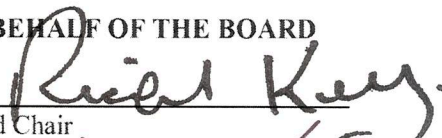


**HORNEPAYNE COMMUNITY HOSPITAL**


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

**MARCH 31, 2021**

**ON BEHALF OF THE BOARD**

  
\_\_\_\_\_

Board Chair

  
\_\_\_\_\_

Chief Executive Officer

**Baker Tilly HKC**

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**REPORT OF THE INDEPENDANT 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, 2021, the summary statement of operations and 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, 2021.

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, is not a substitute for reading the audited financial statements and the auditor's report.

*The Audited Financial Statement and Our Report Thereon*

We expressed an unmodified audit opinion on the audited financial statements in our report dated June 23, 2021.

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

*Management's Responsibility for the Summary Financial Statements*

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

*Auditor's Responsibility*

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 23, 2021

**HORNEPAYNE COMMUNITY HOSPITAL**  
**SUMMARY STATEMENT OF OPERATIONS AND NET ASSETS**  
**YEAR ENDED MARCH 31, 2021**

	Budget (Unaudited)	2021 Actual	2020 Actual
<b>REVENUES</b>			
LHIN/MOHLTC	\$ 4,639,853	\$ 5,526,083	\$ 4,895,252
Patient related	353,500	288,974	341,024
Investment and other	356,150	270,702	267,490
Amortization of deferred capital contribution of equipment	28,566	43,631	45,185
OHIP Funding	44,000	34,480	48,216
	<u>5,422,069</u>	<u>6,163,870</u>	<u>5,597,167</u>
<b>EXPENSES</b>			
Salaries and wages	2,898,537	3,078,019	2,806,195
Employee benefits	832,874	983,216	788,372
Medical staff remuneration	84,888	92,753	89,403
Medical and surgical supplies	42,750	71,244	44,279
Drug and medical gases	36,100	37,684	47,326
Equipment repairs and maintenance	196,364	269,546	207,743
Rental / lease of equipment	8,805	76,185	82,778
Interest and bank charges	5,000	3,686	6,725
Amortization of equipment	76,048	67,890	70,708
Referred out	83,000	124,864	102,486
Building and ground	318,896	311,686	291,607
Supplies and other expenses	838,807	798,401	999,307
Building amortization, net	59,250	88,974	84,307
	<u>5,481,319</u>	<u>6,004,148</u>	<u>5,621,236</u>
<b>EXCESS OF REVENUES OVER EXPENSES (EXPENSES OVER REVENUES) FROM OPERATIONS BEFORE OTHER PROGRAMS AND INCOME</b>	<u>(59,250)</u>	<u>159,722</u>	<u>(24,069)</u>
<b>OTHER PROGRAMS</b>			
Revenues	178,978	169,295	182,185
Expenses	(178,978)	(169,295)	(182,185)
	<u>-</u>	<u>-</u>	<u>-</u>
<b>WORKING FUNDS DEFICITS FUNDING</b>	<u>-</u>	<u>260,800</u>	<u>-</u>
<b>EXCESS OF REVENUES OVER EXPENSES (EXPENSES OVER REVENUES)</b>	<u>\$ (59,250)</u>	<u>420,522</u>	<u>(24,069)</u>
<b>NET ASSETS, BEGINNING OF YEAR</b>		<u>2,020,696</u>	<u>2,044,765</u>
<b>NET ASSETS, END OF YEAR</b>		<u>\$ 2,441,218</u>	<u>\$ 2,020,696</u>

**HORNEPAYNE COMMUNITY HOSPITAL**  
**SUMMARY STATEMENT OF FINANCIAL POSITION**  
**MARCH 31, 2021**

	2021	2020
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 1,153,830	\$ 111,202
Accounts receivable	838,755	157,897
Short-term investments	647,820	49,618
Inventories	118,700	113,168
Prepaid expenses	70,371	58,748
	<u>2,829,476</u>	<u>490,633</u>
INVESTMENTS	1,196,344	1,472,764
CAPITAL ASSETS	<u>3,139,296</u>	<u>3,121,861</u>
	<u>\$ 7,165,116</u>	<u>\$ 5,085,258</u>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 969,410	\$ 653,516
Deferred revenues	1,141,456	114,678
Current portion of long-term debt	12,200	12,200
	<u>2,123,066</u>	<u>780,394</u>
LONG-TERM DEBT	67,100	79,300
DEFERRED CAPITAL CONTRIBUTIONS	2,135,953	2,010,104
POST-EMPLOYMENT BENEFITS PAYABLE	351,624	342,558
	<u>4,677,743</u>	<u>3,212,356</u>
<b>NET ASSETS</b>		
ACCUMULATED REMEASUREMENT GAIN (LOSSES)	46,155	(147,794)
INVESTED IN CAPITAL ASSETS	924,043	1,020,257
UNRESTRICTED SURPLUS	1,517,175	1,000,439
	<u>2,487,373</u>	<u>1,872,902</u>
	<u>\$ 7,165,116</u>	<u>\$ 5,085,258</u>

**COMMITMENTS AND CONTINGENCIES (Note 2)**

**HORNEPAYNE COMMUNITY HOSPITAL**  
**NOTES TO THE SUMMARY FINANCIAL STATEMENTS**  
**MARCH 31, 2021**

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**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, 2021.

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 remeasurement gains (losses), 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, 2021 can be obtained from the management of Hornepayne Community Hospital.

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**2. COMMITMENTS AND 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, 2021, 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.
  - (c) The Hospital has signed commitments, summarized below:
    - (i) General Shared Employee Agreement among Hornepayne Community Hospital, Hôpital Notre-Dame Hospital and Sensenbrenner Hospital for a Chief Information Officer (CIO) with monthly fees of \$2,073. The contract will automatically renew unless a Hospital provides notice to end the agreement.
    - (ii) Agreement with LBC Capital for the telephone system for a fee of \$820 per month until January 1, 2024.
    - (iii) Agreement with RLDatix for a software for an annual fee of \$24,600, renewable every year.
    - (iv) Agreement with North West Telepharmacy for 24 hours access to a pharmacist with monthly fees of \$6,038. The contract expires in September 2023.
  - (d) As of March 31, 2021, the Hospital has further commitment of \$1,102,335 in relation to current capital projects in progress.
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