

**ALMONTE GENERAL
HOSPITAL FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 2018**

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

PROFESSIONAL CORPORATION

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, 2018, 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 to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of Almonte General Hospital Foundation. Therefore, we were not able to determine whether any adjustments might be necessary to revenue, deficiency of revenue over expenditures, and cash flows from operations for the years ended March 31, 2018 and 2017, current assets as at March 31, 2018 and 2017, and net assets as at the beginning and the end of the years ended March 31, 2018 and 2017. Our audit opinion on the financial statements for the year ended 2017 was also qualified because of the possible effects of this limitation in scope.

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, 2018, 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 21, 2018

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


ALMONTE GENERAL HOSPITAL FOUNDATION

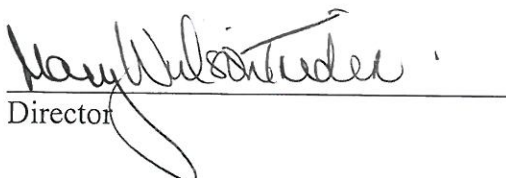
STATEMENT OF FINANCIAL POSITION

As at March 31, 2018

	2018	2017
ASSETS		
CURRENT ASSETS		
Cash	\$ 56,701	\$ 222,513
Investments (note 3)	343,142	367,668
Donation receivable	70,000	-
Prepaid expenses	960	3,507
	<u>\$ 470,803</u>	<u>\$ 593,688</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 3,000	\$ 3,000
Deferred revenue	15,588	26,511
Due to Almonte General Hospital	<u>33,590</u>	<u>39,487</u>
	<u>52,178</u>	<u>68,998</u>
NET ASSETS		
Unrestricted	21,478	228,220
Externally restricted (note 4)	<u>397,147</u>	<u>296,470</u>
	<u>418,625</u>	<u>524,690</u>
	<u>\$ 470,803</u>	<u>\$ 593,688</u>

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, 2018

	Unrestricted	Externally Restricted	2018 Total	2017 Total
NET ASSETS				
- BEGINNING OF YEAR	\$ 228,220	\$ 296,470	\$ 524,690	\$ 991,765
Excess (deficiency) of revenue over expenditures	(206,742)	100,677	(106,065)	(467,075)
NET ASSETS - END OF YEAR	\$ 21,478	\$ 397,147	\$ 418,625	\$ 524,690

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

ALMONTE GENERAL HOSPITAL FOUNDATION

STATEMENT OF OPERATIONS

For the year ended March 31, 2018

	2018	2017
REVENUE		
Donations and fundraising revenue	\$ 757,346	\$ 644,492
Investment income	<u>4,405</u>	<u>9,571</u>
	<u>761,751</u>	<u>654,063</u>
EXPENDITURES		
Bank charges	3,465	3,355
Consulting and professional fees	7,031	8,892
Golf tournament	20,664	25,669
Information technology	3,676	3,253
Office	5,021	4,251
Promotion and fundraising	75,566	76,633
Salaries and benefits	<u>204,700</u>	<u>196,585</u>
	<u>320,123</u>	<u>318,638</u>
OPERATING INCOME	441,628	335,425
Grant to Almonte General Hospital	547,693	802,500
DEFICIENCY OF REVENUE OVER EXPENDITURES	<u>\$ (106,065)</u>	<u>\$ (467,075)</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, 2018

	2018	2017
CASH PROVIDED BY (USED IN)		
OPERATING ACTIVITIES		
Deficiency of revenue over expenditures	\$ (106,065)	\$ (467,075)
Net change in non-cash working capital items:		
Donation receivable	(70,000)	-
Prepaid expenses	2,547	(2,823)
Accounts payable and accrued liabilities	-	175
Deferred revenue	(10,923)	24,051
Due to Almonte General Hospital	<u>(5,897)</u>	<u>(19,929)</u>
	(190,338)	(465,601)
INVESTING ACTIVITIES		
Change in investments, net, including unrealized gains	<u>24,526</u>	<u>557,252</u>
CHANGE IN CASH	(165,812)	91,651
CASH - BEGINNING OF YEAR	222,513	130,862
CASH - END OF YEAR	<u>\$ 56,701</u>	<u>\$ 222,513</u>

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

ALMONTE GENERAL HOSPITAL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

March 31, 2018

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 or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. 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, 2018

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

	2018	2017
Cash held with broker	\$ 4,442	\$ -
Mutual funds - investment savings accounts	297,700	367,668
Guaranteed investment certificate with interest at Prime less 2.6% and maturing March 28, 2019	41,000	-
	<u>\$ 343,142</u>	<u>\$ 367,668</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, donation receivable, 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.