

**ALEXANDRA MARINE AND GENERAL HOSPITAL
FINANCIAL STATEMENTS
MARCH 31, 2020**

SEEBACH & COMPANY
Chartered Professional Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of Governors and Members of Alexandra Marine and General Hospital

Opinion

We have audited the accompanying financial statements of Alexandra Marine and General Hospital ("the Hospital"), which are comprised of the balance sheet as at March 31, 2020 and the operating fund statement of revenue and expenses and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Hospital as at March 31, 2020, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAB).

Basis for 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 Hospital 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 opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PSAB, 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.

In preparing the financial statements, management is responsible for assessing the Hospital'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 Hospital or to cease operations, or has no realistic alternative but to do so.

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

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 or 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.

INDEPENDENT AUDITOR'S REPORT (continued)

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 Hospital'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 Hospital'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 Hospital to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated 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.

Seebach & Company

Chartered Professional Accountants
Licensed Public Accountants

Clinton, Ontario
May 27, 2020

**ALEXANDRA MARINE AND GENERAL HOSPITAL
BALANCE SHEET**

See Accompanying Notes to Financial Statements

As at March 31	2020	2019
ASSETS		
Current assets		
Cash	1,318,511	871,761
Accounts receivable	675,464	1,049,016
Inventories	359,543	348,639
Prepaid expenses	198,370	165,302
	<u>2,551,888</u>	<u>2,434,718</u>
Capital assets, net book value (note 3)	12,710,514	13,525,174
	<u>\$ 15,262,402</u>	<u>\$ 15,959,892</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued liabilities (note 4)	3,560,930	3,496,272
Employee future benefits (note 7)	154,200	168,100
Deferred revenue	32,825	-
	<u>3,747,955</u>	<u>3,664,372</u>
Long term liabilities		
Long-term debt (note 5)	-	138,395
Deferred capital contributions (note 6)	5,486,791	5,519,701
Employee future benefits (note 7)	1,499,600	1,452,200
	<u>10,734,346</u>	<u>10,774,668</u>
Net assets		
Invested in capital assets	7,223,723	7,867,078
Unrestricted	<u>(2,695,667)</u>	<u>(2,681,854)</u>
	<u>4,528,056</u>	<u>5,185,224</u>
	<u>\$ 15,262,402</u>	<u>\$ 15,959,892</u>

On behalf of the board of governors:

Laurel Jones Member
Alh Ball Member

ALEXANDRA MARINE AND GENERAL HOSPITAL
OPERATING FUND STATEMENT OF REVENUE AND EXPENSES

See Accompanying Notes to Financial Statements

For the Year Ended March 31	2020	2019
Revenue		
Ontario Health base funding (note 9)	17,789,667	17,440,108
One time funding	182,050	291,300
Other MOHLTC funding	2,717,388	2,622,487
Paymaster funding	393,227	438,686
Other votes funding (note 10)	1,845,964	1,881,117
Cancer Care Ontario	48,050	42,428
Recoveries and miscellaneous	668,587	608,393
Patient revenues and OHIP	1,696,438	1,613,518
Differential and copayment	153,139	174,481
Amortization of deferred capital contributions - equipment	526,195	551,493
	26,020,705	25,664,011
Expenses		
Salaries and benefits	15,567,442	15,270,129
Medical staff remuneration	3,663,994	3,489,426
Supplies and other expenses	3,478,257	3,468,841
Medical and surgical supplies	598,686	570,925
Drugs and medical gases	414,751	406,473
Other votes expenses (note 10)	1,851,995	1,882,602
Amortization - equipment	715,813	716,545
	26,290,938	25,804,941
Excess (deficiency) of revenue over expenses from Hospital operations	(270,233)	(140,930)
Other items affecting operations		
Amortization of deferred capital contributions - building and building service equipment	284,274	276,997
Amortization - building and building service equipment	(671,209)	(655,519)
	(386,935)	(378,522)
Excess (deficiency) of revenue over expenses for the year	(\$ 657,168)	(\$ 519,452)

ALEXANDRA MARINE AND GENERAL HOSPITAL**STATEMENT OF CHANGES IN NET ASSETS**

See Accompanying Notes to Financial Statements

For the Year Ended March 31			2020	2019
	Invested in Capital Assets	Unrestricted	Total	Total
Balance, beginning of year	7,867,078	(2,681,854)	5,185,224	5,704,676
Excess (deficiency) of revenues over expenses	(579,860)	(77,308)	(657,168)	(519,452)
Transfer between funds	(63,495)	63,495	-	-
Balance, end of year	<u>7,223,723</u>	<u>(2,695,667)</u>	<u>\$ 4,528,056</u>	<u>\$ 5,185,224</u>

ALEXANDRA MARINE AND GENERAL HOSPITAL
OPERATING FUND STATEMENT OF CASH FLOWS

See Accompanying Notes to Financial Statements

For the Year Ended March 31	2020	2019
Operating activities		
Excess of revenue over expenses for the year	(657,168)	(519,452)
Items not requiring (not providing) cash		
Amortization expense	1,387,022	1,372,064
Amortization of deferred capital grants and donations	(810,469)	(828,490)
Loss (gain) on disposal of capital assets	3,307	1,693
Working capital provided from operations	<u>(77,308)</u>	<u>25,815</u>
Cash provided from (used for) changes in operational balances		
Accounts receivable	373,552	61,627
Inventory	(10,904)	(21,698)
Prepaid expenses	(33,068)	(25,344)
Accounts payable and accrued liabilities	64,658	471,008
Employee future benefits - current	(13,900)	2,200
Deferred revenue	<u>32,825</u>	<u>-</u>
Cash provided from (used for) operating activities	<u>335,855</u>	<u>513,608</u>
Investing activities		
Net disposals (purchases) of capital assets	<u>(582,674)</u>	<u>(745,832)</u>
Financing activities		
Net proceeds (repayments) from long-term debt	(138,395)	(47,651)
Deferred building and equipment grants and donations	784,564	528,589
Employee future benefits - long-term	47,400	26,000
	<u>693,569</u>	<u>506,938</u>
Increase (decrease) in cash	446,750	274,714
Cash, beginning of year	<u>871,761</u>	<u>597,047</u>
Cash, end of year	<u><u>\$ 1,318,511</u></u>	<u><u>\$ 871,761</u></u>

ALEXANDRA MARINE AND GENERAL HOSPITAL

NOTES TO FINANCIAL STATEMENTS

For the Year Ended March 31, 2020

Alexandra Marine and General Hospital was incorporated by letters patent under the Ontario Business Corporations Act on June 3, 1901.

The Hospital is principally involved in providing health care services to the residents of the Town of Goderich and surrounding municipalities of Huron County. The Hospital is incorporated without share capital under the Corporations Act (Ontario) and is a charitable organization within the meaning of the Income Tax Act (Canada).

1. Significant accounting policies

The financial statements have been prepared in accordance with the Public Sector Accounting Handbook ("PS") which sets out Canadian generally accepted accounting principles ("GAAP") for government not-for-profit organizations ("GNPOs") in Canada. The Hospital has chosen to use the standards specified for GNPOs set out in PS 4200 to PS 4270. The significant accounting policies are summarized as follows:

a) Revenue recognition

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

The Hospital is primarily funded by the Province of Ontario in accordance with budget arrangements established by the Ministry of Health and Long-Term Care (MOHLTC) and the successor to the South West Local Health Integration Network, Ontario Health ("OH").

Operating grants are recorded as revenue in the period to which they relate. Grants approved but not received at the end of the accounting period are accrued. Where a portion of a grant relates to a future period, it is deferred and recognized in that subsequent period. These financial statements reflect arrangements with the Ministry of Health and Long-Term Care with respect to the year ended March 31, 2020.

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 including restricted cash are deferred and amortized into revenue on a straight-line basis, at a rate corresponding with the amortization rate for the related capital assets.

Revenue from the insurance plans, preferred accommodations, and marketed services is recognized when the goods are sold or the service is provided, the amounts can be reasonably estimated and collection is reasonably assured.

b) Inventories

Inventories are recorded at the lower of average cost and net realizable value. Cost comprises all costs to purchase, convert and any other costs incurred in bringing the inventories to their present location and condition.

c) Capital assets

Capital assets are recorded at cost. Assets are amortized over their estimated useful lives using the following rates on a straight-line basis:

Land improvements	10 - 20 years
Buildings	20 - 50 years
Building service equipment	10 - 25 years
Equipment	5 - 10 years
Information technology equipment	3 - 5 years

Construction in progress is not amortized until construction is complete and the facilities are placed into use.

ALEXANDRA MARINE AND GENERAL HOSPITAL

NOTES TO FINANCIAL STATEMENTS (continued)

For the Year Ended March 31, 2020

1. Significant accounting policies (continued)

d) Contributed services

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

e) Employee future benefits

The benefit obligation is amortized over the average remaining service period of the active employees. The cost of retirement benefits earned by employees is actuarially determined using the projected unit method pro-rated on service and management's best estimate of retirement ages of employees and expected health and dental care costs.

f) Use of estimates

The preparation of the financial statements in conformity with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions that affect the reporting amounts of assets and liabilities and disclosure of contingent assets and liabilities at the dates of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant items subject to such estimates and assumptions include the carrying amount of capital assets; valuation of receivables, inventories; and obligations related to employee future benefits. Actual results could differ from those estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in operations in the year in which they are known.

g) Financial instruments

The financial instruments are classified into one of five categories: held-for-trading, held-to-maturity, loans and receivables, available-for-sale financial assets or other financial liabilities. All financial instruments are measured in the balance sheet at fair value except for loans and receivables, held-to-maturity investments and other financial liabilities which are measured at amortized cost. Subsequent measurement and changes in fair value will depend on their initial classification, as follows: held-for-trading financial assets are measured at fair value and changes in fair value are recognized in net earnings; available-for-sale financial instruments are measured at fair value with unrealized changes in fair value recorded in the statement of changes in net assets until the investment is derecognized or impaired at which time the amounts would be recorded in the operating fund statement of revenue and expenses.

In accordance with the Canadian Public Sector Accounting Standards the Hospital has undertaken the following:

- (i) Designated cash and short-term investments as held-for-trading, being measured at fair value.
- (ii) Accounts receivable are classified as loans and receivables, which are measured at amortized cost.
- (iii) Marketable securities are designated as available-for-sale, which are recorded at fair value.
- (iv) Accounts payable and accrued liabilities and long-term debt are classified as other financial liabilities, which are measured at amortized cost.

ALEXANDRA MARINE AND GENERAL HOSPITAL
NOTES TO FINANCIAL STATEMENTS (continued)

For the Year Ended March 31, 2020

1. Significant accounting policies (continued)

g) Financial instruments (continued)

No financial statement recognition is given to embedded derivatives or non-financial contracts with derivative characteristics.

The Hospital also complies with PS 3450, "Financial Instruments", for the presentation and disclosure of financial instruments and non-financial derivatives.

The Hospital has elected to account for transactions as at the trade date.

h) Funding adjustments

The Hospital receives grants from the MOHLTC and Ontario Health (OH) for specific services. Pursuant to the related agreements, if the Hospital does not meet specified levels of activity, the MOHLTC or OH is entitled to seek refunds. Should any amounts become refundable, the refunds would be charged to operations in the period in which the refund is determined to be payable. Should programs and activities incur a deficit, the Hospital records any recoveries thereon in the period in which collection is received.

2. Restricted investments

Restricted investments reflect the investment of unused donations received from donors, restricted for future Hospital expenditures, and interest earned on those contributions.

The Hospital currently holds no investments.

3. Capital assets

	Cost	Accumulated Amortization	Net Book Value 2020	Net Book Value 2019
Land	153,868	-	153,868	153,868
Land improvements	208,494	112,639	95,855	105,462
Buildings	16,397,758	7,503,007	8,894,751	9,341,803
Building service equipment	4,998,017	3,560,768	1,437,249	1,610,247
Equipment	12,257,999	10,757,638	1,500,361	1,693,188
Information technology hardware/software	<u>3,248,189</u>	<u>2,619,759</u>	<u>628,430</u>	<u>620,606</u>
	<u>\$ 37,264,325</u>	<u>\$ 24,553,811</u>	<u>\$ 12,710,514</u>	<u>\$ 13,525,174</u>

4. Accounts payable and accrued liabilities

Accounts payable and accrued liabilities consist of:

	2020	2019
Trade payables	1,110,763	1,214,402
Salaries and deductions payable	1,194,935	1,117,247
Accrued vacation and statutory holiday payable	559,495	556,400
Other liabilities	<u>695,737</u>	<u>608,223</u>
	<u>\$ 3,560,930</u>	<u>\$ 3,496,272</u>

**ALEXANDRA MARINE AND GENERAL HOSPITAL
NOTES TO FINANCIAL STATEMENTS (continued)**

For the Year Ended March 31, 2020

5. Long-term obligations

	2020	2019
CT2 Loan, 2.91% per annum for rate term expiring January 2021, blended monthly payments of principal and interest of \$4,368, due December 2022	\$ -	\$ 138,395

The loan was paid off in full in June 2019.

6. Deferred capital contributions related to capital assets

Deferred capital contributions related to capital assets represent the unamortized amount received for the purchase of capital assets and consists of the following:

	2020	2019
Balance, beginning of year	5,519,701	5,819,602
Additional contributions	784,564	528,589
Less: Amounts amortized to revenue	(810,469)	(828,490)
Less: Net value of disposals	(7,005)	-
Balance, end of year	<u>\$ 5,486,791</u>	<u>\$ 5,519,701</u>

Included in the additional contributions for 2020 is HIRF funding received for the year totalling \$102,181. Of this amount \$86,537 was not spent in the current year due to delays related to COVID-19. In accordance with guidelines provided by the Ministry of Health, the Hospital will carryover the unspent funds at March 31, 2020 and will complete approved projects in fiscal 2020-21.

ALEXANDRA MARINE AND GENERAL HOSPITAL
NOTES TO FINANCIAL STATEMENTS (continued)

For the Year Ended March 31, 2020

7. Employee future benefits

The Alexandra Marine and General Hospital provides extended health care, dental and semi-private benefits to eligible retired employees. An independent actuarial study of the post-retirement benefits has been undertaken. The most recent valuation of the employee future benefits was prepared as at March 31, 2020.

At March 31, 2020 the Hospital's accrued benefit obligation related to post-retirement benefit plans was \$1,653,800 (2019: \$1,620,300), as detailed in the table below.

	2020	2019
Balance, beginning of year	1,620,300	1,592,100
Benefit cost	168,100	165,900
Contributions by the Hospital	<u>(134,600)</u>	<u>(137,700)</u>
Balance, end of year	1,653,800	1,620,300
Less: current portion	<u>154,200</u>	<u>168,100</u>
Long-term accrued benefit liability	<u>\$ 1,499,600</u>	<u>\$ 1,452,200</u>

The significant actuarial assumptions adopted in estimating the Hospital's accrued benefit obligations are as follows:

	2020	2019
Discount rate		
Beginning of year	3.18%	3.37%
End of year	3.29%	3.18%
General inflation	CPI rate is used	

8. Invested in capital assets

a) Net assets invested in capital assets are calculated as follows:

	2020	2019
Capital assets, net book value	12,710,514	13,525,174
Amounts financed by:		
Deferred capital contributions	(5,486,791)	(5,519,701)
Obligations under long-term debt	<u>-</u>	<u>(138,395)</u>
	<u>\$ 7,223,723</u>	<u>\$ 7,768,078</u>

b) Change in net assets invested in capital assets is calculated as follows:

	2020	2019
Excess of expenses over revenues:		
Gain on disposal of capital assets	(3,307)	(1,693)
Amortization of deferred capital contributions related to capital assets	810,469	828,490
Amortization of capital assets	<u>(1,387,022)</u>	<u>(1,372,064)</u>
	<u>\$ (579,860)</u>	<u>\$ (545,267)</u>
Net change in investments in capital assets:		
Purchase of capital assets	582,674	745,832
Capital assets funded by deferred capital contributions	(784,564)	(528,589)
Reduction in long-term debt	<u>138,395</u>	<u>47,651</u>
	<u>\$ (63,495)</u>	<u>\$ 264,894</u>

ALEXANDRA MARINE AND GENERAL HOSPITAL

NOTES TO FINANCIAL STATEMENTS (continued)

For the Year Ended March 31, 2020

9. Ontario Health base funding

Upon approval from the Ministry of Health and Long Term Care and Ontario Health \$40,735 of the unspent Transformational Fund was utilized towards offsetting current year COVID-19 expenditures. This amount included \$38,103 of operating costs and as such the revenue has been reported in Ontario Health base funding, with the remaining \$2,632 being capital and included in deferred capital contributions.

Also included in Ontario Health base revenue is \$4,992 of prior year recoveries (2019: \$1,156).

10. Other votes

The Alexandra Marine and General Hospital operates programming which is funded separately from general hospital operations. The OH funds the Community Mental Health Program (CMHP) and the Ministry of Children and Youth Services (MCYS) funds the Preschool Speech and Language Program (PSLP).

	2020	2019
Revenues		
Community Mental Health Program	1,654,603	1,689,073
Preschool Speech and Language Program	<u>191,361</u>	<u>192,044</u>
	<u>\$ 1,845,964</u>	<u>\$ 1,881,117</u>
Expenses		
Community Mental Health Program	1,654,603	1,689,073
Preschool Speech and Language Program	<u>197,392</u>	<u>193,529</u>
	<u>\$ 1,851,995</u>	<u>\$ 1,882,602</u>

11. Pension plan

Employees of the Hospital are eligible to be members of the Hospitals of Ontario Pension Plan (HOOPP) which is a multi-employer final average pay contributory pension plan. Contributions made to the Plan during the year by the Hospital amounted to \$1,090,999 (2019: \$1,081,049) and are included in the operating fund statement of revenue and expenses.

12. Economic interest

The Hospital has an economic interest in the Alexandra Marine and General Hospital Foundation. The Foundation was established to solicit funds on behalf of the Hospital. The Foundation has net assets totalling \$3,755,147 (2019: \$2,699,722) for the benefit of the Hospital.

13. Financial risks and concentration of credit risks

Credit risk

Credit risk refers to the risk that a counterpart may default on its contractual obligations resulting in a financial loss. The Hospital is exposed to credit risk with respect to the accounts receivable.

The Hospital assesses, on a continuous basis, accounts receivable and provides for any amounts that are not collectible in the allowance for doubtful accounts. The maximum exposure to credit risk of the Hospital at March 31, 2020 is the carrying value of these assets.

The carrying amount of accounts receivable is valued with consideration for an allowance for doubtful accounts. The amount of any related impairment loss is recognized in the operating fund statement of revenue and expenses. Subsequent recoveries of impairment losses related to accounts receivable are credited to the operating fund statement of revenue and expenses. The balance of the allowance for doubtful accounts at March 31, 2020 is \$98,000 (2019: \$73,000).

There is a possibility of increased credit risk exposure due to the impact of COVID-19 on the economy.

ALEXANDRA MARINE AND GENERAL HOSPITAL NOTES TO FINANCIAL STATEMENTS (continued)

For the Year Ended March 31, 2020

13. Financial risks and concentration of credit risks (continued)

Liquidity risk

Liquidity risk is the risk that the Hospital will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The Hospital manages its liquidity risk by monitoring its operating requirements. The Hospital prepares budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations.

The Hospital could experience increased liquidity exposure in the 2020/21 fiscal year due to (a) the impact of COVID-19 with increased pressures on expenditures as well as on the ability to generate and recover revenue, and (b) uncertainty of timing of recoveries from OH and MOHLTC.

Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates or interest rates will affect the Hospital's income or the value of its holdings of financial instruments. The objective of market risk management is to control market risk exposures within acceptable parameters while optimizing return on investments.

The Hospital is not exposed to market risk.

Interest rate risk

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

At March 31, 2020, the Hospital has no long-term debt, with only the advances under the bank credit facility subject to fluctuations from market rates.

There has been no change to the interest rate risk exposure from 2019.

14. Subsequent events

On March 11, 2020, the World Health Organization characterized the outbreak of a strain of the novel corona virus ["COVID-19"] as a pandemic which has resulted in a series of public health and emergency measures that have been put into place to combat the spread of the virus. Subsequent to year-end, governments worldwide have continued to enact emergency measures to combat the spread of the virus. As a result, the Hospital is experiencing changes in demand for its services and is working to mitigate the financial impacts while carrying out its response to the impacts of COVID-19.

As COVID-19 continues to spread, the potential impacts, including a global, regional or other economic recession, are increasingly uncertain and difficult to assess. Management considered the impact of COVID-19 in its assessment of the Hospital's assets and liabilities and its ability to continue as a going concern. Although COVID-19 has had an impact on the Hospital's funding and operations, measures will be implemented to ensure that the Hospital is able to maintain its core operations and COVID-19 response. Furthermore, the Hospital is tracking and reporting expenses related to the COVID-19 response and is applying for government reimbursement of hospital-incurred expenses in order to mitigate the financial impacts.

The duration and impact of the COVID-19 outbreak is unknown at this time, nor is the efficacy of the government and central bank monetary and fiscal interventions designed to stabilize economic conditions and slow the spread of the disease. As a result, it is not possible to reliably estimate the length and severity of these developments nor the impact on the financial position and financial results of the Hospital in future years.