
Submitted to: PSFDH Board of Directors
Submitted by: R. Dyke, Chair Finance & Audit Committee
Date: May 26, 2026
RE: Committee Report to Board of Directors

Date of meeting: May 21, 2026

Date of next meeting: June 18, 2026

Finance Committee Key Messages:

Financial Reporting 2025/26

- The external financial statement audit was completed in May. E. Farrell presented the draft audited financial statements and variance analysis of significant year over year changes and highlighted new or different financial statement presentation and note disclosures.
- The hospital ended the fiscal year in a positive total cash position of \$9.6M, of which \$3.1M is restricted. Working capital deficit was \$13.5M and current ratio 0.59.
- The overall net deficit after amortization related to buildings is just over \$8M, which increases the hospital's current net deficiency to \$11.7M.
- E. Farrell mentioned that an adjustment to the financial statements was recorded to start amortizing the Lumeo project costs in July vs. in December as KPMG wanted the hospital to be consistent with the other Lumeo hospitals that started amortizing in either April or July.
- The Audit Findings Report was presented to the Committee by KPMG, with no significant findings to report. The auditors did highlight the level of manual reconciliations that are required due to the hospital's antiquated systems and the increased audit work required and additional strain on the finance team due to the inherent risk of manual entries.
- Internal financial statements and financial health dashboard for the fiscal year ended March 31, 2026 were included in the package and includes variance analysis of actual results to the original budget.
- Audited Financial Statements will be presented to the Board of Directors for approval and also shared at the June Annual General Meeting.

Other Matters

- E Farrell informed the committee that the ministry approved a \$9M cash advance that was flowed on May 21st.