

LHEIDLIT'ENNEH BAND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

**LHEIDLI T'ENNEH BAND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020**

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MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

To the Members of Lheidli T'enneh Band:

The accompanying consolidated financial statements of Lheidli T'enneh Band are the responsibility of management and have been approved by Chief and Council.

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Chief and Council are responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. The Council fulfills these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Chief and Council is also responsible for recommending the appointment of the Band's external auditors.

Brent Bursey & Company Inc. is appointed by Chief and Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically with both the Council and management to discuss their audit findings.

On behalf of Lheidli T'enneh Band:

Chief

Dolleen Logan

Councillor

Helen K

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, 2020, 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, 2020 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.

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 Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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 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

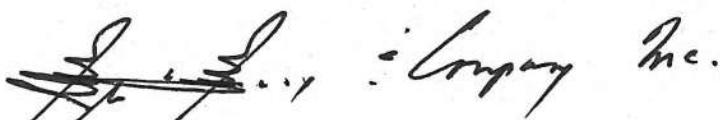
Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Band to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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



Chartered Professional Accountants

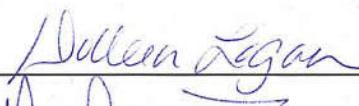
December 10, 2020
Prince George, British Columbia

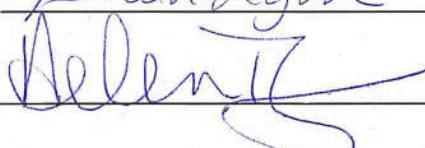
LHEIDLI T'ENNEH BAND
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2020

	2020	2019
FINANCIAL ASSETS		
Cash (Note 2)	\$ 4,423,413	\$ 822,720
Accounts receivable (Note 3)	1,045,149	494,958
Advances receivable (Note 4)	954,308	1,041,254
Restricted cash (Note 5)	91,043	106,980
Guaranteed investment certificates (Note 6)	1,000,000	1,000,000
Investments in government business entities (Note 7)	14,945,881	17,391,159
Ottawa trust funds (Note 8)	<u>3,135</u>	<u>3,165</u>
	<u>22,462,929</u>	<u>20,860,236</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 9)	1,072,792	1,097,475
Deferred revenue (Note 10)	644,071	530,008
Long-term debt (Note 11)	322,347	387,646
Treaty loan (Note 12)	-	6,343,526
Replacement reserves (Note 5)	<u>91,043</u>	<u>105,617</u>
	<u>2,130,253</u>	<u>8,464,272</u>
NET FINANCIAL ASSETS	<u>20,332,676</u>	<u>12,395,964</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 13)	11,539,270	6,065,567
Prepaid expenditure	<u>64,341</u>	<u>50,750</u>
	<u>11,603,611</u>	<u>6,116,317</u>
ACCUMULATED SURPLUS	<u>\$ 31,936,287</u>	<u>\$ 18,512,281</u>
CONTINGENT LIABILITIES (Note 14)		
SUBSEQUENT EVENT (Note 20)		

Approved on behalf of Lheidli T'enneh Band:

 Chief

 Councillor

 Councillor

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

LHEIDL T'ENNEH BAND
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2020

	Budget (Note 19)	2020	2019
REVENUE			
Indigenous Services Canada	\$ 3,436,262	\$ 3,898,749	\$ 3,160,521
First Nations Health Authority	286,663	567,520	629,105
Canada Mortgage and Housing Corporation	71,299	77,538	65,079
Fisheries and Oceans Canada	118,800	224,900	220,100
Province of British Columbia	1,750,031	2,401,630	2,153,008
Aboriginal organizations	157,500	276,769	278,094
Interest, rent and other	1,404,000	2,304,034	1,372,914
Forgiveness of Treaty loan	6,343,526	6,343,526	-
Income from investments in government business entities	4,000,000	4,381,091	5,092,522
Donations	80,000	40,860	146,502
Administration fees	856,903	818,805	439,743
Ottawa trust funds	1,050	1,049	1,053
Increase in deferred revenue	-	(114,063)	(363,642)
	<u>18,506,034</u>	<u>21,222,408</u>	<u>13,194,999</u>
EXPENDITURE			
Economic development	880,127	2,070,376	1,243,901
Education	458,858	663,101	731,276
Employment and training	64,956	330,270	303,466
Government development and administration	1,115,498	2,525,568	2,026,704
Health services	231,663	612,145	303,121
Housing	430,574	289,156	332,776
Public works operations and maintenance	90,000	159,437	189,154
Social and community services	354,209	756,307	1,048,548
Treaty claims and negotiations	-	6,524	271,587
Ottawa trust funds	-	1,079	-
Interest	-	6,927	8,136
Amortization	255,000	268,859	269,287
Loss on disposal of tangible capital assets	-	<u>108,653</u>	-
	<u>3,880,885</u>	<u>7,798,402</u>	<u>6,727,956</u>
ANNUAL SURPLUS	<u>\$ 14,625,149</u>	<u>13,424,006</u>	<u>6,467,043</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>18,512,281</u>	<u>12,045,238</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 31,936,287</u>	<u>\$ 18,512,281</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, 2020**

	Budget (Note 19)	2020	2019
Annual surplus	<u>\$ 14,625,149</u>	\$ 13,424,006	\$ 6,467,043
Acquisition of tangible capital assets	(5,200,000)	(5,851,215)	(2,550,027)
Amortization	255,000	268,859	269,287
Loss on disposal of tangible capital assets	-	108,653	-
	<u>(4,945,000)</u>	(5,473,703)	(2,280,740)
(Acquisition) use of prepaid expenditure	-	(13,591)	63,721
INCREASE IN NET FINANCIAL ASSETS	<u>\$ 9,680,149</u>	7,936,712	4,250,024
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>12,395,964</u>	8,145,940
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 20,332,676</u>	<u>\$ 12,395,964</u>

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

LHEIDL T'ENNEH BAND
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2020

	2020	2019
OPERATING ACTIVITIES		
Annual surplus	\$ 13,424,006	\$ 6,467,043
Items not involving cash		
Allocations to replacement reserve	15,000	15,000
Loss on disposal of tangible capital assets	108,653	-
Amortization	268,859	269,287
Forgiveness of Treaty loan	(6,343,526)	-
Income from investments in government business entities	(4,381,091)	(5,092,522)
Ottawa trust funds	<u>30</u>	<u>(1,053)</u>
	3,091,931	1,657,755
Cash provided by (used in) operating activities		
Accounts receivable	(550,191)	(27,558)
Advances receivable	86,946	(362,683)
Prepaid expenditure	(13,591)	63,721
Accounts payable and accrued liabilities	(24,683)	673,452
Deferred revenue	<u>114,063</u>	<u>363,642</u>
	<u>2,704,475</u>	<u>2,368,329</u>
CAPITAL ACTIVITY		
Acquisition of tangible capital assets	<u>(5,851,215)</u>	<u>(2,550,027)</u>
FINANCING ACTIVITIES		
Repayment of long-term debt	(65,299)	(70,727)
Allocations from replacement reserves	<u>(29,574)</u>	<u>(54,229)</u>
	<u>(94,873)</u>	<u>(124,956)</u>
INVESTING ACTIVITIES		
Advances to government business entities	(277)	(224,625)
Advances from government business entities	<u>6,826,646</u>	-
Purchase of guaranteed investment certificates	-	(1,000,000)
Redemption of guaranteed investment certificates	<u>-</u>	<u>2,000,000</u>
	<u>6,826,369</u>	<u>775,375</u>
INCREASE DURING YEAR		
CASH, BEGINNING OF YEAR	3,584,756	468,721
CASH, END OF YEAR	<u>929,700</u>	<u>460,979</u>
	<u>\$ 4,514,456</u>	<u>\$ 929,700</u>
Cash consists of:		
Cash	\$ 4,423,413	\$ 822,720
Restricted cash	<u>91,043</u>	<u>106,980</u>
	<u>\$ 4,514,456</u>	<u>\$ 929,700</u>

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

LHEIDL T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

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)

LHEIDLIT'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

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.

LHEIDL T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

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, 2020

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, 2020 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, 2020 the full \$5,000,000 was available.

3. ACCOUNTS RECEIVABLE

	2020	2019
Government		
Indigenous Services Canada	\$ 18,306	\$ 90,245
First Nations Health Authority	112,709	-
Canada Mortgage and Housing Corporation	3,911	13,336
Fisheries and Oceans Canada	9,800	75,275
Province of British Columbia	21,602	-
Canada Revenue Agency - Goods and services tax	<u>30,504</u>	<u>83,107</u>
	196,832	261,963
Trade	<u>848,317</u>	<u>232,995</u>
	<u>\$ 1,045,149</u>	<u>\$ 494,958</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 2020.

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

5. RESTRICTED CASH AND REPLACEMENT RESERVES

	2020	2019
Restricted cash consists of		
Replacement reserve 19-359-983	\$ 91,043	\$ 105,617
Treaty Negotiations	- 1,363	
	<u>\$ 91,043</u>	<u>\$ 106,980</u>

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.

6. GUARANTEED INVESTMENT CERTIFICATES

	2020	2019
GIC maturing May 21, 2020 earning 2.00% interest	\$ 1,000,000	\$ -
GIC matured January 31, 2020	- 1,000,000	
	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>

7. INVESTMENTS IN GOVERNMENT BUSINESS ENTITIES (Appendix A)

	2020	2019
Lheit Lit'en Development Corporation		
Shares	\$ 3	\$ 3
Advances (from) to	(2,177,907)	760,220
Deficit	<u>(274,630)</u>	<u>(281,558)</u>
Balance forward	<u>\$ (2,452,534)</u>	<u>\$ 478,665</u>

LHEIDL T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

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

	2020	2019
Balance forward	<u>\$ (2,452,534)</u>	\$ 478,665
Tano T'enneh General Partner Corporation		
Shares	20	20
Advances to	2,127	1,850
Surplus	<u>379,062</u>	<u>207,026</u>
	<u>381,209</u>	<u>208,896</u>
Tano T'enneh Limited Partnership		
Partnership units	2,229,142	2,229,142
Advances from	(3,923,186)	(34,667)
Surplus	<u>18,711,249</u>	<u>14,509,122</u>
	<u>17,017,205</u>	<u>16,703,597</u>
FN (PTP) Group Limited Partnership		
Shares	1	1
Surplus	-	-
	<u>1</u>	<u>1</u>
	<u>\$ 14,945,881</u>	<u>\$ 17,391,159</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 2020	Total 2019
Balance, beginning of year	\$ 1,079	\$ 2,086	\$ 3,165	\$ 2,112
Interest	41	-	41	59
B.C. Special	1,008	-	1,008	994
Transfer to Lheidli T'enneh Band	<u>(1,079)</u>	<u>-</u>	<u>(1,079)</u>	<u>-</u>
Balance, end of year	<u>\$ 1,049</u>	<u>\$ 2,086</u>	<u>\$ 3,135</u>	<u>\$ 3,165</u>

LHEIDL T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

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

	2020	2019
Trade payables and accrued liabilities	\$ 1,010,590	\$ 1,002,862
Wages and benefits payable	57,843	90,383
WorkSafeBC	<u>4,359</u>	4,230
	<u>\$ 1,072,792</u>	<u>\$ 1,097,475</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 \$131,072 (2019 - \$92,929) for retirement benefits.

10. DEFERRED REVENUE

	2020	2019
Indigenous Services Canada		
ICMS 9-00128432 Housing Renovations	\$ 520,000	\$ -
ICMS 9-00128334 Shelley Water System & Chlorine	12,972	-
ICMS 9-00128430 NAHS Stream 1 Plan 19/20	90,070	12,600
ICMS 9-00128105 18/19 Maintenance Management Plan	21,029	36,916
ICMS 9-00128167 Social Housing 6 units	-	175,094
CPMS 4482 North Shelley Subdivision	<u>-</u>	<u>173,288</u>
	644,071	397,898
Other		
First Nations Health Authority	<u>-</u>	<u>132,110</u>
	<u>\$ 644,071</u>	<u>\$ 530,008</u>

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

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

	2020	2019
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, 2020	\$ 126,184	\$ 153,366
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	89,580	100,740
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	<u>106,583</u>	<u>133,540</u>
	<u>\$ 322,347</u>	<u>\$ 387,646</u>

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

2021	\$ 66,604
2022	67,947
2023	69,316
2024	63,302
2025	24,604
Subsequent	<u>30,574</u>
	<u>\$ 322,347</u>

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

12. TREATY LOAN

Lheidli T'enneh Band had signed promissory notes and First Nation Negotiation Support Agreements totalling \$6,343,526. The Government of Canada forgave an amount of \$6,343,526. The debt was forgiven by supply bill/appropriation Act (Bill C10/Appropriation Act No.4, 2019-20) for Supplementary Estimates B which received royal assent on March 13, 2020. This amount was recognized in the financial statements as forgiveness of treaty loan for the year ending March 31, 2020.

13. TANGIBLE CAPITAL ASSETS (Appendix B)

			2020	2019
		Cost	Accumulated Amortization	Net Book Value
Automotive equipment	\$ 240,794	\$ 121,639	\$ 119,155	\$ 145,520
Boats and fisheries equipment	79,085	60,745	18,340	4,299
Buildings	245,614	185,369	60,245	68,432
Computer equipment	126,251	126,251	-	11,667
Fuel tanks	207,268	170,996	36,272	46,635
Furniture and office equipment	79,465	70,413	9,052	5,620
Heavy duty equipment	293,904	146,929	146,975	131,015
Housing	2,509,012	2,034,907	474,105	546,003
Infrastructure	3,032,994	1,824,747	1,208,247	1,274,327
Land improvements	1,340,674	206,416	1,134,258	1,161,071
Signage	40,724	38,280	2,444	6,516
Website	14,718	13,836	882	2,354
	8,210,503	5,000,528	3,209,975	3,403,459
Capital projects in progress	8,329,295	-	8,329,295	2,662,108
	<u>\$ 16,539,798</u>	<u>\$ 5,000,528</u>	<u>\$ 11,539,270</u>	<u>\$ 6,065,567</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, 2020 the maximum liability is \$23,320.

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

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 ISC FUNDING AGREEMENT REVENUE

Pursuant to the Indigenous Services Canada Financial Reporting Requirements for the fiscal period 2019 - 2020, the following reconciliation has been prepared:

Recipient total as per 2019/2020 ISC funding confirmation	\$ 3,898,749
Variance	-
ISC revenue as per consolidated statement of operations	<u>\$ 3,898,749</u>

16. GOVERNMENT TRANSFERS

	2020			2019		
	<u>Operating</u>	<u>Capital</u>	<u>Total</u>	<u>Operating</u>	<u>Capital</u>	<u>Total</u>
Federal government transfers:						
Indigenous Services Canada	\$ 1,696,881	\$ 2,201,868	\$ 3,898,749	\$ 1,802,827	\$ 1,357,694	\$ 3,160,521
Canada Mortgage and Housing Corporation	77,538	-	77,538	65,079	-	65,079
Other	207,219	17,681	224,900	262,612	24,692	287,304
	1,981,638	2,219,549	4,201,187	2,130,518	1,382,386	3,512,904
Provincial Government transfers	2,384,639	16,991	2,401,630	2,153,008	-	2,153,008
First Nations Health Authority	556,975	10,545	567,520	342,005	287,100	629,105
	<u>\$ 4,923,252</u>	<u>\$ 2,247,085</u>	<u>\$ 7,170,337</u>	<u>\$ 4,625,531</u>	<u>\$ 1,669,486</u>	<u>\$ 6,295,017</u>

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

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 2019 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;

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

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

18. SEGMENT DISCLOSURE, continued

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;

Tangible Capital Assets - provides for capital infrastructure development for Band members.

19. BUDGETED FIGURES

Budgets were not prepared for all segments and all departments in 2020. As such, the budget figures in the Consolidated Statement of Operations are not presented for the same scope of activities as the actual results.

The disclosed budget information has been approved by Chief and Council of Lheidli T'enneh Band. The original budget was approved at the Chief and Council meeting held on March 29, 2019.

LHEIDLI T'ENNEH BAND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

20. SUBSEQUENT EVENT

Beginning in December 2019 a global pandemic, Severe Acute Respiratory Syndrome Coronavirus 2 (SARS-CoV-2), the virus causing COVID-19, was identified in China and reached Canada in January 2020. COVID-19 has had a significant impact on the economy through the restrictions put in place by the Canadian, provincial, and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is uncertain as to the impact this outbreak will have on the Band as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, the duration of the outbreak, including duration of travel restrictions, business closures or disruptions and isolation/quarantine measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

LHEIDLIT TENNEH BAND
SEGMENT DISCLOSURE
FOR THE YEAR ENDED MARCH 31, 2020

	GOVERNMENT DEVELOPMENT AND ADMINISTRATION										HEALTH SERVICES				
	ECONOMIC DEVELOPMENT					EDUCATION					EMPLOYMENT AND TRAINING		Budget		
	Budget	2020	2019	Budget	2020	2019	Budget	2020	2019	Budget	Budget	2020	2019	2012	
REVENUE															
Indigenous Services Canada	\$ 295,079	\$ 363,079	\$ 315,757	\$ 378,658	\$ 455,782	\$ 30,400	\$ 10,242	\$ 285,177	\$ 430,723	\$ 397,451	\$ 286,663	\$ 537,120	\$ 542,005	-	
First Nations Health Authority	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Canada Mortgage and Housing Corporation	118,800	224,900	220,100	-	-	-	-	-	-	-	-	-	-	-	
Fisheries and Oceans Canada	1,251,324	1,878,486	1,301,963	-	-	-	-	-	-	-	-	-	-	-	
Province of British Columbia	-	15,592	159,178	-	-	-	-	-	-	-	-	-	-	-	
Aboriginal organization	1,000,000	1,716,005	862,778	80,000	76,910	84,459	10,000	24,257	41,807	81,000	188,385	168,985	5,000	-	
Interest, rent and other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Forgiveness of Treaty Dues	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Income from investment in government business entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Donations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Administration fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Ottawa trust funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
(Increase) decrease in deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
TOTAL REVENUE	2,665,203	4,198,062	2,859,776	458,858	557,983	540,241	167,500	277,934	331,534	1,653,080	1,841,177	1,362,411	286,663	542,120	342,005
EXPENDITURE															
Administration	166,320	355,642	72,408	45,886	55,798	26,264	6,496	24,254	31,548	20,000	44,770	20,854	28,666	40,551	28,662
Advertising	3,740	4,077	7,128	-	-	299	200	895	1,230	18,000	34,429	22,323	-	-	17,363
Allowances	-	-	-	200,385	234,065	23,1698	-	-	2,665	-	-	18,316	100,822	86,028	50,527
Amortization and interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital purchases	-	17,681	115,398	-	-	-	-	-	-	-	-	-	-	-	51,758
Contract	68,192	330,030	27,491	-	-	-	-	-	-	-	-	-	-	-	-
Honoraria	2,594	9,330	8,778	1,200	-	-	-	3,750	1,564	179,000	213,178	165,610	180	-	-
Office	16,706	26,254	31,320	214	1,297	2,285	600	20,111	9,510	103,200	101,824	87,643	2,199	7,397	3,951
Professional fees	119,725	535,089	329,638	-	-	-	-	-	-	200,000	449,470	538,690	-	10,072	6,964
Rent	-	7,993	13,530	-	-	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	36,274	44,591	16,238	-	-	-	-	-	-	10,000	65,282	46,447	-	101,063	-
Supplies	29,761	22,237	28,084	4,475	41,349	31,940	200	17,231	10,168	31,000	59,745	38,119	6,951	42,351	11,189
Telephone and utilities	8,554	10,485	15,114	547	669	545	-	11,135	280	37,000	36,958	50,213	1,687	12,248	928
Travel and accommodations	27,251	83,942	65,631	7,622	9,235	12,233	2,200	20,840	15,557	47,000	175,233	143,771	8,680	4,100	27,872
Wages and benefits	361,455	565,495	51,899	63,095	837	20,000	113,584	152,460	78,598	746,575	688,882	134,067	275,437	173,912	-
Workshops and training	30,148	16,086	36,007	2,130	3,194	46,690	11,000	104,913	76,220	110,500	60,747	83,912	3,411	27,173	17,741
Other	6,207	18,398	27,059	144,500	251,399	378,485	24,260	25,557	2,464	81,200	129,174	91,879	5,725	12	-
Loss on disposal of tangible capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	880,127	2,088,057	1,359,299	458,858	663,101	731,276	64,956	330,270	303,466	1,115,498	2,535,702	2,123,512	286,663	622,690	354,879
EXCESS REVENUE OVER EXPENDITURE (EXPENDITURE OVER REVENUE)	\$ 1,785,076	\$ 2,110,005	\$ 1,500,477	\$ -	\$ (105,118)	\$ (191,035)	\$ 102,544	\$ (53,336)	\$ 28,083	\$ 537,882	\$ (694,525)	\$ (761,101)	\$ -	\$ (80,570)	\$ (12,874)

LHEIDLI TINNEH BAND
SEGMENT DISCLOSURE
FOR THE YEAR ENDED MARCH 31, 2020

	2020										2019				2018			
	HOUSING		PUBLIC WORKS		OPERATIONS AND MAINTENANCE		COMMUNITY SERVICES		SOCIAL AND		TREATY CLAIMS		AND NEGOTIATIONS		OTTAWA TRUST FUNDS		2017	
	Budget	2020	Budget	2019	Budget	2020	Budget	2019	Budget	2020	Budget	2019	Budget	2019	Budget	2018	Budget	2017
REVENUE																		
Indigenous Services Canada	\$ -	-	\$ -	\$ 69,778	\$ 71,126	\$ 69,778	\$ 205,502	\$ 381,120	\$ 353,817	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
First Nations Health Authority	\$ 71,299	77,538	65,079	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Canada Mortgage and Housing Corporation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fisheries and Oceans Canada	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Province of British Columbia	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Aboriginal organizations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest, rent and other	143,000	178,105	134,836	90,000	82,872	79,167	-	-	-	32,500	-	-	-	-	-	-	-	-
Forgiveness of Treaty loan	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Income from investment in government business entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administration fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Ottawa trust funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(Increase) decrease in deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUE	214,299	255,643	199,915	159,778	162,065	148,945	354,209	763,838	573,953	6,343,526	6,343,526	271,587	1,050	1,049	1,053			
EXPENDITURE																		
Administration	38,270	72,364	36,493	9,000	15,125	7,900	35,421	56,732	59,797	-	-	-	-	-	-	-	23,120	-
Advertising	-	-	-	-	-	-	-	-	-	20,162	29,293	-	-	-	-	-	-	-
Allowances	-	-	-	-	-	-	-	-	-	128,700	337,363	353,250	-	-	-	-	-	-
Amortization and interest	\$ 55,000	72,226	72,226	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital purchases	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contract	10,000	12,162	-	-	5,500	10,577	10,030	-	-	-	-	-	-	-	-	-	-	-
Honoraria	-	1,750	650	-	-	-	-	-	-	5,000	26,924	35,725	-	-	-	-	-	3,545
Office	-	860	2,591	-	-	-	-	-	-	1,700	2,338	12,386	-	-	-	-	-	34,930
Professional fees	6,000	3,800	3,800	-	-	-	-	-	-	-	24,202	-	-	-	-	-	19,245	-
Rent	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,200	-
Repairs and maintenance	175,000	39,603	125,613	35,100	39,727	97,645	-	-	-	7,318	8,681	-	-	-	-	-	17,000	-
Supplies	-	1,088	2,311	7,500	4,772	4,457	200	39,871	46,386	-	-	-	-	-	-	-	-	-
Telephone and utilities	1,700	4,878	6,609	-	14,973	16,140	17,650	22,291	7,717	-	-	-	-	-	-	-	-	-
Travel and accommodations	2,400	9,616	6,949	17,400	17,096	-	9,100	29,396	172,092	-	-	-	-	-	-	-	8,072	-
Wages and benefits	103,154	100,929	120,224	15,000	49,033	28,575	146,938	162,284	191,600	-	-	-	-	-	-	-	122,638	-
Workshops and training	5,500	8,880	3,283	-	-	1,282	9,000	46,205	100,490	-	-	-	-	-	-	-	42,673	-
Other	33,550	33,226	24,253	500	7,864	23,125	500	5,733	26,239	-	-	-	-	-	-	-	324	364
Loss on disposal of tangible capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,079	-
	430,574	361,382	405,012	90,000	159,437	189,154	354,209	773,298	1,048,348	-	-	-	-	-	-	-	6,524	271,587
EXCESS REVENUE OVER EXPENDITURE (EXPENDITURE OVER REVENUE)	\$ (216,275)	\$ (115,739)	\$ (205,697)	\$ 69,778	\$ 2,628	\$ (40,209)	\$ -	\$ (199,345)	\$ (284,710)	\$ 6,343,526	\$ 6,343,526	\$ 271,587	-	-	-	\$ 1,030	\$ 1,030	\$ 1,030
																\$ (103)	\$ 1,079	\$ 1,079

LHEDLI T'ENNEH BAND
SEGMENT DISCLOSURE
FOR THE YEAR ENDED MARCH 31, 2020

LHELDI TINNEH BAND SEGMENT DISCLOSURE FOR THE YEAR ENDED MARCH 31, 2020											Brent Bursey & Company Inc., Chartered Professional Accountants																
REVENUE	GOVERNMENT BUSINESS ENTITIES					TANGIBLE CAPITAL ASSETS					TOTAL BEFORE ADJUSTMENTS					CONSOLIDATION ADJUSTMENTS					CONSOLIDATED TOTALS						
	Budget	2020	2019	Budget	2020	2019	Budget	2020	2019	Budget	Budget	2020	2019	Budget	Budget	2020	2019	Budget	2020	2019	Budget	2020	2019	Budget	2020		
Indigenous Services Canada	\$ -	\$ -	\$ -	\$ 2,201,868	\$ 2,201,868	\$ 1,357,694	\$ 1,416,262	\$ 3,898,749	\$ 1,160,521	\$ -	\$ -	\$ -	\$ -	\$ 3,436,262	\$ 3,898,749	\$ 3,160,521	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
First Nations Health Authority	-	-	-	-	-	-	287,100	286,663	567,520	629,105	-	-	-	-	286,663	629,105	629,105	-	-	-	-	-	-	-	-	-	
Canada Mortgage and Housing Corporation	-	-	-	-	-	-	71,299	77,538	65,079	71,299	-	-	-	-	77,538	65,079	65,079	-	-	-	-	-	-	-	-	-	
Fisheries and Oceans Canada	-	-	-	-	-	-	118,800	224,900	220,100	118,800	-	-	-	-	224,900	220,100	220,100	-	-	-	-	-	-	-	-	-	
Province of British Columbia	-	-	-	-	-	-	1,750,031	2,401,630	2,153,008	1,750,031	-	-	-	-	2,401,630	2,153,008	2,153,008	-	-	-	-	-	-	-	-	-	
Aboriginal organizations	-	-	-	-	-	-	157,500	276,759	278,094	157,500	-	-	-	-	276,759	278,094	278,094	-	-	-	-	-	-	-	-	-	
Interest, rent and other	-	-	-	-	-	-	1,404,000	2,904,034	3,372,914	1,404,000	-	-	-	-	2,904,034	3,372,914	3,372,914	-	-	-	-	-	-	-	-	-	
Forgiveness of Treaty loan	-	-	-	-	-	-	6,343,526	6,343,526	-	6,343,526	-	-	-	-	6,343,526	6,343,526	6,343,526	-	-	-	-	-	-	-	-	-	
Income from investment in government business entities	4,000,000	4,381,091	5,092,222	-	-	-	4,000,000	4,381,091	5,092,522	-	-	-	-	-	4,000,000	4,381,091	5,092,522	-	-	-	-	-	-	-	-	-	
Donations	-	-	-	-	-	-	80,000	40,860	146,502	80,000	-	-	-	-	80,000	40,860	146,502	-	-	-	-	-	-	-	-	-	
Administration fees	-	-	-	-	-	-	856,903	818,805	439,743	856,903	-	-	-	-	856,903	818,805	439,743	-	-	-	-	-	-	-	-	-	
Ornawa trust funds	-	-	-	-	-	-	1,050	1,049	1,053	1,050	-	-	-	-	1,050	1,049	1,053	-	-	-	-	-	-	-	-		
(Increase) decrease in deferred revenue	-	-	-	-	-	-	530,008	165,166	-	530,008	-	-	-	-	530,008	165,166	-	-	-	-	-	-	-	-	-		
TOTAL REVENUE	4,000,000	4,381,091	5,092,522	2,201,868	2,731,876	1,811,160	18,506,034	21,866,479	13,725,307	-	(644,971)	(530,008)	-	(644,971)	(530,008)	18,506,034	21,866,479	13,725,307	-	(114,963)	(363,642)	-	21,227,408	13,194,999			
EXPENDITURE																											
Administration	-	-	-	-	-	-	350,259	664,236	287,046	-	-	-	-	-	350,259	664,236	287,046	-	-	-	-	-	-	-	-	-	
Advertising	-	-	-	-	-	-	21,940	60,263	77,636	-	-	-	-	-	21,940	60,263	77,636	-	-	-	-	-	-	-	-	-	
Allowances	-	-	-	-	-	-	425,907	657,456	636,356	-	-	-	-	-	425,907	657,456	636,356	-	-	-	-	-	-	-	-	-	
Amortization and interest	-	-	-	-	-	-	55,000	72,236	200,000	55,000	-	-	-	-	200,000	203,560	205,187	-	-	-	-	-	-	-	-	-	
Capital purchases	-	-	-	-	-	-	5,200,000	5,798,508	2,286,063	5,200,000	5,851,215	2,359,027	(5,200,000)	(5,851,215)	(5,200,000)	(5,550,027)	-	-	-	-	-	-	-	-	-	-	-
Contract	-	-	-	-	-	-	283,692	753,596	67,566	-	-	-	-	-	283,692	753,596	67,566	-	-	-	-	-	-	-	-	-	
Honouraria	-	-	-	-	-	-	187,974	254,932	218,672	-	-	-	-	-	187,974	254,932	218,672	-	-	-	-	-	-	-	-	-	-
Office	-	-	-	-	-	-	124,619	160,971	124,619	-	-	-	-	-	124,619	160,971	124,619	-	-	-	-	-	-	-	-	-	-
Professional fees	-	-	-	-	-	-	325,725	1,004,631	922,539	-	-	-	-	-	325,725	1,004,631	922,539	-	-	-	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	-	7,893	30,510	-	-	-	-	-	7,893	30,510	-	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	-	-	-	-	-	-	256,374	297,584	294,624	-	-	-	-	-	256,374	297,584	294,624	-	-	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	80,087	228,644	172,654	-	-	-	-	-	80,087	228,644	172,654	-	-	-	-	-	-	-	-	-	-
Telephone and utilities	-	-	-	-	-	-	67,138	103,537	97,546	-	-	-	-	-	67,138	103,537	97,546	-	-	-	-	-	-	-	-	-	-
Travel and accommodations	-	-	-	-	-	-	121,653	349,358	452,177	-	-	-	-	-	121,653	349,358	452,177	-	-	-	-	-	-	-	-	-	-
Wages and Benefits	-	-	-	-	-	-	914,111	2,127,229	2,044,623	-	-	-	-	-	914,111	2,127,229	2,044,623	-	-	-	-	-	-	-	-	-	-
Workshops and training	-	-	-	-	-	-	171,689	267,198	392,298	-	-	-	-	-	171,689	267,198	392,298	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	290,717	479,979	574,550	-	-	-	-	-	290,717	479,979	574,550	-	-	-	-	-	-	-	-	-	-
Loss on disposal of tangible capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	108,653	-	-	-	-	-	-	-	-	-	-	-	-
EXCESS REVENUE OVER EXPENDITURE (EXPENDITURE OVER REVENUE)	\$ 4,000,000	\$ 4,381,091	\$ 5,092,522	\$ (3,066,632)	\$ (2,998,132)	\$ 4,652,149	\$ 6,526,631	\$ 4,652,211	\$ 5,000,000	\$ 4,892,575	\$ 1,844,840	\$ 3,880,885	\$ (5,541,646)	\$ (2,344,840)	\$ 3,880,885	\$ 7,798,402	\$ 6,727,956	\$ 13,224,006	\$ 6,467,043	\$ 14,625,149	\$ 1,844,832	\$ 14,625,149	\$ 1,844,832	\$ 14,625,149	\$ 1,844,832	\$ 14,625,149	

LHEIDLIT'ENNEH BAND
GOVERNMENT BUSINESS ENTITIES
CONDENSED FINANCIAL INFORMATION
FOR THE YEAR ENDED MARCH 31, 2020

APPENDIX A

	Lheit Lit'en Development Corporation	Tano T'enneh General Partner Corporation	Tano T'enneh Limited Partnership	FN (PTP) Group Limited Partnership	Total 2020	Total 2019
Assets						
Financial Assets						
Tangible Capital Assets	\$ 6,640	\$ 156	\$ 6,702,688	\$ 149,081	\$ 6,858,565	\$ 9,491,200
Other Assets	-	-	7,240,298	-	7,240,298	4,359,489
Related Party Advances	2,178,083	383,053	760,277	-	3,321,413	2,073,434
Total Assets	\$ 2,184,723	\$ 383,209	\$ 17,159,613	\$ 149,081	\$ 19,876,626	\$ 18,380,021
Liabilities						
Debt	\$ 3,000	\$ 2,000	\$ 141,155	\$ 160,597	\$ 306,752	\$ 367,093
Equity (Deficit)	(274,627)	379,082	17,018,458	(11,518)	2	2
Related Party Advances	2,456,350	-	-	-	17,111,395	16,628,875
Lheidli T'enneh Band Advances	-	2,127	-	-	2,456,350	621,981
Total Liabilities and Equity	\$ 2,184,723	\$ 383,209	\$ 17,159,613	\$ 149,081	\$ 19,876,626	\$ 18,380,021
Revenue						
Expenses	\$ 16,977	\$ 172,938	\$ 5,130,906	\$ 339,000	\$ 5,659,821	\$ 5,886,095
Amortization	10,049	901	693,911	338,535	1,043,396	666,072
Total Expenses	-	-	234,447	-	234,447	127,049
Income	10,049	901	928,358	338,535	1,277,843	793,121
Lheidli T'enneh Band's Share	\$ 6,928	\$ 172,037	\$ 4,202,548	\$ 465	\$ 4,381,978	\$ 5,092,974

LHEIDLIT'TENNEH BAND
TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED MARCH 31, 2020

APPENDIX B

	COST			ACCUMULATED AMORTIZATION			NET BOOK VALUE	
	Opening Balance	Additions	Disposals	Balance End of Year	Opening Balance	Amortization	Disposals	Balance End of Year
Automotive equipment	\$ 240,794	\$ -	\$ -	\$ 240,794	\$ 95,274	\$ 26,365	\$ -	\$ 121,639
Boats and fisheries equipment	61,404	17,681	-	79,085	57,105	3,640	-	60,745
Buildings	245,614	-	-	245,614	177,182	8,187	-	183,369
Computer equipment	126,251	-	-	126,251	114,584	11,667	-	126,251
Fuel tanks	207,268	-	-	207,268	160,633	10,363	-	170,996
Furniture and office equipment	71,975	7,490	-	79,465	66,355	4,058	-	70,413
Heavy duty equipment	266,368	27,536	-	293,904	135,353	11,576	-	146,929
Housing	2,509,012	-	-	2,509,012	1,963,009	71,898	-	2,034,907
Infrastructure	3,010,326	22,668	-	3,032,994	1,735,999	88,748	-	1,824,747
Land improvements	1,340,674	-	-	1,340,674	179,603	26,813	-	1,208,247
Signage	40,724	-	-	40,724	34,208	4,072	-	206,416
Website	14,718	-	-	14,718	12,364	1,472	-	13,836
Capital projects in progress	8,135,128	75,375	-	8,210,503	4,731,669	268,859	-	5,000,528
	2,662,108	5,798,509	131,322	8,329,205	-	-	-	3,209,975
	\$ 10,797,236	\$ 5,873,884	\$ 131,322	\$ 16,539,798	\$ 4,731,669	\$ 268,859	\$ -	\$ 8,329,295
								\$ 11,539,270

	COST			ACCUMULATED AMORTIZATION			NET BOOK VALUE	
	Opening Balance	Additions	Disposals	Balance End of Year	Opening Balance	Amortization	Disposals	Balance End of Year
Automotive equipment	\$ 143,986	\$ 96,808	\$ -	\$ 240,794	\$ 63,428	\$ 31,846	\$ -	\$ 95,274
Boats and fisheries equipment	61,404	-	-	61,404	53,505	3,600	-	57,105
Buildings	245,614	-	-	245,614	168,995	8,187	-	177,182
Computer equipment	126,251	-	-	126,251	99,948	14,636	-	114,584
Fuel tanks	207,268	-	-	207,268	159,269	10,364	-	160,533
Furniture and office equipment	65,231	6,744	-	71,975	65,231	1,124	-	66,055
Heavy duty equipment	266,368	-	-	266,368	125,154	10,199	-	135,353
Housing	2,347,423	161,589	-	2,509,012	1,895,677	67,332	-	1,963,009
Infrastructure	3,010,326	-	-	3,010,326	1,646,357	89,642	-	1,735,999
Land improvements	1,340,674	-	-	1,340,674	132,791	26,812	-	179,603
Signage	40,724	-	-	40,724	30,135	4,073	-	34,208
Website	14,718	-	-	14,718	10,892	1,472	-	12,364
Capital projects in progress	7,869,987	265,141	-	8,135,128	4,462,382	269,287	-	4,731,669
	377,222	2,446,475	161,589	8,662,108	-	-	-	3,203,459
	\$ 8,247,209	\$ 2,711,616	\$ 161,589	\$ 10,797,236	\$ 4,462,382	\$ 269,287	\$ -	\$ 4,731,669
								\$ 6,065,567