

Yukon Wildlife Preserve Operating Society
Financial Statements
Year Ended March 31, 2020

Yukon Wildlife Preserve Operating Society
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Year Ended March 31, 2020

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of Yukon Wildlife Preserve Operating Society

I have reviewed the accompanying financial statements of Yukon Wildlife Preserve Operating Society that comprise the statement of financial position as at March 31, 2020 and the statements of revenues and expenditures, changes in net assets and cash flow 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.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Basis for Qualified Conclusion

In common with many charity organizations, the society derives funds from donations and fundraising, the completeness of which are not susceptible to satisfactory review. Accordingly, my review of donations and fundraising was limited to amounts recorded in the records of the society and I was not able to determine whether any adjustments might be necessary to revenues, deferred revenues and asset balances.

Qualified Conclusion

Based on my review, except for the effects of the matter described in the *Basis for Qualified Conclusion* paragraph, nothing has come to my attention that causes me to believe that these financial statements do not present fairly, in all material respects, the financial position of Yukon Wildlife Preserve Operating Society as at March 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with the Canadian accounting standards for not-for-profit organizations.

Whitehorse, Yukon
July 19, 2020



CHARTERED PROFESSIONAL ACCOUNTANT

Yukon Wildlife Preserve Operating Society
Statement of Financial Position
March 31, 2020

	2020	2019
ASSETS		
CURRENT		
Cash	\$ 294,308	\$ 351,171
Accounts receivable	30,234	24,100
Inventory	67,957	51,235
Goods and services tax recoverable	2,436	-
Prepaid expenses	41,726	69,329
	436,661	495,835
PROPERTY AND EQUIPMENT (Note 4)	463,457	413,329
GIC (Note 5)	40,642	-
	\$ 940,760	\$ 909,164
LIABILITIES AND NET ASSETS		
CURRENT		
Accounts payable	\$ 31,569	\$ 108,690
Deferred revenue (Note 8)	56,293	59,883
Current portion of long term debt (Note 6)	13,333	-
Goods and services tax payable	-	795
Wages payable	16,801	12,483
Employee deductions payable	10,773	3,865
	128,769	185,716
LONG TERM DEBT (Note 6)	17,778	-
DEFERRED REVENUE (Note 7)	268,862	292,639
	415,409	478,355
NET ASSETS		
Unrestricted	61,894	17,479
Invested in capital assets	463,457	413,330
	525,351	430,809
	\$ 940,760	\$ 909,164

ON BEHALF OF THE BOARD

_____ Director

_____ Director

Yukon Wildlife Preserve Operating Society
Statement of Revenues and Expenditures
Year Ended March 31, 2020

	2020	2019
REVENUES		
Government of Yukon (Note 10)	\$ 870,046	\$ 774,011
Government of Canada (Note 9)	112,387	33,191
Revenue from operations	502,683	428,341
Membership fees	41,255	34,255
Donation & sponsorship	35,498	20,248
Current portion of deferred capital revenue (Note 8)	23,777	26,727
Fundraising & other	8,361	27,324
	1,594,007	1,344,097
EXPENSES		
Advertising and promotion	35,826	41,541
Amortization	90,272	56,468
Animal care	25,372	21,089
Animal feed	127,749	127,225
Bookkeeping	25,673	25,524
Equipment rentals	403	7,200
GST expense (recovery)	(2,469)	932
Insurance	40,422	28,451
Interest and bank charges	18,671	11,920
Meetings and conferences	7,303	7,113
Memberships and licenses	10,664	11,591
Merchandise	19,596	27,151
Office	19,540	6,674
Professional fees	6,002	9,927
Repairs and maintenance	18,928	37,405
Salaries and wages	684,814	595,739
Special projects	218,760	20,633
Supplies	32,999	22,367
Telephone	10,449	10,107
Utilities	48,293	42,516
Vehicle	60,998	49,013
	1,500,265	1,160,586
EXCESS OF REVENUES OVER EXPENSES FROM OPERATIONS	93,742	183,511
OTHER INCOME		
Gain on disposal of assets	800	286
EXCESS OF REVENUES OVER EXPENSES	\$ 94,542	\$ 183,797

See notes to financial statements

Yukon Wildlife Preserve Operating Society
Statement of Changes in Net Assets
Year Ended March 31, 2020

	Unrestricted	Invested in capital assets	2020	2019
NET ASSETS - BEGINNING OF YEAR	\$ 17,479	\$ 413,330	\$ 430,809	\$ 247,012
EXCESS OF REVENUES OVER EXPENSES	94,542	-	94,542	183,797
Capital asset additions	(140,399)	140,399	-	-
Amortization of capital assets	90,272	(90,272)	-	-
NET ASSETS - END OF YEAR	\$ 61,894	\$ 463,457	\$ 525,351	\$ 430,809

See notes to financial statements

Yukon Wildlife Preserve Operating Society
Statement of Cash Flow
Year Ended March 31, 2020

	2020	2019
OPERATING ACTIVITIES		
Excess of revenues over expenses	\$ 94,542	\$ 183,797
Items not affecting cash:		
Amortization	90,272	56,468
Amortization of deferred capital funding	(23,777)	(26,727)
Gain on disposal of property and equipment	(800)	(286)
	<u>160,237</u>	<u>213,252</u>
Changes in non-cash working capital:		
Accounts receivable	(6,134)	29,579
Inventory	(16,722)	4,481
Accounts payable	(77,122)	22,979
Prepaid expenses	27,603	(44,932)
Goods and services tax payable	(3,231)	4,815
Wages payable	4,318	(23,406)
Employee deductions payable	6,908	(12,434)
Current portion of deferred revenue	(3,589)	13,408
	<u>(67,969)</u>	<u>(5,510)</u>
Cash flow from operating activities	<u>92,268</u>	<u>207,742</u>
INVESTING ACTIVITIES		
Purchase of property and equipment	(140,399)	(23,279)
Proceeds on disposal of equipment	800	288
Purchase of GIC	(40,000)	-
Accrued interest on GIC	(643)	-
Cash flow used by investing activities	<u>(180,242)</u>	<u>(22,991)</u>
FINANCING ACTIVITIES		
Proceeds from bank loan	40,000	-
Repayment of long term debt	(8,889)	(9,286)
Cash flow from (used by) financing activities	<u>31,111</u>	<u>(9,286)</u>
INCREASE (DECREASE) IN CASH FLOW	(56,863)	175,465
Cash - beginning of year	<u>351,171</u>	<u>175,706</u>
CASH - END OF YEAR	\$ 294,308	\$ 351,171

See notes to financial statements

Yukon Wildlife Preserve Operating Society

Notes to Financial Statements

Year Ended March 31, 2020

1. NATURE OF OPERATIONS

Yukon Wildlife Preserve Operating Society (the "society") is a not-for-profit organization and registered charity operating in the Yukon. As a registered charity the society is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The society operates to promote knowledge and foster appreciation of arctic and boreal ecology through the creation of a centre of northern education, conservation and research excellence at the Yukon Wildlife Preserve. The society manages and operates the preserve on behalf of the property and animal owner, the Yukon Government.

2. BASIS OF PRESENTATION

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPPO).

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue recognition

Yukon Wildlife Preserve Operating Society follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Funding received for the purchase of capital assets is deferred and amortized at the same rate as the related capital asset.

Donated goods

The work of the society is assisted by the donation of supplies and services of members of the community. Since these items are not normally purchased by the society and because of the difficulty in determining fair value, donated services and supplies are not recognized in these financial statements.

Related party transactions

Related party transactions are measured at the exchange amount, which is the amount agreed upon by both parties.

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

(continues)

Yukon Wildlife Preserve Operating Society

Notes to Financial Statements

Year Ended March 31, 2020

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Property and equipment

Property and equipment is stated at cost or deemed cost less accumulated amortization and is amortized over its estimated useful life at the following rates and methods:

Buildings	4%	declining balance method
Office equipment	20%	declining balance method
Farm equipment	20%	declining balance method
Other equipment	20%	declining balance method
Fencing	20%	declining balance method
Vehicles	30%	declining balance method
Computer equipment	50%	declining balance method
Leasehold improvements	10 years	straight-line method

The society regularly reviews its property and equipment to eliminate obsolete items. Government grants are amortized over the life of the related asset.

Property and equipment acquired during the year but not placed into use are not amortized until they are placed into use.

The society operates on land owned by the Yukon Government. The society receives funding for capital asset expenditures such as buildings and fencing, which are fixed in place. When those expenditures are made, they are recorded as assets in the records of the society, but if the society were to discontinue operations, the Yukon Government would maintain ownership of the assets.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Yukon Wildlife Preserve Operating Society
Notes to Financial Statements
Year Ended March 31, 2020

4. PROPERTY AND EQUIPMENT

	Cost	Accumulated amortization	2020 Net book value	2019 Net book value
Buildings	\$ 173,697	\$ 24,858	\$ 148,839	\$ 155,041
Motor vehicles	379,937	275,083	104,854	20,238
Computer equipment	31,432	30,252	1,180	2,361
Other machinery and equipment	138,539	93,783	44,756	45,100
Furniture and fixtures	13,973	12,026	1,947	2,434
Leasehold improvements	230,239	81,374	148,865	171,889
Farm equipment	68,160	60,252	7,908	9,885
Fencing	16,399	11,294	5,105	6,381
	\$ 1,052,376	\$ 588,922	\$ 463,457	\$ 413,329

5. GIC

	2020	2019
Guaranteed investment certificate, earning annual interest of 2.1%, maturing July 2022.	\$ 40,642	\$ -

6. LONG TERM DEBT

	2020	2019
Bank loan for purchased equipment, monthly payments of \$1,111, plus interest at bank prime + 1%. Secured by a general security agreement and matures in August 2022.	\$ 31,111	\$ -
	31,111	-
Amounts payable within one year	(13,333)	-
	\$ 17,778	\$ -

Principal repayment terms are approximately:

2021	\$ 13,333
2022	13,333
2023	4,445
	\$ 31,111

Yukon Wildlife Preserve Operating Society

Notes to Financial Statements

Year Ended March 31, 2020

7. LONG TERM DEFERRED REVENUE

Funding received for the purchase of capital assets is deferred and amortized over the life of the asset. The following table shows a breakdown of long term deferred revenue.

	<u>2020</u>	<u>2019</u>
Leasehold improvements	\$ 122,797	\$ 136,441
Other equipment	17,253	21,566
Small buildings	13,396	13,954
Field house furniture	2,171	2,713
Hay barn	113,246	117,965
	<u>\$ 268,863</u>	<u>\$ 292,639</u>

8. CURRENT DEFERRED REVENUE

Current deferred revenue represents amounts collected in the year that are for projects (other than capital) or programs that occur subsequent to year end.

	<u>2020</u>	<u>2019</u>
Deposits collected for nature camps	\$ 40,014	\$ 43,944
Membership fees	16,279	15,939
	<u>\$ 56,293</u>	<u>\$ 59,883</u>

9. GOVERNMENT OF CANADA FUNDING

The society received funding from the following federal departments and branches:

	<u>2020</u>	<u>2019</u>
Employment and Social Development Canada	\$ 13,879	\$ 12,558
CANNOR	98,508	20,633
	<u>\$ 112,387</u>	<u>\$ 33,191</u>

10. YUKON GOVERNMENT FUNDING

The society received funding from the following territorial departments and branches:

	<u>2020</u>	<u>2019</u>
Department of Tourism and Culture	\$ 16,361	\$ 14,716
Department of the Environment	735,300	721,200
Department of Economic Development	75,000	-
Department of Education	43,385	38,095
	<u>\$ 870,046</u>	<u>\$ 774,011</u>

Yukon Wildlife Preserve Operating Society
Notes to Financial Statements
Year Ended March 31, 2020

11. ECONOMIC DEPENDENCE

The society is dependent upon the Yukon Government for funding its operations.

12. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.