

Semiahmoo First Nation
Consolidated Financial Statements
For the year ended March 31, 2018

Semiahmoo First Nation

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For the year ended March 31, 2018

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Independent Auditor's Report

To the Members of Semiahmoo First Nation:

We have audited the accompanying consolidated financial statements of Semiahmoo First Nation, which comprise the consolidated statement of financial position as at March 31, 2018, and the consolidated statements of operations and accumulated surplus, changes in net financial assets, cash flows and the related schedules for the year then ended, and 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 the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers 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 is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

The First Nation derives a portion of its revenue from cash sales, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records and we were not able to determine whether any adjustments might be necessary to revenue, accumulated surplus and cash flows from operations for the years ended March 31, 2018 and March 31, 2017, and the financial assets and net financial assets as at March 31, 2018 and March 31, 2017.

Additionally, as explained in Note 14, the Nation has not disclosed budget information as required by Canadian public sector accounting standards.

Qualified Opinion

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraphs, the consolidated financial statements present fairly, in all material respects, the financial position of Semiahmoo First Nation as at March 31, 2018 and its operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Surrey, British Columbia

July 17, 2024



Chartered Professional Accountants

MNP LLP

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Semiahmoo First Nation
Consolidated Statement of Financial Position
As at March 31, 2018

	2018	2017
Financial assets		
Cash resources	519,159	344,415
Portfolio investments (Note 4)	6,047,023	5,884,058
Funds held in trust (Note 5)	10,201	9,654
Accounts receivable (Note 6)	225,709	973,228
Investment in First Nation business entity (Note 7)	641,444	595,793
Total of financial assets	7,443,536	7,807,148
Liabilities		
Accounts payable and accruals (Note 8)	786,547	630,293
Deferred revenue (Note 9)	334,542	-
Notes payable (Note 10)	172,428	36,714
Total of financial liabilities	1,293,517	667,007
Net financial assets	6,150,019	7,140,141
Contingent liabilities (Note 11)		
Subsequent events (Note 12)		
Non-financial assets		
Tangible capital assets (Schedule 1)	2,190,758	978,005
Prepaid expenses	26,889	27,561
Total non-financial assets	2,217,647	1,005,566
Accumulated surplus (Note 13)	8,367,666	8,145,707

Approved on behalf of the Council
e-Signed by Harley Chappell
2024-07-15 22:08:00:00 PDT

Chief

e-Signed by Jennine Cook
2024-07-16 16:16:11:11 PDT

Councilor

Semiahmoo First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2018

	<i>Schedules</i>	2018	2017
Revenue			
Indigenous and Northern Affairs Canada		780,466	421,033
Government of Canada		20,000	15,000
Province of British Columbia		59,500	445,000
First Nations Health Authority		108,085	103,451
Interest and investment income		291,051	86,512
Income from investment in First Nation business entity		755,603	857,878
Other revenue		704,288	288,111
		2,718,993	2,216,985
Program expenses			
Administration	3	1,031,266	965,542
Capital	4	150,534	80,129
Community Programs	5	207,430	196,425
Economic Initiative	6	16,331	58,782
Education	7	49,363	38,214
Health	8	112,220	112,438
Lands and Resources	9	425,761	373,959
Operations and Maintenance	10	421,917	336,037
Social Services	11	82,212	83,838
		2,497,034	2,245,364
Annual surplus (deficit)		221,959	(28,379)
Accumulated surplus, beginning of year		8,145,707	8,174,086
Accumulated surplus, end of year		8,367,666	8,145,707

The accompanying notes are an integral part of these financial statements

Semiahmoo First Nation
Consolidated Statement of Changes in Net Financial Assets
For the year ended March 31, 2018

	2018	2017
Annual surplus (deficit)	221,959	(28,379)
Acquisition of tangible capital assets	(1,328,447)	(228,404)
Amortization of tangible capital assets	115,694	82,351
Proceeds of disposal of tangible capital assets	-	22,691
Gain on disposal of tangible capital assets	-	(14,635)
Acquisition of prepaid expenses	(61,828)	(62,322)
Use of prepaid expenses	62,500	61,120
Increase (decrease) in net financial assets	(990,122)	(167,578)
Net financial assets, beginning of year	7,140,141	7,307,719
Net financial assets, end of year	6,150,019	7,140,141

The accompanying notes are an integral part of these financial statements

Semiahmoo First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2018

	2018	2017
Cash provided by (used for) the following activities		
Operating activities		
Annual surplus (deficit)	221,959	(28,379)
Non-cash items		
Amortization of tangible capital assets	115,694	82,351
Gain on disposal of portfolio investments	(164,860)	(10,582)
Gain on disposal of tangible capital assets	-	(14,635)
Income from investment in First Nation business entity	(755,603)	(857,878)
Loan forgiveness	(61,054)	-
	(643,864)	(829,123)
Changes in working capital accounts		
Accounts receivable	747,519	(589,847)
Prepaid expenses	672	(1,202)
Accounts payable and accruals	156,254	218,604
Deferred revenue	334,542	(30,231)
	595,123	(1,231,799)
Financing activities		
Increase in notes payable	135,714	-
Repayment of notes payable	-	(352,254)
	135,714	(352,254)
Capital activities		
Acquisition of tangible capital assets	(1,328,447)	(228,404)
Proceeds of disposal of tangible capital assets	-	22,691
	(1,328,447)	(205,713)
Investing activities		
Distributions from investment in First Nation business entity	771,006	930,556
Decrease (increase) in portfolio investments	1,895	906,018
Increase in funds held in trust	(547)	(387)
	772,354	1,836,187
Increase in cash resources	174,744	46,421
Cash resources, beginning of year	344,415	297,994
Cash resources, end of year	519,159	344,415

The accompanying notes are an integral part of these financial statements

Semiahmoo First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

1. Operations

The Semiahmoo First Nation (the "First Nation") is a First Nation government located in the province of British Columbia, and provides various services to its members. The First Nation is responsible for the well-being of its community and enacts legal policies and programs in the areas of Administration, Social Services, Health, Lands and Resources, Operations and Maintenance, Community Programs, Education, and Economic Initiative. The First Nation is also mandated to take actions to protect the well-being of members and the community and to establish cultural programs and undertake initiatives in economic development.

2. Significant accounting policies

These consolidated financial statements are the representations of management, prepared in accordance with Canadian Public Sector Accounting Standards as recommended by the Public Accounting Standards Board ("PSAB") of CPA Canada and are consistent with the accounting policies set out by the Department of Indigenous and Northern Affairs Canada. Significant accounting policies adopted by the First Nation are as follows:

Basis of presentation

Sources of revenue and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Reporting entity consolidated

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity, except for First Nation business entities. Trusts administered on behalf of third parties by Semiahmoo First Nation are excluded from the First Nation reporting entity.

The First Nation has consolidated the assets, liabilities, revenue and expenses of the following entities and departments:

- Se-mi-ah-mu Inc.; and
- Se-mi-ah-mu Development Corporation

All inter-entity balances have been eliminated on consolidation.

Semiahmoo First Nation business entities, owned or controlled by the First Nation's Council but not dependent on the First Nation for their continuing operations, are included in the financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity accounting principles are not adjusted to conform to those of the First Nation. Thus, the First Nation's investment in these entities is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received. Entities accounted for by the modified equity basis include:

- Se-mi-ah-mu Limited Partnership

Cash resources

Cash resources include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Portfolio investments

Portfolio investments include marketable securities and are recorded at their original cost. If there has been an other than temporary decline in the value of the investment, the investment is written down to its net realizable value.

Foreign currency translation

Transaction amounts denominated in foreign currencies are translated into their Canadian dollar equivalents at exchange rates prevailing at the transaction dates. Carrying values of monetary assets and liabilities reflect the exchange rates at the consolidated statement of financial position date. Translation gains and losses are included in current year surplus.

Semiahmoo First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

2. Significant accounting policies *(Continued from previous page)*

Tangible capital assets

Tangible capital assets are initially recorded at cost based on amounts that are directly attributable to acquisition, construction, development or betterment of tangible capital assets. Contributed tangible assets are recorded at their fair value at the date of contribution. All intangibles and items inherited by right of the First Nation, such as reserve lands, forests, water, and mineral resources, are not recognized as assets in the First Nation's consolidated financial statements. Historic works of art and treasures are not recorded as assets in these consolidated financial statements.

Amortization

Assets under construction are not amortized until the asset becomes available for use. Other tangible capital assets are amortized annually using the straight-line method at rates intended to amortize the cost of the assets over their estimated useful lives:

	Rate
Buildings	20 - 40 years
Chlorination station	20 years
Commercial fishing boats	10 years
Computers and office equipment	3 - 10 years
Equipment	10 years
Housing	20 years
Service installations	10 - 20 years
Vehicle	10 years

Long-lived assets

Long-lived assets consist of tangible capital assets with finite useful lives. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying amount of an asset, or group of assets, may not be recoverable. The carrying amount of a long-lived asset is not recoverable if the carrying amount exceeds the sum of the undiscounted future cash flows from its use and disposal. Impairment is measured as the amount by which the asset's carrying amount exceeds its fair value. Fair value is measured using prices for similar items. Any impairment is included in surplus (deficit) for the year.

Asset classification

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

Net financial assets

The First Nation's consolidated financial statements are presented so as to highlight net financial assets as the measurement of consolidated financial position. The net financial assets of the First Nation are determined by its financial assets less its liabilities. Net financial assets combined with non-financial assets comprise a second indicator of consolidated financial position, accumulated surplus.

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 First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2018.

2. Significant accounting policies *(Continued from previous page)*

At each financial reporting date, the First Nation 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 First Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made. As at March 31, 2018, there is no liability for contaminated sites accrued in these consolidated financial statements.

Revenue recognition

Funding

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under funding arrangements that relate to a subsequent fiscal period are reflected as deferred revenue on the consolidated statement of financial position in the year of receipt.

Government transfers

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Externally restricted revenue

The First Nation recognizes externally restricted inflows as revenue in the period the resources are used for the purpose specified in accordance with an agreement or legislation. Until this time, the First Nation records externally restricted inflows in deferred revenue.

Funds held in trust

The First Nation recognizes revenue of the Capital and Revenue Trust Fund at the time funds are contributed from the accounts held in Ottawa. Interest revenue is recognized when earned.

Other

Investment income reported on investments not subject to significant influence is recorded as revenue in the period earned.

All other revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Segments

The First Nation conducts its business through nine reportable segments: Administration, Capital Assets, Community Programs, Economic Initiative, Education, Health, Lands and Resources, Operations and Maintenance, and Social Services. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed above.

Measurement uncertainty (use of estimates)

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period.

2. Significant accounting policies *(Continued from previous page)*

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets. Liabilities for contaminated sites are estimated based on the best information available regarding potentially contaminated sites that the First Nation is responsible for. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in the operations in the periods in which they become known.

Funds held in trust

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position with an offsetting amount in accumulated surplus. Trust moneys consist of:

- Capital trust moneys derived from non-renewable resource transactions on land or other First Nation tangible capital assets; and
- Revenue trust moneys generated primarily through land leasing transactions or interest earned on deposits held in trust.

3. Change in accounting policies

Effective April 1, 2017, the First Nation adopted the recommendations as set out in the CPA Canadian Public Sector Accounting Standards Handbook as follows:

Initial application of new or amended standards - PS 2200 Related Party Disclosures and PS 3420 Inter-Entity Transactions

Effective April 1, 2017, the First Nation adopted the recommendations relating to PS 2200 Related Party Disclosures and PS 3420 Inter-Entity Transactions, as set out in the CPA Canadian Public Sector Accounting Standards Handbook.

These new Sections define a related party and establish disclosures required for related party transactions. Disclosure is required when related party transactions have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, a material financial effect on the consolidated financial statements. They also establish standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

The change in accounting policy will be applied prospectively and prior periods have not been restated.

The application of this change in accounting policy did not have a material impact on the consolidated financial statements of the First Nation.

Initial application of new or amended standards - PS 3210 Assets, PS 3320 Contingent Assets and PS 3380 Contractual Rights

Effective April 1, 2017, the First Nation adopted the recommendations relating to PS 3210 Assets, PS 3320 Contingent Assets, and PS 3380 Contractual Rights, as set out in the CPA Canadian Public Sector Accounting Standards Handbook.

PS 3210 Assets provides additional guidance to clarify the definition of assets set out in PS 1000 Financial Statement Concepts

PS 3320 Contingent Assets establishes disclosure standards on contingent assets.

PS 3380 Contractual Rights establishes disclosure standards on contractual rights, and does not include contractual rights to exchange assets where revenue does not arise. The main features of this Section are as follows:

- Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.
- Until a transaction or event occurs under a contract or agreement, an entity only has a contractual right to an economic resource. Once the entity has received an asset, it no longer has a contractual right.

Contractual rights are distinct from contingent assets as there is no uncertainty related to the existence of the contractual right.

Semiahmoo First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

3. Change in accounting policies *(Continued from previous page)*

The change in accounting policies were made in accordance with the transitional provision of PS 3210 Assets, PS 3320 Contingent Assets and PS 3380 Contractual Rights. Changes will be applied prospectively and prior periods have not been restated.

The application of this change in accounting policies did not have a material impact on the consolidated financial statements of the First Nation.

4. Portfolio investments

Portfolio investments include publicly traded marketable securities with a market value of \$6,545,458 (2017 - \$6,529,816) and an adjusted cost base of \$6,047,023 (2017 - \$5,884,058).

5. Funds held in trust

Funds held in trust include the Ottawa Trust accounts which arise from moneys 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 and are subject to audit by the Office of the Auditor General of Canada. Management of these funds is primarily governed by Sections 63 to 69 of the *Indian Act*. Capital and revenue trust moneys are transferred to the First Nation on the authorization of the Minister of Indigenous and Northern Affairs Canada, with the consent of the First Nation's Council.

	2018	2017
Capital Trust		
Balance, beginning of year	2,843	2,843
Balance, end of year	2,843	2,843
Revenue Trust		
Balance, beginning of year	6,811	6,424
Additions	547	387
Balance, end of year	7,358	6,811
	10,201	9,654

6. Accounts receivable

	2018	2017
Indigenous and Northern Affairs Canada	112,018	63,527
Due from members	2,094,331	2,846,199
Other receivables	88,849	82,194
Allowance for doubtful accounts	(2,069,489)	(2,018,692)
	225,709	973,228

Semiahmoo First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

7. Investment in First Nation business entity

The First Nation has an investment in the following entity:

			<i>2018</i>
	<i>Investment cost</i>	<i>Loans</i>	<i>Cumulative share of earnings</i>
			<i>Total investment</i>
Wholly-owned Business:			
Se-mi-ah-mu Limited Partnership	1	(1,693,576)	2,335,019
			641,444

			<i>2017</i>
	<i>Investment cost</i>	<i>Loans</i>	<i>Cumulative share of earnings</i>
			<i>Total investment</i>
Wholly-owned Business:			
Se-mi-ah-mu Limited Partnership	1	(1,778,244)	2,374,036
			595,793

The First Nation's investment in Se-mi-ah-mu Limited Partnership was established for the purposes of carrying on business activities of commercial property rentals and short-term parking lot rentals.

Summary financial information for the First Nation business entity, accounted for using the modified equity method, for its respective year-end is as follows:

	<i>Se-mi-ah-mu Limited Partnership As at March 31, 2018</i>
Assets	
Cash	75,839
Accounts receivable	3,300
Loans receivable	1,693,576
Property and equipment	536,840
Intangible asset	62,401
Total assets	2,371,956
Liabilities	
Accounts payable and accruals	24,920
Customer deposits	12,015
Total liabilities	36,935
Partners' Capital	2,335,021
Total revenue	1,194,708
Total expenses	349,023
Net income	845,685

Semiahmoo First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

8. Accounts payable and accruals

	2018	2017
Indigenous and Northern Affairs Canada	9,071	7,111
Other accounts payable and accruals	777,476	623,182
	786,547	630,293

9. Deferred revenue

	2018	2017
Indigenous and Northern Affairs Canada - Comprehensive Community Plan	184,710	-
Indigenous and Northern Affairs Canada - Environmental Cleanup	149,832	-
	334,542	-

10. Notes payable

The notes payable to parties related to a council member have various terms of repayment and are analyzed as follows:

	2018	2017
Due on demand, unsecured and bears interest at prime plus 1%	4,531	4,531
Due on demand, unsecured and bears interest at prime plus 2.5%	162,983	32,131
Due on demand, unsecured and non-interest bearing	4,914	52
	172,428	36,714

As at March 31, 2018 the prime rate was 3.45% (2017 - 2.70%).

Included in administration expense is accrued interest of \$4,862 (2017 - \$6,703).

11. Contingent liabilities

The First Nation has entered into contribution agreements with various levels of government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

Semiahmoo First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

12. Subsequent events

Subsequent to year end, there was an increase in the CPI Inflation rate, reaching a peak of 6.8% in 2022. The inflation rate has since declined however the increase in inflation has resulted in higher costs. We would expect to see an impact on expenses in the upcoming years and have expenses increase.

Subsequent to year end, Fraser Health Authority entered into an agreement with Semiahmoo First Nation, Katzie First Nation, and Kwantlen First Nation to contribute one-time lump sum funding grant contribution to Sacred Waters Developments Ltd. in the amount of \$25,000,000 to design and build the New Surrey Hospital and BC Cancer Centre. The expected completion date is currently scheduled for October 5, 2029.

On March 8, 2023, Vancouver Fraser Port Authority ("VFPA") proposed to construct a marine container terminal at Roberts Bank in Delta B.C., which is undergoing an environmental assessment and is a traditional territory of Semiahmoo First Nation. Semiahmoo approved the proposal and authorize its execution by passing a band council resolution. As part of signing the proposal, VFPA will pay Semiahmoo one-time payment of \$200,000 for training and job readiness support for Members and \$1,000,000 to support dedicated resourcing from Semiahmoo for the terminal project.

13. Accumulated surplus

Accumulated surplus consists of the following:

	2018	2017
Funds held in trust	10,201	9,654
Investment in First Nation business entity	641,444	595,793
Investment in tangible capital assets	2,190,758	978,005
	2,842,403	1,583,452
Surplus available for operations	5,525,263	6,562,255
	8,367,666	8,145,707

14. Budget information

Canadian public sector accounting ("PSA") standards require the disclosure of budget information for comparison to the First Nation's actual revenue and expenses. The consolidated budgeted revenue and expenses, and surplus have not been reported in these consolidated financial statements. While having no effect on reported revenue, expenses, and surplus, omission of this information is considered a departure from PSA standards.

15. Comparative figures

Certain comparative figures have been reclassified to conform with current year's presentation.

16. Compliance with laws and regulations

The First Nation is required by the *First Nations Financial Transparency Act* to submit its consolidated financial statements to Indigenous and Northern Affairs Canada, and post its consolidated financial statements on a website, within 120 days of year-end. As the First Nation had not done this, it is not in compliance with this law. The potential effect of the non-compliance is unknown.

17. Segments

The First Nation describes its operating segments as follows:

Administration - This segment provides band support and administrative services for the operations of the First Nation, including various financial functions such as payroll, accounts receivable and accounts payable.

Capital - This segment is comprised of capital assets and assets under construction.

Community Programs - This segment administers the delivery of programs that support the social development and culture to members of the community including providing assistance to First Nation's members when looking for employment and delivering training programs for skill development.

Economic Initiative - This segment implements community economic development planning and capacity building initiatives, which are pursued to benefit the First Nation's community by enhancing employment, income generation activities, economic infrastructure and business opportunities. This segment also includes income from government business enterprises.

Education - This segment includes language and culture, employment counselling services and the management of post-secondary student funding and support programs.

Health - This segment administers the delivery of the health programs and services.

Lands and Resources - This segment is responsible for ensuring that interests of the First Nation are represented in matters of lands and natural resources, on reserve lands and within the First Nation's traditional territory.

Operations and Maintenance - This segment is comprised of programs that oversee the First Nation's infrastructure and include revenues and expenditures related to the repair and maintenance of the First Nation's land, community water systems, roads, equipment and buildings.

Social Services - This segment administers benefits and services to individuals and families living on reserve who are in need of support. Department services include income assistance, assisted living, family violence prevention and awareness and the national child benefit reinvestment.

Semiahmoo First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2018

	<i>Buildings</i>	<i>Chlorination station</i>	<i>Commercial fishing boats</i>	<i>Computer and office equipment</i>	<i>Equipment</i>	<i>Land</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	382,332	326,733	16,749	67,584	235,828	60,577	1,089,803
Acquisition of tangible capital assets	-	-	-	5,427	31,830	-	37,257
Disposal of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	382,332	326,733	16,749	73,011	267,658	60,577	1,127,060
Accumulated amortization							
Balance, beginning of year	244,012	138,864	13,731	53,177	61,923	-	511,707
Annual amortization	13,752	16,337	975	4,368	24,826	-	60,258
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	257,764	155,201	14,706	57,545	86,749	-	571,965
Net book value of tangible capital assets	124,568	171,532	2,043	15,466	180,909	60,577	555,095
2017 Net book value of tangible capital assets	138,320	187,869	3,018	14,407	173,905	60,577	578,096

Semiahmoo First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2018

	<i>Subtotal</i>	<i>Housing</i>	<i>Service installations</i>	<i>Vehicle</i>	<i>Assets under construction</i>	<i>2018</i>	<i>2017</i>
Cost							
Balance, beginning of year	1,089,803	463,497	90,257	5,000	67,902	1,716,459	1,501,055
Acquisition of tangible capital assets	37,257	1,038,870	-	-	252,320	1,328,447	228,404
Disposal of tangible capital assets	-	-	-	-	-	-	(13,000)
Balance, end of year	1,127,060	1,502,367	90,257	5,000	320,222	3,044,906	1,716,459
Accumulated amortization							
Balance, beginning of year	511,707	174,100	51,897	750	-	738,454	661,047
Annual amortization	60,258	49,147	5,789	500	-	115,694	82,351
Accumulated amortization on disposals	-	-	-	-	-	-	(4,944)
Balance, end of year	571,965	223,247	57,686	1,250	-	854,148	738,454
Net book value of tangible capital assets	555,095	1,279,120	32,571	3,750	320,222	2,190,758	978,005
2017 Net book value of tangible capital assets	578,096	289,397	38,360	4,250	67,902	978,005	

Semiahmoo First Nation
Schedule 2 - Schedule of Consolidated Expenses by Object
For the year ended March 31, 2018

	2018	2017
Consolidated expenses by object		
Administration	-	3,500
Advertising and promotion	23,605	4,327
Amortization	115,694	82,351
Bad debts	3,000	127,690
Bank charges and interest	10,175	10,965
Child care	4,800	4,368
Community programs	366,047	341,606
Contracted services	453,410	459,209
Financial assistance	29,900	13,000
Foreign exchange (gain)	(21,257)	(1,126)
Insurance	35,325	36,071
Materials and supplies	104,816	35,942
Professional fees	627,608	477,392
Rent	5,304	2,400
Repairs and maintenance	215,098	212,787
Safe water operator contract services	19,203	19,151
Travel	45,235	45,057
Tuition and allowances	9,948	14,884
Tutoring	8,835	9,480
Utilities	79,494	47,624
Wages and benefits	360,794	298,686
	2,497,034	2,245,364