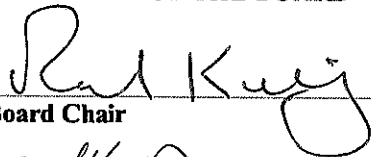


HORNEPAYNE COMMUNITY HOSPITAL

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

MARCH 31, 2024

ON BEHALF OF THE BOARD


Board Chair


Chief Executive Officer



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REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Board of Directors of
Hornepayne Community Hospital

Opinion

The summary financial statements, which comprise the summary statement of financial position as at March 31, 2024, the summary statements of operations, remeasurement gains (losses) and changes in net assets for the year then ended, and related notes are derived from the audited financial statements of Hornepayne Community Hospital 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 4, 2024.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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



REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS, (CONT'D)

Auditor's Responsibilities

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 4, 2024

HORNEPAYNE COMMUNITY HOSPITAL

SUMMARY STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31, 2024

	Budget (Unaudited)	2024 Actual	2023 Actual
REVENUES			
Ontario Health North East	\$ 5,147,058	\$ 6,746,977	\$ 5,900,692
Patient related	369,300	281,595	314,214
Investment and other	353,950	251,012	173,487
Amortization of deferred capital contribution - equipment	40,795	54,543	50,710
OHIP Funding	51,000	45,865	43,912
	<u>5,962,103</u>	<u>7,379,992</u>	<u>6,483,015</u>
EXPENSES			
Salaries and wages	3,306,083	3,035,785	2,867,599
Employee benefits	1,015,699	870,785	794,254
Referred out and external staffing	612,250	1,330,931	907,371
Medical staff remuneration	246,500	555,221	369,398
Medical and surgical supplies	58,650	51,102	85,302
Drug and medical gases	45,195	28,587	59,584
Bad debts	-	10,604	-
Equipment repairs and maintenance	299,075	283,177	279,905
Rental / lease of equipment	19,905	20,908	25,490
Interest and bank charges	4,313	2,045	1,235
Amortization of equipment	91,985	118,910	97,747
Building and ground	354,168	439,685	343,129
Supplies and other expenses	890,834	810,068	728,569
	<u>6,944,657</u>	<u>7,557,808</u>	<u>6,559,583</u>
DEFICIENCY OF REVENUES OVER EXPENSES FROM OPERATIONS BEFORE OTHER PROGRAMS			
	<u>(982,554)</u>	<u>(177,816)</u>	<u>(76,568)</u>
AMORTIZATION OF BUILDINGS			
Amortization of deferred capital contributions	220,500	288,203	262,080
Amortization of capital assets	(326,834)	(370,605)	(345,301)
	<u>(106,334)</u>	<u>(82,402)</u>	<u>(83,221)</u>
DEFICIENCY OF REVENUES OVER EXPENSES BEFORE OTHER PROGRAMS			
	(1,088,888)	(260,218)	(159,789)
OTHER PROGRAMS			
	<u>(5,177)</u>	<u>-</u>	<u>-</u>
DEFICIT FOR THE YEAR			
	<u>\$ (1,094,065)</u>	<u>\$ (260,218)</u>	<u>\$ (159,789)</u>

HORNEPAYNE COMMUNITY HOSPITAL
SUMMARY STATEMENT OF REMEASUREMENT GAINS (LOSSES)
MARCH 31, 2024

	2024	2023
ACCUMULATED REMEASUREMENT LOSSES, BEGINNING OF YEAR	\$ (219,739)	\$ (67,490)
CHANGE IN REMEASUREMENT GAINS (LOSSES) FOR THE YEAR		
Unrealized gains (losses) attributable to:		
Foreign exchange	5,439	31,307
Designated fair value financial instruments	99,048	(183,556)
OTHER COMPREHENSIVE EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	104,487	(152,249)
ACCUMULATED REMEASUREMENT LOSSES, END OF YEAR	\$ (115,252)	\$ (219,739)

HORNEPAYNE COMMUNITY HOSPITAL
SUMMARY STATEMENT OF CHANGES IN NET ASSETS
YEAR ENDED MARCH 31, 2024

	Invested in Capital Assets	Unrestricted Surplus	2024 Total	2023 Total
NET ASSETS, BEGINNING OF YEAR	\$ 1,308,565	\$ 1,206,937	\$ 2,515,502	\$ 2,675,291
DEFECIT FOR THE YEAR	-	(260,218)	(260,218)	(159,789)
NET CHANGES IN INVESTED IN CAPITAL ASSETS	(222,096)	222,096	-	-
NET ASSETS, END OF YEAR	\$ 1,086,469	\$ 1,168,815	\$ 2,255,284	\$ 2,515,502

HORNEPAYNE COMMUNITY HOSPITAL
SUMMARY STATEMENT OF FINANCIAL POSITION
MARCH 31, 2024

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash	\$ 1,083,689	\$ 319,960
Accounts receivable	875,785	845,654
Short-term investments	1,092,049	848,017
Inventories	133,417	119,301
Prepaid expenses	79,642	86,326
	<u>3,264,582</u>	<u>2,219,258</u>
INVESTMENTS	840,635	858,687
CAPITAL ASSETS	<u>4,494,820</u>	<u>4,565,366</u>
	<u>\$ 8,600,037</u>	<u>\$ 7,643,311</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 2,553,706	\$ 1,345,912
Deferred revenues	111,700	369,619
	<u>2,665,406</u>	<u>1,715,531</u>
DEFERRED CAPITAL CONTRIBUTIONS	3,408,351	3,256,801
POST-EMPLOYMENT BENEFITS PAYABLE	<u>386,248</u>	<u>375,216</u>
	<u>6,460,005</u>	<u>5,347,548</u>
NET ASSETS		
ACCUMULATED REMEASUREMENT LOSSES	(115,252)	(219,739)
INVESTED IN CAPITAL ASSETS	1,086,469	1,308,565
UNRESTRICTED SURPLUS	<u>1,168,815</u>	<u>1,206,937</u>
	<u>2,140,032</u>	<u>2,295,763</u>
	<u>\$ 8,600,037</u>	<u>\$ 7,643,311</u>

CONTINGENCIES (Note 2)

COMMITMENTS AND CONTRACTUAL OBLIGATIONS (Note 3)

HORNEPAYNE COMMUNITY HOSPITAL

NOTES TO 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 Hornepayne Community Hospital 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. A summary statement of cash flows and the notes to the financial statements are not included.

The complete set of financial statements for the year ended March 31, 2024 can be obtained from the management of Hornepayne Community Hospital.

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 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.

3. COMMITMENTS AND CONTRACTUAL OBLIGATIONS

During the year, the Hospital entered into agreement for which additional costs are expected to be incurred subsequent to year end. The contractual obligation for this capital project in progress is detailed below:

	Contract amount	Incurred up to March 31, 2024	Contractual obligation remaining
Meditech Expanse (ONE Health Information Technology Services)	\$ 1,006,415	\$ 284,328	\$ 722,087