

Consolidated Financial Statements of

OSOYOOS INDIAN BAND

Year ended March 31, 2018

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

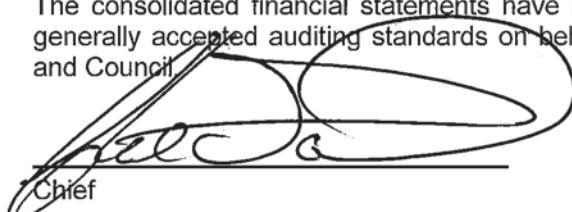
The accompanying consolidated financial statements of Osoyoos Indian Band ("OIB") and all the information in this report are the responsibility of management and have been approved by Chief and Council.

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 consolidated financial statements are presented fairly, in all material respects, including the consolidated financial position of OIB and the results of its consolidated operations and its consolidated cash flows.

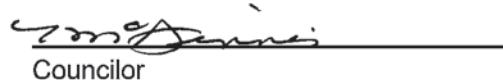
OIB maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and OIB's assets are appropriately accounted for and adequately safeguarded.

Chief and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements. Chief and Council review OIB's consolidated financial statements and recommend their approval. 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 consolidated financial statements and the external auditors' report. Chief and Council takes this information into consideration when approving the consolidated financial statements for issuance to the Members. In addition, Chief and Council also consider the engagement of OIB's external auditors.

The consolidated financial statements have been audited by KPMG LLP in accordance with Canadian generally accepted auditing standards on behalf of the Members. KPMG LLP have full access to Chief and Council.



Chief



Councilor

October 24, 2018



INDEPENDENT AUDITORS' REPORT

To Chief and Council and Members of Osoyoos Indian Band

We have audited the accompanying consolidated financial statements of Osoyoos Indian Band ("OIB"), which comprise the consolidated statement of financial position as at March 31, 2018, the consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended, and notes, comprising 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.

Auditor's 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 an 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 our 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, we consider 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.

KPMG LLP, is a Canadian limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International, a Swiss cooperative. KPMG Canada provides services to KPMG LLP.

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 Opinions, including Basis for Qualified Opinion on Results of Operations and Cash Flows

OIB's investments in business enterprises (note 5) as at March 31, 2017 and its equity in earnings from business enterprises were not audited by OIB's predecessor auditor, which resulted in the predecessor auditor qualifying their audit opinion on OIB's March 31, 2017 financial statements. We were not engaged to audit, review, or apply any procedures on OIB's investments in business enterprises as at and for the year ended March 31, 2017. As the investment in business enterprises as at March 31, 2017 enters into the determination of equity in earnings from business enterprises for the year ended March 31, 2018, we were unable to obtain sufficient appropriate audit evidence related to equity in earnings from business enterprises for the year ended March 31, 2018.

Our opinion on the consolidated financial statements as at and for the year ended March 31, 2018 is also modified because of the possible effects of this matter on the comparability of the current period figures to the prior period figures.

Unmodified Opinion the Financial Position

In our opinion, the accompanying consolidated statement of financial position presents fairly, in all material respects, the consolidated financial position of OIB as at March 31, 2018, in accordance with Canadian public sector accounting standards.

Qualified Opinion on the Results of Operations and Cash Flows

In our opinion, except for the possible effects of the matter described in the "Basis for Qualified Opinions, including Basis for Qualified Opinion on Results of Operations and Cash Flows" section of our auditors' report, the accompanying consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows present fairly, in all material respects, the results of OIB's consolidated operations, consolidated changes in net financial assets and consolidated cash flows for the year ended March 31, 2018, in accordance with Canadian public sector accounting standards.

Comparative Information

Without modifying our opinion, we draw attention to note 13 to the consolidated financial statements which indicates that the comparative information presented as at and for the year ended March 31, 2017, has been restated including the opening accumulated surplus as at April 1, 2016, which was derived from the consolidated financial statements as at and for the year ended March 31, 2016.

The consolidated financial statements of OIB as at and for the year ended March 31, 2017, excluding the restatement described in note 13 to the consolidated financial statements, were audited by another auditor who expressed a qualified opinion on those financial statements on August 2, 2017.

As part of our audit of the consolidated financial statements as at and for the year ended March 31, 2018, we audited the restatement described in note 13 to the consolidated financial statements that was applied to restate the comparative information presented as at and for the year ended March 31, 2017. In our opinion, the restatement is appropriate and has been properly applied.

We were not engaged to audit, review, or apply any procedures to the March 31, 2017 or previous consolidated financial statements, other than with respect to the restatement described in note 13 to the consolidated financial statements. Accordingly, we do not express an opinion or any other form of assurance on those financial statements taken as a whole.

A handwritten signature in black ink that reads "KPMG LLP". The "K" and "L" are capitalized and the "P", "M", and "G" are in a stylized, lowercase font.

Chartered Professional Accountants

Kelowna, Canada

October 24, 2018

OSOYOOS INDIAN BAND

Consolidated Statement of Financial Position

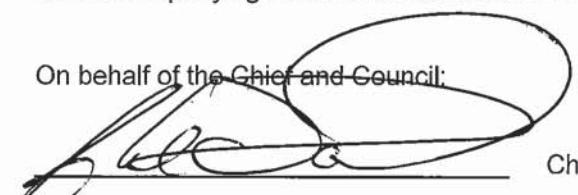
March 31, 2018, with comparative information for 2017

	2018	2017
	(Restated - note 13)	
Financial Assets		
Cash and cash equivalents	\$ 7,653,298	\$ 7,837,257
Restricted cash and cash equivalents (note 2)	3,919,619	3,463,537
Accounts receivable (note 3)	2,057,602	2,136,083
Investments (note 4)	1,359,244	1,375,200
Investments in business enterprises (note 5)	<u>38,951,125</u>	<u>36,902,840</u>
	53,940,888	51,714,917
Liabilities		
Accounts payable and accrued liabilities	1,129,854	1,326,621
Deferred revenue (note 6)	1,178,567	2,177,567
Term debt (note 7)	<u>17,703,355</u>	<u>18,500,112</u>
	20,011,776	22,004,300
Net financial assets	33,929,112	29,710,617
Non-Financial Assets		
Tangible capital assets (note 8)	14,675,011	11,453,052
Prepaid expenses and deposits	25,933	-
	<u>14,700,944</u>	<u>11,453,052</u>
Accumulated surplus (note 9)	\$ 48,630,056	\$ 41,163,669

Commitments and contingencies (note 14)

See accompanying notes to consolidated financial statements.

On behalf of the Chief and Council:



Chief



Councilor

OSOYOOS INDIAN BAND

Consolidated Statement of Operations and Accumulated Surplus

Year ended March 31, 2018, with comparative information for 2017

	2018 Budget	2018	2017
	(note 1(h))		(Restated - note 13)
Revenue:			
Transfers from other governments:			
Department of Indigenous Services Canada	\$ 8,969,055	\$ 8,223,129	\$ 4,704,170
Province of British Columbia	2,113,585	2,054,210	1,329,112
Okanagan Training and Development	101,335	182,951	241,136
First Nations Health Authority	1,011,457	976,457	884,289
Other government	144,374	70,375	66,044
Canada Mortgage and Housing Corporation	367,765	353,472	481,360
Property taxation	2,484,448	2,418,455	2,238,790
Rent and leases	632,571	476,563	441,697
Grants	548,475	535,729	254,603
Other	693,375	973,280	690,660
Investment	121,130	150,337	625,288
Equity in earnings from business enterprises (note 5)	2,708,102	3,625,750	3,998,184
	19,895,672	20,040,708	15,955,333
Expenses (Schedule 1):			
Administration	1,052,852	1,583,401	1,605,811
Economic development	816,601	679,428	96,415
Education	1,620,569	1,580,129	1,720,379
General government	4,004,957	2,537,857	2,250,215
Health	742,637	558,851	453,909
Lands and natural resources	534,090	714,051	445,362
Public works	-	187,561	194,179
Social development	1,329,678	2,058,407	2,045,225
Social housing	841,283	694,936	745,706
Other projects	181,257	274,537	390,482
Inkameep Daycare	233,971	276,592	332,685
Sen*Pok*Chin Education	1,457,162	1,428,571	1,255,994
	12,815,057	12,574,321	11,536,362
Surplus	\$ 7,080,615	7,466,387	4,418,971
Accumulated surplus, beginning of the year			
As previously reported		41,163,669	33,866,369
Restatement - accounting error corrections (note 13)		-	2,878,329
As restated		41,163,669	36,744,698
Accumulated surplus, end of year	\$ 48,630,056	\$ 41,163,669	

See accompanying notes to consolidated financial statements.

OSOYOOS INDIAN BAND

Consolidated Statement of Changes in Net Financial Assets

Year ended March 31, 2018, with comparative information for 2017

	2018 Budget (note 1(h))	2018	2017 (Restated -note 13)
Surplus	\$ 7,080,615	\$ 7,466,387	\$ 4,418,971
Changes to non-financial assets:			
Acquisition of tangible capital assets	(5,214,582)	(3,890,676)	(2,407,589)
Amortization of tangible capital assets	573,541	656,979	628,243
Net book value of tangible capital assets disposed or written down	-	11,738	273,571
	(4,641,041)	(3,221,959)	(1,505,775)
Acquisition of prepaid expenses and deposits	-	(25,933)	-
Increase (decrease) in net financial assets	\$ 2,439,574	4,218,495	2,913,196
Net financial assets, beginning of year		29,710,617	26,797,421
Net financial assets, end of year		\$ 33,929,112	\$ 29,710,617

See accompanying notes to consolidated financial statements.

OSOYOOS INDIAN BAND

Consolidated Statement of Cash Flows

Year ended March 31, 2018, with comparative information for 2017

	2018	2017
		(Restated - note 13)
Cash provided by (used in):		
Operating activities:		
Cash received from Department of Indigenous Services		
Canada	\$ 7,047,326	\$ 6,783,386
Cash received from grants, property taxes, user fees, rent, and other revenue	8,318,947	5,342,478
Cash paid to employees and suppliers	(11,536,918)	(10,120,720)
Investment revenue received	122,625	599,472
Interest paid	<u>(591,003)</u>	<u>(639,522)</u>
	3,360,977	1,965,094
Financing activities:		
Proceeds from term debt	118,558	1,076,086
Repayment of term debt	<u>(915,314)</u>	<u>(847,175)</u>
	(796,756)	228,911
Capital activities:		
Acquisition of tangible capital assets	(3,890,676)	(2,407,589)
Proceeds on disposal of tangible capital assets	<u>5,157</u>	<u>10,198</u>
	(3,885,519)	(2,397,391)
Investing activities:		
(Acrease) decrease in restricted cash and cash equivalents	(456,082)	8,071
Net (increase) decrease in investments	15,956	(177,567)
Net distribution from business enterprises	<u>1,577,465</u>	<u>3,406,905</u>
	1,137,339	3,237,409
Increase (decrease) in cash and cash equivalents	(183,959)	3,034,023
Cash and cash equivalents, beginning of year	7,837,257	4,803,234
Cash and cash equivalents, end of year	\$ 7,653,298	\$ 7,837,257
Non-cash financing, capital and investing activities:		
Equity in earnings of business enterprises	\$ 3,625,750	\$ 3,998,184

See accompanying notes to consolidated financial statements.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements

Year ended March 31, 2018

Osoyoos Indian Band ("OIB") provides local government, education, and social development services to its members. OIB is an Indian Band subject to the provisions of the Indian Act of Canada, including exemption from income tax pursuant to section 87 of the Indian Act.

1. Basis of presentation and significant accounting policies:

These consolidated financial statements include the assets, liabilities, and results of operations of OIB and all related entities and organizations subject to control by OIB's Chief and Council. No inclusion has been made of assets, liabilities, revenue or expenses of OIB members, individually or collectively, incorporated or unincorporated, that are not controlled by or the responsibility of OIB's Chief and Council.

These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles for local governments, as established by the Public Sector Accounting Board ("PSAB"), which encompasses the following principles:

(a) Fund accounting:

OIB uses fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. The various funds have been combined for the purpose of presentation in the consolidated financial statements.

(b) Reporting entity and basis of consolidation:

OIB's reporting entity includes the Osoyoos Indian Band and all related entities and organizations which are accountable for the administration of their financial affairs and resources to OIB and are either owned or controlled by OIB.

i) Consolidated entities:

These financial statements consolidate the assets, liabilities and results of operations of the following organizations and entities:

The following government organizations have been consolidated:

Sen*Pok*Chin Education Society
Inkameep Preschool / Day Care Society

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

1. Basis of presentation and significant accounting policies (continued):

(b) Reporting entity and basis of consolidation (continued):

ii) Investment in government business enterprises:

OIB accounts for its investments in government business enterprises (GBE) and government business partnerships (GBP) on a modified equity basis. Under the modified equity basis, the GBE's and GBP's accounting policies are not adjusted to conform with those of OIB and inter-organizational transactions and balances are not eliminated. OIB recognizes its equity interest in the annual earnings or loss of the GBE's and GBP's in its consolidated statement of operations with a corresponding increase or decrease in its investment asset account. Any distributions that OIB may receive from the GBE's and GBP's will be reflected as deductions in the investment asset account.

Senkulmen Utilities Ltd. - 100% interest

Nk'Mip Heritage Centre Ltd. - 100% interest

Osoyoos Indian Band Development Corporation - 100% interest

OIB's government business partnerships consist of OIB's of the following partnerships:

Osoyoos Indian Band Development Limited Partnership - 99.99% interest

Nk'Mip Desert Heritage Centre Limited Partnership - 99.99% interest

Nk'Mip Canyon Desert Golf Course Limited Partnership - 99.99% interest

Nk'Mip Forestry Limited Partnership - 99.99% interest

Nk'Mip Convenience Store Limited Partnership - 99.99% interest

Nk'Mip Campground and RV Park Limited Partnership - 99.99% interest

Senkulmen Projects Limited Partnership - 99.99% interest

Nk'Mip Vineyards Limited Partnership - 99.99% interest

Oliver Readi-Mix Limited Partnership - 99.99% interest

Osoyoos Indian Band Holdings Limited Partnership - 99.99% interest

Nk'Mip Management Services Limited Partnership - 99.99% interest

iii) Investments:

Investments in entities in which OIB does not control individually or jointly are recorded at acquisition cost. If there has been an other than temporary decline in the value of an investment, the investment is written down to its net realizable value.

iv) Trust funds:

Trust funds and their related operations administered by OIB (note 15) are not included in these consolidated financial statements.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

1. Basis of presentation and significant accounting policies (continued):

(c) Cash and cash equivalents:

Cash and cash equivalents includes, cash and investments in highly liquid money market funds, and which are readily convertible to cash.

(d) Revenue recognition:

Government transfers, grants and subsidy revenue are recognized as OIB becomes entitled to the funding under the terms of applicable funding agreements and is recorded in the period in which the resources are used for the purpose specified in the agreements. Restricted funding received which relates to a subsequent fiscal period or which stipulations that give rise to an obligation are reported as deferred revenue until the resources are used for the purpose or purposes specified and/or the stipulations giving rise to an obligation have been met.

Rent and user fee revenue is recognized on a monthly basis as income is earned and when collection is reasonably assured. Property and First Nation Goods and Service tax revenues are recognized at the time the taxes are levied.

Other revenue, including sales of goods, provision of services, or other contributions are recognized in the period the goods or services are provided, any contribution stipulations have been met, and the related proceeds are received or receivable.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

1. Basis of presentation and significant accounting policies (continued):

(e) Tangible capital assets:

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Tangible capital assets under construction are not amortized until the asset is available for use.

Tangible capital assets are amortized over their expected useful lives as follows:

Asset	Basis	Amount
Buildings	Declining balance	4%
Infrastructure	Declining balance	4-8%
Equipment, computer and automotive	Declining balance	20-100%

When management determines that a tangible capital asset no longer contributes to OIB's ability to provide goods and services or that the value of future benefits associated with the tangible capital asset is less than its net book value, the cost of the tangible capital asset is written down to its net recoverable amount.

All intangible assets and items inherited by the right of OIB, such as land, forested, water, natural resources and cultural and historic assets are not recognized in OIB's consolidated financial statements. Purchased artwork and cultural assets are recorded at cost and are not amortized.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

1. Basis of presentation and significant accounting policies (continued):

(f) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of financial and non-financial 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. Actual results could differ from those estimates.

Significant areas requiring management estimates include the recoverable amount of accounts receivable and investments, and the useful lives of and net future economic benefits associated with tangible capital assets. Management reviews these estimates on a periodic basis and at least annually. Where necessary, management makes adjustments to these benefits prospectively.

(g) Financial instruments:

Financial instruments are initially classified upon initial recognition as a fair value or an amortized cost instrument. Instruments classified as fair value instruments include investments in equity instruments that are quoted in an active market, and any other items elected by OIB to be recorded at fair value. All other financial instruments are recorded at amortized cost. Transaction costs directly attributable to the acquisition or issue of a financial instrument are added to the amortized cost or expensed if related to instruments recorded on a fair value basis. The effective interest rate method is used to measure interest for financial instruments recorded at amortized cost.

All financial assets are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss is reported in the statement of operations. For instruments measured at fair value, unrealized gains or losses are adjusted through the statement of remeasurement gains and losses. When the asset is sold, the unrealized gains and losses previously recognized in the statement of remeasurement gains and losses are reversed and recognized in the statement of operations. As at March 31, 2018, OIB does not have any financial instruments that required or were elected to be recorded at fair value. Accordingly a statement of remeasurement gain (loss) has not been presented.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

1. Basis of presentation and significant accounting policies (continued):

(h) Budget data:

The budget data presented in these consolidated financial statements have been derived from the budget approved by OIB's Chief and Council on March 12, 2018.

	Initial budget
Revenue	\$ 19,895,672
Expenses	(12,815,057)
Surplus	\$ 7,080,615

Adjustments to the initial budget consists of significant adjustments to revenue related to capital funding postponement, other minor adjustments in revenue and expenses, and the refinement of allocation between accounts.

(i) Segmented disclosure:

A segment is defined as a distinguishable activity or group of activities of a government for which it is appropriate to separately report financial information to achieve the objectives of the standard. OIB has determined the most appropriate basis for classifying segments is by program. Segmented disclosures are provided in note 18 and Schedule 3 to the consolidated financial statements.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

2. Restricted cash and cash equivalents:

OIB maintains its cash balances in several financial institutions in British Columbia. The Canada Deposit Insurance Corporation (CDIC) insures each of these accounts. The aggregate funds held in each institution may exceed the CDIC insured limit from time to time and specific funds held by each institution may not be covered by CDIC Insurance. Management does not anticipate any material effect on the consolidated financial position of OIB as a result of these concentrations.

Certain cash and cash equivalents has been internally restricted by OIB or externally restricted by federal or provincial government authorities for the following specific purposes. These funds have been invested in separate money-market funds and cash accounts with interest rates ranging from 0.5% to 1.9%.

	2018	2017
Internally restricted:		
Taxation capital development reserve	\$ 179,794	\$ 430,475
Taxation contingency reserve	230,621	260,929
	410,415	691,404
Externally restricted (note 12):		
Trust Funds on deposit with Department of Indigenous Services Canada ("DISC")	2,267,895	1,604,137
Social Housing replacement reserve	674,953	643,519
Social Housing operating reserve	566,356	524,477
	3,509,204	2,772,133
	<hr/> \$ 3,919,619	<hr/> \$ 3,463,537

3. Accounts receivable:

	2018	2017
<hr/>		
Property taxes	\$ 709,023	\$ 635,317
Province of British Columbia	302,765	302,275
Government of Canada	71,010	-
Okanagan Nation Alliance	49,675	15,334
Okanagan Training and Development	111,251	128,683
Canadian Mortgage and Housing Corporation	23,618	257,686
Preschool and daycare	22,680	50,283
Other	332,618	350,675
	1,622,640	1,740,253
Band members	434,962	395,830
	<hr/> \$ 2,057,602	<hr/> \$ 2,136,083

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

4. Investments:

	2018	2017
First Nations Finance Authority, debt reserve fund	\$ 792,947	\$ 775,059
CDR GP Inc., shares, at cost	250	250
CDR Limited Partnership, limited partnership interest, at cost	380,250	421,250
Mutual fund	175,787	168,631
All Nations Trust, common shares, at cost	10,010	10,010
	<hr/> \$ 1,359,244	<hr/> \$ 1,375,200

OIB's First Nations Finance Authority ("FNFA") debt reserve fund balance consists of amounts withheld by FNFA in consideration of future principal and interest payments on OIB's term debt with FNFA (note 7). The debt reserve fund is repaid to OIB on extinguishment of its outstanding term debt.

OIB's investment in CDR GP Inc. consists of 25% beneficial interest in 250 common shares. CDR GP Inc.'s primary asset is a general partnership interest in CDR Limited Partnership. As OIB, through its investment, does not control or jointly control CDR GP Inc., the investment has been recorded using the cost method.

OIB's investment in CDR Limited Partnership consists of 25% beneficial interest in a limited partnership interest. CDR Limited Partnership's primary asset is leasing and developing a leasehold interest known as Canyon Desert Resort (CDR). As OIB, through its investment, does not control or jointly control CDR Limited Partnership, the investment has been recorded using the cost method.

At March 31, 2018, the fair value of OIB's investments in a mutual fund and shares in All Nations Trust were not significantly different than their cost amount. Accordingly, a statement of remeasurement gains and losses has not been presented.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

5. Investments in business enterprises:

	2018	2017
Government business enterprises	\$ 5,607,166	\$ 6,289,084
Government business partnerships	33,343,959	30,613,756
	\$ 38,951,125	\$ 36,902,840

The change in OIB's investment in business enterprises consists of the following:

	2018	2017
Equity in earnings of business enterprises	\$ 86,872	\$ 413,426
Equity in earnings of business partnerships	3,538,878	3,584,758
	3,625,750	3,998,184
Net advances from business enterprises	(768,790)	(833,484)
Net distributions from business partnerships	(808,675)	(2,573,421)
	\$ 2,048,285	\$ 591,279

(a) Government business enterprises (GBE):

OIB has the following investments in to wholly-owned incorporated entities:

	2018	2017
Osoyoos Indian Band Corporation.:		
Investment in shares, at cost	\$ 5	\$ 5
Advances	2,321,156	3,071,156
Accumulated earnings	2,945,182	3,125,308
	5,266,343	6,196,469
Senkulmen Utilities Ltd.:		
Investment in shares, at cost	1	1
Advances	(18,790)	-
Accumulated earnings	359,615	94,109
	340,826	94,110
Nk'Mip Heritage Centre Ltd.:		
Investment in shares, at cost	4	4
Advances	479,326	479,326
Accumulated deficit	(479,333)	(480,825)
	(3)	(1,495)
	\$ 5,607,166	\$ 6,289,084

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

5. Investments in business enterprises (continued):

(a) Government business enterprises (GBE) (continued):

The fiscal year end of the GBE's is December 31 and the financial information provided below is as at and for the periods ended December 31, 2017, with comparative information for the periods ended December 31, 2016. There were no material changes in the GBE balances and operations from their fiscal year end date to March 31, 2018. Additional financial information for OIB's GBE's is included in Schedule 2.

(b) Government business partnerships (GBP):

OIB's investment in GBP's consists of the following:

	2018	2017
Limited partnership interests, representing 99.99% interests:		
Osoyoos Indian Band Development LLP	\$ 1,319,378	\$ 1,039,424
Nk'Mip Desert Heritage Centre LLP	592,907	583,627
Nk'Mip Canyon Desert Golf Course LLP	1,111,922	1,036,035
Nk'Mip Forestry LLP	1,207,417	988,106
Nk'Mip Convenience Store LLP	1,022,096	837,139
Nk'Mip Campground and RV Park LLP	6,141,616	5,694,755
Senkulmen Projects LLP	(36,166)	(77,587)
Nk'Mip Vineyards LLP	967,958	610,946
Oliver Readi-Mix LLP	2,855,241	1,812,692
Osoyoos Indian Band Holdings LLP	18,026,893	18,006,435
Nk'Mip Management Services LLP	134,697	82,184
	<hr/> \$ 33,343,959	<hr/> \$ 30,613,756

The fiscal year end of the GBP's is December 31 and the financial information provided below is as at and for the periods ended December 31, 2017, with comparative information for the periods ended December 31, 2016. There were no material changes in the GBP operations from their fiscal year end date to March 31, 2018. Additional financial information for OIB's GBP's is included in Schedule 2.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

6. Deferred revenue:

Deferred revenue represents monies received of which the funds are restricted for specific projects or programs and of which the expenses have not yet been incurred.

	2018	2017
DISC	\$ 903,413	\$ 2,079,216
Province of British Columbia	69,230	-
Grants	13,895	64,758
Property taxation	11,267	6,478
Other	180,762	27,115
	<hr/> \$ 1,178,567	<hr/> \$ 2,177,567

The net change in deferred revenue for the year was as follows:

	2018	2017
Balance beginning of year	\$ 2,177,567	\$ -
Contributions received in the year	2,490,409	2,998,351
Amounts recorded in revenue	(3,489,409)	(820,784)
Balance, end of year	<hr/> \$ 1,178,567	<hr/> \$ 2,177,567

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

7. Term debt:

	2018	2017
Social Housing Program Mortgages secured by a guarantee from DISC, repayable in monthly installments totaling \$34,006 including interest between 0.96% and 2.39%, maturing between April 2019 and November 2041	\$ 4,242,146	\$ 4,586,152
FNFA Promissory note repayable in annual instalments of \$526,344 plus interest paid semiannually at a rate between 2.9% and 3.79%, maturing June 2024 and secured by contracts and loans of OIB and Osoyoos Indian Band Holdings LLP	13,342,651	13,913,960
DISC Native Claims loan agreement, repayable on the earlier of March 31, 2022 or the date on which the claim is settled without interest, secured by a promissory note	118,558	-
	<hr/> \$ 17,703,355	<hr/> \$ 18,500,112

Interest on term debt for the year totaled \$591,003 (2017 - \$576,288) and is included in interest and bank charges expense (Schedule 1).

Scheduled principal payments on term debt for the next five years are as follows:

2019	\$ 874,468
2020	849,630
2021	827,875
2022	808,144
2023	<hr/> 798,302

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

8. Tangible capital assets:

March 31, 2018	Land and Buildings	Infrastructure	Equipment, Computer & Automotive	Construction in Progress	Total
Cost:					
Beginning of year	\$ 14,598,878	\$ 1,545,343	\$ 1,723,004	\$ 1,138,808	\$ 19,006,033
Acquisitions	129,944	392,922	324,672	3,043,138	3,890,676
Disposals	-	-	(214,725)	-	(214,725)
Balance, end of year	14,728,822	1,938,265	1,832,951	4,181,946	22,681,984
Accumulated amortization:					
Balance, beginning of year	5,290,467	1,152,904	1,109,610	-	7,552,981
Amortization	481,924	33,930	141,125		656,979
Disposals	-	-	(202,987)		(202,987)
Balance, end of year	5,772,391	1,186,834	1,047,748	-	8,006,973
Net book value, end of year	\$ 8,956,431	\$ 751,431	\$ 785,203	\$ 4,181,946	\$ 14,675,011

Construction in progress relates to additions to OIB's water infrastructure.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

8. Tangible capital assets (continued):

March 31, 2017	Land and Buildings	Infrastructure	Equipment, Computer & Automotive	Construction in Progress	Total
Cost:					
Balance, beginning of year	\$ 14,280,944	\$ 1,545,343	\$ 1,552,444	\$ -	\$ 17,378,731
Acquisitions	1,058,577	-	210,204	1,138,808	2,407,589
Disposals	(740,643)	-	(39,644)	-	(780,287)
Balance, end of year	14,598,878	1,545,343	1,723,004	1,138,808	19,006,033
Accumulated amortization:					
Balance, beginning of year	5,324,257	1,133,701	973,496	-	7,431,454
Amortization	464,159	19,203	144,881	-	628,243
Disposals	(497,949)	-	(8,767)	-	(506,716)
Balance, end of year	5,290,467	1,152,904	1,109,610	-	7,552,981
Net book value, end of year					
	\$ 9,308,411	\$ 392,439	\$ 613,394	\$ 1,138,808	\$ 11,453,052

9. Accumulated surplus:

	2018	2017
Financial surplus:		
Unrestricted surplus	\$ 34,277,572	\$ 30,833,232
Internally restricted surplus (note 10)	410,415	691,404
	34,687,987	31,524,636
Invested in tangible capital assets (note 11)	10,432,865	6,866,900
Externally restricted surplus (note 12)	3,509,204	2,772,133
	\$ 48,630,056	\$ 41,163,669

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

10. Internally restricted surplus:

	Beginning balance	Contributions	Interest	Approved Expenses	Ending Balance
Taxation capital development reserve	\$ 430,475	\$ 240,000	\$ 5,019	\$ (495,700)	\$ 179,794
Taxation contingency reserve	260,929	75,821	888	(107,017)	230,621
	\$ 691,404	\$ 315,821	\$ 5,907	\$ (602,717)	\$ 410,415

11. Invested in tangible capital assets:

(a) Investment in tangible capital assets:

	2018	2017
Tangible capital assets	\$ 14,675,011	\$ 11,453,052
Less financed by:		
Term debt	(4,242,146)	(4,586,152)
	\$ 10,432,865	\$ 6,866,900

(b) Change in invested in tangible capital assets:

	2018	2017
Balance, beginning of year	\$ 6,866,900	\$ 6,114,093
Acquisition of tangible capital assets	3,890,676	2,407,589
Amortization of tangible capital assets	(656,979)	(628,243)
Net book value of tangible capital assets written down	(11,738)	(273,571)
Proceeds from term debt	-	(1,063,425)
Repayment of term debt	344,006	310,457
Balance, end of year	\$ 10,432,865	\$ 6,866,900

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

12. Externally restricted surplus:

	Beginning balance	Contributions	Interest	Approved Transfers	Ending Balance
DISC Trust Funds	\$ 1,604,137	\$ 1,600,964	\$ 62,794	\$ (1,000,000)	\$ 2,267,895
Social Housing:					
Operating reserve	524,477	36,852	5,027	-	566,356
Replacement reserve	643,519	70,712	6,835	(46,113)	674,953
	\$ 2,772,133	\$ 1,708,528	\$ 74,656	\$ (1,046,113)	\$ 3,509,204

DISC 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. These funds are restricted in their use, of which OIB is generally permitted to use for a purpose that will promote the general progress and welfare of OIB and OIB members. The management of the funds is primarily governed by the sections of the Indian Act.

Under the terms of OIB's agreements with CMHC, OIB maintains an operating and a replacement reserve for its Social Housing program. The replacement reserve account is credited by an amount determined on an annual basis and the replacement reserve funds may only be expended as approved by CMHC.

13. Restatement - accounting error corrections:

The comparative figures as at and for the year ended March 31, 2017 have been restated for the following accounting error corrections identified in the preparation of the March 31, 2018 consolidated financial statements:

(a) Consolidation of government not-for-profit organizations:

OIB's March 31, 2017 consolidated financial statements did not include the assets and liabilities, revenue and expenses of Sen*Pok*Chin Education Society and Inkameep Preschool / Day Care Society. As these entities are appropriately considered government not-for-profit organization, in accordance with PSAB, these entities should have been fully consolidated in OIB's March 31, 2017 consolidated financial statements.

The consolidation of Sen*Pok*Chin Education Society and Inkameep Preschool / Day Care Society resulted in a net increase in April 1, 2016 accumulated surplus of \$1,713,885 and a net increase in surplus for the year ended March 31, 2017 of \$121,877

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

13. Restatement - accounting error corrections (continued):

(b) Capitalization of water infrastructure project costs:

Expenses for the year ended March 31, 2017 previously included capital costs related to the construction of a water infrastructure project. As the costs are capital in nature, the March 31, 2017 financial statements have been restated to reflect \$820,783 as an addition to tangible capital assets (construction in progress) and a reduction in public works expense. The restatement increased surplus for the year ended March 31, 2017 by \$820,783.

(c) Social Housing mortgage proceeds and capital costs:

OIB's March 31, 2017 consolidated financial statements incorrectly included \$1,076,086 of mortgage proceeds in Canada Mortgage and Housing Corporation revenue and \$622,079 of capital costs in Social Housing expense. OIB's March 31, 2016 consolidated financial statements incorrectly included \$454,007 of capital costs in Social Housing expense. The prior year figures have been restated to remove these amounts from the statement of operations and opening accumulated surplus. The net impact of the restatements resulted in an increase in April 1, 2016 accumulated surplus of \$454,007 and a net decrease in surplus for the year ended March 31, 2017 of \$454,007.

(d) Business enterprises adjustments:

The March 31, 2017 consolidated financial statements have been corrected to adjust investments in certain government business enterprises and government business partnerships to agree to their financial statements. The restatement resulted in a net increase in April 1, 2016 accumulated surplus of \$131,031.

(e) Property taxation accrual to March 31:

OIB's March 31, 2017, and prior, consolidated financial statements reflected property taxation revenue for a twelve month period ended December 31. In accordance with PSAB, the prior year figures have been restated to reflect property taxation revenue to OIB's yearend date of March 31. The net impact of the restatement resulted in an net increase to April 1, 2016 accumulated surplus of \$579,406 and a net increase in surplus for the year ended March 31, 2017 of \$26,503.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

13. Restatement - accounting error corrections (continued):

The cumulative net impact of the accounting error corrections described note 13 (a) to (e) on April 1, 2016 accumulated surplus are as follows:

Accumulated surplus, April 1, 2016 as previously reported	\$ 33,866,369
Accounting error corrections:	
(a) Consolidation of government not-for-profit organizations	1,713,885
(c) Social Housing mortgage proceeds and capital costs	454,007
(d) Business enterprises adjustments	131,031
(e) Property taxation accrual to March 31	579,406
	2,878,329
Accumulated surplus, April 1, 2016, as restated	\$ 36,744,698

The cumulative net impact of the accounting error corrections noted note 13 (a) to (e) on surplus for the year ended March 31, 2017, are as follows:

Surplus, year ended March 31, 2017, as previously reported	\$ 3,903,815
Accounting error corrections:	
(a) Consolidation of government not-for-profit organizations	121,877
(b) Capitalization of water infrastructure project costs	820,783
(c) Social Housing mortgage proceeds and capital costs	(454,007)
(e) Property taxation accrual to March 31	26,503
	515,156
Surplus, year ended March 31, 2017, as restated	\$ 4,418,971

14. Commitments and contingencies:

(a) Letter of credit:

As at March 31, 2018, OIB held a stand-by letter of credit, with respect to its domestic water system, with an available balance of \$419,000. No amount has been drawn on the letter of credit to March 31, 2018.

(b) Business enterprise loan guarantees:

OIB has guaranteed outstanding bank loans for its business enterprises as disclosed in Schedule 2.

(c) Housing loan guarantees:

OIB is contingently liable as a guarantor of housing loan for 14 (2017 - 14) OIB members of approximately \$3.9 million (2017 - \$3.9 million) under the First Nation Market Housing Fund.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

15. Related party transactions:

During the year OIB had the following transactions with related parties:

		2018	2017
Senkulmen Utilities Ltd.:			
Taxation contribution	\$ -	\$ 50,000	
Water system	- 1,493		1,493
Osoyoos Indian Band Development LLP:			
Sales	72,229	13,618	
Wage contribution	10,000	10,000	
Protective services and economic development	113,000	60,880	
Nk'Mip Desert Heritage Centre LLP:			
Taxation contribution	75,000	75,000	
Meeting expenses and facility rental	11,921	-	
Environment Canada	-	37,971	
Sales	280	3,312	
Nk'Mip Canyon Desert Golf Course LLP:			
Sales	24,471	38,931	
Taxation contribution	46,000	-	
Loan expansion	27,289	-	
Interest on loan receivable	11,796	11,303	
Nk'Mip Forestry LLP:			
Grazing license	-	6,216	
Travel allowance	54,905	89,710	
Nk'Mip Convenience Store LLP:			
Sales	32,293	28,109	
Wage contribution	43,861	41,937	
Wage recovery	2,596	632	
Nk'Mip Campground and RV Park LLP:			
Sales	-	6,017	
Road maintenance	6,988	11,633	
Wage recoveries	2,352	-	
Senkulmen Projects LLP			
Water system	3,372,754	807,646	
Nk'Mip Vineyards LLP			
Mowing	700	-	
Oliver Readimix LLP			
Sales	11,063	13,851	
Repairs	6,369	5,061	
Wage recovery	688	-	
Travel allowance	83,793	72,012	
Royalties	53,698	17,523	

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

15. Related party transactions (continued):

	2018	2017
Osoyoos Indian Band Holdings LLP		
Lease revenues	1,620,850	1,604,002
Economic development	134,164	66,780
Taxation contribution	244,181	346,758
Professional fees	17,979	12,500
Rent	32,760	32,760
Capital trust fund transfer	-	500,000

The above transactions occurred within the normal course of business and were recorded at the exchange amount, which is the amount of consideration established and agreed upon by the related parties.

16. Employee future benefits:

OIB provides a defined contribution pension plan for certain eligible employees. The total pension expense, representing employer contributions to the plan, for the year was \$41,064 (2017 - \$31,324).

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

17. Financial risks and concentration of risks:

(a) Credit risk:

Credit risk refers to the risk that counterparty may default on its contractual obligations resulting in a financial loss. As disclosed in note 2, OIB holds its cash with federally regulated chartered banks who are insured by the Canadian Deposit Insurance Corporation. Cash equivalents are held in interest bearing cash accounts or money market funds readily convertible to cash.

(b) Interest rate and cash flow risk:

Interest rate risk relates to the impact of changes in interest rates on OIB's future cash inflows from its investments and future cash outflows on its term debt. OIB's cash and cash equivalents and certain investments are held in cash or short term mutual fund instruments, accordingly, OIB is not subject to significant interest rate risk in regards to these financial assets.

OIB is subject to interest rate and cash flow risk with respect to its restricted cash and cash equivalents (note 2), debt reserve fund and mutual fund investment (note 4) and term debt (note 7). For the year ended March 31, 2018, OIB's interest on its term debt was not subject to significant interest rate risk. OIB manages interest rate risk through negotiations with lenders at origination or renewal of loan agreements.

(c) Liquidity risk:

Liquidity risk is the risk that OIB will not be able to meet its financial obligations as they become due. For the year ended March 31, 2018, Social Housing mortgages are secured by DISC and FNFA loans are secured by certain revenue sources. OIB monitors the maturity of its financial liabilities and assesses whether it has sufficient cash to settle these financial obligations when due.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

17. Financial risks and concentration of risks (continued):

(c) Liquidity risk (continued):

The following table summarizes the contractual maturities of OIB's financial liabilities:

	March 31, 2018			
	On demand	Up to 1 year	Over 1 year	Total
Accounts payable and accrued liabilities	\$ 1,129,854	\$ -	\$ -	\$ 1,129,854
Term debt	-	874,468	6,828,887	17,703,355
	\$ 1,129,854	\$ 874,468	\$ 6,828,887	\$ 18,833,209

	March 31, 2017			
	On demand	Up to 1 year	Over 1 year	Total
Accounts payable and accrued liabilities	\$ 1,326,621	\$ -	\$ -	\$ 1,326,621
Term debt	-	915,315	7,584,797	18,500,112
	\$ 1,326,621	\$ 915,315	\$ 7,584,797	\$ 19,826,733

(d) Economic dependence:

OIB receives a major portion of its revenues pursuant to funding agreements with DISC. Any disruption in this funding could have a negative effect on OIB's operations.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

18. Segmented information:

Segmented information has been identified based upon lines of service provided by OIB. OIB's services are provided by departments and its activities are reported by functional area in the body of the financial statements. Certain lines of service that have been separately disclosed and are summarized below, with activity for the year ended March 31, 2018 summarized in schedule 3.

(a) Administration

Administration includes costs related to overall governance and delivery of core operations, such as daily office procedures, as well as administration of taxation.

(b) Economic Development

Economic development includes costs related to the development of economic opportunities on Band land.

(b) Education

Education includes costs related to tuition and language and cultural research.

(c) General Government

General government includes costs related to Chief and Council's governance of the First Nation's operations, including operating, structure and other related costs.

(d) Health

Health includes costs related to providing community health, on reserve medical services and patient travel.

(e) Land and Natural Resources

Land and natural resources includes costs related to forestry resource management, Parks Canada program, and Species at Risk program.

(f) Public Works

Public works includes development costs incurred for capital projects and costs relating to the maintenance of the Osoyoos health station.

OSOYOOS INDIAN BAND

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2018

18. Segmented information (continued):

(g) Social Development

Social development includes band membership distributions and many of the Inkameep community service programs offered to band members including workshops, basic needs, shelter, in home care, national child benefits, Okanagan Training and Development program costs and youth programs.

(h) Social Housing

Social housing includes costs related to the construction and repairs of housing for band members.

(i) Other Projects

Other projects includes recreational services provided to band members.

(j) Inkameep Daycare

Inkameep Daycare includes costs related for operation of a daycare, preschool and afterschool programs for children.

(k) Sen*Pok*Chin Education

Sen*Pok*Chin Education includes costs related for administering and facilitating on-reserve education programs and services from kindergarten to grade eight.

19. Comparative figures:

Certain 2017 comparative figures have been reclassified to conform with the consolidated financial statement presentation adopted for the current year.

OSOYOOS INDIAN BAND

Schedule 1 - Consolidated Expenses by Object

Year ended March 31, 2018, with comparative information for 2017

	2018	2017
Administration	\$ 169,548	\$ 142,707
Amortization (note 8)	656,979	628,243
Bad debts	5,541	7,076
Consulting	-	-
Education	886,071	960,563
Grants and bursaries	15,827	50,223
Honouraria	88,537	95,973
Insurance	162,997	160,933
Interest and bank charges	578,317	630,915
Materials and supplies	172,637	188,411
General and miscellaneous	831,635	819,774
Professional Fees	1,162,330	196,119
Programming	1,229,655	1,302,246
Rent	77,739	72,178
Repairs and maintenance	488,059	600,589
Replacement reserve	34,086	68,649
Band membership distributions	809,351	794,840
Recreation	191,687	180,098
Telephone and utilities	128,202	137,768
Travel and training	639,551	599,576
Social health and child benefits	548,975	396,468
Salaries and benefits	3,696,597	3,503,013
	<hr/> \$ 12,574,321	<hr/> \$ 11,536,362

Osoyoos Indian Band

Schedule 2 - Investments in Business Enterprises, Summarized Financial Information

Year ended March 31, 2018, with comparative information for 2017

Financial information for government business enterprises:

	Current Assets	Non-Current Assets	Total Assets	Current Liabilities	Non-Current Liabilities	Total Liabilities	Net Assets
As at December 31, 2017							
Senkulmen Utilities Ltd.	\$ 1,125,783	\$ 7,308,335	\$ 8,434,118	\$ 271,195	\$ 7,803,307	\$ 8,074,502	\$ 359,616
NK'Mip Heritage Centre Ltd.	-	1	1	479,326	-	479,326	(479,325)
Osoyoos Indian Band Development Corporation	1,162	5,583,583	5,584,749	3,499	2,321,156	2,324,655	3,260,094
	\$ 1,126,945	\$ 12,891,919	\$ 14,018,868	\$ 754,020	\$ 10,124,463	\$ 10,878,483	\$ 3,140,385
As at December 31, 2016							
Senkulmen Utilities Ltd.	\$ 720,150	\$ 7,583,319	\$ 8,303,469	\$ 125,839	\$ 8,083,520	\$ 8,209,359	\$ 94,110
NK'Mip Heritage Centre Ltd.	-	19	19	1,548	479,326	480,874	(480,855)
Osoyoos Indian Band Development Corporation	1,152	6,198,821	6,199,973	3,499	3,071,146	3,074,645	3,125,328
	\$ 721,302	\$ 13,782,159	\$ 14,503,461	\$ 130,886	\$ 11,633,992	\$ 11,764,878	\$ 2,738,583
Expenses, including income taxes							
Revenue							
Year ended December 31, 2017							
Senkulmen Utilities Ltd.				\$ 688,858	\$ 423,352	\$ 265,506	
NK'Mip Heritage Centre Ltd.				444	(1,048)	1,492	
Osoyoos Indian Band Development Corporation				(180,126)	-	(180,126)	
	\$ 509,176	\$ 422,304	\$ 86,872				
Year ended December 31, 2016							
Senkulmen Utilities Ltd.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
NK'Mip Heritage Centre Ltd.				1,223	1,220	3	
Osoyoos Indian Band Development Corporation				413,423	-	413,423	
	\$ 414,646	\$ 1,220	\$ 413,426				

Osoyoos Indian Band

Schedule 2 - Investments in Business Enterprises, Summarized Financial Information

Year ended March 31, 2018, with comparative information for 2017

Financial information for government business limited partnerships:

	Current Assets	Non-Current Assets	Total Assets	Current Liabilities	Non-Current Liabilities	Total Liabilities	Net Assets
As at December 31, 2017							
Osoyoos Indian Band Development LLP	\$ 1,368,300	\$ 707,145	\$ 2,075,445	\$ 172,729	\$ -	\$ 172,729	\$ 1,902,716
NK'Nip Desert Heritage Centre LLP	78,198	3,800,775	3,878,973	125,587	3,160,521	3,286,108	592,865
NK'Mip Canyon Desert Golf Course LLP	89,658	2,936,862	3,026,520	1,903,419	198,956	2,102,375	924,145
NK'Mip Forestry LLP	951,226	261,293	1,212,519	4,866	-	4,866	1,207,653
NK'Mip Convenience Store LLP	1,076,370	2,418,336	3,494,706	2,472,496	-	2,472,496	1,022,210
NK'Mip Campground and RV Park LLP	1,240,081	5,103,353	6,343,434	201,279	-	201,279	6,142,155
Senkulmen Projects LLP	583,015	10	583,025	582,128	37,100	619,228	(36,203)
NK'Mip Vineyards LLP	1,108,378	3,766,638	4,875,016	3,692,373	214,749	3,907,122	967,894
Oliver Readi-Mix LLP	1,492,083	988,440	2,480,523	375,035	-	375,035	2,105,488
Osoyoos Indian Band Holdings LLP	1,262,702	32,638,607	33,901,309	2,357,351	13,974,607	16,331,958	17,569,351
NK'Mip Management Services LLP	108,326	31,563	139,889	4,847	-	4,847	135,042
	\$ 9,358,337	\$ 52,653,022	\$ 62,011,359	\$ 11,892,110	\$ 17,585,933	\$ 29,478,043	\$ 32,533,316

As at December 31, 2016

	Current Assets	Non-Current Assets	Total Assets	Current Liabilities	Non-Current Liabilities	Total Liabilities	Net Assets
As at December 31, 2016							
Osoyoos Indian Band Development LLP	\$ 1,507,099	\$ 355,311	\$ 1,862,410	\$ 732,271	\$ -	\$ 732,271	\$ 1,130,139
NK'Nip Desert Heritage Centre LLP	83,963	4,090,051	4,174,014	179,023	3,411,403	3,590,426	583,588
NK'Mip Canyon Desert Golf Course LLP	120,213	2,829,229	2,949,442	2,212,467	56,510	2,268,977	680,465
NK'Mip Forestry LLP	1,050,726	15,835	1,066,561	82,001	-	82,001	984,560
NK'Mip Convenience Store LLP	949,561	2,428,959	3,378,520	2,492,491	12,000	2,504,491	874,029
NK'Mip Campground and RV Park LLP	1,230,455	5,295,745	6,526,200	766,556	-	766,556	5,759,644
Senkulmen Projects LLP	52,592	10	52,602	53,436	35,600	89,036	(36,434)
NK'Mip Vineyards LLP	909,657	4,038,896	4,948,553	4,074,377	263,317	4,337,694	610,859
Oliver Readi-Mix LLP	980,399	1,044,169	2,024,568	211,797	-	211,797	1,812,771
Osoyoos Indian Band Holdings LLP	1,196,516	33,416,765	34,613,281	2,150,589	14,138,128	16,288,717	18,324,564
NK'Mip Management Services LLP	49,167	36,365	85,532	3,672	-	3,672	81,860
	\$ 8,130,348	\$ 53,551,335	\$ 61,681,683	\$ 12,958,680	\$ 17,916,958	\$ 30,875,638	\$ 30,806,045

Included in current and non-current liabilities are outstanding bank loans, for which OIB has provided a guarantee, totalling approximately \$1.6 million (2017 - \$ 2,961 million).

	Revenue	Expenses, including income taxes	Net earnings (loss)
Year ended December 31, 2017			
Osoyoos Indian Band Development LLP	\$ 1,593,074	\$ 1,321,045	\$ 272,029
NK'Nip Desert Heritage Centre LLP	464,724	530,448	(65,724)
NK'Mip Canyon Desert Golf Course LLP	1,230,116	1,365,655	(135,539)
NK'Mip Forestry LLP	342,050	47,823	294,227
NK'Mip Convenience Store LLP	10,925,205	10,657,307	267,898
NK'Mip Campground and RV Park LLP	2,988,644	2,324,419	664,225
Senkulmen Projects LLP	603	372	231
NK'Mip Vineyards LLP	2,299,027	2,241,992	57,035
Oliver Readi-Mix LLP	2,735,058	2,358,548	376,510
Osoyoos Indian Band Holdings LLP	4,183,427	2,427,938	1,755,489
NK'Mip Management Services LLP	300,038	247,188	52,850
	\$ 27,061,966	\$ 23,522,735	\$ 3,539,231

Year ended December 31, 2016

Osoyoos Indian Band Development LLP	\$ 1,357,379	\$ 1,114,619	\$ 242,760
NK'Nip Desert Heritage Centre LLP	558,121	527,251	30,870
NK'Mip Canyon Desert Golf Course LLP	1,299,336	1,482,624	(183,288)
NK'Mip Forestry LLP	672,253	141,830	530,423
NK'Mip Convenience Store LLP	9,937,524	9,559,300	378,224
NK'Mip Campground and RV Park LLP	2,894,425	2,113,141	781,284
Senkulmen Projects LLP	1,417	1,330	87
NK'Mip Vineyards LLP	2,433,791	2,268,575	165,216
Oliver Readi-Mix LLP	2,184,625	1,850,917	333,708
Osoyoos Indian Band Holdings LLP	4,159,514	2,372,068	1,787,446
NK'Mip Management Services LLP	322,508	266,599	55,909
	\$ 25,820,893	\$ 21,698,254	\$ 4,122,639

Osoyoos Indian Band

Schedule 3 - Segmented Information

Year ended March 31, 2018, with comparative information for 2017

Year ended March 31, 2018

	Revenue					Surplus (deficit)
	DISC	Other	Total	Expenses		
Administration	\$ 524,118	\$ 64,956	\$ 589,074	\$ 1,583,401	\$ (994,327)	
Economic development	274,444	3,775,129	4,049,573	679,428	3,370,145	
Education	1,560,448	1,100	1,561,548	1,580,129	(18,581)	
General government	481,606	4,198,796	4,680,402	2,537,857	2,142,545	
Health	-	682,740	682,740	558,851	123,890	
Lands and natural resources	305,669	319,279	624,948	714,051	(89,104)	
Public works	3,752,458	78,100	3,830,558	187,561	3,642,997	
Social development	609,609	662,418	1,272,027	2,058,407	(786,380)	
Social housing	25,000	776,459	801,459	694,936	106,523	
Other projects	47,157	27,039	74,196	274,537	(200,342)	
Inkameep Daycare	-	342,894	342,894	276,592	66,302	
Sen*Pok*Chin Education	642,620	888,669	1,531,290	1,428,571	102,718	
	\$ 8,223,129	\$ 11,817,579	\$ 20,040,708	\$ 12,574,321	\$ 7,466,387	

Year ended March 31, 2017

	Revenue					Surplus (deficit)
	DISC	Other	Total	Expenses		
Administration	\$ 413,793	\$ 58,561	\$ 472,354	\$ 1,605,811	\$ (1,133,457)	
Economic development	66,780	4,046,213	4,112,993	96,415	4,016,578	
Education	1,569,363	1,571	1,570,934	1,720,379	(149,445)	
General government	-	3,708,669	3,708,669	2,250,215	1,458,454	
Health	-	596,600	596,600	453,909	142,691	
Lands and natural resources	238,715	211,204	449,919	445,362	4,557	
Public works	1,293,125	70,422	1,363,547	194,179	1,169,368	
Social development	472,872	613,724	1,086,596	2,045,225	(958,629)	
Social housing	-	876,654	876,654	724,526	152,128	
Other projects	-	35,674	35,674	411,662	(375,988)	
Inkameep Daycare	650	325,400	326,050	332,685	(6,635)	
Sen*Pok*Chin Education	648,872	706,471	1,355,343	1,255,994	99,349	
	\$ 4,704,170	\$ 11,251,162	\$ 15,955,333	\$ 11,536,362	\$ 4,418,971	