Hospice Palliative Care Society of Cape Breton County
Financial Statements
March 31, 2025

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For the year ended March 31, 2025

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Independent Practitioner's Review Engagement Report

To the Board of Hospice Palliative Care Society of Cape Breton:

We have reviewed the accompanying financial statements of Hospice Palliative Care Society of Cape Breton (the "Society") that comprise the statement of financial position as at March 31, 2025, and the statements of operations, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the Society, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Basis for Qualified Conclusion

In common with many not-for-profit organizations, the Society derives revenue from donations and fundraising activities, the completeness of which is not susceptible to us obtaining evidence we considered necessary for the purpose of the review. Accordingly, the evidence obtained of these revenues was limited to the amounts recorded in the records of the Society. Therefore, we were not able to determine whether any adjustments might be necessary to revenues, excess of revenues over expenses, cash flows from operations for the year ended March 31, 2025, current assets as at March 31, 2025 and fund balances as at March 31, 2025. Our conclusion on the financial statements as at and for the year ended March 31, 2025 was modified accordingly because of the possible effects of this limitation in scope.

Qualified Conclusion

Based on our review, except for the possible effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Hospice Palliative Care Society of Cape Breton as at March 31, 2025, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

MNP LLP

Sydney, Nova Scotia
September 24, 2025

Chartered Professional Accountants

Hospice Palliative Care Society of Cape Breton County
Statement of Financial Position
As at March 31, 2025

	2025			2024		
	Operating Fund	Restricted Fund	Total	Operating Fund	Restricted Fund	Total
ASSETS						
Current assets						
Cash	$ 272,954	$ 139,428	$ 412,382	$ 295,318	$ 81,885	$ 377,203
Term deposits – short term	203,323	526,626	729,949	100,830	100,830	201,660
Marketable securities	867	–	867	867	–	867
Accounts receivable	6,074	–	6,074	200	–	200
HST receivable	2,419	–	2,419	7,866	–	7,866
Prepaid expenses	–	–	–	34	72,790	72,824
Due from restricted fund	2,980	–	2,980	3,877	–	3,877
	488,617	666,054	1,154,671	408,992	255,505	664,497
Term deposits – long term	–	–	–	–	308,950	308,950
Property and equipment (note 2)	–	4,019,977	4,019,977	–	4,168,169	4,168,169
	$ 488,617	$ 4,686,031	$ 5,174,648	$ 408,992	$ 4,732,624	$ 5,141,616
LIABILITIES						
Current liabilities						
Accounts payable and accrued liabilities (note 3)	$ 12,517	$ 33,968	$ 46,485	$ 10,832	–	$ 10,832
Deferred revenue	11,966	–	11,966	–	–	–
Due to operating fund	–	2,980	2,980	–	3,877	3,877
	24,483	36,948	61,431	10,832	3,877	14,709
Commitment (note 5)						
FUND BALANCES						
Fund balances	464,134	4,649,083	5,113,217	398,160	4,728,747	5,126,907
	$ 488,617	$ 4,686,031	$ 5,174,648	$ 408,992	4,732,624	5,141,616

See accompanying notes to financial statements.

On behalf of the Board

Hospice Palliative Care Society of Cape Breton County

Statement of Operations

For the year ended March 31, 2025

	2025			2024		
	Operating Fund	Restricted Funds	Total	Operating Fund	Restricted Funds	Total
REVENUE						
Donations	$ 370,339	$ 113,150	$ 483,489	$ 231,872	$ 136,800	$ 368,672
Events and fundraisers, net (Schedule 2)	242,255	–	242,255	314,094	–	314,094
Investment and other income	37,460	529	37,989	33,055	488	33,543
	650,054	113,679	763,733	579,021	137,288	716,309
EXPENSES						
Amortization	–	164,988	164,988	–	163,097	163,097
Wages and benefits	214,292	–	214,292	204,406	–	204,406
Board and staff support	9,445	–	9,445	10,299	–	10,299
Home equipment program	5,835	–	5,835	7,042	–	7,042
Financial assistance fund	8,732	–	8,732	5,584	–	5,584
Flower program	1,037	–	1,037	1,247	–	1,247
Office	19,700	–	19,700	18,474	–	18,474
Miscellaneous	1,995	–	1,995	760	–	760
Volunteer expenses	2,211	–	2,211	1,426	–	1,426
Insurance	1,489	–	1,489	1,418	–	1,418
Education	10,336	–	10,336	6,559	–	6,559
Bereavement program	12,203	–	12,203	3,383	–	3,383
Credit card fees	4,835	–	4,835	3,207	–	3,207
Public relations	25,050	–	25,050	23,917	1,782	25,699
Professional fees	12,348	–	12,348	6,550	–	6,550
Program supplies	22,307	–	22,307	24,223	–	24,223
Facilities	59,166	–	59,166	70,818	–	70,818
An Cala renewal	–	201,454	201,454	–	16,161	16,161
	410,981	366,442	777,423	389,313	181,040	570,353
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	$ 239,073	$ (252,763)	$ (13,690)	$ 189,708	$ (43,752)	$ 145,956

See accompanying notes to financial statements.

Hospice Palliative Care Society of Cape Breton County

Statement of Changes in Fund Balances

For the year ended March 31, 2025

	2025			2024		
	Operating Fund	Restricted Funds	Total	Operating Fund	Restricted Funds	Total
BALANCE, BEGINNING OF YEAR	$ 398,160	$ 4,728,747	$ 5,126,907	$ 326,293	$ 4,654,658	$ 4,980,951
Transactions during the year						
Excess (deficiency) of revenues over expenses	239,073	(252,763)	(13,690)	189,708	(43,752)	145,956
Appropriation to restricted funds	(173,099)	173,099	–	(117,841)	117,841	–
BALANCE, END OF YEAR	$ 464,134	$ 4,649,083	$ 5,113,217	$ 398,160	4,728,747	$ 5,126,907

See accompanying notes to financial statements.

Hospice Palliative Care Society of Cape Breton County

Statement of Cash Flows

For the year ended March 31, 2025

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess (deficiency) of revenues over expenses	$ (13,690)	$ 145,956
Amortization	164,988	163,097
	151,298	309,053
Change in working capital		
Accounts receivable	(5,874)	225
HST receivable	5,447	(5,584)
Prepaid expense	72,824	(72,824)
Accounts payable and accrued liabilities	35,653	(13,225)
Deferred revenue	11,966	(10,862)
	120,016	102,270
CASH FLOWS FROM INVESTMENT ACTIVITIES		
Purchase of property and equipment	(16,796)	(15,094)
Increase in term deposits & marketable securities	(219,339)	(208,888)
	(236,135)	(223,982)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	35,179	(17,199)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	377,203	394,402
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 412,382	$ 377,203

See accompanying notes to financial statements.

Hospice Palliative Care Society of Cape Breton County (the Society) is incorporated under the Societies Act of the Province of Nova Scotia. Its principal purpose is to support and promote compassionate care for individuals and their loved ones who are living with a life-threatening illness. Its principal activities include programs which support individuals serviced by the Nova Scotia Health Authority's Cape Breton County Palliative Care Service, education programs and the organization of fundraising projects. The Society 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

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations.

(a) Basis of presentation

The Society follows the restricted fund method of accounting. The following is a description of the nature and purpose of each fund:

(i) Operating fund

The operating fund reports all the remaining residual activities of the Society and consists principally of the assets, liabilities, revenues and expenses associated with the core operations of the Society. Revenue includes contribution for which a specific purpose has not been designated by the donor.

(ii) Restricted fund

The restricted fund reports all designated assets, liabilities, revenues and expenses associated with specific purpose activities of the Society. Revenue includes contributions which have been restricted for a specific purpose by the donor. Contributions that have been restricted internally by the Society from undesignated contributions are recorded as an interfund transfer. Restricted funds include:

- An Cala Unit: to support ongoing comfort services to the unit at the Cape Breton Regional Hospital, and refresh of furniture and accessories.
- Hospice Residence: to support the future capital requirements of the residence for the Society.
- Physician Education: externally restricted fund to support palliative care education for physicians.

(b) Cash and cash equivalents

Cash and cash equivalents are comprised of cash on hand, cash in bank accounts net of outstanding cheques and deposits and short-term investments with original maturities of three months or less.

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution plus all costs directly attributable to the acquisition.

Amortization will be provided using the straight-line method at rates intended to amortize the cost of assets over their estimated useful lives.

	Basis	Rate
Building	Straight-line	40 years
Furniture and equipment	Straight-line	10 years

(d) Revenue recognition

Unrestricted contributions are recognized as revenue of the operating fund when received. Contributions that have been internally restricted by the Society are reported in the specific fund by way of an interfund transfer.

Externally restricted contributions are recognized as revenue in the restricted fund when received. Contributions are considered restricted when designated by the donor or when received on behalf of a specific event.

Pledged contributions are recorded when cash is received.

Interest income is recorded on an accrual basis. Income earned on externally restricted assets is reported in the specific restricted fund. Income earned on the internally restricted and operating accounts is recorded in the operating fund.

Revenue from special events is recognized when the services are provided, or the goods sold.

(e) Contributed services

The organization 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.

(f) Financial instruments

The Society recognizes its financial instruments when the Society becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value. Financial assets and liabilities originated and issued in related party transactions are initially measured at their carrying or exchange amount.

At initial recognition, the Society may irrevocably elect to subsequently measure certain financial instruments at fair value. No elections have been made in this regard.

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) Financial instruments (continued)

Financial assets measured at amortized cost include cash, term deposits, marketable securities and accounts receivables.

Financial liabilities measured at amortized cost include trade payables and accrued liabilities.

Transaction costs and financing fees directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in the deficiency of revenue over expenses for the current period. Conversely, transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

(g) Impairment

The Society assesses impairment of all of its financial assets measured at cost or amortized cost. The Society groups assets for impairment testing when available information is not sufficient to permit identification of each individually impaired financial asset in the group, there are numerous assets affected by the same factors or no asset is individually significant. Management considers whether the issuer is having significant financial difficulty, in determining whether objective evidence of impairment exists. When there is an indication of impairment, the Society determines whether it has resulted in a significant adverse change in the expected timing or amount of future cash flows during the year. If so, the Society reduces the carrying amount of any impaired financial assets to the highest of: the present value of cash flows expected to be generated by holding the assets or the amount that could be realized by selling the assets. Any impairment, which is not considered temporary, is included in current year excess of revenues over expenses.

The Society reverses impairment losses on financial assets when there is a decrease in impairment and the decrease can be objectively related to an event occurring after the impairment loss was recognized. The amount of the reversal is recognized in the excess of revenue over expenses in the year the reversal occurs.

(h) Measurement uncertainty (use of estimates)

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations 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 expenses during the reporting period.

Amortization is based on the estimated useful lives of capital assets.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

By their nature, these judgements are subject to measurement uncertainty, and the effect on the financial statements of changes in such estimates and assumptions in future years could be material. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reporting in excess of revenue over expenses in the years in which they become known.

2. PROPERTY AND EQUIPMENT

			2025	2024
	Cost	Accumulated amortization	Net book value	Net book value
Building	$ 4,030,631	$ 402,171	$ 3,628,460	$ 3,729,224
Furniture and equipment	638,702	248,242	390,460	438,945
Computer equipment	1,409	352	1,057	
	$ 4,670,742	$ 650,765	$ 4,019,977	$ 4,168,169

3. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2025	2024
Trade and other payable	$ 44,495	$ 9,116
Employee deductions payable	1,990	1,716
	$ 46,485	$ 10,832

4. FINANCIAL INSTRUMENTS

The Society is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following are the significant risks as of March 31, 2025:

a) Liquidity risk

Liquidity risk is the risk that the Society will encounter difficulty in meeting obligations associated with financial liabilities. The Society is exposed to liquidity risk arising primarily from its accounts payable and accrued liabilities. The Society manages its liquidity risk by constantly monitoring forecasted and actual cash flow. Accounts payable and accrued liabilities are normally paid within thirty days.

b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Future cash flows of its investments are fixed and not dependent on market interest rates after purchase. Therefore, there is minimal risk to the Society's investments.

5. COMPARATIVE FIGURES

The 2024 comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

Hospice Palliative Care Society of Cape Breton County

Schedule 1 – Restricted Funds

For the year ended March 31, 2025

	An Cala Unit		Hospice Residence		Physician Education		Total	
	2025	2024	2025	2024	2025	2024	2025	2024
RESTRICTED FUND BALANCE, BEGINNING OF YEAR	$ 94,556	$ 39,576	$ 4,613,355	$ 4,594,734	$ 20,836	$ 20,348	$ 4,728,747	$ 4,654,658
Revenues	113,150	71,800	–	65,000	529	488	113,679	137,288
Expenses	(201,454)	(17,943)	(164,988)	(163,097)	–	–	(366,442)	(181,040)
Appropriation from operating fund	426	1,123	172,673	116,718	–	–	173,099	117,841
Net increase (decrease) in restricted fund	(87,878)	54,980	7,685	18,621	529	488	(79,664)	74,089
RESTRICTED FUND BALANCE, END OF YEAR	$ 6,678	$ 94,556	$ 4,621,040	$ 4,613,355	$ 21,365	$ 20,836	$ 4,649,083	$ 4,728,747

Hospice Palliative Care Society of Cape Breton County
Schedule 2 – Events and Fundraisers
For the year ended March 31, 2025

	2025	2024
Dancing with the Stars		
Revenue	$ 200,906	$ 300,346
Expenses	42,845	49,650
	158,061	250,696
Together We Care Golf Tournament		
Revenue	100,585	72,409
Expenses	28,464	23,311
	72,121	49,098
Chinese Dinners		
Revenue	–	9,875
Expenses	–	4,802
		5,073
Hockey Ticket Draw		
Revenue	15,367	11,535
Expenses	3,294	2,835
	12,073	8,700
Pop-Up Shop		
Revenue	–	527
Expenses	–	–
		527
	$ 242,255	$ 314,095