
Financial statements of Fondation Hôpital Montfort

March 31, 2021

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Independent Auditor's Report

To the Directors of
Fondation Hôpital Montfort

Opinion

We have audited the financial statements of Fondation Hôpital Montfort (the "Foundation"), which comprise the statement of financial position as at March 31, 2021 and the statements of operations, changes in fund balances and cash flows for the year then ended, including a summary of significant accounting policies and other explanatory information (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2021 as well as the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
June 1, 2021

Fondation Hôpital Montfort
Statement of operations
Year ended March 31, 2021

	Administration fund \$	Restricted funds				2021 Total \$	2020 Total \$
		Parking management \$	Support to Hôpital Montfort \$	Fundraising campaign \$	Designated donations \$		
Revenue							
Donations	1,256,771	—	—	2,266,190	429,297	3,952,258	1,884,504
Fundraising	287,213	—	—	3,165	—	290,378	492,876
Parking	—	1,835,536	—	—	—	1,835,536	4,064,726
Other contributions	—	—	104,862	—	—	104,862	330,169
Commercial initiatives	21,418	—	—	—	—	21,418	—
Interest	7,381	240,897	—	5,661	17	253,956	312,353
	1,572,783	2,076,433	104,862	2,275,016	429,314	6,458,408	7,084,628
Expenses							
Salaries, benefits and contractors	588,225	—	—	—	—	588,225	543,231
Fundraising	106,704	—	—	—	—	106,704	153,966
Operations	54,385	688,716	127,381	25,212	—	895,694	2,164,284
Interest on long-term debt	—	19,180	—	—	—	19,180	67,484
Amortization of capital assets	—	60,728	27,138	—	—	87,866	87,694
Amortization of intangible asset	—	547,253	—	—	—	547,253	547,253
	749,314	1,315,877	154,519	25,212	—	2,244,922	3,563,912
Excess (deficiency) of revenue over expenses before donations and other items	823,469	760,556	(49,657)	2,249,804	429,314	4,213,486	3,520,716
Donations to Hôpital Montfort	—	—	(57,075)	(2,500,000)	(120,391)	(2,677,466)	(59,905)
Donations to Institut du savoir Montfort	(12,500)	(173,482)	—	—	(25,000)	(210,982)	(2,164,036)
Donations for the creation of bursary funds	—	—	—	—	—	—	(20,000)
Change in unrealized gains (losses) on investments	(1,222)	(28,532)	—	—	114,217	84,463	33,523
Unrealized gain on interest rate swap	—	—	—	—	—	—	35,616
Gain on interest rate swap	—	15,014	—	—	—	15,014	—
	(13,722)	(187,000)	(57,075)	(2,500,000)	(31,174)	(2,788,971)	(2,174,802)
Excess (deficiency) of revenue over expenses charges	809,747	573,556	(106,732)	(250,196)	398,140	1,424,515	1,345,914

The accompanying notes are an integral part of the financial statements.

Fondation Hôpital Montfort
Statement of changes in fund balances
Year ended March 31, 2021

	Note	Restricted funds						2021 Total \$	2020 Total \$
		Administration Fund \$	Parking management \$	Reserve for infrastructure \$	Support to Hôpital Montfort \$	Fundraising campaign \$	Designated donations \$		
Fund balances, beginning of year		132,563	4,210,748	4,917,407	—	4,816,623	1,564,353	15,641,694	14,295,780
Excess (deficiency) of revenue over expenses		809,747	573,556	—	(106,732)	(250,196)	398,140	1,424,515	1,345,914
Interfund transfers	12	94,750	(295,678)	101,011	106,732	(4,565)	(2,250)	—	—
Fund balances, end of year		1,037,060	4,488,626	5,018,418	—	4,561,862	1,960,243	17,066,209	15,641,694

The accompanying notes are an integral part of the financial statements.


Fondation Hôpital Montfort
Statement of financial position
As at March 31, 2021

Notes	Administration Fund	Restricted funds				Designated donations	2021 Total	2020 Total	
		Parking management	Reserve for infrastructure	Support to Hôpital Montfort	Fundraising campaign				
	\$	\$	\$	\$	\$	\$	\$		
Assets									
Current assets									
	Cash	511,973	1,735,629	—	—	227,726	807,794	3,283,122	3,259,696
3	Accounts receivable	60,932	250,013	—	—	1,082,540	30,961	1,424,446	830,440
	Prepaid expenses	8,435	39,893	—	—	—	—	48,328	24,307
4	Current portion of investments	—	1,181,117	—	—	—	2,506	1,183,623	962,583
	Interfund advances (payables), without interest	(55,888)	(8,080,181)	5,018,418	(124,501)	3,106,680	135,472	—	—
		525,452	(4,873,529)	5,018,418	(124,501)	4,416,946	976,733	5,939,519	5,077,026
4	Investments	589,096	6,317,856	—	—	—	891,518	7,798,470	7,590,190
5	Life insurance policies	38,233	—	—	—	—	—	38,233	82,974
6	Intangible asset	—	2,599,449	—	—	—	—	2,599,449	3,146,702
7	Capital assets	1	506,289	—	124,501	—	—	630,791	708,285
8	Pledges receivable	—	—	—	—	145,000	125,000	270,000	380,000
		627,330	9,423,594	—	124,501	145,000	1,016,518	11,336,943	11,908,151
		1,152,782	4,550,065	5,018,418	—	4,561,946	1,993,251	17,276,462	16,985,177
Liabilities									
Current liabilities									
10	Accounts payable and accrued liabilities	115,722	61,439	—	—	84	33,008	210,253	453,673
11	Current portion of long-term debt	—	—	—	—	—	—	—	889,810
		115,722	61,439	—	—	84	33,008	210,253	1,343,483
15	Commitments	—	—	—	—	—	—	—	—
Fund balances									
	Unrestricted	1,037,060	—	—	—	—	—	1,037,060	132,563
	External restrictions	—	4,488,626	5,018,418	—	4,561,862	1,960,243	16,029,149	15,509,131
		1,037,060	4,488,626	5,018,418	—	4,561,862	1,960,243	17,066,209	15,641,694
		1,152,782	4,550,065	5,018,418	—	4,561,946	1,993,251	17,276,462	16,985,177

The accompanying notes are an integral part of the financial statements.

Approved by the Board


_____, Administrator


_____, Administrator

Fondation Hôpital Montfort**Statement of cash flows**

Year ended March 31, 2021

	2021	2020
	\$	\$
Operating activities		
Excess of revenue over expenses	1,424,515	1,345,914
Adjustments for		
Amortization of intangible asset	547,253	547,253
Amortization of capital assets	87,866	87,694
Change in unrealized gains on investments	(84,463)	(33,523)
Unrealized gain on interest rate swap	—	(35,616)
Gain on interest rate swap	(15,014)	—
	1,960,157	1,911,722
Net change in non-cash working capital items		
Accounts receivable	(594,006)	(249,310)
Prepaid expenses	(24,021)	49,227
Accounts payable and accrued liabilities	(243,420)	(1,118,909)
	1,098,710	592,730
Investing activities		
Purchase of investments	(1,588,697)	(3,504,406)
Proceed on disposal of investments	1,243,840	4,413,717
Net change in cash-surrender value of life insurance policies	44,741	19,032
Acquisition of capital assets	(10,372)	(340,276)
Pledges receivable	110,000	(125,000)
	(200,488)	463,067
Financing activity		
Repayment of long-term debt	(874,796)	(1,005,235)
Increase in cash and cash equivalents	23,426	50,562
Cash and cash equivalents, beginning of year	3,259,696	3,209,134
Cash and cash equivalents, end of year	3,283,122	3,259,696

Cash and cash equivalents consist of cash

The accompanying notes are an integral part of the financial statements.

1. Mandate and nature of operations

Fondation Hôpital Montfort (the Foundation) was incorporated on March 25, 1986 as a charitable organization under the Canada Not-for-Profit Corporations Act to encourage and assist Hôpital Montfort and Institut du savoir Montfort by providing financial support. The Foundation is exempt from income tax under paragraph 149(1)(f) of the Income Tax Act.

2. Significant accounting policies

The Foundation applies Canadian accounting standards for not-for-profit organizations (ASNPO) in accordance with Part III of the CPA Canada Handbook – Accounting.

Fund accounting

To ensure that limitations and restrictions placed on the use of resources are observed, the accounts of the Foundation are classified for reporting purposes into funds in accordance with the activities or objectives specified by the donors or in accordance with the directives issued by the Board of Directors. For financial reporting purposes, the fund balances have been classified into the following funds:

Administration Fund

The Administration Fund consists of donations which have not been restricted by the donor for specific purposes, general fundraising and the day-to-day transactions of the Foundation. During the year, the Foundation transfers a portion of the donations from the Administration Fund to the Restricted Funds.

Restricted funds

The Parking Management Fund consists of the operations related to parking management. An agreement was signed with Hôpital Montfort which specifies that all fund balances must be kept by the Foundation until expiration of the agreement in 2025. A portion of the fund balances is dedicated to infrastructure needs (Reserve for Infrastructure); when the agreement expires, this amount will be transferred to Hôpital Montfort. The remaining fund balances will be kept by the Foundation to use in furthering its mission.

The Support to Hôpital Montfort Fund includes expenses incurred to help the Hospital achieve its objectives.

The Fundraising Campaign Fund consists of operations related to major fundraising campaigns for specific projects.

The Designated Donations Fund consists of donations which have been restricted by the donor for specific purposes other than major fundraising campaigns.

Use of estimates

The preparation of financial statements in compliance with the ASNPO requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the reported amounts of revenues and expenses for the periods covered.

Cash and cash equivalents

The Foundation's policy is to disclose bank balances under cash and cash equivalents including bank overdrafts with balances that can fluctuate from being positive to overdrawn.

2. Significant accounting policies (continued)

Revenue recognition

The Foundation follows the restricted fund method of accounting for contributions. Donations that are restricted by the donors are recognized as revenue of the appropriate restricted fund when received or receivable. All unrestricted donations are recognized as revenue of the Administration Fund when received or receivable. Restricted contributions for which the Foundation has no corresponding restricted fund are recognized as revenue of the Administration Fund in the year in which the related expenses are incurred.

Fundraising revenue is recognized in the year in which the funds are donated if the amount to be received can be determined and collection is reasonably assured.

Parking revenue is recognized when the service is provided if the amount to be received can be determined and collection is reasonably assured.

Interest revenue is recognized in the respective funds when it becomes due.

Contributed services

Volunteers contribute many hours to assist the Foundation in carrying out its activities. Because of the difficulty in assessing the number of hours of contributed services and in determining their fair value, contributed services are not recognized in the financial statements.

Pledges receivable

A pledge receivable is recognized as an asset when the amount to be received can be reasonably estimated and ultimate collection is reasonably assured.

Financial instruments

Measurement of financial instruments

The Foundation initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions.

The Foundation subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market and for interest rate swaps, which are measured at fair value. Changes in fair value are recognized in operations.

Financial assets measured at amortized cost include accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities as well as long-term debt.

Financial assets measured at fair value include investments and cash.

2. Significant accounting policies (continued)

Financial instruments (continued)

Life insurance policies

Life insurance policies are recognized as revenue when the Foundation becomes the beneficiary. The fair value of life insurance policies approximates their cash surrender value.

Financial liabilities measured at fair value include the variable rate loan and the interest rate swap.

Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. The Foundation determines whether a significant adverse change has occurred in the expected timing or amount of future cash flows from the financial asset. If this is the case, the carrying amount of the asset is reduced directly to the higher of the present value of the cash flows expected to be generated by holding the asset, and the amount that could be realized by selling the asset at the balance sheet date. The amount of the write-down is recognized in operations. The previously recognized impairment loss may be reversed to the extent of the improvement, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in operations.

Transaction costs

The Foundation recognizes its transaction costs in operations in the period incurred. However, transaction costs related to financial instruments subsequently measured at amortized cost reduce the carrying amount of the financial asset or liability and are accounted for in the statement of operations using the straight-line method.

Intangible asset

The intangible asset is recorded at cost. Amortization of the parking license is calculated on the straight-line basis over a 20-year period.

Capital assets

Capital assets are recorded at cost. Amortization is based on their useful life using the straight-line method over the following periods:

Equipment	3 to 10 years
Parking equipment	3 and 15 years
Furniture and equipment	10 and 15 years

Write-down of capital assets

When a capital asset no longer contributes to the Foundation's ability to provide services, its carrying amount is written down to its residual value, if any. The excess of its net carrying amount over any residual value is recognized as an expense in the statement of operations.

Fondation Hôpital Montfort
Notes to the financial statements
March 31, 2021

3. Accounts receivable

	Administration fund	Parking management	Fundraising campaign	Designated Donations	2021 Total	2020 Total
	\$	\$	\$	\$	\$	\$
Hôpital Montfort, without interest	726	119,564	1,679	—	121,969	1,722
Santé Montfort, without interest	—	8,140	—	—	8,140	456,631
Institut du savoir Montfort, without interest	—	3,187	60	—	3,247	2,282
Sales taxes	3,299	24,895	91	961	29,246	65,647
Parking	—	94,227	—	—	94,227	71,127
Pledges (Note 8)	—	—	1,080,710	30,000	1,110,710	123,875
Fundraising	6,542	—	—	—	6,542	2,987
Other contributions	50,365	—	—	—	50,365	106,169
	60,932	250,013	1,082,540	30,961	1,424,446	830,440

4. Investments

	2021		2020	
	Fair value	Cost	Fair value	Cost
	\$	\$	\$	\$
Financial Institutions				
Term deposits, effective interest rates range from 0.20 % to 2.16 %, maturing from August 2021 to November 2022	717,798	707,399	605,267	575,037
Bonds, effective interest rates range from 2,09 % to 4,95 %, maturing from November 2021 to December 2028	2,681,095	2,688,333	2,967,230	3,025,601
Canadian equities	226,105	218,376	123,909	155,903
American and International equities	469,081	414,761	302,722	319,383
Federal, provincial and municipal Term deposits	—	—	149,175	146,679
Bonds, effective interest rates range from 1.00 % to 3.90 %, maturing from June 2023 to June 2030	4,836,275	4,742,119	4,344,597	4,195,393
Accrued interest	51,739	51,739	59,874	59,874
	8,982,093	8,822,727	8,552,773	8,477,870
Current portion of investments	1,183,623	1,108,625	962,583	961,725
	7,798,470	7,714,102	7,590,190	7,516,145

5. Life insurance policies

The amount of \$38,233 (\$82,974 in 2020) represents the cash surrender value of the life insurance policies for which the Foundation is the beneficiary. The realizable value at the time of the donors' death totals \$310,000 (\$1,310,000 in 2020).

6. Intangible asset

	Cost	Accumulated amortization	2021	2020
	\$	\$	\$	\$
Parking license	10,945,055	8,345,606	2,599,449	3,146,702

7. Capital assets

	Cost	Accumulated amortization	2021	2020
	\$	\$	\$	\$
Administration Fund Equipment	68,717	68,716	1	1
Parking management Parking equipment	793,913	287,624	506,289	556,645
Support to Hôpital Montfort Furniture and equipment	275,301	150,800	124,501	151,639
	1,137,931	507,140	630,791	708,285

8. Pledges

Pledge receivables consist of donations for which the Foundation has a signed contractual agreement in place. Pledges are non-interest bearing.

Pledges to be received over the next five years are noted below:

	Fundraising campaign	Designated donations	Total
	\$	\$	\$
2022	1,080,710	30,000	1,110,710
2023	65,000	25,000	90,000
2024	65,000	25,000	90,000
2025	5,000	25,000	30,000
2026 and thereafter	10,000	50,000	60,000
	1,225,710	155,000	1,380,710
Short-term portion (Note 3)	1,080,710	30,000	1,110,710
	145,000	125,000	270,000

The Foundation is in a fundraising campaign for the Carrefour santé Orléans project. The objective of the campaign is to raise a sum totaling \$12.0M representing the local share of the project. As of March 31, 2021, the campaign has raised cumulative donations totaling \$2.9M (0.6M\$ in 2020).

8. Pledges (continued)

As of March 31, 2021, the Foundation received pledges not recorded in the statement of financial position totaling:

	Fundraising Campaign \$
2022	362,000
2023	938,334
2024	855,000
2025	842,832
2026 and thereafter	162,000
	<u>3,160,166</u>

9. Bank loan

The Foundation has an authorized line of credit of \$190,000, renewable annually, at prime lending rate minus 0.5%. This line of credit is fully secured by term deposits for a minimum amount of \$200,000. As at March 31, 2021 and 2020, the line of credit was unused.

10. Accounts payable and accrued liabilities

	Administration fund \$	Parking management \$	Fundraising campaign \$	Designated gifts \$	2021 Total \$	2020 Total \$
Hôpital Montfort, without interest	55,384	23,223	—	—	78,607	260,025
Institut du savoir Montfort, without interest	12,617	—	—	25,000	37,617	—
Accrued liabilities	35,568	11,980	—	3,433	50,981	84,270
Suppliers	7,453	26,236	84	4,575	38,348	101,678
Deferred revenues	4,700	—	—	—	4,700	7,700
	<u>115,722</u>	<u>61,439</u>	<u>84</u>	<u>33,008</u>	<u>210,253</u>	<u>453,673</u>

11. Long-term debt

The variable rate loan converted to a flat rate loan at 4.74% with an interest rate swap, secured by Hôpital Montfort, repayable in monthly instalment of \$89,391, principal and interest, maturing in January 2021, was fully repaid during the year.

12. Interfund transfers

Notes	Restricted funds					
	Administration fund	Parking management	Reserve for infrastructure	Support to Hôpital Montfort	Fundraising campaign	Designated donations
	\$	\$	\$	\$	\$	\$
A	(7,500)	—	—	—	7,500	—
B	—	(106,732)	—	106,732	—	—
C	—	42,144	(42,144)	—	—	—
D	2,250	—	—	—	—	(2,250)
E	100,000	(100,000)	—	—	—	—
F	—	(143,155)	143,155	—	—	—
G	—	12,065	—	—	(12,065)	—
	94,750	(295,678)	101,011	106,732	(4,565)	(2,250)

- A. An amount of \$7,500 (nil in 2020) was transferred from the Administration Fund to the Fundraising campaign for designated donations received. No amount (\$22,971 in 2020) was transferred to the Designated Donation Fund for designated donations received during the year.
- B. An amount of \$106,732 (\$105,818 in 2020) was transferred from the Parking Management Fund to the Support to Hôpital Montfort Fund to finance expenses incurred on behalf of Hôpital Montfort during the year.
- C. An amount of \$42,144 (\$1,179,984 in 2020) was transferred from the Reserve for Infrastructure Fund to the Parking Management Fund to finance repair costs incurred during the year.
- D. An amount of \$2,250 (nil in 2020) was transferred from the Designated Donation Fund to the Administration Fund to finance management costs of the Foundation.
- E. An amount of \$100,000 (\$100,000 in 2020) was transferred from the Parking Management Fund to the Administration Fund to finance the parking management functions carried out by Foundation staff.
- F. An amount of \$143,155 (\$254,904 in 2020) derived from interest on investments was transferred from the Parking Management Fund to the Reserve for Infrastructure Fund.
- G. An amount of \$12,065 (\$13,294 in 2020) was transferred from the Fundraising Campaign Fund to the Parking Management Fund for reimbursement of a commitment.

13. Financial instruments

Market risk

Market risk is the risk that the fair value or future cash flows of the Foundation's financial instruments will fluctuate because of changes in market prices. Market risk is comprised of currency risk, interest rate risk, and other price risk. The Foundation is exposed to certain of these risks, as described below.

a) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Foundation is exposed to currency risk with its American and International equity investments.

13. Financial instruments (continued)

Market risk (continued)

b) *Interest rate risk*

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Foundation is exposed to interest rate risk on its fixed and floating interest rate financial instruments. Fixed-rate instruments subject the Foundation to a fair value risk while the floating-rate instruments subject it to a cash flow risk.

The Foundation has a line of credit and a loan bearing variable interest rates. Consequently, the Foundation is exposed to interest rate risk as fluctuations occur in the prime rate. However, a variation of 1% in the prime rate would not have a significant effect on the net earnings and financial position of the Foundation.

c) *Price risk*

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Foundation is exposed to price risk through its investments in equities for which the value fluctuates with the quoted market price.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Foundation's main credit risks relate to its fixed income investments and accounts receivable. The Foundation is not exposed to significant credit risk from a particular client or counterparty.

14. Related party transactions

Parking

The Foundation has an agreement with Santé Montfort, an entity related to Hôpital Montfort, regarding the management of Hôpital Montfort's parking. A summary of transactions conducted with this related party is as follows:

	2021	2020
	\$	\$
Revenue received from Santé Montfort	21,230	144,350
Recovery of parking operations expenses received from Santé Montfort	99,642	300,873
Total ^(a)	120,872	445,223

^(a) Related party transactions recorded in Santé Montfort's financial statements total \$118,341 (\$428,618 in 2020) for a difference of \$2,431 (\$16,605 in 2019), which is attributable to the treatment of sales taxes.

14. Related party transactions (continued)

Salaries and benefits

The Foundation's employees' salaries are paid through the Hospital's payroll system. The Foundation reimburses the amounts periodically. Through the Hospital, the Foundation participates in the Healthcare of Ontario Pension Plan (HOOPP), a defined benefit multi-employer pension plan. All full-time employees who have reached six months of continuous service have to join HOOPP. This pension is also available on a voluntary basis to part-time employees. As at March 31, 2021, contributions to the pension plan are recorded in the Foundation's expenses and total \$47,654 (\$59,905 in 2020). Since the information required to present the Foundation's pension obligation is not available, it is treated as a defined contribution plan.

Donations

The Foundation made donations totaling \$177,466 (\$57,668 in 2020) for operations and \$2,500,000 (nil in 2020) for Carrefour Orléans to Hôpital Montfort during the year and donations totaling \$210,982 (\$2,164,036 in 2020) to Institut du savoir Montfort.

These transactions were carried out in the normal course of operations and are recorded at the exchange value. This value corresponds to the consideration agreed upon by the parties.

15. Commitment

In 2020, the Foundation committed to pay, under an agreement with the University of Ottawa and the Institut du savoir Montfort, an amount of \$500,000 for the Research Chair in Family Medicine over a period of ten years, starting in January 2021. The Foundation also committed to remit the portion received from the University of Ottawa in the amount of \$1,000,000, which is held in the Designated Donations Fund.

During the year, an amount of \$37,500 (nil in 2020) was contributed to the Institut du savoir Montfort for the Research Chair in Family Medicine, leaving the following amounts to be paid by the Foundation:

	Foundation contribution \$	University of Ottawa contribution \$
	<u> </u>	<u> </u>
2022	50,000	100,000
2023	50,000	100,000
2024	50,000	100,000
2025	50,000	100,000
2026 and thereafter	287,500	575,000
	<u>487,500</u>	<u>975,000</u>

16. COVID-19

On March 11, 2020, the World Health Organization characterized the outbreak of a strain of the novel coronavirus ("COVID-19") as a pandemic, which has resulted in a series of public health and emergency measures that have been put in place to combat the spread of the virus. The duration and impact of COVID-19 are unknown at this time and it is not possible to reliably estimate the impact that the length and severity of the pandemic will have on the financial results and condition of the Foundation in future periods.

17. Comparative figures

Certain comparative figures have been reclassified to be conform with the current year's presentation