

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

30 April 2008

DRAFT STATEMENTS & October 2008

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Philip Creighton, FCA
Chartered Accountant

Y.U.F.A. TRUST FUND
Statement of revenue and expense
Year ended 30 April 2008

	2008	2007
Revenue		
Interest	\$ <u>22,088</u>	\$ <u>23,658</u>
Expense		
Write down of investments to par and loss on disposal	\$ -	\$ 2,211
Administration	<u>1,284</u>	<u>1,379</u>
	\$ <u>1,284</u>	\$ <u>3,590</u>
Excess of revenue over expense	\$ <u><u>20,804</u></u>	\$ <u><u>20,068</u></u>

Y.U.F.A. TRUST FUND
Changes in net assets
Year ended 30 April 2008

	2008	2007
Net assets at beginning of year	\$ 504,020	\$ 441,382
Excess of revenue over expense	20,804	20,068
Contribution to summer literacy camps and Advanced Credit Experience	(10,000)	(15,000)
Contribution to YUFA Awards / Faculty of Health scholarship.	(75,000)	(30,000)
Contribution to Y.U.F.A. Foundation	(5,184)	(6,588)
Employment insurance premium rebates received during year	<u>97,220</u>	<u>94,158</u>
Net assets at end of year, from operations	\$ <u>531,860</u>	\$ <u>504,020</u>
Unrealized loss on financial instruments		
Adjustment to fair value at beginning of year	\$ (5,707)	\$ -
Decline in value during year	<u>(5,168)</u>	<u>-</u>
Unrealized loss at end of year	\$ <u>(10,875)</u>	\$ <u>-</u>
 Net assets at end of year	 \$ <u><u>520,985</u></u>	 \$ <u><u>504,020</u></u>

Y.U.F.A. TRUST FUND
Statement of financial position
30 April 2008

	2008	2007
ASSETS		
Cash	\$ 85,617	\$ 89,878
Accounts receivable (note 3)	15,915	12,558
Investments (note 4)	<u>420,827</u>	<u>432,908</u>
	\$ <u>522,359</u>	\$ <u>535,344</u>
LIABILITIES		
Accounts payable	\$ 1,374	\$ 1,324
Grant payable (note 5)	<u>-</u>	<u>30,000</u>
	\$ 1,374	\$ 31,324
NET ASSETS		
Net assets (note 6) - restricted	<u>520,985</u>	<u>504,020</u>
	\$ <u>522,359</u>	\$ <u>535,344</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 2008 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 2008 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
15 July 2008

Chartered accountant, licensed public accountant

Y.U.F.A. TRUST FUND
Notes to financial statements
Year ended 30 April 2008

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 fair value. The trustees believe that there is no unusual credit, currency or interest rate risk in the Trust's investments.

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 2008

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.

Change in accounting policies

On 1 May 2007 the Trust adopted CICA Handbook Sections 3855 and 3861 which prescribe a change from valuing investments at cost to fair value, defined as the last bid price. The Trust has determined that "available-for-sale" is the appropriate basis to recognize the changes in the fair value of its financial instruments. Such changes are reported in the statement of changes in net assets. The effect of the change was to decrease both investments and net assets by \$5,707.

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 22 August 2008 to 21 April 2021 with interest rates of 4.25 to 5.25%. During the year the trustees changed the valuation of its investments to conform to Section 3855 of the CICA Handbook. The effect of this change is shown in the change in accounting policies section of the accounting policies note above.

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

Two of the trustees also act as a director of the Y.U.F.A. Foundation, and another is a member of YUFA's Executive Committee.

During the year the Trust paid \$5,184 to the Foundation representing a \$8,000 capital contribution for scholarships, and \$684 paid out on behalf of the Foundation for past and current administrative expenses, less \$3,500 for the Osgoode Hall Law School faculty's contribution to the Foundation's scholarship program. The contribution to the Foundation was \$6,588 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 \$5,184, as described in Note 6 above, (2007, \$6,588) to the Y.U.F.A. Foundation, \$10,000 (2007, \$15,000) to summer literacy camps and the Advance Credit Experience program involving the local community, and \$75,000 to the York University Foundation to enable the amount of scholarships to be increased from \$3,000 to \$3,500.

To date the Trust has made contributions in the amount of \$1,772,610 to provide benefits to or for faculty members.