

Yukon Hospital Foundation
Financial Statements
March 31, 2025

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Management Responsibility for Financial Reporting


The Financial statements of the Yukon Hospital Foundation (the "Foundation") are the responsibility of Management, and have been prepared in accordance with Canadian accounting standards for not-for-profit organizations consistently applied and appropriate in the circumstances. The preparation of financial statements necessarily involves the use of estimates and approximations, which have been made using careful judgment. In management's opinion, the financial statements have been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized in the financial statements.

Management maintains systems of internal controls designed to provide reasonable assurance that assets are safeguarded and that reliable financial information is available on a timely basis. These systems include formal written policies, the careful selection and training of qualified personnel, and an organizational structure that provides for the appropriate delegation of authority and segregation on responsibilities.

The financial statements have been examined by an independent external auditor. The external auditor's responsibility is to express an opinion on whether the financial statements, in all material respects, fairly presents the Foundation's financial position, results of operations and cash flows in accordance with Canadian accounting standards for not-for-profit organizations. The Independent Auditor's Report, which follows, outlines the scope of this examination and the auditor's opinion.

The Foundation's Board of Directors, oversees management's responsibilities for financial reporting.

Karen Forward
President



Whitehorse, Yukon

Katherine Davidson
Officer

Independent Auditor's Report

To the Directors of Yukon Hospital Foundation

Qualified Opinion

We have audited the financial statements of Yukon Hospital Foundation (the "Foundation"), which comprise the statement of financial position as at March 31, 2025, and the statements of operations and changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2025, 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.

Basis for Qualified Opinion

In common with many not-for-profit organizations, the Foundation derives revenue from fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Foundation. Therefore, we were not able to determine whether any adjustments might be necessary to fundraising revenue, excess of revenues over expenses, and cash flows from operations for the years ended March 31, 2025 and 2024, current assets as at March 31, 2025 and 2024, and net assets as at April 1 and March 31 for both the 2025 and 2024 years. Our audit opinion on the financial statements for the year ended March 31, 2024 was modified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical 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 qualified opinion.

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

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

Independent Auditor's Report (continued)

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ♦ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ♦ Obtain an understanding of internal control relevant to the audit 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 Foundation's internal control.
- ♦ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ♦ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- ♦ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Whitehorse, Canada
July 31, 2025

Chartered Professional Accountants

Yukon Hospital Foundation

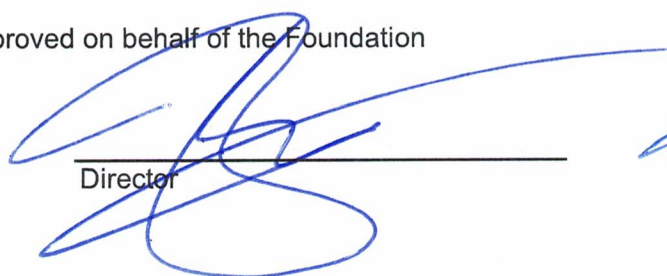
Statement of Financial Position

As at March 31, 2025

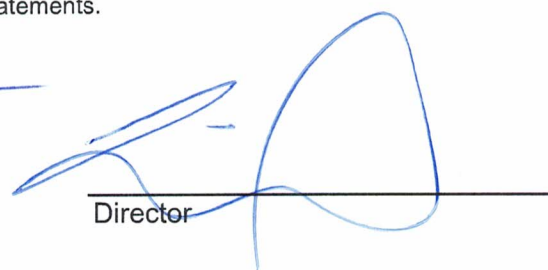
	March 31, 2025 \$	March 31, 2024 \$
ASSETS		
Current assets		
Cash	1,803,927	2,270,424
Accounts receivable (note 7)	16,088	28,687
Prepaid expenses	14,315	18,619
	<u>1,834,330</u>	<u>2,317,730</u>
Long term assets		
Capital assets (note 3)	55,445	55,445
Amortization of capital assets (note 3)	(54,637)	(52,208)
	<u>808</u>	<u>3,237</u>
	<u>1,835,138</u>	<u>2,320,967</u>
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (note 7)	61,866	57,224
Deferred revenue	2,500	—
	<u>64,366</u>	<u>57,224</u>
FUND BALANCES		
Unrestricted	651,233	456,428
Investment in property and equipment (note 3)	808	3,237
Internally restricted (note 4)	850,413	1,320,249
Externally restricted (note 4)	268,319	483,829
	<u>1,770,773</u>	<u>2,263,743</u>
	<u>1,835,139</u>	<u>2,320,967</u>

The accompanying notes are an integral part of the financial statements.

Approved on behalf of the Foundation



Director



Director

	Investment in Property and Equipment		General Fund		Internally Restricted Fund		Externally Restricted Fund		Total	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
	-	-	130,164	207,596	-	-	113,387	61,629	243,551	269,225
	-	-	352,795	318,928	-	-	(5,528)	189	347,267	319,117
	-	-	93,000	93,000	-	-	-	-	93,000	93,000
	-	-	-	-	-	-	-	-	-	-
	-	-	108,040	104,546	-	-	-	-	108,040	104,546
	-	-	683,999	724,070	-	-	107,859	61,818	791,858	785,888
	2,429	2,429	344,547	321,154	-	-	-	-	346,976	323,583
before gran	(2,429)	(2,429)	339,452	402,916	-	-	107,859	61,818	444,882	462,305
	-	-	(14,483)	-	(600,000)	-	(255,369)	-	(869,852)	-
	-	-	-	-	-	-	(48,000)	(43,000)	(48,000)	(43,000)
	-	-	-	-	-	-	(20,000)	(21,000)	(20,000)	(21,000)
	(2,429)	(2,429)	324,969	402,916	(600,000)	-	(215,510)	(2,182)	(492,970)	398,305
	3,237	5,666	456,428	246,108	1,320,249	1,127,653	483,829	486,011	2,263,743	1,865,438
	-	-	(130,164)	(192,596)	130,164	192,596	-	-	-	-
	808	3,237	651,233	456,428	850,413	1,320,249	268,319	483,829	1,770,773	2,263,743

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Externally Restricted	Internally Restricted	Investment in Property and Equipment	General	Total 2025	Total 2024
\$	\$	\$	\$	\$	\$
483,829	1,320,249	3,237	456,428	2,263,743	1,865,438
107,859			339,452	447,311	464,734
		(2,429)		(2,429)	(2,429)
	(600,000)		(14,483)	(614,483)	
(48,000)				(48,000)	(43,000)
(20,000)				(20,000)	(21,000)
(75,000)				(75,000)	-
(54,039)				(54,039)	
(2,121)				(2,121)	
(3,411)				(3,411)	
(118,465)				(118,465)	
(2,333)				(2,333)	
	130,164		(130,164)		-
268,319	850,413	808	651,233	1,770,773	2,263,743

the financial statements.

Yukon Hospital Foundation

Statement of Cash Flows

For The Year Ended March 31, 2025

	2025	2024
	\$	\$
<i>Cash provided by (used in)</i>		
Operating activities		
Excess (deficiency) of revenue over expenditures	(492,970)	398,305
Amortization of property and equipment	2,429	2,428
(Increase) decrease in accounts receivable	12,599	(10,869)
(Increase) decrease in prepaid expenses	4,304	(17,569)
Increase (decrease) in accounts payable	4,642	11,500
Increase (decrease) in deferred revenue	2,500	
	<u>(466,497)</u>	<u>383,795</u>
<i>Increase (decrease) in cash</i>	(466,497)	383,795
<i>Cash, beginning of year</i>	<u>2,270,424</u>	<u>1,886,629</u>
<i>Cash, end of year</i>	<u><u>1,803,927</u></u>	<u><u>2,270,424</u></u>

The accompanying notes are an integral part of the financial statements.

Yukon Hospital Foundation

Notes to the Financial Statements

For the year ended March 31, 2025

1 - PURPOSE

The Yukon Hospital Foundation (the "Foundation"), is a society incorporated under the *Societies Act* of Yukon. The purpose of the Foundation is to promote health of people in the Yukon, to raise money for hospital and medical care and services, supervised residential care and continuing care, and rehabilitative care and services. The Foundation also grants funds and provides equipment, services and facilities to health facilities in the Yukon, and in particular to the Yukon Hospital Corporation.

The Foundation is a charitable organization carried on without purpose of gain for its members, with any excess revenues to be used to promote the objectives of the Foundation.

2 - MATERIAL ACCOUNTING POLICIES

Basis of presentation

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

(a) Fund accounting

The Foundation follows the restricted fund method of accounting for contributions. The Foundation ensures, as part of its fiduciary responsibilities, that all funds received with a restricted purpose are expended for the purpose for which they were provided.

For financial reporting purposes, the accounts have been classified into the following funds:

(i) General fund

The General Fund includes those funds available for immediate use for the general purposes of the Foundation as determined by the Board of Directors.

(ii) Restricted funds

The Restricted Fund includes those funds where resources are to be used for an identified purpose as specified by the donor, as stipulated by the fundraising appeal or as determined by the Board of Directors.

(b) Revenue recognition

Donations are recorded when cash is received. Outstanding pledges have not been recorded as donations in these financial statements.

Donor restricted donations are recognized as revenue of the restricted fund. Unrestricted donations are recognized as revenue in the general fund.

Revenue for the special event is recognized net of all direct expenses in the fiscal year in which the event takes place.

(c) Cash and short term investments

Cash consists of cash on hand and bank deposits.

(d) Donated services

The Foundation benefits from substantial services in the form of volunteer time. These invaluable services are not reflected in these financial statements.

(e) Financial instruments

Initial Measurement

Financial assets originated or acquired or financial liabilities issued or assumed in an arm's length transaction are initially measured at their fair value.

Financial assets or liabilities originated or exchanged in related party transactions except for those that involve parties whose sole relationship with the Foundation is in the capacity of management, are initially measured at cost. The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms.

Transactions, with parties whose sole relationship with the Foundation is in the capacity of management, are accounted for as arm's length transactions.

The Foundation subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Transaction costs

Transaction costs attributable to financial instruments subsequently measured at fair value and to those originated or exchanged in a related party transaction are recognized in income in the period incurred. Transaction cost for financial instruments originated or exchanged in an arm's length transaction that are subsequently measured at amortized cost are recognized in the original cost of the instrument and recognized in income over the life of the instrument using the straight-line method.

Yukon Hospital Foundation

Notes to the Financial Statements

For the year ended March 31, 2025

2 - MATERIAL ACCOUNTING POLICIES (CONTINUED)

(e) Financial instruments (continued)

Impairment

At the end of each reporting period, management assesses whether there are any indications that financial assets measured at cost or amortized cost may be impaired. If there is an indication of impairment, management determines whether a significant adverse change has occurred in the expected timing or the amount of future cash flows from the asset, in which case the asset's carrying amount is reduced to the highest expected value that is recoverable by either holding the asset, selling the asset or by exercising the right to any collateral. The carrying amount of the asset is reduced directly or through the use of an allowance account and the amount of the reduction is recognized as an impairment loss in operations. Previously recognized impairment losses may be reversed to the extent of any improvement. The amount of the reversal, to a maximum of the related accumulated impairment charges recorded in respect of the particular asset, is recognized in operations.

(f) Capital assets

Capital Assets are recorded at cost with a corresponding increase in the investment in capital assets. Amortization of capital assets has been calculated using the straight line method over the estimated useful life of 5 years.

(g) Measurement uncertainty

The preparation of financial statements in accordance with Canadian generally accepted accounting principles require management to make assumptions that affect the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from those estimates.

(h) Intangible assets

The Foundation applies the simplification method to expenditures in a cloud computing arrangement that fall within the scope of AcG-20, Customer's Accounting for Cloud Computing Arrangements. Under this method, expenditures are treated as a supply of services and recognized as an expense when the Foundation receives the service. Expenditures related to implementation activities are expensed as incurred.

3 - CAPITAL ASSETS

				2025	2024
	Rate	Cost	Accumulated amortization	Net	Net
		\$	\$	\$	\$
Digital signage	20%	15,744	15,744	—	—
Promotional video	20%	17,259	17,259	—	—
Website development	20%	10,300	10,300	—	—
Office equipment and furniture	20%	12,142	11,334	808	3,237
		55,445	54,637	808	3,237

4 - RESTRICTED FUNDS

The Foundation has control over funds, which have been donated or set aside to assist with specific purposes as set out in note 1.

	2025	2024
	\$	\$
Balance, beginning of year	1,804,078	1,613,664
Contributions during year (internally restricted)	130,164	192,596
Contributions during year (externally restricted)	107,859	61,818
Grants to Yukon Hospital Corporation	(600,000)	—
Grants related to Yukon Cancer Care	(48,000)	(43,000)
Grants related to Karen's Fund	(20,000)	(21,000)
Grants related to Maternity	(75,000)	—
Grants related to Karen's Room	(54,039)	—
Grants related to Palliative Care	(2,121)	—
Grants related to Emergency	(3,411)	—
Grants related to Paediatrics	(118,465)	—
Grants related to DCCH	(2,333)	—
Balance, end of year	1,118,732	1,804,078

Included in restricted funds are the following amounts: externally restricted - \$268,319 (2024 - \$483,829), internally restricted - \$850,413 (2024 - \$1,320,249).

Yukon Hospital Foundation

Notes to the Financial Statements

For the year ended March 31, 2025

5 - SPECIAL EVENTS

During the year, the Foundation raised gross revenues from special events of \$685,772 (2024 - \$670,685) and incurred direct expenses of \$338,505 (2024 - \$351,568). The net revenue of \$347,267 (2024 - \$319,117) is included in the statement of operations.

6 - FINANCIAL INSTRUMENTS

Financial assets consist of cash and accounts receivable. Financial liabilities consist of accounts payable and accrued liabilities.

The Foundation is exposed to the following risks in respect of certain financial instruments held:

(a) Credit risk

The Foundation has minimal credit risk in accounts receivable. The balance owing is made up of the GST refund (\$10,088), AR from the NFOT event (\$6,000) and is deemed collectable totaling \$16,088 (2024 - \$28,686). Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss. The Foundation reduces its exposure to credit risk by only recognizing the receivable when it can reliably determined that the money is collectible. The maximum exposure to credit risk is the carrying value of its accounts receivable.

(b) Concentration risk

The Foundation does not have concentration risk. Concentration risk is the risk that a donor has more than ten percent of the total accounts receivable balance and thus there is a higher risk to the Foundation in the event of a default by one of these donors. At March 31, 2025, the accounts receivables balance was \$16,088 which is made up of the GST refund and an AR portion that we are confident is collectable.

The Foundation's exposure to concentration risk associated with cash is assessed as low because the Foundation's cash deposits are held by a Canadian Schedule 1 chartered bank.

(c) Liquidity risk

The Foundation has minimal liquidity risk in the accounts payable, accrued liabilities of \$61,866 (2024 - \$57,224). Liquidity risk is the risk that the Foundation cannot repay its obligations when they become due to its creditors. The Foundation reduces its exposure to liquidity risk by maintaining cash in excess of total liabilities. In the opinion of management the liquidity risk exposure to the organization is low and is not material.

(d) Interest rate risk

The Foundation is exposed to the interest rate risk on its bank account. A change in the effective interest rate of 1/2% on its bank balance would result in an approximate impact on income of \$9,020 in 2025.

7 - RELATED PARTY TRANSACTIONS

(a) Related Party

During the year, the Foundation entered into transactions or has outstanding balances with the following related party:
Yukon Hospital Corporation - has control of the Foundation through appointment of the Foundation's Board of Directors.

(b) Transactions

	2025	2024
	\$	\$
Expenses:		
Contract services	45,000	45,000
Disbursements:		
Grants to Yukon Hospital Corporation	(869,852)	—

(c) Included in accounts payable and accrued liabilities

Yukon Hospital Corporation	—	1,191
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The amounts due to Yukon Hospital Corporation included in accounts payable and accrued liabilities are subject to normal trade payment terms.

(d) Included in accounts receivable

Yukon Hospital Corporation	—	1,113
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The amounts due from Yukon Hospital Corporation included in accounts receivable are subject to normal trade payment terms.

Yukon Hospital Foundation

Schedule of Revenue and Expenditure by Category

For the year ended March 31, 2025

	2025	2024
	\$	\$
Revenues		
Donations	243,551	269,225
Fundraising	685,772	670,685
Direct special event expenses	<u>(338,505)</u>	<u>(351,568)</u>
Net fundraising (note 5)	347,267	319,117
Government of Yukon	93,000	93,000
Interest	<u>108,040</u>	<u>104,546</u>
	<u>791,858</u>	<u>785,888</u>
Expenses		
Advertising and promotion	39,953	36,115
Bad debt	3,200	—
Amortization expense	2,429	2,429
Bank charges	33	20
Compensation and benefits	158,893	137,068
Communications	4,350	4,570
Contract services (note 7)	45,000	45,000
Credit card and gift tool charges	15,042	14,325
Insurance	2,070	2,030
Licenses/permits	199	295
Memberships and publications	2,126	901
Miscellaneous	15,025	8,081
Misc Fund Raising Supplies	779	18,921
Office costs	5,378	3,710
Office lease	16,515	16,515
Postage, courier and delivery	3,016	895
Professional fees	25,010	21,519
Recognition	216	1,665
Stationary supplies	<u>7,742</u>	<u>9,524</u>
	<u>346,976</u>	<u>323,583</u>
Excess of revenues over expenses before grants	<u>444,882</u>	<u>462,305</u>