

FOR OUR FILES

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

Financial Statements

March 31 2015



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, 2015, 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.

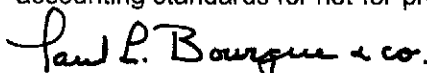
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Qualified Opinion

In common with many charitable organizations, Dr. Georges-L.-Dumont Hospital Foundation Inc. 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 Dr. Georges-L.-Dumont Hospital Foundation Inc..

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Dr. Georges-L.-Dumont Hospital Foundation Inc., as at March 31, 2015, 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.


Chartered Professional Accountants
June 2, 2015
Dieppe, NB

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

Statement of Operations

Year ended March 31,

2015

2014

Revenues

Specific activities	\$ 2,582,315	\$ 2,115,886
Other donations	1,060,246	562,135
Investment income	123,601	50,247
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	3,766,162	2,728,268

Expenses

Specific activities	485,023	490,025
Administrative		
Salaries and benefits	308,280	285,890
Administration expenses	97,959	114,950
Advertising and promotion	31,490	29,334
Office supplies and stationery	12,900	15,500
Travelling	2,894	1,792
Amortization - capital assets	977	896
	<hr/>	<hr/>
	939,523	938,387

Excess of revenues over expenses before contributions

2,826,639 **1,789,881**

Contributions

Vitalité Health Network - Zone Beauséjour	1,608,338	716,553
Atlantic Cancer Research Institute Inc.	767,049	441,078
Services palliatifs communautaires Beauséjour Inc.	-	75,000
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	2,375,387	1,232,631

Excess of revenues over expenses

\$ 451,252 **\$ 557,250**

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

					2015			2014
	Invested in capital assets	Internally restricted	Externally restricted	Unrestricted	Total			Total
Balance, beginning of year	\$ 3,586	\$ 2,532,385	\$ 871,082	\$ -	\$ 3,407,053	\$		2,849,803
Excess of revenues over expenses	-	-	-	451,252	451,252			557,250
Net Appropriations - internally restricted	-	335,445	-	(335,445)	-			-
Net Appropriations - externally restricted	-	-	91,229	(91,229)	-			-
Amortization of capital assets	(977)	-	-	977	-			-
capital assets	25,555	-	-	(25,555)	-			-
Balance, end of year	\$ 28,164	\$ 2,867,830	\$ 962,311	\$ -	\$ 3,858,305	\$		\$ 3,407,053

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

Statement of Financial Position

March 31

2015

2014

ASSETS

Current assets

Cash	\$ 2,969,517	\$ 2,277,908
Accounts receivable	130,366	128,050
Accrued interest	8,731	9,030
Prepaid expenses	61,074	54,892

3,169,688 2,469,880

Investments (note 3)

1,593,824 1,488,701

Capital assets (note 4)

28,164 3,586

\$ 4,791,676 \$ 3,962,167

LIABILITIES

Current liabilities

Accounts payable and accrued charges	\$ 917,860	\$ 483,427
Deferred contributions	15,511	71,687

933,371 555,114

NET ASSETS

Invested in capital assets	28,164	3,586
Externally restricted	962,311	871,082
Internally restricted	2,867,830	2,532,385
Unrestricted	-	-

3,858,305 3,407,053

\$ 4,791,676 \$ 3,962,167

Commitments (note 5)

ON BEHALF OF THE BOARD OF DIRECTORS


_____, Director


_____, Director

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

Statement of Cash Flows

Year ended March 31,

2015

2014

Cash flows from operating activities

Excess of revenues over expenses	\$ 451,252	\$ 557,250
Non-cash items		
Amortization of capital assets	977	896

	452,229	558,146
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Net change in non-cash working capital

Accounts receivable	(2,316)	(4,074)
Accrued interest	299	(52)
Prepaid expenses	(6,182)	(25,579)
Accounts payable and accrued charges	434,433	85,229
Deferred contributions	(56,176)	44,033

	822,287	657,703
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Cash flows from investing activities

Net change in investments	(105,123)	(43,550)
Acquisition of capital assets	(25,555)	-

	(130,678)	(43,550)
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Increase in cash and cash equivalents

	691,609	614,153
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Cash and cash equivalents, beginning of year

	2,277,908	1,663,755
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Cash and cash equivalents, end of year

\$	2,969,517	\$ 2,277,908
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Comprised of:

Cash	\$ 2,969,517	\$ 2,277,908
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DR. GEORGES-L.-DUMONT HOSPITAL FOUNDATION INC.

Notes to the Financial Statements

March 31, 2015

1. Statutes of incorporation and nature of activities

Dr. Georges-L.-Dumont Hospital Foundation Inc. (the Foundation) 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) Basis of presentation**

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

(b) 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%
Improvements to office space	Straight-line	7 years

(c) Investments

Investments that are quoted in an active market are measured at fair value. All other investments are recorded at amortized cost.

(d) Fund accounting

Externally restricted net assets represent resources contributed for specific purposes.

Internally restricted net assets represent resources that have been allocated for specific purposes by the Board of Directors of the Foundation.

(e) 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.

(f) 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.

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

Notes to the Financial Statements

March 31, 2015

3. Investments

	<u>2015</u>	<u>2014</u>
Cash	\$ 104,761	\$ 96,140
Fixed income securities, 1.89% to 7.30%, maturing July 2015 to December 2105, measured at fair value	1,397,761	1,306,994
Quoted shares measured at fair value	<u>91,302</u>	<u>85,567</u>
	<u>\$ 1,593,824</u>	<u>\$ 1,488,701</u>

4. Capital assets

	<u>2015</u>			<u>2014</u>
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Value</u>	<u>Net Value</u>
Office furniture	\$ 37,412	\$ 33,504	\$ 3,908	\$ 3,586
Improvements to office space	24,256	-	24,256	-
	<u>\$ 61,668</u>	<u>\$ 33,504</u>	<u>\$ 28,164</u>	<u>\$ 3,586</u>

5. Commitments

As of March 31, 2015, the Foundation is committed to contribute a total of \$4,848,012 of which \$4,493,012 is to the Regional Health Authority A Zone 1B, \$325,000 to Services palliatifs communautaires Beauséjour Inc. and \$30,000 to South-East Hospice. The amount of \$4,848,012 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.

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

Notes to the Financial Statements

March 31, 2015

6. Allocation of expenses

The Foundation attributes salaries and benefits based on time allocated to specific activities.

Salaries and benefits have been allocated as follows:

	<u>2015</u>	<u>2014</u>
Administration	\$ 308,280	\$ 285,890
Specific activities	<u>162,758</u>	<u>168,484</u>
	<u>\$ 471,038</u>	<u>\$ 454,374</u>

7. Comparative figures

Certain figures from 2014 have been reclassified to make their presentation identical to that adopted in 2015.