

Akisqnuk First Nation

Financial Statements

March 31, 2017

Management's Responsibility for Financial Reporting

Independent Auditor's Report

Financial Statements

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?AKISQ'NUK FIRST NATION

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Management's Responsibility for the Financial Statements

The accompanying financial statements of **Akisqnuq First Nation** are the responsibility of management and have been approved by the Chief and Council and Senior Financial Officer.

The financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the CPA Canada and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Chief and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and are ultimately responsible for reviewing and approving the financial statements.

The Chief and 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 financial statements and the external auditor's report.

The external auditors, BDO Canada LLP, Chartered Professional Accountants, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of Akisqnuq First Nation and meet when required.

On behalf of Akisqnuq First Nation:

Lorne Shovar, Chief
Windermere, BC
June 30, 2017

Kristi Kowalski, Senior Financial Officer
Windermere, BC
June 30, 2017



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BDO Canada LLP
35 10th Avenue South
Cranbrook BC V1C 2M9 Canada

Independent Auditor's Report

To the Members of Akisqnuq First Nation

We have audited the accompanying financial statements of the Akisqnuq First Nation, which comprise the statement of financial position as at March 31, 2017, and the statements of financial activities, change in net financial assets and 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 misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the 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 auditors' 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 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 the Akisqnuq First Nation as at March 31, 2017 and its financial activities, change in net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

BDO Canada LLP

Chartered Professional Accountants

Cranbrook, BC
July 24, 2017

AKISQNUK FIRST NATION
STATEMENT OF FINANCIAL POSITION

For the year ended March 31

2017

2016

(Note 14 & 18)

Financial Assets

Cash and short-term investments (Note 1)	\$ 6,404,870	\$ 6,183,679
Restricted cash (Note 1)	5,361,559	4,855,377
Accounts receivable (Note 2)	458,269	330,738
Long-term investments (Note 3)	39,097	39,097
Investment in business partnerships and enterprises (Note 4)	148,560	99,154
Due from related parties	427,721	652,053
	<u>12,840,076</u>	<u>12,160,098</u>

Financial Liabilities

Damage deposits	50,000	51,200
Accounts payable and accrued liabilities (Note 5)	483,631	459,910
Deferred revenue (Note 6)	639,341	644,540
Due to band members (Note 7)	17,600	20,400
	<u>1,190,572</u>	<u>1,176,050</u>

Net Financial Assets

11,649,504 10,984,048


Non-Financial Asset

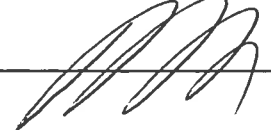
Tangible capital assets (Note 8)	4,451,866	4,851,388
Prepaid expenses	47,295	52,811
	<u>4,499,161</u>	<u>4,904,199</u>

Accumulated Surplus (Note 9)

\$ 16,148,665 \$ 15,888,247

On behalf of the Council:





AKISQNUK FIRST NATION
STATEMENT OF FINANCIAL ACTIVITIES

For the year ended March 31	2017	2017	2016
	<i>Budget</i>	Actual	Actual
			(Note 14 & 18)
Revenues			
INAC	\$ 1,089,912	\$ 1,122,194	\$ 1,149,470
First Nation Tax Commission	-	5,000	5,000
Fist Nations Education Steering Committee	15,000	7,608	9,042
First Nations Emergency Service Society	18,000	129,660	55,000
First Nations Goods and Services Tax	443,600	394,486	428,094
First Nations Health Authority	328,120	370,676	309,771
First Nations Land Mgmt Resource Centre	75,000	25,750	18,750
Housing tenants - rent	52,200	42,880	52,200
IMBA contributions and other income	119,150	447,569	2,806,553
Interest	158,875	187,744	147,576
Ktunaxa Nation Council (Note 12)	465,275	482,654	363,858
Leases and rentals	867,400	839,768	842,377
Property taxation	349,100	331,512	340,327
	<u>3,981,632</u>	<u>4,387,501</u>	<u>6,528,018</u>
Expenses (Note 16)			
Amortization	330,319	321,869	339,865
Administration	284,892	250,113	198,864
Business	58,832	60,092	38,795
Campground	404,144	398,938	335,272
Community Facilities and Maintenance	288,962	397,221	152,111
Culture and Language	49,725	58,554	60,465
Economic Development	93,938	135,701	60,439
Education	404,005	413,994	406,769
First Nations Goods and Service Tax	70,680	19,724	70,667
Governance	259,504	307,601	225,476
Health	328,998	351,332	309,344
Housing	249,473	358,784	152,674
Indian Registry and Estates	3,974	3,495	2,719
Land Management	374,084	510,412	334,764
Rights and Title	39,724	34,567	29,623
Social Development	194,102	209,294	134,814
Taxation	158,374	150,354	150,866
Water Management	113,848	145,039	204,718
	<u>3,707,578</u>	<u>4,127,083</u>	<u>3,208,245</u>
Annual surplus for the year	<u>274,054</u>	<u>260,418</u>	<u>3,319,773</u>
Accumulated surplus, beginning of year	15,888,247	15,888,247	12,568,474
Accumulated surplus, end of year (Note 9)	<u>\$ 16,162,301</u>	<u>\$ 16,148,665</u>	<u>\$ 15,888,247</u>

AKISQNUK FIRST NATION
STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

For the year ended March 31	<i>2017</i>	2017	2016
	<i>Budget</i>	Actual	Actual (Note 14 & 18)
Annual surplus	\$ 274,056	\$ 260,418	\$ 3,319,773
Acquisition of tangible capital assets	(75,600)	(36,554)	(35,494)
Disposition of tangible capital assets	-	114,207	-
Amortization of tangible capital assets	330,319	321,869	339,865
Change in prepaid expenses	-	5,516	(19,613)
Net change in net financial assets	528,775	665,456	3,604,531
Net financial assets, beginning of year	10,984,048	10,984,048	7,379,517
Net financial assets, end of year	\$ 11,512,823	\$ 11,649,504	\$ 10,984,048

AKISQNUK FIRST NATION
STATEMENT OF CASH FLOWS

For the year ended March 31	2017	2016
	Actual	Actual
		(Note 14 & 18)
Cash flows from operating activities		
Annual surplus for the year	\$ 260,418	\$ 3,319,773
Adjustment for		
(Gain) loss on investments	(49,406)	(32,604)
Amortization	321,869	339,865
	<u>532,881</u>	<u>3,627,034</u>
 Change in non-cash working capital items		
Accounts receivable	(127,531)	35,759
Accounts payable and accrued liabilities	22,521	10,507
Deferred revenue	(5,199)	15,009
Due to members	(2,800)	(6,000)
Prepaid expenses	5,516	(19,611)
	<u>(107,493)</u>	<u>35,664</u>
 Cash flows from investing activities		
Purchase of capital assets	(36,554)	(35,494)
(Gain) loss on disposition of assets	114,207	-
	<u>77,653</u>	<u>(35,494)</u>
 Cash flows from financing activities		
Repayments from (advances to) related parties	224,332	36,228
	<u>224,332</u>	<u>36,228</u>
 Increase in cash and short-term investments	727,373	3,663,432
 Cash and short-term investments, beginning of year	11,039,056	7,375,624
 Cash and short-term investments, end of year	\$ 11,766,429	\$ 11,039,056
 Represented by:		
Cash and short-term investments	\$ 6,404,870	\$ 6,183,679
Restricted cash	5,361,559	4,855,377
	<u>\$ 11,766,429</u>	<u>\$ 11,039,056</u>

AKISQNUK FIRST NATION
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR YEAR ENDED MARCH 31ST, 2017

These financial statements are prepared in accordance with Canadian Public Sector Accounting Standards. The significant policies are detailed as follows:

(a) Basis of Presentation

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles for government entities, as defined by the *Public Sector Accounting Board of CPA Canada*. As such these financial statements are in accordance with the Year End Reporting Handbook for Indigenous and Northern Affairs Canada Funding Arrangements.

(b) Principles of Financial Reporting/Reporting Entity

The financial statements reflect the assets, liabilities, revenues and expenses, change in net financial assets and cash flows of the reporting entity. The reporting entity is comprised of all of the organizations that are owned or controlled by Akisqnuk First Nation and are, therefore, accountable to the Band for the administration of their financial affairs and resources.

First Nation business partnership and enterprises, which are owned or controlled either directly or indirectly by the First Nation, are included in the financial statements using the modified equity method. These include:

Eva Joseph Learning and Cultural Society
Akisqnuk Natural Resources Corporation
0910003 B.C. Ltd.
Ktunaxa Holdings Limited Partnership

(c) Government Business Partnership and Enterprises

Long term investments in entities in which the Akisqnuk First Nation holds a significant influence are recorded using the modified equity method, meaning the Band would record its share of the government business entity's net income each year on the Band's statement of operations. Long term investments in entities in which the Akisqnuk First Nation does not hold a significant influence are recorded at cost. If there has been permanent decline in the value of an investment, it is written down to its net realizable value.

AKISQNUK FIRST NATION
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR YEAR ENDED MARCH 31ST, 2017

(d) Tangible Capital Assets

Purchased or constructed tangible capital assets are recorded at cost less accumulated amortization. The cost of a tangible capital asset includes the purchase price and other acquisition costs such as installation costs, design and engineering fees, legal fees, survey costs, site preparation costs, freight chargers, transportation, insurance costs and duties. Tangible capital assets donated are recorded at fair value at the date of the contribution with a corresponding amount recorded in revenue. Gains or losses relating to the disposal of capital assets are recorded in operations.

(e) Amortization

Tangible capital assets are amortized annually over their expected useful life on a straight line basis at the following rates:

Infrastructure	4%
Buildings	4%
Equipment	20%
Automobiles	30%
Computer Equipment and Hardware	55%

(f) Revenue Recognition

Government funding and grant revenue is recognized as it becomes receivable under the terms of the applicable funding agreements and is recorded in the period in which the resources are used for the purpose specified in the agreement. Restricted funding received which relates to a subsequent fiscal period is reported as deferred revenue until the resources are used for the purpose or purposes specified and classified as such on the statement of financial position.

Rental revenue is recognized on a straight line basis as it becomes receivable under the terms of the rental agreement.

Taxation revenues are accrued and recorded during the period that the related taxes apply. Sale of services and user fee revenues are recognized when the service or product is provided.

Sales of goods and other revenue from services provided is recognized based on performance relative to established targets.

AKISQNUK FIRST NATION
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR YEAR ENDED MARCH 31ST, 2017

(g) Budget Figures

The budget figures are from the financial plan by-law adopted by Chief and Council each year. Subsequent amendments have been made by Chief and Council to reflect changes in the budget as required.

(h) Financial Instruments

The Akisqnuq First Nation recognizes and measures financial assets and financial liabilities on the statement of financial position when it becomes a party to the contractual provisions of a financial instrument. All transactions related to financial instruments are recorded on a trade date or settlement date basis. All financial instruments are measured at fair value on initial recognition. Financial instruments are subsequently measured at amortized cost as the Akisqnuq First Nation has not entered into any derivative contracts.

(i) Government Transfers

Government transfers, which include legislative grants, are recognized in the financial statements in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amount can be made.

(j) Use of Estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

1) Cash, Short-term Investments and Restricted Cash

The Akisqnuq First Nation maintains its cash balance in two financial institutions in British Columbia. The majority of funds are held in a credit union. The Credit Union Deposit Insurance Corporation of British Columbia provides a guarantee on all money on deposit with a BC credit Union. The Canadian Deposit Insurance Corporation (CDIC) insures funds held in the other financial institution for each account up to \$100,000. The aggregate funds held in the other institution do not exceed \$100,000.

	2017	2016
Trust fund on deposit with INAC (Note 10)	\$5,343,758	\$4,834,961
Due to Band Members (Note 7)	17,801	20,416
Unrestricted cash	6,404,870	6,183,679
	<u>\$11,766,429</u>	<u>\$11,039,056</u>

2) Accounts Receivable

	2017	2016
INAC receivables	\$5,139	\$7,734
Housing	98,202	256,403
Program receivables	378,405	191,757
Property taxes	16,404	17,725
Campground	10	7,370
FNGST	-	36,973
	<u>498,160</u>	<u>517,962</u>
Less: allowance for doubtful accounts	<u>39,891</u>	<u>187,224</u>
	<u>458,269</u>	<u>\$330,738</u>

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

3) Long-term Investments

	2017	2016
All Nations Trust Company 38,510 class A common shares, at cost	\$38,510	\$38,510
SEM Holdings Ltd. 20% beneficial interest in one common shares at cost	20	20
SEM Resort Ltd. - 20% of 33% beneficial interest in common shares, at cost	1	1
Nupqu Development Corporation, 20% beneficial interest in one common share, at cost	1	1
St. Eugene Mission Development Corporation (inactive)	1	1
Sunlife Financial Inc, at cost, (fair value 2017 - \$27,388; 2016 - \$23,632)	564	564
	<u>\$39,097</u>	<u>\$39,097</u>

4) Investment in Business Partnership and Enterprises

	2017	2016
Ktunaxa Holdings Limited Partnership, 20% owned by the First Nation	\$148,555	\$99,149
0910003 B.C. Ltd.(inactive)	1	1
Akisqnuq Natural Resource Corporation, wholly-owned by the First Nation	3	3
Eva Joseph Learning and Cultural Society, wholly-owned by the First Nation	1	1
	<u>\$148,560</u>	<u>\$99,154</u>

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

The following summary discloses the condensed financial information of the business partnership and enterprises wholly owned by the First Nation:

(a) Summary of Financial Position

	2017	2016
Assets		
Cash and short-term investments	\$234,651	\$122,889
Accounts receivable	32,590	14,793
Investments	157,639	106,731
Capital assets	15,605	16,716
Total Assets	440,485	261,129
Liabilities		
Accounts payable and accrued liabilities	31,027	16,685
Due to related parties	417,072	425,579
Total Liabilities	448,099	442,264
Net Assets (Liabilities)	\$(7,614)	\$(181,135)

(b) Summary of Financial Activities

	2017	2016
Total Revenues	\$786,071	\$606,651
Total Expenses	610,190	484,678
Net income (loss) for the year	\$175,881	\$(121,973)

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

5) Accounts Payable and Accrued Liabilities

Included in accounts payable and accrued liabilities are the following amounts owing to INAC under program funding:

	2017	2016
Child out of parental home	\$ 579	\$1,042
Prevention projects	-	1,002
Special needs	-	4,846
National benefits	-	4,505
Land code environmental assessment	-	680
	<u>\$579</u>	<u>\$12,075</u>

6) Deferred Revenue

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

	2017	2016
Unexpended INAC funding	\$ 48,162	\$ 36,320
Campground leases	247,383	283,264
Indian Beach Estate lease	310,211	305,927
Other	33,585	19,029
	<u>\$639,341</u>	<u>\$644,540</u>

7) Due to Members

During 2011, Indian Beach Estates Management Corporation, upon a successful referendum, paid the First Nation a \$100,000 signing bonus, which was distributed equally to all Akisqnuq Band Members registered as of June 29, 2011. Monies allotted to children under the age of 18 are held in trust with the Band until they reach 18 years of age.

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

8) Tangible Capital Assets

For the year ended March 31, 2017, the First Nation has complied with Section 3150, Tangible Capital Assets of the Public-Sector Accounting Board Handbook. Section 3150 requires the capitalization and amortization of tangible capital assets in the financial statements. Among other disclosures, Section 3150 requires disclosure of information for each major class of tangible capital assets for which all the relevant information can be provided for the complete stock of tangible capital assets of that category.

	LAND	INFRASTRUCTURE	BUILDINGS	EQUIPMENT	AUTOMOBILE	COMPUTER EQUIPMENT & HARDWARE	2017 TOTAL
COST, BEGINNING OF YEAR	\$10,000	\$5,176,006	\$4,502,038	\$313,004	\$110,174	\$83,780	\$10,195,002
ACQUISITIONS	-	24,200	4,382	6,172	-	1,800	36,554
DISPOSAL	-	-	(273,034)	-	-	-	(273,034)
COST, END OF YEAR	\$10,000	\$5,200,206	\$4,233,386	\$319,176	\$110,174	\$85,580	\$9,958,522
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR	-	\$2,013,445	\$2,917,424	\$233,177	\$101,751	\$77,817	\$5,343,614
AMORTIZATION	-	189,991	114,953	7,721	3,927	5,277	321,869
ADJUSTMENTS	-	-	(158,827)	-	-	-	(158,827)
ACCUMULATED AMORTIZATION, END OF YEAR	-	\$2,203,436	\$2,873,550	\$240,898	\$105,678	\$83,094	\$5,506,656
NET CARRYING AMOUNT, END OF YEAR	\$10,000	\$2,996,770	\$1,359,836	\$78,278	\$4,496	\$2,486	\$4,451,866

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

8) Tangible Capital Assets (continued)

	LAND	INFRASTRUCTURE	BUILDINGS	EQUIPMENT	AUTOMOBILE	COMPUTER EQUIPMENT & HARDWARE	2016 TOTAL
COST, BEGINNING OF YEAR	\$10,000	\$5,157,130	\$4,500,342	\$313,004	\$101,999	\$77,033	\$10,159,508
ACQUISITIONS	-	18,876	1,696	-	8,175	6,747	35,494
DISPOSAL	-	-	-	-	-	-	-
COST, END OF YEAR	\$10,000	\$5,176,006	\$4,502,038	\$313,004	\$110,174	\$83,780	\$10,195,002
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR	-	\$1,823,173	\$2,785,321	\$224,743	\$98,754	\$71,758	\$5,003,750
AMORTIZATION	-	190,272	132,103	8,434	2,997	6,059	339,865
ACCUMULATED AMORTIZATION, END OF YEAR	-	\$2,013,445	\$2,917,424	\$233,177	\$101,751	\$77,817	\$5,343,615
NET CARRYING AMOUNT, END OF YEAR	\$10,000	\$3,162,561	\$1,584,614	\$79,827	\$8,423	\$5,963	\$4,851,388

9) Accumulated Surplus

The First Nation segregates its accumulated surplus into the following categories:

	2017	2016
Unrestricted operating equity	\$6,335,240	\$6,181,482
Equity in tangible capital assets (Note 11)	4,451,866	4,851,388
Externally restricted equity	5,361,559	4,855,377
	<u>\$16,148,665</u>	<u>\$15,888,247</u>

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

10) Restricted Equity

Trust Funds on deposit with Indigenous and Northern Affairs Canada ("INAC") consist of the following:

	Beginning balance	Contribution	Interest	Approved expenditures	Ending balance
Capital	\$34,544	-	-	-	\$34,544
Revenue	4,800,417	413,614	95,183	-	5,309,214
	<u>\$4,834,961</u>	<u>\$413,614</u>	<u>\$95,183</u>	<u>-</u>	<u>\$5,343,758</u>

The Trust accounts arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada. These funds are restricted in their use, of which the First Nation is generally permitted to use for a purpose that will promote the general progress and welfare of the First Nation and its members. The management of these funds is primarily governed by the sections of the Indian Act.

11) Equity in Tangible Capital Assets

	2017	2016
Balance, beginning of year	\$4,851,388	\$5,155,758
Purchase of tangible capital assets	36,554	35,494
Disposition of tangible capital assets	(114,207)	-
Amortization	<u>(321,869)</u>	<u>(339,865)</u>
Balance, end of year	<u>\$4,451,866</u>	<u>\$4,851,388</u>

12) Related Party Transactions

The Akisqnuq First Nation is one of four Indian Bands that comprise the Ktunaxa Nation Council ("KNC"). Transactions with the KNC during the year are as follows:

Revenue was \$482,654 (2016 - \$363,858) which includes \$444,475 in forestry sharing revenue. In addition, \$10,500 was received for other reimbursements. Akisqnuq First Nation received \$14,413 from Ktunaxa Kinbasket Child and Family Services Society and \$10,800 from the Ktunaxa Resource Stewardship program.

These transactions are in the normal course of operation and are measured at the exchange value, which is the amount of consideration established and agreed to by the related parties.

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

13) Employee Future Benefits

The Band matches employee contributions to a defined contribution plan for employees which is administered by the Great West Life Assurance Company (issued by London Life). The total pension expense, representing employer contributions to the plan for the year, was \$32,751 (2016 - \$36,504).

14) Comparative Figures

Certain comparative figures from the prior year presented in these financial statements have been restated to conform to the current year's presentation.

15) Economic Dependence

Akisqnuq First Nation receives a major portion of its revenue pursuant to funding arrangements with Indigenous and Northern Affairs Canada (INAC), as detailed by a comprehensive funding agreement.

16) Expenses by Object

	2017	2016
Amortization	\$321,869	\$339,865
Bad debt	19,758	46,467
Business and development	-	49,263
Donations and culture	97,223	83,630
(Gain) loss on disposal of assets	114,207	-
Health programs	61,177	71,301
Honoraria	107,546	109,643
Insurance	55,128	42,317
Interest and bank charges	7,193	7,596
Material and supplies	216,103	44,042
Office and miscellaneous	151,162	(1,519)
Professional development	41,063	6,353
Professional fees	610,770	365,692
Repairs and maintenance	324,030	290,681
Social programs	123,640	98,080
Taxation	72,582	70,445
Telephone and internet	10,730	10,172
Travel	59,224	48,446
Tuition and education	337,609	349,688
Utilities	51,209	46,330
Wages and benefits	1,344,860	1,129,753
	<u>\$4,127,083</u>	<u>\$3,208,245</u>

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

17) Segmented Information

Akisqnuq First Nation is a First Nation community located in the Windermere Valley of British Columbia. Akisqnuq First Nation provides a variety of services to community members and receives funding from various federal and provincial government agencies to support the delivery of these services. Segmented reporting by program is used to account for the scope and significance of each service.

Administration, Governance and Finance

- a) Administration is responsible for overall governance and delivery of core operations, such as daily office procedures, as well as for advisory services and professional and institutional development.
- b) The Akisqnuq First Nation is controlled by a five-member council. The Chief and Council provide the structure through which the First Nation sets and pursues their objectives, while reflecting the environment and interests of their community.
- c) As a governing authority Akisqnuq First Nation imposes a property tax on their reserve land. There are four broad types of property to which they charge taxes: land, improvements to land, personal property, and intangible property. The revenue earned is used to support the land and individuals living on it.
- d) Through learning resources and events the Akisqnuq First Nation works to celebrate, raise awareness of, and preserve Aboriginal arts, culture and heritage.
- e) Indian Registry and Estates is responsible for the maintenance of Akisqnuq First Nation's Band List and issuance of status cards.
- f) Through the lands program the First Nation provides a variety of program support, service and advice to Akisqnuq members with respect to a range of lands-related matters.
- g) The funds received through forestry on reserve land are unrestricted funds for the Akisqnuq First Nation that can be used to capitalize on economic opportunities for the community.
- h) Community Facilities and Maintenance is responsible for the construction, acquisition, operations and maintenance of community infrastructure on reserves. This includes water supply, wastewater treatment and community buildings.
- i) FNGST is a tax on the consumption that occurs within reserve lands. The CRA administers the FNGST on behalf of the Akisqnuq First Nation and acts as the agent of the Akisqnuq First Nation for collecting and administering the tax and for enforcing the FNGST law. A portion of these remittances of FNGST is subject to a revenue sharing between the five Ktunaxa Bands.

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

17) Segmented Information (continued)

Community, Health and Education

- a) Akisqnuq First Nation supports five social programs. With the goal of assisting members to become more self-sufficient; protect individuals and families at risk of violence; provide prevention supports that allow individuals and families to better care for their children; and support greater participation in the labour market.
- b) The Akisqnuq First Nation's Education department assists students with receiving secondary and post-secondary quality education that provides them with the opportunity to acquire the skills needed to enter the labour market and be full participants in a strong Canadian economy.
- c) Akisqnuq First Nation works with other partners to help Akisqnuq members to improve their health and social well-being. Akisqnuq First Nation is responsible for safe water supplies on reserve and providing a range of Health programs including education, early childhood development, elder care, nutrition, diabetes, drug and alcohol support, and help for persons with disabilities.
- d) Akisqnuq First Nation is working to increase the supply of safe and affordable housing through repairs of current homes and the development of new housing on reserve.

Economic Development

- a) Economic development is a policy intervention endeavor with aims of economic and social well-being of people. Increasing the Band's participation in the economy through environmental grants is one way the First Nation is working to improve the well-being and quality of life of the Akisqnuq First Nation members.
- b) Lakeshore Resort offers 68 overnight sites and 65 seasonal RV leases. The campground provides employment opportunities and unrestricted revenue for the Akisqnuq First Nation.
- c) Through the business department the Akisqnuq First Nation is able to apply for and take on separate projects and business endeavors in various economic fields.
- d) Deals with the business of St. Eugene Mission.

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2017

17) Segmented Information (continued)

	Administration, Governance and Finance	Community, Health and Education	Economic Development	Total 2017	Total 2016
Revenues					
INAC	\$ 529,259	\$ 557,169	\$ 35,766	\$ 1,122,194	\$ 1,149,470
First Nation Tax Commission	5,000	7,608	-	12,608	5,000
First Nations Education Steering Committee	-	-	-	-	9,042
First Nations Emergency Services Society	129,660	-	-	129,660	55,000
First Nations Goods & Services Tax	394,486	-	-	394,486	428,094
First Nations Land Mgmt Resource Centre	25,750	-	-	25,750	18,750
FNHA	-	370,676	-	370,676	309,771
Housing Tenants - Rent	-	42,880	-	42,880	52,200
IMBA Contributions and Other Income	336,782	29,064	81,723	447,569	2,806,553
Interest	83,296	-	104,448	187,744	147,576
Ktunaxa Nation Council	472,701	9,953	-	482,654	363,858
Leases and Rentals	-	-	839,768	839,768	842,377
Taxation	331,512	-	-	331,512	340,327
	2,308,446	1,017,350	1,061,705	4,387,501	6,528,018
Expenses					
Amortization	321,869	-	-	321,869	339,865
Bad Debts	-	19,758	-	19,758	46,467
Business and Development	-	-	-	-	49,263
Donations and Culture	89,143	-	8,080	97,223	83,630
(Gain) loss on disposal of assets	114,207	-	-	114,207	-
Health Programs	-	61,177	-	61,177	71,301
Honoraria	103,575	2,671	1,300	107,546	109,643
Insurance	38,122	13,136	3,870	55,128	42,317
Interest and Bank Charges	3,923	-	3,270	7,193	7,596
Materials and Supplies	55,715	117,674	42,714	216,103	44,042
Office and Miscellaneous	113,522	22,216	15,426	151,164	(1,519)
Professional Development	25,348	8,141	7,574	41,063	6,353
Professional Fees	527,010	26,944	56,815	610,769	365,692
Repairs and Maintenance	148,081	105,617	70,332	324,030	290,681
Social Programs	-	123,640	-	123,640	98,080
Taxation	72,582	-	-	72,582	70,445
Telephone and Internet	6,348	2,702	1,679	10,729	10,172
Travel	10,877	44,160	4,187	59,224	48,446
Tuition and Education	-	337,609	-	337,609	349,688
Utilities	33,121	-	18,088	51,209	46,330
Wages and Benefits	743,413	346,223	255,224	1,344,860	1,129,753
	2,406,856	1,231,668	488,559	4,127,083	3,208,245
Surplus (deficit) for the year	\$ (98,410)	\$ (214,318)	\$ 573,146	\$ 260,418	\$ 3,319,773

AKISQNUK FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR END MARCH 31ST, 2017

18) Prior Period Adjustments

During the year ended March 31, 2017, the First Nation determined that prior period adjustments were required as follows:

INAC Revenue

In the prior year's financial statements, it was noted that \$11,073 of unexpended fixed funding and \$35,318 of unexpended set funding should not have been recorded as revenue. This has been corrected by increasing the prior year financial liabilities by \$46,391, with an offsetting decrease to revenue.

In the prior year's financial statements, it was noted that \$6,732 of over expended, reimbursable set funding should have been recorded as revenue. This has been corrected by increasing the prior year revenue, with an offsetting increase to the financial assets.