

**Shxw'ow'hamel First Nation**  
**Financial Statements**  
*March 31, 2015*

# Shxw'ow'hamel First Nation

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*For the year ended March 31, 2015*

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# Management's Responsibility

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To the Members of Shxw'ow'hamel First Nation

The accompanying financial statements of Shxw'ow'hamel First Nation are the responsibility of management and have been approved by the Si:yam Council.

Management is responsible for the preparation and presentation of the accompanying 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 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 financial statements.

The Shxw'ow'hamel First Nation Si:yam Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Si:yam Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Si:yam Council is also responsible for recommending the appointment of the Nation's external auditors.

MNP LLP is appointed by the Members to audit the 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 Si:yam Council and management to discuss their audit findings.

July 29, 2015

<u>(Originally signed by Jesse James)</u>	Administrator	<u>(Originally signed by Lenora Fraser)</u>	Si:yam
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## Independent Auditors' Report

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To the Members of Shxw'ow'hamel First Nation:

We have audited the accompanying financial statements of Shxw'ow'hamel First Nation, which comprise the statement of financial position as at March 31, 2015, and the statements of operations and accumulated surplus, changes in net debt and cash flows for the year then ended, 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 the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of Shxw'ow'hamel First Nation as at March 31, 2015 and the results of its operations, changes in net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Chilliwack, British Columbia

July 29, 2015

Chartered Professional Accountants

# Shxw'ow'hamel First Nation

## Statement of Financial Position

*As at March 31, 2015*

	2015	2014 (Restated)	
<b>Financial assets</b>			
Cash	483,018	667,754	
Accounts receivable (Note 4)	425,736	137,485	
Funds held in Ottawa Trust accounts (Note 5)	197,762	192,672	
Replacement reserve (Note 6)	103,301	111,421	
	1,209,817	1,109,332	
<b>Liabilities</b>			
Accounts payable and accruals (Note 7)	264,896	242,010	
Deferred revenue (Note 8)	49,723	49,723	
Contingent liability	-	27,000	
Long-term debt (Note 9)	755,584	715,525	
	1,070,203	1,034,258	
<b>Net financial assets</b>	139,614	75,074	
<b>Non-financial assets</b>			
Tangible capital assets (Note 10) (Schedule 1)	2,604,753	2,392,968	
Prepaid expenses	47,169	16,693	
	2,651,922	2,409,661	
<b>Accumulated surplus (Note 11)</b>	2,791,536	2,484,735	
<b>Approved on behalf of the Council</b>			
<u>(Originally signed by Lenora Fraser)</u>	Si:yam	<u>(Originally signed by Leona Kelly)</u>	Si:yam
<u>(Originally signed by Dean Jones)</u>	Si:yam	<u>(Originally signed by Robert McHalsie)</u>	Si:yam

# Shxw'ow'hamel First Nation

## Statement of Operations and Accumulated Surplus

*For the year ended March 31, 2015*

	<b>2015</b> <i>Budget</i>	<b>2015</b>	<b>2014</b> <i>(Restated)</i>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	1,096,546	1,095,587	912,581
AANDC program recovery	-	(9,391)	-
Canada Mortgage and Housing Corporation (Note 12)	42,208	42,173	28,446
Kinder Morgan	381,000	381,000	55,000
Province of British Columbia	175,000	221,990	174,129
Traditional land use studies	130,000	129,815	188,642
Property taxes	190,446	102,315	143,463
Sto:lo Tribal council	94,000	94,791	17,894
Rental income	80,000	79,288	58,445
Western Economic Diversification	57,550	57,550	-
Miscellaneous	36,500	48,804	51,906
National Energy Board	46,250	46,250	-
Lease income	35,150	35,150	32,400
Reimbursements	20,000	26,435	213
Administration fees	20,000	22,650	15,747
Seabird Island	13,900	13,936	12,936
New Relationship Trust	12,000	12,000	23,568
Settlement claims	11,000	11,368	26,235
First Nations Education Steering Committee	8,000	8,743	4,011
Interest income	7,300	7,117	8,482
Fundraising	5,000	5,714	5,110
Community development	-	2,019	165,000
Grants	1,000	1,000	4,000
BC Hydro	-	-	250,000
Catering	-	-	5,150
	<b>2,462,850</b>	<b>2,436,304</b>	<b>2,183,358</b>
<b>Expenses</b>			
Administration	1,226,115	1,243,650	853,099
Education	250,200	232,838	225,821
Social Development	200,817	203,248	230,429
Capital Projects	8,100	8,033	-
Maintenance	156,431	155,970	134,267
Economic Development & Employment	151,314	131,351	31,312
Housing	53,550	52,486	26,616
Other	90,000	101,927	64,436
	<b>2,136,527</b>	<b>2,129,503</b>	<b>1,565,980</b>
<b>Surplus</b>	<b>326,323</b>	<b>306,801</b>	<b>617,378</b>
<b>Accumulated surplus, beginning of year</b>	<b>2,484,735</b>	<b>2,484,735</b>	<b>1,309,343</b>
<b>Retroactive application of change in accounting policy (Note 3)</b>	<b>-</b>	<b>-</b>	<b>558,014</b>
<b>Accumulated surplus, end of year</b>	<b>2,811,058</b>	<b>2,791,536</b>	<b>2,484,735</b>

The accompanying notes are an integral part of these financial statements

**Shxw'ow'hamel First Nation**  
**Statement of Change in Net Financial Assets**  
*For the year ended March 31, 2015*

	<b>2015 Budget</b>	<b>2015</b>	<b>2014 (Restated)</b>
<b>Annual surplus</b>	<b>326,323</b>	<b>306,801</b>	617,378
Purchases of tangible capital assets	<b>(297,000)</b>	<b>(305,312)</b>	(745,636)
Amortization of tangible capital assets <i>(Note 3)</i>	<b>90,000</b>	<b>93,527</b>	64,436
Proceeds of disposal of tangible capital assets	-	-	6,000
Gain on sale of tangible capital assets	-	-	(1,408)
Acquisition of prepaid expenses	-	<b>(53,705)</b>	(17,299)
Use of prepaid expenses	-	<b>23,229</b>	606
<b>Increase (decrease) in net financial assets</b>	<b>119,323</b>	<b>64,540</b>	(75,923)
<b>Net financial assets, beginning of year</b>	<b>75,074</b>	<b>75,074</b>	150,997
<b>Net financial assets, end of year</b>	<b>194,397</b>	<b>139,614</b>	75,074

**Shxw'ow'hamel First Nation**  
**Statement of Cash Flows**  
*For the year ended March 31, 2015*

	2015	2014 (Restated)
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Surplus	306,801	617,378
Non-cash items		
Amortization (Note 3)	93,527	64,436
Gain on sale of assets	-	(1,408)
	400,328	680,406
Changes in working capital accounts		
Accounts receivable	(288,251)	(68,651)
Prepaid expenses	(30,476)	(16,693)
Accounts payable and accruals	22,885	73,568
Term loans due on demand	-	(46,790)
Contingent liabilities	(27,000)	27,000
	77,486	648,840
<b>Financing activities</b>		
Advances of long-term debt	102,672	377,433
Repayment of long-term debt	(62,613)	(46,608)
	40,059	330,825
<b>Capital activities</b>		
Purchases of tangible capital assets	(305,312)	(745,636)
Proceeds of disposal of tangible capital assets	-	6,000
	(305,312)	(739,636)
<b>Investing activities</b>		
Funds held in Ottawa Trust accounts	(5,089)	(5,761)
Funds held in replacement reserve accounts	8,120	(208)
	3,031	(5,969)
<b>Increase (decrease) in cash resources</b>	<b>(184,736)</b>	<b>234,060</b>
<b>Cash resources, beginning of year</b>	<b>667,754</b>	<b>433,694</b>
<b>Cash resources, end of year</b>	<b>483,018</b>	<b>667,754</b>
<b>Supplementary cash flow information</b>		
Interest paid	13,349	13,349



**1. Operations**

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

**2. Significant accounting policies**

These financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and including 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.

***Cash***

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

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

***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 straight-line method at rates intended to amortize the cost of the assets over their estimated useful lives:

	Rate
Land Improvements	10 - 20 years
Buildings	25 years
Vehicles and Equipment	5 - 10 years
Computer Hardware	4 years
Water and Sewer	50 years
Housing	40 years

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

**Segments**

The First Nation conducts its business through eight reportable segments: Administration, Education, Social Development, Capital Projects, Maintenance, Economic Development & Employment, Housing, and Other. 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 financial statements.

**Revenue recognition**

**Funding**

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

**Government Transfers**

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

**Externally restricted revenue**

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

**Funds held in 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.

**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.

**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 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 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.

**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.

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

***Net financial assets***

The First Nation's financial statements are presented so as to highlight net financial assets as the measurement of financial position. The net financial assets of the First Nation is determined by its financial assets less its liabilities. Net financial assets is comprised of two components, non-financial assets and accumulated surplus.

***Long-lived assets***

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

When the First Nation determines that a long-lived asset no longer has any long-term service potential to the First Nation, the excess of its net carrying amount over any residual value is recognized as an expense in the statement of operations. Write-downs are not reversed.

***Recent accounting pronouncements***

**Financial instruments (new and amendment)**

In June 2011, the Public Sector Accounting Board (PSAB) issued new PS 3450 Financial Instruments. The new standard establishes requirements for recognition, measurement, derecognition, presentation and disclosure of financial assets and financial liabilities, including derivatives. The main features of the new standard are:

- Financial instruments are classified into two measurement categories: fair value, or cost or amortized cost.
  - Almost all derivatives, including embedded derivatives not closely related to the host contract, are measured at fair value.
  - Portfolio investments in equity instruments quoted in an active market are measured at fair value.
  - Other financial assets and financial liabilities are generally measured at cost or amortized cost.
  - An entity may elect to measure any group of financial assets or financial liabilities (or both) at fair value when the entity has a risk management or investment strategy to manage those items on a fair value basis.
- Remeasurement gains and losses on financial instruments measured at fair value are reported in the statement of remeasurement gains and losses until the financial instrument is derecognized.
- Budget to actual comparisons are not required within the statement of remeasurement gains and losses.
- Financial liabilities are derecognized when, and only when, they are extinguished.
- Financial assets and financial liabilities are only offset and reported on a net basis if a legally enforceable right to set off the recognized amounts exists, and the entity intends to settle on a net basis or realize/settle the amounts simultaneously.

In May 2012, the transitional provisions for this Section were amended, effective at the time the standard is initially applied, to clarify that the measurement provisions are applied prospectively. Adjustments to previous carrying amounts are recognized in opening accumulated remeasurement gains or losses. Additionally, a new transitional provision has been added that applies to government organizations transitioning from the standards in Part V of the CPA Canada Handbook – Accounting with items classified as available for sale. Accumulated other comprehensive income (OCI) from items classified as available for sale is recognized in accumulated remeasurement gains or losses on transition.

In December 2013, PSAB completed its review of the application of PS 2601 Foreign Currency Translation and PS 3450 by governments. PSAB confirmed that the principles are fundamentally sound. A one-year extension of the effective date was approved to provide opportunity to address transitional issues and concerns.

PS 3450 is effective for fiscal years beginning on or after April 1, 2016. In the period that a public sector entity applies PS 3450, it also applies PS 1201, PS 2601 and PS 3041. Early adoption is permitted.

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

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 First Nation has not yet determined the effect of these new standards on its financial statements.

**Inter-entity transactions (new)**

The Public Sector Accounting Board (PSAB) issued in March 2015 CPA Canada Public Sector Accounting Handbook Revisions Release No. 42, containing a new standard, PS 3420 Inter-Entity Transactions.

The new Section establishes standard on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

The main features of the new Section are:

- Under a policy of cost allocation, revenues and expenses are recognized on a gross basis.
- Transactions are measured at the carrying amount, except in specific circumstances.
- A recipient may choose to recognize unallocated costs for the provision of goods and services and measure them at the carrying amount, fair value or other amount dictated by policy, accountability structure or budget practice.
- The transfer of an asset or liability for nominal or no consideration is measured by the provider at the carrying amount and by the recipient at the carrying amount or fair value.
- Inter-entity transactions are considered in conjunction with PS 2200 Related Party Disclosures.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

**3. Change in accounting policy**

Effective April 1, 2014, the First Nation adopted the recommendations relating to PS 3150 Tangible Capital Assets, as set out in the Canadian public sector accounting standards. Pursuant to the recommendations, the change was applied retroactively, and prior periods have been restated.

The cumulative effect in the current year, as of April 1, 2014, of adopting the above-noted change in accounting policies is to increase the prior year balance of Tangible Capital Assets by \$545,129; increase prior year amortization by \$12,885; and increase opening accumulated surplus by \$558,014.

**4. Accounts receivable**

Accounts receivable includes loans to Nation members in the amount of \$86,805 (2014 - \$53,835).

**Shxw'ow'hamel First Nation**  
**Notes to the Financial Statements**  
*For the year ended March 31, 2015*

**5. Funds held in Ottawa Trust accounts**

Capital and revenue trust monies are transferred to the Nation on the authorization of the Minister of Aboriginal Affairs and Northern Development Canada, with the consent of the Nation's Council.

	<b>2015</b>	<b>2014</b>
<b>Capital Trust</b>		
Balance, beginning of year	<b>84,980</b>	84,980
<b>Revenue Trust</b>		
Balance, beginning of year	<b>107,692</b>	101,932
Interest	<b>4,652</b>	5,324
BC Special	<b>438</b>	436
	<b>112,782</b>	107,692
	<b>197,762</b>	192,672

**6. Replacement reserve**

Under agreements with Canada Mortgage and Housing Corporation (CMHC) the Nation established a replacement reserve, funded by an annual allocation of \$12,540 (2014 - \$9,600), to ensure replacement of buildings financed by CMHC. At March 31, 2015, \$103,301 (2014 - \$111,421) has been set aside to fund this reserve.

In accordance with terms of the agreements, CMHC reserve moneys 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.

**7. Accounts payable and accruals**

Included in accounts payable and accruals are government remittances payable of \$4,269 (2014 - \$nil).

**8. Deferred revenues**

	<b>2015</b>	<b>2014</b>
Deferred revenue CMHC	<b>43,232</b>	43,232
Deferred revenue AANDC - Community buildings	<b>3,702</b>	3,702
Deferred revenue AANDC - Physical development plan	<b>2,789</b>	2,789
	<b>49,723</b>	49,723

**Shxw'ow'hamel First Nation**  
**Notes to the Financial Statements**  
*For the year ended March 31, 2015*

**9. Long-term debt**

	<b>2015</b>	<b>2014</b>
Project IV – #15-199-292: All Nations Trust Company mortgage, payments of \$1,852 per month, including interest at 1.67% per annum; maturing April 2015.	<b>1,850</b>	23,860
Project V – #19-359-967: All Nations Trust Company mortgage, payments of \$2,372 per month, including interest at 1.12% per annum; maturing December 2019.	<b>131,593</b>	157,348
Project VI – #19-359-967: All Nations Trust Company mortgage, payments of \$2,645 per month, including interest at 1.82% per annum; due September 2019.	<b>608,520</b>	534,317
RBC demand loan bearing interest at 5.40% per annum with monthly payments of \$500 secured by a vehicle with a net book value of \$23,809	<b>13,621</b>	-
	<b>755,584</b>	715,525

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:

2016	55,207
2017	54,343
2018	51,875
2019	50,055
2020	43,651

All Nations Trust Company debt is secured by Ministerial guarantees of the Ministry of Aboriginal Affairs and Northern Development Canada.

**10. Tangible capital assets**

During the year, the First Nation has adopted the Public Sector Accounting Board's new disclosure requirements of PS 3150 *Tangible Capital Assets*. The new standard requires disclosure for tangible capital assets as provided in Schedule 1.

**11. Accumulated surplus**

Accumulated surplus consists of the following:

	<b>2015</b>	<b>2014</b> <i>(Restated)</i>
Operating surplus	<b>478,571</b>	530,811
Equity in Ottawa Trust Funds	<b>197,762</b>	192,673
Equity in tangible capital assets (Note 3)	<b>2,026,933</b>	1,677,443
Replacement reserve	<b>88,270</b>	83,808
	<b>2,791,536</b>	2,484,735

**Shxw'ow'hamel First Nation**  
**Notes to the Financial Statements**  
*For the year ended March 31, 2015*

**12. Federal assistance payments**

The program has received federal assistance through Canada Mortgage and Housing Corporation pursuant to Section 56.1 of the National Housing Act to reduce mortgage interest expense to two percent to enable the project to provide housing to low income individuals. The amount of assistance received in 2015 was:

	<b>2015</b>	<b>2014</b>
Project IV - #15-199-292	<b>4,860</b>	4,918
Project V - #19-359-967	<b>37,313</b>	23,528
	<b>42,173</b>	28,446

**13. Economic dependence**

Shxw'ow'hamel First Nation receives a significant portion of its revenue from Aboriginal Affairs and Northern Development Canada (AANDC) as a result of agreements entered into with the Government of Canada. These agreements are administered by AANDC 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 agreements.

**14. Financial instruments**

The Nation as part of its operations carries a number of financial instruments that consist of cash, accounts receivable, replacement reserve, Ottawa Trust funds, accounts payable and long-term debt. It is management's opinion that the Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

**15. Comparative figures**

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

**16. Budget information**

The disclosed budget information has been approved by the Si:yam Council and presented to the members of the Shxw'ow'hamel First Nation.

**17. Segments**

The Shxw'ow'hamel First Nation receives revenues and incurs expenses from various projects and sources. For management and reporting purposes, the revenues, expenses and surplus or deficits are organized by segments. Schedules 3 to 10 disclose the Nation's revenues and expenses in the following segments:

*Administration*

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

*Education*

Includes revenues and expenses related to primary, secondary and post secondary education of the members of the First Nation.

*Social Development*

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

*Capital Projects*

Includes revenues and expenditures related to capital projects.

*Maintenance*

Includes revenues and expenditures related to ongoing community maintenance.

*Economic Development & Employment*

Includes revenues and expenses related to economic development and employment programs of the First Nation.

*Housing*

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

*Other*

Includes revenues and expenses related to the Ottawa Trust fund, replacement reserve, and equity in capital assets.



**Shxw'ow'hamel First Nation**  
**Schedule 1 - Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2015*

	Land Improvements	Buildings	Vehicles and Equipment	Computer Hardware	Water and Sewer	Subtotal
<b>Cost</b>						
Balance, beginning of year	59,752	191,889	86,277	16,664	955,497	1,310,079
Acquisition of tangible capital assets	33,700	-	6,403	5,986	257,723	303,812
Balance, end of year	93,452	191,889	92,680	22,650	1,213,220	1,613,891
<b>Accumulated amortization</b>						
Balance, beginning of year	52,998	13,199	34,649	7,506	201,870	310,222
Annual amortization	6,959	7,272	9,521	5,288	18,118	47,158
Balance, end of year	59,957	20,471	44,170	12,794	219,988	357,380
<b>Net book value of tangible capital assets</b>	33,495	171,418	48,510	9,856	993,232	1,256,511
2014 Net book value of tangible capital assets (restated)	6,753	178,690	51,628	9,158	753,627	999,856

**Shxw'ow'hamel First Nation**  
**Schedule 1 - Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2015*

	<i>Subtotal</i>	<i>Housing</i>	<i>2015</i>	<i>2014</i>
				(Restated)
<b>Cost</b>				
Balance, beginning of year	1,310,079	2,152,622	3,462,701	2,732,613
Acquisition of tangible capital assets	303,812	1,500	305,312	730,087
Balance, end of year	1,613,891	2,154,122	3,768,013	3,462,700
<b>Accumulated amortization</b>				
Balance, beginning of year	310,222	759,510	1,069,732	1,005,296
Annual amortization	47,158	46,370	93,528	64,436
Balance, end of year	357,380	805,880	1,163,260	1,069,732
<b>Net book value of tangible capital assets</b>	<b>1,256,511</b>	<b>1,348,242</b>	<b>2,604,753</b>	<b>2,392,968</b>
2014 Net book value of tangible capital assets (restated)	999,856	1,393,112	2,392,968	

**Shxw'ow'hamel First Nation**  
**Schedule 2 - Schedule of Consolidated Expenses by Object**  
*For the year ended March 31, 2015*

	<b>2015</b> <i>Budget</i>	<b>2015</b>	<b>2014</b> <i>(Restated)</i>
<b>Consolidated expenses by object</b>			
Administration	-	2,550	-
Amortization (Note 3)	90,000	93,528	64,436
Ancillary services	-	-	3,020
Bad debt expense (recovery)	-	(13,464)	5,945
Band functions and donations	120,120	132,545	40,060
Bank charges and interest	5,000	5,142	4,408
Basic needs	67,000	66,561	83,284
Basic needs - shelter	20,000	19,240	31,192
Basic needs - utilities	25,000	27,554	16,030
Board travel, training and honoraria	64,800	61,687	56,947
Christmas distribution	60,000	56,200	179,000
Contracted services	326,838	335,326	162,648
Education support services	500	494	8,177
Financial assistance	7,000	6,943	4,440
Fire protection	19,787	19,892	24,228
Guidance and counselling	14,000	14,360	4,958
In-home care	10,000	10,296	16,032
Insurance	30,000	30,998	27,388
Interest on long-term debt	16,700	16,676	6,358
Licenses and fees	5,500	6,729	2,367
National child tax benefit re-investment	29,000	29,150	31,615
Office	31,000	32,362	14,222
Office equipment lease	8,000	7,771	9,684
Post secondary student support	76,000	75,586	78,102
Postage	1,300	1,335	497
Professional fees	250,050	262,847	105,295
Rent	-	-	300
Repairs and maintenance	69,300	78,368	41,642
Salaries and benefits	469,803	472,208	331,950
Special needs	4,000	3,862	13,520
Supplies	35,747	34,404	16,022
Telephone	13,000	12,808	7,955
Training	33,814	17,786	2,275
Travel and meetings	59,100	54,981	19,835
Tuition agreements	143,000	124,794	123,113
Utilities	31,168	27,984	29,035
	<b>2,136,527</b>	<b>2,129,503</b>	<b>1,565,980</b>

**Shxw'ow'hamel First Nation**  
**Administration**

**Schedule 3 - Schedule of Revenue and Expenses and Accumulated Surplus**

*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015</i>	<i>2014 (Restated)</i>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	220,327	220,443	146,364
Kinder Morgan	381,000	381,000	55,000
Province of British Columbia	175,000	221,990	174,129
Environmental research	130,000	129,815	188,642
Property taxes	190,446	102,315	143,463
Western Economic Diversification	57,550	57,550	-
Miscellaneous	36,500	47,904	51,006
National Energy Board	46,250	46,250	-
Lease income	35,150	35,150	32,400
Reimbursements	20,000	26,435	213
Administration fees	20,000	22,650	15,747
Settlement claims	11,000	11,368	26,235
Sto:lo Tribal council	10,000	10,756	10,150
Rental income	6,000	5,908	6,142
Fundraising	5,000	5,714	5,110
Community development	-	2,019	165,000
New Relationship Trust	2,000	2,000	-
Interest income	1,500	1,706	1,443
First Nations Education Steering Committee	-	378	-
Catering	-	-	5,150
BC Hydro	-	-	250,000
Grants	-	-	4,000
	<b>1,347,723</b>	<b>1,331,351</b>	<b>1,280,194</b>
<b>Expenses</b>			
Administration	-	2,550	-
Bad debt expense (recovery)	-	(13,464)	5,945
Band functions and donations	75,000	84,551	31,748
Bank charges and interest	5,000	5,140	4,408
Board travel, training and honoraria	61,000	58,810	49,477
Christmas distribution	60,000	56,200	179,000
Contracted services	315,138	322,933	117,962
Insurance	20,000	22,668	17,162
Interest on long-term debt	-	-	1,277
Licenses and fees	5,500	6,729	1,707
Office	29,000	30,017	13,755
Office equipment lease	8,000	7,771	9,684
Postage	1,200	1,261	497
Professional fees	240,000	252,786	87,824
Rent	-	-	300
Repairs and maintenance	40,300	40,766	34,638
Salaries and benefits	254,427	253,906	240,740
Supplies	24,000	25,737	9,620
Telephone	13,000	12,808	7,812
Training	14,000	14,195	975
Travel and meetings	42,550	43,029	17,996
Utilities	18,000	15,257	20,572
	<b>1,226,115</b>	<b>1,243,650</b>	<b>853,099</b>
<b>Surplus before other items</b>	<b>121,608</b>	<b>87,701</b>	<b>427,095</b>

*Continued on next page*

**Shxw'ow'hamel First Nation  
Administration**

**Schedule 3 - Schedule of Revenue and Expenses and Accumulated Surplus**

*For the year ended March 31, 2015*

	<i><b>2015 Budget</b></i>	<i><b>2015</b></i>	<i><b>2014 (Restated)</b></i>
<b>Surplus before transfers</b> <i>(Continued from previous page)</i>	<b>121,608</b>	<b>87,701</b>	427,095
<b>Transfers between segments</b>	<b>(163,143)</b>	<b>(162,738)</b>	(220,590)
<b>Surplus (deficit)</b>	<b>(41,535)</b>	<b>(75,037)</b>	206,505
<b>Accumulated surplus, beginning of year</b>	<b>651,043</b>	<b>651,043</b>	444,538
<b>Accumulated surplus, end of year</b>	<b>609,508</b>	<b>576,006</b>	651,043

**Shxw'ow'hamel First Nation**  
**Education**

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

*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015</i>	<i>2014</i>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	239,896	239,896	220,010
First Nations Education Steering Committee	8,000	8,366	4,011
Miscellaneous	-	900	900
	<b>247,896</b>	<b>249,162</b>	224,921
<b>Expenses</b>			
Ancillary services	-	-	3,020
Band functions and donations	5,350	5,781	-
Education support services	500	494	8,177
Financial assistance	7,000	6,943	4,440
Guidance and counselling	14,000	14,360	4,958
Post secondary student support	76,000	75,586	78,102
Salaries and benefits	3,000	3,643	2,232
Supplies	-	-	1,779
Travel and meetings	1,350	1,237	-
Tuition agreements	143,000	124,794	123,113
	<b>250,200</b>	<b>232,838</b>	225,821
<b>Deficit before transfers</b>	<b>(2,304)</b>	<b>16,324</b>	(900)
<b>Transfers between segments</b>	<b>-</b>	<b>967</b>	900
<b>Surplus, being accumulated surplus, end of year</b>	<b>(2,304)</b>	<b>17,291</b>	-

**Shxw'ow'hamel First Nation**  
**Social Development**

**Schedule 5 - Schedule of Revenue and Expenses and Accumulated Surplus (Deficit)**

*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015</i>	<i>2014</i>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	190,850	189,758	217,493
AANDC program recovery	-	(9,391)	-
Seabird Island	13,900	13,936	12,936
Grants	1,000	1,000	-
	<b>205,750</b>	<b>195,303</b>	<b>230,429</b>
<b>Expenses</b>			
Band functions and donations	6,770	8,797	4,243
Basic needs	67,000	66,561	83,284
Board travel, training and honoraria	-	-	520
Contracted services	-	802	-
In-home care	10,000	10,296	16,032
National child tax benefit re-investment	29,000	29,150	31,615
Office	-	391	-
Salaries and benefits	34,000	34,571	30,134
Shelter	20,000	19,240	31,192
Special needs	4,000	3,862	13,520
Supplies	4,047	1,125	3,804
Travel and meetings	1,000	899	55
Utilities	25,000	27,554	16,030
	<b>200,817</b>	<b>203,248</b>	<b>230,429</b>
<b>Surplus (deficit) before transfers</b>	<b>4,933</b>	<b>(7,945)</b>	<b>-</b>
<b>Transfers between segments</b>	<b>-</b>	<b>-</b>	<b>11,437</b>
<b>Surplus (deficit)</b>	<b>4,933</b>	<b>(7,945)</b>	<b>11,437</b>
<b>Accumulated deficit, beginning of year</b>	<b>1</b>	<b>1</b>	<b>(11,436)</b>
<b>Accumulated surplus (deficit), end of year</b>	<b>4,934</b>	<b>(7,944)</b>	<b>1</b>

**Shxw'ow'hamel First Nation**  
**Capital Projects**

**Schedule 6 - Schedule of Revenue and Expenses and Accumulated Deficit**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015</i>	<i>2014</i>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	291,319	291,336	201,999
<b>Expenses</b>			
Repairs and maintenance	8,100	8,033	-
<b>Surplus before transfers</b>	<b>283,219</b>	<b>283,303</b>	201,999
<b>Transfers between segments</b>	<b>(297,000)</b>	<b>(297,898)</b>	(202,148)
<b>Deficit</b>	<b>(13,781)</b>	<b>(14,595)</b>	(149)
<b>Accumulated surplus (deficit), beginning of year</b>	<b>(149)</b>	<b>(149)</b>	-
<b>Accumulated deficit, end of year</b>	<b>(13,930)</b>	<b>(14,744)</b>	(149)



# Shxw'ow'hamel First Nation

## Maintenance

### Schedule 7 - Schedule of Revenue and Expenses and Accumulated Deficit

For the year ended March 31, 2015

	2015 Budget	2015	2014
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	123,840	123,840	126,715
<b>Expenses</b>			
Band functions and donations	15,000	15,372	4,069
Board travel, training and honoraria	2,300	2,300	2,750
Contracted services	8,000	7,918	24,849
Fire protection	19,787	19,892	24,228
Insurance	-	-	300
Licenses and fees	-	-	660
Office	1,600	1,579	467
Postage	100	74	-
Professional fees	6,500	6,491	11,971
Repairs and maintenance	5,200	5,222	2,730
Salaries and benefits	84,376	84,321	51,787
Supplies	200	59	784
Telephone	-	-	142
Training	-	-	1,300
Travel and meetings	2,200	2,413	1,679
Utilities	11,168	10,329	6,551
	156,431	155,970	134,267
<b>Deficit before transfers</b>	(32,591)	(32,130)	(7,552)
<b>Transfers between segments</b>			
Transfer to Administration	40,143	39,681	-
<b>Surplus (deficit)</b>	7,552	7,551	(7,552)
<b>Accumulated deficit, beginning of year</b>	(7,552)	(7,552)	-
<b>Accumulated deficit, end of year</b>	-	(1)	(7,552)

**Shxw'ow'hamel First Nation**  
**Economic Development & Employment**  
**Schedule 8 - Schedule of Revenue and Expenses and Accumulated Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<b>2015 Budget</b>	<b>2015</b>	<b>2014</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	<b>30,314</b>	<b>30,314</b>	-
Sto:lo Aboriginal Skills and Employment Training	<b>84,000</b>	<b>84,034</b>	7,744
New Relationship Trust	<b>10,000</b>	<b>10,000</b>	23,568
	<b>124,314</b>	<b>124,348</b>	31,312
<b>Expenses</b>			
Band functions and donations	<b>18,000</b>	<b>18,045</b>	-
Board travel, training and honoraria	<b>1,500</b>	<b>577</b>	4,200
Contracted services	-	-	19,838
Office	<b>400</b>	<b>375</b>	-
Repairs and maintenance	-	-	158
Salaries and benefits	<b>94,000</b>	<b>95,768</b>	7,056
Supplies	<b>7,500</b>	<b>7,483</b>	35
Training	<b>19,814</b>	<b>3,591</b>	-
Travel and meetings	<b>10,100</b>	<b>5,512</b>	25
	<b>151,314</b>	<b>131,351</b>	31,312
<b>Surplus (deficit) before transfers</b>	<b>(27,000)</b>	<b>(7,003)</b>	-
<b>Transfers between segments</b>	<b>27,000</b>	<b>28,533</b>	-
<b>Surplus (deficit), being accumulated surplus (deficit), end of year</b>	<b>-</b>	<b>21,530</b>	-

**Shxw'ow'hamel First Nation  
Housing**

**Schedule 9 - Schedule of Revenue and Expenses and Accumulated Deficit**

*For the year ended March 31, 2015*

	<b>2015 Budget</b>	<b>2015</b>	<b>2014 (Restated)</b>
<b>Revenue</b>			
Canada Mortgage and Housing Corporation	<b>42,208</b>	<b>42,173</b>	28,446
Rental income	<b>74,000</b>	<b>73,380</b>	52,303
Interest income	-	-	165
	<b>116,208</b>	<b>115,553</b>	80,914
<b>Expenses</b>			
Contracted services	<b>3,700</b>	<b>3,673</b>	-
Insurance	<b>10,000</b>	<b>8,330</b>	9,926
Interest on long-term debt	<b>16,700</b>	<b>16,676</b>	5,081
Professional fees	<b>3,550</b>	<b>3,570</b>	5,500
Repairs and maintenance	<b>15,700</b>	<b>15,948</b>	4,117
Travel and meetings	<b>1,900</b>	<b>1,892</b>	80
Utilities	<b>2,000</b>	<b>2,397</b>	1,912
	<b>53,550</b>	<b>52,486</b>	26,616
<b>Surplus before transfers</b>	<b>62,658</b>	<b>63,067</b>	54,298
<b>Transfers between segments</b>	<b>(64,540)</b>	<b>(64,102)</b>	(56,208)
<b>Deficit</b>	<b>(1,882)</b>	<b>(1,035)</b>	(1,910)
<b>Accumulated deficit, beginning of year</b>	<b>(112,530)</b>	<b>(112,530)</b>	(110,620)
<b>Accumulated deficit, end of year</b>	<b>(114,412)</b>	<b>(113,565)</b>	(112,530)

**Shxw'ow'hamel First Nation**  
**Other**

**Schedule 10 - Schedule of Revenue and Expenses and Accumulated Surplus**

*For the year ended March 31, 2015*

	<b>2015 Budget</b>	<b>2015</b>	<b>2014 (Restated)</b>
<b>Revenue</b>			
Interest income	5,800	5,411	6,874
<b>Expenses</b>			
Amortization	90,000	93,527	64,436
Repairs and maintenance	-	8,400	-
	90,000	101,927	64,436
<b>Deficit before transfers</b>	<b>(84,200)</b>	<b>(96,516)</b>	<b>(57,562)</b>
<b>Transfers between segments</b>	<b>457,540</b>	<b>455,557</b>	466,609
<b>Surplus</b>	<b>373,340</b>	<b>359,041</b>	409,047
<b>Accumulated surplus, beginning of year</b>	<b>1,953,923</b>	<b>1,953,923</b>	986,862
<b>Retroactive application of change in accounting policy (Note 3)</b>	<b>-</b>	<b>-</b>	558,014
<b>Accumulated surplus, end of year</b>	<b>2,327,263</b>	<b>2,312,964</b>	1,953,923