

Consolidated Financial Statements of

**PROVINCE OF NOVA SCOTIA
SYDNEY STEEL CORPORATION SUPERANNUATION FUND**

March 31, 2013

Independent auditor's report

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To the Minister of Finance, Province of Nova Scotia

We have audited the accompanying consolidated financial statements of Sydney Steel Corporation Superannuation Fund (the "Fund"), which comprise the consolidated statement of financial position as at March 31, 2013, and the consolidated statement of changes in net assets available for benefits, statement of changes in pension obligations, and statement of changes in deficit for the year ended March 31, 2013, 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 consolidated financial statements in accordance with Canadian accounting standards for pension plans, and for such internal control as management determines is necessary to enable the preparation of consolidated 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 consolidated financial statements based on our audits. We conducted our audits 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated 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 entity'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 consolidated financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Fund as at March 31, 2013, and its changes in net assets available for benefits, changes in pension obligation and deficit for the year ended March 31, 2013 in accordance with Canadian accounting standards for pension plans.

Halifax, Canada
June 28, 2013

Grant Thornton LLP

Chartered Accountants

PROVINCE OF NOVA SCOTIA

SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Consolidated Financial Statements

March 31, 2013

Consolidated Financial Statements

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PROVINCE OF NOVA SCOTIA SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Consolidated Statement of Financial Position
Year ended March 31, 2013

	March 31, 2013	March 31, 2012
Net Assets Available for Benefits		
Assets		
Cash	\$ 16,758	\$ 16,449
Total assets	16,758	16,449
Liabilities		
Accounts payable and accrued liabilities	9,145	4,761
Total liabilities	9,145	4,761
Net assets available for benefits	\$ 7,613	\$ 11,688
Accrued Pension Obligation and Deficit		
Accrued pension obligation (note 6)	\$ 173,760,300	\$ 178,330,200
Deficit (note 6)	(173,752,687)	(178,318,512)
Accrued pension obligation and deficit	\$ 7,613	\$ 11,688

The accompanying notes are an integral part of these consolidated financial statements.

On behalf of:

Original signed by Maureen MacDonald

Minister of Finance

PROVINCE OF NOVA SCOTIA
SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Consolidated Statement of Changes in Net Assets Available for Benefits
Year ended March 31, 2013

	March 31, 2013	March 31, 2012
Increase in Assets		
Contributions (note 4)	\$ 18,343,915	\$ 19,236,582
Investment income	50	300
Total increase in assets	18,343,965	19,236,882
Decrease in Assets		
Benefits paid (note 7)	18,201,441	19,078,219
Administration expenses (note 8)	146,599	153,556
Total decrease in assets	18,348,040	19,231,775
Increase (decrease) in net assets available for benefits	(4,075)	5,107
Net assets available for benefits, beginning of year	11,688	6,581
Net assets available for benefits, end of year	\$ 7,613	\$ 11,688

The accompanying notes are an integral part of these consolidated financial statements.

PROVINCE OF NOVA SCOTIA
SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Consolidated Statement of Changes in Pension Obligation and Deficit
Year ended March 31, 2013

	March 31, 2013	March 31, 2012
Accrued pension obligation, beginning of year	\$ 178,330,200	\$ 189,997,700
Increase in accrued pension benefits:		
Adjustment to accrued pension obligation, beginning of year due to estimated interest and benefits paid	243,700	178,700
Interest on accrued pension obligation	7,584,500	8,574,400
Contributions	-	-
Changes in actuarial assumptions	7,034,400	-
	14,862,600	8,753,100
Decrease in accrued pension benefits:		
Benefits paid	(18,201,441)	(19,078,219)
Difference in estimated benefits paid used in actuarial valuation versus actual benefits paid	(244,759)	(243,781)
Net experience (gains) losses	(986,300)	(1,098,600)
	(19,432,500)	(20,420,600)
Net decrease in accrued pension benefits	(4,569,900)	(11,667,500)
Accrued pension obligation, end of year	\$ 173,760,300	\$ 178,330,200

Statement of Changes in Deficit

Year ended March 31, 2013

	March 31, 2013	March 31, 2012
Deficit, beginning of year	\$ (178,318,512)	\$ (189,991,119)
Net increase (decrease) in net assets available for benefits	(4,075)	5,107
Net decrease in accrued pension obligation	4,569,900	11,667,500
Deficit, end of year	\$ (173,752,687)	\$ (178,318,512)

See accompanying notes to consolidated financial statements.

PROVINCE OF NOVA SCOTIA

SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Notes to Consolidated Financial Statements
Year ended March 31, 2013

1. Authority and description of Plans:

The Sydney Steel Corporation Superannuation Fund (the "Fund") was established under Section 7 of the Sydney Steel Corporation Sale Act (the "Act"), which was proclaimed on February 9, 2001. Order in Council No. 2001-98 designated February 28, 2001 as the effective date on which the assets and obligations of the Sydney Steel Corporation pension plans were transferred to the Fund. The Minister of Finance of the Province of Nova Scotia is responsible for the Fund.

Under subsection 7(9) of the Act, the Minister of Finance assumed responsibility to fund any shortfalls arising under the Fund.

a) United Steel Workers of America Pension Plan:

The Plan is a defined benefit pension plan covering former employees of the Sydney Steel Corporation who were members of Locals 1064, 6537 and 6516 of the United Steelworkers of America.

A service pension is available based on \$30.00 per month per year of service, effective January 1, 1995 (previously \$16.50 per month), to a maximum of 35 years plus the amount of pension benefit as established under the provisions of the 1955 Pension Plan.

Death benefits are available if certain criteria are met.

b) Salaried Pension Plan:

The Plan is a defined benefit pension plan covering former salaried employees of the Sydney Steel Corporation.

A service pension is available based on \$30.00 per month per year of service, effective January 1, 1995 (previously \$16.50 per month), to a maximum of 35 years plus certain percentages of required contributions made after May 1, 1955.

Senior management employees receive, for each year of senior management service, a pension based on 2% of the highest average salary of their best 5 years.

Death benefits are available if certain criteria are met.

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Notes to Consolidated Financial Statements
Year ended March 31, 2013

1. Authority and description of Plans (continued):

c) Canadian Union of Public Employees' Pension Plan:

The Plan is a defined benefit pension plan covering former employees of the Sydney Steel Corporation who were members of Locals 1675 of the Canadian Union of Public Employees.

A service pension is available based on \$35.00 per month per year of service, effective January 1, 1995 (previously \$16.50 per month), to a maximum of 35 years plus the amount of pension benefit as established under the provisions of the 1955 Pension Plan.

Death benefits are available if certain criteria are met.

2. Basis of preparation:

a) Basis of presentation:

The Fund adopted Canadian accounting standards for pension plans in Part IV of the Canadian Institute of Chartered Accountants Handbook ("CICA"), Section 4600 – Pension Plans ("Section 4600"), on April 1, 2011 with a transition date of April 1, 2010. Section 4600 provides specific accounting guidance on investments and pension obligations. For accounting policies that do not relate to either investments or pension obligations, the Fund must consistently comply with either International Financial Reporting Standards ("IFRS") in Part I of the CICA Handbook or Accounting Standards for Private Enterprises ("ASPE") in Part II of the CICA Handbook. The Fund has elected to comply on a consistent basis with IFRS in Part I of the CICA Handbook. To the extent that IFRS in Part I is inconsistent with Section 4600, Section 4600 takes precedence.

The adoption of Section 4600 had no impact on the Fund's net assets available for benefits, the accrued pension obligations and deficits or total investment income.

These consolidated financial statements are prepared on a going concern basis and present the aggregate financial position of the Fund as a separate reporting entity.

b) Transition to CICA Section 4600 and IFRS:

These consolidated financial statements are in compliance with Section 4600 and IFRS. Prior to 2011, the financial statements were prepared in accordance with CICA Handbook Section 4100 - Pension Plans and Part V of the CICA Handbook.

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Notes to Consolidated Financial Statements
Year ended March 31, 2013

2. Basis of preparation (continued):

The Fund elected to early adopt IFRS 13, Fair Value Measurement, on a prospective basis, commencing April 1, 2010. The mandatory application date of IFRS 13 is for fiscal years beginning January 1, 2013. The Accounting Standards Board (“AcSB”) has allowed early adoption for fiscal years beginning January 1, 2011, which is also the effective date for Section 4600. The measurement requirements under IFRS 13 were applied consistently to the fair value of all investment assets and investment-related liabilities in the periods presented in the financial statements. The definition of fair value has been amended to comply with IFRS 13. There was no impact on the values of either investment assets or investment-related liabilities. As per Section 4600, the Fund is not required to comply with the disclosure requirements prescribed in IFRS 13.

These consolidated financial statements were authorized for issue by the Minister of Finance on June 28, 2013.

(c) Basis of measurement:

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value through the statement of changes in net assets available for benefits.

(d) Functional and presentation currency:

These financial statements are presented in Canadian dollars, which is the Fund's functional currency.

(e) Use of estimates and judgments:

The preparation of the consolidated financial statements in conformity with Section 4600 and IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities at the date of the statement of financial position, the reported amounts of changes in net assets available for benefits and accrued pension benefits during the year. Actual results may differ from those estimates. Significant estimates included in the financial statements relate to the determination of the accrued pension obligation.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future years affected.

PROVINCE OF NOVA SCOTIA

SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Notes to Consolidated Financial Statements
Year ended March 31, 2013

3. Significant accounting policies:

a) Basis of consolidation:

These consolidated financial statements include the accounts of the following pension plans:

- United Steel Workers of America Pension Plan
- Salaried Pension Plan
- Canadian Union of Public Employees' Pension Plan

b) Fair value measurement:

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction on the measurement date.

The Fund does not hold any investment assets.

c) Non-investment assets and liabilities:

The fair value of non-investment assets and liabilities are equal to their amortized cost value and are adjusted for foreign exchange where applicable.

d) Accrued pension obligation:

The value of the accrued pension obligation of the Fund is based on a going concern method actuarial valuation prepared by an independent firm of actuaries using the projected unit credit method. The accrued pension obligation is measured in accordance with accepted actuarial methods using actuarial assumptions and methods adopted by the Fund for the purpose of establishing the long-term funding requirements of the Plans. The actuarial valuation included in the financial statements is consistent with the valuation for funding purposes.

e) Contributions:

There are no active pension plan members. All benefit payments and administration expenses are funded by the Minister of Finance through payments to the Fund from the Province's General Revenue Fund.

f) Benefits:

Benefit payments to retired members and survivors, and commuted value payments are recorded in the period in which they are paid. Accrued benefits are recorded as part of accrued actuarial liabilities.

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Notes to Consolidated Financial Statements
Year ended March 31, 2013

3. Significant accounting policies (continued):

g) Administrative expenses:

Administrative expenses are recorded on an accrual basis and include expenses incurred to provide direct services to the plan members, and for actuarial, audit and professional services.

h) Income taxes:

The Fund is the funding vehicle for registered pension plans, as defined by the Income Tax Act (Canada) and, accordingly is not subject to income taxes.

i) New standards and interpretations not yet adopted:

The International Accounting Standards Board has issued a number of new and amended standards that are effective for fiscal years beginning on or after January 1, 2013. The relevant new guidance not yet adopted by the Fund includes:

- IFRS 9, Financial Instruments. The new standards will replace IAS 39, Financial Instruments: Recognition and Measurement and includes guidance on recognition and derecognition of financial assets and financial liabilities. The new standard is effective for annual periods beginning on or after January 1, 2015 and early application is permitted.
- IFRS 13, Fair Value Measurement ("IFRS 13"), is a single source of fair value measurement guidance under IFRS. This new IFRS clarifies the definition of fair value, provides a clear framework for measuring fair value, and enhances the disclosures about fair value measurements. IFRS 13 is not only limited to financial instruments, but also to fair value measurement in other IFRS's, such as impairment and employee future benefits. The new standard is effective for fiscal years beginning on or after January 1, 2013. The Fund is currently evaluating the impact of this standard.

Management does not expect any significant impact on either the Fund's financial position or performance when adopting these new standards.

4. Contributions:

There are no active pension plan members. All benefit payments and administration expenses are funded by the Minister of Finance through payments to the Fund from the Province's General Revenue Fund.

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Notes to Consolidated Financial Statements

Year ended March 31, 2013

5. Investments:

The Fund's invested assets were depleted in October 2007. Pension payments are now funded completely by the Minister of Finance. Investment income is from interest on cash balances and from recoveries from previously owned investments.

6. Accrued pension obligation:

The actuarial present value of the accrued pension obligation is an estimate of the value of pension obligations of the Fund in respect of benefits accrued to date for all deferred pensioners, pensioners and survivors. As the experience of the Plans unfolds, and as underlying conditions change over time, the actual value of accrued benefits payable in the future could be materially different from the actuarial present value.

Actuarial valuations of the Plans are performed every three years, and provide an estimate of the accrued pension obligation (Fund liabilities) calculated using various economic and demographic assumptions, based on membership data as at the valuation date. The Fund's consulting actuaries, Mercer (September 30, 2008 – Morneau Sobeco), performed valuations as at September 30, 2011 and issued their reports in April 2012. The reports indicated that the Fund had an unfunded liability of \$184,724,700 (September 30, 2008 - \$212,068,300).

The major economic and demographic assumptions used in the September 30, 2011 valuations remained unchanged from those used in the September 30, 2008 valuations, with the exception of the discount rate, which changed from 4.95% to 4.75%, and the mortality table, which changed from UP94 projected to 2015 using Scale AA to UP94 generational with mortality improvements projected using Scale AA.

	Extrapolation March 31, 2013	Extrapolation March 31, 2012	Valuation September 30, 2011
Inflation (only applies to the Salaried Plan)	2.25% per annum	2.50% per annum	2.50% per annum
Average salary increase	Not applicable	Not applicable	Not applicable
Interest (discount) rate	4.30% per annum	4.75% per annum	4.75% per annum
Retirement age	Earliest unreduced retirement date	Earliest unreduced retirement date	Earliest unreduced retirement date
Mortality	UP-94 generational with mortality improvements projected using scale AA	UP-94 generational with mortality improvements projected using scale AA	UP-94 generational with mortality improvements projected using scale AA

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Notes to Consolidated Financial Statements
Year ended March 31, 2013

7. Benefits:

	March 31, 2013	March 31, 2012
Benefits paid to pensioners	\$ 17,468,538	\$ 18,315,439
Benefits paid to survivors	728,190	761,180
Refunds paid to terminated members	4,713	1,600
	<u>\$ 18,201,441</u>	<u>\$ 19,078,219</u>

8. Administrative expenses:

The Fund is charged with administrative and other expenses, certain of which are incurred on behalf of the Fund by the Nova Scotia Pension Agency. The following is a summary of these expenses.

	March 31, 2013	March 31, 2012
Salaries	\$ 72,056	\$ 70,720
Administration and custody	36,093	49,003
Supplies, services and other	17,210	17,539
Professional services	15,740	4,794
Actuarial	-	6,000
Audit	5,500	5,500
	<u>\$ 146,599</u>	<u>\$ 153,556</u>

9. Capital management:

The Minister of Finance (see note 1) manages the benefits as required by the Sydney Steel Corporation Sale Act. The Minister of Finance approves and incurs expenses to administer the commerce of the Fund as required under the Act.

Benefit payments are funded by the General Revenue Fund of the Province of Nova Scotia. The Fund exercises due diligence and has established written policies, procedures, and approval processes. Operating budgets, audited financial statements, actuarial valuations and reports, and as required, the retention of supplementary professional, technical and other advisors, are part of the Fund's governance structure.

PROVINCE OF NOVA SCOTIA
SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Schedule A – Statement of Financial Position
 March 31, 2013

March 31, 2013	United Steel Workers of America (Locals 1064, 6537 and 6516) Pension Plan	Salaried Pension Plan	Canadian Union of Public Employees (Local 1675) Pension Plan	Total
Net Assets Available for Benefits				
Assets				
Cash	\$ 8,351	\$ 7,717	\$ 690	\$ 16,758
Total assets	8,351	7,717	690	16,758
Liabilities				
Accounts payable and accrued liabilities	7,493	1,552	100	9,145
Total liabilities	7,493	1,552	100	9,145
Net assets available for benefits	\$ 858	\$ 6,165	\$ 590	\$ 7,613
Accrued Pension Obligation and Deficit				
Accrued pension obligation	\$ 125,679,800	\$ 46,070,400	\$ 2,010,100	\$ 173,760,300
Deficit	(125,678,942)	(46,064,235)	(2,009,510)	(173,752,687)
Accrued pension obligation and deficit	\$ 858	\$ 6,165	\$ 590	\$ 7,613

PROVINCE OF NOVA SCOTIA
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Schedule A – Statement of Financial Position
 March 31, 2013

March 31, 2012	United Steel Workers of America (Locals 1064, 6537 and 6516) Pension Plan	Salaried Pension Plan	Canadian Union of Public Employees (Local 1675) Pension Plan	Total
Net Assets Available for Benefits				
Assets				
Cash	\$ 8,169	\$ 7,183	\$ 1,097	\$ 16,449
Total assets	8,169	7,183	1,097	16,449
Liabilities				
Accounts payable and accrued liabilities	3,484	1,240	37	4,761
Total liabilities	3,484	1,240	37	4,761
Net assets available for benefits	\$ 4,685	\$ 5,943	\$ 1,060	\$ 11,688
Accrued Pension Obligation and Deficit				
Accrued pension obligation	\$ 129,292,100	\$ 47,043,800	\$ 1,994,300	\$ 178,330,200
Deficit	(129,287,415)	(47,037,857)	(1,993,240)	(178,318,512)
Accrued pension obligation and deficit	\$ 4,685	\$ 5,943	\$ 1,060	\$ 11,688

PROVINCE OF NOVA SCOTIA
SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Schedule B – Statement of Changes in Net Assets Available for Benefits
 March 31, 2013

March 31, 2013	United Steel Workers of America (Locals 1064, 6537 and 6516) Pension Plan	Salaried Pension Plan	Canadian Union of Public Employees (Local 1675) Pension Plan	Total
Increase in Assets				
Contributions	\$ 14,092,869	\$ 4,078,779	\$ 172,267	\$ 18,343,915
Investments income	-	50	-	50
Total increase in assets	14,092,869	4,078,829	172,267	18,343,965
Decrease in Assets				
Benefits paid	13,977,319	4,054,832	169,290	18,201,441
Administration expenses	119,377	23,775	3,447	146,599
Total decrease in assets	14,096,696	4,078,607	172,737	18,348,040
Increase in net assets available for benefits	(3,827)	222	(470)	(4,075)
Net assets available for benefits, beginning of year	4,685	5,943	1,060	11,688
Net assets available for benefits, end of year	\$ 858	\$ 6,165	\$ 590	\$ 7,613

PROVINCE OF NOVA SCOTIA
SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Schedule B – Statement of Changes in Net Assets Available for Benefits
 March 31, 2013

March 31, 2012	United Steel Workers of America (Locals 1064, 6537 and 6516) Pension Plan	Salaried Pension Plan	Canadian Union of Public Employees (Local 1675) Pension Plan	Total
Increase in Assets				
Contributions	\$ 14,798,235	\$ 4,245,438	\$ 192,909	\$ 19,236,582
Investments income	-	300	-	300
Total increase in assets	14,798,235	4,245,738	192,909	19,236,882
Decrease in Assets				
Benefits paid	14,670,457	4,218,503	189,259	19,078,219
Administration expenses	124,744	25,626	3,186	153,556
Total decrease in assets	14,795,201	4,244,129	192,445	19,231,775
Increase in net assets available for benefits	3,034	1,609	464	5,107
Net assets available for benefits, beginning of year	1,651	4,334	596	6,581
Net assets available for benefits, end of year	\$ 4,685	\$ 5,943	\$ 1,060	\$ 11,688

PROVINCE OF NOVA SCOTIA
SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Schedule C – Statement of Changes in Pension Obligation and Deficit
 March 31, 2013

March 31, 2013	United Steel Workers of America (Locals 1064, 6537 and 6516) Pension Plan	Salaried Pension Plan	Canadian Union of Public Employees (Local 1675) Pension Plan	Total
Accrued pension obligation, beginning of year	\$ 129,292,100	\$ 47,043,800	\$ 1,994,300	\$ 178,330,200
Increase in accrued pension benefits:				
Adjustment to accrued pension obligation, beginning of year due to estimated interest and benefits paid	189,500	41,500	12,700	243,700
Interest on accrued pension obligation	5,473,500	2,024,500	86,500	7,584,500
Contributions	-	-	-	-
Changes in actuarial assumptions	4,894,700	2,046,900	92,800	7,034,400.00
	10,557,700	4,112,900	192,000	14,862,600
Decrease in accrued pension benefits:				
Benefits paid	(13,977,319)	(4,054,832)	(169,290)	(18,201,441)
Difference in estimated benefits paid used in actuarial valuation versus actual benefits paid	(192,681)	(45,168)	(6,910)	(244,759)
Net experience (gains) losses	-	(986,300)	-	(986,300)
	(14,170,000)	(5,086,300)	(176,200)	(19,432,500)
Net decrease in accrued pension benefits	(3,612,300)	(973,400)	15,800	(4,569,900)
Accrued pension obligation, end of period	\$ 125,679,800	\$ 46,070,400	\$ 2,010,100	\$ 173,760,300

Statement of Changes in Deficit

Year ended March 31, 2012

Deficit, beginning of year	\$ (129,287,415)	\$ (47,037,857)	\$ (1,993,240)	\$ (178,318,512)
Net increase in net assets available for benefits	(3,827)	222	(470)	(4,075)
Net decrease in accrued pension obligation	3,612,300	973,400	(15,800)	4,569,900
Deficit, end of year	\$ (125,678,942)	\$ (46,064,235)	\$ (2,009,510)	\$ (173,752,687)

PROVINCE OF NOVA SCOTIA
SYDNEY STEEL CORPORATION SUPERANNUATION FUND

Schedule C – Statement of Changes in Pension Obligation and Deficit
 March 31, 2013

March 31, 2012	United Steel Workers of America (Locals 1064, 6537 and 6516) Pension Plan	Salaried Pension Plan	Canadian Union of Public Employees (Local 1675) Pension Plan	Total
Accrued pension obligation, beginning of year	\$ 138,945,900	\$ 48,740,500	\$ 2,311,300	\$ 189,997,700
Increase in accrued pension benefits:				
Adjustment to accrued pension obligation, beginning of year due to estimated interest and benefits paid	126,400	51,500	800	178,700
Interest on accrued pension obligation	6,253,000	2,216,400	105,000	8,574,400
Contributions	-	-	-	-
Changes in actuarial assumptions	-	-	-	-
	6,379,400	2,267,900	105,800	8,753,100
Decrease in accrued pension benefits:				
Benefits paid	(14,670,457)	(4,218,503)	(189,259)	(19,078,219)
Difference in estimated benefits paid used in actuarial valuation versus actual benefits paid	(189,543)	(41,497)	(12,741)	(243,781)
Net experience (gains) losses	(1,173,200)	295,400	(220,800)	(1,098,600)
	(16,033,200)	(3,964,600)	(422,800)	(20,420,600)
Net decrease in accrued pension benefits	(9,653,800)	(1,696,700)	(317,000)	(11,667,500)
Accrued pension obligation, end of period	\$ 129,292,100	\$ 47,043,800	\$ 1,994,300	\$ 178,330,200

Statement of Changes in Deficit

Year ended March 31, 2012

Deficit, beginning of year	\$ (138,944,249)	\$ (48,736,166)	\$ (2,310,704)	\$ (189,991,119)
Net increase in net assets available for benefits	3,034	1,609	464	5,107
Net decrease in accrued pension obligation	9,653,800	1,696,700	317,000	11,667,500
Deficit, end of year	\$ (129,287,415)	\$ (47,037,857)	\$ (1,993,240)	\$ (178,318,512)