
**AITCHELITZ FIRST NATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

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

MANAGEMENT'S REPORT

Management's Responsibility for the Financial Statements

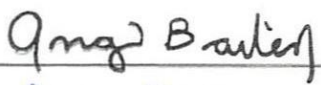
These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements, 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 Aitchellitz 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 Aitchellitz First Nation:


Name: Angie Bailey
Title: CHIEF
Date: 7/28/2020


Name: Leona Sam
Title: Councillor
Date: 2020/07/28


LISA HALL
FINANCE OFFICER
7/28/2020

INDEPENDENT AUDITORS' REPORT

To the Members of Aitchelitz First Nation

Report on the Financial Statements

Opinion

We have audited the financial statements of Aitchelitz First Nation (the Band), which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Band as at March 31, 2020, and the results of its operations and 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 *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Band in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, 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 Band's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Band or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the 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 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:

INDEPENDENT AUDITORS' REPORT

- 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 Band's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Band's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Band to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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.

Manning Elliott LLP

MANNING ELLIOTT LLP
Chartered Professional Accountants
Abbotsford, British Columbia
July 28, 2020

**AITCHELITZ FIRST NATION
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2020**

FINANCIAL ASSETS

Cash (Note 2)	\$ 929,303	\$ 403,211
Short term Investment (Note 3)	1,001,627	-
Accounts receivable (Note 4)	132,540	28,322
Funds held by federal government (Note 5)	2,164	771,403
Investment in government business enterprises (Note 6)	125,210	121,747
Investment in government business partnerships (Note 7)	2,710,430	2,738,171
	4,901,274	4,062,854

FINANCIAL LIABILITIES

Accounts payable and accrued liabilities	93,592	21,138
Minors Trust Fund	23,483	22,577
Due to SAY Lands	-	2,059
Long term debt (Note 8)	1,070,627	621,335
Deferred revenue (Note 9)	78,944	18,388
	1,266,646	685,497

NET FINANCIAL ASSETS

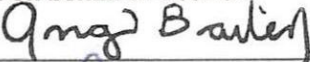
	3,634,628	3,377,357
Tangible capital assets (Note 10)	2,203,235	2,091,985
Prepaid expenses and deposits	14,595	9,865
	2,217,830	2,101,850

NET ASSETS (Note 10)

\$ 5,852,458	\$ 5,479,207
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CONTINGENT ASSET (Note 11)

Approved on behalf of Council

 Cheryl Baulier

 Councillor

AITCHELITZ FIRST NATION
STATEMENT OF CHANGES IN ACCUMULATED SURPLUS
FOR THE YEAR ENDED MARCH 31, 2020

	2020	2019
ACCUMULATED SURPLUS - BEGINNING OF YEAR	\$ 5,479,207	\$ 5,234,844
ANNUAL SURPLUS	373,251	244,363
ACCUMULATED SURPLUS - END OF YEAR	\$ 5,852,458	\$ 5,479,207

AITCHELITZ FIRST NATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2020

	Budget (Note 13)	Total 2020	Total 2019
REVENUE			
Indigenous Services Canada	\$ 114,821	\$ 258,833	\$ 358,744
Income from government business enterprises	-	3,463	4,751
Income from government business partnerships	-	190,326	152,555
CMHC	20,500	20,419	-
Other	700,000	82,111	13,020
Property tax revenue	95,416	95,416	33,993
Interest income	21,700	17,793	20,619
Sto:lo Nation	5,300	5,201	5,008
Gaming Revenue	240,340	240,338	-
Rental income	76,780	76,569	45,550
	1,274,857	990,469	634,240
EXPENSES (Note 14)			
Administration	163,050	143,346	182,030
Amortization	-	90,312	60,187
Community maintenance	-	5,265	4,895
Economic development	-	1,500	10,000
Housing & community planning	421,940	296,465	98,772
Property taxation	94,316	58,597	33,993
Social housing	9,350	21,733	-
	688,656	617,218	389,877
ANNUAL SURPLUS	\$ 118,604	\$ 373,251	\$ 244,363

AITCHELITZ FIRST NATION
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED MARCH 31, 2020

	2020	2019
ANNUAL SURPLUS	\$ 373,251	\$ 244,363
Purchase of tangible capital assets	(201,561)	(837,749)
Amortization	90,312	60,187
	(111,249)	(777,562)
Acquisition of prepaid expenses	(4,731)	(4,541)
	(115,980)	(782,103)
CHANGES IN NET FINANCIAL ASSETS	257,271	(537,740)
NET FINANCIAL ASSETS - BEGINNING OF YEAR	3,377,357	3,915,097
NET FINANCIAL ASSETS - END OF YEAR	\$ 3,634,628	\$ 3,377,357

AITCHELITZ FIRST NATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2020

	2020	2019
OPERATING ACTIVITIES		
Annual surplus	\$ 373,251	\$ 244,363
Items not affecting cash:		
Amortization of tangible capital assets	90,312	60,187
Gain from government business enterprises	(3,463)	(4,751)
Income from government business partnerships	(190,326)	(152,555)
	269,774	147,244
Changes in non-cash working capital:		
Accounts receivable	(104,218)	(9,422)
Prepaid expenses and deposits	(4,730)	(4,541)
Accounts payable and accrued liabilities	73,359	(231,441)
Deferred revenue	60,556	(128,712)
	24,967	(374,116)
	294,741	(226,872)
CAPITAL AND INVESTING TRANSACTIONS		
Purchase of tangible capital assets	(201,561)	(837,749)
Investments in trust funds held by federal government	769,238	141
Advances to related parties	(2,058)	(6,100)
Withdrawal from government business partnership	218,067	-
	783,686	(843,708)
OTHER NON-FINANCIAL ASSETS		
Repayment of long-term debt	449,292	426,757
INCREASE (DECREASE) IN CASH AND EQUIVELANTS DURING THE YEAR	1,527,719	(643,823)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	403,211	1,047,034
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 1,930,930	\$ 403,211
CASH CONSISTS OF:		
Cash	\$ 929,303	\$ 403,211
Short term investment	1,001,627	-
	\$ 1,930,930	\$ 403,211

AITCHELITZ FIRST NATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

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 FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

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.

Social house assets acquired under Canada Mortgage and Housing Corporation (C.M.H.C.) sponsored programs are amortized over their estimated useful lives at a rate equivalent to the annual principal reduction in the related long-term debt. Annual amortization is charged in the year of disposal.

For all other assets, pro-rated amortization is charged in the year of acquisition based on when the assets are put into use. 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.

AITCHELITZ FIRST NATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

(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.

(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, 2020.

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, 2020.

2. CASH

	2020	2019
Administration	\$ 866,231	\$ 361,564
Minor's Trust Fund	23,715	22,679
Taxation	39,357	18,968
Unrestricted funds	\$ 929,303	\$ 403,211

AITCHELITZ FIRST NATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

3. SHORT TERM INVESTMENTS

Short term investments are held with First Nation Finance Authority earning interest at 0.69%.

4. ACCOUNTS RECEIVABLE

	2020	2019
Due from members	\$ 12,441	\$ 14,540
Other receivables	120,099	13,782
	\$ 132,540	\$ 28,322

AITCHELITZ FIRST NATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

5. FUNDS HELD BY FEDERAL GOVERNMENT

	2019	Additions	Withdrawals	2020
Revenue	\$ 8,579	\$ 10,652	\$ 17,067	\$ 2,164
Capital	762,824	-	762,824	-
Total	\$ 771,403	\$ 10,652	\$ 779,891	\$ 2,164

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 FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

6. INVESTMENTS IN GOVERNMENT BUSINESS ENTERPRISES

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

		2020	2019
Ch-ihl-kway-uhk Tribe Society	1/9 ownership	\$ 69,900	\$ 64,888
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 Environ. Services Ltd.	1/6 ownership	55,289	56,838
		\$ 125,210	\$ 121,747

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

Ts'elxweyeqw Tribe Management (TTM) 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 6.

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 6.

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 6.

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, 2020 is as follows:

	Ch-ihl-kway-uhk Tribe Society	SGES Ltd.	2020	2019
Current assets	\$ 407,234	\$ 418,791	\$ 826,025	\$ 728,284
Capital assets	57	19,072	19,129	25,175
Due from related party	302,997	-	302,997	273,997
Total assets	710,288	437,863	1,148,151	1,027,456
Current liabilities	\$ 81,188	\$ 106,134	\$ 187,322	\$ 102,438
Due to shareholders	-	353,258	353,258	353,258
Total liabilities	81,188	459,392	540,580	455,696
Equity	629,100	(21,529)	607,571	571,760
Total liabilities and equity	\$ 710,288	\$ 437,863	\$ 1,148,151	\$ 1,027,456
Revenues	\$ 69,410	\$ 367,781	\$ 437,191	\$ 714,557
Expenses	24,302	377,077	401,379	673,754
Net Income (loss)	\$ 45,108	\$ (9,296)	\$ 35,812	\$ 40,803

AITCHELITZ FIRST NATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

7. INVESTMENT IN GOVERNMENT BUSINESS PARTNERSHIPS

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

		2020	2019
Ch-ihl-Kway-Uhk Forestry Limited Partnership	11/89 ownership	\$ 126,792	\$ 89,326
Centre Creek Limited Partnership	11/100 ownership	164,967	163,858
Ts'elxweyeqx Tribe Limited Partnership	10/70 ownership	2,418,671	2,484,987
		\$ 2,710,430	\$ 2,738,171

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.

During the year, the TTM and TTLP changed their year ends from March to December. The operating results include the nine months ended December 31, 2019.

The summary of the unaudited financial statements for the period ended December 31, 2019 and year ended March 31, 2019 is as follows:

	Ch-ihl-Kway-Uhk (consolidated)	Centre Creek (consolidated)	Ts'elxweyeqx Tribe (consolidated)	2020	2019
Current assets	\$ 1,137,988	\$ 26,979	\$ 15,274,047	\$ 16,439,014	\$ 17,267,997
Capital assets	-	2,336,554	51,782	2,388,336	2,365,744
Due from related parties	55,606	-	1,338,351	1,393,957	1,350,852
Total assets	1,193,594	2,363,533	16,664,180	20,221,307	20,984,593
Current liabilities	68,177	235,977	450,150	754,304	1,307,882
Due to related parties	-	704,804	-	704,804	675,804
Total liabilities	68,177	940,781	450,150	1,459,108	1,983,686
Equity	1,125,417	1,422,752	16,214,030	18,762,199	19,000,907
Total liabilities and equity	\$ 1,193,594	\$ 2,363,533	\$ 16,664,180	\$ 20,221,307	\$ 20,984,593
Revenue	\$ 630,502	\$ 114,000	\$ 2,472,398	\$ 3,216,900	\$ 2,561,552
Expenses	323,961	103,919	1,500,425	1,928,305	1,480,793
Net income (loss)	\$ 306,541	\$ 10,081	\$ 971,973	\$ 1,288,595	\$ 1,080,759

AITCHELITZ FIRST NATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

8. LONG TERM DEBT

	2020	2019
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	20,444	20,444
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	35,650	35,650
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	76,087	-
All Nations Trust Company, construction loan to a maximum of \$781,524, repayments to be determined on the interest adjustment date, secured by a Ministerial Guarantee from Indigenous Service Canada	764,312	391,107
	\$ 1,070,627	\$ 621,335

9. DEFERRED REVENUE

	2020	2019
Other deferred revenue	\$ 8,578	\$ 3,388
CMHC funding for future years	70,366	15,000
	\$ 78,944	\$ 18,388

AITCHELITZ FIRST NATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEAR ENDED MARCH 31, 2020**

10. TANGIBLE CAPITAL ASSETS

		<i>Cost</i>	<i>Additions</i>	<i>Disposals</i>	<i>Accumulated amortization</i>	2020 <i>Net book value</i>
Band housing	\$	2,201,933	\$ 181,030	\$ -	\$ 202,036	\$ 2,180,927
Equipment		24,294	3,165	-	22,517	4,942
Assets under construction		-	17,366	-	-	17,366
	\$	2,226,227	\$ 201,561	\$ -	\$ 224,553	\$ 2,203,235

		<i>Cost</i>	<i>Additions</i>	<i>Disposals</i>	<i>Accumulated amortization</i>	2019 <i>Net book value</i>
Band housing	\$	1,365,734	\$ 154,427	\$ -	\$ 112,408	\$ 1,407,753
Equipment		22,743	1,551	-	21,833	2,461
Assets under construction		-	681,771	-	-	681,771
	\$	1,388,477	\$ 837,749	\$ -	\$ 134,241	\$ 2,091,985

AITCHELITZ FIRST NATION
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

11. NET ASSETS

	2020	2019
Government Business Enterprises	\$ 2,835,640	\$ 2,859,918
Tangible Capital Asset Fund	2,203,235	2,081,384
Administration, Housing and Community Planning	813,583	537,905
	\$ 5,852,458	\$ 5,479,207

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, 2020 the amount of the gain is unknown.

13. BUDGETED FIGURES

The unaudited budgets for the year April 1, 2019 to March 31, 2020 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

	2020	Budget	2019
Amortization	\$ 90,312	\$ -	\$ 60,187
Band functions	32,629	38,000	7,875
Brighter Futures	5,150	-	4,800
Distributions	21,000	25,000	16,350
Honoraria	135,521	113,000	55,878
Insurance	19,484	20,200	9,294
Interest and bank charges	17,795	2,200	1,549
Meetings and workshops	3,844	-	1,229
Office and administration	14,547	18,310	34,465
Professional fees	18,948	21,000	12,895
Projects	112,483	234,105	61,093
Repairs and maintenance	12,253	15,194	3,924
Service agreements	47,918	82,006	15,693
Travel	57,838	71,000	65,488
Utilities	17,482	14,000	15,300
Wages and benefits	10,014	34,641	23,857
	\$ 617,218	\$ 688,656	\$ 389,877

15. SUBSEQUENT EVENTS

Subsequent to year-end, the COVID-19 pandemic is causing significant financial and social dislocation. The situation is dynamic with various cities and countries around the world responding in different ways to the outbreak. The Band continues to monitor and assess the impact COVID-19 will have on its activities. The extent of the effect of the COVID-19 pandemic on the Band is uncertain.

AITCHELITZ FIRST NATION
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16. SEGMENTED INFORMATION

The Aitchelitz First Nation is a government institution that provides a range of programs and services to its members, including community operations, government business enterprises, capital projects, and tangible capital assets. For management reporting purposes, the First Nation's operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

First Nation services are provided for departments and their activities are reported in these funds. Certain departments have been separately disclosed in the segmented information.

AITCHELITZ FIRST NATION

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2020

16. SEGMENTED INFORMATION (Continued)

	<u>Administration</u>	<u>Community Maintenance</u>	<u>Economic Development</u>	<u>Housing & Community Planning</u>	<u>Property Taxation</u>	<u>Social Housing</u>	<u>Other</u>	<u>2020 Total</u>	<u>2019 Total</u>
REVENUE									
Federal Government	\$ 73,627	\$ 5,265	\$ -	\$ 179,941	\$ -	\$ -	\$ -	\$ 258,833	\$ 258,744
Provincial Government	-	-	-	-	-	-	-	-	-
Other	<u>79,083</u>	<u>-</u>	<u>1,500</u>	<u>507,996</u>	<u>95,416</u>	<u>47,641</u>	<u>-</u>	<u>731,636</u>	<u>375,496</u>
	<u>152,710</u>	<u>5,265</u>	<u>1,500</u>	<u>687,937</u>	<u>95,416</u>	<u>47,641</u>	<u>-</u>	<u>990,469</u>	<u>634,240</u>
EXPENSES									
Wages and benefits	3,500	-	-	6,514	-	-	-	10,014	23,857
Amortization	-	-	-	-	-	-	90,312	90,312	60,187
Other	<u>139,846</u>	<u>5,265</u>	<u>1,500</u>	<u>289,951</u>	<u>58,597</u>	<u>21,733</u>	<u>-</u>	<u>516,892</u>	<u>305,833</u>
	<u>143,346</u>	<u>5,265</u>	<u>1,500</u>	<u>296,465</u>	<u>58,597</u>	<u>21,733</u>	<u>90,312</u>	<u>617,218</u>	<u>389,877</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 9,364</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 391,472</u>	<u>\$ 36,819</u>	<u>\$ 25,908</u>	<u>\$ (90,312)</u>	<u>\$ 373,251</u>	<u>\$ 244,363</u>