

YUFA Trust Fund

Financial Statements

April 30, 2015

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November 5, 2015

Independent Auditors' Report

To the Trustees of YUFA Trust Fund

We have audited the accompanying financial statements of YUFA Trust Fund which comprise the balance sheet as at April 30, 2015 and the statements of receipts and disbursements and net assets 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.

Auditors' 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 auditors' 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.

We believe that the audit evidence we have obtained in our audit 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 YUFA Trust Fund, as at April 30, 2015 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.

Other matter

The comparative financial statements were audited by another chartered accountant who issued a similarly worded Independent Auditor's report dated October 27, 2014.

A handwritten signature in black ink that reads 'Chaplin & Co.' followed by a period.

Chartered Accountants

Licensed Public Accountants

Toronto, Ontario

Roger Chaplin CA MA [Oxon] Gail Bergman CA B Comm

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YUFA Trust Fund

Balance Sheet

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	Notes	April 30	
		2015	2014
Assets			
Cash		\$ 152,428	\$ 109,660
Accounts receivable		3,648	4,834
Investments	2	643,391	640,250
		<u>\$ 799,467</u>	<u>\$ 754,744</u>
Liabilities			
Accounts payable and accrued liabilities		\$ 10,673	\$ 7,512
Due to Y.U.F.A. Foundation	3	12,431	8,431
		<u>23,104</u>	<u>15,943</u>
Net Assets		<u>776,363</u>	<u>738,801</u>
		<u>\$ 799,467</u>	<u>\$ 754,744</u>

See accompanying notes

Approved on behalf of the Trustess of
YUFA Trust Fund:

Paul Evans, Chair

Hongmei Zhu, Treasurer

YUFA Trust Fund

Statement of Receipts and Disbursements and Net Assets

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	Notes	Year ended April 30	
		2015	2014
Receipts			
Employment insurance premium rebates received		\$ 108,331	\$ 108,184
Investment income (page 4)		3,640	10,952
		<u>111,971</u>	<u>119,136</u>
Disbursements			
Disbursements on behalf of members	4	\$ 70,909	\$ 60,000
Returned grant Administration	4	-	(25,000)
		3,500	5,063
		<u>74,409</u>	<u>40,063</u>
Excess of receipts over disbursements		37,562	79,073
Net assets, beginning of year		<u>738,801</u>	<u>659,728</u>
Net assets, end of year		<u>\$ 776,363</u>	<u>\$ 738,801</u>

See accompanying notes

YUFA Trust Fund

Statement of Investment Income

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	Year ended April 30	
	2015	2014
Revenue		
Investment income	\$ 15,508	\$ 11,806
Loss on disposal of investments	(9,863)	(854)
Unrealized loss on investments	(2,005)	-
	<u>\$ 3,640</u>	<u>\$ 10,952</u>

See accompanying notes

YUFA Trust Fund

Statement of Cash Flows

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	Year ended April 30	
	2015	2014
Net cash provided by (used in)		
Operations		
Excess of revenue over expenses for the year	\$ 37,562	\$ 79,073
Unrealized loss on investments	2,005	-
Changes in non-cash working capital items:		
Accounts receivable	1,186	(153)
Accounts payable and accrued liabilities	3,161	(32,081)
Due to Y.U.F.A. Foundation	4,000	4,000
	<u>47,914</u>	<u>50,839</u>
Investing		
Sales of investments	606,900	448,432
Purchase of investments	(612,046)	(458,081)
	<u>(5,146)</u>	<u>(9,649)</u>
Net increase in cash during the year	42,768	41,190
Cash, beginning of year	109,660	68,470
Cash, end of year	<u>\$ 152,428</u>	<u>\$ 109,660</u>

See accompanying notes

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

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 May 1, 1978 to March 16, 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, employment insurance premium rebates have been received in the amount of \$1,819,368.

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

1. Summary of accounting policies

Basis of presentation

The financial statements have been prepared using the Canadian Accounting Standards for not-for-profit organizations.

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.

Measurements of financial instruments

The Trust initially measures its financial assets and liabilities at fair value. The Trust subsequently measures all its financial assets and financial liabilities at amortized cost. Financial assets measured at amortized cost include cash and accounts receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities. The Trust has not designated any financial asset or financial liability to be measured at fair value except for investments.

Use of estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organization 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 amount of revenue and expenses during the reporting period. Such estimates include accrued liabilities. Actual results could differ from management's best estimates as additional information becomes available in the future.

YUFA Trust Fund

Notes to the Financial Statements
April 30, 2015

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2. Investments

	2015		2014	
	Cost	Fair Value	Cost	Fair Value
Guaranteed investment certificates	\$ 454,740	\$ 454,740	\$ 439,184	\$ 439,184
Preferred shares	190,656	188,651	201,066	201,066
	<u>\$ 645,396</u>	<u>\$ 643,391</u>	<u>\$ 640,250</u>	<u>\$ 640,250</u>

The guaranteed investment certificates bear interest at 1.45% to 2.15% maturing between May 2, 2015 and March 3, 2017.

3. Due to Y.U.F.A. Foundation

The loan is non-interest bearing and due on demand.

4. Contributions and benefits provided for faculty members

	2015	2014
York University Retired Faculty and Librarians Benefit Trust Fund	\$ 40,909	\$ -
Advanced Credit Experience, annual grant	10,000	5,000
Readers to Leaders, annual grant	-	5,000
Grant to support Transition Year Program students in financial distress	-	25,000
Coordinator for Advanced Credit Experience	20,000	20,000
Glendon College Common Room carpeting	-	5,000
	<u>\$ 70,909</u>	<u>\$ 60,000</u>
Return grant and over provision		
Startup contribution to the Green Campus Cooperative café project returned due to project delay.	\$ -	\$ 15,000
Over-provision for Advanced Credit Experience and Readers to Leaders in prior year.	-	10,000
	<u>\$ -</u>	<u>\$ 25,000</u>

To date the Trust has made contributions in the amount of \$2,357,198 to provide benefits on behalf of faculty members.

The Trust has also committed to \$38,882 of additional contributions and benefits to the York University Retired Faculty and Librarians Benefit Trust Fund and \$16,000 for the Advanced Credit Experience Coordinator and \$10,000 towards the Advanced Credit Experience annual grant.

5. Related parties

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

6. Financial risks

Credit risk

The carrying value of cash, accounts receivable, and accounts payable and accrued liabilities, approximates their fair market value due to the immediate or short-term maturity of these instruments. In management's opinion, the Trust is not exposed to any significant concentration of interest rate, credit or currency risk with respect to these financial instruments.

Liquidity risk

The Trust considers that it has sufficient credit facilities and investments to ensure that funds are available to meet its current and long-term financial needs.

Market risk

The Trust is exposed to market risk with respect to its investments.

7. Comparative figures

Certain reclassifications of 2014 amounts have been made in order to provide comparison with the current year.