

"POUR NOS DOSSIERS"

DR. GEORGES-L.-DUMONT HOSPITAL FOUNDATION INC.

Financial Statements

March 31 2013



Paul L. Bourque & CIE/CO.

Comptables Agréés / Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To the Directors of Dr. Georges-L.-Dumont Hospital Foundation Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Dr. Georges-L.-Dumont Hospital Foundation Inc., which comprise the statement of financial position as at March 31, 2013, and the statements of operations, changes in net assets and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Qualified Opinion

In common with many charitable organizations, the foundation derives revenue from donations of which the completeness is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the foundation.

Opinion

In our opinion, except for the effects of the adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the contributions referred to in the preceding paragraph, the financial statements present fairly, in all material respects, the financial position of the Foundation, as at March 31, 2013, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Comparative information

Without modifying our opinion, we draw attention to note 3 to the financial statements which describes that Dr. Georges-L.-Dumont Hospital Foundation Inc., adopted Canadian accounting standards for not-for-profit organizations on April 1, 2012 with a transition date of April 1, 2011. These standards were applied retrospectively by management to the comparative information in these financial statements, including the statements of financial position as at March 31, 2012 and April 1, 2011, and the statements of operations, changes in net assets and cash flows for the year ended March 31, 2012 and related disclosures. We are not engaged to report on the restated comparative information, and such as, it is unaudited.

Paul L. Bourque & co.
Chartered Accountants

June 11, 2013
Dieppe, NB



Paul L. Bourque & CIE / CO.

Comptables Agréés / Chartered Accountants

DR. GEORGES-L.-DUMONT HOSPITAL FOUNDATION INC.

Statement of Operations

Year ended March 31,

2013

2012

Revenues

Specific activities	\$ 1,841,291	\$ 2,007,951
Other donations	826,292	742,186
Investment income	77,576	114,078
	<u>2,745,159</u>	<u>2,864,215</u>

Expenses

Specific activities	523,189	533,420
Administrative		
Salaries and benefits	261,754	240,026
Administration expenses	148,011	136,931
Advertising and promotion	23,723	24,552
Office supplies and stationery	8,650	11,896
Traveling	1,866	3,161
Amortization - capital assets	1,121	1,401
	<u>968,314</u>	<u>951,387</u>

Excess of revenues over expenses before contributions1,776,845 1,912,828**Contributions**

Vitalité Health Network - Zone Beauséjour	872,479	1,814,327
Atlantic Cancer Research Institute Inc.	496,812	557,432
Services palliatifs communautaires Beauséjour Inc.	75,000	-
	<u>1,444,291</u>	<u>2,371,759</u>

Excess (deficiency) of revenues over expenses\$ 332,554 \$ (458,931)

DR. GEORGES-L.-DUMONT HOSPITAL FOUNDATION INC.
Statement of Changes in Net Assets
Year ended March 31, 2013

					2013		2012	
	Invested in capital assets	Internally restricted	Externally restricted	Unrestricted	Total	Total	Total	Total
Balance, beginning of year	\$ 5,603	\$ 1,729,224	\$ 782,422	\$ -	\$ 2,517,249	\$ 2,976,180		
Excess (deficiency) of revenues over expenses	-	-	-	332,554	332,554	(458,931)		
Net Appropriations - internally restricted	-	185,218	-	(185,218)	-	-		
Net Appropriations - externally restricted	-	-	148,457	(148,457)	-	-		
Amortization of capital assets	(1,121)	-	-	1,121	-	-		
Balance, end of year	\$ 4,482	\$ 1,914,442	\$ 930,879	\$ -	\$ 2,849,803	\$ 2,517,249		

DR. GEORGES-L.-DUMONT HOSPITAL FOUNDATION INC.

Statement of Financial Position

March 31
2013March 31
2012April 1
2011**ASSETS**

Current assets

Cash	\$ 1,663,755	\$ 682,805	1,384,874
Accounts receivable	123,976	469,717	345,105
Accrued interest	8,978	10,302	10,803
Prepaid expenses	29,313	7,325	8,824
Investments (note 4)	1,445,152	1,645,328	1,866,649

	3,271,174	2,815,477	3,616,255
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Long-term receivable, without interest or
repayment conditions

	-	250,000	300,000
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Capital assets (note 5)

	4,483	5,603	7,004
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	\$ 3,275,657	\$ 3,071,080	3,923,259
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LIABILITIES

Current liabilities

Accounts payable	\$ 398,200	\$ 543,586	889,825
Deferred contributions	27,654	10,245	57,254

	425,854	553,831	947,079
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NET ASSETS

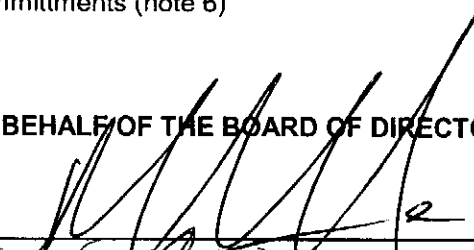
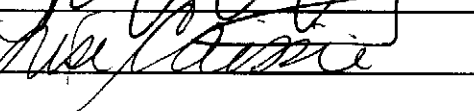
Invested in capital assets	4,482	5,603	7,004
Externally restricted	930,879	782,422	860,753
Internally restricted	1,914,442	1,729,224	2,108,423
Unrestricted	-	-	-

	2,849,803	2,517,249	2,976,180
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	\$ 3,275,657	\$ 3,071,080	3,923,259
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Commitments (note 6)

ON BEHALF OF THE BOARD OF DIRECTORS

	Director
	Director

DR. GEORGES-L.-DUMONT HOSPITAL FOUNDATION INC.

Statement of Cash Flows

Year ended March 31,

2013**2012**

Cash flows from operating activities

Excess (deficiency) of revenues over expenses \$ 332,554 \$ (458,931)

Non-cash items

Amortization of capital assets 1,121 1,401

333,675 (457,530)

Net change in non-cash working capital

Accounts receivable 345,741 (124,612)

Accrued interest 1,324 501

Prepaid expenses (21,988) 1,499

Accounts payable (145,387) (346,239)

Deferred contributions 17,409 (47,009)

530,774 (973,390)**Cash flows from investing activities**

Recovery of long-term receivable 250,000 50,000

Net change in investments 200,176 221,321

450,176 271,321**Increase (decrease) in cash and cash equivalents**

980,950 (702,069)

Cash and cash equivalents, beginning of year

682,805 1,384,874

Cash and cash equivalents, end of year

\$ 1,663,755 \$ 682,805**Comprised of:**

Cash

\$ 1,663,755 \$ 682,805

DR. GEORGES-L.-DUMONT HOSPITAL FOUNDATION INC.

Notes to the Financial Statements

March 31, 2013

1. Statutes of incorporation and nature of activities

Dr. Georges-L.-Dumont Hospital Foundation Inc. is a not-for-profit organization incorporated in 1983 whose mission is to support the development of the Dr. Georges-L.-Dumont Regional Hospital and its partners to enhance health care services. The foundation is a registered charity under the Income Tax Act and accordingly is exempt from income taxes, provided certain requirements of the Income Tax Act are met.

2. Significant accounting policies**(a) Capital assets**

Capital assets are accounted for at cost. Amortization is based on their estimated useful life using the following methods and rates:

	<u>Method</u>	<u>Rate</u>
Office furniture	Declining balance	20%

(b) Investments

Investments held in an active market and other investments are measured at fair value.

(c) Revenue recognition

The foundation follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(d) Use of estimates

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 amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty and actual results could differ.

3. Impact of the change in the basis of accounting

These financial statements are the first financial statements for which the organization applied Canadian accounting standards for not-for-profit organizations. First-time adoption of this new basis of accounting had no impact on the organization's excess of revenues over expenses for the year ended March 31, 2012 or on net assets as at April 1, 2011, the date of transition.

DR. GEORGES-L.-DUMONT HOSPITAL FOUNDATION INC.

Notes to the Financial Statements

March 31, 2013

4. Investments

	<u>2013</u>	<u>2012</u>
Cash	\$ 84,254	\$ 206,007
Government bonds, 1.75% to 7.30%, maturing October 2013 to December 2105, measured at amortized cost	1,213,398	1,303,100
Quoted shares measured at fair value	<u>147,500</u>	<u>136,221</u>
	<u>\$ 1,445,152</u>	<u>\$ 1,645,328</u>

5. Capital assets

	<u>2013</u>			<u>2012</u>
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Value</u>	<u>Net Value</u>
Office furniture	\$ 36,113	\$ 31,630	\$ 4,483	\$ 5,603

6. Commitments

As of March 31, 2013, Dr. Georges-L.-Dumont Hospital Foundation is committed to contribute a total of \$4,193,460, of which \$4,118,460 payable to the Regional Health Authority A Zone1B and \$75,000 to Services palliatifs communautaires Beauséjour Inc. The amount of \$4,118,460 is not due to be paid out completely in the next fiscal year, but rather it will be disbursed as the projects are finalized or as the allocated funds are required by the Hospital.

7. Allocation of expenses

Beginning April 1, 2010, the Foundation attributes salaries and benefits based on time allocated to specific activities.

Salaries and benefits have been allocated as follows:

	<u>2013</u>		<u>2012</u>
Administration	\$ 261,754	\$ 240,026	
Specific activities	170,138	177,121	
	<u>\$ 431,892</u>	<u>\$ 417,147</u>	
