

LOTTERIES YUKON

Yukon Lottery Commission

Annual Report 2021-22

SUPPORTING ARTS, SPORT,
AND RECREATION...

ONE TICKET AT A TIME.



▲ *This page and on the cover*

Klondike Active Transport & Trails Society was a recipient of the **Projects Fund** for the construction of a bicycle pump track.



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Yukon Lottery Commission Annual Report for the year ended March 31, 2022.



\$1,972,485

Total amount contributed to Yukon communities and non-profit organizations in 2021-22.

Message from the Yukon Lottery Commission

As Chair/CEO of the Yukon Lottery Commission, it is my pleasure to share the Commission's results for the fiscal year 2021-22. This report highlights achievements asset out under the Yukon Lottery Commission's business plan and includes the Commission's fiscal year-end financial statements.

Operationally, in 2021-22, Lotteries Yukon continued to implement our Funding Program Framework that provides Yukoners with an array of programming options to improve access to and participation in arts,sport and recreation in Yukon.

As the Yukon's agent for the sale of lottery tickets,a goal identified in the Yukon Lottery Commission's business plan is to be a leader of social responsibility in gambling. In 2021-22, the Commission launched a responsible gambling program called Game Sense®. This program is designed to assist lottery players in making informed choices, with a focus on positive play.
gamesenseyukon.com.

Additionally, the Commission developed and launched a new modern, mobile friendly website. This website has improved functionality with a focus on user satisfaction and allowing for the submission on funding applications through an online portal.
lotteriesyukon.com

Our plans for 2022-23 continue to focus on supporting our lottery retailer network and governance. We will work on strengthening retailer relations by improving retailer services and strengthening our retail policy.

On behalf of the Commission, I would like to thank Lotteries Yukon staff for their continued support and dedication.

We look forward to another successful year where we continue to strive for a robust interjurisdictional lottery and continue to support Yukoners' living healthy,active and full lives being engaged in and having access to arts, sport and recreation.

Sincerely,



Frank Curlew
*Chair & Chief Executive Officer,
Yukon Lottery Commission*

◀ **Music Yukon** was a recipient of the **Projects Fund** for arts in the park.



Frank Curlew
Chair



Bunne Palamar
Vice-Chair



Beverly James
Member



Sara Skelton
Member



Norma Davignon
Member



Torrie Hunter
Member



Warren Pearson
Member



Trevor Ellis
Member

Yukon Lottery Commission

The Yukon Lottery Commission consists of a Chair/Chief Executive Officer, a Vice Chair and six other members appointed by the Minister Responsible for the Yukon Lottery Commission. The Commission is a governing body that is responsible for oversight of interjurisdictional lotteries in the Yukon and reinvesting profits from the sale of lottery tickets into arts, sport and recreation in the Yukon.

As stewards, the Yukon Lottery Commission directs and controls the Commission's affairs in accordance with the *Public Lotteries Act and Regulations*, the *Financial Administration Act* and other applicable legislation and policies. A governance agreement between the Yukon Lottery Commission and the Minister Responsible describes the roles and responsibilities of the Yukon Lottery Commission, Minister and administration.

In its interjurisdictional lotteries role, the Commission acts as the Government of Yukon's agent for the conduct and management of the sale of lottery tickets through an agreement with Western Canada Lottery Corporation (WCLC) and agreements with lottery retailers throughout the Yukon.

Lottery revenue is reinvested through the Commission's funding programs and, also by sharing with Government of Yukon Sport and Recreation Branch and Cultural Services Branch to supplement government programming for arts, sport and recreation. Lottery revenue is also used to support the operations of the Yukon Lottery Commission and Lotteries Yukon.

Using profits derived from lottery revenue, the Commission invested over \$4 million in the 2021-22 fiscal year in community-based initiatives related to arts, sport and recreation.

Lotteries Yukon

Lotteries Yukon is the administrative arm of the Yukon Lottery Commission. The work of Lotteries Yukon is accomplished by a complement of five staff who deliver services to lottery retailers, customers and funding programs to Yukon non-profit organizations to support arts, sport and recreation projects.



The sale of lottery tickets in the Yukon would not be possible without the significant infrastructure and support provided by WCLC and the Yukon's network of 36 retailers.

Lotteries Yukon, through a Partnership Memorandum of Understanding with Government of Yukon (Sport and Recreation Branch and Cultural Services Branch), works collaboratively with its internal partners to be more strategic and align arts, sport and recreation programs in the Yukon.

Our Values

Social responsibility

Our lotteries work is undertaken with consideration of its impact on communities and people. We strive to ensure that lottery tickets remain a form of entertainment, and that there is information and support available that promotes healthy lottery play.

Integrity

We take responsibility for our commitments and actions. Our reasoned and objective decision making can be held to close scrutiny.

Collaboration and cooperation

We recognize that our clients are better served by aligning planning and program delivery across departments/agencies, therefore, we will work collaboratively with our partners for the benefit of our clients.

Accessible

Our funding programs are accessible to all segments of the Yukon population and focus on achieving broad benefits to communities and organizations.

Transparency

We are open and clear about our processes, decision making and results.



Operations 2021-22

In the 2021-22 year, the Yukon Lottery Commission focused its energies on launching a responsible gambling program as well as a new Lotteries Yukon website.

In order to position the Yukon Lottery Commission for success in operationalizing its goal to be a leader of social responsibility in gambling, the Commission launched a responsible gambling program called GameSense®. This program is designed to assist lottery players in making informed choices, with a focus on positive play.

gamesenseyukon.com

To modernize our Operations, the Commission developed and launched a new modern, mobile friendly website. This website has improved functionality with a focus on user satisfaction while allowing for the submission on funding applications through an online portal.

lotteriesyukon.com

The Commission continued to strive to be responsive to client needs by collaborating on strategic projects with internal partners (Sport and Recreation Branch and Cultural Services Branch) through the Partnership Memorandum of Understanding (PMOU).





\$1,293,890

Lottery revenue shared with
Government of Yukon.



**Heart of Riverdale Community Centre
Society** was a recipient of the **Projects Fund**
for Cypherfest Festival.

14

Number of Yukon communities allocated \$1,972,485 in Community Lottery Program funding in 2021-22.





39

Number of Yukon non-profit groups approved for **\$ 1,105,186 in Projects funding** in 2021-22.

Moving Ahead 2022-23

Priorities:

- ▶ Continue to implement the Funding Program Framework with a focus on streamlining processes, increasing program efficiencies and building strategic partnerships;
- ▶ Strengthen effectiveness and efficiency of the retailer network through a focus on retailer relations and improvements to Lotteries Yukon retail services and policies;
- ▶ Continued roll-out of interactive play tables at Yukon retailers
- ▶ Continue to be more responsive to client needs by collaborating with internal partners through the Partnership Memorandum of Understanding; and
- ▶ Increase engagement and marketing of Lotteries Yukon

◀ **Yukon Breeze Sailing Society** was a recipient of the **Projects Fund** for a pulley system.

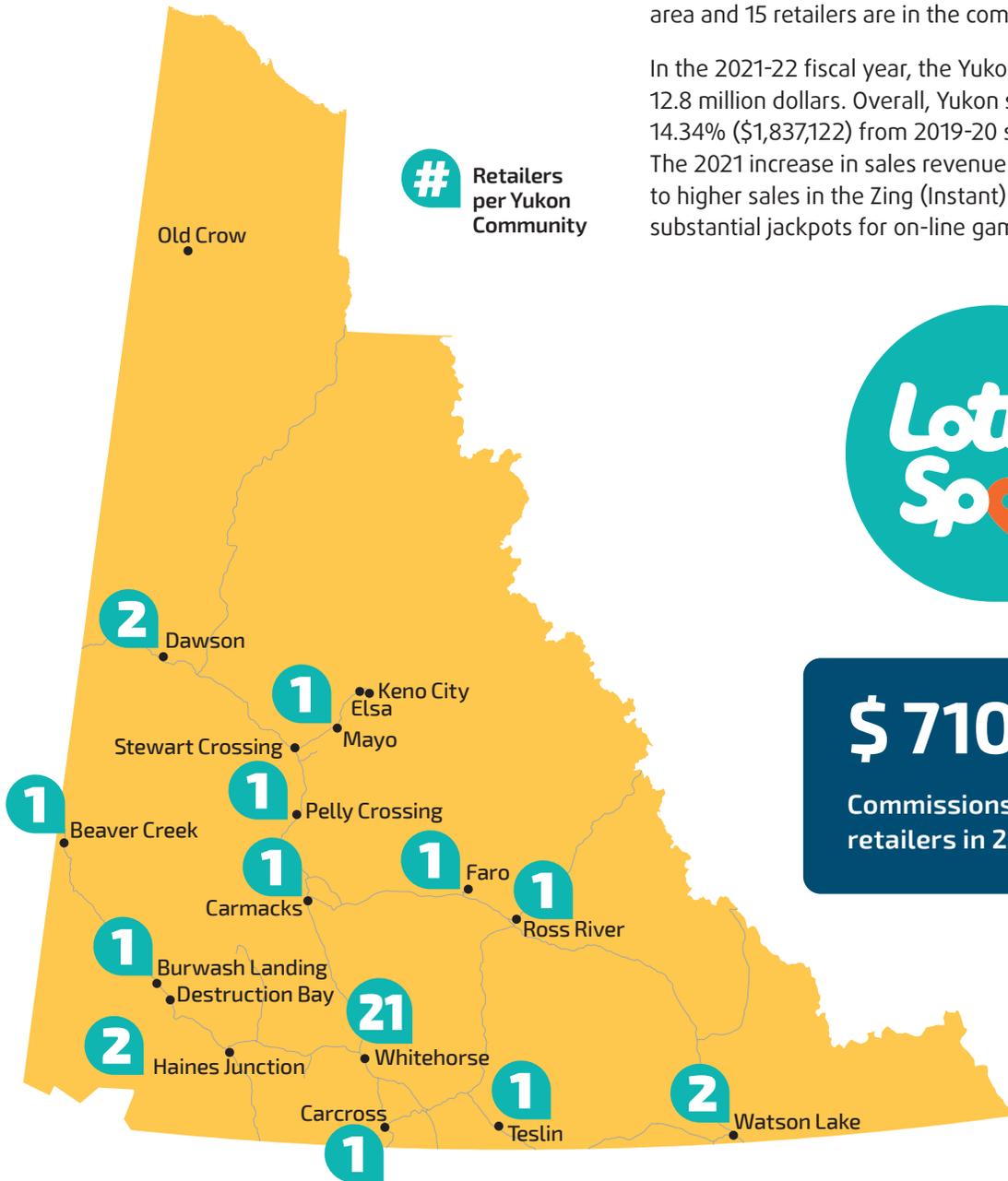
Sales

The Yukon is a member of the WCLC, a non-profit organization authorized to manage, conduct and operate lottery and gaming-related activities in Alberta, Saskatchewan, Manitoba, the Yukon, Northwest Territories and Nunavut.

Through a tri-party agreement between WCLC, Government of Yukon and the Yukon Lottery Commission, Lotteries Yukon distributes national and regional lottery products to Yukon retailers.

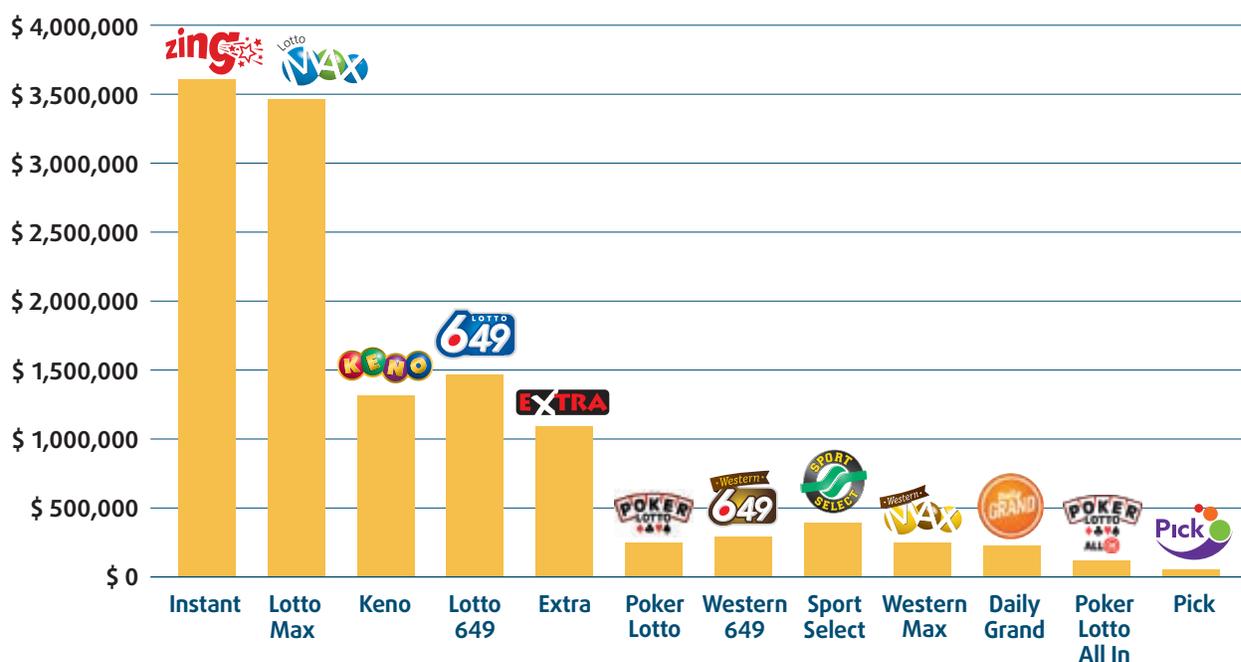
As the territory's sole distributor of lottery products, Lotteries Yukon is responsible for a network of 36 retailers in the Yukon; 21 retailers are located in the Whitehorse area and 15 retailers are in the communities.

In the 2021-22 fiscal year, the Yukon achieved sales of 12.8 million dollars. Overall, Yukon sales increased by 14.34% (\$1,837,122) from 2019-20 sales of \$10,977,630. The 2021 increase in sales revenue is primarily attributed to higher sales in the Zing (Instant) category and several substantial jackpots for on-line games.



\$ 710,155
Commissions paid to Yukon retailers in 2021-22.

2021-22 Sales By Game



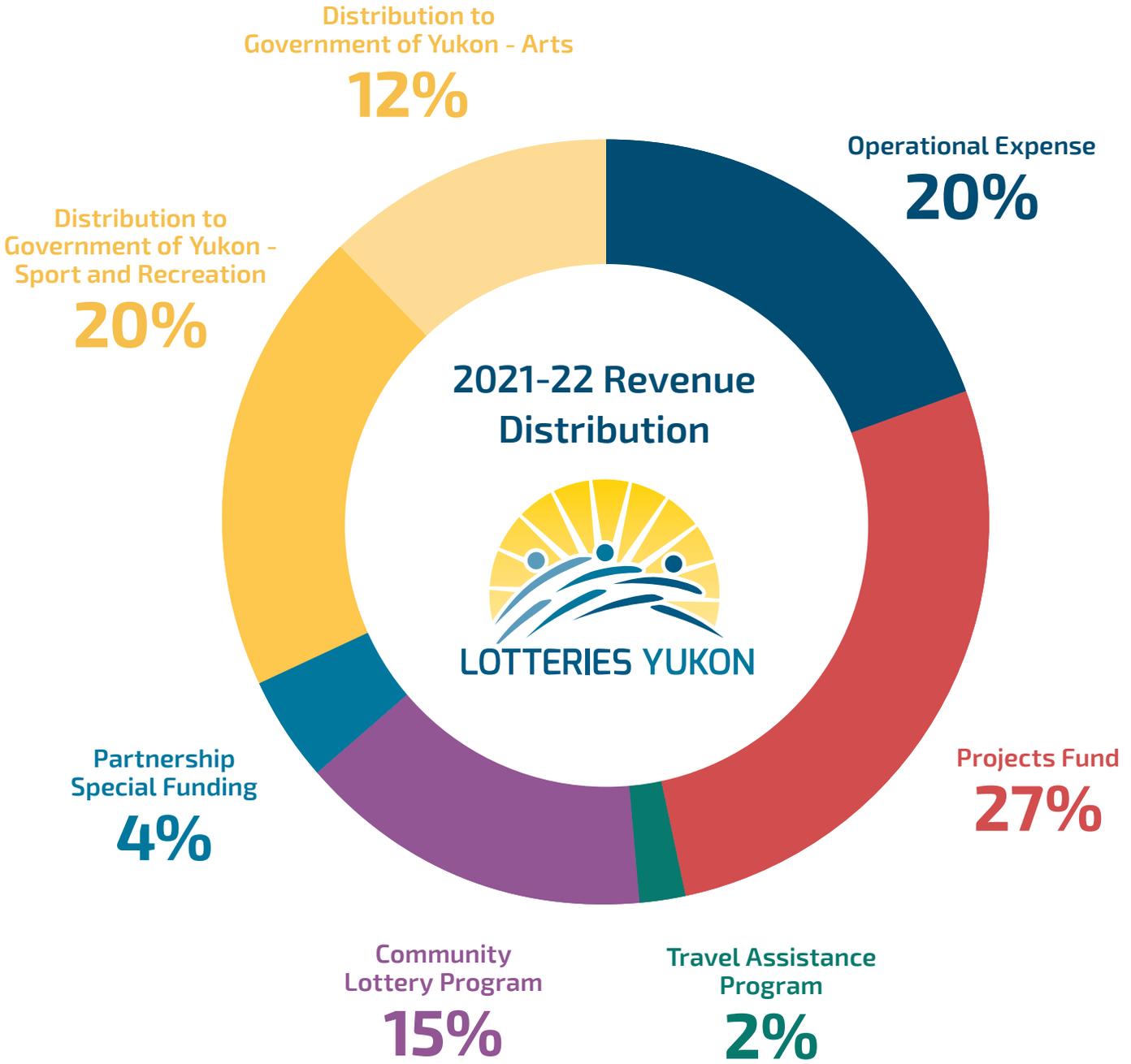
Yukon Sales By Game - Five Year Comparison

	2021-22	2020-21	2019-20	2018-19	2017-18
Instant	\$3,595,413	\$4,011,969	\$3,313,032	\$3,570,287	\$3,223,595
Lotto Max	\$3,451,430	\$3,120,215	2,702,083	2,683,168	1,894,120
Lotto 649	\$1,466,196	\$1,477,177	1,353,486	1,514,339	1,484,410
Keno	\$1,315,078	\$1,596,560	1,197,235	1,001,386	996,761
Extra	\$1,090,359	\$1,044,629	938,960	947,109	839,905
Sport Select	\$391,147	\$292,959	398,333	413,130	377,193
Western 649	\$287,863	\$296,682	248,602	264,239	281,376
Western Max	\$247,156	\$251,894	210,904	171,990	163,030
Daily Grand ¹	\$225,315	\$227,578	224,308	253,831	288,375
Pick	\$51,622	\$54,102	49,847	69,729	63,262
Poker Lotto ²	\$246,896	\$297,078	231,886	206,460	229,854
All In ³	\$119,874	\$143,909	108,954	91,627	11,043
Total Sales	\$12,488,349	\$12,814,752	\$10,977,630	\$11,187,295	\$9,852,924
Sales Comparison to Prior Year	(326,403)	1,837,122	(209,665)	1,334,371	(247,848)
Percentage Comparison	-3%	14%	-2%	12%	-2%
Number of Retailers*	36	35	34	34	34

¹ Daily Grand launched October 2016 ² Poker Lotto launched March 2017 ³ All In launched February 2018 * does not include Royal Canadian Legion

Revenue Distribution

Lottery ticket revenue is distributed through three Yukon Lottery Commission funding programs – the **Projects Fund**, the **Travel Assistance Program** and the **Community Lottery Program**. The Yukon Lottery Commission, through a Partnership Memorandum of Understanding, also shares revenue with the **Government of Yukon** department of Tourism and Culture (Cultural Services Branch) and the department of Community Services (Sport and Recreation Branch).



An underwater photograph of a swimmer in a pool. The swimmer is wearing a dark swimsuit and goggles, and is positioned in the lower center of the frame. The water is clear and blue. In the upper right, a person's legs in a patterned swimsuit are visible, extending downwards. The pool's lane lines are visible on the bottom. The overall scene is captured from a low angle, looking up at the swimmer.

Whitehorse Glacier Bears Swim Club
was a recipient of the **Projects Fund** for
the swim camera recorder project.



The Yukon Lottery Commission's legislated mandate provides for programming focused on arts, sport and recreation.

These funding programs are intended to:

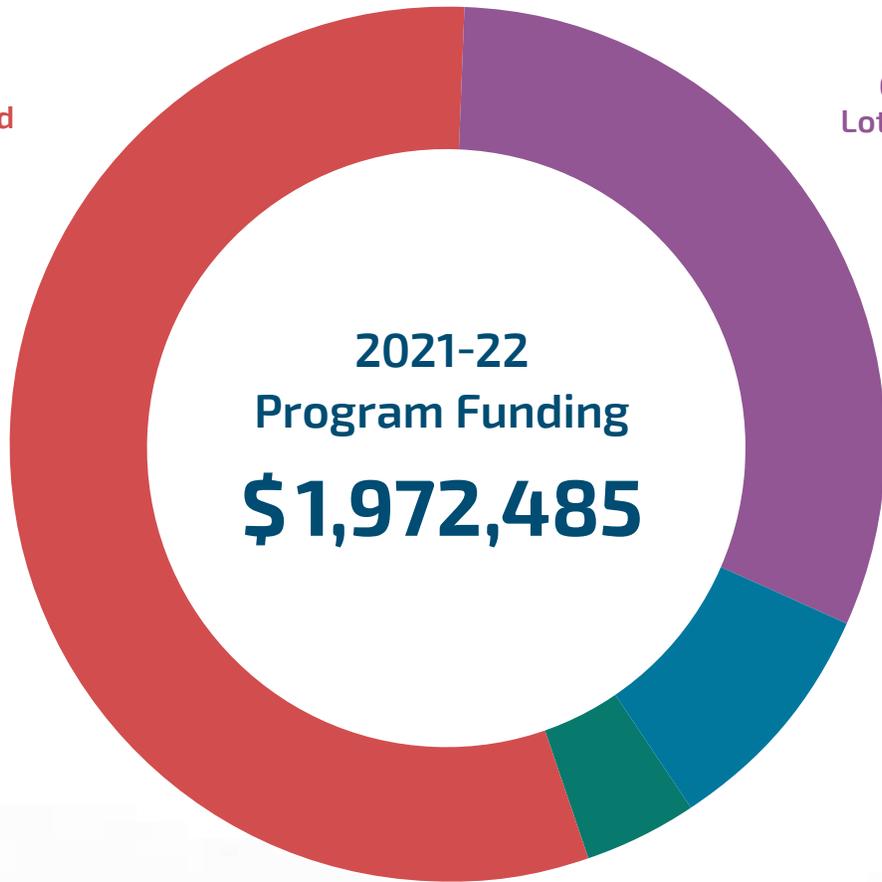
- ▶ Sustain and contribute to the growth of arts, sport and recreation for Yukon people;
- ▶ Increase access and participation of all Yukon people in arts, sport, and recreation;
- ▶ Improve/provide more community arts, sport and recreation infrastructure; and
- ▶ Increase organizational and community capacity in arts, sport and recreation.



Yukon Quest was a recipient of the **Projects Fund** for the Yukon Quest race.

Projects Fund
56%

Community
Lottery Program
31%



Partnership
MOU
9%

Travel
Assistance Program
4%



CJUC (Utilities Consumer Group) was a recipient of the **Projects Fund** for the "Shine Your Light" radio programming.



2021-22 Partnership Funding Programs

Partnership MOU	
Sport Yukon	\$ 27,572
Sport Yukon	\$ 150,000
Total Contributions to Communities / Applicants	\$ 1,972,485
Total YLC Administered Contributions	\$ 1,972,485

2021-22 Government of Yukon Revenue Sharing

Cultural Services Branch	
Yukon Arts Advisory Committee (YAAC)	
Total Cultural Services Branch	\$ 491,678
Sport & Recreation Branch	
Yukon Sport & Recreation Advisory Committee (YRAC)	
Total Sport & Recreation Branch	\$ 802,211
Total Funds Available to Government of Yukon	\$ 1,293,890
Total Funding Approved/Released	\$ 3,266,374
Unclaimed Contributions	\$ 140,460
Total Contributions/Funds Released 2021-22	\$ 3,125,914

Community Lottery Program

\$610,448

- ▶ Provides municipalities and local authorities with funding to support arts, sport and recreation in their communities.
- ▶ Intended to enable local decision making to meet community needs and create equitable access to lottery revenues for all Yukon people.

Projects Fund

\$1,105,186

- ▶ Provides non-profit groups with funding to support arts, sport and recreation projects, events or activities.



▶ **Arctic Edge Skating Club** was a recipient of the **Projects Fund** for the Arctic Edge Ice Show.

Strategic Partnerships

\$177,572

- ▶ Sport Yukon website rebuild project.

Travel Assistance Program

\$79,279

- ▶ Provides assistance to non-profit groups and extra-curricular high school groups attending competitions or adjudicated events.
- ▶ Supports the development of amateur arts, sport and recreation for Yukon people of all ages.



2021-22 Approved Funding*

Community	Organization	Program	Amount
Beaver Creek	Beaver Creek Community Club	CLP	\$ 10,998
Burwash Landing	Burwash Landing Recreation Committee	CLP	\$ 10,998
Carcross	Carcross Recreation Board	CLP	\$ 17,597
Carmacks	Village of Carmacks	CLP	\$ 17,597
Dawson City	City of Dawson	CLP	43,051
	North Klondyke Highway Music Society	PF	3,756
			\$ 46,807
Faro	Town of Faro	CLP	\$ 13,198
Haines Junction	Village of Haines Junction	CLP	\$ 21,997
Keno	Keno Community Club	CLP	\$ 6,599
Lorne Mountain	Lorne Mountain Community Association	CLP	\$ 13,198
Marsh Lake	Marsh Lake Community Society	CLP	\$ 17,597
Mayo	Village of Mayo	CLP	\$ 17,597
Old Crow	Vuntut Gwitchin First Nation	CLP	\$ 13,198
Pelly Crossing	Selkirk First Nation	CLP	\$ 13,198
Ross River	Ross River Recreation Society	CLP	\$ 13,198
Tagish	Tagish Community Association	CLP	\$ 13,198
Teslin	Village of Teslin	CLP	\$ 17,597
Upper Liard	Liard First Nation	CLP	\$ 10,998
Watson Lake	Town of Watson Lake	CLP	\$ 26,396
Whitehorse	City of Whitehorse	CLP	312,238
	Arctic Edge Skating Club	PF	18,041
	Friends of Mount Sima	PF	50,000
	Mountain View Golf Club	PF	77,431
	Pineridge Neighborhood Association	PF	3,500
	Polarettes & Polar Tumbler Gymnastics Association	PF	24,206
	Skookum Jim Friendship Centre	PF	5,600
	WHH Archery	PF	6,525
	Whitehorse Cross Country Ski Club	PF	190,134
Whitehorse Glacier Bears	PF	3,500	
			\$ 691,175

* The amount of funding approved/allocated may vary from the amount claimed by recipients.

** The amount includes Projects Fund: Strategic Partnerships; Regular Intake; Opportunity Projects, and Three Year Plan

Projects Fund	PF
Travel Assistance Program	TAP
Community Lottery Program	CLP

Community	Organization	Program	Amount	
Yukon	Boys and Girls Club of Yukon	PF	2,754	
	Cross Country Yukon	TAP	5,200	
	Flatwater Paddling Yukon	TAP	1,400	
	Golden Age Society	PF	3,541	
	Guild Society	PF	18,241	
	Gwaandak Theatre Society	PF	20,387	
	Heart of Riverdale Community Centre Society	PF	23,314	
	Jazz Yukon	PF	22,022	
	Judo Yukon	TAP	2,000	
	Klondike Active Transport and Trails	PF	68,850	
	Longest Night Society	PF	14,000	
	Music Yukon	PF	27,898	
	Nakai Theatre	PF	18,241	
	Open Pit Performance League	PF	18,008	
	Snowboard Yukon	TAP	1,400	
	Squash Yukon	PF	10,375	
	Swim Yukon	TAP	3,800	
	Tennis Yukon	PF	5,000	
	Utilities Consumer Group	PF	3,500	
	Volleyball Yukon	PF	3,200	
	Yukon Amateur Hockey Association	TAP	28,800.00	
	Yukon Amateur Speed Skating	TAP	3,800.00	
	Yukon Astronomical Society	PF	838	
	Yukon Bluegrass	PF	20,000	
	Yukon Breeze Sailing	PF	21,967	
	Yukon Circus Society	PF	20,000	
	Yukon Curling	TAP	800	
	Yukon Film Society	PF	18,241	
	Yukon Freestyle Ski Association	PF	20,000	
	Yukon Freestyle Ski Association	TAP	1,200	
	Yukon Harpists Society	PF	47,220	
	Yukon Music Camp Society	PF	15,880	
	Yukon Pickleball Association	PF	3,00	
	Yukon Soccer	PF	10,000	
	Yukon Soccer	TAP	10,479	
	Yukon Sourdough Rendezvous Society	PF	28,971	
	Yukon Theatre for Young People	PF	23,500	
	Yukon Quest International Association	PF	20,000	
				\$ 727,512



Athletics Yukon was a recipient of the **Travel Assistance Program** for the Vancouver Sun Run.

Revenue Sharing

Lottery revenues supplement Government of Yukon funding for arts, sport and recreation.

Arts

\$ 491,678

Lottery revenues to Government of Yukon for arts are provided for under the *Public Lottery Regulations* and the *Arts Act*.

- ▶ Programs are administered by the department of Tourism and Culture (Cultural Services Branch).
- ▶ The Yukon Arts Advisory Council (YAAC) makes recommendations on funding applications to the Minister of Tourism and Culture.
- ▶ Lottery revenue is used to support the Arts Operating Fund and the Advanced Artist Award.

Sport and Recreation

\$ 802,212

Lottery revenues to Government of Yukon for sport and recreation are provided for under the *Public Lottery Regulations* and the *Recreation Act*.

- ▶ Programs are administered by the department of Community Services (Sport and Recreation Branch).
- ▶ The Yukon Recreation Advisory Committee (YRAC) makes recommendations on funding applications to the Minister of Community Services.
- ▶ Lottery revenues contribute to funding programs for sport governing bodies, recreation groups, high performance athletes, officials and Sport Yukon.

Yukon Lottery Commission Revenue Sharing Model

*Minus operating, maintenance, and capital expenses
for Yukon Lottery Commission / Lotteries Yukon*

62%

38%



**Projects
Fund**

**Travel
Assistance
Program**

**Community
Lottery
Program**

**Yukon Arts
Advisory Council**

**Yukon Recreation
Advisory Committee**

38%

62%

Jazz Yukon was a recipient of the **Projects Fund** for Jazz in the Hall. ▼





SilverStar mountain resort



SNOWBOARD


SilverStar
mountain resort

▲
Snowboard Yukon was a recipient of the **Travel Assistance Program** for a 2021 BC Provincial Competition.

Yukon Lottery Commission
Financial Statements
March 31, 2022

Yukon Lottery Commission

Financial Statements

March 31, 2022

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Management Responsibility Statement

The management of Yukon Lottery Commission is responsible for preparing the financial statements and the notes to the financial statements.

Management prepares the financial statements in accordance with International Financial Reporting Standards. The financial statements are considered by management to present fairly the Commission's financial position and results of operations.

The Commission, in fulfilling its responsibilities, adheres to the Yukon Financial Administration Act which provides for a system of internal accounting controls designed to provide reasonable assurance that 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 Crowe MacKay LLP, Chartered Professional Accountants, the Commission's auditors. Their report outlines the scope of their examination and their opinion on the financial statements.

General Manager
September 23, 2022



Independent Auditors' Report

To the Members of Yukon Lottery Commission

Opinion

We have audited the financial statements of Yukon Lottery Commission, which comprise the statement of financial position as at March 31, 2022, and the statements of comprehensive income, changes in 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 commission as at March 31, 2022, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the commission 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 International Financial Reporting Standards, 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 commission'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 commission or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the commission's financial reporting process.

Auditors' 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 auditors' 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 Auditors' Report (continued)

- 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 commission'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 commission's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the commission 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.

Whitehorse, Canada
September 23, 2022


Chartered Professional Accountants

Yukon Lottery Commission

Statement of Comprehensive Income

For the year ended March 31,	2022	2021
Revenues		
Commissions - Western Canada Lottery Corporation	\$ 4,060,076	\$ 4,110,184
Break-open Tickets (schedule 1)	153,263	207,199
Interest	56,950	69,293
Terminals	9,135	9,105
	<hr/>	<hr/>
	4,279,424	4,395,781
Administration expenditures		
Advertising and promotion	4,599	4,640
Amortization	4,716	5,854
Break-open Tickets (schedule 1)	58,652	57,348
Lease (note 7)	77,989	80,930
Office	8,586	5,720
Postage and courier	-	238
Professional fees	20,791	15,558
Public relations	3,566	312
Repairs and maintenance	17,601	12,868
Telephone and utilities	23,878	11,411
Travel	884	2,560
Wages and benefits	523,552	552,722
	<hr/>	<hr/>
	744,814	750,161
	<hr/>	<hr/>
	3,534,610	3,645,620
Commission meeting and program expenditures		
Directors' honoraria, travel and meetings	9,491	8,112
Retailer incentive	38,023	17,747
	<hr/>	<hr/>
	47,514	25,859
Excess of revenues over expenditures before transfer payments	3,487,096	3,619,761
Transfer payments (note 11)	3,081,724	3,002,300
Excess of revenues over expenditures being comprehensive income	\$ 405,372	\$ 617,461

See accompanying notes

6

Yukon Lottery Commission

Statement of Changes in Equity

For the year ended March 31,	2022	2021
Surplus, beginning of year	\$ 6,077,054	\$ 5,459,593
Excess of revenues over expenditures being comprehensive income	405,372	617,461
Surplus, end of year	\$ 6,482,426	\$ 6,077,054

See accompanying notes

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Yukon Lottery Commission**Statement of Financial Position**

March 31, **2022** **2021**

Assets**Current**

Cash	\$ 274	\$ 253
Funds held in trust (note 3)	9,358,702	8,983,978
Trade receivables (note 4)	495,571	534,071
Inventory (note 5)	4,402	6,568
Prepaid expenses	7,305	7,305

9,866,254 9,532,175**Property and equipment (note 6)**45,119 50,212**Leased office asset (note 7)**265,618 82,810

\$ 10,176,991 \$ 9,665,197

Liabilities**Current**

Trade payables and accruals (note 8)	\$ 325,827	\$ 354,731
Provision, committed to Yukon Government (note 12)	2,407,179	2,217,782
Provision, committed transfer payments (note 9)	695,941	929,909
Current portion of lease obligation	88,539	85,721

3,517,486 3,588,143**Lease obligation (note 7)**177,079-

3,694,565 3,588,143**Equity****Surplus (schedule 2) (note 13)**6,482,426 6,077,054

\$ 10,176,991 \$ 9,665,197

Commitments and contingencies (note 10)

Approved on behalf of the Board:

Member_____
Member

See accompanying notes

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Yukon Lottery Commission

Statement of Cash Flows

For the year ended March 31,	2022	2021
Cash provided by (used for)		
Operating activities		
Excess (deficiency) of revenues over expenditures	\$ 405,372	\$ 617,461
Items not affecting cash		
Amortization	5,092	6,321
Interest income	(56,950)	(69,293)
Lease expense	84,443	87,388
	437,957	641,877
Change in non-cash working capital items		
Trade receivables	38,500	(204,946)
Inventory	2,166	337
Trade payables and accruals	(28,903)	70,648
Provision, committed to Yukon Government	189,397	91,116
Provision, committed transfer payments	(233,968)	259,382
	405,149	858,414
Financing activity		
Lease payments	(87,354)	(87,355)
Investing activities		
Purchase of property and equipment	-	(908)
Interest income	56,950	69,293
	56,950	68,385
Increase in cash	374,745	839,444
Cash, beginning of year	8,984,231	8,144,787
Cash, end of year	\$ 9,358,976	\$ 8,984,231
Cash consists of:		
Cash	\$ 274	\$ 253
Funds held in trust	9,358,702	8,983,978
	\$ 9,358,976	\$ 8,984,231

See accompanying notes

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Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

1. Nature of operations

Yukon Lottery Commission (the "Commission"), was created under the provisions of the Yukon Public Lotteries Act, in Yukon, Canada and is responsible for the conduct and management of interjurisdictional lotteries in the Yukon, as set out by agreement with Western Canada Lottery Corporation. Consequently, the Yukon Government controls the Commission. This includes the distribution and administration of funds received from government sanctioned lotteries. The Commission's registered office address is 101-205 Hawkins Street, Whitehorse, Yukon Y1A 1X3. The Commission is not subject to income taxes.

These financial statements were authorized for issue at a meeting of the Commission on September 23, 2022.

2. Significant accounting policies

These financial statements are prepared in accordance with International Financial Reporting Standards. The significant accounting policies are detailed as follows:

(a) Cash

Cash consists of cash on hand, bank deposits and cash funds held in trust.

(b) Basis of preparation

The financial statements have been prepared on the historical cost basis except for certain properties and financial instruments that are measured at revalued amounts or fair values at the end of each reporting period, as explained in accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or liability, the Commission takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

2. Significant accounting policies (continued)

(c) Property and equipment

Property and equipment are recorded at cost. The Commission provides for amortization using the following methods at rates designed to amortize the cost of the property and equipment over their estimated useful lives. The annual amortization rates and methods are as follows:

Furniture and fixtures	20% Declining balance
Leasehold improvements	6 years Straight-line
Machinery and equipment	30% Declining balance
Tools and dies	100% Declining balance
Break-open machines	30% Declining balance
Artwork	Not amortized

(d) Inventory

The inventory of promotional items is valued using the specific item method at the lower of cost and net realizable value. The write-down of inventories to net realizable value is recognized in the period that the write-down occurs. When the circumstances that previously caused inventories to be written down below cost no longer exist or when there is clear evidence of an increase in net realizable value because of changed economic circumstances, the amount of the write-down is reversed.

(e) Transfer payments

Transfer payments are treated as expenditures at the time the transfer payments are approved by the Commission. All unpaid, but approved transfer payments, are included in the provision for committed transfer payments. Approved transfer payments which are not claimed within the required time frame are reversed as unclaimed transfer payments.

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

2. Significant accounting policies (continued)

(f) Financial instruments

Recognition and initial measurement

Trade receivables and debt securities issued are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Commission becomes a party to the contractual provisions of the instrument.

A financial asset, with the exception of a trade receivable without a significant financing component, or financial liability is initially measured at fair value plus, for an item not at fair value through profit or loss, transaction costs that are directly attributable to its acquisition or issue. Trade receivables without a significant financing component are initially measured at the transaction price.

Classification and subsequent measurement

Cash comprises cash on hand, bank balances and short term liquid investments with original maturities of three months or less.

Financial assets are classified and subsequently measured at amortised cost, fair value through other comprehensive income ("FVOCI") and fair value through profit or loss ("FVTPL").

Financial assets measured at amortized cost include: cash, funds held in trust and trade receivables.

Financial liabilities measured at amortized cost include: trade payables and accruals, current portion of lease obligation and lease obligation.

The Commission did not measure any financial assets or liabilities at FVTPL or FVTOCI.

Financial assets are not reclassified subsequent to their initial recognition unless the Commission changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

The Commission does not utilize derivative financial instruments to hedge its foreign currency and interest rate risk exposure.

Financial assets are measured at amortized cost if both of the following conditions are met and the financial asset is not designated as at FVTPL:

- i) it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- ii) its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets are measured at FVOCI if both of the following conditions are met and the financial asset is not designated as at FVTPL.

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Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

2. Significant accounting policies (continued)

- i) it is held within a business model whose objective is to hold assets to collect contractual cash flows and selling financial assets, and
- ii) its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Commission may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive income ("OCI"). The Commission will make this election on an investment-by-investment basis.

Financial assets not classified as measured at amortised cost or FVOCI as described above are measured at FVTPL. On initial recognition, the Commission may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

Financial assets that are held for trading or are managed and whose performance is evaluated on a fair value basis are measured at FVTPL.

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in profit or loss.

Subsequent measurement:

Financial assets at FVTPL - subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in profit or loss.

Financial assets at amortised cost - subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

Financial assets at FVOCI - subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in profit or loss. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.

Equity investments at FVOCI - subsequently measured at fair value. Dividends are recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are never reclassified to profit or loss.

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

2. Significant accounting policies (continued)

Impairment:

The Commission assesses at the end of each reporting period whether there is objective evidence that assets carried at amortized cost and debt securities at FVOCI are credit-impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred based on the expected credit loss ("ECL") model. To determine recognition and measurement of credit losses the Commission considers a broad range of information including past events, current conditions and reasonable and supportable forecasts that affect the expected collectability of the future cash flows of the instrument.

- i) 12-month expected credit losses (stage 1) - financial instruments that have not deteriorated significantly in credit quality since initial recognition or that have low credit risk and
- ii) lifetime expected credit losses (stage 2) - financial instruments that have deteriorated significantly in credit quality since initial recognition and whose credit risk is not low.
- iii) impairment (stage 3) - financial assets that have objective evidence of impairment at the reporting date.

Measurement of the expected credit losses is determined by a probability-weighted estimate of credit losses over the expected life of the financial instrument. ECLs are discounted at the effective interest rate of the financial asset. Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of assets. The Commission recognizes in profit or loss, as an impairment gain or loss, the amount of expected credit loss or reversal required to adjust the allowance.

The Commission uses the simplified approach in accounting for trade and other receivables as well as contract assets and records the loss allowance as lifetime expected credit losses. These are the expected shortfalls in contractual cash flows, considering the potential for default at any point during the life of the financial instrument. When calculating the credit losses the Commission uses its historical experience, external indicators and forward-looking information.

For debt securities at FVOCI, the loss allowance is charged to profit or loss and is recognized in OCI.

Write off:

The gross carrying amount of a financial asset is written off when the Commission has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof.

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

2. Significant accounting policies (continued)

(g) Accounting estimates

The preparation of financial statements in conformity with the selected standard (changes in statements) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Actual results could differ from those estimates.

Management makes assumptions and estimates in determining the net realizable value of inventory. The impact of the assumptions and estimates used could result in the over or understatement of net realizable value and the reported amount of inventory on the statement of financial position and any loss or recovery reported on the statement of income resulting from a write-down or recovery to net realizable value.

Management makes assumptions and estimates in determining the useful life of property and equipment. The impact of the assumptions and estimates could result in an under or overstatement of the annual provision for amortization of these assets resulting in an under or overstatement of the net book value of the assets on the statement of financial position.

Management records commitments for transfer payments to recipients and records these as a provision for committed transfer payments. The amount recorded is based on the amount approved by the Commission based on the recipients' expected expenditures. In some cases the amount is not fully applied for, consequently the amount will result in unclaimed amounts that are recorded as a reduction in transfer payments and committed transfer payments when the amounts are known.

(h) Revenue recognition

Lottery commissions and break-open ticket revenues are recognized when the lottery tickets are sold by Western Canada Lottery Corporation. Terminal revenue is recognized as the administrative service is provided on a weekly basis. Interest income is recognized in the period earned.

(i) Impairment of long-lived assets

The Commission tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected undiscounted future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent carrying value exceeds its fair value.

(j) Functional and presentation currency

Items are measured using the currency of the primary economic environment in which the entity operates ("functional currency"). These financial statements are presented in Canadian dollars, which is the Commission's functional currency and presentation currency.

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

2. Significant accounting policies (continued)

(k) Termination benefits

A liability for termination benefits, in respect of severance, is recognized when the Commission can no longer withdraw the offer of severance.

(l) New and revised IFRSs issued but not yet effective

IFRS 17 - Insurance Contracts

IFRS 17 requires insurance liabilities to be measured at a current fulfillment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. IFRS 17 supersedes IFRS 4 Insurance Contracts as of 1 January 2023.

The Commission does not hold any insurance liabilities and does not anticipate the application of these amendments to have a material impact on the financial statements.

(m) Leases

As a lessee:

The Commission recognizes a right-of-use asset and lease liability at the commencement of an agreement where there is a right to control the use of an asset for a period of time. The date which a lessor makes the asset available for use by a lessee is the commencement date.

Right-of-use assets are initially measured at cost, which comprises the initial amount of the lease liability. After the commencement date the right-of-use assets are measured at cost less any accumulated depreciation and any accumulated impairment losses and adjusted for any re-measurement of the lease liability. Depreciation is measured straight-line over the lower of the estimated remaining useful life of the asset and the end of the lease term. If ownership of the asset transfers by the end of the lease term or the price reflects that the Commission will exercise a purchase option, then the right-of-use asset is depreciated over the remaining useful life of the asset.

The lease liability is initially measured at the present value of the lease payments that are not yet paid, discounted at the Commission's incremental rate of borrowing or the rate implicit in the lease agreement. The lease payments exclude variable components which are dependent on external factors. Variable lease payments which are not included in the initial measurement of lease liability are recognized directly in profit and loss.

Lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect lease payments and re-measuring the carrying amount to reflect any reassessment or lease modifications.

The Commission has elected not to recognize right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Commission, instead, recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

3. Funds held in trust

All general funds of the Commission are held in trust for the Commission by Yukon Government. The account is interest bearing based on a pooled investment portfolio. Most deposits and expenditures are processed through this account which is subject to the provisions of the Yukon Financial Administration Act.

4. Trade receivables

Accounts receivable is all, or substantially all, due from Western Canada Lottery Corporation.

	2022	2021
Accounts receivable	\$ 495,571	\$ 534,071
Less: Allowance for doubtful accounts	-	-
	<u>\$ 495,571</u>	<u>\$ 534,071</u>

5. Inventory

Inventory consists of Commission-branded promotional items on hand at year-end. During the year, \$2,166 (2021 - \$312) was expensed as 'Public relations'.

	2022	2021
Inventory	\$ 4,402	\$ 6,568

6. Property and equipment

	2022				
	Furniture and fixtures	Leasehold improvements	Computer equipment	Artwork	
Cost					
Opening	\$ 118,880	\$ 76,391	\$ 62,664	\$ 26,275	\$ 284,210
Closing	118,880	76,391	62,664	26,275	284,210
Accumulated amortization					
Opening	97,995	76,391	59,611	-	233,997
Provision	4,177	-	917	-	5,094
Closing	102,172	76,391	60,528	-	239,091
Net book value	\$ 16,708	\$ -	\$ 2,136	\$ 26,275	\$ 45,119

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

6. Property and equipment (continued)

						2021
	Furniture and fixtures	Leasehold improvements	Computer equipment	Artwork		
Cost						
Opening	\$ 117,971	\$ 76,391	\$ 62,664	\$ 26,275	\$	283,301
Additions	909	-	-	-	909	
Closing	118,880	76,391	62,664	26,275	284,210	
Accumulated amortization						
Opening	92,982	76,391	58,303	-	227,676	
Provision	5,013	-	1,309	-	6,322	
Closing	97,995	76,391	59,612	-	233,998	
Net book value	\$ 20,885	\$ -	\$ 3,051	\$ 26,275	\$	50,211

7. Leased office asset

The Commission leases office space. The lease term is for three years beginning April 1, 2022 and ending March 31, 2025.

	Cost	Accumulated amortization	Net book value
Right-of-use asset - leased office asset	\$ 265,618	\$ -	\$ 265,618

Maturity analysis - undiscounted lease liabilities

Less than one year	\$ 93,398
One to five years	186,796
More than five years	-

Total undiscounted lease liabilities \$ 280,194

Lease liabilities

Total lease liabilities	\$ 265,618
Less current portion	(88,539)

Non-current portion \$ 177,079

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

7. Leased office asset (continued)

Amounts recognized in net income		
Depreciation expense on right-of-use asset - leased office asset	\$	76,355
Interest expense on lease liabilities		1,634
Lease expense		77,989
Lease expense allocated to Break-open Tickets (Schedule 1)		6,456
Total amounts recognized in net income	\$	84,445

8. Trade payables and accruals

Included in trade payables and accruals are the following:

	2022	2021
Accrued employee termination benefits	\$ 217,564	\$ 210,357
Due to Yukon Government, a related party, for contributions payable	14,400	52,773
Due to Yukon Government, a related party, for wages payable	63,019	49,713
Trade payables and accruals	30,844	41,888
	\$ 325,827	\$ 354,731

9. Provision, committed transfer payments

This provision is to provide a known level of funding to claimants as authorized by the Commission.

	2022	2021
Provision, opening	\$ 929,909	\$ 670,527
Additions	696,151	1,832,543
Paid during the year	(649,090)	(1,290,560)
Unclaimed	(281,029)	(282,601)
	\$ 695,941	\$ 929,909

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

10. Commitments and contingencies

The Commission has provided a commitment for funding to the Yukon Government pursuant to a partnership memorandum of understanding. The value of committed annual funding is as follows:

2023	\$ 1,198,210
2024	1,198,210
	<hr/>
	\$ 2,396,420

The Commission is responsible for paying their employees of five or more years of service severance and sick pay upon retirement or termination of employment (see note 8). The accruals for those employees have been set up as a payable in the financial statements. For employees that have been employed by the Commission for less than five years, severance and sick pay is not required to be paid out unless the employee was laid off or terminated without just cause. The Commission is not aware of any future layoffs or termination of employment; therefore, the amount of any liability is not determinable at this time.

In addition, the Western Canada Lottery Corporation has identified a negative equity balance of \$61,500 that may be collected from the Commission as a result of a pension conversion under IFRS. The decision to collect this amount from the commission has yet to be determined by the Western Canada Lottery Corporation.

11. Transfer payments

	2022	2021
Travel Assistance Program	\$ 79,279	\$ 2,600
Community Lottery Program	610,448	610,448
Project Fund		
Regular intake	883,980	626,229
Three year plan	181,981	232,300
Opportunity	39,225	25,311
Strategic partnerships	-	330,000
Special Funding - APTN	177,572	-
Recreation Awareness Campaign	2,161	61,996
Unclaimed Funds	(281,029)	(282,601)
Yukon Government - YRAC/YAAC (note 12)	1,293,889	1,261,175
Yukon Government - E-services	94,218	134,842
	<hr/>	<hr/>
	\$ 3,081,724	\$ 3,002,300

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

12. Provision, committed to Yukon Government

The Yukon Government, which has control over the Commission, is a related party. This provision is to provide a known level of funding to the Yukon Government Sport and Recreation Branch and Cultural Services Branch, to be accessed as required.

	2022	2021
Excess of revenue over expenditures before transfer payments	\$ 3,487,096	\$ 3,619,761
Less: Break-open net income (schedule 1)	(94,611)	(149,851)
	3,392,485	3,469,910
Change in contingencies reserve (prior year less current year)	12,487	(151,027)
Total revenue available for distribution	\$ 3,404,972	\$ 3,318,883
	2022	2021
Total revenue available for distribution (from above)	\$ 3,404,972	\$ 3,318,883
Less: Available for Yukon Lottery Commission (62%)	(2,111,083)	(2,057,708)
Total available for Yukon Government (38%)	\$ 1,293,889	\$ 1,261,175
	2022	2021
Sport and Recreation Branch (62%)	\$ 802,211	\$ 781,929
Cultural Services Branch (38%)	491,678	479,246
Total transfer payments to Yukon Government	\$ 1,293,889	\$ 1,261,175
	2022	2021
Provision, opening	\$ 2,217,782	\$ 2,126,666
Additions	1,293,889	1,261,175
Paid during the year	(1,104,492)	(1,170,059)
Provision, closing	\$ 2,407,179	\$ 2,217,782

13. Capital management

The Commission considers its surplus to represent the Commission's capital. The Commission manages its capital in such a manner that there is sufficient working capital available to ensure the Commission is able to continue its operations without suffering cash shortfalls, and has sufficient funds to provide transfer payments to eligible recipients and funding to Yukon Government for sport, recreation and arts. The Commission does not have any externally imposed capital requirements. The Commission has restricted surplus (Schedule 2) for certain specified expenditures.

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

13. Capital management (continued)

The Commission has internally restricted surplus earnings of \$4,930,545 (2021 - \$4,526,441) to provide for contingencies, to maintain funding levels for the Commission's funding programs, and for partnership strategic initiatives. These restricted amounts are not available for other purposes without approval of the Commission.

14. Related party transactions

During the year, Yukon Government provided employee services to the Commission of \$565,330 (2021- \$596,828).

During the year, the Commission committed \$1,293,889 (2021 - \$1,261,175) and paid out \$1,104,492 (2021 - \$1,170,060) to Yukon Government.

15. Key management compensation

During the year, key management compensation totaled \$157,207 (2021 - \$192,301). Key management compensation include the general manager's salary and benefits and all board members' honoraria.

16. Financial risk management

(a) Fair value

The Commission's financial instruments include cash, funds held in trust, trade receivables, trade payables and accruals. The fair values approximate their carrying value due to the immediate or short-term maturity of these instruments.

(b) Credit risk

The Commission has credit risk in trade receivables from Western Canada Lottery Corporation in respect of commissions of \$495,571 (2020 - \$534,071), which is not impaired. Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss.

The maximum exposure to credit risk is the carrying value of its accounts receivable.

(c) Liquidity risk

Liquidity risk is the risk the Commission may not be able to meet its obligations associated with its financial liabilities. The Commission's accounts payable and accruals are all due within one year.

Yukon Lottery Commission

Notes to the Financial Statements

March 31, 2022

16. Financial risk management (continued)

(d) Interest rate risk

The Commission is exposed to the interest rate risk on its funds held in trust. A change in the effective interest rate of 1.0% on its funds held in trust would result in an approximate impact on income of \$89,840.

Yukon Lottery Commission

Schedule to the Financial Statements

For the year ended March 31,

Schedule of Break-open Tickets	Schedule 1	
	2022	2021
Revenue	\$ 153,263	\$ 207,199
Expenditures		
Advertising and promotion	367	370
Amortization	376	467
Directors' honoraria, travel and meetings	757	647
Lease (note 7)	6,456	6,458
Office supplies	685	456
Postage and freight	-	19
Professional and consulting fees	1,659	1,242
Public relations	160	25
Repairs and maintenance	-	1,027
Retailer incentive	3,034	1,416
Telephone	1,905	911
Training	24	11
Travel	1,451	193
Wages and benefits	41,778	44,106
	58,652	57,348
Excess of revenues over administration expenditures	\$ 94,611	\$ 149,851

Yukon Lottery Commission
Schedule of Capital Management of Surplus

Schedule 2

For the year ended March 31, 2022 2021

	Operating Surplus	Invested in Capital Assets	Working Capital	Contingencies	Project Fund	Community Lottery Program	Travel Assistance Program	PMOU Strategic Initiatives	Total
Balance, beginning of year	\$ 1,500,401	\$ 50,212	\$ 100,000	\$ 837,719	\$ 2,566,135	\$ 41,802	\$ 377,555	\$ 603,230	\$ 6,077,054
Excess of revenue over expenditures before transfer payments	3,392,486	-	-	-	-	-	-	94,610	3,487,096
Balance before transfer payments	4,892,887	50,212	100,000	837,719	2,566,135	41,802	377,555	697,840	9,564,150
Transfer payments	(1,567,930)	-	-	-	(1,715,544)	-	(79,279)	-	(3,362,753)
Unclaimed funds	3	-	-	-	137,966	140,460	2,600	-	281,029
Transfer payments (note 12)	(1,567,927)	-	-	-	(1,577,578)	140,460	(76,679)	-	(3,081,724)
Amortization	3,324,960	50,212	100,000	837,719	988,557	182,262	300,876	697,840	6,482,426
Invested in capital assets	5,093	(5,093)	-	-	-	-	-	-	-
Transfers from reserves	234,416	-	-	(12,487)	-	(41,802)	(2,555)	-	(177,572)
Transfers to reserves	(2,057,707)	-	-	-	2,057,707	-	-	-	-
Balance, end of year	\$ 1,506,762	\$ 45,119	\$ 100,000	\$ 825,232	\$ 3,046,264	\$ 140,460	\$ 298,321	\$ 520,268	\$ 6,482,426
									\$ 6,077,054

Lotteries Yukon

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Blue Feather Music Society was a recipient of the **Projects Fund** for the Blue Feather Music Festival.

