



2010 ANNUAL REPORT



Alberta Beef Quality Starts
Here ✓ Corporation

TABLE OF CONTENTS

BOARD OF DIRECTORS	3
VISION.....	4
MISSION	4
CHAIRMAN’S REPORT.....	5
ALBERTA VBP PROVINCIAL COORDINATOR’S REPORT	6
FINANCE REPORT.....	10
FINANCIAL STATEMENTS.....	11
CONTACT US	14



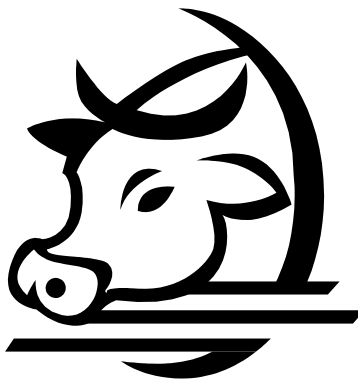
Board of Directors

Alberta Beef Quality Starts Here (ABQSH) is a Part 9 non-profit corporation. Its current members include:

- ✓ **Alberta Auction Markets Association (Director: Jackie Sawley)**
- ✓ **Alberta Beef Producers (Director: Pat Rutledge)**
- ✓ **Alberta Cattle Feeders' Association (Director: John Vander Heyden)**
- ✓ **Alberta Food Processors' Association (Director: Jacci Holowath)**
- ✓ **Alberta Livestock Dealers and Order Buyers Association (Director: Jeff Smith)**
- ✓ **Alberta Veterinary Medical Association (Director: Dr. Pat Burrage)**
- ✓ **Animal Nutrition Association of Canada – Alberta Chapter (Director: Glenn Ravensborg)**
- ✓ **Canadian Animal Health Institute (Director: Dr. Les Byers)**
- ✓ **Canadian Meat Council (currently no Director sits on the Board of Directors)**
- ✓ **Feeder Associations of Alberta (currently no Director sits on the Board of Directors)**
- ✓ **Western Stock Growers' Association (Director: Richard Williams)**

The Board of Directors is supported by an Advisory Committee, whose members include Cargill Foods (Bruce Hepburn/Dan Gillis), XL Foods Inc. (currently no representative) and Alberta Agriculture and Food (Betty Vladicka).

On contract to ABQSH are Provincial Coordinator, Eileen Leslie and Office Manager, Elaine Deeg. Legal Advisor is Adrienne Waller. There are currently eleven active on-farm auditors with signed Service Agreements. Also having signed VBP Workshop Delivery Services Agreements are Amber Havens and Naomi Fraser. Communication and marketing services are supplied by Woodruff Sweitzer.



Vision

By working together, Alberta's beef industry will continue to grow, be profitable and ensure confidence by continuing to provide safe, high quality beef products.



Mission

Alberta Beef Quality Starts Here will serve Alberta's beef cattle producers by delivering the national HACCP based, beef on-farm food safety program.

ALBERTA BEEF QUALITY STARTS HERE

CHAIRMAN'S REPORT

FOR 2010 ANNUAL GENERAL MEETING

The number of verified or registered producers under the program is slowly growing thanks to government funding under the Growing Forward On-Farm Food Safety Producer program (up to \$5,000/producer). We could see another 100 - 200 registered farms in each of the next two years as producers must commit to becoming registered to receive the government money for equipment. This equipment must be needed to move the farm towards registration. I expect that once they receive their cheque most will not continue with the required annual follow up paperwork beyond the Growing Forward program term which ends March 31, 2013.

It is now easier than ever for producers to get involved with the program, as the required training component can either be done by attending the traditional two hour in-person workshop or now, they can choose to do the new online training module, which can be done at their home office or local library. To date, 147 Alberta producers have completed the online training. As of July 31, 2010 a total of 5,248 Alberta producers have been trained and nationally 14,300 producers, which represent 35-45% of beef cattle production in Canada.

We have enough money in place to operate for the next two years. After that we have concerns about funding the operation of VBP, as it is highly unlikely that Agriculture Canada will continue to provide implementation funding for yet a third four-year term. There won't be enough registered producers to fund the organization with a membership or license fee, especially if we charge a license fee. There is the possibility of ALMA money but who knows where that will be in two years time.

As a member organization where does Alberta Beef Producers (ABP) stand in their commitment to move VBP forward? Very few ABP or CCA delegates have been VBP registered to this point. Do we really believe in the VBP program or are we just paying lip service? I'm afraid we need a bigger push from all the ABQSH member organizations to move this program forward. Now more than ever, producers are looking toward the leaders and representatives of the industry as guide posts, in other words, leadership by example. Looking ahead I can see the end of the VBP program as a cattle industry controlled and administered program, for without the commitment or buy in of producers, it may lead to a less than ideal government controlled and dictated on-farm food safety program. So far the only drawing card for producers is government subsidies or in a few cases a requirement of some niche marketing group.

Perhaps we will have to consol ourselves with having a large percentage of producers at least trained but not registered. The downside is that they won't have the annual reminder or check to make sure they are continuing to do things correctly. Another plus is that a very large percentage of larger feedlots are choosing to be registered, so the last step before slaughter is being covered by HACCP based food safety.

As I complete my first year as President I would like to thank my Board of Directors as well as Eileen and Elaine for all their help in moving ABQSH forward. Eileen and Elaine have been especially helpful to me fulfilling my duties as President including this report.

Pat Rutledge, Chairman

Alberta VBP Provincial Coordinator's Report

By Eileen Leslie



Provincial Coordinator Observations

This was my third year in the role of Provincial Coordinator.

The first seven months of this fiscal year saw very modest program activity. This was a result of the delayed release of the new Growing Forward On-Farm Food Safety Producer Program, which did not occur until January 20, 2010, even though it was originally scheduled for a July, 2009 release. Prior to this release of funding, producers chose to take a wait and see approach toward the VBP program, as they did not want to inadvertently do something that might jeopardize their funding eligibility. It is important to note that there was just over a twelve month gap (December 31, 2008 to January 20, 2010) in the availability of producer funding designed to stimulate on-farm food safety program implementation.

Other factors during this fiscal year which had significant negative impacts on Alberta beef producers, and thus on the Verified Beef Production program in Alberta were: record drought during the summer and fall of 2009 (comparable to 2002 or even the 1930's) over much of Alberta; severe late spring snow storms and record flooding in southern Alberta during May and June 2010; and, severe drought in the Peace Region of Alberta in 2010. On top of this the global recession took full hold in 2009 and continues to adversely impact everyone in some way. These factors made it very hard to get producers attention, as their resources and energies were directed to basic survival in the industry.

Despite all the obstacles and challenges presented this fiscal year, the Verified Beef Production program still saw increased producer awareness and growth.

Financial Matters

ABQSH's primary core funding source from ALIDF under the project "Implementation of the national beef on-farm food safety program to Alberta beef cattle producers" was completed on June 30, 2009. However, the final \$5,000 installment was not received until early in this fiscal year.

With the new Growing Forward funding (replacing the previous federal Ag Policy Framework funding), a joint federal-provincial agriculture program announced in Alberta at the end of April, 2009, there is up to \$80,000 per year, of funding available on a 70/30 (government/delivery agent) cost share basis for on-farm food safety delivery agents. ABQSH submitted an application for this funding on May 22, 2009, received notice that the application was approved in August of 2009, and received the \$80,000 in October, 2009 with a project end date of March 31, 2010. This funding is on a year-by-year basis, and has to be applied for every year over the four-year period of the Growing Forward

funding initiative. As such, ABQSH applied for the second year in April 2010, and received formal notice of funding approval for \$80,000 in June, 2010, with a project start date of April 1, 2010 and end date of March 31, 2011.

Producer Training

The workshops conducted this fiscal year were based on the VBP Producer Manual version 7.7 dated March 31, 2009. The original CFIA On-Farm Food Safety Recognition Section - Letter of Completion covering the VBP Technical Review Part 1 remains in effect.

All producer training workshops held were required, as per ABQSH board direction, to be hosted by local organizations, cattle industry retailers, or producer groups. The workshop host is required to provide a venue, coffee break items, advertising, and to assure at least a minimum of ten producer participants.

Workshops were delivered in the southern part of the province by the Provincial Coordinator, in the north-central part of the province by contracted presenter, Naomi Fraser, from Lamont, and in the Peace Region by contracted presenter, Amber Havens, from Fairview.

The workshop evaluation forms continue to indicate that producers find value in attending a VBP workshop. The information about detectable needles and injection sites, as well as learning about on-line access to the Compendium of Veterinary Products are cited as being the most useful subject material in the workshop.

Uptake in the national VBP on-line training option for producers increased significantly, which is likely due to more Alberta producers gaining rural high speed internet access, and thus gaining increased comfort with internet usage. There were 138 Alberta producers who completed on-line training this year, compared to only nine last year. The on-line training module is not intended to replace the in-person trainer led workshops, but rather as an alternative training option for those producers who are unable to attend a VBP workshop in person due to geographic location, off-farm job commitments, or unwillingness to wait until a workshop is available in their area. This on-line training module works best for those who like self-directed learning and who are comfortable working on a computer. Every producer who completes the on-line training module receives a copy of the VBP Producer Manual along with all the other program materials normally handed out during a workshop, which is mailed out by the Provincial Coordinator.

During this fiscal year 30 workshops were delivered, which brings the overall number of workshops delivered from program inception in 2003 to the end of this fiscal year, to 224. A total of 799 cattle producers (661 in workshops and 138 via on-line training) received program training this year, which brings the overall number of VBP program trained Alberta cattle producers to 5,092. Important Note: The Growing Forward On-Farm Food Safety Producer Funding, only available from January 20, 2010 to May 11, 2010, required that producers had to complete VBP training in order to be eligible for the up to \$5,000 per producer funding, and as such almost all the workshop and on-line training participation this year occurred during this period of time .

A new internet based database with enhanced search capability was developed this year for tracking individuals who have completed the VBP training either via workshop or internet. All the data from the old database was converted to this new database.

On-Farm Audits & Registration

ABQSH held a one day “VBP On-Farm Auditor Refresher Course” on September 1, 2009, and a two day “VBP New Auditor Training Course” on September 2 and 3, 2009, both facilitated by the VBP National Manager, Terry Grajczyk. There were six of the previously trained VBP auditors from 2004 who participated in the refresher course and three individuals who participated in the new auditor training. All auditors were asked to re-sign the Code of Conduct for Verified Beef Production Auditors and to sign the updated ABQSH Auditor Services Agreement. There were eight individuals who signed these documents after the training courses (Note – one of the individuals who attended the refresher training declined to sign the Auditor Services Agreement due to not agreeing with the compensation being offered), and three others who had previously received individual refresher training and had previously signed updated forms. This means that there are a total of 11 auditors who are current and available to ABQSH.

During this fiscal year there were 11 new operations audited, but two existing registered operations had their registration status withdrawn (one due to the producer’s death and one due to the producer no longer perceiving value in the program), so at fiscal year end the overall total number of registered operations in Alberta was 103.

Annual registration renewals were requested on an individual basis 30 days prior to each operation’s audit anniversary date, and a follow-up second request phone call made 30 days after audit anniversary dates if required documents had not been submitted, as per the national guidelines.

The lack of direct market drivers (no economic benefit) continues to be the predominant reason for the continued low rate of registration.

Communication and Marketing

The marketing tag line “*No Doubt – Be Confident About Beef Safety*” continues to be used and applied to the following marketing collateral pieces: brochure, poster, pop-up display, print ads and trade show booth display panels.

The www.beefsafety.ab.ca website was updated with a refreshed format, additional banner photos, and a search function for verified operations.

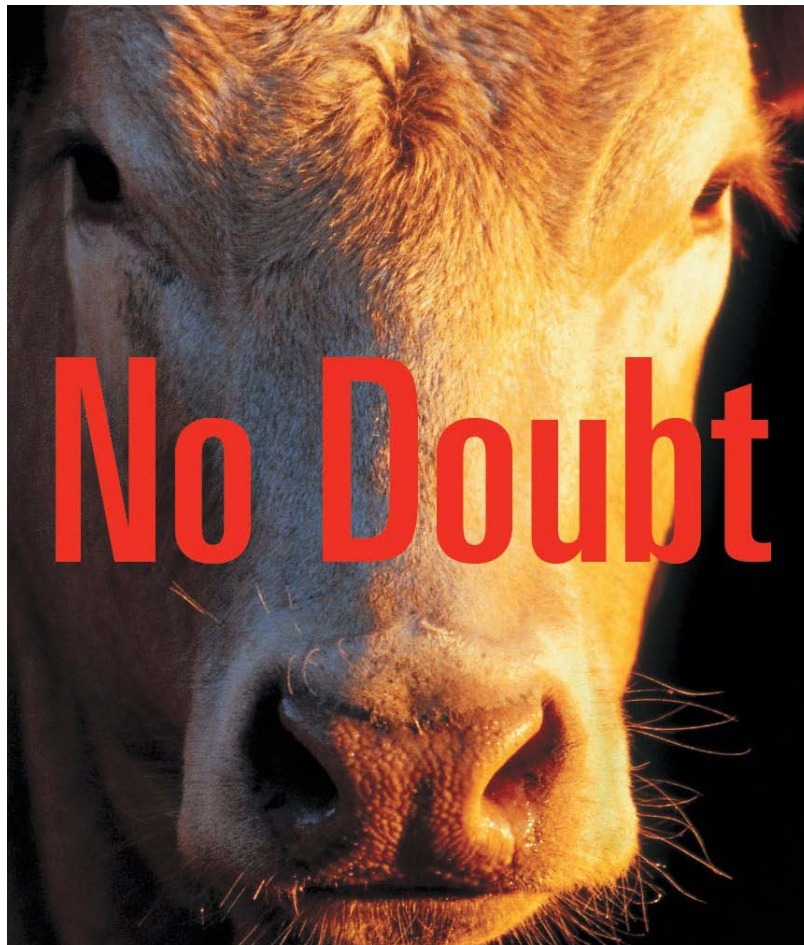
We are still utilizing the stock of Injection Site posters, Refrigerator Thermometers for Animal Health Products, Pocket Record Books, and *No Doubt* Brochures all printed and purchased at the end of fiscal year 2009.

Detectable needle sample packages were also handed out to producers at workshops again this year.

The following tradeshowes were attended by the Provincial Coordinator: Canadian Bull Congress – Camrose, Alberta (January, 2010), Ranching Opportunities Conference & Tradeshow – Olds, Alberta (February, 2010), Alberta Beef Industry Congress – Red Deer, Alberta (February, 2010), AgExpo, guest of UFA – Lethbridge, Alberta (March, 2010), CCIA Feedlot Movement Information Day – Lethbridge (March, 2010), Farm and Ranch Show, guest of UFA – Edmonton, Alberta (April, 2010), and CCIA Feedlot Movement Information Day – Red Deer, Alberta (April, 2010)

ABQSH placed a (2 1/8 x 4 13/16) two colour advertisement in Alberta Beef Magazine, which ran in seven issues from December, 2009 through June, 2010. The primary purpose of this advertisement was to further develop VBP awareness with Alberta beef producers.

There were 156 of the “Cattle Medicine – Responsible Use Course” manuals (printed in 2005 and funded by ALIDF and AAFRD) distributed this year to: 4-H clubs, Lakeland College, University of Alberta, and Alberta High School Green Certificate students. There are approximately 240 of these manuals still in stock.



Be confident about beef safety. It's simple. Get verified with Canada's Beef On-Farm Food Safety program. Call 866.242.7404.

www.beefsafety.ab.ca



FINANCE REPORT

Cash set out in the Statement of Financial Position as at June 30, 2010 is \$147,449 which includes \$10,449 cash and \$137,000 in a GIC as compared to cash only of \$35,701 at June 30, 2009. Accounts receivable in 2010 totaled \$83,675 of which \$80,000 are funds due from the Growing Forward On-Farm Food Safety Delivery Agent Program grant and the remainder are due from seven cow/calf audits. In 2009 Account receivable totaled \$167,019 which were funds due from Canadian Food Safety and Quality Program On-Farm Implementation (CFSQP OFI) in the amount of \$166,693, cow/calf audits in the amount of \$157 and bank service charges to be reimbursed in the amount of \$169. GST receivable in 2010 amounted to \$2,886 compared to \$5,566 in 2009. Directors and Officers and Errors and Omissions Insurance, as well as Commercial General Liability Insurance make up the \$2,658 of Prepaid Expenses for 2010 as compared to the same Insurance in the amount of \$2,636 for 2009.

Accounts payable as at June 30, 2010 are the accountant's financial audit fee of \$6,500 as well as telephone charges of \$46. In 2009 Accounts payable totaled \$6,150 which were the accountant's financial audit fee.

The Statement of Operations for the Year Ended June 30, 2010 set out total revenues of \$145,238 versus \$716,925 in 2009. The recognition of deferred contributions is made up of funding utilized during the year from Alberta Livestock Industry Development Fund of \$5,337 (\$158,818 in 2009); Growing Forward On-Farm Food Safety Delivery Agent Program of \$98,679 (nil in 2009); and Canadian Food Safety and Quality Program On-Farm Implementation of \$35,635 (\$500,725 in 2009). Canadian Cattlemen's Association Vitamin Class Action provided funding of nil in 2010 (\$49,837 in 2009). Revenue was also received from 11 cow/calf audits totaling \$5,150 compared to 22 cow/calf audits and one feedlot audit totaling \$6,150 in 2009. Interest earned on GIC's declined throughout the 2010 year due to lower interest rates and GIC principle to \$437. \$1,396 was the revenue earned on GIC's during 2009.

The Statement of Operations for the Year Ended June 30, 2009 set out total expenses of \$145,238 versus \$716,925 in 2009. Expenses for 2010 included Provincial Coordinator costs of \$73,924 paid to Eileen Leslie for contract fees, accommodation, travel and meals compared to \$77,930 paid during 2009. Support Service fees of \$19,830 included fees and travel costs paid to Elaine Deeg in 2010 compared to \$25,834 paid in 2009. Workshops and validations covered workshop meals, travel and accommodation, instructor charges, producer registry and workshop materials totaling \$13,910 in 2010 versus \$35,381 in 2009. This decrease was due to materials purchased in 2009 for the new workshop presenters as well as additional promotion workshop material purchased that year. Also there were 19 fewer workshops conducted in 2010 than in 2009 [49 in 2009 and 30 in 2010]. Professional fees decreased to \$10,052 in 2010 largely due to a decrease in financial audit fees. In 2009 Professional fees were \$12,897. Office and miscellaneous costs included telephone, storage space, office supplies, postage, database management, software and Worker's Compensation Board in the amount of \$9,407. In 2009 these costs were \$8,750. Communication in 2010 amounted to \$7,436. This represented the cost of advertising in Alberta Beef Magazine, attending trade shows, website maintenance and overall advertising of the Verified Beef Production program in Alberta. In 2009 Communication amounted to \$89,830. The decrease was largely the result of utilizing materials (brochures, magnets and posters) in 2010 that had been purchased in 2009. Directors and Officers and Errors and Omissions Insurance, together with Commercial General Liability Insurance cost \$4,955 for 2010 compared to \$4,946 for 2009. Program expenses of \$4,950 were the cost of the contracted producer auditors in 2010, versus their cost of \$11,000 in 2009. The decrease was the result of 12 less producer audits conducted in 2010. OFI equipment rebates were only \$750 in 2010 compared to \$449,612 in 2009 and Interest and bank charges totaled \$24 in 2010 versus \$745 in 2009, both of which were the result of the OFI equipment rebate program being transferred to the Provincial governments for administration.

Submitted by Elaine Deeg

Financial Statements of

**ALBERTA BEEF QUALITY
STARTS HERE ✓ CORPORATION**

Year Ended June 30, 2010

ALBERTA BEEF QUALITY STARTS HERE

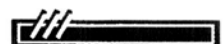
FINANCIAL STATEMENTS

June 30, 2010



ALBERTA BEEF QUALITY STARTS HERE
INDEX TO THE AUDITED FINANCIAL STATEMENTS
June 30, 2010

	Page
AUDITORS' REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position	2
Statement of Operations	3
Statement of Cash Flows	4
Notes to the Audited Financial Statements	5 - 7





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AUDITORS' REPORT

To the Members of Alberta Beef Quality Starts Here:

We have audited the statement of financial position of Alberta Beef Quality Starts Here as at June 30, 2010 and the statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. 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 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 our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at June 30, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Partners

Tenny S. Lo, MA, FCGA, CFP, CA*

Elizabeth A. Thompson, FCGA*

*Professional Corporation

Certified General Accountants

Calgary, Alberta
September 17, 2010

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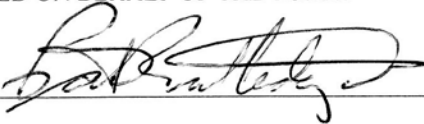
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ALBERTA BEEF QUALITY STARTS HERE
STATEMENT OF FINANCIAL POSITION
June 30, 2010

	2010	2009
ASSETS		
CURRENT		
Cash and cash equivalents	\$ 147,449	\$ 35,701
Accounts receivable	83,675	167,019
Goods and services tax recoverable	2,886	5,566
Prepaid expenses	2,658	2,636
	<u>\$ 236,668</u>	<u>\$ 210,922</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	\$ 6,546	\$ 6,150
DEFERRED CONTRIBUTIONS - OPERATIONS (NOTE 3)	<u>230,122</u>	<u>204,772</u>
	<u>236,668</u>	<u>210,922</u>
NET ASSETS (Note 6)	<u>-</u>	<u>-</u>
	<u>\$ 236,668</u>	<u>\$ 210,922</u>

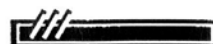
APPROVED ON BEHALF OF THE BOARD

Director: 

Director: _____

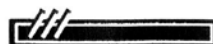
ALBERTA BEEF QUALITY STARTS HERE
STATEMENT OF OPERATIONS
For the year ended June 30, 2010

	2010	2009
REVENUE		
Recognition of deferred contributions (Note 3)	\$ 139,651	\$ 659,542
Audit income	5,150	6,150
Interest income	437	1,396
Canadian Cattlemen's Association - Vitamin Class Action (Note 4)	-	49,837
	<u>145,238</u>	<u>716,925</u>
EXPENSES		
Provincial coordinator	73,924	77,930
Support services	19,830	25,834
Workshops and validations	13,910	35,381
Professional fees	10,052	12,897
Office and miscellaneous	9,407	8,750
Communication	7,436	89,830
Insurance	4,955	4,946
Program expenses	4,950	11,000
OFI equipment rebates	750	449,612
Interest and bank charges	24	745
	<u>145,238</u>	<u>716,925</u>
EXCESS OF REVENUE OVER EXPENSES	<u>\$ -</u>	<u>\$ -</u>



ALBERTA BEEF QUALITY STARTS HERE
STATEMENT OF CASH FLOWS
For the year ended June 30, 2010

	2010	2009
OPERATING ACTIVITIES:		
Cash received from contributors and customers	\$ 256,175	\$ 673,471
Cash paid to suppliers and contractors	(144,840)	(775,142)
Interest received	437	1,396
Interest paid	(24)	(745)
	<u>111,748</u>	<u>(101,020)</u>
INCREASE (DECREASE) IN CASH		
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>35,701</u>	<u>136,721</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>147,449</u>	<u>35,701</u>
CASH AND CASH EQUIVALENTS CONSIST OF:		
Cash in bank	\$ 10,449	\$ 35,701
Guaranteed investment certificates	<u>137,000</u>	<u>-</u>
	<u>\$ 147,449</u>	<u>\$ 35,701</u>



ALBERTA BEEF QUALITY STARTS HERE
NOTES TO THE AUDITED FINANCIAL STATEMENTS
For the year ended June 30, 2010

1. PURPOSE OF THE ORGANIZATION

Alberta Beef Quality Starts Here ("the organization") is incorporated under the Alberta Companies Act and was formed to support and promote food safety in the Alberta beef industry. The organization is a not-for-profit entity and is therefore exempt from the payment of income taxes under section 149(l) of the Income Tax Acts (Canada).

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and, in management's opinion, have been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below.

a) Revenue recognition

The organization follows the deferral method of recognizing contributions.

Restricted contributions are recognized as revenue in the year which the related expenses are incurred. Unspent restricted contributions are recorded as deferred contributions.

Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

b) Cash and cash equivalents

Cash and cash equivalents include cash on deposit and short term investments with a maturity date of less than three months at acquisition.

c) Property and equipment

Property and equipment are expensed when acquired. No property and equipment were purchased in the current year (2009: \$ nil).

d) Financial instruments

The organization classifies all financial instruments as trading and reports them at fair value. Unrealized gains and losses, if any, are reported as part of the statement of operations.

e) Goods and services tax

Goods and services tax is recoverable at 50% as a rebate. The unrecoverable portion is recorded as an expense with the rebate treated as receivable.

f) Use of 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 date of the financial statements and the reported amounts revenues and expenses during the reporting periods. The most significant items subject to estimates in the financial statements are allowance for doubtful accounts, accrued liabilities and deferred contributions. Actual results could differ from those estimates and the differences could be material.



ALBERTA BEEF QUALITY STARTS HERE
NOTES TO THE AUDITED FINANCIAL STATEMENTS
For the year ended June 30, 2010

3. DEFERRED CONTRIBUTIONS

Deferred contributions are grants applied for and received for future years operations. The amount received and spent in the current year are as follows:

	Total 2010	Total 2009
Funds provided to promote food safety in the Alberta beef industry:		
Balance, beginning of year	\$ 204,772	\$ 170,239
Additions during the year:		
Alberta Livestock Industry Development Fund Ltd.	5,000	79,000
Growing Forward On-Farm Food Safety Delivery Agent Program	160,000	-
Canadian Cattlemen's Association (funds from Canadian Food Safety and Quality Program, On-Farm Implementation CFSQP OFI)	-	615,075
	<u>369,772</u>	<u>864,314</u>
Utilization during the year		
Alberta Livestock Industry Development Fund Ltd.	5,337	158,818
Growing Forward On-Farm Food Safety Delivery Agent Program	98,679	-
Canadian Cattlemen's Association (funds from Canadian Food Safety and Quality Program, On-Farm Implementation CFSQP OFI)	35,635	500,724
	<u>139,651</u>	<u>659,542</u>
Balance, end of year	<u>\$ 230,122</u>	<u>\$ 204,772</u>

4. CANADIAN CATTLEMEN'S ASSOCIATION - VITAMIN CLASS ACTION

This funding is provided from the Canadian Cattlemen's Association in relation to proceeds of the Vitamin Class Action suit. Funds received and spent during the current year were nil (2009: \$49,837).

5. FINANCIAL INSTRUMENTS

The organization's financial instruments consist of cash, accounts receivable, and accounts payable and accrued liabilities, all of which are reported at fair value. Due to their short term nature, the carrying value of these financial instruments approximates their fair value.

Credit risk arises from the potential default of contributions and others in meeting their obligations with the organization. The organization reduces this risk by dealing with credit-worthy entities and regularly reviewing these financial instruments.

The organization is exposed to interest rate price risk to the extent that its guaranteed investment certificates carry a fixed rate of interest. A significant change in market interest rate would impact the fair value of these investments.

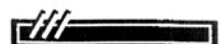
ALBERTA BEEF QUALITY STARTS HERE
NOTES TO THE AUDITED FINANCIAL STATEMENTS
For the year ended June 30, 2010

6. STATEMENT OF CHANGES IN NET ASSETS

A statement of changes in net assets has not been included in the financial statements as there were no transactions affecting net assets.

7. COMPARATIVE FIGURES

Some of the prior year figures have been restated to reflect the current year presentation.



CONTACT US

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