

Soowahlie Indian Band
Consolidated Financial Statements
March 31, 2016

Soowahlie Indian Band Contents

For the year ended March 31, 2016

	Page
Management's Responsibility	
Independent Auditors' Report	
Consolidated Financial Statements	
Consolidated Statement of Financial Position.....	1
Consolidated Statement of Operations and Accumulated Surplus.....	2
Consolidated Statement of Change in Net Financial Assets.....	3
Consolidated Statement of Cash Flows.....	4
Notes to the Consolidated Financial Statements.....	5
Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	15
Schedule 2 - Schedule of Consolidated Expenses by Object.....	17
Schedule 3 - Administration.....	19
Schedule 4 - Capital Projects.....	21
Schedule 5 - Education and Employment.....	22
Schedule 6 - Health.....	23
Schedule 7 - Non-Profit Housing.....	24
Schedule 8 - Maintenance.....	25
Schedule 9 - Ottawa Trust.....	26
Schedule 10 - Social Development.....	27

Management's Responsibility

To the Members of Soowahlie Indian Band:

The accompanying consolidated financial statements of Soowahlie Indian Band are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Soowahlie Indian Band Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Band's external auditors.

MNP LLP is appointed by the Chief and Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

August 4, 2016

(original signed by Brenda Wallace)

Chief

(original signed by Marcella Commodore)

Councillor

Independent Auditors' Report

To the Members of Soowahlie Indian Band:

We have audited the accompanying consolidated financial statements of Soowahlie Indian Band, which comprise the consolidated statement of financial position as at March 31, 2016, and the consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows for the period 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 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 audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Soowahlie Indian Band as at March 31, 2016 and the results of its operations, changes in net financial assets and its cash flows for the period then ended in accordance with Canadian public sector accounting standards.

Chilliwack, British Columbia

August 4, 2016

MNP LLP

Chartered Professional Accountants

Soowahlie Indian Band
Consolidated Statement of Financial Position
As at March 31, 2016

	2016	2015
Financial Assets		
Cash and cash equivalents	576,043	243,437
Restricted cash <i>(Note 3)</i>	5,041	2,541
Accounts receivable <i>(Note 4)</i>	31,801	30,533
CMHC subsidy receivable	7,213	2,704
Rent receivable <i>(Note 5)</i>	13,067	195,604
Investments <i>(Note 6)</i>	1,773,075	720,558
Funds held in trust <i>(Note 7)</i>	64,216	44,494
	2,470,456	1,239,871
Liabilities		
Accounts payable and accruals <i>(Note 8)</i>	98,141	191,655
Long-term debt <i>(Note 9)</i>	329,391	438,815
	427,532	630,470
Net financial assets	2,042,924	609,401
Contingencies <i>(Note 10)</i>		
Commitments <i>(Note 11)</i>		
Non-financial assets		
Tangible capital assets <i>(Schedule 1)</i>	2,784,309	2,940,255
Accumulated surplus <i>(Note 12)</i>	4,827,233	3,549,656

Approved on behalf of the Council

(original signed by Brenda Wallace)

Chief

(original signed by Marcella Commodore)

Councillor

Soowahlie Indian Band
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2016

	2016 Budget	2016	2015
Revenue			
Indigenous and Northern Affairs Canada	242,397	1,150,250	1,089,385
INAC recovery	-	(1,640)	(12,688)
First Nations Health Authority	344,370	465,396	387,858
Canada Mortgage and Housing Corporation	-	32,452	32,452
Earnings from investment in Nation business entities	-	1,052,517	118,469
Rental income	11,200	126,634	134,482
Gravel royalties	-	130,903	102,977
BC Hydro ILM	-	120,000	-
Other revenue	20,000	67,299	32,688
Campsite fees	65,000	66,526	57,782
Sto:lo Aboriginal Skills and Employment Training	50,571	63,606	49,881
School District #33 - 2015 Re-imbursement for overpayment	-	60,851	-
Fish sales	70,000	36,946	73,987
First Nations Education Steering Committee Society	2,900	18,066	18,199
Revenue trust fund distributions	-	17,435	16,454
Taxation	-	14,246	-
New Relationship Trust	-	5,000	24,400
Interest income	4,500	3,644	10,625
BC Hydro	2,000	2,000	2,000
Travel and honoraria reimbursements	-	1,450	-
BC special distribution	-	866	876
Sto:lo Tribal Council	-	-	5,215
	812,938	3,434,447	2,145,042
Expenses			
Administration	369,239	573,368	252,170
Capital Projects	-	169,946	169,191
Education and Employment	55,707	460,732	562,171
Health	264,224	432,092	407,038
Non-Profit Housing	-	45,632	44,514
Maintenance	154,294	152,242	237,540
Social Development	-	322,858	321,097
	843,464	2,156,870	1,993,721
Surplus (deficit)	(30,526)	1,277,577	151,322
Accumulated surplus, beginning of year ended	3,549,656	3,549,656	3,398,334
Accumulated surplus, end of year ended	3,519,130	4,827,233	3,549,656

The accompanying notes are an integral part of these financial statements

Soowahlie Indian Band
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2016

	2016 Budget	2016	2015
Annual surplus	(30,526)	1,277,577	151,322
Purchases of tangible capital assets	-	(14,000)	(501,416)
Amortization of tangible capital assets	-	169,946	169,191
	-	155,946	(332,225)
Increase (decrease) in net financial assets	(30,526)	1,433,523	(180,903)
Net financial assets, beginning of year	609,401	609,401	790,304
Net financial assets, end of year	578,875	2,042,924	609,401

Soowahlie Indian Band
Consolidated Statement of Cash Flows
For the year ended March 31, 2016

	2016	2015
Cash provided by (used for) the following activities		
Operating activities		
Surplus	1,277,577	151,322
Non-cash items		
Amortization	169,946	169,191
Decrease (increase) in funds held in trust	(19,722)	148,186
Equity earnings from investments	(1,052,517)	(118,469)
Bad Debt	217,067	-
	592,351	350,230
Changes in working capital accounts		
Accounts receivable	(1,267)	2,136
CMHC subsidy receivable	(4,509)	-
Rent receivable	(34,531)	(15,475)
Accounts payable and accruals	(93,514)	(95,418)
Deferred revenue	-	(90,560)
	458,530	150,913
Financing activities		
Repayment of long-term debt	(109,424)	(107,955)
Capital activities		
Purchases of tangible capital assets	(14,000)	(501,416)
Increase (decrease) in cash resources	335,106	(458,458)
Cash resources, beginning of year	245,978	704,436
Cash resources, end of year	581,084	245,978
Cash resources are composed of:		
Cash	576,043	243,437
Restricted Cash	5,041	2,541
	581,084	245,978
Supplementary cash flow information		
Interest paid	29,560	26,049

Soowahlie Indian Band
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

1. Operations

The Soowahlie Indian Band (the "Band") is located in the Province of British Columbia, and provides various services to its members. Soowahlie Indian Band includes the Band's government and all related entities that are accountable to the Band and are either owned or controlled by the Band.

2. Significant accounting policies

These consolidated financial statements are the representations of management, prepared in accordance with Canadian Public Sector Accounting Standards and include the following significant accounting policies:

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.

Net financial assets

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

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.

Soowahlie Indian Band
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

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

Revenue recognition

Government Transfers

Soowahlie Indian Band 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 Band recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Externally restricted revenue

Soowahlie Indian Band recognizes externally restricted inflows as revenue in the period the resources are used for the purposes specified in accordance with an agreement or legislation. Until this time, the Band records externally restricted inflows in deferred revenue.

Fund held in Ottawa Trust

Due to measurement uncertainty, revenue related to the receipt of funds held in the Ottawa Trust Fund is recognized when it is received.

Own source revenues

Own source revenues derived from such sources as housing rents, resource based revenues, campsite revenue, fish sales, interest income and other revenue is recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Tax revenue

Soowahlie First Nation recognizes taxes as assets and revenue when they meet the definition of an asset; are authorized by a legislature, council, or legislative convention; and the taxable event has occurred.

Tax revenue is initially measured at management's best estimate of the amount resulting from the original taxable event in accordance with tax legislation. The related tax receivable is initially recognized at its realizable value at the date of acquisition. At each financial statement date, Soowahlie evaluates the tax receivable for collectibility and records a valuation allowance to reflect the tax receivable at its net recoverable amount, if necessary.

Investments

Soowahlie Indian Band uses the modified equity method to account for its investments in various business partnerships and corporations whereby the acquisition cost is increased by the Band's proportionate share of earnings.

Cash and cash equivalents

Cash and cash equivalent 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.

Funds held in Ottawa Trust Fund

Funds held in trust on behalf of Soowahlie Indian Band members by the Government of Canada in the Ottawa Trust Fund are reported on the statement of financial position with an offsetting amount in accumulated surplus. Trust monies consist of:

- Capital trust monies derived from non-renewable resource transactions on the sale of land or other Band tangible capital assets; and
- Revenue trust monies generated primarily through land leasing transactions or interest earned on deposits held in trust.

Soowahlie Indian Band
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

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

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records for all tangible capital assets. Contributed tangible assets are recorded at their fair value at the date of contribution.

Amortization

Tangible capital assets are amortized annually using the following method at rates intended to amortize the cost of the assets over their estimated useful lives:

	Method	Rate
Buildings	straight-line	40 years
Housing	straight-line	25 years
Computers	straight-line	5 years
Vehicles	straight-line	13 years
Equipment	straight-line	10 years
Bridges	straight-line	40 years
Water system infrastructure	straight-line	75 years
Water system buildings and reservoirs	straight-line	45 years
Roadway system	straight-line	60 years

Measurement uncertainty

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.

Accounts receivable, rent receivable and amounts due from related parties, are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets.

Tax receivable

Tax revenue is initially measured at management's best estimate of the amount resulting from the original taxable event in accordance with tax legislation. Tax receivables are evaluated as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary.

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the Band reporting entity, except for Band business entities.

The Band has consolidated the assets, liabilities, revenues and expenses of the following entities and departments:

- Th'Ewali Forestry Ltd.
- Th'Ewali Fisheries Ltd.
- Th'Ewali Resources Ltd.
- Social Housing
- Health

All inter-entity balances have been eliminated on consolidation.

Soowahlie Indian Band business entities, owned or controlled by the Band's Council but not dependent on the Band 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 Band. Thus, the Band'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.

Soowahlie Indian Band
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

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

Segments

The Band conducts its business through a number of reportable segments as described in note 14. These operating segments are established by senior management to facilitate the achievement of the Band'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.

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

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, 2016.

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.

3. Restricted cash

Restricted cash consists of the following:

	2016	2015
Replacement reserve	5,041	2,541
Funds restricted for capital asset purchases	52,442	-

Under agreements with Canada Mortgage and Housing Corporation (CMHC), Soowahlie Indian Band established the following replacement reserve, funded by an annual allocation of \$23,428 (2015 - \$23,428), to ensure replacement of buildings financed by CMHC. At March 31, 2016, \$5,041 (2015 - \$2,541) has been set aside to fund this reserve. The unfunded portion at March 31, 2016 was \$324,634 (2014 - \$303,706).

In accordance with terms of the agreements, CMHC reserve monies must be held or invested only in accounts or instruments guaranteed by the Canada Deposit Insurance Corporation, or as otherwise approved by CMHC. Reserve withdrawals are credited first to interest and then to principal.

4. Accounts receivable

Accounts receivable includes loans to Band members in the amount of \$22,001 (2015 - \$8,881). The loans do not have specific terms of repayment. Loans to Band members are presented net of allowance for doubtful accounts of \$23,749 (2015 - \$23,749).

5. Rent Receivable

Rent receivable is presented net of allowance for doubtful accounts of \$475,476 (2015 - \$258,409).

Soowahlie Indian Band
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

6. Investments

Soowahlie Indian Band has investments in the following entities:

	%	2016	2015
Centre Creek Limited Partnership	1/9	123,145	124,177
Centre Creek Management Limited - share capital	1/9	10	10
Ch-ihl-kway-uhk Tribe Society	1/9	54,115	51,506
Ts'elxweyeqw Tribe Limited Partnership	1/7	1,595,804	544,864
Ts'elxweyeqw Tribe Management Ltd. - share capital	1/7	1	1
		1,773,075	720,558

Consolidated financial information for Centre Creek Limited Partnership and Centre Creek Management Limited is as follows:

	2016	2015
Current assets	43,053	40,274
Property and equipment	2,461,132	2,499,512
	2,504,185	2,539,786
Current liabilities	556,521	543,170
Long-term debt	393,734	433,307
	950,255	976,477
Equity, beginning of year	1,563,309	1,556,172
Net income (loss)	(9,379)	7,137
	1,553,930	1,563,309
	2,504,185	2,539,786

	2016	2015
Revenue	100,900	128,900
Expenses	110,279	121,763
Net income (loss)	(9,379)	7,137

The Band's investment in Centre Creek Limited Partnership was established for the purpose of purchasing or otherwise acquiring real and personal property of all kinds located within the Chilliwack River Valley. The partnership is also responsible for managing the acquired properties.

The Band's investment in Centre Creek Management Limited was established as the general partner of Centre Creek Limited Partnership.

Soowahlie Indian Band
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

6. Investments *(Continued from previous page)*

The financial information for Ch-ihl-kway-uhk Tribe Society is as follows:

	2016	2015
Current assets	372,067	343,573
Capital assets	181	239
Due from Centre Creek Limited Partnership	128,897	128,897
	501,145	472,709
 Current liabilities	 14,105	 9,149
 Net assets, beginning of year	 463,560	 411,913
Excess of revenue over expenses	23,480	51,647
Net assets, end of year	487,040	463,560
	501,145	472,709
 Revenue	 57,942	 75,865
Expenses	34,462	24,218
Excess of revenue over expenses	23,480	51,647

The Band's investment in Ch-ihl-kway-uhk Tribe Society was established for the purpose of property rentals.

Soowahlie Indian Band
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

6. Investments *(Continued from previous page)*

Consolidated financial information for Ts'elxweyeqw Tribe Limited Partnership, Ts'elxweyeqw Tribe Management Ltd. and Ts'elxweyeqw Forestry Limited Partnership is as follows:

	2016	2015
Current assets	13,452,984	6,020,989
Property and equipment	23,976	23,785
Due from related parties	74,595	401,357
	13,551,555	6,446,131
Current liabilities	-	124,903
Share capital	7	7
Equity, beginning of year	6,321,221	5,492,737
Net income	7,230,327	828,484
Equity, end of year	13,551,548	6,321,221
	13,551,555	6,446,131
	2016	2015
Revenue	8,779,580	1,889,286
Expenses	1,549,253	1,060,802
Net income	7,230,327	828,484

The Soowahlie Indian Band's investment in Ts'elxweyeqw Tribe Limited Partnership was established for the purpose of managing the activities of the Ts'elxweyeqw Forestry Limited Partnership to ensure the protection of the tribe's interests and heritage.

The Soowahlie Indian Band's investment in Ts'elxweyeqw Tribe Management Ltd. was established as the general partner of Ts'elxweyeqw Tribe Limited Partnership and Ts'elxweyeqw Forestry Limited Partnership.

The Soowahlie Indian Band's investment in Ts'elxweyeqw Forestry Limited Partnership was established for the purpose of developing, operating and participating in various forestry operations and activities in and around Chilliwack, B.C.

Soowahlie Indian Band
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

7. Funds held in trust

Capital and revenue trust monies 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.

	2016	2015
Capital Trust		
Balance, beginning of year	14,783	14,783
Revenue Trust		
Balance, beginning of year	29,711	177,897
Interest	1,421	4,484
Rental Income	17,435	16,454
BC Special Distribution	866	876
	49,433	199,711
Less: Transfers to Band	-	170,000
Balance, end of year	49,433	29,711
	64,216	44,494

8. Accounts payable and accruals

Included in accounts payable and accruals are government remittances payable of \$9,238 (2015 - \$3,568).

Soowahlie Indian Band
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

9. Long-term debt

	2016	2015
Project VI - All Nations Trust Company mortgage - payments of \$1,216 per month, including interest at 1.68% per annum; secured by Ministerial Guarantee of the Minister of Indigenous and Northern Affairs Canada; due on April 1, 2018.	28,691	42,738
Project VII - Toronto Dominion Bank mortgage - payments of \$1,677 per month, including interest at 4.93% per annum; secured by Ministerial Guarantee of the Minister of Indigenous and Northern Affairs Canada; due on April 1, 2016. The loan was renewed with another funding provider upon maturity for payments of \$1,500 per month, including interest at 1.05% per annum.	59,175	76,043
Project VIII - All Nations Trust Company mortgage - payments of \$2,979 per month, including interest at 1.64% per annum; secured by Ministerial Guarantee of the Minister of Indigenous and Northern Affairs Canada; due on November 1, 2016.	20,740	55,914
Project IX - Toronto Dominion Bank mortgage - payments of \$2,558 per month, including interest at 6.00% per annum; secured by Ministerial Guarantee of the Minister of Indigenous and Northern Affairs Canada; due April 1, 2016. The loan was renewed upon maturity with payments of \$2,064, including interest at 1.11% per annum.	197,723	216,249
Loan - RBC Demand Loan - payments of \$2,186 per month, including interest at 4.23% per annum; secured by general security agreement on assets of the Band; due on December 5, 2016.	23,062	47,871
	329,391	438,815

Principal repayments on long-term debt in each of the next five years, assuming long-term debt subject to refinancing is renewed at similar rates and terms, are estimated as follows:

2017	98,175
2018	55,054
2019	41,029
2020	29,678
2021	23,714

10. Contingent liabilities

The Soowahlie Indian Band is contingently liable in respect of guaranteed housing mortgages, which total \$306,329 (2015 - \$390,944).

11. Commitment

The First Nation has committed to purchase gates subsequent to year-end for an estimated \$52,442. Funds for this purchase have been internally restricted for this purpose.

Soowahlie Indian Band
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

12. Accumulated surplus

Accumulated surplus consists of the following:

	2016	2015
Equity in Ottawa Trust Funds	64,216	44,494
Equity in CMHC replacement reserve	367,534	344,106
Equity in tangible capital assets	2,430,111	2,501,441
<u>Unrestricted surplus (deficit)</u>	<u>1,965,372</u>	<u>659,615</u>
	4,827,233	3,549,656

13. Economic dependence

Soowahlie Indian Band receives a significant portion of its revenue from Indigenous & Northern Affairs Canada (INAC) as a result of funding agreements entered into with the Government of Canada. These funding agreements are administered by INAC under the terms and conditions of the Indian Act. The ability of the Band to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these funding agreements.

14. Segments

Soowahlie Indian Band receives revenues and incurs expenses from many different projects and sources. For management and reporting purposes, the revenues, expenses and surplus or deficits are organized by segments. Schedules 3 - 10 disclose the Band's revenues and expenses in the following segments:

Administration

Includes general operations, support, and financial management of the Band.

Capital Projects

Includes revenue and expenditures related to capital projects.

Education and employment

Includes revenues and expenses related to various levels of education programs and growth and revenue producing projects for the members of the Band.

Health

Includes activities related to the provision of health services within the Band.

Housing

Includes rent collection and maintenance related to the mortgaged and non-mortgaged homes owned by the Band.

Maintenance

Includes revenues and expenditures related to conservation and stewardship of the Band's land and resources.

Ottawa Trust

Includes funds held in trust by the Government of Canada on behalf of the Band.

Social Development

Includes revenues and expenses relating to the social assistance of the members of the Band.

Soowahlie Indian Band
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2016

	<i>Buildings</i>	<i>Housing</i>	<i>Equipment</i>	<i>Roads</i>	<i>Water</i>	<i>Bridges</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	1,510,688	2,625,940	57,768	778,866	1,571,526	437,273	6,982,061
Acquisition of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	1,510,688	2,625,940	57,768	778,866	1,571,526	437,273	6,982,061
Accumulated amortization							
Balance, beginning of year	705,377	2,201,190	34,487	351,457	475,814	284,227	4,052,552
Annual amortization	38,742	78,838	3,323	13,007	22,493	10,932	167,335
Balance, end of year	744,119	2,280,028	37,810	364,464	498,307	295,159	4,219,887
Net book value of tangible capital assets	766,569	345,912	19,958	414,402	1,073,219	142,114	2,762,174
2015 Net book value of tangible capital assets	805,311	424,750	23,281	427,409	1,095,712	153,046	2,929,509

Soowahlie Indian Band
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2016

	<i>Subtotal</i>	<i>Computers</i>	<i>Vehicles</i>	<i>2016</i>	<i>2015</i>
Cost					
Balance, beginning of year	6,982,061	10,318	19,951	7,012,330	6,510,911
Acquisition of tangible capital assets	-	-	14,000	14,000	501,419
Balance, end of year	6,982,061	10,318	33,951	7,026,330	7,012,330
Accumulated amortization					
Balance, beginning of year	4,052,552	10,318	9,205	4,072,075	3,902,882
Annual amortization	167,335	-	2,611	169,946	169,193
Balance, end of year	4,219,887	10,318	11,816	4,242,021	4,072,075
Net book value of tangible capital assets	2,762,174	-	22,135	2,784,309	2,940,255
2015 Net book value of tangible capital assets	2,929,509	-	10,746	2,940,255	

Soowahlie Indian Band
Schedule 2 - Schedule of Consolidated Expenses by Object
For the year ended March 31, 2016

	2016	2015
Consolidated expenses by object		
Accounting Policy	169,946	169,191
Contracts and Agreements	17,739	21,461
Educational	293,317	366,376
Maintenance	113,095	127,099
Member Distributions	16,924	15,906
Membership Services and Benefits	985,958	796,755
Operating Overhead	129,336	106,551
Professional Services and Committees	36,662	30,912
Remunerations	393,893	359,470
	2,156,870	1,993,721

Soowahlie Indian Band
Administration
Schedule 3 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus
For the year ended March 31, 2016

	2016	2015
Revenue		
Indigenous and Northern Affairs Canada	225,886	129,728
Earnings from investment in Nation business entities	1,052,517	118,469
Gravel royalties	130,903	102,977
BC Hydro ILM	120,000	-
Campsite fees	66,526	57,782
Fish sales	36,946	73,987
Other revenue	23,605	15,832
Taxation	14,246	-
Rental income	10,090	49,104
BC Hydro	2,000	2,000
Interest income	1,960	5,298
Travel and honoraria reimbursements	1,450	-
Sto:lo Tribal Council	-	5,215
	1,686,129	560,392
Expenses		
Administration	7,964	2,221
Advertising	-	517
Bad debts	217,067	25,707
Bank charges and interest	11,786	4,425
Basic needs	954	328
Community events	12,135	14,847
Consulting	(1,834)	-
Donations and funeral costs	3,106	1,500
Elections	3,050	3,050
Graduation grant	1,500	4,200
Honoraria	25,376	23,922
Insurance	31,008	31,111
Interest on long-term debt	1,419	2,398
Internet	2,197	2,966
Legal settlement recovery	-	(25,000)
Member distributions	16,424	15,906
Office equipment lease	1,895	12,697
Office supplies	12,454	13,040
Professional fees	17,248	18,590
Rent	-	100
Repairs and maintenance	33,047	15,188
Salaries and benefits	157,065	105,720
Special projects	1,000	1,873
Supplies	12,844	12,227
Telephone	15,875	7,966
Training	17,565	3,058
Travel	8,869	3,737
Utilities	9,059	12,872
Vehicle	3,000	7,729
Youth activities	137	3,284
Administration charged to other functions	(48,842)	(74,009)
	573,368	252,170

Continued on next page

Soowahlie Indian Band
Administration
Schedule 3 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus
For the year ended March 31, 2016

	2016	2015
Surplus before other items <i>(Continued from previous page)</i>	1,112,761	308,222
Transfers between segments	(14,000)	(202,458)
Surplus	1,098,761	105,764
Accumulated surplus, beginning of year	952,674	846,910
Accumulated surplus, end of year	2,051,435	952,674

Soowahlie Indian Band
Capital Projects

Schedule 4 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus

For the year ended March 31, 2016

	2016	2015
Revenue		
Indigenous and Northern Affairs Canada	-	90,560
Expenses		
Amortization	169,946	169,191
Deficit before transfers	(169,946)	(78,631)
Transfers between segments	98,616	454,339
Surplus (deficit)	(71,330)	375,708
Accumulated surplus, beginning of year	2,501,441	2,125,733
Accumulated surplus, end of year	2,430,111	2,501,441

Soowahlie Indian Band
Education and Employment
Schedule 5 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus
(Deficit)

For the year ended March 31, 2016

	2016	2015
Revenue		
Indigenous and Northern Affairs Canada	446,218	400,584
INAC recovery	-	(3,931)
	446,218	396,653
Sto:lo Aboriginal Skills and Employment Training	63,606	49,881
First Nations Education Steering Committee Society	18,066	18,199
Other revenue	17,554	5,000
New Relationship Trust	5,000	24,400
School District #33 - 2015 Re-imbursement for overpayment	60,851	-
	611,295	494,133
Expenses		
Administration	-	100
Bank charges and interest	50	-
Basic needs	89	3,250
Community events	2,984	360
Consulting	7,750	19,858
Office supplies	9,567	23,549
Post-secondary	121,297	132,576
Private school	-	7,255
Rent	-	100
Salaries and benefits	134,497	129,089
Special projects	-	2,203
Training	9,850	6,653
Travel	4,299	643
Tuition agreements	168,049	233,800
Youth activities	2,300	2,735
	460,732	562,171
Surplus (deficit)	150,563	(68,038)
Accumulated surplus (deficit), beginning of year	(40,652)	27,386
Accumulated surplus (deficit), end of year	109,911	(40,652)

Soowahlie Indian Band
Health
Schedule 6 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus
(Deficit)

For the year ended March 31, 2016

	2016	2015
Revenue		
First Nations Health Authority	468,813	397,405
First Nations Health Authority - recovery	(3,417)	(10,834)
First Nations Health Authority - reimbursement	-	1,287
	465,396	387,858
Other revenue	17,421	10,946
	482,817	398,804
Expenses		
Canada prenatal nutrition program	7,128	6,758
Mental health crisis management	39,948	29,165
Solvent abuse	5,292	5,168
Brighter futures	39,485	33,700
NNADAP	37,884	35,986
Aboriginal diabete initiative	16,932	16,049
HIV/AIDS Strategy	-	625
Drinking water safety program	-	15,071
Home care nursing	6,304	6,077
Community health representative	35,052	30,314
Community health nursing	32,700	33,902
Clerical support services	6,600	6,252
Health planning and management	104,649	76,456
Health facilities and capital program	30,120	27,879
FNIHCC-Ph3	42,993	61,353
Medical transportation	6,697	8,079
Other expenses	2,000	1,528
First nation health authority	3,588	2,310
STC wage constribution homemaker	14,720	7,736
FN summit society	-	630
Elder's Grant	-	2,000
	432,092	407,038
Surplus (deficit)	50,725	(8,234)
Accumulated deficit, beginning of year	(31,227)	(22,993)
Accumulated surplus (deficit), end of year	19,498	(31,227)

Soowahlie Indian Band
Non-Profit Housing
Schedule 7 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus
(Deficit)

For the year ended March 31, 2016

	2016	2015
Revenue		
Canada Mortgage and Housing Corporation	32,452	32,452
Rental income	116,544	85,378
Interest income	262	844
	149,258	118,674
Expenses		
Bank charges and interest	5	70
Insurance	14,247	12,027
Interest on long-term debt	16,319	19,064
Professional fees	4,100	4,100
Repairs and maintenance	10,961	9,253
	45,632	44,514
Surplus before transfers	103,626	74,160
Transfers between segments	(84,616)	(81,881)
Surplus (deficit)	19,010	(7,721)
Accumulated surplus, beginning of year	16,229	23,950
Accumulated surplus, end of year	35,239	16,229

Soowahlie Indian Band

Maintenance

Schedule 8 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus

For the year ended March 31, 2016

	2016	2015
Revenue		
Indigenous and Northern Affairs Canada	120,412	210,430
Other revenue	8,718	911
	129,130	211,341
 Expenses		
Administration	-	5,250
Community events	1,100	2,160
Consulting	-	19,782
Fire protection services	-	11,075
Honoraria	-	1,150
Insurance	2,315	747
Office equipment lease	2,011	-
Office supplies	2,092	1,982
Rent	-	45
Repairs and maintenance	56,244	79,356
Salaries and benefits	76,954	99,588
Special projects	-	4,406
Telephone	1,510	1,395
Training	-	555
Travel	1,497	3,842
Utilities	7,289	5,187
Vehicle	1,230	1,020
	152,242	237,540
Deficit	(23,112)	(26,199)
Accumulated surplus, beginning of year	178,469	204,668
Accumulated surplus, end of year	155,357	178,469

Soowahlie Indian Band
Ottawa Trust
Schedule 9 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus
For the year ended March 31, 2016

	2016	2016	2015
Revenue			
Revenue trust fund distributions	17,435	16,454	
Interest income	1,421	4,484	
BC special distribution	866	876	
	19,722	21,814	
Surplus before transfers	19,722	21,814	
Transfers between segments	-	(170,000)	
Surplus (deficit)	19,722	(148,186)	
Accumulated surplus, beginning of year	44,494	192,680	
Accumulated surplus, end of year	64,216	44,494	

Soowahlie Indian Band
Social Development
Schedule 10 - Consolidated Schedule of Revenue and Expenses and Accumulated Deficit
For the year ended March 31, 2016

	2016	2016	2015
Revenue			
Indigenous and Northern Affairs Canada	357,734	258,083	
INAC recovery	(1,640)	(8,757)	
	356,094	249,326	
Expenses			
Administration	4,753	-	
Basic needs	252,922	285,298	
Child out of parent home allowance	4,313	4,500	
Community events	12,245	-	
Donations and funeral costs	3,726	-	
In-home care	23,206	23,521	
Insurance	-	54	
Member distributions	500	-	
Post-secondary	3,971	-	
Professional fees	100	-	
Special needs	8,478	7,724	
Special projects	2,250	-	
Training	1,290	-	
Travel	549	-	
Youth activities	4,555	-	
	322,858	321,097	
Surplus (deficit)	33,236	(71,771)	
Accumulated surplus (deficit), beginning of year	(71,771)	-	
Accumulated deficit, end of year	(38,535)	(71,771)	