

SPLATSIN
FINANCIAL STATEMENTS
March 31, 2014

EXHIBIT

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

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

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

The Band Council is responsible for ensuring that management fulfils its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Council carries out this responsibility periodically through its Finance Committee. The Finance Committee is appointed by the Council and meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Finance Committee reports to Council prior to its approval of the financial statements. The Committee also considers, for review by the Council and approval by the members, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by Daley & Company Chartered Accountants LLP in accordance with Canadian public sector accounting standards.


Chief
Councillor
Councillor



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INDEPENDENT AUDITORS' REPORT

To the Members,
SPLATSIN

EXHIBIT A1

Report on the Financial Statements

We have audited the accompanying financial statements of SPLATSIN, which comprise the summary statement of financial position as at March 31, 2014, and the summary statement of members' equity, summary statement of operations, summary statement of change in net financial assets and summary statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of SPLATSIN as at March 31, 2014, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The current year's supplementary information included in Exhibits B1 to B3, C1 to C2, D1 to D2 and schedules 1 to 33 are presented for the purposes of additional analysis and are not a required part of the financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the summary financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.


Chartered Accountants

Kamloops, BC
July 10, 2014

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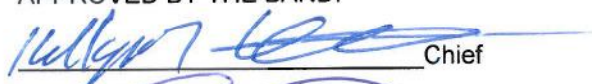


These financial statements were examined and this Audit Opinion issued solely for the use of SPLATSIN. Daley & Company Chartered Accountants LLP makes no representations of any kind to any other person in respect of these financial statements and accepts no responsibility for their use by any other person in the absence of the written consent of Daley & Company Chartered Accountants LLP.

SPLATSIN
SUMMARY STATEMENT OF FINANCIAL POSITION
March 31, 2014

FINANCIAL ASSETS	2014	2013
Cash	\$ 3,511,316	\$ 3,084,321
Restricted cash (Note A3)	2,209,079	2,025,685
Grants and accounts receivable (Note A4)	744,216	927,285
Loans receivable (Note A5)	900,912	620,784
Investments and advances (Note A6)	<u>1,656,242</u>	<u>960,070</u>
	<u>9,021,765</u>	<u>7,618,145</u>
LIABILITIES		
Accounts payable and accruals (Note A7)	1,499,714	1,096,918
Deferred rent revenue	4,177	25,850
Demand loans (Note A8)	1,173,948	943,315
Internally restricted funds payable (Note A3)	955,654	857,563
Mortgages payable (Note A9)	390,146	477,595
Long-term debt (Note A10)	<u>3,998,974</u>	<u>-</u>
	<u>8,022,613</u>	<u>3,401,241</u>
NET FINANCIAL ASSETS	<u>999,152</u>	<u>4,216,904</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note A11)	11,760,613	7,332,427
Prepaid expenses	<u>38,287</u>	<u>133,529</u>
	<u>11,798,900</u>	<u>7,465,956</u>
ACCUMULATED SURPLUS (Note A13)	<u>\$ 12,798,052</u>	<u>\$ 11,682,860</u>

COMMITMENTS AND CONTINGENCIES (Note A14)

APPROVED BY THE BAND:

 Chief
 Councillor
 Councillor

See accompanying notes to financial statements.

SPLATSIN
SUMMARY STATEMENT OF MEMBERS' EQUITY
Year ended March 31, 2014

	2014	2013
ACCUMULATED SURPLUS, beginning of year	\$11,682,860	\$ 9,741,191
EXCESS OF REVENUE OVER EXPENSES	<u>1,115,192</u>	<u>1,941,669</u>
ACCUMULATED SURPLUS, end of year	<u>\$12,798,052</u>	<u>\$11,682,860</u>

See accompanying notes to financial statements.

SPLATSIN
SUMMARY STATEMENT OF OPERATIONS
Year ended March 31, 2014

	Budget	2014	2013
REVENUE:			
Aboriginal Affairs and Northern Development Canada	\$ 3,609,246	\$ 4,758,553	\$ 4,884,850
First Nations Health Authority	353,686	361,855	-
Health Canada	353,687	347,443	685,167
Consulting and contract	707,373	1,637,174	2,290,335
Forest Consultation and Revenue Sharing Agreement	1,000,000	1,011,120	901,951
Income from investment in Splatsin business enterprise	350,000	459,717	613,907
Interest and dividend income	9,682	68,993	76,789
Insurance proceeds	-	-	286,655
Canada Mortgage and Housing Corporation	20,366	31,483	23,004
Leases, rentals and grants in lieu	468,388	727,981	574,107
Miscellaneous	1,005,953	381,282	709,986
	<u>\$ 7,878,381</u>	<u>9,785,601</u>	<u>11,046,751</u>
EXPENSES:			
Administration	\$ 1,643,899	1,749,352	1,470,022
Child and Family Welfare	1,589,752	1,679,700	1,753,324
Infrastructure and Capital Improvements	-	50,291	221,094
Natural Resource and Title and Rights	724,931	788,835	1,293,937
Community Operations	354,796	350,647	366,979
Economic Development	78,600	257,058	174,563
Education	1,075,755	1,546,051	1,704,742
Social Development	815,450	811,386	812,567
Health	752,736	1,052,378	932,810
Housing	569,830	384,711	375,044
	<u>\$ 7,605,749</u>	<u>8,670,409</u>	<u>9,105,082</u>
EXCESS OF REVENUE OVER EXPENSES		\$ 1,115,192	\$ 1,941,669

See accompanying notes to financial statements.

SPLATSIN
SUMMARY STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
Year ended March 31, 2014

	2014	2013
EXCESS OF REVENUE OVER EXPENSES	\$ 1,115,192	\$ 1,941,669
Acquisition of tangible capital assets	(4,714,084)	(472,625)
Amortization of tangible capital assets	273,685	263,091
Loss on disposal of assets in the year	12,213	-
Change in prepaid expenses	<u>95,242</u>	<u>13,019</u>
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	(3,217,752)	1,745,154
NET FINANCIAL ASSETS, beginning of year	<u>4,216,904</u>	<u>2,471,750</u>
NET FINANCIAL ASSETS, end of year	<u>\$ 999,152</u>	<u>\$ 4,216,904</u>

See accompanying notes to financial statements.

SPLATSIN
SUMMARY STATEMENT OF CASH FLOWS
Year ended March 31, 2014

	2014	2013
OPERATING ACTIVITIES:		
Excess of revenue over expenses	\$ 1,115,192	\$ 1,941,669
Non-cash charges to operations		
Amortization	273,685	263,091
Loss on disposal of assets	12,213	-
Adjustment for capital and investment transactions included in operations:		
Income from Yucwmenlucwu ("Caretakers of the Land") LLP	(459,717)	(613,907)
(Increase) decrease in:		
Accounts receivable	183,069	(502,930)
Loans receivable	(280,128)	(430,186)
Prepaid expenses	95,242	13,019
Increase (decrease) in:		
Accounts payable and accruals	402,796	360,636
Deferred revenue	(21,673)	7,646
Funds held in trust	98,091	154,387
Cash flows from operations	<u>1,418,770</u>	<u>1,193,425</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
New borrowings	4,322,109	534,321
Demand loans	230,633	401,084
Long-term debt reduction	(410,584)	(653,594)
Cash flows from financing	<u>4,142,158</u>	<u>281,811</u>
CASH FLOWS FROM CAPITAL ACTIVITIES:		
Purchase of property and equipment	(4,714,084)	(472,625)
Cash used in capital	<u>(4,714,084)</u>	<u>(472,625)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Restricted cash	(183,394)	(164,836)
Long-term investments	(236,455)	611,824
Cash (used in) from investing	<u>(419,849)</u>	<u>446,988</u>
INCREASE IN CASH	426,995	1,449,599
CASH, beginning of year	<u>3,084,321</u>	<u>1,634,722</u>
CASH, end of year	<u>\$ 3,511,316</u>	<u>\$ 3,084,321</u>

See accompanying notes to financial statements.

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES:

These summary financial statements have been prepared by management in accordance with Canadian public sector accounting standards. The significant accounting policies are summarized as follows:

a) Fund Accounting:

Splatsin 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 amalgamated for the purpose of presentation in the summary financial statements. Details of the operations of each fund are set out in the supplementary schedules. The Splatsin maintains the following funds:

- The Band Operating Fund which reports the general activities of the First Nation Administration.
- The Trust Fund which reports on trust funds owned by the First Nation and held by third parties.
- The Capital Fund which reports the property, plant and equipment of the First Nation, together with their related financing.
- The Social Housing Program Fund which reports the social housing assets of the First Nation, together with related activities.

b) Reporting Entity and Principles of Financial Reporting:

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

These financial statements consolidate the assets, liabilities and results of operations for the following entities which use accounting principles which lend themselves to consolidation:

- Splatsin Operating Fund
- Splatsin Trust Fund
- Splatsin Capital Fund
- Splatsin Social Housing Program Fund

All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual schedules.

Incorporated business entities, which are owned or controlled by Splatsin and which are not dependent on the First Nation for their continuing operations, are included in the summary financial statements using the modified equity method. This includes:

- Quilakwa Investments Ltd.
- Splatsin Development Corporation (formerly Yucwmenlucwu ("Caretakers of the Land") Ltd.)
- Yucwmenlucwu ("Caretakers of the Land") LLP

Investments in non-controlled entities and subject to significant influence are included in the summary financial statements using the modified equity method. These include:

- Sexqeltkcmc Enterprises Inc.
- Sexqeltkcmc Limited Partnership

Long-term investments in non-controlled entities and not subject to significant influence are recorded at cost.

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued):

c) Accrual Method:

The accrual method is used in accounting for all funds.

d) Replacement Reserve:

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

e) Non-financial Assets:

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the Change in Net Financial Assets for the year.

1) Tangible Capital Assets:

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Major Asset Category:

Roads and bridges	10 to 75 years
Buildings and housing	20 to 70 years
Water systems	50 to 80 years
Automotive and other equipment	10 to 15 years
Office equipment	5 to 10 years

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

The Band reviews the useful lives and the carrying values of its tangible capital assets at least annually or more frequently if events or changes in circumstances indicate that the assets might be impaired, by reference to the assets' contribution to the Band's ability to provide services. When assets no longer have any long-term service potential to the Band, the assets are considered to be impaired. An impairment loss is measured at the amount by which the carrying amount of the assets exceeds their fair value, which is estimated as the expected service potential of the assets.

2) Leases:

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

The Band's interest in reserve lands is not reflected in these financial statements, as no consideration was paid by the Band to acquire these lands.

f) Deferred Revenue:

Revenue is recorded in the period to which it relates.

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued):

g) Revenue Recognition:

Splatsin derives revenues from a number of sources.

Amounts received from Aboriginal Affairs and Northern Development Canada (AANDC) are reported in accordance with the terms of the funding arrangement. Amounts specified as set are reported as revenue as program terms and conditions are met and delivered. Any resulting surpluses are repayable to AANDC and any deficits incurred are refundable by AANDC. Amounts specified as fixed are recognized as revenue as program terms and conditions are met and delivered. Any resulting surpluses may be retained by the Band provided delivery of the program is complete at March 31. Any resulting deficits are the responsibility of the Band. Grants received from AANDC are unconditional and are reported as revenue when received or receivable and collection is reasonably assured.

Amounts received from other government departments, both federal and provincial, are reported as revenue in accordance with the terms of the contract or agreement.

Own source revenues derived from such sources as housing rents, resource based revenues, interest income, etc. are reported when received or receivable and collection is reasonably assured.

h) Use of Estimates:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

NOTE A2. FINANCIAL INSTRUMENTS:

Fair Value of Financial Assets and Financial Liabilities:

The carrying values of cash, accounts receivable, loans receivable, accounts payable and accrued liabilities, and demand loans approximate their fair value due to the relatively short periods to maturity of these items or because they are receivable or payable on demand.

The carrying value of mortgages payable and long-term debt approximate fair value as the terms and conditions of the borrowing arrangements are comparable to current market terms and conditions for similar items.

Credit Risk:

The Band is exposed to a credit risk by its funding agencies and suppliers. However, because the majority of funding is from government agencies and there is a large number of different suppliers, credit risk concentration is reduced to the minimum.

Interest Risk:

Mortgages payable have fixed interest rates on all mortgages. Therefore interest expense will decrease with the principal repayment of the mortgage and interest risk is reduced to the minimum.

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A3. RESTRICTED CASH:

	2014	2013
Internally restricted funds	\$ 955,654	\$ 857,563
Replacement reserve	25,565	1,095
Secured revenues trust account	25,571	-
Ottawa Trust Funds	<u>1,202,289</u>	<u>1,167,027</u>
	<u>\$ 2,209,079</u>	<u>\$ 2,025,685</u>

a) Internally restricted funds:

The funds consist of children's special allowances received in respect of children under the care of the Band. By way of Band Council resolution these monies are payable to children in the care of the Band upon their nineteenth birthday.

	2014	2013
Balance, beginning of year	\$ 857,563	\$ 703,177
Amounts received, including interest	133,333	247,679
Payments	<u>(35,242)</u>	<u>(93,293)</u>
Balance, end of year	<u>\$ 955,654</u>	<u>\$ 857,563</u>

b) Replacement Reserve Fund:

Under the terms of the agreement with Canada Mortgage and Housing Corporation, the Replacement Reserve account is to be credited in the amount of \$14,600 annually plus interest. These funds, along with accumulated interest, must be held in a separate bank account and / or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by Canada Mortgage and Housing Corporation from time to time. Withdrawals are credited to interest first and then principal.

	2014	2013
Balance, beginning of year	\$ 100,024	\$ 139,294
Allocation for the year	14,600	16,100
Interest earned	58	10
Adjustment due to matured units	-	(55,380)
Approved expenditures	<u>(1,876)</u>	<u>-</u>
Balance, end of year	<u>\$ 112,806</u>	<u>\$ 100,024</u>
The Replacement Reserve is represented by:		
Cash	<u>\$ 25,565</u>	<u>\$ 1,095</u>

c) Secured revenues trust account:

The secured revenues trust account arises from a financing agreement with the First Nations Finance Authority (FNFA). Other revenues of SplatSIN are deposited into this account to secure funds FNFA has lent to SplatSIN. The account is managed by a third party which is required to pay amounts to FNFA under the terms of the borrowing agreement before paying any remaining amount from the account to SplatSIN.

d) Ottawa Trust Funds:

The Ottawa Trust Accounts arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada and are subject to audit by the Office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A4 . GRANTS AND ACCOUNTS RECEIVABLE:

	2014	2013
Grants Receivable:		
Aboriginal Affairs and Northern Development Canada	\$ 187,591	\$ 91,947
BC Hydro Negotiations	99,911	29,587
First Nations Health Authority	36,086	30,316
Aboriginal Skills & Employment Training	30,105	29,883
First Nations Education Steering Committee	22,303	3,289
Canada Mortgage and Housing Corporation	15,590	3,885
Regional District of North Okanagan	15,000	-
Secwepemc Fisheries Commission	9,111	-
Ministry of Aboriginal Relations and Reconciliation - Forest and Range	-	349,973
Ministry of Education	-	80,000
Ministry of Transportation	-	28,899
Health Canada - First Nations and Inuit Health	-	25,808
BC Investment Agriculture Foundation	-	15,000
Plea Community Services	-	14,679
	<u>415,697</u>	<u>703,266</u>
Accounts Receivable:		
Other under \$5,000 (* \$55,651 doubtful) *	198,747	130,127
BC Hydro	67,830	-
Adams Lake Indian Band	31,834	-
Lakes Division	20,956	-
Ministry of Energy and Mines	16,667	-
Splatsin Tax Authority	39,884	10,000
Canada Revenue Agency - HST	5,509	43,853
Neskonlith Indian Band	-	27,260
Remax - Enderby	-	7,350
Yucwmenlucwu ("Caretakers of the Land") LLP	-	6,754
	<u>381,427</u>	<u>225,344</u>
Rent Receivable (* \$965,624 doubtful) *	<u>968,367</u>	<u>931,667</u>
Band Members (* \$46,247 doubtful) *	<u>46,247</u>	<u>46,322</u>
	<u>1,811,738</u>	<u>1,906,599</u>
Less allowance for doubtful accounts *	<u>(1,067,522)</u>	<u>(979,314)</u>
	<u>\$ 744,216</u>	<u>\$ 927,285</u>

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A5. LOANS RECEIVABLE:	2014	2013
Band administrator, loan receivable, repayable in monthly installments of \$1,105 including interest at the Bank's prime plus 1.5%, secured by land and building, due November 2037	\$ 190,986	\$ 197,248
Band member, loan receivable, no set terms of repayment, secured by land and building	48,261	48,256
Band member, loan receivable, bears interest and the Bank's prime rate plus 2%, no set terms of repayment, secured by land and building and BC Hydro right of way payment for the period ending December 31, 2014	23,218	23,218
Band member, loan receivable, no set terms of repayment, secured by land and building and BC Hydro right of way payment for the period ending December 31, 2014	35,239	33,891
Councillor, loan receivable, repayable in monthly installments of \$1,144 including interest at the Bank's prime plus 1.5%, secured by land and building, due November 2037	194,983	200,684
Band member, loan receivable, repayable in monthly installments of \$489 including interest at the Bank's prime plus 1.5%, secured by land and building, due November 2037	66,042	87,289
Band member, loan receivable, repayable in monthly installments of \$356 including interest at the Bank's prime plus 1.5%, secured by land and building, due November 2027	42,340	30,198
Band member, loan receivable, interest only payments at 5% per annum, secured by BC Hydro right of way payment for the period ending December 31, 2014	34,110	-
Band member, loan receivable, repayable in monthly installments of \$1,535 including interest at the Bank's prime plus 1.5%, secured by land and building, due November 2038	219,684	-
Band member, loan receivable, repayable in monthly installments of \$217 including interest at the Bank's prime plus 1.5%, secured by land and building	25,199	-
Band member, loan receivable, repayable in monthly installments of \$466 including interest at the Bank's prime plus 1.5%, secured by land and building	20,850	-
	<u>\$ 900,912</u>	<u>\$ 620,784</u>

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A6. INVESTMENTS AND ADVANCES:

	2014	2013
Splatsin Development Corporation (formerly Yucwmenlucwu ("Caretakers of the Land") Ltd.):		
Share capital - 100%	<u>\$ 1</u>	<u>\$ 1</u>
Yucwmenlucwu ("Caretakers of the Land") LLP:		
Partnership interest:		
Balance, beginning of year	802,713	788,806
Net income allocation	459,717	613,907
Drawings	<u>(110,000)</u>	<u>(600,000)</u>
Balance, end of year	1,152,430	802,713
Capital account - 99% interest	<u>99</u>	<u>99</u>
	<u>1,152,529</u>	<u>802,812</u>
Quilakwa Investments Ltd.:		
Share capital - 100%	80	80
Advances, noninterest bearing, unsecured, no stated terms of repayment	<u>242,404</u>	<u>185,778</u>
	<u>242,484</u>	<u>185,858</u>
Secwepemc Economic Development Corporation:		
1 Common share, par value \$1	<u>1</u>	<u>1</u>
All Nations Trust Company:		
Class A common shares, par value \$1	<u>15,220</u>	<u>15,220</u>
Sexqeltkenc Enterprises Inc.:		
Share capital - 33%	<u>10</u>	<u>10</u>
Sexqeltkenc Limited Partnership:		
Capital account - 33% interest	10	10
Accumulated surplus (equity in losses)	<u>245,987</u>	<u>(43,842)</u>
	<u>245,997</u>	<u>(43,832)</u>
	<u><u>\$ 1,656,242</u></u>	<u><u>\$ 960,070</u></u>

Financial information for Yucwmenlucwu ("Caretakers of the Land") LLP:

	2014	2013
Current Assets	\$ 1,623,682	\$ 2,021,611
Equipment	34,863	48,779
Non-current Assets	18,375	500
Current Liabilities	<u>(555,227)</u>	<u>(1,277,574)</u>
Partners' Capital	<u><u>\$ 1,121,693</u></u>	<u><u>\$ 793,316</u></u>
Revenues	\$ 7,576,816	\$ 7,207,849
Other Comprehensive Income (loss)	(125,702)	27,827
Expenses	<u>6,986,753</u>	<u>6,615,568</u>
Net Income	<u><u>\$ 464,361</u></u>	<u><u>\$ 620,108</u></u>

Yucwmenlucwu ("Caretakers of the Land") LLP is domiciled near Enderby, British Columbia. The Partnership is engaged primarily in logging operations.

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A6. INVESTMENTS AND ADVANCES (continued):

Financial information for Quilakwa Investments Ltd.:

	2014	2013
Current Assets	\$ 406,072	\$ 322,848
Property and equipment	184,840	156,012
Current Liabilities	(449,867)	(343,440)
Long-term debt	(34,684)	-
Non-current Liabilities	-	(15,000)
	\$ 106,361	\$ 120,420
Shareholders' equity		
Revenues	\$ 5,954,190	\$ 6,336,574
Expenses	5,968,249	6,289,700
Net Income	\$ (14,059)	\$ 46,874

Quilakwa Investments Ltd. is domiciled near Enderby, British Columbia. The primary business activity is the operation of a retail gas station.

Financial information for Sexqeltkemoc Limited Partnership:

	Total	Band's Share 2014	Band's Share 2013
Current Assets	\$ 2,525,966	\$ 841,906	\$ 298,859
Long-term Assets	5,995	1,998	5,044
Current Liabilities	(1,793,876)	(597,899)	(347,728)
Partner's Capital (Deficiency)	\$ 738,085	\$ 246,005	\$ (43,825)
Revenues	\$ 3,701,268	\$ 1,233,633	\$ 864,305
Expenses	2,831,692	943,803	878,636
Net Income	\$ 869,576	\$ 289,830	\$ (14,331)

Sexqeltkemoc Limited Partnership is domiciled near Chase, British Columbia. The Partnership is a business entity comprised of representative members from the Adams Lake, Neskonlith and Splat sin people. The Partnership's object is to recognize, develop and secure business and employment opportunities within the traditional boundaries of the Sexqeltkemoc te Secwepemc. Net earnings of the Partnership are allocated to the respective Partners annually.

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A7. ACCOUNTS PAYABLE AND ACCRUALS:

	2014	2013
Encan Construction Ltd.	\$ 492,099	\$ -
Miscellaneous (under \$10,000)	225,428	185,154
Chapman Mechanical	127,467	-
Payroll - Vacation Payable	80,349	71,706
Payroll - accrual	80,193	63,612
School District No. 83	63,187	179,295
Protocol Technologies	52,715	-
Swing Time Distribution Ltd.	49,959	-
Stantec Consulting Ltd.	46,500	48,503
Capri Insurance	43,312	-
Receiver General	36,395	53,119
Associated Engineering (BC) Ltd.	34,566	52,426
Sun Life Financial	27,276	13,527
BC Aboriginal Diabetes Conference	22,500	22,500
S + A Falcon	20,828	10,000
Ted J. Thomas & Associates Ltd.	19,363	149,400
Silviculture accrual	19,296	22,846
Howell Electric (1984) Ltd.	18,755	-
Curly's Roofing	14,838	-
Standard Life Assurance Company	14,619	13,104
Miller Titerle	10,069	-
Individuals		48,638
Four Corners Management Consulting	-	42,596
Nesoo Watchie Resource Management	-	25,410
Franklin Engineering	-	22,000
Four Directions Management Services	-	20,900
Catherine Berris Associates	-	19,377
Enderby Credit Union	-	15,002
Daley & Company Chartered Accountants LLP	-	9,250
Refund Associates	-	8,553
	\$ 1,499,714	\$ 1,096,918

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A8. DEMAND LOANS:

2014 2013

Capital Fund:

Bank of Montreal, demand loan, repayable in monthly installments of \$1,025 including interest at the bank's prime rate plus 1.5%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

\$ 110,858 \$ 119,021

Bank of Montreal, demand loan, repayable in monthly installments of \$830 including interest at the bank's prime rate plus 1.5%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

5,367 14,859

Bank of Montreal, demand loan, repayable in monthly installments of \$1,283 plus interest at the bank's prime rate plus 1.5%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

84,700 100,100

Bank of Montreal, demand loan, repayable in monthly installments of \$1,109 including interest at 5.84%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada, due June 2017

138,109 146,691

Bank of Montreal, demand loan, repayable in monthly installments of \$1,600 including interest at prime plus 1.5%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

15,860 33,906

354,894 414,577

Band Operations:

Bank of Montreal, mortgage, repayable in monthly installments of \$1,105 including interest at the bank's prime rate plus 1.5%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

191,616 197,248

Bank of Montreal, mortgage, repayable in monthly installments of \$1,122 including interest at the bank's prime rate plus 1.5%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

194,983 200,683

Bank of Montreal, mortgage, repayable in monthly installments of \$490 including interest at the bank's prime rate plus 1.5%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

66,042 87,289

Bank of Montreal, mortgage, repayable in monthly installments of \$360 including interest at the bank's prime rate plus 1.5%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

43,279 43,518

Bank of Montreal, mortgage, repayable in monthly installments of \$1,390 including interest at the bank's prime rate plus 1.5%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

247,026 -

Bank of Montreal, mortgage, repayable in monthly installments of \$185 including interest at the bank's prime rate plus 1.5% secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

32,598 -

Bank of Montreal, mortgage, repayable in monthly installments of \$206 including interest at the bank's prime rate plus 1.5% secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

22,660 -

Bank of Montreal, mortgage, repayable in monthly installments of \$417 including interest and the bank's prime rate plus 1.5%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada

20,850 -

819,054 528,738

\$ 1,173,948 \$ 943,315

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A9. MORTGAGES PAYABLE:

2014 **2013**

Band Operations:

Bank of Montreal, mortgage, repayable in monthly installments of \$407 including interest at 5.14%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada, due October 2014

\$ 29,116 **\$ 31,668**

Capital Fund:

Bank of Montreal, mortgage, repayable in monthly installments of \$707 including interest at 4.25%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada, due April 2014

61,129 66,949

Bank of Montreal, mortgage, repayable in monthly installments of \$709 including interest at 4.25%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada, due April 2014

60,209 66,091

Bank of Montreal, mortgage, repayable in monthly installments of \$712 including interest at 4.25%, secured by Ministerial Guarantee of the Minister of Aboriginal Affairs and Northern Development Canada, due April 2014

57,474 63,505
178,812 **196,545**

Social Housing Program:

Canada Mortgage and Housing Corporation, repayable in monthly installments of \$719 including interest at 3% per annum, due May 2017

26,044 33,765

All Nations Trust Company, repayable in monthly installments of \$3,886 including interest at 2.61% per annum, due May 2014

7,742 53,528

All Nations Trust Company, repayable in monthly installments of \$1,464 including interest at 2.35% per annum, due September 2018

148,432 162,089
182,218 **249,382**

\$ 390,146 **\$ 477,595**

Principal repayments of demand loans and mortgages due in the ensuing 5 years are approximately as follows:

2015	\$ 219,938
2016	96,589
2017	109,463
2018	191,596
2019	69,673

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A10. LONG-TERM DEBT:

2014 2013

Capital Fund:

First Nations Finance Authority, interim long-term financing program, interest only payments at 2.6% until June 2014, secured by a secured revenues trust account with a ratio value of 2.04. See Note A19 for further details.

\$ 4,210,526 \$ -

Interim Financing Debt Reserve Fund investment, the Authority holds a deposit of 5% of the loans advanced in the Debt Reserve Fund. Interest is paid daily at 1.2%.

(211,552) -

\$ 3,998,974 **\$ -**

NOTE A11. TANGIBLE CAPITAL ASSETS:

2014 2013

Tangible capital assets consist of the following:

Land	\$ 60,325	\$ 60,325
Roads and bridges	1,343,229	1,371,969
Buildings and Housing	3,368,383	3,554,685
Water Systems	1,177,358	980,757
Automotive and Other Equipment	173,534	120,550
Office Equipment	53,741	8,858
Construction in-progress	<u>5,584,043</u>	<u>1,235,283</u>
	<u>\$11,760,613</u>	<u>\$ 7,332,427</u>

The net carrying amount of buildings which were under construction for most of the year which were not amortized is \$5,584,043.

For additional information, see the Summary Schedule of Tangible Capital assets (Appendix 1).

NOTE A12. CASH FLOW INFORMATION:

During the year \$120,867 of interest and bank charges were paid.

NOTE A13. ACCUMULATED SURPLUS:

2014 2013

Accumulated surplus consists of individual fund surpluses and reserves as follows:

Surplus from operations:

Unrestricted	\$ 4,214,536	\$ 3,721,176
Restricted capital surplus	<u>222,505</u>	<u>222,505</u>
	<u>4,437,041</u>	<u>3,943,681</u>

Invested in tangible capital assets

7,045,715 6,471,927

Investments

201 201

Funded Reserves:

Replacement Reserve (CMHC) (Note A3)	112,806	100,024
Ottawa Trust Funds	<u>1,202,289</u>	<u>1,167,027</u>
	<u>1,315,095</u>	<u>1,267,051</u>

\$12,798,052 **\$11,682,860**

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A14. COMMITMENTS AND CONTINGENCIES:

- a) The Band receives a portion of its funding under a contribution authority with Aboriginal Affairs and Northern Development Canada which, if unexpended, may be refundable to Aboriginal Affairs and Northern Development Canada. Further, amounts which are overexpended may be reimbursed by Aboriginal Affairs and Northern Development Canada to the Band.
- b) Housing Mortgages:
The Band is guarantor of various Housing mortgages, secured by Ministerial guarantees, totaling \$390,499.
- c) The Band is guarantor of various loans to Band members, secured by personal property of the individuals, totaling \$332,398.
- d) Pension Plan:
The Band and its employees contribute to a defined contribution pension plan. There is no obligation for past service or periods in which an employee was not employed. Total contributions to the plan during the year were \$36,744 (2013 \$46,328).
- e) Under a line of credit arrangement with the Bank of Montreal, the Band may borrow up to \$710,000 on such terms as the Band and the bank may mutually agree upon. This arrangement does not have a termination date and can be withdrawn at the bank's option. At March 31, 2014, the unused portion of the credit line was \$710,000.
- f) The Band has guaranteed a line of credit on behalf of Sexqelkenc Limited Partnership, a significantly influenced partnership, to a maximum of \$100,000.
- g) The Band leases land and building to Quilakwa Investments Ltd. who operates a convenience store and gas station. The convenience store and gas station has operated for a number of years and it is possible that the site may have become contaminated. No environmental assessment has been performed to date or required to be performed to confirm a contamination. As no contamination has been confirmed and because it is unclear whether the Band would be required under an environmental standard to remediate the site itself no amount has been recorded for remediation costs in the financial statements.
- h) The Band leases office equipment under a long-term agreement. Future minimum lease payments are as follows:

2015	\$	46,707
2016		46,707
2017		46,707
2018		46,707
2019		<u>35,030</u>
	\$	<u>221,858</u>

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A15. SEGMENTED INFORMATION:

The Splatstin is a First Nations government institution that provides a range of programs and services to its members, including band revenue, administration, social development, education, community development, capital works and natural resources. For management reporting purposes the First Nation's operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

First Nation services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

Administration:

Administration supports 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.

Child and Family Welfare:

Child and Family Welfare supports culturally appropriate child and family services for children and families, notwithstanding residences of the child, in the best interest of the child, in accordance with the Bylaw #3 - 1980. Protecting children from neglect and abuse is the main objective of child and family services. It also provides services that increase the ability and capacity of families to remain together and to support the needs of the children in their parental homes and communities.

Infrastructure and Capital Improvements:

Infrastructure and Capital Improvements manages capital projects within the community undertaken to support the growth and/or maintenance of the First Nations infrastructure.

Natural Resource and Title and Rights:

Natural Resource and Title and Rights is responsible for the development of land and resources under community control, access to economic opportunities on land and resources beyond community control, investment promotion, as well as research and advocacy.

Community Operation:

Community Operation supports the construction, operation and basic maintenance of community facilities and services such as water and sewage, roads, electrification, schools and fire protection. It is also responsible for ensuring that the facilities and community services meet recognized standards and are comparable to the services provided to nearby communities by provincial and municipal governments.

Economic Development:

Economic Development manages economic development planning, proposal development, and planning and implementation of ongoing activities and one-time projects.

Education:

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.

SPLATSIN
NOTES TO SUMMARY FINANCIAL STATEMENTS
March 31, 2014

NOTE A15. SEGMENTED INFORMATION (continued):

Social Development:

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.

Health:

Health supports the concept of promoting holistic health, and the Community Health Plan, which is based on health needs identified by a community needs assessment. It provides services to the community with programs such as home and community care, addictions counselling and public health services, as well as children, adult and elder wellness prevention and education programs.

Housing:

Housing is responsible for the administration and management of Social Housing units, Band-owned housing units and renovation projects for private homeowners.

The accounting policies used in these segments are consistent with those followed in the preparation of the summary financial statements as disclosed in Note A1. For additional information see the Statement of Financial Activities - Segmented (Appendix 2).

NOTE A16. RELATED PARTY TRANSACTIONS:

During the year, the Band earned \$3,490 (2013 \$10,884) for consulting services from Sexqeltkernc Limited Partnership, a significantly influenced partnership.

This transaction is in the normal course of operations and is measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

NOTE A17. ECONOMIC DEPENDENCE:

Splatsin receives a major portion of its revenues pursuant to a funding arrangement with Aboriginal Affairs and Northern Development Canada.

NOTE A18. COMPARATIVE FIGURES:

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements.

NOTE A19. SUBSEQUENT EVENTS:

The Band is in the process of constructing a Multi Purpose Community Facility located on Enderby Indian Reserve #2. Total financing from First Nations Finance Authority approved by council resolution for this project is \$8,198,572. Costs of \$2,394,647 have been incurred on the project as of March 31, 2014. Interim financing of \$4,210,526 has been received as of March 31, 2014. Subsequent to year-end the Band received \$3,988,046 from the second draw of the Interim Long Term Financing program. The interim Long Term Financing bears interest at 2.6% with interest only payments until the First Nations Finance Authority Debenture is issued (June 2014). The Band has refinanced the principal amount at 3.79% for a term of 10 years. The long term debt is secured through a secured revenues trust account with a ratio value of 2.04.

Subsequent to year end the Band entered into a credit facility agreement with the Royal Bank of Canada for up to \$750,000 for day to day operations at the bank's prime rate plus 0.50%, up to \$1,750,000 for construction of a new store at the bank's prime rate plus 1.00% and \$500,000 for leasehold improvements at the bank's prime rate repayable in full December 31, 2014.

SPLATSIN
SUMMARY SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year ended March 31, 2014

	Band Operations							Social Housing Operations	Totals	
	Land	Roads and Bridges	Buildings and Housing	Water Systems	Automotive and Other Equipment	Office Equipment	Construction in-progress	Housing	2014	2013
Cost										
Balance, beginning of year	\$ 60,325	\$ 2,241,129	\$ 7,015,342	\$ 1,395,448	\$ 521,252	\$ 56,027	\$ 1,235,283	\$ 2,533,443	\$ 15,058,249	\$ 14,585,624
Add: Additions during the year	-	-	-	219,912	86,106	59,306	4,348,760	-	4,714,084	472,625
Less: Disposals during the year	-	-	(60,000)	-	-	-	-	-	(60,000)	-
Balance, end of year	60,325	2,241,129	6,955,342	1,615,360	607,358	115,333	5,584,043	2,533,443	19,712,333	15,058,249
Accumulated amortization										
Balance, beginning of year	-	869,160	3,904,382	414,691	400,702	47,169	-	2,089,718	7,725,822	7,462,731
Add: Amortization	-	28,740	144,507	23,311	33,122	14,423	-	29,582	273,685	263,091
Less: Disposals during the year	-	-	(47,787)	-	-	-	-	-	(47,787)	-
Balance, end of year	-	897,900	4,001,102	438,002	433,824	61,592	-	2,119,300	7,951,720	7,725,822
Net Book Value of Tangible Capital Assets	<u>\$ 60,325</u>	<u>\$ 1,343,229</u>	<u>\$ 2,954,240</u>	<u>\$ 1,177,358</u>	<u>\$ 173,534</u>	<u>\$ 53,741</u>	<u>\$ 5,584,043</u>	<u>\$ 414,143</u>	<u>\$ 11,760,613</u>	<u>\$ 7,332,427</u>

See accompanying notes to financial statements.

SPLATSIN
STATEMENT OF FINANCIAL ACTIVITIES - SEGMENTED
Year ended March 31, 2014

	Admini- stration	Child and Family Welfare	Infrastructure and Capital Improvements	Natural Resource and Title and Rights	Community Operation	Economic Development	Education	Social Development	Health	Housing	Total 2014	Total 2013
REVENUE:												
Aboriginal Affairs and Northern Development Canada	\$ 428,193	\$ 1,379,532	\$ 246,905	\$ 75,000	\$ 320,702	\$ 157,536	\$ 1,540,616	\$ 610,069	\$ -	\$ -	\$ 4,758,553	\$ 4,884,850
First Nations Health Authority	-	-	-	-	-	-	-	-	361,855	-	361,855	-
Health Canada	-	-	-	-	-	-	-	-	347,443	-	347,443	685,167
Consulting and contract	135,048	160,045	-	1,043,186	-	-	144,895	-	154,000	-	1,637,174	2,290,335
Forest Consultation and Revenue Sharing Agreement	1,011,120	-	-	-	-	-	-	-	-	-	1,011,120	901,951
Income from investment in Splatsin business enterprise	459,717	-	-	-	-	-	-	-	-	-	459,717	613,907
Interest and dividend income	65,323	-	-	-	-	-	-	-	3,612	58	68,993	76,789
Insurance proceeds	-	-	-	-	-	-	-	-	-	-	-	286,655
CMHC	-	-	-	-	-	-	-	-	-	31,483	31,483	23,004
Leases, rentals and grants in lieu	378,560	-	-	-	-	-	-	-	-	349,421	727,981	574,107
Miscellaneous	358,992	-	17,355	-	2,372	43,603	(54,524)	-	7,404	6,080	381,282	709,986
	<u>2,836,953</u>	<u>1,539,577</u>	<u>264,260</u>	<u>1,118,186</u>	<u>323,074</u>	<u>201,139</u>	<u>1,630,987</u>	<u>610,069</u>	<u>874,314</u>	<u>387,042</u>	<u>9,785,601</u>	<u>11,046,751</u>
EXPENSES:												
Administration fees	-	127,764	35,000	23,297	7,000	3,860	45,600	7,858	76,906	15,051	342,336	378,012
Assistance	-	962,856	-	-	-	-	-	9,664	-	-	972,520	896,684
Amortization	33,745	-	-	1,596	68,231	-	18,463	-	68,105	83,545	273,685	263,091
Automotive	1,828	990	-	-	22,441	-	16,815	-	3,270	-	45,344	31,371
Basic Needs	-	-	-	-	-	-	-	600,026	-	-	600,026	521,978
Community infrastructure	-	-	-	-	42,846	-	-	-	-	-	42,846	59,107
Contract services	208,554	26,347	-	289,395	(52)	244,763	82,029	65,263	218,342	2,752	1,137,393	1,664,325
Education	-	-	-	-	-	-	612,778	692	6,192	-	619,662	917,160
Honorarium	-	-	(25)	-	-	-	-	-	-	-	(25)	1,667
Insurance	12,461	1,510	-	1,053	13,685	-	4,977	-	7,453	33,787	74,926	79,045
Interest and bank charges	7,046	-	-	-	-	-	-	-	-	2,886	9,932	8,025
Interest on mortgages payable	-	-	-	-	-	-	1,154	-	-	23,904	25,058	39,853
Leases	49,651	-	-	-	-	-	-	-	-	-	49,651	50,863
Licences, dues and fees	2,238	-	-	-	-	-	-	-	1,955	-	4,193	3,054
Materials and supplies	42,185	3,081	13,676	11,950	22,253	225	107,687	3,084	60,355	46,059	310,555	178,614
Office and other	225,175	96,513	-	12,559	48,509	-	30,246	-	35,576	12,012	460,590	442,198
Professional fees	155,125	69,917	-	73,930	-	-	129	-	151,050	4,800	454,951	369,475
Repairs and maintenance	814	971	-	-	4,329	-	3,589	234	3,067	29,867	42,871	36,977
Special Needs	-	-	-	-	-	-	-	10,172	4,237	-	14,409	30,900
Travel	68,703	29,987	-	52,493	1,898	7,122	14,930	2,655	41,241	459	219,488	207,465
Utilities	30,299	-	-	-	4,170	-	2,442	-	8,977	30,622	76,510	59,137
Wages and benefits	911,528	359,764	1,640	322,562	115,337	1,088	605,212	111,738	365,652	98,967	2,893,488	2,866,081
	<u>1,749,352</u>	<u>1,679,700</u>	<u>50,291</u>	<u>788,835</u>	<u>350,647</u>	<u>257,058</u>	<u>1,546,051</u>	<u>811,386</u>	<u>1,052,378</u>	<u>384,711</u>	<u>8,670,409</u>	<u>9,105,082</u>
EXCESS (SHORTFALL) OF REVENUE OVER EXPENSES	<u>\$ 1,087,601</u>	<u>\$ (140,123)</u>	<u>\$ 213,969</u>	<u>\$ 329,351</u>	<u>\$ (27,573)</u>	<u>\$ (55,919)</u>	<u>\$ 84,936</u>	<u>\$ (201,317)</u>	<u>\$ (178,064)</u>	<u>\$ 2,331</u>	<u>\$ 1,115,192</u>	<u>\$ 1,941,669</u>

See accompanying notes to financial statements.

SPLATSIN
STATEMENT OF FINANCIAL ACTIVITIES - SEGMENTED
Year ended March 31, 2013

	Admini- stration	Child and Family Welfare	Infrastructure and Capital Improvements	Natural Resource and Title and Rights	Community Operation	Economic Development	Education	Social Development	Health	Housing	Total 2013
REVENUE:											
Aboriginal Affairs and Northern Development Canada	\$ 420,784	\$ 1,503,912	\$ 322,889	\$ 74,285	\$ 316,126	\$ 83,536	\$ 1,487,504	\$ 675,814	\$ -	\$ -	\$ 4,884,850
Health Canada	-	-	-	-	-	-	-	-	685,167	-	685,167
Consulting and contract	83,778	164,703	-	1,756,093	-	-	121,032	-	164,729	-	2,290,335
Forest Consultation and Revenue Sharing Agreement	901,951	-	-	-	-	-	-	-	-	-	901,951
Income from investment in Splatsin business enterprise	613,907	-	-	-	-	-	-	-	-	-	613,907
Interest and dividend income	75,574	-	-	-	-	-	-	-	1,215	-	76,789
Insurance proceeds	-	-	286,655	-	-	-	-	-	-	-	286,655
CMHC	-	-	-	-	-	-	-	-	-	23,004	23,004
Leases, rentals and grants in lieu	201,681	-	-	-	-	-	-	-	-	372,426	574,107
Miscellaneous	533,007	-	8,540	-	8,429	68,586	84,000	-	-	7,424	709,986
	<u>2,830,682</u>	<u>1,668,615</u>	<u>618,084</u>	<u>1,830,378</u>	<u>324,555</u>	<u>152,122</u>	<u>1,692,536</u>	<u>675,814</u>	<u>851,111</u>	<u>402,854</u>	<u>11,046,751</u>
EXPENSES:											
Administration fees	-	140,000	-	93,115	7,000	4,500	42,287	13,637	72,036	5,437	378,012
Assistance	-	885,007	-	-	-	-	-	11,677	-	-	896,684
Amortization	26,373	-	-	1,596	66,656	-	13,467	-	64,491	90,508	263,091
Automotive	425	2,900	-	-	16,238	-	7,899	-	3,909	-	31,371
Basic Needs	-	-	-	-	-	-	-	521,978	-	-	521,978
Community infrastructure	-	-	-	-	59,107	-	-	-	-	-	59,107
Contract services	165,831	53,294	179,630	719,946	11,461	113,562	65,140	149,014	204,741	1,706	1,664,325
Education	-	-	-	9	-	-	911,425	1,242	4,484	-	917,160
Honorarium	-	-	1,000	667	-	-	-	-	-	-	1,667
Insurance	13,748	1,080	-	1,345	16,118	-	5,018	-	7,666	34,070	79,045
Interest and bank charges	8,025	-	-	-	-	-	-	-	-	-	8,025
Interest on mortgages payable	-	-	-	-	-	-	1,943	-	-	37,910	39,853
Leases	49,361	-	-	1,048	-	-	219	-	235	-	50,863
Licences, dues and fees	2,480	-	-	-	-	-	-	-	574	-	3,054
Materials and supplies	44,274	969	1,770	6,235	20,604	3,450	61,230	1,819	30,990	7,273	178,614
Office and other	146,287	100,293	4,059	16,244	50,013	1,787	25,661	-	28,022	69,832	442,198
Professional fees	81,121	38,603	-	94,249	-	-	883	-	149,919	4,700	369,475
Repairs and maintenance	2,195	-	13,577	-	-	-	4,543	-	1,083	15,579	36,977
Special Needs	-	-	-	-	-	-	-	11,308	19,592	-	30,900
Travel	70,471	21,907	1,300	40,870	3,534	5,699	15,877	1,797	44,920	1,090	207,465
Utilities	23,720	-	-	-	4,492	-	2,954	-	5,551	22,420	59,137
Wages and benefits	835,711	509,271	19,758	318,613	111,756	45,565	546,196	100,095	294,597	84,519	2,866,081
	<u>1,470,022</u>	<u>1,753,324</u>	<u>221,094</u>	<u>1,293,937</u>	<u>366,979</u>	<u>174,563</u>	<u>1,704,742</u>	<u>812,567</u>	<u>932,810</u>	<u>375,044</u>	<u>9,105,082</u>
EXCESS (SHORTFALL) OF REVENUE OVER EXPENSES	<u>\$ 1,360,660</u>	<u>\$ (84,709)</u>	<u>\$ 396,990</u>	<u>\$ 536,441</u>	<u>\$ (42,424)</u>	<u>\$ (22,441)</u>	<u>\$ (12,206)</u>	<u>\$ (136,753)</u>	<u>\$ (81,699)</u>	<u>\$ 27,810</u>	<u>\$ 1,941,669</u>