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

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements. A summary of the significant accounting policies are described in Note 1 to the financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the financial statements.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control, and exercises these responsibilities through the Council. The Council reviews internal financial statements on a monthly basis and external audited financial statements yearly. The Council also discusses any significant financial reporting or internal control matters prior to its approval of the financial statements.

The external auditors, Manning Elliott LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to the financial management of the Yakweakwioose First Nation and we meet when required. The accompanying Independent Auditors' Report re-iterates management's responsibility for the financial statements, outlines the auditors' responsibilities, the scope of their examination and their opinion on the financial statements.

On behalf of the Yakweakwioose First Nation:

A handwritten signature in blue ink, appearing to read "Jazmine Herne".

Chilliwack, British Columbia

INDEPENDENT AUDITORS' REPORT

To Management of Yakweakwioose First Nation

Report on the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Yakweakwioose First Nation (the First Nation), which comprise the consolidated statement of financial position as at March 31, 2023, and the consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2023, and the consolidated results of its operations and consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the First Nation in accordance with ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the 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.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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.

INDEPENDENT AUDITORS' REPORT

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 auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the 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.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Manning Elliott LLP

MANNING ELLIOTT LLP
Chartered Professional Accountants
Abbotsford, British Columbia
June 19, 2023

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

FINANCIAL ASSETS

Cash	\$ 6,134,457	\$ 4,711,308
Term deposits (Note 2)	5,000,000	5,000,000
Accounts receivable (Note 3)	191,880	424,057
Trust funds held by Federal Government (Note 4)	254	434
Investment in Government Business Enterprises (Note 5)	176,593	161,238
Investment in Government Business Partnerships (Note 6)	3,403,270	3,197,491
	14,906,454	13,494,528

FINANCIAL LIABILITIES

Accounts payable and accrued liabilities	1,901,945	71,349
Deferred revenue	7,675	4,550
Long term debt (Note 8)	1,336,039	1,388,913
	3,245,659	1,464,812

NET FINANCIAL ASSETS

11,660,795	12,029,716
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NON-FINANCIAL ASSETS

Tangible capital assets (Note 9)	7,057,963	5,289,029
Prepaid expenses and deposits	44,317	41,229
	7,102,280	5,330,258

ACCUMULATED SURPLUS

\$ 18,763,075	\$ 17,359,974
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Approved on behalf of Council

 Chief _____ Councillor _____
 Councillor _____ Councillor _____

YAKWEAKWIOOSE FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED MARCH 31, 2023

	Budget	2023	2022
REVENUE			
Federal Government			
Indigenous Services Canada	\$ 170,404	\$ 342,765	\$ 468,692
Ottawa Trust Revenue	-	173	178
Tzeachten First Nation	-	782,418	-
First Nations Gaming Revenue Sharing LP	-	357,317	152,000
Interest income	69,120	225,903	51,586
Income from Government Business Enterprises and Partnerships	-	221,134	328,758
Other income (Note 11)	576,625	167,671	814,489
First Nations Education Steering Committee	-	132,329	77,656
Rental revenue	61,800	61,800	60,600
Canada Mortgage Housing Corporation subsidy	44,208	44,206	40,999
Sto:lo Service Agency Society	6,300	6,404	6,404
Loss on disposal of tangible capital assets	-	(1,594)	-
	928,457	2,340,526	2,001,362
EXPENSES (Note 12)			
Administration	68,700	69,349	53,563
Community maintenance	180,270	147,397	222,347
Community planning and projects	395,040	524,807	686,919
Social housing	108,525	41,545	39,057
Tangible capital assets	-	154,327	197,843
	752,535	937,425	1,199,729
EXCESS OF REVENUES OVER EXPENSES FOR THE YEAR	175,922	1,403,101	801,633
NET ASSETS - BEGINNING OF YEAR	-	17,359,974	16,558,341
NET ASSETS - END OF YEAR	\$ 175,922	\$ 18,763,075	\$ 17,359,974

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

	2023	2022
EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	\$ 1,403,101	\$ 801,633
Purchase of tangible capital assets	(2,009,955)	(204,125)
Amortization of tangible capital assets	154,327	197,843
	(1,855,628)	(6,282)
Proceeds on disposal of tangible capital assets	80,000	-
Loss on disposal of assets	1,594	-
Purchase of prepaid expenses and deposits	(42,305)	(41,229)
Use of prepaid expenses and deposits	44,317	32,605
	(1,772,022)	(14,906)
CHANGES IN NET FINANCIAL ASSETS	(368,921)	786,727
BALANCE - BEGINNING OF YEAR	12,029,716	11,242,989
BALANCE - END OF YEAR	\$ 11,660,795	\$ 12,029,716

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

	2023	2022
OPERATING ACTIVITIES		
Excess of revenue over expenses for the year	\$ 1,403,101	\$ 801,633
Items not affecting cash:		
Amortization of tangible capital assets	154,327	197,843
Loss on disposal of tangible capital assets	1,594	-
Income from Government Business Enterprises and Partnerships	(221,134)	(328,755)
	<hr/>	<hr/>
	1,337,888	670,721
 Changes in non-cash working capital:		
Accounts receivable	232,177	(377,513)
Accounts payable and accrued liabilities	1,830,596	(68,343)
Deferred revenue	3,125	925
Prepaid expenses and deposits	(3,088)	(8,623)
	<hr/>	<hr/>
	2,062,810	(453,554)
	<hr/>	<hr/>
	3,400,698	217,167
 CAPITAL AND INVESTING TRANSACTIONS		
Purchase of tangible capital assets	(2,004,855)	(204,125)
Proceeds from disposal of tangible capital assets	80,000	-
	<hr/>	<hr/>
	(1,924,855)	(204,125)
 OTHER FINANCING ACTIVITIES		
Proceeds from long term debt	-	109,776
Repayment of long term debt	(52,874)	(47,665)
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	(52,874)	62,111
 INCREASE IN CASH AND EQUIVALENTS DURING THE YEAR	1,422,969	75,153
 CASH - BEGINNING OF YEAR	9,711,742	9,636,589
 CASH - END OF YEAR	\$ 11,134,711	\$ 9,711,742
 CASH AND EQUIVALENTS CONSISTS OF THE FOLLOWING:		
Cash	\$ 6,134,457	\$ 4,711,308
Term deposits	5,000,000	5,000,000
Trust funds held by Federal Government	254	434
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	\$ 11,134,711	\$ 9,711,742

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

NATURE OF OPERATIONS

Yakweakwioose First Nation (the "First Nation") is located in the province of British Columbia and provides various services to its members. The First Nation is a member government of the Sto:lo Nation. Yakweakwioose First Nation includes its members, government and all related entities that are accountable to the First Nation and are either owned or controlled by the First Nation.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements were prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Canadian Chartered Professional Accountants. Significant aspects of the accounting policies adopted by the First Nation are as follows:

Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenue, expenses and accumulated surplus of the reporting entity. The reporting entity is comprised of all organizations, committees and departments accountable for the administration of their financial affairs and resources to the First Nation which are owned or controlled by the First Nation.

Principles of consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the consolidated financial statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only the First Nation's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of the First Nation.

Organizations accounted for on a modified equity basis include:

- Ch-ihl-kway-uhk Tribe Society
- Ch-ihl-kway-uhk Forestry Limited Partnership
- Ch-ihl-kway-uhk Forestry Ltd.
- Centre Creek Limited Partnership
- Centre Creek Management Ltd.
- Seven Generations Environmental Services Ltd.
- Ts'elxweyeqw Tribe Management Ltd.
- Ts'elxweyeqw Tribe Limited Partnership

Cash and cash equivalents

Cash and cash equivalents include cash on hand, term deposits and balances with banks net of bank overdrafts which are held for the purpose of meeting short-term cash commitments.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible capital assets

Tangible capital assets are initially stated at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset. The cost, less residual value, of the tangible capital assets are recognized at a nominal value. Infrastructure assets acquired prior to 1996 are the only assets where nominal values were assigned.

Tangible capital assets are amortized over their estimated useful lives on a straight-line basis at the following rates:

Building	40 years
Automobiles	10 years
Housing	40 years
Infrastructure	50 years
Office equipment	10 years

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use. Included in housing are assets acquired under C.M.H.C. sponsored programs that are amortized at a rate equivalent to the annual principal reduction in the related long-term debt.

Revenue recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Investment and interest income earned are recognized in the period the income is earned.

Contracting and grant revenues are recognized as they become receivable under the terms of applicable agreements.

Rental revenue is recognized in the period it is earned, in accordance with the lease agreements.

Revenues received which relate to a subsequent fiscal period are reflected as deferred revenue in the year of receipt and classified as such in the statement of financial position.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Asset classification

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

Net financial assets

The First Nation's financial statements are presented 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 are comprised of two components, non-financial assets and accumulated surplus.

Financial instruments

The First Nation's financial instruments consist of cash, term deposits, accounts receivable, accounts payable, and long term debt. Unless otherwise noted, it is management's opinion that the First Nation is not exposed to significant interest, currency or credit risk arising from these financial instruments. The fair value of the instruments approximate their carrying values, unless otherwise noted.

2. TERM DEPOSITS

The term deposit is a guaranteed investment certificate accruing interest at a rate of 3.45% maturing September 2023.

3. ACCOUNTS RECEIVABLE

Accounts receivable consists of the following:

	2023	2022
Due from members:		
Member loans	\$ 16	\$ 817
Due from others:		
Accrued interest receivable on term deposits	86,250	-
First Nation organizations	48,406	306,531
Indigenous Services Canada	-	68,202
Other organizations	57,208	48,507
	<hr/> \$ 191,880	<hr/> \$ 424,057

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

4. TRUST FUNDS HELD BY FEDERAL GOVERNMENT

	2022	Additions	Withdrawals	2023
Revenue fund	\$ 350	\$ 173	\$ 353	\$ 170
Capital fund	84	-	-	84
	\$ 434	\$ 173	\$ 353	\$ 254

The trust funds arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

5. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES

The First Nation's investments in government business enterprises consist of the following:

	2023	2022
Ch-ihl-kway-uhk Tribe Society	1/9 ownership	\$ 99,037
Ts'elxweyeqw Tribe Management Ltd.	1/7 ownership	\$ 1
Ch-ihl-kway-uhk Forest Ltd.	1/8 ownership	\$ 10
Ch-ihl-kway-uhk Forest Ltd. - shares	1/8 ownership	\$ 5,749
Centre Creek Management Ltd.	1/8 ownership	\$ 10
Seven Generations Environmental Services Ltd.	1/6 ownership	\$ 71,786
		\$ 161,238
	\$ 176,593	

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

Ts'elxweyeqw Tribe Management Limited is the general partner for Ts'elxweyeqw Tribe Limited Partnership and Ts'elxweyeqw Forestry Limited Partnership. Its financial information is consolidated into the financial information for Ts'elxweyeqw Tribe Limited Partnership in Note 6.

Ch-ihl-kway-uhk Forestry Ltd. is the general partner for Ch-ihl-kway-uhk Forestry Limited Partnership. Its financial information is consolidated into the financial information for Ch-ihl-kway-uhk Forestry Limited Partnership in Note 6.

Centre Creek Management Ltd. is the general partner for Centre Creek Limited Partnership. Its financial information is consolidated into the financial information for Centre Creek Limited Partnership in Note 6.

Seven Generations Environmental Services Ltd. is in the business of environmental monitoring.

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

5. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES (continued) -

The summary of the financial information for the year ended is as follows:

	Ch-ihl-kway-uhk Tribe Society	Seven Generations Environmental Services Ltd.	2023	2022
Current assets	\$ 761,597	\$ 461,472	\$ 1,223,069	\$ 1,063,214
Capital assets	19	8,570	8,589	11,247
Due from related party	335,010	-	335,010	315,010
Total assets	\$ 1,096,626	\$ 470,042	\$ 1,566,668	\$ 1,389,471
Current liabilities	\$ 205,285	\$ 39,331	\$ 244,616	\$ 204,752
Due to shareholders	-	353,258	353,258	353,258
Total liabilities	205,285	392,589	597,874	558,010
Equity	891,341	77,453	968,794	831,461
Total liabilities and equity	\$ 1,096,626	\$ 470,042	\$ 1,566,668	\$ 1,389,471
Revenue	\$ 165,117	\$ 517,407	\$ 682,524	\$ 448,166
Expenses	(29,510)	(515,681)	(545,191)	365,843
Net income	\$ 135,607	\$ 1,726	\$ 137,333	\$ 82,323

6. INVESTMENT IN GOVERNMENT BUSINESS PARTNERSHIPS

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

	2023	2022
Ch-ihl-kway-uhk Forestry Limited Partnership	11/89 ownership	\$ 240,742
Centre Creek Limited Partnership	11/100 ownership	173,959
Ts'elxweyeqx Tribe Limited Partnership	10/71 ownership	2,988,569
	\$ 3,403,270	\$ 3,197,491

Ch-ihl-kway-uhk Forestry Limited Partnership is in the business of developing, operating and participating in various forestry operations and activities in and around Chilliwack, B.C.

Centre Creek Limited Partnership is in the business of purchasing or otherwise acquiring real and personal property of all kinds located in the Chilliwack River Valley. The partnership is also responsible for managing the acquired properties.

Ts'elxweyeqx Tribe Limited Partnership is in the business of managing the activities of Ts'elxweyeqx Forestry Limited Partnership to ensure the protection of the tribe's interests and heritage.

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

6. INVESTMENT IN GOVERNMENT BUSINESS PARTNERSHIPS (continued)

The summary of the unaudited financial statements for the year ended December 31, 2022 is as follows:

	Ch-ihl-kway-uhk (consolidated)	Centre Creek (consolidated)	Ts'elxweyeqx Tribe (consolidated)	2023	2022
Current assets	\$ 2,108,923	\$ 25,437	\$ 20,892,790	\$ 23,027,150	\$ 21,699,069
Capital assets	-	2,295,206	765,375	3,060,581	2,347,074
Due from related parties	63,295	-	2,105,056	2,168,351	2,004,718
Total assets	2,172,218	2,320,643	23,763,221	28,256,082	26,050,861
Current liabilities	117,184	21,335	2,982,707	3,121,226	3,304,808
Due to related parties	-	794,803	-	794,803	716,817
Total liabilities	117,184	816,138	2,982,707	3,916,029	4,021,625
Equity	2,055,034	1,504,505	20,780,514	24,340,053	22,029,236
Total liabilities and equity	2,172,218	2,320,643	23,763,221	28,256,082	26,050,861
Revenue	902,205	126,000	5,193,658	6,221,863	4,619,411
Expenses	(502,171)	(95,312)	(3,312,485)	(3,909,968)	(2,394,779)
Net income	400,034	30,688	1,881,173	2,311,895	2,224,632
	\$ 4,744,470	\$ 4,671,974	\$ 49,407,615	\$ 58,824,059	\$ 54,326,354

7. BANK INDEBTEDNESS

The First Nation has available a line of credit with the Royal Bank of Canada to a maximum of \$150,000 bearing interest at the bank's prime rate plus 0.50% per annum. The line of credit is secured by a general security agreement over all personal property of the First Nation. As at March 31, 2023, the First Nation had not drawn on this credit facility.

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

8. LONG TERM DEBT

	2023	2022
All Nations Trust Company, payable in blended monthly payments of \$4,028 at 0.98% per annum, maturing April 2025, secured by a Ministerial Guarantee from Indigenous Services Canada.	\$ 952,388	\$ 991,129
All Nations Trust Company, payable in blended monthly payments of \$1,575 at 1.22% per annum, maturing July 2026, secured by a Ministerial Guarantee from Indigenous Services Canada.	383,651	397,784
	\$ 1,336,039	\$ 1,388,913

Anticipated annual principal repayments over the next four years are as follows:

2024	\$ 53,400
2025	53,960
2026	888,441
2027	340,238
	\$ 1,336,039

9. TANGIBLE CAPITAL ASSETS

	Cost	Accumulated amortization	2023 Net book value
Land	\$ 1,088,021	\$ -	\$ 1,088,021
Buildings	2,297,229	33,849	2,263,380
Automobiles	203,739	83,054	120,685
Housing	2,003,472	408,755	1,594,717
Infrastructure	1,976,049	259,483	1,716,566
Office equipment	326,110	51,516	274,594
	\$ 7,894,620	\$ 836,657	\$ 7,057,963

	Cost	Accumulated amortization	2022 Net book value
Land	\$ 1,041,098	\$ -	\$ 1,041,098
Buildings	442,299	22,791	419,508
Automobiles	321,547	102,305	219,242
Housing	2,003,472	343,221	1,660,251
Infrastructure	1,885,490	222,262	1,663,228
Office equipment	313,667	27,965	285,702
	\$ 6,007,573	\$ 718,544	\$ 5,289,029

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

10. SETTLEMENT TRUST FUNDS

During 2015, the First Nation reached a settlement with the Federal Government related to lands in Chilliwack under claim by Yakweakwoose and two other First Nations. The settlement required the Federal Government to provide joint lands to the three First Nations as well as a cash settlement, which is intended to cover the legal costs incurred as well as compensation. The remaining cash from the settlement is being held in trust for the benefit of the three First Nations.

11. PROPERTY TAX REVENUE

The First Nations Fiscal Management Act ("the Act") allows the First Nation to implement a property taxation regime. The First Nation is required under subsection 14(1) of the Act to account for, and report on, their local revenues, separately from other revenue sources of the First Nation. The following note disclosure is intended to report on the local revenues and expenditures that are directly attributable to property taxation and amounts that are allocated on a reasonable basis. The accounting policies used are consistent with those followed in the preparation of these financial statements.

Statement of local revenues and expenditures

	Budget	2023	2022
Part 1: Revenues			
Property taxation	\$ 12,459	\$ 10,122	\$ -
Part 2: Expenditures			
General government expenses	-	(3,386)	-
Protection services	(1,778)	-	-
Transportation	(940)	-	-
Recreation and cultural services	(1,046)	-	-
Planning and community development	(184)	-	-
Environmental health services	(7,609)	-	-
Fiscal services	(772)	-	-
Homeowner grants	-	-	-
Contingency	(130)	-	-
Excess of revenues over expenditures	\$ -	\$ 6,736	\$ -

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

12. EXPENSE BY OBJECT

	2023	2022
Amortization on tangible capital assets	\$ 154,327	\$ 197,843
Community events	28,043	7,239
Insurance	60,563	38,698
Interest and bank charges	2,737	2,720
Interest on long-term debt	14,356	18,276
Maintenance	83,815	195,166
Member benefits	15,059	52,500
Office and miscellaneous	35,905	18,496
Professional development	2,116	-
Professional fees	41,906	44,235
Project expenses	252,825	395,363
Travel and honoraria	33,359	17,846
Utilities	-	2,138
Wages and benefits	212,414	209,209
	\$ 937,425	\$ 1,199,729

13. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation. This reclassification had no impact on previously stated total financial assets, total non-financial assets, total liabilities, accumulated surplus and annual surplus.

14. SEGMENTED INFORMATION

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

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

(continues)

YAKWEAKWOOSE FIRST NATION
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14. SEGMENTED INFORMATION CONT'D

	Community Operations	Government Business Enterprises	Capital Projects	Tangible Capital Asset Fund	2023	2022
Revenue						
Federal Government	\$ 342,938	\$ -	\$ -	\$ -	\$ 342,938	\$ 472,681
Provincial Government	-	-	-	-	-	-
Other	1,776,454	221,134	-	-	1,997,588	1,528,682
	<u>2,119,392</u>	<u>221,134</u>	<u>-</u>	<u>-</u>	<u>2,340,526</u>	<u>2,001,363</u>
Expenditures						
Amortization	-	-	-	154,327	154,327	197,843
Other operating	570,684	-	-	-	570,684	792,678
Wages and benefits	212,414	-	-	-	212,414	209,209
	<u>783,098</u>	<u>-</u>	<u>-</u>	<u>154,327</u>	<u>937,425</u>	<u>1,199,730</u>
Annual Surplus (Deficit)	1,336,294	221,134	-	(154,327)	1,403,101	801,633
Transfer between funds	-	-	-	-	-	-
Surplus, Beginning of year	1,888,614	4,223,783	1,952,944	9,294,633	17,359,974	16,558,341
Accumulated Surplus(Deficit), end of year	<u>\$ 3,224,908</u>	<u>\$ 4,444,917</u>	<u>\$ 1,952,944</u>	<u>\$ 9,140,306</u>	<u>\$ 18,763,075</u>	<u>\$ 17,359,974</u>