

GITWANGAK BAND

CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

GITWANGAK BAND

CONSOLIDATED FINANCIAL STATEMENTS **March 31, 2021**

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

INDEPENDENT AUDITORS' REPORT

FINANCIAL STATEMENTS

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GITWANGAK BAND

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING March 31, 2021

The accompanying consolidated financial statements of Gitwangak Band are the responsibility of management and have been approved by the Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they include certain.

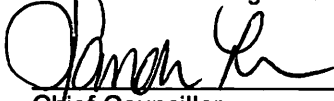
Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

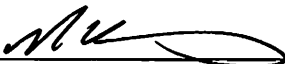
The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditor's report.

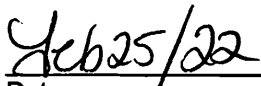
The external auditors, Reid Hurst Nagy Inc., conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of Gitwangak Band and meet when required.

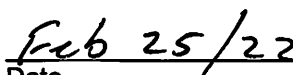
On behalf of Gitwangak Band:



Chief Councillor


Councillor



Date


Date

Independent Auditors' Report

To the Members of
Gitwangak Band

Opinion

We have audited the consolidated financial statements of Gitwangak Band, which comprise the consolidated statement of financial position as at March 31, 2021, and the consolidated consolidated statements of operations, accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Band as at March 31, 2021, and the results of its consolidated operations, its changes in its consolidated net assets, and its consolidated 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 Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Band in accordance with the ethical requirements that are relevant to our audit of the consolidated 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with PSAS, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Band'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 Band or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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:

- ◆ Identify and assess the risks of material misstatement of the consolidated 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 Band'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 Band'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 consolidated 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 Band to cease to continue as a going concern.
- ◆ Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ◆ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.



REID HURST NAGY INC.
CHARTERED PROFESSIONAL ACCOUNTANTS

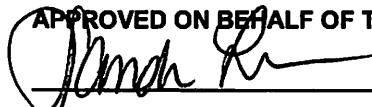
RICHMOND, B.C.
FEBRUARY 25, 2022

GITWANGAK BAND

CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at March 31, 2021

	2021	2020
FINANCIAL ASSETS		
Cash (Note 2)	\$ 3,733,430	\$ 1,037,936
Accounts receivable (Note 3)	989,419	703,706
Trust funds held by Federal Government (Note 4)	430,519	422,516
	5,153,368	2,164,158
LIABILITIES		
Accounts payable and accrued liabilities (Note 5)	953,911	453,657
Deferred revenue	305,707	555,662
Long-term debt (Note 6)	432,337	548,121
Replacement Reserve Fund	65,727	66,031
	1,757,682	1,623,471
NET FINANCIAL ASSETS	3,395,686	540,687
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 7)	10,214,167	10,568,437
Prepaid expenses	109,701	82,584
	10,323,868	10,651,021
ACCUMULATED SURPLUS	\$ 13,719,554	\$ 11,191,708

APPROVED ON BEHALF OF THE GITWANGAK BAND

 Chief Councillor

 Councillor

GITWANGAK BAND

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

For the year ended March 31, 2021

	2021 Budget	2021 Actual	2020 Actual
EXCESS OF REVENUE OVER EXPENDITURES	\$ 1,283,159	\$ 2,527,846	\$ 219,379
Acquisition of tangible capital assets	-	(120,972)	(1,293,123)
Amortization of tangible capital assets	-	475,242	461,813
	-	354,270	(831,310)
Acquisition of prepaid asset	(107,255)	(109,701)	(82,584)
Use of prepaid asset	80,138	82,584	80,138
	(27,117)	(27,117)	(2,446)
INCREASE IN NET FINANCIAL ASSETS	1,256,042	2,854,999	(614,377)
NET FINANCIAL ASSETS (DEBT), BEGINNING OF YEAR	-	540,687	1,155,064
NET FINANCIAL ASSETS, END OF YEAR	\$ -	\$ 3,395,686	\$ 540,687

GITWANGAK BAND

CONSOLIDATED SUMMARY STATEMENT OF OPERATIONS

For the year ended March 31, 2021

	2021 Budget	2021 Actual	2020 Actual
REVENUE			
Indigenous Services Canada	\$ 2,770,399	\$ 6,563,720	\$ 4,804,022
First Nations Health Authority	1,098,244	1,660,840	1,180,136
Other revenue	743,096	854,502	807,049
Province of BC	760,000	600,000	3,350
First Nations Education Steering Committee	-	424,878	271,882
Tricorp funding	-	73,095	73,095
First People's Heritage Fund	-	43,564	162,362
New Relationship Trust	-	24,446	25,629
Canada Mortgage and Housing Corporation	35,000	23,653	22,379
Rental revenue	148,100	13,275	50,641
BC Aboriginal Childcare Society	-	45,466	-
Property tax	30,000	30,592	27,892
Administration fee	119,235	-	-
Interest	15,000	-	-
	5,719,074	10,358,031	7,428,437
EXPENDITURES			
Band Administration	1,696,336	2,169,033	1,103,603
Community Infrastructure - Operations and Maintenance	359,495	566,284	627,257
Economic Development	203,694	149,717	335,344
Education	-	2,119,445	1,891,284
Health Centre	1,130,513	661,719	985,099
Social Development	1,002,777	1,417,830	1,052,194
Capital Projects	20,000	504,955	144,370
Social Housing	23,100	33,722	69,884
Capital Fund	-	457,435	444,361
	4,435,915	8,080,140	6,653,396
ANNUAL SURPLUS (DEFICIT) BEFORE OTHER	1,283,159	2,277,891	123,975
OTHER			
Transfer from (to) deferred revenue	-	249,955	(555,662)
EXCESS OF REVENUE OVER EXPENDITURES	\$ 1,283,159	\$ 2,527,846	\$ 219,379

GITWANGAK BAND

CONSOLIDATED STATEMENT OF ACCUMULATED SURPLUS

For the year ended March 31, 2021

	2021	2020
EQUITY AT BEGINNING OF YEAR	\$ 11,191,708	\$ 10,972,329
EXCESS OF REVENUE OVER EXPENDITURES	2,527,846	219,379
EQUITY AT END OF YEAR	\$ 13,719,554	\$ 11,191,708

GITWANGAK BAND

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended March 31, 2021

	2021	2020
OPERATING ACTIVITIES		
EXCESS OF REVENUE OVER EXPENDITURES	\$ 2,527,846	\$ 219,379
Items not affecting cash		
Amortization of tangible capital assets	475,242	461,813
	3,003,088	681,192
Change in non-cash operating working capital		
Accounts receivable	(285,713)	585,136
Accounts payable and accrued liabilities	500,252	(279,568)
Deferred revenue	(249,955)	555,662
Trust funds held by federal government	(8,003)	(9,717)
Prepaid expenses	(27,117)	(2,446)
	2,932,552	1,530,259
CAPITAL ACTIVITIES		
Tangible capital asset additions	(120,974)	(1,293,673)
Loss on disposal of tangible capital asset	-	550
	(120,974)	(1,293,123)
FINANCING ACTIVITIES		
Principal reduction of long-term debt	(11,936)	(24,216)
Proceeds from long-term debt	-	63,040
Repayment of demand loan	(86,039)	(82,109)
Replacement Reserve Fund appropriations	6,000	6,000
	(91,975)	(37,285)
INCREASE IN CASH AND CASH EQUIVALENTS	2,719,603	199,851
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	1,037,936	838,085
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 3,733,430	\$ 1,037,936

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board of the CPA Canada.

(a) Reporting Entity

Gitwangak Band reporting entity includes the Gitwangak Band government and all related entities which are accountable to the Band and are either owned or controlled by the Band.

(b) Fund Accounting

Gitwangak Band maintains the following funds as part of its operations:

- The Operating Fund which reports the general activities of the Band's administration, the operating fund includes Administration Department, Community Infrastructure Department, Economic Development Department, Education Department, Health Centre, Social Development Department and Capital Project Department.
- The Capital Fund which reports the tangible capital assets of the Band not included in other funds, together with their related activities.
- The Trust Fund which reports on the trust funds of the Band and held by third parties.

(c) Cash

Cash and cash equivalents include cash on hand and short-term investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, net of bank overdrafts.

(d) Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

(e) Use of Estimates

The preparation of consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Tangible Capital Assets

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Gitwangak Band's incremental cost of borrowing.

Amortization is provided for on a straight-line basis over their estimated useful lives as follows:

Buildings	4% Declining balance
Social Housing infrastructure	20 years Straight line
Furniture and equipment	20% Declining balance
School equipment	20% Declining balance
Mobile equipment	20% Declining balance
Sewer infrastructure	4% Declining balance
School Automotive	30% Declining balance
Computer software	30% Declining balance

Tangible capital assets are written down when conditions indicate that they no longer contribute to Gitwangak Band's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations.

Contributed tangible capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

(g) Segments

The Band conducts its business through reportable segments. These operating segments are established by senior management to facilitate the achievement of the Band's long-term objectives, aid in resource allocation decisions, and to assess operational performance. For each reported segment, revenues and expenses represent both amounts that are directly attributed to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

(h) Replacement Reserve

The Replacement Reserve is funded by an annual charge against earnings as opposed to an appropriation of surplus.

(i) Budget

The budget reported in the financial statements was provided by management.

(j) Surplus Recoveries and Deficit Funding

Under the terms of funding arrangements, remaining surpluses of certain programs may be recovered by the funding agency, and remaining deficits may be funded by the funding agency.

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) Measurement Uncertainty

In preparing the consolidated financial statements for the Band, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the period. Significant areas requiring the use of management estimates relate to the determination of allowance for doubtful accounts receivable and amortization of tangible capital assets.

(l) Principles of Consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the Consolidated Statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only Gitwangak Band's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of Gitwangak Band.

The organizations that fully consolidated in Gitwangak Band's financial statements are:

1. Gitwangak Education Society

There are currently no organizations accounted for on a modified equity basis.

(m) Liability for Contaminated Sites

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the Band is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2021.

At each financial reporting date, the Band reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The Band continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

As of March 31, 2021, the Band does not recognize any liability for contaminated sites.

2. CASH

Under the terms of an agreement with Canada Mortgage and Housing Corporation, the Band must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the Apartment Replacement and Subsidy Fund. Cash and cash equivalents is comprised of the following:

	2021	2020
Unrestricted		
Cash in banks	\$ 3,733,430	\$ 1,037,936
Restricted cash	-	-
	\$ 3,733,430	\$ 1,037,936

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

3. ACCOUNTS RECEIVABLE

	2021	2020
Indigenous Services Canada	\$ 163,935	\$ 668,834
Province of BC	600,000	-
First Nations Health Authority	78,289	-
GST/HST recoverable	34,143	16,993
First Nations Education Steering Committee	69,687	-
CMHC subsidy receivable	7,500	7,500
Trade and other receivable	35,865	10,379
	\$ 989,419	\$ 703,706

4. TRUST FUNDS HELD BY FEDERAL GOVERNMENT

	March 31, 2020	Additions, 2021	March 31, 2021
Revenue	\$ 412,343	\$ 8,003	\$ 420,346
Capital	10,173	-	10,173
	\$ 422,516	\$ 8,003	\$ 430,519

The trust funds arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2021	2020
Trade payable	\$ 821,816	\$ 310,063
Accrued salaries and employee benefits payable	101,045	112,945
Indigenous Services Canada - Recoveries	31,050	30,649
	\$ 953,911	\$ 453,657

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

6. LONG-TERM DEBT

	2021	2020
Royal Bank of Canada mortgage for on-reserve non-profit housing program at \$7,591 per month, including interest at 3.03% per annum, secured by property and a ministerial guarantee. Matured February 2019. Subsequent to the year end, this loan was renewed at \$7,589 per month, including interest at 3.53% per annum. Matures August 2022.	\$ 127,781	\$ 213,820
CMHC Mortgage Corporation on-reserve non-profit housing program at \$1,900 per month, including interest at 1.86%, secured by property and a ministerial guarantee. Matures January 2034.	260,216	278,025
Royal Bank of Canada loan for purchase of passenger van at \$1,155 per month, including interest at 3.78% per annum for 60 payment terms.	44,340	56,276
	\$ 432,337	\$ 548,121
Principal portion of long-term debt due within the next five years:		
2022	\$ 156,761	
2023	31,290	
2024	32,131	
2025	24,817	
2026 and thereafter	187,338	
	\$ 432,337	

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

7. TANGIBLE CAPITAL ASSETS

	Cost				Accumulated amortization				
	Balance, beginning of year	Additions	Disposals	Balance, end of year	Balance, beginning of year	Amortization	Accumulated amortization on disposals	Balance, end of year	2021 net book value
Land	\$ 504,535	\$ -	\$ -	\$ 504,535	\$ -	\$ -	\$ -	\$ -	\$ 504,535
Furniture and equipment	154,385	43,880	-	198,265	108,660	11,088	-	119,748	78,517
School building	1,153,612	13,665	-	1,167,277	596,544	22,568	-	619,112	548,165
Engineered structures	2,099,441	25,993	-	2,125,434	1,145,828	38,386	-	1,184,214	941,220
Health Centre	1,905,111	-	-	1,905,111	269,910	65,408	-	335,318	1,569,793
School automotive	166,209	-	-	166,209	36,830	25,876	-	62,706	103,503
Buildings	12,137,176	-	-	12,137,176	5,654,557	256,713	-	5,911,270	6,225,906
Mobile equipment	593,677	-	-	593,677	531,681	12,399	-	544,080	49,597
Capital Fund - Equipment	380,192	37,436	-	417,628	318,506	12,706	-	331,212	86,416
Health Centre - Equipment	198,306	-	-	198,306	89,446	21,772	-	111,218	87,088
Computer software	43,195	-	-	43,195	15,442	8,326	-	23,768	19,427
	\$ 19,335,839	\$ 120,974	\$ -	\$ 19,456,813	\$ 8,767,404	\$ 475,242	\$ -	\$ 9,242,646	\$ 10,214,167

	Cost				Accumulated amortization				
	Balance, beginning of year	Additions	Disposals	Balance, end of year	Balance, beginning of year	Amortization	Accumulated amortization on disposals	Balance, end of year	2020 Net book value
Land	\$ 504,535	\$ -	\$ -	\$ 504,535	\$ -	\$ -	\$ -	\$ -	\$ 504,535
Furniture and equipment	150,842	3,543	-	154,385	97,671	10,989	-	108,660	45,725
School building	1,153,612	-	-	1,153,612	573,332	23,212	-	596,544	557,068
Engineered structures	2,099,441	-	-	2,099,441	1,106,094	39,734	-	1,145,828	953,613
Health Centre	1,905,111	-	-	1,905,111	201,776	68,134	-	269,910	1,635,201
School automotive	181,042	63,040	(77,873)	166,209	87,640	26,513	(77,323)	36,830	129,379
Buildings	10,947,134	1,190,042	-	12,137,176	5,424,853	229,704	-	5,654,557	6,482,621
Mobile equipment	593,677	-	-	593,677	516,182	15,499	-	531,681	61,996
Capital Fund - Equipment	346,572	33,620	-	380,192	309,028	9,478	-	318,506	61,686
Health Centre - Equipment	194,878	3,428	-	198,306	62,788	26,658	-	89,446	108,860
Computer software	43,195	-	-	43,195	3,548	11,894	-	15,442	27,753
	\$ 18,120,039	\$ 1,293,673	\$ (77,873)	\$ 19,335,839	\$ 8,382,912	\$ 461,815	\$ (77,323)	\$ 8,767,404	\$ 10,568,437

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

8. ACCUMULATED SURPLUS

	2021	2020
Unrestricted		
Band Administration	\$ 3,315,108	\$ 1,934,177
Community Infrastructure - Operations and Maintenance	155,541	43,068
Economic Development	(1,604,825)	(1,502,437)
Education	1,042,756	578,169
Health Centre	335,316	(257,788)
Social Development	215,693	(54,015)
	3,459,589	741,174
Restricted		
Capital Projects	47,617	7,702
Trust Fund	430,519	422,516
Social Housing	231,970	231,970
Capital Fund	9,549,859	9,788,346
	10,259,965	10,450,534
	\$ 13,719,554	\$ 11,191,708

9. ECONOMIC DEPENDENCE

Gitwangak Band receives a significant portion of its revenue pursuant to an agreement referred to as "The Comprehensive Funding Arrangement". This agreement has been entered into by the Gitwangak Band and Indigenous Services Canada. It is expected that the agreement will be renewed on an annual basis.

The Band also receives major funding pursuant to an arrangement with the First Nations Health Authority and under which certain surpluses and deficits may be offset, but with the net balance repayable or refundable as the case may be.

10. CONTINGENT LIABILITIES

Gitwangak Band has been named as defendant in certain legal proceedings. The Band is actively defending all lawsuits. Since the amount of loss, if any, cannot be reasonably estimated, no provision has been recorded in these financial statements. Should a loss be incurred, it will be expensed in the year the liability is determined.

11. COVID-19

On March 11, 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential effects on the Band due to the possible disruption in supply chains, and measures being introduced at various levels of government to curtail the spread of the virus (such as closures of non-essential municipal and private operations, imposition of quarantines and social distancing) could have a material impact on the Band's operations.

The extent of the impact of this outbreak and related containment measures on the Band's operations cannot be reliably estimated at this time.

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

12. SEGMENTED INFORMATION

	Band Administration			Community Infrastructure - Operations and Maintenance			Economic Development		
	2021 Budget	2021 Actual	2020 Actual	2021 Budget	2021 Actual	2020 Actual	2021 Budget	2021 Actual	2020 Actual
Revenues									
Indigenous Services Canada	\$ 1,383,974	\$ 2,221,555	\$ 990,297	\$ 314,454	\$ 599,034	\$ 662,732	\$ 69,194	\$ 138,970	\$ 69,194
First Nations Health Authority	-	106,446	-	-	-	-	-	-	-
Rental revenue	5,000	250	9,167	-	9,000	-	135,000	3,825	11,875
Administration fee	119,235	-	-	-	-	-	-	-	-
Other revenue	1,504,096	1,401,375	685,115	24,000	43,593	79,831	10,000	-	-
Total revenue	3,012,305	3,729,626	1,684,579	338,454	651,627	742,563	214,194	142,795	81,069
Expenses									
Materials and supplies	64,425	314,267	27,243	27,220	13,025	7,879	-	-	439
Professional fees	58,000	408,704	337,515	-	-	-	20,000	-	-
Repairs and maintenance	11,500	26,061	8,313	12,894	5,875	8,292	10,000	3,536	722
Sub-contractors	972,741	807,020	35,852	16,577	174,786	221,968	-	21,699	223,856
Training	-	-	-	10,260	-	-	-	-	-
Travel	21,000	15,231	44,559	1,500	2,876	-	-	-	-
Utilities and telephone	41,000	26,125	46,327	37,931	71,665	69,248	-	-	-
Wages and benefits	285,051	279,455	218,564	175,218	136,016	157,338	76,794	42,294	40,000
Other expenses	242,619	292,170	385,230	77,895	162,041	162,532	96,900	82,188	70,327
Total expenses	1,696,336	2,169,033	1,103,603	359,495	566,284	627,257	203,694	149,717	335,344
	1,315,969	1,560,593	580,976	(21,041)	85,343	115,306	10,500	(6,922)	(254,275)
Other items	-	(305,707)	-	-	-	-	-	-	-
Annual surplus (deficit)	\$ 1,315,969	\$ 1,254,886	\$ 580,976	(21,041)\$	85,343	115,306	10,500	(6,922)\$	(254,275)

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

12. SEGMENTED INFORMATION, continued

	2021 Budget	Education 2021 Actual	2020 Actual	2021 Budget	Health Centre 2021 Actual	2020 Actual	2021 Budget	Social Development 2021 Actual	2020 Actual
Revenues									
Indigenous Services Canada	\$ -	\$ 1,906,872	\$ 1,566,564	\$ -	\$ -	\$ -	\$ 1,002,777	\$ 1,697,289	\$ 1,015,235
First Nations Health Authority	-	185,906	143,963	1,098,244	1,368,487	1,036,171	-	-	-
Rental revenue	-	200	200	-	-	-	-	-	-
Other revenue	-	624,768	558,366	10,000	18,805	38,230	-	-	-
Total revenue	-	2,717,746	2,269,093	1,108,244	1,387,292	1,074,401	1,002,777	1,697,289	1,015,235
Expenses									
Materials and supplies	-	52,778	63,764	102,250	43,907	68,279	40,600	20,836	40,505
Professional fees	-	19,498	19,233	-	13,889	-	-	-	-
Repairs and maintenance	-	84,632	57,462	9,400	37,338	17,102	-	-	-
Sub-contractors	-	-	-	69,874	28,982	94,900	-	1,500	387
Travel	-	23,559	37,207	12,500	1,944	3,570	1,000	461	-
Utilities and telephone	-	52,692	50,066	30,827	26,175	30,913	-	-	-
Wages and benefits	-	904,730	964,003	393,612	285,221	291,702	96,808	83,015	88,360
Other expenses	-	981,556	699,549	512,050	224,263	478,633	864,369	1,312,018	922,942
Total expenses	-	2,119,445	1,891,284	1,130,513	661,719	985,099	1,002,777	1,417,830	1,052,194
Other items	-	598,301	377,809	(22,269)	725,573	89,302	-	279,459	(36,959)
Annual surplus (deficit)	\$ -	\$ 598,301	\$ 377,809	\$(22,269)	\$ 725,573	\$ 89,302	\$ -	\$ 279,459	\$(36,959)

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

12. SEGMENTED INFORMATION, continued

	2021 Budget	Capital Projects 2021 Actual	2020 Actual	2021 Budget	Social Housing 2021 Actual	2020 Actual	2021 Budget	Trust Fund 2021 Actual	2020 Actual
Revenues									
Indigenous Services Canada	\$ -	\$ -	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Canada Mortgage and Housing Corporation	20,000	8,654	7,380	15,000	14,999	14,999	-	-	-
Rental revenue	-	-	-	8,100	-	29,400	-	-	-
Other revenue	-	-	-	-	-	-	-	8,003	9,718
Total revenue	20,000	8,654	507,380	23,100	14,999	44,399	-	8,003	9,718
Expenses									
Materials and supplies	-	3,260	138	1,100	-	-	-	-	-
Professional fees	-	-	-	-	2,950	1,650	-	-	-
Repairs and maintenance	-	-	-	2,000	-	-	-	-	-
Sub-contractors	-	501,534	131,567	-	-	-	-	-	-
Wages and benefits	18,000	-	12,046	10,000	-	36,991	-	-	-
Other expenses	2,000	161	619	10,000	30,772	31,243	-	-	-
Total expenses	20,000	504,955	144,370	23,100	33,722	69,884	-	-	-
Other items	-	(496,301)	363,010	-	(18,723)	(25,485)	-	8,003	9,718
Annual surplus (deficit)	\$ -	\$ 59,361	\$ (192,652)	\$ -	\$ (18,723)	\$ (25,485)	\$ -	\$ 8,003	\$ 9,718

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2021

12. SEGMENTED INFORMATION, continued

	2021 Budget	Capital Fund 2021 Actual	2020 Actual	2021 Budget	Consolidated totals 2021 Actual	2020 Actual
Revenues						
Indigenous Services Canada	\$ -	\$ -	\$ -	\$ 2,770,399	\$ 6,563,720	\$ 4,804,022
Canada Mortgage and Housing Corporation	-	-	-	35,000	23,653	22,379
First Nations Health Authority	-	-	-	1,098,244	1,660,839	1,180,134
Rental revenue	-	-	-	148,100	13,275	50,642
Administration fee	-	-	-	119,235	-	-
Other revenue	-	-	-	1,548,096	2,096,544	1,371,260
Total revenue	-	-	-	5,719,074	10,358,031	7,428,437
Expenses						
Materials and supplies	-	-	-	235,595	448,073	208,247
Professional fees	-	-	-	78,000	445,041	358,398
Repairs and maintenance	-	-	-	45,794	157,442	91,891
Sub-contractors	-	-	-	1,059,192	1,535,521	708,530
Training	-	-	-	10,260	-	-
Travel	-	-	-	36,000	44,071	85,336
Utilities and telephone	-	-	-	109,758	176,657	196,554
Wages and benefits	-	-	-	1,055,483	1,730,731	1,809,004
Other expenses	-	457,435	444,361	1,805,833	3,542,604	3,195,436
Total expenses	-	457,435	444,361	4,435,915	8,080,140	6,653,396
Other items	-	(457,435)	(444,361)	1,283,159	2,277,891	775,041
Annual surplus (deficit)	\$ -	\$ (457,435)	\$ (444,361)	\$ 1,283,159	\$ 2,527,846	\$ 219,379