ANNUAL REPORT

FOR THE PERIOD ENDED APRIL 30, 1997
The purposes of the University of Regina Crown Foundation are to promote contributions to the Foundation; to receive gifts of real and personal property, including moneys; and to provide grants and transfers of real and personal property to the University for the purposes of supporting and promoting its educational or research activities.

During the fiscal year, May 1, 1996 - April 30, 1997, the Board of Trustees for the University of Regina Crown Foundation received and accepted gifts of $115,000.

The 1997 Federal Income Tax regulations changed the limit on charitable donations from 50% to 75% of net income and changed the limit on Crown gifts from 100% to 75%. This in effect eliminates the advantages for Crown gifts. However, this change is to be reviewed in 2001.

Respectfully submitted,

Dr. Cam Blachford, Chairperson
University of Regina Crown Foundation
FINANCIAL STATEMENTS

FOR THE PERIOD ENDED APRIL 30, 1997

Regina, Saskatchewan, Canada
To the Members of the Legislative Assembly of Saskatchewan

I have audited the statement of financial position of the University of Regina Crown Foundation as at April 30, 1997 and 1996 and the statement of operations and changes in net assets for the periods then ended. The University of Regina Crown Foundation’s management is responsible for preparing these financial statements for Treasury Board's approval. 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 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 University of Regina Crown Foundation as at April 30, 1997 and 1996 and the results of its operations and the changes in its financial position for the periods then ended in accordance with generally accepted accounting principles.

Regina, Saskatchewan
May 30, 1997

W. K. Strelioff, CA
Provincial Auditor
STATEMENT OF MANAGEMENT RESPONSIBILITY

The financial statements are the responsibility of management and have been prepared in accordance with generally accepted accounting principles. In the opinion of management, the financial statements present fairly the Foundation's financial position as at April 30, 1997, and the results of its operations and changes in its financial position for the year then ended.

In fulfilling its responsibility and recognizing the limits inherent in all systems, management has developed and maintains a system of internal control designed to provide reasonable assurance that the Foundation's assets are safeguarded from loss and that the accounting records are a reliable basis for the preparation of financial statements.

The financial statements have been reviewed and approved by the Board of Trustees. The external auditors have full access to the Board with and without the presence of management to discuss the results of their audit work.

The financial statements for the period ended April 30, 1997 and 1996 have been reported on by the Provincial Auditor Saskatchewan, the appointed auditor under The Crown Foundation Act. The Auditor's Report outlines the scope of his examination and provides his opinion on the fairness of presentation of the information in the financial statements.

Murray Hutchings  
Secretary

Dale Schoffer  
Treasurer
UNIVERSITY OF REGINA CROWN FOUNDATION  
STATEMENT OF FINANCIAL POSITION  
As at April 30

<table>
<thead>
<tr>
<th></th>
<th>1997</th>
<th>1996</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>$117,166</td>
<td>$252,597</td>
</tr>
<tr>
<td><strong>Net assets (Statement 2)</strong></td>
<td>$117,166</td>
<td>$252,597</td>
</tr>
</tbody>
</table>

On behalf of the Board of Trustees

[Signatures]

Chairperson of the Board

[Signatures]

Secretary of the Board

(See accompanying notes to the financial statements)
UNIVERSITY OF REGINA CROWN FOUNDATION  
STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS  
For the period ended April 30

<table>
<thead>
<tr>
<th></th>
<th>1997</th>
<th>1996</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Donations</td>
<td>$115,000</td>
<td>$195,000</td>
</tr>
<tr>
<td>Interest income</td>
<td>4,705</td>
<td>6,277</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>119,705</td>
<td>201,277</td>
</tr>
</tbody>
</table>

| **Expenses**         |           |           |
| Disbursements to the University of Regina | 255,136 | --- |
| **Deficiency) Excess of revenues over expenses** | (135,431) | 201,277 |

| **Net assets, beginning of year** | 252,597 | 51,320 |

| **Net assets, end of year - to Statement 1** | $117,166 | $252,597 |

(See accompanying notes to the financial statements)
1. Authority

The University of Regina Crown Foundation is incorporated under *The Crown Foundation Act* pursuant to Order in Council 842/94 effective December 15, 1994. As an agent of the Crown in right of the province, donations to the Foundation qualify under the *Income Tax Act* for a tax credit in the case of individuals and for a deduction in the case of corporations.

The purpose of the Foundation is to receive gifts of real and personal property, including money, and to provide grants and transfers of real and personal property to the University of Regina for the purpose of supporting and promoting its education or research activities.

2. Significant Accounting Policies

These financial statements are prepared in accordance with generally accepted accounting principles. The following accounting policies are considered significant.

a) Accrual Basis

The financial statements are prepared on the accrual basis of accounting.

3. Related Party Transactions

Saskatchewan Crown controlled departments and agencies are related to the Foundation.

The University of Regina is also related to the Foundation through representation on the Foundation’s Board of Trustees. The University of Regina provides management services to the Foundation without charge, therefore, no provision for such costs is reflected in these financial statements.