

**Nova Scotia Agricultural College  
Alumni Association**

Financial Statements  
(Unaudited)  
**June 30, 2006**

October 20, 2006

## **Review Engagement Report**

**To the Members of  
Nova Scotia Agricultural College Alumni Association**

We have reviewed the statement of financial position of **Nova Scotia Agricultural College Alumni Association** (the "Association") as at June 30, 2006 and the statements of changes in fund balances, revenue and expenses and cash flows for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Association.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.

*PricewaterhouseCoopers LLP*

**Chartered Accountants**

# Nova Scotia Agricultural College Alumni Association

## Statement of Financial Position

(Unaudited)

As at June 30, 2006

	Operating fund \$	Trust fund \$	2006 Total \$	2005 Total \$
<b>Assets</b>				
<b>Current assets</b>				
Cash	196	–	196	14,954
Accounts receivable	734	–	734	327
Interest receivable	–	–	–	4,089
Due from operating fund	–	–	–	14,703
	930	–	930	34,073
<b>Long-term receivable</b>	2,437	–	2,437	2,437
<b>Investments</b>	–	–	–	622,050
	3,367	–	3,367	658,560
<b>Liabilities</b>				
<b>Current liabilities</b>				
Accounts payable and accrued liabilities	3,000	–	3,000	2,903
Due to trust fund	–	–	–	14,703
	3,000	–	3,000	17,606
<b>Fund balances</b>				
Unrestricted – operating funds	367	–	367	112
Unrestricted funds	–	–	–	640,842
	367	–	367	640,954
	3,367	–	3,367	658,560

Approved by the Board of Directors

\_\_\_\_\_ Director

\_\_\_\_\_ Director

# Nova Scotia Agricultural College Alumni Association

## Statement of Changes in Fund Balances

(Unaudited)

For the year ended June 30, 2006

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	2006	2005
	\$	\$
<b>Trust fund</b>		
Fund balance – Beginning of year	640,842	620,843
Excess of revenue over expenses	43,079	19,999
Transfer to NSAC Foundation (note 3)	(682,096)	–
Transfer to unrestricted funds	(1,825)	–
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Balance – End of year	–	640,842
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<b>Unrestricted Funds</b>		
Fund balance – Beginning of year	112	1,908
Excess of revenue over expenses (expenses over revenue) for the year	(1,570)	(1,796)
Transfer from trust fund	1,825	–
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Balance – End of year	367	112
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Total fund balances	367	640,954
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# Nova Scotia Agricultural College Alumni Association

## Statement of Revenue and Expenses

(Unaudited)

For the year ended June 30, 2006

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	<b>Operating fund</b>	<b>Trust fund</b>	<b>2006 Total</b>	<b>2005 Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Revenue</b>				
Campus enrichment	—	—	—	1,031
Donations	—	—	—	17,396
Life membership interest	—	—	—	2,030
Miscellaneous income	1,296	—	1,296	243
Investment income	—	65,961	65,961	20,611
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	1,296	65,961	67,257	41,311
<b>Expenses</b>				
Alumni weekend	—	—	—	1,737
Awards and expenses	—	22,882	22,882	18,010
Miscellaneous	—	—	—	673
Office and postage	41	—	41	—
Professional fees	2,825	—	2,825	2,688
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	2,866	22,882	25,748	23,108
<b>Excess of revenue over expenses for the year</b>				
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	(1,570)	43,079	41,509	18,203

# Nova Scotia Agricultural College Alumni Association

## Statement of Cash Flows

(Unaudited)

For the year ended June 30, 2006

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	2006 \$	2005 \$
<b>Cash provided by (used in)</b>		
<b>Operating activities</b>		
Excess of revenue over expenses for the year	41,509	18,203
Gain on sale of investment	(41,254)	—
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	255	18,203
Net change in non-cash working capital items related to operations		
Decrease (increase) in accounts receivable	3,682	1,733
Increase (decrease) in accounts payable and accrued liabilities	97	(1,826)
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	4,034	18,110
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<b>Financing activities</b>		
Long-term receivable	—	(1,296)
Transfer to NSAC Foundation	(640,842)	(17,532)
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	(640,842)	(18,828)
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<b>Investing activities</b>		
Decrease in investments	622,050	—
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<b>Net change in bank indebtedness during the year</b>	(14,758)	(718)
<b>Cash – Beginning of year</b>	14,954	15,672
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<b>Cash – End of the year</b>	196	14,954
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# **Nova Scotia Agricultural College Alumni Association**

Notes to Financial Statements

(Unaudited)

**For the year ended June 30, 2006**

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## **1 Nature of operations**

The Nova Scotia Agricultural College Alumni Association (the "Association") incorporated under Nova Scotia Corporations Act as a not-for-profit organization and is a registered charity under the Income Tax Act. The mandate of the Association is to conduct alumni activities on behalf of the Nova Scotia Agricultural College.

## **2 Summary of significant accounting policies**

### **a) Fund accounting**

The Association follows the restricted fund method of accounting for revenue.

The Operating fund accounts for the Association's programs and administrative activities. The fund reports unrestricted resources.

Funds received from the investments are designated for a specific purpose and are shown in the Trust fund.

### **b) Revenue recognition**

The Association follows the deferral method of accounting for contributions. Contributions and income related to future periods are recorded as deferred revenue and are only recognized as revenue when earned.

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

Income from investments include, the realized gains or losses from sale of securities, as well as dividend and interest income. Investment income is recognized as revenue when earned.

### **c) Donated and volunteer services**

Due to the difficulty in determining the value of volunteer services, these donated services are not recorded in these financial statements.

### **d) Financial instruments**

The Association's financial instruments consist of cash, accounts receivable, long-term receivables, and accounts payable and accrued liabilities. Unless otherwise noted, it is the Association's opinion that the Association is not exposed to significant interest, currency or credit risks arising from financial instruments. The fair market value of these financial instruments approximates their carrying values.

# **Nova Scotia Agricultural College Alumni Association**

Notes to Financial Statements

(Unaudited)

**For the year ended June 30, 2006**

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## **2 Summary of significant accounting policies** (continued)

### **e) 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 NSAC Foundation**

During the year, the Association entered into an agreement with the Nova Scotia Agricultural College Foundation ("NSAC") which assigned the trusteeship of scholarship and bursary funds to the Foundation. The disbursement of these funds which amounted to \$682,096 on the date of transfer is included as a reduction of the Trust fund balance as of June 30, 2006.

## **4 Prior Years**

The prior year's financial statements were reviewed by another firm of Chartered Accountants.

