

HÔPITAL NOTRE-DAME HOSPITAL (HEARST)

**INDEPENDENT AUDITOR'S REPORT AND
SUMMARY FINANCIAL STATEMENTS**

MARCH 31, 2024

Baker Tilly HKC
1021 George Street, PO Box 637
Hearst, ON
Canada P0L 1N0

T: 705.362.4261
F: 705.362.4641

hearst@bakertilly.ca
www.bakertilly.ca

REPORT OF THE INDEPENDANT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Board of Directors of
Hôpital Notre-Dame Hospital (Hearst)

Opinion

The summary financial statements, which comprise the summary statement of financial position as at March 31, 2024, the summary statements of operations and of changes in net assets for the year then ended, and related notes are derived from the audited financial statements of Hôpital Notre-Dame Hospital (Hearst) for the year ended March 31, 2024.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, on the basis described in note 1.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by Canadian Public Sector Accounting Standards for Government Not-for-Profit Organizations. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Financial Statement and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated June 7, 2024.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements on the basis described in note 1.

Auditors' Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standards (CAS) 810, *Engagements to Report on Summary Financial Statements*.

Baker Tilly HKC

Chartered Professional Accountants
Licenced Public Accountants
June 7, 2024

HÔPITAL NOTRE-DAME HOSPITAL (HEARST)

SUMMARY STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31, 2024

	Budget (Unaudited)	2024 Actual	2023 Actual
REVENUES			
Ontario Health North East	\$ 15,972,537	\$ 15,663,192	\$ 15,032,208
Ontario Health North East - one-time funding	999,034	4,767,353	2,272,503
Cancer Care Ontario	475,000	773,639	968,621
Amortization of deferred capital contribution - equipment	273,900	296,013	284,711
Recoveries and miscellaneous	1,233,536	2,136,468	1,897,014
Patient related	707,800	830,733	732,605
Differential and co-payment	293,500	148,661	200,575
	<u>19,955,307</u>	<u>24,616,059</u>	<u>21,388,237</u>
EXPENSES			
Salaries and wages	10,737,854	10,180,426	8,789,503
Medical staff remuneration	1,018,187	1,298,146	1,291,826
Purchased services	3,116,055	3,090,663	3,294,570
Employee benefits	2,935,904	3,069,584	2,650,272
Supplies and other expenses	3,800,273	4,131,706	3,720,805
Drugs, medical and surgical supplies	1,297,950	1,629,011	1,859,450
Interest on long-term debt	82,744	137,474	-
Amortization of equipment	634,265	612,745	630,438
CLFN - Aging at Home	-	20,504	20,504
	<u>23,623,232</u>	<u>24,170,259</u>	<u>22,257,368</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES FROM OPERATIONS BEFORE AMORTIZATION OF BUILDINGS AND OTHER PROGRAMS	<u>(3,667,925)</u>	<u>445,800</u>	<u>(869,131)</u>
AMORTIZATION OF BUILDINGS			
Funding for garage project from CDSSAB	-	26,496	26,496
Amortization of deferred capital contributions	625,000	676,347	632,889
Amortization of buildings	(813,042)	(995,516)	(687,324)
	<u>(188,042)</u>	<u>(292,673)</u>	<u>(27,939)</u>
OTHER PROGRAMS			
Revenues	777,958	894,321	893,188
Expenses	(782,957)	(894,321)	(893,188)
	<u>(4,999)</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	<u>\$ (3,860,966)</u>	<u>\$ 153,127</u>	<u>\$ (897,070)</u>

HÔPITAL NOTRE-DAME HOSPITAL (HEARST)

SUMMARY STATEMENT OF CHANGES IN NET ASSETS

YEAR ENDED MARCH 31, 2024

	Invested in Capital Assets	Unrestricted	2024 Total	2023 Total
NET ASSETS, BEGINNING OF YEAR	\$ 2,313,307	\$ 1,086,820	\$ 3,400,127	\$ 4,297,197
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	-	153,127	153,127	(897,070)
NET CHANGES INVESTED IN CAPITAL ASSETS	<u>2,815,291</u>	<u>(2,815,291)</u>	-	-
NET ASSETS (NET DEFICIT), END OF YEAR	<u>\$ 5,128,598</u>	<u>\$ (1,575,344)</u>	<u>\$ 3,553,254</u>	<u>\$ 3,400,127</u>

HÔPITAL NOTRE-DAME HOSPITAL (HEARST)**SUMMARY STATEMENT OF FINANCIAL POSITION****MARCH 31, 2024**

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,958,696	\$ 859,438
Short-term portion of investments	714,810	226,539
Accounts receivable	2,443,097	1,870,239
Inventories	348,716	385,720
Prepaid expenses	258,506	267,457
	<u>5,723,825</u>	<u>3,609,393</u>
NOTES RECEIVABLE	106,512	42,336
INVESTMENTS	473,221	949,892
CAPITAL ASSETS	16,254,673	9,847,908
PROJECTS IN PROGRESS	1,830,001	4,627,428
	<u>\$ 24,388,232</u>	<u>\$ 19,076,957</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 5,361,961	\$ 3,907,513
Deferred revenue	574,022	532,769
Current portion of long-term debt	279,509	46,300
	<u>6,215,492</u>	<u>4,486,582</u>
DEFERRED CONTRIBUTIONS AND CAPITAL GRANTS	1,362,839	1,314,903
DEFERRED CAPITAL CONTRIBUTIONS	7,120,973	7,045,772
ASSET RETIREMENT OBLIGATIONS	406,169	343,558
LONG-TERM DEBT	3,319,424	98,971
POST-EMPLOYMENT BENEFITS PAYABLE	2,410,081	2,387,044
	<u>20,834,978</u>	<u>15,676,830</u>
NET ASSETS		
INVESTED IN CAPITAL ASSETS	5,128,598	2,313,307
UNRESTRICTED	(1,575,344)	1,086,820
	<u>3,553,254</u>	<u>3,400,127</u>
	<u>\$ 24,388,232</u>	<u>\$ 19,076,957</u>

CONTINGENCIES (Note 2)**COMMITMENTS AND CONTRACTUAL OBLIGATIONS (Note 3)**

HÔPITAL NOTRE-DAME HOSPITAL (HEARST)

NOTES TO THE SUMMARY FINANCIAL STATEMENTS

MARCH 31, 2024

1. BASIS OF PRESENTATION

The accompanying summary financial statements have been prepared with the same accounting standards as the audited financial statements of Hôpital Notre-Dame Hospital (Hearst) for the year ended March 31, 2024.

The summary financial statements do not contain all the disclosures required by Canadian Public Sector Accounting Standards for Government Not-for-Profit Organizations and some notes to the financial statements are not included and the statement of cash flows.

The complete set of financial statements for the year ended March 31, 2024 can be obtained from the management of Hôpital Notre-Dame Hospital (Hearst).

2. CONTINGENCIES

- (a) The Hospital participates in the Healthcare Insurance Reciprocal of Canada ("HIROC"). HIROC is a pooling of the public liability insurance risks of its Hospital's members. All members of the HIROC pool pay actuarially determined annual premiums. All members are subject to assessment for losses, if any, experienced by the pool for the years in which they were members.
- (b) The nature of the Hospital's activities are such that there is usually litigation pending or in progress at any one time. With respect to claims as at March 31, 2024, it is management's position that the Hospital has valid defences and appropriate insurance coverage in place. In the unlikely event any claims are successful, such claims are not expected to have a material effect on the Hospital's financial position.

HÔPITAL NOTRE-DAME HOSPITAL (HEARST)

NOTES TO THE SUMMARY FINANCIAL STATEMENTS

MARCH 31, 2024

3. COMMITMENTS AND CONTRACTUAL OBLIGATIONS

- (a) In 2021, the Hospital has entered into a service agreement with a company for equipment services for a 5 year term starting August 2022. The remaining cost of the agreement is estimated at \$24,525 for the next year and \$32,796 for the following two years.
- (b) During the year, the Hospital entered into agreements for which additional costs are expected to be incurred subsequent to year end. The contractual obligation for these capital projects in progress are detailed below:

	Contract amount	Incurred up to March 31, 2024	Contractual obligation remaining
Meditech Expanse (ONE Health Information Technology Services)	\$ 2,546,419	\$ 978,419	\$ 1,559,000
COGEN	625,666	312,121	313,545
Main floor renovations	2,794,398	2,089,249	705,150
ER renovations	298,241	149,120	149,120
	\$ 6,264,724	\$ 3,528,909	\$ 2,726,815