

**Nova Scotia Agricultural College  
Foundation**

Financial Statements  
with Additional Information  
**March 31, 2011**

June 24, 2011

## **Independent Auditor's Report**

We have audited the accompanying financial statements of the **Nova Scotia Agricultural College Foundation** (the "Foundation") which comprise the statement of financial position as at March 31, 2011 and the statements of receipts, expenditures and changes in fund balances for the year then ended and the related notes including a summary of significant accounting policies.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2011 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, 2011

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	Expendable funds \$	Endowed funds \$	Annual funds \$	Fund 2 \$	2011 \$	2010 \$
<b>Assets</b>						
<b>Current assets</b>						
Cash and term deposits	6,104	8,391	11	—	14,506	8,818
Contributions receivable	—	—	—	—	—	567
Interest receivable	19,530	26,859	34	206	46,629	51,778
	25,634	35,250	45	206	61,135	61,163
<b>Investments</b>	2,292,305	3,192,807	3,993	440,882	5,929,987	5,779,495
	2,317,939	3,228,057	4,038	441,088	5,991,122	5,840,658
<b>Liabilities</b>						
<b>Current liabilities</b>						
Accounts payable	—	—	—	—	—	5,200
<b>Fund balances</b>	2,317,939	3,228,057	4,038	441,088	5,991,122	5,835,458
	2,317,939	3,228,057	4,038	441,088	5,991,122	5,840,658

Approved by the Board of Directors

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Director

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Director

# Nova Scotia Agricultural College Foundation

## Statement of Receipts and Expenditures and Changes in Fund Balances

For the year ended March 31, 2011

	Expendable funds \$	Endowed funds \$	Annual funds \$	Fund 2 \$	2011 \$	2010 \$
<b>Receipts</b>						
Contributions	987,200	104,027	78,670	456,663	1,626,560	1,872,140
Investment income	75,354	104,417	–	8,050	187,821	194,965
	<u>1,062,554</u>	<u>208,444</u>	<u>78,670</u>	<u>464,713</u>	<u>1,814,381</u>	<u>2,067,105</u>
<b>Expenditures</b>						
Bank and credit card charges	1,050	–	–	–	1,050	669
Disbursements – other (note 6)	710,760	–	–	–	710,760	74,921
Disbursements – project (note 5)	–	–	–	448,693	448,693	347,846
Ghana project (note 7)	–	–	–	144,481	144,481	353,702
Life insurance	6,444	–	–	–	6,444	2,877
Poultry facility (note 8)	–	–	–	202,210	202,210	1,516,726
Professional fees	3,522	–	–	–	3,522	3,174
Scholarships and awards	84,203	103,767	82,150	33,333	303,453	292,500
	<u>805,979</u>	<u>103,767</u>	<u>82,150</u>	<u>828,717</u>	<u>1,820,613</u>	<u>2,592,415</u>
<b>Excess of receipts over expenditures (expenditures over receipts) for the year</b>	256,575	104,677	(3,480)	(364,004)	(6,232)	(525,310)
<b>Net change in unrealized gain on investments</b>	68,029	93,669	118	80	161,896	303,119
<b>Inter-fund transfer</b>	9,159	(12,045)	4,729	(1,843)	–	–
<b>Fund balances – Beginning of year</b>	<u>1,984,176</u>	<u>3,041,756</u>	<u>2,671</u>	<u>806,855</u>	<u>5,835,458</u>	<u>6,057,649</u>
<b>Fund balances – End of year</b>	<u>2,317,939</u>	<u>3,228,057</u>	<u>4,038</u>	<u>441,088</u>	<u>5,991,122</u>	<u>5,835,458</u>

# **Nova Scotia Agricultural College Foundation**

Notes to Financial Statements

For the year ended March 31, 2011

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## **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.

Fund 2 used for short and medium term project specific investments that require very low risk, have higher cash flow requirements and/or modest investment goals. Donations in Fund 2 are tracked separately from the regular Investment pool.

### **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 \$6,660 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, 2011

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## 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) Fair value

The Foundation's recognized financial assets consist of cash and term deposits, interest and contributions receivable, and accounts payable. The fair value of the assets and liabilities approximates carrying value due to their short-term nature.

### b) Concentration of credit risk

Management believes the Foundation has no significant credit risk.

### c) Interest rate risk

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

### d) 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.

# Nova Scotia Agricultural College Foundation

Notes to Financial Statements

For the year ended March 31, 2011

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## 5 Disbursements – project

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

	2011	2010
	\$	\$
Ethiopia	448,693	347,846

## 6 Disbursements – other

	2011	2010
	\$	\$
AC Fund	1,648	17,163
Development	36,560	39,508
Rick Russell Woodsman	12,000	12,000
Equipment	137,777	6,250
Transformation fund	500,000	–
Research	22,775	–
	<hr/> 710,760	<hr/> 74,921

## 7 Ghana Trust Fund

During the year, the Foundation received \$nil (2010 - \$263,203) from the Canadian International Development Agency related to the Ghana Trust Fund and disbursed \$144,481 (2010 - \$353,702) related to this project. The activity was reflected in the March 31, 2011 Fund 2 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 2010 \$1,516,726 was disbursed. In the current year, no additional funds were received and \$202,210 was disbursed. This activity was reflected in the March 31, 2011 Fund 2 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.

# **Nova Scotia Agricultural College Foundation**

Notes to Financial Statements

**For the year ended March 31, 2011**

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## **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.

June 24, 2011

**Additional Comments of Auditors**

The accompanying Schedules A, B and C 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, 2011 and hence, are excluded from the opinion expressed in our report dated June 24, 2011 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**



## Supplementary Information

## Expendable Funds

For the year ended March 31, 2011

	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	4,851	-	116	500	-	-	4,467
1007 Colonel Charles Coll Memorial Scholarship	2,513	-	60	250	-	-	2,323
1011 Ernest L. Eaton Memorial Scholarships	15,218	-	381	1,000	-	-	14,599
1013 General Scholarships	51,314	7,750	1,633	-	-	-	60,697
1017 Ketchum Manufacturing Company Limited Prize	2,155	-	55	100	-	-	2,110
1035 Ian Neil Memorial	1,523	300	27	750	-	-	1,100
1045 Brian Kelly Memorial Fund	1,356	25	(2)	1,300	-	-	79
1050 Anna Helvig Schousboe Memorial Scholarship	4,788	-	121	300	-	-	4,609
1052 General Bursaries	691	-	3	500	-	-	194
1055 Randy Carey Memorial Scholarship	2,105	50	59	-	-	-	2,214
1056 James Card Bursary Fund	22,646	-	489	4,000	-	-	19,135
1057 Norway Scholarship Fund	12,634	-	249	3,000	-	-	9,883
1059 Billie Archiblad Memorial Scholarship	101	-	-	1,000	-	-	(899)
1064 Jennifer Hayes Starratt	65	5,500	2	5,500	-	-	67
1534 Landscape Nova Scotia Bursary	370	500	11	500	-	-	381
1558 K. de Geus Mem Prize for Plant Sci	2,615	-	69	80	-	-	2,604
1562 Novartis Award	688	-	19	-	-	-	707
1567 Donald Palfrey Scholarship Fund	4,047	-	79	1,000	-	-	3,126
1568 Harrison McCain Scholarship	59,700	48,000	1,742	44,000	-	-	65,442
1587 Vice-President's Scholarship	4,156	-	103	300	-	-	3,959
1594 International Student Scholarships	526	-	14	-	-	-	540
1597 Canadian Superior Energy Inc. Burs	729	-	19	-	-	-	748
1599 Rick Russell Memorial Woodsman Fund	83,304	-	1,886	12,000	-	-	73,190
1601 Atlantic Agricultural Hall of Fame	6,037	-	164	-	-	-	6,201
1606 Bearcat Hockey Education Award	821	26,570	22	26,570	-	-	843
1612 Prof Bill Mathewson Bursary	11,834	1,638	341	1,000	-	-	12,813
1617 NSAC Rock Garden	1,039	2,756	114	-	-	-	3,909
1618 B. S Sodhi Memorial Scholarship	4,860	1,500	148	1,000	-	-	5,508
1626 Gale Semple Memorial Bursary	-	1,000	-	1,000	-	-	-
1627 Capt. Steele Memorial Fund	-	2,400	72	75	-	-	2,397
1629 Class of '56 Graduate Scholarship	-	-	-	-	-	46,946	46,946
2000 AC Fund	13,399	173,758	22,497	166,975	-	-	42,679
2001 Campus Enrichment Fund	35,876	-	973	-	-	-	36,849
2003 Human Resource Development	138	-	4	-	-	-	142
2005 Library Development	9,831	610	286	-	-	-	10,727
2006 Athletics Development	448,818	83,460	14,768	-	-	(4,800)	542,246
2009 C. A. Douglas Extension Award	1,846	28,894	949	-	-	-	31,689
2011 Woodsman Memorial Fund	15,719	-	426	-	-	-	16,145
2012 G. Zillig Memorial Fund	3,640	580	116	-	-	-	4,336
2013 Grounds Improvement Fund	2,688	31,662	973	2,710	-	-	32,613
2016 Friends of the Garden	1,239	50	36	-	-	-	1,325
2017 Student Emergency Fund	52,276	-	1,408	300	-	-	53,384
2018 International Student Assistance	300,251	21,437	8,810	-	-	-	330,498
2021 Equine Development Fund	-	1,580	50	-	-	-	1,630
3001 Class of '50	680	640	38	-	-	-	1,358
3002 Class of '51	7,081	100	195	-	-	-	7,376
3003 Class of '52	2,046	-	56	-	-	-	2,102
3004 Class of '53	133	-	4	-	-	-	137
3005 Class of '54	5,302	-	144	-	-	-	5,446
3006 Class of '56	40,034	6,912	1,301	-	-	(46,946)	1,301
3007 Class of '57	3,163	-	85	-	-	-	3,248
3008 Class of '60	2,258	7,000	279	-	-	-	9,537
3009 Class of '74	640	-	17	-	-	-	657
3010 Class of '93	809	-	22	-	-	-	831
3014 Class of '66	53	-	2	-	-	-	55
4001 Turf Research	33,892	-	576	11,000	-	-	23,468
4004 OACC Research Fund	459	100	15	-	-	-	574
4007 CA Douglas Room	3,495	-	95	-	-	-	3,590
4008 Dr. Harold Chute	196,007	-	4,949	11,775	-	-	189,181
4009 Landscape Research	1,779	-	48	-	-	-	1,827
4013 Transformation Development Fund	504,913	529,933	14,623	500,000	-	-	549,469
4014 Atl.Cen.Landscape Excellence	-	1,430	44	-	-	-	1,474
4015 William B. Swetnam Memorial Scholarship	-	65	2	-	-	-	67
4016 George James Schaller Scholarship	-	1,000	32	-	-	-	1,032
Unrealized gain (loss) on investments	(6,975)	-	-	-	68,029	-	61,054
	1,984,176	987,200	81,819	798,485	68,029	(4,800)	2,317,939

**Nova Scotia Agricultural College Foundation**

**Schedule B**

Supplementary Information

**Endowed Funds**

**For the year ended March 31, 2011**

	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	26,408	50	777	1,000	-	-	26,235
1001 NSAC Alumni Family Bursaries	159,857	11,526	4,957	10,000	-	4,000	170,340
1002 Allan A. Saunders Memorial Graduate Scholarship	103,098	201	3,031	4,000	-	-	102,330
1003 Ted Rose Memorial Bursary	22,196	-	663	500	-	-	22,359
1004 Canard Graduate Conservation Fund	72,044	-	2,123	2,500	-	-	71,667
1006 Grace & Cliff Retson Memorial Bursary	22,638	-	673	600	-	-	22,711
1008 Dorothy Cox Scholarship	6,098	-	182	150	-	-	6,130
1009 J. Arnold Roberts Memorial Scholarship	24,921	-	729	1,000	-	-	24,650
1010 Dr. Gerry W. Friars Undergraduate Research Prize	13,557	500	425	250	-	-	14,232
1012 Farm Credit Corporation Scholarship	25,936	-	761	1,000	-	-	25,697
1014 Gordon B. Kinsman Memorial Graduate Scholarship	82,967	-	2,441	3,000	-	-	82,408
1015 Florence (Pineo) Ward Memorial Award	54,634	-	1,606	2,000	-	-	54,240
1016 Dr. Kenneth Cox Mem Scholarship	4,737	500	159	100	-	-	5,296
1018 Robert Parent Memorial Scholarship	37,546	3,000	1,221	1,000	-	-	40,767
1019 Robert P. Longley Memorial Graduate Scholarships	451,422	-	13,326	15,000	-	-	449,748
1020 NS Federation of Agriculture 100th Anniversary Scholarship	25,037	-	733	1,000	-	-	24,770
1022 Angus and Tena MacLellan Mem Schshp	8,893	-	262	300	-	-	8,855
1023 A. B. Banks Mem Scholarship	17,037	190	509	600	-	-	17,136
1024 A. C. Neish Mem Trust Scholarship	30,240	-	886	1,200	-	-	29,926
1025 Ralph H. Armstrong Mem Bursary	8,097	-	231	500	-	-	7,828
1027 Atl. Farm Mech. Show Undergrad Schs	61,879	715	1,818	3,000	-	-	61,412
1028 Atl. Land Improvement Cntrctrs Burs	2,996	500	81	800	-	-	2,777
1029 Donald E. Clark Mem Scholarship	12,355	2,000	431	500	-	-	14,286
1030 Edith Main Memorial Bursary	2,384	-	69	100	-	-	2,353
1031 F. W. Walsh Memorial Scholarship	10,480	-	304	500	-	-	10,284
1032 George & Lottie Cook Mem Sch	15,251	600	471	500	-	-	15,822
1034 H. A. L. McLaughlin Mem Scholarship	4,838	-	142	200	-	-	4,780
1036 John Miller Memorial Bursary	19,149	-	587	-	-	-	19,736
1038 Noel Enman Memorial Award	7,974	-	244	-	-	-	8,218
1040 Charles M. Collins Memorial Scholarship	39,152	1,000	1,201	1,000	-	-	40,353
1042 Class of '50 Scholarship	33,337	-	974	1,400	-	-	32,911
1043 Herb MacRae NSAC/Macdonald College Exchange Award	13,255	100	410	-	-	-	13,765
1046 P. Max Kuhn Scholarship	64,947	-	1,905	2,500	-	-	64,352
1047 Merle Cail Memorial Scholarship	24,873	-	729	1,000	-	-	24,602
1048 Second Century Endowment Fund	101,577	-	3,116	-	-	(4,000)	100,693
1049 Wood Bros. Memorial Fund	17,106	-	525	-	-	-	17,631
1051 Randy & Gladys Keddy Memorial Burs	24,614	-	721	1,000	-	-	24,335
1053 Dr. Allan & Barabara MacKay Schsp	26,227	-	770	1,000	-	-	25,997
1054 Covill Fund	352,780	-	10,388	12,500	-	-	350,668
1058 CC MacDougall	3,545	-	100	250	-	-	3,395
1060 Dr. Roger S. Bacon Scholarship	51,169	-	1,500	2,000	-	-	50,669
1062 John Reginald Moore Bursaries	40,186	-	1,177	1,600	-	-	39,763
1063 Kevin Grant Memorial Scholarship	60,029	-	1,758	2,400	-	-	59,387
1065 Syngenta Graduate Scholarship	30,032	-	887	1,000	-	-	29,919
1068 Donald McInnes Award	24,982	-	732	1,000	-	-	24,714
1069 Dr. Bill Jenkins Memorial Scholarship	26,932	-	791	1,000	-	-	26,723
1070 T. Beverley Milligan Gale Memorial Bursary	-	26,000	867	1,000	-	-	25,867
1551 G.G. Smeltzer Memorial Bursary	24,005	-	710	750	-	-	23,965
1576 Harney Estate Scholarships	333,871	-	9,895	10,000	-	-	333,766
1586 Bruce Trenholm/Atlantic '86 Sch	8,276	-	237	500	-	-	8,013
1589 Rick Russell Memorial Bursary Fund	7,361	-	209	500	-	-	7,070
1619 Dr. John Bubar Scholarship	24,573	55,020	2,627	1,000	-	-	81,220
2002 Howard Truman Agricola	6,026	-	185	-	-	-	6,211
2007 A. E. Roland Fund	2,138	-	65	-	-	-	2,203
2008 W. H. Brittain Fund	67,634	-	1,901	5,000	-	-	64,535
2010 Library Trust Fund	115,783	425	3,559	200	-	-	119,567
2014 Dr. Les Haley	8,979	-	275	-	-	-	9,254
2015 George Erle O'Brien Memorial Fund	9,119	-	280	-	-	-	9,399
2019 Life Membership	63,744	-	1,821	3,867	-	-	61,698
3000 Class of '44 Fund	20,215	-	620	-	-	-	20,835
3013 Class of '59 Teaching Dev Fund	34,429	600	1,077	-	-	-	36,106
3015 Class of '58 Graduate Student Scholarship	15,661	1,100	518	-	-	-	17,279
Unrealized gain (loss) on investments	30,530	-	-	-	93,669	-	124,199
	3,041,756	104,027	92,372	103,767	93,669	-	3,228,057

**Nova Scotia Agricultural College Foundation**

**Schedule C**

Supplementary Information

**Fund 2**

**For the year ended March 31, 2011**

	Opening balance \$	Contributions \$	Investment income (net) \$	Scholarships, awards and disbursements \$	Unrealized gain (loss) on investments \$	Interfund transfers \$	Closing balance \$
1066 Canadian Dairy Commission Scholarship	181,419	-	2,580	33,333	-	-	150,666
4002 Poultry Research Facilities	201,883	-	327	202,210	-	-	-
4010 Ghana Trust Fund	144,309	-	172	144,481	-	-	-
4011 Ethiopia Trust Fund	76,792	456,663	1,957	448,693	-	-	86,719
4012 Agrapoint Extension Development Fund	202,452	-	1,171	-	-	-	203,623
Unrealized gain (loss) on investments	-	-	-	-	80	-	80
	<b>806,855</b>	<b>456,663</b>	<b>6,207</b>	<b>828,717</b>	<b>80</b>	<b>-</b>	<b>441,088</b>
Annual Funds	2,669	78,670	(71)	82,150	-	4,800	3,918
Unrealized gain (loss) on investments	2	-	-	-	118	-	120
	<b>2,671</b>	<b>78,670</b>	<b>(71)</b>	<b>82,150</b>	<b>118</b>	<b>4,800</b>	<b>4,038</b>
<b>Total all Funds</b>	<b>5,835,458</b>	<b>1,626,560</b>	<b>180,327</b>	<b>1,813,119</b>	<b>161,896</b>	<b>-</b>	<b>5,991,122</b>