



Financial Statements of

ST. PAUL'S HOSPITAL FOUNDATION, INC.

And Independent Auditor's Report thereon
Year ended December 31, 2025



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of St. Paul's Hospital Foundation, Inc.

Opinion

We have audited the financial statements of St. Paul's Hospital Foundation, Inc. (the Entity), which comprise:

- the statement of financial position as at December 31, 2025
- the statement of operations and changes in fund balances for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the “financial statements”).

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2025, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the “***Auditor’s Responsibilities for the Audit of the Financial Statements***” section of our auditor’s report.

We are independent of the Entity 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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 the 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 Entity'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 Entity'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 Entity 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.
- 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.

KPMG LLP

Chartered Professional Accountants

Saskatoon, Canada

April 1, 2026

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Statement of Financial Position

December 31, 2025, with comparative information for 2024

	2025	2024
Assets		
Current assets:		
Cash	\$ 4,066,488	\$ 3,322,147
Accounts receivable	109,309	125,046
Inventory	26,727	9,366
Prepaid expenses	351,687	458,309
Short-term investments	509,103	-
	5,063,314	3,914,868
Investments (note 3)	21,032,236	18,951,244
Cash and investments in trust for designated fund (note 4)	4,217,052	3,790,238
Cash and investments in trust for endowment funds (note 5)	20,523,198	17,836,726
Equipment	332,972	79,165
Intangible asset	38,559	26,204
	\$ 51,207,331	\$ 44,598,445
Liabilities and Fund Balances		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 1,068,079	\$ 978,373
Fund balances:		
General	7,802,605	7,535,931
Designated (note 4)	21,813,449	18,247,415
Endowments (note 5)	20,523,198	17,836,726
	50,139,252	43,620,072
Commitments (note 7)		
	\$ 51,207,331	\$ 44,598,445

See accompanying notes to financial statements.

On behalf of the Board:



Director



Director

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Statement of Operations and Changes in Fund Balances

Year ended December 31, 2025, with comparative information for 2024

	General	Designated	Endowment	2025 Total	2024 Total
Revenue:					
Donations (note 6)	\$ 484,691	\$ 4,098,583	\$ 925,130	\$ 5,508,404	\$ 3,413,760
Gaming	1,464,253	-	-	1,464,253	1,376,623
Events	272,103	81,836	-	353,939	395,864
Gift Shop	128	-	-	128	117,544
Investment income	770,034	397,679	1,342,482	2,510,195	2,513,645
Fair market value and foreign exchange adjustments on investments	915,318	134,135	821,522	1,870,975	2,876,641
	3,906,527	4,712,233	3,089,134	11,707,894	10,694,077
Expenses:					
Fundraising	244,469	-	-	244,469	239,829
Salaries and employee benefits	1,382,650	-	-	1,382,650	1,188,361
Gaming	226,674	-	-	226,674	212,986
Events	119,529	35,745	-	155,274	137,008
Gift Shop – cost of sales, salaries, and other costs	9,737	-	-	9,737	154,382
Communications	70,904	-	-	70,904	47,210
Administration	504,238	-	-	504,238	412,777
	2,558,201	35,745	-	2,593,946	2,392,553
Donation disbursements:					
St. Paul's Hospital (Grey Nuns) of Saskatoon	316,617	1,738,151	540,000	2,594,768	6,044,987
Excess of revenue over expenses	1,031,709	2,938,337	2,549,134	6,519,180	2,256,537
Fund balances, beginning of year	7,535,931	18,247,415	17,836,726	43,620,072	41,363,535
Interfund transfers (note 9)	(765,035)	627,697	137,338	-	-
Fund balances, end of year	\$ 7,802,605	\$ 21,813,449	\$ 20,523,198	\$ 50,139,252	\$ 43,620,072

See accompanying notes to financial statements.

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Statement of Cash Flows

Year ended December 31, 2025, with comparative information for 2024

	2025	2024
Cash flows from (used in):		
Operations:		
Excess of revenue over expenses	\$ 6,519,180	\$ 2,256,537
Items not involving cash:		
Amortization of equipment & intangible asset	20,740	13,853
Fair market value adjustment on investments	(1,870,975)	(2,876,641)
Change in non-cash operating working capital:		
Accounts receivable	15,737	(6,397)
Inventory	(17,361)	44,394
Prepaid expenses	106,622	(52,216)
Accounts payable and accrued liabilities	56,247	465,761
	5,340,620	(154,709)
Investing:		
Purchase of investments, net	(1,164,347)	(1,775,194)
Purchase of investments in trust for designated fund, net	(292,679)	(152,467)
Purchase of investments in trust for endowment funds, net	(1,864,950)	(431,192)
Short-term investments	(510,430)	-
Purchase of equipment	(233,242)	(4,171)
Purchase of intangible asset	(20,201)	(7,132)
	(4,496,279)	(2,370,156)
Increase (decrease) in cash	744,341	(2,524,865)
Cash, beginning of year	3,322,147	5,847,012
Cash, end of year	\$ 4,066,488	\$ 3,322,147

See accompanying notes to financial statements.

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Notes to Financial Statements

Year ended December 31, 2025

General Information:

St. Paul's Hospital Foundation, Inc. (the "Foundation") is a charitable organization incorporated under *The Non-Profit Corporations Act, 2022* of Saskatchewan. The Foundation is an independent body responsible for the fundraising programs and allocating funds in keeping with donors' wishes to the best advantage of St. Paul's Hospital (Grey Nuns) of Saskatoon.

1. Significant accounting policies:

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are as follows:

(a) Fund accounting:

The Foundation follows the restricted fund method of accounting for contributions. The financial statements include the following funds:

General Fund – consists of donations and investment income upon which no restrictions have been imposed by the donor or the Board of Directors. These funds are managed in accordance with general Board policies and may be restricted through Board motion.

Designated Fund – consists of certain donations and contributions specifically designated for the education, research and equipment needs of various appeals, campaigns and departments within St. Paul's Hospital (Grey Nuns) of Saskatoon and the Hospice at Glengarda.

Endowment Fund – consists of donations for which the principal is restricted permanently in accordance with donor's wishes. Investment earnings provide annual support of specified equipment, programs or initiatives as per the terms of reference. Undistributed investment income is capitalized to principal.

(b) Cash:

Cash consists of cash balances and short-term investments held in Canadian financial institutions with an initial maturity of less than three months and are readily convertible to cash.

(c) Inventory:

Inventory is valued at the lower of cost and net realizable value. Inventory consists of items held for sale at the Gift Shop.

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Notes to Financial Statements (continued)

Year ended December 31, 2025

1. Significant accounting policies (continued):

(d) Financial instruments:

Financial instruments are initially measured at fair market value and their subsequent measurement is dependent on their classification as described below:

Cash, accounts receivable, accounts payable and accrued liabilities are measured at amortized cost. The carrying amounts reported approximate their respective fair values due to the short-term nature of these instruments. The fair value of short-term investments and investments that are quoted in an active market are initially recognized and subsequently measured at fair value.

When there is an indication of impairment and such impairment has occurred, the carrying amount of the financial asset is reduced to the greater of discounted cash flows expected or the proceeds that could be realized from the sale of the financial asset. Such impairments are subsequently reversed if the fair value subsequently improves.

(e) Equipment and amortization:

Equipment is recorded at cost and is amortized on a straight-line basis over the estimated useful life. The estimated useful life of equipment is 5 - 10 years. When an equipment asset no longer contributes to the Foundation's ability to provide services, its carrying amount is written down to its residual value.

(f) Intangible asset:

Intangible assets are recorded at cost and are amortized on a straight-line basis over the estimated useful life. The estimated useful life of intangible assets is 1-3 years. When an intangible asset no longer contributes to the Foundation's ability to provide services, its carrying amount is written down to its residual value.

(g) Use of estimates:

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the statement of financial position date and the reported amounts of revenue and expenses during the year. Significant items subject to such estimates and assumptions include the carrying amount of equipment and intangible assets. Actual results could differ from those estimates.

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Notes to Financial Statements (continued)

Year ended December 31, 2025

1. Significant accounting policies (continued):

(h) Revenue recognition:

Under the restricted fund basis of accounting for contributions, revenue is recognized as follows:

- i. Donation, gaming and events revenue is recognized as revenue in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.
- ii. Pledges for specific equipment, programs or campaign are recognized as donation revenue when proceeds are received.
- iii. Investment income earned on cash and investments is recognized as revenue in the General Fund. Investment income earned on investments in trust for designated and endowment funds are recognized as revenue in the Designated and Endowment Fund and must be used in accordance with the conditions imposed by the donor.
- iv. The Foundation receives donations of life insurance policies and charitable remainder trusts, charitable annuities, and bequests by wills. Planned giving revenue is recognized by the Foundation when proceeds are received.
- v. Gift Shop sales revenue is recognized when transfer of ownership has occurred at point of sale.

(i) Contributed services:

The Foundation receives a significant amount of services from volunteers each year and due to the difficulty of determining their fair value, contributed services are not recognized in the financial statements.

(j) Government assistance and grants:

Government assistance and grants are recognized where there is reasonable assurance that all conditions of the government program are met and the assistance claimed will be received. The Foundation uses the income approach and recognizes government assistance as revenue in the period the conditions were met and application for assistance made.

2. Tax status:

The Foundation has been granted tax-exempt status as a registered charity under paragraph 149(1)(f) of the *Income Tax Act*. In order to maintain registered status, a public foundation must fulfill certain annual expenditure requirements. At December 31, 2025 the Foundation believes it has fulfilled these annual expenditure requirements.

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Notes to Financial Statements (continued)

Year ended December 31, 2025

3. Investments:

	2025	2024
Equities	\$ 11,009,765	\$ -
Fixed income	6,073,430	-
Alternatives	3,784,106	-
Cash	164,935	2,881
Pooled funds	-	18,948,363
	\$ 21,032,236	\$ 18,951,244

4. Designated funds:

	Beginning of year	Net revenue	Program payments	Interfund transfers	End of year
Departmental funds	\$ 3,129,328	\$ 609,277	\$ (264,277)	\$ (34,173)	\$ 3,440,155
Allocated funds	9,765,418	2,085,004	(859,837)	1,909,704	12,900,289
Hospice campaign	609,064	4,246	(614,037)	149,910	149,183
By Your Side campaign	4,743,605	1,977,961	-	(1,397,744)	5,323,822
	\$ 18,247,415	\$ 4,676,488	\$ (1,738,151)	\$ 627,697	\$ 21,813,449

Investments held for a designated fund were invested as follows:

	2025	2024
Equities	\$ 2,438,321	\$ -
Fixed income	1,778,731	-
Cash	-	2,300
Pooled funds	-	3,787,938
	\$ 4,217,052	\$ 3,790,238

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Notes to Financial Statements (continued)

Year ended December 31, 2025

5. Endowment funds:

	Beginning of year	Investment Income/ Fair value adjustments	Donations	Program Payments	Interfund transfers	End of year
Grey Nuns' Legacy	\$ 4,771,265	\$ 726,913	\$ -	\$ (240,000)	\$ (26,258)	\$ 5,231,920
St. Marguerite d'Youville	1,389,590	212,046	-	-	(7,998)	1,593,638
Leslie and Irene Dubè Endowment for the Hospice at Glengarda	9,367,643	829,193	-	(219,300)	197,353	10,174,889
Named:						
Janice Bergan	58,276	8,624	2,000	(2,000)	(472)	66,428
Evelyn Burkitt	65,120	9,456	-	(2,300)	(510)	71,766
Sheila Cooper	27,311	3,961	-	(1,000)	(214)	30,058
Humanitas	20,422	2,965	-	(700)	(160)	22,527
J. Knox and M. Dahl	25,117	3,648	-	(900)	(197)	27,668
Roy E. Lloyd	18,062	2,626	-	(600)	(142)	19,946
Sr. Carmen Marquis	15,516	2,256	-	(500)	(122)	17,150
William F. Mitchell	148,749	21,604	-	(5,200)	(1,165)	163,988
E. McKay Reichardt	499,292	72,510	-	(17,500)	(3,911)	550,391
Drs. Yip and Jen	29,256	4,255	-	(1,000)	(229)	32,282
Drs. Yip and Jen - MRI	58,447	8,489	-	(2,000)	(458)	64,478
Iris and Barry Maber Russell Muzyka and Delphine Winter	97,127	14,246	2,037	(3,400)	(776)	109,234
Orest Chorneyko Memorial	34,234	4,971	-	(1,200)	(268)	37,737
43,579	6,330	-	(1,500)	(342)	48,067	
Sylvia and Peter Kiziak	494,417	71,805	-	(17,300)	(3,873)	545,049
Lily Soberlik Memorial Mike and Jennie Riehl Memorial	47,445	6,885	-	(1,700)	(371)	52,259
56,986	8,276	-	(2,000)	(446)	62,816	
Orano Canada Inc.	84,791	12,312	-	(3,000)	(664)	93,439
Hadley Family T. and L. Smith Memorial	69,204	10,544	10,000	(2,400)	(616)	86,732
414,877	60,254	-	(14,500)	(3,250)	457,381	
George & Marion Horton	-	59,835	911,093	-	(7,573)	963,355
	\$ 17,836,726	\$ 2,164,004	\$ 925,130	\$ (540,000)	\$ 137,338	\$ 20,523,198

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Notes to Financial Statements (continued)

Year ended December 31, 2025

5. Endowment funds (continued):

Investments held for endowment funds were invested as follows:

	2025	2024
Bond pooled funds	\$ -	\$ 1,465,360
Global balanced funds	-	16,368,350
Fixed income	8,089,288	-
Equities	12,337,832	-
Cash	96,078	3,016
	\$ 20,523,198	\$ 17,836,726

6. Donations:

Donation revenue consists of the following:

	General	Designated	Endowment	2025 Total	2024 Total
Undesignated donations	\$ 484,691	\$ -	\$ 911,093	\$ 484,691	\$ 225,517
Planned giving	-	950,608	-	1,861,701	742,400
Campaign donations	-	1,395,882	-	1,395,882	1,005,221
Designated donations	-	1,752,093	14,037	1,766,130	1,440,622
	\$ 484,691	\$ 4,098,583	\$ 925,130	\$ 5,508,404	\$ 3,413,760

7. Commitments:

The Foundation has committed to providing annual funding to St. Paul's Hospital (Grey Nuns) of Saskatoon for the acquisition of equipment, staff education and program funding as follows:

2026	\$ 23,214,173
2027	290,000
2028	280,000
2029	270,000
2030	240,000
2031	240,000
2032	240,000
2032	240,000
Thereafter	

The committed funding for 2026 includes numerous donor directed funds that are accessible upon demand.

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Notes to Financial Statements (continued)

Year ended December 31, 2025

8. Planned giving and pledges:

Planned giving:

The Foundation has been notified that it is the beneficiary of bequests from approximately 74 (2024 – 76) estates valued at approximately \$2,260,000 (2024 - \$2,346,000) however the timing of these bequests is undeterminable at this time. Other planned gifts of life insurance and annuities total \$1,201,000 (2024 - \$1,267,000).

Pledges:

The Foundation has been notified of pledged donations from approximately 24 (2024 – 20) individuals or organizations totaling approximately \$971,326 (2024 - \$1,349,503) over multiple years.

9. Interfund transfers:

The Foundation implements an internal policy whereby the general fund will charge a fee to the restricted funds in order to recover a portion of fundraising and administrative costs. Pursuant to the policy, the general fund recovered administrative fees of \$162,662 (2024 - \$148,897) from the endowment fund and \$57,273 (2024 - \$72,378) from departmental funds within the designated fund based on set rates for annual recoveries per the policy. The general fund recovered \$614,044 (2024 - \$308,930) from other designated donations within the designated fund based on approval of such recoveries within policy limits (note 4).

Other interfund transfers totaling \$1,599,016 (2024 - \$683,882) were made from the general fund to the designated fund to fund program payments to St. Paul's Hospital (Grey Nuns) of Saskatoon. In 2025, the Foundation transferred \$300,000 (2024 - \$nil) from the designated fund to the Leslie and Irene Dubé Endowment for the Hospice at Glengarda as part of the Close to Home campaign.

10. Related party transactions:

During the year, the Foundation made \$2,594,768 (2024 - \$6,044,987) in program payments to St. Paul's Hospital (Grey Nuns) of Saskatoon and \$6,862 (2024 - \$36,814) in payments to individuals related to Foundation staff for the provision of graphic design and videography services. There were no other related party transactions in 2025 or 2024.

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. The Foundation had \$596,591 payable to St. Paul's Hospital (Grey Nuns) of Saskatoon at December 31, 2025 (2024 - \$738,008) which is included in accounts payable and accrued liabilities.

ST. PAUL'S HOSPITAL FOUNDATION, INC.

Notes to Financial Statements (continued)

Year ended December 31, 2025

11. Financial instruments and risk management:

The Foundation is exposed to interest rate risk arising from fluctuation in interest rates on amounts invested in interest bearing accounts and investments. Cash is deposited into an interest-bearing account with a Canadian chartered financial institution. There has been no change to the risk exposure from 2024.

The Foundation is exposed to market risk on its investments. Investments consist primarily of fixed income, equities and alternative investment instruments managed by external investments advisors. These investments are subject to fluctuations in market value and foreign exchange. The market value of investments is disclosed in notes 3, 4 and 5. There has been a change to the risk exposure from 2024 as previously no investments were subject to foreign exchange risk.

The Foundation is also exposed to credit risk on its investments. Credit risk related to investments is minimized by dealing institutions that have strong credit ratings and by investing in a diversified pool of funds. There has been no change to the risk exposure from 2024.

The Foundation manages liquidity risks by maintaining adequate cash balances and managing cash flow needs on a regular basis to ensure it has sufficient cash flows to fund its operations and funding commitments to St. Paul's Hospital (Grey Nuns) of Saskatoon. There has been no change to the risk exposure from 2024.