

LOWER SIMILKAMEEN INDIAN BAND
CONSOLIDATED FINANCIAL STATEMENTS
March 31, 2022

LOWER SIMILKAMEEN INDIAN BAND

CONSOLIDATED FINANCIAL STATEMENTS

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LOWER SIMILKAMEEN INDIAN BAND

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

March 31, 2022

The accompanying consolidated financial statements of Lower Similkameen Indian Band are the responsibility of management and have been approved by the 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 judgement. 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.

The Lower Similkameen Indian Band 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 the Nation's assets are appropriately accounted for and adequately safeguarded.

The Lower Similkameen Indian Band Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Chief and Council review the financial statements and recommends their approval. The Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and 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 auditor's report.

The consolidated financial statements have been audited by Reid Hurst Nagy Inc. in accordance with Canadian generally accepted auditing standards on behalf of their members. Reid Hurst Nagy Inc. has full access to Chief and Council.



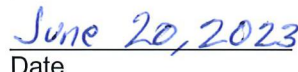
Chief



Councillor



Date



Date

Independent Auditors' Report

To the Members of
Lower Similkameen Indian Band

Opinion

We have audited the consolidated financial statements of Lower Similkameen Indian Band, which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2022, and the results of its consolidated operations, its changes in its consolidated net financial assets, and its consolidated cash flows for the year then ended in accordance with Public Sector Accounting Standards ("PSAS").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the First Nation in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

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

In preparing the consolidated financial statements, management is responsible for assessing the First Nation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the First Nation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the First Nation's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

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

- ◆ Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ◆ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the First Nation's internal control.

- ◆ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ◆ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.
- ◆ Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ◆ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature in black ink that reads 'Reid Hurst Nagy Inc.' in a cursive, flowing script.

REID HURST NAGY INC.
CHARTERED PROFESSIONAL ACCOUNTANTS

KELOWNA, B.C.
JUNE 20, 2023

LOWER SIMILKAMEEN INDIAN BAND

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at March 31	2022	2021
FINANCIAL ASSETS		
Cash and cash equivalents	\$ 10,295,759	\$ 7,290,468
Restricted cash (Note 3)	1,108,726	1,102,399
Accounts receivable (Note 4)	2,425,214	2,159,256
Loans receivable (Note 2)	357,298	6,824
Rents receivables	68,674	79,904
Temporary investments (Note 5)	1,527,369	1,526,608
Long-term investments (Note 7)	2,632,158	3,609,051
	18,415,198	15,774,510
LIABILITIES		
Accounts payable (Note 9)	966,697	584,512
Deferred revenue (Note 10)	3,985,653	3,017,875
Due to related parties (Note 11)	106,379	105,830
Long-term debt (Note 12)	5,687,118	5,380,095
Replacement Reserve Fund (Note 6)	371,979	366,071
	11,117,826	9,454,383
NET FINANCIAL ASSETS	7,297,372	6,320,127
NON-FINANCIAL ASSETS		
Capital assets (Note 15)	17,146,512	15,221,384
Prepaid expenses	29,195	67,878
	17,175,707	15,289,262
ACCUMULATED SURPLUS	\$ 24,473,079	\$ 21,609,389

APPROVED ON BEHALF OF THE LOWER SIMILKAMEEN INDIAN BAND

 , Chief

 , Band Administrator

LOWER SIMILKAMEEN INDIAN BAND

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

For the year ended March 31	2022 Budget	2022 Actual	2021
ANNUAL SURPLUS	\$ 5,497,465	\$ 2,863,690	\$ 3,622,949
Acquisition of tangible capital assets	-	(3,261,840)	(1,395,185)
Amortization of tangible capital assets	-	536,710	423,844
Disposal of tangible capital assets	-	800,002	-
	-	(1,925,128)	(971,341)
Acquisition of prepaid asset	38,683	(29,195)	(67,878)
Use of prepaid asset	-	67,878	50,870
	38,683	38,683	(17,008)
INCREASE IN NET FINANCIAL ASSETS	5,536,148	977,245	2,634,600
NET FINANCIAL ASSETS AT BEGINNING OF YEAR	-	6,320,127	3,685,527
NET FINANCIAL ASSETS AT END OF YEAR	\$ -	\$ 7,297,372	\$ 6,320,127

LOWER SIMILKAMEEN INDIAN BAND

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

For the year ended March 31	2022 Budget	2022 Actual	2021 Actual
REVENUE			
Indigenous Services Canada	\$ 5,104,152	\$ 5,270,995	\$ 4,215,038
Canada Mortgage and Housing Corporation	-	128,392	115,414
Environment Canada	637,000	437,000	198,689
First Nations Education Steering Committee	960,557	961,828	387,086
First Nations Health Authority	1,383,846	1,405,033	1,322,403
Forestry	555,000	555,540	461,885
Interest	55,000	65,194	61,753
Property tax assessed	-	280,037	278,051
Province of British Columbia	1,711,115	4,295,895	2,990,018
Referrals	150,000	160,877	238,767
Rental	149,000	315,425	309,952
Okanagan Nation Alliance	157,100	156,487	184,045
Insurance proceeds	-	103,000	-
Other	2,713,634	461,341	2,871,901
	13,576,404	14,597,044	13,635,002
EXPENSES			
Administration	1,273,503	1,854,722	1,338,013
Health	1,448,061	1,138,268	986,972
Social Development	984,323	972,216	1,032,587
Education	2,934,232	2,612,657	2,364,034
Lands and Resources	1,740,248	1,427,634	765,887
Capital	913,933	1,011,818	10,693
Public Works	854,963	680,486	568,445
Chief and Council	841,046	376,080	324,551
Social Housing	-	273,254	303,661
Capital Fund	-	418,438	351,253
Enterprise Funds	-	-	59,556
	10,990,309	10,765,573	8,105,652
ANNUAL SURPLUS BEFORE OTHER	2,586,095	4,691,082	5,560,185
OTHER			
Transfer to deferred revenue	-	(3,985,652)	(3,017,875)
Transfer from deferred revenue	2,911,370	3,017,875	1,111,474
	2,911,370	(967,777)	(1,906,401)
ANNUAL SURPLUS	5,497,465	2,863,690	3,622,949
ACCUMULATED SURPLUS AT BEGINNING OF YEAR	-	21,609,389	17,986,440
ACCUMULATED SURPLUS AT END OF YEAR	\$ 5,497,465	\$ 24,473,079	\$ 21,609,389

LOWER SIMILKAMEEN INDIAN BAND

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended March 31, 2022	2022	2021
OPERATING ACTIVITIES		
ANNUAL SURPLUS	\$ 2,863,690	\$ 3,622,949
Items not affecting cash		
Gain on disposal of tangible capital assets	(24,995)	-
Amortization of tangible capital assets	536,710	423,844
Share of loss (income) of First Nation Controlled entities	976,893	(593,259)
	4,352,298	3,453,534
Change in non-cash operating working capital	789,141	665,726
	5,141,439	4,119,260
CAPITAL ACTIVITIES		
Purchase of tangible capital assets	(3,261,840)	(1,395,184)
Proceeds on disposal of tangible capital assets	824,996	-
	(2,436,844)	(1,395,184)
FINANCING ACTIVITIES		
Repayment of long-term debt	(295,605)	(283,086)
Proceeds from long-term debt	602,628	-
	307,023	(283,086)
INVESTING ACTIVITIES		
Change in restricted cash	(6,327)	(31,612)
INCREASE IN CASH AND CASH EQUIVALENTS	3,005,291	2,409,378
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	7,290,468	4,881,090
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 10,295,759	\$ 7,290,468

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board of CPA Canada.

(a) Reporting Entity

The Lower Similkameen Indian Band reporting entity includes the Lower Similkameen Indian Band government and all related entities that are controlled by the First Nation.

(b) Fund Accounting

The Lower Similkameen Indian Band maintains the following funds and reserves as part of its operations:

- The Operating Fund which reports the general activities of the First Nation administration.
- The Capital Fund which reports the capital assets of the First Nation not included in other funds, together with their related activities.
- The Trust Fund which reports on the trust funds of the First Nation and held by third parties.
- The Social Housing Fund which reports on the social housing assets of the First Nation together with their related activities.
- The Enterprise Fund which reports the First Nation's investment in self-supporting commercial entities.

(c) Principles of Consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the Consolidated Statements on a modified equity basis. Inter-organizational balances are eliminated on consolidation.

Under the modified equity method of accounting, only Lower Similkameen Indian Band's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of Lower Similkameen Indian Band.

Organizations consolidated in Lower Similkameen Indian Band's financial statements include:

1. Lower Similkameen Indian Band Operating Fund
2. Similkameen Chopaka Social Housing Society (Social Housing Fund)
3. Lower Similkameen Indian Band Capital Fund
4. Lower Similkameen Indian Band Trust Fund
5. Lower Similkameen Indian Band Enterprise Fund

Organizations accounted for on a modified equity basis include:

6. 0783309 B.C. Ltd.
7. Lower Similkameen Community Forests Ltd.
8. Lower Similkameen Community Forests Limited Partnership
9. Smelqmix Investments Ltd
10. Smelqmix Investments Limited Partnership
11. Skulqalt Forestry Ltd.
12. 1161649 BC Ltd.

(d) Segments

The First Nation conducts its business through reportable segments. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives, aid in resource allocation decisions, and to assess operational performance. For each reported segment, revenues and expenses represent both amounts that are directly attributed 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.

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

(e) Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

(f) Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or to finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible assets, prepaid expenses and inventory of supplies.

(g) Budget

Budgeted figures have been provided for comparison purposes and have been derived from the estimates approved by Council.

(h) Internal charges and transfers

The central administration office provides services to other program areas. To recognize the cost of these services a corresponding revenue and expense is recorded and referred to as "Administration fees."

(i) Use of Estimates

In preparing the consolidated financial statements for the First Nation, management is required 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 consolidated financial statements and the reported amounts of revenue and expenses during the period. Items requiring the use of significant estimates include collectability of accounts receivable, useful life of tangible assets and accounts payable and accruals. Actual results could differ from these estimates.

(j) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.

(k) Temporary Investments

Temporary investments consist of term deposits or GICs with maturity of dates of greater than three months. Investments are reported at cost plus accrued interest.

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

(l) Loans Receivable

Loans receivable are recorded at cost less any amount for valuation allowance. Valuation allowances are made when collection is in doubt as assessed by management. Loans are reviewed on an annual basis by management. Interest income is accrued on loans receivable to the extent it is deemed collectable.

(m) Long-term Debt

Proceeds from long-term debt are recorded as program revenue. Payments of principal and interest are treated as program expenditures. Long-term debt is recorded as a liability on the balance sheet. Reductions of long-term debt are offset with an increase to Equity in Tangible Capital Assets.

(n) Tangible Capital Assets

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Lower Similkameen Indian Band's incremental cost of borrowing.

Amortization is provided for on a straight-line basis over their estimated useful lives as follows:

Leasehold improvements	20 years Straight line
Buildings	20 to 75 years Straight line
Road	70 to 100 years Straight line
Campground	20 years Straight line
Computer equipment	3 years Straight line
Equipment	5 years Straight line
Automotive equipment	5 years Straight line
Infrastructure	30 to 85 years Straight line

Tangible capital assets are written down when conditions indicate that they no longer contribute to Lower Similkameen Indian Band's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations.

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

(o) Replacement Reserve

The Replacement Reserve is funded by an annual charge against earnings as opposed to an appropriation of surplus.

(p) Surplus Recoveries and Deficit Funding

Under the terms of funding arrangements, remaining surpluses of certain programs may be recovered by the funding agency, and remaining deficits may be funded by the funding agency.

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

2. LOANS RECEIVABLE

	2022	2021
Others	\$ 6,824	\$ 6,824
Smelqmix Investment LP	250,000	-
Lower Similkameen Development Corporation	100,474	-
	\$ 357,298	\$ 6,824

3. RESTRICTED CASH

Replacement Reserve Fund:

In accordance with the terms and conditions of the "Operating Agreement" with Canada Mortgage & Housing Corporation, the Housing Program must set aside funds annually for the non-annual expenditures of the Program for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account with any interest earned to be credited as revenue to the Replacement Reserve Fund.

Operating Reserve Fund:

In accordance with the terms and conditions of the "Operating Agreement" with Canada Mortgage & Housing Corporation, the Program is to set aside any surplus revenue to an operating reserve for the purpose of meeting future requirements of income listed occupants over and above the maximum federal assistance. The Fund may be replenished to its original limit from subsequent operating surpluses.

Ottawa Trust Funds:

The trust funds 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. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

	2022	2021
Replacement Reserve Fund - restricted cash	\$ 345,425	\$ 379,656
Operating Reserve Fund - restricted cash	295,076	282,928
Ottawa Trust Funds - restricted cash	330,986	323,553
Firehall Reserve Fund - restricted cash	39,500	29,507
Capital Reserve Fund - restricted cash	86,754	86,754
Band School Reserve Fund - restricted cash	10,984	-
	\$ 1,108,725	\$ 1,102,398

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

4. ACCOUNTS RECEIVABLE

	2022	2021
Accounts receivable - general	\$ 408,681	\$ 877,140
Copper Mountain Mine	1,035,550	-
Environment and Climate Change Canada	120,000	-
First Nation Education Steering Committee	145,917	116,346
Indigenous Services Canada	166,631	309,028
Member loans	49,314	52,064
Ministry of Transportation & Infrastructure	29,832	243,058
Okanagan Nation Alliance	78,243	-
Parks Canada	305,000	-
Province of BC	223,500	760,111
	2,562,668	2,357,747
Allowance for doubtful accounts	(137,454)	(198,491)
	\$ 2,425,214	\$ 2,159,256

5. TEMPORARY INVESTMENT

The temporary investments are GICs, which mature on October 18, 2022 at 0.05% interest rate.

6. REPLACEMENT RESERVE FUND

The Replacement Reserve is established in accordance with the Operating Agreements with CMHC for on-reserve housing. Funds are required to be set aside annually and held for future replacements of capital items related to the homes.

	2022	2021
Balance, beginning of year	\$ 366,071	\$ 343,955
Interest	1,391	3,214
Expenditures	(30,225)	(13,348)
Appropriations from the Operating Fund	34,742	32,250
	\$ 371,979	\$ 366,071

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

7. LONG-TERM INVESTMENTS

	2022	2021
Investments not subject to control		
Shares in All Nations Trust Company - held at cost	\$ 41,852	\$ 41,852
Investment in BC First Nations Gaming Revenue Sharing General Partner Inc. - held at cost	10	10
Investment in BC First Nations Gaming Revenue Sharing Limited Partnership - held at cost	100	100
	41,962	41,962
Investments subject to control		
Investment in Lower Similkameen Community Forests Limited Partnership	-	1,156,890
Investment in Lower Similkameen Community Forests Ltd.	(13,880)	(13,575)
	(13,880)	1,143,315
Investment in 0783309 B.C. Ltd.		
Share capital	1	1
Accumulated earnings (deficit)	(316)	(316)
	(315)	(315)
Investment in Smelqmix Investment Limited Partnership		
Accumulated equity	2,611,688	2,431,375
Investment in Smelqmix Investment Ltd.		
Share capital	1	1
Accumulated earnings (deficit)	(3,600)	(3,578)
	(3,599)	(3,577)
Investment in Skulqalt Forestry Ltd.		
Share capital	1	1
Accumulated deficit	(915)	(926)
	(914)	(925)
Investment in 1161649 B.C. Ltd.	(2,784)	(2,784)
	\$ 2,632,158	\$ 3,609,051

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

8. GOVERNMENT BUSINESSES

Commercial enterprises are those organizations that meet the definition of government business enterprises as described by the Public Sector Accounting Board of CPA Canada. Government business enterprises have the power to contract in their own name, have the financial and operating authority to carry on a business, sell goods and services to customers outside the First Nation government as their principal activity, and that can, in the normal course of their operations, maintain operations and meet liabilities from revenues received from outside the First Nation government.

Following is the condensed financial results for the First Nation controlled entities as noted below.

	0783309 B.C. Ltd	Smelqmix Investments Limited Partnership	Smelqmix Investments Ltd.	Skulqalt Forestry Ltd.	Lower Similkameen Community Forests Ltd.
Cash	\$ -	\$ 227,706	\$ -	\$ -	\$ -
Accounts receivable	-	73,341	-	-	-
Other assets	-	3,566,313	-	285	80
Total assets	\$ -	\$ 3,867,360	\$ -	\$ 285	\$ 80
Accounts payable	\$ -	\$ 227,574	\$ -	\$ -	\$ 2,170
Other liabilities	315	1,029,157	3,599	1,199	11,790
Total liabilities	315	1,256,731	3,599	1,199	13,960
Equity	(315)	2,610,629	(3,599)	(914)	(13,880)
Total liabilities and equity	\$ -	\$ 3,867,360	\$ -	\$ 285	\$ 80
Revenue					
Income	\$ -	\$ 161,149	\$ -	\$ -	\$ -
Income (loss) from partnership	-	(77,613)	(22)	(11)	220
Revenue	-	83,536	(22)	(11)	220
Expenses	-	961,380	-	-	670
Net income (loss)	\$ -	\$ (877,844)	\$ (22)	\$ (11)	\$ (450)

9. ACCOUNTS PAYABLE

	2022	2021
Trade payables	\$ 664,751	\$ 385,690
School district	97,430	45,777
Payroll payable	136,232	76,875
Vacation pay payable	68,284	76,170
Total	\$ 966,697	\$ 584,512

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

10. DEFERRED REVENUE

	March 31, 2021	Funding received, 2022	Revenue recognized, 2022	March 31, 2022
Federal government				
First Nation Education Steering Committee	\$ 223,589	\$ 570,231	\$ (295,601)	\$ 498,219
Indigenous Services Canada - NTG7	305,287	-	(43,415)	261,872
Indigenous Services Canada - NTKC	67,987	58,719	(67,987)	58,719
Environment and Climate Change Canada	-	108,000	-	108,000
Indigenous Services Canada - Q40S, Q40U, Q3XN, Q3B1	-	403,797	(19,252)	384,545
Indigenous Services Canada - Q3O1-001	250,000	563,825	(629,291)	184,534
Indigenous Services Canada - Q2KR, Q2KQ	-	436,123	(47,128)	388,995
	846,863	2,140,695	(1,102,674)	1,884,884
Provincial Government				
BC First Nations Gaming Revenue	659,398	222,195	(316,913)	564,680
Province of British Columbia - New School Construction	1,511,614	-	(74,531)	1,437,083
First Nations Health Authority	-	110,006	(11,000)	99,006
	2,171,012	332,201	(402,444)	2,100,769
	\$ 3,017,875	\$ 2,472,896	\$ (1,505,118)	\$ 3,985,653

11. DUE FROM RELATED PARTIES

	2022	2021
Skulqalt Forestry Limited Partnership	\$ 73,364	\$ 15,400
Smelqmix Investment Limited Partnership	30,640	90,493
Others	2,375	-
	\$ 106,379	\$ 105,893

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

12. LONG-TERM DEBT

	2022	2021
Bank of Montreal construction loan payable on demand. Interest calculated at prime plus 0.50% per annum. Secured by a general charge against operations.	\$ 27,882	\$ 30,956
Bank of Montreal construction loan payable on demand. Interest calculated at 4.24% per annum. Secured by a general charge against operations.	2,991,282	3,109,904
Bank of Montreal construction loan payable on demand. Scheduled monthly payments of \$3,005 with interest at 4.24% per annum. Secured by a general charge against operations.	476,413	494,185
Bank of Montreal loan payable, payment of \$401 per month including interest at prime plus 0.50%. Secured by a general charge against operations.	34,966	38,821
Bank of Montreal loan payable, payment of \$320 per month including interest at prime plus 0.50%. Secured by a general charge against operations.	32,197	35,666
All Nations Trust Company loan, payment of \$518 per month including interest at 4.25% per annum, with no set maturity date, secured by a Ministerial Loan Guarantee from Indigenous Services Canada.	33,053	37,112
All Nations Trust Company loan, payment of \$1,911 per month including interest at 2.39% per annum, maturing January 1, 2023, secured by a Ministerial Loan Guarantee from Indigenous Services Canada.	18,908	41,099
All Nations Trust Company loan, payment of \$2,483 per month including interest at 1.73% per annum, maturing December 1, 2024, secured by a Ministerial Loan Guarantee from Indigenous Services Canada.	79,973	108,131
All Nations Trust Company loan, payment of \$1,869 per month including interest at 1.97% per annum, maturing November 1, 2022, secured by a Ministerial Loan Guarantee from Indigenous Services Canada.	14,843	36,749
All Nations Trust Company loan, payment of \$4,388 per month including interest at 1.31% per annum, maturing December 1, 2036, secured by a Ministerial Loan Guarantee from Indigenous Services Canada.	706,311	749,233
All Nations Trust Company loan, payment of \$3,413 per month including interest at 2.49% per annum, maturing May 1, 2043, secured by a Ministerial Loan Guarantee from Indigenous Services Canada.	674,301	698,239
All Nations Trust Company loan, payment of \$2,416 per month including interest at 1.51% per annum, maturing November 1, 2046, secured by a Ministerial Guarantee from Indigenous Service Canada.	596,989	-
	\$ 5,687,118	\$ 5,380,095

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

12. LONG-TERM DEBT, continued

Principal portion of long-term debt due within the next five years:

2023	\$	3,628,991
2024		129,471
2025		124,136
2026		104,214
2027 and thereafter		1,700,306
	\$	5,687,118

13. ACCUMULATED SURPLUS

	2022	2021
Unrestricted		
Operating Fund	\$ 9,794,918	\$ 7,750,286
Capital Fund	11,778,338	10,129,255
Enterprise Funds	2,590,305	3,456,010
	24,163,561	21,335,551
Restricted		
Social Housing Fund	(21,468)	(49,715)
Trust Funds	330,986	323,553
	309,518	273,838
	\$ 24,473,079	\$ 21,609,389

14. CONTINGENT LIABILITIES

a) Indigenous Services Canada

Under the terms of the contribution agreements with Indigenous Services Canada and other governmental departments, certain surpluses may be repayable to the government and certain deficits may be reimbursable to the First Nation.

b) Loan Guarantee

A Government of Canada Ministerial Guarantee has been obtained for loans to certain band members. If these loans default, the Minister may recover the outstanding amounts from the First Nation. The First Nation has guaranteed loans totaling \$302,756 to date.

The First Nation has provided a guarantee to Bank of Montreal for Smelqmix Investments Limited Partnership for a term financial facility in the amount of \$411,750, overdraft facility in the amount of \$50,000 and Corporate credit card in the amount of \$25,000 from Bank of Montreal. In the case of default, Bank of Montreal may recover the outstanding amounts from the First Nation.

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

15. TANGIBLE CAPITAL ASSETS

	Cost				Accumulated amortization				
	Balance, beginning of year	Additions	Disposals and adjustments	Balance, end of year	Balance, beginning of year	Amortization	Accumulated amortization on disposals	Balance, end of year	2022 net book value
Land	\$ 161,475	\$ 1,754,585	\$ (45,297)	\$ 1,870,763	\$ -	\$ -	\$ -	\$ -	\$ 1,870,763
Automotive equipment	550,507	78,375	(46,907)	581,975	282,159	83,765	(32,735)	333,189	248,786
Computer equipment	126,723	-	(13,018)	113,705	114,131	1,693	(2,119)	113,705	-
Campground	165,109	-	-	165,109	165,109	-	-	165,109	-
Equipment	680,287	13,633	(1,091)	692,829	529,562	56,043	(51)	585,554	107,275
Leasehold improvements	65,046	-	(4,507)	60,539	49,751	1,464	(225)	50,990	9,549
Roads	957,617	-	-	957,617	567,565	12,656	-	580,221	377,396
Buildings	14,208,047	1,168,379	(86,587)	15,289,839	5,041,547	294,625	(86,586)	5,249,586	10,040,253
Infrastructure	4,382,394	43,415	-	4,425,809	545,098	86,464	-	631,562	3,794,247
Assets under construction	1,219,101	203,453	(724,311)	698,243	-	-	-	-	698,243
	\$ 22,516,306	\$ 3,261,840	\$ (921,718)	\$ 24,856,428	\$ 7,294,922	\$ 536,710	\$ (121,716)	\$ 7,709,916	\$ 17,146,512

	Cost				Accumulated amortization				
	Balance, beginning of year	Additions	Disposals and adjustments	Balance, end of year	Balance, beginning of year	Amortization	Accumulated amortization on disposals	Balance, end of year	2021 Net book value
Land	\$ 161,475	\$ -	\$ -	\$ 161,475	\$ -	\$ -	\$ -	\$ -	\$ 161,475
Automotive equipment	405,412	180,568	(35,473)	550,507	239,834	77,798	(35,473)	282,159	268,348
Computer equipment	113,705	13,018	-	126,723	110,596	3,535	-	114,131	12,592
Campground	165,109	-	-	165,109	165,109	-	-	165,109	-
Equipment	582,033	98,254	-	680,287	479,265	50,297	-	529,562	150,725
Leasehold improvements	60,539	4,507	-	65,046	48,063	1,688	-	49,751	15,295
Roads	957,617	-	-	957,617	554,909	12,656	-	567,565	390,052
Buildings	14,208,047	-	-	14,208,047	4,804,296	237,251	-	5,041,547	9,166,500
Infrastructure	4,382,394	-	-	4,382,394	504,479	40,619	-	545,098	3,837,296
Assets under construction	120,263	1,098,838	-	1,219,101	-	-	-	-	1,219,101
	\$ 21,156,594	\$ 1,395,185	\$ (35,473)	\$ 22,516,306	\$ 6,906,551	\$ 423,844	\$ (35,473)	\$ 7,294,922	\$ 15,221,384

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

16. COMPARATIVE AMOUNTS

Certain of the comparative amounts have been reclassified to conform with the presentation adopted in the current period.

17. 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 Band is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2022.

At each financial reporting date, the Band 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 Band continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

As of March 31, 2022 the band does not recognize any liability for contaminated sites.

18. PRIOR PERIOD RESTATEMENT

In previous year, the transfer of ownership in Smelqmix Investment Limited Partnership and the amortization for infrastructure was not reflected.

As a result of the changes, the financial statements have been restated as follows:

For the year ended March 31	As previously stated in 2021 Budget	Adjustments Increase (Decrease) Actual	Restated 2022 Actual
Consolidated Statement of Financial Position			
Financial assets			
Long-term investments	\$ 2,947,828	\$ 661,223	\$ 3,609,051
Non-financial assets			
Tangible capital assets	15,406,395	(185,011)	15,221,384
Accumulated surplus	\$ 21,133,177	\$ 476,212	\$ 21,609,389

19. ECONOMIC DEPENDENCE

Lower Similkameen Indian Band receives a significant portion of its revenue pursuant to an agreement referred to as "The Comprehensive Funding Arrangement". This agreement has been entered into by the First Nation and Indigenous Services Canada. It is expected that the agreement will be renewed on an annual basis.

The First Nation also receives major funding pursuant to an arrangement with the First Nations Health Authority and under which certain surpluses and deficits may be offset, but with the net balance repayable or refundable as the case may be.

20. LEASES

The nature of Lower Similkameen Indian Band's activities can result in some multi-year leases whereby it will be obligated to make future payments. Lease payments required under contract over the next year is 2023 \$48,897.

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

21. SEGMENTED INFORMATION

As previously discussed in note 1 (d) the First Nation conducts its business through reportable segments as follows:

The Band Programs department is responsible for administering projects the First Nation is involved in annually and on an on-going basis relating to the overall objectives of the First Nation and the development of stable, legitimate and accountable community governments. It also provides overall support of the First Nation including advisory services relating to financial management, band government, economic development, community services and technical services.

The Health department oversees the delivery of health programs and initiatives for the betterment of the lives of the members of the First Nation.

Social Development provides assistance to community members unable to provide for themselves and their dependents. The services provided by this department include, but are not limited to, income assistance, child and family services, assisted living and early childhood development.

Education supports the members in expressing, preserving, developing and promoting its cultural heritage through the establishment and operation of First Nation education centres and programs, it also provides services for students at the elementary/secondary and post secondary level, including; instructional services both on and off reserve as well as support services such as transportation, accommodation, guidance and counselling.

Economic Development supports the development of employment opportunities for members of the First Nation.

The Lands and Resources includes exploration of natural resources, development of natural resource revenues and the management of all reserve lands.

The Public Works department manages the infrastructure and servicing requirements such as water, sewage, roads and member facilities for the Band.

Capital Projects manages capital projects within the community undertaken to support the growth and/or maintenance of the First Nation's infrastructure.

Social Housing is responsible for the administration and management of Social Housing units.

Other operations include Capital Fund, Trust Fund and Enterprise Fund transactions.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

21. SEGMENTED INFORMATION, continued

	Administration Programs			Health Programs			Social Development Programs		
	2022 Budget	2022 Actual	2021 Actual	2022 Budget	2022 Actual	2021 Actual	2022 Budget	2022 Actual	2021 Actual
Revenues									
Indigenous Services Canada	\$ 416,778	\$ 734,270	\$ 748,263	\$ 110,500	\$ 110,500	\$ 166,578	\$ 921,561	\$ 933,243	\$ 992,665
First Nations Health Authority	-	-	-	1,168,627	1,189,808	1,241,594	49,000	49,000	-
Property tax assessed	-	280,037	278,051	-	-	-	-	-	-
Province of British Columbia	-	-	-	315,960	315,837	260,239	-	-	-
Other revenue	1,358,500	175,258	138,585	275,700	245,504	236,588	-	-	4,600
Total revenue	1,775,278	1,189,565	1,164,899	1,870,787	1,861,649	1,904,999	970,561	982,243	997,265
Expenses									
Insurance	58,700	18,252	5,673	8,850	4,709	10,406	-	-	-
Materials and supplies	44,000	47,190	35,311	28,750	18,631	68,221	1,550	1,044	235
Professional fees	65,000	69,980	38,302	20,000	-	20,000	-	-	-
Repairs and maintenance	9,000	6,328	15,797	10,500	9,193	5,864	-	-	-
Travel	19,250	19,064	2,879	57,900	57,980	21,328	4,000	5,041	3,655
Wages and benefits	687,125	681,115	667,767	626,796	604,412	661,947	109,200	108,454	108,021
Other expenses	390,428	1,012,793	572,284	695,265	443,347	199,206	869,573	857,677	920,676
Total expenses	1,273,503	1,854,722	1,338,013	1,448,061	1,138,272	986,972	984,323	972,216	1,032,587
Annual surplus (deficit)	\$ 501,775	\$ (665,157)	\$ (173,114)	\$ 422,726	\$ 723,377	\$ 918,027	\$ (13,762)	\$ 10,027	\$ (35,322)

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

21. SEGMENTED INFORMATION, continued

	Education Programs			Lands and Resources Programs			Capital Programs		
	2022 Budget	2022 Actual	2021 Actual	2022 Budget	2022 Actual	2021 Actual	2022 Budget	2022 Actual	2021 Actual
Revenues									
Indigenous Services Canada	\$ 1,524,764	\$ 1,536,982	\$ 1,321,959	\$ 600,934	\$ 601,677	\$ 464,821	\$ 437,883	\$ 391,797	\$ 298,472
First Nations Health Authority	110,000	110,006	-	-	-	-	-	-	-
Province of British Columbia	714,640	717,337	641,782	-	-	-	-	-	1,599,920
Rental	-	-	-	-	-	-	1,500	1,307	-
Other revenue	1,084,957	1,086,243	913,911	1,024,268	797,579	855,058	406,150	197,507	417,330
Total revenue	3,434,361	3,450,568	2,877,652	1,625,202	1,399,256	1,319,879	845,533	590,611	2,315,722
Expenses									
Insurance	8,000	7,487	4,511	-	-	656	-	-	-
Loan payments	-	-	-	-	-	-	144,000	-	-
Materials and supplies	166,750	159,529	139,604	16,800	9,272	14,385	41,500	9,847	37,212
Professional fees	-	-	-	27,000	7,334	11,263	115,000	96,203	3,567
Repairs and maintenance	13,700	14,328	9,862	-	-	-	-	-	-
Travel	20,300	16,191	2,358	26,058	26,922	23,728	-	-	-
Wages and benefits	850,797	879,898	654,790	305,750	268,988	225,838	-	-	-
Other expenses	1,874,685	1,535,224	1,552,909	1,364,640	1,115,118	490,017	613,433	905,768	(30,086)
Total expenses	2,934,232	2,612,657	2,364,034	1,740,248	1,427,634	765,887	913,933	1,011,818	10,693
Other	500,129	837,911	513,618	(115,046)	(28,378)	553,992	(68,400)	(421,207)	2,305,029
	113,190	(373,636)	(223,590)	250,000	(42,534)	(250,000)	1,888,782	(257,330)	(1,098,962)
Annual surplus (deficit)	\$ 613,319	\$ 464,275	\$ 290,028	\$ 134,954	\$ (70,912)	\$ 303,992	\$ 1,820,382	\$ (678,537)	\$ 1,206,067

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

21. SEGMENTED INFORMATION, continued

	Public Works Programs			Chief and Council Programs				Social Housing	
	2022 Budget	2022 Actual	2021 Actual	2022 Budget	2022 Actual	2021 Actual	2022 Budget	2022 Actual	2021 Actual
Revenues									
Indigenous Services Canada	\$ 520,800	\$ 514,570	\$ 222,280	\$ 570,932	\$ 447,956	-	\$ -	\$ -	-
Canada Mortgage and Housing Corporation	-	-	-	-	-	-	-	128,392	115,414
First Nations Health Authority	56,219	56,219	80,809	-	-	-	-	-	-
Forestry	-	-	-	555,000	555,540	461,885	-	-	-
Province of British Columbia	-	-	-	680,515	3,262,721	488,077	-	-	-
Rental	147,500	144,802	114,373	-	-	-	-	169,316	160,129
Other revenue	223,300	196,810	114,289	300,416	501,306	539,479	-	3,792	111,880
Total revenue	947,819	912,401	531,751	2,106,863	4,767,523	1,489,441	-	301,500	387,423
Expenses									
Amortization	-	-	-	-	-	-	-	118,269	70,197
Insurance	44,950	45,347	477	-	-	-	-	27,745	23,134
Materials and supplies	36,500	16,914	18,673	14,750	13,474	45,985	-	-	-
Professional fees	21,500	22,639	-	10,000	10,494	1,983	-	9,150	9,020
Repairs and maintenance	38,700	23,253	28,598	-	-	-	-	24,122	18,189
Travel	10,000	12,094	8,012	5,000	3,527	3,540	-	-	-
Wages and benefits	252,150	253,053	226,682	109,250	109,914	72,676	-	-	-
Other expenses	451,163	307,186	286,003	702,046	238,671	200,367	-	93,968	183,121
Total expenses	854,963	680,486	568,445	841,046	376,080	324,551	-	273,254	303,661
Other	92,856	231,915	(36,694)	1,265,817	4,391,443	1,164,890	-	28,246	83,762
	-	-	-	659,398	(294,277)	(333,849)	-	-	-
Annual surplus (deficit)	\$ 92,856	\$ 231,915	\$(36,694)	\$ 1,925,215	\$ 4,097,166	\$ 831,041	\$ -	\$ 28,246	\$ 83,762

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

21. SEGMENTED INFORMATION, continued

	2022 Budget	Capital Fund 2022 Actual	2021 Actual	2022 Budget	Trust Funds 2022 Actual	2021 Actual	2022 Budget	Enterprise Funds 2022 Actual	2021 Actual
Revenues									
Rental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	35,450
Other revenue	-	-	-	-	7,433	7,307	-	(865,705)	603,214
Total revenue	-	-	-	-	7,433	7,307	-	(865,705)	638,664
Expenses									
Amortization	-	418,438	351,253	-	-	-	-	-	2,394
Insurance	-	-	-	-	-	-	-	-	2,287
Materials and supplies	-	-	-	-	-	-	-	-	2,174
Professional fees	-	-	-	-	-	-	-	-	2,885
Repairs and maintenance	-	-	-	-	-	-	-	-	2,579
Travel	-	-	-	-	-	-	-	-	2,109
Wages and benefits	-	-	-	-	-	-	-	-	27,872
Other expenses	-	-	-	-	-	-	-	-	17,256
Total expenses	-	418,438	351,253	-	-	-	-	-	59,556
Other	-	(418,438)	(351,253)	-	7,433	7,307	-	(865,705)	579,108
Annual surplus (deficit)	\$ -	\$ (418,438)	\$ (351,253)	\$ -	\$ 7,433	\$ 7,307	\$ -	\$ (865,705)	\$ 579,108

LOWER SIMILKAMEEN INDIAN BAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2022

21. SEGMENTED INFORMATION, continued

	2022 Budget	Consolidated totals 2022 Actual	2021 Actual
Revenues			
Indigenous Services Canada	\$ 5,104,152	\$ 5,270,995	\$ 4,215,038
Canada Mortgage and Housing Corporation	-	128,392	115,414
First Nations Health Authority	1,383,846	1,405,033	1,322,403
Forestry	555,000	555,540	461,885
Property tax assessed	-	280,037	278,051
Province of British Columbia	1,711,115	4,295,895	2,990,018
Rental	149,000	315,425	309,952
Other revenue	4,673,291	2,345,727	3,942,241
Total revenue	13,576,404	14,597,044	13,635,002
Expenses			
Amortization	-	536,707	423,844
Insurance	120,500	103,540	47,144
Loan payments	144,000	-	-
Materials and supplies	350,600	275,901	361,800
Professional fees	258,500	215,800	87,020
Repairs and maintenance	71,900	77,224	80,889
Travel	142,508	140,819	67,609
Wages and benefits	2,941,068	2,905,834	2,645,593
Other expenses	6,961,233	6,509,752	4,391,753
Total expenses	10,990,309	10,765,577	8,105,652
Other	2,586,095	3,831,467	5,529,350
	2,911,370	(967,777)	(1,906,401)
Annual surplus (deficit)	\$ 5,497,465	\$ 2,863,690	\$ 3,622,949