



**2016-17 Annual General Meeting
Treasurer's Report
June 21, 2017**

I am pleased to present the Treasurer's Report for Southlake Regional Health Centre Board of Directors.

Southlake has once again successfully met the balanced budget requirements of the Hospital Service Accountability Agreement (H-SAA), achieving an excess of revenues over expenses of \$11.5 million for 2016/17. After accounting for other capital items, such as building depreciation and deferred grants, interest expense, the total excess of revenue over expenses of \$6.3M million for the year was reported. The hospital continues to make improvements to its working capital position which is crucial to its long term financial health. Over the last year the hospital current ratio improved to 0.69 from an opening position of 0.58.

The financial results are a noteworthy accomplishment given the challenges faced by the healthcare sector. Thank you to the entire team of skilled healthcare professionals across the organization for this positive result. As we look ahead to 2017/18, the Board of Directors is mindful of the need to sustain the improvements in financial performance while continuing to improve the hospital infrastructure through completion of large capital projects in Diagnostic Imaging, Cardiac, and Information Technology.

Your package includes copies of the audited financial statements for the year ending March 31, 2017. I would like to express thanks to our auditors, Deloitte LLP, and members of the Southlake Audit Committee for their services and feedback. I commend the Southlake Finance team who worked hard preparing for the audit, and who consistently prepared monthly information required by the Board throughout the year.

The Board of Directors acknowledges the support of the Ministry of Health and Long-Term Care and the Central Local Health Integration Network (LHIN), our Regional and Municipal Governments, the Southlake Foundation, and generous people from our community, all of whom contributed greatly to the financial success of the hospital.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Paul Roberts", is written over a white background.

Paul Roberts