

**Y.U.F.A. FOUNDATION**  
**FINANCIAL STATEMENTS**

30 April 2006

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Philip Creighton, FCA  
Chartered Accountant

**Y.U.F.A. FOUNDATION**  
**Statement of financial position**  
30 April 2006

	2006	2005
<b>ASSETS</b>		
Cash	\$ 10,821	\$ 10,653
Accounts receivable (note 3)	4,816	3,207
Investments (note 4)	<u>31,100</u>	<u>32,640</u>
	<u>\$ 46,737</u>	<u>\$ 46,500</u>
<b>LIABILITIES</b>		
Accounts payable	<u>\$ 1,830</u>	<u>\$ 1,139</u>
	<u>\$ 1,830</u>	<u>\$ 1,139</u>
<b>NET ASSETS</b>		
Members' equity (note 5)-unrestricted net assets	<u>44,907</u>	<u>45,361</u>
	<u>\$ 46,737</u>	<u>\$ 46,500</u>

Approved upon behalf of the Board of Directors

Paul Evans

Roy Rogers

**Y.U.F.A. FOUNDATION**  
**Statement of revenue, expense, and changes in net assets**  
Year ended 30 April 2006

	2006	2005
<b>Revenue</b>		
Interest	\$ 1,797	\$ 1,719
Osgoode employment insurance rebate	<u>3,000</u>	<u>3,000</u>
	<u>\$ 4,797</u>	<u>\$ 4,719</u>
<b>Expense</b>		
Scholarships (note 7)	\$ 5,000	\$ 5,000
Decline in value of investment (note 4)	1,540	-
Administration	<u>711</u>	<u>568</u>
	<u>\$ 7,251</u>	<u>\$ 5,568</u>
<b>Changes in net assets</b>		
Excess of (expense over revenue)	\$ (2,454)	\$ (849)
Members' equity at beginning of year	45,361	44,210
Capital contribution by Y.U.F.A. Trust Fund	<u>2,000</u>	<u>2,000</u>
Members' equity at end of year	<u>\$ 44,907</u>	<u>\$ 45,361</u>

## **Auditor's Report**

To the members, Y.U.F.A. Foundation

I have audited the statement of financial position of the Y.U.F.A. Foundation as at 30 April 2006 and the statement of revenue, expense, and changes in net assets for the year then ended. These financial statements are the responsibility of the Foundation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. These 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 Y.U.F.A. Foundation as at 30 April 2006 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Toronto  
18 October 2006

Chartered accountant

## **Y.U.F.A. FOUNDATION** **Notes to financial statements**

Year ended 30 April 2006

### **1. Purpose statement**

The Foundation is a charitable one, incorporated under the laws of Ontario 6 February 1980. It is to promote the purposes and objectives of York University generally, including the advancement of learning and the dissemination of knowledge and the intellectual, spiritual, social, moral, cultural and physical development of its members and the betterment of society. In pursuit of these objectives the Foundation provides scholarships. The Foundation is registered as a public foundation with the Canada Revenue Agency and so is exempt from income taxes.

### **2. Accounting policies**

The Foundation employs generally accepted accounting principles appropriate for a charitable foundation. The major principles are discussed below:

#### **Basis of accounting**

The Foundation follows the accrual basis of accounting, under which revenue and expense are reflected in the year in which they are earned or incurred without regard to the receipt or payment of cash.

#### **Investments**

Investments are valued at lower of cost and market..

#### **Revenue recognition**

The Foundation receives revenue from interest on its investment and from the employment insurance rebate from the stall at Osgoode Hall. Interest is recognized as it is earned. The Osgoode Hall employment rebate is credited to revenue when it is received monthly from the university.

## **Y.U.F.A. FOUNDATION**

### **Notes to financial statements (continued)**

Year ended 30 April 2006

#### **Statement of cash flows**

The Foundation has not provided a statement of cash flows because, as the assets are virtually all cash or equivalent, the statement of revenues, expenses, and changes in members' equity discloses, adequately, the changes in financial position during the year.

#### **3. Accounts receivable**

Interest accrued on investment, and cash balance with broker.

#### **4. Investments**

\$31,000 Bank of Nova Scotia, deposit note, due 19 February 2007, 5.19% interest annually. The Foundation believes that the value of its investment has been permanently impaired by the general rise in interest rates. The Foundation has reduced the value of its investment by \$1,540 to bring it to market. The market value was approximately \$31,100, (2005, \$31,700).

#### **5. Original capital**

The Foundation's original capital, in the amount of \$89,798, came from an agreement between the York University Faculty Association and the Board of Governors of York University dated 18 March 1982. Under that agreement, and as a consequence of an amendment to the collective agreement, the Foundation received 5/12ths of the unemployment insurance reduction relating to the bargaining unit for the period 1 January 1977 to 1 May 1978 together with interest thereon until 8 October 1981 when it was paid over to the Foundation in the amount of \$57,213. The reduction of the unemployment (now employment) insurance premium followed from the introduction of a disability plan for the bargaining unit. The remaining \$32,585 was a contribution of the Board of Governors in the interests of the scholarship program established by the Foundation.

#### **6. York University Faculty Association Endowment**

The 2000 year was the last in which the Foundation provided undergraduate scholarships directly. This program was replaced by the York University Faculty Association Endowment in that same year the directors paid \$250,000 to that endowment for scholarships with matching funds from the Ontario Student Opportunity Trust Funds. The Y.U.F.A. Trust Fund contributed \$800,000. These payments created the York University Faculty Association Endowment, with an opening capital of \$2,180,000 to provide scholarships and bursaries from its income.

Also in 2000 the directors pledged \$40,000 for Ontario Graduate Scholarship in Science and Technology, payable at \$5,000 per year to 1 May 2007.

#### **7. Scholarships**

During the year the Foundation paid \$5,000 (2005, \$5,000) to honour its pledge described in note 6 above.

#### **8. Related parties**

One of the directors of the Foundation also act as a trustee of the Y.U.F.A. Trust Fund.

During the year the Y.U.F.A. Trust Fund discharged the Foundation's scholarship pledge (see note 7) of \$5,000 in order to transfer to the Foundation the Osgoode Hall staff's employment interest rebate of \$3,000 and a capital contribution of \$2,000. A similar transaction

#### **9. Future commitments**

The Foundation has agreed to make payments of \$5,000 a year to 1 May 2007 (See note 6.)