

**ALMONTE GENERAL
HOSPITAL FOUNDATION**

FINANCIAL STATEMENTS

MARCH 31, 2017

Independent Auditor's Report
Statement of Financial Position
Statement of Changes in Net Assets
Statement of Operations
Statement of Cash Flows
Notes to the Financial Statements



KELLY HUIBERS McNEELY

P R O F E S S I O N A L C O R P O R A T I O N

INDEPENDENT AUDITOR'S REPORT

To the Board of
Almonte General Hospital Foundation

We have audited the accompanying financial statements of Almonte General Hospital Foundation, which comprise the statement of financial position as at March 31, 2017, and the statements of changes in net assets, operations 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the Auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the Auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

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

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INDEPENDENT AUDITOR'S REPORT (continued)

Basis for Qualified Opinion

In common with many not-for-profit organizations, Almonte General Hospital Foundation derives revenue from donations and fundraising activities, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of Almonte General Hospital Foundation. Our audit opinion on the financial statements for the year ended March 31, 2016 was also qualified because of the possible effects of this limitation in scope. Therefore, we were not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenditures for the year ended March 31, 2017, current assets as at March 31, 2017, and net assets at both the beginning and end of the year.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Almonte General Hospital Foundation as at March 31, 2017, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Kelly Huibers McNeely
Professional Corporation

Carleton Place, Ontario
June 01, 2017

Authorized to practise public accounting by
The Chartered Professional Accountants of Ontario

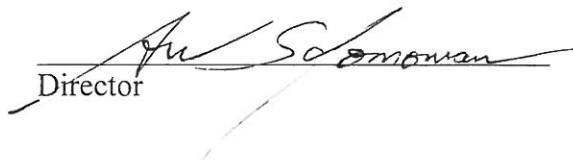
ALMONTE GENERAL HOSPITAL FOUNDATION

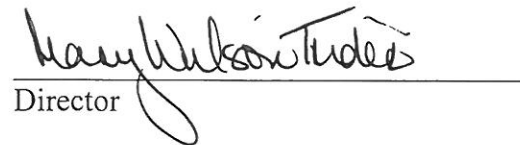
STATEMENT OF FINANCIAL POSITION

As at March 31, 2017

	2017	2016
ASSETS		
CURRENT ASSETS		
Cash	\$ 222,513	\$ 130,862
Investments (note 3)	367,668	924,920
Prepaid expenses	3,507	684
	\$ 593,688	\$ 1,056,466
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 3,001	\$ 2,825
Deferred revenue	26,510	2,460
Due to Almonte General Hospital	<u>39,487</u>	<u>59,416</u>
	<u>68,998</u>	<u>64,701</u>
NET ASSETS		
Unrestricted	228,220	731,478
Externally restricted (note 4)	<u>296,470</u>	<u>260,287</u>
	524,690	991,765
	\$ 593,688	\$ 1,056,466

APPROVED BY THE BOARD


Director


Director

The accompanying notes are an integral part of these financial statements.

ALMONTE GENERAL HOSPITAL FOUNDATION

STATEMENT OF CHANGES IN NET ASSETS

For the year ended March 31, 2017

	Unrestricted	Externally Restricted	2017 Total	2016 Total
NET ASSETS				
- BEGINNING OF YEAR	\$ 731,478	\$ 260,287	\$ 991,765	\$ 938,335
Excess (deficiency) of revenue over expenditures	(503,258)	36,183	(467,075)	53,430
NET ASSETS - END OF YEAR	\$ 228,220	\$ 296,470	\$ 524,690	\$ 991,765

The accompanying notes are an integral part of these financial statements.

ALMONTE GENERAL HOSPITAL FOUNDATION

STATEMENT OF OPERATIONS

For the year ended March 31, 2017

	2017	2016
REVENUE		
Donations and fundraising revenue	\$ 644,492	\$ 462,425
Investment income (loss)	<u>9,571</u>	<u>(41,627)</u>
	<u>654,063</u>	<u>420,798</u>
EXPENDITURES		
Bank charges	3,355	2,397
Consulting and professional fees	8,892	19,811
Golf tournament	25,669	24,510
Information technology	3,253	2,870
Office	4,251	6,781
Promotion and fundraising	76,633	23,269
Salaries and benefits	<u>196,585</u>	<u>151,880</u>
	<u>318,638</u>	<u>231,518</u>
OPERATING INCOME	335,425	189,280
Grant to Almonte General Hospital	802,500	135,850
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>\$ (467,075)</u>	<u>\$ 53,430</u>

The accompanying notes are an integral part of these financial statements.

ALMONTE GENERAL HOSPITAL FOUNDATION

STATEMENT OF CASH FLOWS

For the year ended March 31, 2017

	2017	2016
CASH PROVIDED BY (USED IN)		
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenditures	\$ (467,075)	\$ 53,430
Net change in non-cash working capital items:		
Prepaid expenses	(2,823)	(184)
Accounts payable and accrued liabilities	176	(18,925)
Deferred revenue	24,050	2,460
Due to Almonte General Hospital	<u>(19,929)</u>	<u>(104,322)</u>
	(465,601)	(67,541)
INVESTING ACTIVITIES		
Change in investments net including unrealized gains	<u>557,252</u>	<u>(7,758)</u>
CHANGE IN CASH	91,651	(75,299)
CASH - BEGINNING OF YEAR	130,862	206,161
CASH - END OF YEAR	<u>\$ 222,513</u>	<u>\$ 130,862</u>

The accompanying notes are an integral part of these financial statements.

ALMONTE GENERAL HOSPITAL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

March 31, 2017

1. PURPOSE OF THE FOUNDATION

The Almonte General Hospital Foundation ("the Foundation") was incorporated on March 23, 2001 without share capital under the laws of Ontario. It is a registered charity under the laws of the Income Tax Act.

The purpose of the Foundation is to raise money for projects and equipment for the Almonte General Hospital.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The principal accounting policies of the Foundation are summarized as follows:

Revenue Recognition

The Foundation follows the deferral method of accounting. Donations are recognized as revenue when received. Fundraising revenue is recognized as revenue in the period in which the related event has occurred provided the amount has been received or the amount to be received can be reasonably estimated and collection is reasonably assured.

Investments

Investments are recorded at fair value with changes in the market value being recorded as part of investment income in the Statement of Operations.

Accounting 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 dates of the financial statements and the reported amounts of revenue and expenditures during the reporting periods. Actual results could differ from these estimates.

ALMONTE GENERAL HOSPITAL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

March 31, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributed Services

A substantial number of volunteers contribute a significant amount of their time each year. Due to the difficulty of determining the fair value, contributed services are not recognized in these financial statements.

3. INVESTMENTS

	2017	2016
Fixed income investments including preferred shares and corporate bonds bearing interest at 2.8% to 3.4%	\$ -	\$ 243,513
Equity investments in publicly traded securities	-	528,741
Cash and cash equivalents	367,668	152,666
	<u>\$ 367,668</u>	<u>\$ 924,920</u>

4. EXTERNALLY RESTRICTED NET ASSETS

Externally restricted net assets reflect the value of designated donations which have not been distributed to the Hospital as at the end of the year.

5. FINANCIAL INSTRUMENTS

The Foundation's financial instruments consist of cash, investments, accounts payable and accrued liabilities and amount due to Almonte General Hospital. It is Management's opinion that, unless otherwise stated, the fair value of these instruments is not materially different than their cost and that the Foundation is not exposed to significant interest rate, market or credit risk.