

MAMALIKULLA FIRST NATION

CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

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MAMALILIKULLA FIRST NATION

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

March 31, 2017

The accompanying consolidated financial statements of Mamalilikulla First Nation and all the information in this annual report for the year ended March 31, 2017 are the responsibility of management and have been approved by the Chief and Council.

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

The Mamalilikulla First Nation 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 Nation's assets are appropriately accounted for and adequately safeguarded.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Chief and Council review the 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, auditing matters and financial reporting issues to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the consolidated financial statements and the external auditor's report. The Chief and Council approve the consolidated financial statements for issuance to the Members. The Chief and Council also consider, for review and approval by the Members, the engagement of the external auditors.

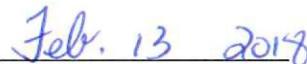
The consolidated financial statements have been audited by Reid Hurst Nagy Inc. Chartered Professional Accountants in accordance with Canadian generally accepted auditing standards on behalf of their members. Reid Hurst Nagy Inc. has full access to the books and records of the Nation. Reid Hurst Nagy Inc. have full and free access to the council for information purposes.

Chief

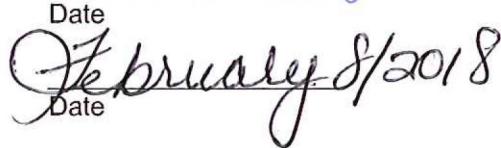


John Powell
Councillor

Date



Date



Independent Auditor's Report

To the Members of
Mamalilikulla First Nation

We have audited the accompanying consolidated financial statements of Mamalilikulla First Nation, which comprise the consolidated statement of financial position as at March 31, 2017, and the consolidated statements of operations and accumulated surplus, change in net financial assets, cash flows and the related schedules for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility 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.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the First Nation's preparation and fair presentation of the consolidated 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 First Nation'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 consolidated 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 consolidated financial statements present fairly, in all material respects, the financial position of Mamalilikulla First Nation as at March 31, 2017, and the results of its operations, the changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



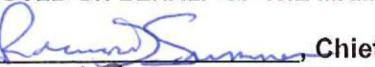
REID HURST NAGY INC.
CHARTERED PROFESSIONAL ACCOUNTANTS
RICHMOND, B.C.
February 13, 2018

MAMALIKULLA FIRST NATION

CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at March 31, 2017

	2017	2016
FINANCIAL ASSETS		
Cash (Note 3)	\$ 429,572	\$ 164,869
Restricted cash (Note 3)	1,282,255	1,368,059
Accounts receivable (Note 4)	13,569	18,569
Loans receivable (Note 5)	294,362	354,511
Rents receivables	16,871	13,802
Long-term investments (Note 6)	2,675,305	118,228
	4,711,934	2,038,038
LIABILITIES		
Accounts payable (Note 7)	33,522	73,945
Long-term debt (Note 8)	174,114	185,518
	207,636	259,463
NET FINANCIAL ASSETS	4,504,298	1,778,575
NON-FINANCIAL ASSETS		
Capital assets (Note 9)	371,099	378,664
Prepaid expenses	8,665	19,752
	379,764	398,416
ACCUMULATED SURPLUS (Note 10)	\$ 4,884,062	\$ 2,176,991

APPROVED ON BEHALF OF THE MAMALIKULLA FIRST NATION


Ramon Samuels, Chief

John Powell, Councillor

MAMALIKULLA FIRST NATION

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS For the year ended March 31, 2017

	2017 Budget	2017 Actual	2016
ANNUAL SURPLUS (DEFICIT)	\$ 2,753	\$ 2,707,071	\$ (257,992)
Acquisition of tangible capital assets	-	(25,156)	(29,606)
Amortization of tangible capital assets	-	32,721	35,247
	-	7,565	5,641
Acquisition of prepaid asset	11,087	(1,949)	(13,036)
Use of prepaid asset	-	13,036	15,900
	11,087	11,087	2,864
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	13,840	2,725,723	(249,487)
NET FINANCIAL ASSETS, BEGINNING OF YEAR	-	1,778,575	2,028,062
NET FINANCIAL ASSETS, END OF YEAR	\$ -	\$ 4,504,298	\$ 1,778,575

MAMALIKULLA FIRST NATION

CONSOLIDATED STATEMENT OF CASH FLOWS For the year ended March 31, 2017

	2017	2016
OPERATING ACTIVITIES		
ANNUAL SURPLUS (DEFICIT)	\$ 2,707,071	\$ (257,992)
Items not affecting cash		
Amortization	32,721	35,246
Share of income from First Nation's entities	(476,574)	(187,186)
	2,263,218	(409,932)
Change in non-cash items on statement of financial position	32,746	346,589
	2,295,964	(63,343)
FINANCING ACTIVITIES		
Principal reduction of long-term debt in the Social Housing Fund	(7,027)	(11,835)
Principal reduction of long-term debt in the Operating Fund	(4,377)	-
	(11,404)	(11,835)
INVESTING ACTIVITIES		
Acquisition of tangible capital assets	(25,158)	(29,605)
Distributions from First Nation's entities	127,521	61,211
Contribution to Nanwakolas Timber Limited Partnership	(2,208,024)	-
	(2,105,661)	31,606
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	178,899	(43,572)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	1,532,928	1,576,500
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 1,711,827	\$ 1,532,928
CASH AND CASH EQUIVALENTS ARE REPRESENTED BY:		
Cash	\$ 429,572	\$ 164,869
Restricted cash	1,282,255	1,368,059
	\$ 1,711,827	\$ 1,532,928

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

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 CPA Canada.

(a) Reporting Entity

The Mamalilikulla First Nation reporting entity includes the Mamalilikulla First Nation government and all related entities that are controlled by the First Nation.

(b) Principles of Consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the Consolidated Statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only Mamalilikulla First Nation's investment in the government business enterprise (or partnership) and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of Mamalilikulla First Nation.

Organizations accounted for on a modified equity basis include:

1. Nanwakolas Carbon Credit Limited Partnership
2. Nanawakolas Forestry Limited Partnership
3. Nanwakolas Offset Limited Partnership
4. Nanwakolas Timber Limited Partnership
5. Nanwakolas Business Corporation

(c) Fund Accounting

The Mamalilikulla First Nation maintains the following funds and reserves as part of its operations:

- The Operating Fund which reports the general activities of the First Nation administration.
- The Social Housing Fund which reports on the social housing assets of the First Nation together with their related activities.

(d) 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.

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Segments

The First Nation conducts its business through reportable segments. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives, aid in resource allocation decisions, and to assess operational performance. For each reported segment, revenues and expenses represent both amounts that are directly attributed to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

(f) Cash

Cash and cash equivalents include cash on hand and short-term investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, net of bank overdrafts.

(g) Loans Receivable

Loans receivable are recorded at cost less any amount for valuation allowance. Valuation allowances are made when collection is in doubt as assessed by management. Loans are reviewed on an annual basis by management. Interest income is accrued on loans receivable to the extent it is deemed collectable.

(h) Long-term Debt

Proceeds from long-term debt are recorded as program revenue. Payments of principal and interest are treated as program expenditures. Long-term debt is recorded as a liability on the balance sheet.

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

(i) 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.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Mamalikulla First Nation's incremental cost of borrowing.

Amortization is provided for on a straight-line basis over their estimated useful lives as follows:

Buildings*	5% Declining balance
Automotive equipment	30% Declining balance
Equipment	20% Declining balance
Boats	15% Declining balance

*Social Housing assets acquired under C.M.H.C. sponsored housing programs are being depreciated at a rate equal to the principal reduction on the mortgage of the assets.

Tangible capital assets are written down when conditions indicate that they no longer contribute to Mamalikulla First Nation'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. The net write-downs are accounted for as expenses in the consolidated statement of operations.

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

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. Assets under construction are not amortized until the asset is available to be put into service.

(j) Trust Funds

Trust funds are included as revenue in these statements only to the extent they have been received from the First Nation's trust funds. 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 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.

(k) Replacement Reserve

The Replacement Reserve is funded by an annual charge against earnings as opposed to an appropriation of surplus.

(l) Budget

The budget reported in the financial statements was provided by management and is unaudited.

(m) Surplus Recoveries and Deficit Funding

Under the terms of funding arrangements, remaining surpluses of certain programs may be recovered by the funding agency, and remaining deficits may be funded by the funding agency.

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

(n) Financial Instruments

All significant financial assets, financial liabilities and equity instruments of the entity are either recognized or disclosed in the financial statements together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk and credit risk.

(o) Measurement Uncertainty

In preparing the consolidated financial statements for the First Nation, 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 amortization and the useful lives of tangible capital assets, and collectibility of accounts receivable. Actual results could differ from these estimates.

2. ECONOMIC DEPENDENCE

Mamalilikulla First Nation receives a significant portion of its revenue pursuant to an agreement referred to as "The Comprehensive Funding Arrangement". This agreement has been entered into by the First Nation and Indigenous and Northern Affairs Canada. It is expected that the agreement will be renewed on an annual basis.

3. CASH

	2017	2016
Unrestricted Operating	\$ 429,572	\$ 164,869
Restricted cash		
Replacement Reserve Fund	1,267,903	1,353,707
Operating Reserve Fund	6,596	6,596
	7,756	7,756
	<hr/> 1,282,255	<hr/> 1,368,059
Trust funds	\$ 1,711,827	\$ 1,532,928

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

CASH, continued

Restricted cash:

Replacement Reserve Fund:

In accordance with the terms and conditions of the "Operating Agreement" with Canada Mortgage & Housing Corporation, the Housing Program must set aside funds annually for the non-annual expenditures of the Program for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account with any interest earned to be credited as revenue to the Replacement Reserve Fund.

Operating Reserve Fund:

In accordance with the terms and conditions of the "Operating Agreement" with Canada Mortgage & Housing Corporation, the Program is to set aside any surplus revenue to an operating reserve for the purpose of meeting future requirements of income listed occupants over and above the maximum federal assistance. The Fund may be replenished to its original limit from subsequent operating surpluses.

Ottawa Trust Funds:

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.

4. ACCOUNTS RECEIVABLE

	2017	2016
Band Members	\$ 22,920	\$ 27,370
First Nation Education Steering Committee	- 5,000	
Allowance for doubtful accounts	22,920 (9,351)	32,370 (13,801)
	<hr/> \$ 13,569	<hr/> \$ 18,569

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

5. LOANS RECEIVABLE

	2017	2016
Housing loan, receivable at \$475 per month Including interest at prime plus 1.55%, secured by general security agreement.*	\$ 1	\$ 1
Mamallikulla - Qwe'Qwa'Sot'Em First Nation Business Trust, unsecured, no specified terms of repayment or stated Interest rate.	25,835	25,835
Qwe'Qwa'Sot'Em Forestry Limited Partnership, unsecured, no specified terms of repayment or stated Interest rate, no portion of this amount is Included In current liabilities.	75,824	75,824
Adventures Village Island Limited Partnership, unsecured, no specified terms of repayment or stated Interest rate, no portion of this amount is Included In current liabilities.	99,836	191,942
	<u>92,866</u>	<u>60,909</u>
	\$ 294,362	\$ 354,511

*No payments received in fiscal 2017.

6. LONG-TERM INVESTMENTS

	Investment, beginning of year	Contributions/ Purchases	Withdrawals	Undistributed earnings (loss)	Investment, end of year
Nanwakolas Carbon Credit Limited Partnership	\$ 19,736	\$ -	\$ -	\$ 165,026	\$ 184,762
Nanwakolas Forestry Limited Partnership	75,391	- -	- -	(1,792)	73,599
Nanwakolas Offset Limited Partnership	100	- -	- -	(1,680)	(1,580)
Nanwakolas Timber Limited Partnership	23,000	2,208,024	(127,521)	315,019	2,418,522
Nanwakolas business corporation	1	- -	- -	- -	1
	118,228	2,208,024	(127,521)	476,573	2,675,304
	\$ 118,228	\$ 2,208,024	\$ 2,208,024	\$ 476,573	\$ 2,675,304

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

7. ACCOUNTS PAYABLE

	2017	2016
Trade payables	\$ 28,075	\$ 71,935
Government remittances payable	-	1,610
Wages payable	5,047	-
Damage deposit payable	400	400
	\$ 33,522	\$ 73,945

8. LONG-TERM DEBT

	2017	2016
Royal Bank of Canada, repayable at \$475 per month including interest at prime plus 1.55%, secured by general security agreement.	\$ 19,443	\$ 23,821
Government of Canada, repayable on the earlier of March 31, 2018 or a date on which the Claim is settled, interest free.	78,331	78,331
All Nations Trust Company, repayable in blended monthly installments of \$688 including interest at 1.43% per annum; secured by a Ministerial Guarantee from Indigenous and Northern Affairs Canada; term due April 1, 2022.	76,340	83,366
	\$ 174,114	\$ 185,518

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

2018	\$ 90,616
2019	12,518
2020	12,847
2021	11,423
2022 and thereafter	46,710
	\$ 174,114

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

9. TANGIBLE CAPITAL ASSETS

	Cost			Accumulated amortization					2017 net book value	
	Balance, beginning of year	Additions	Balance, end of year	Balance, beginning of year			Amortization	Balance, end of year		
				Cost	Amortization	2017 net book value				
Buildings	\$ 180,667	\$ -	\$ 180,667	\$ 42,222	\$ 6,923	\$ 49,145	\$ 131,522			
Automotive equipment	15,000	13,900	28,900	6,075	4,763	10,838	18,062			
Equipment	35,001	7,182	42,183	8,287	6,061	14,348	27,835			
Boats	75,859	4,074	79,933	24,912	7,948	32,860	47,073			
Social Housing	227,335	-	227,335	73,702	7,026	80,728	146,607			
	\$ 533,862	\$ 25,156	\$ 559,018	\$ 155,198	\$ 32,721	\$ 187,919	\$ 371,099			

	Cost			Accumulated amortization					2016 Net book value	
	Balance, beginning of year	Additions	Balance, end of year	Balance, beginning of year			Amortization	Balance, end of year		
				Cost	Amortization	2016 Net book value				
Buildings	\$ 169,282	\$ 11,385	\$ 180,667	\$ 34,550	\$ 7,672	\$ 42,222	\$ 138,445			
Automotive equipment	15,000	-	15,000	2,250	3,825	6,075	8,925			
Equipment	19,123	15,878	35,001	432	7,855	8,287	26,714			
Boats	39,859	36,000	75,859	15,921	8,991	24,912	50,947			
Social Housing	227,335	-	227,335	66,799	6,903	73,702	153,633			
	\$ 470,599	\$ 63,263	\$ 533,862	\$ 119,952	\$ 35,246	\$ 155,198	\$ 378,664			

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

10. ACCUMULATED SURPLUS

	2017	2016
Restricted		
Invested in Ottawa Trust Funds	\$ 1,267,904	\$ 1,353,708
Invested in Tangible Capital Assets	371,099	384,305
Invested in Government Business Enterprises and Partnerships	2,675,305	118,228
Social Housing	30,333	53,334
	4,344,641	1,909,575
Unrestricted		
Operating	539,421	267,416
	\$ 4,884,062	\$ 2,176,991

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

11. CONTINGENT LIABILITIES

Mamalikulla First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

In addition, in the normal course of its operations, Mamalikulla-Qwe'Qwa'Sot'Em Band becomes 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 on Mamalikulla First Nation's financial statements.

The First Nation has been a member of the Laich-Kwil-Tach Treaty society which was organized to represent several Band's interests in treaty negotiations. As part of the funding of the society by the BC Treaty Commission, various loans have been extended to the Society by the BC Treaty Commission. The First Nation has a potential obligation for a portion of this debt.

On December 6, 2000 a resolution was passed by Council to withdraw from the Laich-Kwil-Tach Treaty Society. A preliminary claim of \$550,000 has been prepared by the Society calculating the First Nation's share of the loans to be assumed by the First Nation on formal withdrawal from the Society. If the First Nation rejoins the Treaty process, this debt will be assumed by the First Nation.

a) Indigenous and Northern Affairs Canada

Under the terms of the contribution agreements with Indigenous and Northern Affairs Canada and other governmental departments, certain surpluses may be repayable to the government and certain deficits may be reimbursable to the Band.

b) Legal Claim

In addition, in the normal course of its operations, Mamalikulla-Qwe'Qwa'Sot'Em Band becomes 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 on Mamalikulla First Nation's financial statements.

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MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

12. SEGMENTED INFORMATION

As previously discussed in note 1 (e) the First Nation conducts its business through reportable segments as follows:

The Band Programs department is responsible for administering projects the Band is involved in annually and on an on-going basis relating to the overall objectives of the First Nation and the development of stable, legitimate and accountable community governments. It also provides overall support of the First Nation including advisory services relating to financial management, band government, economic development, community services and technical services.

The Economic Development Programs department provides for the development of economic opportunities to the Members.

Education supports the members in expressing, preserving, developing and promoting its cultural heritage through the establishment and operation of First Nation education centres and programs, it also provides services for students at the elementary/secondary and post secondary level, including; instructional services both on and off reserve as well as support services such as transportation, accommodation, guidance and counselling.

Social Development provides assistance to community members unable to provide for themselves and their dependents. The services provided by this department include, but are not limited to, income assistance, child and family services, assisted living and early childhood development.

The Health department oversees the delivery of health programs and initiatives for the betterment of the lives of the members of the First Nation.

Social Housing is responsible for the administration and management of Social Housing units.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

12. SEGMENTED INFORMATION, continued

	Band Government			Community Services			Economic Development		
	2017 Budget	2017 Actual	2016 Actual	2017 Budget	2017 Actual	2016 Actual	2017 Budget	2017 Actual	2016 Actual
Revenues									
Indigenous and Northern Affairs Canada	\$ 147,053	\$ 146,303	\$ 147,053	-	\$ -	\$ -	\$ 19,952	\$ 179,765	\$ 19,952
Province of BC	-	-	-	130,512	2,354,786	140,906	-	-	-
Interest	-	-	-	-	25,318	28,405	-	-	-
Other revenue	-	-	-	-	506,887	200,700	110,000	39,735	110,000
Total revenue	147,053	146,303	147,053	130,512	2,886,991	370,011	129,952	219,500	129,952
Expenses									
Amortization	-	-	-	-	25,695	28,344	-	-	-
Honoraria	10,000	9,975	11,600	-	10,000	63,000	-	-	-
Professional fees	125,400	88,766	323,836	-	-	-	-	-	-
Materials and supplies	675	22,404	5,786	-	17,947	74,161	73,300	9,391	44,592
Meeting expenses	-	1,888	2,528	-	3,500	13,632	-	55,517	-
Training	-	-	-	-	-	-	-	14,653	-
Office and administrative	15,000	11,215	9,754	-	-	-	-	-	-
Wages and benefits	81,288	107,606	79,753	-	22,884	-	106,000	-	6,358
Other expenses	43,875	61,921	48,977	-	48,983	88,799	(49,348)	80,787	82,485
Total expenses	276,238	303,775	482,234	-	129,009	267,936	129,952	160,348	133,435
Other	(129,185)	(157,472)	(335,181)	130,512	2,757,982	102,075	-	59,152	(3,483)
Annual surplus (deficit)	\$ (129,185)\$	(157,472)\$	(335,181)\$	130,512 \$	2,783,139 \$	102,075 \$	- \$	59,152 \$	(3,483)

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

12. SEGMENTED INFORMATION, continued

	2017 Budget	Education		2016 Actual	2017 Budget	Health		2016 Actual	2017 Budget	Social Housing	
		2017 Actual	2016 Budget			2017 Actual	2016 Budget			2017 Actual	2016 Actual
Revenues											
Indigenous and Northern Affairs Canada	\$ 132,936	\$ 123,112	\$ 132,936	-	\$ -	\$ -	\$ -	\$ 48,000	\$ -	\$ -	\$ 48,000
Nanwakolas carbon credit	-	-	-	-	-	-	-	-	-	11,618	-
Interest	-	-	-	-	-	-	-	-	-	-	5
First Nations Education Steering Committee	7,857	6,217	12,857	-	-	-	-	-	-	-	-
Other revenue	5,000	-	-	39,895	20,990	19,895	-	-	15,557	15,557	15,557
Total revenue	145,793	129,329	145,793	39,895	20,990	19,895	48,000	27,175	63,562		
Expenses											
Amortization	-	-	-	-	-	-	-	-	7,025	6,903	
Professional fees	-	-	-	-	-	-	-	36,000	1,375	31,240	
Materials and supplies	10,936	8,052	17,279	15,000	950	12,550	12,000	-	-	12,000	
Training	-	-	-	-	-	-	-	-	-	18,000	
Wages and benefits	-	7,173	6,919	-	20,040	-	-	-	-	-	
Other expenses	132,000	68,851	130,785	39,326	-	9,281	-	48,801	48,801	12,599	
Total expenses	142,936	84,076	154,983	54,326	20,990	21,831	48,000	57,201	48,000	57,201	80,742
Other	2,857	45,253	(9,190)	(14,431)	-	(1,936)	-	-	(30,026)	(17,180)	
	-	-	-	-	-	-	-	-	7,025	6,903	
Annual surplus (deficit)	\$ 2,857	\$ 45,253	(\$ 9,190)	(\$ 14,431)	-	(\$ 1,936)	-	\$ (23,001)	\$ (10,277)		

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

12. SEGMENTED INFORMATION, continued

		Consolidated totals		
		2017 Budget	2017 Actual	2016 Actual
Revenues				
Indigenous and Northern Affairs Canada		\$ 347,941	\$ 449,180	\$ 347,941
Province of BC		130,512	2,354,786	140,906
Nanwakolas carbon credit		-	11,618	-
Interest		-	25,318	28,410
First Nations Education Steering Committee		7,857	6,217	12,857
Other revenue		154,895	583,169	346,152
Total revenue		641,205	3,430,288	876,266
Expenses				
Amortization		-	32,720	35,247
Honoraria		10,000	19,975	74,600
Professional fees		161,400	90,141	355,076
Materials and supplies		111,911	58,744	166,368
Meeting expenses		-	60,905	16,160
Training		-	14,653	18,000
Office and administrative		15,000	11,215	9,754
Wages and benefits		187,288	157,703	93,030
Other expenses		165,853	309,343	372,926
Total expenses		651,452	755,399	1,141,161
Other		(10,247)	2,674,889	(264,895)
Other		-	32,182	6,903
Annual surplus (deficit)		\$ (10,247)	\$ 2,707,071	\$ (257,992)

MAMALIKULLA FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2017

13. COMPARATIVE AMOUNTS

Certain of the comparative amounts have been reclassified to conform with the presentation adopted in the current period. The March 31, 2016 comparative amounts were reported on by another firm of Chartered Professional Accountants.

