supplies and miscellaneous	-	22,024
Telephone	-	4,337
Training and education	-	860
Utilities	-	48,816
Wages and benefits	-	1,465,147
	-	1,987,457
Other items		
Loss recognized on Fraser Health Association lease termination <i>(Note 11)</i>	-	(5,783,308)
Recognition of deferred contributions on Fraser Health lease termination <i>(Note 11)</i>	-	4,947,746
	-	(835,562)
Deficiency of revenue over expenses	-	(1,218,050)

Delta Hospice Society

Schedule 2 - Schedule of Centre Revenues and Expenses

*For the period ended December 31, 2021
(Unaudited)*

	9 Months Ended December 31 2021	12 Months Ended March 31 2021
Revenue		
Donations	119,131	540,840
Investment income	7,125	-
Fraser Health Authority - Community programs	-	44,439
Gaming grants	36,000	-
Interest income	7,870	14,364
Membership fees	123,334	55,590
	293,460	655,233
Expenses		
Advertising and promotion	19,567	18,562
Amortization	6,617	16,747
Annual/special general meeting	71,861	-
Automotive	-	367
Board of directors	9,647	30,057
Housekeeping	-	174
Insurance	4,995	9,629
Interest and bank charges	525	1,291
Office and information technology	16,826	18,176
Professional fees	100,424	461,765
Rent and occupancy	24,059	13,070
Repairs and maintenance	154	17,013
Supplies and miscellaneous	3,432	12,049
Telephone	6,153	5,020
Training and education	115	1,125
Utilities	659	8,300
Wages and benefits	245,417	543,789
	510,451	1,157,134
Government assistance (Note 12)	31,431	227,869
Deficiency of revenue over expenses	(185,560)	(274,032)

Delta Hospice Society
Schedule 3 - Schedule of Cottage Charity Shoppe Revenues and Expenses
For the period ended December 31, 2021
(Unaudited)

	9 Months Ended December 31 2021	12 Months Ended March 31 2021
Revenue		
Sales	404,397	346,852
Other income	595	616
	404,992	347,468
Expenses		
Advertising and promotion	2,100	1,930
Amortization	2,833	3,810
Insurance	7,155	7,879
Office and information technology	5,503	9,362
Professional fees	3,447	3,154
Rent and occupancy	25,606	8,535
Repairs and maintenance	11,113	26,256
Supplies and miscellaneous	5,005	10,522
Telephone	1,901	1,909
Utilities	10,218	10,842
Wages and benefits	119,701	130,132
	194,582	214,331
Excess of revenue over expenses	210,410	133,137

Proposed Amended Constitution of Delta Hospice Society

The name of the Society is DELTA HOSPICE SOCIETY

The purposes of the Society are:

1. NAME ~~—~~ The name of the Society is DELTA HOSPICE SOCIETY.

2. PURPOSES ~~—~~ The purposes of the Society are:

2.1 To provide compassionate care and support, consistent with the principles of Palliative Care, for persons in the last stages of living, so that they may live as fully and comfortably as possible, until their natural death.

2.2 To utilize and co-ordinate community services, professionals, volunteers and family to care for the needs of the patient, consistent with the principles of Palliative Care.

2.3 To support and counsel family members in their bereavement.

2.4 To recruit volunteers and provide training in ~~P~~palliative ~~e~~Care. In addition, to screen, supervise and support volunteers as well as co-ordinate volunteer/patient interaction.

2.5 To provide education ~~to~~ ~~the community~~ and ~~provide~~ resource material about hospice/~~P~~palliative ~~e~~Care and the aims of the society.

2.6 To promote public awareness about the society for the purpose of acquiring financial support.

2.7 The Society's purposes in this constitution shall be interpreted in accordance with the principles of Palliative Care, which:

(a) seek to improve the quality of life of patients and their families facing the problems associated with life-threatening illness, through the prevention and relief of suffering by means of early identification and impeccable assessment and treatment of pain and other physical, psychological, psychosocial and spiritual problems;

(b) affirms life and regards dying as a normal process; and

(c) never intends to hasten or cause death, nor to postpone death.

SOCIETIES ACT

Proposed Amended Bylaws of Delta Hospice Society

Part 1 — Interpretation

1 (1) In these bylaws, unless the context otherwise requires:

"directors" means the directors of the society for the time being;

"Society Act" means the Society Act of British Columbia from time to time in force and all amendments to it;

"registered address" of a member means the member's address as recorded in the register of members.

"registered e-mail address" of a member means the member's e-mail address as recorded in the register of members.

(2) The definitions in the *Society Act* on the date these bylaws become effective apply to these bylaws.

2 Words importing the singular include the plural and vice versa, and words importing a male person include a female person and a corporation.

Part 2 — Membership

3 The members of the society are the applicants for incorporation of the society, and those persons who subsequently become members, in accordance with these bylaws and, in either case, have not ceased to be members.

4 (1) A person who is committed to upholding and advancing the Society's constitutional purposes may apply to the directors for membership in the society. ~~and if on acceptance~~ by the directors, which acceptance may be refused as set out in the other sub-paragraphs of this bylaw, such person becomes ~~is~~ a member.

(2) The directors may require any and all applicants for membership, or existing members seeking to pay their annual membership fee, to sign a statement and/or provide supporting evidence of their commitment to upholding and advancing the constitutional purposes of the Society, and the directors may specify any form and supporting information or documentation which the applicant or member must provide for this purpose.

(3) Upon a review of the application materials referenced in the immediately preceding subparagraph, together with any other materials the directors or their delegates may identify through their own research, the directors have the sole discretion to approve or reject any applicant for membership, or any member seeking to pay their annual membership fee, if not satisfied that the applicant or renewing member is committed to upholding and advancing the constitutional purposes of the Society.

(4) Each applicant for membership, and each member seeking to pay their annual membership fee, who has an e-mail address, must provide to the Society their e-mail address for inclusion on the register of members.

5 (1) Every member must uphold the constitution and comply with these bylaws.

(2) Members' right of access to Society documents under the Society Act are limited as follows in the following ways:

(a) A member may inspect documents including accounting records but may not copy or remove any documents:

1. on approval of the directors;
2. with reasonable notice to the society;
3. with the society's accounting firm present and costs for this service being paid for by the member;

(b) All payroll records are kept confidential on the basis of BC privacy legislation.

6 The amount of the first annual membership dues must be determined by the directors and after that the annual membership dues must be determined at the annual general meeting of the society.

7 A person ceases to be a member of the society

(a) by delivering his or her resignation in writing to the secretary of the society or by e-mailing, mailing or delivering it to the address of the society,

(b) on his or her death or, in the case of a corporation, on dissolution,

(c) on being expelled, ~~or~~

(d) on having been a member not in good standing for 12 consecutive months, or

(e) on having their membership renewal and/or payment of annual membership fee rejected under bylaw 4(2) or (3).

8 (1) A member may be expelled by a special resolution of the members passed at a general meeting.

(2) The notice of special resolution for expulsion must be accompanied by a brief statement of the reasons for the proposed expulsion.

(3) The person who is the subject of the proposed resolution for expulsion must be given an opportunity to be heard at the general meeting before the special resolution is put to a vote.

9 All members are in good standing except a member who has failed to pay his or her current annual membership fee, or any other subscription or debt due and owing by the member to the society, and the member is not in good standing so long as the debt remains unpaid.

Part 3 — Meetings of Members

- 10 General meetings of the society must be held at the time and (unless a fully electronic meeting) place, in accordance with the *Society Act*, that the directors decide. Notwithstanding anything else in these bylaws, the directors are empowered to decide whether each general meeting shall be a partially electronic meeting, a fully electronic meeting, or a meeting at which members must be present physically in person.
- 11 Every general meeting, other than an annual general meeting, is an extraordinary general meeting.
- 12 The directors may, when they think fit, convene an extraordinary general meeting.
- 13 (1) Notice of a general meeting must specify the (unless a fully electronic meeting) place, day and hour of the meeting, and, in case of special business, the general nature of that business.
- (2) The accidental omission to give notice of a meeting to, or the non-receipt of a notice by, any of the members entitled to receive notice does not invalidate proceedings at that meeting.
- 14 The first annual general meeting of the society must be held not more than 15 months after the date of incorporation and after that an annual general meeting must be held at least once in every calendar year and not more than 15 months after the holding of the last preceding annual general meeting.

Part 4 — Proceedings at General Meetings

15 Special business is

- (a) all business at an extraordinary general meeting except the adoption of rules of order, and
- (b) all business conducted at an annual general meeting, except the following:
- (i) the adoption of rules of order;
 - (ii) the consideration of the financial statements;
 - (iii) the report of the directors;
 - (iv) the report of the auditor, if any;
 - (v) the election of directors: a nomination by a member of a person to be a director of the Delta Hospice Society at an Annual General Meeting of the Society must be submitted in writing to the President of the Society by April 30 of that year;
 - (vi) the appointment of the auditor, if required;
 - (vii) the other business that, under these bylaws, ought to be conducted at an annual general meeting, or business that is brought under consideration by the report of the directors issued with the notice convening the meeting.
- 16 (1) Business, other than the election of a chair and the adjournment or termination of the meeting, must not be conducted at a general meeting at a time when a quorum is not present.

(2) If at any time during a general meeting there ceases to be a quorum present, business then in progress must be suspended until there is a quorum present or until the meeting is adjourned or terminated.

(3) A quorum is 3 members present or a greater number that the members may determine at a general meeting.

17 If within 30 minutes from the time appointed for a general meeting a quorum is not present or substantial technical difficulties have prevented a majority of members intending to participate by telephone or other communications medium from participating in an electronic meeting, the meeting, if convened on the requisition of members, must be terminated, but in any other case, it must stand adjourned to the same day in the next week, at the same time and (unless it is a fully electronic meeting) place, and if, at the adjourned meeting, a quorum is not present within 30 minutes from the time appointed for the meeting, the members present constitute a quorum.

18 Subject to bylaw 19, the president of the society, the vice president or, in the absence of both, one of the other directors present, must preside as chair of a general meeting.

19 If at a general meeting

(a) there is no president, vice president or other director present within 15 minutes after the time appointed for holding the meeting, or

(b) the president and all the other directors present are unwilling to act as the chair, the members present must choose one of their number to be the chair.

20 (1) A general meeting may be adjourned from time to time and from place to place, but business must not be conducted at an adjourned meeting other than the business left unfinished at the meeting from which the adjournment took place.

(2) When a meeting is adjourned for 10 days or more, notice of the adjourned meeting must be given as in the case of the original meeting.

(3) Except as provided in this bylaw, it is not necessary to give notice of an adjournment or of the business to be conducted at an adjourned general meeting.

21 (1) A resolution proposed at a meeting need not be seconded, and the chair of a meeting may move or propose a resolution.

(2) In the case of a tie vote, the chair does not have a casting or second vote in addition to the vote to which he or she may be entitled as a member, and the proposed resolution does not pass.

22 (1) A member in good standing present at a meeting of members is entitled to one vote.

(2) Voting for those present in person may, at the decision of the chair, be ~~is~~ by show of hands, voice vote, or ballot.

(3) Voting by proxy is not permitted.

(4) Those members who are participating in an electronic meeting by telephone or other communications medium are entitled to vote at that meeting utilizing the technology, infrastructure, or procedures provided by the Society or its contractors, which may at the option of the directors be limited to online voting without a telephone equivalent.

- 23 A corporate member may vote by its authorized representative, who is entitled to speak and vote, and in all other respects exercise the rights of a member, and that representative must be considered as a member for all purposes with respect to a meeting of the society.

Part 5 — Directors and Officers

- 24 (1) The directors may exercise all the powers and do all the acts and things that the society may exercise and do, and that are not by these bylaws or by statute or otherwise lawfully directed or required to be exercised or done by the society in a general meeting, but subject, nevertheless, to
- (a) all laws affecting the society,
 - (b) these bylaws, and
 - (c) rules, not being inconsistent with these bylaws, that are made from time to time by the society in a general meeting.
- (2) A rule, made by the society in a general meeting, does not invalidate a prior act of the directors that would have been valid if that rule had not been made.
- 25 (1) The president, vice president, secretary, treasurer and one or more other persons are the directors of the society.
- (2) The number of directors shall be from six (6) to ten (10) or such greater number as may be determined from time to time at a general meeting.
- 26 (1) The directors must retire at an annual general meeting after serving a two year term at which time their successors are elected. A director may serve four consecutive two-year terms for a maximum of 8 years.
- (2) Separate elections must be held for each office to be filled.
- (3) An election may be by acclamation, otherwise it must be by ballot.
- (4) If a successor is not elected, the person previously elected or appointed continues to hold office.
- 27 (1) The directors may at any time and from time to time appoint a member as a director to fill a vacancy in the directors.
- (2) A director so appointed holds office only until the conclusion of the next annual general meeting of the society, but is eligible for re-election at the meeting.
- 28 (1) If a director resigns his or her office or otherwise ceases to hold office, the remaining directors must appoint a member to take the place of the former director.

(2) An act or proceeding of the directors is not invalid merely because there are less than the prescribed number of directors in office.

29 The members may, by special resolution, remove a director, before the expiration of his or her term of office, and may elect a successor to complete the term of office.

30 A director must not be remunerated for being or acting as a director but a director must be reimbursed for all expenses necessarily and reasonably incurred by the director while engaged in the affairs of the society.

Part 6 — Proceedings of Directors

31 (1) The directors may meet at the places, or by telephone or other communications medium, as they think fit to conduct business, adjourn and otherwise regulate their meetings and proceedings, as they see fit.

(2) The directors may from time to time set the quorum necessary to conduct business, and unless so set the quorum is a majority of the directors then in office.

(3) The president is the chair of all meetings of the directors, but if at a meeting the president is not present within 30 minutes after the time appointed for holding the meeting, the vice president must act as chair, but if neither is present the directors present may choose one of their number to be the chair at that meeting.

(4) A director may at any time, and the secretary, on the request of a director, must, convene a meeting of the directors.

32 (1) The directors may delegate any, but not all, of their powers to committees consisting of the director or directors as they think fit.

(2) A committee so formed in the exercise of the powers so delegated must conform to any rules imposed on it by the directors, and must report every act or thing done in exercise of those powers to the earliest meeting of the directors held after the act or thing has been done.

33 A committee must elect a chair of its meetings, but if no chair is elected, or if at a meeting the chair is not present within 30 minutes after the time appointed for holding the meeting, the directors present who are members of the committee must choose one of their number to be the chair of the meeting.

34 The members of a committee may meet and adjourn as they think proper.

35 For a first meeting of directors held immediately following the appointment or election of a director or directors at an annual or other general meeting of members, or for a meeting of the directors at which a director is appointed to fill a vacancy in the directors, it is not necessary to give notice of the meeting to the newly elected or appointed director or directors for the meeting to be constituted, if a quorum of the directors is present.

36 A director who may be absent temporarily from British Columbia may send or deliver to the address of the society a waiver of notice, which may be by letter, telegram, telex, ~~or cable~~, or e-

mail, of any meeting of the directors and may at any time withdraw the waiver, and until the waiver is withdrawn,

(a) a notice of meeting of directors is not required to be sent to that director, and

(b) any and all meetings of the directors of the society, notice of which has not been given to that director, if a quorum of the directors is present, are valid and effective.

37 (1) Questions arising at a meeting of the directors and committee of directors must be decided by a majority of votes.

(2) In the case of a tie vote, the chair does not have a second or casting vote.

38 A resolution proposed at a meeting of directors or committee of directors need not be seconded, and the chair of a meeting may move or propose a resolution.

39 A resolution in writing, signed by all the directors and placed with the minutes of the directors, is as valid and effective as if regularly passed at a meeting of directors.

Part 7 — Duties of Officers

40 (1) The president presides at all meetings of the society and of the directors.

(2) The president is the chief executive officer of the society and must supervise the other officers in the execution of their duties.

41 The vice president must carry out the duties of the president during the president's absence.

42 The secretary must do the following:

(a) conduct the correspondence of the society;

(b) issue notices of meetings of the society and directors;

(c) keep minutes of all meetings of the society and directors;

(d) have custody of all records and documents of the society except those required to be kept by the treasurer;

(e) have custody of the common seal of the society;

(f) maintain the register of members.

43 The treasurer must

(a) keep the financial records, including books of account, necessary to comply with the *Society Act*, and

(b) render financial statements to the directors, members and others when required.

44 (1) The offices of secretary and treasurer may be held by one person who is to be known as the secretary treasurer.

(2) If a secretary treasurer holds office, the total number of directors must not be less than 5 or the greater number that may have been determined under bylaw 25 (2).

45 In the absence of the secretary from a meeting, the directors must appoint another person to act as secretary at the meeting.

Part 8 — Seal

46 The directors may provide a common seal for the society and may destroy a seal and substitute a new seal in its place.

47 The common seal must be affixed only when authorized by a resolution of the directors and then only in the presence of the persons specified in the resolution, or if no persons are specified, in the presence of the president and secretary or president and secretary treasurer.

Part 9 — Borrowing

48 In order to carry out the purposes of the society the directors may, on behalf of and in the name of the society, raise or secure the payment or repayment of money in the manner they decide, and, in particular but without limiting that power, by the issue of debentures.

49 A debenture must not be issued without the authorization of a special resolution.

50 The members may, by special resolution, restrict the borrowing powers of the directors, but a restriction imposed expires at the next annual general meeting.

Part 10 — Auditor

51 This Part applies only if the society is required or has resolved to have an auditor.

52 The first auditor must be appointed by the directors who must also fill all vacancies occurring in the office of auditor.

53 At each annual general meeting the society must appoint an auditor to hold office until the auditor is re-elected or a successor is elected at the next annual general meeting.

54 An auditor may be removed by ordinary resolution.

55 An auditor must be promptly informed in writing of the auditor's appointment or removal.

56 A director or employee of the society must not be its auditor.

57 The auditor may attend general meetings.

Part 11 — Notices to Members

58 A notice may be given to a member, ~~either personally, or~~ by mail to the member at the member's registered address, or by e-mail to the member at the member's registered e-mail address.

59 A notice sent by mail is deemed to have been given on the second business day following the day on which the notice is posted, and in proving that notice has been given, it is sufficient to prove the notice was properly addressed and put in a Canadian post office receptacle. A notice

sent by e-mail is deemed to have been given the day after being sent, and in proving that notice has been given, it is sufficient to prove the notice was properly addressed and sent by e-mail.

- 60 (1) Notice of a general meeting must be given to
- (a) every member shown on the register of members on the day notice is given, and
 - (b) the auditor, if Part 10 applies.
- (2) No other person is entitled to receive a notice of a general meeting.

Part 12 — Bylaws

- 61 On being admitted to membership, each member is entitled to, and the society must give the member without charge, a copy of the constitution and bylaws of the society.
- 62 These bylaws must not be altered or added to except by special resolution.

Part 13 - Dissolution

- 63 In the event of winding up or dissolution of the society, funds and assets of the society remaining after satisfaction of its debts and liabilities shall be distributed to a charitable organization (or organizations) registered under the provisions of the *Income Tax Act of Canada*, carrying on work of a similar nature, which shall be designated by the Board of Directors. This provision was previously unalterable.

Part 14 — Miscellaneous

- 64 The Society shall be carried on without purpose of gain for its members and any profits or other accretions to the Society shall be used to promote its purpose. This provision was previously unalterable.
- 65 The Society shall not carry on any activities inconsistent with the principles of Palliative Care as defined in the Society Constitution. Activities inconsistent with the principles of Palliative Care as defined in the Society Constitution include, but are not limited to: assisted suicide, euthanasia, Medical Aid in Dying, and/or any other act or omission intended to hasten or cause death. The Society shall not carry on any such activities, whether or not requested by, or consented to, by or on behalf of, the patient.
- 66 For greater certainty, the Society is not restricted to carrying out its activities within any particular jurisdiction.