

Financial statements of

**Nak'azdli Indian Band**

March 31, 2014

# Nak'azdli Indian Band

March 31, 2014

## Table of contents

Management's responsibility for financial reporting.....	1
Independent Auditor's Report.....	2-3
Statement of operations and annual surplus .....	4
Statement of accumulated surplus .....	5
Statement of change in net financial assets .....	6
Statement of financial position.....	7
Statement of cash flows.....	8
Notes to the statements.....	9-28
Schedule A – Schedule of revenue, expenditure and surplus (deficit) by segment.....	29
Schedule B – Schedule of tangible capital assets .....	30



# NAK'AZDLI BAND COUNCIL

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## Management's Responsibility for Financial Reporting

The accompanying financial statements of the Nak'azdli Indian Band (the "Band") and all the information in these financial statements are the responsibility of management and have been approved by the Chief and Council of the Band.

The financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The Band maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Band's assets are appropriately accounted for and adequately safeguarded.

The Chief and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Chief and Council review the Band's financial statements and recommend their approval. The Chief and Council meet periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process to satisfy themselves that each party is properly discharging their responsibilities, and to review the financial statements and the external auditors' report. The Chief and Council takes this information into consideration when approving the financial statements for issuance to the Members. The Chief and Council also consider the engagement of the external auditors.

The financial statements have been audited by Deloitte LLP in accordance with Canadian generally accepted auditing standards on behalf of the members. Deloitte LLP have full access to the Chief and Council.

*Valerie Pierre*  
Senior Bookkeeper

*Nicolette Prince*  
Band Administrator

## **Independent Auditor's Report**

To the Chief and Council and Members of  
Nak'azdli Indian Band

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

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

## **Opinion**

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Nak'azdli Indian Band as at March 31, 2014 and the results of its operations, changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

## **Other Matter**

The statement of financial position as at March 31, 2013 and the statements of operations, accumulated surplus, changes in net financial assets and cash flows for the year then ended were audited by another auditor who issued an unmodified opinion on July 29, 2013.

A handwritten signature in black ink that reads "Deloitte LLP". The signature is written in a cursive, flowing style.

Chartered Accountants  
June 25, 2014  
Prince George, British Columbia

# Nak'azdli Indian Band

## Statement of operations year ended March 31, 2014

	2 0 1 4	2 0 1 4	2 0 1 3
	\$	\$	\$
	Budget		(Restated - see Note 18)
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	5,410,157	8,094,599	11,934,798
Rents, administration fees and interest	537,660	728,025	845,486
Health Canada	708,885	681,152	1,344,952
First Nations Health Authority	708,884	681,141	-
Province of British Columbia and other government revenue	372,884	423,498	258,915
Prince George Nechako Aboriginal Employment and Training Association	287,173	393,950	454,792
Realized gain on disposal of marketable securities	-	108,693	-
Canada Mortgage and Housing Corporation	72,719	60,266	64,385
Daycare fees	20,000	17,721	19,350
Other	2,672,783	2,691,680	2,412,642
	<b>10,791,145</b>	<b>13,880,725</b>	<b>17,335,320</b>
<b>Expenses (Note 17)</b>			
Band government	2,795,597	3,037,076	2,342,514
Education	2,900,875	2,646,134	2,650,638
Health	1,667,883	1,724,845	1,761,429
Social services	1,585,864	1,266,885	1,115,538
Restricted fund - capital	-	1,040,781	791,458
Housing	466,084	802,471	(151,849)
Economic development	126,339	467,615	454,737
Community services	303,948	451,721	342,992
Other services	-	347,343	304,957
Social housing	136,231	182,555	50,487
Capital services	115,427	79,792	245,607
Treaty fund	-	353	1,144
Equity in loss of incorporated entities and limited partnerships	-	281,528	373,140
	<b>10,098,248</b>	<b>12,329,099</b>	<b>10,282,792</b>
<b>Annual surplus</b>	<b>692,897</b>	<b>1,551,626</b>	<b>7,052,528</b>

The accompanying notes to the financial statements are an integral part of  
this financial statement.

# Nak'azdli Indian Band

## Statement of accumulated surplus year ended March 31, 2014

	2014	2013
	\$	\$
		(Restated - see Note 18)
Accumulated surplus, beginning of year - as previously reported	44,243,899	37,281,300
Restatement of prior year (Note 18)	250,000	160,071
As restated	44,493,899	37,441,371
Annual surplus	1,551,626	7,052,528
<b>Accumulated surplus, end of year (Note 13)</b>	<b>46,045,525</b>	<b>44,493,899</b>

The accompanying notes to the financial statements are an integral part of  
this financial statement.

# Nak'azdli Indian Band

## Statement of change in net financial assets year ended March 31, 2014

	2 0 1 4	2 0 1 4	2 0 1 3
	\$	\$	\$
	Budget		(Restated - see Note 18)
<b>Annual surplus</b>	<b>692,897</b>	<b>1,551,626</b>	7,052,528
Increase in prepaid expenses	-	(34,385)	(6,695)
Decrease (increase) in property held for sale	-	257,446	(4,067)
Acquisition of capital assets	(5,000,000)	(7,763,030)	(5,264,220)
Amortization of capital assets	-	1,583,292	1,275,739
Proceeds from disposal of capital assets	-	2,319	36,065
Gain on sale of capital assets	-	(2,319)	(552)
(Decrease) increase in net financial assets	(4,307,103)	(4,405,051)	3,088,798
Net financial assets, beginning of year	14,785,662	17,874,460	14,785,662
<b>Net financial assets, end of year</b>	<b>10,478,559</b>	<b>13,469,409</b>	17,874,460

The accompanying notes to the financial statements are an integral part of this financial statement.



# Nak'azdli Indian Band

## Statement of financial position as at March 31, 2014

	2014	2013
	\$	\$
		(restated - see Note 18)
<b>Financial assets</b>		
Cash (Note 3)	693,652	543,560
Marketable securities (Note 4)	10,516,346	10,976,442
Restricted cash (Note 5)	1,085,682	1,277,440
Accounts receivable (Note 6)	1,078,625	4,278,152
Timber sale deposits (Note 7)	96,726	97,446
Investments, loans and advances (Note 8)	5,724,640	5,292,239
Loans receivable (Note 9)	795,643	910,356
	<b>19,991,314</b>	<b>23,375,635</b>
<b>Financial liabilities</b>		
Bank indebtedness (Note 3)	1,295,573	-
Accounts payable and accrued liabilities	789,880	1,123,086
Damage deposits payable	9,303	8,230
Deferred revenue	23,775	-
Long-term debt (Note 11)	4,403,374	4,369,859
	<b>6,521,905</b>	<b>5,501,175</b>
<b>Net financial assets</b>	<b>13,469,409</b>	<b>17,874,460</b>
Commitment (Note 14)		
Contingencies (Note 15)		
<b>Non-financial assets</b>		
Prepaid expenses	41,090	6,705
Property held for resale	-	257,446
Tangible capital assets, net of amortization (Note 12)	32,535,026	26,355,288
<b>Accumulated surplus</b>	<b>46,045,525</b>	<b>44,493,899</b>

On behalf of the Chief and Council

 Member

 Member

The accompanying notes to the financial statements are an integral part of  
this financial statement.

# Nak'azdli Indian Band

## Summary statement of cash flows year ended March 31, 2014

	2014	2013
	\$	\$
		(Restated - see Note 18)
<b>Operating activities</b>		
Annual surplus	1,551,626	7,052,528
Items not involving cash		
Equity in loss of incorporated entities	281,528	373,140
Amortization of capital assets	1,583,292	1,275,739
Realized gains on disposal of marketable securities	(106,374)	-
Gain on sale of capital assets	(2,319)	(552)
	<b>3,307,753</b>	<b>8,700,855</b>
Changes in non-cash operating working capital		
Decrease (increase) in accounts receivable	3,199,527	(1,318,849)
Increase in prepaid expenses	(34,385)	(6,695)
Decrease (increase) in timber sale deposit	720	(8,171)
(Decrease) increase in accounts payable and accrued liabilities	(333,206)	389,227
(increase) decrease in deferred revenue	23,775	(435,286)
Increase in damage deposits payable	1,073	2,982
	<b>6,165,257</b>	<b>7,324,063</b>
<b>Financing activities</b>		
Increase in bank indebtedness	1,295,573	-
Repayment of long-term debt	(621,985)	(599,347)
Proceeds of long-term debt	655,500	-
	<b>1,329,088</b>	<b>(599,347)</b>
<b>Investing activities</b>		
Change in net investments, loans and advances	(713,929)	(37,076)
Decrease (increase) in loans receivable	114,713	(600,674)
Proceeds on disposal of marketable securities	10,621,335	-
Acquisition of marketable securities	(10,054,865)	(311,668)
Decrease in restricted cash	191,758	1,361,128
	<b>159,012</b>	<b>411,710</b>
<b>Capital activities</b>		
Acquisition of capital assets	(7,763,030)	(5,264,220)
Change in property held for resale	257,446	(4,057)
Proceeds from disposal of capital assets	2,319	36,076
	<b>(7,503,265)</b>	<b>(5,232,201)</b>
Increase in cash	150,092	1,904,225
Cash, beginning of year	543,560	(1,360,665)
<b>Cash, end of year</b>	<b>693,652</b>	<b>543,560</b>

The accompanying notes to the financial statements are an integral part of this financial statement.

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

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### 1. Basis of presentation and significant accounting policies

These financial statements include the assets, liabilities, revenue and expenditures of the Nak'azdli Indian Band (the "Band"), governed by the Chief and Council, and the entities which are controlled or are subject to joint control by the Band.

The financial statements have been prepared in accordance with Canadian public sector accounting standards and include the following significant accounting policies:

#### (a) Fund accounting

The Band uses fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. The various funds have been amalgamated for the purpose of presentation in the Financial Statements. All inter-fund balances have been eliminated.

The Band maintains the following funds:

- The Operating Fund, which reports the general activities of the Band administration.
- The Ottawa Trust Fund, which reports on trust funds owned by the Band and held in trust in the Consolidated Revenue Fund of the Government of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.
- The Canada Mortgage and Housing Corporation ("CMHC") Social Housing Fund, which reports the CMHC funded social housing operations of the Band.
- The Treaty Fund, which reports on the Band's treaty activities.
- The Enterprise Fund, which reports the Band's investments in commercial enterprises, including incorporated and unincorporated businesses, as well as investments in related entities.

#### (b) Reporting entity and principles of financial reporting

Incorporated business entities and limited partnerships, which are controlled or jointly controlled by the Band, are included in the financial statements using the modified equity method. These include:

- Carrier Food and Fuel Ltd. (100% owned)
- Dhuli Holdings Ltd. (100% owned)
- Mount Pope Building Supply Ltd., a wholly-owned subsidiary of Nak'azdli Development Corporation
- N & T Lakes Contracting Ltd. (50% owned)
- Nahounli Creek Gas Bar Ltd. (100% owned)
- Nak'al Koh Logging Ltd. ("NKL") (100% owned)
- Nak'al Koh Timber Ltd. ("NKTL") (100% owned)
- Nak'azdli Development Corporation ("NDC") (100% owned)
- Nus De Environmental Services Ltd. (100% owned)
- Sana'aih Market General Partner Inc. (100% owned)
- Sana'aih Market Limited Partnership (100% owned)
- Ta Da Chun Timber Limited Partnership (50% owned)
- Ta Da Chun Timber Inc. (100% owned)
- Tl'oh Forest Products Inc. (100% owned)

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

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### 1. Basis of presentation and significant accounting policies (continued)

#### (b) Reporting entity and principles of financial reporting (continued)

- TI'oh Forest Products Limited Partnership (50% owned)
- Uzta Holdings Ltd.(100% owned)
- Ranchery Holdings Ltd. (100% owned)

Entities which are not controlled or jointly controlled are accounted for at cost. These include:

- Jaboon Holdings Ltd. (25%)
- T'ugus Timber Ltd. (49%)

#### (c) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the annual surplus, provides the change in net financial assets for the year.

##### Tangible capital assets

Capital expenditures are any significant expenditure incurred to acquire or improve land, buildings, engineering structures, machinery and equipment. They normally confer benefits lasting beyond one year and result in the acquisition of an asset or in the extension of the life of an asset. Capital expenditures of the General Band Operations Fund, the CMHC Social Housing Fund and the Enterprise Fund are recorded at cost in the respective fund.

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

Tangible assets received as contributions are recorded at their fair value at the date of receipt, and that fair value is also recorded as revenue.

Amortization is recorded in the financial statements as follows:

Asset	Basis	Years
Land improvements	Straight-line	50
Housing	Straight-line	25 to 40
Buildings and improvements	Straight-line	25 to 40
Vehicles	Straight-line	5 to 10
Machinery and equipment	Straight-line	5 to 20
Road infrastructure	Straight-line	15 to 20
Sewer and water infrastructure	Straight-line	25 to 50

Assets that no longer contribute to the ability of the Band to provide services are written down to residual value.

#### (d) Revenue recognition

Government transfers with stipulations are recognized as revenue in the period the transfer is authorized and all eligibility criteria have been met, except when, and to the extent that the transfer gives rise to an obligation that meets the definition of a liability. Any such liability is reduced, and an equivalent amount of revenue is recognized as the liability is settled.

Government transfers without stipulations are recognized in the period in which the transfer is authorized, any eligibility criteria have been met and reasonable estimate of the amount to be received can be made.

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

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### 1. Basis of presentation and significant accounting policies (continued)

#### (d) Revenue recognition (continued)

Certain funding received under the terms of specified use agreements (other than government transfers) is recognized as revenue when the related expenditures are incurred. Such funding received but not yet expended is included in the statement of financial position as deferred revenue.

Revenue earned on timber sale licences is recognized when wood fibre is delivered and the customer takes ownership and assumes the risk of loss, persuasive evidence of an arrangement exists and collection of the relevant receivables is reasonably assured.

Interest income, rental income, daycare fees, consulting fees and user fees are recognized when earned and/or the service is provided and collection is reasonably assured.

#### (e) Impairment of long-lived assets

The Band periodically reviews the useful lives and the carrying values of its long-lived assets for continued appropriateness. The Band reviews for impairment of long-lived assets (or asset groups) to be held and used whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. If the sum of the un-discounted expected future cash flows expected to result from the use and eventual disposition of an asset is less than its carrying amount, it is considered to be impaired. An impairment loss is measured at the amount by which the carrying amount of the asset exceeds its fair value. When quoted market prices are not available, the Band uses the expected future cash flows discounted at a rate commensurate with the risks associated with the recovery of the asset as an estimate of fair value.

#### (f) Financial instruments

The Band's financial instruments consist of cash, restricted cash, marketable securities, accounts receivable, timber sales deposits, advances and loans receivable.

Financial instruments are recorded at fair value on initial recognition. They are subsequently recorded at cost less any impairment losses if other than temporary.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Band determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Band expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

#### (g) Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant items subject to such estimates and assumptions include the useful lives for tangible capital assets and valuation allowance for trade receivables and investments, loans and advances. Actual results could differ from those estimates.



# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 2. Economic dependence

The Band receives a major portion of its revenues pursuant to a funding agreement with Aboriginal Affairs and Northern Development Canada. Any disruption in this funding could have a negative effect on Band operations.

### 3. Cash (bank indebtedness)

Cash (bank indebtedness) is comprised of the following:

	2 0 1 4	2 0 1 3
	\$	\$
(Bank indebtedness) cash	(1,237,719)	543,560
Cheques issued in excess of funds on deposit	(57,854)	-
	(1,295,573)	543,560
Cash held in marketable securities brokerage accounts	693,652	-

The Band has established a revolving demand line of credit at CIBC in the amount of \$1,500,000, of which \$1,237,719 (2013 - \$Nil) was drawn on this line of credit at year end. Any amounts drawn on the line of credit are secured by hypothecation of the marketable securities portfolio held at CIBC.

### 4. Marketable securities

Marketable securities are comprised of the following:

	2 0 1 4	2 0 1 3
	\$	\$
General Band Operations Fund		
BC First Nations Leadership Council deposit	15,000	15,000
CIBC guaranteed investment certificates	-	4,873,670
CIBC portfolio investments	10,188,876	5,923,708
Peace Hills Trust guaranteed investment certificate	312,470	13,506
	10,516,346	10,825,884
CMHC Social Housing Fund		
CIBC guaranteed investment certificate	-	150,558
	10,516,346	10,976,442

Funds held in trust under the CMHC Home Loan insurance program in the amount of \$Nil (2013 - \$150,558) represent collateral on housing loans for certain Band members. Portfolio investments with a value of \$800,000 have been placed in hypothecation as security for debt held by a related party, Sana'aih Market LLP.

The marketable securities noted above are measured at amortized cost less allowance for other than temporary impairment. The fair market value of the securities above was \$11,139,533 based as at March 31, 2014.

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

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### 5. Restricted cash

	2 0 1 4	2 0 1 3
	\$	\$
General Band Operations Fund		
Health Replacement Reserve (a)	16,601	16,601
Ministry of Forests woodlot licence deposit (b)	5,046	5,046
Peace Hills Trust GIC	4,113	308,000
	25,760	329,647
Ottawa Trust Fund		
Ottawa Trust Funds (c)	884,902	846,198
CMHC Social Housing Fund		
Social Housing Replacement Reserve (d)	175,020	101,595
	1,085,682	1,277,440

The funds are restricted for the following purposes:

- (a) Health Replacement Reserve represents the Moveable Capital Assets Replacement Reserve set aside under the Band's agreement with the First Nations Health Authority.
- (b) A term deposit assigned to the Ministry of Forests on behalf of Nak'azdli Development Corporation, in support of its woodlot license.
- (c) Ottawa Trust Funds on deposit with Department of Aboriginal Affairs and Northern Development Canada arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust for the Band 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 funds are accessible to the Band upon the completion of certain prescribed procedures.
- (d) Social Housing Replacement Reserve funds can only be utilized under the terms of the respective Canada Mortgage and Housing Corporation agreements (see Note 10).

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 6. Accounts receivable

Accounts receivable are summarized as follows:

	2014	2013
	\$	\$
Operating Fund		
Aboriginal Affairs and Northern Development Canada	290,823	3,690,615
Canada Mortgage and Housing Corporation	-	5,022
Other	782,586	312,854
	1,073,409	4,008,491
CMHC Social Housing Fund		
Band member housing	629,891	640,655
Less: allowance for doubtful accounts	(624,675)	(370,994)
	5,216	269,661
	1,078,625	4,278,152

### 7. Timber sale deposits

Pursuant to various timber sale licenses, the Band is required to maintain deposits in the form of cash or negotiable securities acceptable to the Ministry of Forests, Lands and Natural Resource Operations. The Band has provided deposits in the amount of \$96,726 (2013 - \$97,446) to the Ministry in satisfaction of this requirement.

### 8. Investments, loans and advances

Investments, loans and advances to commercial and other operations are summarized as follows:

	2014	2013
	\$	\$
		(Restated - Note 18)
Wholly-owned incorporated entities (Note 8(a))	2,601,953	2,105,481
Limited partnerships (Note 8(b))	1,592,458	1,650,761
Partially-owned entities (Note 8(c) and (d))	(3)	5,765
Other (Note 8(e))	1,530,232	1,530,232
	5,724,640	5,292,239

The loans and advances are non-interest bearing and have no set terms of repayment.



# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 8. Investments, loans and advances (continued)

#### (a) Wholly owned incorporated entities

The Band has made investments in and loans and advances to wholly-owned incorporated entities, summarized as follows:

	2014	2013
	\$	\$
Carrier Food & Fuel Ltd.		
Investment in shares, at cost	2	2
Advances	33,039	33,039
	33,041	33,041
Accumulated equity in earnings	2,288,509	2,054,193
	2,321,550	2,087,234
Mount Pope Building Supply Ltd.		
Capital contribution	-	22,000
Advances	-	75,156
Subordinated loan	-	179,000
	-	276,156
Accumulated equity in losses	-	(333,369)
	-	(57,213)
Nak'azdli Development Corporation		
Investment in shares, at cost	30,005	30,005
Advances	100,380	86,381
	130,385	116,386
Accumulated equity in losses	(40,620)	(13,131)
	89,765	103,255
Nak'al Koh Timber Ltd.		
Investment in shares, at cost	1	1
Advances	9,503	9,179
	9,504	9,180
Accumulated equity in losses	(9,180)	(9,180)
	324	-
Nak'al Koh Logging Ltd.		
Investment in shares, at cost	1	1
Advances	48,081	27,727
	48,082	27,728
Accumulated equity in losses	(39,787)	(55,523)
	8,295	(27,795)

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 8. Investments, loans and advances (continued)

#### (a) Wholly owned incorporated entities (continued)

	2014	2013
	\$	\$
Nus De Environmental Services Ltd.		
Investment in shares, at cost	1	-
Advances	49,423	-
	49,424	-
Accumulated equity in earnings	122,000	-
	171,424	-
Nahounli Creek Gas Bar Ltd.		
Investment in shares, at cost	1	-
Advances	60,590	-
	60,591	-
Accumulated equity in losses	(50,000)	-
	10,591	-
	2,601,953	2,105,481

The shares of Carrier Food & Fuel Ltd., Nak'azdli Development Corporation, Nak'al Koh Timber Ltd. and Nak'al Koh Logging Ltd. are held by specified band members in trust for the Band. The shares of Mount Pope Building Supply Ltd. are owned by Nak'azdli Development Corporation ("NDC").

#### (b) Limited partnership entities

Pursuant to an agreement dated March 14, 1995, the Band and Apollo Forest Products Ltd. ("Apollo") formed a limited partnership, TI'oh Forest Products Limited Partnership ("TI'oh"), in which each of the Band and Apollo is a limited partner holding an equal number of units. The general partner, TI'oh Forest Products Inc., is a corporation jointly owned and controlled by the Band and Apollo. The Band's investment in both TI'oh and TI'oh Forest Products Inc. is held by Nak'al Koh Timber Ltd. in trust for the Band.

Pursuant to an agreement dated June 1, 2001 the Band and Apollo formed a limited partnership, Ta Da Chun Limited Partnership ("Ta Da Chun") in which each of the Band and Apollo is a limited partner holding an equal number of units. The general partner, Ta Da Chun Timber Ltd., is a corporation jointly owned and controlled by the Band and Apollo. The Band's investment in both Ta Da Chun and Ta Da Chun Timber Ltd. is held by Dh'uli Holdings Ltd. in trust for the Band.

The units of Sana'aih Market Limited Partnership are owned by Sana'aih General Partner Inc. and the Band.

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 8. Investments, loans and advances (continued)

#### (b) Limited partnership entities (continued)

The Band's investment in these entities is as follows:

	2014	2013
	\$	\$
		Restated (Note 18)
<b>Tl'oh Forest Products Inc.</b>		
Investment in shares, at cost	10	10
Accumulated equity in (losses) earnings	(1,153)	1,376
	(1,143)	1,386
<b>Tl'oh Forest Products Limited Partnership</b>		
Drawings, net of capital contributions	(1,343,939)	(1,343,939)
Advances	250,000	-
Accumulated equity in earnings	977,610	1,350,263
	(116,329)	6,324
<b>Ta Da Chun Timber Timber Ltd.</b>		
Investment in shares, at cost	1	1
Accumulated equity in losses	(429)	(412)
	(428)	(411)
<b>Ta Da Chun Timber Limited Partnership</b>		
Capital contributions, net of drawings	94,495	94,495
Accumulated equity in earnings	1,754,186	1,771,219
	1,848,681	1,865,714
<b>Sana'aih Market General Partner Inc</b>		
Investment in shares, at cost	1	1
Accumulated equity in losses	(1)	(1)
	-	-
<b>Sana'aih Market Limited Partnership</b>		
Capital contributions, net of drawings	669,165	669,165
Advances	1,260,868	935,866
Accumulated equity in losses	(2,068,356)	(1,827,283)
	(138,323)	(222,252)
	1,592,458	1,650,761

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 8. Investments, loans and advances (continued)

(c) The Band has made a 50% investment in the following entity:

	2014	2013
	\$	\$
N & T Lakes Contracting Ltd.		
Investment in shares, at cost	2	2
Accumulated equity in earnings	(5)	(5)
	(3)	(3)

(d) The Band has made a 49% investment in the following entity:

	2014	2013
	\$	\$
Tugus Timber Ltd.		
Advances	-	5,768

(e) The Band has made investments and advances to entities that are not accountable to and neither owned nor controlled by the Band, as follows:

	2014	2013
	\$	\$
Investment in and advances to Jaboon Investment Trust,		
at cost net of allowance	24,000	24,000
Investment in Sustut Holding Ltd., at cost	29,367	29,367
Advances to Sustut Holdings Ltd., at cost	333,333	333,333
Investment in Conifex Inc., at cost	1,143,531	1,143,531
Investment in Peatco., at cost	1	1
	1,530,232	1,530,232

(f) Combined financial information for wholly-owned incorporated entities is summarized as follows:

	2014	2013
	\$	\$
Balance sheet information		
Assets	3,061,542	2,432,521
Liabilities	760,743	727,722
Equity	2,300,799	1,704,799
Results of operations		
Revenues	10,567,320	9,988,565
Expenses	10,134,756	9,427,329
Net income	432,564	561,236

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 8. Investments, loans and advances (continued)

#### (f) (continued)

The following is a reconciliation of the equity that is presented above

	2014	2013
	\$	\$
Equity per above	2,300,799	1,704,799
Share capital and contributed surplus included in equity	(29,877)	(61,809)
	<u>2,270,922</u>	<u>1,642,990</u>

Analysed as follows:

	2014	2013
	\$	\$
Accumulated equity in earnings (loss) of		
Carrier Food & Fuel Ltd.	2,288,509	2,054,193
Mount Pope Building Supply Ltd.	-	(333,369)
Nak'azdli Development Corporation	(40,620)	(13,131)
Nak'al Koh Timber Ltd.	(9,180)	(9,180)
Nak'al Koh Logging Ltd.	(39,787)	(55,523)
Nu De Environmental Services Ltd	122,000	-
Nahounli Creek Gas Bar Ltd.	(50,000)	-
	<u>2,270,922</u>	<u>1,642,990</u>

- (g) Financial information relating to the Band's investment in TI'oh Forest Products Inc., Ta Da Chun Timber Ltd., Sana'aih Market General Partnership Inc., TI'oh Forest Products Limited Partnership, Ta Da Chun Forest Products Limited Partnership and Sana'aih Market Limited Partnership is as follows:

	2014	2013
	\$	\$
		(Restated - Note 18)
Balance sheet information		
Assets	4,349,223	4,049,208
Liabilities	4,377,660	529,344
Equity	(28,427)	3,519,864
Results of operations		
Revenues	8,635,740	3,324,711
Expenses	9,416,700	4,588,388
Net loss	<u>(780,960)</u>	<u>(1,263,677)</u>

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 9. Loans receivable

	2014	2013
	\$	\$
Operating Fund		
Band members	75,343	149,164
Band member housing loans	1,663,315	1,732,892
	1,738,658	1,882,056
Less: allowance for doubtful accounts	(943,015)	(971,700)
	795,643	910,356

Band member housing loans are repayable by the Band members over the same term and at the same interest rate as that incurred by the Band in financing the original construction of the housing units. Upon repayment of a band member housing loan, title to the housing unit is transferred to the band member. Other band member loans are interest free and have no set terms of repayment.

### 10. Social housing replacement reserves

Under the terms of agreements with Canada Mortgage and Housing Corporation ("CMHC"), the Band is required to make annual deposits equal to required contributions to a replacement reserve account for each housing phase. Contributions are based on a percentage of total asset costs. The use of these funds is subject to approval by CMHC. 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 be otherwise approved by CMHC. Withdrawals are credited to interest first and then principal. These replacement reserves form part of accumulated surplus.

Under agreements with CMHC, the Band may also establish a subsidy surplus reserve where any operating surplus can be retained to a maximum of \$500 per housing unit plus interest earned within the reserve. Any additional operating surplus, within the CMHC Housing Programs, is subject to recovery by CMHC.

	2014	2013
	\$	\$
Replacement reserves	196,008	171,101

Replacement reserve information relating to the Band's CMHC housing programs is as follows:

	(9 units)	(6 units)	(11 units)	(4 units)	(30 units)
	\$	\$	\$	\$	\$
Balance, beginning of year	(6,720)	60,835	90,478	26,508	171,101
Transfers	11,196	(11,196)	-	-	-
Interest earned	-	-	-	122	122
Allocation for the year	5,425	6,000	9,360	4,000	24,785
Balance, end of year	9,901	55,639	99,838	30,630	196,008



# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 11. Long-term debt

	2014	2013
	\$	\$
CIBC demand instalment loans		
Non-revolving demand instalment loan	-	441,037
Non-revolving demand instalment loan, at prime rate plus 1.0% per annum due monthly, matures February 2024	425,833	-
Non-revolving demand instalment loan, at prime rate plus 1.0% per annum due monthly, matures July 2024	150,000	-
Peace Hills Trust Company		
Mortgage repayable at \$4,877 per month including interest at 5.3% per annum, matures June 2015	318,210	346,999
Mortgage repayable at \$817 per month including interest at 5.3% per annum, matures June 2015	53,329	58,154
Mortgage repayable at \$2,884 per month including interest at 3.95% per annum, matures March 2017	215,466	233,058
Mortgage repayable at \$956 per month including interest at 3.95% per annum, matures March 2017	71,339	77,340
Mortgage repayable at \$1,810 per month including interest at 3.95% per annum, matures May 2018	160,589	168,323
Mortgage repayable at \$1,985 per month including interest at 3.95% per annum, matures May 2018	182,162	190,330
Mortgage repayable at \$1,844 per month including interest at 5.44% per annum, matures March 2016	196,368	205,870
John Deere Finance term loan repayable at \$2,112 per month, interest free, due December 2018, secured by specific equipment	69,165	-
	<b>1,842,460</b>	<b>1,721,111</b>

Peace Hills Trust mortgages held in the operating fund are secured by a ministerial guarantee. The CIBC loans are secured by hypothecation of the CIBC marketable securities portfolio

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 11. Long-term debt (continued)

	2014	2013
	\$	\$
(ii) CMHC Social Housing Fund		
All Nations Trust		
Mortgage repayable at \$1,839 per month including interest at 1.92 % per annum, matures February 2024	199,477	217,351
Mortgage repayable at \$2,623 per month including interest at 1.81 % per annum, matures May 2014	5,247	36,319
Mortgage repayable at \$3,313 per month including interest at 2.65% per annum, matures January 2026	404,579	432,377
Mortgage repayable at \$1,307 per month including interest at 1.62% per annum, matures March 2033	256,796	267,885
	<b>866,099</b>	<b>953,932</b>

All Nations Trust mortgages held in the CMHC Social Housing fund are secured by a mortgage on the building and a ministerial guarantee

### (iii) Treaty Fund

#### Carrier Sekani Tribal Council

Treaty negotiation loan, non-interest bearing until loan becomes repayable at later of

- (a) the twelfth anniversary of the date on which the first loan advance was made, subject to any extensions provided.  
The first loan advance was March 1995
- (b) the seventh anniversary of the date of signing of an Agreement-in-Principle by the Carrier Sekani Tribal Council, subject to any extensions provided
- (c) the date on which a treaty is signed by the Carrier-Sekani Tribal Council



# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 11. Long-term debt (continued)

	2014	2013
	\$	\$
(iii) Treaty Fund (continued)		
(d) the date on which the First Nation Loan Agreement between the Carrier Sekani Tribal Council and Canada is terminated		
(e) the date on which the First Nation Loan Agreement between the Carrier commits an act of bankruptcy		
(f) the date on which the Tribal Council winds up		
(g) the date that the loan becomes repayable by the Carrier Sekani Tribal Council pursuant to the First Nation Loan Agreement between the Tribal Council and Canada		
The Carrier Sekani Tribal Council treaty negotiation loans are non-interest bearing and secured by a first charge against benefits paid by Canada and British Columbia to the Band, or to the Tribal Council on behalf of the Band, under a treaty, unless otherwise set out in the treaty.		
	1,673,341	1,673,341
Aboriginal Affairs and Northern Development Canada		
Specific claim treaty negotiation loan, non-interest bearing until loan becomes repayable at earlier of		
(a) March 31, 2005		
(b) the date at which the claim is settled	21,474	21,474
	1,694,815	1,694,815
	4,403,374	4,369,859

Scheduled principal repayments over the next five years and thereafter are estimated as follows:

	Total
	\$
2015	242,037
2016	245,145
2017	246,995
2018	237,615
2019	247,108
Thereafter	3,184,474
	4,403,374

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 12. Tangible capital assets

	2014	2013
	Net book value	Net book value
	\$	\$
Operating fund		
Land	1,380,943	986,851
Land improvements	335,726	325,562
Buildings and improvements	19,532,685	13,379,107
Housing	2,239,845	2,482,012
Vehicles	381,295	325,686
Machinery and equipment	347,823	244,141
Sewer and water infrastructure	1,294,833	1,363,871
Road infrastructure	888,239	986,153
	26,401,390	20,093,383
CMHC Social Housing Fund		
Members' Housing	1,864,513	1,953,914
Enterprise Fund		
Buildings and equipment	3,503,687	3,325,186
Assets made available for use to TI'oh Forest Products Limited Partnership and Ta Da Chun Timber Limited Partnership (Land, buildings and equipment)	765,436	982,805
	32,535,026	26,355,288

For additional information, see the Schedule of Tangible Capital Assets (Schedule B).

### 13. Accumulated surplus

Accumulated surplus (deficit) is as follows:

	2014	2013
	\$	\$
Unrestricted funds		
Operating Fund	26,711,361	24,520,058
CMHC Social Housing Fund	(53,466)	(591,199)
Treaty Fund	(1,902,900)	(1,902,547)
Enterprise Fund	11,519,027	11,694,007
	36,274,022	33,720,319
Restricted funds		
Ottawa Trust Funds	884,901	846,197
Operations fund capital	7,809,537	8,850,318
CMHC Social Housing fund capital	1,077,065	1,077,065
	9,771,503	10,773,580
Accumulated Surplus	46,045,525	44,493,899

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

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### 13. Accumulated surplus (continued)

Unexpended surpluses are either recoverable or not recoverable, depending upon the terms of the specific funding agreement.

### 14. Commitment

The Band is party to an agreement which requires the sale of timber to Apollo Forest Products Ltd. ("Apollo") at fair market value.

### 15. Contingencies

The Band has guaranteed the remaining balance of a demand loan of Jaboon Holdings Ltd., in the amount of \$69,005 (2013 - \$69,005). In the event that Jaboon should default on their loan, the Band will be held liable for the loan outstanding. It is unknown when the loan will be repaid in full.

The Band has guaranteed the outstanding bank debt of Sana'aih Market LLP, secured by the hypoteca.

The Band has guaranteed the housing loans of certain Band members. There are three such loans outstanding at the year end, all in good standing. The amount of loans on which the Band provided guarantees is \$189,639. In the event that Band members should default on their loans, the Band will be held liable for the loans outstanding. It is unknown when the loans will be repaid in full. Should Band members default on housing loans, the Band may assume title on the homes to which the loans relate and liquidate the homes to recover all or a portion of the amount paid under the guarantee.

### 16. Related party transactions

During the year the Band had the following transactions with related parties:

	2014	2013
	\$	\$
Nak'azdli Development Corporation		
Administration fee	1,200	3,000
Land lease	14,000	14,000
Rental of Kwah Hall	27,000	-
Nak'al Koh Logging Ltd.		
Administration and bookkeeping fee	-	1,200
Log harvesting services	-	-
Carrier Food & Fuel Ltd.		
Goods and services purchased	54,897	73,732
Sana'aih Market Limited Partnership		
Goods purchased	97,218	94,689
Nus De Environmental Services Ltd.		
Administration and bookkeeping fee	2,500	-
Nahounli Creek Gas Bar Ltd.		
Administration and bookkeeping fee	2,500	-

The above transactions occurred within the normal course of business and were recorded at the exchange amount, which is the amount agreed upon by the parties.

The Band has made available certain capital assets, with an original cost of \$3,796,155 (2013 - \$3,796,155) and \$804,348 (2013 - \$804,348), to Tl'oh Forest Products Limited Partnership and Ta Da Chun Timber Limited Partnership, respectively, for use by the partnerships at no charge.

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

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The Band has made available certain capital assets, with an original cost of \$3,899,195 (2013 - \$3,899,195) to Sana'aih Market Limited Partnership for use by the partnership at no charge.

**16. Related party transactions (continued)**

The Band has made available certain capital assets, with an original cost of \$421,223 (2013 - \$nil) to Nahounli Creek Gas Bar Ltd. for use by the company at no charge.

**17. Expenses by object**

Expenses summarized by object are as follows:

	2 0 1 4	2 0 1 3
	\$	\$
Amortization	1,583,292	1,275,739
Administration	1,075,006	554,311
Advertising	10,033	6,997
Bad debts (recovery)	310,451	(676,900)
Benefits	332,908	364,107
Consultants	271,637	320,623
Donations	190,327	320,481
Education	1,697,907	2,158,244
Health plan	273,254	277,018
Honoraria	283,058	178,728
Insurance	90,902	109,470
Interest and bank charges	67,016	114,577
Interest on long term debt	90,550	97,634
Legal fees	242,265	157,862
Pension	92,795	92,138
Photocopier	10,341	18,522
Postage and courier	111,825	104,314
Professional fees	230,696	76,094
Repairs and maintenance	105,625	59,636
Replacement reserve	49,031	44,632
Sewer	205,693	96,980
Social	525,478	510,001
Social housing	118,761	96,170
Sundry	271,213	230,039
Supplies	488,531	463,396
Tech support	18,749	23,612
Telephone	59,869	53,908
Training	221,053	185,348
Transportation	30,327	27,029
Travel	252,863	180,992
Utilities	131,696	123,158
Wages	2,582,103	2,244,192
WCB	22,315	20,602
	<b>12,047,571</b>	<b>9,909,652</b>

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

### 18. Prior period adjustment

During the course of completing the current year audit, an error was discovered which related to the prior period. Specifically, it was determined that advances receivable from Sana'aih Market Limited Partnership during year ended March 31, 2013 in the amount of \$250,031 were not reflected as outstanding by the Band. In addition, replacement reserves of \$171,001 for the Social Housing Program (see Note 10) and \$13,686 for health replacement reserves were incorrectly classified as liabilities. The prior period financial statements have been restated to reflect these adjustments as follows:

	as originally stated	Adjustment	restated
	\$	\$	\$
<i>Statement of financial position</i>			
<i>Financial Assets</i>			
Investments, loans and advances	5,042,208	250,031	5,292,239
<i>Financial Liabilities</i>			
Replacement reserve - social housing	171,001	(171,001)	-
Replacement reserve- health	13,686	(13,686)	-
<i>Accumulated surplus</i>			
Accumulated surplus, opening	37,281,300	160,071	37,441,371
Annual surplus	6,777,789	274,739	7,052,528
Accumulated surplus, end of year	44,059,092	434,810	44,493,899
<i>Statement of operations</i>			
Social housing expenditures	75,195	(24,708)	50,487
Equity in loss of incorporated entities and limited partnership	623,171	(250,031)	373,140
Annual surplus	6,777,789	274,739	7,052,528

### 19. Income and expenditures by segment

The Band has presented income and expenditures by segment in Schedule A. The segments presented are as follows:

#### *Unrestricted - Operating Fund:*

Health Services - this segment discloses programs activities funded by First Nations Health Authority (formerly funded by Health Canada) that relate to the provision of health related services to the Band members

Education Services – this segment discloses program activities primarily funded by Aboriginal Affairs and Northern Development Canada ("AANDC") and Prince George Native Education and Training Association. These programs relate to elementary, secondary and post-secondary education and training services.

Social Services - this segment relates to programs and services related to the social benefit and welfare of Band members and is funded by AANDC.

Community Services – this segment reflects funding and costs associated with the maintenance and provision of community infrastructure, recreation facilities and related services

Capital Services – this segment reflects the maintenance costs of various Band owned buildings and infrastructure.

# Nak'azdli Indian Band

## Notes to the financial statements

March 31, 2014

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### 19. Income and expenditures by segment (continued)

#### *Operating fund (continued):*

Band Government Services - this segment reflects funding and expenditures related to Band governance activities

Housing Services - this segment reflects revenues and costs associated with the operation and maintenance of Band owned housing occupied by Band members.

Other Services – this segment reflects revenue and expenditures related to the provision of other services to the Band members including activities associated with economic development.

Schedule A also discloses activities related to funds operated by the Band including the Treaty Fund, Social Housing Fund, Enterprise Fund and the Ottawa Trust Fund, as disclosed in Note 1.



# Nak'azdli Indian Band

## Income and Expenditures by Segment - Schedule A year ended March 31, 2014

	Accumulated surplus (deficit) 2013 (restated)	AANDC revenue	Health revenue	Other revenue	Total revenue	Expenditure	Surplus (deficit) for the year	Interfund transfers for the year	Accumulated surplus (deficit) 2014
<b>Unrestricted</b>									
Health services	776,021	-	1,362,293	287,037	1,649,330	1,696,600	(47,270)	102,787	831,538
Education services	4,389,794	2,993,077	-	12,419	3,005,496	2,646,134	359,362	(42,079)	4,707,077
Social services	5,295,491	1,630,549	-	322,813	1,953,362	1,247,499	705,863	(180,515)	5,820,839
Community services	(719,435)	302,859	-	67,970	370,829	451,721	(80,892)	34,800	(765,527)
Capital services	10,377,911	2,263,094	-	193,130	2,456,224	79,792	2,376,432	(150,000)	12,604,343
Band government services	2,133,135	662,123	-	2,472,312	3,134,435	3,059,797	74,638	49,860	2,257,633
Housing services	(1,838,085)	-	-	205,161	205,161	802,471	(597,310)	(345,960)	(2,781,355)
Other services	4,105,226	242,897	-	36,032	278,929	347,343	(68,414)	-	4,036,812
Treaty fund	(1,902,547)	-	-	-	-	353	(353)	-	(1,902,900)
Social Housing fund	(591,199)	-	-	214,093	214,093	207,466	6,627	531,107	(53,465)
Enterprise fund	11,694,007	-	-	574,163	574,163	749,143	(174,980)	-	11,519,027
<b>Restricted</b>									
Ottawa Trust Fund	846,198	8,094,599	1,362,293	4,385,130	13,842,022	11,288,319	2,553,703	-	36,274,022
Operations Fund Capital	8,850,318	-	-	38,703	38,703	-	38,703	-	884,901
Social Housing Fund Capital	1,077,065	-	-	-	-	1,040,781	(1,040,781)	-	7,809,537
<b>Total</b>	<b>44,493,899</b>	<b>8,094,599</b>	<b>1,362,293</b>	<b>4,423,833</b>	<b>13,880,725</b>	<b>12,329,099</b>	<b>1,551,626</b>	<b>-</b>	<b>46,045,525</b>

	Accumulated surplus (deficit) 2012	AANDC revenue	Health revenue	Other revenue	Total revenue	Expenditure	surplus (deficit) for the year	Interfund transfers for the year	Accumulated surplus (deficit) 2013
<b>Unrestricted</b>									
Health services	625,947	-	1,344,952	395,718	1,740,670	1,751,888	(11,218)	161,292	776,021
Education services	3,917,915	3,050,486	-	97,024	3,147,510	2,650,638	496,872	(24,996)	4,389,794
Social services	4,603,416	1,545,897	-	-	1,895,802	1,115,538	780,264	(88,188)	5,295,491
Community services	(689,616)	214,536	-	58,637	273,173	342,992	(69,819)	40,000	(719,435)
Capital services	4,437,434	6,228,192	-	115,633	6,343,825	245,607	6,098,218	(157,740)	10,377,911
Band government services	1,080,557	600,597	-	2,588,374	3,189,071	2,327,347	861,724	190,857	2,133,135
Housing services	(2,323,087)	-	-	183,154	183,154	(151,849)	335,003	150,000	(1,838,085)
Other services	4,076,628	294,990	-	38,562	333,552	304,957	28,595	-	4,105,226
Treaty fund	(1,901,403)	-	-	-	-	1,144	(1,144)	-	(1,902,547)
Social housing fund	(706,600)	-	-	211,821	211,821	75,195	136,626	(21,225)	(591,199)
Enterprise fund	12,771,884	-	-	-	-	827,877	(827,877)	(250,000)	11,694,007
<b>Restricted</b>									
Ottawa trust fund	829,455	11,934,798	1,344,952	3,688,923	17,318,578	9,491,334	7,827,244	-	33,720,319
Operations fund - capital	9,641,776	-	-	16,742	16,742	-	16,742	-	846,197
Social housing fund - capital	1,077,065	-	-	-	-	791,458	(791,458)	-	8,850,318
<b>Total</b>	<b>37,441,371</b>	<b>11,934,798</b>	<b>1,344,952</b>	<b>3,705,665</b>	<b>17,335,320</b>	<b>10,282,792</b>	<b>7,052,528</b>	<b>-</b>	<b>44,493,899</b>

# **Nak'azdli Indian Band** Tangible Capital Assets - Schedule B year ended March 31, 2014

	Cost	Land	Improvements	Land	Buildings and Improvements	Housing	Vehicles	Machinery and Equipment	Sewer and Water Infrastructure	Road Infrastructure	CMHC Social Housing Fund Members' Housing	Enterprise Fund Building and equipment	Available assets to Ti'oh Forest Products and Ta Da Chun	Total 2014
Balance, beginning of the year	\$ 957,536	\$ 986,851	\$ 15,393,086	\$ 5,959,841	\$ 761,406	\$ 896,905	\$ 2,164,196	\$ 1,787,330	\$ 4,480,740	\$ 4,139,538	\$ 4,600,503	\$ 42,127,932		
Add: Additions	423,407	-	6,636,980	-	149,493	131,927	-	-	-	-	-	421,223		7,763,030
Less: Disposals	-	-	-	-	(23,310)	-	-	-	-	-	-	-		(23,310)
Balance: end of year	\$ 1,380,943	986,851	22,030,066	5,959,841	887,589	1,028,832	2,164,196	1,787,330	4,480,740	4,560,761	4,600,503	49,887,652		
Accumulated amortization														
Balance: beginning of year	-	631,974	1,999,862	3,479,717	456,157	631,305	813,574	801,178	2,526,826	814,353	3,617,698	15,772,644		
Add: amortization	-	19,151	497,519	240,279	73,446	49,704	55,789	97,913	89,401	242,721	217,369	1,583,292		
Less: Accumulated Amortization on disposals	-	-	-	-	(23,310)	-	-	-	-	-	-	(23,310)		
Balance, end of year	-	651,125	2,497,381	3,719,996	506,293	681,009	869,363	899,091	2,616,227	1,057,074	3,835,067	17,332,626		
Net book value	\$ 1,380,943	\$ 335,726	\$ 19,532,685	\$ 2,239,845	\$ 381,296	\$ 347,823	\$ 1,294,833	\$ 888,239	\$ 1,864,513	\$ 3,503,687	\$ 765,436	\$ 32,535,026		
2013 net book value	\$ 986,851	\$ 325,562	\$ 13,379,107	\$ 2,482,012	\$ 325,686	\$ 244,141	\$ 1,363,871	\$ 986,153	\$ 1,953,914	\$ 3,325,186	\$ 982,805	\$ 26,355,288		