



**Vohora** LLP  
*CPAs & Business Advisors*

**HAGWILGET VILLAGE COUNCIL**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED MARCH 31, 2022**



**Vohora** LLP  
*CPAs & Business Advisors*

**HAGWILGET VILLAGE COUNCIL**  
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**YEAR ENDED MARCH 31, 2022**

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**HAGWILGET VILLAGE COUNCIL**  
**MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**  
**YEAR ENDED MARCH 31, 2022**

The financial statements of the Hagwilget Village Council and all the information in this annual report are the responsibility of management and have been approved by the Council and the Executive Director.


The financial statements have been prepared by management in accordance with Canadian public sector accounting standards which includes certain amounts based on judgments and estimates. Management has chosen the most appropriate method to determine the judgments/estimates to ensure the financial statements are presented fairly, in all material respects.

The Hagwilget Village Council maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is reliable and accurate and that assets are adequately safeguarded.

Chief and Council are responsible for ensuring that management fulfills its responsibility for financial reporting and are ultimately responsible for reviewing and approving the financial statements.

The Council meets regularly with management and is available to meet with the external auditor to satisfy themselves that each party is properly discharging their responsibilities. The Council also considers the engagement of the external auditor.

The financial statements have been audited by Vohora LLP in accordance with Canadian generally accepted auditing standards on behalf of the Members. Vohora LLP has full access to the Chief and Council.

  
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Chief Councilor

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Executive Director

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## INDEPENDENT AUDITOR'S REPORT

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To the Chief and Council of Hagwilget Village Council

### *Opinion*

We have audited the financial statements of Hagwilget Village Council (the "Village Council"), which comprise the statement of financial position as at March 31, 2022, and the statements of financial activities, changes in net financial assets 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 Village Council as at March 31, 2022, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Village Council in accordance with 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 PSAS, 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 Village Council'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 Village Council or to cease operations, or has no realistic alternative but to do so.

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

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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(continues)





**Vohora** LLP  
CPAs & Business Advisors

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**INDEPENDENT AUDITOR'S REPORT *(continues)***

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- 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 Village Council'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 Village Council's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Village Council 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.

Terrace, BC  
May 26, 2025

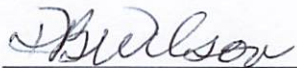
*Vohora LLP*  
Chartered Professional Accountants



**HAGWILGET VILLAGE COUNCIL**  
**STATEMENT OF FINANCIAL POSITION**  
**YEAR ENDED MARCH 31, 2022**

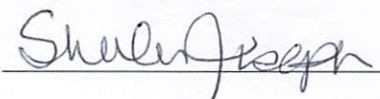
	2022	2021
	\$	\$
<b>FINANCIAL ASSETS</b>		
Cash	2,749,848	959,671
Accounts receivable (note 2)	826,843	746,868
Ottawa Trust funds (note 3)	119,040	115,031
	<u>3,695,731</u>	<u>1,821,570</u>
<b>LIABILITIES</b>		
Accounts payable and accruals (note 4)	459,005	287,226
Long-term debt (note 5)	569,931	603,069
Replacement reserve (note 6)	15,950	10,150
	<u>1,044,886</u>	<u>900,445</u>
<b>NET FINANCIAL ASSETS</b>	<u>2,650,845</u>	<u>921,125</u>
<b>NON-FINANCIAL ASSETS</b>		
Property and equipment (notes 1 and 7)	5,422,110	5,523,998
Prepaid expenses	31,637	29,886
	<u>5,453,747</u>	<u>5,553,884</u>
	<u>8,104,592</u>	<u>6,475,009</u>
<b>VILLAGE COUNCIL POSITION</b>		
Operating surplus (note 8)	3,133,375	1,439,049
Equity in property and equipment (note 9)	4,852,177	4,920,929
Equity in Ottawa trust funds (note 3)	119,040	115,031
	<u>8,104,592</u>	<u>6,475,009</u>

APPROVED BY THE COUNCIL



Chief Councillor

**SIGN HERE**



Executive Director

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**HAGWILGET VILLAGE COUNCIL**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**YEAR ENDED MARCH 31, 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>REVENUE</b>		
ISC	3,192,690	2,356,415
FNHA	1,498,077	910,337
BC First Nation Gaming LP	262,370	458,163
FNESC	59,353	499,908
Rent	170,786	175,511
Hagwilget Rock Society / Trust	49,320	171,974
Ottawa Trust Funds	4,009	3,090
CMHC	28,440	28,440
Other	241,469	195,688
	<u>5,506,514</u>	<u>4,799,526</u>
 <b>EXPENDITURE</b>		
Administration	1,536,720	1,246,769
Amortization / loss on disposal	269,888	310,353
Community Health	511,958	696,779
Economic Development	133,620	175,510
Education	540,894	616,796
Housing	48,186	345,512
Public Works	290,668	495,240
Social Services	495,677	517,795
Hagwilget Rock Society / Trust	49,320	123,893
	<u>3,876,931</u>	<u>4,528,647</u>
 <b>REVENUE OVER EXPENDITURE</b>	 1,629,583	 270,879
 <b>OPENING POSITION</b>	 <u>6,475,009</u>	 <u>6,204,130</u>
 <b>CLOSING POSITION</b>	 <u>8,104,592</u>	 <u>6,475,009</u>

# **HAGWILGET VILLAGE COUNCIL**

## **STATEMENT OF CASH FLOWS**

**YEAR ENDED MARCH 31, 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>OPERATING ACTIVITIES</b>		
Revenue over expenditure	1,629,583	270,879
Amortization / loss on disposal	269,888	310,353
Accounts receivable	(79,975)	(206,177)
Prepaid expenses	(1,751)	(7,364)
Ottawa Trust funds	(4,009)	(3,090)
Accounts payables and accruals	171,779	4,558
	<u>1,985,515</u>	<u>369,159</u>
<b>FINANCING ACTIVITIES</b>		
Long-term debt	(33,138)	(32,862)
Replacement reserve	5,800	4,800
	<u>(27,338)</u>	<u>(28,062)</u>
<b>INVESTING ACTIVITIES</b>		
Property and equipment additions	<u>(168,000)</u>	<u>(65,213)</u>
<b>CHANGE IN CASH</b>	1,790,177	275,884
<b>OPENING CASH</b>	<u>959,671</u>	<u>683,787</u>
<b>CLOSING CASH</b>	<u>2,749,848</u>	<u>959,671</u>



**HAGWILGET VILLAGE COUNCIL**

**STATEMENT OF CHANGES IN NET FINANCIAL ASSETS**

**YEAR ENDED MARCH 31, 2022**

	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Revenue over expenditure	1,629,583	270,879
Amortization / loss on disposal	269,888	310,353
Property and equipment additions	(168,000)	(65,213)
Prepaid expenses	<u>(1,751)</u>	<u>(7,364)</u>
 Change in the year	 1,729,720	 508,655
 Opening net financial assets	 <u>921,125</u>	 <u>412,470</u>
 Closing net financial assets	 <u>2,650,845</u>	 <u>921,125</u>

# HAGWILGET VILLAGE COUNCIL

## NOTES

YEAR ENDED MARCH 31, 2022

### 1. SIGNIFICANT ACCOUNTING POLICIES

#### a) Fund Accounting

These financial statements have been prepared using the fund accounting method and guidelines issued by Indigenous Services Canada (ISC) which include compliance with Canadian public sector accounting standards.

The First Nation maintains the following funds which are consolidated into the financial statements:

- Operating Fund reports the general activities of the Village Council.
- Capital Fund reports the property and equipment of the Village Council, together with related financing.
- Ottawa Trust funds reports the trust funds owned by the Village Council and held by the federal government.

#### b) Property and Equipment

Property and equipment are reported at cost and are amortized using the declining balance method, for non-social housing assets, at the following annual rates:

Buildings	4%
Engineered structures	4%
Equipment	20%

#### c) Recognition of Revenue and Expenditures

Revenue and expenditures are reported on an accrual basis.

Revenue is recorded in the period in which the transaction or events that give rise to the revenue occur. Funding from external parties restricted by agreement or legislation is reported as deferred revenue until used for the purposes specified. Investment revenue is recognized when earned.

Expenditures are accounted for in the period when the goods and services are acquired, and the liability is incurred.

#### d) Use of Estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards require management to make estimates and assumptions that affect the amounts reported. Actual results could differ from these estimates.

# HAGWILGET VILLAGE COUNCIL

## NOTES

YEAR ENDED MARCH 31, 2022

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### e) Financial Instruments

The Village Council measures financial assets and liabilities at market value at the date of acquisition. Estimates include the useful lives of property and equipment, allowances for doubtful accounts receivable and certain accrued liabilities. It is management's opinion that the Village Council's financial instruments are not exposed to significant interest rate, liquidity, market or other price risks.

#### f) Budget information

Budgets were not prepared for the current fiscal year.

### 2. ACCOUNTS RECEIVABLE

	2022	2021
ISC	\$ -	\$ 166,799
FNESC	165,040	400,336
FNHA	455,392	-
All Nations Trust Company	48,530	48,530
Hagwilget Trust	49,320	-
Rent	104,762	36,812
Trade and other	147,784	121,011
Allowance for doubtful accounts	<u>(143,985)</u>	<u>(26,620)</u>
	<u>\$ 826,843</u>	<u>\$ 746,868</u>

### 3. OTTAWA TRUST FUNDS

ISC holds funds in trust for the Village Council. These funds are designated as revenue or capital funds as is required by the Indian Act. The Village Council is permitted to expend its revenue fund for any purpose that will promote the general progress and welfare of the Village Council and its members. The expenditure of capital funds must be for projects of a capital nature and require the consent of ISC.

	Capital	Revenue	Total 2022	Total 2021
	\$	\$	\$	\$
Opening balance	4,095	110,936	115,031	111,941
Income	<u>-</u>	<u>4,009</u>	<u>4,009</u>	<u>3,090</u>
Closing balance	<u>4,095</u>	<u>114,945</u>	<u>119,040</u>	<u>115,031</u>

# HAGWILGET VILLAGE COUNCIL

## NOTES

YEAR ENDED MARCH 31, 2022

### 4. ACCOUNTS PAYABLE AND ACCRUALS

	2022	2021
Canada Revenue Agency	\$ 10,338	\$ 47,906
Trade payables	398,851	183,347
Wages and benefits	<u>49,816</u>	<u>55,973</u>
	<u>\$ 459,005</u>	<u>\$ 287,226</u>

### 5. LONG-TERM DEBT

All Nations Trust Company, \$2,448 per month including interest at 1.67% per annum, secured by a mortgage over buildings. \$ 547,687

Royal Bank of Canada, \$1,232 per month including interest at 5.99% per annum; secured by specific equipment. 22,244

\$ 569,931

Scheduled principal repayment during the next five years is as follows:

2023	\$ 34,381
2024	29,204
2025	21,094
2026	21,449
2027	<u>21,810</u>
	<u>\$ 127,938</u>

### 6. REPLACEMENT RESERVE

Under the terms of the agreement with Canada Mortgage and Housing Corporation, the replacement reserve account is to be credited with \$5,800 annually. These funds, with accumulated interest, must be held in a separate bank account and/or invested in accounts or instruments insured by the Canada Deposit Insurance Corporation or as approved by CMHC. As at March 31, 2022, the required funds were not in a separate bank account.



**HAGWILGET VILLAGE COUNCIL**

**NOTES**

**YEAR ENDED MARCH 31, 2022**

**7. PROPERTY AND EQUIPMENT**

	COST				ACCUMULATED AMORTIZATION				NET BOOK VALUE	
	Opening Balance	Additions	Disposals	Closing Balance	Opening Balance	Annual Amortization	Disposals	Closing Balance	Total 2022	Total 2021
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Land	591,542	-	-	591,542	-	-	-	-	591,542	591,542
Buildings	6,251,281	-	-	6,251,281	2,918,742	121,141	-	3,039,883	3,211,398	3,332,539
Engineered structures	4,793,792	-	-	4,793,792	3,451,009	53,711	-	3,504,720	1,289,072	1,342,783
Equipment	1,145,277	168,000	(55,725)	1,257,552	888,143	82,525	(43,214)	927,454	330,098	257,134
	12,781,892	168,000	(55,725)	12,894,167	7,257,894	257,377	(43,214)	7,472,057	5,422,110	5,523,998

# HAGWILGET VILLAGE COUNCIL

## NOTES

YEAR ENDED MARCH 31, 2022

### 8. OPERATING SURPLUS (DEFICIT)

	2022	2021
Administration	\$ 456,810	\$ 354,433
Community Health	1,202,825	522,056
Economic Development	316,973	209,472
Education	719,450	621,737
Housing	171,249	(23,780)
Public Works	(120,149)	(154,533)
Social Services	386,217	(90,336)
	<u>\$ 3,133,375</u>	<u>\$ 1,439,049</u>

### 9. EQUITY IN PROPERTY AND EQUIPMENT

	2022	2021
Opening balance	\$ 4,920,929	\$ 5,133,207
Contribution from operations	168,000	65,213
Long-term debt repayment	33,136	32,862
Amortization / loss on disposal	<u>(269,888)</u>	<u>(310,353)</u>
Closing balance	<u>\$ 4,852,177</u>	<u>\$ 4,920,929</u>

### 10. SEGMENT DISCLOSURE

The presentation by segment is based on the same accounting policies as described in the summary of significant accounting policies as described in note one. The following table presents the expenses incurred and the revenue generated by main object of expense and by major revenue type. The segment results for the year are as follows:

HAGWILGET VILLAGE COUNCIL

NOTES

YEAR ENDED MARCH 31, 2022

10. SEGMENT DISCLOSURE (continued)

	Administration \$	Community Health \$	Economic Development \$	Education \$	Housing \$	Public Works \$	Social Services \$	Hagwilget Rock Society / Trust \$	Amortization \$	Total 2022 \$	Total 2021 \$
<b>REVENUE</b>											
ISC	911,640	-	80,801	536,311	172,184	477,839	1,013,915	-	-	3,192,690	2,356,415
FNHA	216,861	1,192,731	-	86,485	-	-	2,000	-	-	1,498,077	910,337
BC First Nation Gaming LP	262,370	-	-	-	-	-	-	-	-	262,370	458,163
FNESC	43,542	-	-	15,811	-	-	-	-	-	59,353	499,908
Rent	-	-	117,486	-	53,300	-	-	-	-	170,786	175,511
Hagwilget Rock Society / Trust	-	-	-	-	-	-	-	49,320	-	49,320	171,974
Ottawa Trust Funds	4,009	-	-	-	-	-	-	-	-	4,009	3,090
CMHC	-	-	-	-	28,440	-	-	-	-	28,440	28,440
Other	206,205	-	413	-	7,845	3,226	23,780	-	-	241,469	195,688
	<u>1,644,627</u>	<u>1,192,731</u>	<u>198,700</u>	<u>638,607</u>	<u>261,769</u>	<u>481,065</u>	<u>1,039,695</u>	<u>49,320</u>	<u>-</u>	<u>5,506,514</u>	<u>4,799,526</u>
<b>EXPENDITURE</b>											
Amortization / loss on disposal	-	-	-	-	-	-	-	-	269,888	269,888	310,353
Benefits and programs	-	84,558	-	274,155	-	-	314,988	8,861	-	682,562	843,773
Contract services	169,894	49,901	4,132	3,075	12,086	51,177	-	-	-	290,265	308,735
Honoraria	74,900	-	-	1,650	-	-	-	-	-	76,550	71,276
Insurance	13,333	1,114	39,387	-	-	28,601	-	-	-	82,435	69,018
ISC recovery	128,756	-	-	-	-	-	12,602	-	-	141,358	-
Materials, supplies and other	283,270	232,597	14,432	160,366	34,100	126,239	30,023	25,032	-	906,059	1,019,772
Professional services	583,157	-	17,934	-	2,000	-	1,440	-	-	604,531	275,073
Telephone and utilities	28,706	9,216	57,735	479	-	37,061	81,809	-	-	215,006	192,228
Travel and workshops	3,830	6,703	-	4,029	-	269	-	15,427	-	30,258	33,827
Wages and benefits	250,874	127,869	-	97,140	-	47,321	54,815	-	-	578,019	1,404,592
	<u>1,536,720</u>	<u>511,958</u>	<u>133,620</u>	<u>540,894</u>	<u>48,186</u>	<u>290,668</u>	<u>495,677</u>	<u>49,320</u>	<u>269,888</u>	<u>3,876,931</u>	<u>4,528,647</u>
<b>REVENUE OVER EXPENDITURE</b>	107,907	680,773	65,080	97,713	213,583	190,397	544,018	-	(269,888)	1,629,583	270,879
<b>TRANSFERS</b>	(1,528)	-	-	-	1,528	67,465	(67,465)	-	-	-	-
<b>ANNUAL SURPLUS (DEFICIT)</b>	<u>106,379</u>	<u>680,773</u>	<u>65,080</u>	<u>97,713</u>	<u>215,111</u>	<u>257,862</u>	<u>476,553</u>	<u>-</u>	<u>(269,888)</u>	<u>1,629,583</u>	<u>270,879</u>