

LOIS A. JOHNSON, CMA

CERTIFIED MANAGEMENT ACCOUNTANT

P. O. Box 22, R. R. 1

Delisle, Saskatchewan S0L 0P0

Phone: 493-2690 Fax: 493-2688

To: Members of Legislative Assembly
Province of Saskatchewan

I have audited the statement of financial position of the Irrigation Crop Diversification Corporation as at March 31, 2006 and the statement of revenues for the year then ended. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with 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 also 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 Corporation as at March 31, 2006 and the results of its operations for the year then ended in accordance with generally accepted accounting principles as applied to non-profit organizations.

Delisle, Saskatchewan
June 12, 2006

Lois A. Johnson CMA

Irrigation Crop Diversification Corporation
Balance Sheet
As at March 31, 2006

ASSETS:	2006	2005
CU Membership	\$ 5	\$ 5
Cash and Bank	52,984	9,044
Short Term Investments	152,295	149,569
Accounts Receivable	<u>4,165</u>	<u>4,066</u>
	\$ 209,449	\$ 162,684
	=====	=====

LIABILITIES AND MEMBERS= EQUITY:

GST Payable	\$ 3,086	\$ 158
Prepaid Member Levies	5,961	

MEMBERS= EQUITY:

Members= Equity	<u>200,402</u>	<u>162,526</u>
	\$ 209,449	\$ 162,684
	=====	=====

Irrigation Crop Diversification Corporation
Statement of Surplus
As at March 31, 2006

	2006	2005
Opening Balance	\$ 162,526	\$ 166,589
To write off prior years= uncollectibles	-	(1,778)
From operations	<u>37,876</u>	<u>(2,285)</u>
Ending Balance	\$ 200,402 =====	\$ 162,526 =====

Irrigation Crop Diversification Corporation
Statement of Revenue and Expenditure
For the year ended March 31, 2006

REVENUE:	2006	2005
Member Levies	\$ 29,737	\$ 29,692
Non District Levies	32,710	32,710
Crop Management Project Fees	-	2,821
Forage Management Project Fees	47	187
Field Days	-	1,733
Interest	<u>2,726</u>	<u>2,768</u>
 Total Revenue	 \$ 65,220	 \$ 69,911
 EXPENDITURE:		
Field Days	\$ 634	\$ -
SFC Alfalfa	2,747	
Forage Centres	3,826	7,047
Demos	5,522	4,271
Professional Fees	1,712	615
Crop Research	-	45,595
 Timothy Research	 5,000	 5,000
Forage Management Testing	-	2,898
Insurance	1,575	1,463
Website and Communications	6,215	5,259
Office Expense	<u>113</u>	<u>48</u>
 Total Expenditure	 <u>\$ 27,344</u>	 <u>\$ 72,196</u>
 Net Surplus (Deficit) for the Period	 <u>\$ 37,876</u>	 <u>\$ (2,285)</u>

Irrigation Crop Diversification Corporation
 Changes in Financial Position
 As at March 31, 2006

	2006	2005
Opening Cash	\$ 158,617	\$ 162,754
From Operations	37,876	(2,285)
Changes in non-cash working capital components:		
(Increase) Decrease in Accounts Receivable	(98)	(412)
Increase in GST Payable	2,928	338
Increase in Prepaid Levies	5,961	
Prior years' adjustment to receivables	<u>-</u>	<u>1,778</u>
Closing Cash	\$ 205,284 <u>=====</u>	\$ 158,617 <u>=====</u>

Irrigation Crop Diversification Corporation
Notes to Financial Statements
At March 31, 2006

The objects and purposes of ICDC are:

- 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 develop or assist in developing varieties of crops suitable for irrigated conditions; to provide means to researchers to conduct research into related technology, cropping systems and conservation measures under irrigation and to provide information respecting their research to members irrigation districts and the public;
- d) to co-operate with SIPA, the minister and Sask Water Corporation in promoting and developing sustainable irrigation in Saskatchewan.

2. There are no restricted funds in the possession of the Corporation.