

**DAVID THOMPSON REGIONAL  
HEALTH AUTHORITY**

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**FINANCIAL STATEMENTS  
YEAR ENDED MARCH 31, 2005  
And  
AUDITORS' REPORT**

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**DAVID THOMPSON REGIONAL HEALTH AUTHORITY**

**FINANCIAL STATEMENTS**

**MARCH 31, 2005**

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**AUDITORS' REPORT**

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David Thompson Regional Health Authority  
 Management's Responsibility for Financial Reporting  
 Financial Statements  
 March 31, 2005

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

We have audited the financial position of the David Thompson Regional Health Authority ("the Authority") as at March 31, 2005 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. Those 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, 2005 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.

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]  
 Chartered Accountants

Red Deer, Alberta  
 June 22, 2005

[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, 2005  
(thousands of dollars)

|                                                                        | 2005<br>Actual   | 2004<br>Actual<br>(Restated)<br>(Note 23) |
|------------------------------------------------------------------------|------------------|-------------------------------------------|
| <b>ASSETS</b>                                                          |                  |                                           |
| Current:                                                               |                  |                                           |
| Cash and investments (Note 3)                                          | \$ 44,890        | \$ 59,356                                 |
| Accounts receivable                                                    | 6,440            | 7,327                                     |
| Contributions receivable from Alberta Health and Wellness              | 6,502            | 1,400                                     |
| Inventories                                                            | 5,524            | 5,247                                     |
| Prepaid expenses                                                       | 2,768            | 1,413                                     |
|                                                                        | <u>66,124</u>    | <u>74,743</u>                             |
| Non-current cash and investments (Note 3)                              | 29,737           | 25,631                                    |
| Capital assets (Note 4)                                                | 405,415          | 379,061                                   |
| Loans - continuing care partnership projects (Note 5)                  | 21,418           | 21,239                                    |
| Other assets (Note 6)                                                  | 920              | 413                                       |
| <b>TOTAL ASSETS</b>                                                    | <u>\$523,614</u> | <u>\$501,087</u>                          |
| <b>LIABILITIES AND NET ASSETS</b>                                      |                  |                                           |
| Current:                                                               |                  |                                           |
| Accounts payable and accrued liabilities                               | \$ 39,572        | \$ 56,782                                 |
| Accrued vacation pay                                                   | 19,257           | 18,020                                    |
| Deferred contributions (Schedule 3)                                    | 19,450           | 13,531                                    |
| Current portion of long-term debt (Note 7)                             | 201              | 52                                        |
|                                                                        | <u>78,480</u>    | <u>88,385</u>                             |
| Deferred capital contributions (Note 8)                                | 29,737           | 24,949                                    |
| Deferred contributions - continuing care partnership projects (Note 5) | 21,914           | 22,578                                    |
| Long-term debt (Note 7)                                                | 850              | 560                                       |
| Unamortized external capital contributions (Note 9)                    | 372,325          | 348,790                                   |
|                                                                        | <u>503,306</u>   | <u>485,262</u>                            |
| Net assets                                                             |                  |                                           |
| Accumulated deficit (Note 10)                                          | (11,306)         | (13,409)                                  |
| Investment in capital assets from internally funded sources            | 31,614           | 29,234                                    |
| Operating net assets                                                   | <u>20,308</u>    | <u>15,825</u>                             |
| <b>TOTAL LIABILITIES AND NET ASSETS</b>                                | <u>\$523,614</u> | <u>\$501,087</u>                          |

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, 2005  
(thousands of dollars)

|                                                     | 2005                |                 | 2004                              |
|-----------------------------------------------------|---------------------|-----------------|-----------------------------------|
|                                                     | Budget<br>(Note 12) | Actual          | Actual<br>(Restated)<br>(Note 23) |
| Revenue                                             |                     |                 |                                   |
| Alberta Health and Wellness contributions (Note 13) | \$ 439,401          | \$ 437,418      | \$ 381,657                        |
| Other government contributions (Note 14)            | 12,107              | 11,595          | 12,759                            |
| Fees and charges (Note 15)                          | 30,520              | 30,605          | 26,851                            |
| Ancillary operations, net (Note 16)                 | 200                 | 262             | 420                               |
| Donations                                           | 751                 | 751             | 750                               |
| Investment and other income (Note 17)               | 11,508              | 10,500          | 10,023                            |
| Amortized external capital contributions (Note 9)   | 19,391              | 19,391          | 16,078                            |
| <b>TOTAL REVENUE</b>                                | <u>513,878</u>      | <u>510,522</u>  | <u>448,538</u>                    |
| Expenses (Schedule 1)                               |                     |                 |                                   |
| Facility-based inpatient acute nursing services     | 129,912             | 132,326         | 122,850                           |
| Facility-based emergency and outpatient services    | 33,608              | 33,493          | 27,743                            |
| Facility-based continuing care services             | 52,068              | 53,293          | 52,272                            |
| Ambulance services (Note 21)                        | 118                 | 118             | -                                 |
| Community-based care                                | 13,686              | 12,924          | 11,938                            |
| Home care                                           | 23,020              | 23,162          | 20,096                            |
| Diagnostic and therapeutic services                 | 83,605              | 84,003          | 76,934                            |
| Promotion, prevention and protection services       | 17,089              | 16,816          | 15,874                            |
| Research and education                              | 388                 | 359             | 289                               |
| Administration (Note 18)                            | 23,157              | 22,921          | 20,776                            |
| Information technology                              | 9,998               | 10,766          | 9,584                             |
| Support services (Note 19)                          | 103,393             | 101,993         | 96,870                            |
| Amortization of facilities and improvements         | 13,865              | 13,865          | 11,389                            |
| <b>TOTAL EXPENSES</b>                               | <u>503,907</u>      | <u>506,039</u>  | <u>466,615</u>                    |
| Excess (deficiency) of revenue over expenses        | <u>\$ 9,971</u>     | <u>\$ 4,483</u> | <u>\$ (18,077)</u>                |

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David Thompson Regional Health Authority  
Statement of Changes In Net Assets  
For the Year Ended March 31, 2005  
(thousands of dollars)

|                                                      | 2005                                    |                                                              |           | 2004                       |
|------------------------------------------------------|-----------------------------------------|--------------------------------------------------------------|-----------|----------------------------|
|                                                      | Accumulated surplus/(deficit) (Note 10) | Investments in capital assets from internally funded sources | Total     | Total (Restated) (Note 23) |
| Excess (deficiency) of revenue over expenses         | \$ 4,483                                | \$ -                                                         | \$ 4,483  | \$ (18,077)                |
| Capital assets purchased with internal funds         | (6,545)                                 | 6,545                                                        | -         | -                          |
| Amortization on internally funded capital assets     | 3,455                                   | (3,455)                                                      | -         | -                          |
| Proceeds from long-term debt                         | 602                                     | (602)                                                        | -         | -                          |
| Repayment of long-term debt                          | (163)                                   | 163                                                          | -         | -                          |
| Loss on disposal of internally funded capital assets | 271                                     | (271)                                                        | -         | -                          |
| Net change                                           | 2,103                                   | 2,380                                                        | 4,483     | (18,077)                   |
| Balance at beginning of year                         | (13,409)                                | 29,234                                                       | 15,825    | 33,902                     |
| Balance at end of year                               | \$ (11,306)                             | \$ 31,614                                                    | \$ 20,308 | \$ 15,825                  |

David Thompson Regional Health Authority  
Statement of Cash Flow  
For the Year Ended March 31, 2005  
(thousands of dollars)

|                                                        | 2005      |           | 2004                        |
|--------------------------------------------------------|-----------|-----------|-----------------------------|
|                                                        | Budget    | Actual    | Actual (Restated) (Note 23) |
| Cash generated from (used by):                         |           |           |                             |
| Operating activities:                                  |           |           |                             |
| Excess (deficiency) of revenue over expenses           | \$ 9,971  | \$ 4,483  | \$ (18,077)                 |
| Non-cash transactions:                                 |           |           |                             |
| Amortization of capital equipment - internally funded  | 3,417     | 3,417     | 3,738                       |
| - externally funded                                    | 5,369     | 5,369     | 4,689                       |
| Amortization of facilities and improvements            | 13,329    | 13,329    | 11,389                      |
| Amortized external capital contributions (Note 9)      | (19,391)  | (19,391)  | (16,078)                    |
| Loss on disposal of equipment                          | 466       | 466       | 12                          |
| Loss on disposal of facilities and improvements        | 536       | 536       | 14                          |
| Changes in non-cash working capital accounts           | 2,612     | (12,463)  | (8,732)                     |
| Cash generated from (used by) operations               | 16,309    | (4,254)   | (23,045)                    |
| Investing activities:                                  |           |           |                             |
| Purchase of capital assets:                            |           |           |                             |
| internally funded                                      | (6,545)   | (6,545)   | (4,597)                     |
| externally funded - equipment (Note 9)                 | (6,718)   | (6,718)   | (4,419)                     |
| externally funded - facility and improvements (Note 9) | (36,208)  | (36,208)  | (40,944)                    |
| Allocations to non-current cash and investments        | 413       | (4,106)   | 17,153                      |
| Cash used by investing activities                      | (49,058)  | (53,577)  | (32,807)                    |
| Financing activities:                                  |           |           |                             |
| Capital contributions received (Note 9)                | 42,926    | 42,926    | 45,363                      |
| Principal payments on long-term debt                   | (163)     | (163)     | (49)                        |
| Proceeds from long-term debt                           | 602       | 602       | -                           |
| Cash generated from financing activities               | 43,365    | 43,365    | 45,314                      |
| Increase (decrease) in cash and investments            | 10,616    | (14,466)  | (10,538)                    |
| Cash and investments, beginning of year                | 59,356    | 59,356    | 69,894                      |
| Cash and investments, end of year                      | \$ 69,972 | \$ 44,890 | \$ 59,356                   |

**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                                 |
| Breton 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 <sup>th</sup> 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                        |
| Elnora 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 Mtn. 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 20 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 24. Following are the significant accounting policies:

(a) Basis of presentation

These financial statements are 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.

(b) 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.

**(c) 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)**

**(d) 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.

**(e) 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.

**(f) 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)**

(g) Inventories

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

(h) 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:

|                             | <u>Useful life</u> |
|-----------------------------|--------------------|
| Facilities and improvements | 10 - 40 years      |
| Land improvements           | 10 - 20 years      |
| Vehicles and equipment      | 5 - 20 years       |

Construction 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.

(i) 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.

(j) 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**

2005      2004  
(thousands of dollars)

|                            |                 |                 |
|----------------------------|-----------------|-----------------|
| Cash                       | \$27,096        | \$45,824        |
| Money market securities    | 31,411          | 30,546          |
| Bonds                      | 13,552          | 2,846           |
| Marketable securities      | <u>2,568</u>    | <u>5,771</u>    |
| Total cash and investments | <u>74,627</u>   | <u>84,987</u>   |
| Classified as:             |                 |                 |
| Current                    | 44,890          | 59,356          |
| Non current                | <u>29,737</u>   | <u>25,631</u>   |
| Total cash and investments | <u>\$74,627</u> | <u>\$84,987</u> |

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

Bonds 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. All bonds held at March 31, 2005 bear interest at rates ranging from 4.1% to 6.375% paid annually. The effective yield on these bonds based on the carrying value at March 31, 2005 is 3.75%.

Market value of cash and investments at March 31, 2005 is \$75,067,000 (2004: \$85,935,000)

Non-current cash and investments represent the following:

|                                                                             | <u>2005</u>            | <u>2004</u>     |
|-----------------------------------------------------------------------------|------------------------|-----------------|
|                                                                             | (thousands of dollars) |                 |
| Externally restricted for capital acquisitions                              | \$ 6,765               | \$ 8,171        |
| Externally restricted for major redevelopment projects                      | 21,921                 | 17,460          |
| Externally restricted grants for Regional Shared Health Information Program | <u>1,051</u>           | —               |
|                                                                             | <u>\$29,737</u>        | <u>\$25,631</u> |

David Thompson Regional Health Authority  
Notes To The Financial Statements  
For the Year Ended March 31, 2005

Note 4 Capital Assets

|                              | Cost                   |                                 |                  |                    |                   | Accumulated Amortization |                           | Net Book Value 2005 | Net Book Value 2004 |
|------------------------------|------------------------|---------------------------------|------------------|--------------------|-------------------|--------------------------|---------------------------|---------------------|---------------------|
|                              | Opening Balance        | Transfers from Work in Progress | Additions        | Disposals          | Closing Balance   | Opening Balance          | Current Year Amortization |                     |                     |
|                              | (thousands of dollars) |                                 |                  |                    |                   |                          |                           |                     |                     |
| Land                         | \$ 6,592               | \$ -                            | -                | \$ (15)            | \$ 6,577          | \$ -                     | \$ -                      | \$ 6,577            | \$ 6,592            |
| Land improvements            | 3,537                  | -                               | -                | (1)                | 3,536             | 2,418                    | 98                        | 1,021               | 1,119               |
| Facilities and improvements  | 426,077                | 50,425                          | -                | (2,325)            | 474,177           | 169,342                  | 13,078                    | 293,561             | 256,735             |
| Equipment                    | 103,059                | 2,618                           | 7,265            | (10,094)           | 102,848           | 62,089                   | 8,939                     | 41,498              | 40,970              |
| Capital projects in progress | 73,645                 | (53,043)                        | 42,206           | (50)               | 62,758            | -                        | -                         | 62,758              | 73,645              |
|                              | <u>\$ 612,910</u>      | <u>\$ -</u>                     | <u>\$ 49,471</u> | <u>\$ (12,485)</u> | <u>\$ 649,896</u> | <u>\$ 233,849</u>        | <u>\$ 22,115</u>          | <u>\$ 405,415</u>   | <u>\$ 379,061</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, 2005

Note 4 Capital Assets (continued)

(b) Leased equipment

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

Capital assets were funded from the following sources:

|                                                     | 2005                   | 2004                    |
|-----------------------------------------------------|------------------------|-------------------------|
|                                                     | (thousands of dollars) |                         |
|                                                     |                        | (Restated)<br>(Note 23) |
| Short-term debt                                     | \$ 425                 | \$ 425                  |
| Long-term debt (Note 7)                             | 1,051                  | 612                     |
| Unamortized external capital contributions (Note 9) | 372,325                | 348,790                 |
| Internally funded (invested in capital assets)      | <u>31,614</u>          | <u>29,234</u>           |
|                                                     | <u>\$405,415</u>       | <u>\$379,061</u>        |

Note 5 Loans - Continuing Care Partnership Projects

|                                    | 2005                   | 2004            |
|------------------------------------|------------------------|-----------------|
|                                    | (thousands of dollars) |                 |
| Loans receivable                   |                        |                 |
| Continuum Healthcare Corporation   | \$ 263                 | \$ 295          |
| Voluntary health service providers | <u>21,155</u>          | <u>20,944</u>   |
|                                    | <u>\$21,418</u>        | <u>\$21,239</u> |

The Authority has a forgivable loan with Continuum Healthcare Corporation initiated under the Healthy Aging Partnership Initiative. During the year, \$32,000 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. During the year, another facility was completed. 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. Final payment for the facility completed in 2005 was \$840,324. 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 \$629,547 was forgiven on the loans receivable.

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David Thompson Regional Health Authority  
Notes To The Financial Statements  
For the Year Ended March 31, 2005

**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% - 4.25%) plus 2% on the loans receivable for a total of \$1,345,000. This amount is included in investment income. The interest has been forgiven and \$1,345,000 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**

|                           | <u>2005</u>            | <u>2004</u>  |
|---------------------------|------------------------|--------------|
|                           | (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   | <u>507</u>             | -            |
|                           | <u>\$920</u>           | <u>\$413</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 and the benefit represents the excess of contributions for the current year over the current year expense.

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**Note 7 Long-term Debt**

|                                  | <u>2005</u>            | <u>2004</u>   |
|----------------------------------|------------------------|---------------|
|                                  | (thousands of dollars) |               |
| Bank loan                        | \$ 560                 | \$ 612        |
| Obligations under capital leases | <u>491</u>             | <u>-</u>      |
|                                  | 1,051                  | 612           |
| Current portion                  | <u>(201)</u>           | <u>(52)</u>   |
|                                  | <u>\$ 850</u>          | <u>\$ 560</u> |

Future principal payments are estimated as follows:

|                     | <u>Bank Loan</u>       | <u>Lease</u>  | <u>Total</u>    |
|---------------------|------------------------|---------------|-----------------|
|                     | (thousands of dollars) |               |                 |
| 2006                | \$ 48                  | \$ 153        | \$ 201          |
| 2007                | 50                     | 153           | 203             |
| 2008                | 53                     | 150           | 203             |
| 2009                | 54                     | 35            | 89              |
| 2010 and thereafter | <u>355</u>             | <u>-</u>      | <u>355</u>      |
|                     | <u>\$ 560</u>          | <u>\$ 491</u> | <u>\$ 1,051</u> |

The bank loan is due in monthly installments of \$6,000 including interest at 4%. It is secured by a general assignment of book debts, maturing 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.

**Note 8 Deferred Capital Contributions**

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

|                                                                          | 2005<br>(thousands of dollars) | 2004<br>(Restated)<br>(Note 23) |
|--------------------------------------------------------------------------|--------------------------------|---------------------------------|
| Amounts received:                                                        |                                |                                 |
| Restricted Alberta Health and Wellness contributions (Note 13)           | \$ 4,067                       | \$ 3,950                        |
| Restricted other government contributions                                | 32,441                         | 38,040                          |
| Regional Shared Health Information Program                               | 1,051                          | -                               |
| Donations restricted for capital purposes                                | 1,515                          | 14                              |
|                                                                          | <u>39,074</u>                  | <u>42,004</u>                   |
| Transferred to:                                                          |                                |                                 |
| Unamortized external capital contributions (Note 9)                      | (31,245)                       | (36,333)                        |
| Other government contributions (Note 14)                                 | (2,973)                        | (4,361)                         |
| Deferred contributions (Schedule 3)                                      | (68)                           | -                               |
|                                                                          | <u>(34,286)</u>                | <u>(40,694)</u>                 |
| Change during the year                                                   | 4,788                          | 1,310                           |
| Balance, beginning of year                                               | <u>24,949</u>                  | <u>23,639</u>                   |
| Balance, end of year                                                     | <u>\$ 29,737</u>               | <u>\$ 24,949</u>                |
| Balance at the end of the year is restricted for the following purposes: |                                |                                 |
| Equipment replacement                                                    | 6,766                          | 3,970                           |
| Upgrade of capital assets                                                | 828                            | 3,519                           |
| Regional Shared Health Information Program                               | 1,051                          | -                               |
| New construction                                                         | 21,092                         | 17,460                          |
|                                                                          | <u>\$ 29,737</u>               | <u>\$ 24,949</u>                |

**Note 9 Unamortized External Capital Contributions**

The region follows the deferral method of recognizing capital contributions as described in Note 2 (b)(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.

|                                                                               | 2005<br>(thousands of dollars) | 2004<br>(Restated)<br>(Note 23) |
|-------------------------------------------------------------------------------|--------------------------------|---------------------------------|
| Balance, beginning of year                                                    | \$ 348,790                     | \$ 319,505                      |
| Transfers from deferred capital contributions (Note 8)                        | 31,245                         | 36,333                          |
| Transferred from deferred contributions (Schedule 3)                          | 1,472                          | 2,706                           |
| Transferred from Alberta Infrastructure re: Castor Our Lady of the Rosary     | -                              | 3,279                           |
| Transfer from Alberta Infrastructure re: Trochu St. Mary's Health Care Centre | -                              | 2,854                           |
| Other additions                                                               | 11                             | 191                             |
| Regional Shared Health Information Program                                    | 10,198                         | -                               |
|                                                                               | <u>42,926</u>                  | <u>45,363</u>                   |
| Less amounts recognized as revenue:                                           |                                |                                 |
| Amortization of externally funded equipment                                   | (5,369)                        | (5,022)                         |
| Amortization of externally funded facilities and improvements                 | (13,291)                       | (11,056)                        |
| Loss on disposal of externally funded facilities and improvements             | (471)                          | -                               |
| Loss on disposal of externally funded equipment                               | (260)                          | -                               |
|                                                                               | <u>(19,391)</u>                | <u>(16,078)</u>                 |
| Balance, end of year                                                          | <u>\$ 372,325</u>              | <u>\$ 348,790</u>               |

**Note 10 Accumulated Deficit**

The Authority's accumulated deficit comprises the following:

|                         | 2005<br>(thousands of dollars) | 2004<br>(Restated)<br>(Note 23) |
|-------------------------|--------------------------------|---------------------------------|
| Unrestricted net assets | <u>\$ (11,306)</u>             | <u>\$ (13,409)</u>              |

**Note 11 Commitments and Contingencies**

The Authority is contingently liable for the buyback of 32 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 \$14,502,335 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 \$99,060,000. Total costs to date are \$84,153,098 and total contributions to date are \$97,100,000. The remaining unfulfilled commitment will be incurred over the next two fiscal years.

The Authority has committed to a capital upgrade project at the Rimbey Health Centre in the amount of \$14,000,000. Total costs to date are \$11,842 and total contributions to date are \$4,750,000. 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 cost to date is \$99,276,026 and total contributions to date are \$100,212,992. 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. Contributions to date total \$2,600,000. 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 20 (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, \$4,600,000 USD (\$5,848,278 CAD) was purchased. For the period April 2005 through September 2007, total commitments are \$23,200,000 USD (\$29,495,000 CAD).



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**Note 12 Budget**

|                                                  | 2005<br>Approved<br>Budget <sup>(1)</sup> | Adjustments <sup>(2)</sup> | 2005<br>Reported<br>Budget |
|--------------------------------------------------|-------------------------------------------|----------------------------|----------------------------|
|                                                  | (thousands of dollars)                    |                            |                            |
| <b>Revenue</b>                                   |                                           |                            |                            |
| Alberta Health and Wellness contributions        | \$ 439,401                                | \$ -                       | \$ 439,401                 |
| Other government contributions                   | 6,716                                     | 5,391                      | 12,107                     |
| Fees and charges                                 | 25,272                                    | 5,248                      | 30,520                     |
| Ancillary operations, net                        | 300                                       | (100)                      | 200                        |
| Donations                                        | 500                                       | 251                        | 751                        |
| Investment and other income                      | 7,525                                     | 3,983                      | 11,508                     |
| Amortized external capital contributions         | 16,851                                    | 2,540                      | 19,391                     |
| <b>TOTAL REVENUE</b>                             | <u>496,565</u>                            | <u>17,313</u>              | <u>513,878</u>             |
| <b>Expenses</b>                                  |                                           |                            |                            |
| Facility-based inpatient acute nursing services  | 135,690                                   | (5,778)                    | 129,912                    |
| Facility-based emergency and outpatient services | 39,709                                    | (6,101)                    | 33,608                     |
| Facility-based continuing care services          | 55,527                                    | (3,459)                    | 52,068                     |
| Ambulance services                               | -                                         | 118                        | 118                        |
| Community-based care                             | -                                         | 13,686                     | 13,686                     |
| Home care                                        | 22,718                                    | 302                        | 23,020                     |
| Diagnostic and therapeutic services              | 81,407                                    | 2,198                      | 83,605                     |
| Promotion, prevention and protection services    | 15,742                                    | 1,347                      | 17,089                     |
| Research and education                           | 367                                       | 21                         | 388                        |
| Administration                                   | 20,074                                    | 3,083                      | 23,157                     |
| Information technology                           | 9,930                                     | 68                         | 9,998                      |
| Support services                                 | 92,810                                    | 10,583                     | 103,393                    |
| Amortization of facilities and improvements      | 12,620                                    | 1,245                      | 13,865                     |
| <b>TOTAL EXPENSES</b>                            | <u>486,594</u>                            | <u>17,313</u>              | <u>503,907</u>             |
| Excess of revenue over expenses                  | <u>\$ 9,971</u>                           | <u>\$ -</u>                | <u>\$ 9,971</u>            |

(1) The budget was approved by the Board of the Authority on June 8, 2004, and submitted to the Minister of Health and Wellness for approval.

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**Note 12 Budget (continued)**

(2) In accordance with Note 2 (c), 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**

|                                                                                                               | 2005                   | 2004              |
|---------------------------------------------------------------------------------------------------------------|------------------------|-------------------|
|                                                                                                               | (thousands of dollars) |                   |
| Unrestricted contributions                                                                                    | \$ 428,495             | \$ 373,822        |
| Restricted contributions                                                                                      | 18,054                 | 10,853            |
| Transfers from deferred contributions (Schedule 3)                                                            | 8,735                  | 7,377             |
| Transfers to deferred contributions (Schedule 3)                                                              | (13,986)               | (6,633)           |
| Transferred to deferred capital contributions (Note 8)                                                        | (4,067)                | (3,950)           |
| Restricted contributions made by Alberta Health and Wellness directly to contracted health service operations | <u>187</u>             | <u>188</u>        |
|                                                                                                               | <u>\$ 437,418</u>      | <u>\$ 381,657</u> |

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Note 14 Other Government Contributions

|                                                                                          | 2005                   | 2004             |
|------------------------------------------------------------------------------------------|------------------------|------------------|
|                                                                                          | (thousands of dollars) |                  |
| <b>Alberta Government</b>                                                                |                        |                  |
| Unrestricted Alberta Infrastructure (Schedule 3)                                         | \$ 3,940               | \$ 2,489         |
| Fair value of rent less rent charges for non-acute care facilities used by the Authority | 1,187                  | 1,258            |
| Transfers from deferred contributions (Schedule 3)                                       | 2,748                  | 2,892            |
| Transfers from deferred capital contributions (Note 8)                                   | 2,973                  | 4,361            |
|                                                                                          | <u>10,848</u>          | <u>11,000</u>    |
| Other                                                                                    | <u>747</u>             | <u>1,759</u>     |
|                                                                                          | <u>\$ 11,595</u>       | <u>\$ 12,759</u> |

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Note 15 Fees and charges

|                               | Inpatient/Resident     |                  | Outpatient      |                 | Total            |                  |
|-------------------------------|------------------------|------------------|-----------------|-----------------|------------------|------------------|
|                               | 2005                   | 2004             | 2005            | 2004            | 2005             | 2004             |
|                               | (thousands of dollars) |                  |                 |                 |                  |                  |
| <b>Acute Care</b>             |                        |                  |                 |                 |                  |                  |
| Out-of-province               | \$ 2,134               | \$ 2,421         | \$ 1,184        | \$ 785          | \$ 3,318         | \$ 3,206         |
| Out-of-country base amount    | 81                     | 108              | 53              | 51              | 134              | 159              |
| Out-of-country surcharge      | 101                    | 139              | 66              | 67              | 167              | 206              |
| WCB standard charges          | 796                    | 579              | 2,236           | 1,567           | 3,032            | 2,146            |
| Federal                       | 180                    | 214              | 232             | 160             | 412              | 374              |
| Other                         | -                      | 32               | -               | 9               | -                | 41               |
| Preferred accommodation       | 83                     | 78               | -               | -               | 83               | 78               |
| Insured resident self-pay     | 806                    | 822              | -               | -               | 806              | 822              |
| Uninsured resident            | 209                    | 52               | 84              | 95              | 293              | 147              |
| Continuing care standard ward | 67                     | 52               | -               | -               | 67               | 52               |
| Continuing care semi-private  | 320                    | 285              | -               | -               | 320              | 285              |
| Continuing care private       | 17                     | 14               | -               | -               | 17               | 14               |
|                               | <u>4,794</u>           | <u>4,796</u>     | <u>3,855</u>    | <u>2,734</u>    | <u>8,649</u>     | <u>7,530</u>     |
| <b>Continuing Care</b>        |                        |                  |                 |                 |                  |                  |
| Continuing care standard ward | 571                    | 1,006            | -               | -               | 571              | 1,006            |
| Continuing care semi-private  | 10,073                 | 9,473            | -               | -               | 10,073           | 9,473            |
| Continuing care private       | 11,288                 | 8,718            | -               | -               | 11,288           | 8,718            |
| Out-of-province               | -                      | 34               | -               | -               | -                | 34               |
|                               | <u>21,932</u>          | <u>19,231</u>    | <u>-</u>        | <u>-</u>        | <u>21,932</u>    | <u>19,231</u>    |
| <b>Home Care</b>              |                        |                  |                 |                 |                  |                  |
| Homemaking fees               | -                      | -                | 24              | 90              | 24               | 90               |
| <b>Total</b>                  | <u>\$ 26,726</u>       | <u>\$ 24,027</u> | <u>\$ 3,879</u> | <u>\$ 2,824</u> | <u>\$ 30,605</u> | <u>\$ 26,851</u> |

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**Note 16 Ancillary Operations**

|                                                | 2005                            |                       |                                             |                                 |                       |                                 |                     |          | 2004     |       |
|------------------------------------------------|---------------------------------|-----------------------|---------------------------------------------|---------------------------------|-----------------------|---------------------------------|---------------------|----------|----------|-------|
|                                                | Non-Patient<br>Food<br>Services | Ambulance<br>Services | Assisted<br>Living<br>Condos <sup>(1)</sup> | Sale of<br>Goods and<br>Service | Parking<br>Operations | David<br>Thompson<br>Dispensary | TV and<br>Telephone | Total    | Total    | Total |
|                                                | (thousands of dollars)          |                       |                                             |                                 |                       |                                 |                     |          |          |       |
| Revenue                                        |                                 |                       |                                             |                                 |                       |                                 |                     |          |          |       |
| Revenue                                        | \$ 1,827                        | \$ 197                | \$ 224                                      | \$ 1,861                        | \$ 1,014              | \$ 895                          | \$ 125              | \$ 6,143 | \$ 4,579 |       |
| Expenses                                       |                                 |                       |                                             |                                 |                       |                                 |                     |          |          |       |
| Other expenses                                 | 2,053                           | 210                   | 239                                         | 1,866                           | 474                   | 964                             | 50                  | 5,856    | 4,158    |       |
| Amortization                                   | -                               | 25                    | -                                           | -                               | -                     | -                               | -                   | 25       | 1        |       |
|                                                | 2,053                           | 235                   | 239                                         | 1,866                           | 474                   | 964                             | 50                  | 5,881    | 4,159    |       |
| Excess (deficiency) of revenue<br>over expense | \$ (226)                        | \$ (38)               | \$ (15)                                     | \$ (5)                          | \$ 540                | \$ (69)                         | \$ 75               | \$ 262   | \$ 420   |       |

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

**Note 17 Investment and Other Income**

|                   | 2005                   | 2004            |
|-------------------|------------------------|-----------------|
|                   | (thousands of dollars) |                 |
| Investment income | \$ 3,214               | \$ 3,269        |
| Other income      | 7,286                  | 6,754           |
|                   | <u>\$10,500</u>        | <u>\$10,023</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**

|                                                  | 2005                   | 2004            |
|--------------------------------------------------|------------------------|-----------------|
|                                                  | (thousands of dollars) |                 |
| General administration                           | \$10,254               | \$ 9,346        |
| Finance                                          | 4,264                  | 5,100           |
| Human resources                                  | 5,884                  | 5,106           |
| Administration - contract operators (Schedule 4) | <u>2,519</u>           | <u>1,224</u>    |
|                                                  | <u>\$22,921</u>        | <u>\$20,776</u> |

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**Note 19 Support Services**

|                                                    | 2005                   | 2004            |
|----------------------------------------------------|------------------------|-----------------|
|                                                    | (thousands of dollars) |                 |
| Bio-medical engineering                            | \$ 492                 | \$ 443          |
| Building, maintenance, operations and security     | 31,890                 | 31,024          |
| Case management                                    | 933                    | 1,063           |
| Communications                                     | 2,309                  | 1,801           |
| Education                                          | 3,023                  | 3,030           |
| Housekeeping                                       | 13,302                 | 12,920          |
| Laundry and linen                                  | 4,250                  | 4,837           |
| Material management                                | 7,568                  | 6,985           |
| Patient food services                              | 16,692                 | 16,702          |
| Patient health records                             | 5,741                  | 5,775           |
| Patient registration                               | 3,028                  | 2,907           |
| Patient transportation                             | 6,361                  | 5,318           |
| Volunteer services                                 | 739                    | 683             |
| Support services - contract operators (Schedule 4) | <u>5,665</u>           | <u>3,382</u>    |
|                                                    | <u>\$101,993</u>       | <u>\$96,870</u> |

**Note 20 Related Parties**

(a) Province of Alberta

The Authority is established under the Regional Health Authorities Act. The Minister of Health and Wellness appoints the members. 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.

(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.

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**Note 20 Related Parties (continued)**

- (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 20 Related Parties (continued)**  
(c) Foundations

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

|                                                    | Contributions received by<br>Health Authority |                 | Resources held by<br>Foundation |                          |
|----------------------------------------------------|-----------------------------------------------|-----------------|---------------------------------|--------------------------|
|                                                    | Year ended March 31,                          |                 | at March 31, 2005               |                          |
|                                                    | 2005                                          | 2004            | Externally<br>Restricted        | Internally<br>Restricted |
|                                                    | (thousands of dollars)                        |                 |                                 |                          |
| David Thompson Health Region Foundation            | \$ 1,992                                      | \$ 1,650        | \$ 2,516                        | \$ 1,978                 |
| Wetaskiwin Health Foundation                       | 20                                            | 82              | 229                             | 1,197                    |
| Drayton Valley Health Services Foundation          | 39                                            | 87              | 166                             | 13                       |
| Stettler Health Services Foundation <sup>(1)</sup> | -                                             | 43              | -                               | -                        |
| Coronation Health Centre Foundation                | 2                                             | 12              | -                               | 36                       |
| Drumheller Area Health Foundation                  | 84                                            | 153             | 212                             | 64                       |
| Consort Hospital Foundation <sup>(1)</sup>         | -                                             | -               | -                               | -                        |
|                                                    | <u>\$ 2,137</u>                               | <u>\$ 2,027</u> | <u>\$ 3,123</u>                 | <u>\$ 3,288</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,        |              |
|                                                    | 2005                   | 2004         | 2005                | 2004         |
|                                                    | (thousands of dollars) |              |                     |              |
| David Thompson Health Region Foundation            | \$ 35                  | \$ 26        | \$109               | \$840        |
| Wetaskiwin Health Foundation                       | -                      | -            | -                   | -            |
| Drayton Valley Health Services Foundation          | -                      | -            | 14                  | -            |
| Stettler Health Services Foundation <sup>(1)</sup> | -                      | -            | -                   | -            |
| Coronation Health Centre Foundation                | -                      | -            | -                   | -            |
| Drumheller Area Health Foundation                  | -                      | -            | 10                  | -            |
| Consort Hospital Foundation <sup>(1)</sup>         | -                      | -            | -                   | -            |
|                                                    | <u>\$ 35</u>           | <u>\$ 26</u> | <u>\$133</u>        | <u>\$840</u> |

(1) These foundation statements were not available at time of preparation of these financial statements.



**Note 20 Related Parties (continued)**

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 21 Subsequent Events**

Effective April 1, 2005, the governance and funding of ground ambulance services was transferred to two regional health authorities on a trial basis in 2006 in anticipation of full transference at April 1, 2006.

**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, 2004, the Local Authorities Pension Plan reported a deficit of \$1,288,924,000 (2003 deficit \$1,453,487,000).

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, 2005. The total pension obligation at the end of the fiscal year was \$720,712.

|                                                     | <u>2005</u>            | <u>2004</u>     |
|-----------------------------------------------------|------------------------|-----------------|
|                                                     | (thousands of dollars) |                 |
| Amounts expensed related to:                        |                        |                 |
| Local Authorities Pension Plan                      | \$14,931               | \$13,991        |
| Supplemental Executive Retirement Plan (Schedule 2) | <u>213</u>             | <u>-</u>        |
|                                                     | <u>\$15,144</u>        | <u>\$13,991</u> |

**Note 23 Comparative Figures**

Certain 2004 figures have been reclassified and restated to conform to the 2005 presentation.

Major restatement relate to the following:

a) Boundary change

As a result of the transfer of Didsbury to the Calgary Health Region effective December 1, 2003 and to better reflect the current operations of the Authority, certain of the 2004 comparatives numbers have been restated. Revenues and expenses on the Statement of Operations were both reduced by \$7,139,000 thus having no impact on the reported deficit. Accordingly, the Statement of Cash Flow, Schedule 2 and Notes 9, 13, 15, 16, 18 and 19 were also changed to reflect the transfer.

b) Redistribution of surplus (deficit)

The surplus/deficit has been restated by \$1,151,000 relating to the transfer of the deficit of disestablished regions.

**Note 24 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. The Authority incurred an operating surplus of \$4,483,000 for the year ended March 31, 2005. The Authority has partially offset previously accumulated deficits with this surplus.

**Note 25 Approval of Financial Statements**

These financial statements have been approved by the Authority.





## Schedule 1

David Thompson Regional Health Authority  
 Schedule of Expenses by Object  
 For the Year Ended March 31, 2005  
 (thousands of dollars)

|                                                         | 2005              |                   | 2004                              |
|---------------------------------------------------------|-------------------|-------------------|-----------------------------------|
|                                                         | Budget            | Actual            | Actual<br>(Restated)<br>(Note 23) |
| Salaries and benefits (Schedule 2)                      | \$ 340,143        | \$ 340,372        | \$ 317,238                        |
| Contracts with health service operators (Schedule 4)    | 28,996            | 29,379            | 21,881                            |
| Drugs and gases                                         | 10,794            | 10,918            | 9,810                             |
| Medical and surgical supplies                           | 11,173            | 11,290            | 10,244                            |
| Other contracted services                               | 28,672            | 28,960            | 24,156                            |
| Interest on long-term debt                              | 31                | 31                | 31                                |
| Other (1)                                               | 66,739            | 67,853            | 67,625                            |
| Amortization:                                           |                   |                   |                                   |
| Capital equipment - internally funded                   | 3,623             | 3,623             | 3,438                             |
| Capital equipment - externally funded                   | 5,629             | 5,629             | 4,724                             |
| Facilities and improvements                             | 13,865            | 13,865            | 11,627                            |
|                                                         | <u>509,665</u>    | <u>511,920</u>    | <u>470,774</u>                    |
| Less amounts reported in ancillary operations (Note 16) | <u>(5,758)</u>    | <u>(5,881)</u>    | <u>(4,159)</u>                    |
|                                                         | <u>\$ 503,907</u> | <u>\$ 506,039</u> | <u>\$ 466,615</u>                 |

(1) Other expenses are comprised of:

|                                           |                  |                  |
|-------------------------------------------|------------------|------------------|
| Building and equipment maintenance        | \$ 15,227        | \$ 14,646        |
| Diagnostic and therapeutic supplies       | 5,228            | 4,965            |
| Dietary supplies                          | 6,131            | 6,311            |
| Insurance                                 | 1,823            | 1,638            |
| Minor equipment purchases                 | 1,905            | 2,516            |
| Patient transport and staff travel        | 9,850            | 8,817            |
| Rental or lease of building and equipment | 4,302            | 4,074            |
| Utilities                                 | 11,446           | 10,427           |
| Other                                     | 11,941           | 14,231           |
|                                           | <u>\$ 67,853</u> | <u>\$ 67,625</u> |

David Thompson Regional Health Authority  
 Schedule of Salaries, Honoraria, Benefits, Allowances and Severance  
 For the Year Ended March 31, 2005  
 (thousands of dollars)

|                                  | 2005                                    |                                          |                                           | Severance     |                          |             | 2004          |                                         |                                                       |             |               |
|----------------------------------|-----------------------------------------|------------------------------------------|-------------------------------------------|---------------|--------------------------|-------------|---------------|-----------------------------------------|-------------------------------------------------------|-------------|---------------|
|                                  | Number of<br>Individuals <sup>(1)</sup> | Salaries and<br>Honoraria <sup>(2)</sup> | Benefits and<br>Allowances <sup>(3)</sup> | Sub-total     | Number of<br>Individuals | Amount      | Total         | Number of<br>Individuals <sup>(1)</sup> | Salaries,<br>Honoraria,<br>Benefits <sup>(2)(3)</sup> | Severance   | Total         |
| <b>Board Compensation</b>        |                                         |                                          |                                           |               |                          |             |               |                                         |                                                       |             |               |
| <b>Chairperson</b>               |                                         |                                          |                                           |               |                          |             |               |                                         |                                                       |             |               |
| Graham, J. - Provincial Business |                                         | \$ 18                                    | \$ -                                      | \$ 18         |                          | \$ -        | \$ 18         | \$ 15                                   | \$ -                                                  | \$ -        | \$ 15         |
| - DTRHA Business                 |                                         | 36                                       | 1                                         | 37            |                          | -           | 37            | 40                                      | -                                                     | -           | 40            |
| <b>Board Members</b>             |                                         |                                          |                                           |               |                          |             |               |                                         |                                                       |             |               |
| Anderson, C.                     |                                         | 18                                       | 2                                         | 20            |                          | -           | 20            | 14                                      | -                                                     | -           | 14            |
| Bergman, G.                      |                                         | 11                                       | -                                         | 11            |                          | -           | 11            | 9                                       | -                                                     | -           | 9             |
| Dawe, M.                         |                                         | 16                                       | -                                         | 16            |                          | -           | 16            | 13                                      | -                                                     | -           | 13            |
| Fowler, R.D.                     |                                         | 16                                       | 2                                         | 18            |                          | -           | 18            | 1                                       | -                                                     | -           | 1             |
| Gataint, I.                      |                                         | 14                                       | -                                         | 14            |                          | -           | 14            | 14                                      | -                                                     | -           | 14            |
| Gillespie, E.S.                  |                                         | 12                                       | -                                         | 12            |                          | -           | 12            | 12                                      | -                                                     | -           | 12            |
| Hemming, G.                      |                                         | -                                        | -                                         | -             |                          | -           | -             | 8                                       | -                                                     | -           | 8             |
| King, R.                         |                                         | 2                                        | 1                                         | 3             |                          | -           | 3             | 9                                       | -                                                     | -           | 9             |
| Manning, R.                      |                                         | -                                        | -                                         | -             |                          | -           | -             | 1                                       | -                                                     | -           | 1             |
| Moore, W.                        |                                         | 27                                       | -                                         | 27            |                          | -           | 27            | 15                                      | -                                                     | -           | 15            |
| Notley, W.                       |                                         | 14                                       | 2                                         | 16            |                          | -           | 16            | 13                                      | -                                                     | -           | 13            |
| Pedersen, B.                     |                                         | 6                                        | -                                         | 6             |                          | -           | 6             | -                                       | -                                                     | -           | -             |
| Posti, H.                        |                                         | 4                                        | -                                         | 4             |                          | -           | 4             | -                                       | -                                                     | -           | -             |
| Ralston, P.                      |                                         | -                                        | -                                         | -             |                          | -           | -             | 1                                       | -                                                     | -           | 1             |
| Rooyakkers, K.                   |                                         | 18                                       | 2                                         | 20            |                          | -           | 20            | 15                                      | -                                                     | -           | 15            |
| Taylor, S.J.                     |                                         | 18                                       | 2                                         | 20            |                          | -           | 20            | 13                                      | -                                                     | -           | 13            |
| Thompson, R.G.                   |                                         | 16                                       | -                                         | 16            |                          | -           | 16            | 12                                      | -                                                     | -           | 12            |
| Ungstad, D.                      |                                         | 13                                       | -                                         | 13            |                          | -           | 13            | 10                                      | -                                                     | -           | 10            |
| <b>Total honoraria</b>           |                                         | <b>\$ 259</b>                            | <b>\$ 12</b>                              | <b>\$ 271</b> |                          | <b>\$ -</b> | <b>\$ 271</b> | <b>\$ 215</b>                           | <b>\$ -</b>                                           | <b>\$ -</b> | <b>\$ 215</b> |

David Thompson Regional Health Authority  
 Schedule of Salaries, Honoraria, Benefits, Allowances and Severance  
 For the Year Ended March 31, 2005  
 (thousands of dollars)

|                                                         | 2005                                    |                                          |                                           |                | Severance                |            |                | 2004                                    |                                                       |              |                |
|---------------------------------------------------------|-----------------------------------------|------------------------------------------|-------------------------------------------|----------------|--------------------------|------------|----------------|-----------------------------------------|-------------------------------------------------------|--------------|----------------|
|                                                         | Number of<br>Individuals <sup>(1)</sup> | Salaries and<br>Honoraria <sup>(2)</sup> | Benefits and<br>Allowances <sup>(3)</sup> | Sub-total      | Number of<br>Individuals | Amount     | Total          | Number of<br>Individuals <sup>(1)</sup> | Salaries,<br>Honoraria,<br>Benefits <sup>(2)(3)</sup> | Severance    | Total          |
| <b>Staff</b>                                            |                                         |                                          |                                           |                |                          |            |                |                                         |                                                       |              |                |
| President & CEO                                         | 1.00                                    | \$ 260                                   | \$ 18                                     | \$ 278         | -                        | \$ -       | \$ 278         | 1.00                                    | \$ 284                                                | \$ -         | \$ 284         |
| Management persons reporting to the CEO                 |                                         |                                          |                                           |                |                          |            |                |                                         |                                                       |              |                |
| Sr. Vice President & COO - Health Services              | 1.00                                    | 175                                      | 17                                        | 192            | -                        | -          | 192            | 1.00                                    | 192                                                   | -            | 192            |
| Vice President & COO - Corporate Services               | 1.00                                    | 160                                      | 18                                        | 178            | -                        | -          | 178            | 1.00                                    | 177                                                   | -            | 177            |
| Vice President - Public Health                          | 1.00                                    | 140                                      | 16                                        | 156            | -                        | -          | 156            | 1.00                                    | 157                                                   | -            | 157            |
| Vice President - Capital Planning & Project Development | 1.00                                    | 140                                      | 18                                        | 158            | -                        | -          | 158            | 1.00                                    | 157                                                   | -            | 157            |
| Vice President - Medicine                               | 1.00                                    | 275                                      | 18                                        | 293            | -                        | -          | 293            | 1.00                                    | 292                                                   | -            | 292            |
| Executive Director - Communications & Public Relations  | 1.00                                    | 100                                      | 16                                        | 116            | -                        | -          | 116            | 1.00                                    | 111                                                   | -            | 111            |
| Director - Corporate & Legislative Affairs              | 1.00                                    | 97                                       | 16                                        | 113            | -                        | -          | 113            | 1.00                                    | 108                                                   | -            | 108            |
| Sub-total                                               | 8.00                                    | 1,347                                    | 137                                       | 1,484          | -                        | -          | 1,484          | 8.00                                    | 1,478                                                 | -            | 1,478          |
| Other management persons reporting to those above       | 30.58                                   | 3,268                                    | 532                                       | 3,800          | -                        | -          | 3,800          | 30.16                                   | 3,806                                                 | -            | 3,806          |
| Other management                                        | 239.37                                  | 18,347                                   | 3,418                                     | 21,765         | 3                        | 77         | 21,842         | 249.94                                  | 20,846                                                | 631          | 21,477         |
| Medical doctors not included above                      | 4.22                                    | 1,197                                    | 83                                        | 1,280          | -                        | -          | 1,280          | 7.55                                    | 2,058                                                 | -            | 2,058          |
| Regulated nurses not included above                     |                                         |                                          |                                           |                |                          |            |                |                                         |                                                       |              |                |
| - RNs, Reg. Psych. nurses, Grad nurses                  | 1,380.79                                | 98,028                                   | 18,600                                    | 116,628        | -                        | -          | 116,628        | 1,378.45                                | 108,546                                               | 145          | 108,691        |
| - LPNs                                                  | 407.16                                  | 17,237                                   | 3,209                                     | 20,446         | -                        | -          | 20,446         | 381.76                                  | 18,466                                                | -            | 18,466         |
| Other health technical and professionals                | 876.45                                  | 51,525                                   | 9,631                                     | 61,156         | -                        | -          | 61,156         | 859.75                                  | 56,466                                                | 42           | 56,508         |
| Unregulated health service providers                    | 758.35                                  | 25,985                                   | 4,498                                     | 30,483         | 4                        | 9          | 30,492         | 718.40                                  | 25,877                                                | 260          | 26,137         |
| Other staff                                             | 1,935.65                                | 69,239                                   | 13,505                                    | 82,744         | 4                        | 16         | 82,760         | 1,900.07                                | 78,164                                                | 238          | 78,402         |
| Supplemental Executive Retirement Plan <sup>(4)</sup>   |                                         |                                          | 213                                       | 213            | -                        | -          | 213            | -                                       | -                                                     | -            | -              |
| <b>Total Staff</b>                                      | <b>5,632.57</b>                         | <b>284,826</b>                           | <b>53,689</b>                             | <b>338,515</b> | <b>11</b>                | <b>102</b> | <b>338,617</b> | <b>5,526.08</b>                         | <b>314,229</b>                                        | <b>1,316</b> | <b>315,545</b> |
| Total honoraria and staff                               | 5,640.57                                | \$ 286,432                               | \$ 53,838                                 | \$ 340,270     | 11                       | \$ 102     | \$ 340,372     | 5,534.08                                | \$ 315,922                                            | \$ 1,316     | \$ 317,238     |

## Schedule 2 (continued)

David Thompson Regional Health Authority  
 Schedule of Salaries, Honoraria, Benefits, Allowances and Severance  
 For the Year Ended March 31, 2005

- (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: 9,070 (2004 – 9,040)

'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:

|                                                         | <u>Current Year</u><br><u>Service Cost</u> | <u>Prior Year</u><br><u>Service Cost</u> | <u>Total Pension</u><br><u>Expense</u> |
|---------------------------------------------------------|--------------------------------------------|------------------------------------------|----------------------------------------|
|                                                         | (thousands of dollars)                     |                                          |                                        |
| President & CEO                                         | \$ 27                                      | \$ 42                                    | \$ 69                                  |
| Sr. Vice President & COO – Health Services              | 13                                         | 14                                       | 27                                     |
| Vice President – Medicine                               | 33                                         | 26                                       | 59                                     |
| Vice President & COO – Corporate Services               | 9                                          | 8                                        | 17                                     |
| Vice President – Capital Planning & Project Development | 6                                          | 5                                        | 11                                     |
| Vice President – Public Health                          | 2                                          | 1                                        | 3                                      |
| Vice President – Community & Continuing Care Services   | 6                                          | 8                                        | 14                                     |
| Executive Director - Patient Care Services              | 7                                          | 2                                        | 9                                      |
| Executive Director - Human Resources                    | 3                                          | 1                                        | 4                                      |
|                                                         | <u>\$ 106</u>                              | <u>\$ 107</u>                            | <u>\$ 213</u>                          |

David Thompson Regional Health Authority  
 Schedule of Deferred Contributions  
 For the Year Ended March 31, 2005  
 (thousands of dollars)

|                                                           | Amounts received or receivable |                                       |                                |             |        |                                         | Amounts recognized as revenue |                                       |                                          |           |                           | Schedule 3            |                                |
|-----------------------------------------------------------|--------------------------------|---------------------------------------|--------------------------------|-------------|--------|-----------------------------------------|-------------------------------|---------------------------------------|------------------------------------------|-----------|---------------------------|-----------------------|--------------------------------|
|                                                           | Opening Balance April 1, 2004  | Alberta Health and Wellness (Note 13) | Other government contributions | Foundations | Donors | Transfer from Deferred Capital (Note 8) | Investments and other         | Alberta Health and Wellness (Note 13) | Other government contributions (Note 14) | Donations | Transfer to UECC (Note 9) | Investments and other | Closing Balance March 31, 2005 |
| <b>Alberta Health and Wellness:</b>                       |                                |                                       |                                |             |        |                                         |                               |                                       |                                          |           |                           |                       |                                |
| AADAC                                                     | \$ 14                          | \$ 117                                | \$ -                           | \$ -        | \$ -   | \$ -                                    | \$ -                          | \$ (131)                              | \$ -                                     | \$ -      | \$ -                      | \$ -                  | \$ -                           |
| Alzheimer - East Central Health                           | -                              | 34                                    | -                              | -           | -      | -                                       | -                             | (7)                                   | -                                        | -         | -                         | -                     | 27                             |
| Arthroplasty Pilot Project                                | -                              | 4,000                                 | -                              | -           | -      | -                                       | -                             | (408)                                 | -                                        | -         | -                         | -                     | 3,592                          |
| Children's Health Initiative                              | -                              | 182                                   | -                              | -           | -      | -                                       | -                             | (182)                                 | -                                        | -         | -                         | -                     | -                              |
| Development of Student Placement Framework                | -                              | 171                                   | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | -                     | 171                            |
| Evaluation of Access Improvement                          | -                              | 90                                    | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | -                     | 90                             |
| Ground Ambulance Transfer of Service                      | -                              | 250                                   | -                              | -           | -      | -                                       | -                             | (118)                                 | -                                        | -         | -                         | -                     | 132                            |
| Immunization Administration                               | -                              | 692                                   | -                              | -           | -      | -                                       | -                             | (528)                                 | -                                        | -         | -                         | -                     | 164                            |
| Nutrition and Infant Growth                               | -                              | 33                                    | -                              | -           | -      | -                                       | -                             | (13)                                  | -                                        | -         | -                         | -                     | 20                             |
| O'chiese Aboriginal Health                                | 20                             | 44                                    | -                              | -           | -      | -                                       | -                             | (34)                                  | -                                        | -         | -                         | -                     | 30                             |
| Physician on Call                                         | 405                            | 6,049                                 | -                              | -           | -      | -                                       | -                             | (5,891)                               | -                                        | -         | -                         | -                     | 563                            |
| Primary Care                                              | -                              | 100                                   | -                              | -           | -      | -                                       | -                             | (100)                                 | -                                        | -         | -                         | -                     | -                              |
| Security of Systems                                       | -                              | 465                                   | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | -                     | 465                            |
| Senior Resource Project - Nurse Practitioner (HIF)        | 60                             | 99                                    | -                              | -           | -      | -                                       | -                             | (110)                                 | -                                        | -         | -                         | -                     | 49                             |
| Shared Data Centre - H/W Support                          | -                              | 462                                   | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | -                     | 462                            |
| Stanford Chronic Disease Management Self Training Program | -                              | 63                                    | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | -                     | 63                             |
| Sunchild Aboriginal Health                                | 12                             | 44                                    | -                              | -           | -      | -                                       | -                             | (32)                                  | -                                        | -         | -                         | -                     | 24                             |
| Telehealth                                                | 74                             | 344                                   | -                              | -           | -      | -                                       | -                             | (248)                                 | -                                        | -         | -                         | -                     | 170                            |
| Young Family Wellness                                     | 572                            | 744                                   | -                              | -           | -      | -                                       | 2                             | (897)                                 | -                                        | -         | -                         | -                     | 421                            |
| Other                                                     | 13                             | 3                                     | -                              | -           | -      | -                                       | -                             | (16)                                  | -                                        | -         | -                         | -                     | -                              |
| <b>Other Contributors:</b>                                |                                |                                       |                                |             |        |                                         |                               |                                       |                                          |           |                           |                       |                                |
| Alberta Infrastructure                                    | 5,644                          | -                                     | 4,883                          | -           | -      | 68                                      | -                             | -                                     | (3,940)                                  | -         | -                         | -                     | 6,655                          |
| Alberta Learning - SON Program                            | 95                             | -                                     | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | (95)                      | -                     | -                              |
| Canadian Cancer Society                                   | 39                             | -                                     | -                              | -           | -      | -                                       | 125                           | -                                     | -                                        | -         | (115)                     | -                     | 49                             |
| Case Costing                                              | 38                             | -                                     | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | -                     | 38                             |
| CCIA Initiative                                           | 12                             | -                                     | -                              | -           | -      | -                                       | -                             | (7)                                   | -                                        | -         | -                         | -                     | 28                             |
| Diabetes Research Grant - Wetaskiwin                      | 35                             | -                                     | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | (35)                  | -                              |
| Enhancement to Electronic                                 | 100                            | -                                     | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | (2)                   | 98                             |
| Golf proceeds - Land Sales                                | 294                            | -                                     | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | -                     | 294                            |
| Hobbema Equipment                                         | 15                             | -                                     | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | (15)                  | -                              |
| Keystone Family Services                                  | 71                             | -                                     | 27                             | -           | -      | -                                       | -                             | -                                     | (98)                                     | -         | -                         | -                     | -                              |
| LTC HR Initiative                                         | 248                            | -                                     | -                              | -           | -      | -                                       | -                             | (13)                                  | -                                        | -         | -                         | -                     | 235                            |
| Neurotoomy Research                                       | 15                             | -                                     | -                              | -           | -      | -                                       | -                             | -                                     | -                                        | -         | -                         | (12)                  | 3                              |
| Persons with Developmental Disabilities                   | 147                            | -                                     | 243                            | -           | -      | -                                       | -                             | -                                     | (348)                                    | -         | -                         | -                     | 42                             |
| RDRHC - NE Artrium Renovation                             | -                              | -                                     | -                              | -           | -      | -                                       | 25                            | -                                     | -                                        | -         | -                         | (18)                  | 7                              |
| Respiratory Health Initiative                             | 34                             | -                                     | -                              | -           | -      | -                                       | 29                            | -                                     | -                                        | -         | -                         | (12)                  | 51                             |
| Special Purpose Funds - Donations                         | 5,502                          | -                                     | -                              | 517         | 768    | -                                       | 777                           | -                                     | -                                        | (751)     | (1,472)                   | -                     | 5,341                          |
| Start Program                                             | 32                             | -                                     | 408                            | -           | -      | -                                       | -                             | -                                     | (304)                                    | -         | -                         | -                     | 136                            |
| Student Health Initiative Program (SHIP)                  | -                              | -                                     | 1,345                          | -           | -      | -                                       | 124                           | -                                     | (1,345)                                  | -         | -                         | (124)                 | -                              |
| Student Health Outreach Services (SHOS)                   | -                              | -                                     | 653                            | -           | -      | -                                       | -                             | -                                     | (649)                                    | -         | -                         | -                     | 4                              |
| Other                                                     | 40                             | -                                     | 7                              | -           | -      | -                                       | 11                            | -                                     | (4)                                      | -         | -                         | (28)                  | 26                             |
|                                                           | \$ 13,531                      | \$ 13,986                             | \$ 7,566                       | \$ 517      | \$ 768 | \$ 68                                   | \$ 1,116                      | \$ (8,735)                            | \$ (6,688)                               | \$ (751)  | \$ (1,472)                | \$ (456)              | \$ 19,490                      |

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, 2005  
 (thousands of dollars)

Schedule 4

| Facility name                                          | Direct<br>Region<br>Funding | Direct<br>Alberta<br>Wellness<br>and<br>Funding | Approved<br>Patient<br>Fees and<br>Charges | Full cost<br>adjustments | Total<br>Revenue | Facility-<br>based<br>inpatient<br>acute<br>nursing<br>services | Facility-<br>based<br>emergency<br>and<br>outpatient<br>services | Facility-<br>based<br>continuing<br>care<br>services | Community-based care | Home care     | Diagnostic<br>and<br>therapeutic<br>services | Promotion<br>prevention<br>and<br>protection<br>services | Administration  | Support services | Total<br>Expenditures |
|--------------------------------------------------------|-----------------------------|-------------------------------------------------|--------------------------------------------|--------------------------|------------------|-----------------------------------------------------------------|------------------------------------------------------------------|------------------------------------------------------|----------------------|---------------|----------------------------------------------|----------------------------------------------------------|-----------------|------------------|-----------------------|
| <b>A. Voluntary</b>                                    |                             |                                                 |                                            |                          |                  |                                                                 |                                                                  |                                                      |                      |               |                                              |                                                          |                 |                  |                       |
| Castor Our Lady of the Rosary Hospital and Care Centre | \$ 2,864                    | \$ -                                            | \$ 338                                     | \$ -                     | \$ 3,202         | \$ 903                                                          | \$ -                                                             | \$ 721                                               | \$ -                 | \$ -          | \$ 370                                       | \$ -                                                     | \$ 261          | \$ 947           | \$ 3,202              |
| Trochu St. Mary's Health Care Centre                   | 1,500                       | -                                               | 432                                        | -                        | 1,932            | -                                                               | -                                                                | 1,197                                                | -                    | -             | 121                                          | -                                                        | 113             | 501              | 1,932                 |
| Bethany Care Society - Sylvan Lake                     | 1,641                       | -                                               | 692                                        | -                        | 2,333            | -                                                               | -                                                                | 1,375                                                | -                    | -             | 164                                          | -                                                        | 324             | 470              | 2,333                 |
| Bethany Care Society - Collegesside                    | 4,617                       | -                                               | 1,385                                      | -                        | 6,002            | -                                                               | -                                                                | 3,099                                                | -                    | -             | 405                                          | -                                                        | 1,117           | 1,381            | 6,002                 |
| The Good Samaritan Society                             | 1,628                       | -                                               | 640                                        | 191                      | 2,459            | -                                                               | -                                                                | 1,443                                                | -                    | -             | 196                                          | -                                                        | 270             | 550              | 2,459                 |
| <b>B. Private</b>                                      |                             |                                                 |                                            |                          |                  |                                                                 |                                                                  |                                                      |                      |               |                                              |                                                          |                 |                  |                       |
| Ponoka Northcott Care Centre                           | 2,689                       | 187                                             | 1,144                                      | -                        | 4,020            | -                                                               | -                                                                | 2,161                                                | -                    | -             | 323                                          | -                                                        | 315             | 1,221            | 4,020                 |
| Linden Nursing Home                                    | 1,322                       | -                                               | 608                                        | -                        | 1,930            | -                                                               | -                                                                | 1,110                                                | -                    | -             | 106                                          | -                                                        | 119             | 595              | 1,930                 |
| Private Laboratory                                     | 5,832                       | -                                               | -                                          | -                        | 5,832            | -                                                               | -                                                                | -                                                    | -                    | 5,832         | -                                            | -                                                        | -               | -                | 5,832                 |
| Mental Health                                          | 946                         | -                                               | -                                          | -                        | 946              | -                                                               | -                                                                | -                                                    | 946                  | -             | -                                            | -                                                        | -               | -                | 946                   |
| Physiotherapy Providers                                | 550                         | -                                               | -                                          | -                        | 550              | -                                                               | -                                                                | -                                                    | -                    | 550           | -                                            | -                                                        | -               | -                | 550                   |
| Early Intervention Program                             | 151                         | -                                               | -                                          | -                        | 151              | -                                                               | -                                                                | -                                                    | -                    | 151           | -                                            | -                                                        | -               | -                | 151                   |
| Other                                                  | 22                          | -                                               | -                                          | -                        | 22               | -                                                               | -                                                                | -                                                    | -                    | 16            | 6                                            | -                                                        | -               | -                | 22                    |
| <b>Total 2005</b>                                      | <b>\$ 23,762</b>            | <b>\$ 187</b>                                   | <b>\$ 5,239</b>                            | <b>\$ 191</b>            | <b>\$ 29,379</b> | <b>\$ 903</b>                                                   | <b>\$ -</b>                                                      | <b>\$ 11,106</b>                                     | <b>\$ 946</b>        | <b>\$ 167</b> | <b>\$ 8,073</b>                              | <b>\$ -</b>                                              | <b>\$ 2,519</b> | <b>\$ 5,665</b>  | <b>\$ 29,379</b>      |
| <b>Total 2004</b>                                      | <b>\$ 18,950</b>            | <b>\$ 188</b>                                   | <b>\$ 2,563</b>                            | <b>\$ 180</b>            | <b>\$ 21,881</b> | <b>\$ 804</b>                                                   | <b>\$ 13</b>                                                     | <b>\$ 7,444</b>                                      | <b>\$ 720</b>        | <b>\$ 499</b> | <b>\$ 7,701</b>                              | <b>\$ 94</b>                                             | <b>\$ 1,224</b> | <b>\$ 3,382</b>  | <b>\$ 21,881</b>      |