

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

30 April 2006

**P C**

Philip Creighton, FCA  
Chartered Accountant

**Y.U.F.A. TRUST FUND**  
**Statement of revenue and expense**  
Year ended 30 April 2006

	2006	2005
<b>Revenue</b>		
Interest	\$ <u>18,022</u>	\$ <u>21,548</u>
<b>Expense</b>		
Write down of investments to market (note 4)	\$ 6,927	\$ -
Administration	<u>1,331</u>	<u>1,311</u>
	<u>\$ 8,258</u>	<u>\$ 1,311</u>
<b>Excess of revenue over expense</b>	<u>\$ 9,764</u>	<u>\$ 20,237</u>

**Y.U.F.A. TRUST FUND**  
**Changes in net assets**  
Year ended 30 April 2006

	2006	2005
<b>Net assets at beginning of year</b>	\$ 357,734	\$ 527,410
Excess of revenue over expense	9,764	20,237
Contribution to summer literacy camps	(5,000)	(5,000)
Contribution to York-Westview scholarships (note 7)	-	(257,500)
Contribution to Y.U.F.A. Foundation	(2,000)	(2,000)
Employment insurance premium rebates received during year	<u>80,884</u>	<u>74,587</u>
<b>Net assets at end of year</b>	<u>\$ 441,382</u>	<u>\$ 357,734</u>

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

	2006	2005
<b>ASSETS</b>		
Cash	\$ 77,906	\$ 78,036
Accounts receivable (note 3)	12,828	8,388
Investments (note 4)	<u>353,211</u>	<u>272,542</u>
	<u>\$ 443,945</u>	<u>\$ 358,966</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 2,563	\$ 1,232
<b>NET ASSETS</b>		
Net assets (note 5) - restricted	<u>441,382</u>	<u>357,734</u>
	<u>\$ 443,945</u>	<u>\$ 358,966</u>

Approved upon behalf of the Trustees

Paul Evans      Walter Whiteley

## **Auditor's report**

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

I have audited the statement of financial position of the Y.U.F.A. Trust Fund as at 30 April 2006 and the statements of revenue and expense, and changes in net assets for the year then ended. These financial statements are the responsibility of the Trust Fund'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 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. Trust Fund as at 30 April 2006 and the results of its operations and the changes in its cash flows for the year then ended, in accordance with Canadian generally accepted accounting principles.

Toronto  
29 October 2006

Chartered accountant

**Y.U.F.A. TRUST FUND**  
**Notes to financial statements**  
Year ended 30 April 2006

### **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 employs generally accepted accounting principles appropriate for a contractual trust. The major principles are described below:

#### **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.

#### **Investments**

Investments are valued at lower of cost and market.

#### **Revenue recognition**

Interest is recorded as earned. Employment insurance is recorded as received with the month of receipt the same as the month in which the rebate is earned.

#### **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.

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

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

Year ended 30 April 2006

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

The Trust has not provided a statement of cash flows because, as the assets are virtually all cash or its equivalent, the statement of revenue and expense, and changes in net assets discloses, adequately, the changes in financial position during the year.

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

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

#### **4. Investments**

Investments are debt securities of Canadian governments and corporations maturing 1 December 2006 to 31 October 2007 with interest rates of 5.05 to 6.5%. Market value was \$354,100 (2005, \$275,400). During the year the trustees determined that the carrying value of three of the Trust's investments had been permanently impaired by the general rise in interest rates, and wrote them down to market value at a cost of \$6,927.

#### **5. 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 \$1,176,342.

#### **6. Related parties**

One of the trustees also act as a director of the Y.U.F.A. Foundation.

During the year the Trust paid \$2,000 to the Foundation representing a \$5,000 capital contribution (see Note 8) less \$3,000 for the Osgoode Hall contribution to the Foundation's scholarship program. The contribution to the Foundation was the same in the prior year. The Osgoode Hall contribution comes from its faculty members' share in the employment insurance savings flowing through the Trust. There were no other transactions between the Trust and the Foundation or the Association.

#### **7. Benefits provided for faculty members**

During the year the Trust contributed \$2,000 (2005, \$2,000) to the Y.U.F.A. Foundation, \$5,000 (2005, \$5,000) to summer literacy camps, . In the prior year the Trust contributed \$257,500 to facilitate the York-Westview Advanced Credit Experience. \$15,000 of this amount is for scholarships and \$242,500 is to the York University Faculty Endowment, where it has attracted matching funds from an anonymous donor and so provides scholarships and bursaries to support ACE

To date the Trust has made payments in the amount of \$1,631,522, \$1,042,500 to endow scholarships, \$140,000 for the purpose of establishing a Faculty Club, \$89,624 for improvements to the Senior Common Room at Glendon College, \$100,000 to the Retired Faculty Benefit Trust, \$15,000 for summer literacy camps, \$15,000 to Westview Advanced Credit Experience, with the balance to the Foundation.

#### **8. Future commitments**

The Trust has agreed to support the Foundation's Ontario Graduate Scholarship in Science and Technology with \$5,000 each year until May 2007.

The Trust approved a proposal for funding of the Westview Advanced Placement Initiative for \$5,000 for 2003-2005, with the possibility of renewal for up to four additional years. The membership was consulted on this matter and a resolution passed at the 2002 annual meeting. The project will support enrolment of up to 20 students from Westview Centennial Secondary School, and Cardinal McGuigan High School to take one half course for credit at York University. They will receive additional support from a variety of structures as preparation for this course, and while taking this course. The Advanced Placement experience is designed to support an effective choice by local high school students to attend University and be well prepared for this transition. The Proposal has also been presented to the Administration for matching funding. Once contributed the monitoring of the funds becomes the responsibility of the YUFA Foundation.

Following the 2003 AGM Trustees approved an annual contribution of \$5,000 in support of the Summer Literacy Camp for

four years, subject to annual review.