

**Ts'kw'aylaxw First Nation**  
**Consolidated Financial Statements**  
For the year ended March 31, 2014

**Ts'kw'aylaxw First Nation**  
**Consolidated Financial Statements**  
For the year ended March 31, 2014

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## Management's Responsibility for Financial Reporting

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The accompanying consolidated financial statements of the Ts'kw'aylaxw First Nation are the responsibility of management and have been approved by the Chief and another Band Councilor of the Band Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The Ts'kw'aylaxw First Nation maintains systems of internal accounting and administrative controls. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Band's assets are appropriately accounted for and adequately safeguarded.

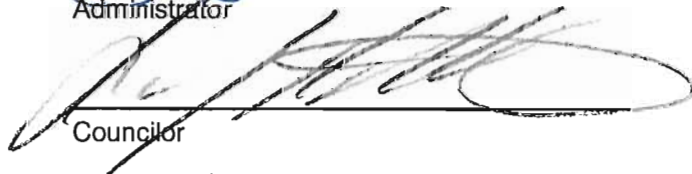
The Ts'kw'aylaxw First Nation Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Chief and Council review the Band's financial statements and recommend their approval. The Chief and Council meet periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the financial statements and the external auditors' report. The Chief and Council takes this information into consideration when approving the consolidated financial statements for issuance to the Members. The Chief and Council also appoint the engagement of the external auditors.

The consolidated financial statements have been audited by BDO Canada LLP in accordance with Canadian generally accepted auditing standards on behalf of the members. BDO Canada LLP has full access to the Band Council.



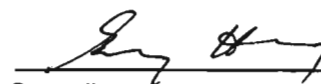
Administrator



Councilor



Councilor



Councilor



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## Independent Auditor's Report

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### To the Chief and Council of Ts'kw'aylaxw First Nation

We were engaged to audit the accompanying consolidated financial statements of Ts'kw'aylaxw First Nation, which comprise the consolidated statement of financial position as at March 31, 2014 and the consolidated statements of change in net assets, operations and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

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

#### Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

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

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

#### Basis for Qualified Opinion

As noted in the Summary of significant Accounting Policies regarding tangible capital assets, the Social Housing tangible capital assets are required by Canada Mortgage and Housing Corporation to be amortized at a rate equivalent to the annual principal reduction of the related long term debt. This amortization policy is not in accordance with Canadian public sector accounting standards, which require that tangible capital assets be amortized over their estimated useful lives. The effect of this departure has not been determined on the net book value of tangible capital assets, the related amortization expense, annual surplus and equity in tangible capital assets.

Ts'kw'aylaxw First Nation also does not recognize loans and accrued interest outstanding from the treaty negotiation process as debt of the Band. As a result the long-term debt is understated by \$2,328,462 owed to the Government of Canada, and the Members' Equity is overstated by the same amount.



#### **Basis for Qualified Opinion**

In addition, we are not able to provide an opinion on the Ts'kw'aylaxw First Nation's investment in Marble Canyon Forestry Ltd. as we were unable to obtain the scope of the information required to gain sufficient and appropriate audit evidence over the investment in Marble Canyon Forestry Ltd. as it is prepared by another accounting firm. The scope limitation affects the investment in Marble Canyon Forestry Ltd.

#### **Qualified Opinion**

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of Ts'kw'aylaxw First Nation as at March 31, 2014 and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

#### **Other Matters**

Ts'kw'aylaxw First Nation has also prepared another set of consolidated financial statements for the year ended March 31, 2014 in accordance with Canadian public sector accounting standards. However, these consolidated financial statements have expanded disclosures for Chief and Council. Our audit report on the other set of consolidated financial statements was issued to Chief and Council of Ts'kw'aylaxw First Nation and was dated October 15, 2014.

A handwritten signature in black ink that reads 'BDO Canada LLP'. The signature is written in a cursive, flowing style.

**Chartered Accountants**

Kamloops, British Columbia  
October 15, 2014


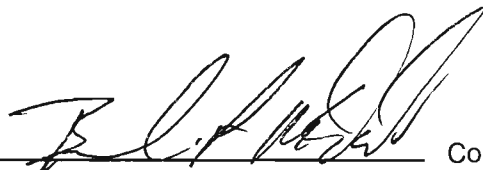
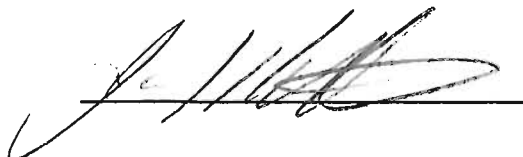
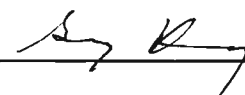
**Ts'kw'aylaxw First Nation**  
**Exhibit A - Consolidated Statement of Financial Position**

<b>As at March 31</b>	<b>2014</b>	<b>2013</b>
<b>Financial Assets</b>		
Cash (Note 3)	\$ 809,750	\$ 1,229,458
Restricted cash (Note 4)	850,363	1,125,402
Short term investments (Note 5)	150,000	150,000
Accounts receivable (Note 6)	242,540	384,845
Investments (Note 7)	27,964	65,646
Settlement Trust (Note 8)	27,427,500	27,427,500
	<u>29,508,117</u>	<u>30,382,851</u>
<b>Liabilities</b>		
Accounts payable (Note 9)	589,005	196,484
Deferred revenue (Note 10)	234,578	486,316
Long term debt (Note 11)	580,783	-
	<u>1,404,366</u>	<u>682,800</u>
<b>Net Financial Assets</b>	<u>28,103,751</u>	<u>29,700,051</u>
<b>Non-financial Assets</b>		
Prepaid expenses	13,741	35,918
Tangible capital assets (Note 12)	3,012,736	2,087,703
	<u>3,026,477</u>	<u>2,123,621</u>
<b>Accumulated Surplus (Note 13)</b>	<u>\$ 31,130,228</u>	<u>\$ 31,823,672</u>

**Commitments** (Note 14)

**Contingencies** (Note 15)

Approved on behalf of the previous Band Council:

 _____	Councilor	 _____	Councilor
 _____	Councilor	 _____	Councilor

**Ts'kw'aylaxw First Nation**

**Exhibit B - Consolidated Statement of Change in Net Financial Assets**

<b>For the year ended March 31</b>	<b>2014</b>	<b>2013</b>
<b>Surplus - Exhibit C</b>	<b>\$ (522,330)</b>	<b>\$ (673,546)</b>
Purchases of tangible capital assets	(994,618)	(38,672)
Amortization of tangible capital assets	69,585	84,224
	<u>(1,447,363)</u>	<u>(627,994)</u>
Change in prepaid expense	<u>22,177</u>	<u>2,310</u>
Equity change in Ottawa Trust	(42,462)	6,591
Equity change in investments	(9,682)	(11,403)
Equity change in Members' Trust	(118,958)	133,471
Equity change in cultural reclamation fund	(12)	-
	<u>(171,114)</u>	<u>128,659</u>
<b>Decrease in net financial assets</b>	<b>(1,596,300)</b>	<b>(497,025)</b>
<b>Net financial assets, beginning of year</b>	<b>29,700,051</b>	<b>30,197,076</b>
<b>Net financial assets, end of year</b>	<b>\$ 28,103,751</b>	<b>\$ 29,700,051</b>

**Ts'kw'aylaxw First Nation**  
**Exhibit C - Consolidated Statement of Operations**

<b>For the year ended March 31</b>	<b>2014</b>	<b>2013</b>
<b>Revenue</b>		
Aboriginal Affairs and Northern Development Canada	\$ 2,088,959	\$ 1,292,935
Health Canada	311,942	312,578
Interest income	7,367	3,145
Members' Trust	397,279	120,733
Other revenue	911,715	318,924
Property taxes	-	55,410
Province of BC	-	193,452
	<b>3,717,262</b>	<b>2,297,177</b>
<b>Expenses</b>		
Administration	1,735,656	1,328,721
Community Welfare	1,204,433	854,113
Operations and Maintenance	230,432	148,414
Economic Development	568,165	134,037
Natural Resource Management	10,812	117,444
Education	278,718	378,844
Capital	211,376	9,150
	<b>4,239,592</b>	<b>2,970,723</b>
<b>Deficit for the year</b>	<b>\$ (522,330)</b>	<b>\$ (673,546)</b>

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

**Ts'kw'aylaxw First Nation**  
**Exhibit D - Consolidated Statement of Cash Flows**

<b>For the year ended March 31</b>	<b>2014</b>	<b>2013</b>
<b>Operating activities</b>		
Cash received from funding agreements and contracts	\$ 3,584,405	\$ 3,065,304
Cash paid to suppliers and employees	(3,741,419)	(3,063,927)
Interest earned	23,415	22,050
Interest paid	(13,893)	-
	<u>(147,492)</u>	<u>23,427</u>
<b>Capital activity</b>		
Purchases of tangible capital assets	<u>(413,401)</u>	<u>(38,672)</u>
<b>Financing activities</b>		
Repayment of long term debt	(434)	(19,934)
Change in Ottawa and Members' Trusts	<u>(171,102)</u>	<u>128,659</u>
	<u>(171,536)</u>	<u>108,725</u>
<b>Investing activities</b>		
Change in investments	37,682	(31,543)
Change in short term investments	-	131,223
	<u>37,682</u>	<u>99,680</u>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>(694,747)</b>	<b>193,160</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>2,354,860</b>	<b>2,161,700</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 1,660,113</b>	<b>\$ 2,354,860</b>
<b>Represented by:</b>		
Cash	\$ 809,750	\$ 1,229,458
Restricted cash	<u>850,363</u>	<u>1,125,402</u>
	<b>\$ 1,660,113</b>	<b>\$ 2,354,860</b>

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

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## Ts'kw'aylaxw First Nation Notes to Consolidated Financial Statements

March 31, 2014

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### 1. Significant Accounting Policies

**Basis of Presentation** These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles for government entities, as defined in the CICA Public Sector Accounting Handbook, which encompasses the following principles.

**Reporting Entity and  
Principles of Financial  
Reporting**

The Ts'kw'aylaxw First Nation reporting entity includes the Ts'kw'aylaxw First Nation government and all related entities which are accountable to the Ts'kw'aylaxw First Nation and are either owned or controlled by the Ts'kw'aylaxw First Nation.

These financial statements consolidate the assets, liabilities and results of operations for the following incorporated entities: 436158 B.C. Ltd. Ts'kw'aylaxw Enterprises Inc., Ts'kw'aylaxw Economic Development Corporation and Ts'kw'aylaxw Forestry Company Ltd.

All inter-entity balances have been eliminated on consolidation.

**Revenue Recognition** Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under the funding arrangements which relates to a subsequent fiscal period is reflected as deferred revenue in the year of receipt and classified as such on the consolidated statement of financial position.

Rental revenue is recognized when a tenant commences occupancy and rent is due. Ts'kw'aylaxw First Nation retains all benefits and risks of ownership of its property and, therefore, accounts for leases with its tenants as operating leases.

Taxation revenue is recognized in the period in which the events that give rise to the revenue occurs.

Other revenue is recognized in the period in which the events that give rise to the revenue.

**Cash and Cash  
Equivalents**

Cash and cash equivalents consist of cash on hand, bank balances and investments in money market instruments with maturities of three months or less.

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## Ts'kw'aylaxw First Nation Notes to Consolidated Financial Statements

**March 31, 2014**

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### 1. Significant Accounting Policies (continued)

**Ottawa Trust Revenue Funds** Ts'kw'aylaxw First Nation uses the accrual method of accounting for Ottawa Trust Fund revenues earned in the Fund. Trust monies are recognized in revenue of the Band upon withdrawal from the Ottawa Trust Fund.

**Investments** The Band accounts for Ts'kw'aylaxw Forestry Company Ltd.'s 100% interest in Marble Canyon Forestry Ltd. using the modified equity method. Under this method the cost of this investment is adjusted by earnings or losses of Marble Canyon Forestry Ltd. from the date of acquisition.

Inter-entity balances and transactions are not eliminated under the modified equity method.

**Tangible Capital Assets** Tangible capital assets are stated at cost less accumulated amortization and are recorded in the Capital Fund. The acquisition costs of tangible capital assets and payments on capital debt, which are not funded from capital financing sources, are charged to operations through interfund transfers and matched with the applicable revenue source in the year of expenditure. Tangible capital asset acquisitions are also recorded as an addition to assets of the Capital Fund with a corresponding increase in equity in capital assets.

Amortization is calculated on a declining balance basis at the following annual rates, except in the year of acquisition when one-half the rate is used:

Automotive equipment	30%
Band housing	5%
Boats	15%
Community buildings	5%
Irrigation equipment	20%
Machinery and equipment	30%
Office furniture and equipment	20%
Playground equipment	20%
TV satellite system	50%

Social housing assets acquired under Canada Mortgage and Housing Corporation sponsored housing programs are amortized at a rate equivalent to the annual principal reduction in the related long term debt, as required for Canada Mortgage and Housing Corporation reporting purposes.

# Ts'kw'aylaxw First Nation

## Notes to Consolidated Financial Statements

**March 31, 2014**

### 1. Significant Accounting Policies (continued)

<b>Use of Estimates</b>	The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make assumptions and estimates that have an effect on 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 period. Actual results could be different from those estimates.
<b>Financial Instruments</b>	Unless otherwise noted, it is management's opinion that the company is not exposed to significant interest, currency or credit risks arising from its financial instruments. The fair values of its financial instruments reported in the financial statements approximate their carrying values, unless otherwise noted.

### 2. Economic Dependence

The Ts'kw'aylaxw First Nation receives a significant portion of its revenue pursuant to a funding arrangement with Aboriginal Affairs and Northern Development Canada.

### 3. Cash

	2014	2013
<b>Operating Fund</b>		
Cash and bank	\$ 550,482	\$ 939,412
Rental housing	40,197	73,473
	<b>590,679</b>	1,012,885
Other band entities	219,071	216,573
	<b>\$ 809,750</b>	\$ 1,229,458

The Band has negotiated a line of credit to an authorized amount of \$50,000 bearing interest at prime plus .75%. This line of credit is secured by an assignment of monies on Aboriginal Affairs and Northern Development Canada comprehensive funding agreement and a commitment letter in the amount of \$50,000.

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**Ts'kw'aylaxw First Nation**  
**Notes to Consolidated Financial Statements**

**March 31, 2014**

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**4. Restricted Cash**

	<b>2014</b>	<b>2013</b>
<b>Trust Funds</b>		
Members' Trust	\$ 153,781	\$ 486,358
Members' Trust GIC	100,000	-
Ottawa Revenue Fund	10,397	15,644
Ottawa Capital Fund	586,185	623,400
	<b>\$ 850,363</b>	<b>\$ 1,125,402</b>

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. These funds are restricted in their use. The Band is permitted to use its revenue for any purpose that will promote the general progress and welfare of the Band and Band members. The expenditures of capital funds requires the consent of Aboriginal Affairs and Northern Development Canada and generally must be for projects of a capital nature. Withdrawals of revenue or capital funds are recorded as revenue in the applicable fund where the monies are expended.

Ts'kw'aylaxw First Nation administers their own revenue trust account known as the Members' Trust for land management activities. Withdrawals of the Members' Trust are recorded as revenue in the applicable fund where the monies are expended.

The Members' Trust GIC consists of a GIC held in a Canadian financial institution. The GIC earns interest at a rate of 1.30% (2013 - \$Nil) and matures February 2015.

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**Ts'kw'aylaxw First Nation**  
**Notes to Consolidated Financial Statements**

**March 31, 2014**

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**5. Short Term Investments**

Short term investments consist of a GIC held in a Canadian financial institution. The GIC earns interest at a rate of 1.30% (2013 - 1.45%) and matures November 2014.

The Ts'kw'aylaxw First Nation also holds marketable shares at a cost of \$Nil (2013 - \$Nil). The fair market value of these shares is \$33,342 (2013 - \$24,144).

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**6. Accounts Receivable**

Accounts receivable by program area is summarized as follows:

	<u>2014</u>	<u>2013</u>
<b>Operating Fund</b>		
Trade receivables	\$ 77,274	\$ 314,662
Aboriginal Affairs and Northern Development Canada	69,589	-
Rental housing	385,504	300,326
Less: Allowance for doubtful accounts	<u>(385,504)</u>	<u>(300,326)</u>
	146,863	314,662
<b>Trust Fund</b>		
Royalties	95,677	69,390
Band entity	<u>-</u>	<u>793</u>
	<u>\$ 242,540</u>	<u>\$ 384,845</u>

## Ts'kw'aylaxw First Nation Notes to Consolidated Financial Statements

**March 31, 2014**

### 7. Investments

	2014	2013
Investment in Marble Canyon Forestry Ltd.	\$ 12,977	\$ 22,659
Due from Marble Canyon	14,987	42,987
	<u>\$ 27,964</u>	<u>\$ 65,646</u>

During the prior year, Ts'kw'aylaxw First Nation acquired 100% effective ownership of Marble Canyon Forestry Ltd.

Summary of the unaudited financial statements of Marble Canyon Forestry Ltd. for the year ended March 31, 2014 is as follows:

#### Balance Sheet

Current assets	\$ 14,053
Property, plant and equipment	136
	<u>\$ 14,189</u>
Current liabilities	\$ 5,887
Due to shareholders	12,700
Share capital	100
Deficit	<u>(4,498)</u>
	<u>\$ 14,189</u>

#### Statement of Operations

Revenue	\$ 4
Expenses	<u>9,686</u>
Net loss for the year	(9,682)
Retained earnings, beginning of year	<u>5,184</u>
Deficit, end of year	<u>\$ (4,498)</u>

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**Ts'kw'aylaxw First Nation**  
**Notes to Consolidated Financial Statements**

**March 31, 2014**

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**8. Settlement Trust**

	<u>2014</u>	<u>2013</u>
Settlement Trust	<u>\$ 27,427,500</u>	<u>\$ 27,427,500</u>

In 2011, Ts'kw'aylaxw First Nation and other members of the St'at'imc Nation signed an agreement to establish the Settlement Trust. The amount above and the revenue recorded in the current year represent Ts'kw'aylaxw First Nation's proportionate share of the assets of the Trust to be funded over the next 50 years. The capital of the Trust is subject to restriction, however revenue earned on an annual basis is available for Ts'kw'aylaxw First Nation for their use. As at December 31, 2013, the Trust had been funded to the amount of \$5,930,669.

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**9. Accounts Payable**

	<u>2014</u>	<u>2013</u>
Operating Fund	\$ 473,555	\$ 185,371
Aboriginal Affairs and Northern Development Canada	99,284	-
Other band entities	16,166	11,113
	<u>\$ 589,005</u>	<u>\$ 196,484</u>

**Ts'kw'aylaxw First Nation**  
**Notes to Consolidated Financial Statements**

**March 31, 2014**

**10. Deferred Revenue**

Deferred revenue represents amounts received that relate to a subsequent period. A breakdown of deferred revenue is as follows:

	<u>2014</u>	<u>2013</u>
<b>Operating</b>		
Aboriginal Affairs and Northern Development Canada		
Special Needs	\$ 3,808	\$ 7,297
In-Home Care	-	15,442
Band Employee Benefits	-	8,929
Basic needs	49,101	94,140
National Child Benefit	1,184	8,069
Social Assistance for Employment and Training	523	3,904
Child out of Parental Home Allowance	-	4,478
Private school tuition	15,558	20,065
Negotiation Preparedness	-	9,720
FNLMI Environmental Management Agreement	49,404	85,000
	<u>119,578</u>	257,044
Other		
Members' Trust - Fire Department	100,000	100,000
	<u>219,578</u>	357,044
<b>Capital</b>		
Aboriginal Affairs and Northern Development Canada		
Solid Waste Transfer Station #5992	-	48,115
Water and Sewer Projects #7125	-	47,343
Cat #2 Mould Renovations #8007	-	4,247
Housing Renovations #8074	-	14,567
	<u>-</u>	114,272
<b>Other</b>		
Trust Fund -royalties	15,000	15,000
	<u>\$ 234,578</u>	<u>\$ 486,316</u>

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**Ts'kw'aylaxw First Nation**  
**Notes to Consolidated Financial Statements**

**March 31, 2014**

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**11. Long Term Debt**

	<u>2014</u>	<u>2013</u>
All Nations Trust Company, mortgage, repayable in monthly installments of \$2,489 including interest at 2.08% per annum, maturing February 2019, secured by a ministerial guarantee from Aboriginal Affairs and Northern Development Canada	<b>564,340</b>	-
Current portion due within one year	<u><b>16,443</b></u>	-
	<u><b>\$ 580,783</b></u>	<u><b>\$ -</b></u>

The estimated principal repayments on the above long term debt required over the next five years are as follows:

2015	\$ 16,443
2016	18,298
2017	18,683
2018	19,075
2019	<u>508,284</u>
Total	<u><b>\$ 580,783</b></u>

**Ts'kw'aylaxw First Nation**  
**Notes to Consolidated Financial Statements**

**March 31, 2014**

**12. Tangible Capital Assets**

	<b>2014</b>		<b>2013</b>	
	<b>Cost</b>	<b>Accumulated Amortization</b>	<b>Cost</b>	<b>Accumulated Amortization</b>
Automotive equipment	\$ 248,655	\$ 226,103	\$ 231,376	\$ 220,140
Band Housing	115,438	66,888	115,438	64,333
Community buildings	1,312,296	458,248	1,275,463	421,186
Irrigation equipment	3,873	3,786	3,873	3,764
Land and land improvements	232,551	-	232,551	-
Infrastructure under construction	247,550	-	-	-
Machinery and equipment	71,147	66,274	71,147	64,186
Office furniture and equipment	306,722	230,635	306,722	213,152
Playground equipment	40,658	39,197	40,658	38,832
Rental housing	811,007	491,580	811,007	488,286
TV satellite system	30,709	30,709	30,709	30,709
	<b>\$ 3,420,606</b>	<b>\$ 1,613,420</b>	<b>\$ 3,118,944</b>	<b>\$ 1,544,588</b>
<b>436158 B.C. Ltd.</b>				
Boats	\$ 5,323	\$ 4,852	\$ 5,323	\$ 4,769
Buildings	168,742	168,742	168,742	168,742
Land	512,085	-	512,085	-
Machinery and equipment	18,200	18,200	18,200	18,200
Office furniture and equipment	6,191	6,135	6,191	6,090
	<b>\$ 710,541</b>	<b>\$ 197,929</b>	<b>\$ 710,541</b>	<b>\$ 197,801</b>
<b>Ts'kw'aylaxw Social Housing Building</b>	<b>\$ 692,956</b>	<b>\$ 434</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Ts'kw'aylaxw Forestry Company Ltd.</b>				
Automotive equipment	\$ 15,890	\$ 15,769	\$ 15,890	\$ 15,716
Office furniture and equipment	5,150	4,855	5,150	4,717
	<b>\$ 21,040</b>	<b>\$ 20,624</b>	<b>\$ 21,040</b>	<b>\$ 20,433</b>
	<b>4,845,143</b>	<b>1,832,407</b>	<b>3,850,525</b>	<b>1,762,822</b>
<b>Net book value</b>		<b>\$ 3,012,736</b>		<b>\$ 2,087,703</b>

During the year tangible capital assets were acquired at an aggregate cost of \$994,618 (2013 - \$38,672). Of this total, \$581,217 (2013 - \$0) was purchased through issuance of long term debt, with the remaining \$413,401 (2013 - \$38,672) paid in cash.

**Ts'kw'aylaxw First Nation**  
**Notes to Consolidated Financial Statements**

**March 31, 2014**

**12. Tangible Capital Assets (continued)**

	<b>2014</b>											
	Automotive equipment	Band housing	Boats	Buildings	Irrigation equipment	Land and land improvements	Machinery and equipment	Office furniture and equipment	Playground equipment	Rental housing	TV Satellite system	Total
Cost, beginning of year	\$ 247,266	\$ 115,438	\$ 5,323	\$ 1,444,205	\$ 3,873	\$ 744,636	\$ 89,347	\$ 318,063	\$ 40,658	\$ 811,007	\$ 30,709	\$ 3,850,525
Additions	17,279	-	-	977,339	-	-	-	-	-	-	-	994,618
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
Cost, end of year	\$ 264,545	\$ 115,438	\$ 5,323	\$ 2,421,544	\$ 3,873	\$ 744,636	\$ 89,347	\$ 318,063	\$ 40,658	\$ 811,007	\$ 30,709	\$ 4,845,143
Accumulated amortization, beginning of year	\$ 235,856	\$ 61,643	\$ 4,769	\$ 592,616	\$ 3,764	\$ -	\$ 82,386	\$ 223,961	\$ 38,832	\$ 488,286	\$ 30,709	\$ 1,762,822
Amortization	6,016	2,555	83	37,496	22	-	2,088	17,666	365	3,294	-	69,585
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
Accumulated amortization, end of year	\$ 241,872	\$ 64,198	\$ 4,852	\$ 630,112	\$ 3,786	\$ -	\$ 84,474	\$ 241,627	\$ 39,197	\$ 491,580	\$ 30,709	\$ 1,832,407
Net carrying amount, end of year	\$ 22,673	\$ 51,240	\$ 471	\$ 1,791,432	\$ 87	\$ 744,636	\$ 4,873	\$ 76,436	\$ 1,461	\$ 319,427	\$ -	\$ 3,012,736

**Ts'kw'aylaxw First Nation**  
**Notes to Consolidated Financial Statements**

**March 31, 2014**

**12. Tangible Capital Assets (continued)**

												<b>2014</b>
	Automotive equipment	Band housing	Boats	Buildings	Irrigation equipment	Land and land improvements	Machinery and equipment	Office furniture and equipment	Playground equipment	Rental housing	TV Satellite system	Total
Cost, beginning of year	\$ 247,266	\$ 115,438	\$ 5,323	\$ 1,444,205	\$ 3,873	\$ 744,636	\$ 89,347	\$ 318,063	\$ 40,658	\$ 811,007	\$ 30,709	\$ 3,850,525
Additions	17,279	-	-	977,339	-	-	-	-	-	-	-	994,618
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
Cost, end of year	\$ 264,545	\$ 115,438	\$ 5,323	\$ 2,421,544	\$ 3,873	\$ 744,636	\$ 89,347	\$ 318,063	\$ 40,658	\$ 811,007	\$ 30,709	\$ 4,845,143
Accumulated amortization, beginning of year	\$ 235,856	\$ 61,643	\$ 4,769	\$ 592,616	\$ 3,764	\$ -	\$ 82,386	\$ 223,961	\$ 38,832	\$ 488,286	\$ 30,709	\$ 1,762,822
Amortization	6,016	2,555	83	37,496	22	-	2,088	17,666	365	3,294	-	69,585
Disposals	-	-	-	-	-	-	-	-	-	-	-	-
Accumulated amortization, end of year	\$ 241,872	\$ 64,198	\$ 4,852	\$ 630,112	\$ 3,786	\$ -	\$ 84,474	\$ 241,627	\$ 39,197	\$ 491,580	\$ 30,709	\$ 1,832,407
Net carrying amount, end of year	\$ 22,673	\$ 51,240	\$ 471	\$ 1,791,432	\$ 87	\$ 744,636	\$ 4,873	\$ 76,436	\$ 1,461	\$ 319,427	\$ -	\$ 3,012,736