

**Y.U.F.A. TRUST FUND**  
**FINANCIAL STATEMENTS**

30 April 2013

FINAL STATEMENTS & October 2013

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Philip Creighton, FCPA, FCA  
Chartered Professional Accountant  
Chartered Accountant

**PHILIP CREIGHTON, FCPA, FCA**  
**Chartered Professional Accountant, Chartered Accountant**  
**12 Glenview Avenue, Toronto, Ontario, M4R 1P6**

**Independent auditor's report**

To the Trustees of the Y.U. F.A. Trust Fund

I have audited the accompanying financial statements of the Y.U. F.A. Trust Fund which comprise the statement of financial position as at 30 April 2013 and the statements of receipt and disbursement and resource availability, revenues and expenses, changes in net assets, and of cash flows, for the year then ended, and a summary of accounting policies and other explanatory notes and schedules.

**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 entities, 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**

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. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to 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 entity'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 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 financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

**Opinion**

In my opinion the financial statements present fairly, in all material respects the financial position of the Y.U.F.A. Trust Fund as at 30 April 2013 and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit entities.



Toronto

Philip Creighton  
Licensed public accountant

Date 4 October 2013

**Y.U.F.A. TRUST FUND****Statement of receipts and disbursements and resource availability**

Year ended 30 April 2013

	2013	2012
<b>Receipts</b>		
Employment insurance premium rebates received during year (Notes 2 & 8)	\$ 110,744	\$ 109,473
Interest	<u>15,079</u>	<u>13,747</u>
	<u>\$ 125,823</u>	<u>\$ 123,220</u>
<b>Disbursements</b>		
Contribution and benefits on behalf of members (note 8)	\$ 379,800	\$ 35,000
Administration	<u>3,641</u>	<u>3,444</u>
	<u>\$ 383,441</u>	<u>\$ 38,444</u>
<b>Excess (deficiency) of receipts over disbursements</b>	\$ (257,618)	\$ 84,776
Adjustment (net) required to convert to accrual basis of accounting	(2,352)	(1,017)
Resource availability at beginning of year	<u>919,698</u>	<u>835,939</u>
<b>Resource availability at end of year</b>	<u>\$ 659,728</u>	<u>\$ 919,698</u>
<b>Resource availability at end of year represented by:</b>		
Cash and equivalent (note 3)	\$ 73,151	\$ 135,447
Investments	630,601	813,876
Payables	<u>(44,024)</u>	<u>(29,625)</u>
	<u>\$ 659,728</u>	<u>\$ 919,698</u>

**Y.U.F.A. TRUST FUND****Statement of financial position**

30 April 2013

	2013	2012
<b>ASSETS</b>		
Cash	\$ 68,371	\$ 126,668
Accounts receivable (note 4)	4,780	8,779
Investments (note 5)	<u>630,601</u>	<u>813,876</u>
	<u>\$ 703,752</u>	<u>\$ 949,323</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 39,593	\$ 16,594
Payable to Y.U.F.A. Foundation	<u>4,431</u>	<u>13,031</u>
	<u>\$ 44,024</u>	<u>\$ 29,625</u>
<b>NET ASSETS</b>		
Net assets (note 6) - restricted	<u>659,728</u>	<u>919,698</u>
	<u>\$ 703,752</u>	<u>\$ 949,323</u>

**Contingent liability, excess employment insurance contributions (Note 9)**

Approved upon behalf of the Trustees

Paul Evans    Walter Whiteley

**Y.U.F.A. TRUST FUND**  
**Statement of revenue and expense**  
Year ended 30 April 2013

	2013	2012
<b>Revenue</b>		
Interest	\$ 15,079	\$ 13,747
Increase (decrease) in unrealized gain in fair value of investments	<u>(847)</u>	<u>389</u>
	<u>\$ 14,232</u>	<u>\$ 14,136</u>
<b>Expense</b>		
Amortization of investment premiums (Note 2)	\$ 1,505	\$ 1,406
Administration	<u>3,641</u>	<u>3,444</u>
	<u>\$ 5,146</u>	<u>\$ 4,850</u>
<b>Excess of revenue over expense</b>	<u>\$ 9,086</u>	<u>\$ 9,286</u>

**Y.U.F.A. TRUST FUND**  
**Changes in net assets**  
Year ended 30 April 2013

	2013	2012
<b>Net assets at beginning of year</b>	\$ 919,698	\$ 835,939
Excess of revenue over expense	9,086	9,286
Contributions and benefits on behalf of members (note 8)	(379,800)	(35,000)
Employment insurance premium rebates received during year (Notes 2 & 9)	<u>110,744</u>	<u>109,473</u>
<b>Net assets at end of year</b>	<u>\$ 659,728</u>	<u>\$ 919,698</u>

## Y.U.F.A. TRUST FUND

### Statement of cash flows

Year ended 30 April 2013

	2013	2012
<b>Cash from operations</b>		
Excess of revenue over expense	\$ 9,086	\$ 9,286
(Increase)/decrease in unrealized fair value of investments not (contributing) or requiring cash		847 (389)
Amortization of investment premiums not requiring cash	1,505	1,406
Change in non-cash working capital, contributing (employing) cash	<u>18,398</u>	<u>269,302</u>
<b>Net change in cash from operations</b>	<u>\$ 29,836</u>	<u>\$ 279,605</u>
<b>Cash from (used in) investments</b>		
Sales of investments	\$1,176,756	\$ 174,475
Purchases of investments	<u>(995,833)</u>	<u>(592,897)</u>
<b>Net cash used to (purchase)/ received from sale of investments</b>	<u>180,923</u>	<u>(418,422)</u>
<b>Cash from other activities</b>		
Contributions and benefits to members (note 8)	(379,800)	(35,000)
Employment insurance premium rebates received during year (Note 9)	<u>110,744</u>	<u>109,473</u>
<b>Total cash received/ used in other activities</b>	<u>\$ (269,056)</u>	<u>\$ 74,473</u>
<b>Net increase (decrease) in cash for year</b>	<u>\$ (58,297)</u>	<u>\$ (64,344)</u>
Cash at beginning of year	<u>126,668</u>	<u>191,012</u>
<b>Cash at end of year</b>	<u>\$ 68,371</u>	<u>\$ 126,668</u>

## Y.U.F.A. TRUST FUND

### Notes to financial statements

Year ended 30 April 2013

#### 1. Purpose statement

The Trust was created on 16 March 1982, as a result of an agreement between the York University Faculty Association and the Trustees, to provide benefits of any kind whatsoever to or for the faculty members of York University.

#### 2. Accounting policies

The Trust follows the *Accounting Standards for Not-for-profit Organizations* in Part III of the Canadian Institute of Chartered Accountants Handbook.

#### Basis of accounting

The Trust 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.

#### Fair value

The Trust's financial instruments - (other than investments, see note below) - cash, accounts receivable, and accounts payable are reported at cost. The trustees feel that, given the short life of these assets and liabilities, the reported values approximate fair value satisfactorily.

## **Y.U.F.A. TRUST FUND**

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

Year ended 30 April 2013

#### **2. Accounting policies (continued)**

##### **Investments**

Investments are valued at fair value. The trustees believe that there is no unusual credit, currency or interest rate risk in the Trust's investments. Where the Trust has purchased an investment at a premium, it is being amortized on a straight line basis over the remaining term of the investment.

##### **Capital receipts recognition and revenue recognition**

The Trust receives the York University Faculty Association's share of the employment insurance rebate and records it as a capital contribution in the month of receipt. Interest is recorded as earned.

##### **Use of estimates**

The preparation of these financial statements in conformity with Canadian generally accepted accounting principles requires the trustees to make estimates and assumptions that affect the reported amount of assets and liabilities, and the reported amounts of revenues and expenses during the year. These estimates are reviewed periodically and adjustments are made to income in the year they become known.

##### **Tax status of the Trust**

The trustees have determined, acting on the advice of counsel, that the Trust is a "labour organisation" within the meaning of section 149(1)(k) of the Income Tax Act and so is exempt from its provisions.

#### **3. Cash and equivalent in Statement of receipts and disbursements and resource availability**

For the purposes of this statement, cash and equivalent includes cash in bank and with broker and accrued interest.

#### **4. Accounts receivable**

Accounts receivable consist of accrued interest, and cash at the broker's.

#### **5. Investments**

Investments are GICs, of two Canadian trust companies maturing 15 February 2014 to 28 August 2014 with interest rates of 1.45 to 2.15%.

During the year the Trust amortized investment premiums at a cost of \$1,505 (2012 \$1,406).

## Y.U.F.A. TRUST FUND

### Notes to financial statements (continued)

Year ended 30 April 2013

#### 6. Net assets

The Trust's original equity, in the amount of \$87,651, came from the reductions in employment insurance premiums collected from the faculty members during the period 1 May 1978 to 16 March 1982, with interest thereon, as a consequence of an amendment to the collective agreement between York University Faculty Association and York University. Since the beginning of the Trust, continuing employment insurance premium rebates have been received in the amount of \$1,598,853.

#### 7. Related parties

Two of the trustees also act as directors of the Y.U.F.A. Foundation, and one is an officer of the York University Faculty Association.

During the year the Trust contributed \$700 (2012, \$700) in legal and audit fees to the Foundation. The Trust collected \$4,400 (2012, \$4,400) from the Osgoode Hall Law School faculty's contribution to the Foundation's scholarship program, which appears on the statement of financial position as due to the Foundation. There were no other transactions between the Trust and the Foundation or the Association.

#### 8. Contributions and benefits provided for faculty members

	2013	2012
Advanced Credit Experience, annual grant	\$ 5,000	\$ 5,000
Readers to Leaders, annual grant	5,000	5,000
Grant to support Transition Year program students in financial distress	50,000	25,000
Endow bursaries for Transition Year Program students	200,000	-
Startup contribution to Green Campus Cooperative Cafe Project	15,000	-
Endow YUFA Scholarship in Lassonde School of Engineering	100,000	-
One time only grant for Community Arts Practice Award	4,800	-
	<u>379,800</u>	<u>35,000</u>

To date the Trust has made contributions in the amount of \$2,250,589 to provide benefits on behalf of faculty members.

The Trust has also committed to \$45,000 of additional contributions and benefits. See note 10.

#### 9. Contingent liability, excess Employment Insurance contributions

During the year, the Trust received \$ 4,890 (2012, \$12,140) more in Employment Insurance savings than its entitlement from YUFA members, retirees, and Osgoode Hall faculty. The Trustees believe these contributions are from YUFA exempt faculty, and the Trust will continue to receive such contributions.

#### 10. Commitments

The Trust has committed to provide, if required, \$25,000 to the Transition Year Program. To provide a one time grant of \$20,000 to get a Coordinator for 2013-2014 for the Advance Credit Program to ensure its financial stability.