

Y.U.F.A. Foundation
Financial Statements
April 30, 2021

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Independent Auditor's Report

To the Trustee of Y.U.F.A. Foundation

Opinion

We have audited the accompanying financial statements of Y.U.F.A. Foundation, which comprise the balance sheet as at April 30, 2021 and the statements of revenue and expenses and net assets, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Y.U.F.A. Foundation as at April 30, 2021, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of Y.U.F.A. Foundation in accordance with the ethical requirements that are relevant to our audit of financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing Y.U.F.A. Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate Y.U.F.A. Foundation or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Y.U.F.A. Foundation's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Y.U.F.A. Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Y.U.F.A. Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause Y.U.F.A. Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Y.U.F.A. Foundation

Balance Sheet

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	April 30	
	2021	2020
Assets		
Cash and cash equivalents	\$ 80,364	\$ 105,279
Accounts receivable	260	-
Short-term Investments (note 2)	25,000	-
Due from YUFA Trust Fund	8,000	4,000
	<u>\$ 113,624</u>	<u>\$ 109,279</u>
Liabilities		
Accounts payable and accrued liabilities	\$ 914	\$ 914
Net Assets		
	<u>112,710</u>	<u>108,365</u>
	<u>\$ 113,624</u>	<u>\$ 109,279</u>

See accompanying notes

Approved on behalf of the Board of Directors
Y.U.F.A. Foundation:

Paul Evans, Chair

Neal Madras, Treasurer

Y.U.F.A. Foundation

Statement of Revenue and Expenses and Net Assets

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	Year ended April 30	
	2021	2020
Revenue		
Osgoode Hall faculty insurance rebate	\$ 4,000	\$ 4,000
Interest income	345	1,007
	<u>4,345</u>	<u>5,007</u>
Expenses	<u>-</u>	<u>-</u>
Excess of revenue over expenses for the year	4,345	5,007
Net assets, beginning of year	<u>108,365</u>	<u>103,358</u>
Net assets, end of year	<u>\$ 112,710</u>	<u>\$ 108,365</u>

See accompanying notes

	Year ended April 30	
	2021	2020
Net cash provided by (used in)		
Operations		
Excess of revenue over expenses for the year	\$ 4,345	\$ 5,007
Changes in cash working capital items:		
Accounts receivable	(260)	666
Due from YUFA Trust Fund	(4,000)	(4,000)
	<u>85</u>	<u>1,673</u>
Investing		
Proceeds on disposal (purchase) of short-term investments	<u>(25,000)</u>	<u>49,172</u>
Net increase (decrease) in cash during year	(24,915)	50,845
Cash and cash equivalents, beginning of year	<u>105,279</u>	<u>54,434</u>
Cash and cash equivalents, end of year	<u>\$ 80,364</u>	<u>\$ 105,279</u>

See accompanying notes

The Foundation was incorporated under the laws of Ontario on February 6, 1980, to promote the purposes and objectives of York University generally, including the advancement of learning and the dissemination of knowledge and the intellectual, spiritual, social, moral, cultural and physical development of its members and the betterment of society. In pursuit of these objectives the Foundation provides scholarships and monitors the endowment funds held by York University.

The Foundation's original capital, in the amount of \$89,798, came from an agreement between the York University Faculty Association and the Board of Governors of York University dated March 18, 1982. Under that agreement, and as a consequence of an amendment to the collective agreement, the Foundation received 5/12ths of the unemployment insurance reduction relating to the bargaining unit for the period January 1, 1977 to May 1, 1978 together with interest thereon until October 8, 1981 when it was paid over to the Foundation in the amount of \$57,213. The reduction of the unemployment (now employment) insurance premium followed from the introduction of a disability plan for the bargaining unit. The remaining \$32,585 was a contribution of the Board of Governors in the interest of the scholarship program established by the Foundation.

The Foundation is registered as a public foundation with the Canada Revenue Agency 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.

Cash and cash equivalents

Cash and cash equivalents include highly liquid investments with a maturity of three months or less from the date of purchase.

Short-term investments

Investments, primarily guaranteed investment certificates with a term to maturity of less than one year, are classified as short-term investments. Short-term investments are stated at cost.

Revenue recognition

The Foundation receives revenue from interest on its investment and from the employment insurance (EI) rebate from the faculty at Osgoode Hall Law School. Interest is recognized as it is earned. The EI rebate is credited to revenue when it is received. Any other contribution or revenue is recognized when received.

Measurement of financial instruments

The Foundation initially measures its financial assets and liabilities at fair value. The Foundation 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 Foundation has not designated any financial asset or financial liability to be measured at fair value except for investments.

Financial assets measured at cost or amortized costs are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indication of impairment the Foundation determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset, and recognizes an impairment loss if the carrying value of the asset is greater than the higher of present value of the expected future cash flows, the amount that can be realized by selling the asset or the amount the Foundation expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement not exceeding the initial carrying value.

1. Summary of accounting policies (continued)

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.

2. Short-term investments

Consists of an annual interest GIC of \$25,000 due June 4, 2021, bearing interest at 1.15%.

3. Related parties

Two of the directors of the Foundation also act as a trustee of the YUFA Trust Fund. During the year \$4,000 (2020 - \$4,000) was received from YUFA Trust Fund, for the annual share of YUFA Trust Funds EI rebate.

4. Financial instruments

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 Foundation is not exposed to any significant concentration of interest rate, credit or currency risk with respect to these financial instruments.

Liquidity risk

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