

**WAINWRIGHT & DISTRICT  
COMMUNITY HEALTH FOUNDATION**

**Financial Statements**

**Year Ended March 31, 2023**

WAINWRIGHT & DISTRICT COMMUNITY HEALTH FOUNDATION

Index to Financial Statements

Year Ended March 31, 2023

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	Page
MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING	1
INDEPENDENT AUDITOR'S REPORT	2 - 3
FINANCIAL STATEMENTS	
Statement of Financial Position	4
Statement of Operations and Changes in Net Assets	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 10

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

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The financial statements of Wainwright & District Community Health Foundation have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

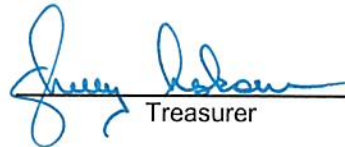
The integrity and reliability of Wainwright & District Community Health Foundation's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Directors is responsible for ensuring the Foundation fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board of Directors is composed entirely of directors who are neither management nor employees of the Foundation. The Board is also responsible for recommending engagement and/or re-appointment of the Foundation's external auditors.

The financial statements have been audited on behalf of the members by Isaman Chopek LLP, in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). Isaman Chopek LLP, an independent firm of Chartered Professional Accountants, is appointed by the Board to audit the financial statements and report directly to them. The external auditors have full and free access to the Board and meets periodically with both the Board to discuss audit findings.



Chairman



Treasurer

Wainwright, Alberta  
October 02, 2023

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## INDEPENDENT AUDITOR'S REPORT

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To the Members of Wainwright & District Community Health Foundation

### *Qualified Opinion*

We have audited the financial statements of Wainwright & District Community Health Foundation (the organization), which comprise the statement of financial position as at March 31, 2023, and the statements of operations and changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2023, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

### *Basis for Qualified Opinion*

In common with many not-for-profit organizations, the organization derives revenue from 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 the organization. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, deficiency of revenues over expenditures, and cash flows from operations for the year ended March 31, 2023, current assets and net assets as at March 31, 2023. Our audit opinion on the financial statements for the year ended March 31, 2022 was modified accordingly because of the possible effects of this limitation of scope.

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 report. We are independent of the organization in accordance with 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 qualified audit 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 ASNPO, 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 organization'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 organization or to cease operations, or has no realistic alternative but to do so.

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

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*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 these 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 organization'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 organization'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 organization 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.

We 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.




Wainwright, Alberta  
October 2, 2023

ISAMAN CHOPEK LLP  
CHARTERED PROFESSIONAL ACCOUNTANTS

**WAINWRIGHT & DISTRICT COMMUNITY HEALTH FOUNDATION**  
Statement of Financial Position  
March 31, 2023

	Operating	Dr. White	Tansley Estate	Hospital	Palliative Care	Total 2023	Total 2022
<b>ASSETS</b>							
<b>CURRENT</b>							
Cash	\$ 2,403,782	\$ -	\$ -	\$ -	\$ 24,744	\$ 2,463,732	\$ 2,105,105
Accounts receivable	4,701	-	-	-	-	4,701	-
Accrued interest receivable	6,303	134	-	-	85	6,521	2,077
Due from other funds	7,398	-	70,409	-	4,673	82,480	43,955
Goods and services tax recoverable	1,970	-	-	-	-	1,970	2,204
Guaranteed Investment Certificates	1,042,543	11,392	-	-	21,772	1,075,707	1,249,795
Prepaid expenses	19,654	-	-	-	-	19,654	10,232
	3,486,351	11,526	70,409	35,206	51,274	3,654,765	3,413,368
Equity in Cornerstone Co-operative	32	-	-	-	-	32	32
Equity in Vision Credit Union	5,812	-	-	-	-	5,812	5,781
Long-term investments (Note 5)	273,241	-	-	9,438	20,054	302,734	306,138
	\$ 3,765,436	\$ 11,526	\$ 70,409	\$ 44,644	\$ 71,328	\$ 3,963,343	\$ 3,725,319
<b>LIABILITIES AND NET ASSETS</b>							
<b>CURRENT</b>							
Accounts payable	\$ 1,589,678	\$ -	\$ -	\$ -	\$ -	\$ 1,589,678	\$ 18,762
Deferred revenue - CT Scanner (Note 6)	911,700	-	-	-	-	911,700	2,489,548
Deferred revenue - Laparoscopic Tower (Note 6)	49,577	-	-	-	-	49,577	47,294
Deferred revenue - Royal Alex Hospital Foundation (Note 6)	86,939	-	-	-	-	86,939	58,386
Deferred revenue - Rural Nursing Program (Note 6)	50,273	-	-	-	-	50,273	25,000
Deferred revenue - Win-Win (CT Scanner) (Note 6)	46,854	-	-	-	-	46,854	46,854
Deferred revenue - Beds (Note 6)	107,746	-	-	-	-	107,746	-
Due to other funds	-	3,095	-	79,385	-	82,480	43,955
	2,842,767	3,095	-	79,385	-	2,925,247	2,729,799
	922,669	8,431	70,409	(34,741)	71,328	1,038,096	995,520
<b>NET ASSETS (DEBT)</b>	\$ 3,765,436	\$ 11,526	\$ 70,409	\$ 44,644	\$ 71,328	\$ 3,963,343	\$ 3,725,319

ON BEHALF OF THE BOARD  
 Director  
 Director

See notes to financial statements

**WAINWRIGHT & DISTRICT COMMUNITY HEALTH FOUNDATION**  
**Statement of Operations and Changes in Net Assets**  
**Year Ended March 31, 2023**

	Operating	Dr. White	Tansley Estate	Hospital	Palliative Care	Total 2023	Total 2022
<b>REVENUE</b>							
Donations	\$ 16,243	\$ -	\$ -	\$ 1,750,114	\$ 3,971	\$ 1,770,328	\$ 28,817
Gain on investments	-	-	-	-	-	-	6,351
Grant	-	-	-	-	-	-	18,000
Interest	76,401	57	500	-	265	77,223	11,605
Investment income (loss)	(2,899)	-	-	(1,951)	-	(4,850)	6,804
	89,745	57	500	1,748,163	4,236	1,842,701	71,577
<b>EXPENDITURES</b>							
Advertising	2,957	-	-	-	-	2,957	41,756
Business fees and licenses	1,923	-	-	-	-	1,923	1,709
Donations to Alberta Health Services for equipment and programs	-	-	-	1,781,957	43	1,782,000	26,638
Dr. Briz's park/hospital grounds	-	-	-	-	-	-	19,382
Dr. White bursary	-	1,149	-	-	-	1,149	1,000
Interest and bank charges	423	-	-	-	-	423	276
Office and postage and supplies	902	-	-	-	-	902	3,199
Professional fees	5,581	-	-	-	-	5,581	5,226
Repairs and maintenance	-	-	-	-	-	-	401
RN & LPN course	1,590	-	-	-	-	1,590	-
Treasurer and bookkeeping fees	3,600	-	-	-	-	3,600	9,000
	16,976	1,149	-	1,781,957	43	1,800,125	108,587
<b>NET (DEFICIENCY) EXCESS OF REVENUE OVER EXPENDITURES</b>	72,769	(1,092)	500	(33,794)	4,193	42,576	(37,010)
<b>NET ASSETS - BEGINNING OF YEAR</b>	849,400	9,523	70,409	(947)	67,135	995,520	1,032,530
	922,169	8,431	70,909	(34,741)	71,328	1,038,096	995,520
Interfund transfers	500	-	(500)	-	-	-	-
<b>NET ASSETS - END OF YEAR</b>	\$ 922,669	\$ 8,431	\$ 70,409	\$ (34,741)	\$ 71,328	\$ 1,038,096	\$ 995,520

See notes to financial statements

**WAINWRIGHT & DISTRICT COMMUNITY HEALTH FOUNDATION**

**Statement of Cash Flows  
Year Ended March 31, 2023**

	2023	2022
<b>OPERATING ACTIVITIES</b>		
Excess (deficiency) of revenue over expenditures	\$ 42,576	\$ (37,010)
Items not affecting cash:		
Patronage allocation and interest rebate	(31)	(273)
Return on investments	4,851	(6,809)
	47,396	(44,092)
Changes in non-cash working capital:		
Accounts receivable	(4,701)	34,844
Goods and Services Tax recoverable	230	(636)
Interest receivable	(4,439)	331
Prepaid expenses	(9,422)	(10,232)
Accounts payable	1,570,910	13,966
Deferred revenue	(1,413,992)	1,211,590
	138,586	1,249,863
Cash flow from operating activities	185,982	1,205,771
<b>INVESTING ACTIVITY</b>		
Proceeds on disposal of long term investments	(1,443)	166,311
Cash flow from (used by) investing activity	(1,443)	166,311
<b>INCREASE IN CASH FLOW</b>	184,539	1,372,082
Cash - beginning of year	3,354,900	1,982,813
<b>CASH - END OF YEAR</b>	\$ 3,539,439	\$ 3,354,895
<b>CASH FLOWS SUPPLEMENTARY INFORMATION</b>		
Interest received	\$ 77,223	\$ 11,936
<b>CASH CONSISTS OF:</b>		
Cash	\$ 2,463,732	\$ 2,105,105
Guaranteed Investment Certificates	1,075,707	1,249,795
	\$ 3,539,439	\$ 3,354,900

See notes to financial statements



**1. ORGANIZATION**

The mission of the Wainwright & District Community Health Foundation is to improve and assist health care services in Wainwright and district. The Foundation is a registered charity under the Income Tax Act. As such it is exempt from income taxes, able to issue donation receipts for income tax purposes and is annually required to disburse a minimum amount.

**2. BASIS OF PRESENTATION**

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Fund accounting

In order to ensure observance of limitations and restrictions placed on the use of resources available to the Foundation, the accounts are maintained on a fund accounting basis. Accordingly, resources are classified for accounting and reporting purposes into funds. These funds are held in accordance with the objectives specified by contributors or in accordance with the directives issued by the Board of Directors. Five funds are maintained: the Operating Fund, the Dr. White Bursary Fund, the Tansley Estate Fund, the Hospital Fund and the Palliative Care Fund.

The Operating Fund is used to account for all revenue and expenditures related to general and ancillary operations of the Foundation including doctor recruitment and purchase of equipment.

The Dr. White Bursary Fund is used to account for restricted resources that are available to provide annual bursary awards.

The Tansley Estate Fund is used to account for an endowment fund, only the income from the fund shall be used annually.

The Hospital Fund is used to account for revenue and expenditures related to the hospital including Acute Care, Home Care, Long Term Care, and recreation and equipment.

The Palliative Care Fund is used to account for restricted resources that have been designated by fund donors to be used for expenses of Palliative Care Unit.

Cash Resources

Cash resources include cash and bank accounts.

Short-Term Investments

Short-term investments are term deposits and Guaranteed Investment Certificates that are redeemable during the year.

Long-Term Investments

Long-term investments are recorded at the greater of guaranteed or market value.

Tangible Capital Assets

The foundation does not maintain any capital assets. Assets purchased during the year are expended when purchased and donated to the Wainwright Health Centre.

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**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Revenue recognition

The Foundation uses the restricted fund method of accounting for contributions and records revenue and expenditures in the period in which the event leading to the revenue or expenditure occurred.

Financial Instruments

The Foundation's financial instruments consist of cash and temporary investments, receivables, accounts payable and accrued liabilities. It is management's opinion that the foundation is not exposed to significant interest, currency or credit risk arising from these financial instruments. Unless otherwise noted, the fair value of these financial instruments approximates their carrying values.

Measurement uncertainty

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Contributed Materials and Services

The foundation is governed and supported by volunteers. Contributed services are not reflected in the financial statements due to the difficulty in determining their fair value. The foundation has not paid any remuneration to the fundraising chairman.

**4. CASH AND GUARANTEED INVESTMENT CERTIFICATES**

Included in cash and guaranteed investment certificates of the Operating Fund are internally restricted funds in the amount of \$1,060,384 (2022 - \$2,667,081) of deferred revenue. Additionally, included in cash of the Operating Fund are externally restricted funds, restricted by license from Alberta Gaming, in the amount of \$108,659 (2022 - \$91,756).

**5. LONG-TERM INVESTMENTS**

Long-Term Investments in the General Fund consist of mutual funds invested with Manulife Investments:

	2023	2022
Book Value	\$ <u>225,000</u>	\$ <u>225,000</u>
Market Value	<u>273,241</u>	<u>276,141</u>
Guaranteed Value	<u>273,241</u>	<u>276,141</u>

# WAINWRIGHT & DISTRICT COMMUNITY HEALTH FOUNDATION

## Notes to Financial Statements

Year Ended March 31, 2023

### 6. DEFERRED REVENUE

	2023	2022
<u>CT Scanner</u>		
Balance, beginning of year	\$ 2,489,548	\$ 1,408,638
Donations and funds received	6,828	1,080,910
Payable to Alberta Health Services	(1,584,676)	-
Balance, end of year	911,700	2,489,548

The CT Scanner deferred revenue consists of donations and other revenues received for the CT Scanner project is completed, \$1,584,676 was paid after year end.

	2023	2022
<u>Laparoscopic Tower</u>		
Balance, beginning of year	47,294	-
Donations and funds received	158,194	47,294
Purchase of Laparoscopic Tower	(155,911)	-
Balance, end of year	49,577	47,294

The Laparoscopic Tower deferred revenue consists of donations and other revenues received for the Laparoscopic Tower project was completed in 2023.

	2023	2022
<u>The Royal Alexandra Hospitals Foundation</u>		
Balance, beginning of year	58,386	-
Funds received	28,553	58,386
Balance, end of year	86,939	58,386

The Royal Alexandra Hospitals Foundation deferred revenue consists of unallocated earnings from the Royal Alexandra Hospitals Foundation in the participation of the Edmonton Oilers Community Foundation 50-50 draw directed to the Operation Frontline Impact campaign. The funds are restricted for health and wellness initiatives for frontline staff as a response to Covid-19.

	2023	2022
<u>Rural Nursing Program</u>		
Balance, beginning of year	25,000	-
Funds received	25,273	25,000
Balance, end of year	50,273	25,000

The Rural Nursing Program deferred revenue consists of unallocated earnings from the Rural Nursing Program that are to be used for equipment and supplies under the direction of the Director of Nursing.

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# WAINWRIGHT & DISTRICT COMMUNITY HEALTH FOUNDATION

## Notes to Financial Statements

Year Ended March 31, 2023

### 6. DEFERRED REVENUE *(continued)*

	2023	2022
<u>Long Term Care Beds</u>		
Funds received	107,746	-
The Long term Care Beds program deferred revenue consists of unallocated funds earned from the 2023 Gala Fundraiser.		
	2023	2022
<u>Win-Win Staff Lottery</u>		
Balance, beginning of year	46,854	46,854
The Win-Win Staff Lottery deferred revenue consists of donations from the hospital staff lottery.		
Grand total	\$ 1,253,089	\$ 2,667,082

### 7. APPROVAL OF FINANCIAL STATEMENTS

The Board and Management approved these financial statements.