



## Nunavut Wildlife Management Board

### Financial Statements

For The Year Ended March 31, 2004

### Auditor's Report

To the Members of the Nunavut Wildlife Management Board

We have audited the statement of financial position of the Nunavut Wildlife Management Board as at March 31, 2004 and the statements of operations, changes in fund balances, and cash flows for the year then ended. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Board as at March 31, 2004 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Iqaluit, Nunavut  
June 8, 2004

CHARTERED ACCOUNTANTS



## Statement of Operations

### For The Year Ended March 31, 2004

	<b>Budget 2004</b>	<b>Actual 2004</b>	<b>Actual 2003</b>
<b>REVENUES</b>			
Operating Contributions			
Government of Canada	\$4,679,411	\$4,679,411	\$4,691,279
Government of Nunavut	539,200	539,200	539,200
Other income	0	154,763	30,887
	<u>5,218,611</u>	<u>5,373,374</u>	<u>5,261,366</u>
<b>EXPENSES</b>			
Advertising and promotion	20,000	39,072	31,012
Communications	26,000	39,131	33,448
Contracted services	150,000	151,276	109,423
Amortization	60,000	62,184	81,746
Harvest Study project	136,023	213,933	321,839
Insurance	17,808	14,294	17,992
Meeting expenses—Board	154,000	127,925	142,063
Office expenses	62,480	66,813	49,202
Office rent	110,572	110,089	104,392
Professional fees	173,138	142,832	170,733
Publications	20,000	22,347	21,047
Staff operational meetings and travel	376,718	299,924	352,568
Vehicle	19,243	25,395	11,755
Wages and benefits	1,096,981	1,057,440	1,063,129
Website development	17,966	29,700	61,256
Wildlife conservation education	35,000	100,374	36,131
Wildlife studies	25,000	14,247	107,620
	<u>2,500,929</u>	<u>2,516,976</u>	<u>2,715,356</u>
<b>DISTRIBUTIONS TO RWOs AND HTOs</b>	<u>2,717,682</u>	<u>2,717,682</u>	<u>2,434,577</u>
<b>OTHER EXPENSES</b>			
Loss on disposal of assets	0	0	28,305
<b>TOTAL EXPENSES</b>	<u>5,218,611</u>	<u>5,234,658</u>	<u>5,178,238</u>
<b>EXCESS REVENUES (EXPENSES)</b>	<u>\$0</u>	<u>\$138,716</u>	<u>\$83,128</u>



## Statement of Changes in Fund Balances

For The Year Ended March 31, 2004

	General Fund		Invested in Capital Assets		Total	
	2004	2003	2004	2003	2004	2003
<b>FUND BALANCES, BEGINNING OF YEAR</b>	\$371,514	\$208,917	\$184,361	\$263,830	\$555,875	\$472,747
Excess revenues (expenses)	138,716	83,128	0	0	138,716	83,128
Amortization	62,184	81,746	(62,184)	(81,746)	0	0
Loss (gain) on disposal of equipment	0	28,305	0	(28,305)	0	0
Proceeds from disposal of equipment	0	1,000	0	(1,000)	0	0
Purchase of equipment	(53,432)	(31,582)	53,432	31,582	0	0
<b>FUND BALANCES, END OF YEAR</b>	<b>\$518,982</b>	<b>\$371,514</b>	<b>\$175,609</b>	<b>\$184,361</b>	<b>\$694,591</b>	<b>\$555,875</b>



## Statement of Financial Position

As At March 31, 2004

	2004	2003
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$480,531	\$265,534
Accounts receivable	141,206	93,105
Due from Nunavut Wildlife Research Trust	0	113,366
Prepaid expenses	75,489	24,475
	<u>697,226</u>	<u>496,480</u>
<b>EQUIPMENT (Notes 2 &amp; 3)</b>	175,609	184,361
	<u>\$872,835</u>	<u>\$680,841</u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$178,244	\$124,966
<b>FUND BALANCES</b>		
<b>INVESTED IN EQUIPMENT (Notes 2 and 3)</b>	175,609	184,361
<b>GENERAL FUND</b>	518,982	371,514
	<u>694,591</u>	<u>555,875</u>
	<u>\$872,835</u>	<u>\$680,841</u>

Approved:

Chairperson

Chief Operating Officer



## Statement of Cash Flows

### For The Year Ended March 31, 2004

	2004	2003
<b>CASH FROM OPERATING ACTIVITIES</b>		
Excess of expenses over revenues	\$138,716	\$83,128
Items not requiring cash:		
Amortization	62,184	81,746
Loss (gain) on disposal of equipment	0	28,305
	<u>200,900</u>	<u>193,179</u>
Cash provided by (used for) changes in non-cash working capital		
Accounts receivable	(48,101)	(745)
Loan receivable - Kivalliq Wildlife Board	0	13,750
Due from Nunavut Wildlife Research Trust	113,366	(113,366)
Prepaid expenses	(51,014)	(11,266)
Accounts payable and accrued liabilities	53,278	81,483
	<u>268,429</u>	<u>163,035</u>
<b>INVESTING ACTIVITIES</b>		
Proceeds from disposal of equipment	0	1,000
Purchase of equipment	(53,432)	(31,582)
	<u>(53,432)</u>	<u>(30,582)</u>
<b>INCREASE (DECREASE) IN CASH</b>	<u>214,997</u>	<u>132,453</u>
<b>CASH, BEGINNING OF YEAR</b>	<u>265,534</u>	<u>133,081</u>
<b>CASH, END OF YEAR</b>	<u><u>\$480,531</u></u>	<u><u>\$265,534</u></u>



## Harvest Study

For The Year Ended March 31, 2004

	<b>Budget</b> 2004	<b>Actual</b> 2003	<b>Actual</b> 2003
<b>EXPENSES</b>			
Advertising and promotion	\$0	\$997	\$3,941
Communications	1,950	377	2,624
Contracted services	53,532	112,473	4,126
Meeting expenses	32,280	20,104	158,695
Office expenses	250	24	37,659
Office rent	3,600	5,208	7,200
Wages and benefits	44,411	74,750	107,594
	<u>\$136,023</u>	<u>\$213,933</u>	<u>\$321,839</u>



# Nunavut Wildlife Management Board

## Notes to the Financial Statements

For The Year Ended March 31, 2004

### 1. Purpose And Nature Of The Organization

The Nunavut Wildlife Management Board (NWMB) is an institution of public government established pursuant to An Agreement Between the Inuit of the Nunavut Settlement Area and Her Majesty the Queen in right of Canada, also known as the Nunavut Land Claims Agreement. The NWMB is the main instrument of wildlife management and the main regulator of access to wildlife in the Nunavut Settlement Area (NSA). In addition, the NWMB identifies research requirements, funds research and carries out research in order to help maintain an effective system of wildlife management in the NSA. The Board also exercises an extensive advisory authority in the marine environment adjacent to the NSA.

### 2. Significant Accounting Policies

The financial statements have been prepared by management in accordance with generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements involves the use of estimates and approximations which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

#### Revenue recognition

The deferral method of revenue recognition is followed. Revenue is recognized in the year in which the related expenses are incurred.

#### Financial Instruments

The Board's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the company is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair value of these financial instruments approximates their carrying values.

#### Equipment

Equipment is recorded at cost. Amortization is provided on bases designed to amortize the equipment over its estimated useful life. The annual amortization rates are follows:

Computer Hardware	30 %	declining balance
Computer Software	100 %	declining balance
Translating Equipment	20 %	declining balance
Office Equipment	20 %	declining balance
Automotive Equipment	30 %	declining balance
Furniture and Fixtures	20 %	declining balance
Leasehold Improvements	straight-line over the term of the lease	

Items of a capital nature costing less than \$500 are expensed in year of purchase.

### 3. Equipment

	2004		2003	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer Hardware	\$ 207,791	\$ 136,216	\$ 71,575	\$ 72,723
Computer Software	78,669	74,157	4,512	7,438
Translating Equipment	55,933	39,912	16,021	16,024
Office Equipment	143,647	88,779	54,868	49,983
Automotive Equipment	69,761	56,311	13,450	19,214
Furniture and Fixtures	85,389	70,206	15,183	18,979
Leasehold Improvements	73,427	73,427	0	0
	<u>\$ 714,617</u>	<u>\$ 539,008</u>	<u>\$ 175,609</u>	<u>\$ 184,361</u>

### 4. Income Tax Status

The Board is exempt from income taxes under Sec. 149(1)(l) of the *Income Tax Act*.

### 5. Comparative Amounts

Certain 2003 financial statement amounts have been reclassified to conform with the financial statement presentation adopted in the current year.

### 6. Diand Budget Carry Forward

During the fiscal year, the DIAND funding provided was reduced by \$435,000 from \$5,114,411 to \$4,679,411. This amount has been approved for carry forward to be used for approved programs any time in the next 10 years.



## Nunavut Wildlife Research Trust

### Financial Statements

For The Year Ended March 31, 2004

### Auditor's Report

To the Trustees of Nunavut Wildlife Research Trust

We have audited the balance sheet of the Nunavut Wildlife Research Trust as at March 31, 2004, and the statements of revenues and expenses, changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Trust's management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Nunavut Wildlife Research Trust as at March 31, 2004 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Iqaluit, Nunavut  
June 11, 2004

CHARTERED ACCOUNTANTS

*MacKay Landau*



## Statement of Revenues and Expenses

For The Year Ended March 31, 2004

	2004	2003
<b>OTHER REVENUES</b>		
Investment income (loss)	\$1,587,695	\$(836,934)
Unrealized loss on decline in market value	0	(474,540)
Other revenues	1,000	0
	<u>1,588,695</u>	<u>(1,311,474)</u>
<b>EXPENSES</b>		
Research projects - Schedule 1	572,601	419,718
Investment management fees	62,201	49,093
Professional fees	4,070	1,605
	<u>638,872</u>	<u>470,416</u>
<b>EXCESS REVENUES (EXPENSES)</b>	<u>949,823</u>	<u>(1,781,890)</u>

## Statement of Changes in Fund Balances

For The Year Ended March 31, 2004

	2004	2003
<b>BALANCE, BEGINNING OF YEAR</b>	\$15,011,224	\$16,793,114
Excess revenues (expenses)	949,823	(1,781,890)
<b>BALANCE, END OF YEAR</b>	<u>\$15,961,047</u>	<u>\$15,011,224</u>



## Balance Sheet

As At March 31, 2004

	2004	2003
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$1,644	\$40,336
Marketable securities (Note 3)	15,797,402	14,848,355
Accounts receivable	165,000	249,300
	<u>\$15,964,046</u>	<u>\$15,137,991</u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$2,999	\$13,401
Due to Nunavut Wildlife Management Board (Note 4)	0	113,366
	<u>2,999</u>	<u>126,767</u>
<b>EQUITY</b>		
<b>NET ASSETS</b>		
	<u>15,961,047</u>	<u>15,011,224</u>
	<u>\$15,964,046</u>	<u>\$15,137,991</u>

Approved by the Board:

  
\_\_\_\_\_  
Trustee

  
\_\_\_\_\_  
Trustee



## Statement of Cash Flows

For The Year Ended March 31, 2004

	2004	2003
<b>OPERATING ACTIVITIES</b>		
Excess revenues (expenses)	\$949,823	\$(1,781,890)
Items not requiring cash:		
Unrealized loss on decline in market value	0	474,540
	949,823	(1,307,350)
Cash provided by (used for) changes in non-cash working capital:		
Accounts receivable	84,300	(153,848)
Accounts payable and accrued liabilities	(10,402)	(1,323)
Due to Nunavut Wildlife Management Board	(113,366)	113,366
	910,355	(1,349,155)
<b>INVESTING ACTIVITIES</b>		
Proceeds on sale of marketable securities	15,991,584	8,660,584
Purchases of marketable securities	(16,940,631)	(7,311,688)
	(949,047)	1,348,896
<b>INCREASE (DECREASE) IN CASH</b>	(38,692)	(259)
<b>CASH, OPENING</b>	40,336	40,595
<b>CASH, CLOSING</b>	\$1,644	\$40,336



## Nunavut Wildlife Research Trust

### Notes to the Financial Statements

#### For The Year Ended March 31, 2004

##### 1. Purpose And Nature Of The Organization

In 1994, pursuant to *A Contract Relating to the Implementation of the Nunavut Final Agreement*, the Government of Canada provided the Nunavut Wildlife Management Board (NWMB) with a single payment of eleven million dollars for the establishment of a Wildlife Research Fund. Its intended purpose was to provide funding for territorial and federal government departments to carry out wildlife research approved by the NWMB.

Upon that basis, the NWMB established the Nunavut Wildlife Research Trust, which was designated a Registered Charity in 1996. Its Trustees are the members of the NWMB. Since 1997, the Trust has provided an annual funding allocation, exclusively available to government departments. That allocation is administered by the NWMB, in order to address wildlife research priorities as identified by the NWMB.

##### 2. Significant Accounting Policies

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for the year involves the use of estimates and approximations that have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

###### Fund Accounting

The Nunavut Wildlife Research Trust follows the restricted fund method of accounting for contributions.

###### Financial Instruments

The Board's financial instruments consist of cash, marketable securities, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the trust is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair value of these financial instruments approximate their carrying values.

##### 3. Marketable Securities

Marketable securities are valued at the lower of cost and market value. The investment in marketable securities is used to fund research. The market value of these securities at March 31, 2004 is \$17,118,125 (2003—\$14,848,355).

##### 4. Due To Nunavut Wildlife Management Board

The Trust has transactions with the Nunavut Wildlife Management Board (the NWMB), a not-for-profit organization under the same management. During the year ended March 31, 2003, the NWMB paid a research contribution in the amount of \$175,000 on behalf of the Trust. The Trust repaid \$61,634 of this as at March 31, 2003. The balance was repaid on June 13, 2003. These transactions are made at similar terms and prices as transactions with others.

##### 5. Income Tax Status

The Trust is exempt from income taxes under Sec. 149(1)(f) of the *Income Tax Act*.

##### 6. Comparative Amounts

Certain 2003 financial statement amounts have been reclassified to conform to the financial statement presentation adopted in the current year.



## Research Contributions

For The Year Ended March 31, 2004

### PROJECT NAME

**Department of Fisheries and Oceans  
\$323,260**

- » Whale sampling and stock identification
- » Ringed seals in western Hudson Bay
- » Nelson River beluga movements and dive behaviour study by satellite telemetry
- » North Baffin narwhal movements and dive behaviour study by satellite telemetry
- » Walrus Capture/Recapture Methods
- » Walrus Tagging
- » Improving stock assessment for experimental and commercial char fisheries in Cumberland Sound using community-based sampling
- » Greenland Halibut survey in Baffin Bay, NAFO Division OA
- » Bowhead Whale movements and stock range

**Department of Sustainable Development  
\$185,000**

- » Vegetation Mapping in the Kivalliq using Digital Landsat™ Data
- » Cooperative Population Status and Winter Ecology Research of Peary Caribou and Muskoxen on the south-central Queen Elizabeth Islands of Nunavut
- » The Seasonal Distribution and Herd Delimitation of Northeastern Mainland Caribou
- » The monitoring of Qamanirjuaq caribou using satellite telemetry and spring composition surveys

**Canadian Wildlife Service  
\$247,900**

- » Common eiders in the High Arctic—preliminary study
- » Reproductive ecology and survival of the Pacific common eider in Central Arctic Canada
- » Survival and Population Dynamics of the Northern Common Eider in Nunavut, Canada
- » Population trends and habitat requirements of Ivory Gulls breeding in Nunavut
- » Duckling Survival and Population Biology of King Eiders

- » Population re-assessments of polar bears in western and southern Hudson Bay
- » Studies of seabirds at Cape Vera, Western Jones Sound
- » Use of satellite telemetry to locate migration routes and wintering areas of common eiders breeding in Nunavut

**\$756,160**

Estimated contributions  
repaid/payable to NWR

**\$183,559**

**\$572,601**

Chief Operating Officer



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Pihimagaaktakhavut umayut atuklugit Inuit  
kauyimayatukangit ovalo  
kablunaat kauyimayatukangit.

Conserving wildlife through the application  
of Inuit traditional knowledge and  
scientific knowledge.