

**ANSON GENERAL HOSPITAL**  
**FINANCIAL STATEMENT**  
**TO MARCH 31, 2009**

**ANSON GENERAL HOSPITAL**  
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for the year ended March 31, 2009

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# DORLAND & DORLAND

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*J. Clive Dorland, B.Comm. C.A.*

## AUDITOR'S REPORT

TO: The Members  
Anson General Hospital  
Iroquois Falls, Ontario

I have audited the statement of financial position of Anson General Hospital as at March 31, 2009 and the statements of operations, changes in net assets, and cash flow, for the year then ended. These financial statements are the responsibility of the Hospital's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 my opinion, these financial statements present fairly, in all material respects, the financial position of Anson General Hospital as at March 31, 2009 and the results of its operations and the changes in its net assets and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

I have not audited budget figures.



June 10, 2009  
Cochrane, Ontario

CHARTERED ACCOUNTANT  
Licensed Public Accountant

**ANSON GENERAL HOSPITAL**  
Iroquois Falls, Ontario

**STATEMENT OF FINANCIAL POSITION**  
**MARCH 31, 2009**

	2009	2008
<b>ASSETS</b>		
Current Assets:		
Cash and Cash Equivalents	\$ 660,992	3,418,806
Accounts Receivable and Accrued Capital Contributions (note 2)	1,879,657	1,594,147
Inventories	94,519	139,365
Prepaid Expenses	-	13,182
Other - Joint Venture (note 10)	2,635,168	5,177,667
	<u>6,209,936</u>	<u>10,543,177</u>
Non Current Assets:		
Long Term Loan Receivable (note 3a)	76,000	89,000
Investments (note 3b)	1,216,958	1,688,248
Capital assets (note 4)	12,581,483	8,521,813
	<u>13,874,441</u>	<u>10,299,061</u>
	<u>\$ 16,509,609</u>	<u>15,476,728</u>
<b>LIABILITIES and NET ASSETS</b>		
Current Liabilities:		
Accounts Payable and Accrued Liabilities	\$ 1,512,576	780,827
Other - Joint Venture (note 10)	-	12,367
	<u>1,512,576</u>	<u>793,194</u>
Long Term Liabilities:		
Accrued Benefit Liability - Employee Future Benefits (note 5)	954,380	892,346
Deferred Contributions - Capital Assets (note 6)	9,308,180	8,350,206
	<u>10,262,560</u>	<u>9,242,552</u>
Net Assets		
Investment in Capital Assets (note 7)	3,458,078	1,562,232
Unrestricted	1,276,395	3,858,750
	<u>4,734,473</u>	<u>5,440,982</u>
	<u>\$ 16,509,609</u>	<u>15,476,728</u>

See accompanying notes to financial statements

On behalf of the Board:

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

**ANSON GENERAL HOSPITAL**  
Iroquois Falls, Ontario

**STATEMENT OF OPERATIONS**  
YEAR ENDED MARCH 31, 2009

	Budget	2009 Actual	2008 Actual
<b>REVENUES</b>			
Ministry of Health and Long Term Care			
-Base Allocation	\$ 7,068,366	7,073,552	6,872,174
-Hospital on-call coverage	97,584	90,276	86,809
-One time funding	-	63,000	3,788
Subtotal Ministry of Health Funding	7,165,950	7,226,828	6,962,771
Cancer Care Ontario		11,070	10,649
Recoveries & miscellaneous Revenue	503,000	339,756	880,816
Investment income	200,000	91,055	290,360
Amortization of Grants/Donation Equipment	180,000	117,311	229,846
OHIP Patient Revenue	197,000	140,950	157,620
Other Patient Revenue	187,000	215,103	223,282
	<u>8,432,950</u>	<u>8,142,075</u>	<u>8,755,344</u>
<b>EXPENSES</b>			
Salaries & Wages (Schedule A)	4,105,263	4,200,600	3,926,070
Benefit Contributions	1,026,316	1,052,893	921,576
Employee Future Benefit Costs	80,000	62,034	62,157
Medical Staff Remuneration	247,414	186,647	803,631
Supplies & Other Expenses (Schedule A)	2,044,672	1,836,982	1,828,266
Medical/Surgical Supplies	130,000	143,778	154,144
Drugs & Medical Gases	295,000	298,546	303,380
Amortization-equipment	300,000	210,107	326,807
Rental/Lease of Equipment	0	2,758	-
	<u>8,228,655</u>	<u>7,994,345</u>	<u>8,326,031</u>
<b>SURPLUS FROM HOSPITAL OPERATIONS</b>	<u>204,285</u>	<u>147,730</u>	<u>429,313</u>
Amortization of Deferred Contributions related to Building - Revenue	-	287,635	278,870
Amortization of Building - Expense	-	294,030	285,640
<b>(DEFICIT) FROM ITEMS ABOVE</b>	-	<u>(6,395)</u>	<u>(6,770)</u>
<b>OTHER VOTES- MUNICIPAL LEVY</b>			
Revenue	-	3,150	3,150
Expense	-	3,150	3,150
<b>SURPLUS FROM OTHER VOTES</b>	-	-	-
<b>OTHER PROGRAMS (note 12)</b>			
Revenue	-	4,607,568	4,410,037
Expenses	-	4,977,838	4,450,174
<b>(DEFICIT) FROM OTHER PROGRAMS</b>	<u>0</u>	<u>(370,270)</u>	<u>(40,137)</u>
<b>SURPLUS (DEFICIT) FOR YEAR</b>	<u>\$ 204,285</u>	<u>(228,935)</u>	<u>382,406</u>

See accompanying notes to financial statements

**ANSON GENERAL HOSPITAL**  
Iroquois Falls, Ontario

**STATEMENT OF CHANGES IN NET ASSETS**  
**YEAR ENDED MARCH 31, 2009**

	2009			2008
	Invested in capital assets	Unrestricted		Total
		Realized	Unrealized	
Balance, beginning of year	\$ 1,582,232	3,702,871	155,879	5,440,982
Excess (Deficiency) of Revenues over Expenses	(170,117)	(58,818)	-	(228,935)
Change in unrealized net assets (note 8)	-	-	(477,574)	(477,574)
Investment in Capital assets	2,045,963	(2,045,963)	-	-
Balance, end of year	\$ 3,458,078	1,598,090	(321,695)	4,734,473

See accompanying notes to financial statements

**ANSON GENERAL HOSPITAL**  
**Iroquois Falls, Ontario**

**STATEMENT OF CASH FLOW**  
**YEAR ENDED MARCH 31, 2009**

	2009	2008
Cash provided by (used for):		
Operating activities:		
Excess(deficiency) of revenues over expenses	\$ (228,935)	382,406
Items not involving cash:		
Amortization of capital assets	592,905	693,400
Amortization of deferred contributions related to capital assets	(422,788)	(525,500)
Employee Future Benefit Costs (note 5)	62,034	62,157
Change in non-cash operating working capital	729,869	187,217
	<u>733,085</u>	<u>799,680</u>
Financing and investing activities:		
Purchase of capital assets	(4,652,575)	(773,394)
Increase/(Decrease) in capital accounts payable	677,241	(334,669)
Deferred contributions capital received	477,919	1,806,995
Decrease in long term loan receivable	13,000	11,000
(Increase)/Decrease in investments	(6,284)	1,908,548
	<u>(3,490,699)</u>	<u>2,618,480</u>
Net increase (decrease) in cash	(2,757,614)	3,418,160
Cash and cash equivalents, beginning of year	3,418,606	446
Cash and cash equivalents, end of year	<u>\$ 660,992</u>	<u>3,418,606</u>

The above statement does not reflect cash activities within the Joint Venture (note 10) nor capital acquisitions within the Joint Venture.

Short-term highly liquid investments that are convertible to known amounts of cash and which are subject to an insignificant risk of change in value are included in cash and cash equivalents

Included in Cash and cash equivalents, end of year are redeemable Guaranteed Investment Certificates totalling \$358,925 (2008 - Bankers Acceptance & GIC's total \$3,221,314)

Cash and cash equivalents totalling \$300,910 are restricted for use for capital construction of Medical Clinic facility (2008- \$1,235,662)

See accompanying notes to financial statements.

**ANSON GENERAL HOSPITAL**  
Iroquois Falls, Ontario

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

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The Anson General Hospital (the "Hospital") was incorporated under the Corporations Act, 1953 through Letters of Patent issued on April 20, 1955. The Hospital is principally involved in providing essential quality health services for the citizens of Iroquois Falls and area. The Hospital is a registered charity under the Income Tax Act and accordingly is exempt from income taxes, provided certain requirements of the Income Tax Act are met.

**1. SIGNIFICANT ACCOUNTING POLICIES**

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles.

**Revenue Recognition**

The Hospital follows the deferral method of accounting for contributions which include donations and government grants.

The Hospital is funded primarily by the Province of Ontario in accordance with budget arrangements established by the Ministry of Health Operating grants and subsidies are recorded as revenue in the period to which they relate. Grants approved but not received at the end of an accounting period are accrued. Where a portion of a grant is related to a future period, it is deferred and recognized in that subsequent period. These financial statements reflect agreed arrangements approved by the Ministry with respect to the year ended March 31, 2009.

Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Externally restricted contributions are recognized as revenue in the year in which the related expenses are recognized. Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on a straight line basis, at a rate corresponding with the amortization rate for the related capital asset.

Restricted investment income is recognized as revenue in the year in which the related expenses are recognized.

Unrestricted investment income is recognized as revenue when earned. Gains/losses on investments held available-for-sale are recognized as income when actually realized on disposition of the investment. Unrealized gains/losses on fair value of investments available-for-sale are reflected directly on the Statement of Changes in Net Assets.

Revenue from the Provincial Insurance Plan, preferred accommodation, and marketed services is recognized when the goods are sold or the service is provided.

**Contributed Services**

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

**Use of Estimates**

The preparation of financial statements in conformity with Canadian generally accepted accounting principles 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 expenditures during the period. Actual results could differ from these estimates.

**ANSON GENERAL HOSPITAL**  
Iroquois Falls, Ontario

**NOTES TO FINANCIAL STATEMENTS**  
MARCH 31, 2009

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Investments**

Investments classified as "available for sale" are recorded at fair market value. The excess (deficiency) of fair market value over cost of investments held is reflected in the statement of Net Assets as "Unrealized" net assets. Investments are classified as current/non current in accordance with their intended holding period.

**Inventory**

Inventories are valued at the lower of average cost and replacement value.

**Capital assets**

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution where fair value can be reasonably determined. Assets acquired under capital leases are amortized over the estimated life of the assets or over the lease term, as appropriate. Repairs and maintenance are charged to expense. Betterments which extend the estimated life of an asset are capitalized. When a capital asset no longer contributes to the Hospital's ability to provide services, its carrying amount is written down to its residual value.

Included in capital assets are land, building and equipment that were acquired on the transfer of South Centennial Manor assets to the Hospital from the Board of Management for Cochrane District Home for the Aged. The assets consist of a 69 bed home for the aged and furnishings in Iroquois Falls, Ontario. The building was constructed in 1967 and renovated in 1985. Because fair value of assets acquired cannot be reasonably determined, they are recorded at the nominal cost of \$1. Subsequent additions are recorded at cost.

Capital Assets are amortized on a straight line basis using the following annual rates:

Buildings and Residential Properties	2.5% - 5%
Major Equipment	5% - 20%

**Compensated absences**

Compensation expense is accrued for all employees as entitlement to these payments is earned, in accordance with the Hospital's benefit plans.

**2. ACCOUNTS RECEIVABLE AND ACCRUED CAPITAL CONTRIBUTIONS**

	<u>2009</u>	<u>2008</u>
Ministry of Health (net)	\$ 14,570	0
Accrued capital contributions	902,843	0
Other	370,764	189,822
Due from MICs Partnership (note 17)	591,480	1,404,325
	<u>\$ 1,879,657</u>	<u>1,594,147</u>

**3 (a). LONG TERM NOTE RECEIVABLE - \$76,000 (2008- \$89,000)**

Under a recruitment incentive agreement the Hospital and the municipality committed to an interest free loan to an individual in the amount of \$200,000 in equal share. Subject to conditions specified in the agreement, the loan is repayable in monthly installments of \$1,500 commencing May 1, 2007. The loan is secured by a first mortgage on real estate property.

**ANSON GENERAL HOSPITAL**  
Iroquois Falls, Ontario

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**3 (b). INVESTMENTS**

	2009		2008	
	Market	Cost	Market	Cost
Managed and Mutual Funds available-for-sale	\$ 1,122,234	1,443,929	1,582,023	1,426,144
Mortgage on real property and chattels	94,724	94,724	106,225	106,225
	<u>\$ 1,216,958</u>	<u>1,538,653</u>	<u>1,688,248</u>	<u>1,532,369</u>

The Hospital is exposed to market risk on its publicly traded investments.

**4. CAPITAL ASSETS**

	2009			2008
	Cost	Accumulated Amortization	Net	Net
Land	\$ 32,707	-	32,707	32,707
Buildings	13,881,238	6,075,845	7,805,393	7,060,376
Construction in Progress-Medical Clinic facility	3,600,916	-	3,600,916	424,618
Software	29,076	24,849	4,227	5,918
Furnishing and equipment	5,039,336	3,901,096	1,138,240	998,194
Joint Venture - equipment (note 10)	735,579	735,579	-	-
	<u>\$ 23,318,852</u>	<u>10,737,369</u>	<u>12,581,483</u>	<u>8,521,813</u>

**5. EMPLOYEE FUTURE BENEFITS**

The Anson General Hospital and the MICs Group of Health Services provide extended health care, dental and life insurance benefits to substantially all employees.

The accrued benefit obligation and accrued benefit liability related to employees of MICs and participating hospitals is determined by actuarial calculations in aggregate for all employees. The latest actuarial valuation was dated May 24, 2007 for the fiscal year ending March 31, 2007. Expenses are allocated to respective facilities according to where services are provided by the respective employees. Current and prior year amounts are determined by extrapolating figures from the valuation along with particular estimates.

Experience gains and losses are amortized as follows:

Net gains or losses are combined with the unamortized balance of previous gains or losses, and the portion that exceeds 10% of the accrued benefit obligation is amortized over the remaining service period of active employees.

The Anson General Hospital's accrued benefit liability related to post-retirement benefit plans for its employees and its proportionate share of accrued benefit liability for MICs of the balance sheet at March 31, 2009 is determined as follows:

	Anson General Hospital	Share of MICs	2009 Total	2008 Total
Balance beginning of year	\$ 805,100	87,246	892,346	830,189
Additional Benefit Expense	79,400	10,434	89,834	84,957
Contributions by Employer	(27,800)	-	(27,800)	(22,800)
Net Benefit Expense	<u>51,600</u>	<u>10,434</u>	<u>62,034</u>	<u>62,157</u>
Balance of accrued benefit liability at end of year	<u>\$ 856,700</u>	<u>97,680</u>	<u>954,380</u>	<u>892,346</u>

**ANSON GENERAL HOSPITAL**  
Iroquois Falls, Ontario

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**5. EMPLOYEE FUTURE BENEFITS (continued)**

Additional benefit expense is comprised as follows:

	Anson General Hospital	Share of MICs	2009 Total	2008 Total
Cost of benefits	\$ 37,000	6,142	43,142	41,146
Interest on Accrued Benefit Obligation	41,500	4,292	45,792	42,911
Amortization of past service costs	900	0	900	900
Amortization of net actuarial gain	0	0	0	
<b>Benefit Expense</b>	<b>\$ 79,400</b>	<b>10,434</b>	<b>89,834</b>	<b>84,957</b>

The measurement date used to determine the accrued benefit obligation is March 31, 2009.  
The accrued benefit liability at March 31, 2009 is reconciled with the Accrued Benefit Obligation at March 31, 2009 as follows:

	Hospital	Share of MICs	2008 Total	2007 Total
Accrued Benefit obligation at March 31, 2009 as determined by actuarial valuation	\$ 901,400	94,683	996,083	934,949
Less: Unamortized amounts at March 31, 2009				
Actuarial experience loss	(37,800)	2,997	(34,803)	(34,803)
Past Service Costs	(6,900)	-	(6,900)	(7,800)
<b>Accrued employee benefit liability at March 31, 2009</b>	<b>\$ 856,700</b>	<b>97,680</b>	<b>954,380</b>	<b>892,346</b>

The significant actuarial assumptions adopted in estimating the accrued benefit obligation are as follows:

	2009	2008
Inflation Rate	3.0% per annum	3.0% per annum
Discount Rate	4.75% per annum	4.75% per annum
Dental benefits cost escalation	4.0% per annum	4.0% per annum
Medical benefits cost escalation- extended health care	8.9% decreasing 0.55% per annum to reach an ultimate rate of 4.5% per annum	9.45% decreasing to 0.55% per annum to reach an ultimate rate of 4.5% per annum

**6. DEFERRED CONTRIBUTIONS - Capital Assets**

Deferred capital contributions related to capital assets represent the unamortized amount and unspent amount of donations and grants received and accrued for the purchase of capital assets. The amortization of capital contributions is recorded as revenue in the statement of operations.

	2009	2008
Balance, beginning of year	\$ 8,350,206	7,060,696
Contributions during the year	1,380,762	1,815,010
Less amounts amortized to revenue	(422,788)	(525,500)
<b>Balance, end of year</b>	<b>\$ 9,308,180</b>	<b>8,350,206</b>

**7. INVESTMENT IN CAPITAL ASSETS**

	2009	2008
Capital assets	\$ 12,581,483	8,521,813
Less amounts financed by:		
Deferred contributions balance end of year	\$ (9,308,180)	(6,939,581)
Less unexpended funding	184,775	(9,123,405)
	<b>\$ 3,458,078</b>	<b>1,582,232</b>

**ANSON GENERAL HOSPITAL**  
Iroquois Falls, Ontario

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**8. CHANGE IN UNREALIZED NET ASSETS**

	2009	2008
Comprised as follows:		
Reduction of amount of unrealized gains/recognition of losses on investments arising from decrease in market value of available-for-sale investments	\$ 477,574	273,255
Realization of gains on disposition of investments	<u>-</u>	<u>97,199</u>
	<u>\$ 477,574</u>	<u>370,454</u>

**9. PENSION PLAN**

Substantially all of the employees of the Hospital are eligible to be members of the Hospital of Ontario Pension Plan, which is a multi-employer final average pay contributory pension plan. Employer contributions made to the plan during the year by the Hospital amounted to \$482,148 (2008 - \$499,640). These amounts are included in expenses in the operating fund Statement of Operations.

**10. INVESTMENT IN JOINT VENTURE**

In 2001, the North Eastern Health Services Alliance, which is a group of 8 hospitals in Northeastern Ontario, agreed to jointly participate in the installation of a Picture Archiving Communication System (PACS). This system provides digital diagnostic imaging communication capability amongst all hospitals in the group. Timmins and District Hospital / l'Hôpital de Timmins et du district was given the responsibility to administer the funds on behalf of this group.

During the 2008\09 fiscal year the remaining net liquid assets were distributed back to the original partners. The capital assets of the joint venture were fully amortized as of March 31, 2008 as were the related Deferred donations and grants

The Hospital's 7.13% share of assets, liabilities, revenue and expenses of the joint venture for the year ended March 31, 2009 are summarized as follows:

**STATEMENT OF FINANCIAL POSITION AT MARCH 31, 2009**

	2009	2008
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ -	12,367
Accounts Receivable	<u>-</u>	<u>-</u>
	-	12,367
<b>CAPITAL ASSETS</b>	<u>\$ -</u>	<u>12,367</u>
 <b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ -	12,367
Deferred interest earned	<u>-</u>	<u>-</u>
	-	12,367
<b>DEFERRED CAPITAL ASSISTANCE</b>	<u>\$ -</u>	<u>12,367</u>

**ANSON GENERAL HOSPITAL**  
Iroquois Falls, Ontario

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**10. INVESTMENT IN JOINT VENTURE (continued)**

The Hospital's proportion of current assets and current liabilities is reflected on the balance sheet in their respective sections as Other - Joint Venture.

**STATEMENT OF OPERATIONS FOR THE YEAR ENDED MARCH 31, 2009**

	<b>2009</b>	<b>2008</b>
<b>REVENUE</b>		
Interest	\$ 6,924	8,016
Amortization of deferred grants and donations, interest	-	111,214
	<u>6,924</u>	<u>119,230</u>
<b>EXPENSES</b>		
Allocation to partners	6,924	-
Amortization of equipment	-	119,230
	<u>6,924</u>	<u>119,230</u>
<b>NET INCOME</b>	<u>\$ -</u>	<u>-</u>

**11. SOUTH CENTENNIAL MANOR**

Anson General Hospital operates the long term care facility, South Centennial Manor, under agreement with the Ministry of Health. Services are to be provided in accordance with the applicable provincial legislation.

Revenues are as follows:

	<b>2009</b>	<b>2008</b>
Provincial Subsidies	\$ 2,631,105	2,569,936
Charges to residents	1,116,640	1,075,276
Other	27,585	26,470
	<u>\$ 3,775,330</u>	<u>3,671,682</u>

**12. OTHER PROGRAMS**

	<b>Revenue</b>	<b>Expense</b>	<b>Surplus/ (Deficit)</b>
<b>2009</b>			
South Centennial Manor	\$ 3,775,330	4,124,427	(349,097)
Cochrane Regional Lab Program	306,050	306,050	0
Family Health Team	526,188	547,361	(21,173)
	<u>\$ 4,607,568</u>	<u>4,977,838</u>	<u>(370,270)</u>
<b>2008</b>			
South Centennial Manor	\$ 3,671,682	3,613,837	57,845
Cochrane Regional Lab Program	306,050	306,050	0
Family Health Team	432,305	530,287	(97,982)
	<u>\$ 4,410,037</u>	<u>4,450,174</u>	<u>(40,137)</u>

**13. BUDGET FIGURES**

Budgets for South Centennial Manor are prepared on a calendar year basis consequently budget figures are not presented for Other Funding Sources

**ANSON GENERAL HOSPITAL**  
Iroquois Falls, Ontario

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

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**14. FINANCIAL INSTRUMENTS**

Fair Value - unless otherwise noted, the carrying values of financial instruments approximate their fair value.

Credit Risk - Credit risk arises from the potential that debtors will fail to honour their obligations. Included in Accounts Receivable and Accrued Capital Contributions is an amount receivable from the MICs Partnership of \$591,480 (2008-\$1,404,325). Management considers there is no significant credit risk associated with this receivable. The Hospital does not have significant exposure to credit risk arising from accounts receivable from any other party. A significant portion of the Hospital's Accounts Receivable and Accrued Capital Contributions is from Provincial or Federal governments.

**15. RELATED PARTY TRANSACTIONS**

The Hospital exercises significant influence over the The MICs Group of Health Services (MICs) by virtue of its being a member of the Partnership and its ability to appoint some of the Board of Directors. The Partnership was established to increase opportunities for collaboration between its member Hospitals in the sharing of costs and provision of health services. It is a non-profit organization.

Included in the Hospital expenses for the year is \$8,904,274 (2008 - \$8,050,290) paid (or payable) to the Partnership for the Hospital's share of costs functions, primarily general administration, paramedical and support services. Share of costs to participating hospitals are set by a methodology agreed to by the Board on a cost recovery basis.

The excess of amounts paid from the Hospital to MICs over amounts paid or to be paid by MICs on behalf of the Hospital at March 31, 2009 (\$591,480) is included in Accounts Receivable and Accrued Capital Contributions (2008- \$1,404,325). Amounts due to/from MICs bear no interest.

In 2007/2008 the Partnership began a major Information System implementation to allow participation in the regional NEON information systems network on behalf of the three MICs partners. The total capital cost of the software licences, contribution to hardware and implementation is projected to be approximately \$1,300,000. Government assistance to the participating MICs hospitals in total amount of \$685,000 towards the cost is anticipated, leaving the balance to be borne by the hospitals.

The capital cost of the system to March 31, 2009 (\$1,167,291) and the related accrued Government assistance will be reflected on the financial statement of the Partnership. The respective hospitals' share of costs after applying government assistance will be recognized in future years as the capital cost of the system and the related government assistance are amortized. The anticipated ultimate cost to be borne by Anson General Hospital after applying government assistance is approximately \$205,000.

**16. CONTRACTUAL OBLIGATIONS**

The Hospital has undertaken a project for the replacement of heating, ventilation and air conditioning at South Centennial Manor. Total cost of the work including consulting engineering fees is projected to be \$3,200,000. Anticipated financing includes Northern Ontario Heritage Fund Corporation conditional contribution of \$1,500,000, Ontario Infrastructure long term loan of \$650,000, Municipal contribution of \$150,000, and the balance of \$900,000 from Hospital funds. Expenditure to March 31, 2009 totalled approximately \$914,000 and is included in Capital Assets with Buildings. NOHFC contributions received and accrued to March 31, 2009 total \$368,116 and are included in Deferred Contributions - Capital assets.

**17. COMPARATIVE FIGURES**

Certain comparative figures have been restated to conform with current year presentation format.

**ANSON GENERAL HOSPITAL  
IROQUOIS FALLS, ONTARIO**

**SCHEDULE OF SALARIES & WAGES, AND SUPPLIES & OTHER EXPENSES  
YEAR ENDED MARCH 31, 2009**

<b>Department</b>	<b>Salaries and Wages</b>	<b>Supplies and Other</b>	<b>TOTAL 2009</b>	<b>TOTAL 2008</b>
Nursing Services	\$ 2,233,633	48,112	2,281,745	2,163,123
Diagnostic and Therapeutic	767,976	550,294	1,338,270	1,480,388
Education	27,115	32,668	59,783	76,348
Administration and Other	1,151,876	1,205,908	2,357,784	2,034,477
	<u>\$ 4,200,600</u>	<u>1,836,982</u>	<u>6,037,582</u>	<u>5,754,336</u>