St. Mary's Hospital, Camrose Foundation

Financial Statements
March 31, 2026

St. Mary's Hospital, Camrose Foundation

Statement of Financial Position

As at March 31, 2026

	2026 $	2025 $
Assets		
Current assets		
Cash	127,244	131,712
Accounts receivable	25,000	-
Goods and services tax recoverable	2,090	3,647
Prepaid expenses	3,069	1,435
	157,403	136,794
Investments (note 3)	7,676,427	7,163,885
	7,833,830	7,300,679
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	15,804	13,490
Due to related parties (note 4)	55,035	10,496
	70,839	23,986
Net Assets		
Donor restricted fund (note 5)	891,879	1,054,323
Internally restricted fund	13,805	5,000
Unrestricted fund	6,857,307	6,217,370
	7,762,991	7,276,693
	7,833,830	7,300,679

Commitments (note 6)

Approved by the Board of Directors

_____ Director _____ Director

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

St. Mary's Hospital, Camrose Foundation

Statement of Changes in Net Assets

For the year ended March 31, 2026

				2026	2025
	Unrestricted fund $	Internally restricted fund $	Donor restricted fund $	Total $	Total $
Net assets – Beginning of year	6,217,370	5,000	1,054,323	7,276,693	6,808,287
Excess (deficiency) of revenue over expenses for the year	723,020	(74,278)	(162,444)	486,298	468,406
Inter-fund transfer (note 9)	(83,083)	83,083	-	-	-
Net assets – End of year	6,857,307	13,805	891,879	7,762,991	7,276,693

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

St. Mary's Hospital, Camrose Foundation

Statement of Operations

For the year ended March 31, 2026

	Unrestricted fund $	Internally restricted fund $	Donor restricted fund $	2026 Total $	2025 Total $
Revenue and other income					
Investment income (note 7)	538,171	-	-	538,171	662,652
Donations and grants	253,707	-	158,414	412,121	242,570
WinWin lottery	-	-	25,786	25,786	29,449
	791,878	-	184,200	976,078	934,671
Expenses					
Grants to Covenant Health (St. Mary's Hospital, Camrose) (note 4)	-	63,580	346,644	410,224	374,380
Investment fees	45,968	-	-	45,968	43,659
Salaries and benefits (notes 4 and 8)	-	-	-	-	19,800
Professional fees	8,640	-	-	8,640	13,490
Scholarships	-	10,698	-	10,698	11,854
Office	14,250	-	-	14,250	3,082
	68,858	74,278	346,644	489,780	466,265
Excess (deficiency) of revenue over expenses for the year	723,020	(74,278)	(162,444)	486,298	468,406

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

St. Mary's Hospital, Camrose Foundation

Statement of Cash Flows

For the year ended March 31, 2026

	2026 $	2025 $
Cash provided by (used in)		
Operating activities		
Excess of revenue over expenses for the year	486,298	468,406
Items not affecting cash		
Unrealized loss (gain) on investments (note 7)	93,317	(316,273)
Realized gain on investments (note 7)	(426,386)	(177,654)
Stock dividends and other non-cash distributions	(205,000)	(168,639)
	(51,771)	(194,160)
Changes in non-cash working capital items		
Accounts receivable	(25,000)	-
Goods and services tax recoverable	1,557	(1,182)
Prepaid expenses	(1,634)	-
Accounts payable and accrued liabilities	2,314	592
Due to related parties	44,539	(29,895)
	(29,995)	(224,645)
Investing activities		
Proceeds from disposal of investments	2,122,392	992,772
Purchase of investments	(2,096,865)	(742,833)
	25,527	249,939
(Decrease) increase in cash during the year	(4,468)	25,294
Cash – Beginning of year	131,712	106,418
Cash – End of year	127,244	131,712

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

1 Authority and purpose

St. Mary's Hospital, Camrose Foundation (the Foundation) is incorporated under the Provincial Health Agencies Act.

The Foundation is a registered charitable organization that functions as the official fundraising arm of St. Mary's Hospital. This facility is included in the operations of Covenant Health. Covenant Health is an operator of voluntary health facilities and programs in the Province of Alberta.

The Foundation is governed by an appointed Board of Directors. Its principal purpose is to receive gifts and to raise funds to provide grants to Covenant Health (St. Mary's Hospital, Camrose Foundation). The Foundation supports capital equipment, programs, projects and services related to acute and continuing care, which go beyond publicly funded health-care programs and services. Grants must support the mission and values of Covenant Health.

The Foundation is exempt from payment of income taxes. Under the terms of the Income Tax Act (Canada), the Foundation is required to annually disburse amounts of at least 3.5% of the first $1,000,000 of the value of its assets and 5.0% of the value of assets in excess of $1,000,000 that are not used directly in its charitable programs or their administration. Failure to meet the minimum level of the required disbursements during the year may result in the revocation of the Foundation's charitable status. The Foundation has complied with all disbursement level requirements.

2 Summary of significant accounting policies

Basis of presentation

The Foundation has prepared these financial statements in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO). The following are the significant accounting policies.

Fund accounting

These financial statements have been prepared using the restricted fund method of accounting for contributions. The following funds have been established for financial reporting purposes:

- Donor restricted fund

  Donor restricted revenue consists of donations and grants, the proceeds of which must be used in accordance with the wishes of the donor or the terms of the funding grant. Donor restricted expenses consist of costs directly related to earning donor restricted revenue.

- Internally restricted fund

  Internally restricted revenue consists of donations and grants that have not been designated as donor restricted revenue, but on which internal restrictions have been imposed by the Board of Directors. Internally restricted expenses consist of costs directly related to the internally restricted fund.

- Unrestricted fund

  Unrestricted revenue consists of donations and grants that have not been designated as donor restricted revenue. Unrestricted expenses include costs directly related to earning unrestricted revenue and administration costs. Net investment income earned on non-endowment funds is reflected in the unrestricted fund. Net investment income includes realized investment earnings, as well as changes in unrealized investment gains and losses.

Revenue recognition

Unrestricted contributions are recognized as revenue of the unrestricted fund 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 of the donor restricted fund when received or receivable if the amount can be reasonably estimated and collection is reasonably assured.

Cash

Cash consists of cash on deposit with financial institutions.

Contributed goods and services

Other assets, supplies and service contributions that would otherwise have been purchased are recorded as revenue and expenses, at fair value at the date of contribution, when a fair value can be reasonably determined.

Volunteers contribute a significant amount of time each year to assist the Foundation in carrying out its programs and services. However, the contributed services of the volunteers are not recognized as revenue and expenses in these financial statements because fair value cannot be reasonably determined.

Financial instruments

Financial instruments consist of cash, investments, accounts payable and accrued liabilities and due to related parties. Cash, investments and accounts payable and accrued liabilities are initially recorded at fair value, and due to related parties is recorded at cost. Investments are subsequently measured at fair value with changes in fair value recorded in the statement of operations. All other financial instruments are subsequently recorded at amortized cost.

The initial fair value of financial instruments, other than those subsequently measured at fair value, is adjusted for financing fees or transaction costs directly attributable to the origination of the instrument. The Foundation accounts for the purchase and sale of investments using settlement date accounting.

Measurement uncertainty

Because the precise determination of certain assets, liabilities, revenue and expenses is dependent on future events, the preparation of these financial statements necessarily includes the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates.

3 Investments

	2026 $	2025 $
Fixed income mutual funds (cost - $3,157,629; 2025 - $3,195,960)	3,356,795	3,440,449
Canadian equities mutual funds (cost - $976,337; 2025 - $nil)	1,356,833	-
Global mutual funds (cost - $2,022,700; 2025 - $3,131,126)	2,187,709	3,723,436
	6,901,337	7,163,885
Global exchange traded funds (cost - $776,277; 2025 - $nil)	775,090	-
	7,676,427	7,163,885

4 Related party transactions and balance

Covenant Health, which includes St. Mary's Hospital, Camrose, is a related party and is responsible for appointing the Board of Directors of Covenant Foundation. Covenant Foundation is responsible for appointing the Board of Directors of the Foundation, and as such, controls the Foundation.

As at March 31, 2026, $54,648 (2025 – $10,496) is due to Covenant Health (St. Mary's Hospital, Camrose) for grants payable to the facility. During the year, the Foundation granted $410,224 (2025 – $374,380) to Covenant Health (St. Mary's Hospital, Camrose) and incurred salaries and employee benefits of $nil (2025 – $19,800) from Covenant Health. As at March 31, 2026, $387 (2025 – $nil) is due to Covenant Foundation for operational cost recoveries.

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount agreed on by the related parties.

Covenant Health also provides office space, financial management support, computer hardware, network security support and services and legal services to the Foundation for no consideration.

5 Donor restricted fund

The donor restricted fund is restricted for the support of operational and capital needs of Covenant Health (St. Mary's Hospital, Camrose) as follows:

	Donor restricted fund – Beginning of year $	Funds received $	Restricted funds expensed $	Donor restricted fund – End of year $
Capital improvements	716,894	22,764	(261,866)	477,792
Palliative care	165,147	2,725	(8,232)	159,640
Unit/program specific funds	92,621	79,495	(75,629)	96,487
Cancer clinic	20,056	52,716	-	72,772
Equipment	32,066	-	(111)	31,955
Other	2,271	25,000	-	27,271
Heart and stroke clinic	15,479	-	-	15,479
Spiritual care	7,689	1,000	(806)	7,883
Staff education	2,100	500	-	2,600
	1,054,323	184,200	(346,644)	891,879

6 Commitments

As at March 31, 2026, the Foundation has committed $360,393 (2025 – $5,000) to Covenant Health (St. Mary's Hospital, Camrose) to be disbursed in the next fiscal year.

7 Investment income

	2026 $	2025 $
Interest and dividends	205,102	168,725
Realized gain	426,386	177,654
Unrealized (loss) gain	(93,317)	316,273
	538,171	662,652

8 Fundraising

The Foundation is required to provide additional information to comply with the disclosure requirements of the Charitable Fundraising Act and Regulation. In the current year, $nil (2025 – $10,098) was paid to employees whose principal duties involve fundraising.

9 Inter-fund transfer

The Board of Directors imposes restrictions on fund balances by way of grant approvals, using funds from the unrestricted fund. These grants approved for Covenant Health (St. Mary's Hospital, Camrose) in the current year that remain outstanding are transferred to the internally restricted fund. This is offset by funds transferred back to the unrestricted fund relating to grants that were approved in prior years that were not utilized due to the cancellation or expiry of the grant.

10 Financial instruments

Market risk

The Foundation is subject to market risk with its investments recorded at fair value. Accordingly, the values of these financial instruments will fluctuate as a result of changes in market prices, market conditions, or factors affecting the fair value of the investments. Should the value of the financial instruments decrease significantly, the Foundation could incur material losses on disposal of the investments.