

**Nova Scotia Agricultural College
Foundation**

Financial Statements
with Additional Information
March 31, 2010

May 26, 2010

Auditors' Report

To the Board of Directors of Nova Scotia Agricultural College Foundation

We have audited the statement of financial position of **Nova Scotia Agricultural College Foundation** (the "Foundation") as at March 31, 2010 and the statements of receipts and expenditures and changes in fund balances for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

As disclosed in note 2 to these financial statements, pledges have not been recognized as revenue in these financial statements. Canadian generally accepted accounting principles require that pledges be recorded as revenue when they can be reasonably estimated and collection is reasonably assured. Accordingly, we are unable to determine whether any adjustments might be necessary to contributions, excess of receipts over expenditures, current assets and net assets.

In our opinion, except for the effect of adjustments, if any, which might have been required had pledges been accounted for in accordance with Canadian generally accepted accounting principles, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2010 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

PricewaterhouseCoopers LLP

Chartered Accountants

Nova Scotia Agricultural College Foundation

Statement of Financial Position

As at March 31, 2010

	Expendable funds	Endowed funds	Annual funds	2010	2009
	\$	\$	\$	\$	\$
Assets					
Current assets					
Cash and term deposits	4,631	4,183	4	8,818	128,304
Contributions receivable	232	335	—	567	—
Interest receivable	25,003	26,775	—	51,778	62,290
	29,866	31,293	4	61,163	190,594
Other assets (note 4)	—	—	—	—	43,883
Investments	2,766,365	3,010,463	2,667	5,779,495	5,823,172
	2,796,231	3,041,756	2,671	5,840,658	6,057,649
Liabilities					
Current liabilities					
Accounts payable	5,200	—	—	5,200	—
Fund balances	2,791,031	3,041,756	2,671	5,835,458	6,057,649
	2,796,231	3,041,756	2,671	5,840,658	6,057,649

Approved by the Board of Directors

Director

Director

(1)

Nova Scotia Agricultural College Foundation

Statement of Receipts and Expenditures and Changes in Fund Balances

For the year ended March 31, 2010

	Expendable funds \$	Endowed funds \$	Annual funds \$	2010 \$	2009 \$
Receipts					
Contributions	1,674,601	125,864	71,675	1,872,140	813,435
Investment income	78,360	116,605	–	194,965	165,182
	<u>1,752,961</u>	<u>242,469</u>	<u>71,675</u>	<u>2,067,105</u>	<u>978,617</u>
Expenditures					
Bank and credit card charges	669	–	–	669	218
Disbursements – other (note 6)	74,921	–	–	74,921	42,247
Disbursements – project (note 5)	347,846	–	–	347,846	77,705
Ghana project (note 7)	353,702	–	–	353,702	294,381
Life insurance	2,877	–	–	2,877	4,493
Poultry facility (note 8)	1,516,726	–	–	1,516,726	–
Professional fees	3,174	–	–	3,174	2,925
Scholarships and awards	113,750	99,800	78,950	292,500	280,532
	<u>2,413,665</u>	<u>99,800</u>	<u>78,950</u>	<u>2,592,415</u>	<u>702,501</u>
Excess of receipts over expenditures (expenditures over receipts) for the year	(660,704)	142,669	(7,275)	(525,310)	276,116
Net change in unrealized gain on investments	145,930	157,051	138	303,119	(349,227)
Inter-fund transfer	(8,997)	2,197	6,800	–	–
Fund balances – Beginning of year	<u>3,314,802</u>	<u>2,739,839</u>	<u>3,008</u>	<u>6,057,649</u>	<u>6,130,760</u>
Fund balances – End of year	<u>2,791,031</u>	<u>3,041,756</u>	<u>2,671</u>	<u>5,835,458</u>	<u>6,057,649</u>

Nova Scotia Agricultural College Foundation

Notes to Financial Statements

For the year ended March 31, 2010

1 Status and nature of activities

The Nova Scotia Agricultural College Foundation (the “Foundation”) administers funds and materials donated to the Nova Scotia Agricultural College for educational purposes. The Foundation is incorporated under the University Foundations Act of the Province of Nova Scotia.

2 Significant accounting policies

Fund accounting

The Foundation follows the Restricted fund method of accounting for revenue.

The Expendable fund accounts for contributions received by the Foundation, which have no restrictions related to the level of annual expenditures.

The Endowed fund accounts for contributions received by the Foundation, which provide a restriction related to specific purpose and the level of annual expenditures.

The Annual fund accounts for contributions received by the Foundation, which are to be paid out in the same year as received.

Revenue recognition

Restricted contributions and related investment income are recorded as revenue of the appropriate fund in the year in which the contribution is received or the income is earned.

Unrestricted contributions are recognized as revenue in the appropriate fund in the year received or receivable to the extent that amounts to be received can be reasonably estimated and collection is reasonably assured.

The Foundation has pledges of approximately \$5,646 which have not been recognized in the financial statements.

Contributed materials and services

The Foundation recognizes contributions of materials and services when a fair value can be reasonably estimated and when the materials and services are used in the normal course of operations at the Nova Scotia Agricultural College and would otherwise have been purchased by the College.

Nova Scotia Agricultural College Foundation

Notes to Financial Statements

For the year ended March 31, 2010

2 Significant accounting policies (continued)

Management estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the dates of the financial statements and the reported amounts of revenues and expenditures during the reporting periods. Actual results could differ from these estimates.

3 Financial instrument and risk management

Senior management of the Foundation is responsible for setting acceptable levels of risk and reviewing risk management activities as necessary.

a) Concentration of credit risk

Management believes the Foundation has no significant credit risk.

b) Interest rate risk

Management believes the Foundation has no significant interest rate risk as they have no current debt outstanding.

c) Liquidity and cash flow risk

Management believes the Foundation has no significant risk from liquidity or cash flow as the Foundation has adequate cash to meet its need for the next year.

4 Other assets

These assets represent items contributed to the Foundation which are held for resale. The amount recorded on the books is at the approximate fair market value established at the time of the contribution.

5 Disbursements – project

This expense represents funds allocated to a specific project as follows:

	2010	2009
	\$	\$
Ethiopia	347,846	77,705

Nova Scotia Agricultural College Foundation

Notes to Financial Statements

For the year ended March 31, 2010

6 Disbursements – other

	2010 \$	2009 \$
AC Fund	17,163	9,192
Bookstore	–	500
Development	39,508	1,019
OACC	–	19,536
Rick Russell Woodsman Equipment	12,000	12,000
	6,250	–
	<u>74,921</u>	<u>42,247</u>

7 Ghana Trust Fund

During the year, the Foundation received \$263,203 (2009 - \$402,906) from the Canadian International Development Agency related to the Ghana Trust Fund and disbursed \$353,702 (2009 - \$294,381) related to this project. The activity was reflected in the March 31, 2010 Expendable fund balance.

8 Poultry Research Centre

During 2006, the Foundation received \$1,704,213 from the Nova Scotia Research and Innovation Trust to fund the Nova Scotia Agricultural College Poultry Research Centre which was under construction at March 31, 2007. During 2007, an additional \$417,795 was received from the Nova Scotia Research and Innovation Trust and \$1,084,045 was disbursed related to construction of the Poultry Research Centre. During 2008, an additional \$49,167 was received and none was disbursed. During 2009, an additional \$17,000 was received. During the current year, no additional funds were received and \$1,516,726 was disbursed. This activity was reflected in the March 31, 2010 Expendable fund balance.

9 Related party transactions

The major cost associated with operating the Foundation, including staffing and the cost of facilities, is paid by the Nova Scotia Agricultural College at no cost to the Foundation.

10 Statement of cash flows

A statement of cash flows has not been presented since cash flows from operating, financing and investing activities are readily apparent from the other financial statements.

May 26, 2010

Additional Comments of Auditors

The accompanying Schedules A and B are presented as supplementary information only. In this respect, they do not form part of the financial statements of the Nova Scotia Agricultural College Foundation for the year ended March 31, 2010 and hence, are excluded from the opinion expressed in our report dated May 26, 2010 to the Board of Directors on such financial statements. The information in these schedules has been subject to audit procedures only to the extent necessary to express an opinion on the financial statements of the Foundation and, in our opinion, is fairly presented in all respects material to those financial statements.

PricewaterhouseCoopers LLP

Chartered Accountants

Nova Scotia Agricultural College Foundation

Schedule A

Supplementary Information

Expendable Funds

For the year ended March 31, 2010

	Opening balance \$	Contributions \$	Investment income (net) \$	Scholarships, awards and disbursements \$	Unrealized gain (loss) on investments \$	Interfund transfers \$	Closing balance \$
1005 Dr. Chesley E. Smith Memorial Graduate Scholarship	5,168	-	183	500	-	-	4,851
1007 Colonel Charles Coll Memorial Scholarship	2,668	-	95	250	-	-	2,513
1011 Ernest L. Eaton Memorial Scholarships	15,642	-	576	1,000	-	-	15,218
1013 General Scholarships	41,966	7,500	1,848	-	-	-	51,314
1017 Ketchum Manufacturing Company Limited Prize	2,174	-	81	100	-	-	2,155
1035 Ian Neil Memorial	2,065	300	58	900	-	-	1,523
1045 Brian Kelly Memorial Fund	1,280	25	51	-	-	-	1,356
1050 Anna Helvig Schousboe Memorial Scholarship	4,907	-	181	300	-	-	4,788
1052 General Bursaries	165	500	26	-	-	-	691
1055 Randy Carey Memorial Scholarship	3,025	-	80	1,000	-	-	2,105
1056 James Card Bursary Fund	25,766	25	855	4,000	-	-	22,646
1057 Norway Scholarship Fund	16,157	-	477	4,000	-	-	12,634
1059 Billie Archiblad Memorial Scholarship	1,097	-	4	1,000	-	-	101
1064 Jennifer Hayes Starratt	5,563	-	2	5,500	-	-	65
1066 Canadian Dairy Commission Scholarship	206,824	-	4,595	30,000	-	-	181,419
1067 Jocelyne Nowak Mem Bursary	72	-	3	-	-	(75)	-
1522 Heather Butcher Memorial Bursary	24	-	1	-	-	(25)	-
1534 Landscape Nova Scotia Bursary	356	500	14	500	-	-	370
1558 K. de Geus Mem Prize for Plant Sci	2,516	-	99	-	-	-	2,615
1562 Novartis Award	662	-	26	-	-	-	688
1567 Donald Palfrey Scholarship Fund	4,891	-	156	1,000	-	-	4,047
1568 Harrison McCain Scholarship	34,199	74,000	1,501	50,000	-	-	59,700
1587 Vice-President's Scholarship	4,299	-	157	300	-	-	4,156
1594 International Student Scholarships	506	-	20	-	-	-	526
1597 Canadian Superior Energy Inc. Burs	701	-	28	-	-	-	729
1599 Rick Russell Memorial Woodsman Fund	92,254	50	2,999	12,000	-	-	83,303
1601 Atlantic Agricultural Hall of Fame	5,809	-	228	-	-	-	6,037
1606 Bearcat Hockey Education Award	790	17,650	31	17,650	-	-	821
1612 Prof Bill Mathewson Bursary	10,092	2,295	447	1,000	-	-	11,834
1617 NSAC Rock Garden	-	1,000	39	-	-	-	1,039
1618 Mr. B. Sodhi Memorial Scholarship	-	4,676	184	-	-	-	4,860
2000 AC Fund	56,444	37,526	1,634	82,305	-	100	13,399
2001 Campus Enrichment Fund	34,401	120	1,355	-	-	-	35,876
2003 Human Resource Development	133	-	5	-	-	-	138
2004 Teaching Development	2,119	-	83	-	-	(2,197)	5
2005 Library Development	9,060	400	371	-	-	-	9,831
2006 Athletics Development	324,446	116,154	15,018	-	-	(6,800)	448,818
2009 C. A. Douglas Extension Award	276	1,500	70	-	-	-	1,846
2011 Woodsman Memorial Fund	15,125	-	594	-	-	-	15,719
2012 G. Zillig Memorial Fund	2,808	695	137	-	-	-	3,640
2013 Grounds Improvement Fund	3,511	75	102	1,000	-	-	2,688
2016 Friends of the Garden	1,092	100	47	-	-	-	1,239
2017 Student Emergency Fund	33,184	17,118	1,974	-	-	-	52,276
2018 International Student Assistance	289,440	-	10,810	-	-	-	300,250
3001 Class of '50	654	-	26	-	-	-	680
3002 Class of '51	6,739	75	267	-	-	-	7,081
3003 Class of '52	1,969	-	77	-	-	-	2,046
3004 Class of '53	128	-	5	-	-	-	133
3005 Class of '54	142	4,960	200	-	-	-	5,302
3006 Class of '56	37,722	800	1,512	-	-	-	40,034
3007 Class of '57	3,044	-	119	-	-	-	3,163
3008 Class of '60	2,173	-	85	-	-	-	2,258
3009 Class of '74	616	-	24	-	-	-	640
3010 Class of '93	778	-	31	-	-	-	809
3014 Class of '66	50	-	2	-	-	-	52
4001 Turf Research	32,612	-	1,280	-	-	-	33,892
4002 Poultry Research Facilities	1,687,521	-	6,368	1,492,006	-	-	201,883
4004 OACC Research Fund	442	-	17	-	-	-	459
4007 CA Douglas Room	5,623	-	132	2,260	-	-	3,495
4008 Dr. Harold Chute	188,949	-	7,057	-	-	-	196,006
4009 Landscape Research	1,412	300	67	-	-	-	1,779
4010 Ghana Trust Fund	233,271	263,203	1,537	353,702	-	-	144,309
4011 Ethiopia Trust Fund	560	423,054	1,024	347,846	-	-	76,792
4012 Agrapoint Extension Development Fund	-	200,000	2,452	-	-	-	202,452
4013 Transformation Development Fund	-	500,000	4,912	-	-	-	504,912
Unrealized gain (loss) on investments	(153,280)	-	-	-	146,305	-	(6,975)
	3,314,802	1,674,601	74,439	2,410,119	146,305	(8,997)	2,791,031

Nova Scotia Agricultural College Foundation

Schedule B

Supplementary Information

Endowed Funds

For the year ended March 31, 2010

	Opening balance \$	Contributions \$	Investment income (net) \$	Scholarships, awards and disbursements \$	Unrealized gain (loss) on investments \$	Interfund transfers \$	Closing balance \$
1000 Stuart and Ruth Allaby Graduate Studies Fund	18,770	7,600	1,038	1,000	-	-	26,408
1001 NSAC Alumni Family Bursaries	135,758	22,252	5,847	10,000	-	6,000	159,857
1002 Allan A. Saunders Memorial Graduate Scholarship	103,046	-	4,052	4,000	-	-	103,098
1003 Ted Rose Memorial Bursary	21,824	-	872	500	-	-	22,196
1004 Canard Graduate Conservation Fund	71,712	-	2,832	2,500	-	-	72,044
1006 Cliff Retson Memorial Bursary	22,348	-	890	600	-	-	22,638
1008 Dorothy Cox Scholarship	6,008	-	240	150	-	-	6,098
1009 J. Arnold Roberts Memorial Scholarship	24,941	-	980	1,000	-	-	24,921
1010 Dr. Gerry W. Friars Undergraduate Research Prize	12,774	500	533	250	-	-	13,557
1012 Farm Credit Corporation Scholarship	25,917	-	1,019	1,000	-	-	25,936
1014 Gordon B. Kinsman Memorial Graduate Scholarship	82,656	50	3,261	3,000	-	-	82,967
1015 Florence (Pineo) Ward Memorial Award	53,987	-	2,147	1,500	-	-	54,634
1016 D. Kenneth Cox Mem Scholarship	4,651	-	186	100	-	-	4,737
1018 Robert Parent Memorial Scholarship	37,070	-	1,476	1,000	-	-	37,546
1019 Robert P. Longley Memorial Graduate Scholarships	451,679	-	17,743	18,000	-	-	451,422
1020 NS Federation of Agriculture 100th Anniversary Scholarship	25,053	-	984	1,000	-	-	25,037
1022 Angus and Tena MacLellan Mem Schshp	8,843	-	350	300	-	-	8,893
1023 A. B. Banks Mem Scholarship	16,967	-	670	600	-	-	17,037
1024 A. C. Neish Mem Trust Scholarship	30,251	-	1,189	1,200	-	-	30,240
1025 Ralph H. Armstrong Mem Bursary	8,279	-	318	500	-	-	8,097
1027 Atl. Farm Mech. Show Undergrad Schs	62,447	-	2,432	3,000	-	-	61,879
1028 Atl. Land Improvement Cntrctrs Burs	3,178	500	118	800	-	-	2,996
1029 Donald E. Clark Mem Scholarship	12,369	-	486	500	-	-	12,355
1030 Edith Main Memorial Bursary	2,390	-	94	100	-	-	2,384
1031 F. W. Walsh Memorial Scholarship	10,568	-	412	500	-	-	10,480
1032 George & Lottie Cook Mem Sch	14,652	500	599	500	-	-	15,251
1034 H. A. L. McLaughlin Mem Scholarship	4,848	-	190	200	-	-	4,838
1036 John Miller Memorial Bursary	11,235	7,661	753	500	-	-	19,149
1038 Noel Enman Memorial Award	7,661	-	313	-	-	-	7,974
1040 Charles M. Collins Memorial Scholarship	37,613	1,000	1,539	1,000	-	-	39,152
1042 Class of '50 Scholarship	32,977	50	1,310	1,000	-	-	33,337
1043 Herb MacRae NSAC/Macdonald College Exchange Award	12,734	-	521	-	-	-	13,255
1046 P. Max Kuhn Scholarship	64,894	-	2,553	2,500	-	-	64,947
1047 Merle Cail Memorial Scholarship	24,795	100	978	1,000	-	-	24,873
1048 Second Century Endowment Fund	103,219	130	4,228	-	-	(6,000)	101,577
1049 Wood Bros.Memorial Fund	16,434	-	672	-	-	-	17,106
1051 Randy & Gladys Keddy Memorial Burs	24,647	-	967	1,000	-	-	24,614
1053 Dr. Allan & Barabara MacKay Schsp	26,196	-	1,031	1,000	-	-	26,227
1054 Covill Fund	351,414	-	13,866	12,500	-	-	352,780
1058 CC MacDougall	3,656	-	139	250	-	-	3,545
1060 Dr. Roger S. Bacon Scholarship	50,158	-	2,011	1,000	-	-	51,169
1062 John Reginald Moore Bursaries	40,206	-	1,580	1,600	-	-	40,186
1063 Kevin Grant Memorial Scholarship	60,070	-	2,359	2,400	-	-	60,029
1065 Syngenta Graduate Scholarship	29,852	-	1,180	1,000	-	-	30,032
1068 Donald McInnes Award	-	25,000	982	1,000	-	-	24,982
1069 Dr. Bill Jenkins Memorial Scholarship	-	26,570	362	-	-	-	26,932
1551 G.G. Smeltzer Memorial Bursary	24,061	-	944	1,000	-	-	24,005
1576 Harney Estate Scholarships	330,748	-	13,123	10,000	-	-	333,871
1586 Bruce Trenholm/Atlantic '86 Sch	8,451	-	325	500	-	-	8,276
1589 Rick Russell Memorial Bursary Fund	6,902	670	289	500	-	-	7,361
1619 Dr. John Bubar Scholarship	-	25,000	573	1,000	-	-	24,573
2002 Howard Truman Agricola	5,789	-	237	-	-	-	6,026
2007 A. E. Roland Fund	2,054	-	84	-	-	-	2,138
2008 W. H. Brittain Fund	69,976	-	2,658	5,000	-	-	67,634
2010 Library Trust Fund	111,182	300	4,551	250	-	-	115,783
2014 Dr. Les Haley	8,626	-	353	-	-	-	8,979
2015 George Erle O'Brien Memorial Fund	8,761	-	358	-	-	-	9,119
2019 Life Membership	61,239	-	2,505	-	-	-	63,744
3000 Class of '44 Fund	19,420	-	795	-	-	-	20,215
3013 Class of '59 Teaching Dev Fund	23,284	7,681	1,267	-	-	2,197	34,429
3015 Class of '58 Graduate Student Scholarship	14,745	300	616	-	-	-	15,661
Unrealized gain (loss) on investments	(126,146)	-	-	-	156,676	-	30,530
	2,739,839	125,864	116,980	99,800	156,676	2,197	3,041,756
Annual Funds	3,144	71,675	-	78,950	-	6,800	2,669
Unrealized gain (loss) on investments	(136)	-	-	-	138	-	2
	3,008	71,675	-	78,950	138	6,800	2,671
Total all Funds	6,057,649	1,872,140	191,419	2,588,869	303,119	-	5,835,458