

**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**

**FINANCIAL STATEMENTS**

Draft for discussion purposes only

**March 31, 2013**

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## MANAGEMENT RESPONSIBILITY STATEMENT

The management of Yukon Fish and Wildlife Enhancement Trust is responsible for preparing the financial statements, the notes to the financial statements and other financial information contained in this annual report.

Management prepares the financial statements in accordance with Canadian generally accepted accounting principles. The financial statements are considered by management to present fairly the management's financial position and results of operations.

The organization, in fulfilling its responsibilities, has developed and maintains a system of internal accounting controls designed to provide reasonable assurance that management assets are safeguarded from loss or unauthorized use, and that the records are reliable for preparing the financial statements.

The financial statements have been reported on by M. McKay & Associates Ltd., Certified General Accountants, the shareholders' auditors. Their report outlines the scope of their examination and their opinion on the financial statements.

Trustee

## **INDEPENDENT AUDITOR'S REPORT**

### **Draft for discussion purposes only**

To the Trustees of Yukon Fish and Wildlife Enhancement Trust

We have audited the accompanying financial statements of Yukon Fish and Wildlife Enhancement Trust, which comprise the statement of financial position as at March 31, 2013, and the statements of operations, changes in 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.

#### **Auditor's 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 auditor's 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 organization'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 organization'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 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 Yukon Fish and Wildlife Enhancement Trust as at March 31, 2013, 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.

**M. McKay & Associates Ltd.**  
Certified General Accountants

Whitehorse, Yukon  
Click calendar box to enter date

**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**STATEMENT OF OPERATION**

**For the year ended March 31, 2013**  
**Draft for discussion purposes only**

	<u>2013</u>	<u>2012</u>
<b>REVENUES</b>		
Gain on Sale of Investments	\$ 79,667	\$ 70,106
Donations - Revenue	8,600	19,072
Dividend income - Investment	58,738	66,299
Interest Income - Investment	<u>55,891</u>	<u>54,570</u>
	<u>202,896</u>	<u>210,047</u>
<b>EXPENSES</b>		
Amortization	2,634	5,990
Amortizationees	44,547	44,112
Annual Report	1,133	1,507
Bank Charges	121	83
Conferences, Seminars & Training	780	351
Fund Raising Contract Expense	4,051	-
Investment Custodian Fee	6,426	-
Investment Management Fees	29,540	34,556
Office and general	1,262	880
Professional Fees	5,564	4,250
Projects	86,794	62,589
Telephone	1,430	1,201
Travel	<u>274</u>	<u>467</u>
	<u>184,556</u>	<u>155,986</u>
Excess of revenues over expenses before other item	18,340	54,061
<b>Other income (expense)</b>		
Increase (decrease) in fair market value	<u>252,681</u>	<u>(74,172)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	<u><u>\$ 271,021</u></u>	<u><u>\$ (20,111)</u></u>

**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**For the year ended March 31, 2013**  
**Draft for discussion purposes only**

	<u>Unrestricted Surplus</u>	<u>Surplus, Other Income</u>	<u><b>Total 2013</b></u>	<u>Total 2012</u>
Balance, beginning of year	\$ 3,878,011	\$ 246,928	\$ <b>4,124,939</b>	\$ 4,145,050
Excess (deficiency) of revenues over expenses	<u>18,340</u>	<u>252,681</u>	<u><b>271,021</b></u>	<u>(20,112)</u>
Balance, end of year	<u><b>\$ 3,896,351</b></u>	<u><b>\$ 499,609</b></u>	<u><b>\$ 4,395,960</b></u>	<u><b>\$ 4,124,939</b></u>

**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**STATEMENT OF FINANCIAL POSITION**  
**March 31, 2013**  
**Draft for discussion purposes only**

<b>ASSETS</b>			
	<u>2013</u>	<u>2012</u>	<u>April 1 2011</u>
<b>CURRENT</b>			
Cash	\$ 27,722	\$ 10,221	\$ 49,054
Accounts receivable	-	11,851	-
Restricted Cash	7,804	7,804	8,804
Goods and Services Tax Recoverable	<u>2,235</u>	<u>2,251</u>	<u>2,028</u>
	37,761	32,127	59,886
<b>INVESTMENTS (note 4)</b>	<u>4,385,460</u>	<u>4,112,318</u>	<u>4,125,971</u>
	<u><u>\$ 4,423,221</u></u>	<u><u>\$ 4,144,445</u></u>	<u><u>\$ 4,185,857</u></u>
<b>LIABILITIES</b>			
<b>CURRENT</b>			
Accounts payable and accrued liabilities	\$ 19,457	\$ 11,702	\$ 12,919
<b>SCOLARSHIP TRUST LIABILITY</b>	7,804	7,804	8,804
<b>DEFERRED REVENUE</b>	<u>-</u>	<u>-</u>	<u>19,072</u>
	27,261	19,506	40,795
<b>NET ASSETS</b>			
<b>BALANCE</b>	<u>4,395,960</u>	<u>4,124,939</u>	<u>4,145,062</u>
	<u><u>\$ 4,423,221</u></u>	<u><u>\$ 4,144,445</u></u>	<u><u>\$ 4,185,857</u></u>

Approved on behalf of the Board:

\_\_\_\_\_ Trustee

\_\_\_\_\_ Trustee

**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**STATEMENT OF CASH FLOWS**  
**For the year ended March 31, 2013**  
**Draft for discussion purposes only**

	<u>2013</u>	<u>2012</u>
<b>OPERATING ACTIVITIES</b>		
Cash, from accounts receivable, rebates, donations	\$ 29,830	\$ 13,640
Cash disbursements	(149,794)	(147,142)
Land scholarship fund	<u>-</u>	<u>(1,000)</u>
Cash flow to operating activities	(119,964)	(134,502)
Cash transferred from investments	<u>137,465</u>	<u>94,669</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	<b>17,501</b>	<b>(39,833)</b>
<b>CASH, beginning of year</b>	<u><b>18,025</b></u>	<u><b>57,858</b></u>
<b>CASH, end of year</b>	<u><u><b>\$ 35,526</b></u></u>	<u><u><b>\$ 18,025</b></u></u>
 <b>CASH CONSISTS OF:</b>		
Cash	\$ 27,722	\$ 10,221
Restricted Cash	<u>7,804</u>	<u>7,804</u>
	<u><u><b>\$ 35,526</b></u></u>	<u><u><b>\$ 18,025</b></u></u>

**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**

**March 31, 2013**

**Draft for discussion purposes only**

**1. Nature of operations**

Yukon Fish and Wildlife Enhancement Trust was established in February 1995 under the provisions of the Umbrella Final Agreement between the Council of Yukon First Nations, Government of Canada, and Government of the Yukon. Their objective is to restore, enhance, and protect the Yukon fish and wildlife populations and their habitat. The organization is a registered Canadian charity for taxation purposes.

**2. Change in accounting standards**

The Yukon Fish and Wildlife Enhancement Trust has adopted Part III Accounting Standards for Not For Profit organizations of the CICA (Canadian Institute of Chartered Accountants) handbook on April 1, 2011. Adoption of the new accounting standards did not result in any changes to previously reported amounts.

**3. Significant accounting policies**

The Financial Statements were prepared in accordance with Canadian Generally Accepted Accounting Principles for not for profit organizations, using accounting policies as follows:

**(a) Revenue Recognition**

Income from dividends is recognized upon receipt. Interest income is recognized on an accrual basis. Realized trading gains or losses are recognized on the concluded sale of investments.

**(b) Volunteers Contribution - Fund Raising**

Volunteers contribute many hours per year to assist the trust in carrying out its activities. Because of the difficulty in quantifying the value of contributed services, such are not reported nor recognized in the financial statements.

**(c) The preparation of Financial Statements**

Financial Statements are prepared in conformity with Canadian generally accepted accounting principles which require management to make estimates and assumptions on the valuation of assets and liabilities, disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenses for the fiscal year covered. Actual results may differ from those reported.

**(d) Fair value of investments**

An active market exists for the investments held by the Trust, therefore it records its investments at fair market value.

**(e) Capital assets**

The trust expenses its capital assets. During the current year, no capital expenditures were incurred.



**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**March 31, 2013**  
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**4. Investments**

	<u>2013</u>	<u>2012</u>
Cash and Equivalents	\$ 101,355	\$ 81,673
Canadian Fixed Income	1,404,005	1,388,467
US and International Fixed Income	105,635	104,441
Canadian Equities	1,170,736	1,110,518
US Equities	763,226	728,827
International Equities	826,737	685,243
Accrued Interest	13,766	13,149
	<u>\$ 4,385,460</u>	<u>\$ 4,112,318</u>

The table above presents the fair market value of the organization's investments as at March 31, 2013 together with the change in fair value from their cost base. The fair value of the investments were determined by reference to published price quotations in an active market provided by Fiduciary Trust Canada and RBC Investor Services. Recent events in the financial markets will have an effect on the fair value of the investments.

**5. Investment Account Activity**

	<u>2013</u>	<u>2012</u>
Opening Balance	\$ 3,852,209	\$ 3,804,870
Income from Investment	193,681	177,825
Management and Custodian Fees	(36,360)	(35,786)
Fund Transfers	<u>(137,475)</u>	<u>(94,700)</u>
Closing Balance At Cost	3,872,055	3,852,209
Unrealized Gain	<u>513,405</u>	<u>260,109</u>
Fair Market Value	<u>\$ 4,385,460</u>	<u>\$ 4,112,318</u>

**6. Financial Instruments**

Financial instruments consist of cash, accounts receivable, investments held for trading, accounts payable and scholarship trust liability. Unless otherwise noted, it is management's opinion that there are no significant currency, credit or interest risks arising from these financial instruments.

The Trust minimizes credit and currency risk by maintaining diversity in its portfolio investments. The Trust's target investment allocation over a 3 year period is the following. Short term securities 10%, Bonds 30%, Canadian equities 30%, and Foreign equities 30%.

**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**7. Project Expenses**

	<u>2013</u>	<u>2012</u>
Dawna Hope	\$ 6,000	\$ -
Dawson District Renewable Resources	12,500	-
First Trapper	-	5,431
Matt McHugh	8,731	-
McIntyre Creek Fish and Wildlife sign	-	4,000
Moose Harvest Program	-	10,000
Off Road Vehicle Awareness	-	10,000
Society of Yukon Bird Observations	15,000	-
Tesloin Lake Bird Observatory	-	10,000
Turn in Poachers & Polluters	-	6,798
Wolf pelt handling	-	7,650
Yukon Conservation Society	15,000	-
Yukon Fish and Game Association	14,500	-
Yukon Outfitters Association	15,000	-
Youth Mentoring Program	-	8,710
Tr'ondek Hwech'in	63	-
	<u>\$ 86,794</u>	<u>\$ 62,589</u>

**8. Scholarship Trust Liability**

Funds are held in trust by the Yukon Fish and Wildlife Management Board for the Sharing the Land Scholarship Fund. The Board May allow one or two \$ 1,000 scholarship annually.

	<u>2013</u>	<u>2012</u>
Balance , beginning of year	\$ 7,804	\$ 8,804
Scholarship awarded	-	(1,000)
Balance, end of the year	<u>\$ 7,804</u>	<u>\$ 7,804</u>