

CATHOLIC HEALTH ASSOCIATION OF SASKATCHEWAN

Auditor's Report

Financial Statements

June 30, 2026

INDEPENDENT AUDITOR'S REPORT

To the Directors of **Catholic Health Association of Saskatchewan**

Report on the Financial Statements

Opinion

We have audited the financial statements of **Catholic Health Association of Saskatchewan**, which comprise the statement of financial position as at **June 30, 2026** and the statements of revenues and expenditures, fund balances and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **Catholic Health Association of Saskatchewan** as at **June 30, 2026** and its financial performance and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

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 **Catholic Health Association of Saskatchewan** 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.

Information Other than the Financial Statements and Independent Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the Annual Report. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance 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.

In preparing the financial statements, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the entity or cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility 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.

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

Saskatoon, Saskatchewan
September 3, 2026



Chartered Professional Accountants

CATHOLIC HEALTH ASSOCIATION OF SASKATCHEWAN

STATEMENT OF FINANCIAL POSITION

June 30, 2026
with comparative figures for 2025

	<u>2026</u>	<u>2025</u>
<u>ASSETS</u>		
Current assets:		
Cash	\$ 100,394	102,639
Short-term investments (Note 3)	872,286	821,420
Accounts receivable	408	291
Prepaid expenses	<u>1,521</u>	<u>1,313</u>
Total current assets	974,609	925,663
Long-term investments (Note 3)	<u>1,337</u>	<u>-</u>
	<u>975,946</u>	<u>925,663</u>

LIABILITIES AND FUND BALANCES

Current liabilities:		
Accounts payable and accrued liabilities	21,384	25,887
Deferred revenue (Note 4)	<u>39,200</u>	<u>40,628</u>
Total current liabilities	60,584	66,515
Fund balances:		
Hon. Emmett M. Hall Fund (Note 5)	90,081	97,643
Moola Freer Scholarship Fund (Note 5)	165,398	146,427
Ethics Fund (Note 5)	224,867	228,152
General Fund	<u>435,016</u>	<u>386,926</u>
Total fund balances	<u>915,362</u>	<u>859,148</u>
	<u>\$ 975,946</u>	<u>925,663</u>

APPROVED ON BEHALF OF THE BOARD:

 Director

 Director

See accompanying notes to the financial statements.

CATHOLIC HEALTH ASSOCIATION OF SASKATCHEWAN

STATEMENT OF REVENUES AND EXPENDITURES

Year ended June 30, 2026
with comparative figures for 2025

	<u>General Fund</u>	<u>Hon. Emmett M. Hall Fund</u>	<u>Moola Freer Scholarship Fund</u>	<u>Ethics Fund</u>	<u>Total 2026</u>	<u>Total 2025</u>
Revenues:						
Bishop's grants	\$ 38,735	-	-	-	38,735	38,735
Convention	20,379	-	-	-	20,379	13,050
Donations	5,281	-	-	-	5,281	7,580
Investment income (loss)	56,157	14,165	21,243	33,098	124,663	71,433
Memberships	42,125	-	-	-	42,125	44,025
Sale of Final Care Directives	-	-	-	-	-	2,076
Sponsorships	11,250	-	-	-	11,250	11,100
Vendor rebate	<u>1,652</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,652</u>	<u>-</u>
	175,579	14,165	21,243	33,098	244,085	187,999
Expenditures:						
Annual convention	-	20,879	-	-	20,879	19,196
Courier and postage	316	-	-	-	316	518
Ethicist	-	-	-	34,402	34,402	33,519
Insurance	1,931	-	-	-	1,931	2,075
Interest and bank charges	588	-	-	-	588	912
Investment admin fees	3,360	848	1,272	1,981	7,461	6,972
Meals and entertainment	775	-	-	-	775	446
Mission promotion	1,498	-	1,000	-	2,498	1,265
Office and general	8,857	-	-	-	8,857	7,959
Printing	4,359	-	-	-	4,359	5,306
Professional fees	20,107	-	-	-	20,107	18,787
Rental	4,800	-	-	-	4,800	4,000
Salaries and wages	80,898	-	-	-	80,898	76,778
Website	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>420</u>
	<u>127,489</u>	<u>21,727</u>	<u>2,272</u>	<u>36,383</u>	<u>187,871</u>	<u>178,153</u>
Excess (deficiency) of revenues over expenditures	\$ <u>48,090</u>	<u>(7,562)</u>	<u>18,971</u>	<u>(3,285)</u>	<u>56,214</u>	<u>9,847</u>

See accompanying notes to the financial statements.

CATHOLIC HEALTH ASSOCIATION OF SASKATCHEWAN

STATEMENT OF FUND BALANCES

Year ended June 30, 2026
with comparative figures for 2025

	<u>General Fund</u>	<u>Hon. Emmett M. Hall Fund</u>	<u>Moola Freer Scholarship Fund</u>	<u>Ethics Fund</u>	<u>Total 2026</u>	<u>Total 2025</u>
Fund balances, beginning of year	\$ 386,926	97,643	146,427	228,152	859,148	849,301
Excess (deficiency) of revenues over expenditures	<u>48,090</u>	<u>(7,562)</u>	<u>18,971</u>	<u>(3,285)</u>	<u>56,214</u>	<u>9,847</u>
Fund balances, end of year	\$ <u>435,016</u>	<u>90,081</u>	<u>165,398</u>	<u>224,867</u>	<u>915,362</u>	<u>859,148</u>

See accompanying notes to the financial statements.

CATHOLIC HEALTH ASSOCIATION OF SASKATCHEWAN

STATEMENT OF CASH FLOWS

Year ended June 30, 2026
with comparative figures for 2025

	<u>Total</u> <u>2026</u>	<u>Total</u> <u>2025</u>
Cash provided by (used in):		
Operating activities:		
Excess (deficiency) of revenues over expenditures	\$ 56,215	9,847
Changes in non-cash working capital:		
Accounts receivable	(118)	16,204
Prepaid expenses	(208)	1,009
Accounts payable and accrued liabilities	(4,505)	11,874
Deferred revenue	<u>(1,427)</u>	<u>(1,287)</u>
	<u>49,957</u>	<u>37,647</u>
Investing activities:		
Investments	<u>(52,202)</u>	<u>(34,095)</u>
Net change in cash during the year	(2,245)	3,552
Cash position, beginning of year	<u>102,639</u>	<u>99,087</u>
Cash position, end of year	<u>\$ 100,394</u>	<u>102,639</u>
Cash position is comprised of cash in bank less outstanding cheques.		

See accompanying notes to the financial statements.

CATHOLIC HEALTH ASSOCIATION OF SASKATCHEWAN

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2026

1. OPERATIONS

Catholic Health Association of Saskatchewan (the "Association") is incorporated as a registered charitable organization. The mission of the Association is to offer leadership, education, and resources in ethics, mission, spiritual care and social justice. Given its charitable status, the Association is not subject to income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

(a) **Restricted Funds**

The accounts of the Association are maintained in accordance with the principles of fund accounting. For financial reporting purposes, accounts with similar characteristics have been combined into the following major funds:

(i) **General Fund**

The general fund accounts for all unrestricted operational activity that is unrelated to the following restricted funds.

(ii) **Hon. Emmett M. Hall Fund**

The Hon. Emmett M. Hall fund was established for specific education projects in honour of the late Hon. Emmett M. Hall. The fund balance consists of an appropriation of surplus plus specific donation and interest earned on the fund balance less specific expenses.

(iii) **Moola Freer Scholarship Fund**

The Moola Freer Scholarship Fund was established for palliative care education and awards by Dr. Dawood and Anne Moola. The fund consists of specific donations and interest earned on the fund balance less specific expenses.

(iv) **Ethics Fund**

The Ethics Fund was established for the purpose of promoting and providing ethics education, resources and services. The fund was established from the sale of Advance Care Directive booklets and videos, and further enhanced with specific donations. The fund consists of specific donations and interest earned on the fund balance less specific expenses.

(b) **Revenue Recognition**

The Association follows the restricted fund method of accounting for contributions. Unrestricted contributions are recognized as revenue in the general fund in the year received, or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted contributions related to general operations are recognized as revenue of the general fund in the year in which the related expenses are incurred. Restricted contributions for a specified period (often a calendar year) are recognized based on the passage of time. Restricted contributions for expenses of one or more future periods are reported as deferred revenue. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

CATHOLIC HEALTH ASSOCIATION OF SASKATCHEWAN

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2026

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Capital Assets

The Association does not capitalize assets but rather these are charged to the relative expense accounts in the year acquired. Capital assets expensed in the period were \$0 (2025 - \$2,814).

(d) Contributed Services

Directors volunteer their time to assist in the Association's activities. While their services benefit the Association considerably, a reasonable estimate of their amount and fair value cannot be made and, accordingly, these contributed services are not recognized in these financial statements.

(e) Measurement Uncertainty

The preparation of the financial statements in conformity with accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the year. Actual results could differ from those estimates.

(f) Financial Instruments

Financial instruments, including cash, accounts receivable, and accounts payable and accrued liabilities are initially recorded at their fair value and are subsequently measured at amortized cost, net of any provisions for impairment.

Investments in equity instruments are initially recorded and subsequently measured at fair value. All other investments are initially recorded at their fair value and subsequently measured at amortized cost

3. INVESTMENTS

	<u>2026</u>	<u>2025</u>
Short-term investments:		
Assante Private Client managed funds	\$ 872,286	820,107
Affinity Credit Union guaranteed investment certificates (GICs) bearing interest at 1.80% and maturing January 2026	<u>-</u>	<u>1,313</u>
	<u>\$ 872,286</u>	<u>821,420</u>
Long-term investments:		
Affinity Credit Union guaranteed investment certificates (GICs) bearing interest at 2.60% and maturing January 2031	<u>\$ 1,337</u>	<u>-</u>

The Association manages its investment portfolio to earn investment income and invests according to the Association's investment policy and the Board's direction. The Association is not involved in any hedging relationships through its operations and does not hold or use any derivative financial instruments for trading purposes.

CATHOLIC HEALTH ASSOCIATION OF SASKATCHEWAN

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2026

4. DEFERRED REVENUE

The Association receives categorized membership fees and specialized grants to fund operations. Funds received for future periods are deferred until the future period is reached.

	<u>2026</u>	<u>2025</u>
Affiliate	\$ 125	125
Associate	2,025	2,775
Bishop grant	19,368	19,368
Institutional	17,217	17,662
Personal	<u>465</u>	<u>698</u>
	<u>\$ 39,200</u>	<u>40,628</u>

5. RESTRICTED FUND BALANCES

	<u>2026</u>	<u>2025</u>
Hon. Emmett M. Hall Fund		
Opening balance	\$ 97,643	108,598
Investment income, net of expenses	13,317	8,240
Convention expense	<u>(20,879)</u>	<u>(19,195)</u>
	<u>\$ 90,081</u>	<u>97,643</u>
Moola Freer Scholarship Fund		
Opening balance	\$ 146,427	136,100
Investment income, net of expenses	19,971	10,327
Mission promotion expense	<u>(1,000)</u>	<u>-</u>
	<u>\$ 165,398</u>	<u>146,427</u>
Ethics Fund		
Opening balance	\$ 228,152	243,217
Investment income, net of expenses	31,117	18,454
Ethics expense	<u>(34,402)</u>	<u>(33,519)</u>
	<u>\$ 224,867</u>	<u>228,152</u>

CATHOLIC HEALTH ASSOCIATION OF SASKATCHEWAN

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2026

6. FINANCIAL INSTRUMENTS

Risks and concentrations

The Association is exposed to various risks through its financial instruments. The following analysis provides a measure of the Association's risk exposure and concentrations at June 30, 2026.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Association is exposed to this risk mainly in respect of its accounts payable and accrued liabilities.

Credit Risk

The Association is exposed to minimal credit risk on its accounts receivable. Accounts receivable are due from members.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market price. Market risk comprises of three types of risk: currency risk, interest rate risk and other price risk. The Association is mainly exposed to interest rate risk and other price risk.

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. The Association is exposed to interest rate risk on its investments.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Association is exposed to other price risk through its investments in quoted shares.