
**AITCHELITZ FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023**

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

MANAGEMENT'S REPORT

Management's Responsibility for the Financial Statements

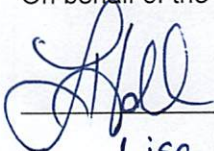
These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements,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



Name: Lisa Hall

Title: Senior Finance Officer

Date: 7/19/2023

Name:

Title:

Date:

INDEPENDENT AUDITORS' REPORT

To the Members of Aitchelitz First Nation

Report on the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Aitchelitz First Nation (the Band), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Band as at March 31, 2023, and the consolidated results of its operations and consolidated 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 Consolidated 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 consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with 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.

In preparing the consolidated financial statements, management is responsible for assessing the Band's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Band or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

INDEPENDENT AUDITORS' REPORT

Independent Auditors' Report to the Members of Aitchelitz First Nation (*continued*)

- 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Band to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 26, 2023

**AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2023**

FINANCIAL ASSETS

Cash (Note 2)	\$ 6,137,459	\$ 5,477,803
Short term deposits (Note 3)	6,137,103	6,015,831
Accounts receivable (Note 4)	126,597	68,454
Funds held by federal government (Note 5)	93	192
Investment in government business enterprises (Note 6)	170,845	155,490
Investment in government business partnerships (Note 7)	3,403,267	3,197,487
	15,975,364	14,915,257

LIABILITIES

Accounts payable and accrued liabilities	1,918,671	137,039
Minors Trust Fund	486,881	540,776
Long term debt (Note 8)	941,116	713,711
Deposits	10,780	7,000
	3,357,448	1,398,526

NET FINANCIAL ASSETS

12,617,916 13,516,731

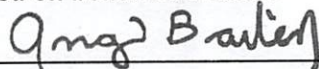
NON-FINANCIAL ASSETS

Prepaid expenses and deposits	25,224	20,183
Tangible capital assets (Note 9)	4,473,640	2,563,665
	4,498,864	2,583,848

NET ASSETS (Note 11)

\$ 17,116,780 \$ 16,100,579

Approved on behalf of council


Chief


Councillor

AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF CHANGES IN ANNUAL SURPLUS
FOR THE YEAR ENDED MARCH 31, 2023

	2023	2022
ACCUMULATED SURPLUS - BEGINNING OF YEAR	\$ 16,100,579	\$ 6,357,522
ANNUAL SURPLUS (DEFICIT)	1,016,201	9,743,057
ACCUMULATED SURPLUS (DEFICIT) - END OF YEAR	\$ 17,116,780	\$ 16,100,579

AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2023

	Budget Note 12	Total 2023	Total 2022
REVENUES			
Indigenous Services Canada	\$ 114,821	\$ 975,499	\$ 454,078
Income from government business enterprises	-	15,355	7,945
Income from government business partnerships	-	205,780	320,810
Canadian Mortgage Housing Corporation	27,226	32,155	27,226
Other	249,319	311,070	11,531,132
Property tax revenue	105,454	91,797	88,538
Interest income	78,410	216,604	12,791
Sto:lo Service Agency Society	5,400	5,291	5,409
Gaming revenue	-	345,849	146,623
Rental income	82,860	93,076	82,705
	663,490	2,292,476	12,677,257
EXPENSES (Note 13)			
Administration	199,860	142,247	2,264,373
Amortization	-	175,177	90,788
Community maintenance	-	31,005	6,985
Housing, community planning and projects	325,902	810,780	479,173
Property taxation	105,554	65,745	66,696
Social housing	38,856	51,321	26,185
	670,172	1,276,275	2,934,200
ANNUAL SURPLUS (DEFICIT) FOR THE YEAR	\$ (6,682)	\$ 1,016,201	\$ 9,743,057

AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED MARCH 31, 2023

	2023	2022
ANNUAL SURPLUS	\$ 1,016,201	\$ 9,743,057
Purchase of tangible capital assets	(2,085,152)	(462,273)
Amortization	175,177	90,788
	(1,909,974)	(371,485)
Acquisition of prepaid expenses	(5,041)	(1,825)
	(1,915,016)	(373,310)
CHANGE IN NET FINANCIAL ASSETS	(898,815)	9,369,747
NET FINANCIAL ASSETS - BEGINNING OF YEAR	13,516,731	4,146,984
NET FINANCIAL ASSETS - END OF YEAR	\$ 12,617,916	\$ 13,516,731

AITCHELITZ FIRST NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2023

	2023	2022
OPERATING ACTIVITIES		
Annual surplus	\$ 1,016,201	\$ 9,743,057
Items not affecting cash:		
Amortization of tangible capital assets	175,177	90,788
Income from government business enterprises	(15,355)	(7,945)
Income from government business partnerships	(205,780)	(320,810)
	970,243	9,505,090
Changes in non-cash working capital:		
Accounts receivable	(58,140)	4,079
Prepaid expenses and deposits	(5,041)	(1,825)
Accounts payable and accrued liabilities	1,781,630	87,851
Minors Trust Fund	(53,895)	507,600
Deposits	3,780	(1,263)
	1,668,334	596,442
	2,638,577	10,101,532
CAPITAL AND INVESTING TRANSACTIONS		
Purchase of tangible capital assets	(2,085,152)	(462,273)
Withdrawal from (investment in) trust funds held by federal government	99	(96)
	(2,085,053)	(462,369)
OTHER NON-FINANCIAL ASSETS		
Proceeds from long term debt	253,420	-
Repayment of long-term debt	(26,016)	(330,648)
	227,404	(330,648)
NET CHANGE IN CASH DURING THE YEAR	780,928	9,308,515
CASH - BEGINNING OF YEAR	11,493,634	2,185,119
CASH - END OF YEAR	\$ 12,274,562	\$ 11,493,634
CASH IS COMPRISED OF:		
Cash	\$ 6,137,459	\$ 5,477,803
Short term deposits	6,137,103	6,015,831
	\$ 12,274,562	\$ 11,493,634

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

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

Cash includes cash on hand and balances with banks net of bank overdrafts. Cash equivalents include 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, 2023

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:

Band Housing	40 years
Buildings	25 years
Equipment	10 years
Automobiles	30 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 CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

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, 2023.

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, 2023.

2. CASH

	2023	2022
Administration	\$ 5,549,703	\$ 4,869,777
Minor's Trust Fund	496,646	543,335
Taxation	91,110	64,691
Unrestricted funds	\$ 6,137,459	\$ 5,477,803

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

3. SHORT TERM INVESTMENTS

Short term investments are held with First Nation Finance Authority earning interest at 4.80% and fixed income Guaranteed Investment Certificates (GICs) with the Royal Bank of Canada earning interest at 3.45%. The total cost of the investments are \$6,137,103 (2022 - \$6,015,831).

4. ACCOUNTS RECEIVABLE

	2023	2022
Due from other governments	\$ 124,188	\$ 66,402
Due from members	2,409	2,052
	\$ 126,597	\$ 68,454

5. FUNDS HELD BY FEDERAL GOVERNMENT

	2022	Additions	Withdrawals	2023
Revenue	\$ 192	\$ 92	\$ 191	\$ 93

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, 2023

6. INVESTMENTS IN GOVERNMENT BUSINESS ENTERPRISES

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

		2023	2022
Ch-ihl-kway-uhk Tribe Society	1/9 ownership	\$ 99,037	\$ 83,970
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	71,787	71,499
		\$ 170,845	\$ 155,490

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

Ts'elxweyeqw Tribe Management Ltd. (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 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 is as follows:

	Ch-ihl-kway-uhk Tribe Society	SGES Ltd.	2023	2022
Current assets	\$ 761,597	\$ 461,472	\$ 1,223,069	\$ 1,063,214
Capital assets	19	8,570	8,589	11,247
Due from related party	335,010	-	335,010	315,010
Total assets	1,096,626	470,042	1,566,668	1,389,471
Current liabilities	\$ 205,285	\$ 39,331	\$ 244,616	\$ 204,752
Due to shareholders	-	353,258	353,258	353,258
Total liabilities	205,285	392,589	597,874	558,010
Equity	891,341	77,453	968,794	831,461
Total liabilities and equity	\$ 1,096,626	\$ 470,042	\$ 1,566,668	\$ 1,389,471
Revenues	\$ 165,117	\$ 517,407	\$ 682,524	\$ 469,642
Expenses	29,510	515,681	545,191	328,078
Net Income (loss)	\$ 135,607	\$ 1,726	\$ 137,333	\$ 82,323

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

7. INVESTMENT IN GOVERNMENT BUSINESS PARTNERSHIPS

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

		2023	2022
Ch-ihl-Kway-Uhk Forestry Limited Partnership	11/89 ownership	\$ 240,739	\$ 191,846
Centre Creek Limited Partnership	11/100 ownership	173,960	170,583
Ts'elxweyeqx Tribe Limited Partnership	10/70 ownership	2,988,568	2,835,058
		\$ 3,403,267	\$ 3,197,487

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 period ended December 31, 2022 is as follows:

	Ch-ihl-Kway-Uhk (consolidated)	Centre Creek (consolidated)	Ts'elxweyeqx Tribe (consolidated)	2022	2021
Current assets	\$ 2,108,923	\$ 25,437	\$ 20,892,790	\$ 23,027,150	\$ 21,699,069
Capital assets	-	2,295,206	765,375	3,060,581	2,347,074
Due from related parties	63,295	-	2,105,056	2,168,351	2,007,157
Total assets	2,172,218	2,320,643	23,763,221	28,256,082	26,053,300
Current liabilities	117,184	21,335	2,982,707	3,121,226	3,304,808
Due to related parties	-	794,803	-	794,803	716,817
Total liabilities	117,184	816,138	2,982,707	3,916,029	4,021,625
Equity	2,055,034	1,504,505	20,780,514	24,340,053	22,031,675
\Total liabilities and equity	\$ 2,172,218	\$ 2,320,643	\$ 23,763,221	\$ 28,256,082	\$ 26,053,300
Revenue	\$ 902,205	\$ 126,000	\$ 5,193,658	\$ 6,221,863	\$ 4,619,411
Expenses	502,171	95,312	3,312,485	3,909,968	2,394,776
Net income (loss)	\$ 400,034	\$ 30,688	\$ 1,881,173	\$ 2,311,895	\$ 2,224,635

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

8. LONG TERM DEBT

	2023	2022
All Nations Trust Company loan repayable in monthly blended payments of \$3,276, bearing interest at 1.91% and matures on June 1, 2044 with renewal on June 1, 2024. The loan is secured by a Ministerial Guarantee from Indigenous Service Canada.	\$ 687,696	\$ 713,711
All Nations Trust Company loan repayable in monthly blended payments of \$5,529, bearing interest at 3.70% and matures on December 1, 2037 with renewal on December 1, 2027. The loan is secured by a Ministerial Guarantee from Indigenous Service Canada.	253,420	-
	\$ 941,116	\$ 713,711

Principal repayment terms are approximately:

2024	\$ 39,444
2025	40,443
2026	41,471
2027	42,527
2028 and thereafter	43,614
Thereafter	733,617
	<u>\$ 941,116</u>

AITCHELITZ FIRST NATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****FOR THE YEAR ENDED MARCH 31, 2023**

9. TANGIBLE CAPITAL ASSETS

	<i>Cost</i>	<i>Additions</i>	<i>Disposals</i>	<i>Accumulated amortization</i>	2023 <i>Net book value</i>
Band housing	\$ 2,605,178	\$ 119,829	\$ -	\$ 450,008	\$ 2,274,999
Building	-	1,758,856	-	52,766	1,706,090
Equipment	68,227	196,482	-	50,631	214,078
Automobile	-	65,798	-	9,870	55,928
Assets under construction	278,358	109,612	165,425	-	222,545
	\$ 2,951,763	\$ 2,250,577	\$ 165,425	\$ 563,275	\$ 4,473,640

	<i>Cost</i>	<i>Additions</i>	<i>Disposals</i>	<i>Accumulated amortization</i>	2022 <i>Net book value</i>
Band housing	\$ 2,382,963	\$ -	\$ -	\$ 359,911	\$ 2,023,052
Equipment	34,244	33,983	-	28,187	40,040
Assets under construction	72,282	428,291	-	-	500,573
	\$ 2,489,489	\$ 462,274	\$ -	\$ 388,098	\$ 2,563,665

AITCHELITZ FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2023

11. NET ASSETS

	2023	2022
Government Business Enterprises	\$ 3,792,179	\$ 3,571,044
Tangible Capital Asset Fund	10,811,155	11,082,905
Administration, Housing and Community Planning	2,513,446	1,446,630
	\$ 17,116,780	\$ 16,100,579

12. BUDGETED FIGURES

The unaudited budgets for the year April 1, 2022 to March 31, 2023 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.

13. EXPENSES BY OBJECT

	Budget	2023	2022
Amortization	\$ 7,300	\$ 175,177	\$ 90,788
Band functions	50,000	54,562	3,902
Brighter Futures	-	-	5,040
Distributions	-	38,814	2,210,044
Honoraria	15,000	14,425	14,700
Insurance	25,500	38,617	27,208
Interest and bank charges	20,536	20,202	17,391
Meetings and workshops	-	265	7,153
Office and administration	99,060	49,016	39,264
Professional fees	24,000	17,965	19,529
Projects	3,000	353,608	242,960
Repairs and maintenance	51,766	192,422	6,004
Service agreements	105,554	39,601	40,728
Travel	73,000	66,853	24,589
Utilities	26,320	19,744	19,706
Wages and benefits	169,136	195,004	165,194
	\$ 670,172	\$ 1,276,275	\$ 2,934,200

14. 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, 2023

14. 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>2023 Total</u>	<u>2022 Total</u>
REVENUE									
Federal Government	\$ 77,075	\$ 49,194	\$ -	\$ 849,230	\$ -	\$ -	\$ -	\$ 975,499	\$ 11,497,828
Provincial Government	-	-	-	-	-	-	-	-	-
Other	<u>265,964</u>	<u>148,805</u>	<u>-</u>	<u>728,970</u>	<u>92,164</u>	<u>81,074</u>	<u>-</u>	<u>1,316,977</u>	<u>1,179,429</u>
	<u>343,039</u>	<u>197,999</u>	<u>-</u>	<u>1,578,200</u>	<u>92,164</u>	<u>81,074</u>	<u>-</u>	<u>2,292,476</u>	<u>12,677,257</u>
EXPENSES									
Wages and benefits	-	-	-	195,004	-	-	-	195,004	165,194
Amortization	-	-	-	-	-	-	175,177	175,177	90,788
Other	<u>164,922</u>	<u>123,974</u>	<u>-</u>	<u>404,057</u>	<u>65,745</u>	<u>51,321</u>	<u>96,075</u>	<u>906,094</u>	<u>2,678,218</u>
	<u>164,922</u>	<u>123,974</u>	<u>-</u>	<u>599,061</u>	<u>65,745</u>	<u>51,321</u>	<u>271,252</u>	<u>1,276,275</u>	<u>2,934,200</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 178,117</u>	<u>\$ 74,025</u>	<u>\$ -</u>	<u>\$ 979,139</u>	<u>\$ 26,419</u>	<u>\$ 29,753</u>	<u>\$ (271,252)</u>	<u>\$ 1,016,201</u>	<u>\$ 9,743,057</u>