

# **SNUNEYMUXW FIRST NATION**

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**CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

# **SNUNEYMUW FIRST NATION**

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## **CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

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# SNUNEYMUXW FIRST NATION

## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING MARCH 31, 2016

The accompanying consolidated financial statements of **Snuneymuxw First Nation** are the responsibility of management and have been approved by Chief and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board of CPA Canada and as such include amounts that are the best estimates and judgments of management.

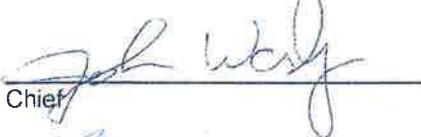
Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

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

The Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditor's report.

The external auditors, Reid Hurst Nagy Inc., conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of **Snuneymuxw First Nation** and meet when required.

On behalf of **Snuneymuxw First Nation**:

  
John W. Wally  
Chief

  
E. Seward  
Councillor

  
Councillor

July 27, 2016  
Date

July 27, 2016  
Date

July 27, 2016  
Date

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## INDEPENDENT AUDITOR'S REPORT

To the Members of **Snuneymuxw First Nation**

We have audited the accompanying consolidated financial statements of **Snuneymuxw First Nation**, which comprise the consolidated statement of financial position as at **March 31, 2016**, and the consolidated statements of change in net debt, revenue and expenses, accumulated surplus and cash flows 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.

### *Auditor's 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 **Snuneymuxw First Nation** as at **March 31, 2016**, and the results of its operations, the changes in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

CHARTERED PROFESSIONAL ACCOUNTANTS

Vancouver, B.C.  
July 29, 2016

# SNUNEYMUXW FIRST NATION

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2016

	2016	2015
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents (Note 3)	\$ 4,819,669	\$ 5,033,678
Accounts receivable (Note 4)	559,511	714,609
Trust Funds held by Federal Government (Note 5)	469,294	394,915
Investment in Government Business Enterprises (Note 6)	287,873	336,752
Investment in Government Business Partnerships (Note 7)	2,409,693	-
Due from related entities (Note 8)	213,355	204,908
Investment in Treaty	8,533,055	8,533,055
Investment in Specific Land Claims	1,279,924	1,279,924
	<b>18,572,374</b>	<b>16,497,841</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 9)	645,620	1,727,596
Due to related entities (Note 10)	758,160	261,608
Deferred revenue (Note 11)	4,847,511	5,545,425
Demand loan (Note 12)	4,135,000	1,314,936
Long-term debt (Note 13)	6,742,604	7,100,214
First Nation loan agreement (Note 14)	8,515,786	8,515,786
Specific land claims loan (Note 15)	1,282,085	1,282,085
	<b>26,926,766</b>	<b>25,747,650</b>
<b>NET DEBT</b>	<b>(8,354,392)</b>	<b>(9,249,809)</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Note 16)	18,783,537	14,529,605
Prepaid expenses	199,166	334,359
Construction in progress	-	3,047,041
	<b>18,982,703</b>	<b>17,911,005</b>
<b>ACCUMULATED SURPLUS (Note 17)</b>	<b>\$10,628,311</b>	<b>\$ 8,661,196</b>

Contingent liabilities (Note 18)

APPROVED ON BEHALF OF THE CHIEF AND COUNCIL

, Chief

, Councillor

, Councillor

The accompanying notes are an integral part of the financial statements

# SNUNEYMUW FIRST NATION

## CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT FOR THE YEAR ENDED MARCH 31, 2016

	2016	2015
<b>ANNUAL SURPLUS</b>	\$ 1,967,115	\$ 2,655,296
Acquisition of tangible capital assets	(5,304,967)	(1,515,498)
Amortization of tangible capital assets	1,051,035	841,623
	<u>(4,253,932)</u>	<u>(673,875)</u>
Acquisition of prepaid assets	(193,358)	(334,358)
Use of prepaid assets	328,551	190,621
	<u>135,193</u>	<u>(143,737)</u>
Acquisition of construction in progress	-	(2,716,510)
Use of construction in progress	3,047,041	-
	<u>3,047,041</u>	<u>(2,716,510)</u>
<b>DECREASE (INCREASE) IN NET DEBT</b>	<b>895,417</b>	<b>(878,826)</b>
<b>NET DEBT, BEGINNING OF YEAR</b>	<b>(9,249,809)</b>	<b>(8,370,983)</b>
<b>NET DEBT, END OF YEAR</b>	<b>\$ (8,354,392)</b>	<b>\$ (9,249,809)</b>

The accompanying notes are an integral part of the financial statements

# SNUNEYMUXW FIRST NATION

## CONSOLIDATED STATEMENT OF REVENUE AND EXPENSES FOR THE YEAR ENDED MARCH 31, 2016

	2016 Budget	2016 Actual	2015 Actual
<b>REVENUE</b>			
INAC	\$ 6,075,603	\$ 6,636,749	\$ 6,433,554
First Nations Health Authority	1,209,317	1,209,317	1,140,387
CMHC	294,744	305,479	423,683
Fisheries and Oceans Canada	148,340	94,769	148,340
Ottawa Trust Fund	-	74,380	16,516
Province of BC	757,003	775,963	695,183
Income (loss) from Business Enterprises	-	(48,980)	45,493
Income (loss) from Business Partnerships	-	2,409,693	-
Other revenue	2,145,622	2,705,551	2,716,338
Deferred revenue - net	90,615	828,194	3,535,718
	10,721,244	14,991,115	15,155,212
<b>EXPENSES</b>			
Administration	1,703,411	1,797,992	1,426,192
Elder's Cultural and Heritage	35,984	41,777	26,729
Education	2,953,219	2,836,442	2,770,932
Health	1,119,178	1,124,009	1,172,048
Daycare	681,391	681,793	678,721
Social Development	1,671,197	1,615,325	1,574,598
Youth Programs	66,564	61,283	50,007
Economic Development	932,785	1,314,060	1,069,894
Infrastructure	487,634	1,046,579	630,143
Capital Projects	471,287	1,033,826	1,304,093
Housing	817,872	1,171,450	1,600,737
Land and Resources	50,396	243,515	122,915
Treaty and Specific Claims	-	25,922	25,119
Housing Reserve	10,000	30,027	47,788
	11,000,918	13,024,000	12,499,916
<b>ANNUAL SURPLUS</b>	<b>\$ (279,674)</b>	<b>\$ 1,967,115</b>	<b>\$ 2,655,296</b>

The accompanying notes are an integral part of the financial statements

# **SNUNEYMUWX FIRST NATION**

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## **CONSOLIDATED STATEMENT OF ACCUMULATED SURPLUS FOR THE YEAR ENDED MARCH 31, 2016**

	<b>2016</b>	<b>2015</b>
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	\$ 8,661,196	\$ 6,005,900
<b>ANNUAL SURPLUS</b>	1,967,115	2,655,296
<b>ACCUMULATED SURPLUS, END OF YEAR</b>	<b>\$10,628,311</b>	<b>\$ 8,661,196</b>

# SNUNEYMUXW FIRST NATION

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2016

	2016	2015
<b>OPERATING ACTIVITIES</b>		
Annual surplus	\$ 1,967,115	\$ 2,655,296
Items not affecting cash:		
Amortization	1,051,035	841,623
(Income) loss from Business Enterprises	48,980	(45,493)
(Income) loss from Business Partnerships	(2,409,693)	-
Ottawa Trust Fund	(74,380)	(16,516)
	583,057	3,434,910
Change in non-cash items on statement of financial position:		
Accounts receivable	155,098	184,540
Prepaid expenses	135,193	(143,737)
Accounts payable and accrued liabilities	(1,081,975)	1,130,216
Deferred revenue	(697,914)	(3,536,880)
	(906,541)	1,069,049
<b>CAPITAL ACTIVITIES</b>		
Purchase of tangible capital assets	(2,257,926)	(1,515,498)
Construction in progress	-	(2,716,510)
	(2,257,926)	(4,232,008)
<b>FINANCING ACTIVITIES</b>		
Repayment of long-term debt	(357,609)	(376,426)
Proceed from demand loan	2,820,064	1,314,936
	2,462,455	938,510
<b>INVESTING ACTIVITIES</b>		
Advances from related entities	488,003	251,679
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>	(214,009)	(1,972,770)
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	5,033,678	7,006,448
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b>\$ 4,819,669</b>	<b>\$ 5,033,678</b>

The accompanying notes are an integral part of the financial statements

# **SNUNEYMUXW FIRST NATION**

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## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

### **1. NATURE OF OPERATIONS**

The Snuneymuxw First Nation (the "First Nation") is an Indian Band as defined by the Indian Act. The First Nation manages various programs offered by Indigenous and Northern Affairs Canada (INAC) and other funding agents to benefit its members. The First Nation also represents its members in the negotiation of treaty settlements and specific land claims.

### **2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES**

These consolidated financial statements have been 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 Snuneymuxw First Nation reporting entity includes the Snuneymuxw First Nation government and all related entities that are controlled by the First Nation.

#### **(b) Principles of Consolidation**

The consolidated financial statements reflect the assets, liabilities, revenues, and expenses of entities which are controlled by the First Nation. Controlled entities are consolidated, except for government business enterprises and government business partnerships, which are accounted for by the modified equity method. All inter-fund and inter-organization transactions and balances have been eliminated on consolidation.

The First Nation records its investments in government business enterprises (GBE) and government business partnerships (GBP) on a modified equity basis. Under the modified equity basis, the GBE's and GBP's accounting policies are not adjusted to conform with those of the First Nation and inter-entity transactions and balances are not eliminated. The First Nation recognizes its equity interest in the annual earnings or loss of the GBE's and GBP's in its consolidated statement of operations with a corresponding increase or decrease in its investment asset account. Any dividends or other cash distributions that the First Nation may receive from the GBE's and GBP's will be reflected as deductions in the investment asset account.

# **SNUNEYMUXW FIRST NATION**

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## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

### **2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)**

Organizations accounted for on a modified equity basis include:

1. Tuytaxun General Store Ltd. - 100%
2. Snuneymuxw Sandstone Corporation - 100%
3. SAL PAC Fisheries Limited Partnership - 49.90%
4. Petroglyph Development Group Ltd. (1008311 B.C. Ltd.) - 100%
5. Petroglyph Development Group Limited Partnership (1008311 Development Limited Partnership) - 99%

#### **(c) Cash and Cash Equivalents**

Cash and cash equivalents include 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.

#### **(d) 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.

#### **(e) Investment in Treaty and Specific Land Claims**

The First Nation is in negotiations with the Government of Canada to settle outstanding claims and negotiate a treaty. Both funding and interest free loans are received from the federal government to assist in the process. Expenses pertaining to the negotiation are capitalized to reflect the amount of investment the Nation has made in the treaty process. The loan will be repaid as outlined in Notes 14 and 15.

#### **(f) 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 assets.

# SNUNEYMUW FIRST NATION

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## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

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 assets 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 the First Nation's incremental cost of borrowing.

Amortization is provided for their estimated useful lives as follows:

Buildings and renovations	5% Declining balance
Infrastructure	5% Declining balance
Equipment	20% Declining balance
Automotive equipment	30% Declining balance
Boats	20% Declining balance

Tangible capital assets are written down when conditions indicate that they no longer contribute to the 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 statement of operations.

Contributed tangible 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 tangible 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.

#### (g) Revenue Recognition

##### Government Funding

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

##### First Nation Capital and Revenue Trust Funds

The First Nation recognizes revenues of the Capital and Revenue Trust Fund at the time funds are contributed from the accounts held in Ottawa. Interest revenue is recognized when earned.

# **SNUNEYMUW FIRST NATION**

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## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

### **2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)**

#### **Housing Rental Income**

Rental revenue is recorded in the year it is earned. At the end of each year management evaluates whether rent revenue is collectible and records a bad debt expense and allowance for doubtful accounts for those amounts designated as unlikely to be collected.

#### **Own Source Revenue**

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.

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.

#### **(h) Financial Instruments**

Financial instruments are initially classified upon initial recognition as a fair value or an amortized cost instrument. The fair value category includes investments in equity instruments that are quoted in an active market, and any other items elected by the First Nation to be recorded at fair value. All other financial instruments, including financial instruments with related parties for which fair value cannot be estimated, are recorded at amortized cost. Transaction costs directly attributable to the acquisition or issue of a financial instrument are added to the amortized cost or expensed if related to instruments recorded on a fair value basis. The effective interest rate method is used to measure interest for financial instruments recorded at amortized cost.

All financial assets are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss, calculated as the excess of the net recoverable amount of the asset and its carrying value, is reported in the statement of operations and any unrealized gain is adjusted through the statement of remeasurement gains and losses.

When the asset is sold, the unrealized gains and losses previously recognized in the statement of remeasurement gains and losses are reversed and recognized in the statement of operations.

The First Nation's financial instruments consist of cash and cash equivalents, accounts receivable, due from and to related entities, accounts payable and accrued liabilities, long-term debt and demand loan. Unless otherwise noted, it is management's opinion that the First Nation is not exposed to significant interest, credit or currency risks arising from these financial instruments and the fair value of these financial instruments approximates their carry values.

# **SNUNEYMUWX FIRST NATION**

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## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

### **2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)**

#### **(i) 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 allowance for doubtful accounts, accruals and amortization. Actual results could differ from these estimates.

#### **(j) Segments**

The First Nation conducts its business through a number of operating segments as described in Note 25. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives, to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis.

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

# SNUNEYMUW FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 3. CASH AND CASH EQUIVALENTS

	2016	2015
<b>Externally restricted:</b>		
Operating Reserve	\$ 162,056	\$ 156,876
Replacement Reserve	346,967	160,530
	509,023	317,406
<b>Internally restricted:</b>		
Sacred Bath Site	80,243	79,648
<b>Unrestricted:</b>		
Cash and banks net of outstanding cheques	303,469	20,111
Term deposits	3,926,934	4,616,513
	4,230,403	4,636,624
<b>Total Cash and Cash Equivalents</b>	<b>\$ 4,819,669</b>	<b>\$ 5,033,678</b>

Under the terms of an agreement with Canada Mortgage and Housing Corporation, the First Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the Operating and Replacement Reserve.

#### **Externally restricted - Operating Reserve:**

At the year end, the reserve was over funded by \$19,099 (2015: under funded by \$4,007).

#### **Externally restricted - Replacement Reserve:**

At year end, the reserve was under funded by \$5,135 (2015: under funded by \$163,971).

#### **Internally restricted - Sacred Bath Site:**

Consists of money set aside for the purposes of cultural related expenditures.

#### **Banking facilities:**

The First Nation has a facility arrangement with Bank of Montreal not to exceed to \$5.69 million at any time and is secured by a general security agreement. The facility includes:

- i) \$4 million for the construction of the community hall at prime plus 1.25% which the full amount have been drawn out at the end of March 31, 2016;
- ii) \$1 million for the On Reserve Housing Loan Program which has no advances under the program to date;
- iii) \$0.50 million for a line of credit at prime plus 1% which only \$0.135 million is utilized; and
- iv) other miscellaneous facilities with interest rate ranging from prime plus 0.5% to 1.5%.

# SNUNEYMUW FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 4. ACCOUNTS RECEIVABLE

	2016	2015
<b>Due from members:</b>		
Rent receivable	\$ 1,387,162	\$ 1,243,980
Band members	40,422	61,242
	<hr/> 1,427,584	<hr/> 1,305,222
<b>Due from Government and other Government Organizations:</b>		
INAC	-	19,357
CMHC	20,793	87,225
Department of Fisheries and Oceans	144,530	201,920
Public Services Rebate receivable	7,426	24,269
Province of BC	88,168	13,921
	<hr/> 260,917	<hr/> 346,692
<b>Due from others:</b>		
Other	153,473	302,937
Allowance for doubtful accounts	1,841,974 (1,282,463)	1,954,851 (1,240,242)
	<hr/> \$ 559,511	<hr/> \$ 714,609

### 5. TRUST FUNDS HELD BY FEDERAL GOVERNMENT

	2016 Revenue	2016 Capital	2016 Total	2015 Total
Surplus, beginning of year	\$ 368,592	\$ 26,323	\$ 394,915	\$ 378,399
Interest	8,950	-	8,950	9,264
Licenses and permits	-	-	-	1,871
Rental	61,382	-	61,382	1,330
BC Special	4,047	-	4,047	4,051
<b>Surplus, end of year</b>	<b>\$ 442,971</b>	<b>\$ 26,323</b>	<b>\$ 469,294</b>	<b>\$ 394,915</b>

# SNUNEYMUXW FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 6. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES

The First Nation's investment in government business enterprises consist of the following:

	2016	2015
Tuytaxun General Store Ltd. (Tuytaxun) - 100%	\$ 290,678	\$ 336,614
Snuneymuxw Sandstone Corporation (Sandstone) - 100%	4,373	138
Petroglyph Development Corporation (PDC) - 100%	(7,178)	-
	<b>\$ 287,873</b>	<b>\$ 336,752</b>

The following table presents condensed financial information for Tuytaxun General Store Ltd. for the year ended March 31, 2016, Snuneymuxw Sandstone Corporation and Petroglyph Development Corporation for the year ended December 31, 2015:

	Tuytaxun	Sandstone	PDC	2016 Total	2015 Total
Cash	\$ 129,566	\$ 3,373	\$ -	\$ 132,939	\$ 175,689
Term deposits	27,106	-	-	27,106	259,188
Accounts receivable	2,494	-	-	2,494	60,790
Inventory	38,304	-	-	38,304	42,189
Property and equipment	247,653	-	-	247,653	41,771
Investments	-	-	487	487	-
Other assets	82,539	1,000	-	83,539	3,715
<b>Total Assets</b>	<b>\$ 527,662</b>	<b>\$ 4,373</b>	<b>\$ 487</b>	<b>\$ 532,522</b>	<b>\$ 583,342</b>
Accounts payable	\$ 14,890	\$ -	\$ 6,003	\$ 20,893	\$ 17,240
Due to related party	192,767	900	1,662	195,329	192,547
Long term debt	29,326	-	-	29,326	36,801
<b>Total Liabilities</b>	<b>236,983</b>	<b>900</b>	<b>7,665</b>	<b>245,548</b>	<b>246,588</b>
<b>Equity</b>	<b>290,679</b>	<b>3,473</b>	<b>(7,178)</b>	<b>286,974</b>	<b>336,754</b>
<b>Total Liabilities and Equity</b>	<b>\$ 527,662</b>	<b>\$ 4,373</b>	<b>\$ 487</b>	<b>\$ 532,522</b>	<b>\$ 583,342</b>

	Tuytaxun	Sandstone	PDC	2016 Total	2015 Total
Revenue	\$ 1,068,472	\$ 23,938	\$ -	\$ 1,092,410	\$ 1,334,243
Interest income	385	-	-	385	2,472
Investment income	-	-	481	481	-
<b>Total Revenue</b>	<b>1,068,857</b>	<b>23,938</b>	<b>481</b>	<b>1,093,276</b>	<b>1,336,715</b>
Cost of sales	747,407	-	-	747,407	924,568
Expenses	367,386	20,614	3,501	391,501	350,429
<b>Total Expenses</b>	<b>1,114,793</b>	<b>20,614</b>	<b>3,501</b>	<b>1,138,908</b>	<b>1,274,997</b>
<b>Net Income</b>	<b>\$ (45,936)</b>	<b>\$ 3,324</b>	<b>\$ (3,020)</b>	<b>\$ (45,632)</b>	<b>\$ 61,718</b>

# SNUNEYMUWX FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 7. INVESTMENT IN GOVERNMENT BUSINESS PARTNERSHIPS

The First Nation owns 99% of the units of Petroglyph Development Group Limited Partnership and 49.90% of the units of SAL PAC Fisheries Limited Partnership. The investment in these partnerships are shown below:

	2016	2015
Petroglyph Development Group Limited Partnership	\$ 2,358,394	\$ -
SAL PAC Fisheries Limited Partnership (SALPAC)	51,299	-
	<b>\$ 2,409,693</b>	<b>\$ -</b>

The following table presents condensed financial information for SAL PAC Fisheries Limited partnership for the year ended March 31, 2016 and Petroglyph Development Group Limited Partnership for the year ended December 31, 2015:

	SALPAC	PDG	2016 Total
Cash	\$ 101,111	\$ -	\$ 101,111
Accounts receivable	15,590	-	15,590
Investment	20	2,453,232	2,453,252
Due from related parties	-	802,417	802,417
<b>Total Assets</b>	<b>\$ 116,721</b>	<b>\$ 3,255,649</b>	<b>\$ 3,372,370</b>
Accounts payable	\$ 13,992	\$ 9,202	\$ 23,194
Due to related parties	3	842,328	842,331
Partnership liabilities	-	45,488	45,488
<b>Total Liabilities</b>	<b>13,995</b>	<b>897,018</b>	<b>911,013</b>
<b>Partners' Capital</b>	<b>102,726</b>	<b>2,358,631</b>	<b>2,461,357</b>
<b>Total Liabilities and Partners' Capital</b>	<b>\$ 116,721</b>	<b>\$ 3,255,649</b>	<b>\$ 3,372,370</b>
	SALPAC	PDG	2016 Total
Revenue	\$ 33,622	\$ -	\$ 33,622
Partnership earnings	-	2,414,166	2,414,166
<b>Total Revenue</b>	<b>33,622</b>	<b>2,414,166</b>	<b>2,447,788</b>
Expenses	45,590	47,513	93,103
<b>Net income</b>	<b>\$ (11,968)</b>	<b>\$ 2,366,653</b>	<b>\$ 2,354,685</b>

# SNUNEYMUWX FIRST NATION

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## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 8. DUE FROM RELATED PARTIES

	2016	2015
SAL PAC Fisheries Limited Partnership	\$ 18,276	\$ -
Tuytaxun General Store Ltd.	195,079	204,908
	<b>\$ 213,355</b>	<b>\$ 204,908</b>

Advances due from related entities are unsecured and without interest or any fixed terms of repayment.

### 9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2016	2015
Trade payables	\$ 453,144	\$ 1,553,406
Wages payable	128,364	101,580
Government remittances	22,853	23,533
Vacation and overtime	2,580	11,902
Damage deposit	21,236	20,944
Pension	17,443	16,231
	<b>\$ 645,620</b>	<b>\$ 1,727,596</b>

The First Nation provides a defined contribution plan for eligible members of its staff. Members are required to contribute 5% of their salary and the First Nation is required to match their contribution of 5%. The amount of the retirement benefit to be received by the employees will be the amount of the retirement annuity that could be purchased based on the member's share of the pension plan at the time of the member's withdrawal from the plan. The First Nation contributed during the year \$99,084 (2015: \$101,981) for retirement benefits. The First Nation does not have any other obligations with regards to the pension plan as at March 31, 2016.

# SNUNEYMUWX FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 10. DUE TO RELATED ENTITIES

	2016	2015
1007716 B.C. Ltd.	\$ -	\$ 261,608
Petroglyph Development Corporation	1	-
Petroglyph Development Group Limited Partnership	758,159	-
	<b>\$ 758,160</b>	<b>\$ 261,608</b>

Advances due to related entities are unsecured and without interest or any fixed terms of repayment.

In February 2016, Petroglyph Development Group Limited Partnership has advanced \$225,081 to purchase a piece of land held by 1007717 B.C. Ltd. as a bare trustee. 1007717 B.C. Ltd. is a wholly subsidiary of Mt. Benson Forestry Ltd. Mt. Benson Forestry Ltd. is a wholly owned subsidiary of Petroglyph Development Corporation.

### 11. DEFERRED REVENUE

	2016	2015
INAC	\$ 307,699	\$ 1,126,976
Province of BC	4,391,482	4,400,400
Other	148,330	18,049
	<b>\$ 4,847,511</b>	<b>\$ 5,545,425</b>

### 12. DEMAND LOAN

	2016	2015
Bank of Montreal - Non-revolving demand loan at prime plus 1.25% per annum. The loan is for the construction of the community hall and charges interest only during the construction to the maximum of 18 months.	\$ 4,000,000	\$ 1,314,936
Bank of Montreal - Non-revolving demand loan at prime plus 1% per annum. The loan charges interest only during the renovation of the 12-unit rental housing to the maximum of 12 months.	135,000	-
	<b>\$ 4,135,000</b>	<b>\$ 1,314,936</b>

Interest expense for the year on demand loan is \$133,935 (2015: 6,654).

# SNUNEYMUWX FIRST NATION

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## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 13. LONG-TERM DEBT

	2016	2015
Pre 97 - Phase 8 - All Nations Trust - Mortgage repayable at \$2,172 per month including interest at 1.42% per annum; secured by a N.H.A. and Ministerial Guarantee. Matured on May 1, 2015.	\$ -	\$ 4,336
Post 96 - Phase 1 - All Nations Trust - Mortgage repayable at \$2,206 per month including interest at 1.53% per annum; secured by a N.H.A. and Ministerial Guarantee. Matures on October 1, 2032 and renewal on December 1, 2017.	387,679	408,057
Post 96 - Phase 2 - All Nations Trust - Mortgage repayable at \$4,042 per month including interest at 2.11% per annum; secured by a N.H.A. and Ministerial Guarantee. Matures on November 1, 2033 and renewal on January 1, 2019.	715,335	748,397
Post 96 - Phase 3 - All Nations Trust - Mortgage repayable at \$3,876 per month including interest at 2.04% per annum; secured by a N.H.A. and Ministerial Guarantee. Matures on March 1, 2034 and renewal on March 1, 2019.	700,840	732,733
Post 96 - Phase 4 - All Nations Trust - Mortgage repayable at \$4,429 per month including interest at 1.92% per annum; secured by a N.H.A. and Ministerial Guarantee. Matures on April 1, 2034 and renewal on April 1, 2019.	811,955	849,149
Post 96 - Phase 5 - All Nations Trust - Mortgage repayable at \$3,526 per month including interest at 1.08% per annum; secured by a N.H.A. and Ministerial Guarantee. Matures on July 1, 2035 and renewal on August 1, 2020.	738,181	769,929
Post 96 - Phase 6 - All Nations Trust - Mortgage repayable at \$5,830 per month including interest at 1.01% per annum; secured by a N.H.A. and Ministerial Guarantee. Matures on February 1, 2036 and renewal on February 1, 2021.	1,261,877	1,309,562
Post 96 - Phase 7 - All Nations Trust - Mortgage repayable at \$5,222 per month including interest at 1.39% per annum; secured by a N.H.A. and Ministerial Guarantee. Matures on May 1, 2035 and renewal on June 1, 2020.	1,054,217	1,099,900
Post 96 - Phase 8 - All Nations Trust - Mortgage repayable at \$2,861 per month including interest at 2.37% per annum; secured by a N.H.A. and Ministerial Guarantee. Matures on July 1, 2036 and renewal on June 1, 2016.	554,161	575,127

# **SNUNEYMUWX FIRST NATION**

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## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

### **13. LONG-TERM DEBT, continued**

	2016	2015
	\$	\$
Post 96 - Phase 9 - All Nations Trust - Mortgage repayable at \$2,573 per month including interest at 2.37% per annum; secured by a N.H.A. and Ministerial Guarantee. Matures on July 1, 2036 and renewal on June 1, 2016.	498,415	517,272
Bank of Montreal - Demand loan repayment at \$3,817 per month plus interest at prime plus 1.5%, compounded monthly. The loan was fully repaid in the year.	-	45,804
Bank of Montreal - Demand loan repayment at \$1,667 per month plus interest at prime plus 0.5%, compounded monthly.	19,944	39,948
	<b>\$ 6,742,604</b>	<b>\$ 7,100,214</b>

Principal portions of long-term debt in each of the next five years, assuming long-term debt subject to refinancing is renewed, are as follows:

2017	\$ 325,780
2018	310,886
2019	316,027
2020	326,589
2021 and thereafter	5,463,322
	<b>\$ 6,742,604</b>

	2016	2015
Interest expense for the year on long-term debt	\$ 139,365	\$ 114,590

# **SNUNEYMUWX FIRST NATION**

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## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

### **14. FIRST NATION LOAN AGREEMENT**

Snuneymuxw First Nation receives interest free advances from INAC pursuant to an agreement with the British Columbia Treaty Commission and the Minister of Indigenous and Northern Affairs Canada. Under the terms of the agreement the First Nation received both loaned and contributed funds.

The First Nation did not receive any contributed funds and loans for 2016 Fiscal Year. The cumulative loan balance was \$8,515,786 at the end of the year.

The funds are to be used solely for the purposes of treaty negotiations. The loan proceeds are non-interest bearing and become due and payable upon the earlier of:

- (a) the date a treaty signed by the negotiating parties takes effect unless otherwise agreed to in the treaty;
- (b) the later of:
  - i) the twelfth anniversary of the date of the first Loan Advance by Canada to the First Nation under the earliest First Nation Funding Agreement; or
  - ii) the Extended Due Date; and
- (c) the date the Federal Minister demands payment of the loan due to an event of default under the agreement or under any First Nation Funding Agreement.

### **15. SPECIFIC LAND CLAIMS LOAN**

Snuneymuxw First Nation received interest free advances from INAC to be spent on specific land claims. The amounts below consist of various promissory notes signed on different dates. The promissory notes are due the earlier of five years from signing date or the date on which the claim is settled. If the loan becomes due and payable under the terms of the promissory notes while the claim is still in negotiation, the loan repayment dates will be extended by the earlier of five years, or a period deemed appropriate to coincide with the anticipated claim settlement date.

	<b>2016</b>	<b>2015</b>
79 Acre Claim	\$ 1,155,665	\$ 1,155,665
Douglas Treaty Village Claim at False Narrows	25,284	25,284
Douglas Treaty Village Claim at Harbour Park	25,284	25,284
Douglas Treaty Village Claim at Departure Bay	25,284	25,284
Douglas Treaty Village Claim at Milestone River	25,284	25,284
Douglas Treaty Village Claim at Teytexen	25,284	25,284
	<b>\$ 1,282,085</b>	<b>\$ 1,282,085</b>

# SNUNEYMUXW FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 16. TANGIBLE CAPITAL ASSETS

#### Cost

	Balance, beginning of year	Additions	Balance, end of year	beginning of year	Amortization	Balance, end of year	2016 net book value
Buildings and renovations	\$ 16,470,450	\$ 5,257,237	\$ 21,727,687	\$ 6,619,098	\$ 755,429	\$ 7,374,527	\$ 14,353,160
Automotive equipment	584,862	-	584,862	533,381	15,444	548,825	36,037
Equipment	761,654	39,530	801,184	543,074	55,576	598,650	202,534
Boats	69,598	8,200	77,798	52,683	5,023	57,706	20,092
Infrastructure	6,405,732	-	6,405,732	2,014,456	219,563	2,234,018	4,171,714
	<b>\$ 24,292,296</b>	<b>\$ 5,304,967</b>	<b>\$ 29,597,263</b>	<b>\$ 9,762,691</b>	<b>\$ 1,051,035</b>	<b>\$ 10,813,726</b>	<b>\$ 18,783,537</b>

#### Cost

	Balance, beginning of year	Additions	Balance, end of year	beginning of year	Amortization	Balance, end of year	2015 Net book value
Buildings and renovations	\$ 16,470,450	\$ -	\$ 16,470,450	\$ 6,100,605	\$ 518,493	\$ 6,619,098	\$ 9,851,352
Automotive equipment	584,862	-	584,862	511,318	22,063	533,381	51,481
Equipment	673,061	88,593	761,654	477,355	65,719	543,074	218,580
Boats	69,598	-	69,598	48,455	4,228	52,683	16,915
Infrastructure	4,978,827	1,426,905	6,405,732	1,783,335	231,120	2,014,455	4,391,277
	<b>\$ 22,776,798</b>	<b>\$ 1,515,498</b>	<b>\$ 24,292,296</b>	<b>\$ 8,921,068</b>	<b>\$ 841,623</b>	<b>\$ 9,762,691</b>	<b>\$ 14,529,605</b>

Interest expense capitalized during the construction for the community hall is \$55,643.

# **SNUNEYMUWX FIRST NATION**

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## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

### **17. ACCUMULATED SURPLUS**

Accumulated surplus is comprised of the following:

	<b>2016</b>	<b>2015</b>
<b>Restricted:</b>		
Ottawa Trust Fund	\$ 469,294	\$ 394,915
Enterprise Fund	2,697,465	336,752
Housing Reserve	495,060	485,386
<b>Unrestricted:</b>		
Operations	(842,637)	(2,846,289)
Invested in tangible capital assets	7,809,129	10,290,432
	<b>\$10,628,311</b>	<b>\$ 8,661,196</b>

### **18. CONTINGENT LIABILITIES**

The First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements are 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, the First Nation 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 the First Nation's financial statements.

As at March 31, 2016, the total ministerial housing loan guarantees provided to financial institutions for loans to individual members are in the amount of \$1,922,215 and the outstanding balance for these loans are \$989,088.

# **SNUNEYMUW FIRST NATION**

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## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

### **19. OTHER REVENUE**

The following is a summary of other revenue by object.

	<b>2016</b>	<b>2015</b>
Rental income	\$ 647,442	\$ 756,897
Miscellaneous contracts	463,790	539,996
Administration recovery	527,350	522,263
CSETS	361,171	383,532
FNESC	124,886	155,774
Park user fees	106,125	96,646
Replacement reserve allocation	67,870	73,042
Cost recovery income	322,379	67,114
Interest income	41,622	65,629
Tax assessment	29,312	32,861
Daycare fees	8,238	18,367
Status card	2,890	2,900
Donation	2,476	1,317
	<b>\$ 2,705,551</b>	<b>\$ 2,716,338</b>

# SNUNEYMUW FIRST NATION

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## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 20. EXPENSES BY OBJECT

The following is a summary of expenses by object.

	2016 Budget	2016 Actual	2015 Actual
<b>EXPENSES</b>			
Wages and benefits	\$ 3,811,561	\$ 4,091,926	\$ 3,741,150
Consultants and contractors	871,296	1,355,653	1,411,911
Tuition and training	1,347,229	1,244,420	1,240,677
Basic needs	1,155,163	1,123,666	1,118,038
Amortization	-	1,051,035	841,826
Repair and maintenance	614,323	884,950	1,191,711
Student expenses	433,500	388,911	342,960
Internal administration charge	375,779	375,779	376,392
Materials and supplies	398,999	345,742	301,796
Legal	97,066	311,512	158,909
Transportation and travel	289,463	257,194	354,399
Honorariums	181,000	212,897	151,445
Meeting, food and events	173,353	193,524	189,311
Telephone and utilities	138,412	187,839	129,650
Internal rent	151,571	151,571	151,571
Payment on long-term debt	515,796	139,365	160,394
Community support and cultural awareness	97,037	120,613	163,177
IT/Computer	104,000	100,535	7,118
Interest expenses	6,800	99,217	14,040
Office and miscellaneous	36,502	70,584	67,866
Replacement reserve allocation	-	67,870	73,042
Rent - equipment and storage	55,688	61,011	85,581
Guardian financial assistance and special needs	58,000	60,930	56,363
Bad debts	-	42,221	41,051
Insurance	59,670	40,431	85,086
Accounting	28,710	38,300	44,452
Foreign exchange gain/loss	-	6,304	-
	\$11,000,918	\$13,024,000	\$12,499,916

# **SNUNEYMUW FIRST NATION**

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## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

### **21. RELATED PARTY TRANSACTIONS**

During the year ended March 31, 2016, the First Nation entered into transactions with related parties as follows:

1. The First Nation charged \$12,576 (2015: \$25,152) to Tuytaxun General Store Ltd. for rental of premises.
2. The First Nation charged \$13,615 to SAL PAC Fisheries Limited Partnership as reimbursement of expenses.
3. The First Nation charged \$172,449 to Mt. Benson Forestry Limited Partnership as reimbursement of expenses. Petroglyph Development Group Limited Partnership owns 99% of the units of Mt. Benson Forestry Limited Partnership.

These transactions are in the normal course of operations and are measured at the exchange value, which is the amount of consideration established and agreed to by the related parties.

### **22. BUDGETED FIGURES**

Budgeted figures are unaudited and have been derived from the estimates approved by the Chief and Council for comparison purposes.

### **23. ECONOMIC DEPENDENCE**

The First Nation receives a significant portion of its revenue from INAC as a result of funding agreements entered into with the Government of Canada. These agreements are administered by INAC under the terms and conditions of the Indian Act. The ability of the First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these agreements.

### **24. COMPARATIVE AMOUNTS**

Certain comparative amounts have been reclassified to conform with the current year's presentation.

# **SNUNEYMUWX FIRST NATION**

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## **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** **MARCH 31, 2016**

### **25. SEGMENTED INFORMATION**

The First Nation received revenues and incurs expenses from many different projects and sources. For management and reporting purposes, the revenues, expenses and surplus or deficits are organized by segments. The First Nation's revenue and expenses are divided into the following segments:

- **Administration** - Includes general operations, support, and financial management of the First Nation.
- **Elder's Cultural and Heritage** - Includes activities related to cultural and traditional teachings.
- **Education** - Includes revenues and expenses related to primary, secondary and post secondary education of the members of the First Nation.
- **Health** - Includes activities related to the provision of health services within the First Nation.
- **Daycare** - Includes the daycare and aboriginal infant development programs.
- **Social Development** - Includes revenues and expenses relating to the social assistance of the members of the First Nation.
- **Youth Programs** - Includes revenues and expenses related to various activities designed for school aged children.
- **Economic Development** - Includes activities related to the growth of revenue producing projects with in the First Nation.
- **Infrastructure** - Includes the maintenance of infrastructure owned by the First Nation.
- **Capital Projects** - Includes revenue and expenditures for capital projects.
- **Housing** - Includes rent collection and maintenance related to the mortgaged and non-mortgaged homes owned by the First Nation as well as housing renovation projects.
- **Land and Resources** - Includes revenues and expenditures related to conservation and stewardship of the First Nation's land and resources.
- **Treaty and Specific Claims** - Includes revenue and expenditures related to the negotiation of treaty and specific claims.
- **Ottawa Trust Fund** - Includes revenue and disbursement from the Ottawa Trust Fund.
- **Enterprise Fund** - Includes income or loss from Government Business Enterprises reported under the modified equity method.
- **Housing Reserve** - Includes allocation to reserves, interest income and qualified replacement reserve expenditure as required by CMHC.

# SNUNEYMUXW FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 25. SEGMENTED INFORMATION, continued

	Administration			Elder's Cultural and Heritage			Education		
	2016		2015	2016		2015	2016		2015
	Budget	Actual	Actual	Budget	Actual	Actual	Budget	Actual	
<b>Revenues</b>									
INAC	\$ 582,379	\$ 582,378	\$ 740,572	\$ 740,572	\$ -	\$ -	\$ 29,100	\$ 2,666,651	\$ 2,718,207
Province of BC	480,279	518,955	506,168	506,168	1,359	3,349	127,000	106,608	136,335
Other revenue							200,367	155,929	186,265
<b>Total revenue</b>	<b>1,062,658</b>	<b>1,101,333</b>	<b>1,246,740</b>		<b>1,359</b>	<b>32,449</b>	<b>3,024,018</b>	<b>2,980,744</b>	<b>3,070,631</b>
<b>Expenses</b>									
Wages and benefits	653,310	644,980	493,717	6,000	10,201	8,834	870,901	875,334	904,060
Consultants and contractors	333,249	423,106	275,965	1,200	(21)	-	21,623	22,974	35,069
Tuition and training			2,696				1,300,055	1,200,337	1,182,550
Amortization		24,867	33,310		1,176	1,680		9,387	11,633
Repair and maintenance	30,697	28,695	27,999				38,324	67,261	32,208
Student expenses							433,500	388,911	342,960
Materials and supplies	45,750	65,156	51,128		1,114	7,017	109,913	88,570	78,431
Other expenses	640,405	611,188	541,376	29,984	29,307	9,198	178,903	183,668	184,021
<b>Total expenses</b>	<b>1,703,411</b>	<b>1,797,992</b>	<b>1,426,191</b>	<b>35,984</b>	<b>41,777</b>	<b>26,729</b>	<b>2,953,219</b>	<b>2,836,442</b>	<b>2,770,932</b>
<b>Annual surplus (deficit)</b>	<b>\$ (640,753)</b>	<b>\$ (696,659)</b>	<b>\$ (179,451)</b>	<b>\$ (35,984)</b>	<b>\$ (40,418)</b>	<b>\$ 5,720</b>	<b>\$ 39,437</b>	<b>\$ 144,302</b>	<b>\$ 299,699</b>

# SNUNEYMUXW FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 25. SEGMENTED INFORMATION, continued

	Health		2016		Daycare		Social Development		2016	
	2016 Budget	2016 Actual	2015 Budget	2015 Actual	2016 Actual	2015 Actual	2016 Budget	2015 Actual	2016 Actual	2015 Actual
<b>Revenues</b>										
INAC	\$ 127,752	\$ 137,465	\$ 126,262	\$ 107,695	\$ 107,695	\$ 99,000	\$ 107,666	\$ 1,660,200	\$ 1,660,201	\$ 1,505,197
First Nations Health Authority	1,110,317	1,110,317	1,041,387	99,000	99,000	344,000	334,384	96,163	97,663	95,400
Province of BC										
Other revenue	(7,863)	50,406	161,000	153,293	167,338			250		4,440
<b>Total revenue</b>	<b>1,238,069</b>	<b>1,239,919</b>	<b>1,218,055</b>	<b>711,695</b>	<b>694,372</b>	<b>688,555</b>	<b>1,756,363</b>	<b>1,758,114</b>	<b>1,605,037</b>	
<b>Expenses</b>										
Wages and benefits	681,710	715,759	707,466	546,792	527,520	508,762	273,464	237,198	204,764	
Consultants and contractors	89,043	86,324	103,632	2,000	470	3,000				5,858
Tuition and training	4,000	76	2,121	6,445	4,667	8,247	1,500	959		8
Basic needs										
Amortization										
Repair and maintenance										
Materials and supplies										
Other expenses										
<b>Total expenses</b>	<b>1,119,178</b>	<b>1,124,008</b>	<b>1,172,048</b>	<b>681,391</b>	<b>681,793</b>	<b>678,721</b>	<b>1,671,197</b>	<b>1,615,325</b>	<b>1,574,598</b>	
<b>Annual surplus (deficit)</b>	<b>\$ 118,891</b>	<b>\$ 115,911</b>	<b>\$ 46,007</b>	<b>\$ 24,804</b>	<b>\$ 12,579</b>	<b>\$ 9,834</b>	<b>\$ 85,167</b>	<b>\$ 142,769</b>	<b>\$ 30,439</b>	

# SNUNEYMUXW FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 25. SEGMENTED INFORMATION, continued

	Youth Programs		Economic Development		Infrastructure	
	2016		2016		2016	
	Budget	Actual	Budget	Actual	Budget	Actual
Revenues						
INAC	\$ 9,798	\$ 9,798	\$ 7,374	\$ 134,320	\$ 70,167	\$ 114,358
Fisheries and Oceans Canada	-	-	148,340	94,769	148,340	238,944
Province of BC	-	-	189,840	214,808	148,898	-
Other revenue	2,376	1,888	4,915	397,362	944,617	2,249,326
Total revenue	12,174	11,686	12,289	869,862	1,438,514	2,616,731
Expenses						
Wages and benefits	16,184	27,377	1,348	425,517	657,469	462,261
Consultants and contractors	-	-	5,198	70,500	187,812	121,330
Tuition and training	1,389	-	35,229	-	36,993	39,053
Amortization	535	672	-	-	20,630	31,878
Repair and maintenance	2,263	140	4,296	103,339	76,295	75,866
Materials and supplies	9,474	4,842	7,290	118,070	65,231	78,315
Other expenses	38,643	27,000	31,203	180,130	269,630	261,192
Total expenses	66,564	61,283	50,007	932,755	1,314,060	1,069,895
Annual surplus (deficit)	\$ (54,391)	\$ (49,597)	\$ (37,718)	\$ (161,263)	\$ 124,454	\$ 1,546,836
					\$ (69,365)	\$ (620,007)
					\$ (69,332)	\$ (630,143)

# SNUNEYMUXW FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 25. SEGMENTED INFORMATION, continued

	Capital Projects			Housing			Land and Resources		
	2016 Budget	2016 Actual	2015 Actual	2016 Budget	2016 Actual	2015 Actual	2016 Budget	2016 Actual	2015 Actual
<b>Revenues</b>									
INAC	\$ 605,922	\$ 944,833	\$ 600,151	\$ 30,333	\$ 154,665	\$ 236,110	\$ 5,995	\$ 22,829	\$ 23,980
CMHC	-	-	-	294,744	305,479	423,683	-	-	-
Province of BC	-	22,500	-	555,827	366,136	642,696	50,000	37,762	166,780
Other revenue	85,115	976,975	1,870,469	-	-	-	-	-	-
<b>Total revenue</b>	<b>691,037</b>	<b>1,944,308</b>	<b>2,470,620</b>	<b>880,904</b>	<b>826,280</b>	<b>1,302,489</b>	<b>55,995</b>	<b>60,591</b>	<b>190,760</b>
<b>Expenses</b>									
Wages and benefits	95,955	162,627	142,976	105,261	124,221	122,830	45,945	51,460	74,334
Consultants and contractors	354,881	569,899	852,475	255,220	376,193	396,249	-	2,650	14,581
Amortization	-	243,588	-	12,690	331,078	641,671	-	3,037	3,308
Repair and maintenance	-	278	12,646	117,620	20,006	21,695	-	-	-
Materials and supplies	-	6,809	12,517	582,474	319,953	418,292	4,451	2,098	1,645
Other expenses	20,451	50,625	38,086	-	-	-	-	184,270	29,047
<b>Total expenses</b>	<b>471,287</b>	<b>1,033,826</b>	<b>1,304,093</b>	<b>817,872</b>	<b>1,171,451</b>	<b>1,600,737</b>	<b>50,396</b>	<b>243,515</b>	<b>122,915</b>
<b>Annual surplus (deficit)</b>	<b>\$ 219,750</b>	<b>\$ 910,482</b>	<b>\$ 1,166,527</b>	<b>\$ 38,032</b>	<b>\$ (345,171)</b>	<b>\$ (298,248)</b>	<b>\$ 5,599</b>	<b>\$ (182,924)</b>	<b>\$ 67,845</b>
<b>Treaty and Specific Claims</b>									
2016	2016 Budget	2016 Actual	2015 Actual	2016 Budget	2016 Actual	Ottawa Trust Fund	2016	2016 Budget	2015 Actual
Revenues									
Ottawa Trust Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Income (Loss) from Business Enterprises	-	-	-	-	-	-	-	-	(48,980)
Income (Loss) from Business Partnerships	-	-	-	-	-	-	-	-	45,493
<b>Total revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Expenses</b>									
Consultants and contractors	-	6,500	-	-	-	-	-	-	-
Materials and supplies	-	19,422	11	25,108	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>-</b>	<b>25,922</b>	<b>25,119</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Annual surplus (deficit)</b>	<b>\$ -</b>	<b>\$ (25,922)</b>	<b>\$ (25,119)</b>	<b>\$ -</b>	<b>\$ 74,380</b>	<b>\$ 16,516</b>	<b>\$ -</b>	<b>\$ 2,360,713</b>	<b>\$ 45,493</b>

# SNUNEYMUXW FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS MARCH 31, 2016

### 25. SEGMENTED INFORMATION, continued

	2016 Budget	Housing Reserve		2015 Budget	2015 Actual	2016 Budget	2016 Actual	Consolidated Totals 2016 Actual	2015 Actual
		2016 Actual	2016						
<b>Revenues</b>									
INAC	\$	\$	\$	\$	\$	\$	\$	6,636,749	\$ 6,433,554
First Nations Health Authority								1,209,317	1,140,387
CMHC								284,744	305,479
Fisheries and Oceans Canada								148,340	148,340
Ottawa Trust Fund								74,380	16,516
Province of BC								775,963	695,184
Income (Loss) from Business Enterprises								(48,980)	45,493
Income (Loss) from Business Partnerships								2,409,693	2,409,693
Other revenue								3,533,745	6,252,055
Total revenue		72,230	78,036		10,721,244		14,991,115		15,155,212
<b>Expenses</b>									
Wages and benefits								3,811,561	4,091,927
Consultants and contractors								871,296	1,355,654
Tuition and training								1,347,229	1,244,421
Basic needs								1,155,163	1,123,666
Amortization								1,118,038	841,827
Repair and maintenance								1,051,036	1,191,712
Student expenses								884,950	342,960
Materials and supplies								388,911	301,797
Other expenses								345,742	2,537,693
Total expenses		10,000	30,027		47,788		11,000,918		12,499,916
Annual surplus (deficit)								<b>\$ (279,674)</b>	<b>\$ 2,655,296</b>

**Richard George - Snuneymuxw First Nation - 0648 Audit Submission - 2016 YE Package 1**

**From:** David Leung <dleung@rhncpa.com>  
**To:** 'Richard George' <Richard.George@aandc-aadnc.gc.ca>  
**Date:** 7/29/2016 9:20 AM  
**Subject:** Snuneymuxw First Nation - 0648 Audit Submission - 2016 YE Package 1  
**CC:** CFO <cfo@snuneymuxw.ca>, "Norman G. Grdina" <ngrdina@rhncpa.com>  
**Attachments:** Snuneymuxw First Nation 2016 - Annex B.pdf; Snuneymuxw First Nation 2016 - Consolidated FinancialStatements.pdf

Hi Richard,

Attached, please find 2016 Audit Submission for Package 1 including:

1. Consolidated Financial Statements
2. Annex B

A hard copy will be couriered to you today.

Best regards,

**David Leung, BCom, CPA, CGA**

*Manager, Client Services*

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