

**LIL'WAT NATION**  
**FINANCIAL STATEMENTS**  
For the year ended March 31, 2022

**LIL'WAT NATION**  
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**For the year ended March 31, 2022**

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## Management's Responsibility for Financial Reporting

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The accompanying financial statements of the Lil'wat Nation are the responsibility of management and have been approved by the Chiefs and Council.

The financial statements have been prepared by management using the basis of accounting described in the summary of significant accounting policies. Financial statements are not precise since they include certain amounts based on estimates and when alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The Lil'wat Nation maintains systems of internal accounting and administrative controls, consistent with reasonable costs. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the First Nation's assets are appropriately accounted for and adequately safeguarded.

The Lil'wat Nation is responsible for ensuring that the management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Chiefs and Council carry out this responsibility through the Finance and Audit Committee.

The Finance and Audit Committee reviews the financial statements and recommends their approval. They meet 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 financial statements and external auditor's report. The Chiefs and Council also considers the engagement of the external auditors.

The financial statements have been audited by BDO Canada LLP in accordance with Canadian generally accepted auditing standards on behalf of the members. BDO Canada LLP have full and free access to the Chiefs and Council.

Approved on behalf of the Band Council

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 Dean Nelson

Chief

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Chairperson of Finance and Audit Committee

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 Terry Melhaffey

Chief Administrative Officer

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## Independent Auditor's Report

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### To the Members of the Lil'wat Nation

#### Opinion

We have audited the financial statements of Lil'wat Nation ("the First Nation") which comprise the statement of financial position as at March 31, 2022, and the statements of financial activity, change in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the First Nation as at March 31, 2022, and its results of operations, changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

#### 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 First Nation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Other Information - Supplementary Information

The Nation has also prepared another set of consolidated financial statements for the year ended March 31, 2022 in accordance with Canadian public sector accounting standards. However, those consolidated financial statements include unaudited supplementary schedules which present detailed program revenues and expenditures prepared to assist management of the Nation to meet the reporting requirements of various funding agencies. Our audit report on the other set of financial statements was issued to Chiefs and Council and was dated September 13th, 2022.



## **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the basis of accounting described in the summary of significant accounting policies, 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 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 Lil'wat 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.

## **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:

- 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 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 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 First Nation 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.

*BDO Canada LLP*

Chartered Professional Accountants

Kelowna, British Columbia  
September 13th, 2022

## LIL'WAT NATION Statement of Financial Position

	2022	2021
<b>Financial Assets</b>		
Cash	\$ 11,591,883	\$ 6,132,400
Restricted cash (Note 1)	11,068,609	9,116,171
Temporary investments (Note 2)	7,669,388	7,634,559
Accounts receivable (Note 3)	5,620,930	3,090,996
Due from related entities (Note 4)	7,369,603	295,003
Investment in business enterprises and partnerships (Note 5)	22,834,578	21,837,408
Ottawa Trust Funds	<u>452,632</u>	<u>430,093</u>
	<b>66,607,623</b>	<b>48,536,630</b>
<b>Financial Liabilities</b>		
Accounts payable and accrued liabilities (Note 7)	4,015,275	3,199,415
Deferred revenue (Note 8)	14,811,185	9,661,255
Due to related entities (Note 4)	80,779	65,321
Obligation under capital lease (Note 9)	79,038	180,466
Long term debt (Note 10)	<u>17,847,168</u>	<u>10,024,324</u>
	<b>36,833,445</b>	<b>23,130,781</b>
<b>Net Financial Assets</b>	<b>29,774,178</b>	<b>25,405,849</b>
<b>Non - Financial Assets</b>		
Tangible capital assets (Note 11)	55,346,297	52,228,114
Prepaid expenses	493,398	248,190
	<b>55,839,695</b>	<b>52,476,304</b>
<b>Accumulated Surplus (Note 12)</b>	<b>\$ 85,613,873</b>	<b>\$ 77,882,153</b>

Approved on behalf of the Band Council

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Dean Nelson Chief  
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 Chairperson of Finance and Audit Committee  
30/03/2023 10:45 AM CEST  
Terry Meliaffey Chief Administrative Officer  
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**LIL'WAT NATION**  
**Statement of Financial Activity**

<b>For the year ended March 31</b>	<b>Budget</b>	<b>2022</b>	<b>2021</b>
<b>Revenue</b>			
Indigenous Services Canada	\$ 11,081,242	<b>\$ 16,435,023</b>	\$ 12,978,452
Canada Mortgage and Housing Corporation	318,852	315,267	288,940
Department of Fisheries and Oceans Canada	390,451	662,067	490,133
First Nations Education Steering Committee	1,694,692	2,009,312	1,520,768
First Nations Health Authority	3,563,121	2,912,781	4,093,048
BC First Nations Gaming	-	479,377	843,812
Province of British Columbia	4,559,967	5,320,173	4,071,457
Rental income	955,980	953,171	927,698
Skills & Employment Training income	33,669	1,976,716	1,288,114
Other income	8,630,360	4,805,854	4,746,776
Royalty income	1,621,865	1,310,881	1,435,774
Income from business enterprises and partnerships	400,000	1,397,170	174,093
	<hr/>	<hr/>	<hr/>
	33,250,199	<b>38,577,792</b>	32,859,065
<b>Expenses (Note 17)</b>			
Operations Fund	22,166,391	23,743,945	20,349,104
Capital Fund	4,622,286	290,612	456,081
Xet'olacw Housing Fund	825,082	866,230	795,438
Xet'olacw Community School Fund	6,490,479	5,907,133	5,806,675
Funding agency recoveries	-	-	1,045
CMHC approved expenditures	-	38,152	80,604
	<hr/>	<hr/>	<hr/>
	34,104,238	<b>30,846,072</b>	27,488,947
<b>Annual surplus</b>	<b>(854,039)</b>	<b>7,731,720</b>	<b>5,370,118</b>
<b>Accumulated surplus, beginning of year</b>	<b>77,882,153</b>	<b>77,882,153</b>	<b>72,512,035</b>
<b>Accumulated surplus, end of year</b>	<b>\$ 77,028,114</b>	<b>\$ 85,613,873</b>	<b>\$ 77,882,153</b>

**LIL'WAT NATION**  
**Statement of Change in Net Financial Assets**

<b>For the year ended March 31</b>	<b>Budget</b>	<b>2022</b>	<b>2021</b>
Annual surplus	\$ (854,039)	\$ 7,731,720	\$ 5,370,118
Acquisition of tangible capital assets (Note 11)	(5,147,824)	(5,845,101)	(5,815,925)
Amortization of tangible capital assets (Note 11)	388,498	2,726,918	2,271,646
Net book value of disposed tangible capital assets	-	-	3,759,278
Change in prepaid expenses	-	(245,208)	(29,725)
	(5,613,365)	4,368,329	5,555,392
<b>Net financial assets, beginning of year</b>	<b>25,405,849</b>	<b>25,405,849</b>	<b>19,850,457</b>
<b>Net financial assets, end of year</b>	<b>\$ 19,792,484</b>	<b>\$ 29,774,178</b>	<b>\$ 25,405,849</b>

**LIL'WAT NATION**  
**Statement of Cash Flows**

**For the year ended March 31**

**2022**

**2021**

**Cash flows provided by (used in) operating activities**

Cash receipts from all funding sources	\$ 39,964,552	\$ 36,484,034
Cash paid to employees and suppliers	(27,035,646)	(24,436,974)
Interest paid	<u>(276,793)</u>	<u>(269,708)</u>
	<u><b>12,652,113</b></u>	<u><b>11,777,352</b></u>

**Cash flows provided by (used in) capital activities**

Purchase of tangible capital assets	<u>(5,845,101)</u>	<u>(5,815,925)</u>
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**Cash flows provided by (used in) investing activities**

Change in restricted temporary investments	(34,829)	(173,864)
Change in Ottawa trust funds	(22,539)	(9,932)
Advances to related parties	<u>(7,059,141)</u>	<u>(45,594)</u>
	<u><b>(7,116,509)</b></u>	<u><b>(229,390)</b></u>

**Cash flows provided by (used in) financing activities**

Issuance of long term debt	8,844,761	1,291,318
Repayment of long term debt and capital leases	<u>(1,123,343)</u>	<u>(657,067)</u>
	<u><b>7,721,418</b></u>	<u><b>634,251</b></u>

**Increase in cash**

Cash, beginning of year	<u><b>15,248,571</b></u>	<u><b>8,882,283</b></u>
<b>Cash, end of year</b>	<b>\$ 22,660,492</b>	<b>\$ 15,248,571</b>

**Represented by:**

Cash	\$ 11,591,883	\$ 6,132,400
Restricted cash	<u>11,068,609</u>	<u>9,116,171</u>
	<u><b>\$ 22,660,492</b></u>	<u><b>\$ 15,248,571</b></u>

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## LIL'WAT NATION

### Summary of Significant Accounting Policies

**March 31, 2022**

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<b>Basis of Presentation</b>	<p>It is the policy of the Lil'wat Nation (the "First Nation") to follow accounting principles generally accepted for First Nations in the Province of British Columbia. They have been prepared using guidelines issued by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada. The First Nation provides services such as band government, public works, social development, community health, advanced education, economic development, land and resources, housing and community school.</p>
<b>Reporting Entity</b>	<p>The Lil'wat Nation reporting entity includes the Lil'wat Nation and all related entities which are accountable for the administration of their financial affairs and resources to the First Nation and are either owned or controlled by the First Nation.</p>
<b>Principles of Financial Reporting</b>	<p>These financial statements include on a modified equity basis the assets, liabilities and results of operations of the following organizations which use accounting principles which lend themselves to combine on a modified equity basis with the Lil'wat Nation:</p> <ul style="list-style-type: none"><li>- Lil'wat Holdings Limited Partnership</li><li>- 0773099 BC Ltd.</li><li>- 0780174 BC Ltd.</li><li>- 0780176 BC Ltd.</li><li>- 0780179 BC Ltd.</li><li>- 0780182 BC Ltd.</li><li>- 0780185 BC Ltd.</li><li>- 0781316 BC Ltd.</li><li>- 0781242 BC Ltd.</li><li>- 0915799 BC Ltd.</li><li>- Spel'kumtn Community Forest Limited Partnership</li></ul>
<b>Fund Accounting</b>	<p>The Lil'wat Nation is segregated into various funds for accounting and financial reporting purposes. Each fund is treated as a separate entity with responsibility for stewardship of the assets allocated to it.</p> <p>The funds and enterprises of the Lil'wat Nation are as follows:</p> <ul style="list-style-type: none"><li>- Operations Fund</li><li>- Capital Fund</li><li>- Xet'olacw Housing Fund</li><li>- Xet'olacw Community School Fund</li></ul>
<b>Cash and Cash Equivalents</b>	<p>Cash and cash equivalents includes cash and investments in money market funds with maturity dates of three months or less.</p>

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## LIL'WAT NATION

### Summary of Significant Accounting Policies

**March 31, 2022**

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<b>Portfolio Investments</b>	Portfolio investments are stated at the lower of cost and market value and have a maturity date that exceeds three months.
<b>Leased Assets</b>	Leases entered into, that transfer substantially all the benefits and risks associated with ownership, are recorded as the acquisition of a tangible capital asset and the incurrence of an obligation. The asset is amortized in a manner consistent with tangible capital assets owned by the First Nation, and the obligation, including interest thereon, is liquidated over the term of the lease. All other leases are accounted for as operating leases, and the rental costs are expensed as incurred.
<b>Government Transfers</b>	Government transfers, which include legislative grants, are recognized in the financial statements in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amount can be made.
<b>Budget Figures</b>	The budget figures are approved annually by the Chiefs and Council. They have been reallocated to conform to public sector financial statement presentation. Subsequent amendments have been made by the Chiefs and Council to reflect changes in the budget, as required.
<b>Tangible Capital Assets</b>	Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Buildings	25 years
Community infrastructure	20 - 75 years
Equipment	5 - 20 years
Assets under construction	Nil

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## LIL'WAT NATION

### Summary of Significant Accounting Policies

**March 31, 2022**

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**Impairment of Long  
Lived Assets**

In the event that facts and circumstances indicate that the First Nation's long-lived assets may be impaired, an evaluation of recoverability would be performed. Such an evaluation entails comparing the estimated future undiscounted cash flows associated with the asset to the asset's carrying amount to determine if a write-down to market value or discounted cash flow value is required. The First Nation considers that no circumstances exist that would require such an evaluation.

**Revenue Recognition**

Government funding is recognized as it becomes receivable under the terms of applicable funding agreements. Revenue received under funding agreements which relates to a subsequent fiscal period is recognized as revenue in the period in which the resources are used for the purpose or purposes specified.

Rental revenue is recognized as it becomes receivable under the terms of the rental agreement.

Sales of service and other revenue is recognized on an accrual basis.

All other revenue is recognized as it is earned.

**Deferred Revenue**

Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general purposes are accounted for as deferred revenue on the statement of financial position. The revenue is recognized in the statement of financial activity in the year in which it is used for the specified purpose.

**Use of Estimates**

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**1. Restricted Cash**

	<b>2022</b>	<b>2021</b>
Xet'olacw Housing Operations		
Replacement reserve (Note 13)	\$ 644,504	\$ 642,915
Operating reserve (Note 14)	40,758	40,778
Funds held in trust	4,505	4,505
Restricted funds	<u>18,048,230</u>	<u>16,062,532</u>
	<u><b>\$ 18,737,997</b></u>	<u><b>\$ 16,750,730</b></u>

**Restricted Cash is represented by:**

Restricted cash	\$ 11,068,609	\$ 9,116,171
Restricted temporary investments (Note 2)	<u>7,669,388</u>	<u>7,634,559</u>
	<u><b>\$ 18,737,997</b></u>	<u><b>\$ 16,750,730</b></u>

**2. Restricted Temporary Investments**

Included in the restricted cash amounts in Note 1 are short term investments. The First Nation holds the following temporary investments in a chartered bank with the following terms:

	<b>2022</b>	<b>2021</b>
Monthly Income Fund	\$ -	\$ 365,837
GIC's, with rates between 0.80% and 3.05%, maturing between April, 2022 and September, 2025.	6,745,762	6,770,459
Extendable step-up bonds, with coupons paid semi-annually between 1.60% and 2.75%, maturing March, 2029.	<u>923,626</u>	<u>498,263</u>
	<u><b>\$ 7,669,388</b></u>	<u><b>\$ 7,634,559</b></u>

Funds held in restricted temporary investments represent those monies that the Lil'wat Nation has committed for expenditures for future capital and economic development projects.

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**3. Accounts Receivable**

	<b>2022</b>	<b>2021</b>
Current	\$ 7,934,499	\$ 5,180,405
Long term	<u>500,195</u>	<u>500,195</u>
	<b>8,434,694</b>	<b>5,680,600</b>
Allowance for doubtful accounts	<b>(2,813,764)</b>	<b>(2,589,604)</b>
	<b>\$ 5,620,930</b>	<b>\$ 3,090,996</b>

**4. Due To/From Related Entities**

The amounts due to and from related parties bear no interest and have no fixed terms of repayment. The entities below are all owned, controlled or significantly influenced by the First Nation.

**Due From Related Entities**

	<b>2022</b>	<b>2021</b>
Lil'wat Capital Assets Limited Partnership	\$ 163,635	\$ 163,635
Lil'wat Forestry Ventures Limited Partnership	<u>7,081,053</u>	-
Lil'wat Management Services Limited Partnership	<u>124,915</u>	123,835
Lil'wat Retail Operations Limited Partnership	<u>-</u>	<u>7,533</u>
	<b>\$ 7,369,603</b>	<b>\$ 295,003</b>

**Due To Related Entities**

	<b>2022</b>	<b>2021</b>
Lil'wat Construction Enterprises Limited Partnership	\$ 24,996	\$ 7,797
Lil'wat Forestry Ventures Limited Partnership	-	57,523
0915799 BC Ltd.	1	1
Lil'wat Retail Operations Limited Partnership	<u>55,782</u>	<u>-</u>
	<b>\$ 80,779</b>	<b>\$ 65,321</b>

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## LIL'WAT NATION

### Notes to Financial Statements

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**March 31, 2022**

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**4. Due To/From Related Entities (continued)**

**Related Party Transactions**

During the year, the Lil'wat Nation received a partnership distribution from a related partyLil'wat Holding Limited Partnership, in the amount of \$400,000 (2021 - \$Nil).

During the current year, the Lil'wat Nation entered in to a loan with the First Nations Finance Authority (Note 10) to finance the purchase of a forestry license on behalf of a related party, Lil'wat Forestry Ventures Limited Partnership.

During the prior year, Lil'wat Nation transferred assets to a related party, Lil'wat Retail Operations Limited Partnership, in the amount of \$3,759,278. The assets transferred related to the Mount Currie Chevron gas station that was previously constructed in Lil'wat Nation, and financed through debt in the partnership. The transfer occurred at the exchange amount which is equal to the fair value of the assets.

The transactions have occurred in the normal course of operations and are measured at the exchange value (the amount of consideration established and agreed to be the related parties).

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**5. Investments in Business Enterprises and Partnerships**

The First Nation has the following long term investments:

	2022	2021
0773099 BC Ltd., 50% owned by the Lil'wat Nation	\$ 1	\$ 1
0780174 BC Ltd., 50% owned by the Lil'wat Nation	1	1
0780176 BC Ltd., 50% owned by the Lil'wat Nation	1	1
0780179 BC Ltd., 50% owned by the Lil'wat Nation	1	1
0780182 BC Ltd., 50% owned by the Lil'wat Nation	1	1
0780185 BC Ltd., 50% owned by the Lil'wat Nation	1	1
0781242 BC Ltd., 50% owned by the Lil'wat Nation	1	1
0781316 BC Ltd., 50% owned by the Lil'wat Nation	1	1
0915799 BC Ltd., wholly owned by the Lil'wat Nation	1	1
Spel'kúmtn Community Forest Limited Partnership	<b>252,638</b>	-
Lil'wat Holdings Limited Partnership, 99.99% of partnership shares held by the Lil'wat Nation	<b>22,581,821</b>	21,837,289
BC First Nations Gaming Revenue Sharing LP	<b>110</b>	110
	<b><u>\$ 22,834,578</u></b>	<b><u>\$ 21,837,408</u></b>

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**LIL'WAT NATION**  
**Notes to Financial Statements**

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**March 31, 2022**

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**5. Investment in Business Enterprises and Partnerships (continued)**

The following summary discloses the condensed financial information of the business enterprises and partnerships:

(a) Summary of Financial Position	<b>2022</b>	<b>2021</b>
<b>Assets</b>		
Cash	\$ 1,770,111	\$ 575,627
Accounts receivable	1,763,649	793,274
Inventory	839,823	524,972
Prepaid expenses	110,243	79,480
Due from related party	21	-
Deferred logging and engineering expenses	3,058,966	2,908,628
Forestry licenses	7,911,348	1,281,780
Long term investments	17,661	21,855
Tangible capital assets	<u>21,751,850</u>	<u>21,739,120</u>
 Total Assets	 <u>37,223,672</u>	 <u>27,924,736</u>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	1,147,622	1,181,344
Deferred revenue	569,880	-
Due to related party	6,849,305	154,187
Reforestation obligation	209,308	197,855
Long term debt	<u>3,917,340</u>	<u>4,075,213</u>
 Total Liabilities	 <u>12,693,455</u>	 <u>5,608,599</u>
 Net Assets	 <u>\$ 24,530,217</u>	 <u>\$ 22,316,137</u>

(b) Summary of Financial Activities	<b>2022</b>	<b>2021</b>
Total Revenues	\$ 21,754,624	\$ 17,453,752
Total Expenses	<u>19,540,565</u>	<u>17,279,659</u>
 Income for the year	 <u>\$ 2,214,059</u>	 <u>\$ 174,093</u>

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**6. Bank Indebtedness**

The First Nation has a line of credit with a total credit limit of \$2,000,000 (2021 - \$2,000,000), bearing interest at prime plus 0.5% (2021 - prime plus 0.5%), secured by a general security agreement, payable in monthly payments of interest only. At March 31, 2022 the amount of line of credit utilized was \$Nil (2021 - \$Nil).

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**7. Accounts Payable and Accrued Liabilities**

	<b>2022</b>	<b>2021</b>
Trade accounts payable	\$ 1,862,560	\$ 1,729,277
Indigenous Services Canada (i)	1,046	122,264
Accrued wages and benefits payable	865,592	869,092
Accrued liabilities	1,135,135	365,725
Other	150,942	113,057
	<hr/>	<hr/>
	\$ 4,015,275	\$ 3,199,415

(i) The following amounts are repayable to Indigenous Services Canada ("ISC"):

	<b>2022</b>	<b>2021</b>
NP85-Basic Needs (2016/17)	#4093	\$ 1,046
NCBO-3-NCB Re-Investment (2016/17)	#4093	\$ 25,915
AW2X2-ICMS #9-00126373 Individual Housing (2016/17)	-	9,216
Rockfall Mitigation Project (2017/18)	-	8,705
NT93-Corporate Business (2015/16)	#4091	4,911
DISC-NP8X-ESD-Client Supports (Active Measure) (2016-17)	-	2,476
NP8L-002 Special Needs (2017/18)	-	72
NPC5-In-Home Care (2017/18)	-	133
NPC9-Institutional Care (2017/18)	-	45
NP99- Industry Training/Carpentry Foundation (2017/18)	-	1,309
NTKB - Planning Design and Construction (2019/20)	-	1,045
NTMC FIXED Special Services (ICMS#9-00126574)ACRS 2017 Group 2	-	32,101
NPC9 SET Institutional Care-Co-Payment	-	2,954
NP99 SET SOCIAL ASS. EMPL & TRAINING (Support to Parents)	-	908
NP99 SET SOCIAL ASS. EMPL & TRAINING (Child Care)	-	652
	<hr/>	<hr/>
	\$ 1,046	\$ 122,264

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**8. Deferred Revenue**

Deferred revenue represents monies received in advance for contributions received from the federal, provincial and local governments along with other sources for specific projects or programs in which the expenditures have not yet been incurred.

	Balance, beginning of year	Contributions	Revenue Recognized	Balance, end of year
Indigenous Services Canada	<b>\$ 2,547,826</b>	<b>\$ 8,260,560</b>	<b>\$ (1,722,624)</b>	<b>\$ 9,085,762</b>
Community Food Centres Canada	-	44,430	-	44,430
First Nations Education Steering Committee	438,700	1,020,170	(427,184)	1,031,686
First Nations Health Authority	1,404,082	2,054,602	(1,404,082)	2,054,602
Lil'wat Housing Legacy	1,194,615	-	(378,716)	815,899
Province of British Columbia	2,969,634	1,303,658	(2,941,634)	1,331,658
BC Arts Council	-	-	-	-
BC Law Institute	-	-	-	-
Corporation transfer to Agriculture	-	-	-	-
UBCM Flood Mitigation	436,955	-	(436,955)	-
Gov of Canada - LHOV-1-023	-	-	-	-
EcoAction - Agriculture grant	-	-	-	-
BC Dividend Grant	84,114	-	(84,114)	-
Indigenous Skills and Employment				
Training	224,211	84,503	(224,211)	84,503
Fisheries Proposal	190,295	245,750	(190,295)	245,750
Department of Fisheries and Oceans	89,283	-	(89,283)	-
Naut'sa Mawt Tribal Council	25,000	20,463	(25,000)	20,463
Local Food Infrastructure Fund	1,209	-	(1,209)	-
Habitat Trust Funds	2,500	-	(2,500)	-
Work BC	15,723	-	(15,723)	-
Squamish Mills	2,000	-	-	2,000
Provincial Health Services Authority	3,000	-	(3,000)	-
Stó:Lo Aboriginal Skills and Employment Training	20,900	-	(20,900)	-
First People's Cultural Council	11,208	18,672	(11,208)	18,672
Vancouver Coastal Health	-	25,760	-	25,760
Upper Lillooet River Power LP	-	30,000	-	30,000
United Way Food Infrastructure	-	20,000	-	20,000
<b>2022 Totals</b>	<b>\$ 9,661,255</b>	<b>\$ 13,128,568</b>	<b>\$ (7,978,638)</b>	<b>\$ 14,811,185</b>
<b>2021 Totals</b>	<b>\$ 4,404,249</b>	<b>\$ 8,423,522</b>	<b>\$ (3,166,516)</b>	<b>\$ 9,661,255</b>

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**9. Obligation Under Capital Lease**

	<b>2022</b>	<b>2021</b>
Royal Bank - Capital Fund - Payable in monthly payments of \$2,313 including interest at 3.66%, secured by specific assets, maturing February 2024	<b>46,239</b>	71,793
Royal Bank - repaid in year	-	8,169
Royal Bank - Capital Fund - Payable in monthly payments of \$1,760 including interest at 3.63%, secured by specific assets, maturing December 2022	<b>13,889</b>	34,102
Royal Bank - Capital Fund - Payable in monthly payments of \$1,217 including interest at 4.27%, secured by specific assets, maturing August 2023	<b>13,147</b>	26,875
Royal Bank - Capital Fund - Payable in monthly payments of \$2,896 including interest at 4.11%, secured by specific assets, maturing May 2022	<b>5,763</b>	<b>39,527</b>
	<b>79,038</b>	180,466
Less current portion	<b>59,267</b>	101,427
	<b>\$ 19,771</b>	<b>\$ 79,039</b>

The future minimum lease payments for the next four years are as follows:

2023	\$ 59,267
2024	<b>19,771</b>
	<b>\$ 79,038</b>

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**10. Long Term Debt**

	<b>2022</b>	<b>2021</b>
Lil'wat Nation - Operations Fund		
CIBC - renovation loan, repayable in monthly installments of \$820, including interest at 3.94% per annum, secured by ministerial guarantee agreement and CMHC insurance.	\$ 10,445	\$ 19,678
Royal Bank - loan repayable in monthly installments of \$2,910, including interest at 1.75% per annum, maturing January 2023, secured by assignment of assets.	518,632	546,726
Royal Bank - loan repayable in monthly installments of \$2,510, including interest at 3.25% per annum, maturing April 2022, secured by assignment of assets and a ministerial guarantee agreement.	140,543	165,665
Royal Bank - non-revolving demand loan, repayable in monthly installments of \$3,447, including interest at 1.61% per annum, maturing December 2022, secured by assignment of assets and a ministerial guarantee agreement.	30,825	70,986
Bank of Montreal - construction loan, repayable in monthly installments of \$4,858, including interest at 4.39% per annum, secured by assignment of assets.	772,163	795,993
Bank of Montreal - non-revolving demand loan repayable in monthly installments of \$7,171, including interest at prime plus 0.75% per annum, secured by assignment of assets.	1,249,445	1,294,483
All Nations Trust Company - loan repayable in monthly installments of \$3,196, including interest at 5.24% per annum, maturing March 2024, secured by ministerial guarantee agreement.	226,774	252,507
Royal Bank - loan repayable in monthly installments of \$1,411, including interest at 2.93% per annum, maturing February 2026, secured by assignment of assets.	290,939	299,215
Royal Bank - loan repayable in monthly installments of \$3,797, including interest at 1.91% per annum, maturing October 2025, secured by assignment of assets.	579,978	428,304
Balance carried forward	<u>\$ 3,819,744</u>	<u>\$ 3,873,557</u>

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**10. Long Term Debt (continued)**

	<b>2022</b>	<b>2021</b>
Balance brought forward	<b>\$ 3,819,744</b>	\$ 3,873,557
First Nations Finance Authority - promissory note due June 2023 with semi-annual interest payments of \$123,941 due in June and December of each year, and principal payments of \$184,516 due in June each year. Interest is calculated at 3.06% per annum.	8,085,354	-
BC Housing - loan advance with no specific repayment terms finalized at year end.	128,893	106,069
<b>Xet'olacw Housing Operations</b>		
All Nations Trust Company - Phase 14 mortgage repayable in monthly installments of \$331 including interest at 1.86% per annum, renewal date of March 2024, maturing March 2024, secured by ministerial guarantee.	7,777	11,553
All Nations Trust Company - Phase 14-2 mortgage repayable in monthly installments of \$1,677 including interest at 1.86% per annum, renewal date of March 2024, maturing March 2024, secured by ministerial guarantee.	39,485	58,684
All Nations Trust Company - Phase 15 mortgage repayable in monthly installments of \$2,122 including interest at 0.68% per annum, maturing April 2025, secured by ministerial guarantee.	77,685	102,532
All Nations Trust Company - Phase 16-2 mortgage repayable in monthly installments of \$745 including interest at 0.76% annum, maturing October 2025, secured by ministerial guarantee.	31,587	40,249
All Nations Trust Company - Phase 16-4 mortgage repayable in monthly installments of \$1,457 including interest at 0.76% per annum, maturing October 2025, secured by ministerial guarantee.	61,789	78,734
Balance carried forward	<b>\$ 12,252,314</b>	\$ 4,271,378

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**10. Long Term Debt (continued)**

	<b>2022</b>	<b>2021</b>
Balance brought forward	<b>\$ 12,252,314</b>	\$ 4,271,378
Xet'olacw Housing Operations		
All Nations Trust Company - Phase 17 mortgage repayable in monthly installments of \$1,963 including interest at 1.57% per annum, renewal date December 2021, maturing August 2026, secured by ministerial guarantee.	100,455	122,503
All Nations Trust Company - Phase 18 mortgage repayable in monthly installments of \$2,238 including interest at 2.27% per annum, renewal date November 2026, maturing November 2026, secured by ministerial guarantee.	118,890	143,524
All Nations Trust Company - Elders Complex mortgage repayable in monthly installments of \$1,784 including interest at 1.30% per annum, renewal date June 2022, maturing June 2027, secured by ministerial guarantee.	108,567	128,564
All Nations Trust Company - Phase 19 mortgage repayable in monthly installments of \$8,845 including interest at 0.76% per annum, renewal date December 2025, maturing November 2035, secured by ministerial guarantee.	1,377,526	1,472,826
All Nations Trust Company - Phase 21 mortgage repayable in monthly installments of \$3,560 including interest at 0.76% per annum, renewal date December 2025, maturing May 2041, secured by ministerial guarantee.	730,037	763,703
All Nations Trust Company - Phase 22 mortgage repayable in monthly installments of \$5,379 including interest at 1.51% per annum, renewal date November 2026, maturing November 2041, secured by ministerial guarantee.	1,098,202	1,148,004
All Nations Trust Company - Phase 23 mortgage repayable in monthly installments of \$6,124 including interest at 2.50% per annum, renewal date June 2023, maturing June 2043, secured by ministerial guarantee.	1,211,934	1,254,695
Balance carried forward	<b>\$ 16,997,925</b>	\$ 9,305,197

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**10. Long Term Debt (continued)**

	<b>2022</b>	<b>2021</b>
Balance brought forward	<b>\$ 16,997,925</b>	\$ 9,305,197
Xet'olacw Housing Operations		
All Nations Trust Company - Phase 24 mortgage repayable in monthly installments of \$2,650 including interest at 0.76% per annum, renewal date December 2025 maturing December 2045, secured by ministerial guarantee.	692,613	719,127
All Nations Trust Company - loan advance with no specific repayment terms finalized at year end.	<b>156,630</b>	
	<b>\$ 17,847,168</b>	\$ 10,024,324
Less current portion	<b>1,079,932</b>	572,226
	<b>\$ 16,767,236</b>	\$ 9,452,098

Principal repayments on long term debt for the next five years and thereafter are as follows, assuming mortgages are renewed on similar terms:

2023	\$ 1,079,932
2024	1,046,916
2025	1,052,960
2026	1,060,105
2027	1,065,426
Thereafter	<b>12,541,829</b>
	<b>\$ 17,847,168</b>

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**11. Tangible Capital Assets**

	2022					
	Land	Buildings	Community infrastructure	Equipment	Assets under construction	Total
Cost, beginning of year	\$ 5,516,435	\$ 54,719,375	\$ 14,350,732	\$ 4,403,706	\$ 3,148,491	\$ 82,138,739
Additions	-	2,929,168	42,220	691,070	2,182,643	5,845,101
Asset transfers	-	2,163,619	-	-	(2,163,619)	-
Cost, end of year	<u>\$ 5,516,435</u>	<u>\$ 59,812,162</u>	<u>\$ 14,392,952</u>	<u>\$ 5,094,776</u>	<u>\$ 3,167,515</u>	<u>\$ 87,983,840</u>
Accumulated amortization, beginning of year	\$ -	\$ 19,739,484	\$ 7,444,135	\$ 2,727,006	\$ -	\$ 29,910,625
Amortization	-	1,915,761	363,913	447,244	-	2,726,918
Accumulated amortization, end of year	<u>\$ -</u>	<u>\$ (14,312,786)</u>	<u>\$ 7,808,048</u>	<u>\$ (3,174,250)</u>	<u>\$ -</u>	<u>\$ 32,637,543</u>
Net carrying amount, end of year	<u>\$ 5,516,435</u>	<u>\$ 74,124,948</u>	<u>\$ 6,584,904</u>	<u>\$ 8,269,026</u>	<u>\$ 3,167,515</u>	<u>\$ 55,346,297</u>

Assets under capital leases in the amount of \$644,323 (2021 - \$644,323) with related accumulated amortization of \$351,485 (2021 - \$289,724) are included in equipment.

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**11. Tangible Capital Assets (continued)**

	2021					
	Land	Buildings	Community infrastructure	Equipment	Assets under construction	Total
Cost, beginning of year	\$ 5,516,435	\$ 48,413,603	\$ 14,276,354	\$ 3,936,121	\$ 8,266,473	\$ 80,408,986
Additions	-	-	74,378	467,585	5,273,962	5,815,925
Disposals		(4,086,172)	-	-	-	(4,086,172)
Asset transfers	-	10,391,944	-	-	(10,391,944)	-
Cost, end of year	\$ 5,516,435	\$ 54,719,375	\$ 14,350,732	\$ 4,403,706	\$ 3,148,491	\$ 82,138,739
Accumulated amortization, beginning of year	\$ -	\$ 18,442,664	\$ 7,081,410	\$ 2,441,799	\$ -	\$ 27,965,873
Amortization	-	1,623,714	362,725	285,207	-	2,271,646
Disposals	-	(326,894)	-	-	-	(326,894)
Accumulated amortization, end of year	\$ -	\$ 19,739,484	\$ 7,444,135	\$ 2,727,006	\$ -	\$ 29,910,625
Net carrying amount, end of year	\$ 5,516,435	\$ 34,979,891	\$ 6,906,597	\$ 1,676,700	\$ 3,148,491	\$ 52,228,114

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**12. Accumulated Surplus**

The Lil'wat Nation segregates its accumulated surplus into the following categories:

	<b>2022</b>	<b>2021</b>
Equity in business enterprises and partnerships (Note 5)	<b>\$ 22,834,578</b>	\$ 21,837,408
Replacement reserve (Note 13)	529,285	481,648
Operating reserve (Note 14)	40,801	40,801
Equity in tangible capital assets	<b>51,327,774</b>	44,047,629
Equity in Ottawa Trust Funds (Note 15)	452,632	430,093
Restricted equity - Other (Note 16)	<b>16,102,156</b>	14,451,531
Restricted equity for Xet'olacw Community School	231,384	231,384
Deficit	<b>(5,904,737)</b>	(3,638,341)
	<b>\$ 85,613,873</b>	\$ 77,882,153

**13. Replacement Reserve**

	<b>2022</b>	<b>2021</b>
Balance, beginning of year	\$ 481,648	\$ 482,309
Add:		
Current year allocation	84,180	78,200
Interest	1,609	1,743
Less:		
Approved expenditures	<b>38,152</b>	80,604
Balance, end of year	<b>529,285</b>	481,648
Funded balance (Note 1)	<b>644,504</b>	642,915
Over funded balance	<b>\$ (115,219)</b>	\$ (161,267)

Under the terms of the agreement with Canada Mortgage and Housing Corporation, the Replacement Reserve account is to be credited in the amount of \$84,180 annually. These funds, along with accumulated interest, must be held in separate bank accounts and/or invested only in accounts or instruments insured by Canada Deposit Insurance Corporation, or as may otherwise be approved by Canada Mortgage and Housing Corporation. Withdrawals are credited to interest first and then principal.

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**14. Operating Reserve**

	<b>2022</b>	<b>2021</b>
Balance, beginning of year	<u>\$ 40,801</u>	\$ 40,801
Balance, end of year	40,801	40,801
Funded balance (Note 1)	<u>40,758</u>	40,778
Under funded balance	<u>\$ 43</u>	\$ 23

Under the terms of the agreement with Canada Mortgage and Housing Corporation, any surplus from the Full Subsidy Program must be retained by the First Nation in an operating reserve fund. These funds along with the accumulating interest are to be held in a separate bank account and may only be used for the ongoing costs of the housing projects. Accordingly, future years deficits may be recovered from the operating reserve.

**15. Equity in Ottawa Trust Funds**

Trust funds on deposit with Indigenous Services Canada consist of the following:

	Revenue	Capital	2022 Total	2021 Total
Balance, beginning of year	\$ 101,130	\$ 328,962	\$ 430,093	\$ 420,161
Add:				
Interest on trust balances	8,386	-	8,386	4,938
BC Special Grant	4,986	-	4,986	4,994
Stumpage fees	-	9,168	9,168	-
	<u>13,372</u>	<u>9,168</u>	<u>22,540</u>	<u>9,932</u>
Balance, end of year	<u>\$ 114,502</u>	<u>\$ 338,130</u>	<u>\$ 452,632</u>	<u>\$ 430,093</u>

The Ottawa Trust Funds relate to capital or revenue sources outlined in Section 62 of the Indian Act. These funds are held in trust in the consolidated revenue fund of the Government of Canada and are subject to audit by the office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**16. Restricted Equity - Other**

**Whistler Blackcomb Master Development Agreement "MDA"**

The Lil'wat Nation has internally restricted Whistler Blackcomb and Province of BC monies for future capital and economic development projects of the First Nation.

**BC Hydro**

The Lil'wat Nation has internally restricted the BC Hydro settlement moneys for future capital and economic development projects of the First Nation.

**Baxter Creek Developments LP**

The Lil'wat Nation has internally restricted the monies received from the sale of the investment in Baxter Creek Developments for future capital and economic development projects of the First Nation.

**BC Gaming Revenue**

The Lil'wat Nation has internally restricted a portion of the monies received from the BC First Nations Gaming Revenue Sharing agreement for future capital and economic development projects of the First Nation.

	<b>Balance, beginning of year</b>	<b>Revenues</b>	<b>Expenses</b>	<b>Balance, end of year</b>
Whistler Blackcomb MDA	\$ 6,603,938	\$ 2,116,728	\$ (466,103)	\$ 8,254,563
BC Hydro	4,274,788	-	-	4,274,788
Baxter Creek Development Agreement	3,572,805	-	-	3,572,805
<b>2022 Totals</b>	<b>\$ 14,451,531</b>	<b>\$ 2,116,728</b>	<b>\$ (466,103)</b>	<b>\$ 16,102,156</b>
<b>2021 Totals</b>	<b>\$ 12,758,749</b>	<b>\$ 2,020,721</b>	<b>\$ (327,939)</b>	<b>\$ 14,451,531</b>

**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

**17. Expenses By Object**

	<b>2022</b>	<b>2021</b>
Administration	\$ 59,875	\$ 34,266
Advertising	24,267	12,688
Amortization	2,726,918	2,271,646
Bad debts	236,070	133,991
CMHC approved expenses	38,152	80,604
Consulting	609,258	599,056
Contribution to Squamish Lil'wat Cultural Centre	234,980	309,980
Funding agency recoveries	-	1,045
Honoraria	264,331	285,506
Insurance	582,811	571,401
Interest and bank charges	44,586	47,909
Interest on long term debt	232,207	221,799
Local revenue - property tax expenses	28,236	29,047
Office	89,805	39,925
Other services and materials	5,771,125	3,462,173
Professional fees	288,173	307,131
Rent	4,190	-
Repairs and maintenance	275,972	439,299
Social development	2,809,887	2,931,282
Student allowances	61,460	10,870
Supplies	1,884,743	1,814,393
Telephone and utilities	916,638	821,187
Training and workshops	1,149,615	670,916
Travel	638,798	471,967
Wages and benefits	11,873,975	11,920,866
 Total expenses for the year	 \$ 30,846,072	 \$ 27,488,947

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**LIL'WAT NATION**  
**Notes to Financial Statements**

March 31, 2022

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**18. Contingencies and Commitments**

- (a) The First Nation passed a resolution to guarantee a loan securing a \$2.5 million letter of credit given to the Resort Municipality of Whistler ("RMOW") by the Spo7ez Cultural Centre and Community Society ("Spo7ez"). Their bank issued a \$2.5 million letter of credit on behalf of Spo7ez to the RMOW to secure the construction of off-site services and accommodate the subdivision that created the Alpine North Lands. The First Nation delivers a guarantee and postponement of claim whereby the First Nation guarantees all present and future debts and liabilities, of Spo7ez limited to the sum of \$2.5 million and also assigns all present and future indebtedness of the Spo7ez to the First Nation as collateral security for the letter of credit.
- (b) The First Nation is involved in various ongoing legal claims. In the opinion of management, the overall estimation of loss is not determinable. These claims have not been provided for in the financial statements. Settlement, if any, made with respect to these actions would be expected to be accounted for as a charge to expenses in the period in which realization is known.

**LIL'WAT NATION**  
**Notes to Financial Statements**

## 19. Segmented Information

Lil'wat Nation is a First Nation community in the province of British Columbia that provides a wide range of services to its members. Certain functional areas have been combined and separately disclosed in the segmented information. The segments and the services they provide are as follows:

	Band Housing Rentals	Governance, Finance and Administration	Public Works	Social Development	Community Health and Daycare	Advanced Education	Economic Development	Lil'wat Lands and Resources	Capital Fund	Xet'olacw Housing Operations	Xet'olacw Community School	Local Revenue	Total 2022 Actual
<b>Revenues</b>													
Indigenous Services Canada	\$ -	\$ 2,542,100	\$ 1,437,588	\$ 3,628,109	\$ 209,837	\$ 1,021,250	\$ 872,856	\$ 14,548	\$ 1,574,790	\$ -	\$ 5,133,945	\$ -	\$ 16,435,023
First Nations Health Authority	-	10,000	-	-	2,705,688	197,093	-	-	-	-	-	-	2,912,781
Province of British Columbia	-	1,251,878	-	269,436	600,845	55,448	2,507,942	180,640	453,984	-	-	-	5,320,173
Income from business enterprises	-	1,397,170	-	-	-	-	-	-	-	-	-	-	1,397,170
Other	693,891	2,201,453	385,533	65,610	655,639	3,476,567	4,000	922,430	2,143,637	745,567	1,187,038	31,280	12,512,645
	<b>693,891</b>	<b>7,402,601</b>	<b>1,823,121</b>	<b>3,963,155</b>	<b>4,172,009</b>	<b>4,750,358</b>	<b>3,384,798</b>	<b>1,117,618</b>	<b>4,172,411</b>	<b>745,567</b>	<b>3,946,907</b>	<b>31,280</b>	<b>38,577,792</b>
<b>Expenses</b>													
Purchases	625,574	2,389,332	784,955	3,022,677	1,158,924	2,778,763	2,888,493	474,690	259,556	332,383	1,248,175	28,235	15,991,757
Payroll	78,356	1,805,757	889,797	596,368	2,050,982	1,324,107	2,250	776,455	31,056	31,486	4,551,692	-	12,138,306
Amortization	207,194	256,324	827,043	49,470	275,192	427,102	36,382	38,583	-	502,361	107,267	-	2,726,918
Funding agency recoveries	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers	(19,578)	1,178,976	(501,158)	(56,669)	44,025	(160,346)	(105,769)	(340,390)	-	-	(30,000)	-	(10,909)
	<b>891,546</b>	<b>5,630,389</b>	<b>2,000,637</b>	<b>3,611,846</b>	<b>3,529,123</b>	<b>4,369,626</b>	<b>2,821,356</b>	<b>949,338</b>	<b>270,612</b>	<b>866,230</b>	<b>5,877,134</b>	<b>28,235</b>	<b>30,846,072</b>
<b>Surplus (deficit) for the year</b>	<b>\$ (197,655)</b>	<b>\$ 1,772,212</b>	<b>\$ (177,516)</b>	<b>\$ 351,309</b>	<b>\$ 642,886</b>	<b>\$ 380,732</b>	<b>\$ 563,442</b>	<b>\$ 168,280</b>	<b>\$ 3,901,799</b>	<b>\$ (120,663)</b>	<b>\$ (1,930,227)</b>	<b>\$ 3,045</b>	<b>\$ 7,731,720</b>
	Band Housing Rentals	Governance, Finance and Administration	Public Works	Social Development	Community Health and Daycare	Advanced Education	Economic Development	Lil'wat Lands and Resources	Capital Fund	Xet'olacw Housing Operations	Xet'olacw Community School	Local Revenue	Total 2021 Actual
<b>Revenues</b>													
Indigenous Services Canada	\$ -	\$ 1,787,302	\$ 1,129,975	\$ 3,409,975	\$ 190,992	\$ 1,224,021	\$ 308,264	\$ 36,003	\$ 177,232	\$ -	\$ 4,714,688	\$ -	\$ 12,978,452
First Nations Health Authority	-	560	-	-	3,195,982	-	-	-	896,506	-	-	-	4,093,048
Province of British Columbia	-	1,524,683	-	240,474	635,675	123,347	200,000	164,636	1,182,642	-	-	-	4,071,457
Income from business enterprises	-	174,093	-	-	-	-	-	-	-	-	-	-	174,093
Other	698,769	3,112,102	370,018	42,422	376,913	1,977,317	20,000	735,592	1,779,546	702,640	1,695,630	31,066	11,542,015
	<b>698,769</b>	<b>6,598,740</b>	<b>1,499,993</b>	<b>3,692,871</b>	<b>4,399,562</b>	<b>3,324,685</b>	<b>528,264</b>	<b>936,231</b>	<b>4,035,926</b>	<b>702,640</b>	<b>6,410,318</b>	<b>31,066</b>	<b>32,859,065</b>
<b>Expenses</b>													
Purchases	478,190	2,995,278	1,018,177	3,055,630	1,062,954	1,779,499	638,354	359,876	222,142	275,457	1,095,280	29,047	13,009,884
Payroll	72,238	1,986,073	820,042	567,671	2,061,862	1,274,195	51,791	715,037	-	42,269	4,615,194	-	12,206,372
Amortization	167,347	229,940	826,203	22,577	53,615	371,504	25,600	947	-	477,712	96,201	-	2,271,646
Funding agency transactions	-	-	-	-	-	-	-	-	1,045	-	-	-	1,045
Transfers	-	1,123,656	(495,095)	(117,456)	46,097	(67,130)	(44,079)	(401,362)	-	-	(44,631)	-	-
	<b>717,775</b>	<b>6,334,947</b>	<b>2,169,327</b>	<b>3,528,422</b>	<b>3,224,528</b>	<b>3,358,068</b>	<b>671,666</b>	<b>674,498</b>	<b>223,187</b>	<b>795,438</b>	<b>5,762,044</b>	<b>29,047</b>	<b>27,488,947</b>
<b>Surplus (deficit) for the year</b>	<b>\$ (19,006)</b>	<b>\$ 263,793</b>	<b>\$ (669,334)</b>	<b>\$ 164,449</b>	<b>\$ 1,175,034</b>	<b>\$ (33,383)</b>	<b>\$ (143,402)</b>	<b>\$ 261,733</b>	<b>\$ 3,812,739</b>	<b>\$ (92,798)</b>	<b>\$ 648,274</b>	<b>\$ 2,019</b>	<b>\$ 5,370,118</b>

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## LIL'WAT NATION Notes to Financial Statements

**March 31, 2022**

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### **19. Segmented Information (continued)**

The Lil'wat Nation is First Nation community of over 2,000 members located in the Pemberton Valley of British Columbia. The Lil'wat Nation provides a variety of services to community members, and receives funding from various federal and provincial government agencies to support the delivery of these services. Segmented reporting by program is used to account for the scope and significance of each service.

#### **Band Housing Rentals**

This program includes the revenues and expenses relating to the operation of the band housing rental units and the provision of various housing services to the Lil'wat Nation members.

#### **Governance, Finance and Administration**

This program includes revenues and expenses relating to governance activities undertaken by the Chiefs and Council, band membership activities, administrative services of the First Nation, and finance and accounting activities for the First Nation and its business ventures.

#### **Public Works and the Capital Fund**

These programs include the revenue and expenses relating to the construction, maintenance and operation of community infrastructure and buildings, and the provision of community services to the Lil'wat Nation members.

#### **Social Development**

This program includes the revenue and expenses relating to the delivery of social assistance programs to the Lil'wat Nation members, and the delivery of cultural activities in the community. Certain social development activities are funded through agreements with ISC and have specific eligibility criteria.

#### **Community Health and Daycare**

The Community Health program provides a variety of health services to the community pursuant to a funding agreement with First Nations Health Authority. The Community Health program also includes revenues and expenses relating to daycare and recreation activities for community members.

#### **Advanced Education**

This employment and training program includes the revenue and expenses relating to the provision of support services to community members for advanced education and skills training.

#### **Economic Development**

The economic development program provides support services for the economic development and land investment activities of the Lil'wat Nation.

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**LIL'WAT NATION**  
**Notes to Financial Statements**

**March 31, 2022**

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**19. Segmented Information (continued)**

**Lil'wat Lands & Resources**

The lands and resources program includes the revenue and expenses relating to the First Nation's lands and fisheries programs.

**Xet'olacw Housing Operations**

The Xet'olacw Housing Operations program includes the revenues and expenses relating to the operation of the First Nation's CMHC Social Housing Units, including individual houses and multi family units.

**Xet'olacw Community School**

The Xet'olacw Community School program includes the revenues and expenses relating to the operation and maintenance of the Xet'olacw Community School located on the reserve lands of the Lil'wat Nation.

**Local Revenue**

The local revenue program includes revenue and expenses relating to Lil'wat Nation's property tax program.