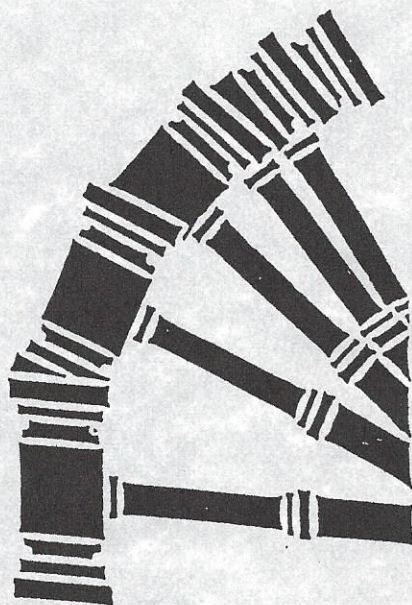


# **NEW BRUNSWICK LAW FOUNDATION**



**2015 - 2016**

**ANNUAL REPORT**



# **NEW BRUNSWICK LAW FOUNDATION**

**68 Avonlea Court  
Fredericton, N.B., E3C 1N8**

I am pleased to present the Annual Report of the New Brunswick Law Foundation for the year ended April 30, 2016.

The information contained in this report provides a profile of the Foundation. Individuals and organizations wishing to apply for a grant to undertake a law-related project are invited to communicate with the Executive Director to obtain more information and an application form. The annual report and application forms for grants and graduate scholarships are also available through the New Brunswick Law Foundation link on the Law Society of New Brunswick website (<http://www.lawsociety-barreau.nb.ca/>).

The funds available for disbursement through the Law Foundation result from the co-operative efforts of many individuals and groups including the members of the Law Society of New Brunswick. The continued success of the New Brunswick Law Foundation and the projects it supports owe much to this co-operation.

During the past several years, the Law Foundation's revenues – which are tied to the prime rate – have been depressed by the continuation of prime rates at or below 3%. With the periodic renegotiation of the interest arrangements with financial institutions, the Law Foundation has managed to moderate the impact of declining interest rates. Interest revenue on trust accounts declined 25% during the year ended April 30, 2016.

The accounts of the Foundation have been examined by the accounting firm of Bringloe Feeney LLP. The audited financial statements for the fiscal year ended April 30, 2016 form part of this report.

I extend my thanks to the Directors for their continued dedication and support during the year and to the Executive Director for his efforts to improve the financial situation of the Foundation.

R. Bruce Eddy, Q.C.  
Chairperson

## **PURPOSE**

The New Brunswick Law Foundation was established in 1975 by an amendment to the *Barristers' Society Act* (now the *Law Society Act*, 1996). This amendment directed that the interest earned on lawyers' mixed trust accounts be paid to the Foundation.

The purposes for which the Foundation's funds can be used are stipulated by statute. These are:

- \* Legal aid
- \* Legal research
- \* Legal education
- \* Law reform
- \* Establishing, maintaining and operating law libraries
- \* Bursaries and scholarships for the study of law
- \* Such other purposes related to the law as are, in the opinion of the Board, for the benefit of the public

## **REVENUES**

The Foundation derives its revenues primarily from the interest on mixed trust accounts. The interest received is calculated by most financial institutions on the basis of prime rate minus 2 % - 3.5% with an agreed minimum rate. Basic service charges have been waived by some institutions while others continue to deduct such charges. Careful monitoring and negotiation of the rates and charges continue both provincially and nationally. The national efforts are co-ordinated through the Association of Canadian Law Foundations of which the New Brunswick Law Foundation is a member.

## **ADMINISTRATION**

The New Brunswick Law Foundation is administered by a Board of Directors consisting of seven members appointed by the Law Society. Five directors, including the chairperson, are required to be members of the Law Society and two directors are appointed as public representatives. The Directors meet as required to review grant applications and to determine investment and general administrative policies. One part-time staff member administers day-to-day affairs.

## **BOARD OF DIRECTORS**

At year-end April 30, 2016, the members of the Board of Directors were:

R. Bruce Eddy, Chairperson  
Cameron Gunn, Treasurer  
W. Keir Clark  
Ivan Robichaud  
Joel Attis  
Art Gallant  
Patrick Ervin

## **STAFF**

Alban Martin, Executive Director

## **GRANTS POLICY**

Although the Foundation has not formally adopted a general grants policy, certain guidelines and principles are normally observed. These are:

- \* Priority is given to projects and programs that offer benefits directly or indirectly to the residents of New Brunswick.
- \* Grants are normally made on a seed-money or one-time basis with long-term commitments being avoided.
- \* The grants budget in any year is to be based on the revenues realized in the preceding year.
- \* Any formula for the allocation of funds on a percentage basis among the several statutory objects must be flexible enough to allow for unusual fluctuations in revenues realized from year to year.
- \* Grants are normally given for a one-year period subject to an extension of time at the request of the grantee.

## **GRANT CONDITIONS**

The Board attaches the following conditions to grants:

- \* The term of a grant is one year. Any funds remaining unexpended at the end of the year lapse. If the project extends beyond a year, the approval of the Foundation must be obtained to continue the approved funding into the following year.
- \* Funds are to be expended in accordance with the budget submitted with the application. Any proposed significant digression from the budget must be approved in advance by the Foundation.
- \* Any publicity or publication in connection with, or arising out of, the project is to indicate the Foundation's participation.
- \* Upon completion of the project, a final report and accounting must be provided. If the project is to extend beyond a year, then a progress report must be submitted on the expiration of the first year.
- \* The grant is not to be regarded as representing a continuing commitment of support by the Law Foundation.

## **MEETINGS**

The Board of Directors has met twice during the year to consider grant applications and to review and formulate investment and administrative policies. Other meetings have been held by conference call.



## FINANCIAL HIGHLIGHTS

### 1. REVENUE

Source	2015-16	2014-15
Interest / Lawyers' mixed trust accounts	\$398,215	\$536,662
Interest / Bank Account	54,231	60,285
Income / Reserve Fund	(38,280)	199,687
Interest / long-term note receivable	20,290	20,864
Unclaimed trust funds	<u>14,188</u>	<u>2,526</u>
Total	<b>\$448,644</b>	<b>\$820,024</b>
Expenses	<b><u>\$109,905</u></b>	<b><u>\$103,760</u></b>
Excess of revenues over expenses	<b>\$338,739</b>	<b>\$716,264</b>

### 2. GRANTS

Grants approved	\$633,764	\$790,084
-----------------	-----------	-----------

## LOAN TO THE LAW SOCIETY OF NEW BRUNSWICK

In fiscal year 2010-11, the Foundation provided a loan to the Law Society of New Brunswick to assist in the financing of the acquisition of its new office premises. The loan was made for a 5 - year term at market rates.

## RESERVE FUND

The Foundation has maintained a reserve fund to minimize fluctuations in the funds available for distribution. The investment of this fund is professionally managed. Its total at the beginning of this fiscal year was \$2,141,097. The expenditures exceeded revenues during the year by \$38,280. The balance of the reserve fund at the end of the year was \$2,102,817.

## GRANTS

During the year, a total of \$633,764 was authorized in grants to further the Foundation's objectives within law-related projects. A description of these projects is provided at the end of this report. The uncertain economic conditions and continued historic low interest rates have depressed the Foundation's revenues with the result that the support of the Foundation to many worthy projects had declined considerably. However, a consistent level of funding to three main grantees, namely Legal Aid, Law Libraries and PLEIS-NB has been maintained

## LEGAL AID

The Foundation participates with the Province of New Brunswick in funding the Domestic Legal Aid program. The allocation for 2015-16 was \$175,000.

## ENDOWMENT FUNDS

In 1992, an endowment fund was created at each of the two New Brunswick law schools and has since provided significant financial support annually to the legal communities of the University of New Brunswick and Université de Moncton. The initial contribution was \$300,000 each. Additional contributions to each of these funds were made during the subsequent years with a final contribution of \$70,000 to each in 2006-07. The Foundation's objective of \$1,000,000 for each endowment fund has now been reached.

The Endowment Funds are managed by a Board of Trustees that includes a member of the Board of Directors of the Foundation.

## SCHOLARSHIPS AND BURSARIES

Undergraduate scholarships (\$124,250) and bursaries (\$75,750) were awarded to law students at the University of New Brunswick and the Université de Moncton. One graduate scholarship in the amount of \$10,000 was granted to a student undertaking graduate studies in law.

The scholarship and bursary program is funded by revenue generated by the Scholarship Fund.

## GRANTS APPROVED 2015-16

### 1. LAW SOCIETY OF NEW BRUNSWICK

#### Law Libraries

To assist in the maintenance of the provincial law libraries. \$180,000

**NB Courts Historical Collections Project (CANLII)** \$13,000

**Translation / Bar Exams** \$3,972

### 2. NEW BRUNSWICK LEGAL AID SERVICES COMMISSION (NBLASC)

#### Family Legal Aid Program

To assist in the provision of domestic legal aid services to NB residents. \$175,000

### 3. PUBLIC LEGAL EDUCATION AND INFORMATION SERVICE OF NEW BRUNSWICK (PLEIS-NB)

Support for the publication of public legal education literature. \$90,000

### 4. UNIVERSITY OF NEW BRUNSWICK / FACULTY OF LAW

#### Pro Bono, Family Law & Wills Project

To assist in the provision of legal aid services to deserving not-for-profit organizations and to those involved in family law disputes. \$16,270

**Law Journal, Volume 67** \$2,000

<b>5.</b>	<b>UNIVERSITÉ DE MONCTON / FACULTÉ DE DROIT</b>	
	<b>Programme Pro Bono</b>	
	To assist in the provision of pro bono legal aid services to deserving not-for-profit organizations.	\$10,133
	<b>Programme Pro Bono / Droit de la famille</b>	
	To assist in the provision of legal information to clients involved In family law disputes.	\$5,508
	<b>Société d'aide juridique étudiante (SAJE)</b>	
	To assist in the provision of legal information to clients involved In matters related to criminal law.	\$21,959
	<b>Cours d'été international 2015 / Droits de l'enfant</b>	\$15,000
<b>6.</b>	<b>ASSOCIATION DES JURISTES D'EXPRESSION FRANÇAISE DU N.-B.</b>	
	Training Courses	\$40,521
<b>7.</b>	<b>ATLANTIC BALLET THEATRE OF CANADA</b>	
	Celebrate Courage Project	\$15,000
<b>8.</b>	<b>NB PRO BONO INC.</b>	
	Moncton Legal Advice Clinic	\$40,400
<b>9.</b>	<b>CANADIAN ASSOCIATION OF LAW LIBRARIES (CALL)</b>	
	May 2015 Conference – Moncton, NB	\$5,000
	<b>TOTAL</b>	<b>\$633,763</b>

---

# **New Brunswick Law Foundation**

**Financial Statements**  
**April 30, 2016**



---

# New Brunswick Law Foundation

Table of Contents

April 30, 2016

---

---

	Page
<b>Independent Auditor's Report</b>	
<b>Financial Statements</b>	
Statement of Financial Position	1
Statement of Changes in fund balances	2
Statement of Operations	3
Statement of Cash Flows	4
Notes to Financial Statements	5 - 11
Schedule to Financial Statements	12

## Independent Auditor's Report

To: The Directors of New Brunswick Law Foundation

We have audited the accompanying financial statements of New Brunswick Law Foundation, which comprise the statement of financial position as at April 30, 2016, and the statements of operations, changes in fund balances, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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 judgment, including the assessment of the risks 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 organization'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 organization'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 New Brunswick Law Foundation as at April 30, 2016, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

  
Chartered Professional Accountants

Fredericton, New Brunswick  
August 21, 2016

# New Brunswick Law Foundation

## Statement of Financial Position

As at April 30, 2016

	2016	2015	2014
<b>ASSETS</b>			
Current			
Cash (note 3)	\$ 3,252,215	\$ 3,567,877	\$ 3,773,096
Accounts receivable (note 4)	128,125	89,889	117,399
Current portion of note receivable	<u>13,660</u>	<u>13,060</u>	<u>12,486</u>
	3,394,000	3,670,826	3,902,981
Note receivable (note 5)	430,115	443,774	456,834
Capital assets (note 6)	-	678	1,470
Restricted investments - reserve fund (note 7)	<u>2,102,816</u>	<u>2,141,096</u>	<u>1,941,410</u>
	<u>\$ 5,926,931</u>	<u>\$ 6,256,374</u>	<u>\$ 6,302,695</u>
<b>LIABILITIES</b>			
Current			
Accounts payable and accrued liabilities (note 8)	\$ 1,771	\$ 3,251	\$ 3,161
Grants payable (note 11)	<u>193,983</u>	<u>204,418</u>	<u>196,143</u>
	<u>195,754</u>	<u>207,669</u>	<u>199,304</u>
<b>FUND BALANCES</b>			
General fund	3,628,360	3,907,608	4,161,981
Reserve fund	<u>2,102,817</u>	<u>2,141,097</u>	<u>1,941,410</u>
	<u>5,731,177</u>	<u>6,048,705</u>	<u>6,103,391</u>
	<u>\$ 5,926,931</u>	<u>\$ 6,256,374</u>	<u>\$ 6,302,695</u>

Approved

Chairman \_\_\_\_\_

Treasurer \_\_\_\_\_



---

## New Brunswick Law Foundation

Statement of Changes in fund balances  
Year ended April 30, 2016

---

	<u>Reserve fund</u>	<u>General fund</u>	<u>Total 2016</u>	<u>Total 2015</u>	<u>Total 2014</u>
Balance, opening	\$ 2,141,097	\$ 3,907,608	\$ 6,048,705	\$ 6,103,391	\$ 5,918,794
Excess (deficiency) of revenues over expenditures	<u>(38,280)</u>	<u>(279,248)</u>	<u>(317,528)</u>	<u>(54,686)</u>	<u>184,597</u>
Balance, closing	<u>\$ 2,102,817</u>	<u>\$ 3,628,360</u>	<u>\$ 5,731,177</u>	<u>\$ 6,048,705</u>	<u>\$ 6,103,391</u>

# New Brunswick Law Foundation

Statement of Operations  
Year ended April 30, 2016

	2016	2015	2014
<b>Revenues</b>			
Interest - trust accounts	\$ 398,215	\$ 536,662	\$ 558,087
Interest - bank accounts	54,231	60,285	61,528
Interest - note receivable	20,290	20,864	21,412
Unclaimed trust funds	14,188	2,526	6,868
	<u>486,924</u>	<u>620,337</u>	<u>647,895</u>
<b>Expenditures</b>			
Wages and benefits	64,468	63,487	61,007
Rent	16,256	16,256	16,256
Professional fees	14,781	6,711	10,481
Travel	9,996	5,887	10,092
Office	3,726	10,626	5,978
Amortization	678	792	1,020
	<u>109,905</u>	<u>103,759</u>	<u>104,834</u>
Excess of revenues over expenditures before grants, subsidies and contributions	<u>377,019</u>	<u>516,578</u>	<u>543,061</u>
<b>Grants, subsidies and contributions</b>			
Grants (note 11)	621,767	736,950	581,674
New Brunswick Law Foundation Scholarship Trust (note 9)	34,500	33,500	31,500
Association of Canadian Law Foundations	-	500	-
	<u>656,267</u>	<u>770,950</u>	<u>613,174</u>
Deficiency of revenues over expenditures before reserve fund	(279,248)	(254,372)	(70,113)
Reserve fund (Schedule 1)	<u>38,280</u>	<u>(199,686)</u>	<u>(254,710)</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (317,528)</u>	<u>\$ (54,686)</u>	<u>\$ 184,597</u>

---

## New Brunswick Law Foundation

Statement of Cash Flows  
Year ended April 30, 2016

---

	2016	2015	2014
<hr/>			
Operating activities			
Cash received from trust accounts	\$ 424,522	\$ 523,452	\$ 564,301
Cash received from cash and GIC's	3,876	103,531	70,271
Cash paid to suppliers and employees	(110,707)	(102,877)	(103,522)
Cash paid for grants, subsidies and contributions	<u>(666,703)</u>	<u>(762,675)</u>	<u>(491,127)</u>
	(349,012)	(238,569)	39,923
Investing activity			
Payments received on note receivable	<u>33,350</u>	<u>33,350</u>	<u>33,350</u>
Change in cash position	(315,662)	(205,219)	73,273
Cash, opening	<u>3,567,877</u>	<u>3,773,096</u>	<u>3,699,823</u>
Cash, closing	<u>\$ 3,252,215</u>	<u>\$ 3,567,877</u>	<u>\$ 3,773,096</u>



---

# New Brunswick Law Foundation

Notes to Financial Statements

April 30, 2016

---

## 1. Nature of operations

New Brunswick Law Foundation ("the Foundation") has been established as a separate entity under section 97 of the Law Society Act of New Brunswick. The Foundation is a non-profit corporation and its principle purpose is to receive interest earned on lawyers' trust accounts which in turn is used to support legal aid, legal research, legal education, legal reform, and law libraries in New Brunswick. It is exempt from income tax under paragraph 149(1)(l) of the Income Tax Act of Canada.

The New Brunswick Law Foundation Scholarship Trust ("the Scholarship Trust") was created by the Foundation under a trust indenture with the trustees being all the directors of the Foundation. The Scholarship Trust was established by way of capital contributions totaling \$1,650,000 from the Foundation.

The Foundation also created two endowment trusts - the University of New Brunswick Law Faculty Endowment Trust and the Fonds de dotation de la faculté de droit de l'Université de Moncton (the "Endowment Trusts"). The Endowment Trusts were established by initial contributions of \$300,000 each from the Foundation. In following years an additional \$700,000 in contributions was made, bringing the total capital contributions for each trust by the Foundation to \$1,000,000.

The Foundation, the Scholarship Trust and the Endowment Trusts maintain separate books and records for which annual financial statements are prepared.

## 2. Significant accounting policies

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant policies are detailed as follows:

### (a) Revenue recognition

Investment income includes dividends, interest income, foreign exchange, and realized and unrealized investment gains and losses. Investment income is recognized as revenue when earned.

Unclaimed trust funds are held by the Law Society of New Brunswick for 10 years. Any funds which not been claimed at the end of this period are transferred to the Foundation. Unclaimed trust funds are recognized as revenue once the 10 year hold period has expired.

---

# New Brunswick Law Foundation

Notes to Financial Statements

April 30, 2016

---

## 2. Significant accounting policies, continued

### (b) Fund accounting

The Foundation follows the fund basis of accounting which provides for separate groups of accounts to ensure accountability for restricted assets. The funds established by the Foundation are as follows:

General Fund - reports general activities including grants, scholarships and other disbursements. The use of these funds is at the discretion of the Board of Directors which approves all activity on an annual basis.

Reserve Fund - report activities relating to establishing a reserve to support the granting formula in case of revenue shortfalls in future years. The use of these funds is at the discretion of the Board of Directors.

### (c) Investments

Investments are reported at fair value using quoted market prices. Changes in the fair market value of investments are recognized as unrealized gains or losses.

### (d) Capital assets

Capital assets are recorded at cost. The organization provides for amortization using the straight-line method at rates designed to amortize the cost of the capital assets over their estimated useful lives. The annual amortization rates are as follows:

Equipment	20% straight-line
Computer equipment	30% straight-line

### (e) Financial instruments

The Foundation initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions. The Foundation subsequently measures its financial assets and financial liabilities at amortized cost, except for securities quoted in an active market, which are subsequently measured at fair value.

Financial assets measured at amortized cost include cash, accounts receivable, and notes receivable. Financial liabilities measured at amortized cost include accounts payable and grants payable.

Financial assets measured at fair value include investments.

---

# New Brunswick Law Foundation

Notes to Financial Statements

April 30, 2016

---

## 2. Significant accounting policies, continued

### (f) Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations 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 balance sheet date and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

## 3. Cash

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Petty cash	\$ 100	\$ 100	\$ 100
General account	1,001,820	1,317,482	1,610,120
GIC	2,250,263	2,250,263	2,162,876
GIC - cash	<u>32</u>	<u>32</u>	<u>-</u>
	<u>\$ 3,252,215</u>	<u>\$ 3,567,877</u>	<u>\$ 3,773,096</u>

## 4. Accounts receivable

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Trust accounts interest receivable	\$ 55,406	\$ 67,525	\$ 51,789
General bank interest receivable	749	1,107	1,511
GIC interest receivable	64,197	20,557	63,878
Other accounts receivable	<u>7,773</u>	<u>700</u>	<u>221</u>
	<u>\$ 128,125</u>	<u>\$ 89,889</u>	<u>\$ 117,399</u>

## 5. Note receivable

	<u>2016</u>	<u>2015</u>	<u>2014</u>
4.5% promissory note receivable from the Law Society of New Brunswick; repayable at \$2,779 per month including interest; maturing Sept 1, 2016	\$ 443,775	\$ 456,834	\$ 469,320
Less current portion	<u>13,660</u>	<u>13,060</u>	<u>12,486</u>
	<u>\$ 430,115</u>	<u>\$ 443,774</u>	<u>\$ 456,834</u>



# New Brunswick Law Foundation

Notes to Financial Statements

April 30, 2016

## 5. Note receivable, continued

Estimated principal repayments are as follows:

2017	\$	13,660
2018		14,290
2019		14,940
2020		15,630
2021		16,350
Subsequent years		<u>368,905</u>
	\$	<u><u>443,775</u></u>

## 6. Capital assets

	<u>2016</u>		<u>2015</u>	
	<u>Cost</u>	<u>Accumulated amortization</u>	<u>Net</u>	<u>Net</u>
Equipment	\$ 3,389	\$ 3,389	\$ -	\$ 678
Computer equipment	<u>1,141</u>	<u>1,141</u>	<u>-</u>	<u>-</u>
	<u>\$ 4,530</u>	<u>\$ 4,530</u>	<u>\$ -</u>	<u>\$ 678</u>

## 7. Restricted investments - reserve fund

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Cash	\$ 46,092	\$ 51,191	\$ 36,371
Accrued income	6,492	6,420	6,504
Fixed income	606,413	558,429	524,207
Canadian equities	502,233	550,191	525,293
Foreign equities	851,370	974,866	848,735
Other investments	<u>90,216</u>	<u>-</u>	<u>-</u>
	<u>\$ 2,102,816</u>	<u>\$ 2,141,097</u>	<u>\$ 1,941,110</u>

## 8. Accounts payable and accrued liabilities

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Trade payables	\$ -	\$ 1,398	\$ 1,343
Government remittances payable	<u>1,771</u>	<u>1,853</u>	<u>1,818</u>
	<u>\$ 1,771</u>	<u>\$ 3,251</u>	<u>\$ 3,161</u>

---

## New Brunswick Law Foundation

Notes to Financial Statements

April 30, 2016

---

9. Related party transactions

The Foundation is related to the Scholarship Trust by virtue of common control.

Transactions between related parties include:

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Expenses - Subsidy to Scholarship Trust	<u>\$ 34,500</u>	<u>\$ 33,500</u>	<u>\$ 31,500</u>

Subsidies to the Scholarship Trust are used to cover audit, custodial, and investment management fees. These transactions are in the normal course of operations and have been valued in these financial statements at the exchange amount which is the amount of consideration established and agreed to by the related parties.

10. The New Brunswick Law Foundation Scholarship Trust

The assets, liabilities and results of operations of the Scholarship Trust have not been consolidated in the financial statements of the Law Foundation. Financial summaries of this unconsolidated entity are as follows:

	<u>Financial position</u>	
	<u>2016</u>	<u>2015</u>
Total assets	\$ 3,477,179	\$ 3,711,064
Total liabilities	<u>4,000</u>	<u>4,000</u>
Fund balance - capital fund	<u>\$ 3,473,179</u>	<u>\$ 3,707,064</u>
	<u>Results of operations</u>	
	<u>2016</u>	<u>2015</u>
Revenue - capital fund	\$ 10,013	\$ 409,419
Expenditures - income fund	210,000	226,500
Expenditures - capital fund	<u>33,898</u>	<u>34,854</u>
	<u>\$ (233,885)</u>	<u>\$ 148,065</u>

**New Brunswick Law Foundation**  
Notes to Non-consolidated Financial Statements  
April 30, 2016

11. Summary of grants

The following list summarizes the grant activity of the Foundation for the fiscal year.

	<b>Outstanding grants, May 1, 2015</b>	<b>Grants approved</b>	<b>Grants paid</b>	<b>Grants lapsed</b>	<b>Outstanding grants, April 30, 2016</b>
Law Society of New Brunswick					
Law Libraries	-	180,000	180,000		-
Educational Videos	75,000		37,500		37,500
NB Courts Historical Collections Project	18,000	13,000	31,000		-
Bar Admissions Course	30,000				30,000
Translation of Discipline Decisions	12,500		12,500		-
Translation/ Bar exams	8,000	3,972	11,972		-
Public Legal Education and Information Serv	-	90,000	90,000		-
University of New Brunswick					
Pro Bono placement program	13,569		13,569		-
Pro Bono - FLLIP	5,405		3,569	1,836	-
Pro Bono - Family Law & Wills project		16,271	-		16,271
Kawaskimhon Moot 2015	5,000				5,000
Law Journal, Volume 67	-	2,000	2,000		-
Université de Moncton					
Pro Bono programme de placement	10,133	10,133	9,987	146	10,133
Pro Bono Droit de la famille	5,378	5,508	5,281	97	5,508
Projet Micheline Gleixner	10,404				10,404
Societe d'aide juridique etudiante	-	21,959	20,630	1,329	0
AJEFNP					
Cours de formation	11,029	40,521	11,445	6,338	33,767
Atlantic Ballet Theatre					
Celebrate Courage	-	15,000	10,000		5,000
NB Pro Bono Inc.	-	40,400			40,400
Bureau de Défenseur des enfants	-	15,000	12,750	2,250	-
CALL / ABCD	-	5,000	5,000		-
NBLASC					
Operating budget	-	175,000	175,000		-
	<b>204,418</b>	<b>633,764</b>	<b>632,203</b>	<b>11,996</b>	<b>193,983</b>



---

## New Brunswick Law Foundation

Notes to Financial Statements

April 30, 2016

---

### 12. Financial instruments

The Foundation is exposed to the following risks in respect of certain of the financial instruments held:

#### (a) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Foundation is exposed to currency risk with respect to its investments.

#### (b) Market risk

Market risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether the factors are specific to the instrument or all instruments traded in the market. The Foundation is exposed to market risk with respect to its investments.

#### (c) Credit risk

Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss. The Foundation is exposed to credit risk with respect to its notes receivable

#### (d) Liquidity risk

Liquidity risk is the risk a party may not be able to meet its obligations. The Foundation has is exposed to liquidity risk with respect to its accounts payable and grants payable.

It is management's opinion that the Foundation is not subject to significant amounts of risk with respect to its financial instruments.

### 13. Comparative figures

Financial statements for the years ended April 30, 2015 and April 30, 2014 were audited by another firm of chartered professional accountants and are presented for comparative purposes.

---

## New Brunswick Law Foundation

Schedule to Financial Statements

Year ended April 30, 2016

---

---

Schedule of reserve fund operations

**Schedule 1**

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Revenue			
Realized gain on sale of investments	\$ 52,696	\$ 38,171	\$ 83,379
Dividends	28,667	32,034	32,546
Foreign exchange gain (loss)	18,900	45,517	73,302
Interest	15,716	15,601	21,722
Unrealized gain (loss) on investments	<u>(136,983)</u>	<u>85,222</u>	<u>59,019</u>
	(21,004)	216,545	269,968
Expenditures			
Investment management fees	<u>17,276</u>	<u>16,859</u>	<u>15,258</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (38,280)</u>	<u>\$ 199,686</u>	<u>\$ 254,710</u>