

CAYOOSE CREEK INDIAN BAND
Consolidated Financial Statements
Year Ended March 31, 2020

CAYOOSE CREEK INDIAN BAND
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Year Ended March 31, 2020

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The consolidated financial statements of CAYOOSE CREEK INDIAN BAND have been prepared in accordance with Canadian public sector accounting standards (PSAS). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of CAYOOSE CREEK INDIAN BAND's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

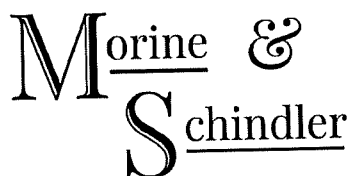
The Board of Directors is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility principally by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Band's external auditors.

The consolidated financial statements have been audited on behalf of the members by Morine & Schindler CPAs LLP, in accordance with Canadian public sector accounting standards (PSAS).


Ms Michelle Edwards, Chief


Councillor

Lillooet, BC



CHARTERED PROFESSIONAL ACCOUNTANTS LLP

INDEPENDENT AUDITOR'S REPORT

To the Members of CAYOOSE CREEK INDIAN BAND

Report on the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of CAYOOSE CREEK INDIAN BAND (the First Nation), which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations, changes in 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, 2020, and the consolidated results of its operations and consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

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 *Auditor's 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.

Other Matter

The consolidated financial statements for the year ended March 31, 2019 were audited by another auditor who expressed an unmodified opinion on those financial statements on July 16, 2019.

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 PSAS, 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.

(continues)

Independent Auditor's Report to the Members of CAYOOSE CREEK INDIAN BAND (continued)

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the First Nation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Nanaimo, British Columbia
August 12, 2020


CHARTERED PROFESSIONAL ACCOUNTANTS

CAYOOSE CREEK INDIAN BAND
Consolidated Statement of Financial Position
March 31, 2020

FINANCIAL ASSETS

Cash	\$ 1,663,820	\$ 842,132
Accounts receivable	182,953	169,610
Rent receivable	12,110	4,029
Loans receivable (Note 6)	658,392	-
Interest receivable	2,356	2,356
Goods and services tax recoverable	-	678
Restricted cash (Note 3)	27,228	14,220
Funds held in trust (Note 4)	99,757	97,731
Investments (Note 5)	188,299	188,299
	<u>2,834,915</u>	<u>1,319,055</u>

LIABILITIES

Accounts payable	9,032	444,206
Damage deposits payable	3,630	2,530
Interest payable	1,045	1,064
Goods and services tax payable	2,807	-
Long term debt (Note 8)	1,142,035	681,831
	<u>1,158,549</u>	<u>1,129,631</u>

NET FINANCIAL ASSETS

	<u>1,676,366</u>	<u>189,424</u>
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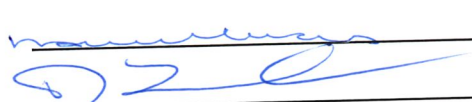
NON-FINANCIAL ASSETS

Prepaid expenses	-	11,295
Tangible capital assets (Note 7)	1,971,198	1,473,281
	<u>1,971,198</u>	<u>1,484,576</u>

ACCUMULATED SURPLUS

	<u>\$ 3,647,564</u>	<u>\$ 1,674,000</u>
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ON BEHALF OF COUNCIL

 Chief

 Councillor

 Councillor

 Councillor

CAYOOSE CREEK INDIAN BAND
Consolidated Statement of Operations
Year Ended March 31, 2020

	Budget	Total	Total
	2020	2020	2019
REVENUES			
Indigenous Services Canada	\$ 1,783,309	\$ 1,385,755	\$ 1,053,982
Canada Mortgage and Housing Corporation	-	28,276	38,951
First Nations Health Authority	386,401	928,096	359,641
Taxation revenue	186,976	184,354	139,426
BC Hydro	109,762	108,474	108,262
ASETS	14,006	51,870	43,732
Rental income	8,400	107,665	96,137
Interest income	2,751	25,727	3,082
FNESC	-	-	60,871
Allocation from trust	590,558	589,998	1,531,174
Repayment of funding	-	(75)	(20,773)
Administration fees	-	-	51,583
RRF allocations	-	15,800	5,800
Other revenue	596,297	710,061	568,302
Province of BC	-	3,378,120	-
	<u>3,678,460</u>	<u>7,514,121</u>	<u>4,040,170</u>
EXPENSES			
Segment - Band Support (<i>Schedule 2</i>)	705,244	786,112	865,657
Segment - Public Works (<i>Schedule 3</i>)	-	277,105	245,492
Segment - Capacity Building (<i>Schedule 4</i>)	337,879	369,343	775,279
Segment - First Nations Health Authority (<i>Schedule 5</i>)	939,423	347,716	204,976
Segment - Business Planning (<i>Schedule 6</i>)	505,686	3,200,147	1,634,087
Segment - Band Housing (<i>Schedule 7</i>)	5,000	73,775	58,857
Segment - Social Housing (<i>Schedule 8</i>)	44,500	45,057	44,659
Segment - Community Pillar Services (<i>Schedule 9</i>)	560	441,303	378,448
	<u>2,538,292</u>	<u>5,540,558</u>	<u>4,207,455</u>
	1,140,168	1,973,563	(167,285)
	-	-	-
ANNUAL SURPLUS (DEFICIT)	<u>\$ 1,140,168</u>	<u>\$ 1,973,563</u>	<u>\$ (167,285)</u>

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Consolidated Statement of Changes in Accumulated Surplus
Year Ended March 31, 2020

	2020	2019
ACCUMULATED SURPLUS - BEGINNING OF YEAR	\$ 1,674,001	\$ 1,841,285
ANNUAL SURPLUS (DEFICIT)	<u>1,973,563</u>	<u>(167,285)</u>
ACCUMULATED SURPLUS - END OF YEAR	<u>\$ 3,647,564</u>	<u>\$ 1,674,000</u>

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Consolidated Statement of Changes in Net Financial Assets
Year Ended March 31, 2020

	Budget 2020	2020	2019
ANNUAL SURPLUS (DEFICIT)	\$ 1,140,168	\$ 1,973,563	\$ (167,285)
Amortization of tangible capital assets	-	171,086	156,087
Purchase of tangible capital assets	-	(669,002)	(79,209)
Decrease (increase) in prepaid expenses	-	11,295	(7,280)
	-	(486,621)	69,598
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	1,140,168	1,486,942	(97,687)
NET FINANCIAL ASSETS - BEGINNING OF YEAR	-	189,424	287,111
NET FINANCIAL ASSETS - END OF YEAR	\$ 1,140,168	\$ 1,676,366	\$ 189,424

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Consolidated Statement of Cash Flows
Year Ended March 31, 2020

	2020	2019
OPERATING ACTIVITIES		
Annual surplus (deficit)	\$ 1,973,563	\$ (167,285)
Item not affecting cash:		
Amortization of tangible capital assets	171,086	156,088
	<u>2,144,649</u>	<u>(11,197)</u>
Changes in non-cash working capital:		
Accounts receivable	(13,343)	66,198
Rent receivable	(8,081)	1,554
Interest receivable	-	(1,649)
Accounts payable	(435,175)	366,782
Prepaid expenses	11,295	(7,280)
Goods and services tax payable	3,485	(678)
Restricted cash	(13,008)	(8,555)
Funds held in trust	(2,026)	(2,637)
Interest payable	(19)	(36)
Damage deposits payable	1,100	1,700
	<u>(455,772)</u>	<u>415,399</u>
Cash flow from operating activities	<u>1,688,877</u>	<u>404,202</u>
INVESTING ACTIVITIES		
Purchase of tangible capital assets	(669,002)	(79,209)
Loans receivable	(658,392)	-
Cash flow used by investing activities	<u>(1,327,394)</u>	<u>(79,209)</u>
FINANCING ACTIVITIES		
Proceeds from long term financing	500,000	64,064
Repayment of long term debt	(39,795)	(25,128)
Cash flow from financing activities	<u>460,205</u>	<u>38,936</u>
INCREASE IN CASH FLOW	<u>821,688</u>	<u>363,929</u>
Cash - beginning of year	<u>842,132</u>	<u>478,203</u>
CASH - END OF YEAR	<u>\$ 1,663,820</u>	<u>\$ 842,132</u>

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Notes to Consolidated Financial Statements
Year Ended March 31, 2020

1. OPERATIONS

Cayoose Creek Indian Band (the "First Nation") is located in the province of British Columbia, and provides various services to its members. Cayoose Creek Indian Band includes 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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The consolidated financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards (GAAP).

Basis of consolidation

The consolidated financial statements include the financial activities of all entities and departments comprising the Nation reporting entity, except for Nation Business Entities. As a result, figures as at March 31, 2020 or for the years then ended include the operating fund, social housing fund and the capital fund. All inter-entity balances have been eliminated, however, in the respective schedules transactions between departments have not been eliminated in order to present the results of operations for each specific department.

Cash and cash equivalents

Cash includes cash and cash equivalents. Cash equivalents include 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.

Other investments

Investments for which there are quoted prices in an active market are carried at fair value. Unrealized gains or losses are reported as part of net income. Investments for which there is not an active market are carried at amortized cost except when it is established that their value is impaired. Impairment losses, or reversal of previously recognized impairment losses, are reported as part of net income.

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 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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CAYOOSE CREEK INDIAN BAND
Notes to Consolidated Financial Statements
Year Ended March 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Funds Held in Trust

Funds held in trust on behalf of Band members by the Government of Canada in the Ottawa Trust Fund are reported on the statement of financial position and consist of:

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

Asset Classification

Assets are classified as 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.

Liability for Contaminated Site

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the Band is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2020.

At each financial reporting date, the Band reviews the carrying amount of the liability. Any revision required to the amount previously recognized is accounted for in the period revisions are made. The Band continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made. As at March 31, 2020, no liability for contaminated site exists.

Net Financial Assets (Net Debt)

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

Segments

The Band conducts its business through a number of reportable segments as described in Note 10. These operating segments are established by senior management to facilitate the achievement of the Band's long-term objectives, to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis.

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

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CAYOOSE CREEK INDIAN BAND
Notes to Consolidated Financial Statements
Year Ended March 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Tangible capital assets

Tangible capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods:

Buildings	20 years	straight-line method
Equipment	15 years	straight-line method
Infrastructure	20 years	straight-line method

The First Nation regularly reviews its tangible capital assets to eliminate obsolete items. Government grants are treated as a reduction of tangible capital assets cost.

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

All intangible assets and items inherited by the right of the band, such as reserve lands, forests, water and mineral resources, are not recognized in the Band's consolidated financial statements.

Housing units are amortized at an annual amount equal to the principal reduction in related debt as per the Band's agreement with CMHC.

The First Nation performs impairment testing on tangible capital assets whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Impairment losses are recognized when an asset's service potential is reduced and they are charged to surplus in the year.

(continues)

CAYOOSE CREEK INDIAN BAND
Notes to Consolidated Financial Statements
Year Ended March 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Revenue recognition

The First Nation recognizes revenues when they are earned, specifically when all the following conditions are met:

- services are provided or products are delivered to customers
- there is clear evidence that an arrangement exists
- amounts are fixed or can be determined
- the ability to collect is reasonably assured.

(continues)

CAYOOSE CREEK INDIAN BAND
Notes to Consolidated Financial Statements
Year Ended March 31, 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Tax Revenue

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

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

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

First Nation Capital and Revenue Trust Funds

The Band recognizes revenue of the Capital and Revenue Trust Fund at the time funds are contributed from the accounts held in Ottawa. Interest revenue is recognized when earned.

Canada Mortgage and Housing Corporation ("CMHC")

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

Housing rental income

Rental revenue is recorded in the year it is earned. At the end of each year management evaluates whether rent revenue is collectible and records a bad debt expense and allowance for doubtful accounts for those amounts designated as unlikely to be collected.

Own source and other revenue

Own source and other revenue is recognized when performance is completed, amounts are measurable and collection is reasonably assured.

Investment income

Investment income is recognized by the Band when investment income is earned.

CAYOOSE CREEK INDIAN BAND
Notes to Consolidated Financial Statements
Year Ended March 31, 2020

3. Restricted cash

Under the terms of the agreement with Canada Mortgage and Housing Corporation ("CMHC"), the replacement reserve account is to be credited by an amount annually. These funds, along with accumulated interest, must be held in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC from time to time. The funds in the account may only be used as approved by CMHC. At year end, these reserves were fully-funded.

4. Funds held in trust

	2020	2019
Capital		
Balance beginning and end of year	\$ 21,911	\$ 21,911
Subtotal	21,911	21,911
Revenue		
Balance beginning of year	75,820	73,183
Additions	2,026	2,637
Balance end of year	77,846	75,820
	<u>\$ 99,757</u>	<u>\$ 97,731</u>

The Ottawa Trust accounts 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 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.

5. Investments

	2020	2019
Investment in Lillooet Salish Enterprises Ltd. - 50% ownership	\$ 188,299	\$ 188,299
Carried at cost.		

6. Loans receivable

1. Jessica Hopkins	\$594,502
2. Jessica Grant	\$63,890
Total	\$658,392

CAYOOSE CREEK INDIAN BAND
Notes to Consolidated Financial Statements
Year Ended March 31, 2020

7. Tangible capital assets

<u>Cost</u>	2019 Balance	Additions	Disposals	2020 Balance
Buildings	\$ 2,137,261	\$ -	\$ -	\$ 2,137,261
Housing Units	670,354	-	-	670,354
Infrastructure	1,498,100	-	-	1,498,100
Equipment	373,405	34,002	-	407,407
Construction in progress	-	635,000	-	635,000
	<u>\$ 4,679,120</u>	<u>\$ 669,002</u>	<u>\$ -</u>	<u>\$ 5,348,122</u>

<u>Accumulated Amortization</u>	2019 Balance	Amortization	Accumulated Amortization on Disposals	2020 Balance
Buildings	\$ 1,647,770	\$ 78,757	\$ -	\$ 1,726,527
Housing Units	27,269	20,654	-	47,923
Infrastructure	1,341,827	44,514	-	1,386,341
Equipment	188,973	27,160	-	216,133
Construction in progress	-	-	-	-
	<u>\$ 3,205,839</u>	<u>\$ 171,085</u>	<u>\$ -</u>	<u>\$ 3,376,924</u>

<u>Net book value</u>	2020	2019
Buildings	\$ 410,734	\$ 489,491
Housing Units	622,431	643,085
Infrastructure	111,759	156,273
Equipment	191,274	184,432
Construction in progress	635,000	-
	<u>\$ 1,971,198</u>	<u>\$ 1,473,281</u>

8. Long term debt

	2020	2019
Caterpillar Financial Services loan bearing interest at 6.7% per annum, repayable in monthly blended payments of \$1,279. The loan matures on September 24, 2023 and is secured by equipment.	\$ 47,772	\$ 59,492
All Nations Trust loan bearing interest at 2.06% per annum, repayable in monthly blended payments of \$2,770. The loan matures on November 1, 2042 and is secured by housing units which has a carrying value of \$622,431.	601,685	622,339
Bank of Montreal loan bearing interest at prime plus 1% , repayable in monthly blended payments of \$2,919.	492,578	-
	<u>\$ 1,142,035</u>	<u>\$ 681,831</u>

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CAYOOSE CREEK INDIAN BAND
Notes to Consolidated Financial Statements
Year Ended March 31, 2020

8. Long term debt (*continued*)

Principal repayment terms are approximately:

2021	\$ 58,559
2022	60,862
2023	63,235
2024	57,896
2025	51,600
Thereafter	849,883
	<u>\$ 1,142,035</u>

9. CONTINGENT LIABILITY

The First Nation has a housing program with CMHC. The financial results of that program are subject to review by CMHC and it is possible that adjustments could be made based on the results of their review.

10. Economic dependence

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

CAYOOSE CREEK INDIAN BAND
Notes to Consolidated Financial Statements
Year Ended March 31, 2020

11. Segments

The Band receives revenue and incurs expenses from many different projects and sources. For management and reporting purposes, the revenue, expenses and surplus or deficits are organized by the following segments:

Band Support:

Includes revenue and expenses related to general administration, education and social services of the Band.

Public Works:

Includes revenue and expenses related to capital projects.

Capacity Building:

Includes revenue and expenses related to economic and capital endeavours of the Band.

First Nations Health Authority:

Includes revenue and expenses related to the health of the Band.

Business Planning:

Includes revenue and expenses related to commercial activities of the Band.

Band Housing:

Includes revenue and expenses related to band owned housing.

Social Housing:

Includes revenue and expenses related to CMHC supported housing.

Community Pillar Services:

Includes revenue and expenses related to Pillar Services.

12. Budget information

The disclosed budget information has been approved by the Chief and Council of the Cayoose Creek Indian Band on April 1, 2019 .

Budget information was not prepared for the full scope of activities performed by the Band for the year ended March 31, 2020. Budget information was not prepared, available or approved for several departments.

13. Indigenous Services Canada funding reconciliation

	2020	2019
ISC revenue per confirmation	\$ 1,385,755	\$ 1,053,982

CAYOOSE CREEK INDIAN BAND
Notes to Consolidated Financial Statements
Year Ended March 31, 2020

14. Subsequent events

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). The situation is constantly evolving, and the measures put in place are having multiple impacts on local, provincial, national and global economies.

Management is uncertain of the effects of these changes on its financial statements and believes that any disturbance may be temporary; however, there is uncertainty about the length and potential impact of the disturbance.

As a result, we are unable to estimate the potential impact on the First Nation's operations as at the date of these financial statements.

CAYOOSE CREEK INDIAN BAND
Consolidated Expenses by object
Year Ended March 31, 2020

(Schedule 1)

	Budget	Total	Total
	2020	2020	2019
Student expenses	\$ 286,090	\$ 423,593	\$ 84,767
Advertising and promotion	-	406	168
Amortization	-	171,086	156,088
Bad debts	-	-	113,551
O&M - Roads and bridges	-	-	13,743
Business taxes, licenses and memberships	-	523	-
O&M - Community services	-	-	8,656
Consulting fees	5,000	11,444	134,108
Delivery, freight and postage	6,000	6,432	3,677
Honoraria	91,100	87,747	69,397
Donations	9,148	2,566,310	1,153,804
Equipment rentals	15,350	4,444	9,384
Insurance	17,000	44,600	33,470
Interest and bank charges	4,126	5,682	5,544
Interest on long term debt	-	29,501	12,723
Social assistance	90,000	41,741	120,568
Tuition	19,898	9,348	22,812
O&M - Community buildings	-	-	24,011
Administration	18,408	10,646	41,021
Meetings	9,450	4,210	22,316
Community events	16,000	41,825	5,747
Office	20,868	28,331	29,216
Furniture and equipment	98,590	84,124	1,122
Program expense	16,059	61,774	479,211
Transportation	18,409	4,281	24,811
RRF allocation	-	15,800	5,800
Elders fees	-	-	18,599
NNADAP	-	-	11,252
Prenatal	-	-	1,639
Professional fees	130,570	100,785	238,885
Property taxes	-	544	1,755
Repairs and maintenance	44,500	52,480	74,056
Salaries and wages	503,109	900,835	790,197
O&M - Water	-	-	15,789
Contracted services	719,567	467,960	286,595
Supplies	195,427	93,990	57,014
Telephone	32,000	28,133	21,469
Training	45,987	38,435	23,442
Travel	99,861	122,344	76,042
Utilities	3,000	50,180	12,420
Vehicle	22,775	31,027	2,590
	\$ 2,538,292	\$ 5,540,561	\$ 4,207,459

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Segment - Band Support
Year Ended March 31, 2020

(Schedule 2)

	2020	2019
REVENUES		
Indigenous Services Canada	\$ 853,654	\$ 595,159
Interest income	2,052	2,636
Repayment of funding	(75)	-
Rental income	150	-
Province of BC	30,000	-
	<u>885,781</u>	<u>597,795</u>
EXPENSES		
Advertising and promotion	-	168
Bad debts	-	113,551
Interest and bank charges	4,939	2,130
Honoraria	38,900	61,597
Delivery, freight and postage	500	2,932
Insurance	-	12,221
Office	11,149	23,150
Program expense	2,420	148,907
Professional fees	35,042	36,086
Salaries and wages	178,887	185,856
Social assistance	41,441	120,568
Student expenses	364,013	53,227
Tuition	-	22,812
Supplies	11,653	3,468
Telephone	4,353	17,325
Community events	15,768	-
Travel	25,831	61,525
Equipment rentals	1,401	134
Transportation	600	-
Furniture and equipment	8,396	-
Utilities	3,337	-
Meetings	(834)	-
Contracted services	24,850	-
Training	4,151	-
Administration	9,315	-
	<u>786,112</u>	<u>865,657</u>
ANNUAL SURPLUS	<u>99,669</u>	<u>(267,862)</u>
ACCUMULATED SURPLUS (DEFICIT), BEGINNING OF YEAR	<u>119,165</u>	<u>(143,639)</u>
TRANSFERS		
Transfers between departments	-	530,667
ACCUMULATED SURPLUS (DEFICIT), END OF YEAR	<u>\$ 218,834</u>	<u>\$ 119,166</u>

See notes to financial statements

CAYOOSE CREEK INDIAN BAND

Segment - Public Works

(Schedule 3)

Year Ended March 31, 2020

	2020	2019
REVENUES		
Indigenous Services Canada	\$ 126,675	\$ 109,815
EXPENSES		
Amortization	150,432	135,533
O&M - Community buildings	-	24,011
O&M - Community services	-	8,656
O&M - Roads and bridges	-	13,643
O&M - Water	-	15,789
Salaries and wages	57,998	47,800
Training	149	60
Travel	211	-
Contracted services	5,731	-
Vehicle	7,965	-
Delivery, freight and postage	(105)	-
Furniture and equipment	1,431	-
Utilities	34,599	-
Insurance	2,841	-
Office	60	-
Repairs and maintenance	14,969	-
Interest and bank charges	37	-
Supplies	787	-
	<u>277,105</u>	<u>245,492</u>
ANNUAL SURPLUS (DEFICIT)	<u>(150,430)</u>	<u>(135,677)</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>791,448</u>	<u>854,327</u>
TRANSFERS		
Transfers between departments	-	53,082
Transfer of capital expenditures	669,002	79,209
Transfer of principal payments	11,720	4,572
Transfer of new debt	-	(64,064)
	<u>680,722</u>	<u>72,799</u>
ACCUMULATED SURPLUS, END OF YEAR	<u>\$ 1,321,740</u>	<u>\$ 791,449</u>

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Segment - Capacity Building
Year Ended March 31, 2020

(Schedule 4)

	2020	2019
REVENUES		
Indigenous Services Canada	\$ 261,741	\$ 349,008
Allocation from trust	589,998	374,251
ASETS	-	10,413
FNESC	-	57,690
Other revenue	105,222	133,828
	<u>956,961</u>	<u>925,190</u>
EXPENSES		
Administration	-	(75,835)
Contracted services	185,144	223,563
Professional fees	-	195,171
Program expense	876	10,300
Equipment rentals	160	9,250
Salaries and wages	60,505	203,282
Supplies	36,942	46,306
Consulting fees	5,445	134,108
Repairs and maintenance	-	1,175
Telephone	1,092	484
Training	13,018	18,759
Travel	9,065	8,716
Furniture and equipment	32,777	-
Tuition	5,553	-
Donations	500	-
Community events	12,765	-
Vehicle	298	-
Delivery, freight and postage	253	-
Transportation	250	-
Honoraria	4,700	-
	<u>369,343</u>	<u>775,279</u>
ANNUAL SURPLUS	<u>587,618</u>	<u>149,911</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>259,745</u>	<u>483,693</u>
TRANSFERS		
Transfers between departments	(589,998)	(373,859)
Transfer of capital expenditures	(34,002)	-
	<u>(624,000)</u>	<u>(373,859)</u>
INCOME FROM OPERATIONS	<u>\$ 223,363</u>	<u>\$ 259,745</u>

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Segment - First Nations Health Authority
Year Ended March 31, 2020

(Schedule 5)

	2020	2019
REVENUES		
First Nations Health Authority	\$ 928,096	\$ 359,641
Other revenue	84,300	-
	<u>1,012,396</u>	<u>359,641</u>
EXPENSES		
Contracted services	22,980	6,656
Office	597	971
Program expense	15,813	76,239
Salaries and wages	120,331	77,953
Telephone	3,075	1,350
Transportation	(540)	24,492
Travel	55,250	4,424
NNADAP	-	11,252
Prenatal	-	1,639
Delivery, freight and postage	576	-
Donations	10,295	-
Honoraria	10,225	-
Supplies	30,390	-
Community events	9,217	-
Consulting fees	1,578	-
Professional fees	45,532	-
Advertising and promotion	406	-
Insurance	129	-
Business taxes, licenses and memberships	28	-
Social assistance	300	-
Equipment rentals	2,775	-
Meetings	350	-
Furniture and equipment	16,338	-
Vehicle	496	-
Training	1,575	-
	<u>347,716</u>	<u>204,976</u>
ANNUAL SURPLUS	<u>664,680</u>	<u>154,665</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>160,697</u>	<u>6,031</u>
EXPENSES		
Transfer of capital expenditures	(535,000)	-
ACCUMULATED SURPLUS, END OF YEAR	<u>\$ 290,377</u>	<u>\$ 160,696</u>

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Segment - Business Planning
Year Ended March 31, 2020

(Schedule 6)

	2020	2019
REVENUES		
Taxation revenue	\$ 184,354	\$ 139,426
BC Hydro	108,474	108,262
ASETS	51,870	33,319
Rental income	13,280	28,158
Interest income	22,867	450
FNESC	-	3,181
Allocation from trust	-	1,156,923
Administration fees	-	51,583
Other revenue	520,539	399,974
Province of BC	3,348,120	-
	<u>4,249,504</u>	<u>1,921,276</u>
EXPENSES		
Administration	-	115,825
Contracted services	225,430	35,239
Community events	545	600
Donations	2,454,620	1,150,000
Interest and bank charges	458	-
Furniture and equipment	10,382	1,122
Honoraria	33,322	5,000
Insurance	32,635	7,884
Meetings	2,175	600
Office	16,453	2,384
Delivery, freight and postage	4,758	745
Professional fees	12,716	1,800
Program expense	10,608	164,341
Repairs and maintenance	1,741	22,291
Salaries and wages	311,169	112,453
Supplies	6,450	7,164
Telephone	19,387	510
Transportation	-	319
Travel	18,726	600
Utilities	2,401	2,620
Vehicle	15,374	2,590
Business taxes, licenses and memberships	145	-
Tuition	2,315	-
Consulting fees	4,420	-
Training	501	-
Equipment rentals	108	-
Interest on long term debt	13,308	-
	<u>3,200,147</u>	<u>1,634,087</u>
ANNUAL SURPLUS	<u>1,049,357</u>	<u>287,189</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>308,834</u>	<u>411,332</u>
TRANSFERS		
Transfers between departments	-	(449,179)
Transfer of principal payments	-	(4,572)

(continues)

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Segment - Business Planning (continued)
Year Ended March 31, 2020

(Schedule 6)

	2020	2019
Transfer of new debt	-	64,064
Transfer of capital expenditures	<u>(100,000)</u>	<u>-</u>
	<u>(100,000)</u>	<u>(389,687)</u>
ACCUMULATED SURPLUS, END OF YEAR	<u>\$ 1,258,191</u>	<u>\$ 308,834</u>

CAYOOSE CREEK INDIAN BAND

Segment - Band Housing

(Schedule 7)

Year Ended March 31, 2020

	2020	2019
REVENUES		
Rental income	\$ 68,865	\$ 42,359
Other revenue	-	34,500
Indigenous Services Canada	143,685	-
RRF allocations	10,000	-
	<u>222,550</u>	<u>76,859</u>
EXPENSES		
Insurance	331	4,465
Repairs and maintenance	26,328	44,348
Salaries and wages	23,950	491
Supplies	99	75
Telephone	-	1,650
Travel	26	100
Utilities	179	7,728
Donations	1,595	-
Program expense	10,949	-
Delivery, freight and postage	231	-
Furniture and equipment	87	-
RRF allocation	10,000	-
	<u>73,775</u>	<u>58,857</u>
ANNUAL SURPLUS	<u>148,775</u>	<u>18,002</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>26,884</u>	<u>8,881</u>
ACCUMULATED SURPLUS, END OF YEAR	<u>\$ 175,659</u>	<u>\$ 26,883</u>

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Segment - Social Housing
Year Ended March 31, 2020

(Schedule 8)

	2020	2019
REVENUES		
Canada Mortgage and Housing Corporation	\$ 28,276	\$ 38,951
Rental income	25,370	25,620
RRF allocations	5,800	5,800
Interest income	810	-
	<u>60,256</u>	<u>70,371</u>
EXPENSES		
Administration	1,031	1,031
Amortization	20,654	20,555
Interest and bank charges	247	241
Insurance	1,888	1,621
Interest on long term debt	12,563	12,723
Professional fees	1,340	1,340
Program expense	146	-
Repairs and maintenance	291	328
RRF allocation	5,800	5,800
Utilities	951	1,020
Supplies	97	-
Office	49	-
	<u>45,057</u>	<u>44,659</u>
ANNUAL SURPLUS	<u>15,199</u>	<u>25,712</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>(18,325)</u>	<u>90,927</u>
TRANSFERS		
Transfers between departments	-	(134,963)
ACCUMULATED SURPLUS (DEFICIT), END OF YEAR	<u>\$ (3,126)</u>	<u>\$ (18,324)</u>

See notes to financial statements

CAYOOSE CREEK INDIAN BAND
Segment - Community Pillar Services
Year Ended March 31, 2020

(Schedule 9)

	2020	2019
REVENUES		
Repayment of funding	\$ -	\$ (20,773)
EXPENSES		
Donations	99,300	3,804
Contracted services	3,825	21,138
Elders fees	-	18,599
Honoraria	600	2,800
Insurance	6,777	7,279
Meetings	2,519	21,716
Office	23	2,711
Professional fees	6,155	4,487
Program expense	20,964	79,424
Salaries and wages	147,995	162,361
Training	19,041	4,623
Travel	13,234	677
Interest and bank charges	-	3,172
Community events	3,530	5,147
O&M - Roads and bridges	-	100
Repairs and maintenance	9,151	5,914
Student expenses	59,580	31,540
Telephone	225	150
Property taxes	544	1,755
Utilities	8,712	1,051
Administration	300	-
Interest on long term debt	3,630	-
Business taxes, licenses and memberships	350	-
Tuition	1,480	-
Supplies	7,571	-
Furniture and equipment	14,713	-
Transportation	3,971	-
Vehicle	6,894	-
Delivery, freight and postage	219	-
	<u>441,303</u>	<u>378,448</u>
ANNUAL SURPLUS (DEFICIT)	<u>(441,303)</u>	<u>(399,221)</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>25,553</u>	<u>129,733</u>
TRANSFERS		
Transfers between departments	589,998	374,251
Transfer of capital expenditures	-	(79,209)
Transfer of principal payments	(11,720)	-
	<u>578,278</u>	<u>295,042</u>
ACCUMULATED SURPLUS, END OF YEAR	<u>\$ 162,528</u>	<u>\$ 25,554</u>

See notes to financial statements