



Temiskaming Hospital Foundation

Audit Findings Presentation
June 22nd, 2020



Auditors' Opinion



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INDEPENDENT AUDITORS' REPORT

To the Members of the Board of Directors of Temiskaming Hospital Foundation

Opinion

We have audited the financial statements of Temiskaming Hospital Foundation (the "Entity"), which comprise:

- the statement of financial position as at March 31, 2020
- the statement of operations and changes in fund balance for the year then ended
- the statement of cash flows for the year then ended
- and the notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements")

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at March 31, 2020, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibility under those standards are further described in the "Auditors' Responsibilities for the Audit of the Financial Statements" section of our auditors' report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other 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 opinion.

- Unqualified or 'clean' audit opinion
- Represents the highest level of assurance available under Canadian auditing standards
- Based on materiality of \$8,200 and a posting threshold of \$400
- Financial statements remain draft pending approval by the Board



Statement of Financial Position

TEMISKAMING HOSPITAL FOUNDATION

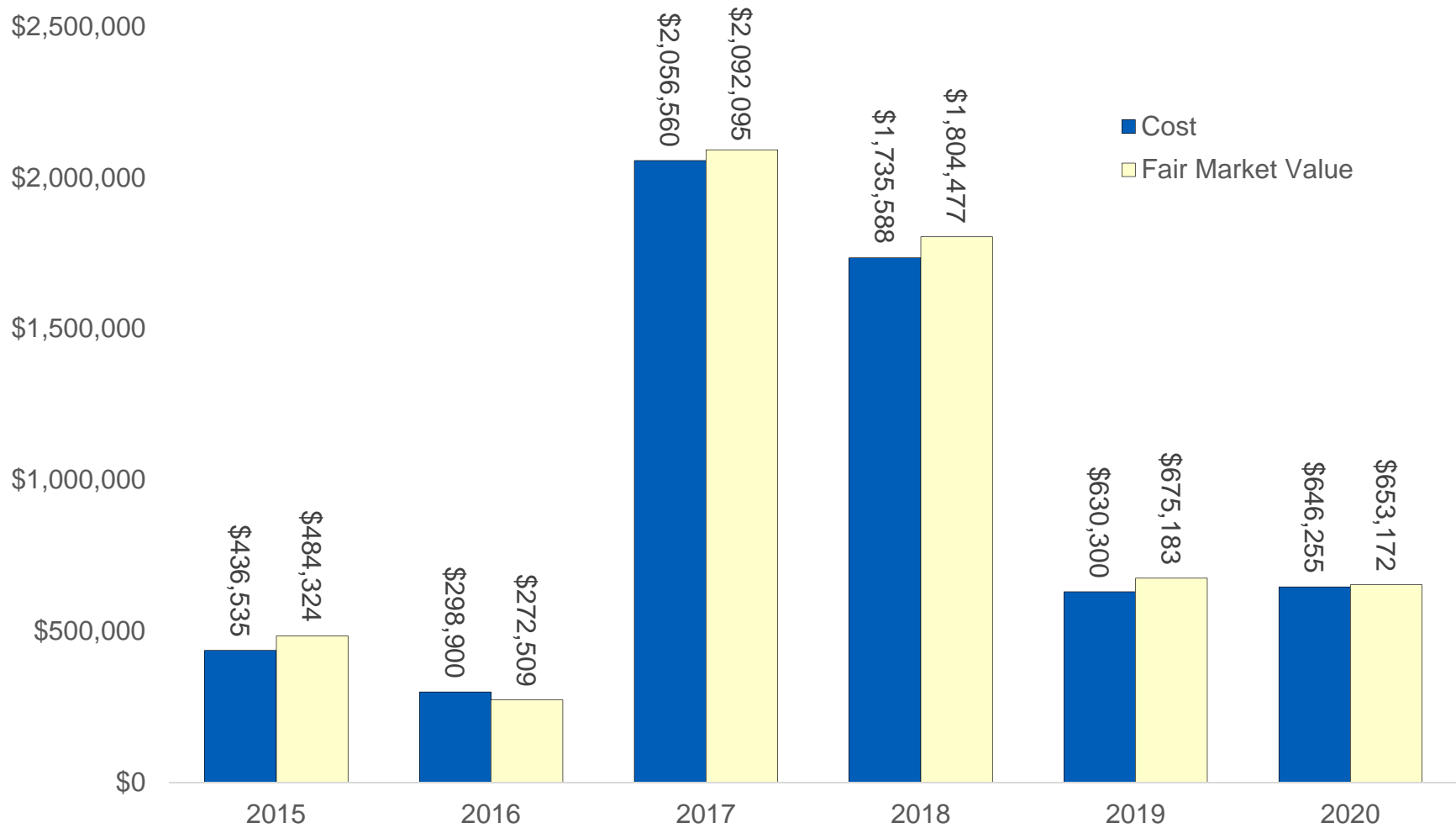
Statement of Financial Position

March 31, 2020, with comparative information for 2019

	2020	2019
Assets		
Current assets:		
Cash	\$ 163,564	\$ 230,309
Accounts receivable	1,252	-
	<u>164,816</u>	<u>163,530</u>
Long-term investments (note 3):		
Unrestricted	653,172	675,183
Restricted	100,993	100,993
	<u>754,165</u>	<u>776,176</u>
	<u>\$ 918,981</u>	<u>\$ 1,006,485</u>
Liabilities and Fund Balance		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 72,491	\$ 14,590
Deferred donation (note 4)	100,993	100,993
Note payable (note 5)	1,480,000	1,480,000
	<u>1,653,484</u>	<u>1,595,583</u>
Fund balance	(734,503)	(589,098)
Subsequent event (note 8)		
	<u>\$ 918,981</u>	<u>\$ 1,006,485</u>

- Cash balances decreased by \$67K, primarily due to donations to Hospital in excess of revenues
 - Donations - \$373K
 - Revenues - \$274K
- Investments decreased by \$22K, primarily due to a decrease in market value at year-end
- Accounts payable increased by \$58K, reflecting higher balance of donations payable to Hospital at year-end (\$65K in 2020 vs. \$9K in 2019)
 - Hematology analyzer - \$48K
 - Lighting - \$10K
 - Vital signs monitor - \$5K

Reported Investment Balances



Statement of Operations

TEMISKAMING HOSPITAL FOUNDATION

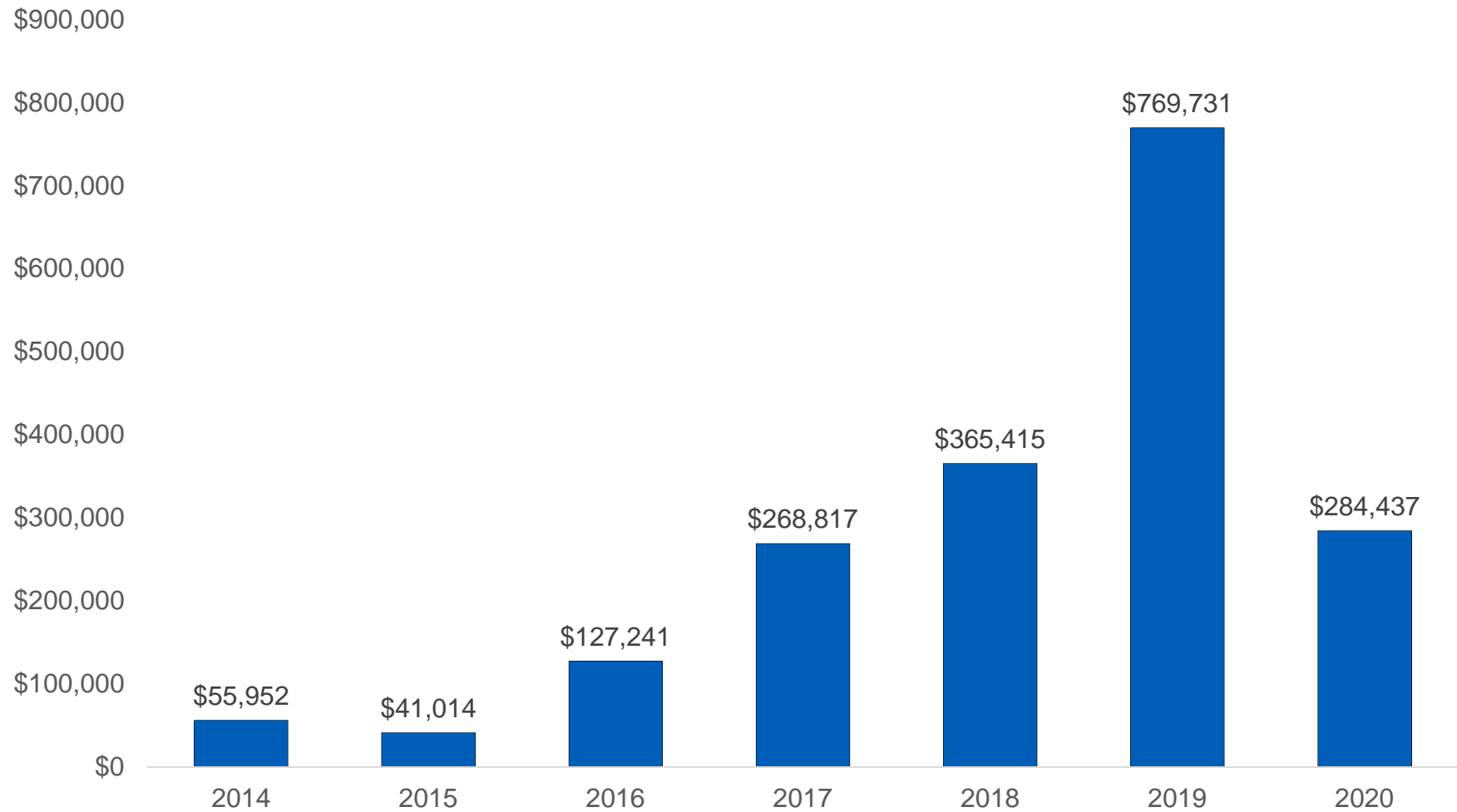
Statement of Operations and Changes in Fund Balance

Year ended March 31, 2020, with comparative information for 2019

	2020	2019
Revenue:		
Donations	\$ 284,437	\$ 769,731
Investment gains (loss) (note 3)	(14,385)	71,490
Fundraising	-	12,130
Interest	4,906	8,116
	274,958	861,467
Expenses:		
Salaries	31,614	26,361
Investment management fees	7,627	9,402
Advertising and promotion	3,342	45,241
Professional fees	2,825	3,103
Interest and bank charges	1,518	1,797
Fundraising	210	5,525
	47,136	91,429
Excess of revenue over expenses before undernoted	227,822	770,038
Donation to Temiskaming Hospital (note 2)	(373,227)	(1,841,459)
Deficiency of revenue over expenses	(145,405)	(1,071,421)
Fund balance, beginning of year	(589,098)	482,323
Fund balance, end of year	\$ (734,503)	\$ (589,098)

- Donation revenues decreased by \$486K, reflecting larger one-time donations in 2019 associated with Capital Campaign
 - Frog's Breath (\$100K);
 - North on Tap (\$42K);
 - Pederson Construction (\$40K)
- Investment gains (losses) are based on market conditions and accordingly fluctuate from year to year
- Advertising and promotion decreased by \$42K due to advertising expenses related to the Capital Campaign in the prior year that were not present in 2020

Reported Donation Revenue



Statement of Operations

Donations greater than \$5K individually:

• Miller Paving Ltd	\$25.0K
• Pederson Construction	\$20.0K
• Aqueduct Foundation	\$15.6K
• Club Lions d'Earlton	\$10.0K
• Sandra Schmirler Foundation	\$10.0K
• Georgia Pacific	\$9.9K
• Royal Canadian Legion	\$7.2K
• WB Melback Corporation	\$6.0K
• New Liskeard	\$6.0K
• Boart Longyear (payroll deductions)	\$5.9K
• Manitoulin Transport Ltd	\$5.0K
• Findlay's Drug Store	\$5.0K
Subtotal	\$125.6K
Donations less than \$5K individually	\$158.8K
Reported donations	\$284.4K





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