

Tsal'ah
Consolidated Financial Statements
March 31, 2018

	Page
Management's Responsibility	
Independent Auditors' Report	
Consolidated Financial Statements	
Consolidated Statement of Financial Position.....	1
Consolidated Statement of Operations and Accumulated Surplus.....	2
Consolidated Statement of Change in Net Debt.....	3
Consolidated Statement of Cash Flows.....	4
Notes to the Consolidated Financial Statements.....	5
Schedules	
Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	17
Schedule 2 - Consolidated Schedule of Consolidated Expenses by Object.....	22
Schedule 3 - Consolidated Schedule of Revenue and Expenses Admin and Governance.....	23
Schedule 4 - Consolidated Schedule of Revenue and Expenses Capital Asset Fund.....	24
Schedule 5 - Consolidated Schedule of Revenue and Expenses Development Corporation.....	25
Schedule 6 - Consolidated Schedule of Revenue and Expenses Economic Development.....	26
Schedule 7 - Consolidated Schedule of Revenue and Expenses Education.....	27
Schedule 8 - Consolidated Schedule of Revenue and Expenses Facilities and Services.....	28
Schedule 9 - Consolidated Schedule of Revenue and Expenses Health.....	29
Schedule 10 - Consolidated Schedule of Revenue and Expenses Housing.....	30
Schedule 11 - Consolidated Schedule of Revenue and Expenses Social Assistance.....	31
Schedule 12 - Consolidated Schedule of Revenue and Expenses Other.....	32

Management's Responsibility

To the Members of Tsal'ah (Seton Lake Indian Band):

The accompanying consolidated financial statements of Tsal'ah (Seton Lake Indian Band) are the responsibility of management and have been approved by the Chief and Council.

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

The Tsal'ah (Seton Lake Indian Band) Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfills these responsibilities 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 Nation's external auditors.

MNP LLP is appointed by the Council 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 Council and management to discuss their audit findings.

July 19, 2018

(signature on file)

Administrator

Independent Auditors' Report

To the Members of Tsal'ah (Seton Lake Indian Band):

We have audited the accompanying consolidated financial statements of Tsal'ah (Seton Lake Indian Band), which comprise the consolidated statement of financial position as at March 31, 2018, and the consolidated statements of operations and accumulated surplus, changes in net debt, cash flows and the related schedules 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 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 and fair presentation 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 in our audit is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

Tsal'ah (Seton Lake Indian Band) derives a portion of its revenue from cash sales, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of this revenue was limited to the amounts recorded in the records of the First Nation and we were not able to determine whether any adjustments might be necessary to cash, revenue, assets and accumulated surplus.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, these consolidated financial statements present fairly, in all material respects, the financial position of Tsal'ah (Seton Lake Indian Band) as at March 31, 2018 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.

Kelowna, British Columbia

July 19, 2018

MNP LLP

Chartered Professional Accountants

Tsal'ah
Consolidated Statement of Financial Position
As at March 31, 2018

	2018	2017
	<i>(Restated Note 21)</i>	
Financial assets		
Cash and cash equivalents (Note 3)	1,685,024	4,455,281
Accounts receivable (Note 4)	1,708,447	1,143,451
Inventory for resale	20,794	11,983
Portfolio investments (Note 5)	1,968,541	922,004
Investment in Nation business entity (Note 6)	2,074	5,069
Funds held in trust (Note 7)	993,871	970,468
	6,378,751	7,508,256
Financial liabilities		
Accounts payable and accruals (Note 8)	1,386,774	1,666,320
Deferred revenue (Note 9)	22,313	116,406
Long-term debt (Note 10)	12,524,585	13,016,073
Capital lease obligations (Note 11)	49,880	63,800
	13,983,552	14,862,599
Net debt	(7,604,801)	(7,354,343)
Contingent liabilities (Note 12)		
Commitments (Note 13)		
Guarantees (Note 15)		
Non-financial assets		
Tangible capital assets (Schedule 1)	25,374,642	25,688,589
Prepaid expenses	15,662	50,175
	25,390,304	25,738,764
Accumulated surplus (Note 17)	17,785,503	18,384,421

Approved on behalf of the Council

Stanley Peters

Chief

Councillor

Tsal'ah
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2018

	<i>Schedules</i>	<i>2018 Budget (Note 16)</i>	<i>2018</i>	<i>2017 (Restated Note 21)</i>
Revenue				
Indigenous Services Canada		2,313,875	3,194,600	5,691,172
First Nations Health Authority		558,084	856,220	977,842
Canada Mortgage and Housing Corporation		177,528	63,406	323,478
BC Hydro		-	1,570,746	1,701,585
Rental income		86,024	1,564,177	1,551,569
Administration fees		75,480	-	-
Other revenue		1,259,758	1,388,757	964,732
Interest and investment income		15,000	69,944	68,005
Province of BC		-	23,840	22,900
Interior Salish Employment and Training Society (ISETS)		29,824	-	-
		4,515,573	8,731,690	11,301,283
Expenses				
Administration and Governance	3	669,930	854,084	831,156
Development Corporation	5	-	3,431,132	3,215,328
Economic Development	6	340,730	769,135	680,798
Education	7	1,771,704	1,552,628	1,666,205
Facilities and Services	8	928,730	943,533	675,793
Health	9	478,082	694,935	718,107
Housing	10	257,106	522,603	736,330
Social Assistance	11	382,630	487,945	459,249
Other	12	-	19,873	11,199
		4,828,912	9,275,868	8,994,165
Annual surplus (deficit)		(357,188)	(598,918)	2,361,857
Accumulated surplus, beginning of year		18,384,423	18,384,421	16,022,564
Accumulated surplus, end of year		18,148,373	17,785,503	18,384,421

The accompanying notes are an integral part of these financial statements

Tsal'ah
Consolidated Statement of Change in Net Debt
For the year ended March 31, 2018

	2018 <i>Budget</i> <i>(Note 16)</i>	2018	2017 (Restated Note 21)
Annual surplus (deficit)			
Purchases of tangible capital assets	(357,188)	(598,918)	2,361,857
Purchases of tangible capital assets under capital lease	-	(944,652)	(4,665,762)
Amortization of tangible capital assets	130,000	1,258,599	1,115,407
Proceeds of disposal of tangible capital assets	-	-	16,000
Acquisition of prepaid expenses	-	(15,669)	(50,182)
Use of prepaid expenses	-	50,182	38,937
Gain on disposal of tangible capital assets	-	-	(3,537)
 Increase in net debt	 (227,188)	 (250,458)	 (1,263,840)
Net debt, beginning of year	(7,354,343)	(7,354,343)	(6,090,503)
 Net debt, end of year	 (7,581,531)	 (7,604,801)	 (7,354,343)

The accompanying notes are an integral part of these financial statements

Tsal'ah
Consolidated Statement of Cash Flows
For the year ended March 31, 2018

	2018	2017
	(Restated Note 21)	
Cash provided by (used for) the following activities		
Operating activities		
Annual surplus (deficit)	(598,918)	2,361,857
Non-cash items		
Amortization	1,258,599	1,115,405
Decrease (increase) in investment in Nation partnership	2,996	(5,069)
Changes in working capital accounts	662,677	3,472,193
Accounts receivable	(564,996)	(135,778)
Prepaid expenses	34,513	(11,245)
Inventory	(8,811)	4,790
Accounts payable and accruals	(293,465)	(417,318)
Deferred revenue	(94,093)	(180,008)
	(264,175)	2,732,634
Financing activities		
Advances of long-term debt	-	2,387,764
Repayment of long-term debt	(491,488)	(212,938)
	(491,488)	2,174,826
Capital activities		
Purchases of tangible capital assets	(944,652)	(4,665,762)
Proceeds of disposal of tangible capital assets	-	16,000
	(944,652)	(4,649,762)
Investing activities		
Decrease in note receivable	-	40,845
Decrease in loans receivable	-	7,057
Increase in portfolio investments	(1,046,538)	(191,692)
Increase in funds held in trust	(23,403)	(20,281)
	(1,069,941)	(164,071)
Increase (decrease) in cash resources	(2,770,256)	93,627
Cash resources, beginning of year	4,455,281	4,361,654
Cash resources, end of year	1,685,025	4,455,281

The accompanying notes are an integral part of these financial statements

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

1. Operations

Tsal'ah (the "First Nation") is a First Nations village government operating out of Shalalth, British Columbia. The First Nation is responsible for the well-being of its community and enacts legal policies and programs in the areas of Administration and Governance, Capital, Economic Development, Education, Facilities and Services, Health, Housing and Social Assistance. The First Nation is also mandated to take actions to protect the well-being of members and the community and to establish cultural programs and undertake initiatives in economic development.

2. Significant accounting policies

These consolidated financial statements of the First Nation are prepared by management in accordance with Canadian public sector accounting standards as recommended by the Public Accounting Standards Board (PSAB) of CPA Canada. Significant accounting policies adopted by the First Nation are as follows:

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity, except for First Nation business entities. Trusts administered on behalf of third parties by the First Nation are excluded from the First Nation reporting entity.

The First Nation has consolidated the assets, liabilities, revenue and expenses of the following entities and departments:

- Tsal'ah Development Corp.
- Tsal'ah Development Limited Partnership
- TDC Contract Management Corp.
- TDC Contract Management Limited Partnership
- Sisxets Property Management Corp.
- Sisxets Property Management Limited Partnership
- Crane's Landing RV Park Corp.
- Crane's Landing RV Park Limited Partnership
- Lil'-Tem' Mountain Hotel Corp.
- Lil'-Tem' Mountain Hotel Limited Partnership
- Lillooet's Finest Water Corp.
- Tsal'ahmec Holding Corp.

A First Nation business partnership, jointly controlled by the Nation's Council and another party, but not dependent on the First Nation for its continuing operations, is included in the consolidated financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity accounting principles are not adjusted to conform to those of the First Nation. Thus, the Nation's investment in this entity is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received. The entity accounted for by the modified equity basis is: TDC-IVL Contracting Ltd.

All inter-entity balances and transactions have been eliminated on consolidation.

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 and cash equivalents

Cash and cash equivalent include 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.

Portfolio investments

Long-term investments, marketable securities and guaranteed investment certificates in entities that are not owned, controlled or influenced by the First Nation reporting entity are accounted for using the cost method. They are recorded at cost, less any provision for other than temporary impairment.

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

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

Funds held in trust

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position with an offsetting amount in accumulated operating 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.

Inventory for resale

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the first-in, first-out (FIFO) method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and selling costs.

Net financial assets (net debt)

The First Nation'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 First Nation 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 annual surplus (deficit).

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.

Tangible capital assets

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

Capital lease

A lease that transfers substantially all of the benefits and risks of ownership is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation is recorded at the present value of the minimum lease payments. Assets under capital leases are amortized on a declining balance basis, over their estimated useful lives. All other leases are accounted for as operating leases and rental payments are expensed as incurred.

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

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

Amortization

Assets under construction are not amortized until the asset becomes available for use.

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

	Rate
Buildings	4 %
Automotive equipment	10-30 %
Internet service provider	20 %
Infrastructure, subdivision and water system	4 %
Machinery and equipment	20 %
Office equipment	20 %
Physical development plan	20 %
Assets under capital lease	20 %
Hotel	4 %
Signage	20 %

Revenue recognition

i) *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.

ii) *Fund held in trust*

The First Nation 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 received.

iii) *Other*

Investment income reported on investments not subject to significant influence is recorded as revenue in the period earned.

Rental and other revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

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.

The Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying amount of an asset, or group of assets, may not be recoverable. The carrying amount of a long-lived asset is not recoverable if the carrying amount exceeds the sum of the undiscounted future cash flows from its use and disposal. Impairment is measured as the amount by which the asset's carrying amount exceeds its fair value. Fair value is measured using quoted market prices. Any impairment is included in surplus for the year.

Measurement uncertainty (use of estimates)

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period.

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

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

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Provisions are made for slow moving and obsolete inventory. Amortization is based on the estimated useful lives of tangible capital assets. Liabilities for contaminated sites are based on the best information available regarding potentially contaminated sites that the First Nation is responsible for.

Liability for contaminated sites

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 First Nation 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, 2018.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation 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, 2018, the First Nation's estimated liability for contaminated sites was \$nil.

Segments

The First Nation conducts its business through nine reportable segments: Administration and Governance, Development Corporation, Economic Development, Education, Facilities and Services, Health, Housing, Social Assistance 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. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

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

Change in accounting policies

Effective April 1, 2017, the First Nation adopted the recommendations relating to the following Sections, as set out in the CPA Canada Public Sector Accounting Standards Handbook:

- PS 2200 Related Party Disclosures
- PS 3420 Inter-entity Transactions
- PS 3210 Assets
- PS 3320 Contingent Assets
- PS 3380 Contractual Rights

Pursuant to the recommendations, the changes were applied prospectively, and prior periods have not been restated. There was no material impact on the consolidated financial statements of adopting the new Sections.

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

3. Cash and cash equivalents

(a) Included in cash and cash equivalents are externally restricted funds as follows:

	2018	2017
Deferred revenue (Note 9)	22,313	116,406
Cash	410,950	567,765
	433,263	684,171

The cash balance of \$410,950 is externally restricted by The St'at'imc (PC) 2011 Trust agreement, of which the First Nation is a beneficiary

(b) Lines of Credit

The First Nation has available the following lines of credit, all secured by a general security agreement including an overdraft lending agreement:

- A \$250,000 revolving line of credit with interest charged at the Bank of Montreal prime rate plus 1% per annum. At March 31, 2018, the outstanding line of credit balance was \$nil (2017 - \$nil). The prime rate is 3.45%. (2017 - 2.70%)
- A \$725,000 overdraft line of credit for the Tsal'ah Development Corporation with interest charged at the Bank of Montreal prime rate plus 1% per annum. At March 31, 2018, the outstanding line of credit balance was \$nil (2017 - \$nil).

4. Accounts receivable

	2018	2017 (Restated Note 21)
Indigenous Services Canada	68,892	20,155
First Nation Health Authority	2,332	2,332
Canada Mortgage and Housing Corporation	5,287	5,280
Due from members and related associations	205,024	190,277
Tax receivables	23,032	-
Trade and other receivables	984,127	905,294
BC Hydro	830,575	359,971
Allowance for doubtful accounts	(410,822)	(339,858)
	1,708,447	1,143,451

5. Portfolio investments

Included in portfolio investments are externally restricted funds in the amount of \$434,563 (2017 - \$475,654) which include guaranteed investment certificates, with interest rates of 0.5%-1.0%.

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

6. Investment in Nation business entity

The First Nation has an investment in the following entity:

	<i>2018</i>	<i>Investment cost</i>	<i>Cumulative share of earnings</i>	<i>Total investment</i>
First Nation Business Entity – Modified Equity:				
TDC-IVL Contracting Ltd. - 51%		5	2,069	2,074
	<i>2017</i>			
		<i>Investment cost</i>	<i>Cumulative share of earnings</i>	<i>Total investment</i>
First Nation Business Entity – Modified Equity:				
TDC-IVL Contracting Ltd. - 51%		5	5,064	5,069

The First Nation's investment in TDC- IVL Contracting Ltd. was established for the purpose of managing construction contracts for ongoing projects in the First Nation.

Summary financial information for the First Nation business entity, accounted for using the modified equity method, for its respective year-end is as follows:

<i>TDC-IVL Contracting Ltd. As at March 31, 2018</i>	
Assets	
Cash	1,359
Income taxes receivable	952
Prepaid expenses	3,558
Advances to related parties	5
Total assets	5,874
Liabilities	
Accounts payable and accruals	1,808
Total liabilities	1,808
Equity	4,066
Total revenue	-
Total expenses	5,874
Net loss	(5,874)

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

7. Funds held in trust

Capital and revenue trust moneys are transferred to the First Nation on the authorization of the Minister of Indigenous Services Canada, with the consent of the First Nation's Council.

	2018	2017
Capital Trust		
Balance, beginning and end of year	8,774	8,774
Revenue Trust		
Balance, beginning of year	961,694	941,413
Additions	23,403	20,281
Balance, end of year	985,097	961,694
	993,871	970,468

Ottawa Trust Funds

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*.

8. Accounts payable and accruals

	2018	2017
		(Restated Note 21)
Trade payables and other accrued liabilities	915,877	1,169,236
Indigenous Services Canada	300,806	280,879
First Nation Health Authority	14,082	14,082
Accrued salaries and employee benefits payable	156,009	202,123
	1,386,774	1,666,320

9. Deferred revenue

	<i>Balance, beginning of year</i>	<i>Revenue received</i>	<i>Transferred to revenue</i>	<i>Balance, end of year</i>
Indigenous Services Canada	116,306	-	116,306	-
Other	100	22,213	-	22,313
	116,406	22,213	116,306	22,313

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

10. Long-term debt

	2018	2017
All Nations Trust Company - Phase 4 Mortgage repayable in monthly instalments of \$1,045, including interest at 1.05% per annum; due for renewal January 1, 2020 and matures January 1, 2020; guaranteed by Indigenous Services Canada.	22,763	34,995
All Nations Trust Company - Phase 5 Mortgage repayable in monthly instalments of \$1,417, including interest at 1.11% per annum; due for renewal January 1, 2021 and matures January 1, 2021; guaranteed by Indigenous Services Canada.	47,413	76,371
All Nations Trust Company - Phase 6 Mortgage repayable in monthly instalments of \$1,697, including interest at 1.11% per annum; due for renewal January 1, 2021 and matures January 1, 2021; guaranteed by Indigenous Services Canada.	56,760	63,796
All Nations Trust Company - Phase 7 Mortgage repayable in monthly instalments of \$2,213, including interest at 1.84% per annum; due for renewal June 1, 2022 and matures June 1, 2022; guaranteed by Indigenous Services Canada.	108,801	133,237
All Nations Trust Company - Full Phase 1 Mortgage repayable in monthly instalments of \$2,072, including interest at 1.03% per annum; due for renewal October 1, 2021 and matures August 1, 2026; guaranteed by Indigenous Services Canada.	200,376	223,052
All Nations Trust Company - Full Phase 2 Mortgage repayable in monthly instalments of \$1,515, including interest at 1.11% per annum; due for renewal April 1, 2021 and matures March 1, 2031; guaranteed by Indigenous Services Canada.	219,965	235,610
Bank of Montreal - Due on demand; repayable in monthly instalments of \$3,770 plus interest at prime + 1%; matures November 14, 2029; secured by a general security agreement.	414,832	442,609
Bank of Montreal - Due on demand; repayable in monthly instalments of \$57,473 including interest at prime + 1%; matures July 19, 2026; secured by a general security agreement.	10,620,115	10,911,129
Bank of Montreal - Demand loan repaid during the year.	-	390,000
Bank of Montreal - Due on demand; repayable in monthly instalments of \$5,461 plus interest at prime + 1%; matures February 20, 2020; secured by a general security agreement.	460,377	505,274
Bank of Montreal - Due on demand; repayable in monthly instalments of \$2,842 including interest at 3.05%; matures June 30, 2031; secured by a general security agreement.	373,183	-
	12,524,585	13,016,073

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

10. Long-term debt *(Continued from previous page)*

Principal repayments on long-term debt in each of the next five years, assuming long-term debt subject to refinancing is renewed, are estimated as follows:

2019	111,137
2020	110,949
2021	95,109
2022	65,952
2023	47,274

Interest on long-term debt amounted to \$427,221 (2017 - \$442,770).

11. Capital lease obligation

	2018	2017
Obligation under capital lease payable in equal monthly installments of \$1,160, maturing July 2022.	49,880	63,800
Less: current portion	13,920	13,920
	35,960	49,880

Minimum lease payments related to the obligation under capital lease are as follows:

2019	13,920
2020	13,920
2021	13,920
2022	8,120
Balance of obligation	49,880
Less: current portion	13,920
	35,960

12. Contingent liabilities

The First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

13. Commitments

The First Nation has committed to the construction of four new houses for Band Members. The total costs incurred to March 31, 2018 are included in assets under construction (Schedule 1).

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

14. Economic dependence

The First Nation receives a significant portion of its revenue from Indigenous Services Canada as a result of Treaties entered into with the Government of Canada. These treaties are administered by Indigenous Services Canada 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 treaties.

15. Guarantees

As part of a residential mortgage special loan program, the First Nation has provided an on-reserve housing loan guarantee. The maximum amount payable under the guarantee at March 31, 2018 was \$1,000,000 (2017 - \$1,000,000) which is payable if the Band Member's housing loan goes into default. The guarantee is in place for 10 years, which is the duration of the loan.

As at March 31, 2018, no liability (2017 - \$nil) has been recorded associated with this guarantee.

The First Nation has guaranteed CMHC RRAP loans on behalf of band members that are forgivable on the condition that the First Nation continues to own the unit and it is occupied by band members with a total household income at or below the income threshold during the earning period of the loans. If the First Nation sells, transfers or ceases to operate the property before the maturity date, the unearned forgivable loan plus interest will immediately become due and payable. The balance of the loans at March 31, 2018 is \$250,658 (2017 - \$334,210). No amount has been recorded by the First Nation.

16. Budget information

The disclosed budget information has been approved by the Chief and Council of the First Nation at the council meeting held on May 15, 2017. Certain budget figures have been reclassified to conform with current year's operations presented.

Budgets were not prepared for the following segments:

- Capital Asset Fund
- Development Corporation
- Other

As such, the budget figures in the Consolidated Statement of Operations and Accumulated Surplus are not presented for the same scope of activities as the actual results.

Budget figures in the Consolidated Statement of Operations and Accumulated Surplus are presented using the same basis of accounting as the actual results. A reconciliation of these amounts to the amounts budgeted is as follows:

Budgeted annual deficit approved by Chief and Council	(322,652)
Adjusted for:	-
Transfers to Governance that are not income	(1,301)
Administration fees	(45,235)
Replacement reserve expenses	12,000
Budgeted annual deficit, per the Statement of Operations and Accumulated Surplus	(357,188)

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

17. Accumulated operating surplus

Accumulated surplus consists of restricted and unrestricted amounts and equity in tangible capital assets as follows:

	2018	2017
		<i>(Restated Note 21)</i>
Investment in tangible capital assets	12,598,997	12,608,716
Restricted cash	433,163	684,171
Externally restricted portfolio investments	434,563	475,654
Trust funds held by federal government - capital account	8,774	8,774
Internally restricted cash - BC Rail	1,022,006	1,022,006
Internally restricted cash - St'at'imc Agreement - Community Fund	4,876,570	4,589,776
Investment in Nation Partnerships	2,074	5,069
Trust funds held by federal government - revenue account	985,097	961,694
	20,361,244	20,355,860
Unfunded deficit	(2,575,741)	(1,971,439)
	17,785,503	18,384,421

18. Comparative figures

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

19. Segments

The First Nation receives revenue and expenses from many different projects and sources. For management and reporting purposes, the revenue, expenses and surplus or deficits are organized by segments. Schedules 3 to 12 disclose the details of the First Nation's revenue and expenses by segment. All inter-departmental transactions have been eliminated upon consolidation and are therefore not included within the segments. The First Nation is organized into the following segments:

Administration and Governance

This segment provides band support, governance and administrative services for the operations of the First Nation, including various financial functions such as payroll, accounts receivable and accounts payable. Governance acts as a governing body through top down initiatives and it is responsible for the oversight of the collaboration of community development/economic programs, the facilitating of networks involving public and private partnerships, marketing and the allocation of resources to maintain the well-being of the First Nation community and its members.

Development Corporation

This segment is comprised of business activities that are performed in the pursuit of economic and business development. The Tsal'ah Development Corp. is responsible for generating economic activity related to BC Hydro.

Economic Development

This segment implements community economic development planning and capacity building initiatives, which are pursued to benefit the First Nation's community by enhancing employment, income generation activities, use of land and resources, economic infrastructure and business opportunities.

Tsal'ah
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

20. Segments *(Continued from previous page)*

Education

This segment is responsible for managing and delivering K to grade 12 education programs and services as well as the management of post-secondary and continuing adult education and support programs.

Facilities and Services

This segment implements capital projects undertaken by the First Nation and maintains community infrastructure. Community infrastructure includes buildings, infrastructure, subdivision and water system.

Health

This segment is responsible for the operation of health facilities and the delivery of programs to support child development and community health.

Housing

This segment activities reflects First Nation owned and Canada Mortgage & Housing Corporation housing rental units and repairs.

Social Assistance

This segment administers benefits and services to individuals and families living on reserve who are in need of support. Department services include income assistance, assisted living, family violence prevention and awareness, and the national child benefit reinvestment.

Other

This segment administers the various trust funds received by the Nation.

20. Supplemental disclosure of cash flow information

During the year the First Nation paid cash for interest of \$427,221 (2017 - \$442,770) and received cash for interest of \$69,944 (2017 - \$68,005). Interest capitalized and included in purchases of tangible capital assets was \$nil (2017 - \$nil).

21. Correction of error

The consolidated financial statements include prior period adjustments to reflect additional amounts consolidated into Tsal'ah from the Tsal'ah Development Corporation. As a result the expenses and liabilities were overstated, and assets and accumulated surplus were understated in the prior year. The effects of the adjustments have been applied retrospectively for comparative purposes and resulted in the following:

	<i>As previously stated</i>	<i>Change</i>	<i>As restated</i>
Accounts receivable	1,093,638	49,813	1,143,451
Accounts payable	1,801,453	(135,133)	1,666,315
Tangible capital assets	25,555,919	132,670	25,688,589
Annual surplus	2,044,246	317,613	2,361,859
Accumulated surplus	<u>18,066,807</u>	<u>317,616</u>	<u>18,384,423</u>

Tsal'ah

Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2018

	<i>Land</i>	<i>Buildings</i>	<i>Automotive equipment</i>	<i>Internet service provider</i>	<i>Infrastructure, subdivision and water system</i>	<i>Machinery and equipment</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	12,851	7,792,173	944,514	160,218	4,275,955	687,842	13,873,553
Acquisition of tangible capital assets	-	205,286	67,765	7,884	129,073	-	410,008
Construction-in-progress	-	241,184	-	-	3,012,232	-	3,253,416
Disposal of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	12,851	8,238,643	1,012,279	168,102	7,417,260	687,842	17,536,977
Accumulated amortization							
Balance, beginning of year	-	4,005,345	549,788	122,631	1,158,204	494,128	6,330,096
Annual amortization	-	181,809	104,676	10,716	188,759	38,743	524,703
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	-	4,187,154	654,464	133,347	1,346,963	532,871	6,854,799
Net book value of tangible capital assets	12,851	4,051,489	357,815	34,755	6,070,297	154,971	10,682,178
2017 Net book value of tangible capital assets (Restated Note 21)	12,851	3,900,506	394,726	37,587	3,117,752	193,714	7,659,153

Tsal'ah
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2018

	<i>Subtotal</i>	<i>Office equipment</i>	<i>Physical development plan</i>	<i>Assets under construction</i>	<i>Buildings - CMHC</i>	<i>Tsal'ah Development Corp. Operations - Land</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	13,873,553	183,433	32,708	3,265,691	2,714,987	530,785	20,601,157
Acquisition of tangible capital assets	410,008	-	-	8,850	-	-	418,858
Construction-in-progress	3,253,416	-	-	(3,253,416)	-	-	-
Disposal of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	17,536,977	183,433	32,708	21,125	2,714,987	530,785	21,020,015
Accumulated amortization							
Balance, beginning of year	6,330,096	162,039	32,284	-	1,938,765	-	8,463,184
Annual amortization	524,703	4,279	85	-	125,019	-	654,086
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	6,854,799	166,318	32,369	-	2,063,784	-	9,117,270
Net book value of tangible capital assets	10,682,178	17,115	339	21,125	651,203	530,785	11,902,745
2017 Net book value of tangible capital assets (Restated Note 21)	7,659,153	21,395	424	3,265,691	776,222	530,785	12,253,670

Tsal'ah
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2018

	Subtotal	<i>Tsal'ah Development Corp. Operations - Buildings</i>	<i>Tsal'ah Development Corp. Operations - Automotive equipment</i>	<i>Tsal'ah Development Corp. Operations - Machinery and equipment</i>	<i>Tsal'ah Development Corp. Operations - Assets under construction</i>	<i>Tsal'ah Development Corp. Operations - Hotel</i>	Subtotal
Cost							
Balance, beginning of year	20,601,157	1,521,102	138,397	364,598	-	11,169,629	33,794,883
Acquisition of tangible capital assets	418,858	-	-	67,587	-	-	486,445
Construction-in-progress	-	-	-	-	-	-	-
Disposal of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	21,020,015	1,521,102	138,397	432,185	-	11,169,629	34,281,328
Accumulated amortization							
Balance, beginning of year	8,463,184	115,375	29,554	148,716	-	635,206	9,392,035
Annual amortization	654,086	33,598	32,653	49,935	-	421,377	1,191,649
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	9,117,270	148,973	62,207	198,651	-	1,056,583	10,583,684
Net book value of tangible capital assets	11,902,745	1,372,129	76,190	233,534	-	10,113,046	23,697,644
2017 Net book value of tangible capital assets (Restated Note 21)	12,253,670	1,292,048	108,843	215,882	-	10,534,422	24,404,865

Tsal'ah

Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2018

	Subtotal	Tsal'ah Development Corp. Operations - RV Park	Assets under lease	Tsal'ahmec Holdings Corp. Buildings	Tsal'ahmec Holdings Corp. Buildings	Tsal'ahmec Holdings Corp. Land	Subtotal
Cost							
Balance, beginning of year	33,794,883	841,457	76,560	347,699	84,449	35,145,048	
Acquisition of tangible capital assets	486,445	-	-	289,617	147,790	923,852	
Construction-in-progress	-	-	-	-	-	-	
Disposal of tangible capital assets	-	-	-	-	-	-	
Balance, end of year	34,281,328	841,457	76,560	637,316	232,239	36,068,900	
Accumulated amortization							
Balance, beginning of year	9,392,035	49,814	7,656	6,954	-	9,456,459	
Annual amortization	1,191,649	31,666	13,781	19,423	-	1,256,519	
Accumulated amortization on disposals	-	-	-	-	-	-	
Balance, end of year	10,583,684	81,480	21,437	26,377	-	10,712,978	
Net book value of tangible capital assets	23,697,644	759,977	55,123	610,939	232,239	25,355,922	
2017 Net book value of tangible capital assets (Restated Note 21)	24,404,865	791,643	68,904	340,745	84,449	25,690,606	

Tsal'ah

Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2018

	<i>Subtotal</i>	<i>Signage</i>	<i>2018</i>	<i>2017</i>
<i>(Restated Note 21)</i>				
Cost				
Balance, beginning of year	35,145,048	-	35,145,048	30,482,723
Acquisition of tangible capital assets	923,852	20,800	944,652	6,742,076
Construction-in-progress	-	-	-	-
Disposal of tangible capital assets	-	-	-	(2,079,751)
Balance, end of year	36,068,900	20,800	36,089,700	35,145,048
Accumulated amortization				
Balance, beginning of year	9,456,459	-	9,456,459	8,504,638
Annual amortization	1,256,519	2,080	1,258,599	1,115,405
Accumulated amortization on disposals	-	-	-	(163,584)
Balance, end of year	10,712,978	2,080	10,715,058	9,456,459
Net book value of tangible capital assets	25,355,922	18,720	25,374,642	25,688,589
2017 Net book value of tangible capital assets (Restated Note 21)	25,690,606	-	25,688,589	

Tsal'ah
Schedule 2 - Schedule of Consolidated Expenses by Object
For the year ended March 31, 2018

	2018 <i>Budget</i> <i>(Note 16)</i>	2018	2017 <i>(Restated</i> <i>Note 21)</i>
Consolidated expenses by object			
Administration	117,423	3,525	16,650
Advertising and promotion	20,915	112,408	93,756
Amortization	130,000	1,258,599	1,115,405
Bad debts	-	17,180	107,969
Bank charges and interest	8,400	71,701	30,185
Education costs	340,000	206,677	361,663
Equipment rental	1,200	16,440	49,424
Family support allowances	-	6,992	10,377
Fire protection	18,096	7,601	6,818
Fuel costs	200,000	246,126	199,589
Home and community care	-	-	54,739
Honoraria	3,000	70,764	87,090
Insurance	102,057	150,141	167,791
Interest on long-term debt	-	427,221	442,770
Materials and supplies	130,699	338,147	426,419
Miscellaneous	-	-	77,057
Office and miscellaneous	238,622	230,107	133,022
Postage	-	48	-
Professional fees	51,000	227,651	183,634
Program education	742,677	748,725	789,616
Property taxes	-	63,664	22,992
Rent and occupancy costs	8,100	6,816	11,644
Repairs and maintenance	663,139	474,839	324,499
Safe water operations program	20,000	-	-
Social assistance allowances	267,246	345,220	303,457
Subcontract	32,939	608,539	601,221
Telephone and utilities	151,300	383,748	408,265
Travel and training	234,030	424,566	365,669
Wages and benefits	1,348,069	2,828,423	2,602,444
	4,828,912	9,275,868	8,994,165

Tsal'ah
Administration and Governance
Schedule 3 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	2018 Budget (Note 16)	2018	2017 (Restated Note 21)
Revenue			
Indigenous Services Canada	252,224	367,482	365,284
Interest and investment income	15,000	38,296	36,061
Other revenue	327,226	128,366	142,175
Administration fees	75,480	-	-
	669,930	534,144	543,520
Expenses			
Administration	66,600	-	3,126
Advertising and promotion	-	55,833	52,394
Amortization	-	32,186	14,049
Bad debts	-	65,022	28,057
Bank charges and interest	5,400	6,251	4,552
Educational allowances	-	11,700	10,000
Equipment rental	-	199	183
Honoraria	-	39,450	46,588
Insurance	22,220	9,147	29,046
Materials and supplies	13,700	19,872	13,905
Office and miscellaneous	62,449	38,417	96,576
Professional fees	46,000	73,923	64,895
Rent and occupancy costs	-	-	2,845
Repairs and maintenance	12,200	13,178	3,127
Salaries and wages	319,707	321,399	348,957
Subcontract	-	9,855	3,921
Telephone and utilities	24,400	15,445	9,786
Travel and training	97,254	98,597	99,149
	669,930	810,474	831,156
Deficit before transfers	-	(276,330)	(287,636)
Transfers between programs	-	272,760	187,984
Deficit	-	(3,570)	(99,652)

Tsal'ah
Capital Asset Fund
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	2018 <i>Budget</i> <i>(Note 16)</i>	2018	2017
Revenue			
Indigenous Services Canada	-	116,306	3,180,465
Surplus	-	116,306	3,180,465

Tsal'ah
Development Corporation
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	2018 Budget (Note 16)	2018	2017 (Restated Note 21)
Revenue			
Rental income	-	1,275,775	1,280,433
Interest and investment income	-	10,072	9,148
Other revenue	-	124,558	66,605
BC Hydro	-	960,069	1,103,517
	-	2,370,474	2,459,703
Expenses			
Administration	-	-	2,435
Advertising and promotion	-	11,968	11,301
Amortization	-	569,229	576,827
Bad debts	-	241	3,956
Bank charges and interest	-	54,872	20,176
Equipment rental	-	5,078	38,263
Honoraria	-	16,750	20,088
Insurance	-	49,646	55,888
Interest on long-term debt	-	418,772	421,360
Materials and supplies	-	7,069	131,525
Miscellaneous	-	-	77,057
Office and miscellaneous	-	160,591	11,455
Professional fees	-	89,351	62,471
Property taxes	-	58,004	22,992
Rent and occupancy costs	-	6,741	4,149
Repairs and maintenance	-	305,970	166,961
Salaries and wages	-	1,306,220	1,077,102
Subcontract	-	128,685	212,954
Telephone and utilities	-	207,693	240,707
Travel and training	-	34,252	57,661
	-	3,431,132	3,215,328
Deficit	-	(1,060,658)	(755,625)

Tsal'ah
Economic Development
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	2018 Budget (Note 16)	2018	2017
Revenue			
Indigenous Services Canada	-	115,896	37,809
Other revenue	333,000	584,132	554,189
BC Hydro	-	49,835	49,835
	333,000	749,863	641,833
Expenses			
Administration	400	3,379	1,909
Advertising and promotion	-	4,264	2,279
Amortization	-	6,928	8,661
Bad debts	-	285	21,953
Bank charges and interest	3,000	1,603	1,566
Educational allowances	-	33,025	26,879
Equipment rental	-	9,600	6,013
Family support allowances	-	-	400
Fire protection	3,600	280	154
Fuel costs	200,000	246,126	199,589
Honoraria	-	125	1,809
Insurance	1,300	3,287	2,633
Materials and supplies	26,120	73,123	73,248
Office and miscellaneous	3,100	2,252	742
Repairs and maintenance	2,500	2,166	5,087
Salaries and wages	86,510	274,787	248,253
Subcontract	5,000	23,161	35,434
Telephone and utilities	6,700	8,477	11,092
Travel and training	2,500	76,267	33,097
	340,730	769,135	680,798
Deficit before transfers	(7,730)	(19,272)	(38,965)
Transfers between programs	20,000	97,623	59,589
Surplus	12,270	78,351	20,624

**Tsal'ah
Education**
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	2018 Budget Note 16)	2018	2017
Revenue			
Indigenous Services Canada	1,467,863	1,609,319	1,442,545
Other revenue	275,479	252,210	126,822
Interior Salish Employment and Training Society (ISETS)	29,824	-	-
	1,773,166	1,861,529	1,569,367
Expenses			
Administration	10,000	146	-
Advertising and promotion	12,715	9,588	3,438
Amortization	-	28,148	5,339
Bad debts	-	16	-
Bank charges and interest	-	80	60
Education costs	340,000	206,677	361,663
Educational allowances	321,151	293,674	350,907
Equipment rental	-	391	2,234
Fire protection	-	3,714	2,565
Honoraria	-	2,154	3,185
Insurance	21,720	26,505	16,219
Materials and supplies	35,000	34,748	49,443
Office and miscellaneous	101,917	6,396	6,021
Professional fees	-	10,000	5,000
Repairs and maintenance	29,790	49,161	17,532
Salaries and wages	407,185	398,006	366,893
Subcontract	-	18,600	-
Telephone and utilities	41,200	42,695	42,647
Travel and training	32,500	46,173	31,926
Tuition	418,526	409,167	401,133
	1,771,704	1,586,039	1,666,205
Surplus (deficit) before transfers	1,462	275,490	(96,838)
Transfers between programs	-	(600)	76,982
Surplus (deficit)	1,462	274,890	(19,856)

Tsal'ah
Facilities and Services
Schedule 8 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	2018 Budget (Note 16)	2018	2017
Revenue			
Indigenous Services Canada	211,067	545,010	234,850
Rental income	-	312	140
Other revenue	324,053	50,797	53,132
	535,120	596,119	288,122
Expenses			
Administration	5,000	-	-
Advertising and promotion	-	48	-
Amortization	-	409,749	324,953
Bad debts	-	-	5
Bank charges and interest	-	-	237
Basic - other	-	70	-
Equipment rental	1,200	1,172	2,730
Fire protection	14,496	2,519	2,750
Insurance	20,000	26,206	26,229
Materials and supplies	5,000	70,882	27,205
Office and miscellaneous	59,400	1,647	5,599
Professional fees	5,000	5,000	5,000
Repairs and maintenance	582,471	46,786	78,309
Safe water operations program	20,000	-	-
Salaries and wages	155,163	84,516	80,117
Subcontract	-	224,800	40,175
Telephone and utilities	50,500	60,562	60,047
Travel and training	10,500	9,576	22,437
	928,730	943,533	675,793
Deficit before transfers	(393,610)	(347,414)	(387,671)
Transfers between programs	-	(1,769)	(2,478)
Deficit	(393,610)	(349,183)	(390,149)

**Tsal'ah
Health**
Schedule 9 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	2018 Budget (note 16)	2018	2017
Revenue			
First Nations Health Authority	558,084	856,220	977,842
Opening deferred revenue	-	-	13,064
Other revenue	-	13,208	27,664
	558,084	869,428	1,018,570
Expenses			
Administration	30,423	-	2,580
Advertising and promotion	8,200	29,572	23,198
Amortization	-	26,029	22,478
Bad debts	-	2	3
Educational allowances	3,000	1,159	697
Family support allowances	-	515	-
Fire protection	-	171	561
Honoraria	3,000	7,665	7,460
Insurance	5,303	11,141	7,941
Materials and supplies	39,879	63,052	80,225
Office and miscellaneous	4,156	23,708	12,592
Professional fees	-	15,000	21,068
Rent and occupancy costs	8,100	75	4,650
Repairs and maintenance	11,178	19,270	8,659
Salaries and wages	250,617	320,844	342,305
Subcontract	27,939	594	50,980
Telephone and utilities	28,500	33,868	29,540
Travel and training	57,787	142,270	103,170
	478,082	694,935	718,107
Surplus before transfers	80,002	174,493	300,463
Transfers between programs	(18,699)	38,256	27,485
Surplus	61,303	212,749	327,948

**Tsal'ah
Housing**
Schedule 10 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	2018 Budget (Note 16)	2018	2017
Revenue			
Indigenous Services Canada	-	-	976
Canada Mortgage and Housing Corporation	177,528	63,406	323,478
Rental income	86,024	288,090	270,996
Interest and investment income	-	41	4,637
Other revenue	-	207,613	7,860
	263,552	559,150	607,947
Expenses			
Administration	-	-	6,600
Amortization	130,000	166,906	156,145
Bad debts (recovery)	-	(48,517)	53,994
Bank charges and interest	-	8,895	3,595
Fire protection	-	917	788
Home and community care	-	-	54,739
Honoraria	-	500	400
Insurance	31,514	24,209	29,835
Materials and supplies	11,000	28,163	20,634
Office and miscellaneous	-	194	37
Postage	-	48	-
Professional fees	-	24,378	15,200
Property taxes	-	2,041	-
Repairs and maintenance	25,000	38,224	44,823
Salaries and wages	46,592	49,101	45,352
Subcontract	-	202,844	257,007
Telephone and utilities	-	14,104	14,085
Travel and training	13,000	12,346	11,686
Interest on long-term debt	-	8,449	21,410
	257,106	532,802	736,330
Surplus (deficit) before transfers	6,446	26,348	(128,383)
Transfers between programs	(45,150)	(36,929)	54,739
Deficit	(38,704)	(10,581)	(73,644)

Tsal'ah
Social Assistance
Schedule 11 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	2018 Budget (Note 16)	2018	2017
Revenue			
Indigenous Services Canada	382,721	440,586	429,243
Province of BC	-	23,840	22,900
Other revenue	-	26,004	25,840
	382,721	490,430	477,983
Expenses			
Administration	5,000	-	-
Advertising and promotion	-	1,135	1,060
Bad debts	-	132	-
Family support allowances	-	6,477	9,977
Honoraria	-	4,120	7,160
Materials and supplies	-	41,239	30,234
Office and miscellaneous	7,600	71	-
Professional fees	-	10,000	10,000
Repairs and maintenance	-	84	-
Salaries and wages	82,296	73,547	93,461
Social assistance	267,246	345,150	303,457
Telephone and utilities	-	905	361
Travel and training	20,488	5,085	3,539
	382,630	487,945	459,249
Surplus before transfers	91	2,485	18,734
Transfers between programs	-	3,628	12,076
Surplus	91	6,113	30,810

Tsal'ah
Other
Schedule 12 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	2018 <i>Budget</i> <i>(Note 16)</i>	2018	2017
Revenue			
Interest and investment income	-	21,534	18,159
Other revenue (reimbursement)	-	1,869	(52,617)
BC Hydro	-	560,842	548,233
	-	584,245	513,775
Expenses			
Advertising and promotion	-	-	86
Amortization	-	19,423	6,954
Honoraria	-	-	400
Office and miscellaneous	-	(3,170)	-
Salaries and wages	-	-	3
Subcontract	-	-	750
Travel and training	-	-	3,006
Property taxes	-	3,620	-
	-	19,873	11,199
Surplus before transfers			
Transfers between programs	-	564,372	502,576
	-	(427,707)	(361,639)
Surplus	-	136,665	140,937