

Prairie Mountain Health
Summary Consolidated Financial Statements
For the year ended March 31, 2021

Report of the Independent Auditor on the Summary Consolidated Financial Statements



To the Board of Directors of Prairie Mountain Health:

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at March 31, 2021, and the summary consolidated statements of operations, remeasurement gains and losses, changes in net financial assets (net debt) and cash flows for the year then ended, and related notes, are derived from the audited consolidated financial statements of Prairie Mountain Health and its subsidiaries (the "Region") for the year ended March 31, 2021.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of the audited consolidated financial statements, in accordance with Canadian generally accepted auditing standards.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by Canadian generally accepted auditing standards. Reading the summary consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon. The summary consolidated financial statements and the audited consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated June 23, 2021.

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with Canadian generally accepted auditing standards.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements are a fair summary of the audited consolidated financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standards (CAS) 810, Engagements to Report on Summary Financial Statements.

Brandon, Manitoba

June 23, 2021

Chartered Professional Accountants



KINCENTRIC
Best Employer
CANADA 2019

ACCOUNTING > CONSULTING > TAX
1401 PRINCESS AVENUE, BRANDON MB, R7A 7L7
1 (800) 446-0890 T: (204) 727-0661 F: (204) 726-1543 MNP.ca

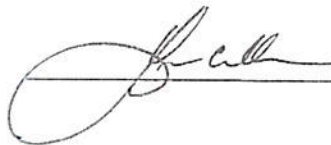
Prairie Mountain Health
Summary Consolidated Statement of Financial Position

As at March 31

(in thousands of dollars)

	2021	2020
FINANCIAL ASSETS		
Cash and cash equivalents	\$ 69,305	\$ 63,994
Accounts receivable	6,535	8,769
Investments	9,287	8,481
Due from Manitoba Health and Seniors Care	44,943	34,689
Loan receivable	-	91
Other assets	298	298
	130,368	116,322
LIABILITIES		
Accounts payable and accrued liabilities	\$ 45,693	\$ 34,605
Unearned revenue	24,449	21,029
Employee benefits payable	32,723	32,380
Employee future benefits payable	41,254	42,143
Capital lease	177	254
Long-term debt	142,537	153,199
	286,833	283,610
NET DEBT	\$ (156,465)	\$ (167,288)
OTHER ASSETS		
Inventories held for use	5,530	5,157
Prepaid expenses	2,547	3,154
Capital assets	276,754	291,995
	284,831	300,306
ACCUMULATED SURPLUS	\$ 128,366	\$ 133,018
ACCUMULATED SURPLUS IS COMPRISED OF:		
Accumulated capital and operating surplus (deficit)	122,661	127,690
Restricted	5,287	5,525
Accumulated remeasurement gains (losses)	418	(197)
	\$ 128,366	\$ 133,018

Approved on behalf of the Board



Director



Director

A full set of audited consolidated financial statements are available from Prairie Mountain Health

Prairie Mountain Health
Summary Consolidated Statement of Operations
For the year ended March 31
(in thousands of dollars)

	Budget		Actual		Actual
	2021		2021		
	Total	Operating	Capital	Total	Total
REVENUE					
Manitoba Health and Seniors Care	\$ 475,327	\$ 482,526	\$ 20,532	\$ 503,058	\$ 501,139
Mental Health, Wellness and Recovery	30,523	30,523	-	30,523	-
Separately funded programs	1,859	1,386	-	1,386	3,706
Authorized/residential charges	30,796	35,465	-	35,465	35,239
Non-insured income	2,084	1,610	-	1,610	2,011
Other income	11,414	11,794	2,348	14,142	16,114
Investment income	903	671	-	671	2,007
	552,906	563,975	22,880	586,855	560,216
EXPENSES					
Acute care services	\$ 219,102	\$ 229,079	\$ -	\$ 229,079	\$ 223,186
Personal care home services	136,131	151,955	-	151,955	144,678
Therapy services	9,613	9,259	-	9,259	9,332
Community based home care services	40,582	38,011	-	38,011	39,705
Community based health services	28,854	29,950	-	29,950	27,281
Community based mental health services	25,963	25,101	-	25,101	24,860
Emergency medical services	357	439	-	439	775
Medical remuneration	47,093	46,364	-	46,364	46,103
Regional undistributed costs	19,702	30,109	-	30,109	25,386
Future employee benefits	3,500	3,523	-	3,523	3,025
Reserve for major repairs and equipment	121	46	-	46	221
Amortization of capital assets	17,047	-	20,915	20,915	20,640
Interest expense	4,585	-	5,398	5,398	4,632
Loss (gain) on disposal of capital assets	-	-	(29)	(29)	(3)
Minor equipment purchases	1,127	-	1,195	1,195	2,741
	553,777	563,836	27,479	591,315	572,562
SURPLUS (DEFICIT)	\$ (871)	\$ 139	\$ (4,599)	\$ (4,460)	\$ (12,346)
ANCILLARY OPERATIONS					
Ancillary income	\$ 2,713	\$ 3,151	\$ -	\$ 3,151	\$ 3,601
Ancillary expenses - other	1,886	2,905	-	2,905	2,805
Ancillary expenses - amortization of capital assets	399	-	438	438	479
ANCILLARY SURPLUS (DEFICIT)	428	246	(438)	(192)	317
SURPLUS (DEFICIT) FOR THE YEAR	\$ (443)	\$ 385	\$ (5,037)	\$ (4,652)	\$ (12,029)
ACCUMULATED SURPLUS (DEFICIT), BEGINNING OF YEAR		(3,250)	136,268	133,018	145,047
ACCUMULATED SURPLUS (DEFICIT), END OF YEAR		\$ (2,865)	\$ 131,231	\$ 128,366	\$ 133,018

A full set of audited consolidated financial statements are available from Prairie Mountain Health

Prairie Mountain Health
Summary Consolidated Statement of Change in Net Assets (Debt)
For the year ended March 31
(in thousands of dollars)

	<i>Budget</i>	<i>Actual</i>	Actual
	2021	2021	2020
Surplus (Deficit) for the year	\$ (443) \$	(4,652) \$	(12,029)
Acquisition of tangible capital assets	(16,516)	(8,566)	(11,420)
Amortization of tangible capital assets	17,047	21,353	21,119
Loss (gain) on sale of tangible capital assets	-	(70)	(3)
Proceeds on sale of tangible capital assets	-	2,524	6
Decrease (increase) of inventory	-	(373)	(302)
Decrease (increase) of prepaid expense	-	607	(1,233)
Change in Net Assets (Debt)	\$ 88 \$	10,823 \$	(3,862)
Net Assets (Debt), beginning of year	\$	(167,288) \$	(163,426)
Net Assets (Debt), end of year	\$	(156,465) \$	(167,288)

A full set of audited consolidated financial statements are available from Prairie Mountain Health

Prairie Mountain Health
Summary Consolidated Statement of Cash Flows
For the year ended March 31
(in thousands of dollars)

	2021	2020
OPERATING TRANSACTIONS		
Excess (shortfall) of revenue over expenses	\$ (4,652)	\$ (12,029)
Adjustments to determine net cash provided by (used in) operating activities		
Loss (gain) on disposal of capital assets	(70)	(3)
Amortization of capital assets	21,353	21,119
Changes in non-cash operating working capital items:		
Accounts receivable	2,234	195
Due from Manitoba Health and Seniors Care	(10,254)	4,474
Loan receivable	91	34
Inventories held for use	(373)	(302)
Prepaid expenses	607	(1,233)
Other long term assets	-	(16)
Accounts payable and accrued liabilities	11,088	(5,518)
Unearned revenue	3,420	(2,045)
Employee future benefits	(546)	(5,024)
	22,898	(348)
CAPITAL TRANSACTIONS		
Proceeds on sale of capital assets	2,524	6
Cash used to acquire capital assets	(8,566)	(11,420)
	(6,042)	(11,414)
INVESTING TRANSACTIONS		
Portfolio investment transactions	(806)	(28)
FINANCING TRANSACTIONS		
Repayment of loans and advances	(10,739)	(3,143)
NET CHANGE IN CASH	5,311	(14,933)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	63,994	78,927
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 69,305	\$ 63,994
Supplementary Information		
Interest received	\$ 671	\$ 2,007
Interest paid	5,398	4,632

A full set of audited consolidated financial statements are available from Prairie Mountain Health

Prairie Mountain Health
Summary Consolidated Statement of Remeasurement Gains (Losses)
For the year ended March 31
(in thousands of dollars)

	2021	2020
Accumulated remeasurement gains (losses) at beginning of year	\$ (197)	\$ (18)
Unrealized gains (losses) attributable to:		
Portfolio investments	615	(179)
Accumulated remeasurement gains (losses) at end of year	\$ 418	\$ (197)

A full set of audited consolidated financial statements are available from Prairie Mountain Health