

**CUMBERLAND HEALTH CARE FOUNDATION**  
**Financial Statements**  
**Year Ended March 31, 2022**

**CUMBERLAND HEALTH CARE FOUNDATION**  
**Index to Financial Statements**  
**Year Ended March 31, 2022**

---

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3 - 4
Statement of Revenues and Expenditures	5
Statement of Changes in Net Assets	6
Statement of Cash Flows	7
Notes to Financial Statements	8 - 14

---

## INDEPENDENT AUDITOR'S REPORT

---

To the Members of Cumberland Health Care Foundation

### *Qualified Opinion*

We have audited the financial statements of Cumberland Health Care Foundation (the Foundation), which comprise the statement of financial position as at March 31, 2022, and the statements of revenues and expenditures, 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 possible 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, 2022, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

### *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 year ended March 31, 2022, current assets and net assets as at March 31, 2022. Our audit opinion on the financial statements for the year ended March 31, 2021 was modified accordingly because of the possible effects of this limitation of scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation in accordance with 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 audit 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 ASNPO, 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.

(continues)

*Auditor's 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 auditor's 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 auditor's 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 auditor's 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.



Amherst, Nova Scotia  
June 21, 2022

CHARTERED PROFESSIONAL ACCOUNTANTS

**CUMBERLAND HEALTH CARE FOUNDATION**  
**Statement of Financial Position**  
**March 31, 2022**

	Operating Fund 2022	Endowment Fund 2022	Equipment Fund 2022	<b>Total 2022</b>	Total 2021
<b>ASSETS</b>					
<b>CURRENT</b>					
Cash	\$ 23,762	\$ -	\$ -	\$ <b>23,762</b>	\$ 216,003
HST receivable	11,239	-	-	<b>11,239</b>	6,876
Accrued interest receivable	10,802	-	-	<b>10,802</b>	10,801
Prepaid expenses	18,527	-	-	<b>18,527</b>	19,499
	64,330	-	-	<b>64,330</b>	253,179
EQUIPMENT <i>(Note 3)</i>	10,062	-	-	<b>10,062</b>	5,214
INVESTMENTS <i>(Note 4)</i>	2,211,860	1,398,523	151,106	<b>3,761,489</b>	3,584,126
DUE BETWEEN FUNDS	177,061	(203,497)	26,436	-	-
	<b>\$ 2,463,313</b>	<b>\$ 1,195,026</b>	<b>\$ 177,542</b>	<b>\$ 3,835,881</b>	<b>\$ 3,842,519</b>

See accompanying notes to the financial statements

**CUMBERLAND HEALTH CARE FOUNDATION**  
**Statement of Financial Position**  
**March 31, 2022**

	Operating Fund 2022	Endowment Fund 2022	Equipment Fund 2022	Total 2022	Total 2021
<b>LIABILITIES AND NET ASSETS</b>					
<b>CURRENT</b>					
Accounts payable and accrued liabilities	\$ 25,757	\$ -	\$ -	\$ 25,757	\$ 95,260
Deferred contributions (Note 5)	673,965	-	-	<b>673,965</b>	734,566
	<u>699,722</u>	<u>-</u>	<u>-</u>	<b><u>699,722</u></b>	<u>829,826</u>
<b>NET ASSETS</b>					
Unrestricted	1,763,591	-	-	<b>1,763,591</b>	1,651,612
Restricted	-	1,195,026	177,542	<b>1,372,568</b>	1,361,081
	<u>1,763,591</u>	<u>1,195,026</u>	<u>177,542</u>	<b><u>3,136,159</u></b>	<u>3,012,693</u>
	<u>\$ 2,463,313</u>	<u>\$ 1,195,026</u>	<u>\$ 177,542</u>	<b><u>\$ 3,835,881</u></b>	<u>\$ 3,842,519</u>

COMMITMENTS (Note 6)

SUBSEQUENT EVENT (Note 11)

OTHER SIGNIFICANT MATTER (Note 12)

**ON BEHALF OF THE BOARD**

\_\_\_\_\_ Director

\_\_\_\_\_ Director

See accompanying notes to the financial statements

**CUMBERLAND HEALTH CARE FOUNDATION**  
**Statement of Revenues and Expenditures**  
**Year Ended March 31, 2022**

	Operating Fund 2022	Endowment Fund 2022	Equipment Fund 2022	Total 2022	Total 2021
<b>REVENUES</b>					
Donations and fundraising <i>(Note 7)</i>	\$ 242,095	\$ 3,945	\$ 95,716	\$ 341,756	\$ 292,924
Investment income <i>(Note 8)</i>	57,574	-	382	57,956	108,792
Bequests	65,547	-	-	65,547	243,677
	<u>365,216</u>	<u>3,945</u>	<u>96,098</u>	<u>465,259</u>	<u>645,393</u>
<b>EXPENSES</b>					
Bursary program <i>(Notes 5, 6)</i>	45,600	-	-	45,600	41,000
Communication and promotion	12,943	-	-	12,943	11,558
Computer equipment, software, and training	22,528	-	-	22,528	17,663
Equipment purchases	-	-	70,242	70,242	199,955
Fundraising <i>(Note 9)</i>	16,254	-	18,314	34,568	41,191
Garden maintenance	19,255	-	-	19,255	17,166
Office <i>(Note 3)</i>	15,256	-	-	15,256	13,948
Professional fees	15,013	-	-	15,013	14,646
Special fund expenditures <i>(Note 5)</i>	104,817	-	-	104,817	53,531
Wages and benefits <i>(Note 9)</i>	158,045	-	-	158,045	162,217
	<u>409,711</u>	<u>-</u>	<u>88,556</u>	<u>498,267</u>	<u>572,875</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES FROM OPERATIONS</b>	<u>(44,495)</u>	<u>3,945</u>	<u>7,542</u>	<u>(33,008)</u>	<u>72,518</u>
<b>OTHER INCOME</b>					
Government assistance <i>(Note 12)</i>	-	-	-	-	20,460
Unrealized gain on investments	144,288	-	-	144,288	450,615
Increase in cash surrender value of Foundation-owned life insurance policy	12,186	-	-	12,186	28,909
	<u>156,474</u>	<u>-</u>	<u>-</u>	<u>156,474</u>	<u>499,984</u>
<b>EXCESS OF REVENUES OVER EXPENSES</b>	<u>\$ 111,979</u>	<u>\$ 3,945</u>	<u>\$ 7,542</u>	<u>\$ 123,466</u>	<u>\$ 572,502</u>

See accompanying notes to the financial statements

**CUMBERLAND HEALTH CARE FOUNDATION**  
**Statement of Changes in Net Assets**  
**Year Ended March 31, 2022**

	Operating Fund 2022	Endowment Fund 2022	Equipment Fund 2022	<b>Total 2022</b>	Total 2021
<b>NET ASSETS - BEGINNING OF YEAR</b>	\$ 1,651,612	\$ 1,191,081	\$ 170,000	<b>\$ 3,012,693</b>	\$ 2,440,191
Excess of revenues over expenses	111,979	3,945	7,542	<b>123,466</b>	572,502
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 1,763,591</b>	<b>\$ 1,195,026</b>	<b>\$ 177,542</b>	<b>\$ 3,136,159</b>	<b>\$ 3,012,693</b>

See accompanying notes to the financial statements



**CUMBERLAND HEALTH CARE FOUNDATION**

**Statement of Cash Flows**

**Year Ended March 31, 2022**

	Operating Fund 2022	Endowment Fund 2022	Equipment Fund 2022	Total 2022	Total 2021
<b>OPERATING ACTIVITIES</b>					
Cash receipts from donors	\$ 238,976	\$ -	\$ 95,716	\$ 334,692	\$ 526,004
Cash paid to suppliers and employees	(242,259)	-	(18,314)	(260,573)	(245,823)
Donations paid	(169,672)	-	(135,042)	(304,714)	(246,852)
Investment income received	119,470	-	382	119,852	125,454
Government assistance received	-	-	-	-	26,625
Cash flow from (used by) operating activities	<u>(53,485)</u>	<u>-</u>	<u>(57,258)</u>	<u>(110,743)</u>	<u>185,408</u>
<b>INVESTING ACTIVITIES</b>					
Purchase of equipment	(5,590)	-	-	(5,590)	(5,543)
Cash received from Endowment donations	-	3,945	-	3,945	695
Purchase of investments	(410,790)	(335,712)	(382)	(746,884)	(784,832)
Proceeds on disposal of investments	398,246	283,230	-	681,476	819,714
Decrease (increase) in investment cash	(17,052)	2,607	-	(14,445)	(42,609)
Cash flow used by investing activities	<u>(35,186)</u>	<u>(45,930)</u>	<u>(382)</u>	<u>(81,498)</u>	<u>(12,575)</u>
<b>FINANCING ACTIVITY</b>					
Transfers between funds	(103,570)	45,930	57,640	-	-
Cash flow from (used by) financing activity	<u>(103,570)</u>	<u>45,930</u>	<u>57,640</u>	<u>-</u>	<u>-</u>
<b>INCREASE (DECREASE) IN CASH FLOW</b>	<b>(192,241)</b>	<b>-</b>	<b>-</b>	<b>(192,241)</b>	<b>172,833</b>
Cash - beginning of year	216,003	-	-	216,003	43,170
<b>CASH - END OF YEAR</b>	<u>\$ 23,762</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,762</u>	<u>\$ 216,003</u>

See accompanying notes to the financial statements

# CUMBERLAND HEALTH CARE FOUNDATION

## Notes to Financial Statements

Year Ended March 31, 2022

---

### 1. DESCRIPTION OF OPERATIONS

The objectives of the Foundation are to enhance the ability to provide a high standard of health care to all residents of Cumberland County by raising funds for new and improved services, programs, equipment and facilities. The Foundation is a registered charity and as such is exempt from income tax under Section 149 of the Income Tax Act.

---

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

#### Revenue recognition and fund accounting

The Foundation follows the restricted fund method of accounting for contributions, thereby respecting restrictions specified by donors on the use of resources. The fund classifications are as follows:

The Operating Fund recognizes as income unrestricted donations and unrestricted investment income from designated funds, with the exception of the Equipment Fund. Restricted contributions and investment income for which a separate fund does not exist are recognized as revenue in the Operating Fund in the year in which the related expenses are incurred. Costs incurred in the administration of the Foundation are expensed in this fund.

The Endowment Fund recognizes as income bequests and donations made with restrictions on the principal by the donor. The fund is to be invested in accordance with the Foundation's investment policy. Income from the Endowment Fund is recognized in the Operating Fund and used at the discretion of the Board, unless otherwise restricted by the donor.

The Equipment Fund recognizes as income donations made for hospital equipment, investment income on these donations, and equipment fundraising activities. Donations for purchases of hospital equipment and equipment fundraising costs are expensed in this fund.

Investment income is recognized as revenue when earned.

Amounts received relating to fundraising events to be held after the fiscal year end are deferred and recognized on completion of the fundraising event.

#### Cash and cash equivalents

Cash includes cash in bank accounts held for operating purposes. Cash balances in investment accounts are considered investments.

#### Equipment

Equipment is stated at cost less accumulated amortization. Equipment is amortized over its estimated useful life on a declining balance basis at rates between 5% and 20%. The Foundation regularly reviews its equipment to eliminate obsolete items.

(continues)

---

# CUMBERLAND HEALTH CARE FOUNDATION

## Notes to Financial Statements

Year Ended March 31, 2022

---

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

#### Financial instruments policy

The Foundation measures its financial assets and financial liabilities at fair value. Changes in fair value are recognized in the statement of operations.

Financial assets measured at fair value include cash, accounts receivable and investments.

Financial liabilities measured at fair value include accounts payable.

#### Donated goods and services

Donated goods are recorded at their fair market value at the time of donation, when the goods would otherwise have been purchased. During the year \$nil (2021 - \$nil) in donated goods were recorded.

Volunteers contribute a significant amount of their time each year. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

#### Pledges

Pledges are not recognized as income until the pledge payments are received.

#### Employee future benefits

On behalf of its employees the Foundation contributes to a multi-employer defined benefit plan, administered by the Nova Scotia Association of Health Organizations, that provides a pension on retirement based on the member's age at retirement and length of service. The most recent actuarial valuation was conducted as at July 1, 2020 and indicated a funded pension liability. The Foundation bears no direct financial responsibility for the liability of the plan.

---

### 3. EQUIPMENT

	Cost	Accumulated amortization	<b>2022 Net book value</b>	2021 Net book value
Equipment	\$ 11,133	\$ 1,071	<b>\$ 10,062</b>	\$ 5,214

---

Amortization of \$742 (2020 - \$329) is included in office expense.

---

**CUMBERLAND HEALTH CARE FOUNDATION**  
**Notes to Financial Statements**  
**Year Ended March 31, 2022**

4. INVESTMENTS

	Operating Fund	Endowment Fund	Equipment Fund	<b>Total</b>	
<u>2022</u>					
Cash	\$ 61,006	\$ 72,408	\$ 79	<b>\$ 133,493</b>	4%
Equity	991,967	661,322	-	<b>1,653,289</b>	46%
Fixed Income	872,919	664,793	-	<b>1,537,712</b>	42%
High Interest savings accounts	-	-	151,027	<b>151,027</b>	4%
Life insurance cash surrender value	285,968	-	-	<b>285,968</b>	-
	<b>\$ 2,211,860</b>	<b>\$ 1,398,523</b>	<b>\$ 151,106</b>	<b>\$ 3,761,489</b>	100%
<u>2021</u>					
Cash	\$ 43,955	\$ 75,015	\$ 79	<b>\$ 119,049</b>	4%
Equity	910,710	590,671	-	<b>1,501,381</b>	45%
Fixed Income	888,149	651,121	-	<b>1,539,270</b>	46%
High Interest savings accounts	-	-	150,644	<b>150,644</b>	5%
Life insurance cash surrender value	273,782	-	-	<b>273,782</b>	-
	<b>\$ 2,116,596</b>	<b>\$ 1,316,807</b>	<b>\$ 150,723</b>	<b>\$ 3,584,126</b>	100%

Fixed income investments have maturity dates between December 2022 and June 2029, and bear interest at rates ranging from 2.31% to 4.72%.

**CUMBERLAND HEALTH CARE FOUNDATION**

**Notes to Financial Statements**

**Year Ended March 31, 2022**

5. DEFERRED CONTRIBUTIONS

	2021	Contributions received	Recognized as revenue	2022
<u>Special funds</u>				
Alternative Level Care	\$ 816	\$ -	\$ -	\$ 816
Cardiovascular Disease (CVD)	972	250	-	1,222
Covid-19 Assistance	4,985	-	-	4,985
Cumberland Cancer Assistance	142,608	3,446	(13,597)	132,457
Diagnostic Imaging Education	1,992	374	(375)	1,991
Hospital and Healthcare Volunteer program	3,879	-	-	3,879
Intensive Care Unit	7,583	600	-	8,183
Mental Health	119,808	12,145	(4,447)	127,506
Mental Health Working Together	768	-	(768)	-
Palliative Care	49,687	20,901	(9,894)	60,694
Physician Recruitment and Retention	9,691	11,288	(2,876)	18,103
Physiotherapy	914	45	-	959
Professionals Recruitment and Retention	11,949	10,182	(4,767)	17,364
Teddy Bear	135	120	-	255
Youth Health	165,539	6,402	(63,147)	108,794
	<u>521,326</u>	<u>65,753</u>	<u>(99,871)</u>	<u>487,208</u>
<u>Bursary Program</u>				
Clara Bacon Bursary	3,941	1,740	(510)	5,171
Cumberland Healthcare Careers Bursary	209,299	17,377	(45,090)	181,586
	<u>213,240</u>	<u>19,117</u>	<u>(45,600)</u>	<u>186,757</u>
	<u>\$ 734,566</u>	<u>\$ 84,870</u>	<u>\$ (145,471)</u>	<u>\$ 673,965</u>

Deferred contributions consist of contributions received for specific purposes, for which the related expenses have not been incurred as of year end.

6. COMMITMENTS

1. The Foundation has committed to fund the purchase of equipment and equipment upgrades for the Cumberland Regional Health Care Centre at an estimated cost of \$159,900 in 2023.
2. The Foundation committed to funding a youth drop in centre up to \$100,000. Of this commitment, \$38,000 remains to be spent in 2023.
3. The Foundation has recruitment incentive agreements that become payable when specific conditions were met. As of March 31, 2022, \$7,500 remains from these agreements. These are included in the bursary program expenses.

**CUMBERLAND HEALTH CARE FOUNDATION**

**Notes to Financial Statements**

**Year Ended March 31, 2022**

7. DONATIONS AND FUNDRAISING REVENUE

	<u>2022</u>	<u>2021</u>
<b>Operating Fund</b>		
Special funds and bursary (Note 5)	\$ 145,471	\$ 94,531
Donations and memorials	65,314	47,108
Staff pay day lottery	31,310	28,510
Other fundraising	-	2,380
	<u>242,095</u>	<u>172,529</u>
 <b>Endowment Fund</b>		
Donations and memorials	<u>3,945</u>	695
 <b>Equipment Fund</b>		
Light the Way	93,778	87,676
Donations and memorials	<u>1,938</u>	<u>32,024</u>
	<u>95,716</u>	119,700
 Total fundraising revenue	<u>\$ 341,756</u>	<u>\$ 292,924</u>

8. INVESTMENT INCOME

	Operating Fund	Equipment Fund	<u>2022</u>	<u>2021</u>
Interest income	\$ 66,401	\$ 382	\$ 66,783	\$ 64,510
Dividends and other income	49,745	-	49,745	51,267
Loss on disposal of investments	(58,572)	-	(58,572)	(6,985)
	<u>\$ 57,574</u>	<u>\$ 382</u>	<u>\$ 57,956</u>	<u>\$ 108,792</u>

9. FUNDRAISING EXPENSES

	<u>2022</u>	<u>2021</u>
<b>Operating Fund</b>		
Staff pay day lottery	\$ 16,000	\$ 16,000
Special events	254	5,985
	<u>16,254</u>	<u>21,985</u>
 <b>Equipment Fund</b>		
Light the Way	<u>18,314</u>	19,206
 Total fundraising expenses	<u>\$ 34,568</u>	<u>\$ 41,191</u>

Approximately \$64,900 (2021 - \$81,100) of wages and benefits are related to fundraising activities but are not allocated to fundraising expenses.

# CUMBERLAND HEALTH CARE FOUNDATION

## Notes to Financial Statements

Year Ended March 31, 2022

---

### 10. FINANCIAL INSTRUMENTS

The Foundation is exposed to various risks through its financial instruments and has an investment policy in place to manage these risks. As of March 31, 2022 the investment portfolios were not in compliance with the policy. Plans are in place to have the portfolios re-balanced subsequent to year end. The following analysis provides information about the Foundation's risk exposure and concentration as of March 31, 2022.

#### **(a) Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Foundation is exposed to all three risks.

#### **(b) Currency risk**

Currency risk is the risk to the Foundation's earnings that arise from fluctuations of foreign exchange rates and the degree of volatility of these rates. The Foundation is exposed to foreign currency exchange risk on cash and investments held in U.S. dollars. The Foundation does not use derivative instruments to reduce its exposure to foreign currency risk. Total holdings in US dollars at March 31, 2022 was \$50,923 (2021 - \$56,197).

#### **(c) Interest rate risk**

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Foundation manages exposure through its normal operating and investing activities. The Foundation is exposed to interest rate risk primarily through its investment in fixed income investments and high interest savings accounts.

#### **(d) Other price risk**

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Foundation is exposed to other price risk through its investment in quoted shares.

---

### 11. SUBSEQUENT EVENT

As of April 1, 2022 the Foundation will combine with the Cumberland Health Care Auxiliary (the Auxiliary), a registered charity that shares the same objectives and purpose as the Foundation. Due to a dwindling volunteer base and the ongoing pandemic, the Auxiliary was severely restricted in their ability to fund raise and maintain operations. The combination will allow for the continued operation of a cafe and gift shop located in the hospital and the awarding of an annual bursary.

As of December 31, 2020, the most recently compiled balance sheet, the Auxiliary had net assets of approximately \$130,000.

---

**CUMBERLAND HEALTH CARE FOUNDATION**

**Notes to Financial Statements**

**Year Ended March 31, 2022**

---

12. OTHER SIGNIFICANT MATTER

The outbreak of a novel strain of coronavirus continues to have a significant impact on the global economy as of the date of these financial statements. The duration and impact of the pandemic are unknown at this time, as are the efficacy of government and central bank interventions. It is not possible to reliably estimate the length and severity of the measures nor their impact on the future financial results and condition of the company. To date, no adjustments have been made to the carrying value of assets or liabilities as a result of the pandemic. Management is of the opinion no future adjustments will be necessary.

The Foundation has taken steps to mitigate the financial impact of the pandemic by applying for Government assistance in 2021 of \$20,460, representing the Foundation's entitlement to the Canada Emergency Wage Subsidy, of which \$20,460 was received in that year.

---