

**Soowahlie First Nation**  
**Consolidated Financial Statements**  
*March 31, 2022*

# Soowahlie First Nation

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*For the year ended March 31, 2022*

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# Management's Responsibility

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To the Members of Soowahlie First Nation:

The accompanying consolidated financial statements of Soowahlie First Nation 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 First Nation 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 Nation'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.

October 27, 2023

e-Signed by Brenda Wallace  
2023-11-06 10:04:54:54 PST

Chief

e-Signed by Marcella Commadore  
2023-11-02 11:39:24:24 PDT

Councillor

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To the Members of Soowahlie First Nation:

## Qualified Opinion

We have audited the consolidated financial statements of Soowahlie First Nation (the "First Nation"), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations and accumulated surplus, changes in net debt 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, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2022, and the results of its consolidated operations, changes in its net debt and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

## Basis for Qualified Opinion

The consolidated financial statements do not include completed budgeted information. The exclusion of such information is a departure from Canadian public sector accounting standards as the comparison of budgeted to actual results is a significant measurement of performance.

## Responsibilities of Management 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 First Nation'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 First Nation or to cease operations, or has no realistic alternative but to do so.

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

## Auditor's 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 auditor's 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.
- 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 First Nation'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 First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the First Nation 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the First Nation to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Chilliwack, British Columbia

October 27, 2023

*MNP LLP*

Chartered Professional Accountants

**Soowahlie First Nation**  
**Consolidated Statement of Financial Position**  
*As at March 31, 2022*

	2022	2021
<b>Financial Assets</b>		
Cash and cash equivalents	1,076,523	968,952
Restricted cash (Note 3)	123,530	123,620
Accounts receivable (Note 4)	177,048	239,127
Portfolio investments (Note 5)	110	110
Rent receivable (Note 6)	47,039	30,839
Investments in partnerships and government business entities (Note 7)	2,618,554	2,361,889
Funds held in trust (Note 8)	15,960	15,826
	<b>4,058,764</b>	<b>3,740,363</b>
<b>Liabilities</b>		
Accounts payable and accruals (Note 9)	950,369	415,872
Deferred revenue (Note 10)	135,288	339,118
Long-term debt (Note 11)	4,011,144	3,281,480
	<b>5,096,801</b>	<b>4,036,470</b>
<b>Net debt</b>	<b>(1,038,037)</b>	<b>(296,107)</b>
<b>Non-financial assets</b>		
Tangible capital assets (Schedule 1)	7,545,227	6,076,961
<b>Accumulated surplus (Note 12)</b>	<b>6,507,190</b>	<b>5,780,854</b>

Approved on behalf of the Council

e-Signed by Brenda Wallace  
2023-11-06 10:04:57:57 PST

Chief

e-Signed by Marcella Commodore  
2023-11-02 11:39:42:42 PDT

Councillor

**Soowahlie First Nation**  
**Consolidated Statement of Operations and Accumulated Surplus**  
*For the year ended March 31, 2022*

	2022	2021
<b>Revenue</b>		
Indigenous Services Canada	3,829,608	2,863,787
First Nations Health Authority	767,555	823,061
Canada Mortgage and Housing Corporation	31,510	31,624
Other revenue	542,457	514,913
Economic activities and other income	890,204	405,759
Rental income	262,166	146,794
Earnings from investment in Nation business entities	256,665	179,408
Investment income	204,578	356,628
Sto:lo Aboriginal Skills and Employment Training	102,625	35,069
First Nations Education Steering Committee Society	47,231	34,239
Taxation	12,353	13,941
New Relationship Trust	5,000	-
	<b>6,951,952</b>	<b>5,405,223</b>
<b>Program expenses</b>		
Administration	2,449,238	1,974,020
Capital Fund	170,151	206,723
Education and Employment	762,102	807,311
Health	967,575	514,917
Non-Profit Housing	36,766	73,175
Maintenance	1,391,122	1,143,146
Social Development	448,662	345,417
<b>Total expenditures</b>	<b>6,225,616</b>	<b>5,064,709</b>
<b>Annual surplus</b>	<b>726,336</b>	<b>340,514</b>
<b>Accumulated surplus, beginning of year</b>	<b>5,780,854</b>	<b>5,440,340</b>
<b>Accumulated surplus, end of year (Note 12)</b>	<b>6,507,190</b>	<b>5,780,854</b>

**Soowahlie First Nation**  
**Consolidated Statement of Change in Net Debt**  
*For the year ended March 31, 2022*

	<b>2022</b>	<b>2021</b>
<b>Annual surplus</b>	<b>726,336</b>	340,514
Purchases of tangible capital assets	<b>(1,858,766)</b>	(71,794)
Amortization of tangible capital assets	<b>170,151</b>	206,723
Loss on sale of assets	<b>29,834</b>	-
Proceeds of disposal of tangible capital assets	<b>190,515</b>	-
	<b>(1,468,266)</b>	134,929
<b>Decrease (Increase) in net debt</b>	<b>(741,930)</b>	475,443
<b>Net debt, beginning of year</b>	<b>(296,107)</b>	(771,550)
<b>Net debt, end of year</b>	<b>(1,038,037)</b>	(296,107)

*The accompanying notes are an integral part of these financial statements*



**Soowahlie First Nation**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2022*

	2022	2021
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Annual Surplus (deficit)	726,336	340,514
Non-cash items		
Amortization	170,151	206,723
Bad debts	6,500	16,036
Equity earnings from investments	(256,665)	(179,408)
Increase in funds held in trust	(133)	63
Loss on sale of assets	29,834	-
	676,023	383,928
Changes in working capital accounts		
Accounts receivable	55,578	64,670
Rent receivable	(16,200)	(26,933)
Accounts payable and accruals	534,496	89,960
Deferred revenue	(203,829)	(122,234)
	1,046,068	389,391
<b>Financing activities</b>		
Advances of long-term debt	1,114,915	-
Repayment of long-term debt	(385,251)	(184,433)
	729,664	(184,433)
<b>Capital activities</b>		
Purchases of tangible capital assets	(1,858,766)	(71,794)
Proceeds of disposal of tangible capital assets	190,515	-
	(1,668,251)	(71,794)
<b>Investing activities</b>		
Purchase of Investments	-	(1,100)
<b>Increase in cash resources</b>	107,481	132,064
<b>Cash resources, beginning of year</b>	1,092,572	960,508
<b>Cash resources, end of year</b>	1,200,053	1,092,572
<b>Cash resources are composed of:</b>		
Cash	1,076,523	968,952
Restricted Cash	123,530	123,620
	1,200,053	1,092,572
<b>Supplementary cash flow information</b>		
Interest paid	95,221	99,847

**1. Operations**

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

**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 debt***

The First Nation's consolidated financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt of the First Nation is determined by its financial assets less its liabilities. Net debt 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.

***Revenue recognition***

***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 Ottawa Trust Fund***

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

***Tax revenue***

The 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. Taxes related to unreported taxable events or unidentified economic events that would be taxable events if disclosed or known to the First Nation are recognized when such events are known, the related taxes are quantifiable, and amounts are collectible.

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, the First Nation evaluates the tax receivable for collectability and records a valuation allowance to reflect the tax receivable at its net recoverable amount, if necessary.

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

***Own source revenue***

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

***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 the 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 funds consist of:

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

***Investments***

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

***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 terms intended to amortize the cost of assets over their estimated useful lives:

	Method	Term
Buildings	straight-line	40 years
Housing	straight-line	25 years
Equipment	straight-line	10 years
Roads	straight-line	60 years
Water system infrastructure	straight-line	75 years
Water system buildings and reservoirs	straight-line	45 years
Bridges	straight-line	40 years
Computers	straight-line	5 years
Vehicles	straight-line	13 years
Gate	straight-line	10 years
Capital lease - equipment	straight-line	5 years

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

***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 First Nation reporting entity, except for First Nation business entities.

***Segments***

The First Nation 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 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.

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, 2022.

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, 2022, management has determined no liability is required to be recorded.

**Soowahlie First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2022*

**3. Restricted cash**

Restricted cash consists of the following:

	<b>2022</b>	2021
Replacement reserve	<b>123,530</b>	123,620

Under agreements with Canada Mortgage and Housing Corporation (CMHC), the First Nation established the following replacement reserve, funded by an annual allocation of \$12,824 (2021 - \$12,824), to ensure replacement of buildings financed by CMHC. At March 31, 2022, \$123,530 (2021 - \$123,620) has been set aside to fund this reserve. The replacement reserve is fully funded at March 31, 2022 (2021 - fully funded).

In accordance with terms of the agreements, CMHC reserve funds 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 \$30,759 (2021 - \$26,059). The loans do not have specific terms of repayment. Loans to Band members are presented net of allowance for doubtful accounts of \$24,799 (2021 - \$24,799).

**5. Portfolio investments**

	<b>2022</b>	2021
Measured at cost:		
BC First Nations Gaming Revenue Sharing LP	<b>100</b>	100
BC First Nations Gaming Sharing General Partner Ltd.	<b>10</b>	10
	<b>110</b>	110

**6. Rent Receivable**

Rent receivable is presented net of allowance for doubtful accounts of \$131,922 (2021 - \$131,922).

**Soowahlie First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2022*

**7. Investments in government business entities**

The First Nation has investments in the following entities accounted for using the modified equity method:

		2022
	<i>Investment cost</i>	<i>Cumulative share of earnings</i>
		<i>Total investment</i>
<b>Not for Profit:</b>		
Ch-ihl-kway-uhk Tribe Society - 11%	-	83,970
		83,970
<b>Significantly Influenced Businesses Entities</b>		
Centre Creek Management Ltd. - 11%	10	-
Centre Creek Limited Partnership - 11%	11	114,323
Ts'elxweyeqw Tribe Management Ltd. - 14%	1	-
Ts'elxweyeqw Tribe Limited Partnership - 14%	14	2,419,125
	36	2,533,448
		2,533,484
<b>First Nation Government Business Enterprises</b>		
Soowahlie Economic Development GP Ltd. - 100%	100	-
Soowahlie Economic Development Limited Partnership - 99.99%	1,000	-
	1,100	-
		1,100
	1,136	2,617,418
		2,618,554

		2021
	<i>Investment cost</i>	<i>Cumulative share of earnings</i>
		<i>Total investment</i>
<b>Not for Profit:</b>		
Ch-ihl-kway-uhk Tribe Society - 11%	-	72,419
		72,419
<b>Significantly Influenced Businesses Entities</b>		
Centre Creek Management Ltd. - 11%	10	-
Centre Creek Limited Partnership - 11%	11	110,402
Ts'elxweyeqw Tribe Management Ltd. - 14%	1	-
Ts'elxweyeqw Tribe Limited Partnership - 14%	14	2,177,932
	36	2,288,334
		2,288,370
<b>First Nation Government Business Enterprises</b>		
Soowahlie Economic Development GP Ltd. - 100%	100	-
Soowahlie Economic Development Limited Partnership - 99.99%	1,000	-
	1,100	-
		1,100
	1,136	2,360,753
		2,361,889

**Soowahlie First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2022*

Summary financial information for each entity accounted for using the modified equity method, for their respective year-end is as follows:

	<i>Ch-ihl-kway-uhk Tribe Society As at December 31, 2021</i>	<i>Centre Creek Management Ltd. As at December 31, 2021</i>	<i>Centre Creek Limited Partnership As at December 31, 2021</i>	<i>Ts'elxweyeqw Tribe Management Ltd. As at December 31, 2021</i>
<b>Assets</b>				
Current assets	617,424	-	26,393	221,386
Non-Current Assets	315,040	(5,195)	2,314,501	130,637
<b>Total assets</b>	<b>932,464</b>	<b>(5,195)</b>	<b>2,340,894</b>	<b>352,023</b>
<b>Liabilities</b>				
Current liabilities	176,730	-	34,689	75,703
Non-Current liabilities	-	-	832,394	805,388
<b>Total liabilities</b>	<b>176,730</b>	<b>-</b>	<b>867,083</b>	<b>881,091</b>
<b>Equity (Deficit)</b>	<b>755,734</b>	<b>(5,195)</b>	<b>1,473,811</b>	<b>(529,068)</b>
<b>Total revenue</b>	<b>132,852</b>	<b>441</b>	<b>126,000</b>	<b>603,886</b>
<b>Total expenses</b>	<b>28,891</b>	<b>-</b>	<b>90,350</b>	<b>724,267</b>
<b>Net income (loss)</b>	<b>103,961</b>	<b>441</b>	<b>35,650</b>	<b>(120,381)</b>
<b>Other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Comprehensive income (loss)</b>	<b>103,961</b>	<b>441</b>	<b>35,650</b>	<b>(120,381)</b>

	<i>Ts'elxweyeqw Tribe Limited Partnership As at December 31, 2021</i>	<i>Soowahlie Economic Development GP Ltd. As at December 31, 2021</i>	<i>Soowahlie Economic Development Limited Partnership As at December 31, 2021</i>
<b>Assets</b>			
Current assets	19,766,928	100	1,000
Non-Current Assets	2,672,028	-	-
<b>Total assets</b>	<b>22,438,956</b>	<b>100</b>	<b>1,000</b>
<b>Liabilities</b>			
Current liabilities	2,990,632	-	-
Non-Current liabilities	-	-	-
<b>Total liabilities</b>	<b>2,990,632</b>	<b>-</b>	<b>-</b>
<b>Equity (Deficit)</b>	<b>19,448,324</b>	<b>100</b>	<b>1,000</b>
<b>Total revenue</b>	<b>2,047,313</b>	<b>-</b>	<b>-</b>
<b>Total expenses</b>	<b>817,617</b>	<b>-</b>	<b>-</b>
<b>Net income (loss)</b>	<b>1,229,696</b>	<b>-</b>	<b>-</b>
<b>Other comprehensive income</b>	<b>460,335</b>	<b>-</b>	<b>-</b>
<b>Comprehensive income (loss)</b>	<b>1,690,031</b>	<b>-</b>	<b>-</b>

**Soowahlie First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2022*

**8. Funds held in trust**

Capital and revenue trust funds are transferred to the First Nation on the authorization of the Minister of Indigenous Services Canada, with the consent of the First Nation's Council.

	<b>2022</b>	<b>2021</b>
<b>Capital Trust</b>		
Balance, beginning of year	<b>14,783</b>	14,783
<b>Revenue Trust</b>		
Balance, beginning of year	<b>1,043</b>	1,105
Interest	<b>299</b>	178
BC Special Distribution	<b>879</b>	865
Semi-annual interest transfer	<b>(1,044)</b>	(1,105)
Balance, end of year	<b>1,177</b>	1,043
	<b>15,960</b>	15,826

**9. Accounts payable and accruals**

Included in accounts payable and accruals are government remittances payable of \$107,252 (2020 - \$45,171).

**10. Deferred revenue**

The following table represents changes in the deferred revenue balance attributable to each funding source:

	<i>Balance, beginning of year</i>	<i>Contributions received</i>	<i>Contributions recognized</i>	<i>Balance, end of year</i>
Indigenous Services Canada (Q3AB-001)	<b>40,000</b>	-	<b>40,000</b>	-
Indigenous Services Canada (Q3AB-002)	<b>263,935</b>	-	<b>263,935</b>	-
Indigenous Services Canada (Q3AA-001)	<b>35,183</b>	-	<b>15,078</b>	<b>20,105</b>
Indigenous Services Canada (Q3XJ-001)	-	<b>35,183</b>	-	<b>35,183</b>
Indigenous Services Canada (Q3XJ-002)	-	<b>80,000</b>	-	<b>80,000</b>
	<b>339,118</b>	<b>115,183</b>	<b>319,013</b>	<b>135,288</b>



**Soowahlie First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2022*

**11. Long-term debt**

	2022	2021
Royal Bank of Canada loan bearing interest at 3.20% payable in blended monthly instalments of \$17,739; maturing April 1, 2039.	2,295,000	2,430,001
Project II - All Nations Trust Company mortgage - interest only accrued at 0.65% per annum; secured by Ministerial Guarantee of the Minister of Indigenous Services Canada; final maturity date and other details to be established upon Final Cost Certificate acceptance	1,114,915	-
Project I - All Nations Trust Company mortgage - payments of \$3,584 per month, including interest at 2.22% per annum; secured by Ministerial Guarantee of the Minister of Indigenous Services Canada; maturing date of January 1, 2044.	544,289	770,477
Project IX - All Nations Trust Company mortgage - payments of \$2,054 per month, including interest at 0.82% per annum; secured by Ministerial Guarantee of the Minister of Indigenous Services Canada; maturing July 1, 2024.	56,940	81,002
	<b>4,011,144</b>	<b>3,281,480</b>

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:

2023	230,716
2024	231,948
2025	216,730
2026	209,597
2027	210,685

The Royal Bank of Canada loan is secured by the following:

- General security agreement on the first ranking security interest in all personal property of the borrower;
- Certificate of insurance coverage on the assets of the borrower showing the bank as loss payee as its interests may appear.

**12. Accumulated surplus**

Accumulated surplus consists of the following:

	2022	2021
Equity in Ottawa Trust Funds	15,960	15,826
Equity in CMHC replacement reserve	85,940	73,117
Equity in tangible capital assets	3,534,083	2,795,481
Equity in investments in business entities and partnerships	2,617,454	2,360,789
Accumulated operating surplus	253,753	535,641
	<b>6,507,190</b>	<b>5,780,854</b>

**13. Economic dependence**

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

**14. Segments**

The First Nation receives revenues and incurs expenses from many different projects and sources. For management and reporting purposes, the revenues, expenses and surplus or deficit are organized by segments. Schedule 2 discloses the First Nation's revenues and expenses in the following segments:

*Administration*

Includes general operations, support, and financial management of the First Nation.

*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 First Nation.

*Health*

Includes activities related to the provision of health services within the First Nation.

*Housing*

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

*Maintenance*

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

*Ottawa Trust*

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

*Social Development*

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

**Soowahlie First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2022*

	<b>Buildings</b>	<b>Housing</b>	<b>Equipment</b>	<b>Roads</b>	<b>Water System Infrastructure</b>	<b>Water System Buildings and Reservoirs</b>	<b>Subtotal</b>
<b>Cost</b>							
Balance, beginning of year	1,786,852	3,627,529	62,919	778,866	1,392,639	178,887	7,827,692
Acquisition of tangible capital assets	-	-	2,201	-	-	-	2,201
Construction-in-progress	1,856,565	-	-	-	-	-	1,856,565
Disposal of tangible capital assets	(250,397)	-	-	-	-	-	(250,397)
Balance, end of year	3,393,020	3,627,529	65,120	778,866	1,392,639	178,887	9,436,061
<b>Accumulated amortization</b>							
Balance, beginning of year	943,346	2,673,792	54,166	429,499	499,160	111,613	4,711,576
Annual amortization	40,581	54,161	3,567	13,007	18,522	3,971	133,809
Accumulated amortization on disposals	-	(30,049)	-	-	-	-	(30,049)
Balance, end of year	983,927	2,697,904	57,733	442,506	517,682	115,584	4,815,336
<b>Net book value of tangible capital assets</b>	<b>2,409,093</b>	<b>929,625</b>	<b>7,387</b>	<b>336,360</b>	<b>874,957</b>	<b>63,303</b>	<b>4,620,725</b>
Net book value of tangible capital assets 2021	843,506	953,737	8,753	349,367	893,479	67,274	3,116,116

**Soowahlie First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2022*

	Subtotal	Bridges	Computers	Vehicles	Gate	Capital Lease - Equipment	Subtotal
<b>Cost</b>							
Balance, beginning of year	7,827,692	437,273	24,674	126,317	137,017	129,500	8,682,473
Acquisition of tangible capital assets	2,201	-	-	-	-	-	2,201
Construction-in-progress	1,856,565	-	-	-	-	-	1,856,565
Disposal of tangible capital assets	(250,397)	-	-	-	-	-	(250,397)
Balance, end of year	9,436,061	437,273	24,674	126,317	137,017	129,500	10,290,842
<b>Accumulated amortization</b>							
Balance, beginning of year	4,711,576	349,819	16,718	55,727	42,172	129,500	5,305,512
Annual amortization	133,809	10,932	1,989	9,720	13,702	-	170,152
Accumulated amortization on disposals	(30,049)	-	-	-	-	-	(30,049)
Balance, end of year	4,815,336	360,751	18,707	65,447	55,874	129,500	5,445,615
<b>Net book value of tangible capital assets</b>	<b>4,620,725</b>	<b>76,522</b>	<b>5,967</b>	<b>60,870</b>	<b>81,143</b>	<b>-</b>	<b>4,845,227</b>
Net book value of tangible capital assets 2021	3,116,116	87,454	7,956	70,590	94,845	-	3,376,961

**Soowahlie First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2022*

	<b>Subtotal</b>	<b>Land</b>	<b>2022</b>	<b>2021</b>
<b>Cost</b>				
Balance, beginning of year	8,682,473	2,700,000	11,382,473	11,310,679
Acquisition of tangible capital assets	2,201	-	2,201	71,794
Construction-in-progress	1,856,565	-	1,856,565	-
Disposal of tangible capital assets	(250,397)	-	(250,397)	-
Balance, end of year	10,290,842	2,700,000	12,990,842	11,382,473
<b>Accumulated amortization</b>				
Balance, beginning of year	5,305,512	-	5,305,512	5,098,789
Annual amortization	170,152	-	170,152	206,723
Accumulated amortization on disposals	(30,049)	-	(30,049)	-
Balance, end of year	5,445,615	-	5,445,615	5,305,512
<b>Net book value of tangible capital assets</b>	<b>4,845,227</b>	<b>2,700,000</b>	<b>7,545,227</b>	<b>6,076,961</b>
Net book value of tangible capital assets 2021	3,376,961	2,700,000	6,076,961	

**Soowahlie First Nation**  
**Schedule 2 - Segmented Information**  
*For the year ended March 31, 2022*

	Administration	Capital	Employment	Health	Housing	Maintenance	Ottawa Trust	Social Development	2022
<b>Revenue (loss)</b>									
ISC	\$ 264,311	\$ -	\$ 696,674	\$ -	\$ 281,464	\$ 2,030,543	\$ -	\$ 556,616	\$ 3,829,608
Other government	201,227	-	-	767,555	31,510	-	-	-	1,000,292
Economic activities and other income (loss)	1,781,259	(29,835)	201,256	20,000	57,803	69,392	1,177	21,000	2,122,053
	2,246,797	(29,835)	897,930	787,555	370,777	2,099,935	1,177	577,616	6,951,952
<b>Expenses</b>									
Amortization	-	170,151	-	-	-	-	-	-	170,151
Operating expenses	940,341	-	6,742	160,174	29,904	158,581	-	21,208	1,316,950
Salaries, wages and benefits	617,283	-	163,656	435,870	-	308,791	-	28,754	1,554,354
Program and services expenses	891,614	-	591,704	371,531	6,862	923,750	-	398,700	3,184,161
	2,449,238	170,151	762,102	967,575	36,766	1,391,122	-	448,662	6,225,616
<b>Surplus (deficit) before transfers</b>	(202,441)	(199,986)	135,828	(180,020)	334,011	708,813	1,177	128,954	726,336
<b>Transfers between programs</b>	97,782	-	-	-	15,584	(112,322)	(1,044)	-	-
<b>Annual surplus (deficit)</b>	\$ (104,659)	\$ (199,986)	\$ 135,828	\$ (180,020)	\$ 349,595	\$ 596,490	\$ 133	\$ 128,954	\$ 726,336

	Administration	Capital	Employment	Health	Housing	Maintenance	Ottawa Trust	Social Development	2021
<b>Revenue</b>									
ISC	\$ 500,787	\$ -	\$ 694,390	\$ -	\$ -	\$ 1,098,087	\$ -	\$ 570,523	\$ 2,863,787
Other government	352,600	-	-	823,061	31,624	-	-	-	1,207,285
Economic activities and other	1,029,820	-	129,228	48,651	57,170	68,240	1,044	-	1,334,153
	1,883,207	-	823,618	871,712	88,794	1,166,327	1,044	570,523	5,405,223
<b>Expenses</b>									
Amortization	-	206,723	-	-	-	-	-	-	206,723
Operating expenses	812,433	-	845	108,639	50,575	49,695	-	16,240	1,038,426
Salaries, wages and benefits	564,410	-	118,170	325,197	-	255,931	-	48,332	1,312,039
Program and services expenses	597,178	-	688,296	81,081	22,599	837,521	-	280,846	2,507,521
	1,974,020	206,723	807,311	514,917	73,175	1,143,146	-	345,417	5,064,709
<b>Surplus (deficit) before transfers</b>	(90,813)	(206,723)	16,306	356,795	15,620	23,181	1,044	225,106	340,514
<b>Transfers between programs</b>	(98,561)	71,794	3,238	-	34,635	(10,000)	(1,106)	-	-
<b>Annual surplus (deficit)</b>	\$ (189,374)	\$ (134,928)	\$ 19,544	\$ 356,795	\$ 50,255	\$ 13,181	\$ (62)	\$ 225,106	\$ 340,514