

LHEIDLI T'ENNEH BAND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

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FOR THE YEAR ENDED MARCH 31, 2019

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MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The accompanying consolidated financial statements of Lheidli T'enneh 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 prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of 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 control to provide reasonable assurance that reliable financial information is produced.

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


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

The external auditors, Brent Bursey & Company Inc., Chartered Professional Accountants, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to the financial management of Lheidli T'enneh Band and meet when required.

On behalf of Lheidli T'enneh Band:



Chief



Councillor



Councillor

INDEPENDENT AUDITOR'S REPORT

To the Members of Lheidli T'enneh Band:

Opinion

We have audited the consolidated financial statements of Lheidli T'enneh Band, which comprise the consolidated statement of financial position as at March 31, 2019, the consolidated statements of operations, changes 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 Lheidli T'enneh Band as at March 31, 2019 and the consolidated results of its operations, changes in its consolidated net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

Basis of Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Lheidli T'enneh Band 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 these 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 Lheidli T'enneh Band's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Lheidli T'enneh Band or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Lheidli T'enneh Band's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

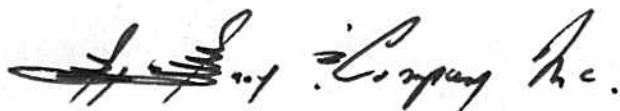
Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes

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 consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional scepticism 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 Lheidli T'enneh Band'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 Lheidli T'enneh Band's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our 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 auditor's report. However, future events or conditions may cause the Lheidli T'enneh Band 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.

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.



Chartered Professional Accountants

October 23, 2019

Prince George, British Columbia

LHEIDLI T'ENNEH BAND
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2019

	2019	2018
FINANCIAL ASSETS		
Cash (Note 2)	\$ 822,720	\$ 276,333
Accounts receivable (Note 3)	494,958	467,400
Advances receivable (Note 4)	1,041,254	678,571
Restricted cash (Note 5)	106,980	184,646
Guaranteed investment certificates (Note 6)	1,000,000	2,000,000
Investments in government business entities (Note 7)	17,391,159	12,074,012
Ottawa trust funds (Note 8)	3,165	2,112
	<u>20,860,236</u>	<u>15,683,074</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 9)	1,097,475	424,023
Deferred revenue (Note 10)	530,008	166,366
Long-term debt (Note 11)	387,646	458,373
Treaty loan (Note 12)	6,343,526	6,343,526
Replacement reserves (Note 5)	105,617	144,846
	<u>8,464,272</u>	<u>7,537,134</u>
NET FINANCIAL ASSETS	<u>12,395,964</u>	<u>8,145,940</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 13)	6,065,567	3,784,827
Prepaid expenditure	50,750	114,471
	<u>6,116,317</u>	<u>3,899,298</u>
ACCUMULATED SURPLUS	<u>\$ 18,512,281</u>	<u>\$ 12,045,238</u>

CONTINGENT LIABILITIES (Note 14)

Approved on behalf of Lheidli T'enneh Band:

 Chief

 Councillor

 Councillor

The accompanying notes are an integral part of these consolidated financial statements.

LHEIDLI T'ENNEH BAND
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2019

	Budget	2019	2018
REVENUE			
Indigenous and Northern Affairs Canada	\$ 3,008,792	\$ 3,160,521	\$ 1,602,222
First Nations Health Authority	629,105	629,105	241,031
Canada Mortgage and Housing Corporation	65,079	65,079	47,159
Fisheries and Oceans Canada	118,800	220,100	178,509
Province of British Columbia	1,829,676	2,153,008	1,566,198
Aboriginal organizations	95,000	278,094	320,303
Interest, rent and other	445,000	1,372,914	718,250
Gain on disposal of tangible capital assets	-	-	6,154
Income from investments in government business entities	2,000,000	5,092,522	2,749,739
Own source	-	-	130,992
Donations	100,000	146,502	26,712
Administration fees	750,000	439,743	263,180
Ottawa trust funds	-	1,053	1,037
Increase in deferred revenue	-	(363,642)	(166,366)
	<u>9,041,452</u>	<u>13,194,999</u>	<u>7,685,120</u>
EXPENDITURE			
Economic development	1,024,950	1,243,901	1,019,393
Education	530,000	731,276	389,070
Employment and training	255,242	303,466	246,897
Government development and administration	1,627,451	2,026,704	1,723,873
Health services	310,200	303,121	200,627
Housing	319,500	332,776	194,755
Public works operations and maintenance	119,778	189,154	120,399
Social and community services	762,788	1,048,548	443,929
Treaty claims and negotiations	274,080	271,587	273,880
Ottawa trust funds	-	-	1,033
Loss from investments in government business entities	-	-	368
Interest	-	8,136	9,489
Amortization	270,000	269,287	247,907
	<u>5,493,989</u>	<u>6,727,956</u>	<u>4,992,295</u>
ANNUAL SURPLUS	<u>\$ 3,547,463</u>	<u>6,467,043</u>	<u>2,692,825</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>12,045,238</u>	<u>9,352,413</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 18,512,281</u>	<u>\$ 12,045,238</u>

The accompanying notes are an integral part of these consolidated financial statements.

LHEIDLI T'ENNEH BAND**CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED MARCH 31, 2019**

	Budget	2019	2018
Annual surplus	\$ 3,547,463	\$ 6,467,043	\$ 2,692,825
Acquisition of tangible capital assets	(1,644,600)	(2,550,027)	(648,375)
Amortization	270,000	269,287	247,907
Gain on disposal of tangible capital assets	-	-	(6,154)
Proceeds on disposal of tangible capital assets	-	-	34,000
	<u>(1,374,600)</u>	<u>(2,280,740)</u>	<u>(372,622)</u>
Use (acquisition) of prepaid expenditure	-	63,721	(55,747)
INCREASE IN NET FINANCIAL ASSETS	<u>\$ 2,172,863</u>	4,250,024	2,264,456
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>8,145,940</u>	<u>5,881,484</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 12,395,964</u>	<u>\$ 8,145,940</u>

The accompanying notes are an integral part of these consolidated financial statements.

LHEIDLI T'ENNEH BAND
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2019

	2019	2018
OPERATING TRANSACTIONS		
Annual surplus	\$ 6,467,043	\$ 2,692,825
Items not involving cash		
Allocations to replacement reserve	15,000	15,362
Gain on disposal of tangible capital assets	-	(6,154)
Amortization	269,287	247,907
Income from investments in government business entities	(5,092,522)	(2,749,739)
Loss from investments in government business entities	-	368
Ottawa trust funds	(1,053)	(4)
	<u>1,657,755</u>	<u>200,565</u>
Cash provided by (used in) operating activities		
Accounts receivable	(27,558)	(273,263)
Advances receivable	(362,683)	(5,234)
Inventory	-	20,484
Prepaid expenditure	63,721	(55,747)
Accounts payable and accrued liabilities	673,452	151,451
Deferred revenue	363,642	166,366
	<u>2,368,329</u>	<u>204,622</u>
CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	(2,550,027)	(648,375)
Proceeds on disposal of tangible capital assets	-	34,000
	<u>(2,550,027)</u>	<u>(614,375)</u>
FINANCING TRANSACTIONS		
Repayment of long-term debt	(70,727)	(110,227)
Allocations from replacement reserves	(54,229)	(152,267)
	<u>(124,956)</u>	<u>(262,494)</u>
INVESTING TRANSACTIONS		
Advances to government business entities	(224,625)	-
Repayment of advances to government business entities	-	823,393
Purchase of guaranteed investment certificates	(1,000,000)	(493,886)
Redemption of guaranteed investment certificates	2,000,000	-
	<u>775,375</u>	<u>329,507</u>
INCREASE (DECREASE) DURING YEAR	<u>468,721</u>	<u>(342,740)</u>
CASH, BEGINNING OF YEAR	<u>460,979</u>	<u>803,719</u>
CASH, END OF YEAR	<u>\$ 929,700</u>	<u>\$ 460,979</u>
Cash consists of:		
Cash	\$ 822,720	\$ 276,333
Restricted cash	106,980	184,646
	<u>\$ 929,700</u>	<u>\$ 460,979</u>

The accompanying notes are an integral part of these consolidated financial statements.

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

Reporting Entity and Principles of Financial Reporting

The Lheidli T'enneh Band reporting entity includes the Lheidli T'enneh Band government and all related entities which are either owned or controlled by the Lheidli T'enneh Band.

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprises or government business partnerships, which are included in these consolidated financial statements on a modified equity basis. Inter-entity balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only Lheidli T'enneh Band's investments in the government business enterprises or government business partnerships and their share of the entities' net income and other changes in equity are recorded. No adjustments are made for accounting policies of the entities that are different from those of Lheidli T'enneh Band.

The consolidated financial statements include the following controlled entities:

- Lheidli T'enneh Band CMHC Social Housing Program
- Lheidli T'enneh First Nation Negotiation Support Agreement

Government business enterprises, which are wholly-owned by Lheidli T'enneh Band and which are not dependent on the Band for their continuing operations, included in the consolidated financial statements using the modified equity method are as follows:

- Lheit Lit'en Development Corporation
- Tano T'enneh General Partner Corporation

Government business partnerships, in which Lheidli T'enneh Band holds a limited partnership interest and which are not dependent on the Band for their continuing operations, included in the consolidated financial statements using the modified equity method are as follows:

- Tano T'enneh Limited Partnership (99.99% interest)
- FN (PTP) Group Limited Partnership (0.06% interest)

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

Cash

Cash includes cash on hand, cash on deposit net of cheques issued and outstanding at the reporting date, and short-term deposits with maturity dates of less than 90 days.

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. Transfers of tangible capital assets from related parties are recorded at carrying value.

Tangible capital assets are amortized using the straight-line method over the estimated useful life of the asset as follows:

Automotive equipment	5 years
Boats and fisheries equipment	10 years
Buildings	30 years
Computer equipment	3 years
Fuel tanks	20 years
Furniture and office equipment	8 years
Heavy duty equipment	10 years
Housing	30 years
Infrastructure	10-50 years
Land improvements	50 years
Signage	25 years
Website	10 years

In the year of acquisition, 50% of the annual amortization is expensed. Assets under construction are not amortized until the asset is available to be put into service.

Tangible capital assets are written down when conditions indicate that they no longer contribute to the 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. Net write-downs are accounted for in the consolidated statement of operations when they occur.

Social Housing assets acquired under CMHC sponsored housing programs are amortized at a rate equivalent to the annual principal reduction in related long-term debt.

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

Tangible Capital Assets, continued

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.

Revenue and Expenditure

Revenue and expenditure are recorded using the accrual basis of accounting. Revenue is recognized in the period in which the transactions or events occurred that gave rise to the revenue. Gains are recognized when realized. Items not practically measurable until cash is received are accounted for at that time.

Government transfers are recognized as revenue 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 and 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.

Funding Recoveries and Reimbursements

Funding received from federal government sources in the form of conditional transfer payments are subject to recovery, by the Crown, of unexpended balances or unallowable expenses. The Crown may also reimburse over expenditures upon determining adherence to the terms and conditions of payment for a specified purpose. Recoveries and reimbursements are accounted for when they are paid or payable or received or receivable.

Measurement Uncertainty

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 and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditure during the reporting period. Significant areas requiring the use of management estimates relate to the impairment of assets, rates for amortization, collectability of accounts receivable, and valuation of inventory. Actual results could differ from these estimates.

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

2. CASH

Lheidli T'enneh Band has a demand revolving credit facility agreement with the Royal Bank of Canada for \$400,000 bearing interest at prime plus 1.5% per annum. This facility revolves in increments of \$25,000 and is secured by a general security agreement with a fixed charge over tangible capital assets. At March 31, 2019 the full \$400,000 was available.

Lheidli T'enneh Band has a revolving credit facility agreement with the Royal Bank of Canada for \$5,000,000 bearing interest at prime. This facility revolves by way of a series of multi-draws for infrastructure development and is secured by a general security agreement with a fixed charge over tangible capital assets. At March 31, 2019 \$4,716,870 was remaining.

3. ACCOUNTS RECEIVABLE

	2019	2018
Government		
Indigenous and Northern Affairs Canada	\$ 90,245	\$ 196,207
Canada Mortgage and Housing Corporation	13,336	3,905
Fisheries and Oceans Canada	75,275	66,179
Canada Revenue Agency - GST	83,107	54,518
	261,963	320,809
Trade	232,995	146,591
	<u>\$ 494,958</u>	<u>\$ 467,400</u>

4. ADVANCES RECEIVABLE

Advances receivable from Tano Fuel Ltd., a company owned 100% by government business enterprise Tano T'enneh General Partner Corporation, is repayable in monthly instalments of \$10,000 including interest at 3.30%, due to mature May 2019.

5. RESTRICTED CASH AND REPLACEMENT RESERVES

	2019	2018
Restricted cash consists of:		
Replacement reserve 19-359-983	\$ 105,617	\$ 144,846
Treaty Negotiations	1,363	39,800
	<u>\$ 106,980</u>	<u>\$ 184,646</u>

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

5. RESTRICTED CASH AND REPLACEMENT RESERVES, continued

Replacement Reserve

Under the terms of the Agreement with Canada Mortgage and Housing Corporation, the Band must set aside funds in the amount of \$15,000 annually plus interest; \$6,000 for Account 19-359-983-001, \$6,000 for Account 19-359-983-002, and \$3,000 for Account 19-359-983-003. 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 CMHC from time to time. The funds in the account may only be used as approved by CMHC. Withdrawals are credited to interest first and then principal. At year end the replacement reserves are fully funded and are in compliance with the agreement with CMHC.

Treaty Negotiations

Treaty Negotiations cash is restricted for expenditures as related to Lheidli T'enneh Band First Nation Negotiations Support Agreement for carrying out treaty negotiations with Canada and British Columbia.

6. GUARANTEED INVESTMENT CERTIFICATES

	2019	2018
GIC maturing January 31, 2020 earning 2.38% interest	\$ 1,000,000	\$ -
GIC matured November 25, 2018	-	1,000,000
GIC matured October 6, 2018	-	500,000
GIC matured March 28, 2019	-	500,000
	<u>\$ 1,000,000</u>	<u>\$ 2,000,000</u>

7. INVESTMENTS IN GOVERNMENT BUSINESS ENTITIES (Appendix A)

	2019	2018
Lheit Lit'en Development Corporation		
Shares	\$ 3	\$ 3
Advances to	760,220	751,566
Deficit	<u>(281,558)</u>	<u>(678,078)</u>
Balance forward	<u>\$ 478,665</u>	<u>\$ 73,491</u>

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

7. INVESTMENTS IN GOVERNMENT BUSINESS ENTITIES (Appendix A), continued

	2019	2018
Balance forward	\$ 478,665	\$ 73,491
Tano T'enneh General Partner Corporation		
Shares	20	20
Advances to	1,850	1,850
Surplus	207,026	27,390
	<u>208,896</u>	<u>29,260</u>
Tano T'enneh Limited Partnership		
Partnership units	2,229,142	2,229,142
Advances from	(34,667)	(250,637)
Surplus	14,509,122	9,992,755
	<u>16,703,597</u>	<u>11,971,260</u>
FN (PTP) Group Limited Partnership		
Shares	1	1
Surplus	-	-
	<u>1</u>	<u>1</u>
	<u>\$ 17,391,159</u>	<u>\$ 12,074,012</u>

Shares and partnership units are held on behalf of the Band's membership by specified band members under a trust agreement. Condensed financial information for the government business entities is presented in Appendix A to the financial statements.

8. OTTAWA TRUST FUNDS

	Revenue	Capital	Total 2019	Total 2018
Balance, beginning of year	\$ 26	\$ 2,086	\$ 2,112	\$ 2,108
Interest	59	-	59	58
B.C. Special	994	-	994	979
Transfer to Lheidli T'enneh Band	-	-	-	(1,033)
Balance, end of year	<u>\$ 1,079</u>	<u>\$ 2,086</u>	<u>\$ 3,165</u>	<u>\$ 2,112</u>

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

8. OTTAWA TRUST FUNDS, continued

The Ottawa Trust Accounts arise from monies from capital or revenue sources 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".

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2019	2018
Trade payables and accrued liabilities	\$ 1,002,862	\$ 326,414
Wages and benefits payable	90,383	95,296
WorkSafeBC	4,230	2,313
	<u>\$ 1,097,475</u>	<u>\$ 424,023</u>

The Band has a defined contribution pension plan for eligible members of its staff. Members are required to contribute a minimum of 3% of their salary, the Band contributes 3% of their basic salary, and contributions are directed to the member's contribution account. The amount of retirement benefits to be received by the employees will be the amount of retirement annuity that could be purchased based on the member's share of the pension plan at the time of the member's withdrawal from the plan. During the year the Band contributed \$92,929 (2018 - \$32,318) for retirement benefits.

10. DEFERRED REVENUE

	2019	2018
Indigenous and Northern Affairs Canada		
CPMS 4482 North Shelley Subdivision	\$ 173,288	\$ -
ICMS 9-00127572 NAHS Stream 1 Plan 18/19	12,600	-
ICMS 9-00128105 18/19 Maintenance Management Plan	36,916	-
ICMS 9-00128167 Social Housing 6 units	175,094	-
ICMS 9-00127270 Water System	-	59,591
ICMS 9-00127312 Community Waste Water	-	82,083
	<u>397,898</u>	<u>141,674</u>
Other		
First Nations Health Authority	132,110	-
Fisheries and Oceans Canada	-	24,692
	<u>\$ 530,008</u>	<u>\$ 166,366</u>

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

10. DEFERRED REVENUE, continued

The Band has recorded the above as deferred revenue to be used for delivery and completion of future programs and projects.

11. LONG-TERM DEBT

	2019	2018
Mortgage repayable in monthly instalments of \$2,480 including interest at 1.83% per annum, secured by a Government of Canada ministerial guarantee, due to renew December 1, 2019	\$ 153,366	\$ 180,062
Mortgage repayable in monthly instalments of \$1,078 including interest at 1.86% per annum, secured by a Government of Canada ministerial guarantee, due to renew August 1, 2022	100,740	111,699
Mortgage repayable in monthly instalments of \$2,470 including interest at 2.22% per annum, secured by a Government of Canada ministerial guarantee, due to renew December 1, 2023	133,540	159,985
Mortgage	-	6,627
	<u>\$ 387,646</u>	<u>\$ 458,373</u>

Principal repayments due in each of the next years are scheduled as follows:

2020	\$ 65,289
2021	66,604
2022	67,946
2023	69,316
2024	63,308
Subsequent	<u>55,183</u>
	<u>\$ 387,646</u>

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

12. TREATY LOAN

Treaty loan is an Indigenous and Northern Affairs Canada promissory note representing advances for negotiations with the British Columbia Treaty Commission. Repayment provisions for these loans are outlined in Sections 13.0 and 14.0 of the 2017-2018 and earlier Negotiation Support Agreements. The loan is non-interest bearing and is to be repaid over a 10 year period after the signing of the Final Agreement between Lheidli T'enneh Band, the Government of Canada and the Government of British Columbia.

13. TANGIBLE CAPITAL ASSETS (Appendix B)

			2019	2018
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Automotive equipment	\$ 240,794	\$ 95,274	\$ 145,520	\$ 80,558
Boats and fisheries equipment	61,404	57,105	4,299	7,899
Buildings	245,614	177,182	68,432	76,619
Computer equipment	126,251	114,584	11,667	26,303
Fuel tanks	207,268	160,633	46,635	56,999
Furniture and office equipment	71,975	66,355	5,620	-
Heavy duty equipment	266,368	135,353	131,015	141,214
Housing	2,509,012	1,963,009	546,003	451,746
Infrastructure	3,010,326	1,735,999	1,274,327	1,363,969
Land improvements	1,340,674	179,603	1,161,071	1,187,883
Signage	40,724	34,208	6,516	10,589
Website	14,718	12,364	2,354	3,826
	8,135,128	4,731,669	3,403,459	3,407,605
Capital projects in progress	2,662,108	-	2,662,108	377,222
	<u>\$ 10,797,236</u>	<u>\$ 4,731,669</u>	<u>\$ 6,065,567</u>	<u>\$ 3,784,827</u>

14. CONTINGENT LIABILITIES

Lheidli T'enneh Band has entered into contribution agreements with various government agencies. Funding received under these contribution agreements is subject to repayment if the Band fails to comply with the terms and conditions of the agreements.

The Band is contingently liable for a band member mortgage secured by a Government of Canada Ministerial Guarantee. As at March 31, 2019 the maximum liability is \$23,320.

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

14. CONTINGENT LIABILITIES, continued

The Band may have future silviculture commitments on government business enterprises owned forest licenses if future costs exceed current estimates. The amount of the liability, if any, is not determinable at this time.

In addition, in the normal course of its operations, the Band may become involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded in the financial statements.

15. RECONCILIATION OF INAC FUNDING AGREEMENT REVENUE

Pursuant to the Indigenous and Northern Affairs Canada Financial Reporting Requirements for the fiscal period 2018 - 2019, the following reconciliation has been prepared:

Recipient total as per 2018/2019 INAC funding confirmation	\$ 3,160,521
Variance	<u>-</u>
INAC revenue as per consolidated statement of operations	<u>\$ 3,160,521</u>

16. GOVERNMENT TRANSFERS

	2019			2018		
	<u>Operating</u>	<u>Capital</u>	<u>Total</u>	<u>Operating</u>	<u>Capital</u>	<u>Total</u>
Federal government transfers:						
Indigenous and Northern Affairs Canada	\$ 1,802,827	\$ 1,357,694	\$ 3,160,521	\$ 1,381,005	\$ 221,217	\$ 1,602,222
Canada Mortgage and Housing	65,079	-	65,079	47,159	-	47,159
Other	<u>262,612</u>	<u>24,692</u>	<u>287,304</u>	<u>165,630</u>	<u>28,987</u>	<u>194,617</u>
	2,130,518	1,382,386	3,512,904	1,593,794	250,204	1,843,998
Provincial Government transfers	2,153,008	-	2,153,008	1,566,198	-	1,566,198
First Nations Health Authority	<u>342,005</u>	<u>287,100</u>	<u>629,105</u>	<u>231,031</u>	<u>10,000</u>	<u>241,031</u>
	<u>\$ 4,625,531</u>	<u>\$ 1,669,486</u>	<u>\$ 6,295,017</u>	<u>\$ 3,391,023</u>	<u>\$ 260,204</u>	<u>\$ 3,651,227</u>

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

17. RISK MANAGEMENT

The Band has a comprehensive risk management framework to monitor, evaluate and manage the principal risks assumed with financial instruments. The risks that arise from transacting financial instruments include the following:

Credit Risk

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The Band has a history of dealing with its funding agencies and customer base and does not believe it is exposed to an unusual level of credit risk with respect to its accounts receivable.

The Band maintains its cash and deposits with a federally regulated Canadian financial institution and a Credit Union, and thus has not experienced any change in risk exposure.

Interest Rate Risk

Interest rate risk refers to the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Band's long-term debt is at fixed rates of interest therefore, a change in market interest rates has no impact to cash flows required to service this debt. The Band maintains an operating line of credit subject to floating rates of interest, a change in the variable rate can impact cash flow to service the debt when such debt is outstanding. There has been no change to the risk exposure from 2018 and there is expected to be no substantive change in the next fiscal period.

18. SEGMENT DISCLOSURE

Lheidli T'enneh Band provides a range of services to its members. For management reporting purposes, operations and activities are organized and reported by function and department. For each segment separately reported, the segment revenue and expenditure represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The presentation by segment is based on the same accounting policies as described in the summary of Significant Accounting Policies in Note 1. The segments and services provided are as follows:

Economic Development - manages the development of economic opportunities from the land and natural resources for the Band and its entities;

Education - provides elementary and secondary education instructional services and provides financial support to post-secondary students;

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2019

18. SEGMENT DISCLOSURE, continued

Employment and Training - provides training and work opportunities for Band members to improve their job skills and participate effectively in the labour market;

Government Development and Administration - provides governance initiatives and training through the activities of Chief and Council and administration of other activities relating to program delivery, membership and finance;

Government Business Entities - economic development for the benefit of Band members;

Health Services - provides a variety of health care programs, services and support to Band members;

Housing - provides housing and services to Band members;

Public Works Operations and Maintenance - manages community and facilities operations and maintenance including capital projects, municipal services, water and waste water operations, roads, fire protection, and maintenance of community buildings;

Social and Community Services - provides programs and services for the social benefit and welfare of Band members;

Treaty Claims and Negotiations - manages the land claim and negotiation process with Canada and the Province of British Columbia;

Ottawa Trust Funds - provides programs and services for the social, economic and capital needs of Band members.

19. BUDGETED FIGURES

Budgeted figures are unaudited, provided for comparison purposes and have been approved by the Chief and Council.

20. SUBSEQUENT EVENT

On July 15, 2019, Indigenous and Northern Affairs Canada (INAC) was dissolved and a new department was formally established, Indigenous Services Canada (ISC).

LHEIDLI T'ENNEH BAND
SEGMENT DISCLOSURE
FOR THE YEAR ENDED MARCH 31, 2019

	ECONOMIC DEVELOPMENT			EDUCATION			EMPLOYMENT AND TRAINING			GOVERNMENT DEVELOPMENT AND ADMINISTRATION			HEALTH SERVICES		
	Budget	2019	2018	Budget	2019	2018	Budget	2019	2018	Budget	2019	2018	Budget	2019	2018
REVENUE															
Indigenous and Northern Affairs Canada	\$ 170,004	\$ 315,757	\$ 224,651	\$ 450,000	\$ 455,782	\$ 293,123	\$ 10,242	\$ 10,242	\$ 35,242	\$ 597,451	\$ 597,451	\$ 544,363	\$ -	\$ -	\$ -
First Nations Health Authority	-	-	-	-	-	-	-	-	-	-	-	-	342,005	342,005	229,831
Canada Mortgage and Housing Corporation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fisheries and Oceans Canada	118,800	220,100	124,830	-	-	-	-	-	-	-	-	-	-	-	-
Province of British Columbia	1,000,000	1,301,963	1,182,777	-	-	-	150,000	158,089	575	-	13,280	-	-	-	-
Aboriginal organization	-	159,178	-	-	-	25,000	95,000	118,916	280,232	-	-	15,071	-	-	-
Interest, rent and other	-	862,778	229,734	80,000	84,459	70,947	-	41,807	77,062	180,000	168,985	49,068	-	-	-
Gain on disposal of tangible capital assets	-	-	6,154	-	-	-	-	-	-	-	-	-	-	-	-
Income from investment in government business entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Own source	-	-	-	-	-	-	-	-	-	-	-	130,992	-	-	-
Donations	-	-	-	-	-	-	-	2,500	3,500	100,000	142,952	23,212	-	-	-
Administration fees	-	-	-	-	-	-	-	-	-	750,000	439,743	263,180	-	-	-
Ottawa trust funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(Increase) decrease in deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUE	1,288,804	2,859,776	1,768,146	530,000	540,241	389,070	255,242	331,554	396,611	1,627,451	1,362,411	1,025,886	342,005	342,005	229,831
EXPENDITURE															
Administration	125,000	72,408	47,976	53,000	26,264	33,505	25,525	31,548	22,922	25,000	20,854	41,392	34,200	28,663	17,979
Advertising	-	7,128	3,717	-	299	421	-	1,230	1,190	-	22,323	15,151	10,000	17,364	-
Allowances	-	-	-	220,000	231,698	-	2,500	2,665	-	-	18,316	-	30,000	31,091	-
Amortization and interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital purchases (recovery)	-	6,744	336,153	-	-	-	-	-	-	100,000	96,808	(64,731)	-	-	-
Contract	26,725	27,491	40,397	-	-	-	-	-	-	25,000	30,045	1,027	-	-	-
Honoraria	-	8,778	3,580	-	-	3,840	1,000	1,364	1,127	150,000	165,610	129,355	-	-	-
Office	25,010	31,320	20,801	2,000	2,285	471	10,000	9,510	10,205	90,000	87,643	90,271	4,000	3,951	624
Professional fees	250,000	329,638	233,648	-	-	-	-	-	-	450,000	538,690	272,214	7,000	6,963	1,146
Rent	-	13,530	14,710	-	-	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	-	16,238	46,462	-	-	-	-	-	-	-	46,447	6,849	-	-	-
Supplies	2,300	28,084	35,285	30,000	31,940	28,403	9,500	10,168	20,961	35,000	38,119	47,906	15,000	10,623	28,561
Telephone and utilities	5,100	15,114	7,281	-	545	-	-	280	2,155	45,000	50,213	37,254	-	929	2,246
Travel and accommodations (recovery)	19,215	65,631	53,470	10,000	12,233	10,072	10,000	15,557	25,210	100,000	143,771	171,805	5,000	2,312	365
Wages and benefits	550,000	565,495	444,696	-	837	53,811	150,000	152,460	168,959	500,000	688,882	614,467	200,000	196,774	117,371
Workshops and training	18,600	36,007	29,251	40,000	46,690	19,360	45,000	76,220	105,201	85,000	83,912	77,112	5,000	4,439	5,767
Other	3,000	27,039	38,119	175,000	378,485	239,187	1,717	2,464	9,642	22,451	91,879	219,070	-	12	26,568
Loss from government business entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	1,024,950	1,250,645	1,355,546	530,000	731,276	389,070	255,242	303,466	367,572	1,627,451	2,123,512	1,659,142	310,200	303,121	200,627
EXCESS REVENUE OVER EXPENDITURE (EXPENDITURE OVER REVENUE)	\$ 263,854	\$ 1,609,131	\$ 412,600	\$ -	\$ (191,035)	\$ -	\$ -	\$ 28,088	\$ 29,039	\$ -	\$ (761,101)	\$ (633,256)	\$ 31,805	\$ 38,884	\$ 29,204

LHEIDLI T'ENNEH BAND
SEGMENT DISCLOSURE
FOR THE YEAR ENDED MARCH 31, 2019

	HOUSING			PUBLIC WORKS OPERATIONS AND MAINTENANCE			SOCIAL AND COMMUNITY SERVICES			TREATY CLAIMS AND NEGOTIATIONS			OTTAWA TRUST FUNDS		
	Budget	2019	2018	Budget	2019	2018	Budget	2019	2018	Budget	2019	2018	Budget	2019	2018
REVENUE															
Indigenous and Northern Affairs Canada	\$ -	-	-	\$ 69,778	\$ 69,778	\$ 87,393	\$ 353,817	\$ 353,817	\$ 196,233	\$ -	-	-	\$ -	-	\$ -
First Nations Health Authority	-	-	-	-	-	-	-	-	1,200	-	-	-	-	-	-
Canada Mortgage and Housing Corporation	65,079	65,079	47,159	-	-	-	-	-	-	-	-	-	-	-	-
Fisheries and Oceans Canada	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Province of British Columbia	-	-	-	-	-	-	408,971	408,971	145,346	270,705	270,705	237,500	-	-	-
Aboriginal organizations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest, rent and other	135,000	134,836	211,792	50,000	79,167	79,647	-	-	-	-	882	-	-	-	-
Gain on disposal of tangible capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Income from investment in government business entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Own source	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-	1,050	-	-	-	-	-	-	-
Administration fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Ottawa trust funds	-	-	-	-	-	-	-	-	-	-	-	-	-	1,053	1,037
(Increase) decrease in deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUE	200,079	199,915	258,951	119,778	148,945	167,040	762,788	763,838	342,779	270,705	271,587	237,500	-	1,053	1,037
EXPENDITURE															
Administration	-	36,493	14,149	11,978	7,900	12,218	76,000	39,797	13,056	20,073	23,120	24,205	-	-	1,033
Advertising	-	-	-	-	-	-	-	29,293	32,672	-	-	-	-	-	-
Allowances	-	-	-	-	-	-	350,000	353,250	-	-	-	-	-	-	-
Amortization and interest	72,000	72,236	76,633	-	-	-	-	-	-	-	-	-	-	-	-
Capital purchases (recovery)	-	-	96,589	-	-	-	-	-	-	-	-	-	-	-	-
Contract	-	-	-	10,000	10,030	4,093	-	-	-	-	-	-	-	-	-
Honoraria	-	650	-	-	-	-	35,000	35,725	12,250	3,545	3,545	-	-	-	-
Office	2,500	2,591	5,430	-	-	-	10,000	12,386	2,659	43,791	34,930	2,874	-	-	-
Professional fees	-	3,800	7,000	-	-	-	20,000	24,202	-	25,303	19,245	34,681	-	-	-
Rent	-	-	-	-	-	-	-	-	-	17,000	17,000	-	-	-	-
Repairs and maintenance	125,000	125,613	86,797	50,000	97,645	48,198	-	8,681	1,759	-	-	-	-	-	-
Supplies	-	2,311	344	-	4,457	4,408	25,000	46,386	16,758	-	-	-	-	-	-
Telephone and utilities	-	6,609	9,420	-	16,140	16,505	-	7,717	7,103	-	-	-	-	-	-
Travel and accommodations (recovery)	-	6,949	3,553	-	-	516	50,000	172,092	12,735	5,280	8,072	11,372	-	-	-
Wages and benefits	120,000	120,224	30,774	25,000	28,575	28,953	150,000	191,600	145,799	121,149	122,638	167,382	-	-	-
Workshops and training	-	3,283	-	-	1,282	-	45,000	100,490	27,911	37,939	42,673	33,366	-	-	-
Other	-	24,253	37,288	22,800	23,125	5,508	1,788	26,929	171,227	-	364	-	-	-	-
Loss from government business entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	319,500	405,012	367,977	119,778	189,154	120,399	762,788	1,048,548	443,929	274,080	271,587	273,880	-	-	1,033
EXCESS REVENUE OVER EXPENDITURE (EXPENDITURE OVER REVENUE)	\$ (119,421)	\$ (205,097)	\$ (109,026)	\$ -	\$ (40,209)	\$ 46,641	\$ -	\$ (284,710)	\$ (101,150)	\$ (3,375)	\$ -	\$ (36,380)	\$ -	\$ 1,053	\$ 4

LHEIDLI T'ENNEH BAND
SEGMENT DISCLOSURE
FOR THE YEAR ENDED MARCH 31, 2019

	GOVERNMENT BUSINESS ENTITIES			TANGIBLE CAPITAL ASSETS			TOTAL BEFORE ADJUSTMENTS			CONSOLIDATION ADJUSTMENTS			CONSOLIDATED TOTALS		
	Budget	2019	2018	Budget	2019	2018	Budget	2019	2018	Budget	2019	2018	Budget	2019	2018
REVENUE															
Indigenous and Northern Affairs Canada	\$ -	\$ -	\$ -	\$ 1,357,500	\$ 1,357,694	\$ 221,217	\$ 3,008,792	\$ 3,160,521	\$ 1,602,222	\$ -	\$ -	\$ -	\$ 3,008,792	\$ 3,160,521	\$ 1,602,222
First Nations Health Authority	-	-	-	287,100	287,100	10,000	629,105	629,105	241,031	-	-	-	629,105	629,105	241,031
Canada Mortgage and Housing Corporation	-	-	-	-	-	-	65,079	65,079	47,159	-	-	-	65,079	65,079	47,159
Fisheries and Oceans Canada	-	-	-	-	-	53,679	118,800	220,100	178,509	-	-	-	118,800	220,100	178,509
Province of British Columbia	-	-	-	-	-	-	1,829,676	2,153,008	1,566,198	-	-	-	1,829,676	2,153,008	1,566,198
Aboriginal organizations	-	-	-	-	-	-	95,000	278,094	320,303	-	-	-	95,000	278,094	320,303
Interest, rent and other	-	-	-	-	-	-	445,000	1,372,914	718,250	-	-	-	445,000	1,372,914	718,250
Gain on disposal of tangible capital assets	-	-	-	-	-	-	-	-	6,154	-	-	-	-	-	6,154
Income from investment in government business entities	2,000,000	5,092,522	2,749,739	-	-	-	2,000,000	5,092,522	2,749,739	-	-	-	2,000,000	5,092,522	2,749,739
Own source	-	-	-	-	-	-	-	-	130,992	-	-	-	-	-	130,992
Donations	-	-	-	-	-	-	100,000	146,502	26,712	-	-	-	100,000	146,502	26,712
Administration fees	-	-	-	-	-	-	750,000	439,743	263,180	-	-	-	750,000	439,743	263,180
Ottawa trust funds	-	-	-	-	-	-	-	1,053	1,037	-	-	-	-	1,053	1,037
(Increase) decrease in deferred revenue	-	-	-	-	166,366	(166,366)	-	166,366	(166,366)	-	(530,008)	-	-	(363,642)	(166,366)
TOTAL REVENUE	2,000,000	5,092,522	2,749,739	1,644,600	1,811,160	118,530	9,041,452	13,725,007	7,685,120	-	(530,008)	-	9,041,452	13,194,999	7,685,120
EXPENDITURE															
Administration	-	-	-	-	-	-	370,776	287,047	228,435	-	-	-	370,776	287,047	228,435
Advertising	-	-	-	-	-	-	10,000	77,637	53,151	-	-	-	10,000	77,637	53,151
Allowances	-	-	-	-	-	-	602,500	637,020	-	-	-	-	602,500	637,020	-
Amortization and interest	-	-	-	-	-	-	72,000	72,236	76,633	200,000	205,187	180,763	272,000	277,423	257,396
Capital purchases (recovery)	-	-	-	1,644,600	2,446,475	280,364	1,744,600	2,550,027	648,375	(1,744,600)	(2,550,027)	(648,375)	-	-	-
Contract	-	-	-	-	-	-	61,725	67,566	45,517	-	-	-	61,725	67,566	45,517
Honoraria	-	-	-	-	-	-	189,545	215,672	150,152	-	-	-	189,545	215,672	150,152
Office	-	-	-	-	-	-	187,301	184,616	133,335	-	-	-	187,301	184,616	133,335
Professional fees	-	-	-	-	-	-	752,303	922,538	548,689	-	-	-	752,303	922,538	548,689
Rent	-	-	-	-	-	-	17,000	30,530	14,710	-	-	-	17,000	30,530	14,710
Repairs and maintenance	-	-	-	-	-	-	175,000	294,624	190,065	-	-	-	175,000	294,624	190,065
Supplies	-	-	-	-	-	-	116,800	172,088	182,626	-	-	-	116,800	172,088	182,626
Telephone and utilities	-	-	-	-	-	-	50,100	97,547	81,964	-	-	-	50,100	97,547	81,964
Travel and accommodations	-	-	-	-	-	-	199,495	426,617	289,098	-	-	-	199,495	426,617	289,098
Wages and benefits	-	-	-	-	-	-	1,816,149	2,067,485	1,772,212	-	-	-	1,816,149	2,067,485	1,772,212
Workshops and training	-	-	-	-	-	-	276,539	394,996	297,968	-	-	-	276,539	394,996	297,968
Other	-	-	-	-	-	-	226,756	574,550	746,609	-	-	-	226,756	574,550	746,609
Loss from government business entities	-	-	368	-	-	-	-	-	368	-	-	-	-	-	368
	-	-	368	1,644,600	2,446,475	280,364	6,868,589	9,072,796	5,459,907	(1,544,600)	(2,344,840)	(467,612)	5,323,989	6,727,956	4,992,295
EXCESS REVENUE OVER EXPENDITURE (EXPENDITURE OVER REVENUE)	\$ 2,000,000	\$ 5,092,522	\$ 2,749,371	\$ -	\$ (635,315)	\$ (161,834)	\$ 2,172,863	\$ 4,652,211	\$ 2,225,213	\$ 1,544,600	\$ 1,814,832	\$ 467,612	\$ 3,717,463	\$ 6,467,043	\$ 2,692,825

LHEIDLI T'ENNEH BAND
GOVERNMENT BUSINESS ENTITIES
CONDENSED FINANCIAL INFORMATION
FOR THE YEAR ENDED MARCH 31, 2019

APPENDIX A

	Lheit Lit'en Development Corporation	Tano T'enneh General Partner Corporation	Tano T'enneh Limited Partnership	FN (PTP) Group Limited Partnership	Total 2019	Total 2018
Assets						
Financial Assets	\$ 6,942	\$ 322	\$ 9,247,328	\$ 236,608	\$ 9,491,200	\$ 7,053,423
Tangible Capital Assets	-	-	4,359,489	-	4,359,489	2,206,349
Other Assets	1,096,204	210,573	766,657	-	2,073,434	1,812,714
Related Party Advances	-	-	2,455,898	-	2,455,898	2,455,898
Total Assets	\$ 1,103,146	\$ 210,895	\$ 16,829,372	\$ 236,608	\$ 18,380,021	\$ 13,528,384
Liabilities						
Debt	\$ 2,500	\$ 2,000	\$ 124,483	\$ 238,110	\$ 367,093	\$ 832,904
Equity (Deficit)	(281,555)	207,045	16,704,889	(1,504)	16,628,875	12,118,971
Related Party Advances	621,981	-	-	-	621,981	623,831
Lheidli T'enneh Band Advances	760,220	1,850	-	-	762,070	(47,324)
Total Liabilities and Equity	\$ 1,103,146	\$ 210,895	\$ 16,829,372	\$ 236,608	\$ 18,380,021	\$ 13,528,384
Revenue	\$ 399,279	\$ 179,948	\$ 5,306,868	\$ -	\$ 5,886,095	\$ 3,396,273
Expenses	2,759	313	663,000	-	666,072	612,308
Amortization	-	-	127,049	-	127,049	41,521
Total Expenses	2,759	313	790,049	-	793,121	653,829
Income (Loss)	\$ 396,520	\$ 179,635	\$ 4,516,819	\$ -	\$ 5,092,974	\$ 2,742,444
Lheidli T'enneh Band's Share	\$ 396,520	\$ 179,635	\$ 4,516,367	\$ -	\$ 5,092,522	\$ 2,749,371

LHEIDLI T'ENNEH BAND
TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED MARCH 31, 2019

APPENDIX B

	COST				ACCUMULATED AMORTIZATION				VALUE	
	Opening Balance	Additions	Disposals	Balance End of Year	Opening Balance	Amortization	Disposals	Balance End of Year	2019	
Automotive equipment	\$ 143,986	\$ 96,808	\$ -	\$ 240,794	\$ 63,428	\$ 31,846	\$ -	\$ 95,274	\$	145,520
Boats and fisheries equipment	61,404	-	-	61,404	53,505	3,600	-	57,105		4,299
Buildings	245,614	-	-	245,614	168,995	8,187	-	177,182		68,432
Computer equipment	126,251	-	-	126,251	99,948	14,636	-	114,584		11,667
Fuel tanks	207,268	-	-	207,268	150,269	10,364	-	160,633		46,635
Furniture and office equipment	65,231	6,744	-	71,975	65,231	1,124	-	66,355		5,620
Heavy duty equipment	266,368	-	-	266,368	125,154	10,199	-	135,353		131,015
Housing	2,347,423	161,589	-	2,509,012	1,895,677	67,332	-	1,963,009		546,003
Infrastructure	3,010,326	-	-	3,010,326	1,646,357	89,642	-	1,735,999		1,274,327
Land improvements	1,340,674	-	-	1,340,674	152,791	26,812	-	179,603		1,161,071
Signage	40,724	-	-	40,724	30,135	4,073	-	34,208		6,516
Website	14,718	-	-	14,718	10,892	1,472	-	12,364		2,354
	7,869,987	265,141	-	8,135,128	4,462,382	269,287	-	4,731,669		3,403,459
Capital projects in progress	377,222	2,446,475	161,589	2,662,108	-	-	-	-		2,662,108
	<u>\$ 8,247,209</u>	<u>\$ 2,711,616</u>	<u>\$ 161,589</u>	<u>\$ 10,797,236</u>	<u>\$ 4,462,382</u>	<u>\$ 269,287</u>	<u>\$ -</u>	<u>\$ 4,731,669</u>	<u>\$</u>	<u>6,065,567</u>

	COST				ACCUMULATED AMORTIZATION				VALUE	
	Opening Balance	Additions	Disposals	Balance End of Year	Opening Balance	Amortization	Disposals	Balance End of Year	2018	
Automotive equipment	\$ 137,768	\$ 83,418	\$ (77,200)	\$ 143,986	\$ 94,167	\$ 18,615	\$ (49,354)	\$ 63,428	\$	80,558
Boats and fisheries equipment	61,404	-	-	61,404	49,744	3,761	-	53,505		7,899
Buildings	245,614	-	-	245,614	160,807	8,188	-	168,995		76,619
Computer equipment	103,311	28,000	(5,060)	126,251	97,369	7,639	(5,060)	99,948		26,303
Fuel tanks	207,268	-	-	207,268	139,905	10,364	-	150,269		56,999
Furniture and office equipment	65,231	-	-	65,231	65,231	-	-	65,231		-
Heavy duty equipment	145,868	120,500	-	266,368	114,955	10,199	-	125,154		141,214
Housing	2,347,423	-	-	2,347,423	1,828,534	67,143	-	1,895,677		451,746
Infrastructure	3,010,326	-	-	3,010,326	1,556,715	89,642	-	1,646,357		1,363,969
Land improvements	1,236,439	104,235	-	1,340,674	125,978	26,813	-	152,791		1,187,883
Signage	40,724	-	-	40,724	26,064	4,071	-	30,135		10,589
Website	14,718	-	-	14,718	9,420	1,472	-	10,892		3,826
	7,616,094	336,153	(82,260)	7,869,987	4,268,889	247,907	(54,414)	4,462,382		3,407,605
Capital projects in progress	65,000	312,222	-	377,222	-	-	-	-		377,222
	<u>\$ 7,681,094</u>	<u>\$ 648,375</u>	<u>\$ (82,260)</u>	<u>\$ 8,247,209</u>	<u>\$ 4,268,889</u>	<u>\$ 247,907</u>	<u>\$ (54,414)</u>	<u>\$ 4,462,382</u>	<u>\$</u>	<u>3,784,827</u>