



Grant Thornton

Financial statements

Cape Breton District Health Authority

March 31, 2011

## Contents

	<b><u>Page</u></b>
Auditor's report	1-2
Statement of operations	3
Statement of financial position	4
Statement of changes in net assets	5
Statement of cash flows	6
Notes to the financial statements	7 - 18



# Grant Thornton

To the Chairperson and members of  
  
Cape Breton District Health Authority

**Grant Thornton LLP**  
500 George Street  
Suite 200  
Sydney, NS B1P 1K6  
T (902) 562-5581  
F (902) 562-0073  
[www.GrantThornton.ca](http://www.GrantThornton.ca)

We have audited the accompanying financial statements of the Cape Breton District Health Authority, which comprise the statement of financial position as at March 31, 2011, and the statement of operations, net assets, and statement of 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 generally accepted accounting standards, 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.

## **Auditor's responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



# Grant Thornton

## Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Cape Breton District Health Authority as at March 31, 2011, and the results of its operations, and its cash flows for the year then ended in accordance with Canadian generally accepted accounting standards.

Sydney, Nova Scotia

June 27, 2011

*Grant Thornton LLP*

Chartered accountants

# Cape Breton District Health Authority

## Statement of operations

Year ended March 31

2011

2010

### Revenue:

Net patient income		
Provincial plan	\$ 244,328,956	\$ 235,492,297
Other	17,674,560	15,681,078
Employee future benefits (Note 9)	4,823,011	3,291,895
Net differential	1,652,968	1,696,782
Miscellaneous	803,974	1,523,742
Interest income	139,982	58,261
Referred in work	44,224	47,058
	<u>269,467,675</u>	<u>257,791,113</u>

### Expenditures:

Nursing inpatient services	71,095,734	69,276,871
Support services	60,607,489	58,282,505
Diagnostic and therapeutic services	44,932,290	42,010,879
Ambulatory care services	23,414,639	23,500,862
Primary health care	1,039,416	904,663
Addiction services	6,211,680	6,405,386
Public health	4,924,478	5,822,349
Continuing care	21,581,432	18,622,588
Education	528,260	562,945
Employee future benefits expense (Note 9)	4,823,011	3,291,895
Renal and dialysis	5,810,953	5,565,088
Mental health	14,697,835	14,095,033
Palliative care and cancer clinic	9,797,851	9,361,922
	<u>269,465,068</u>	<u>257,702,986</u>

Excess of revenue over expenditures before amortization	<u>2,607</u>	<u>88,127</u>
---	--------------	---------------

Amortization of deferred contributions related to capital assets (Note 11)	10,568,808	9,984,604
Amortization of capital assets (Note 11)	<u>(10,568,808)</u>	<u>(9,984,604)</u>
	<u>-</u>	<u>-</u>

Excess of revenue over expenditures	<u>\$ 2,607</u>	<u>\$ 88,127</u>
-------------------------------------	-----------------	------------------

See accompanying notes to financial statements.

# Cape Breton District Health Authority

## Statement of financial position

Year ended March 31

2011

2010

### Assets

#### Current

Cash	\$ 10,865,165	\$ 5,703,986
Receivables (Note 3)	21,237,602	20,388,938
Inventories (Note 5)	3,720,313	3,576,422
Prepaid expenses	<u>679,870</u>	<u>603,240</u>

	<b>36,502,950</b>	<b>30,272,586</b>
Capital assets (Note 6)	162,191,547	154,604,367
Employee future benefits (Note 9)	27,782,199	25,833,668
Other (Note 7)	<u>506,641</u>	<u>545,441</u>

	<b><u>\$ 226,983,337</u></b>	<b><u>\$ 211,256,062</u></b>
--	------------------------------	------------------------------

### Liabilities

#### Current

Payables and accruals (Note 8)	\$ 32,764,196	\$ 28,076,301
Deferred revenue	<u>6,165,334</u>	<u>4,797,915</u>
	<b>38,929,530</b>	<b>32,874,216</b>

Employee future benefits (Note 9)	27,782,199	25,833,668
Due to Department of Health and Wellness	470,240	505,240
Deferred contributions related to capital assets (Note 10)	<u>159,804,782</u>	<u>152,048,959</u>
	<b><u>226,986,751</u></b>	<b><u>211,262,083</u></b>

#### Deficiency

Unrestricted	(2,390,181)	(2,561,430)
Investment in capital assets (Note 11)	<u>2,386,767</u>	<u>2,555,409</u>
	<b><u>(3,414)</u></b>	<b><u>(6,021)</u></b>

	<b><u>\$ 226,983,337</u></b>	<b><u>\$ 211,256,062</u></b>
--	------------------------------	------------------------------

Contingencies (Note 14)

Commitments (Note 15)

On behalf of the Board

\_\_\_\_\_  
Director \_\_\_\_\_ Director

See accompanying notes to the financial statements.

---

# Cape Breton District Health Authority

## Statement of changes in net assets

Year ended March 31, 2011

---

	<u>Unrestricted</u>	<u>Investment in capital assets</u>	<b><u>Total 2011</u></b>	<u>Total 2010</u>
Balance, beginning of year	\$ (2,561,430)	\$ 2,555,409	\$ (6,021)	\$ (94,148)
Excess of revenue over expenditures (expenditures over revenue)	<u>171,249</u>	<u>(168,642)</u>	<u>2,607</u>	<u>88,127</u>
Balance, end of year	<u>\$ (2,390,181)</u>	<u>\$ 2,386,767</u>	<u>\$ (3,414)</u>	<u>\$ (6,021)</u>

---

See accompanying notes to financial statements.

# Cape Breton District Health Authority

## Statement of cash flows

Year ended March 31

2011

2010

Increase (decrease) in cash and cash equivalents:

### Operating

Excess of revenue over expenditures	\$ 2,607	\$ 88,127
Amortization of capital assets	10,568,808	9,984,604
Amortization of deferred contributions related to capital assets	(10,568,808)	(9,984,604)
Change in non-cash operating working capital (Note 13)	<u>4,989,930</u>	<u>(4,428,249)</u>
	<u>4,992,537</u>	<u>(4,340,122)</u>

### Investing

Purchases of capital assets	(18,155,989)	(10,279,330)
Additions to deferred contributions related to capital assets	<u>18,324,631</u>	<u>10,737,957</u>
	<u>168,642</u>	<u>458,627</u>

Net increase (decrease) in cash and cash equivalents	5,161,179	(3,881,495)
Cash and cash equivalents, beginning of year	<u>5,703,986</u>	<u>9,585,481</u>
Cash and cash equivalents, end of year	<u>\$ 10,865,165</u>	<u>\$ 5,703,986</u>

See accompanying notes to financial statements.



---

# Cape Breton District Health Authority

## Notes to the financial statements

---

March 31, 2011

---

### 1. Nature of operations

The Health Authority's principal activity is to operate and manage designated hospitals and provide other health related activities to the residents of Cape Breton.

---

### 2. Significant accounting policies

These financial statements have been prepared in accordance with generally accepted accounting principles. Significant accounting policies are summarized as follows:

#### Revenue recognition

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

The Health Authority is funded primarily by the Province of Nova Scotia in accordance with budget arrangements established by the Department of Health. Operating grants 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 relates to a future period, it is deferred and recognized in that subsequent period.

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, other than endowment 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 assets.

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.

#### Inventory

Inventories are recorded at the lower of average cost and replacement value. The cost of inventories is comprised of purchase price. Inventories are written down to replacement value when the cost of inventories is not estimated to be recoverable due to obsolescence or damage. When circumstances that previously caused inventories to be written down below cost no longer exist the amount of the write-down previously recorded is reversed. Costs that do not contribute to bringing inventories to their present location and condition, such as storage and administrative overheads, are specifically excluded from the cost of inventories and are expensed in the period incurred.

---

# Cape Breton District Health Authority

## Notes to the financial statements

---

March 31, 2011

---

### 2. Significant accounting policies (continued)

#### Capital assets

Capital assets are stated at cost less accumulated amortization and amortized on the straight-line basis using the following annual rates:

Land improvements	5%
Buildings and service equipment	2% - 5%
Equipment	5% - 20%

#### Employee future benefits

The employee future benefit obligations and current employee future benefit expense are recorded in the Statement of financial position and Statement of operation, respectively. These obligations have been agreed to be funded by the Province of Nova Scotia, and accordingly, a corresponding receivable has been recorded from the Department of Finance.

i) Retirement allowance/public service awards

Per Union Collective Agreements, employees are entitled to a payment of one week's salary, to certain maximums, for every year of full-time service that an employee has contributed to the organization. Annually, the Province of Nova Scotia contracts a third party to perform an Actuarial Valuation for all government departments, government agencies and boards.

ii) Retirement health benefits

As a result of recent NSNU, CAW, and CUPE union negotiations, certain retirement health benefits will be cost shared between the employees and District Health Authorities.

#### Cash and cash equivalents

Cash and cash equivalents include cash on hand and balances with banks with original maturities of three months or less. Bank borrowings are considered to be financing activities.

#### Use of estimates

In preparing the Authority's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the period. Actual results could differ from these estimates.

---

# Cape Breton District Health Authority

## Notes to the financial statements

---

March 31, 2011

---

### 2. Significant accounting policies (continued)

#### Financial instruments

The Authority classifies all financial assets and liabilities as either held for trading, receivables or liabilities. Financial instruments classified as held for trading are measured at fair value with changes in fair value recognized in net income in the period in which they arise.

The Authority's financial instruments consist of cash, receivables, payables and accruals, and deferred contributions. Unless otherwise noted, it is management's opinion that the Authority is not exposed to significant interest, currency, or credit risks arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.

---

3. Receivables	<u>2011</u>	<u>2010</u>
Patients, medical service insurance, Level II Care, veterans	\$ 1,859,448	\$ 1,411,970
Harmonized sales tax	2,665,815	1,547,922
Hospital Foundations (Note 12)	4,256,384	1,953,387
Sundry	2,053,582	2,628,835
Department of Health and Wellness (Note 4)		
Nova Scotia Hospital Information System	-	491,223
Vacation accrual	2,650,890	2,521,282
Capital funding	4,592,508	5,258,613
Other	2,801,068	3,312,227
Retirement payouts	357,907	1,064,692
Addiction Services and Public Health	-	198,787
	<u>\$ 21,237,602</u>	<u>\$ 20,388,938</u>

---

# Cape Breton District Health Authority

## Notes to the financial statements

March 31, 2011

### 4. Accounts with the Department of Health and Wellness

The Health Authority has the following accounts with the Department of Health and Wellness:

	<u>2011</u>	<u>2010</u>
Accounts receivable (payable)		
Employee future benefits (Note 9)	\$ 27,782,199	\$ 25,833,668
Nova Scotia Hospital Information System	-	491,223
Vacation accrual	2,650,890	2,521,282
Capital funding	4,592,508	5,258,613
Other	2,598,043	1,757,019
Retirement allowance payouts	357,907	1,064,692
NSNU premiums	-	-
Retiree health benefits	7,609	117,680
Community Rehab	195,416	635,998
Addiction Services and Public Health	-	198,787
New Hospital construction	(470,240)	(505,240)
Incremental H1N1	-	916,861
Incremental SAP	-	389,909
	<u>\$ 37,714,332</u>	<u>\$ 38,680,492</u>

### 5. Inventories

	<u>2011</u>	<u>2010</u>
Drugs	\$ 1,496,273	\$ 1,396,474
Medical and surgical	703,555	672,811
Food	121,725	126,701
General	<u>1,398,760</u>	<u>1,380,436</u>
	<u>\$ 3,720,313</u>	<u>\$ 3,576,422</u>

# Cape Breton District Health Authority

## Notes to the financial statements

March 31, 2011

6. Capital assets			<u>2011</u>	<u>2010</u>
	<u>Cost</u>	<u>Accumulated amortization</u>	<u>Net book value</u>	<u>Net book value</u>
Land	\$ 532,958	\$ -	\$ 532,958	\$ 532,958
Land improvements	4,101,197	2,988,987	1,112,210	1,304,869
Buildings and service equipment	210,273,047	87,782,065	122,490,982	126,413,542
Equipment	109,036,426	88,240,599	20,795,827	19,194,607
Construction in progress	17,259,570	-	17,259,570	7,158,391
	<u>\$ 341,203,198</u>	<u>\$179,011,651</u>	<u>\$ 162,191,547</u>	<u>\$154,604,367</u>

7. Other	<u>2011</u>	<u>2010</u>
Due from Buchanan Memorial Hospital Foundation	\$ 497,641	\$ 536,441
Investment	<u>9,000</u>	<u>9,000</u>
	<u>\$ 506,641</u>	<u>\$ 545,441</u>

8. Payables and accruals	<u>2011</u>	<u>2010</u>
Accounts payable	\$ 13,413,125	\$ 12,478,748
Salaries	14,875,758	11,354,935
Vacation pay accrual	3,528,530	3,436,085
Holiday pay accrual	<u>946,783</u>	<u>806,533</u>
	<u>\$ 32,764,196</u>	<u>\$ 28,076,301</u>

# Cape Breton District Health Authority

## Notes to the financial statements

March 31, 2011

### 9. Other receivables/liabilities

#### Employee future benefits

Retirement allowances paid to employees upon retirement are actuarially determined. The retirement allowance value is calculated by the Provincial Department of Finance for District Health Authorities. It is calculated using the projected benefit method prorated on service as required under section 3250 of the Public Sector Accounting Handbook. Experience gains and losses and assumption changes are amortized on a linear basis over the expected average remaining service life of 10 years. Annually, results along with values to record the liability and expenses are provided by the Department of Finance. The Department of Finance fully funds this liability, thus an offsetting accounts receivable balance is recorded.

The Province of Nova Scotia Retiring Allowance Program for Health Care Facilities provides benefits for employees of the Cape Breton District Health Authority upon retirement. The province contracts a third party to perform an actuarial valuation for all government departments, agencies and boards. The latest actuarial valuation was conducted as at September 30, 2010. Actuarial liabilities as at March 31, 2011, were extrapolated from the results of the September 30, 2010, actuarial valuation.

Cape Breton District Health Authority has provided for retirement allowances as follows:

	<u>2011</u>	<u>2010</u>
<b><i>Accrued benefit liability</i></b>		
Balance, beginning of year	\$ 17,634,028	\$ 16,926,932
Current service cost	1,308,300	1,270,200
Interest cost	1,153,930	1,146,350
Amortization of experience loss	1,627,170	157,626
Estimated fiscal payments for employees	<u>(2,684,880)</u>	<u>(1,867,080)</u>
Balance, end of year	<u>\$ 19,038,548</u>	<u>\$ 17,634,028</u>
<b><i>Reconciliation to funding status</i></b>		
Funding status – plan deficit	\$ 25,075,095	\$ 24,981,545
Unamortized net actuarial loss	<u>(6,036,547)</u>	<u>(7,347,517)</u>
	<u>\$ 19,038,548</u>	<u>\$ 17,634,028</u>
<b><i>Employee future benefits expense</i></b>		
Current service cost	\$ 1,308,300	\$ 1,270,200
Interest cost	1,153,930	1,146,350
Amortization of experience loss	<u>1,627,170</u>	<u>157,626</u>
	<u>\$ 4,089,400</u>	<u>\$ 2,574,176</u>

# Cape Breton District Health Authority

## Notes to the financial statements

March 31, 2011

### 9. Other receivables/liabilities (continued)

The significant actuarial assumptions adopted in measuring the Authority's employee future benefits are as follows (weighted-average assumptions) as at March 31, 2011:

Retirement allowance:

Discount rate	4.75%
Retirement % at age 65	75.00%
Average age of employees	46.80
Average age of services	9.80
Future mortality rate	No pre-retirement mortality assumed
Rate of compensation increase	2.65%-5.15%

### Employee future benefits

All accumulated liabilities from the retiring allowance program of the Cape Breton District Health Authority will be fully funded by the Province of Nova Scotia, up to and including March 31, 2011.

### Retirement health benefits

Retirement Health Benefits paid to employees upon retirement are actuarially determined. The retirement health benefit value is calculated by the Provincial Department of Finance for District Health Authorities. It is calculated using the projected benefit method prorated on service as required under section 3250 of the PSAB handbook. Annually, results along with values to record the liability and expenses are provided by the Department of Finance. The Department of Finance fully funds this liability, thus an offsetting accounts receivable is recorded.

The Department of Finance engaged a consultant to conduct an actuarial valuation of the post-retirement health subsidy negotiated between NSNU, CUPE and CAW, and the District Health Authorities. The CAW/CUPE agreement was extended effective April 1, 2007, to non union personnel. The results are based on an actuarial valuation for accounting purposes conducted as at April 1, 2006. Actuarial liabilities as at March 31, 2011, were extrapolated from the results of a second actuarial valuation as at March 31, 2009.

Cape Breton District Health Authority has provided for retirement health benefits as follows:

	<u>2011</u>	<u>2010</u>
<b><i>Accrued benefit liability</i></b>		
Balance, beginning of year	\$ 8,199,640	\$ 7,591,038
Current service cost	389,200	364,800
Interest cost	379,500	366,300
Amortization of experience gains	(35,089)	(13,378)
Estimated fiscal payments for employees	<u>(186,600)</u>	<u>(109,120)</u>
Balance, end of year	<u>\$ 8,743,651</u>	<u>\$ 8,199,640</u>

# Cape Breton District Health Authority

## Notes to the financial statements

March 31, 2011

### 9. Other receivables/liabilities (continued)

<b><i>Reconciliation to funding status</i></b>	<b><u>2011</u></b>	<b><u>2010</u></b>
Funding status – deficiency	\$ (9,084,840)	\$ (7,879,940)
Unamortized actuarial losses (gains)	<u>341,189</u>	<u>(319,700)</u>
	<b><u>\$ 8,743,651</u></b>	<b><u>\$ (8,199,640)</u></b>

### ***Employee future benefits expense***

Current service cost	\$ 389,200	\$ 364,800
Interest cost	379,500	366,300
Amortization of experience (gains) losses	<u>(35,089)</u>	<u>(13,378)</u>
	<b><u>\$ 733,611</u></b>	<b><u>\$ 717,722</u></b>

The significant actuarial assumptions adopted in measuring the Authority's employee future benefits are as follows (weighted-average assumptions) as at March 31, 2011:

#### Retirement Health Benefits

	<u>CAW/CUPE/Non-Union</u>	<u>NSNU</u>
Discount rate	4.75%	4.75%
Number of employees CAW and CUPE	1310	577
Retirement % at age 65	75.00%	75.00%
Average age of employees	46.80	44.80
Average service	15.62	15.40
Future mortality rate	UP 94 projected to 2020	

All accumulated liabilities from the post-retirement Health Subsidy for CUPE and CAW of the Cape Breton District Health Authority will be fully funded by the Province of Nova Scotia, up to and including March 31, 2011.

The Authority's future benefits expense for the year was \$4,823,011 (2010 - \$3,291,895).



---

# Cape Breton District Health Authority

## Notes to the financial statements

---

March 31, 2011

---

### 10. Deferred contributions related to capital assets

Deferred capital contributions related to capital assets represent the unamortized amount of donations and grants received for the purchase of capital assets. The amortization of deferred capital contributions is recorded as revenue in the statement of operations. The changes in the deferred contributions balance during the period are as follows:

	<u>2011</u>	<u>2010</u>
Balance, beginning of year	\$ 152,048,959	\$ 151,295,606
Additional contributions received	18,324,631	10,737,957
Less: amounts amortized to revenue	<u>(10,568,808)</u>	<u>(9,984,604)</u>
	<u>\$ 159,804,782</u>	<u>\$ 152,048,959</u>

---

### 11. Investment in capital assets

	<u>2011</u>	<u>2010</u>
Capital assets	\$ 162,191,548	\$ 154,604,367
Amounts financed by deferred contributions	<u>(159,804,781)</u>	<u>(152,048,958)</u>
	<u>\$ 2,386,767</u>	<u>\$ 2,555,409</u>
Excess of expenses over revenue		
Amortization of deferred contributions related to capital assets	\$ 10,568,808	\$ 9,984,604
Amortization of capital assets	<u>(10,568,808)</u>	<u>(9,984,604)</u>
	<u>\$ -</u>	<u>\$ -</u>
Net change in investment in capital assets		
Capital assets acquired	\$ (18,155,989)	\$ (10,279,330)
Amounts financed by deferred contributions	<u>18,324,631</u>	<u>10,737,957</u>
	<u>\$ 168,642</u>	<u>\$ 458,627</u>

---

---

# Cape Breton District Health Authority

## Notes to the financial statements

---

March 31, 2011

---

### 12. Due to/from Foundations

The Health Authority receives donations from the Cape Breton Regional Hospital Foundation, Northside Hospital Charitable Foundation, New Waterford Consolidated Charitable Foundation, Glace Bay Healthcare Corporation Charitable Foundation, Buchanan Memorial Hospital Foundation, Sacred Heart Hospital Foundation, Victoria County Memorial Hospital Charitable Foundation, and Inverness Consolidated Memorial Hospital Foundation. The Foundations' primary purpose is to raise funds to assist in the construction of, and the supply of, certain equipment for the Health Authority.

	<u>2011</u>	<u>2010</u>
Cape Breton Regional Hospital Foundation	\$ 2,318,557	\$ 898,749
Northside Hospital Charitable Foundation	72,757	105,361
Inverness Consolidated Memorial Hospital Foundation	1,133,494	330,208
Sacred Heart Hospital Foundation	55,126	-
Victoria County Memorial Hospital Foundation	7,837	3,467
Victoria County Hospital Auxiliary	2,469	977
Inverary Manor	611,018	614,625
Other	<u>55,126</u>	<u>-</u>
	<u>\$ 4,256,384</u>	<u>\$ 1,953,387</u>

---

### 13. Supplemental cash flow information

	<u>2011</u>	<u>2010</u>
Change in non-cash operating working capital		
Receivables	\$ (848,664)	\$ (5,733,643)
Inventories	(143,891)	(578,109)
Prepays	(76,630)	(34,006)
Payables and accruals	4,687,895	2,672,995
Deferred revenue	1,367,420	(757,386)
Other long term assets	38,800	36,900
Due to Department of Health and Wellness	<u>(35,000)</u>	<u>(35,000)</u>
	<u>\$ 4,989,930</u>	<u>\$ (4,428,249)</u>

---

### 14. Contingencies

The Health Authority may, from time to time, be involved in legal proceedings, claims and litigation that arise in the normal course of business and which the Health Authority believes would not reasonably be expected to have a material adverse effect on its financial condition.

Management is of the opinion that their insurance coverage is sufficient to meet or discharge any obligation arising from these lawsuits.

---

# Cape Breton District Health Authority

## Notes to the financial statements

March 31, 2011

---

### 15. Commitments

The Authority leases premises under operating leases which expire from 2010 to 2027 with minimum annual lease payments and aggregate lease payments as follows:

	Minimum annual lease payment	Aggregate lease payment
Sydney Airport Authority	\$ 14,787	\$ 1,232
Samina Mansoor / Scott Moir	\$ 14,400	\$ 6,000
Alexander Gillis	\$ 19,404	\$ 8,085
N.S. Power Corporation	\$ 24,800	\$ 20,667
Health Park (Northwest Properties)	\$ 104,421	\$ 95,719
Lisa & Patrick Warner	\$ 14,400	\$ 13,200
Cairdeil Place	\$ 9,000	\$ 9,000
CB Health Recreation Complex	\$ 25,363	\$ 35,931
Wentworth Condos – Greg MacLeod	\$ 19,608	\$ 49,020
Board of Trustees St. Andrews United Church Hall	\$ 28,030	\$ 70,075
Aneal Virick & Ajay Virick	\$ 54,294	\$ 144,785
Grand Lake Rd. Vol. Fire Department	\$ 80,000	\$ 226,667
Health Park (Northwest Properties)	\$ 12,001	\$ 37,386
Pembroke Properties Limited	\$ 22,284	\$ 72,423
Senator's Corner	\$ 79,529	\$ 271,723
Layton's Building Supplies	\$ 44,460	\$ 177,840
Parsons Investments	\$ 38,070	\$ 158,625
Kate Muir	\$ 12,000	\$ 51,000
North West Property Medical Arts	\$ 36,262	\$ 166,202
Pembroke Properties Limited	\$ 73,440	\$ 348,840
Pembroke Properties Limited	\$ 53,040	\$ 269,620
N.S. Power Corporation	\$ 322,175	\$ 1,879,354
North West Property Medical Arts	\$ 96,752	\$ 903,017
Nova Corp	\$ 115,150	\$ 1,122,717
Health Park (Northwest Properties)	\$ 143,910	\$ 1,439,100
Parks Canada	\$ 1,200	\$ 17,800
Health Park (Northwest Properties)	\$ 24,615	\$ 389,738
Health Park (Northwest Properties)	\$ 98,369	\$ 1,623,091

The Authority leases various other smaller properties and storage facilities with annual lease payments of approximately \$46,500. These lease agreements are renewed on a yearly or monthly basis.

---

# **Cape Breton District Health Authority**

## **Notes to the financial statements**

March 31, 2011

---

### **16. Credit facilities**

The Authority has a financing arrangement with a financial institution which provides an available operating line of credit totalling \$4,000,000, all of which is unused at March 31, 2011.

---

### **17. Comparative figures**

Certain of the 2010 comparative figures have been reclassified to conform with the financial statement presentation adopted in 2011. The reclassifications are the result of new revenue and expense groupings adopted in the current year.

---