

IRRIGATION CROP DIVERSIFICATION CORPORATION
Financial Statements
Year Ended March 31, 2010

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Index to Financial Statements
Year Ended March 31, 2010

AUDITOR'S REPORT

FINANCIAL STATEMENTS

Statement of Financial Position

Statement of Changes in Net Assets

Statement of Revenues and Expenditures

Statement of Cash Flow

Notes to Financial Statements

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CERTIFIED MANAGEMENT ACCOUNTANT
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AUDITOR'S REPORT

To the Members of Legislative Assembly Province of Saskatchewan

I have audited the statement of financial position of Irrigation Crop Diversification Corporation as at March 31, 2010 and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended. These financial statements are the responsibility of the company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the company as at March 31, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Delisle, Saskatchewan
May 21, 2010

CERTIFIED MANAGEMENT ACCOUNTANT

IRRIGATION CROP DIVERSIFICATION CORPORATION
Statement of Financial Position
March 31, 2010

	2010	2009
ASSETS		
CURRENT		
Cash (Note 3)	\$ 71,616	\$ 58,156
Term deposits	129,420	128,178
Accounts receivable	7,639	4,476
Goods and services tax recoverable	733	5,420
	<u>\$ 209,408</u>	<u>\$ 196,230</u>
LIABILITIES AND NET ASSETS		
CURRENT		
Prepaid Levies	\$ 3,141	\$ 3,976
NET ASSETS		
General fund	<u>206,267</u>	192,254
	<u>\$ 209,408</u>	<u>\$ 196,230</u>

IRRIGATION CROP DIVERSIFICATION CORPORATION
Statement of Changes in Net Assets
Year Ended March 31, 2010

	General Fund	2010	2009
NET ASSETS - BEGINNING OF YEAR	\$ 192,254	\$ 192,254	\$ 211,333
Excess of revenue over expenses	14,013	14,013	(19,079)
NET ASSETS - END OF YEAR	\$ 206,267	\$ 206,267	\$ 192,254

IRRIGATION CROP DIVERSIFICATION CORPORATION**Statement of Revenues and Expenditures****Year Ended March 31, 2010**

	2010	2009
REVENUE		
Member Levies	\$ 33,584	\$ 31,798
Operating Grant	35,000	35,000
Contract Funding	10,152	19,959
	<u>78,736</u>	<u>86,757</u>
EXPENSES		
Accounting fees	2,100	2,048
Advertising and promotion	5,189	7,960
Bad debts	-	2,671
Insurance	1,575	1,575
Memberships	70	-
Office	1,220	27
Contract Funding Applied	-	19,959
CSIDC Crop Varieties	41,980	42,377
Demonstration Projects	4,700	23,521
Other Project Costs	9,423	5,460
Forage Centres	-	3,126
	<u>66,257</u>	<u>108,724</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES FROM OPERATIONS	12,479	(21,967)
OTHER INCOME	1,534	2,888
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	\$ 14,013	\$ (19,079)

IRRIGATION CROP DIVERSIFICATION CORPORATION

Statement of Cash Flow
Year Ended March 31, 2010

	2010	2009
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses	\$ 14,013	\$ (19,079)
Changes in non-cash working capital:		
Accounts receivable	(3,163)	22,250
GST payable (receivable)	4,687	(2,352)
Prepaid Levies	(835)	(1,972)
	<u>689</u>	<u>17,926</u>
Cash flow from (used by) operating activities	<u>14,702</u>	<u>(1,153)</u>
INCREASE (DECREASE) IN CASH FLOW	14,702	(1,154)
Cash - beginning of year	<u>186,334</u>	<u>187,488</u>
CASH - END OF YEAR (Note 3)	\$ 201,036	\$ 186,334
CASH FLOW SUPPLEMENTARY INFORMATION		
Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -

IRRIGATION CROP DIVERSIFICATION CORPORATION

Notes to Financial Statements

Year Ended March 31, 2010

1. DESCRIPTION OF BUSINESS

1. The objects and purposes of Irrigation Crop Diversification Corporation are the following:

- a) to research and demonstrate to producers and irrigation districts profitable agronomic practices for irrigated crops;
- b) to develop or assist in developing varieties of crops suitable for irrigated conditions;
- c) to provide land, facilities and technical support to researchers to conduct research into irrigation technology, cropping systems and soil and water conservation measures under irrigation and to provide information respecting that research to district consumers, irrigation districts and the public;
- d) to co-operate with the Minister in promoting and developing sustainable irrigation in Saskatchewan.

2. ICDC was established under the Irrigation Act of 1996. ICDC is not an agent of the Crown. Membership consists of Irrigation Districts established throughout the province by Sask Water Corporation. ICDC is a non-profit organization exempt from Income Tax under section 149 (1)(j) of the Income Tax Act.

ICDC competes for funding from governmental programs, growers' associations and any other opportunities it encounters. ICDC contracts with Canada Saskatchewan Irrigation Crop Diversification Corporation to perform specific research, which results are transmitted to ICDC as well as the funding entities. Levies assessed on Irrigation Districts and other irrigated lands are also used to fund research, as well as the operating costs of the Corporation.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Investments:

Investments are recorded at the lower of amortized cost and market value

Revenue Recognition:

Restricted contributions related to specific operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. All other revenues are reported on the accrual method.

Contributed Services:

Irrigation Crop Diversification Corporation is administered through the offices of Saskatchewan Agriculture.

IRRIGATION CROP DIVERSIFICATION CORPORATION

Notes to Financial Statements

Year Ended March 31, 2010

3. CASH

	<u>2010</u>	<u>2009</u>
Cash	\$ 71,616	\$ 58,156
Term deposits	129,420	128,178
	<u>\$ 201,036</u>	<u>\$ 186,334</u>

Funding from governmental programs is based on a percentage of research costs being borne by ICDC. The investment funds permit ICDC to qualify for such research funding to facilitate its purpose.