LOTTERIES YUKON

Yukon Lottery Commission

ANNUAL REPORT 2024-25

SUPPORTING ARTS, SPORT, AND RECREATION... ONE TICKET AT A TIME.

On the cover:

Snowboard Yukon was a recipient of the **Travel Assistance Program**.

This page:

Whitehorse Disc Golf was a recipient of the **Projects Fund.**

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Yukon Lottery Commission Annual Report for the year ended March 31, 2025.

Yukon Music Camp Society was a recipient of the **Projects Fund**.

Erik Pinkertobn

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 2024-25.

Operationally, in 2024-25, 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.

The Commission entered into a strategic partnership with the Yukon Arts Centre with the purchase of a new mobile stage. This stage is lightweight, transportable and is simple to set up and dismantle. It has the capacity to host world-class performances and will allow more events to take place across the Yukon. We also began planning for Lotteries Yukon's 50th anniversary celebrations, including a summer concert series with shows in Carcross, Dawson City, Watson Lake and Whitehorse.

The Commission provided significant contributions to Polarettes Gymnastics and Climb Yukon for equipment needs at their new facility. Also, Sport Yukon received funding for a new timing system to support sport and recreation events. The Yukon Lottery Commission increased the Travel Assistance Funding Program from $200 to $400 per participant. This change will make a huge difference in the cost of travel for our many athletes.

This year, two Yukon residents each won $1 million prizes, one through Western Max and the other through Lotto 6/49. Yukoners also continue to enjoy the convenience of purchasing tickets online through the Lotto Spot app at **lottospot.ca** for both Apple and Android devices. Customers can now bring in winning tickets over $1,000 and receive next-day payouts of up to $1,000,000 in Whitehorse. In the past, tickets had to be mailed to Winnipeg, which created delays and risk. Players no longer have to worry about tickets being lost in the mail.

As the Yukon's agent for the sale of lottery tickets, the Commission continues to be a leader of social responsibility in gambling to assist lottery players in making informed choices, with a focus on positive play. **gamesenseyukon.com**.

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,

Sara Skelton
Chair & Chief Executive Officer,
Yukon Lottery Commission

Sara Skelton
Chair

Norma Davignon
Vice-Chair

Susan Mooney

Kevin McDonnell

Linda Casson

Deborah Bartlette

Kylie Campbell-Clarke

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 by the Partnership Memorandum of Understanding (PMOU) with the 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 $4.6 million in the 2024-25 fiscal year in community-based initiatives related to arts, sport and recreation.

Yukon E-Sports Alliance was a recipient of the **Travel Assistance Program**.

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. Through a service agreement between the Secretary and the Commission, administrative support is provided to Lotteries Yukon.

The sale of lottery tickets in Yukon would not be possible without the significant infrastructure and support provided by WCLC and the network of 35 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.

Augusto! Children's Festival Society was a recipient of the **Projects Fund**.

LOTTERIES 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.

LOTTERIES YUKON | GameSense

19

Number of Yukon communities allocated a total of **$ 651,958** in **COMMUNITY LOTTERY PROGRAM** funding in 2024-25.

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.

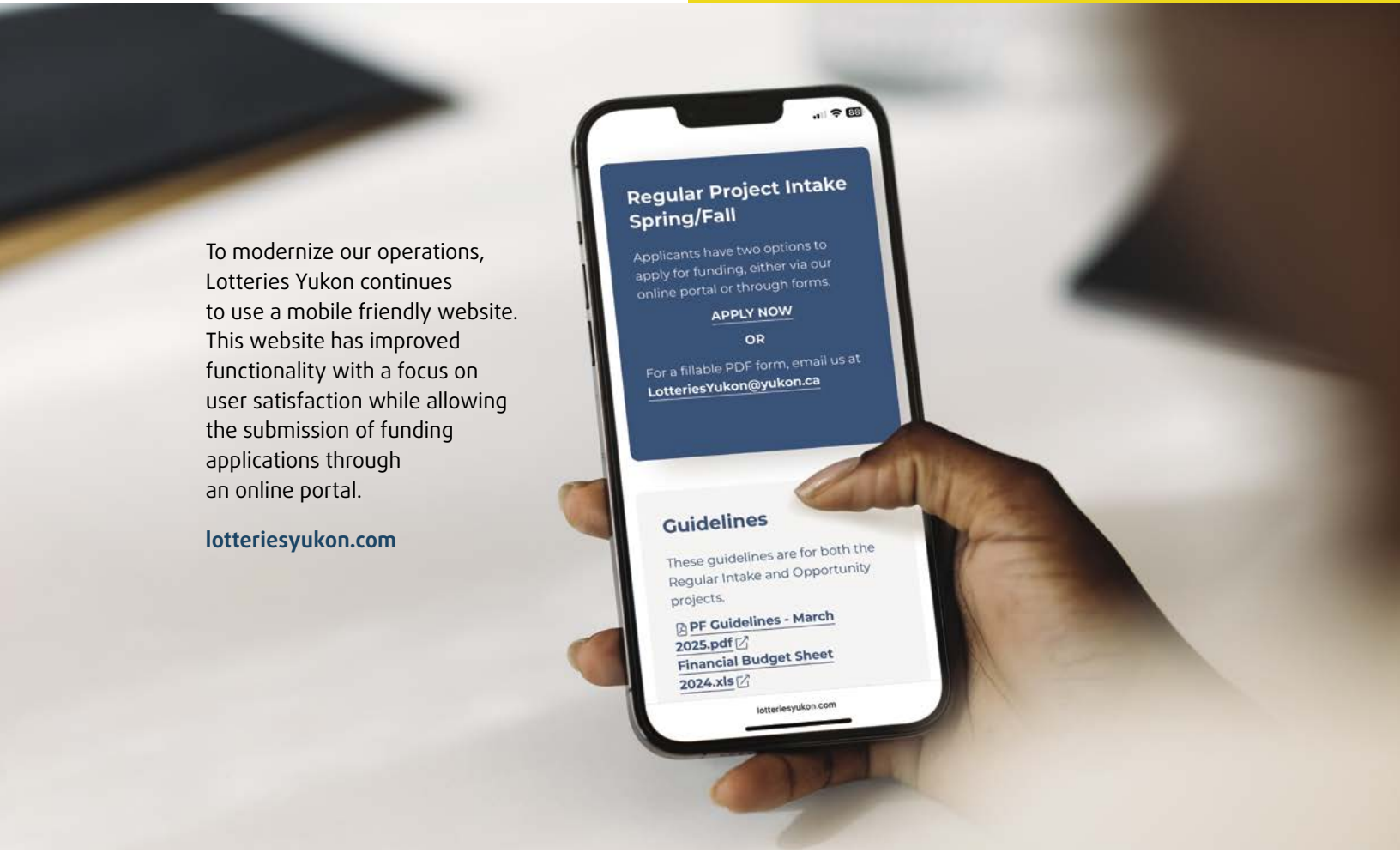
New Initiatives

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

LOTTERIES YUKON | GameSense™

Lottery players in Yukon continue to have the ability to purchase tickets online through the Lotto Spot lottery app **lottospot.ca** for both Apple and Android devices.



To modernize our operations, Lotteries Yukon continues to use a mobile friendly website. This website has improved functionality with a focus on user satisfaction while allowing the submission of funding applications through an online portal.

lotteriesyukon.com

Moving Ahead 2025-26

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;
- Continue to be more responsive to client needs by collaborating with internal partners through the Partnership Memorandum of Understanding;
- Increase engagement and marketing of Lotteries Yukon;
- Increase in legacy sport, arts and recreation projects;
- Celebrate Lotteries Yukon 50th anniversary and the summer concert series; and
- Implement our new strategic plan.

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

$698,201

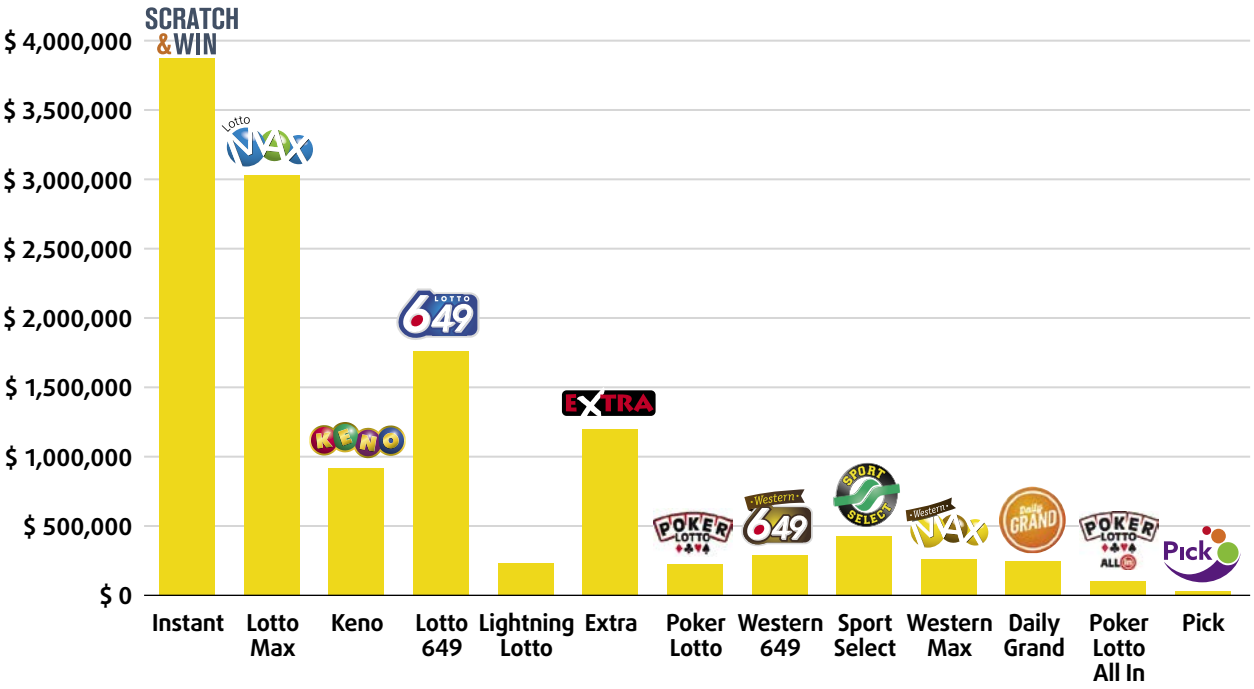
Commissions paid to retailers in 2024-25.

Sales

The Yukon is a member of the Western Canada Lottery Corporation (WCLC), a non-profit organization authorized to manage, conduct and operate lottery and gaming-related activities in Alberta, Saskatchewan, Manitoba, 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 35 retailers in Yukon; 21 retailers located in the Whitehorse area and 14 retailers in the communities.

2024-25 Sales By Game



Yukon Sales By Game - Five Year Comparison

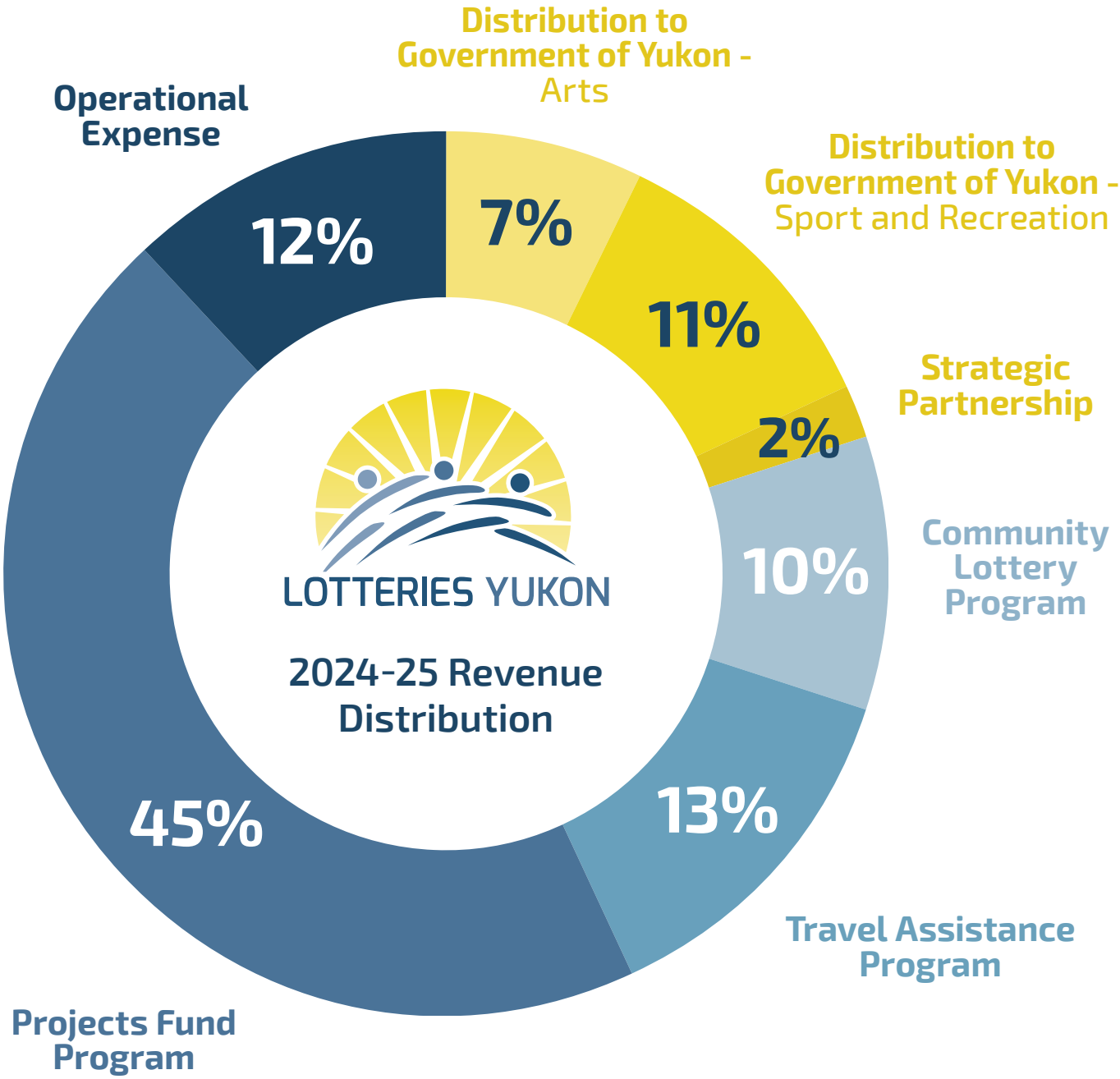
	2024–25	2023–24	2022–23	2021–22	2020–21
Instant	$3,886,664	$4,283,095	$4,077,156	$3,595,413	$4,011,969
Lotto Max	$3,039,884	$2,584,515	$3,484,635	$3,451,430	$3,120,215
Lotto 649	$1,764,903	$1,957,368	$1,552,986	$1,466,196	$1,477,177
Lightning Lotto[4]	$236,751	-	-	-	-
Keno	$922,780	$983,996	$1,308,952	$1,315,078	$1,596,560
Extra	$1,201,814	$1,093,611	$1,109,641	$1,090,359	$1,044,629
Sport Select	$427,342	$627,949	$433,710	$391,147	$292,959
Western 649	$295,544	$310,018	$283,028	$287,863	$296,682
Western Max	$259,730	$228,116	$239,029	$247,156	$251,894
Daily Grand[1]	$246,021	$242,337	$226,962	$225,315	$227,578
Pick	$35,069	$41,013	$42,856	$51,622	$54,102
Poker Lotto[2]	$223,814	$325,116	$247,234	$246,896	$297,078
All In[3]	$107,782	$158,728	$120,796	$119,874	$143,909
TOTAL SALES	**$12,648,098**	**$12,835,862**	**$13,126,985**	**$12,488,349**	**$12,814,752**
Sales Comparison to Prior Year	-$187,764	-$291,123	$638,636	-$326,403	$1,837,122
Percentage Comparison	-1.46%	-2%	4.70%	-3%	14%
Number of Retailers*	35	36	36	36	35

[1] Daily Grand launched October 2016 [2] Poker Lotto launched March 2017 [3] All In launched February 2018 [4] Lightning Lotto Launched May 2024

Midnight Sun Fencing Club was a recipient of the **Travel Assistance Program**.

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 PMOU, 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).



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.

Bruce Barrett

Guild Society was a recipient of the **Projects Fund.**

Projects Fund Program

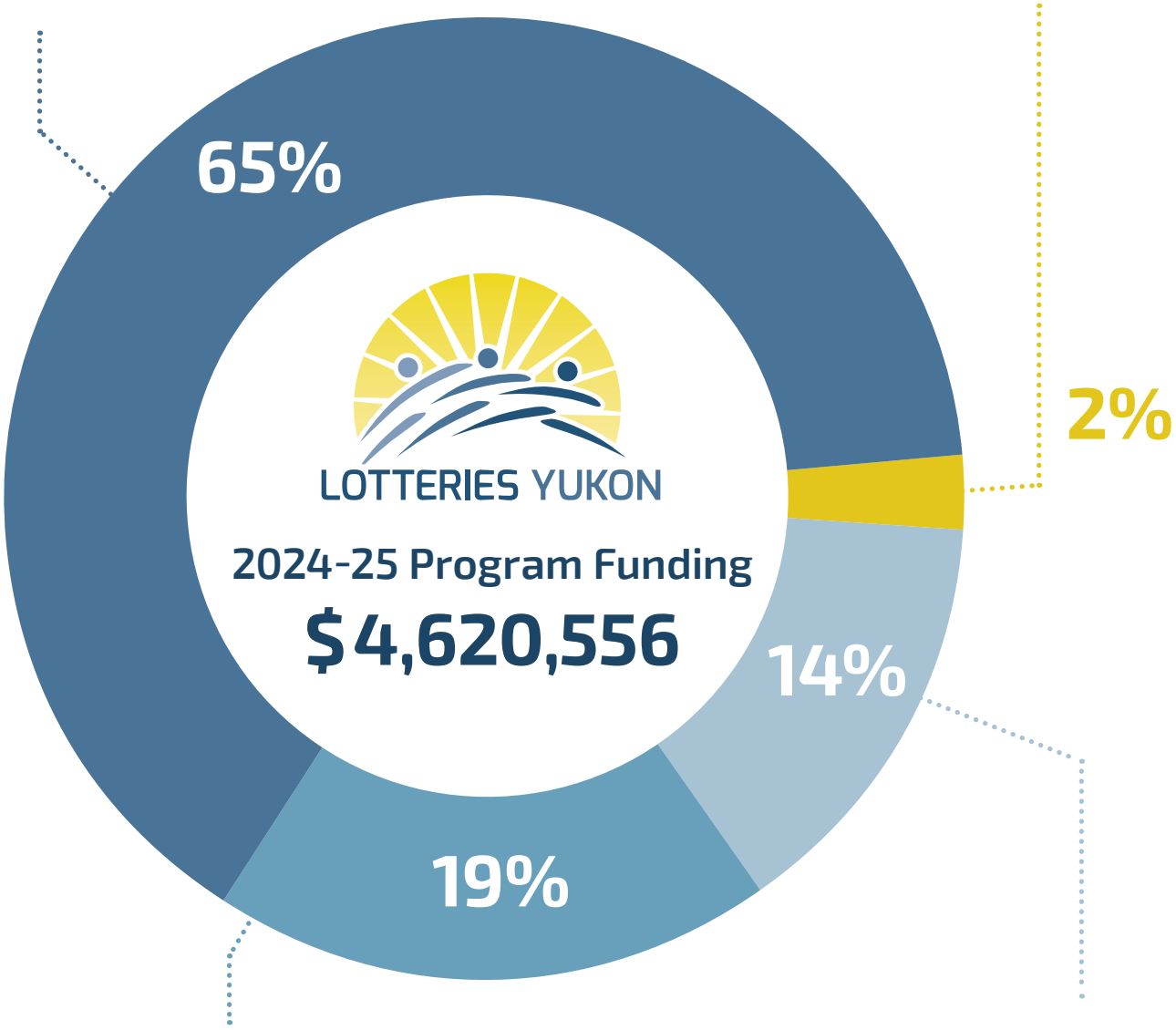
$2,978,779

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

Strategic Partnership

$110,000

- Strategic funding to non-Yukon Government partners for high-impact, transformational projects.



Travel Assistance Program

$879,819

- 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.

Community Lottery Program

$651,958

- 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.

84

Number of Yukon non-profit groups approved for $879,819 in TRAVEL ASSISTANCE FUNDING in 2024-25.

Including the groups on this page; **Yukon Rugby Federation, Softball Yukon, All City Band, Yukon Roller Derby, Yukon Golf Association, Alpine Ski Association, Volleyball Yukon, Arctic Edge Skating Club.**

2024-25 Approved Funding*

Community	Organization	Program	Amount
Beaver Creek	Beaver Creek Community Club	CLP	**$ 11,746**
Burwash Landing	Burwash Landing Recreation Committee	CLP	**$ 11,746**
Carcross	Carcross Recreation Board	CLP	**$ 18,794**
Carmacks	Village of Carmacks	CLP	**$ 18,794**
Dawson City	City of Dawson	CLP	45,978
	Dawson City Arts Society	PF	100,000
	Dawson City Golf Association	PF	58,504
	Dawson City Museum	PF	6,420
	Dawson City Music Festival	PF	83,000
	Klondike Visitors Association	PF	26,109
	North Klondyke Highway Music Society	PF	3,944
			$ 323,955
Faro	Town of Faro	CLP	**$ 14,095**
Haines Junction	Village of Haines Junction	CLP	3,493
	Augusto! Children's Festival Society	PF	9,500
	Junction Arts & Music Society	PF	34,800
			$ 67,793
Keno	Keno Community Club	CLP	7,048
	Keno Community Club	PF	26,537
			$ 33,585
Lorne Mountain	Lorne Mountain Community Association	CLP	14,095
	Lorne Mountain Community Association	PF	5,721
			$ 19,816
Marsh Lake	Marsh Lake Community Society	CLP	**$ 18,794**
Mayo	Village of Mayo	CLP	18,794
	J.V. Clark School	TAP	5,400
	Mayo Volunteer Fire Department	PF	7,500
			$ 31,694
Old Crow	Vuntut Gwitchin First Nation	CLP	**$ 14,095**
Pelly Crossing	Selkirk First Nation	CLP	**$ 14,095**
Ross River	Ross River Recreation Society	CLP	**$ 14,095**
Tagish	Tagish Community Association	CLP	**$ 14,095**
Teslin	Village of Teslin	CLP	18,794
	Teslin Recreation Society	PF	85,076
			$ 103,870
Upper Liard	Liard First Nation	CLP	**$ 11,746**
Watson Lake	Town of Watson Lake	CLP	28,191
	Watson Lake Secondary School	TAP	2,800
			$ 30,991

Community Lottery Program	CLP
Travel Assistance Program	TAP
Projects Fund	PF

2024-25 Approved Funding*

Community	Organization	Program	Amount
Whitehorse	City of Whitehorse	CLP	333,470
	All-City Band	TAP	15,200
	Arctic Edge Skating Club	PF	37,695
	Arctic Edge Skating Club	TAP	10,000
	CSSC Mercier School	TAP	5,600
	Contagious Mountain Bike Club	PF	3,500
	F.H. Collins Secondary School	TAP	22,400
	Fireweed Community Market Society	PF	6,681
	Friends of Mount Sima	PF	280,438
	Heart of Riverdale Community Centre Society	PF	18,026
	Heart of Riverdale Community Centre Society	TAP	5,200
	Kita Kaze Budo Club	PF	3,850
	Kita Kaze Budo Club	TAP	800
	Kluane Quilters Guild	PF	3,025
	Kwanlin Dun Cultural Society	PF	12,825
	Midnight Sun Fencing Club	TAP	4,400
	Mountain View Golf Club	PF	28,351
	Nakai Theatre	PF	37,394
	Northern Lights School of Dance	PF	7,500
	Northern Lights School of Dance	TAP	9,600
	Open Pit Theatre	PF	21,448
	Polarettes Gymnastics	PF	505,277
	Porter Creek Secondary School	TAP	17,990
	Raven Recycling	PF	6,500
	Robotics North Society	PF	12,526
	Robotics North Society	TAP	13,600
	St. Francis of Assisi Catholic Secondary School	TAP	16,220
	Subzero Volleyball Club	PF	35,257
	Teegatha'Oh Zheh	PF	51,500
	The Folk Society of Whitehorse	PF	6,649
	Trinity Luthern Church	PF	19,220
	Whitehorse Bike Kitchen Task Force	PF	2,845
	Whitehorse Bike Kitchen Task Force	TAP	2,400
	Whitehorse Disc Golf	PF	33,629
	Whitehorse Disc Golf	TAP	2,800
	Whitehorse Glacier Bears	PF	7,500
	Whitehorse United F/C	PF	2,850
	Wolf Creek Community Association	PF	7,500
			$ 1,611,667
Yukon	Jazz Yukon	PF	34,365
	Judo Yukon	TAP	35,014
	Larrikin Entertainment Ensemble	PF	40,000
	Learning Disabilities Association of Yukon	PF	11,267
	Longest Night Society	PF	14,700
	Muaythai Yukon Association	PF	17,300
	Muaythai Yukon Association	TAP	12,000
	Music Yukon	PF	29,293
	Paddlers Abreast Society	PF	2,520
	Paradise Music Festival	PF	4,100
	Ramshackle Theatre Society	PF	8,100
	Screen Production Yukon Association	PF	20,000

2024-25 Approved Funding*

Community	Organization	Program	Amount
Yukon continued	Snowboard Yukon	PF	4,374
	Snowboard Yukon	TAP	8,400
	Softball Yukon	TAP	62,040
	Sport Yukon	PF	55,000
	Sport Yukon	TAP	600
	Squash Yukon	PF	7,500
	Squash Yukon	TAP	8,000
	Swim Yukon	TAP	26,000
	Tennis Yukon	PF	2,300
	Thay K'i Anint'i (TKI)	PF	20,000
	Tourism Industry Association of YT	PF	5,960
	Volleyball Yukon	PF	28,550
	Volleyball Yukon	TAP	138,821
	Yukon Aboriginal Sport Circle	TAP	8,888
	Yukon Amateur Hockey Association	TAP	97,916
	Yukon Amateur Speed Skating	TAP	6,400
	Yukon Art Society	PF	7,500
	Yukon Arts Centre Foundation	PF	25,000
	Yukon Badminton Association	TAP	3,600
	Yukon Bluegrass Music Society	PF	30,000
	Yukon Breeze Sailing	TAP	800
	Yukon Curling	TAP	6,800
	Yukon Dog Mushers Association	TAP	1,800
	Yukon E-Sports Alliance	TAP	4,800
	Yukon Film Society	PF	19,153
	Yukon First Nations Culture and Tourism Association	PF	28,166
	Yukon Freestyle Ski Association	PF	18,000
	Yukon Freestyle Ski Association	TAP	6,000
	Yukon Golf Association	TAP	3,600
	Yukon Gymnastics Association	TAP	14,000
	Yukon Little League	PF	48,256
	Yukon Little League	TAP	9,800
	Yukon Music Camp Society	PF	20,000
	Yukon Orienteering Association	TAP	4,400
	Yukon Pickleball Association	TAP	1,600
	Yukon Quest International Association	PF	19,935
	Yukon River Marathon Paddling Association	PF	32,200
	Yukon Roller Derby	TAP	3,600
	Yukon Rugby Federation	TAP	12,800
	Yukon Run For Life	PF	16,740
	Yukon Soccer Association	TAP	77,079
	Yukon Rendezvous Society	PF	30,420
	Yukon Theatre for Young People	PF	41,000
	Yukon Women in Music Association	PF	23,618
	Yukon Words Society	PF	19,705
	YXY Beach Volleyball Club	PF	15,678
			$ 2,125,090

** 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*

Revenue Sharing

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

Arts

$ 463,197

Lottery revenues to the 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

$ 755,742

Lottery revenues to the 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.

Music Yukon was a recipient of the **Projects Fund.**

Erik Pinkertobn

Music Yukon was a recipient of the **Project Fund for Arts in the Park.**

Biathlon Yukon was a recipient of the **Travel Assistance Program.**

Yukon Lottery Commission Revenue Sharing Model

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

62%

LOTTERIES YUKON

- **Projects Fund**
- **Travel Assistance Program**
- **Community Lottery Program**

38%

Yukon

- **Yukon Arts Advisory Council** — **38%**
- **Yukon Recreation Advisory Committee** — **62%**

Nakai Theatre was a recipient of the **Projects Fund**.

Erik Pinkertobn

2024-25 Financial Statements

Yukon Lottery Commission

Financial Statements

March 31, 2025

(Expressed in Canadian dollars)

Yukon Lottery Commission

Financial Statements
(Expressed in Canadian dollars)

March 31, 2025

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Management Responsibility Statement

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

Management prepares the financial statements in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board. 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
August 27, 2025

Crowe

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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, 2025, and the statements of comprehensive loss, and 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, 2025, and the results of its operations and its cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board.

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 ("IFRS") as issued by the International Accounting Standards Board, 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
August 27, 2025

Crowe MacKay LLP
Chartered Professional Accountants

Yukon Lottery Commission

Statement of Comprehensive Loss
(Expressed in Canadian dollars)

For the year ended March 31,	2025	2024
Revenues		
Commissions - Western Canada Lottery Corporation	$ 3,432,871	$ 3,722,637
Interest	443,427	576,603
Break-open Tickets (schedule 1)	197,832	223,295
Terminals	9,130	8,960
	4,083,260	4,531,495
Administration expenditures		
Advertising and promotion	815	6,555
Break-open Tickets (schedule 1)	67,629	64,293
Depreciation on property and equipment (note 8)	2,347	2,890
Depreciation on right-of-use asset (note 9)	80,989	81,964
Interest on lease liability (note 9)	1,747	4,895
Office	6,935	8,254
Professional, consulting and administrative services agreement fees (note 16)	90,108	109,853
Public relations	12,003	802
Repairs and maintenance	15,028	16,713
Telephone and utilities	7,857	23,627
Travel	8,994	4,313
Wages and benefits (note 16)	506,634	510,862
	801,086	835,021
	3,282,174	3,696,474
Commission meeting and program expenditures		
Directors' honoraria, travel and meetings	10,186	9,747
Retailer incentive	18,606	26,485
	28,792	36,232
Comprehensive income before transfer payments	3,253,382	3,660,242
Transfer payments (note 13)	5,502,279	5,112,652
Comprehensive loss	$ (2,248,897)	$ (1,452,410)

See accompanying notes

6

Yukon Lottery Commission

Statement of Changes in Equity
(Expressed in Canadian dollars)

For the year ended March 31,	2025	2024
Surplus, beginning of year	**$ 5,982,313**	$ 7,434,723
Comprehensive loss	**(2,248,897)**	(1,452,410)
Surplus, end of year	**$ 3,733,416**	$ 5,982,313

See accompanying notes

Yukon Lottery Commission

Statement of Financial Position
(Expressed in Canadian dollars)

March 31,	2025	2024
Assets		
Current		
Cash	$ 211	$ 147
Funds held in trust (note 5)	8,735,858	10,855,367
Trade receivables (note 6)	280,294	457,740
Inventory (note 7)	4,332	2,494
Prepaid expenses	21,776	28,933
	9,042,471	11,344,681
Property and equipment (note 8)	41,576	38,015
Right-of-use asset (note 9)	292,180	88,576
	$ 9,376,227	$ 11,471,272
Liabilities		
Current		
Trade payables and accruals (note 10)	$ 229,645	$ 445,242
Provision, committed to Yukon Government (note 14)	2,819,819	2,891,003
Provision, committed transfer payments (note 11)	2,301,167	2,061,063
Current portion of lease obligation (note 9)	94,010	91,651
	5,444,641	5,488,959
Lease obligation (note 9)	198,170	-
	5,642,811	5,488,959
Equity		
Surplus (schedule 2)	3,733,416	5,982,313
	$ 9,376,227	$ 11,471,272

Commitments and contingencies (note 12)

Approved on behalf of the Commission:

Member

Member

See accompanying notes

Yukon Lottery Commission

Statement of Cash Flows
(Expressed in Canadian dollars)

For the year ended March 31,	2025	2024
Cash provided by (used for)		
Operating activities		
Comprehensive loss	**$ (2,248,897)**	$ (1,452,410)
Items not affecting cash		
Depreciation	**2,555**	3,122
Lease expense	**90,323**	93,434
	(2,156,019)	(1,355,854)
Change in non-cash working capital items		
Trade receivables	**177,446**	(42,613)
Inventory	**(1,838)**	674
Prepaid expenses	**7,157**	(7,030)
Trade payables and accruals	**(215,597)**	89,121
Provision, committed to Yukon Government	**(71,184)**	190,501
Provision, committed transfer payments	**240,104**	1,221,812
	(2,019,931)	96,611
Financing activity		
Lease payments	**(93,398)**	(93,398)
Investing activity		
Purchase of property and equipment	**(6,116)**	-
Increase (decrease) in cash	**(2,119,445)**	3,213
Cash, beginning of year	**10,855,514**	10,852,301
Cash, end of year	**$ 8,736,069**	$ 10,855,514
Cash consists of:		
Cash	**$ 211**	$ 147
Funds held in trust	**8,735,858**	10,855,367
	$ 8,736,069	$ 10,855,514
Supplemental cash flow information		
The Commission had the following significant non-cash transactions:		
Addition of right-of-use asset	**$ 292,180**	$ -
Addition of lease obligation	**$ (292,180)**	$ -

See accompanying notes

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 August 27, 2025.

2. Adoption of new and revised standards

The following amendments were adopted during the year:

Amendments to IAS 1 – Classification of Liabilities as Current or Non-current

The amendments to IAS 1 provide a more general approach to the classification of liabilities based on the contractual arrangements in place at the reporting date. These amendments are effective for reporting periods beginning on or after January 1, 2024 and do not have a material impact on the financial statements.

Amendment to IAS 1 – Non-current Liabilities with Covenants

The amendment clarifies how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. This amendment is effective for reporting periods beginning on or after January 1, 2024 and does not have a material impact on the financial statements.

3. New and revised IFRSs issued but not yet effective

The following new standard is not yet effective and has not been applied in preparing these financial statements. The Commission expects to adopt the new standard at the effective dates.

IFRS 18 Presentation and Disclosure in Financial Statements

IFRS 18 introduces three sets of new requirements to give investors more transparent and comparable information about companies' financial performance for better investment decisions.
1. Three defined categories for income and expenses—operating, investing and financing—to improve the structure of the income statement, and require all companies to provide new defined subtotals, including operating profit.
2. Requirement for companies to disclose explanations of management-defined performance measures (MPMs) that are related to the income statement.
3. Enhanced guidance on how to organize information and whether to provide it in the primary financial statements or in the notes.

This new standard is effective for reporting periods beginning on or after January 1, 2027. The Commission will be assessing the impact on its financial statements in the future.

4. Material accounting policies

These financial statements are prepared in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board. The material accounting policies are detailed as follows:

(a) Basis of preparation

The financial statements have been prepared on the historical cost basis.

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

4. Material accounting policies (continued)

- Level 3 inputs are unobservable inputs for the asset or liability.

(b) Property and equipment

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

Furniture and fixtures	20% Declining balance
Leasehold improvements	6 years Straight-line
Computer equipment	30% Declining balance
Artwork	Not amortized

(c) Provisions

Provisions are recognized when the Commission has a present obligation as a result of the approval of a transfer payment by the Commission where it is probable that the Commission with be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation.

All unpaid, but approved transfer payments, are included in the provision for committed transfer payments. When the Commission determines that an obligation no longer exists, as there will be no future claims by the recipient of the transfer payment, the amount is considered unclaimed and the provision is reduced.

The Commission records two separate provisions.
- Committed to Yukon Government - provides for amounts that are subject to an agreement between the Commission and the Yukon Government that provides for the addition of 38% of the annual revenue available for distribution less amounts claimed in the current and prior year
-Committed transfer payments that provides for other claimants that are not subject to the agreement between the Yukon Government and the Commission.

4. Material accounting policies (continued)

(d) Financial instruments

Recognition and initial measurement

Financial assets and financial liabilities are initially recognised when the Commission becomes a party to the contractual provisions of the instrument and are measured at fair value. Transaction costs that are directly attributable to the acquisition or issuance of a financial instrument apart from those measured at fair value through profit and loss are added to the fair value on initial recognition and accreted to profit and loss over the term of the instrument.

Classification and subsequent measurement

Cash comprises cash on hand and funds held in trust.

Financial instruments 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.

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 liabilities are classified as measured at amortised cost or FVTPL. A financial liability is measured as at FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition, otherwise it is classified as measured at amortized cost. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss.

Subsequent measurement:

4. Material accounting policies (continued)

Financial instruments at amortised cost are subsequently measured using the effective interest method. Any gain or loss on derecognition is recognised in profit or loss.

Impairment:

The Commission assesses at the end of each reporting period whether there is objective evidence that financial assets may be 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 receivables 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.

4. Material accounting policies (continued)

(e) Accounting estimates and judgements

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 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 depreciation 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.

Management makes assumptions and estimates in determining the incremental borrowing rate for lease obligations. The impact of the assumptions and estimates could result in an under or overstatement of the net book value of the right-of-use asset and the lease obligations on the statement of financial position.

(f) Revenue recognition

Under IFRS 15 lottery commission revenue is recognized when the draw based game occurs. Instant win ticket or break-open ticket revenue is recognized at the time the retailer activates a specific book of tickets via the on-line accounting system for a sale to a customer.

IFRS 15 presents a single model of recognizing revenue from contracts with customers with the exception of certain contracts under other IFRSs. The standard requires revenue to be recognized in a manner that depicts the transfer of promised goods or services to a customer and at an amount that reflects the expected consideration receivable in exchange for transfer of those good and services. Under IFRS 15, revenue is measured at the transaction price, which is allocated to the performance obligations identified in the contract with the customer. The transaction price is the amount of consideration to which an entity expects to be entitled in exchange for transferring promised good or services to customers.

As a result, commission revenues are required to be reported net of expected prize expense, and the Western Canada Lottery Commission's cost of producing and selling the tickets and is labeled Commissions - Western Canada Lottery Commission. Break-open tickets commission revenue is separately recorded and is labeled Break-open Tickets.

Terminal revenue is recognized as the administrative service is provided to retailers on a weekly basis.

4. Material accounting policies (continued)

(g) 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.

(h) 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.

(i) 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.

4. Material accounting policies (continued)

(j) Termination benefits

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

5. Funds held in trust

All general funds of the Commission are held in trust for the Commission by the 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.

6. Trade receivables

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

7. Inventory

Inventory consists of Commission-branded promotional items on hand at year-end.

8. Property and equipment

					2025
	Furniture and fixtures	Leasehold improvements	Computer equipment	Artwork	
Cost					
Opening	$ 118,880	$ 76,391	$ 62,664	$ 26,275	$ 284,210
Additions	6,116	-	-	-	6,116
Closing	124,996	76,391	62,664	26,275	290,326
Accumulated depreciation					
Opening	108,187	76,391	61,617	-	246,195
Provision	2,240	-	315	-	2,555
Closing	110,427	76,391	61,932	-	248,750
Net book value	$ 14,569	$ -	$ 732	$ 26,275	$ 41,576

8. Property and equipment (continued)

					2024
	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 depreciation					
Opening	105,513	76,391	61,168	-	243,072
Provision	2,674	-	449	-	3,123
Closing	108,187	76,391	61,617	-	246,195
Net book value	$ 10,693	$ -	$ 1,047	$ 26,275	$ 38,015

9. Right-of-use asset and lease obligation

The Commission leases office space. The lease term is for three years beginning April 1, 2025 and ending March 31, 2028.

			2025
	Cost	Accumulated amortization	Net book value
Right-of-use	**$ 292,180**	**$ -**	**$ 292,180**

			2024
	Cost	Accumulated amortization	Net book value
Right-of-use	$ 265,618	$ 177,042	$ 88,576

Maturity analysis - undiscounted lease liabilities	
Less than one year	$ 102,738
One to five years	205,476
Total undiscounted lease liabilities	$ 308,214

9. Right-of-use asset and lease obligation (continued)

Lease liabilities - principal	
Total lease liabilities	$ 292,180
Less current portion	(94,010)
Non-current portion	$ 198,170

Amounts recognized in net income	
Depreciation expense on right-of-use asset - leased office asset	$ 88,576
Interest expense on lease liabilities	1,747
Lease expense	90,323
Lease expense allocated to Break-open Tickets (Schedule 1)	(7,587)
	$ 82,736

The lease payments have been discounted at an effective interest rate of 3.5%. The lease payments commenced on April 1, 2025 and will end on March 31, 2028. The continuity of the discounted lease liability over the term of the lease is as follows:

	Start of lease	2026	2027	2028
Lease Liability	$ 292,180	$ 94,010	$ 97,354	$ 100,816

10. Trade payables and accruals

Included in trade payables and accruals are the following:

	2025	2024
Accrued employee termination benefits	**$ 138,951**	$ 270,699
Due to Yukon Government, a related party, for expenses	**-**	892
Due to Yukon Government, a related party, for wages payable	**62,721**	129,180
Trade payables and accruals	**27,973**	44,471
	$ 229,645	$ 445,242

11. Provision, committed transfer payments

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

	2025	2024
Provision, beginning of year	**$ 2,061,063**	$ 839,251
Additions	**1,664,893**	2,039,938
Paid during the year	**(1,087,573)**	(554,730)
Unclaimed	**(337,216)**	(263,396)
Provision, end of year	**$ 2,301,167**	$ 2,061,063

12. Commitments and contingencies

The Commission is responsible for paying their employees, with five or more years of service severance and sick pay upon retirement or termination of employment (see note 10). 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.

13. Transfer payments

	2025	2024
Travel Assistance Program	$ 879,819	$ 346,549
Community Lottery Program	651,958	651,958
Project Fund		
Regular intake	2,303,399	1,584,053
Three year plan	461,696	309,539
Opportunity	213,684	123,442
Strategic partnerships	110,000	1,016,100
Special Funding - APTN	-	-
Recreation Awareness Campaign	-	-
Unclaimed Funds	(337,216)	(268,111)
Yukon Government - YRAC/YAAC (note 14)	1,218,939	1,349,122
Yukon Government - E-services	-	-
	$ 5,502,279	$ 5,112,652

14. 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.

	2025	2024
Excess of revenue over expenditures before transfer payments	$ 3,253,383	$ 3,660,241
Less: Break-open net income (schedule 1)	(130,203)	(159,002)
	3,123,180	3,501,239
Change in contingencies reserve (prior year less current year)	84,554	49,081
Total revenue available for distribution	$ 3,207,734	$ 3,550,320

	2025	2024
Total revenue available for distribution (from above)	$ 3,207,734	$ 3,550,321
Less: Available for Yukon Lottery Commission (62%)	(1,988,795)	(2,201,199)
Total available for Yukon Government (38%)	$ 1,218,939	$ 1,349,122

	2025	2024
Sport and Recreation Branch (62%)	$ 755,742	$ 836,456
Cultural Services Branch (38%)	463,197	512,666
	$ 1,218,939	$ 1,349,122

14. Provision, committed to Yukon Government (continued)

	2025	2024
Provision, beginning of year	$ **2,891,003**	$ 2,700,502
Additions	**1,218,939**	1,349,122
Paid during the year	**(1,290,123)**	(1,158,621)
Provision, end of year	$ **2,819,819**	$ 2,891,003

15. 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 for certain specified expenditures.

The Commission has internally restricted surplus earnings of $3,019,935 (2024 - $4,448,037) to provide for contingencies, to maintain funding levels for the Commission's funding programs, and for partnership strategic initiatives (Schedule 2). These restricted amounts are not available for other purposes without approval of the Commission. The restricted amounts consist of:

Invested in Capital Assets - an amount equal to the net book value of the Commission Capital Assets.

Working Capital - a fixed amount of $100,000 to cover working capital needs.

Contingencies - an amount equal to 20% of revenue not including break-open ticket revenue.

Project Fund, - an amount is added annually to support various projects as approved by the Commission. Any amount paid to recipients or or any unclaimed amounts once a project is completed reduce the restricted amount.

Community Lottery Program - an amount is approved annually by the Commission to fund community lottery programming. Any amount paid to recipients or or any unclaimed amount upon completion of a project reduces the restricted amount.

Travel Assistance Program - an amount is approved annually by the Commission to fund travel for applicants. Any amount paid to recipients or or any unclaimed amount upon completion of travel reduces the restricted amount.

PMOU Strategic Initiatives - the net amount of break-open ticket revenues less allocated expenses as shown in schedule 1 is added to the restricted amount each year to fund future initiatives of strategic importance as determined by the Commission from time to time.

16. Related party transactions

The Government of Yukon controls the Commission.

During the year, Yukon Government provided employee services to the Commission of $551,429 (2024 - $551,846) and provided other administrative services of Nil (2024 - 74,230).

During the year, the Commission committed transfer payments of $1,218,939 (2024 - $1,349,122) and paid out $1,290,123 (2024 - $1,151,628) to the Yukon Government.

17. Key management compensation

During the year, key management short-term employee benefits and Commission member compensation totaled $185,081 (2024 - $172,376) plus termination benefits of Nil (2024 - $1,116) Key management compensation includes the general manager's salary and benefits and all Commission members' honoraria.

18. Financial risk management

(a) Liquidity risk

Liquidity risk is the risk the Commission may not be able to meet its obligations associated with its financial liabilities. The Commission reviews and maintains sufficient cash resources to ensure that liabilities can be settled when they become due.

(b) Credit risk

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 Commission has credit risk in trade receivables from Western Canada Lottery Corporation in respect of commissions of $280,294 (2024 - $457,740) and has recorded a credit loss allowance of nil (2024 - nil) based on historical default rates and collections subsequent to the year end.

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

(c) 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 $87,358.

(d) Fair value

The Commission's financial instruments include cash, funds held in trust, trade receivables, trade payables and accruals and lease liability. The fair values on initial recognition are measured at the transaction amounts due to the short-term to maturity, except for the lease liability which is measured using the entity's incremental borrowing rate.

Yukon Lottery Commission

Schedule to the Financial Statements
(Expressed in Canadian dollars)

For the year ended March 31,

Schedule of Break-open Tickets

Schedule 1

		2025		2024
Revenue	$	**197,832**	$	223,295
Expenditures				
Advertising and promotion		**71**		526
Depreciation		**208**		232
Directors' honoraria, travel and meetings		**901**		782
Lease (note 9)		**7,587**		6,576
Office supplies and printing		**554**		480
Postage and freight		**22**		129
Professional, consulting and administrative service agreement fees		**7,967**		8,813
Public relations		**1,061**		64
Repairs and maintenance		**1,329**		1,341
Retailer incentive		**1,645**		2,125
Telephone		**695**		1,895
Training		**-**		40
Travel		**795**		306
Wages and benefits		**44,794**		40,984
		67,629		64,293
Excess of revenues over expenditures	$	**130,203**	$	159,002

Yukon Lottery Commission

Schedule of Capital Management of Surplus **Schedule 2**

(Expressed in Canadian dollars)

For the year ended March 31, **2025** 2024

	Operating Surplus	Invested in Capital Assets	Working Capital	Contingencies	Project Fund	Community Lottery Program	Travel Assistance Program	PMOU Strategic Initiatives	**Total**	Total
Balance, beginning of year	$ 1,534,276	$ 38,015	$ 100,000	$ 861,640	$ 2,522,566	$ 192,775	$ 52,427	$ 680,614	**$ 5,982,313**	$ 7,434,723
Comprehensive income before transfer payments	3,123,180	-	-	-	-	-	-	130,203	**3,253,383**	3,660,242
Balance before transfer payments	4,657,456	38,015	100,000	861,640	2,522,566	192,775	52,427	810,817	**9,235,696**	11,094,965
Transfer payments	(1,218,939)	-	-	-	(3,740,737)	-	(879,819)	-	**(5,839,495)**	(5,376,048)
Unclaimed funds	-	-	-	-	102,223	158,706	76,287	-	**337,216**	263,396
Transfer payments (note 14)	(1,218,939)	-	-	-	(3,638,514)	158,706	(803,532)	-	**(5,502,279)**	(5,112,652)
Subtotal	3,438,517	38,015	100,000	861,640	(1,115,948)	351,481	(751,105)	810,817	**3,733,417**	5,982,313
Depreciation	2,555	(2,555)	-	-	-	-	-		**-**	-
Invested in capital assets	(6,116)	6,116	-	-	-	-	-	-	**-**	-
Transfers from reserves	276,606	-	-	(84,554)		(192,052)	-	-	**-**	-
Transfers to reserves	(2,998,048)	-	-	-	2,201,399	-	796,649	-	**-**	-
Balance, end of year	$ 713,514	$ 41,577	$ 100,000	$ 777,086	$ 1,085,451	$ 159,429	$ 45,544	$ 810,817	**$ 3,733,417**	$ 5,982,313

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Number of Yukon non-profit groups approved for **$ 2,978,779** in **PROJECT FUNDING** in 2024-25.

Teegatha'Oh Zheh was a recipient of the **Projects Fund.**

Ramshackle Theatre Society was a recipient of the **Projects Fund.**

Climb Yukon Association was a recipient of the **Travel Assistance Program.**

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