

Summary Financial Statements of

**HEALTHCARE EXCELLENCE  
CANADA/EXCELLENCE EN SANTÉ  
CANADA**

And Independent Auditor's Report thereon

Year ended March 31, 2024



**KPMG LLP**

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**REPORT OF THE INDEPENDENT AUDITOR'S ON THE SUMMARY  
FINANCIAL STATEMENTS**

To the Board of Directors of Healthcare Excellence Canada/Excellence en santé  
Canada

***Opinion***

The summary financial statements of the Healthcare Excellence Canada/Excellence en  
santé Canada, which comprise:

- the summary statement of financial position as at March 31, 2024
- the summary statement of operations and changes in net assets for the year then  
ended
- the summary statement of changes in net assets for the year then ended
- and related notes

are derived from the audited financial statements of the Healthcare Excellence  
Canada/Excellence en santé Canada as at and for the year ended March 31, 2024 (the  
“audited financial statements”).

In our opinion, the accompanying summary financial statements are consistent, in all  
material respects, with the audited financial statements, in accordance with the criteria  
disclosed in note 1 in the summary financial statements.

***Summary Financial Statements***

The summary financial statements do not contain all the disclosures required by  
Canadian accounting standards for not-for-profit organizations. Reading the summary  
financial statements and the auditor's report thereon, therefore, is not a substitute for  
reading Healthcare Excellence Canada/Excellence en santé Canada's audited financial  
statements and the auditor's report thereon.



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The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

***Other Matter – Comparative Information***

The financial statements as at and for the year ended March 31, 2023 were audited by another auditor who expressed an unmodified opinion on those financial statements on August 15, 2023.

***Management's Responsibility for the Summary Financial Statements***

Management is responsible for the preparation of the summary financial statements in accordance with the criteria disclosed in note 1 in the summary financial statements.

***Auditor's Responsibility***

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, the audited financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standards 810, Engagements to Report on Summary Financial Statements.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

Chartered Professional Accountants, Licensed Public Accountants

Ottawa, Canada

June 27, 2024

# HEALTHCARE EXCELLENCE CANADA/EXCELLENCE EN SANTÉ CANADA

## Summary Statement of Financial Position

March 31, 2024, with comparative information for 2023

(In thousands of dollars)

	2024	2023
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$1,135	\$169
Accounts receivable	631	1,434
Prepaid expenses	374	227
Partner funding deposits	2,669	3,272
Short-term investments	28	3,528
Investments - reserve	14,161	13,452
Total current assets	18,998	22,082
Tangible capital and intangible assets	1,030	1,208
Total assets	\$20,028	\$23,290

# HEALTHCARE EXCELLENCE CANADA/EXCELLENCE EN SANTÉ CANADA

Summary Statement of Financial Position (continued)

March 31, 2024, with comparative information for 2023

(In thousands of dollars)

	2024	2023
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$2,211	\$1,987
Deferred revenue	931	611
Total current liabilities	3,142	2,598
Deferred lease inducement	241	250
Deferred capital contributions for leasehold improvements	190	239
Deferred contributions:		
Restricted operations	2,294	6,751
Restricted reserves	14,161	13,452
Total liabilities	20,028	23,290
Net assets	\$0	\$0

See accompanying notes to summary financial statements.

Approved by the Board:

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Blair O'Neill  
Chair, Board of Directors

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Susan (Sue) Owen  
Chair, Governance & Audit Committee

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Jennifer Zelmer  
President & CEO

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Nancy M. Quattrocchi  
Vice-President, Corporate Services

# HEALTHCARE EXCELLENCE CANADA/EXCELLENCE EN SANTÉ CANADA

## Summary Statement of Operations and Changes in Net Assets

Year ended March 31, 2024, with comparative information for 2023

(In thousands of dollars)

	2024	2023
<b>Revenue:</b>		
Recognition of deferred contributions:		
Operations of current period	\$31,074	\$28,448
Leasehold improvements	50	50
Program support	217	556
Total revenue	31,341	29,054
<b>Expenses:</b>		
Build capabilities to enable excellence in healthcare	3,680	4,500
Drive rapid adoption & spread of quality and safety innovations	11,011	12,240
Find and promote innovators and innovations	3,544	1,518
Catalyze policy change	1,748	3,092
Communications & Marketing	1,510	2,379
Office of the President, corporate services	8,554	2,383
Total expenses	30,047	26,112
Excess of revenue over expenses	1,294	2,942
Net assets, beginning of year	\$0	\$0
Excess of revenue over expenses	1,294	2,942
Loss on remeasurement and other items related to employee future benefits	(1,294)	(2,942)
Net assets, end of year	\$0	\$0

See accompanying notes to summary financial statements.

# HEALTHCARE EXCELLENCE CANADA/EXCELLENCE EN SANTÉ CANADA

Notes to Summary Financial Statements

Year ended March 31, 2024

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## 1. Description of the organization:

Healthcare Excellence Canada/Excellence en santé Canada (“HEC”) is a registered charity incorporated under the *Canada Not-for-Profit Corporations Act*, which works with partners to spread innovations, build capability, and catalyze policy changes so that everyone in Canada has safe and high-quality healthcare. Through collaboration with patients, caregivers and people working in healthcare, we turn proven innovations into lasting improvements in all dimensions of healthcare excellence. HEC was created on October 1, 2020 as a result of the amalgamation of the former Canadian Foundation for Healthcare Improvement (“CFHI”) and the former Canadian Patient Safety Institute (“CPSI”).

HEC is a Canadian registered charity and, accordingly, is exempt from income taxes under paragraph 149(1)(f) of the *Income Tax Act* (Canada).

On March 31, 2021, HEC signed a Contribution Agreement with Health Canada, providing \$124.7 million for its operations until March 2026. In the fiscal year ended March 31, 2022, HEC’s Health Canada Contribution Agreement for the period ended March 31, 2026 was amended to include an additional \$1 million in funding for the LTC+ Acting on Pandemic Learning Together program in response to the devastating effects of the pandemic on long-term care and retirement homes. The agreement was further amended in August 2022 to include additional funding of \$2 million, or \$500,000 per fiscal year starting in 2023 for four years, to support the Palliative Care program.

On January 9, 2023, HEC signed an agreement with the Ministry of Indigenous Services of \$1 million to boost the capacity of participating teams to engage meaningfully with the local First Nations, Inuit, and Métis community, ultimately supporting relationship building and long-term cultural safety improvements.

## 2. Summary financial statements:

The summary financial statements are derived from the complete audited financial statements, prepared in accordance with Canadian accounting standards for not-for-profit organizations, as at and for the year ended March 31, 2024.

The preparation of these summary financial statements requires management to determine the information that needs to be reflected in the summary financial statements so that they are consistent, in all material respects, with or representing a fair summary of the audited financial statements.

# HEALTHCARE EXCELLENCE CANADA/EXCELLENCE EN SANTÉ CANADA

Notes to Summary Financial Statements (continued)

Year ended March 31, 2024

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## 2. Summary financial statements (continued):

These summary financial statements have been prepared by management using the following criteria:

- (a) Whether the information in the summary financial statements is in agreement with the related information in the complete audited financial statements; and
- (b) Whether, in all material respects, the summary financial statements contain the information necessary to avoid distorting or obscuring matters disclosed in the related complete audited financial statements, including the notes thereto.

Management determined that the statement of cash flows does not provide additional useful information and as such it has not been included as part of the summary financial statements.

The complete audited financial statements of HEC are available upon request by contacting HEC.