

GITWANGAK BAND

CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

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GITWANGAK BAND

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING March 31, 2022

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, 2022, and the 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 First Nation as at March 31, 2022, and the results of its consolidated operations, its changes in its consolidated net financial assets, and its consolidated cash flows for the year then ended in accordance with PSAB.

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 First Nation 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 PSAB, 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 First Nation'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 First Nation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the First Nation'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 First Nation'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 First Nation'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 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 auditors' report. However, future events or conditions may cause the First Nation 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.
DECEMBER 14, 2022

GITWANGAK BAND

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at March 31	2022	2021
FINANCIAL ASSETS		
Cash (Note 2)	\$ 10,608,901	\$ 3,733,430
Accounts receivable (Note 3)	789,080	989,419
Trust funds held by Federal Government (Note 4)	441,908	430,519
	11,839,889	5,153,368
LIABILITIES		
Accounts payable and accrued liabilities (Note 5)	800,424	953,911
Deferred revenue (Note 6)	5,267,170	305,707
Long-term debt (Note 7)	314,623	432,337
Replacement Reserve Fund	46,727	65,727
	6,428,944	1,757,682
NET FINANCIAL ASSETS	5,410,945	3,395,686
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 8)	12,228,760	10,214,167
Prepaid expenses	122,112	109,701
	12,350,872	10,323,868
ACCUMULATED SURPLUS (Note 9)	\$ 17,761,817	\$ 13,719,554

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

	2022 Budget	2022 Actual	2021 Actual
ANNUAL SURPLUS	\$ 633,805	\$ 4,042,263	\$ 2,527,846
Acquisition of tangible capital assets	-	(2,479,496)	(120,972)
Amortization of tangible capital assets	-	464,903	475,242
	-	(2,014,593)	354,270
Acquisition of prepaid asset	(92,549)	(122,112)	(109,701)
Use of prepaid asset	80,138	109,701	82,584
	(12,411)	(12,411)	(27,117)
INCREASE IN NET FINANCIAL ASSETS	621,394	2,015,259	2,854,999
NET FINANCIAL ASSETS (DEBT), BEGINNING OF YEAR	-	3,395,686	540,687
NET FINANCIAL ASSETS, END OF YEAR	\$ -	\$ 5,410,945	\$ 3,395,686

GITWANGAK BAND

CONSOLIDATED STATEMENT OF OPERATIONS

For the year ended March 31

	2022 Budget	2022 Actual	2021 Actual
REVENUE			
Indigenous Services Canada	\$ 2,287,395	\$ 7,370,901	\$ 6,563,720
First Nations Health Authority	1,073,680	1,566,529	1,660,840
Other revenue	733,196	1,072,343	854,502
Province of BC	-	1,447,184	600,000
First Nations Education Steering Committee	-	578,802	424,878
Tricorp funding	-	83,426	73,095
First People's Heritage Fund	-	133,314	43,564
New Relationship Trust	-	33,888	24,446
Canada Mortgage and Housing Corporation	35,000	4,129,294	23,653
Rental revenue	148,100	45,063	13,275
BC Aboriginal Childcare Society	-	77,626	45,466
Property tax	30,000	30,849	30,592
Gitwangak Indian Band	-	3,000	-
Administration fee	144,370	-	-
	4,451,741	16,572,219	10,358,031
EXPENSES			
Band Administration	1,058,268	1,533,485	2,128,361
Community Infrastructure - Operations and Maintenance	273,380	636,731	566,284
Economic Development	249,194	211,226	190,389
Education	-	2,551,437	2,119,445
Health Centre	1,147,835	829,805	661,719
Social Development	1,068,128	1,214,759	1,417,830
Capital Projects	20,631	112,130	504,955
Social Housing	500	32,147	33,722
Capital Fund	-	446,773	457,435
	3,817,936	7,568,493	8,080,140
ANNUAL SURPLUS (DEFICIT) BEFORE OTHER	633,805	9,003,726	2,277,891
OTHER			
Transfer from (to) deferred revenue	-	(4,961,463)	249,955
ANNUAL SURPLUS	\$ 633,805	\$ 4,042,263	\$ 2,527,846

GITWANGAK BAND

CONSOLIDATED STATEMENT OF ACCUMULATED SURPLUS

For the year ended March 31	2022	2021
ACCUMULATED SURPLUS AT BEGINNING OF YEAR	\$ 13,719,554	\$ 11,191,708
ANNUAL SURPLUS	4,042,263	2,527,846
ACCUMULATED SURPLUS AT END OF YEAR	\$ 17,761,817	\$ 13,719,554

GITWANGAK BAND

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended March 31, 2022	2022	2021
OPERATING ACTIVITIES		
ANNUAL SURPLUS	\$ 4,042,263	\$ 2,527,846
Items not affecting cash		
Amortization of tangible capital assets	464,903	475,242
	4,507,166	3,003,088
Change in non-cash operating working capital		
Accounts receivable	200,339	(285,713)
Accounts payable and accrued liabilities	(153,487)	500,252
Deferred revenue	4,961,463	(249,955)
Trust funds held by federal government	(11,389)	(8,003)
Prepaid expenses	(12,411)	(27,117)
	9,491,681	2,932,552
CAPITAL ACTIVITIES		
Tangible capital asset additions	(2,479,496)	(120,974)
FINANCING ACTIVITIES		
Principal reduction of long-term debt	(117,714)	(115,784)
Replacement Reserve Fund appropriations	6,000	6,000
Replacement Reserve Fund expenses	(25,000)	(6,300)
	(136,714)	(116,084)
INCREASE IN CASH AND CASH EQUIVALENTS	6,875,471	2,695,494
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	3,733,430	1,037,936
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 10,608,901	\$ 3,733,430

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

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 Canadian Institute of Chartered Accountants.

(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, 2022

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, 2022

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, 2022.

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, 2022, 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:

	2022	2021
Unrestricted		
Cash in banks	\$ 10,542,825	\$ 3,733,430
Restricted cash		
Replacement Reserve Fund	66,076	-
	\$ 10,608,901	\$ 3,733,430

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

3. ACCOUNTS RECEIVABLE

	2022	2021
Indigenous Services Canada	\$ 16,885	\$ 163,935
Province of BC	567,048	600,000
First Nations Health Authority	7,500	78,289
GST/HST recoverable	39,119	34,143
First Nations Education Steering Committee	111,363	69,687
CMHC subsidy receivable	1,250	7,500
Trade and other receivable	45,915	35,865
	\$ 789,080	\$ 989,419

4. TRUST FUNDS HELD BY FEDERAL GOVERNMENT

	March 31, 2021	Additions, 2022	March 31, 2022
Revenue	\$ 420,346	\$ 11,389	\$ 431,735
Capital	10,173	-	10,173
	\$ 430,519	\$ 11,389	\$ 441,908

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

	2022	2021
Trade payable	\$ 589,642	\$ 821,816
Accrued salaries and employee benefits payable	161,248	101,045
Indigenous Services Canada - Recoveries	49,534	31,050
	\$ 800,424	\$ 953,911

6. DEFERRED REVENUE

	2022	2021
Canada Mortgage and Housing Corporation	\$ 3,767,600	\$ -
Indigenous Services Canada	1,175,563	-
Province of BC	324,007	305,707
	\$ 5,267,170	\$ 305,707

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

7. LONG-TERM DEBT

	2022	2021
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.	\$ 40,585	\$ 127,781
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.	242,086	260,216
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.	31,952	44,340
	\$ 314,623	\$ 432,337
Principal portion of long-term debt due within the next five years:		
2023	\$ 70,361	
2024	32,139	
2025	24,831	
2026	19,481	
2027 and thereafter	167,811	
	\$ 314,623	

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

8. 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	2022 net book value
Land	\$ 504,535	\$ -	\$ -	\$ 504,535	\$ -	\$ -	\$ -	\$ -	\$ 504,535
Furniture and equipment	198,265	58,152	-	256,417	119,748	18,895	-	138,643	117,774
School building	1,167,277	72,846	-	1,240,123	619,112	23,895	-	643,007	597,116
Engineered structures	2,125,434	20,001	-	2,145,435	1,184,214	37,649	-	1,221,863	923,572
Health Centre	1,905,111	-	-	1,905,111	335,318	62,791	-	398,109	1,507,002
Secondary school	-	1,490,324	-	1,490,324	-	-	-	-	1,490,324
Child care facility	-	456,245	-	456,245	-	-	-	-	456,245
School automotive	166,209	-	-	166,209	62,706	20,701	-	83,407	82,802
Buildings	12,137,176	326,378	(20,000)	12,443,554	5,911,270	247,565	(20,000)	6,138,835	6,304,719
Mobile equipment	593,677	21,707	-	615,384	544,080	11,579	-	555,659	59,725
Capital Fund - Equipment	417,628	31,458	-	449,086	331,212	18,578	-	349,790	99,296
Health Centre - Equipment	198,306	2,385	-	200,691	111,218	17,422	-	128,640	72,051
Computer software	43,195	-	-	43,195	23,768	5,828	-	29,596	13,599
	\$ 19,456,813	\$ 2,479,496	\$ (20,000)	\$ 21,916,309	\$ 9,242,646	\$ 464,903	\$ (20,000)	\$ 9,687,549	\$ 12,228,760

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

	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	108,659	11,089	-	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	1,145,829	38,385	-	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

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

9. ACCUMULATED SURPLUS

	2022	2021
Unrestricted		
Band Administration	\$ 3,933,352	\$ 3,408,152
Community Infrastructure - Operations and Maintenance	143,269	155,541
Economic Development	(1,866,512)	(1,697,869)
Education	1,353,658	1,042,756
Health Centre	698,190	335,316
Social Development	610,107	215,693
	4,872,064	3,459,589
Restricted		
Capital Projects	521,958	47,617
Trust Fund	441,908	430,519
Social Housing	243,722	231,970
Capital Fund	11,682,165	9,549,859
	12,889,753	10,259,965
	\$ 17,761,817	\$ 13,719,554

10. 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.

11. 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.

12. 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, 2022

13. SEGMENTED INFORMATION

	Band Administration			Community Infrastructure - Operations and Maintenance			Economic Development		
	2022 Budget	2022 Actual	2021 Actual	2022 Budget	2022 Actual	2021 Actual	2022 Budget	2022 Actual	2021 Actual
Revenues									
Indigenous Services Canada	\$ 778,368	\$ 2,398,788	\$ 2,221,555	\$ 339,308	\$ 1,240,717	\$ 599,034	\$ 69,194	\$ 138,970	\$ 138,970
First Nations Health Authority	-	-	106,446	-	-	-	-	-	-
Rental revenue	-	-	-	-	3,600	9,000	140,000	10,099	4,075
Administration fee	144,370	-	-	-	-	-	-	-	-
Other revenue	686,096	1,058,453	1,401,375	24,000	27,498	43,593	10,000	-	-
Total revenue	1,608,834	3,457,241	3,729,376	363,308	1,271,815	651,627	219,194	149,069	143,045
Expenses									
Materials and supplies	85,000	298,991	314,267	19,963	21,486	13,025	-	310	-
Professional fees	60,000	189,660	408,704	-	-	-	20,000	-	-
Repairs and maintenance	5,000	41,377	26,061	15,894	85,780	5,875	10,000	6,496	3,536
Sub-contractors	293,009	124,259	807,019	10,577	100,749	174,785	-	5,400	21,701
Training	-	-	-	10,620	2,257	-	-	-	-
Travel	21,000	19,562	15,231	-	7,846	2,876	-	-	-
Utilities and telephone	21,000	14	735	41,431	101,943	71,665	20,000	4,007	25,390
Wages and benefits	341,759	317,670	264,999	153,500	166,826	136,012	102,294	42,294	56,749
Other expenses	231,500	541,952	291,344	21,395	149,844	162,046	96,900	152,719	83,014
Total expenses	1,058,268	1,533,485	2,128,360	273,380	636,731	566,284	249,194	211,226	190,390
Other items	550,566	1,923,756	1,601,016	89,928	635,084	85,343	(30,000)	(62,157)	(47,345)
	-	(198,638)	(305,707)	-	(471,218)	-	-	-	-
Annual surplus (deficit)	\$ 550,566	\$ 1,725,118	\$ 1,295,309	\$ 89,928	\$ 163,866	\$ 85,343	\$(30,000)	\$(62,157)	\$(47,345)

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

13. SEGMENTED INFORMATION, continued

	2022 Budget	Education 2022 Actual	2021 Actual	2022 Budget	Health Centre 2022 Actual	2021 Actual	2022 Budget	Social Development 2022 Actual	2021 Actual
Revenues									
Indigenous Services Canada	\$ -	\$ 1,775,229	\$ 1,906,872	\$ -	\$ -	\$ -	\$ 1,100,525	\$ 1,617,197	\$ 1,697,289
First Nations Health Authority	-	286,789	185,906	1,073,680	1,279,740	1,368,487	-	-	-
Rental revenue	-	1,964	200	-	-	-	-	-	-
Other revenue	-	991,489	624,768	20,000	57,000	18,805	-	-	-
Total revenue	-	3,055,471	2,717,746	1,093,680	1,336,740	1,387,292	1,100,525	1,617,197	1,697,289
Expenses									
Materials and supplies	-	65,248	52,777	82,250	54,788	43,909	70,704	15,380	20,836
Professional fees	-	25,752	19,498	16,327	-	13,889	-	-	-
Repairs and maintenance	-	56,949	84,632	30,400	31,643	37,338	-	-	-
Sub-contractors	-	-	-	51,874	21,820	28,982	-	6,162	1,500
Training	-	50,819	-	-	-	-	-	-	-
Travel	-	35,830	23,558	12,500	7,968	1,945	1,000	-	461
Utilities and telephone	-	61,382	52,692	24,000	19,917	26,175	-	-	-
Wages and benefits	-	1,033,827	904,729	458,934	320,075	285,221	104,739	67,921	83,014
Other expenses	-	1,221,630	981,559	471,550	373,594	224,260	891,685	1,125,296	1,312,019
Total expenses	-	2,551,437	2,119,445	1,147,835	829,805	661,719	1,068,128	1,214,759	1,417,830
Other items	-	504,034	598,301	(54,155)	506,935	725,573	32,397	402,438	279,459
Annual surplus (deficit)	\$ -	\$ 504,034	\$ 598,301	\$(54,155)	\$ 506,935	\$ 725,573	\$ 32,397	\$ 402,438	\$ 279,459

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

13. SEGMENTED INFORMATION, continued

	2022 Budget	Capital Projects 2022 Actual	2021 Actual	2022 Budget	Social Housing 2022 Actual	2021 Actual	2022 Budget	Trust Fund 2022 Actual	2021 Actual
Revenues									
Indigenous Services Canada	\$ -	\$ 200,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Canada Mortgage and Housing Corporation	20,000	4,114,295	8,654	15,000	14,999	14,999	-	-	-
Rental revenue	-	-	-	8,100	29,400	-	-	-	-
Other revenue	23,100	1,314,603	-	-	-	-	-	11,389	8,003
Total revenue	43,100	5,628,898	8,654	23,100	44,399	14,999	-	11,389	8,003
Expenses									
Materials and supplies	-	852	3,260	500	-	-	-	-	-
Professional fees	-	-	-	-	2,950	2,950	-	-	-
Sub-contractors	-	72,198	501,534	-	-	-	-	-	-
Utilities and telephone	-	-	-	-	502	-	-	-	-
Wages and benefits	18,631	-	-	-	-	-	-	-	-
Other expenses	2,000	39,080	161	-	28,695	30,772	-	-	-
Total expenses	20,631	112,130	504,955	500	32,147	33,722	-	-	-
Other items	22,469	5,516,768	(496,301)	22,600	12,252	(18,723)	-	11,389	8,003
	-	(4,291,607)	555,662	-	-	-	-	-	-
Annual surplus (deficit)	\$ 22,469	\$ 1,225,161	\$ 59,361	\$ 22,600	\$ 12,252	\$(18,723)	\$ -	\$ 11,389	\$ 8,003

GITWANGAK BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

13. SEGMENTED INFORMATION, continued

	2022 Budget	Capital Fund 2022 Actual	2021 Actual	2022 Budget	Consolidated totals 2022 Actual	2021 Actual
Revenues						
Indigenous Services Canada	\$ -	\$ -	\$ -	\$ 2,287,395	\$ 7,370,901	\$ 6,563,720
Canada Mortgage and Housing Corporation	-	-	-	35,000	4,129,294	23,653
First Nations Health Authority	-	-	-	1,073,680	1,566,529	1,660,839
Rental revenue	-	-	-	148,100	45,063	13,275
Administration fee	-	-	-	144,370	-	-
Other revenue	-	-	-	763,196	3,460,432	2,096,544
Total revenue	-	-	-	4,451,741	16,572,219	10,358,031
Expenses						
Materials and supplies	-	-	-	258,417	457,055	448,074
Professional fees	-	-	-	96,327	218,362	445,041
Repairs and maintenance	-	-	-	61,294	222,245	157,442
Sub-contractors	-	-	-	355,460	330,588	1,535,521
Training	-	-	-	10,620	53,076	-
Travel	-	-	-	34,500	71,206	44,071
Utilities and telephone	-	-	-	106,431	187,765	176,657
Wages and benefits	-	-	-	1,179,857	1,948,613	1,730,724
Other expenses	-	446,773	457,435	1,715,030	4,079,583	3,542,610
Total expenses	-	446,773	457,435	3,817,936	7,568,493	8,080,140
Other items	-	(446,773)	(457,435)	633,805	9,003,726	2,277,891
Annual surplus (deficit)	\$ -	\$ (446,773)	\$ (457,435)	\$ 633,805	\$ 4,042,263	\$ 2,527,846