

**GRENFELL DISTRICT HEALTH FOUNDATION  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
DECEMBER 31, 2025**

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

do so.

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

fraud or error.

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 the financial statements that are free from material misstatement, whether due to

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

qualified audit opinion.

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 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

limitation in scope.

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

***Basis for Qualified Opinion***

flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

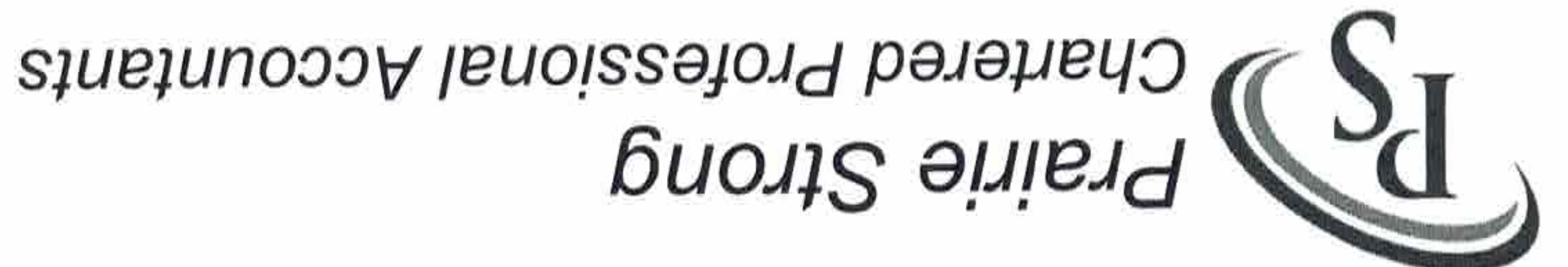
In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Grenfell District Health Foundation Inc. as at December 31, 2025, and the results of its operations, changes in net assets and its cash

We have audited the financial statements of Grenfell District Health Foundation (the Foundation) which comprise the statement of financial position as at December 31, 2025, and the statements of operations, 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.

***Qualified Opinion***

To: The Board of Directors  
Grenfell District Health Foundation

**INDEPENDENT AUDITOR'S REPORT**



**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 and 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.

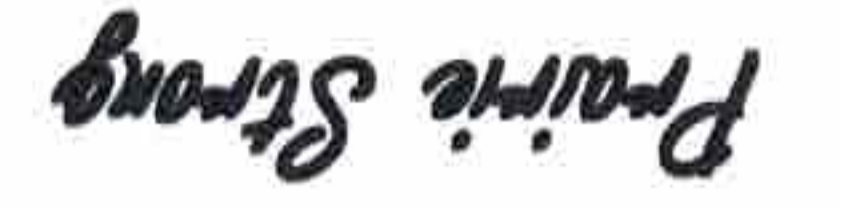
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control.

- 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.



PRAIRIE STRONG

Chartered Professional Accountants

Melville, Saskatchewan  
March 25, 2026

**GREENFELL DISTRICT HEALTH FOUNDATION  
STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2025**

	<u>2025</u>	<u>2024</u>
<b>ASSETS</b>		
Current assets		
Cash	\$ 26,227	\$ 31,062
Accounts receivable	659,719	360,000
Accrued interest	40,453	49,710
Goods and service tax receivable	108	277
Prepaid expenses	4,049	6,767
Long term investments (Note 3)	730,556	447,816
	<u>1,819,213</u>	<u>1,674,747</u>
	<u>\$ 2,549,769</u>	<u>\$ 2,122,563</u>
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities		
Accounts payable	\$ 2,000	\$ 2,000
Net Assets		
Unrestricted excess of revenue over expenses	2,547,769	2,120,563
	<u>\$ 2,549,769</u>	<u>\$ 2,122,563</u>

Approved by  Director

**GREENFELL DISTRICT HEALTH FOUNDATION  
STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED DECEMBER 31, 2025**

<u>2025</u>	<u>2024</u>	
\$ 360,000	\$ 360,000	Revenue
		Municipal Grants
		Other Grants
		Donations
		Fundraising
		Interest
		Expenses
		Bank charges and interest
		Memberships
		Professional fees
		Office supplies
		Fundraising
\$ 427,206	\$ 453,684	Excess of revenue over expenses

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See accompanying notes

**GREENFELL DISTRICT HEALTH FOUNDATION  
STATEMENT OF CHANGES IN NET ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2025**

	<u>2025</u>	<u>2024</u>	
	\$ 2,120,563	\$ 1,666,879	Balance, beginning of year
	427,206	453,684	Excess of revenue over expenses
	<u>\$ 2,547,769</u>	<u>\$ 2,120,563</u>	BALANCE, END OF YEAR

**GREENFELL DISTRICT HEALTH FOUNDATION  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2025**

	<u>2025</u>	<u>2024</u>	
	\$ 427,206	\$ 453,684	Operations
			Excess of revenue over expenses
	(287,575)	(373,410)	Change in non-cash working capital items (Note 5)
	139,631	80,274	
	Nil	Nil	Financing
	(144,466)	(69,243)	Investing
	(144,466)	(69,243)	Long term investments
	(4,835)	11,031	Cash increase (decrease)
	31,062	20,031	Cash, beginning of year
	<u>\$ 26,227</u>	<u>\$ 31,062</u>	CASH, END OF YEAR

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See accompanying notes

**GRNFELL DISTRICT HEALTH FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2025**

**1. Purpose**

Grnfell District Health Foundation is incorporated under the provisions of the Non-profit Corporations Act of Saskatchewan to promote, finance, and provide care for the aged, the ill and infirm, through hospital and benevolent activities, including the support of hospitals, homes, missions, schools of medical training and dispensaries. The Foundation is a registered charity and is exempt from income tax as per section 149(1)(i) of the income tax act.

**2. Significant Accounting Policies**

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

**a) Use of Estimates**

The preparation of financial statement in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the reporting date, and the reported amounts of revenues and expenses for the reported period. Actual results could differ from these estimates.

**b) Revenue Recognition**

The Foundation follows the deferral method for contributions and donations. Restricted contributions are recognized as revenue in the period the related expenses are incurred. Unrestricted contributions are recognized as revenue in the period they are received.

Interest revenue is recognized as it is earned.

Fundraising revenue is recognized when the collection of proceeds is reasonably assured and all other material conditions are met.

**c) Financial Instruments**

Measurement of financial instruments

The Foundation initially measures its financial assets and liabilities at fair value.

The Foundation subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in the statement of operations.

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

Financial liabilities measured at amortized cost include accounts payable.

**Impairment**

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is not greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

**d) Contributed Services**

The Foundation would not be able to carry out its activities without the services of the many volunteers who donate a considerable number of hours. Because of the difficulty of compiling these hours, contributed services are not recognized in the financial statements.

Continued on next page...

**GRENFELL DISTRICT HEALTH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2025**

**2. Significant Accounting Policies - Continued**

e) Cash  
The Foundation's policy is to present bank balances and term deposits with a maturity period of three months or less from the date of acquisition under cash.

f) Capital Assets  
Capital assets are recorded as expenses in the year they are acquired.

**3. Long Term Investments**

	2025	2024
Mutual funds at cost	\$ 433,174	\$ 423,029
Term deposit, at cost, rate of 3.50%, maturity date of March 1, 2026	1,311,039	1,251,718
Term deposit, at cost, rate of 2.75%, maturity date of January 15, 2026	75,000	Nil
	<u>\$ 1,819,213</u>	<u>\$ 1,674,747</u>

**4. Financial Instruments**

The Foundation is exposed to financial risks from its financial assets and liabilities. These risks include credit risk, liquidity risk and market risk.

**Credit Risk**

The Foundation is exposed to credit risk with respect to term deposits and other receivables. The credit risk with respect to term deposits is insignificant since they are held in large financial institutions.

**Liquidity Risk**

Liquidity risk is the risk that the Foundation will encounter difficulty in meeting obligations associated with financial liabilities. The Foundation is exposed to this risk mainly in respect to its accounts payable.

**Interest Rate Risk**

The Foundation is exposed to interest rate risk on its fixed and floating interest rate financial instruments. Fixed-rate instruments subject the Foundation to a fair value risk while the floating rate instruments subject it to a cash flow risk. The Foundation is exposed to this type of risk as a result of investments in term deposits and bank overdrafts. However, the risk associated with investments is reduced to a minimum since these assets are invested in government securities.

**5. Net change in non-cash working capital items**

	2025	2024
Accounts payable	\$ Nil	\$ Nil
Accrued interest	9,257	(6,451)
Goods and service tax receivable	169	(192)
Accounts receivable	(299,719)	(360,000)
Prepaid expenses	2,718	(6,767)
	<u>\$ (287,575)</u>	<u>\$ (373,410)</u>