

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

30 April 2009

DRAFT STATEMENT 16 November 2009

**P C**

Philip Creighton, FCA  
Chartered Accountant

## 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 2009 and the statements of revenue and expense, cash flows, 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 2009 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  
1 October 2009

Chartered accountant, licensed public accountant

**Y.U.F.A. TRUST FUND**  
**Statement of revenue and expense**  
Year ended 30 April 2009

	2009	2008
<b>Revenue</b>		
Interest	\$ <u>21,160</u>	\$ <u>22,088</u>
<b>Expense</b>		
Amortization of investment premiums less gain on disposal (Note 2)	\$ 1,350	\$ -
Administration	<u>4,505</u>	<u>1,284</u>
	\$ <u>5,855</u>	\$ <u>1,284</u>
<b>Excess of revenue over expense</b>	\$ <u><u>15,305</u></u>	\$ <u><u>20,804</u></u>

**Y.U.F.A. TRUST FUND**  
**Changes in net assets**  
Year ended 30 April 2009

	2009	2008
<b>Net assets at beginning of year</b>	\$ 531,860	\$ 504,020
Excess of revenue over expense	15,305	20,804
Contribution to summer literacy camps and Advanced Credit Experience	(10,000)	(10,000)
Contribution to YUFA Awards / Faculty of Health scholarship.	-	(75,000)
Contribution to Glendon Senior Common Room renovation	(6,250)	-
Contribution to Y.U.F.A. Foundation	259	(5,184)
Employment insurance premium rebates received during year	<u>101,666</u>	<u>97,220</u>
<b>Net assets at end of year, from operations</b>	\$ <u>632,840</u>	\$ <u>531,860</u>
<b>Unrealised loss on financial instruments</b>		
Adjustment to fair value at beginning of year	\$ (10,875)	\$ (5,707)
Increase (decline) in value during year	<u>7,160</u>	<u>(5,168)</u>
<b>Unrealised loss at end of year</b>	\$ <u>(3,715)</u>	\$ <u>(10,875)</u>
<b>Net assets at end of year</b>	\$ <u><u>629,125</u></u>	\$ <u><u>520,985</u></u>

**Y.U.F.A. TRUST FUND**  
**Statement of cash flows**  
Year ended 30 April 2009

	2009	2008
<b>Cash from operations</b>		
Excess of revenue over expense	15,305	20,804
Amortization of investment premiums not requiring cash	1,602	-
Change in non-cash working capital, contributing (employing) cash	<u>(17,223)</u>	<u>(32,101)</u>
<b>Net change in cash from operations</b>	(316)	(11,297)
<b>Cash from other activities</b>		
Contribution to summer literacy camps and Advanced Credit Experience	(10,000)	(10,000)
Contribution to YUFA Awards / Faculty of Health scholarship.	-	(75,000)
Contribution to Glendon Senior Common Room renovation	(6,250)	-
Contribution to Y.U.F.A. Foundation	259	(5,184)
Employment insurance premium rebates received during year	<u>101,666</u>	<u>97,220</u>
<b>Net increase (decrease) in cash for year</b>	85,359	(4,261)
Cash at beginning of year	<u>85,617</u>	<u>89,878</u>
<b>Cash at end of year</b>	\$ <u><u>170,976</u></u>	\$ <u><u>85,617</u></u>

**Y.U.F.A. TRUST FUND**  
**Statement of financial position**  
30 April 2009

	2009	2008
<b>ASSETS</b>		
Cash	\$ 170,976	\$ 85,617
Accounts receivable (note 3)	10,448	15,915
Investments (note 4)	<u>452,302</u>	<u>420,827</u>
	<u>\$ 633,726</u>	<u>\$ 522,359</u>
<b>LIABILITIES</b>		
Accounts payable	\$ <u>4,601</u>	\$ <u>1,374</u>
<b>NET ASSETS</b>		
Net assets (note 6) - restricted	<u>629,125</u>	<u>520,985</u>
	<u>\$ 633,726</u>	<u>\$ 522,359</u>

Approved upon behalf of the Trustees

Paul Evans      Walter Whiteley

**Y.U.F.A. TRUST FUND**  
**Notes to financial statements**  
Year ended 30 April 2009

**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.

**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.

**Investments**

Investments are valued at fair value, on the "available for sale" basis. 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**

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.

**Revenue recognition**

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.

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

**Notes to financial statements** (continued)

Year ended 30 April 2009

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

#### **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. Accounts receivable**

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

#### **4. Investments**

Investments are debt securities of Canadian corporations maturing 26 August 2010 to 21 April 2021 with interest rates of 4.97 to 5.25%.

During the year the Trust began amortizing investment premiums at a cost of \$1,602.

#### **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 \$1,278,008.

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

Two of the trustees also act as directors of the Y.U.F.A. Foundation.

During the year the Trust received \$259 from the Foundation representing a \$3,000 capital contribution for scholarships, and \$591 paid out on behalf of the Foundation for past and current administrative expenses, less \$3,850 for the Osgoode Hall Law School faculty's contribution to the Foundation's scholarship program. The contribution to the Foundation was \$5,184 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 received \$259, as described in Note 6 above, (2008, paid \$5,184) to the Y.U.F.A. Foundation, \$10,000 (2008, \$10,000) to summer literacy camps and the Advance Credit Experience program involving the local community, and \$6,250 to the Glendon College Senior Common Room for kitchen renovations.

To date the Trust has made contributions in the amount of \$1,788,601 to provide benefits to or for faculty members.