

The Bridge Hospice

Financial Statements

March 31, 2016

(unaudited)

The Bridge Hospice

March 31, 2016

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Review Engagement Report

To the Board of
The Bridge Hospice

I have reviewed the statement of financial position of The Bridge Hospice as at March 31, 2016 and the statement of operations and changes in net assets, and cash flows for the year then ended. My review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to me by the hospice, except as explained below.

A review does not constitute an audit and consequently I do not express an audit opinion on these financial statements.

In common with many charities, the hospice derives revenue from donations and other sources, the completeness of which is not susceptible to review procedures. Accordingly, my review of donations and other givings was limited to the amounts recorded in the books and records of the hospice and I was not able to determine whether any adjustments might be necessary to these financial statements.

Except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to complete my review of the donations and givings, as described in the preceding paragraph, nothing has come to my attention that causes me to believe that these financial statements are not, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations.



J Bruce Taylor Chartered Professional Accountant
Licensed Public Accountant

Warkworth, Ontario
June 09, 2016

The Bridge Hospice

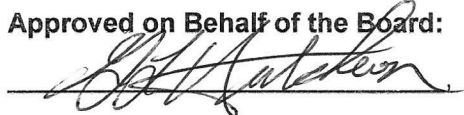
Statement of Financial Position

March 31, 2016

(unaudited)

	2016	2015
Assets		
Current Assets		
Cash	\$ 93,102	\$ 10,766
Short term deposits	142,509	140,827
Prepaid expenses	776	-
GST/HST recoverable	3,052	4,062
Total Current Assets	239,439	155,655
Land, building and equipment (note: 2)	456,720	473,874
Total Assets	\$ 696,159	\$ 629,529
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 23,899	\$ 4,034
Payroll taxes payable	882	382
Total Current Liabilities	24,781	4,416
Deferred Grants and Funding		
Health care service funding (note: 3)	8,617	-
Fundraising sponsorships	3,500	-
Operating grants	-	1,475
Capital grants	-	1,300
Total Liabilities	36,898	7,191
Net Assets		
Equity	659,261	622,338
Total Liabilities and Equity	\$ 696,159	\$ 629,529

Approved on Behalf of the Board:



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

J Bruce Taylor Chartered Professional Accountant

The Bridge Hospice

Statement of Operations and Changes in Net Assets

For the Year Ended March 31, 2016

(unaudited)

	2016	2015
Revenue		
Donations and supporters	\$ 91,513	\$ 69,301
Health care service funding (note: 3)	91,383	-
Fundraising	48,141	32,231
Interest income	2,584	1,680
Operating grants	1,975	40,926
Memberships	280	290
	235,876	144,428
Fundraising expenses	10,649	10,235
	225,227	134,193
Operating expenses		
Advertising, promotion and publicity	2,718	5,878
Amortization	22,709	24,160
Health care service (note: 3)	91,383	-
Hospice and resident care expenses	1,726	1,153
Insurance	1,281	1,724
Interest and bank charges	1,576	1,135
Memberships and professional development	3,596	1,226
Office and administration	8,675	8,822
Professional fees	3,269	2,179
Maintenance, utilities and taxes	9,327	8,909
Salaries and wages	43,344	79,455
Total operating expenses	189,604	134,641
Operating surplus (deficiency) of revenue over expenses	35,623	(448)
Non operating revenue and expenses		
Capital restricted grant revenue	1,300	11,337
Net surplus of revenue over expenditures	36,923	10,889
Net assets, beginning	622,338	611,449
Net assets, ending	\$ 659,261	\$ 622,338

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

J Bruce Taylor Chartered Professional Accountant

The Bridge Hospice

Statement of Cash Flows

For the Year Ended March 31, 2016

(unaudited)

	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES:		
Surplus of revenues over expenses	\$ 36,923	\$ 10,889
Amortization	22,709	24,160
Decrease in GST/HST recoverable	1,010	670
Increase in prepaid expenses	(776)	-
Increase (decrease) in accounts payable and accrued expenses	19,865	(1,377)
Increase (decrease) in payroll taxes payable	500	(2,405)
Increase in deferred health care service funding	8,617	-
Increase in deferred fundraising sponsorships	3,500	-
Decrease in deferred operating grants	(1,475)	(18,764)
Decrease in deferred capital grants	(1,300)	(10,521)
TOTAL CASH FLOWS FROM OPERATING ACTIVITIES	89,573	2,652
CASH FLOWS FROM INVESTING ACTIVITIES:		
Building and equipment additions from general account	(4,255)	(2,225)
Building and equipment additions from capital grants received	(1,300)	(11,337)
Withdrawals (additions) of short term deposits	(1,682)	6,848
NET CASH USED BY INVESTING ACTIVITIES	(7,237)	(6,714)
Net cash increase (decreases) in cash and cash equivalents	82,336	(4,062)
Cash and cash equivalents, beginning of year	10,766	14,828
Cash and cash equivalents, end of year	\$ 93,102	\$ 10,766

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

J Bruce Taylor Chartered Professional Accountant

The Bridge Hospice

Notes to the Financial Statements

For the Year Ended March 31, 2016

(unaudited)

1. Significant Accounting Policies

a. Nature of organization and basis of preparation

The Bridge Hospice (the hospice) was incorporated on November 4, 2006 without share capital under the Ontario Business Corporations Act. The hospice is a Registered Charity which for Canadian income tax purposes is exempt from income tax under the Income Tax Act.

The purpose of the hospice is to offer the people of Northumberland County and region a home where practical care, guidance and compassion are provided for those dying, and those who support them.

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

b. Short term deposits

Short term deposits are held to maturity and valued at cost, which is calculated as original cost plus accrued interest.

c. Land, building and equipment

Land, building and equipment is stated at cost. Amortization is provided over the estimated useful life of the assets using the methods below for financial reporting purposes. Maintenance, repairs and minor renewals and betterments are expensed; major improvements are capitalized.

Amortization is calculated using the declining balance method as follows for the major classes of assets:

Land	NIL
Building	4%
Furniture, fixtures and equipment	20%

d. Grants and other funding

The hospice records grants and other funding received as revenue in the statement of operations and changes in net assets, in the period of the qualifying expenditures. The hospice differentiates between operating and capital as designated under the grant conditions. Grants and other funding received for which the qualifying expenditures have not been made are accordingly deferred, and reported as deferred grants or other funding in the statement of financial position.

The Bridge Hospice

Notes to the Financial Statements

For the Year Ended March 31, 2016

(unaudited)

1. Significant Accounting Policies continued

e. Revenue recognition

All unrestricted revenue is recognized in accordance with industry practice in the period received and pledges are not recognized until received.

Restricted donations and giving are segregated from general revenue and recorded in revenue in the period the related expense is incurred. Undisbursed restricted donations and giving are deferred and are recorded in the statement of financial position as deferred revenue until such time as the related expense is made.

The mission of the hospice is dependent upon and thankful for many hours contributed by its volunteers and members. Because of the difficulty of determining their fair value, contributed services are not recognized in these financial statements.

f. Use of estimates

The preparation of financial statements in accordance 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 the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and may have impact on future periods.

2. Land, building and equipment

			2016	2015
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Land	\$ 36,712	\$ -	\$ 36,712	\$ 36,712
Building	432,565	(41,356)	391,209	406,969
Furniture, fixtures and equipment	46,813	(18,014)	28,799	30,193
Total	\$ 516,090	\$ (59,370)	\$ 456,720	\$ 473,874

3. Health care service support and commitment

In June of 2015, the hospice entered into a five-year Letter of Understanding with Saint Elizabeth Community Enterprise. Under this Letter of Understanding, Saint Elizabeth Community Enterprise will provide financial support to the hospice to fund direct care services in the hospice. In January 2016, the hospice entered into a five-year agreement with a sister organization, Saint Elizabeth Health Care, to provide direct care PSW (Personal Support Worker) and nursing services, to augment those services currently provided by the hospice.

4. Financial instruments

The Bridge Hospice

Notes to the Financial Statements

For the Year Ended March 31, 2016

(unaudited)

4. Financial instruments continued

The hospice's financial instruments consist of cash, short term deposits, and accounts payable. It is management's opinion that the hospice is not exposed to significant risk arising from these financial instruments.

Carrying value

The carrying values of the hospice's monetary assets and liabilities approximate their fair values due to their short-term and fixed nature.

Credit risk

The hospice does not extend credit to earn revenue and accordingly is not exposed to credit risk.

Interest rate risk

The hospice is not exposed to interest rate risk as the capitalization and working capital of the hospice does not rely on financing.

Currency risk

The hospice in the normal course of operations does not engage in foreign currency denominated transactions and is not exposed to currency risk.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet cash flow commitments associated with financial instruments. To manage this operating risk, the hospice monitors its budgets and forecasts and maintains an adequate working capital to cover operations. The hospice does not embark on other expenditures without already having adequate funding in place.