

Kwikwasut'inuxw Haxwa'mis First Nation

Financial Statements

March 31, 2020

Kwikwasut'inuxw Haxwa'mis First Nation

Consolidated Financial Statements

March 31, 2020

Management's Statement of Responsibility for Financial Reporting

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Kwikwasut'inuxw Haxwa'mis First Nation

Management's Statement of Responsibility for Financial Reporting

March 31, 2020

The accompanying consolidated financial statements are the responsibility of management. The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards and necessarily include estimates which are based on management's best judgments.

Management is also responsible for implementing and maintaining a system of internal controls designed to give reasonable assurance that transactions are appropriately authorized, assets are safeguarded from loss and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control. The consolidated financial statements have been reviewed and approved by Chief and Council.

McINTOSH | NORTON | WILLIAMS, an independent firm of chartered professional accountants, has been engaged to examine the consolidated financial statements in accordance with Canadian generally accepted auditing standards. Their report stating the scope of their examination and opinion on the consolidated financial statements follows.

Ed Dawson

Councillor

Hick Johnson

Councillor

May 18 2021

Date

May 18 2021

Date



Cory McIntosh, CPA, CGA CAFM, CFP*

Jason S. Moore, BA, CPA, CGA*

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**practising as a professional corporation.*

'It's not what you earn, it's what you keep!'

Independent Auditor's Report

**To the Members of
Kwikwasut'inuxw Haxwa'mis First Nation**

Qualified Opinion

We have audited the consolidated financial statements of Kwikwasut'inuxw Haxwa'mis First Nation, which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated consolidated statements of operations and accumulated surplus, change 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, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2020, and the results of its consolidated operations, its 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 for Qualified Opinion

As described in Note 3, the investment in T'Se'Kame' Forestry Limited Partnership is accounted for on the modified equity basis. The investment is carried at \$279,556 on the consolidated statement of financial position as at March 31, 2020 and Kwikwasut'inuxw Haxwa'mis First Nation's share of T'Se'Kame' Forestry Limited Partnership's net income of \$68,499 is included in income for the year then ended. We were unable to obtain sufficient appropriate audit evidence about the carrying amount of Kwikwasut'inuxw Haxwa'mis First Nation's investment in T'Se'Kame' Forestry Limited Partnership as at December 31, 2019 and the share of net income for the year. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

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 First Nation 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 qualified opinion.

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Independent Auditor's Report, continued

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the 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 First Nation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the First Nation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the First Nation'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 financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism 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 the First Nation'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 First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 First Nation 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.

Independent Auditor's Report, continued

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.

McIntosh Norton Williams
McINTOSH | NORTON | WILLIAMS
chartered professional accountants

Qualicum Beach, British Columbia
May 18, 2021

Kwikwasut'inuxw Haxwa'mis First Nation

Consolidated Statement of Financial Position

March 31	2020 Actual	2019 Actual
	\$	\$
Financial Assets		
Cash	3,255,898	2,377,440
Accounts receivable	483,626	345,335
Long term investments (Note 3)	462,540	323,945
Restricted cash (Note 4)	15,335	14,239
	4,217,399	3,060,959
Liabilities		
Accounts payable (Note 5)	899,520	400,114
Wages and benefits payable	16,554	13,441
Deferred revenue	58,346	59,346
Long-term debt (Note 6)	694,742	716,829
	1,669,162	1,189,730
Net financial assets - Page 2	2,548,237	1,871,229
Non-financial Assets		
Prepaid expenses	144,534	43,571
Tangible capital assets (Note 7)	10,715,242	10,183,940
	10,859,776	10,227,511
Accumulated Surplus (Note 8)	13,408,013	12,098,740

Approved on behalf of the Kwikwasut'inuxw Haxwa'mis First Nation

El Dawson, Councillor
Rich Johnson Councillor

Kwikwasut'inuxw Haxwa'mis First Nation**Consolidated Statement of Change in Net Financial Assets**

For the year ended March 31	2020 Actual	2019 Actual
	\$	\$
Excess of revenue over expenditures - Page 3	1,309,273	1,158,692
Acquisition of tangible capital assets	(1,130,597)	(593,820)
Amortization of tangible capital assets	599,295	519,013
	(531,302)	(74,807)
Acquisition of prepaid asset	(100,963)	(21,715)
Increase in net financial assets	677,008	1,062,170
Net financial assets at beginning of year	1,871,229	809,059
Net financial assets at end of year - Page 1	2,548,237	1,871,229

The accompanying notes are an integral part of the financial statements

Kwikwasut'inuxw Haxwa'mis First Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Revenue			
Government of Canada	-	1,413,276	-
Indigenous Services Canada	837,566	1,056,486	1,251,526
Province of B.C.	-	1,019,531	1,250,000
First Nation Health Authority	571,212	593,191	166,480
Other revenue	32,130	496,172	443,652
Interfor	-	301,185	778,713
Net income (loss) from T'Se'Kame' Forestry LP	-	68,499	114,970
Rental income	-	60,000	38,250
North Vancouver Island Aboriginal Training Society	44,193	47,455	14,832
Interest income	-	44,383	15,374
Net income (loss) from Musgamagw Fisheries Group Limited Partnership	-	43,180	25,333
User fees	-	19,914	14,684
Net income (loss) from T'Se'Kame' Forestry Ltd.	-	7	12
Inter Tribal Health Authority	-	-	207,653
T'Se'Kame' Forestry	-	-	18,000
	1,485,101	5,163,279	4,339,479
Expenditures (Note 9)			
Operating Fund	1,824,635	3,854,006	3,180,787
Excess of revenue over expenditures- Page 2	(341,920)	1,309,273	1,158,692
Surplus at beginning of year	-	12,098,740	10,940,048
Surplus at end of year	(341,920)	13,408,013	12,098,740

The accompanying notes are an integral part of the financial statements

Kwikwasut'inuxw Haxwa'mis First Nation**Consolidated Statement of Cash Flows**

For the year ended March 31, 2020	2020 Actual	2019 Actual
	\$	\$
Cash flows from Operating activities		
Excess of revenue over expenditures	1,279,273	1,158,692
Items not affecting cash		
Amortization of tangible capital assets	599,295	519,013
	1,878,568	1,677,705
Change in non-cash operating working capital		
Accounts receivable	(138,291)	(168,694)
Prepaid expenses	(100,963)	(21,715)
Restricted cash	(1,096)	(1,006)
Accounts payable	499,409	276,246
Deferred revenue	(1,000)	-
Wages and benefits payable	3,113	2,127
	2,139,740	1,764,663
Capital activities		
Purchase of capital assets	(1,130,597)	(593,820)
Financing activities		
Proceeds from long term debt	-	320,000
Repayment of long term debt	(22,090)	(20,552)
Long term investments	(138,595)	(154,894)
	(160,685)	144,554
Increase in cash and cash equivalents		
	848,458	1,315,397
Cash and cash equivalents, beginning of year	2,377,440	1,062,043
Cash and cash equivalents, end of year	3,225,898	2,377,440

The accompanying notes are an integral part of the financial statements

Kwikwasut'inuxw Haxwa'mis First Nation

Notes to Consolidated Financial Statements

March 31, 2020

1. Basis of Presentation and Significant Accounting Policies

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

(a) Fund Accounting

The Kwikwasut'inuxw Haxwa'mis First Nation 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 purposes of presentation in the summary financial statements. Details of the operations of each fund are set out in the supplementary schedules.

(b) Reporting Entity Principles of Financial Reporting

The Kwikwasut'inuxw Haxwa'mis First Nation reporting entity includes the Kwikwasut'inuxw Haxwa'mis First Nation Council and all related entities which are accountable to the First Nation and are either owned, directly or indirectly, or controlled by the Kwikwasut'inuxw Haxwa'mis First Nation.

These financial statements report on the assets, liabilities and results of operations for the following funds which use accounting principles that lend themselves to consolidation:

1. Operating Fund - reports the general activities and capital assets of the First Nation, together with their related financing
2. Trust Fund - reports on trust funds owned by the First Nation and held by the Government of Canada
3. Enterprise Fund - reports the income/loss and investment in entities that the First Nation is invested in

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

(c) Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues 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. Transfer revenue is 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.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Kwikwasut'inuxw Haxwa'mis First Nation

Notes to Consolidated Financial Statements

March 31, 2020

1. Basis of Presentation and Significant Accounting Policies (continued)

(d) Cash

Cash includes cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.

(e) Asset Classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets and prepaid expenses.

(f) Comparative Figures

Comparative figures have been reclassified, where applicable, to conform to current presentation.

(g) Budget

The budgeted figures reported in the financial statements have been prepared for comparison purposes and have been derived from estimates prepared by management and council. Not all aspects of the financial statements and supporting schedules have budget figures and therefore the budget is incomplete and is unaudited.

(h) Use of Estimates

In preparing the consolidated financial statements for the Council, management is required 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 consolidated financial statements and the reported amounts of revenue and expenses during the period. Items requiring the use of significant estimates include accounts receivable, allowance for doubtful accounts, tangible capital assets (amortization), accounts payable and accrued liabilities. Actual results could differ from these estimates.

2. Related Party Transactions

During the year the First Nation entered into transactions with T'se'kame' Forestry Limited Partnership. The transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

During the current year the First Nation charged contract fees in the amount of Nil (2019 - \$18,000) for administration fees.

T'se'kame' Forestry Limited Partnership charged the First Nation \$24,600 (2019 - \$27,300) for garbage collection services and \$130,100 (2019 - \$132,315) for water taxi services which are included in expenses in the current year financial statements

Kwikwasut'inuxw Haxwa'mis First Nation

Notes to Consolidated Financial Statements

March 31, 2020

3. Long Term Investments

	2020	2019
	\$	\$
T'Se'Kame' Forestry Ltd.	(977)	(984)
T'Se'Kame' Forestry Limited Partnership	279,556	184,148
Musgamagw Fisheries Group Limited Partnership	183,961	140,781
	462,540	323,945

The First Nation owns 100% of the common shares of T'se'kame' Forestry Ltd. (TFL). The investment is recorded on the modified equity basis and is comprised of common shares of \$1 and retained deficit of \$977 (2018 - \$984). The company had assets of \$24 (2018 - \$18) and liabilities of \$1,001 (2018 - \$1,002) as at December 31, 2019; revenues of \$7 (2018 - \$12) and expenses of nil (2018 - nil) for the year then ended.

T'Se'Kame' Forestry Limited Partnership (TFLP):

- The general partner of TFLP is TFL owning 0.01% of the partnership units.
- The limited partner of TFLP, owning 99.99% of the partnership units, is Kwikwasut'inuxw Haxwa'mis First Nation.

The investment is recorded on the modified equity basis and is comprised of units of \$9,999 and partnership surplus of \$189,791 (2018 - \$121,285). The limited partnership had assets of \$370,969 (2018 - \$276,885) and liabilities of \$171,179 (2018 - \$145,601) as at December 31, 2019; revenues of \$301,048 (2018 - \$402,716) and expenses of \$232,542 (2018 - \$287,735) for the year then ended. An amount of \$79,791 (2019 - \$52,881) is owing to the First Nation at March 31, 2020.

The First Nation owns 33.33% of the common shares of Musgamagw Fisheries Group GP Ltd. (MFGL). The investment is recorded on the modified equity basis and is comprised of common shares of \$100 and retained deficit of \$1,442 (2019 - \$982). The company had assets of Nil (2019 - Nil) and liabilities of \$1,142 (2019 - \$682) as at December 31, 2020; revenues of \$13 (2019 - \$8) and expenses of \$460 (2019- \$517) for the year then ended.

Musgamagw Fisheries Group Limited Partnership (MFLP):

- The general partner of MFLP is MFGL owning 0.01% of the partnership units.
- The limited partner of MFLP, owning 33.33% of the partnership units, is Kwikwasut'inuxw Haxwa'mis First Nation. The remaining partnership units are owned by two other First Nations.

The investment is recorded on the modified equity basis and is comprised of units of \$33 and partnership surplus of \$183,928 (2019 - \$140,748). The limited partnership had assets of \$887,519 (2019 - \$749,911) and liabilities of \$336,105 (2019 - \$328,049) as at March 31, 2020; revenues of \$491,460 (2019 - \$438,326) and expenses of \$361,908 (2019 - \$362,318) for the year then ended

Kwikwasut'inuxw Haxwa'mis First Nation**Notes to Consolidated Financial Statements**

March 31, 2020

4. Restricted Cash

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

	2020	2019
	\$	\$
Ottawa Trust Funds - Revenue	9,621	8,525
Ottawa Trust Funds - Capital	5,714	5,714
	15,335	14,239

5. Accounts payable

The balance includes an amount of \$20,640 (2019 - \$16,540) payable to a related party which is due in the normal course of business.

Kwikwasut'inuxw Haxwa'mis First Nation

Notes to Consolidated Financial Statements

March 31, 2020

6. Long-term Debt

	2020 \$	2019 \$
Peace Hills Trust housing mortgage, repayable at \$1,166 per month including interest at 3.5%; secured by guarantee of AANDC; renewal January 2026.	186,688	193,888
Peace Hills Trust housing mortgage, repayable at \$1,237 per month including interest at 4.25%; secured by guarantee of AANDC; renewal date January 2025.	203,251	209,941
Peace Hills Trust housing mortgage, repayable at \$1,690 per month including interest at 3.95%; secured by guarantee of AANDC; renewal date April 2023.	304,803	313,000
	694,742	716,829

Principal portion of long-term debt due within the next five years:

2021	22,219
2022	22,536
2023	24,051
2024	24,944
2025 and thereafter	600,992
	694,742

Kwikwasut'inuxw Haxwa'mis First Nation

Notes to Consolidated Financial Statements

March 31, 2020

7. Tangible Capital Assets

Tangible capital assets are amortized over their useful lives on the declining balance method, at the annual rates indicated below. One-half of the amortization rates are applied to assets acquired during the year. Assets are not amortized in the year of disposition.

Capital assets acquired after March 31, 1986 are recorded at cost and charged to operations in the year the assets were acquired. The First Nation has not capitalized capital assets acquired before April 1, 1986.

Rate	Balance, beginning of year	Additions	Disposals	Balance, end of year	Accumulated amortization		Net book value
					Balance, beginning of year	Amortization	
4%	\$ 8,898,820	\$ 45,000	-	\$ 8,943,820	\$ 2,408,384	\$ 260,517	\$ 6,274,919
30%	49,460	13,000	-	62,460	45,592	3,111	13,757
1,250,415	296,574	-	-	1,546,989	-	-	1,546,989
20%	1,573,838	646,894	-	2,220,732	1,438,145	91,828	690,759
10%	6,765,819	60,348	-	6,826,167	4,463,776	233,224	4,697,000
20%	75,887	-	-	75,887	74,419	293	74,712
30%	8,390	68,781	-	77,171	8,373	10,322	18,695
							58,476
							17
	18,622,629	1,130,597	-	19,753,226	8,438,689	599,295	9,037,984
							10,715,242
							11,661,925

Construction in progress primarily consists of subdivision development and construction costs including engineering, design, materials and contracting that are incomplete at year end and are therefore not being amortized.

Kwikwasut'inuxw Haxwa'mis First Nation**Notes to Consolidated Financial Statements**

March 31, 2020

8. Accumulated Surplus

Accumulated surplus is comprised of:

	2020	2019
	\$	\$
Restricted		
Trust Fund	<u>15,335</u>	<u>14,239</u>
Unrestricted		
Operating Fund	<u>12,876,978</u>	<u>11,780,488</u>
Enterprise Fund	<u>515,700</u>	<u>304,014</u>
	<u>13,392,678</u>	<u>12,084,502</u>
	<u>13,408,013</u>	<u>12,098,741</u>

Kwikwasut'inuxw Haxwa'mis First Nation

Notes to Consolidated Financial Statements

March 31, 2020

9. Expenditures

For the year ended March 31	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Advertising	-	300	-
Amortization	-	599,295	519,013
Bad debts	-	16,163	6,965
Basic needs	128,604	174,078	131,763
Child nutrition	3,600	-	1,163
Community activities	4,800	1,950	26,901
Contract fees	48,008	281,815	157,535
Council travel	30,000	145,258	49,263
Cultural enrichment	87,260	51,538	37,557
Donation	-	170,000	-
Elder costs	-	-	9,740
Election costs	-	8,361	1,481
First Responders	4,550	7,150	7,786
Fuel	288,576	283,540	280,932
Healthy families	60,836	84,233	115,154
Home and community care	73,272	17,986	10,015
Honoraria	76,530	96,798	88,609
Insurance	10,800	28,780	21,269
Interest and bank charges	7,000	8,623	7,344
Interest on long-term debt	-	27,718	27,604
Licenses, dues and fees	500	765	1,386
Materials and supplies	45,400	91,954	16,253
Meetings	-	343	1,537
Office expenses	7,892	14,409	15,811
Post secondary costs	218,200	169,451	155,687
Professional fees	31,000	339,541	695,425
Program costs	188,138	242,335	-
Recovery of funding	-	-	7,948
Rent	7,200	10,700	7,200
Repairs and maintenance	93,408	161,104	77,986
Settlement	-	74,000	-
Sports and recreation	-	-	468
Student living allowance and tuition	1,164	600	260
Student transportation	1,920	2,400	5,010
Training	-	73,287	-
Travel	13,700	174,915	171,317
Utilities and telephone	29,797	31,161	27,974
Wages and benefits	346,542	371,086	393,611
Workshops and meeting costs	15,938	92,369	102,820
	1,824,635	3,854,006	3,180,787

Kwikwasut'inuxw Haxwa'mis First Nation

Notes to Consolidated Financial Statements

March 31, 2020

10. Employment Retirement Plan

The organization has a defined contribution plan for its employees. Participation in the pension plan is available to substantially all employees. Employees may contribute 5% of their gross pay with the organization making a matching contribution to the plan. Any voluntary amounts paid by the employee are not matched. Total employer contributions for 2020 were \$10,706 (2019 - \$9,337).

11. Economic Dependence

Kwikwasut'inuxw Haxwa'mis First Nation receives the majority of its operating revenues in the form of grants and contributions from Indigenous Services Canada. The nature and extent of this revenue is of such significance that the First Nation is dependent on this source of revenue. The amount of funding for each fiscal period from this entity is uncertain as the grants and contributions are subject to annual review and negotiation.

12. Financial Instruments

The financial instruments of the First Nation consist of cash, accounts receivable, accounts payable and accrued liabilities, wages and benefits payable, and long term debt. Unless otherwise noted, it is Council's opinion that the First Nation is not exposed to significant interest, currency, or credit risks arising from these financial instruments and that the carrying value approximate fair values.

13. Subsequent Events

Subsequent to the year end, the First Nation signed a share purchase agreement to purchase 200 common shares of Echo Bay Developments Ltd. for \$1,550,000. Completion date was June 2, 2020.