
**AITCHELITZ FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
MARCH 31, 2018**



AITCHELITZ FIRST NATION
PO BOX 2130
Chilliwack, BC V2R 1A5

MANAGEMENT'S REPORT

Management's Responsibility for the Financial Statements

These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements. A summary of the significant accounting policies are described in Note 1 to the financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the financial statements.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control, and exercises these responsibilities through the Council. The Council reviews internal financial statements on a monthly basis and external audited financial statements yearly. The Council also discusses any significant financial reporting or internal control matters prior to its approval of the financial statements.

The external auditors, Manning Elliott Accountants and Business Advisors, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to the financial management of the Aitchelitz First Nation and we meet when required. The accompanying Independent Auditors' Report re-iterates management's responsibility for the financial statements, outlines the auditors' responsibilities, the scope of their examination and their opinion on the financial statements.

On behalf of the Aitchelitz First Nation:

Angie Bailey
Name: Angie Bailey
Title: Chief
Date: July 30, 2018

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Name: Leona Sam
Title: Councillor
Date: July 30, 2018

INDEPENDENT AUDITORS' REPORT

To the Members of:
Aitchelitz First Nation

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Aitchelitz First Nation which comprise the consolidated statement of financial position as at March 31, 2018, and the consolidated statements of operations, changes in net assets and cash flows for the year then ended, and the related notes comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITORS' REPORT

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Aitchelitz First Nation as at March 31, 2018, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matters

The consolidated financial statements of Aitchelitz First Nation for the year ended March 31, 2017 were prepared by another firm of accountants who expressed an unqualified opinion on the financial statements on August 5, 2017. We draw attention to Note 2 which indicates the prior year financial statements were restated

manning Elliott LLP

Chartered Professional Accountants

Abbotsford, British Columbia

July 30, 2018

AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2018

	2018	2017
		(restated) (Note 2)
FINANCIAL ASSETS		
Cash (Note 3)	\$ 1,047,034	\$ 2,202,322
Accounts receivable (Note 4)	18,900	4,064
Due from SAY Lands	-	6,413
Funds held by federal government (Note 5)	771,544	770,842
Investment in government business enterprises (Note 6)	116,996	134,492
Investment in government business partnerships (Note 7)	2,585,616	2,348,794
	<hr/> \$ 4,540,090	<hr/> \$ 5,466,927
FINANCIAL LIABILITIES		
Accounts payable and accrued liabilities	\$ 252,797	\$ 192,995
Minors Trust Fund	22,358	18,900
Due to SAY Lands	8,160	-
Long-term debt (Note 8)	194,578	174,134
Deferred revenue (Note 9)	147,100	1,234,696
	<hr/> 624,993	<hr/> 1,620,725
NET FINANCIAL ASSETS	<hr/> 3,915,097	<hr/> 3,846,202
Property, plant and equipment (Note 10)	1,314,423	226,827
Prepaid expenses and deposits	5,324	45
	<hr/> 1,319,747	<hr/> 226,872
NET ASSETS (Note 11)	<hr/> \$ 5,234,844	<hr/> \$ 4,073,074
CONTINGENT ASSET (Note 12)		

Approved on behalf of the Council:

Qaqq Barker _____

Chief

L _____

Councilor

Councilor



AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2018

	2018	Budget (Note 13)	2017 (restated) (Note 2)
REVENUE			
Federal Government			
Indigenous Services Canada	\$ 1,244,873	\$ 108,882	\$ 341,249
Loss from government business enterprises	(17,496)	-	(22,373)
Income from government business partnerships	236,822	-	507,746
CMHC	94,080	-	-
Other	2,000	9,500	9,174
Property tax revenue	32,941	-	32,528
Interest income	20,869	-	14,583
Sto:lo Nation	4,816	4,900	4,677
	1,618,905	123,282	887,584
EXPENSES (Note 14)			
Administration	155,371	92,782	89,748
Amortization	1,858	-	1,856
Community maintenance	4,350	-	4,599
Economic development	5,000	-	50,440
Housing & community planning	257,615	30,500	90,823
Property taxation	32,941	-	32,527
	457,135	123,282	269,993
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR			
	1,161,770	-	617,591
NET ASSETS, BEGINNING OF YEAR	4,073,074	4,073,074	3,455,483
NET ASSETS, END OF YEAR	\$ 5,234,844	\$ 4,073,074	\$ 4,073,074



AITCHELITZ FIRST NATION

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2018

	2018	2017
		(restated) (Note 2)
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	\$ 1,161,770	\$ 617,591
Purchase of tangible capital assets	(1,089,456)	(210,541)
Amortization	1,858	1,856
	(1,087,598)	(208,685)
Acquisition of prepaid expenses	(5,277)	(46)
CHANGES IN NET FINANCIAL ASSETS	68,895	408,860
BALANCE, BEGINNING OF YEAR	3,846,202	3,437,342
BALANCE, END OF YEAR	\$ 3,915,097	\$ 3,846,202



AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2018

	2018	2017
		(restated) (Note 2)
CASH FROM (USED IN):		
OPERATING ACTIVITIES		
Excess of revenue over expenses for the year	\$ 1,161,770	\$ 617,591
Items not involving cash:		
Amortization of tangible capital assets	1,858	1,856
Loss from government business enterprises	17,496	22,373
Income from government business partnerships	(236,822)	(507,746)
	944,302	134,074
Change in non-cash working capital items:		
Accounts receivable	(14,836)	(4,064)
Prepaid expenses and deposits	(5,279)	(45)
Accounts payable and accrued liabilities	63,263	179,150
Deferred revenue	(1,087,596)	1,234,696
	(100,146)	1,543,811
CAPITAL AND INVESTING TRANSACTIONS		
Purchase of tangible capital assets	(1,089,454)	(210,545)
Investments in trust funds held by federal government	(702)	(404)
Distributions from government business enterprises	-	398,951
Recovery from (advances to) related parties	14,570	(6,411)
	(1,075,586)	181,591
OTHER NON-FINANCIAL ASSETS		
Repayment of long-term debt	20,444	174,134
INCREASE (DECREASE)		
IN CASH AND EQUIVALENTS DURING THE YEAR	(1,155,288)	1,899,536
CASH AND EQUIVALENTS, BEGINNING OF YEAR	2,202,322	302,786
CASH AND EQUIVALENTS, END OF YEAR	\$ 1,047,034	\$ 2,202,322



AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2018

NATURE OF OPERATIONS

Aitchelitz First Nation (the "Band") is located in the province of British Columbia and provides various services to its members. The Aitchelitz First Nation reporting entity includes the Aitchelitz First Nation government and all related entities that are either owned or controlled by the Band.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Canadian Chartered Professional Accountants. Significant aspects of the accounting policies adopted by the Band are as follows:

a) Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenue, expenses and accumulated surplus of the reporting entity. The reporting entity is comprised of all organizations, committees and departments accountable for the administration of their financial affairs and resources to the Band and which are owned or controlled by the Band.

b) 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 financial statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only the 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 the Band.

Organizations accounted for on a modified equity basis include:

- Ch-Ihl-Kway-Uhk Tribe Society
- Ch-Ihl-Kway-Uhk Forestry Limited Partnership
- Ch-Ihl-Kway-Uhk Forest Ltd.
- Centre Creek Limited Partnership
- Centre Creek Management Ltd.
- Seven Generations Environmental Services Ltd.
- Ts'elxweyeqw Tribe Management Ltd.
- Ts'elxweyeqw Tribe Limited Partnership

c) Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.



AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d) Tangible capital assets

Tangible capital assets are initially 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. The cost, less residual value, of the tangible capital assets are recognized at a nominal value. Infrastructure assets acquired prior to 1996 are the only assets where nominal values were assigned.

Certain assets which have historical or cultural values, 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 for productive use.

For all other assets, one-half of amortization is charged in the year of acquisition. No amortization is taken in the year of disposal.

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

Buildings	40 years
Equipment	10 years

e) 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.

Investment and interest income earned are recognized in the period that the income is earned.

Contracting and grant revenues are recognized as they become receivable under the terms of applicable agreements.

Property tax revenues are recognized as earned over the property taxation year.

Revenues received which relate to a subsequent fiscal period are reflected as deferred revenue in the year of receipt and classified as such in the statement of financial position.

f) Use of estimates

In preparing the consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts, 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 year. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the period in which they become known.



AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g) Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or financial future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets and prepaid expenses.

h) Net financial assets

The Band's financial statements are presented to highlight net financial assets as the measurement of financial position. The net financial assets of the Band is determined by its financial assets less its liabilities. Net financial assets are comprised of two components, non-financial assets and accumulated surplus.

i) Liability for contaminated site

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 expensed net recoveries based on information available at March 31, 2018.

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. Management has determined that no liability exists as at March 31, 2018.

2. RESTATEMENT OF PRIOR PERIOD FINANCIAL STATEMENTS

The Band's financial statements for the year ended March 31, 2017 contained misstatements which had the effect of overstating the 2018 opening accumulated surplus by \$1,024,151. Accordingly, the 2017 financial statements have been restated.

The net effect of the adjustments to opening accumulated surplus at March 31, 2018 are summarized as follows.

	2018	2017
Capitalization of construction costs	\$ 210,545	\$ -
<u>Deferral of revenue</u>	<u>(1,234,696)</u>	<u>-</u>
	<hr/> <u>\$ (1,024,151)</u>	<hr/> <u>\$ -</u>



AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2018

2. RESTATEMENT OF PRIOR PERIOD FINANCIAL STATEMENTS (Continued)

Construction costs related to Band owned residential housing were expensed. As a result of the capitalization the opening surplus increased by \$210,545, and 2017 reported income was increased by \$210,545.

Revenue received from a funding agreement was entirely recognized as revenue when \$1,234,696 of the revenue should have been deferred as it was to be recognized in line with the expenses incurred. As a result of the deferral of revenue the opening surplus decreased by \$1,234,696, and 2017 reported income was decreased by \$1,234,696.

The errors have been corrected by restating the financial statements for the year ended March 31, 2017.

3. CASH

	2018	2017
Administration	\$ 1,014,605	\$ 2,164,530
Minors Trust Fund	22,373	19,903
Taxation	10,056	17,889
 <u>Unrestricted funds</u>	 <u>\$ 1,047,034</u>	 <u>\$ 2,202,322</u>

4. ACCOUNTS RECEIVABLE

	2018	2017
Due from members	\$ 15,940	\$ -
Other receivables	2,960	4,064
 <u>Total</u>	 <u>\$ 18,900</u>	 <u>\$ 4,064</u>

5. FUNDS HELD BY FEDERAL GOVERNMENT

	2017	Additions	Withdrawals	2018
Revenue	\$ 8,018	\$ 16,929	\$ 16,227	\$ 8,720
Capital	762,824	-	-	762,824
 <u>Total</u>	 <u>\$ 770,842</u>	<u>\$ 16,929</u>	<u>\$ 16,227</u>	<u>\$ 771,544</u>

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.



AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2018

6. INVESTMENTS IN GOVERNMENT BUSINESS ENTERPRISES

The Band holds an investment in the following government business enterprises:

			2018	2017
Ch-ihl-kway-uhk Tribe Society	1/9 ownership	\$ 60,790	\$ 57,110	
Ts'elxweyeqw Tribe Management Ltd.	1/7 ownership	1	1	
Ch-ihl-kway-uhk Forest Ltd.	1/9 ownership	10	10	
Centre Creek Management Ltd.	1/8 ownership	10	10	
Seven Generations Environmental Services Ltd.	1/6 ownership	56,185	77,361	
			<hr/>	
		\$ 116,996	\$ 134,492	

Ch-ihl-kway-uhk Tribe Society operates property rental and management activities.

Ts'elxweyeqw Tribe Management is the general partner for Ts'elxweyeqw Tribe Limited Partnership and Ts'elxweyeqw Forestry Limited Partnership. Its financial information is consolidated into the financial information for Ts'elxweyeqw Tribe Limited Partnership in Note 7.

Ch-ihl-kway-uhk Forest Ltd. is the general partner for Ch-ihl-kway-uhk Forestry Limited Partnership. Its financial information is consolidated into the financial information for Ch-ihl-kway-uhk Forestry Limited Partnership in Note 7.

Centre Creek Management Ltd. is the general partner for Centre Creek Limited Partnership. Its financial information is consolidated into the financial information for Centre Creek Limited Partnership in Note 7.

Seven Generations Environmental Services Ltd. (SGES Ltd.) is in the business of environmental monitoring.

The summary of the unaudited financial statements for the year ended March 31, 2018 is as follows:

	Ch-ihl-kway-uhk Tribe				
	Society	SGES Ltd.	2018	2018	
Current assets	\$ 448,586	\$ 452,033	\$ 900,619	\$ 846,879	
Capital Assets	103	32,401	32,504	43,174	
Due from related party	128,897	-	128,897	128,897	
Total assets	577,586	484,434	1,062,020	1,018,950	
Current liabilities	30,479	147,327	177,806	40,797	
Due to shareholders	-	353,258	353,258	353,258	
Total liabilities	30,479	500,585	531,064	394,055	
Equity	547,107	(16,151)	530,956	624,895	
Total liabilities and equity	\$ 577,586	\$ 484,434	\$ 1,062,020	\$ 1,018,950	
Revenues	\$ 70,094	\$ 326,726	\$ 396,820	\$ 352,370	
Expenses	36,977	453,782	490,759	477,628	
Net Income (loss)	\$ 33,117	\$ (127,056)	\$ (93,939)	\$ (125,258)	



AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2018

7. INVESTMENT IN GOVERNMENT BUSINESS PARTNERSHIPS

Skowkale First Nation's investments in government business partnerships consist of the following:

			2018	2017
Ch-ihl-Kway-Uhk Forestry Limited Partnership	11/89 ownership	\$ 91,865	\$ 43,699	
Centre Creek Limited Partnership	11/100 ownership	179,453	180,302	
Ts'elxweyeqx Tribe Limited Partnership	10/71 ownership	2,314,298	2,124,793	
		\$ 2,585,616	\$ 2,348,794	

Ch-ihl-Kway-Uhk Forestry Limited Partnership is in the business of developing, operating and participating in various forestry operations and activities in and around Chilliwack, B.C.

Centre Creek Limited Partnership is in the business of purchasing or otherwise acquiring real and personal property of all kinds located in the Chilliwack River Valley. The partnership is also responsible for managing the acquired properties.

Ts'elxweyeqx Tribe Limited Partnership is in the business of managing the activities of Ts'elxweyeqx Forestry Limited Partnership to ensure the protection of the tribe's interests and heritage.

The summary of the unaudited financial statements for the year ended March 31, 2018 is as follows:

	Ch-ihl-Kway-	Uhk	Centre Creek		
	(consolidated)	(consolidated)		2018	2017
Current assets	\$ 891,315	\$ 21,834	\$ 913,149	\$ 596,974	
Capital assets	-	2,388,915	2,388,915	2,424,286	
Due from related parties	-	-	-	-	
Total assets	891,315	2,410,749	3,302,064	3,021,260	
Current liabilities	104,207	16,328	120,535	178,553	
Due to related parties	-	530,704	530,704	530,704	
Other liabilities	-	-	-	-	
Long-term debt	-	309,269	309,269	352,416	
Total liabilities	104,207	856,301	960,508	1,061,673	
Equity	787,108	1,554,448	2,341,556	1,959,587	
Total liabilities and equity	\$ 891,315	\$ 2,410,749	\$ 3,302,064	\$ 3,021,260	
Revenue	\$ 1,084,326	\$ 104,400	\$ 1,188,726	\$ 131,554	
Expenses	694,630	112,119	806,749	160,903	
Net income	\$ 389,696	\$ (7,719)	\$ 381,977	\$ (29,349)	



AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2018

7. INVESTMENT IN GOVERNMENT BUSINESS PARTNERSHIPS (Continued)

	Ts'elxwyeqx Tribe (consolidated)	2018	2017
ASSETS			
Current assets	\$ 13,156,873	\$ 10,616,655	
Capital assets	886	1,120	
Due from related parties	2,812,759	4,348,479	
Total assets	15,970,518	14,966,254	
 Current liabilities	 172,688	 496,297	
Due to related parties	-	-	
Other liabilities	-	-	
Long-term debt	-	-	
Total liabilities	172,688	496,297	
Equity	15,797,830	14,469,957	
Total liabilities and equity	\$ 15,970,518	\$ 14,966,254	
 Revenue	 \$ 2,116,715	 \$ 4,409,764	
Expenses	788,842	821,677	
Net income	\$ 1,327,873	\$ 3,588,087	



AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2018

8. LONG-TERM DEBT

	2018	2017
Promissory Note - Indigenous Services Canada - IR 8 Claim repayable on the earlier of March 31, 2021 or the date of which the Specific Claim I.R. #8 is settled as determined by the terms and conditions of the Native Claims Loan Agreement. Note is non-interest bearing	\$ 174,134	\$ 174,134
Promissory Note - Indigenous Services Canada - IR 8 Claim repayable on the earlier of March 31, 2022 or the date of which the Specific Claim I.R. #8 is settled as determined by the terms and conditions of the Native Claims Loan Agreement. Note is non-interest bearing	<u>20,444</u>	-
Total long-term debt	\$ 194,578	\$ 174,134

On February 6, 2018 the Band was approved for a loan authorized up to \$751,524 with CMHC to fund the construction of phase 1 of the social housing fund. As of March 31, 2018 the funds had not yet been advanced.

9. DEFERRED REVENUE

	2017		
	Restated		
	(Note 2)		
	2018		
ICMS #9-00126167 NTLB	\$ 145,375	\$ 1,234,696	
<u>Other deferred revenue</u>	<u>1,725</u>		-
	\$ 147,100	\$ 1,234,696	



AITCHELITZ FIRST NATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEAR ENDED MARCH 31, 2018**

10. PROPERTY, PLANT AND EQUIPMENT

	<i>Cost</i>	<i>Additions</i>	<i>Disposals</i>	<i>Accumulated amortization</i>	<i>2018</i> <i>Net book value</i>
Band housing	\$ 65,735	\$ 133	\$ -	\$ 52,590	\$ 13,278
Equipment	22,743	-	-	21,464	1,279
Assets under construction	210,545	1,089,321	-	-	1,299,866
	\$ 299,023	\$ 1,089,454	\$ -	\$ 74,054	\$ 1,314,423

	<i>Cost</i>	<i>Additions</i>	<i>Disposals</i>	<i>Accumulated amortization</i>	<i>2017</i> <i>Net book value (Restated Note 2)</i>
Band housing	\$ 65,735	\$ -	\$ -	\$ 50,945	\$ 14,790
Equipment	22,743	-	-	21,251	1,492
Assets under construction	-	210,545	-	-	210,545
	\$ 88,478	\$ 210,545	\$ -	\$ 72,196	\$ 226,827

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2018

11. NET ASSETS

	2018	2017
Government Business Enterprises	\$ 2,702,611	\$ 2,483,286
Tangible Capital Asset Fund	1,314,425	226,828
Administration, Housing and Community Planning	1,217,808	1,362,958
	<hr/>	<hr/>
	\$ 5,234,844	\$ 4,073,072

12. CONTINGENT ASSET

The Band is currently in negotiations with the Canadian government for compensation for failing to recognize the Bands interest in Indian Reserve #8. At March 31, 2018 the amount of the gain is unknown.

13. BUDGETED FIGURES

The unaudited budgets for the year April 1, 2017 to March 31, 2018 were approved by the Chief and Council. The operating budget is based on projected operating expenses to be incurred during the year on a program-by-program basis.

14. EXPENSES BY OBJECT

	2018	Budget	2017
Amortization	\$ 1,858	\$ -	\$ 1,856
Band functions	5,704	6,852	2,885
Brighter Futures	4,816	4,900	3,531
Distributions	16,625	12,630	12,630
Honoraria	41,473	22,800	35,674
Insurance	2,372	-	6,425
Interest and bank charges	736	800	763
Meetings and workshops	322	-	1,161
Office and administration	32,672	24,500	44,933
Professional fees	115,169	18,000	112,761
Projects	142,056	-	-
Repairs and maintenance	10,648	1,200	5,602
Service Agreements	15,063	-	14,438
Travel	40,981	15,600	16,244
Utilities	12,911	2,100	10,877
Wages and benefits	13,729	13,900	213
	<hr/>	<hr/>	<hr/>
	\$ 457,135	\$ 123,282	\$ 269,993

