

**REGINA PALLIATIVE CARE
INCORPORATED**

FINANCIAL STATEMENTS

March 31, 2007

Auditors' Report

To the Members of
Regina Palliative Care Incorporated

We have audited the balance sheet of Regina Palliative Care Incorporated as at March 31, 2007 and the statements of revenues and expenses and net assets and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many charitable organizations, the organization derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to donation revenues, excess (expenses) revenues, assets and net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the donations referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2007 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants

Regina, Saskatchewan
May 18, 2007


REGINA PALLIATIVE CARE INCORPORATED

Balance Sheet

As at March 31, 2007

	General Fund	Restricted Fund	Total 2007	Total 2006
CURRENT ASSETS				
Cash	\$ 97,649	\$ -	\$ 97,649	\$ 61,345
Accounts and accrued interest receivable	14,157	22,470	36,627	31,674
	111,806	22,470	134,276	93,019
INVESTMENTS (Note 3)	118,348	225,211	343,559	382,675
CAPITAL ASSETS				
Computer equipment (Note 4)	-	-	-	2,997
Furniture and equipment used by RQHR (Note 5)	1	-	1	1
	\$ 230,155	\$ 247,681	\$ 477,836	\$ 478,692
CURRENT LIABILITIES				
Accounts payable	\$ 12,119	\$ 34,396	\$ 46,515	\$ 43,598
Due to/from Fund	(164,040)	164,040	-	-
	(151,921)	198,436	46,515	43,598
NET ASSETS				
Fund balances	382,075	49,245	431,320	432,096
Invested in capital assets	1	-	1	2,998
	\$ 230,155	\$ 247,681	\$ 477,836	\$ 478,692

APPROVED BY THE BOARD

..... *E. Bannerman* Director
  Director

REGINA PALLIATIVE CARE INCORPORATED
Statement of Revenues and Expenses and Net Assets
Year ended March 31, 2007

	Budget 2007 (unaudited)	General Fund	Restricted Fund	Total 2007	2006
REVENUES					
Fundraising	\$ 135,000	\$ 136,016	-	\$ 136,016	\$ 98,225
Donations	95,000	136,460	-	136,460	111,543
Donations-in-kind (Note 6)	-	1,075	-	1,075	2,475
Bequests and Campaign	300,000	96,000	-	96,000	-
Investment	8,500	5,988	10,574	16,562	40,650
Miscellaneous	70,000	39,151	-	39,151	13,567
	608,500	414,690	10,574	425,264	266,460
EXPENSES					
Advertising and promotion	15,000	6,415	-	6,415	20,379
Amortization	5,000	2,997	-	2,997	8,032
Annual events	7,500	16,487	-	16,487	7,821
Bereavement	16,000	19,535	-	19,535	17,570
Bereavement project	164,540	-	155,105	155,105	108,716
Committees	1,700	1,319	-	1,319	895
Conference	-	21,590	-	21,590	-
Music therapy	2,000	219	-	219	195
Office	6,500	5,456	-	5,456	5,256
Palliative care equipment	25,000	5,724	-	5,724	3,216
Professional fees	2,500	8,827	-	8,827	6,299
Resource material	4,000	2,223	-	2,223	3,224
Salary	55,000	56,371	-	56,371	41,749
Sundry	9,000	16,118	-	16,118	12,556
Scholarly activity	5,000	7	-	7	8,223
Training	45,000	47,927	-	47,927	47,653
Volunteer program	7,500	5,722	-	5,722	3,609
William Booth project	60,460	-	56,995	56,995	58,079
	431,700	216,937	212,100	429,037	353,472
EXCESS (EXPENSES) REVENUES	\$ 176,800	197,753	(201,526)	(3,773)	(87,012)
NET ASSETS, BEGINNING OF YEAR		184,323	250,771	435,094	522,106
NET ASSETS, END OF YEAR		\$ 382,076	\$ 49,245	\$ 431,321	\$ 435,094

REGINA PALLIATIVE CARE INCORPORATED

Statement of Cash Flows

Year Ended March 31, 2007

	<u>2007</u>	<u>2006</u>
CASH FROM (USED IN)		
OPERATING ACTIVITIES		
Excess expenses	\$ (3,773)	\$ (87,012)
Items not affecting cash:		
Amortization	2,997	8,032
Amortization of bond premium/discount	(10,884)	(28,830)
Net change in non-cash working capital items:		
Accounts and accrued interest receivable	(4,953)	(5,655)
Accounts payable	2,917	9,692
	<u>(13,696)</u>	<u>(103,773)</u>
CASH FROM (USED IN)		
INVESTING ACTIVITIES		
Purchases of investments	(151,033)	(187,855)
Proceeds from sale of investments	201,033	196,411
	<u>50,000</u>	<u>8,556</u>
INCREASE (DECREASE) IN CASH	36,304	(95,217)
CASH, BEGINNING OF YEAR	61,345	156,562
CASH, END OF YEAR	\$ 97,649	\$ 61,345

REGINA PALLIATIVE CARE INCORPORATED

Notes to the Financial Statements

Year ended March 31, 2007

1. NATURE OF BUSINESS

Regina Palliative Care Incorporated ("the organization") is a non-profit community organization that functions as an active participant and contributor to the development of palliative care services in the Regina Qu'Appelle Health Region (RQHR) and Southern Saskatchewan. The organization provides extensive support for education, bereavement, music therapy and volunteer programs.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles for non-profit organizations.

a) *Use of estimates*

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

b) *Fund accounting*

Under fund accounting, the Organization classifies resources for accounting and reporting purposes into funds in accordance with specified activities or objectives. The financial statements separately disclose the activities of the following funds maintained by the organization:

General fund

Reflects the activities associated with the organization's day to day operations. This fund reports all unrestricted resources plus any restricted resources that have been designated for general operating purposes. This fund has been split to show amounts invested in capital assets within the organization.

Restricted fund

Reflects the activities related to revenues and expenses for constructing and furnishing major projects. This fund reports all externally restricted resources, other than those that have been designated for general operating purposes.

c) *Revenue recognition*

The organization follows the restricted fund method of accounting for contributions (fundraising, donations and bequests). Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the Restricted Fund. Unrestricted contributions are recognized as revenue of the General Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

REGINA PALLIATIVE CARE INCORPORATED

Notes to the Financial Statements

Year ended March 31, 2007

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

c) Revenue recognition (continued)

Donations-in-kind are recorded at the lower of cost and fair market value. Investment income from non-interest bearing, discount investments is accrued and recorded at the effective annual rate of interest earned by the investment.

d) Financial Instruments

The carrying value of accounts receivable, accrued interest, and accounts payable approximates their fair value due to the short term maturities of these instruments.

e) Investments

Investments consist of provincial and corporate bonds. Bonds are recorded at cost with any discount or premium amortized on a straight-line basis over the period remaining to the maturity of the investment. Amortization has been included in investment income.

f) Capital assets

Capital assets acquired for use by the organization are recorded at cost. Amortization is computed using the straight-line method over the estimated useful life of the asset.

3. INVESTMENTS

	Interest Rates	2007		2006	
		Cost	Fair Value	Cost	Fair Value
Corporate bonds	-	\$ -	\$ -	\$ 50,200	\$ 50,017
Provincial bonds	3.2 - 4.0%	343,559	341,042	332,475	329,432
		<u>\$ 343,559</u>	<u>\$ 341,042</u>	<u>\$ 382,675</u>	<u>\$ 379,449</u>

4. COMPUTER EQUIPMENT

	Cost	Accumulated Amortization	Net Book Value	
			2007	2006
Computer equipment	\$ 24,096	\$ 24,096	\$ -	\$ 2,997

REGINA PALLIATIVE CARE INCORPORATED

Notes to the Financial Statements

Year ended March 31, 2007

5. FURNITURE AND EQUIPMENT USED BY RQHR

The organization purchases equipment and furniture for the palliative care program (both the palliative care unit and palliative care home care) operated by the RQHR. While the organization retains ownership of the equipment and furniture, the use of these assets has been donated to the palliative care program and the RQHR. Consequently, purchases are expensed in the year of purchase rather than being recorded as capital assets and amortized over time.

To recognize ownership of these assets, equipment and furniture are recorded on the balance sheet at a nominal value of \$1.

6. DONATIONS-IN-KIND

The organization receives donations-in-kind of equipment from various contributors for the palliative care program operated by the RQHR. These donations-in-kind are recognized as revenue at the lower of cost or fair market value. Like the equipment and furniture purchased for the palliative care program, the organization retains ownership of the donated equipment while, in turn, donating its use to the palliative care program and the RQHR. Accordingly, an expense equal to the value of the donated asset is recorded once the asset is put into use.