

**YUKON FISH AND WILDLIFE  
ENHANCEMENT TRUST**

**FINANCIAL STATEMENTS**

**March 31, 2019**

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## MANAGEMENT RESPONSIBILITY STATEMENT

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

Management prepares the financial statements in accordance with Canadian generally accepted accounting principles. In management's opinion, the financial statements have been properly prepared within the framework of the significant accounting policies adopted by management.

Management, in fulfilling its responsibilities, has developed and maintains a system of internal accounting controls designed to provide reasonable assurance that the organizations's assets are safeguarded against 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., Chartered Professional Accountants, the trust's independent external auditors. Their report outlines the scope of their examination and their opinion on the financial statements.



Trust Chair

October 24, 2019



## **INDEPENDENT AUDITOR'S REPORT**

To the Trustees of Yukon Fish and Wildlife Enhancement Trust

### **Opinion**

We have audited the financial statements of Yukon Fish and Wildlife Enhancement Trust, which comprise the statement of financial position as at March 31, 2019, and the statements of operations, changes in trust equity 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 the organization as at March 31, 2019, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

### **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 the organization in accordance with the ethical requirements that are relevant to our audit of the 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 ASNPO, 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 the organization'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 the trust or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the organization'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 judgment and maintain professional skepticism throughout the audit. We also:



**INDEPENDENT AUDITOR'S REPORT**

- ♦ 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 the trust'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 the trust'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 the trust 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.

*M. McKay & Associates*

**M. McKay & Associates Ltd.**  
**Chartered Professional Accountants**

Whitehorse, Yukon  
October 24, 2019





**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**STATEMENT OF OPERATIONS**  
For the year ended March 31, 2019

	<u>2019</u>	<u>2018</u>
<b>REVENUES</b>		
Gain on sale of investments	\$ 156,082	\$ 148,836
Dividend income	74,187	67,848
Interest income	51,295	56,536
Donations	<u>3,192</u>	<u>8,625</u>
	<u>284,756</u>	<u>281,845</u>
<b>EXPENSES</b>		
Projects (Note 7)	191,929	208,315
Trust Manager Fees	45,900	43,912
Investment management fees	33,851	34,335
Professional fees	8,104	5,686
Investment custodian fees	6,781	6,875
Advertising and promotion	3,133	2,356
Travel	1,287	399
Office and general	1,207	1,385
Telephone	1,008	1,055
Meeting Expenses	244	155
Bank charges	<u>152</u>	<u>225</u>
	<u>293,596</u>	<u>304,698</u>
Excess (deficiency) of revenues over expenses before other income	(8,840)	(22,853)
<b>Other item</b>		
Increase (decrease) in fair market value of investments (note 5)	<u>(8,899)</u>	<u>(138,305)</u>
<b>DEFICIENCY OF REVENUES OVER EXPENSES</b>	<u><u>\$ (17,739)</u></u>	<u><u>\$ (161,158)</u></u>

See accompanying notes to the financial statements



**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**STATEMENT OF CHANGES IN TRUST EQUITY**  
For the year ended March 31, 2019

	<u>Unrestricted Surplus</u>	<u>Surplus, Other Income (note 5)</u>	<u>Total 2019</u>	<u>Total 2018</u>
Balance, beginning of year	\$ 3,976,752	\$ 910,306	\$ 4,887,058	\$ 5,048,216
Deficiency of revenues over expenses	<u>(8,840)</u>	<u>(8,899)</u>	<u>(17,739)</u>	<u>(161,158)</u>
Balance, end of year	<u><u>\$ 3,967,912</u></u>	<u><u>\$ 901,407</u></u>	<u><u>\$ 4,869,319</u></u>	<u><u>\$ 4,887,058</u></u>

See accompanying notes to the financial statements

5.

***M. McKay & Associates Ltd.***  
Chartered Professional Accountants



**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**STATEMENT OF FINANCIAL POSITION**  
**March 31, 2019**

	<b>ASSETS</b>	
	<u>2019</u>	<u>2018</u>
<b>CURRENT</b>		
Cash	\$ 53,969	\$ 65,766
Prepaid expenses	-	12,000
GST receivable	<u>4,167</u>	<u>5,694</u>
	58,136	83,460
<b>INVESTMENTS (note 3)</b>	<u>4,843,917</u>	<u>4,854,807</u>
	<u><u>\$ 4,902,053</u></u>	<u><u>\$ 4,938,267</u></u>
 <b>LIABILITY</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	<u>\$ 32,734</u>	<u>\$ 51,209</u>
 <b>EQUITY</b>		
<b>UNRESTRICTED NET ASSETS</b>	<u>4,869,319</u>	<u>4,887,058</u>
	<u><u>\$ 4,902,053</u></u>	<u><u>\$ 4,938,267</u></u>

Approved on behalf of the Trustees:

Carl Ford Trustee

Ray Trustee



**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**STATEMENT OF CASH FLOWS**  
For the year ended March 31, 2019

	<u>2019</u>	<u>2018</u>
OPERATING ACTIVITIES		
Cash receipts from receivables and donations	\$ 3,192	\$ 8,625
Cash receipts from GST refunds	3,953	-
Cash disbursed for operating expenses	(260,034)	(254,620)
Scholarship trust awarded	<u>(1,000)</u>	<u>(1,000)</u>
Cash flow to operating activities	(253,889)	(246,995)
INVESTING ACTIVITY		
Cash transferred from investments	<u>242,092</u>	195,170
NET DECREASE IN CASH	(11,797)	(51,825)
CASH, beginning of year	<u>65,766</u>	117,591
CASH, end of year	<u><u>\$ 53,969</u></u>	<u><u>\$ 65,766</u></u>

See accompanying notes to the financial statements





**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**March 31, 2019**

**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. Significant accounting policies**

The Financial Statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations ("ASNPO"), using accounting policies as follows:

**(a) Revenue recognition**

Dividend Income is recognized when the right to receive payment is established.

Interest income is recognized on an accrual basis.

Realized trading gains or losses are recognized on the concluded sale of investments. It represents the difference between the amounts received through the sale of investments and their respective cost base.

Donations are recognized as revenue when received.

**(b) Contributed services**

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

**(c) Investments**

Investments are initially recorded at fair value at the date of acquisition and subsequently measured at fair value based on quoted market prices.

**(d) Capital assets**

The Trust expenses its capital assets. Capital expenditures incurred during the year amounted to \$0 (2018: Nil).



**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**March 31, 2019**

**2. Significant accounting policies, continued**

**(e) Use of estimates**

The preparation of financial statements in conformity with ASNFPO requires management to make estimates and assumptions relating to reported amounts of assets and liabilities at the financial statement date, 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.

**3. Investments**

	<u>March 31, 2019</u>	<u>March 31, 2018</u>
Cash and Equivalents	\$ 214,326	\$ 56,322
Canadian Fixed Income	1,821,898	1,968,232
Canadian Equities	1,362,496	1,298,288
US Equities	635,952	678,160
International Equities	800,014	843,231
Accrued Interest	<u>9,231</u>	<u>10,574</u>
	<u>\$ 4,843,917</u>	<u>\$ 4,854,807</u>

The table above presents the fair market value of the Trust's investments as at March 31, 2019 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.

**4. Investment account activity**

	<u>March 31, 2019</u>	<u>March 31, 2018</u>
Opening Balance	\$ 3,933,926	\$ 3,895,036
Income from Investment	282,907	275,716
Management and Custodian Fees	(41,427)	(41,209)
Fund Transfers	<u>(242,128)</u>	<u>(195,617)</u>
Closing Balance At Cost	3,933,278	3,933,926
Unrealized Gain	901,408	910,307
Accrued Interest	<u>9,231</u>	<u>10,574</u>
Fair Market Value	<u>\$ 4,843,917</u>	<u>\$ 4,854,807</u>



**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**March 31, 2019**

**5. Surplus, other income**

Surplus, other income is the total increase (decrease) from cost to the fair market value of the investments. It represents the unrealized portion of the investments.

**6. Financial instruments**

The Trust's activities are exposed to a variety of financial risks: market risk (including currency risk, price risk and interest rate risk), credit risk and liquidity risk. The Trust is also exposed to operational risks such as custody risk. Custody risk is the risk of loss of securities held in custody occasioned by the insolvency or negligence of the custodian. Although an appropriate legal framework is in place that eliminates the risk of loss of value of the securities held by the custodian, in the events of its failure, the ability of the Trust to transfer securities might be temporarily impaired.

The Trust uses different methods to measure and manage the various type of risks to which it is exposed; these methods are explained below.

*Market risk*

The Trust is exposed to market risk as the investments in publicly traded securities are subject to fluctuations due to price changes on the market. The prices can also be affected by changes in interest rates and foreign currency exchange rates.

*Interest rate risk*

The Trust is exposed to interest rate risk with respect to the following financial instruments: cash and investments in interest bearing securities. Changes in interest rates can affect the fair value of investments and the cash flows related to interest income.

*Credit risk*

Credit risks arise from cash, accounts receivable, goods and services tax recoverable and investments in debt securities. Cash are deposited with reputable, major financial institutions to limit the credit risk exposure. The credit risk from counter parties not paying accounts receivable and goods and services tax recoverable is not considered to be significant. The Trust maintains diversity in its portfolio investments to minimize exposure to credit risk. The Trust's target investment allocation over a 3 year period are as follows: fixed income - 40%, canadian equities - 30% and foreign equities - 30%.

*Liquidity risk*

Liquidity risk is the risk that the Trust cannot repay its obligations when they become due to its creditors. Liquidity risk exposure is dependent on the receipt of investment income to enable the Trust to pay its liabilities as they become due.





**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**March 31, 2019**

**7. Project expenses**

	<u>2019</u>
2017-18-23 Trapping Coordinator CTFN Pilot (CTFN)-unspent funds	\$ (600)
2017-18-19 Caribou Genetics (UoC)-unspent funds	(37)
2017-18-25 Pine Creek Grayling ARRC - Prepaid in 2017/18	12,000
2018-19-20 Teslin Lake Trout Study (TRRC)	15,000
2018-19-04 SL Cisco Research Year 3 (CTRRC)/EDI	10,000
2018-19-05 Wolf Pelt Handling Incentive Program (YOA)	17,500
2018-19-10 Being Wild Wise (HWC)	8,000
2018-19-22 Teslin Lake Bird Observatory (SYBO)	10,000
2018-19-21 Humane Wolf Trapping (Bluestone)	10,000
2018-19-28 Effects on Common Nighthawks (S. P. Consulting)	5,900
2018-19-06 TH Fall Harvest Camp (THFN)	3,000
2018-19-23 Fish of Dempster Country Project (M. McHugh)	8,144
2018-19-29 Elijah Smith Connecting Youth (ESS)	6,500
2018-19-14 Investigating Winter Tree Cavity (J. Vigliotti)	5,000
2018-19-24 Moose Lake restocking -Wild Things Harvest (E. Allen)	15,000
2018-18-01 St. Elias School WISE (A. Preto)	2,972
2018-19-08 Holy Family Bison Hunt (HFS)	3,000
2018-19-02 Dawson Fur Show-(DDRR)	10,000
2018-19-17 Kestral Nest Box (M. Warne)	1,000
2018-19-25 Nisutlin River Campsite (TTC)	10,000
2018-19-30 YFWMB Van Bibber Scholarship (YFWMB)	1,000
2018-19-18 Northern Mountain Caribou Habitat (J. Gonet)	5,000
2018-19-27 Yukon Wetlands Protection (YCS)	10,000
2018-19-11 Live Catch & Release (D. Zimmermann)	15,000
2018-19-12 TIPPS (YFGA)	1,550
2018-19-04 Youth Trapping Camp (CTRRC)	7,000
	<u>\$ 191,929</u>





**YUKON FISH AND WILDLIFE ENHANCEMENT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**March 31, 2019**

**7. Project expenses, continued**

	<u>2018</u>
2017-18-13 Teslin Lake Trout Study (TRRC)	\$ 17,976
2017-18-8 SL Cisco Research (CTRRC)	15,000
2017-18-15 Wolf Pelt Handling Incentive Program (YOA)	15,000
2017-18-16 Old Crow Flats Stewardship (VG)	13,713
2017-18-4 Being Wild Wise (HWC)	13,380
2017-18-10 Lakeshore Habitat Management (WCS)	13,197
2017-18-19 Caribou Genetics (UoC)	11,350
2017-18-12 Teslin Lake Bird Observatory (SYBO)	10,000
2017-18-20 Make it Wild Workshop (YuConstruct)	10,000
2017-18-33 Sharp Tail Grouse Year 2 (J. Potie)	10,000
2017-18-7 Humane Wolf Trapping (Bluestone)	9,990
2017-18-30 Effects on Common Nighthawks (S. P. Consulting)	9,150
2017-18-24 TH Fall Harvest Camp (THFN)	8,850
2017-18-11 Fish of Dempster Country Project (M. McHugh)	6,647
2017-18-17 Elijah Smith Connecting Youth (ESS)	6,500
2017-18-5 Rivers to Ridges-Kids on the Land (R to R)	5,109
2017-18-1 KFN Wildlife Monitoring (KFN)	5,000
2017-18-2 Investigating Winter Tree Cavity (J. Vigliotti)	5,000
2017-18-21 Health Assessment Wood Bison (C. Andrew)	4,400
2017-18-3 St. Elias School WISE (A. Preto)	3,000
2017-18-23 Trapping Coordinator CTFN Pilot (CTFN)	3,000
2017-18-26 Holy Family Bison Hunt (HFS)	3,000
2017-18-29 ILC Moose Hunt (ILC)	3,000
2017-18-32 Hidden Valley Bison Hunt (HVS)	3,000
2017-18-27 Eliza Van Bibber Camp (Eliza Van Bibber School)	2,990
2017-18-31 YFWMB Van Bibber Scholarship (YFWMB)	1,000
2016-17-14 Southern Lakes Caribou Monitoring Program. (TTC) (PY unspent costs)	<u>(937)</u>
	<u>\$ 208,315</u>

**8. Comparative amounts**

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.

