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**KWAW-KWAW-APILT FIRST NATION  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
MARCH 31, 2014**

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**KWAW-KWAW-APILT FIRST NATION**  
7654 Chilliwack River Road  
Chilliwack, BC V2R 4L9

**MANAGEMENT'S REPORT**

**Management's Responsibility for the Financial Statements**

These 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 3 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 Board of Directors is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control, and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and external audited financial statements yearly. The Board also discusses any significant financial reporting or internal control matters prior to its approval of the financial statements.

The external auditors, Manning Elliott LLP Chartered Accountants, 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 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 KWAW-KWAW-APILT First Nation:

Betty Henry

Name:

Title: Chief

Date: Oct 02 - 2014

Sam Ulmer

Name:

Title: Councillor

Date: Oct 02 - 2014

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## **INDEPENDENT AUDITORS' REPORT**

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To the Members of Kwaw-Kwaw-Apilt First Nation:

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Kwaw-Kwaw-Apilt First Nation, which comprise the statement of financial position as at March 31, 2014 and the statements of operations and accumulated surplus, changes in net financial assets, and cash flows for the year ended March 31, 2014 and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these 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 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including our assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal controls relevant to the entity's preparation and fair presentation of the 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 controls. 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 financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

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## **INDEPENDENT AUDITORS' REPORT**

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### **Opinion**

In our opinion, the financial statements present fairly, in all material respects, the financial position of Kwaw-Kwaw-Apilt First Nation as at March 31, 2014 and its financial performance and cash flows for the year ended March 31, 2014 in accordance with Canadian public sector accounting standards.

### **Comparative Information**

Without modifying our opinion, we draw attention to Note 2 to the financial statements, which describes that Kwaw-Kwaw-Apilt First Nation adopted Canadian public sector accounting standards on April 1, 2013 with a transition date of April 1, 2012. These standards were applied retroactively by management to the comparative information in these financial statements. We were not engaged to report on the restated comparative information, and as such, it is unaudited.

### **Other Matters**

The supplementary schedules are unaudited and included for informational purposes and have only been audited to the extent of the financial statements taken as a whole.

*Manning Elliott LLP*

Chartered Accountants

Abbotsford, British Columbia

October 2, 2014

**KWAW-KWAW-APILT FIRST NATION**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2014**

	<b>March 31 2014</b>	<b>March 31 2013 (unaudited)</b>	<b>April 1 2012 (unaudited)</b>
<b>FINANCIAL ASSETS</b>			
Cash	\$ 48,820	\$ 132,086	\$ 32,419
Accounts receivable	510	-	-
Property taxes receivable	133,669	137,404	138,607
Investments (Note 4)	243,809	237,930	650,515
Ottawa Trust Funds (Note 5)	<u>25,797</u>	<u>24,692</u>	<u>24,692</u>
	<u>452,605</u>	<u>532,112</u>	<u>846,233</u>
<b>FINANCIAL LIABILITIES</b>			
Accounts payable and accrued liabilities	16,656	13,899	29,683
Ministerial loan payable (Note 6)	<u>413,193</u>	<u>413,193</u>	<u>413,193</u>
	<u>429,849</u>	<u>427,092</u>	<u>442,876</u>
<b>NET FINANCIAL ASSETS</b>	<b><u>22,756</u></b>	<b><u>105,020</u></b>	<b><u>403,357</u></b>
<b>NON-FINANCIAL ASSETS</b>			
Tangible capital assets (Note 7)	116,857	164,744	1
Prepaid expenses	<u>2,500</u>	<u>1,440</u>	-
	<u>119,357</u>	<u>166,184</u>	<u>1</u>
<b>ACCUMULATED SURPLUS</b>	<b>\$ 142,113</b>	<b>\$ 271,204</b>	<b>\$ 403,358</b>

Approved on behalf of the Council:

Betty Otensy Director

Andrea Director

**KWAW-KWAW-APILT FIRST NATION**

**STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS**

**FOR THE YEAR ENDED MARCH 31, 2014**

	<b>Budget</b> (Note 12)	<b>2014</b>	<b>2013</b> (unaudited)
<b>REVENUE (Note 9)</b>			
Property tax revenue	\$ 141,262	\$ 138,127	\$ 144,397
Province of British Columbia	78,289	72,478	84,100
Aboriginal Affairs and Northern			
Development Canada – Band Support	42,507	42,696	42,318
Stó:lō Tribal Council	22,482	16,616	28,348
Other revenue	10,358	16,160	556
Brighter Futures	5,195	10,390	-
Travel and honoraria reimbursement	5,850	9,200	2,500
Aboriginal Affairs and Northern			
Development Canada – Municipal Services	5,807	6,469	5,144
Equity earnings from investments	4,607	5,879	3,335
BC Hydro	-	2,000	2,000
New Relationship Trust	1,000	2,000	-
Interest income	<u>553</u>	<u>1,105</u>	<u>-</u>
	<u>317,910</u>	<u>323,120</u>	<u>312,698</u>
<b>EXPENSES</b>			
Administration	139,313	135,810	142,815
Amortization	39,383	49,694	29,072
Automobile	27,828	6,898	48,758
Honoraria	43,808	47,715	39,900
Insurance	1,946	3,392	500
Interest and bank charges	1,323	1,700	945
Interest on long-term debt	3,336	-	6,671
Office and miscellaneous	3,397	2,879	3,914
Professional fees	5,000	10,000	-
Repairs and maintenance	44,835	54,193	35,476
Service agreement	90,975	88,793	93,156
Telephone	12,475	11,557	13,393
Travel	23,954	29,950	17,957
Utilities	<u>10,963</u>	<u>9,630</u>	<u>12,295</u>
	<u>448,536</u>	<u>452,211</u>	<u>444,852</u>
<b>ANNUAL DEFICIT</b>	<b>(130,626)</b>	<b>(129,091)</b>	<b>(132,154)</b>
<b>ACCUMULATED SURPLUS, beginning of year</b>	<b><u>271,204</u></b>	<b><u>271,204</u></b>	<b><u>403,358</u></b>
<b>ACCUMULATED SURPLUS, end of year</b>	<b><u>\$ 140,578</u></b>	<b><u>\$ 142,113</u></b>	<b><u>\$ 271,204</u></b>

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**KWAW-KWAW-APILT FIRST NATION****STATEMENT OF CHANGES IN NET FINANCIAL ASSETS****FOR THE YEAR ENDED MARCH 31, 2014**

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	<b>Budget</b> (Note 12)	<b>2014</b>	<b>2013</b> (unaudited)
<b>ANNUAL DEFICIT</b>	<u>\$ (130,626)</u>	<u>\$ (129,091)</u>	<u>\$ (132,154)</u>
<b>TANGIBLE CAPITAL ASSETS</b>			
Acquisition of tangible capital assets	-	(1,807)	(193,815)
Amortization of tangible capital assets	<u>39,383</u>	<u>49,694</u>	<u>29,072</u>
	<u>39,383</u>	<u>47,887</u>	<u>(164,743)</u>
<b>OTHER NON-FINANCIAL ASSET</b>			
Acquisition of prepaid expenses	-	(2,500)	(1,440)
Use of prepaid expenses	-	1,440	-
	<u>-</u>	<u>(1,060)</u>	<u>(1,440)</u>
<b>DECREASE IN NET FINANCIAL ASSETS</b>	<u>(91,243)</u>	<u>(82,264)</u>	<u>(298,337)</u>
<b>NET FINANCIAL ASSETS, beginning of year</b>	<u>105,020</u>	<u>105,020</u>	<u>403,357</u>
<b>NET FINANCIAL ASSETS, end of year</b>	<u>\$ 13,777</u>	<u>\$ 22,756</u>	<u>\$ 105,020</u>

**KWAW-KWAW-APILT FIRST NATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

	<b>2014</b>	<b>2013</b>
		(unaudited)
<b>CASH PROVIDED BY (USED FOR):</b>		
<b>OPERATING TRANSACTIONS</b>		
Annual deficit	\$ (129,091)	\$ (132,154)
Non-cash items		
Amortization	49,694	29,072
Equity earnings from investment	<u>(5,879)</u>	<u>(3,335)</u>
	<u>(85,276)</u>	<u>(106,417)</u>
Change in:		
Accounts receivable	(510)	-
Property taxes receivable	3,735	1,203
Prepaid expenses	<u>(1,060)</u>	<u>(1,440)</u>
Accounts payable and accruals	<u>2,757</u>	<u>(15,784)</u>
	<u>(80,354)</u>	<u>(122,438)</u>
<b>INVESTING TRANSACTION</b>		
Ottawa Trust Funds	(1,105)	-
Distributions from equity investment	<u>-</u>	<u>415,920</u>
	<u>(1,105)</u>	<u>415,920</u>
<b>CAPITAL TRANSACTION</b>		
Acquisition of tangible capital assets	<u>(1,807)</u>	<u>(193,815)</u>
<b>INCREASE (DECREASE) IN CASH DURING THE YEAR</b>	<b>(83,266)</b>	<b>99,667</b>
<b>CASH, BEGINNING OF YEAR</b>	<b>132,086</b>	<b>32,419</b>
<b>CASH, END OF YEAR</b>	<b><u>\$ 48,820</u></b>	<b><u>\$ 132,086</u></b>

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**KWAW-KWAW-APILT FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

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**1. OPERATIONS**

The Kwaw-Kwaw-Apilt First Nation (the “Band”) is a band government of the Stó:lō people located in the Fraser Valley region near the City of Chilliwack in the Province of British Columbia. The Band is a member government of the Stó:lō Tribal Council. The Band provides various services to its members including the Band’s members, government and all related entities that are accountable to the Band and are either owned or controlled by the Band.

**2. RESTATEMENT DUE TO ADOPTION OF PUBLIC SECTOR ACCOUNTING STANDARDS**

These financial statements have been prepared in accordance with Canadian public sector accounting standards. As these are the Band’s first set of public sector accounting standards financial statements, they have been prepared retrospectively as at the opening balance sheet date of April 1, 2012.

Retrospective preparation upon first-time adoption of public sector accounting standards also allows for the use of certain exemptions and elections. The Band has not made use of any exemptions or elections.

The adoption of public sector accounting standards had no effect on the Band’s opening statement of financial position as at April 1, 2012, the comparative statement of financial position as at March 31, 2013 or its statements of operations or cash flows for the year ended March 31, 2013.

**3. SIGNIFICANT ACCOUNTING POLICIES**

These financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and include the following significant accounting policies:

**a) 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.

**b) Net financial assets**

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

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**KWAW-KWAW-APILT FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

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**3. SIGNIFICANT ACCOUNTING POLICIES (continued)**

c) Asset classification

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

d) Cash resources

Cash resources include balances held with banks at year-end.

e) Tangible capital assets

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

f) Amortization

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

Recreational vehicle	Declining balance 30%
Mobile homes	Declining balance 30%

g) Revenue recognition

Government transfers

The 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

The 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.

Funding

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

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**KWAW-KWAW-APILT FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

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**3. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**g) Revenue recognition (continued)**

**Investments**

The Band uses the modified equity method to account for its investments in various business entities whereby acquisition costs are increased by the Band's proportionate share of post-acquisition earnings and decreased by post-acquisition losses and distributions received.

**Other revenue**

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.

**h) Measurement uncertainty (Use of estimates)**

The preparation of 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 financial statements, and the reported amounts of revenue and expenses during the reporting period.

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

**i) Reporting entity**

The financial statements consolidate the financial activities of all entities and departments comprising the Band reporting entity, except for the Band business entities. All inter-entity balances have been eliminated upon consolidation.

The Band's 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.

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**KWAW-KWAW-APILT FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

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**3. SIGNIFICANT ACCOUNTING POLICIES (continued)**

j) Recent accounting pronouncements

Related party transactions

The Public Sector Accounting Board (PSAB) issued this Invitation to Comment (ITC) in October 2011 together with an Issues Paper, Related party transactions – Recognition and measurement, as part of its project to develop a new Public Sector Accounting (PSA) Handbook standard for related parties and related party transactions in the context of governments and government organizations. Comments on the ITC were required by November 14, 2011. The effective date of the new PSA Handbook standard has not yet been specified.

Liability for contaminated sites

In June 2010, the Public Sector Accounting Board (PSAB) issued PS 3260 *Liability for Contaminated Sites* to establish recognition, measurement and disclosure standards for liabilities associated with the remediation of contaminated sites. The new section defines activities included in a liability for remediation, establishes when to recognize and how to measure a liability for remediation, and provides the related financial statement presentation and disclosure requirements.

PS 3260 is effective for fiscal years beginning on or after April 1, 2014. The Band has not yet determined the effect of the new section in its financial statements.

Financial instruments

In June 2011, the Public Sector Accounting Board (PSAB) issued PS 3450 *Financial instruments* to establish standards for recognition, measurement, presentation and disclosure of financial assets, financial liabilities and non-financial derivatives. As a result of issuance of PS 3450, there have been numerous consequential amendments made to other Sections. PS 3450 is effective for fiscal years beginning on or after April 1, 2015. Early adoption is permitted.

PS 3450 is applied prospectively in the fiscal year of initial adoption, therefore, financial statements of prior periods, including comparative information, are not restated. The Band has not yet determined the effect of these new standards on its financial statements.

**KWAW-KWAW-APILT FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

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**4. INVESTMENTS**

The Band has investments in the following entities:

	%	2014	2013
Centre Creek Limited Partnership	11.00%	\$ 179,642	\$ 181,181
Ch-Ihl-Kway-Uhk Forestry Limited Partnership	12.36%	18,399	16,454
Ch-Ihl-Kway-Uhk Tribe Society	11.11%	45,768	40,295
		<u>\$ 243,809</u>	<u>\$ 237,930</u>

The financial information for Centre Creek Limited Partnership is as follows:

	2014	2013
Current assets	\$ 27,985	\$ 31,172
Property and equipment	2,539,492	2,581,137
	<u>2,567,477</u>	<u>2,612,309</u>
Current liabilities	1,011,307	594,380
Long-term debt	-	447,767
	<u>1,011,307</u>	<u>1,042,147</u>
Equity, beginning of year	1,570,162	1,806,836
Net loss	(13,992)	(236,674)
Equity, end of year	<u>1,556,170</u>	<u>1,570,162</u>
	<u>\$ 2,567,477</u>	<u>\$ 2,612,309</u>

	2014	2013
Revenue	\$ 95,700	\$ 5,676
Expenses	109,692	242,350
Net loss	<u>\$ (13,992)</u>	<u>\$ (236,674)</u>

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.

**KWAW-KWAW-APILT FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

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**4. INVESTMENTS (Continued)**

The financial information for Ch-Ihl-Kway-Uhk Forestry Limited Partnership is as follows:

	<b>2014</b>	<b>2013</b>
Current assets	\$ 420,020	\$ 701,152
Current liabilities	227,308	524,177
Equity (deficit), beginning of year	176,975	(96,521)
Net income	15,737	273,496
Equity, end of year	192,712	176,975
	<b>\$ 420,020</b>	<b>\$ 701,152</b>

	<b>2014</b>	<b>2013</b>
Revenue	\$ 257,888	\$ 800,073
Expenses	242,151	526,577
Net income	\$ 15,737	\$ 273,496

The Band's investment in Ch-Ihl-Kway-Uhk Forestry Limited Partnership is to develop, operate and participate in various forestry activities in and around Chilliwack, British Columbia.

The financial information for Ch-Ihl-Kway-Uhk Tribe Society is as follows:

	<b>2014</b>	<b>2013</b>
Current assets	\$ 297,975	\$ 276,065
Capital assets	320	438
Due from related party	128,897	99,524
	<b>427,192</b>	<b>376,027</b>
Current liabilities	15,281	13,373
Net assets, beginning of year	362,654	371,435
Excess (deficiency) of revenue over expenses	49,257	(8,781)
Net assets, end of year	411,911	362,654
	<b>\$ 427,192</b>	<b>\$ 376,027</b>

	<b>2014</b>	<b>2013</b>
Revenue	\$ 55,149	\$ 54,544
Expenses	5,892	63,325
Excess (deficiency) of revenue over expenses	\$ 49,257	\$ (8,781)

The Band's membership in the Ch-Ihl-Kway-Uhk Tribe Society is to earn income from property rental and management activities.

**KWAW-KWAW-APILT FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

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**5. OTTAWA TRUST FUNDS**

Trust funds on deposit with Aboriginal Affairs and Northern Development Canada ("AANDC") consist of the following:

	Revenue	Capital	2014	2013
Balance, beginning of year	\$ 10,070	\$ 14,622	\$ 24,692	\$ 24,692
Add:				
Interest on trust balance	1,001	-	1,001	-
Special distribution	104	-	104	-
	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 11,175	\$ 14,622	\$ 25,797	\$ 24,692
Less:				
Withdrawals	-	-	-	-
Balance, end of year	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 11,175	\$ 14,622	\$ 25,797	\$ 24,692

The Ottawa Trust Funds relate to capital or revenue sources outlined in Section 62 of the Indian Act. These funds are held in trust in the consolidated revenue fund of the Government of Canada and are subject to audit by the office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

**6. MINISTERIAL LOAN PAYABLE**

In prior years, the Band obtained financing with the guarantee of the Federal Government but subsequently defaulted on these loans. As the conditions of repayment were not met, the Federal Government has claimed the full amount of the unpaid debt as owed from the Band to the Minister. The Band is in the process of addressing the loan default with the Government of Canada and hopes to resolve the matter in the next fiscal year.

**7. TANGIBLE CAPITAL ASSETS**

	Cost	Additions	Accumulated amortization	2014
				Net book value
Land	\$ 1	\$ -	\$ -	\$ 1
Recreational vehicle	39,495	1,807	16,267	25,035
Mobile homes	154,320	-	62,499	91,821
	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 193,816	\$ 1,807	\$ 78,766	\$ 116,857

	Cost	Additions	Accumulated amortization	2013
				Net book value
Land	\$ 1	\$ -	\$ -	\$ 1
Recreational vehicle	-	39,495	5,924	33,571
Mobile homes	-	154,320	23,148	131,172
	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 1	\$ 193,815	\$ 29,072	\$ 164,744

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**KWAW-KWAW-APILT FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

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**8. FINANCIAL INSTRUMENTS RISK**

The Band's financial instruments consist of cash, accounts receivable, property taxes receivable, investments, and accounts payable and accrued liabilities. It is management's opinion that the Band is not exposed to significant credit, currency, interest rate, liquidity, market, or other price risk arising from these financial instruments. In addition, the Band is not exposed to any material concentrations of risk and there has been no change in the risk exposure from the prior year. The fair value of the instruments approximates their carrying values, unless otherwise noted.

**9. ECONOMIC DEPENDENCE**

The Band receives substantially all of its revenue from various government agreements and property taxes. The ability of the Band to continue operations is dependent upon the continued financial commitments as guaranteed by these agreements.

**10. COMPARATIVE FIGURES**

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

**11. SUPPLEMENTARY SCHEDULES**

The supplementary schedules of revenue and expenses and accumulated surplus (deficit) are attached for information purposes only, and are unaudited.

**12. BUDGETED FIGURES**

Budgeted figures have been provided for comparison purposes and have been derived from the estimates approved by the Band Council.