

Financial Statements  
(Expressed in thousands of dollars)

# **FIRST NATIONS HEALTH AUTHORITY**

And Independent Auditor's Report thereon

Year ended March 31, 2024



**KPMG LLP**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of First Nations Health Authority

### ***Opinion***

We have audited the financial statements of the First Nations Health Authority (the "Entity"), which comprise:

- the statement of financial position as at March 31, 2024
- the statement of operations for the year then ended March 31, 2024
- the statement of changes in net assets for the year then ended March 31, 2024
- the statement of cash flows for the year then ended March 31, 2024
- and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, including Schedules 1 to 3.

(hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements, present fairly, in all material respects, the financial position of the Entity as at end of March 31, 2024, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### ***Basis for Opinion***

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



## ***Responsibilities of Management and Those Charged with Governance for the Financial Statements***

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### **Report on Other Legal and Regulatory Requirements**

As required by the Societies Act (British Columbia), we report that, in our opinion, the accounting policies applied in preparing and presenting the financial statements in accordance with Canadian accounting standards for not-for-profit organizations have been applied on a consistent basis within that of the preceding period.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a horizontal line that starts under the 'K' and ends under the 'P'.

Chartered Professional Accountants

Vancouver, Canada  
July 3, 2024

# FIRST NATIONS HEALTH AUTHORITY

Statement of Financial Position  
(Expressed in thousands of dollars)

March 31, 2024, with comparative information for 2023

	2024	2023
<b>Assets</b>		
Current assets:		
Cash	\$ 357,055	\$ 314,024
Short-term investments (note 4)	61,296	85,230
Accounts receivable	67,541	105,263
Prepaid expenses	45,058	43,903
	<u>530,950</u>	<u>548,420</u>
Security deposits	255	232
Capital assets (note 5)	70,387	46,621
	<u>\$ 601,592</u>	<u>\$ 595,273</u>

## Liabilities

Current liabilities:		
Accounts payable and accrued liabilities (note 6)	\$ 159,647	\$ 141,454
Deferred contributions (note 7)	146,947	183,661
	<u>306,594</u>	<u>325,115</u>
Long-term debt (note 8)	49,289	33,617
	<u>355,883</u>	<u>358,732</u>

## Net Assets

Invested in capital assets (notes 9)	20,441	13,080
Internally restricted (note 13)	184,997	172,710
Unrestricted	40,271	50,751
	<u>245,709</u>	<u>236,541</u>
Commitments (note 10)		
Economic dependence (note 2)		
	<u>\$ 601,592</u>	<u>\$ 595,273</u>

See accompanying notes and schedules to the financial statements.

Approved on behalf of the Board:



Director



Director

# FIRST NATIONS HEALTH AUTHORITY

Statement of Operations  
(Expressed in thousands of dollars)

Year ended March 31, 2024, with comparative information for 2023

	2024	2023
Revenue (Schedule 1)		
Federal Government	\$ 736,688	\$ 702,167
Province of British Columbia	143,928	84,624
Interest and miscellaneous income	36,297	18,129
Health Authorities of British Columbia	860	914
First Nations Information Governance Centre ("FNIGC")	1,620	775
	<u>919,393</u>	<u>806,609</u>
Expenses (Schedules 2 and 3):		
Corporate operations	67,490	53,824
Governance and First Nations Engagement:		
First Nations Health Council	2,230	2,623
First Nations Health Directors Association (note 15)	2,604	2,325
First Nations Engagement	6,635	9,007
	<u>11,469</u>	<u>13,955</u>
Program services:		
Health benefits	263,747	248,139
Direct community services funding	368,852	299,957
Health services and programs	184,233	165,098
Regional Operations	14,434	10,247
	<u>831,266</u>	<u>723,441</u>
	<u>910,225</u>	<u>791,220</u>
Excess of revenues over expenses	\$ 9,168	\$ 15,389

See accompanying notes and schedules to the financial statements.

# FIRST NATIONS HEALTH AUTHORITY

Statement of Changes in Net Assets  
(Expressed in thousands of dollars)

Year ended March 31, 2024, with comparative information for 2023

	Invested in capital asset (note 9)	Internally restricted (note 13)	Unrestricted	Total
Balance, March 31, 2022	\$ 12,244	\$ 160,902	\$ 48,006	\$ 221,152
Purchases of capital assets	24,433	(1,151)	(23,282)	-
Proceeds from long-term debt	(21,369)	-	21,369	-
Capital Contributions	(148)	-	148	-
Province of BC Internally Restricted	-	(296)	296	-
Federal Government Internally Restricted	-	16,129	(16,129)	-
FNHA Internal Reserves	-	(2,874)	2,874	-
Excess (deficiency) of revenue over expenses (note 9)	(2,080)	-	17,469	15,389
Balance, March 31, 2023	13,080	172,710	50,751	236,541
Purchases of capital assets	26,165	(7,899)	(18,266)	-
Proceeds from long-term debt	(16,521)	-	16,521	-
Province of BC Internally Restricted	-	(8,120)	8,120	-
Federal Government Internally Restricted	-	(1,642)	1,642	-
FNHA Internal Reserves	-	29,948	(29,948)	-
Excess (deficiency) of revenue over expenses (note 9)	(2,283)	-	11,451	9,168
Balance, March 31, 2024	\$ 20,441	\$ 184,997	\$ 40,271	\$ 245,709

See accompanying notes and schedules to the financial statements.

# FIRST NATIONS HEALTH AUTHORITY

Statement of Cash Flows  
(Expressed in thousands of dollars)

Year ended March 31, 2024, with comparative information for 2023

	2024	2023
Cash provided by (used in):		
Operating activities:		
Excess of revenues over expenses	\$ 9,168	\$ 15,389
Items not affecting cash:		
Gain on disposal of capital assets	(82)	(29)
Amortization of capital assets	2,399	2,187
Amortization of deferred capital contributions	(116)	(107)
	11,369	17,440
Changes in non-cash operating working capital balances:		
Accounts receivable	37,722	(94,669)
Prepaid expenses	(1,155)	(2,365)
Security deposits	(23)	(27)
Accounts payable and accrued liabilities	18,193	5,172
Deferred contributions	(36,598)	86,516
	29,508	12,067
Investing activities:		
Purchases of capital assets	(26,083)	(24,443)
Proceeds on disposal of capital assets	-	39
Purchase of short-term investments	(61,296)	(85,230)
Maturities of short-term investments	85,230	89,436
	(2,149)	(20,198)
Financing activities:		
Proceeds from long-term debt	15,672	22,218
Increase in cash	43,031	14,087
Cash, beginning of year	314,024	299,937
Cash, end of year	\$ 357,055	\$ 314,024

See accompanying notes and schedules to financial the statements.



# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements  
(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

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## 1. Organization:

First Nations Health Authority (“FNHA” or the “Authority”) was incorporated under the *Society Act* (British Columbia) on March 6, 2009 and is a not-for-profit organization for financial reporting purposes. FNHA is a non-taxable entity under the *Income Tax Act*. FNHA transitioned to the *Societies Act* during fiscal 2018.

FNHA is mandated by the Transformative Change Accord: First Nations Health Plan 2006, the Tripartite First Nations Health Plan 2007, the BC Tripartite Framework Agreement on First Nation Health Governance 2011, and resolutions at the annual Gathering Wisdom events.

FNHA has a broad mandate to improve health services for British Columbia (“BC”) First Nations through collaboration and partnership with the Province of BC and the Government of Canada. First Nations Health Authority plans, designs, manages, and funds the delivery of First Nations health programs and services in British Columbia.

FNHA is part of a health governance structure that includes political representation and advocacy through the First Nations Health Council, and technical support and capacity development through the First Nations Health Directors Association. Collectively, this First Nations health governing structure works in partnership with BC First Nations to achieve a shared vision.

## 2. Economic dependence:

The operations of the Authority are dependent on continued funding from federal and provincial government departments.

## 3. Significant accounting policies:

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations and reflect the following significant accounting policies:

### (a) Financial instruments:

The Authority initially measures its financial assets and financial liabilities at fair value when the Authority becomes a party to the contractual provisions of the financial instrument. Subsequently, investments in equity instruments quoted in an active market are measured at fair value and all other financial instruments are measured at amortized cost. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Authority has not elected to carry its investments at fair value.

# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements

(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

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### 3. Significant accounting policies (continued):

#### (a) Financial instruments (continued):

Transaction costs related to financial instruments measured at fair value are expensed as incurred. Transaction costs related to the other financial instruments are added to the carrying value of the asset or netted against the carrying value of the liability and are then recognized over the expected life of the instrument using the straight-line method. Any premium or discount related to an instrument measured at amortized cost is amortized over the expected life of the item using the straight-line method and recognized in the statement of operations as interest income or expense.

With respect to financial assets measured at amortized cost, the Authority recognizes in the statement of operations an impairment loss, if any, when it determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows. When the extent of impairment decreases and the decrease can be related to an event occurring after the impairment was recognized, the impairment loss is reversed to the extent of the impairment, not exceeding the initial carrying value.

#### (b) Short-term investments:

Investments consist of guaranteed investment certificates ("GICs") with an original term to maturity of one year.

#### (c) Capital assets:

Capital assets received as contributions are recognized at fair value. Capital assets acquired by FNHA are recorded at cost.

Amortization is provided on a straight-line basis over the estimated useful lives of the assets using the following rates:

Asset	Rate
Computer hardware and software	3 years
Medical equipment	8 years
Vehicles	5 years
Furniture, fixtures, and equipment	5 years
Leasehold improvements	Over the term of the lease

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Capital assets under construction are not amortized until the asset is available for productive use.

# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements

(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

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### 3. Significant accounting policies (continued):

(c) Capital assets (continued):

The carrying value of an item of capital assets is tested for recoverability whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized when the carrying amount is not recoverable and exceeds its fair value. No impairment losses have been identified by the Authority for the year ended March 31, 2024.

(d) Revenue recognition:

Contributions are recognized as revenue under the deferral method. Restricted operating contributions are deferred and 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. Interest and miscellaneous income is recognized when earned and collection is reasonably assured.

(e) Measurement uncertainty:

The preparation of financial statements 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 amounts of revenues and expenses for the reporting period. Actual results could differ from those estimates.

(f) Employee benefits:

Defined contribution plan accounting is applied to multi-employer defined benefit plans and, accordingly, contributions are expensed when payable.

### 4. Short-term investments:

	2024	2023
Guaranteed Investment Certificates ("GICs"), at amortized cost	\$ 61,296	\$ 85,230

Available funds are invested in one year GICs with rates of return ranging from 2.58% to 5.65% (2023 - 0.50% to 5.15%). Interest earned on GICs was \$4,017 (2023 - \$2,273).

# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements

(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

## 5. Capital assets:

<b>2024</b>	<b>Cost</b>	<b>Accumulated amortization</b>	<b>Net book value</b>
Computer hardware	\$ 9,812	\$ 9,164	\$ 648
Computer software	4,073	3,818	255
Medical equipment	4,926	2,816	2,110
Vehicles	5,039	3,343	1,696
Leasehold improvements	6,507	4,838	1,669
Furniture, fixtures and equipment	267	253	14
Asset under construction	63,995	-	63,995
	<b>\$ 94,619</b>	<b>\$ 24,232</b>	<b>\$ 70,387</b>

<b>2023</b>	<b>Cost</b>	<b>Accumulated amortization</b>	<b>Net book value</b>
Computer hardware	\$ 9,406	\$ 8,737	\$ 669
Computer software	4,004	3,462	542
Medical equipment	4,105	2,525	1,580
Vehicles	4,504	3,169	1,335
Leasehold improvements	6,022	4,025	1,997
Furniture, fixtures and equipment	261	245	16
Asset under construction	40,482	-	40,482
	<b>\$ 68,784</b>	<b>\$ 22,163</b>	<b>\$ 46,621</b>

During the year, the asset under construction suffered water damage during weather events. Remediation costs and insurance coverage were being determined at the time the financial statements were prepared.

## 6. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities are government remittances payable of \$1,456 (2023 - \$1,321) relating to employee payroll deductions, workers' compensation insurance premiums, and health tax.

# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements

(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

## 7. Deferred contributions:

	Federal Government	Province of British Columbia	FNIGC Health Survey	Donated Capital Assets	Other	Total 2024
Deferred contributions, beginning of year	\$ 54,463	\$ 124,812	\$ 1,938	\$ 773	\$ 1,675	\$ 183,661
Contributions received	33,683	95,097	771	-	1,744	131,295
Contributions receivable	15,023	27,511	-	-	1,928	44,462
Transfer to Internally Restricted funds	(20,227)	-	-	-	-	(20,227)
Less amounts recognized as revenue	(50,324)	(139,159)	(1,620)	(116)	(1,025)	(192,244)
Deferred contributions, end of year	\$ 32,618	\$ 108,261	\$ 1,089	\$ 657	\$ 4,322	\$ 146,947

	Federal Government	Province of British Columbia	FNIGC Health Survey	Donated Capital Assets	Other	Total 2023
Deferred contributions, beginning of year	\$ 34,482	\$ 60,684	\$ 597	\$ 732	\$ 757	\$ 97,252
Contributions received	65,505	72,920	1,573	148	1,231	141,377
Contributions receivable	17,421	64,597	543	-	556	83,117
Less amounts recognized as revenue	(62,945)	(73,389)	(775)	(107)	(869)	(138,085)
Deferred contributions, end of year	\$ 54,463	\$ 124,812	\$ 1,938	\$ 773	\$ 1,675	\$ 183,661

Deferred contributions represent:

- (a) Externally restricted contributions for which related expenses have not been incurred.
- (b) The unamortized amount of deferred capital contributions.

# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements

(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

## 8. Long-term debt:

The Authority entered into an agreement to partially finance the construction of an administration office building, through a secured non-revolving bank loan of up to \$85,000. This is a multi-draw construction facility which can comprise prime rate loans or banker's acceptances. Prime rate loans bear interest at the bank's prime rate minus 0.50% per annum, which at March 31, 2024 was 6.70% (2023 - 6.20%). Banker's acceptances bear interest at rates determined at the time of their acceptance and have a stamping fee of 0.80% per annum. Yields on banker's acceptances during the year were between 5.10% and 5.69% (2023 - 1.83% and 5.11%).

Upon completion of the office building, the construction facility will be repaid with a single drawdown term loan facility. The interest rate and amortization schedule will be determined at the time the term loan facility is drawn down.

As at March 31, 2024, \$49,289 (2023 - \$33,617) has been drawn on the construction facility and interest of \$2,184 (2023 - \$1,025) has been incurred. All interest incurred has been included in the cost of the asset under construction.

## 9. Invested in capital assets:

Net assets invested in capital assets is calculated as follows:

	2024	2023
Capital assets, end of the year	\$ 70,387	\$ 46,621
Portion funded by long-term debt	(49,289)	(32,768)
Deferred capital contributions	(657)	(773)
	\$ 20,441	\$ 13,080

The deficiency of revenue over expenses is calculated as follows:

	2024	2023
Amortization of deferred capital contributions	\$ 116	\$ 107
Amortization of capital assets	(2,399)	(2,187)
	\$ (2,283)	\$ (2,080)

# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements

(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

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## 10. Commitments:

The Authority leases premises and equipment with future minimum lease payments, exclusive of operating costs, for each of the next five fiscal years as follows:

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2025	\$	4,099
2026		1,299
2027		1,089
2028		781
2029		500
	\$	7,768

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## 11. Financial risks:

The following are the key risks that the Authority is monitoring which may impact operating results and liquidity:

(a) Interest rate risk:

The Authority's short-term investments and long-term debt are exposed to interest rate risk as the value of the financial instruments will fluctuate due to changes in interest rates and the volatility of these rates. The final interest rate to be charged on the bank loan is yet to be determined.

(b) Credit risk:

The Authority is exposed to credit risk in connection with its cash, short-term investments, accounts receivable, and security deposits.

The Authority manages its credit risk by depositing cash and investing in short-term instruments with a reputable commercial bank. Exposure to credit risk in accounts receivable is also reduced as the majority of amounts outstanding are due from governments.

(c) Liquidity risk:

Liquidity risk is the risk that the Authority will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Authority manages liquidity risk by maintaining adequate cash balances and by regularly monitoring and reviewing both actual and forecasted cash flows.

There has been no change to the risk exposures from prior years.

# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements

(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

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## 12. Pension plan:

Effective January 1, 2013, FNHA and its employees were accepted as members and commenced contributing to the Municipal Pension Plan (the "Plan"), a jointly trusted pension plan. The Board of Trustees, representing the Plan members and employers, is responsible for overseeing the management of the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer defined benefit plan. Basic pension benefits provided are based on a formula. As at December 31, 2022, the Plan has approximately 240,549 (2023 - 227,493) active members and 123,908 (2023 - 118,048) retired members. Active members include approximately 980 (2023 - 874) contributors from FNHA at March 31, 2024.

Every three years, an actuarial valuation is performed to assess the financial position of the Plan. The most recent valuation as at December 31, 2021 indicated a surplus of \$3.76 billion for basic pension benefits. The next valuation will be as at December 31, 2024 with results available in the fall of 2025. Defined contribution plan accounting is applied to the Plan as the Plan exposes the participating entities to actuarial risks associated with the current and former employees of other entities, with the result that there is no consistent and reliable basis for allocating the obligation, Plan assets and cost to individual entities participating in the Plan. The Authority paid \$7.83 million (2023 - \$6.24 million) for employer contributions to the Plan in fiscal 2024.



# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements

(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

## 13. Internally restricted net assets:

Internally restricted net assets represent funding restricted by the Board for specific purposes related to transformational plans and initiatives, as follows:

	2024	2023
Province of BC Internally Restricted:		
Medical Service Plan Project Board	\$ 2,037	\$ 2,037
FNHA-Led Joint Project Board Surplus	118	208
Health Actions Initiatives	-	8,030
Federal Government Internally Restricted:		
Mental Wellness Teams Funding	4,702	4,702
Responding to Regional Priorities Funding	4,261	4,262
Opioid Wrap around Support Sites Funding	3,002	5,300
Yukon & Inuit Treatment Centre Funding	847	847
FNHA Impact Assessment Funding	655	-
FNHA Reserves:		
First Nations Treatment Centre Reserve	52,174	32,289
Pre-Natal Escort & Traditional Healers	18,526	-
First Nations Led Primary Care Initiatives Reserve	16,526	11,405
Community Capital Investment Reserve	13,992	15,438
Mental Health & Wellness – IRS Reserve	11,000	-
Health Benefits Claims Reserve	7,597	26,902
Mental Wellness Interim Measures Funding	5,290	6,647
Virtual Health DOD and SUPs Expansion Reserve	5,290	5,300
Social Determinants Reserve	5,000	5,000
Health Actions Reserve	4,000	-
Integrated Primary Care & Mental Wellness Reserve	3,660	5,150
Bridging & Transitioning Human Resources Capacity Reserve	2,781	3,533
Capacity Development in Community Reserve	2,500	2,500
Mental Health & Wellness Reserve	2,412	6,489
FNHA Information Technology & Business Project Reserve	1,963	2,195
Medical Transportation Transformation Reserve	1,919	3,157
Digital Enablement Strategy Reserve	1,657	2,100
Palliative Care Funding	1,619	1,619
Metro Vancouver Office Project Unfunded Cost Reserve	1,516	3,755
Canada's Tobacco Strategy Funding	1,490	894
Capital Asset Replacement Reserve	1,412	1,372
Health Funding Agreement Initiatives Reserve	1,372	2,199
Emergency Management Funding	1,274	3,083
Oral Health Reserve	1,200	-
Community Health Planning Reserve	1,049	1,346
Prescription Drug Abuse Funding	973	989
Governance & Engagement Reserve	800	-
Climate Change & Health Adaptation	267	-
Health Benefits – Shingrix Vaccine	116	-
Healing Our Spirit Worldwide Reserve	-	2,759
Tenant Improvement Reserve	-	576
Urban and Away from Home Strategy Reserve	-	627
	\$ 184,997	\$ 172,710

# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements

(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

## 14. Remuneration of employees and directors:

For the fiscal year ended March 31, 2024, FNHA paid total remuneration of \$68,870 (2023 - \$55,624) to employees for services, each of whom received total annual remuneration of \$75 or greater.

Remuneration paid to directors are as follows:

Position	Retainer	Meeting Fees	2024
Board Chair	\$ 30	\$ 64	\$ 94
Vice-Chair	3	5	8
Secretary/Treasurer	10	7	17
Member	8	10	18
Member	7	13	20
Member	6	7	13
Member	3	5	8
Member	3	4	7
Member	3	3	6
Member	3	2	5
Member	2	3	5
Member	1	-	1
	\$ 79	\$ 123	\$ 202

Position	Retainer	Meeting Fees	2023
Board Chair	\$ 30	\$ 62	\$ 92
Vice-Chair	11	12	23
Secretary/Treasurer	15	14	29
Member	8	12	20
Member	8	10	18
Member	8	7	15
Member	8	6	14
	\$ 88	\$ 123	\$ 211

# FIRST NATIONS HEALTH AUTHORITY

Notes to Financial Statements

(Expressed in thousands of dollars, unless otherwise stated)

Year ended March 31, 2024

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## 15. Related Parties:

### (a) First Nations Health Foundation:

The First Nations Health Foundation (the “Foundation”) was established to raise funds to support the FNHA in carrying out its services and programs. The Foundation is a separate legal entity, incorporated under the *Societies Act (British Columbia)* on July 21, 2022. The Foundation is a registered charity under the provisions of the Income Tax Act of Canada. FNHA has responsibility for appointing the Board of Directors of the Foundation and, as a result, controls the Foundation.

During the year, the FNHA contributed \$57 (2023 - Nil) to the Foundation to cover startup costs. The Foundation had no other contributions or expenses for the year and no assets or liabilities as at March 31, 2024. The Foundation is not consolidated in these financial statements.

### (b) First Nations Health Directors Association:

The First Nations Health Directors Association (the “FNHDA”) is a separate legal entity incorporated under the Society Act (British Columbia). The FNHDA supports education, knowledge transfer, professional development and best practices for health directors and managers in First Nations communities.

FNHA has an economic interest in the FNHDA as it provides the funding, facilities, equipment and administrative services required by the FNHDA to carry out its operations as required by a November 2012 Memorandum of Understanding. Funding allocated to the FNHDA is included in the FNHA annual budget, and the FNHA pays all operating expenses on behalf of the FNHDA. The FNHDA operating expenses are reported throughout these financial statements. See schedules 1-3 for further details for the sources and uses of funding provided to FNHDA.

### (c) First Nations Health Council:

The First Nations Health Council (the “FNHC”) is a provincial-level political and advocacy organization that represents – and is accountable to – First Nations in British Columbia.

FNHA has an economic interest in the FNHC as it provides the funding and facilities required by the FNHC to carry out its operations. Funding allocated to the FNHC is included in the FNHA annual budget, and the FNHA pays all operating expenses on behalf of the FNHC. The FNHC operating expenses are reported throughout these financial statements. See schedules 1-3 for further details for the sources and uses of funding provided to FNHC.

# FIRST NATIONS HEALTH AUTHORITY

Schedule of Revenues and Expenses by Category of Net Assets  
(Expressed in thousands of dollars)

Schedule 1

Year ended March 31, 2024, with comparative information for 2023

	2024				2023			
	Unrestricted Federal Government	Unrestricted Province of British Columbia	Restricted	Total	Unrestricted Federal Government	Unrestricted Province of British Columbia	Restricted	Total
<b>Revenue:</b>								
Federal Government	\$ 686,364	\$ -	\$ 50,324	\$ 736,688	\$ 639,222	\$ -	\$ 62,945	\$ 702,167
Province of British Columbia	-	4,769	139,159	143,928	-	11,235	73,389	84,624
Interest and miscellaneous income	35,304	-	993	36,297	17,409	-	720	18,129
Health Authorities	712	-	148	860	658	-	256	914
First Nations Information Governance Centre	-	-	1,620	1,620	-	-	775	775
	722,380	4,769	192,244	919,393	657,289	11,235	138,085	806,609
<b>Expenses:</b>								
Corporate operations	63,648	46	3,796	67,490	51,830	60	1,934	53,824
<b>Governance and Community Engagement:</b>								
First Nations Health Council	2,230	-	-	2,230	2,623	-	-	2,623
First Nations Health Directors Association	2,604	-	-	2,604	2,325	-	-	2,325
First Nations Engagement	6,619	14	2	6,635	8,892	67	48	9,007
	11,453	14	2	11,469	13,840	67	48	13,955
<b>Program services:</b>								
Health benefits	263,464	-	283	263,747	242,536	-	5,603	248,139
Direct community services funding	261,726	5,977	101,149	368,852	240,325	5,297	54,335	299,957
Health services and Programs	92,314	5,128	86,791	184,233	80,801	6,109	78,188	165,098
Regional Engagement	11,837	1,810	787	14,434	10,220	-	27	10,247
	629,341	12,915	189,010	831,266	573,882	11,406	138,153	723,441
	704,442	12,975	192,808	910,225	639,552	11,533	140,135	791,220
Excess (deficiency) of revenue over expenses	17,938	(8,206)	(564)	9,168	17,737	(298)	(2,050)	15,389
Capital assets purchased	(26,089)	-	(75)	(26,164)	(24,262)	-	(181)	(24,443)
<b>Total</b>	<b>\$ (8,151)</b>	<b>\$ (8,206)</b>	<b>\$ (639)</b>	<b>\$ (16,996)</b>	<b>\$ (6,525)</b>	<b>\$ (298)</b>	<b>\$ (2,231)</b>	<b>\$ (9,054)</b>

# FIRST NATIONS HEALTH AUTHORITY

Schedule of Expenses (Recovery) by Program  
(Expressed in thousands of dollars)

Schedule 2

Year ended March 31, 2024, with comparative information for 2023

	Contribution agreements	Health benefits	Salaries and benefits	General administrative	Professional fees	Community meetings and travel	Travel and meetings	Honoraria	Total
<b>2024</b>									
Expenses:									
Corporate operations	\$ 23	\$ -	\$ 30,959	\$ 23,989	\$ 8,489	\$ 2,833	\$ 993	\$ 204	\$ 67,490
Governance and First Nations Engagement:									
First Nations Health Council	-	-	1,220	28	131	20	288	543	2,230
First Nations Health Directors Association	-	-	1,338	118	301	414	290	143	2,604
First Nations Engagement	284	-	1,879	658	387	2,048	1,379	-	6,635
	284	-	4,437	804	819	2,482	1,957	686	11,469
Program services:									
Health benefits	3,301	244,544	8,637	862	6,023	64	316	-	263,747
Direct community services funding	368,852	-	-	-	-	-	-	-	368,852
Health services and Programs	64,519	712	62,176	7,096	42,070	3,087	4,573	-	184,233
Regional Operations	-	-	11,726	468	1,032	364	844	-	14,434
	436,672	245,256	82,539	8,426	49,125	3,515	5,733	-	831,266
<b>Total expenses</b>	<b>\$ 436,979</b>	<b>\$ 245,256</b>	<b>\$ 117,935</b>	<b>\$ 33,219</b>	<b>\$ 58,433</b>	<b>\$ 8,830</b>	<b>\$ 8,683</b>	<b>\$ 890</b>	<b>\$ 910,225</b>
<b>2023</b>									
Expenses:									
Corporate operations	\$ -	\$ -	\$ 25,034	\$ 21,413	\$ 6,368	\$ 176	\$ 616	\$ 217	\$ 53,824
Governance and First Nations Engagement:									
First Nations Health Council	-	-	1,058	20	468	66	412	599	2,623
First Nations Health Directors Association	-	-	1,136	45	393	330	301	120	2,325
First Nations Engagement	1,649	-	1,711	298	2,257	2,125	967	-	9,007
	1,649	-	3,905	363	3,118	2,521	1,680	719	13,955
Program services:									
Health benefits	3,064	229,910	7,591	1,700	5,670	17	187	-	248,139
Direct community services funding	299,957	-	-	-	-	-	-	-	299,957
Health services and Programs	55,011	7,899	54,076	8,720	32,997	2,356	4,039	-	165,098
Regional Operations	-	-	8,306	454	470	161	856	-	10,247
	358,032	237,809	69,973	10,874	39,137	2,534	5,082	-	723,441
<b>Total expenses</b>	<b>\$ 359,681</b>	<b>\$ 237,809</b>	<b>\$ 98,912</b>	<b>\$ 32,650</b>	<b>\$ 48,623</b>	<b>\$ 5,231</b>	<b>\$ 7,378</b>	<b>\$ 936</b>	<b>\$ 791,220</b>

# FIRST NATIONS HEALTH AUTHORITY

Expenses (Recovery) by Region  
(Expressed in thousands of dollars)

Schedule 3

Year ended March 31, 2024, with comparative information for 2023

	North	Interior	Vancouver Island	Fraser	Vancouver Coastal	Provincial	2024 Total <sup>1</sup>
Direct community services funding	\$ 103,446	\$ 81,641	\$ 79,527	\$ 44,865	\$ 37,685	\$ 21,688	\$ 368,852
Health services and programs	31,529	21,953	26,649	8,634	9,408	86,060	184,233
Health benefits <sup>1</sup>	65,891	42,775	50,235	15,065	28,738	61,043	263,747
First Nations engagement	2,456	943	1,148	418	1,345	325	6,635
First National Health Council	137	92	103	93	69	1,736	2,230
First Nation Health Directors	71	65	50	24	12	2,382	2,604
Regional operations	3,254	3,245	2,366	2,745	2,811	13	14,434
Corporate operations	770	544	320	74	632	65,150	67,490
<b>Total</b>	<b>\$ 207,554</b>	<b>\$ 151,258</b>	<b>\$ 160,398</b>	<b>\$ 71,918</b>	<b>\$ 80,700</b>	<b>\$ 238,397</b>	<b>\$ 910,225</b>

	North	Interior	Vancouver Island	Fraser	Vancouver Coastal	Provincial	2023 Total <sup>1</sup>
Direct community services funding	\$ 93,119	\$ 69,011	\$ 67,981	\$ 22,787	\$ 31,592	\$ 15,467	\$ 299,957
Health services and programs	24,894	16,805	20,538	7,271	10,983	84,607	165,098
Health benefits <sup>1</sup>	60,039	38,939	50,391	13,172	25,308	60,290	248,139
First Nations engagement	2,181	1,886	1,518	480	903	2,039	9,007
First National Health Council	157	136	134	90	87	2,019	2,623
First Nation Health Directors	76	76	48	27	21	2,077	2,325
Regional operations	2,249	2,352	1,995	2,037	1,513	101	10,247
Corporate operations	491	500	336	75	20	52,402	53,824
<b>Total</b>	<b>\$ 183,206</b>	<b>\$ 129,705</b>	<b>\$ 142,941</b>	<b>\$ 45,939</b>	<b>\$ 70,427</b>	<b>\$ 219,002</b>	<b>\$ 791,220</b>

<sup>1</sup> Health Benefits regional costs represent direct payments to providers – for vision care, dental services, patient travel, mental health services, and medical supplies and equipment - based on their patient's nation location and not where the services were provided.