

**DAVID THOMPSON REGIONAL
HEALTH AUTHORITY**

**FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2006
and
AUDITORS' REPORT**

**DAVID THOMPSON REGIONAL HEALTH AUTHORITY
FINANCIAL STATEMENTS
MARCH 31, 2006**

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AUDITORS' REPORT

David Thompson Regional Health Authority
Management's Responsibility for Financial Reporting
Financial Statements
March 31, 2006

To the Members of the David Thompson Regional Health Authority and the Minister of Health

We have audited the statement of financial position of the David Thompson Regional Health Authority ("the Authority") as at March 31, 2006 and the statements of operations and changes in net assets and changes in financial position for the year then ended. These financial statements are the responsibility of the Authority's management. 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. These standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Authority as at March 31, 2006 and the results of its operations and the changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles and Financial Directives issued by Alberta Health and Wellness.

[Original Signed]

Chartered Accountants

Red Deer, Alberta
May 19, 2006

The accompanying financial statements are the responsibility of management and have been approved by the Authority. The financial statements were prepared in accordance with Canadian Generally Accepted Accounting Principles and the Financial Directives issued by Alberta Health and Wellness, and of necessity include some amounts based on estimates and judgments.

To discharge its responsibility for the integrity and objectivity of financial reporting, management maintains a system of internal accounting controls comprising written policies, standards, procedures, a formal authorization structure, and satisfactory processes for reviewing internal controls. This system provides management with reasonable assurance that transactions are in accordance with governing legislation, are properly authorized, reliable financial records are maintained, and assets are adequately accounted for and safeguarded. The Authority has established a code of ethics and corporate directives, which require communication of the code to employees.

The Authority carries out its responsibility for the financial statements through the Committee of the Whole. This Committee meets with management and the external auditor, Cuthbertson Sandall, Chartered Accountants, to review financial matters, and recommends the financial statements to the David Thompson Regional Health Authority Board for approval. The external auditor has full and free access to the Committee of the Whole.

The external auditor, Cuthbertson Sandall, Chartered Accountants, provides an independent audit of the financial statements. Their examination is conducted in accordance with Canadian Generally Accepted Auditing Standards and includes tests and other procedures, which allow them to report on the fairness of the financial statements prepared by management.

[Original Signed]

John Vogelzang
President & CEO

[Original Signed]

Bryan Judd
Vice President & Chief Operating Officer
Corporate Services

David Thompson Regional Health Authority
Statement of Financial Position
March 31, 2006
(thousands of dollars)

	2006 Actual	2005 Actual
ASSETS		
Current:		
Cash and investments (Note 3)	\$ 20,973	\$ 44,890
Accounts receivable	19,528	6,440
Contributions receivable from Alberta Health and Wellness	44,166	6,502
Inventories	5,935	5,524
Prepaid expenses	2,390	2,768
	<u>92,992</u>	<u>66,124</u>
Non-current cash and investments (Note 3)	26,020	29,737
Capital assets (Note 4)	417,860	405,415
Loans - continuing care partnership projects (Note 5)	20,727	21,418
Other assets (Note 6)	942	920
TOTAL ASSETS	\$ 558,541	\$ 523,614
LIABILITIES AND NET ASSETS		
Current:		
Accounts payable and accrued liabilities	\$ 42,426	\$ 39,572
Accrued vacation pay	20,702	19,257
Deferred contributions (Schedule 3)	56,472	19,450
Current portion of long-term debt (Note 8)	210	201
	<u>119,810</u>	<u>78,480</u>
Deferred capital contributions (Note 7)	26,020	29,737
Deferred contributions - continuing care partnership projects (Note 5)	21,223	21,914
Long-term debt (Note 8)	647	850
Unamortized external capital contributions (Note 9)	<u>381,641</u>	<u>372,325</u>
	<u>549,341</u>	<u>503,306</u>
Net assets		
Accumulated deficit (Note 10)	(25,737)	(11,306)
Investment in capital assets from internally funded sources (Note 4)	34,937	31,614
Operating net assets	<u>9,200</u>	<u>20,308</u>
TOTAL LIABILITIES AND NET ASSETS	\$ 558,541	\$ 523,614
Commitments and contingencies (Note 11)		

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

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David Thompson Regional Health Authority
Statement of Operations
For the Year Ended March 31, 2006
(thousands of dollars)

	2006		2005
	Budget (Note 12)	Actual	Actual (Restated) (Note 23)
Revenue			
Alberta Health and Wellness contributions (Note 13)	\$ 461,599	\$ 455,905	\$ 437,418
Other government contributions (Note 14)	10,355	10,052	11,595
Fees and charges (Note 15)	30,890	32,189	30,605
Ancillary operations, net (Note 16)	312	410	262
Donations	751	929	751
Investment and other income (Note 17)	13,424	14,779	10,500
Amortized external capital contributions (Note 9)	<u>22,641</u>	<u>24,843</u>	<u>19,391</u>
TOTAL REVENUE	539,972	539,107	510,522
Expenses (Schedule 1)			
Facility-based inpatient acute nursing services	137,172	143,984	132,326
Facility-based emergency and outpatient services	35,440	37,003	33,493
Facility-based continuing care services	56,337	56,724	53,293
Ambulance services	132	132	118
Community-based care	16,361	15,750	15,446
Home care	21,698	22,119	20,640
Diagnostic and therapeutic services	89,906	93,828	84,003
Promotion, prevention and protection services	18,335	18,225	16,816
Research and education	450	454	359
Administration (Note 18)	25,142	25,477	22,921
Information technology	12,459	12,694	10,766
Support services (Note 19)	105,981	103,264	101,993
Amortization of facilities and improvements	14,080	14,082	13,865
Capital assets write down (Note 20)	<u>6,479</u>	<u>6,479</u>	<u>-</u>
TOTAL EXPENSES	539,972	550,215	506,039
(Deficiency) excess of revenue over expenses	<u>\$ -</u>	<u>\$ (11,108)</u>	<u>\$ 4,483</u>

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David Thompson Regional Health Authority
Statement of Changes In Net Assets
For the Year Ended March 31, 2006
(thousands of dollars)

	2006			2005
	Accumulated surplus/(deficit) (Note 10)	Investments in capital assets from internally funded sources	Total	Total
Balance at beginning of year	\$ (11,306)	\$ 31,614	\$ 20,308	\$ 15,825
(Deficiency) excess of revenue over expenses	(11,108)	-	(11,108)	4,483
Capital assets purchased with internal funds	(9,782)	9,782	-	-
Amortization on internally funded capital assets	4,043	(4,043)	-	-
Repayment of long-term debt used to fund capital assets	(194)	194	-	-
Loss on disposal of internally funded capital assets	78	(78)	-	-
Other	2,532	(2,532)	-	-
Balance at end of year	\$ (25,737)	\$ 34,937	\$ 9,200	\$ 20,308

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David Thompson Regional Health Authority
Statement of Cash Flow
For the Year Ended March 31, 2006
(thousands of dollars)

	2006		2005
	Budget	Actual	Actual
Cash generated from (used by):			
Operating activities:			
(Deficiency) excess of revenue over expenses	\$ -	\$ (11,108)	\$ 4,483
Non-cash transactions:			
Amortization of capital equipment - internally funded	4,936	3,669	3,417
- externally funded	4,714	7,265	5,369
Amortization of facilities and improvements	14,082	13,909	13,329
Amortized external capital contributions (Note 9)	(22,641)	(24,843)	(19,391)
Loss on disposal of equipment	-	139	466
Loss on disposal of facilities and improvements	-	35	536
Capital assets write down (Note 20)	6,479	6,479	-
Changes in non-cash working capital accounts	(10,000)	(13,203)	(12,463)
Cash generated from (used by) operations	(2,430)	(17,658)	(4,254)
Investing activities:			
Purchase of capital assets:			
internally funded	(15,880)	(9,782)	(6,545)
externally funded - equipment (Note 9)	(4,570)	(13,414)	(6,718)
externally funded - facility and improvements (Note 9)	(12,000)	(20,745)	(36,208)
Allocations to non-current cash and investments	-	-	(4,106)
Cash used by investing activities	(32,450)	(43,941)	(53,577)
Financing activities:			
Capital contributions received (Note 9)	16,570	34,159	42,926
Principal payments on long-term debt	(209)	(194)	(163)
Proceeds from long-term debt	-	-	602
Allocations from non-current cash and investments	5,595	3,717	-
Cash generated from financing activities	21,956	37,682	43,365
Decrease in cash and investments	(12,924)	(23,917)	(14,466)
Cash and investments, beginning of year	44,890	44,890	59,356
Cash and investments, end of year	\$ 31,966	\$ 20,973	\$ 44,890

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Note 1 Authority, Purpose and Operations

The David Thompson Regional Health Authority (the "Authority") was established June 24, 1994 under authority of the Regional Health Authorities Act, Chapter R-10, Revised Statutes of Alberta 2000. The Authority is exempt from payment of income tax and is a registered charity under the Income Tax Act.

The Authority delivers appropriate, accessible and affordable health services in Alberta. This responsibility includes operating programs that promote, protect, maintain, restore and enhance physical and mental well-being.

The Authority's operations include the following facilities and sites:

Alberta Hospital Ponoka	Ponoka Hospital and Care Centre
Bentley Care Centre	Red Deer Nursing Home
Berton Health Centre	Red Deer Regional Hospital Centre
Consort Hospital and Care Centre	Red Deer Valley Park Manor Care Centre
Coronation Hospital and Care Centre	Rimbey Hospital and Care Centre
Drayton Valley Hospital and Care Centre	Rocky Mountain House Health Centre
Drumheller Health Centre	Stettler Hospital and Care Centre
Hanna Health Centre	Sundre Hospital and Care Centre
Innisfail Health Centre	Three Hills Health Centre
Lacombe Hospital and Care Centre	Wetaskiwin Hospital and Care Centre
Olds Hospital and Care Centre	
Castor Community Health Centre	Red Deer Bremner Ave. Community Health Centre
Consort Community Health Centre	Red Deer 49 th St. Community Health Centre
Coronation Community Health Centre	Rimbey Community Health Centre
Drayton Valley Community Health Centre	Rocky Mountain House Community Health Centre
Drumheller Environmental Health and Support Services	Stettler Community Health Services
Eckville Community Health Centre	Sundre Community Health Centre
Elsona Community Health Centre	Sylvan Lake Community Health Centre
Lacombe Community Health Centre	Wetaskiwin Community Health Centre
Olds Community Health Centre	Winfield Community Health Centre
Ponoka Community Health Centre	
Drayton Valley Mental Health Centre	Rimbey Mental Health Centre
Drumheller Mental Health Centre	Rocky Mountain House Mental Health Centre
Hanna Mental Health Centre	Stettler Mental Health Centre
Lacombe Mental Health Centre	Three Hills Mental Health Centre
Olds Mental Health Centre	Wetaskiwin Mental Health Centre
Ponoka Mental Health Centre	

Note 1 Authority, Purpose and Operations (continued)

The financial statements do not include the assets, liabilities and operations of voluntary or private facilities providing health services in the region, except as disclosed in Note 21 and Schedule 4.

Note 2 Significant Accounting Policies and Reporting Practices

The financial statements have been prepared in accordance with Canadian Generally Accepted Accounting Principles and the reporting requirements of Alberta Health and Wellness' Financial Directive 26. Following are the significant accounting policies:

- (a) Basis of presentation
 - (1) These financial statements were prepared on a consolidated basis and include the accounts of the facilities and sites disclosed in Note 1 but do not include the accounts of the foundations within the Authority.
 - (2) These financial statements use the deferral method, the key elements of which are:
 - (i) Unrestricted operating grants and other contributions are recognized as revenue in the year receivable.
 - (ii) Externally restricted capital contributions are recorded as deferred capital contributions until invested in capital assets. Amounts invested, representing externally funded capital assets, are then transferred to unamortized external capital contributions. Unamortized external capital contributions are recognized as revenue in the period in which the related amortization expense of the capital assets is recorded.
 - (iii) Externally restricted non-capital contributions are recognized as revenue in the year proportional to the related expenses incurred.
 - (iv) Endowments and restricted contributions to purchase capital assets that will not be amortized are recorded as direct increases to net assets.
 - (v) Unrestricted investment income is recognized in the year earned.

Note 2 Significant Accounting Policies and Reporting Practices (continued)

(vi) Investment income subject to external restrictions is, depending on the nature of the restriction, recorded as a direct increase to net assets, or deferred and recognized as revenue in the year the related expenses are incurred.

(vii) Donations and contributions in kind are recorded at fair value when such value can reasonably be determined.

(b) Full cost

The Authority accounts for all costs and revenue from services for which it is responsible. The fair value of costs of services is recorded. Fair value transactions comprise the following:

(i) Revenue earned by contracted health service operators from Ministry of Health and Wellness designated fees and charges are recorded as the Authority's fees and charges. An equivalent amount is recorded as contracted health service expense of the Authority.

(ii) Alberta Health and Wellness payments directly to contracted health service operators are recorded as revenue and an equivalent amount recorded as program expense as these payments represent part of the cost of the Authority's health programs.

(iii) The fair value for use of acute care facilities not owned by the Authority is recorded as revenue from other government contributions or donations, and as program expense, since contract payments from the Authority do not include an amount for use of these facilities.

(iv) The fair value for use of non-acute care facilities not owned by the Authority and provided to the Authority at zero or nominal rent is recorded as other government contributions and as program expense.

(v) Other assets, supplies and services that would otherwise have been purchased are recorded as revenue and expenses, at fair value at the date of contribution, when a fair value can be reasonably determined. The value of volunteers' contributed services is not reported as a fair value cannot be reasonably determined.

Note 2 Significant Accounting Policies and Reporting Practices (continued)

(c) Employee future benefits

The Authority participates in the Local Authorities Pension Plan. This multi-employer defined benefit pension plan provides pensions for the Authority's participating employees, based on years of service and earnings. Defined contribution plan accounting is applied to a multi-employer defined benefit plan for which the Authority has insufficient information to apply defined benefit plan accounting.

Pension costs in the statements comprise the employer's contributions required for its employees during the year, based on rates expected to provide benefits payable under the pension plans. The Authority does not record its portion of the plans' deficit or surplus.

The Authority fully accrues its obligations for employee non-pension future benefits.

The Region provides a non-contributory defined benefit Supplemental Executive Retirement Plan (SERP) to senior executives of the Authority. The cost of these benefits is actuarially determined using the projected benefit method pro-rated on services, a market interest rate, and an actuarial estimate of expected costs and the period of benefit coverage. Net actuarial gains or losses of the benefit obligation are amortized over the average remaining service life of the group.

(d) Investments

Short-term investments are recorded at lower of cost and market value.

Non-current investments are recorded at cost unless there was an other-than-temporary impairment in value. At that time, the value is reduced. Discounts or premiums arising on purchase are amortized on a straight-line basis over the maturity period. Gains or losses on disposal are recognized in the period of disposal.

(e) Financial instruments

The carrying value of accounts receivable, contributions receivable, accounts payable, accrued liabilities and accrued vacation payable approximates their fair value because of the short-term maturity of these items.

The carrying value of cash and investments and long-term debt approximates their fair value because the interest rates approximate market values.

Note 2 Significant Accounting Policies and Reporting Practices (continued)

(f) Inventories

Inventories are valued at the lower of cost or net realizable value where cost is determined on an average cost basis.

(g) Capital assets

Capital assets and construction projects in progress are recorded at cost. Capital assets with unit costs less than five thousand dollars are expensed.

Capital assets are amortized over their estimated useful lives on a straight-line basis as follows:

	Useful life
Facilities and improvements	10 - 40 years
Land improvements	10 - 20 years
Equipment	5 - 20 years

Capital projects in progress are not amortized until the project is complete. Leases transferring substantially all benefits and risks of capital assets ownership to the Authority are reported as capital asset acquisitions financed by long-term obligations.

(h) Restructuring costs

Restructuring costs are expensed in the period the restructuring decision is made. If actual costs are unknown at the time of the decision, an estimate is recorded.

(i) Measurement uncertainty

The financial statements, by their nature, contain estimates and are subject to measurement uncertainty. Amortization of capital assets and external capital contributions is based on estimates of the useful life of related assets. Actual results could differ from estimates.

Note 3 Cash and Investments

	2006	2005
	(thousands of dollars)	
Cash	\$32,845	\$27,096
Money market securities	6,397	31,411
Bonds and bond funds	6,568	13,552
Marketable securities	1,182	2,468
Total cash and investments	\$46,992	\$74,627
Classified as:		
Current	\$20,973	\$44,890
Non current	26,020	29,737
Total cash and investments	\$46,992	\$74,627

Marketable securities are comprised of publicly traded equities. Risk is minimized by prudent security selection and sector rotation through independent investment counsel.

Bonds and bond funds include provincial, federal and global bonds. Payments from these bonds are backed by the ability of the issuing corporations to pay and are not guaranteed. Bonds held at March 31, 2006 bear interest at rates ranging from 4.0% to 6.375% paid annually. The effective yield on these bonds based on the carrying value at March 31, 2006 is 3.94%.

Market value of cash and investments at March 31, 2006 is \$47,021,000 (2005 \$75,067,000).

Non-current cash and investments represent the following:

	2006	2005
	(thousands of dollars)	
Externally restricted for capital acquisitions	\$ 5,593	\$ 6,765
Externally restricted for major redevelopment projects	19,946	21,921
Externally restricted grants for Regional Shared Health Information Program	481	1,051
	\$26,020	\$29,737

David Thompson Regional Health Authority
Notes To The Financial Statements
For the Year Ended March 31, 2006

Note 4 Capital Assets

	Cost				
	Opening Balance April 1, 2005	Transfers from Work in Progress	Additions	Disposals	Closing Balance March 31, 2006
	(thousands of dollars)				
	(Restated) (Note 23)				
Land	\$ 6,577	\$ -	\$ -	\$ -	\$ 6,577
Land improvements	3,542	167	-	(51)	3,658
Facilities and improvements	475,839	30,218	894	(2,807)	504,144
Equipment	101,236	13,900	7,412	(6,303)	116,245
Capital projects in progress	62,758	(44,252)	35,601	(11)	54,096
	<u>\$ 649,952</u>	<u>\$ 33</u>	<u>\$ 43,607</u>	<u>\$ (9,172)</u>	<u>\$ 684,720</u>

	Accumulated Amortization			Net Book Value	
	Opening Balance April 1, 2005	Current Year Amortization	Closing Balance on Disposals March 31, 2006	March 31, 2006	March 31, 2005
	(thousands of dollars)				
	(Restated) (Note 23)				
Land	\$ -	\$ -	\$ -	\$ 6,577	\$ 6,577
Land improvements	2,520	90	(29)	2,581	1,077
Facilities and improvements	181,168	13,819	(275)	194,712	309,432
Equipment	60,849	10,934	(2,216)	69,567	46,678
Capital projects in progress	-	-	-	54,096	62,758
	<u>\$ 244,537</u>	<u>\$ 24,843</u>	<u>\$ (2,520)</u>	<u>\$ 266,860</u>	<u>\$ 405,415</u>

(a) Land

Land, facilities, improvements and equipment at the sites listed below were provided to the Authority at nominal values. These capital assets have been included at their estimated net book value.

Site	Leased from	Lease period
Castor Our Lady of the Rosary Hospital and Care Centre	Alberta Infrastructure	April 1, 2003 to March 31, 2102
Trochu St. Mary's Health Care Centre	Alberta Infrastructure	October 1, 2003 to Sept. 30, 2102

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David Thompson Regional Health Authority
Notes To The Financial Statements
For the Year Ended March 31, 2006

Note 4 Capital Assets (continued)

(b) Leased equipment

Equipment was acquired through capital leases at a cost of \$602,000 (2005) with accumulated amortization of \$249,000 (2005 \$110,000).

Capital assets were funded from the following sources:

	2006	2005
	(thousands of dollars)	
Short-term debt	\$ 425	\$ 425
Long-term debt (Note 8)	857	1,051
Unamortized external capital contributions (Note 9)	381,641	372,325
Internally funded (invested in capital assets)	<u>34,927</u>	<u>31,614</u>
	<u>\$417,860</u>	<u>\$405,415</u>

Note 5 Loans - Continuing Care Partnership Projects

	2006	2005
	(thousands of dollars)	
Loans receivable		
Continuum Healthcare Corporation	\$ 229	\$ 263
Voluntary health service providers	<u>20,498</u>	<u>21,155</u>
	<u>\$20,727</u>	<u>\$21,418</u>

The Authority has a forgivable loan with Continuum Healthcare Corporation initiated under the Healthy Aging Partnership Initiative. During the year, \$34,048 (2005 \$31,768) was forgiven under the terms of the agreement.

The Authority signed contracts with two voluntary health service providers under the Private Public Partnership Initiative (P3) and Health Aging Partnership Initiative (HAPI) to build and operate continuing care and assisted living facilities within the region. The Authority uses the forgivable mortgage model for reporting the contribution and advancement of funds. The provincial government supports partnerships between the Authority and private, public or voluntary organizations by providing a one-time, up-front capital grant. The Authority in turn provides a demand loan to the partner. The partner uses these funds towards the construction of the facility. The loan is repayable on demand, is secured by the facility and is forgivable for services rendered by the owner as per the terms of the contract. During the year, \$657,047 (2005 \$629,547) was forgiven on the loans receivable.

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Note 5 Loans - Continuing Care Partnership Projects (continued)

In addition, pursuant to the contracts, interest has been charged at the bank prime rate (3.75% - 5.00%) plus 2% on the loans receivable for a total of \$1,454,824 (2005 \$1,345,160). This amount is included in investment income. The interest has been forgiven and \$1,454,824 (2005 \$1,345,160) has been recorded in the continuing care services expenses for the year. The remaining balance of the loans will be forgiven or repaid over a term of 30 years commencing on the date of completion of the facilities.

Note 6 Other Assets

	2006	2005
	(thousands of dollars)	
Deferred development cost		
Wetaskiwin	\$271	\$271
Drayton Valley	115	115
Mineral rights	24	24
Cooperative's shares	3	3
Accrued pension benefit	.529	.507
	<u>\$942</u>	<u>\$920</u>

The deferred development cost includes the cost of land and improvements for the construction of units that are being built as part of the Assisted Living Program in Wetaskiwin and Drayton Valley. To date, 41 units have been built.

The accrued pension benefit relates to the Senior Executive Retirement Plan which is fully funded.

Note 7 Deferred Capital Contributions

The deferred capital contribution balance represents amounts accounted for in accordance with the accounting policy described in Note 2(a)(2)(ii).

	2006	2005
	(thousands of dollars)	
Amounts received:		
Restricted Alberta Health and Wellness contributions (Note 13)	\$ 4,330	\$ 4,067
Restricted other government contributions	19,174	32,441
Regional Shared Health Information Program	289	1,051
Donations restricted for capital purposes	982	1,515
	<u>24,775</u>	<u>39,074</u>
Transferred to:		
Unamortized external capital contributions (Note 9)	(27,240)	(31,245)
Other government contributions (Note 14)	(422)	(2,973)
Regional Shared Health Information Program	(830)	-
Deferred contributions	-	(68)
	<u>(28,492)</u>	<u>(34,286)</u>
Change during the year	(3,717)	4,788
Balance, beginning of year	<u>29,737</u>	<u>24,949</u>
Balance, end of year	<u>\$ 26,020</u>	<u>\$ 29,737</u>
Balance at the end of the year is restricted for the following purposes:		
Equipment replacement	\$ 5,593	\$ 6,766
Improvement of capital assets	-	828
Regional Shared Health Information Program	481	1,051
New construction	19,946	21,092
	<u>\$ 26,020</u>	<u>\$ 29,737</u>

David Thompson Regional Health Authority
Notes To The Financial Statements
For the Year Ended March 31, 2006

Note 8 Long-term Debt

	<u>2006</u>	<u>2005</u>
	(thousands of dollars)	
Bank loan	\$ 565	\$ 560
Obligations under capital leases	<u>352</u>	<u>491</u>
	857	1,051
Current portion	<u>(210)</u>	<u>(201)</u>
	<u>\$ 647</u>	<u>\$ 850</u>

Future principal payments are estimated as follows:

	<u>Bank Loan</u>	<u>Capital Lease</u>	<u>Total</u>
	(thousands of dollars)		
2007	\$ 58	\$ 152	\$ 210
2008	60	152	212
2009	62	48	110
2010	64	-	64
2011 and thereafter	<u>261</u>	<u>-</u>	<u>261</u>
	<u>\$ 505</u>	<u>\$ 352</u>	<u>\$ 857</u>

The bank loan is due in monthly installments of \$6,365 including interest at 4%. It is secured by a general assignment of book debts and matures November 2008.

The capital lease is due in monthly installments of \$13,000 to \$14,000 including interest at 3%. There is a bargain purchase option of \$1 in year four.

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David Thompson Regional Health Authority
Notes To The Financial Statements
For the Year Ended March 31, 2006

Note 9 Unamortized External Capital Contributions

The region follows the deferral method of recognizing capital contributions as described in Note 2(a)(2)(ii). The balance of unamortized external capital contributions at the end of year represents the external capital contribution to be recognized as revenue in future years.

	<u>2006</u>	<u>2005</u>
	(thousands of dollars)	
Balance, beginning of year	<u>\$ 372,325</u>	<u>\$ 348,790</u>
Transfers from deferred capital contributions (Note 7)	27,240	31,245
Transferred from deferred contributions (Schedule 3)	1,661	1,472
Other additions	-	11
Regional Shared Health Information Program	<u>5,258</u>	<u>10,198</u>
	<u>34,159</u>	<u>42,926</u>
Less amounts recognized as revenue:		
Amortization of externally funded equipment	(7,265)	(5,369)
Amortization of externally funded facilities and improvements	(13,535)	(13,291)
Loss on disposal of externally funded facilities and improvements	(23)	(471)
Loss on disposal of externally funded equipment	(73)	(260)
Write down of externally funded equipment	<u>(3,947)</u>	<u>-</u>
	<u>(24,843)</u>	<u>(19,391)</u>
Balance, end of year	<u>\$ 381,641</u>	<u>\$ 372,325</u>

Note 10 Accumulated Deficit

The Authority's accumulated deficit comprises the following:

	<u>2006</u>	<u>2005</u>
	(thousands of dollars)	
Unrestricted net assets	<u>\$ (25,737)</u>	<u>\$ (11,306)</u>

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Note 11 Commitments and Contingencies

The Authority is contingently liable for the buyback of 33 assisted living units at the option of and at 90% of the original cost to the purchaser. The average cost is \$100,000 per unit. However, management feels that these units could be resold and costs recovered and that realistically, the possibility of having to purchase back all units simultaneously is highly improbable.

The Authority has entered into Private Public Partnerships (P3) for the provision of continuing care services. Capital construction is complete on all contracts currently in place. There are ongoing commitments for the Authority to provide operating funds to the P3 partners for the provision of contracted continuing care services. Contracted continuing care services total \$17,564,652 on an annual basis, subject to inflation and service requirements.

The Authority is currently at the request for proposal stage for an additional P3 project that would replace 220 continuing care beds in Valley Park Manor and Red Deer Nursing Home.

The Authority has committed to a capital upgrade project at the Red Deer Regional Hospital site in the amount of \$100,760,000. Total costs to date are \$100,765,685 and total contributions to date are \$97,100,000. There are remaining commitments to be incurred over the next fiscal year.

The Authority has committed to a capital upgrade project at the Rimbey Health Centre in the amount of \$18,900,000. Total costs to date are \$679,166 and total contributions to date are \$14,000,000. The remaining unfulfilled commitment will be incurred over the next two fiscal years.

The Authority has a commitment to complete the Alberta Hospital Ponoka Redevelopment Phase III Project in the amount of \$101,000,000. Total costs to date are \$100,500,397 and total contributions to date are \$101,000,000. The remaining commitment will be incurred in the next fiscal year.

The Authority has committed to a capital project at the Red Deer Community Health Centre in the amount of \$7,600,000. Total costs to date are \$34,576 and contributions to date total \$7,600,000. The commitment will be incurred over the next two fiscal years.

The Authority has committed to a capital project at the Mitchener Centre Site in Red Deer in the amount of \$11,300,000. The commitment will be incurred over the next two fiscal years.

Note 11 Commitments and Contingencies (continued)

In order to reduce the effects of fluctuations in exchange rates, the Authority entered into foreign exchange contracts, on behalf of all the participating regions, in relation to USD commitments under the Regional Shared Health Information Program. (See Note 21(b) (ii)). Contracts require specified amounts of USD currency be purchased quarterly at set rates. The total of all contracts is \$27,800,000 USD (\$35,343,940 CAD). During the year, \$17,000,000 USD (\$21,613,201 CAD) was purchased. For the period April 2006 through September 2007, total commitments are \$6,200,000 USD (\$7,882,461 CAD).

A statement of claim has been filed for approximately \$1.25 billion, naming the government of Province of Alberta and all employers who participate in the Local Authorities Pension Plan (LAPP), including the Authority, as Defendants. The Statement of Claim includes allegations, which have not been proven in a court, concerning the methodology used to calculate pension benefit payments under LAPP. It is expected that the Government of Alberta will vigorously defend itself against the Claim and will file a statement of defense. As with all lawsuits, the mere commencement of the suit does not itself indicate that the claim has merit. It is therefore not possible at this time to determine the amount, if any, that would be assessed against the Authority if the Claim were successful. Accordingly, no provision has been made in the accounts for this contingency.

David Thompson Regional Health Authority
Notes To The Financial Statements
For the Year Ended March 31, 2006

David Thompson Regional Health Authority
Notes To The Financial Statements
For the Year Ended March 31, 2006

Note 12 Budget

	2005/06 Approved Budget ⁽¹⁾	Adjustments ⁽²⁾	2005/06 Reported Budget
	(thousands of dollars)		
Revenue			
Alberta Health and Wellness contributions	\$ 461,467	\$ 132	\$ 461,599
Other government contributions	6,232	4,123	10,355
Fees and charges	31,636	(746)	30,890
Ancillary operations, net	312	-	312
Donations	751	-	751
Investment and other income	9,162	4,262	13,424
Amortized external capital contributions	18,694	3,947	22,641
TOTAL REVENUE	528,254	11,718	539,972
Expenses			
Facility-based inpatient acute nursing services	139,786	(2,614)	137,172
Facility-based emergency and outpatient services	36,793	(1,353)	35,440
Facility-based continuing care services	57,800	(1,463)	56,337
Ambulance services	-	132	132
Community-based care	13,761	2,600	16,361
Home care	23,498	(1,800)	21,698
Diagnostic and therapeutic services	88,375	1,531	89,906
Promotion, prevention and protection services	17,835	500	18,335
Research and education	430	20	450
Administration	21,655	3,487	25,142
Information technology	11,659	800	12,459
Support services	102,682	3,299	105,981
Amortization of facilities and improvements	13,980	100	14,080
Capital assets write down	-	6,479	6,479
TOTAL EXPENSES	528,254	11,718	539,972
Excess of revenue over expenses	\$ -	\$ -	\$ -

(1) The budget was approved by the Board of the Authority on May 11, 2005, and submitted to the Minister of Health and Wellness for approval.

Note 12 Budget (continued)

(2) In accordance with Note 2 (b), the approved budget has been adjusted to reflect the full cost of contracted health operators. There is no net impact on the budgeted surplus for the year, but the adjustments allow for the appropriate allocations to the related revenue and expense categories. In addition, the Business Plan submitted to Alberta Health and Wellness included significant budget allocations based on management estimates. The budget was subsequently adjusted for actual allocations as they became known.

Note 13 Alberta Health and Wellness Contributions

	2006	2005
	(thousands of dollars)	
Unrestricted contributions	\$ 444,220	\$ 428,495
Restricted contributions	22,427	18,054
Funds held in trust contributions	34,150	-
Transfers from deferred contributions (Schedule 3)	11,501	8,735
Transfers to deferred contributions (Schedule 3)	(52,250)	(13,986)
Transferred to deferred capital contributions (Note 7)	(4,330)	(4,067)
Restricted contributions made by Alberta Health and Wellness directly to contracted health service operations	187	187
	<u>\$ 455,905</u>	<u>\$ 437,418</u>

David Thompson Regional Health Authority
Notes To The Financial Statements
For the Year Ended March 31, 2006

Note 14 Other Government Contributions

	2006	2005
	(thousands of dollars)	
Alberta Government		
Unrestricted Alberta Infrastructure (Schedule 3)	\$ 5,673	\$ 3,940
Fair value of rent less rent charges for non-acute care facilities used by the Authority	756	1,187
Transfers from deferred contributions (Schedule 3)	3,201	2,748
Transfers from deferred capital contributions (Note 7)	422	2,973
Other	-	747
	<u>\$ 10,052</u>	<u>\$ 11,595</u>

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David Thompson Regional Health Authority
Notes To The Financial Statements
For the Year Ended March 31, 2006

Note 15 Fees and charges

	Inpatient/Resident		Outpatient		Total	
	2005/06	2004/05	2005/06	2004/05	2005/06	2004/05
	(thousands of dollars)					
Acute Care						
Out-of-province	\$ 2,769	\$ 2,134	\$ 1,680	\$ 1,184	\$ 4,449	\$ 3,318
Out-of-country base amount	39	81	68	53	107	134
Out-of-country surcharge	48	101	84	66	132	167
WCB standard charges	999	796	2,377	2,236	3,376	3,032
Federal	149	180	245	232	394	412
Preferred accommodation	156	83	-	-	156	83
Insured resident self-pay	879	806	43	-	922	806
Uninsured resident	159	209	181	84	340	293
Continuing care standard ward	5	67	-	-	5	67
Continuing care semi-private	226	320	-	-	226	320
Continuing care private	150	17	-	-	150	17
	<u>5,579</u>	<u>4,794</u>	<u>4,678</u>	<u>3,855</u>	<u>10,257</u>	<u>8,649</u>
Continuing Care						
Continuing care standard ward	596	571	-	-	596	571
Continuing care semi-private	9,383	10,073	-	-	9,383	10,073
Continuing care private	11,953	11,288	-	-	11,953	11,288
	<u>21,932</u>	<u>21,932</u>	<u>-</u>	<u>-</u>	<u>21,932</u>	<u>21,932</u>
Home Care						
Homemaking fees	-	-	-	24	-	24
Total	<u>\$ 27,511</u>	<u>\$ 26,726</u>	<u>\$ 4,678</u>	<u>\$ 3,879</u>	<u>\$ 32,189</u>	<u>\$ 30,605</u>

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David Thompson Regional Health Authority
Notes To The Financial Statements
For the Year Ended March 31, 2006

David Thompson Regional Health Authority
Notes To The Financial Statements
For the Year Ended March 31, 2006

Note 16 Ancillary Operations

	2006								2005
	Non-Patient Food Service	Ambulance Services	Assisted Living Condos ⁽¹⁾	Sale of Goods and Service	Parking Operations	David Thompson Dispensary	TV and Telephone	Total	Total
	(thousands of dollars)								
Revenue	\$ 1,910	\$ 204	\$ 70	\$ 2,666	\$ 1,197	\$ 1,029	\$ 134	\$ 7,120	\$ 6,143
Expenses									
Other expenses	1,939	194	49	2,666	683	1,085	64	6,682	5,836
Amortization	1	28	-	-	1	-	-	28	25
	1,940	220	49	2,666	686	1,085	64	6,710	5,861
Excess (deficiency) of revenue over expense	\$ (30)	\$ (16)	\$ 21	\$ -	\$ 421	\$ (56)	\$ 70	\$ 410	\$ 262

(1) Includes Designated Assisted Living: Housing/hoteling component for only those facilities owned by a health region.

Note 17 Investment and Other Income

	2006	2005
	(thousands of dollars)	
Investment income	\$ 2,951	\$ 3,214
Transfers from deferred contributions (Schedule 3)	1,074	456
Other income	10,754	6,830
	<u>\$14,779</u>	<u>\$10,500</u>

Investment income is comprised of interest, dividends, amortization of discounts (premiums) and net gains on disposal of investments.

Other income is comprised of revenue from vocational rehabilitation programs and various revenue and expense recoveries external to the authority.

Note 18 Administration

	2006	2005
	(thousands of dollars)	
General administration	\$11,031	\$10,254
Finance	4,370	4,264
Human resources	7,105	5,884
Administration - contract operators (Schedule 4)	2,971	2,519
	<u>\$25,477</u>	<u>\$22,921</u>

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Note 19 Support Services

	2006	2005
	(thousands of dollars)	
Bio-medical engineering	\$ 447	\$ 492
Building, maintenance, operations and security	30,337	31,890
Case management	949	933
Communications	2,794	2,309
Education	2,990	3,023
Housekeeping	13,706	13,302
Laundry and linen	4,519	4,250
Material management	7,641	7,568
Patient food services	16,903	16,692
Patient health records	6,718	5,741
Patient registration	3,119	3,028
Patient transportation	6,727	6,361
Volunteer services	813	739
Support services - contract operators (Schedule 4)	5,601	5,665
	<u>\$103,264</u>	<u>\$101,992</u>

Note 20 Capital assets write down

As a result of the settlement of outstanding legal claims against the Authority, internally funded capital assets have been written down by \$2,531,877.

As a result of a change in the percentage used for allocating the cost of RSHIP to the seven participating regions, software has been written down by \$3,947,520.

Note 21 Related Parties

(a) Province of Alberta

The Authority is established under the Regional Health Authorities Act. The Minister of Health and Wellness appoints members of the Authority. The Authority is economically dependent upon the Ministry of Health and Wellness since the viability of its ongoing operations depends on contributions from the Ministry. Transactions between the Authority and the Province are disclosed in the Statement of Operations and in notes to the financial statements.

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Note 21 Related Parties (continued)

- (b) Health authorities
- (i) The Authority shares a common relationship with other Health Authorities through its relationship with the Province of Alberta. Transactions between the Authority and other Health Authorities are reported in the Statement of Operations.
- (ii) The Authority has entered into a partnership agreement with the other six non-metro regional health authorities in Alberta to develop and implement a common, integrated information system. The other partners to the agreement are:

Northern Lights Health Region	Chinook Health Region
Peace Country Health	East Central Health
Aspen Health Region	Palliser Health Region

The partnership agreement functions under the name: Regional Shared Health Information Program (RSHIP), and is jointly controlled by the seven participating regions. RSHIP is currently intended to provide two services to the regions. The first service relates to the development and implementation of software through a provincial project management office. The second service represents the operations of a common data processing facility.

Funding of RSHIP activity has been provided partly through Alberta Health and Wellness grants, with the balance being funded by the regions directly. Each region is to take responsibility for the portion of total costs not funded by Alberta Health and Wellness. The amounts are determined annually based on costs expected to be incurred by the Provincial Project Management Office and the Shared Data Centre. The Provincial Project Management Office is expected to require funding from the Authority for the next two fiscal years. The Shared Data Centre will be an ongoing program funded by the Authority and its partners.

Costs of RSHIP have been accounted for using the proportionate consolidation method.

Note 21 Related Parties (continued)
(c) Foundations

David Thompson Health Region has an economic interest in the following foundations:

	Contributions received by Health Authority		Resources held by Foundation	
	Year ended March 31,		at March 31, 2006	
	2006	2005	Externally Restricted	Internally Restricted
	(thousands of dollars)			
David Thompson Health Region Foundation	\$ 430	\$ 1,992	\$ -	\$ -
Wetaskiwin Health Foundation	515	20	229	800
Drayton Valley Health Services Foundation	43	39	-	-
Sentier Health Services Foundation	62	-	-	-
Coronation Health Centre Foundation	19	2	-	-
Drumheller Area Health Foundation	81	84	-	-
Consort Hospital Foundation	3	-	-	-
	<u>\$ 1,153</u>	<u>\$ 2,137</u>	<u>\$ 229</u>	<u>\$ 800</u>

Contributions are comprised of externally restricted amounts for equipment, programs, research and education.

Amounts related to administrative support provided to foundations and the accounts receivable from the foundations at year-end are as follows:

	Administrative Support		Accounts Receivable	
	Year ended March 31,		at March 31,	
	2006	2005	2006	2005
	(thousands of dollars)			
David Thompson Health Region Foundation	\$ 38	\$ 35	\$ 570	\$ 109
Wetaskiwin Health Foundation	-	-	1	-
Drayton Valley Health Services Foundation	-	-	1	14
Sentier Health Services Foundation	-	-	-	-
Coronation Health Centre Foundation	-	-	-	-
Drumheller Area Health Foundation	-	-	4	10
Consort Hospital Foundation	-	-	-	-
	<u>\$ 38</u>	<u>\$ 35</u>	<u>\$ 576</u>	<u>\$ 133</u>

Note 21 Related Parties (continued)

Audited Financial Statements were not available from the foundations at the time of preparation of these financial statements.

Resources of the foundations are restricted by donors for the exclusive use of the hospital or care centre in the community in which the foundation resides.

(d) Voluntary and private health service operators

The Authority has an economic interest through its contracts with voluntary and private health service providers to provide health services in the region. Details are presented in Schedule 4.

Note 22 Pension Costs

The Authority participates in the Local Authorities Pension Plan, which is a multi-employer defined benefit plan. The Pension expense recorded in these financial statements is equivalent to the Authority's annual contributions payable. At December 31, 2005, the Local Authorities Pension Plan reported a deficit of \$863,558,000 (2004 deficit \$1,288,924,000).

The Authority provides a non-contributory defined benefit Supplemental Executive Retirement Plan (SERP) to senior executives. These assets are held in a Trust Fund administered by the Trustee, the Royal Trust Company of Canada. The plan is fully funded at March 31, 2006. The total pension obligation at the end of the fiscal year was \$961,962 (2005 \$720,712).

	<u>2006</u>	<u>2005</u>
	(thousands of dollars)	
Amounts expensed related to:		
Local Authorities Pension Plan	\$16,734	\$14,931
Supplemental Executive Retirement Plan (Schedule 2)	<u>213</u>	<u>213</u>
	<u>\$16,947</u>	<u>\$15,144</u>

Note 23 Comparative Figures

Certain 2005 figures have been reclassified and restated to conform to the 2006 presentation.

Note 24 Subsequent Events

Alberta Infrastructure and Transportation (AIT) is transferring health facilities it owns and leases to regional health authorities (RHAs) to deliver health care services. Subsequent to yearend, AIT undertook the process to transfer these facilities, at nominal cost, to the RHAs where they are located. The facilities to be transferred to the Authority are Our Lady of the Rosary, Castor and St. Mary's Health Care Centre, Trochu, which are currently leased to the Authority.

Note 25 Operating Deficit

The Authority is prohibited by Section 2.9(2) of the Regional Health Authorities Regulation from incurring an annual operating deficit, or if the accumulated surplus is insufficient, providing the Minister of Health and Wellness with a plan to eliminate the accumulated deficit within three years. Discussions are ongoing with the Ministry.

Note 26 Approval of Financial Statements

These financial statements have been approved by the Authority.

David Thompson Regional Health Authority
 Schedule of Expenses by Object
 For the Year Ended March 31, 2006
 (thousands of dollars)

Schedule 1

	2006		2005	
	Budget	Actual	Budget	Actual
Salaries and benefits (Schedule 2)	\$ 361,681	\$ 362,994	\$ 340,372	
Contracts with health service operators (Schedule 4)	30,280	33,664	29,379	
Drugs and gases	11,526	11,866	10,918	
Medical and surgical supplies	11,817	12,940	11,290	
Other contracted services	30,266	32,968	28,960	
Interest on long-term debt	33	33	31	
Other (1)	70,612	70,966	67,853	
Amortization:				
Capital equipment - internally funded	4,936	3,736	3,623	
Capital equipment - externally funded	4,714	7,336	5,629	
Facilities and improvements	14,080	13,943	13,865	
Capital assets write down - equipment (Note 20)	3,947	3,947	-	
Capital assets write down - facilities and improvements (Note 20)	2,532	2,532	-	
Less amounts reported in ancillary operations (Note 16)	(6,452)	(6,710)	(5,881)	
	<u>\$ 539,972</u>	<u>\$ 550,215</u>	<u>\$ 506,039</u>	
(1) Other:				
Building and equipment maintenance		\$ 15,109	\$ 15,227	
Diagnostic and therapeutic supplies		5,621	5,228	
Dietary supplies		6,647	6,131	
Insurance		1,719	1,823	
Minor equipment purchases		1,285	1,905	
Patient transport and staff travel		11,164	9,850	
Rental or lease of building and equipment		4,688	4,302	
Utilities		10,544	11,446	
Other		14,189	11,941	
		<u>\$ 70,966</u>	<u>\$ 67,853</u>	

David Thompson Regional Health Authority
 Schedule of Salaries, Honoraria, Benefits, Allowances and Severance
 For the Year Ended March 31, 2006
 (thousands of dollars)

	2006						2005				
	Number of Individuals ⁽¹⁾	Salaries and Honoraria ⁽²⁾	Benefits and Allowances ⁽³⁾	Sub-total	Severance		Number of Individuals ⁽¹⁾	Salaries, Honoraria, Benefits ⁽²⁾⁽³⁾	Severance	Total	
					Number of Individuals	Amount					Total
							Restated (Note 23)				
Board Compensation											
Chairperson											
Graham, J. - Provincial Business		\$ 16	\$ -	\$ 16		\$ -	\$ 16		\$ 18	\$ -	\$ 18
- DTRHA Business		33	-	33		-	33		37	-	37
Board Members											
Anderson, C.		16	2	18		-	18		20	-	20
Bergman, G.		12	-	12		-	12		11	-	11
Dawe, M.		12	-	12		-	12		16	-	16
Fowler, R.D.		15	2	17		-	17		18	-	18
Gataint, I.		10	-	10		-	10		14	-	14
Gillespie, E.S.		11	-	11		-	11		12	-	12
King, R.		-	-	-		-	-		3	-	3
Moore, W.		19	-	19		-	19		27	-	27
Notley, W.		12	2	14		-	14		16	-	16
Pedersen, B.		15	2	17		-	17		6	-	6
Posti, H.		12	-	12		-	12		4	-	4
Roozalkers, K.		15	2	17		-	17		20	-	20
Taylor, S.J.		14	2	16		-	16		20	-	20
Thompson, R.G.		12	-	12		-	12		16	-	16
Ungstad, D.		12	-	12		-	12		13	-	13
Total honoraria		\$ 236	\$ 12	\$ 248		\$ -	\$ 248		\$ 271	\$ -	\$ 271

David Thompson Regional Health Authority
 Schedule of Salaries, Honoraria, Benefits, Allowances and Severance
 For the Year Ended March 31, 2006
 (thousands of dollars)

	2006							2005			
	Number of Individuals ⁽¹⁾	Salaries and Honoraria ⁽²⁾	Benefits and Allowances ⁽³⁾	Sub-total	Severance			Number of Individuals ⁽¹⁾	Salaries, Honoraria, Benefits ⁽²⁾⁽³⁾	Severance	Total
					Number of Individuals	Amount	Total				
								Restated (Note 23)			
Staff											
President & CEO	1.00	\$ 277	\$ 19	\$ 296	\$ -	\$ -	\$ 296	1.00	\$ 278	\$ -	\$ 278
Management persons reporting to the CEO											
Sr. Vice President & COO - Health Services	1.00	180	17	197	-	-	197	1.00	192	-	192
Vice President & COO - Corporate Services	1.00	164	18	182	-	-	182	1.00	178	-	178
Vice President - Public Health	1.00	144	17	161	-	-	161	1.00	156	-	156
Vice President - Capital Planning & Project Development	1.00	144	18	162	-	-	162	1.00	158	-	158
Vice President - Medicine	1.00	282	18	300	-	-	300	1.00	293	-	293
Executive Director - Communications & Public Relations	1.00	106	18	124	-	-	124	1.00	116	-	116
Director - Corporate & Legislative Affairs	1.00	106	18	124	-	-	124	1.00	113	-	113
Sub-total	8.00	1,403	143	1,546	-	-	1,546	8.00	1,484	-	1,484
Other management persons reporting to those above	35.09	3,984	661	4,645	1	10	4,655	30.58	3,800	-	3,800
Other management	235.34	19,412	3,535	22,947	2	152	23,099	236.69	21,765	77	21,842
Medical doctors not included above	2.84	754	53	807	-	-	807	4.22	1,280	-	1,280
Regulated nurses not included above											
- RNs, Reg. Psych. nurses, Grad nurses	1,416.38	106,713	19,615	126,328	-	-	126,328	1,374.66	116,628	-	116,628
- LPNs	418.53	17,582	3,189	20,771	1	9	20,780	404.97	20,446	-	20,446
Other health technical and professionals	929.27	56,668	13,901	70,569	-	-	70,569	871.44	61,156	-	61,156
Unregulated health service providers	758.94	26,249	4,730	30,979	-	-	30,979	744.77	30,483	9	30,492
Other staff	1,985.89	69,105	14,633	83,738	4	32	83,770	1,900.95	82,744	16	82,760
Supplemental Executive Retirement Plan ⁽⁴⁾	0.00	-	213	213	-	-	213	-	213	-	213
Total Staff	5,782.28	300,467	60,530	360,997	8	203	361,200	5,568.28	338,515	102	338,617
Total honoraria and staff	5,790.28	\$ 302,106	\$ 60,685	\$ 362,791	8	\$ 203	\$ 362,994	5,576.28	\$ 340,270	\$ 102	\$ 340,372

Schedule 2 (continued)

David Thompson Regional Health Authority
 Schedule of Salaries, Honoraria, Benefits, Allowances and Severance
 For the Year Ended March 31, 2006

- (1) Full Time Equivalent (FTE) is determined at the rate of 2,022.75 annual hours for each full-time employee. Total actual discrete number of individuals employed: 9,486 (2005 9,070)
- 'Individuals' are those on salary or wage, including contract persons considered employees under Canada Customs and Revenue Agency (CCRA) guidelines and rulings. (Submission of CCRA Form CPT-1 "Request for ruling on a worker's status under the Canada Pension Plan or Unemployment Insurance Act" may help health authorities determine whether a person on contract is an employee.)
- (2) Salaries include regular base pay, overtime, lump sum payments, shift differential, honoraria, sick leave, short-term disability, earned vacation leave and other remuneration.
- (3) Benefits and allowances includes employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, vision coverage, out-of-country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans, Canada Pension Plan, employment insurance, workers compensation, professional memberships and tuition.
- (4) Severance includes amounts paid directly or indirectly to individuals upon termination, which are not included in salaries, honoraria, benefits and allowances.
- (5) Supplemental Executive Retirement Plan benefits were earned by the following employees:

	Current Year Service Cost	Prior Year Service Cost	Total Pension Expense
	(thousands of dollars)		
President & CEO	\$ 33	\$ 42	\$ 75
Sr. Vice President & COO - Health Services	13	14	27
Vice President - Medicine	34	26	60
Vice President & COO - Corporate Services	7	8	15
Vice President - Capital Planning & Project Development	4	5	9
Vice President - Public Health	2	1	3
Vice President - Community & Continuing Care Services	5	8	13
Executive Director - Patient Care Services	4	2	6
Executive Director - Human Resources	3	1	4
Executive Director - Clinical Support Services	1	-	1
	\$ 106	\$ 107	\$ 213



David Thompson Regional Health Authority
 Schedule of Deferred Contributions
 For the Year Ended March 31, 2006
 (thousands of dollars)

Schedule 3

	Opening Balance April 1, 2005	Amounts received or receivable					Amounts recognized as revenue				Transfers				Closing Balance March 31, 2006
		Alberta Health and Wellness (Note 13)	Other government contributions	Foundations	Donors	Investments & other	Alberta Health and Wellness (Note 13)	Other government contributions (Note 14)	Investments & other	Transferred to RSHIP	To U/ECC	To Deferred Capital Contributions	Returned Funds		
Alberta Health and Wellness:															
Alzheimer - East Central Health	\$ 27	\$ 18	\$ -	\$ -	\$ -	\$ -	\$ (21)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24	
Arthroplasty Pilot Project	3,592	-	-	-	-	-	(2,868)	-	-	-	-	-	-	724	
Big Horn First Nations	-	44	-	-	-	-	(4)	-	-	-	-	-	-	40	
CCLA Initiative	28	-	-	-	-	-	-	-	-	-	-	-	-	28	
Children's Health Initiative	-	182	-	-	-	-	(182)	-	-	-	-	-	-	-	
Community Exposure and Health Effects Assessments Prgm	-	300	-	-	-	-	-	-	-	-	-	-	-	300	
Development of Student Placement Framework	171	-	-	-	-	-	(57)	-	-	-	-	-	-	114	
Diagnostic and Medical Equipment	-	4,330	-	-	-	-	-	-	-	-	(4,330)	-	-	-	
Diagnostic Imaging Repository	-	17,000	-	-	-	-	-	-	(81)	-	-	-	-	16,919	
Electronic Health Records	-	13,400	-	-	-	-	-	-	-	-	-	-	-	13,400	
Enhanced Surveillance of Immunization Coverage	-	250	-	-	-	-	(66)	-	-	-	-	-	-	184	
Evaluation of Access Improvement	90	-	-	-	-	-	(6)	-	-	-	-	-	-	84	
Ground Ambulance Transfer of Service	132	-	-	-	-	-	(132)	-	-	-	-	-	-	-	
Immunization Administration	164	577	-	-	-	-	(741)	-	-	-	-	-	-	-	
Implementation of a list of Error Prone, Prohibited Medical Abbreviations	-	80	-	-	-	-	-	-	-	-	-	-	-	80	
Implementation of Continuing Care Health Services	-	3,750	-	-	-	-	-	-	-	-	-	-	-	3,750	
Standards for Health Care Aid Education	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Implementation of InterRAI Tools for Resident Assessment	-	299	-	-	-	-	-	-	-	-	-	-	-	299	
Long Term Care HR Initiative	235	-	-	-	-	-	(7)	-	-	-	-	-	-	228	
Mental Health Innovation Funds	-	2,121	-	-	-	-	-	-	-	-	-	-	-	2,121	
Nutrition and Infant Growth	20	-	-	-	-	-	(19)	-	-	-	-	-	(1)	-	
O'Chiese First Nations	30	44	-	-	-	-	(34)	-	-	-	-	-	-	40	
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Physician on Call	563	6,717	-	-	-	-	(5,900)	-	-	-	-	-	-	1,380	
Primary Care	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Regional Shared Health Information Program (RSHIP)	-	1,973	-	-	-	-	-	-	(1,973)	-	-	-	-	-	
Review and Upgrade Medication Management in LTC Facilities	-	600	-	-	-	-	-	-	-	-	-	-	-	600	
Safe Lifting Devices for Residence in LTC Facilities	-	747	-	-	-	-	-	-	-	-	-	-	-	747	
Security of Systems	465	402	-	-	-	-	-	-	-	-	-	-	-	867	
Senior Resource Project - Nurse Practitioner (HIP)	49	-	-	-	-	-	(21)	-	-	-	-	-	-	28	
Shared Data Centre - H/W Support	462	-	-	-	-	-	-	-	(462)	-	-	-	-	-	
Serolplex Planning & Preparedness	-	11	-	-	-	-	(11)	-	-	-	-	-	-	-	
Stanford Chronic Disease Management Self Training Program	63	163	-	-	-	-	(76)	-	-	-	-	-	-	150	
Saukchild First Nations	24	44	-	-	-	-	(33)	-	-	-	-	-	-	35	
Telhealth	170	784	-	-	-	-	(179)	-	-	-	-	-	-	775	
Wait times Hip and Knee Joint Replacement	-	2,000	-	-	-	-	-	-	-	-	-	-	-	2,000	
Young Family Wellness	421	744	-	-	-	-	(1,144)	-	-	-	-	-	-	21	
Sub-total	\$ 6,706	\$ 56,580	\$ -	\$ -	\$ -	\$ -	\$ (11,501)	\$ -	\$ -	\$ (2,516)	\$ -	\$ (4,330)	\$ (1)	\$ 44,938	

David Thompson Regional Health Authority
 Schedule of Deferred Contributions
 For the Year Ended March 31, 2006
 (thousands of dollars)

Schedule 3 (Continued)

	Opening Balance April 1, 2005	Amounts received or receivable					Amounts recognized as revenue			Transfers				Closing Balance March 31, 2006
		Alberta Health and Wellness (Note 13)	Other government contributions	Foundations	Donors	Investments and other	Alberta Health and Wellness (Note 13)	Other government contributions (Note 14)	Investments and other	Transferred to RSHIP	To UECC	To Deferred Capital Contributions	Returned Funds	
Other Government Contributors:														
Alberta Infrastructure	\$ 6,655	\$ -	\$ 3,265	\$ -	\$ -	\$ -	\$ (6,095)	\$ -	\$ -	\$ -	\$ 422	\$ -	\$ -	\$ 4,247
Canadian Cancer Society	49	-	-	-	-	136	-	-	(121)	-	-	-	(13)	51
Case Costing	38	-	-	-	-	-	-	-	-	-	-	-	-	38
Central Alberta Tobacco Reduction Action Coalition	-	-	-	-	-	10	-	-	(3)	-	-	-	-	7
Enhancement to Electronic	98	-	-	-	-	-	-	-	-	-	-	-	-	98
Golf proceeds - Land Sales	294	-	-	-	-	-	-	-	-	-	-	-	-	294
Heart and Stroke Fund Grant	-	-	-	-	-	700	-	-	-	-	-	-	-	700
Keystone Family Services	-	-	98	-	-	-	-	(98)	-	-	-	-	-	-
Persons with Developmental Disabilities	42	-	373	-	-	-	-	(391)	-	-	-	-	-	24
Respiratory Health Initiative	51	-	-	-	-	9	-	-	(18)	-	-	-	-	42
START Program	136	-	337	-	-	-	-	(355)	-	-	-	-	-	118
Student Health Initiative Program (SHIP)	-	-	1,622	-	-	-	-	(1,622)	-	-	-	-	-	-
Student Health Outreach Services (SHOS)	4	-	731	-	-	-	-	(735)	-	-	-	-	-	-
Other	36	-	-	-	-	-	-	(5)	-	-	-	-	-	31
Sub-total	7,403	-	6,426	-	-	855	-	(9,296)	(147)	-	-	422	(13)	5,650
Foundations	-	-	-	1,153	-	-	-	-	-	-	(1,153)	-	-	-
External Donations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Special Purpose Funds - Donations	5,341	-	-	-	742	1,236	-	-	(927)	-	(508)	-	-	5,884
Grand Total 2005/2006	\$ 19,450	\$ 56,580	\$ 6,426	\$ 1,153	\$ 742	\$ 2,091	\$ (11,501)	\$ (9,296)	\$ (1,074)	\$ (2,516)	\$ (1,661)	\$ (3,908)	\$ (14)	\$ 56,472

Notes:

- 1) All grants where the opening balance and the amount received in the current year is greater than ten thousand dollars is listed above.
- 2) All of the above grants are considered current in nature.

David Thompson Regional Health Authority
 Schedule of Voluntary and Private Health Service Providers
 For the Year Ended March 31, 2006
 (thousands of dollars)

Schedule 4

Facility name	Direct Region Funding	Direct Alberta Health and Wellness Funding	Approved Patient Fees and Charges	Full cost adjustments	Total Revenue	Facility-based	Facility-based	Community-based care	Home care	Diagnostic and therapeutic services	Promotion prevention and protection services	Administration	Support services	Total Expenditures
						inpatient acute nursing services	continuing care services							
A. Voluntary														
Castor Our Lady of the Rosary Hospital and Care Centre	\$ 2,915	\$ -	\$ 351	\$ -	\$ 3,266	\$ 741	\$ 933	\$ -	\$ -	\$ 434	\$ -	422	\$ 736	\$ 3,266
Trochu St. Mary's Health Care Centre	1,593	-	428	-	2,021	-	1,204	-	-	161	-	130	526	2,021
Bethany Care Society - Sylvan Lake	2,378	-	701	-	3,079	-	2,045	-	-	157	-	367	510	3,079
Bethany Care Society - Collegieside	6,560	-	1,845	-	8,405	-	5,165	-	-	383	-	1,344	1,513	8,405
The Good Samaritan Society	2,240	-	675	-	2,915	-	1,948	-	-	129	-	259	579	2,915
B. Private														
Ponoka Northcott Care Centre	2,863	187	1,125	-	4,175	-	2,451	-	-	265	-	338	1,121	4,175
Linden Nursing Home	1,309	-	595	-	1,904	-	1,083	-	-	94	-	111	616	1,904
Private Laboratory	5,997	-	-	-	5,997	-	-	-	-	5,997	-	-	-	5,997
Mental Health	1,076	-	-	-	1,076	-	-	1,076	-	-	-	-	-	1,076
Physiotherapy Providers	527	-	-	-	527	-	-	-	-	527	-	-	-	527
Early Intervention Program	151	-	-	-	151	-	-	-	151	-	-	-	-	151
Young Family Wellness	63	-	-	-	63	-	-	-	-	-	63	-	-	63
Other	85	-	-	-	85	-	34	17	-	-	34	-	-	85
Total 2005/06	\$ 27,757	\$ 187	\$ 5,720	\$ -	\$ 33,664	\$ 741	\$ 14,863	\$ 1,093	\$ 151	\$ 8,147	\$ 97	\$ 2,971	\$ 5,601	\$ 33,664
Total 2004/05	\$ 23,762	\$ 187	\$ 5,239	\$ 191	\$ 29,379	\$ 903	\$ 11,106	\$ 946	\$ 167	\$ 8,073	\$ -	\$ 2,519	\$ 5,665	\$ 29,379

