

**Yukon Hospital Foundation
Financial Statements
March 31, 2022**

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Management Responsibility for Financial Reporting

The Financial statements of the Yukon Hospital Foundation are the responsibility of Management, and have been prepared in accordance with Canadian accounting standards for not-for-profit organizations consistently applied and appropriate in the circumstances. The preparation of financial statements necessarily involves the use of estimates and approximations, which have been made using careful judgment. In management's opinion, the financial statements have been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized in the financial statements.

Management maintains systems of internal controls designed to provide reasonable assurance that assets are safeguarded and that reliable financial information is available on a timely basis. These systems include formal written policies, the careful selection and training of qualified personnel, and an organizational structure that provides for the appropriate delegation of authority and segregation on responsibilities.

The financial statements have been examined by an independent external auditor. The external auditor's responsibility is to express an opinion on whether the financial statements, in all material respects, fairly presents the Foundation's financial position, results of operations and cash flows in accordance with Canadian accounting standards for not-for-profit organizations. The Independent Auditor's Report, which follows, outlines the scope of this examination and the auditor's opinion.

The Foundation's Board of Directors, oversees management's responsibilities for financial reporting.

Karen Forward
President

Kelly Steele
Officer

Whitehorse, Yukon

Yukon Hospital Foundation

Statement of Financial Position

As at March 31, 2022

	March 31, 2022 \$	March 31, 2021 \$
ASSETS		
Current assets		
Cash & short term investments	1,740,423	985,988
Accounts receivable	3,325	8,235
Prepaid expenses	3,338	1,050
	<u>1,747,086</u>	<u>995,273</u>
Long term assets		
Capital assets (note 3)	55,445	55,445
Amortization of capital assets	(47,350)	(44,921)
	<u>8,095</u>	<u>10,524</u>
	<u><u>1,755,181</u></u>	<u><u>1,005,797</u></u>
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	47,756	54,409
	<u>47,756</u>	<u>54,409</u>
FUND BALANCES		
Unrestricted	123,280	31,653
Investment in property and equipment (note 3)	8,095	10,524
Internally restricted (note 4)	1,030,140	410,396
Externally restricted (note 4)	545,910	498,815
	<u>1,707,425</u>	<u>951,388</u>
	<u><u>1,755,181</u></u>	<u><u>1,005,797</u></u>

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

Approved on behalf of the Foundation

Director

Director

Yukon Hospital Foundation
Statement of Operations
For the year ended March 31, 2022

For the year ended March 31, 2022	Investment in Property and Equipment		General Fund		Internally Restricted Fund		Externally Restricted Fund		Total	
	2022 \$	2021 \$	2022 \$	2021 \$	2022 \$	2021 \$	2022 \$	2021 \$	2022 \$	2021 \$
Revenues (schedule 1)										
Donations	-	-	624,744	809,790	-	-	126,412	304,681	751,156	1,114,471
Special event, net of direct expenses (note 5)	-	-	275,054	150,065	-	-	-	(8,118)	275,054	141,947
Government of Yukon - other	-	-	93,000	93,000	-	-	-	-	93,000	93,000
Other	-	-	-	240	-	-	-	-	-	240
Interest	-	-	4,944	4,425	-	-	-	-	4,944	4,425
Transfers from externally restricted funds	-	-	-	-	-	-	-	-	-	-
	-	-	997,742	1,057,520	-	-	126,412	296,563	1,124,154	1,354,083
Expenses (schedule 1)										
Fundraising & administrative expenses	2,429	-	286,371	280,064	-	-	7,964	-	296,764	280,064
Excess of revenues over expenses before grants	(2,429)	-	711,371	777,456	-	-	118,448	296,563	827,390	1,074,019
Grants to Yukon Hospital Corporation	-	-	-	-	-	(416,500)	-	(68,905)	-	(485,405)
Grants related to Yukon Cancer Care	-	-	-	-	-	-	(27,000)	(20,000)	(27,000)	(20,000)
Grants related to Karen's Fund	-	-	-	-	-	-	(14,000)	(5,000)	(14,000)	(5,000)
Grants related to CPAC	-	-	-	-	-	-	(27,000)	(67,000)	(27,000)	(67,000)
Grants related to Karen's Room	-	-	-	-	-	-	(2,903)	-	(2,903)	-
Grants related to Palliative Care	-	-	-	-	-	-	(450)	-	(450)	-
Excess (deficiency) of revenue over expenses	(2,429)	-	711,371	777,456	-	(416,500)	47,095	135,658	756,037	496,614
Fund balances, beginning of the year	10,524		31,653	42,844	410,396	48,773	498,815	363,157	951,388	454,774
Investment in Property and Equipment	-	10,524	-	(10,524)	-	-	-	-	-	-
Transfer between funds	-	-	(619,744)	(778,123)	619,744	778,123	-	-	-	-
Fund balances, end of year	8,095	10,524	123,280	31,653	1,030,140	410,396	545,910	498,815	1,707,425	951,388

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

Yukon Hospital Foundation

Statement of Changes in Fund Balances

For the year ended March 31, 2022

	Externally Restricted	Internally Restricted	Investment in Property and Equipment	General	2022 Total	2021 Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	498,815	410,396	10,524	31,653	951,388	454,774
Excess of revenue over expenses before grants	118,448			711,371	829,819	1,074,019
Invested in Property and Equipment						
Amortization of Property and Equipment			(2,429)		(2,429)	
Grant to Yukon Hospital Corporation						(485,405)
Grant for Yukon Cancer Care	(27,000)				(27,000)	(20,000)
Grant for Karen's Fund	(14,000)				(14,000)	(5,000)
Grant for CPAC	(27,000)				(27,000)	(67,000)
Grant for Karen's Room	(2,903)				(2,903)	
Grant for Palliative Care	(450)				(450)	
Restricted reserve - additions	-	619,744	-	(619,744)	-	
Balance, end of year	545,910	1,030,140	8,095	123,280	1,707,425	951,388

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

Yukon Hospital Foundation

Statement of Cash Flows

For The Year Ended March 31, 2022

	2022	2021
	\$	\$
Cash provided by (used in)		
Operating activities		
Excess of revenue over expenditures	756,037	496,614
Amortization of property and equipment	2,429	1,619
(Increase) decrease in accounts receivable	4,910	1,852
(Increase) decrease in prepaid expenses	(2,288)	10,998
Increase (decrease) in accounts payable	(6,653)	7,756
	<u>754,435</u>	<u>518,839</u>
Investing activities		
Purchase of property and equipment	-	(12,143)
Increase (decrease) in cash	754,435	506,696
Cash, beginning of year	<u>985,988</u>	<u>479,292</u>
Cash, end of year	<u><u>1,740,423</u></u>	<u><u>985,988</u></u>

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

Yukon Hospital Foundation

Notes to the Financial Statements

For the year ended March 31, 2022

1 - PURPOSE

The Yukon Hospital Foundation (the "Foundation"), is a society incorporated under the *Societies Act* of Yukon. The purpose of the Foundation is to promote health of people in the Yukon, to raise money for hospital and medical care and services, supervised residential care and continuing care, and rehabilitative care and services. The Foundation also grants funds and provides equipment, services and facilities to health facilities in the Yukon, and in particular to the Yukon Hospital Corporation.

The Foundation is a charitable organization carried on without purpose of gain for its members, with any profits of the society to be used to promote the objectives of the society.

2 - SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations.

(a) Fund accounting

The Foundation follows the restricted fund method of accounting for contributions. The Foundation ensures, as part of its fiduciary responsibilities, that all funds received with a restricted purpose are expended for the purpose for which they were provided.

For financial reporting purposes, the accounts have been classified into the following funds:

(i) General fund

The General Fund includes those funds available for immediate use for the general purposes of the Foundation as determined by the Board of Directors.

(ii) Restricted funds

The Restricted Fund includes those funds where resources are to be used for an identified purpose as specified by the donor, as stipulated by the fundraising appeal or as determined by the Board of Directors.

(b) Revenue recognition

Donations are recorded when cash is received. Outstanding pledges have not been recorded as donations in these financial statements.

Donor restricted donations are recognized as revenue of the restricted fund. Unrestricted donations are recognized as revenue in the general fund.

Revenue for the special event is recognized net of all direct expenses in the fiscal year in which the event takes place.

(c) Cash and short term investments

Cash and short term investments consists of cash on hand and bank deposits.

(d) Donated services

The Foundation benefits from substantial services in the form of volunteer time. These invaluable services are not reflected in these financial statements.

(e) Financial instruments

Financial assets and financial liabilities are measured at fair value on initial recognition except for certain related party transactions. Measurement in subsequent periods depends on whether the financial asset or liability has been classified as held-for-trading, available-for-sale, held-to-maturity, loans and receivables or other liabilities.

Available-for-sale assets are those non-derivative financial assets that are designated as available-for-sale or are not classified as held-for-trading, held-to-maturity, or loans and receivables. Available-for-sale assets are subsequently measured at fair value with unrealized gains and losses recorded in other comprehensive income until realized, at which they will be recognized in net income.

Cash has been classified as available-for-sale. Accounts receivable and due from related parties are classified as loans and receivables and are measured at amortized cost. All current liabilities, due to related party and long-term debt are measured at cost or amortized cost.

(f) Capital assets

Capital Assets are recorded at cost with a corresponding increase in the investment in capital assets. Amortization of capital assets has been calculated using the straight line method over the estimated useful life of 5 years.

(g) Measurement uncertainty

The preparation of financial statements in accordance with Canadian generally accepted accounting principles require management to make assumptions that affect the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from those estimates.

Yukon Hospital Foundation

Notes to the Financial Statements

For the year ended March 31, 2022

3 - CAPITAL ASSETS

	Rate	Cost	Accumulated amortization	2022	2021
				Net	Net
		\$	\$	\$	\$
Digital signage	20%	15,744	15,744	-	-
Promotional video	20%	17,259	17,259	-	-
Website development	20%	10,300	10,300	-	-
Office equipment and furniture	20%	12,143	4,048	8,095	10,524
		<u>55,446</u>	<u>47,351</u>	<u>8,095</u>	<u>10,524</u>

4 - RESTRICTED FUNDS

The Foundation has control over funds, which have been donated or set aside to assist with specific purposes as set out in note 2.

	2022	2021
	\$	\$
Balance, beginning of year	909,211	411,930
Contributions during year (internally restricted)	619,744	778,123
Contributions during year (externally restricted)	118,448	296,563
Grants to Yukon Hospital Corporation	-	(485,405)
Grants related to Yukon Cancer Care	(27,000)	(20,000)
Grants related to Karen's Fund	(14,000)	(5,000)
Grants related to CPAC	(27,000)	(67,000)
Grants related to Karen's Room	(2,903)	-
Grants related to Palliative Care	(450)	-
Balance, end of year	<u>1,576,050</u>	<u>909,211</u>

Included in restricted funds are the following amounts: externally restricted - \$545,910 (2021 - \$498,815), internally restricted - \$1,030,140 (2021 - \$410,396).

5 - SPECIAL EVENT

During the year, the Foundation raised gross revenues from special events of \$408,306 (2021 - \$273,377) and incurred direct expenses of \$133,252 (2021 - \$131,430). The net revenue of \$275,054 (2021 - \$141,947) is included in the statement of operations.

6 - FINANCIAL INSTRUMENTS

Financial assets consist of cash and accounts receivable. Financial liabilities consist of accounts payable.

The Foundation is exposed to the following risks in respect of certain financial instruments held:

(a) Credit risk

The Foundation does not have credit risk in accounts receivable. The balance owing is the GST refund and is deemed collectable \$3,325 (2021 - \$8,235). Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss. The Foundation reduces its exposure to credit risk by only recognizing the receivable when it can reliably determined that the money is collectible.

The maximum exposure to credit risk is the carrying value of its accounts receivable.

(b) Concentration risk

The Foundation does not have concentration risk. Concentration risk is the risk that a donor has more than ten percent of the total accounts receivable balance and thus there is a higher risk to the Foundation in the event of a default by one of these donors. At March 31, 2022, the accounts receivables balance was \$3,325 which is the GST refund for the period Oct 01, 2021 - Mar 31, 2022

The Foundation's exposure to concentration risk associated with cash is assessed as low because the Foundation's cash deposits are held by a Canadian Schedule 1 chartered bank.

(c) Liquidity risk

The Foundation does have a liquidity risk in the accounts payable and accrued liabilities of \$47,756 (2021 - \$54,409). Liquidity risk is the risk that the Foundation cannot repay its obligations when they become due to its creditors. The Foundation reduces its exposure to liquidity risk by maintaining cash in excess of total liabilities. In the opinion of management the liquidity risk exposure to the organization is low and is not material.

(d) Interest rate risk

The Foundation is exposed to the interest rate risk on its bank account. A change in the effective interest rate of 1/2% on its bank balance would result in an approximate impact on income of \$8,702 in 2022.

Yukon Hospital Foundation

Notes to the Financial Statements

For the year ended March 31, 2022

7 - RELATED PARTY TRANSACTIONS

(a) Related Party

During the year, the Foundation entered into transactions or has outstanding balances with the following related party:
Yukon Hospital Corporation - has control of the Foundation through appointment of the Foundation's Board of Directors.

(b) Transactions

	2021	2021
	\$	\$
Expenses:		
Contract services	45,000	45,000
Disbursements:		
Grant to Yukon Hospital Corporation	-	485,405

(c) Included in accounts payable and accrued liabilities

Yukon Hospital Corporation	-	11,250
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The amounts due to Yukon Hospital Corporation included in accounts payable and accrued liabilities are subject to normal trade payment terms.

(d) Included in accounts receivable

Yukon Hospital Corporation	-	-
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The amounts due from Yukon Hospital Corporation included in accounts receivable are subject to normal trade payment terms.

8 - LIFE INSURANCE POLICY

The Yukon Hospital Foundation is the beneficiary and owner of a whole life insurance policy. Upon death of the insured individual, the Foundation will receive a death benefit of \$45,129 (2021 - \$43,682).

9 - COVID-19

On March 11, 2020, the World Health Organization declared a global pandemic. The outbreak of the novel strain of the coronavirus, COVID-19, has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures have caused material disruptions to businesses, governments and other organizations resulting in an economic slowdown and increased volatility. Governments and central banks including Canadian federal, provincial, territorial and municipal governments have responded with significant monetary and fiscal interventions designed to stabilize economic conditions.

At the time of approval of these financial statements, in response to the COVID-19 pandemic the management of the Foundation has been proactive and diligent in addressing the implementation of infection prevention and other precautionary measures, guided by public health authorities, to limit the spread of COVID-19 and the impact of the pandemic and the related economic condition on the Foundation.

The rapidly evolving event, including health and safety conditions, economic environment and resulting government measures, creates a high level of uncertainty and risk that may continue to result in significant impacts to the Foundation's activities, results of operations and financial condition. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of any interventions. As such it is not possible to estimate the length and severity of this development and the impact on the financial results and condition on the Foundation and its operations in future periods

Yukon Hospital Foundation

Schedule of Revenue and Expenditure by Category

For the year ended March 31, 2022

	2022	2021
	\$	\$
Revenues		
Donations	751,156	1,114,471
Fundraising	408,306	273,377
Direct special event expenses	<u>(133,252)</u>	<u>(131,430)</u>
Net fundraising	275,054	141,947
Government of Yukon	93,000	93,000
Other revenue	-	240
Interest	4,944	4,425
	<u>1,124,154</u>	<u>1,354,083</u>
Expenses		
Advertising and promotion	32,170	36,480
Ammortization expense	2,429	1,619
Bank charges	39	192
Compensation and benefits	127,903	130,847
Communications	4,349	1,896
Contract services	45,000	45,000
Credit card and gift tool charges	6,336	7,300
Donations	15,151	6,000
Insurance	1,735	1,624
Licenses/permits	45	-
Memberships and publications	999	941
Miscellaneous	15,475	3,201
Office Costs	4,734	7,109
Office Lease	16,515	15,165
Postage, courier and delivery	55	4
Professional fees	18,200	18,990
Stationary supplies	5,629	3,696
	<u>296,764</u>	<u>280,064</u>
Excess of revenues over expenses before grants	<u>827,390</u>	<u>1,074,019</u>