

Songhees Nation
Consolidated Financial Statements
March 31, 2023

Songhees Nation Contents

For the year ended March 31, 2023

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Management's Responsibility

To the Members of Songhees Nation:

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

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

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

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

MNP LLP is appointed by Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to both the Council and management to discuss their audit findings.

August 2, 2023

Signed by: Francine L'Hirondelle

Executive Director

Independent Auditor's Report

To the Members of Songhees Nation:

Opinion

We have audited the consolidated financial statements of Songhees Nation (the "Nation"), which comprise the consolidated statement of financial position as at March 31, 2023, and the consolidated statements of operations and accumulated surplus, remeasurement losses, changes in net financial assets, cash flows and related schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Nation as at March 31, 2023, and the results of its consolidated operations, its consolidated remeasurement losses, consolidated changes in net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the 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 opinion.

Other Information

Management is responsible for the other information. The other information comprises the annual report, which is expected to be made available to us after the date of the auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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 consolidated 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the First Nation to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Nanaimo, British Columbia

August 2, 2023

MNP LLP

Chartered Professional Accountants

MNP
LLP

Songhees Nation
Consolidated Statement of Financial Position
As at March 31, 2023

	2023	2022
Financial assets		
Cash and cash equivalents	15,600,245	11,811,026
Restricted cash (Note 5)	1,732,592	1,551,974
Accounts receivable (Note 6)	3,437,103	1,172,576
Investments (Note 7)	21,698,835	23,612,777
Funds held in trust (Note 8)	1,623	1,574
Advances to related Nation entities (Note 9)	10,853,071	12,232,187
Investment in Nation business enterprises and partnerships (Note 10)	3,322,661	1,373,765
Total financial assets	56,646,130	51,755,879
Liabilities		
Accounts payable and accruals (Note 11)	2,076,856	2,449,875
Long-term debt (Note 12)	20,119,803	20,943,035
Total liabilities	22,196,659	23,392,910
Net financial assets	34,449,471	28,362,969
Contingencies (Note 13)		
Non-financial assets		
Tangible capital assets (Schedule 1)	42,815,464	38,503,891
Prepaid expenses	500	-
Total non-financial assets	42,815,964	38,503,891
Accumulated surplus (Note 14)	77,265,435	66,866,860
Accumulated surplus is comprised of:		
Accumulated operating surplus	79,306,723	67,650,891
Accumulated remeasurement losses	(2,041,288)	(784,031)
	77,265,435	66,866,860

Approved by Chief and Council

<u>Signed by: Ron Sam</u>	Chief	<u>Signed by: Margaret Charlie</u>	Councillor
<u>Signed by: Karen Tunkara</u>	Councillor	<u>Signed by: Jackie Albany</u>	Councillor
		<u>Signed by: Garry Albany</u>	Councillor

Songhees Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2023

	<i>Schedules</i>	<i>2023 Budget (Note 17)</i>	<i>2023</i>	<i>2022</i>
Revenue				
Indigenous Services Canada (Note 15)		2,877,609	6,001,689	4,692,222
Property taxation		975,985	996,398	985,189
First Nations Health Authority		606,031	1,676,331	724,069
Province of British Columbia		327,470	5,749,416	382,056
Canada Mortgage and Housing Corporation		36,441	38,528	34,495
FNGST		1,700,000	1,940,243	1,808,490
Investment income		-	427,969	1,789,894
Other government funding		185,639	1,140,597	1,322,254
Other income		914,695	1,168,564	1,153,510
Lease income		795,150	964,298	825,800
Rental income		611,309	697,093	644,987
Interest income		-	687,120	356,356
Gaming revenue		-	412,217	231,604
Earnings (loss) from investment in Nation business enterprises and partnerships (Note 10)		-	1,948,896	207,029
		9,030,329	23,849,359	15,157,955
Expenses (Schedule 2)				
Administration and Governance	3	1,527,593	2,695,540	2,990,320
Local Services	4	2,354,363	4,070,723	3,651,969
Education Services	5	2,622,996	1,705,014	2,419,511
Health and Social Services	6	1,016,231	2,043,898	1,094,785
Community Services	7	319,296	1,587,821	1,242,171
Social Housing	8	100,500	96,774	123,457
		7,940,979	12,199,770	11,522,213
Annual surplus before other items		1,089,350	11,649,589	3,635,742
Other income (expense)				
Impairment gain (loss) on investments		-	6,243	(28,534)
Annual surplus		1,089,350	11,655,832	3,607,208
Accumulated operating surplus, beginning of year		67,650,891	67,650,891	64,043,683
Accumulated operating surplus, end of year		68,740,241	79,306,723	67,650,891

The accompanying notes are an integral part of these financial statements

Songhees Nation
Consolidated Statement of Remeasurement Losses
For the year ended March 31, 2023

	2023	2022
Accumulated remeasurement loss, beginning of year	(784,031)	(142,410)
Unrealized loss attributable to:		
Designated fair value financial instruments	(1,257,257)	(641,621)
Accumulated remeasurement loss, end of year	(2,041,288)	(784,031)

Songhees Nation
Consolidated Statement of Changes in Net Financial Assets
For the year ended March 31, 2023

	2023 <i>Budget</i> <i>(Note 17)</i>	2023	2022
Annual surplus	1,089,350	11,655,832	3,607,208
Purchases of tangible capital assets	-	(5,287,454)	(169,771)
Amortization of tangible capital assets	-	975,881	894,958
Decrease (increase) of prepaid expense	-	(500)	107,995
Remeasurement gain (loss) for the year	-	(1,257,257)	(641,621)
Increase in net financial assets	1,089,350	6,086,502	3,798,769
Net financial assets, beginning of year	28,362,969	28,362,969	24,564,200
Net financial assets, end of year	29,452,319	34,449,471	28,362,969

Songhees Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2023

	2023	2022
Cash provided by (used for) the following activities		
Operating activities		
Annual surplus	11,655,832	3,607,208
Non-cash items		
Amortization	975,881	894,958
Bad debts	-	36,043
Earnings from investment in Nation business enterprises and partnerships	(1,948,896)	(207,029)
Impairment loss (recovery) on investments	(6,243)	28,534
	10,676,574	4,359,714
Changes in working capital accounts		
Accounts receivable	(2,264,527)	(37,829)
Prepays	(500)	107,995
Accounts payable and accruals	(373,019)	(164,547)
	8,038,528	4,265,333
Financing activities		
Repayment of long-term debt	(823,232)	(801,787)
Capital activities		
Purchases of tangible capital assets	(5,287,454)	(169,771)
Investing activities		
Increase (decrease) in restricted cash	(180,618)	131,539
Decrease (increase) in investments net of unrealized gains/losses	662,928	(2,091,292)
Increase in funds held in trust	(49)	32
Advances from (to) Nation business enterprises and partnerships	1,379,116	75,076
	1,861,377	(1,884,645)
Increase in cash and cash equivalents	3,789,219	1,409,130
Cash and cash equivalents, beginning of year	11,811,026	10,401,896
Cash and cash equivalents, end of year	15,600,245	11,811,026
Interest paid	745,836	733,425

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

1. Operations

Songhees Nation (the "Nation") is located in the province of British Columbia, and provides various services to its members. Songhees Nation includes the Nation's members, government and all related entities that are accountable to the Nation and are either owned or controlled by the Nation.

2. Change in accounting policy

Asset retirement obligations

Effective April 1, 2022, the First Nation adopted the Public Sector Accounting Board's (PSAB) new standard for the recognition, measurement and disclosure of a liability for asset retirement obligations under PS 3280 *Asset Retirement Obligations*. The new standard establishes when to recognize and how to measure a liability for an asset retirement obligation, and provides the related financial statement presentation and disclosure requirements. Pursuant to these recommendations, the change was applied prospectively, and prior periods have not been restated.

Previously, the First Nation recorded the provision for site rehabilitation in accordance with PS 3270 *Solid Waste Landfill Closure and Post-Closure Liability*, which requires recognition of a liability for closure and post-closure care as the site capacity is used and is equal to the proportion of the estimated total expenditure required for closure and post-closure care. Under the new standard, a liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset when certain criteria are met, as described in Note 3.

There was no material impact on the consolidated financial statements from the prospective application of the new accounting recommendations.

3. Significant accounting policies

These consolidated financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and include the following significant accounting policies:

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the Nation reporting entity, except for Nation's business enterprises and Nation business partnerships.

The Nation has consolidated the assets, liabilities, revenue and expenses of the following entities and departments:

- Songhees James Bay Village Trust
- Songhees Cadboro Bay Trust
- Songhees Cadboro Bay Settlement Minors Trust

All inter-entity balances have been eliminated on consolidation; however, transactions between departments have not been eliminated in order to present the results of operations for each specific department.

Nation business enterprises, owned or controlled by the Nation's Chief and Council but not dependent on the Nation for their continuing operations, are included in the consolidated financial statements using the modified equity method.

Nation business partnerships, jointly owned and controlled by the Nation's Chief and Council are not dependent on the Nation for their continuing operations, are included in the consolidated financial statements using the modified equity method.

Under the modified equity method, the equity method of accounting is modified only to the extent that business entity accounting principles are not adjusted to conform to those of the Nation. Thus, Nation's investment in these entities are recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received. Entities accounted for by the modified equity basis include:

- Skungeenes Holdings Limited Liability Partnership
- Songhees Development Corporation

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

3. Significant accounting policies *(Continued from previous page)*

- Songhees Development Limited Partnership
- S&S Victoria Limited Partnership
- S&S Bay Center Limited Partnership
- 1185869 B.C. Ltd
- 1255063 B.C. Ltd

Cash and cash equivalents

Cash and cash equivalents include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Tangible capital assets

Tangible capital assets are recorded at cost less accumulated amortization.

Contributed tangible capital assets are recorded at their fair market value at the time of acquisition.

Amortization

Amortization for tangible capital assets is provided using the following methods at rates intended to amortize the cost of the assets over their estimated useful lives. See below for amortization rates of specific asset categories.

All intangible assets and items inherited by the right of the Nation, such as reserve land, forests, water and mineral resources, are not recognized in the Nation's consolidated financial statements. In addition, artwork and carvings have an unlimited useful life, and therefore are not depreciated.

	Method	Rate
Automotive	straight-line	3 to 4 years
Boats	straight-line	3 to 4 years
Buildings and improvements	straight-line	20 to 25 years
Docks	straight-line	20 years
General equipment	straight-line	5 years
General housing	straight-line	25 years
Infrastructure	straight-line	25 years

Basis of presentation

Sources of revenue and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Long-lived assets

Long-lived assets consist of tangible capital assets with finite useful lives. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying amount of an asset, or group of assets, may not be recoverable. The carrying amount of a long-lived asset is not recoverable if the carrying amount exceeds the sum of the undiscounted future cash flows from its use and disposal. Impairment is measured as the amount by which the asset's carrying amount exceeds its fair value. Fair value is measured using quoted market prices. Any impairment is included in operations for the year.

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

3. Significant accounting policies *(Continued from previous page)*

Funds held in trust

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position with an offsetting amount in accumulated operating surplus. Trust moneys consist of:

- Capital trust moneys derived from non-renewable resource transactions on land or other First Nation tangible capital assets; and
- Revenue trust moneys generated primarily through land leasing transactions or interest earned on deposits held in trust.

Net financial assets

The First Nation's consolidated financial statements are presented so as to highlight net financial assets as the measurement of consolidated financial position. The net financial assets of the First Nation is determined by its financial assets less its liabilities. Net financial assets is comprised of two components, non-financial assets and accumulated surplus.

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 normally provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale in the normal course of operations. Non-financial assets include tangible capital assets and prepaid expenses.

Investments

Portfolio investments with prices quoted in an active market are measured at fair value while those that are not quoted in an active market are measured at cost less impairment. Changes in fair value are recorded in the consolidated statement of remeasurement losses.

Long-term investments in entities that are not owned, controlled or influenced by the Nation reporting entity are accounted for using the cost method. They are recorded at cost, less any provision for other than temporary impairment.

Measurement uncertainty

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets.

A liability for a contaminated site reflects management's best estimate of the amount required to remediate the contaminated site. The best estimate of the liability is based upon assumptions and estimates related to the amount and timing of costs for future site remediation. Changes to the underlying assumptions and estimates or legislative changes in the near term could have a material impact on the provision recognized.

These estimates are reviewed periodically and, as adjustments become necessary, they are reported in operations in the periods in which they become known.

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

3. Significant accounting policies *(Continued from previous page)*

Revenue recognition

Government transfers

The Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, 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 consolidated statement of operations as the stipulation liabilities are settled.

Funds held in trust

The 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.

Rental income

Rental income 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.

Property taxation

Property taxation revenues are recognized in the year that they are levied.

Other revenue

Other revenue is recognized when a sale is made or a service has been provided, once amounts can be reasonably measured, and collectibility is reasonably assured.

Financial instruments

The Nation's financial instruments consist of cash and cash equivalents, restricted cash, accounts receivable, investments, accounts payable and accruals, advances to related Nation entities and long-term debt. Unless otherwise noted, it is management's opinion that the Nation is not exposed to significant interest, credit, or currency risks, arising from these financial instruments.

The First Nation recognizes its financial instruments when the First Nation becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value. At initial recognition, the First Nation may irrevocably elect to subsequently measure any financial instrument at fair value.

Transaction costs directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in annual surplus. Conversely, transaction costs are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

All financial assets are tested annually for impairment. Management considers whether the investee has experienced continued losses for a period of years, recent collection experience for loans, such as a default or delinquency in interest or principal payments, etc. in determining whether objective evidence of impairment exists. Any impairment, which is not considered temporary, is recorded in the consolidated statement of operations and accumulated surplus. Write-downs of financial assets measured at cost and/or amortized cost to reflect losses in value are not reversed for subsequent increases in value. Reversals of any net remeasurements of financial assets measured at fair value are reported in the consolidated statement of remeasurement losses.

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

3. Significant accounting policies *(Continued from previous page)*

Liability for contaminated site

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2023.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made. As at March 31, 2023, no liability for contaminated sites exists.

Segments

The First Nation conducts its business through six of reportable segments as described in Note 16. 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.

Asset retirement obligation

A liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset (or a component thereof) at the financial statement date when there is a legal obligation for the First Nation to incur retirement costs in relation to a tangible capital asset (or component thereof), the past transaction or event giving rise to the liability has occurred, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount can be made. The best estimate of the liability includes all costs directly attributable to asset retirement activities, based on information available at March 31, 2023. The best estimate of an asset retirement obligation incorporates a present value technique, when the cash flows required to settle or otherwise extinguish an asset retirement obligation are expected to occur over extended future periods.

When a liability for an asset retirement obligation is initially recognized, a corresponding asset retirement cost is capitalized to the carrying amount of the related tangible capital asset (or component thereof). The asset retirement cost is amortized over the useful life of the related asset.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. The First Nation recognizes period-to-period changes to the liability due to the passage of time as accretion expense. Changes to the liability arising from revisions to either the timing, the amount of the original estimate of undiscounted cash flows or the discount rate are recognized as an increase or decrease to the carrying amount of the related tangible capital asset.

The First Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

4. Demand loan

The Nation holds a revolving credit facility to a maximum of \$100,000 available with the Royal Bank of Canada bearing interest at prime plus 1.00%. At March 31, 2023, the prime rate was 6.70% (2022 - 2.70%). There are no specified terms of repayment. The credit facility is secured by a general security agreement over all personal property of the Nation. As at March 31, 2023 no amount is drawn on the credit facility.

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

5. Restricted cash

Social Housing Reserves

Under the terms of the agreements with CMHC, the replacement reserve account is to be credited in the amount of \$16,000 (2022 - \$16,000) annually. These funds, along with accumulated interest, must be held in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC from time to time. The funds in the account may only be used as approved by CMHC. At year-end, the replacement reserve balance was \$122,167 (2022 - \$102,078) and was adequately funded (2022 - adequately funded).

Under the terms of the agreements with CMHC, excess federal assistance payments may be retained in an Operating Reserve. These funds, along with accumulated interest, must be held in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC from time to time. The funds may be used to offset future deficits. Withdrawals are credits to interest first and then principal. At year-end, the operating reserve balance was \$133,776 (2022 - \$135,208) and was underfunded by \$24,018 (2022 - underfunded by \$28,110).

Songhees Nation was issued a debt instrument through the First Nation Finance Authority ("FNFA"). As a condition of this borrowing, a portion of the debenture proceeds are withheld by the FNFA as a debt reserve fund. The deposit at March 31, 2023 was \$1,386,153 (2022- \$1,212,137).

	2023	2022
Replacement and operating reserves	346,439	339,837
Replacement and operating FNFA debt reserve	<u>1,386,153</u>	1,212,137
	1,732,592	1,551,974

6. Accounts receivable

	2023	2022
Trade receivables	2,422,820	660,732
Indigenous Services Canada	657,515	206,308
Property tax	437,505	463,517
Rent	503,823	473,320
CMHC subsidy assistance	-	3,136
	4,021,663	1,807,013
Less: allowance for doubtful accounts	<u>584,560</u>	634,437
	3,437,103	1,172,576

7. Investments

	2023	2022
Measured at fair value:		
Bank of Montreal Trust Company - James Bay Village Trust	10,605,038	11,202,571
Bank of Montreal Trust Company - Cadboro Bay Trust	8,257,909	9,663,190
Municipal Finance Authority, money market funds	2,824,807	2,742,178
HEXO Corp	11,081	4,838
	21,698,835	23,612,777

Publicly traded investments have an adjusted cost base of \$19,657,547 and unrealized losses of \$2,041,288.

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

8. Funds held in trust

Capital and revenue trust funds are transferred to the Nation on the authorization of the Minister of Indigenous Services Canada, with the consent of the Nation's Council.

	2023	2022
Capital Trust		
Balance, beginning and end of year	219	219
Revenue Trust		
Balance, beginning of year	1,355	1,323
Interest	31	38
British Columbia Special Distribution	1,379	1,323
Withdrawals	(1,361)	(1,329)
Balance, end of year	1,404	1,355
	1,623	1,574

Ottawa Trust Funds

The Ottawa Trust accounts arise from moneys 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*.

9. Advances to related Nation entities

Advances to (from) related parties are unsecured, non-interest bearing and due on demand. These entities are related by virtue of common control or joint control by the Nation.

	2023	2022
Songhees Nation Investment Corporation	(39,451)	2,891,899
Songhees Development Limited Partnership	8,294,736	8,157,958
Songhees Events & Catering	349,311	338,083
Songhees Tours Inc.	230,854	230,854
S&S Victoria Limited Partnership	1,484,024	34,024
1185869 B.C. Ltd.	528,696	525,726
Songhees Development Corporation	-	50,002
1255063 B.C. Ltd.	3,674	3,674
Lekwungen Development Corporation	1,260	-
S&S Bay Center Limited Partnership	(33)	(33)
	10,853,071	12,232,187

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

10. Investment in Nation business enterprises and partnerships

The First Nation uses the investees year-end financial statements to account for its investment in these investees. All investees have a March 31, 2023 year-end except Songhees Development Corporation and Songhees Development Limited Partnership which have December 31, 2022 year-ends.

	<i>Investment cost</i>	<i>Contributions</i>	<i>Share of earnings (loss)</i>	<i>Other adjustments</i>	2023 Total investment
Nation Business Enterprises					
Songhees Development Corp - 100%	(46,537)	-	(3,984)	-	(50,521)
Songhees Development LP- 99.99%	1,291,581	-	2,174,387	-	3,465,968
1185869 B.C. Ltd. - 100%	(165,951)	-	(46,353)	-	(212,304)
1255063 B.C. Ltd. - 100%	(6,982)	-	(3,220)	-	(10,202)
	1,072,111	-	2,120,830	-	3,192,941
Nation Business Partnerships					
S&S Victoria LP - 33.33%	163,349	-	(112,805)	-	50,544
S&S Bay Center LP - 33.33%	141,855	-	(58,567)	-	83,288
Skungeenes Holdings LLP - 50%	(3,550)	-	(562)	-	(4,112)
	301,654	-	(171,934)	-	129,720
	1,373,765	-	1,948,896	-	3,322,661

	<i>Investment cost</i>	<i>Contributions (withdrawals)</i>	<i>Share of earnings (loss)</i>	<i>Other adjustments</i>	2022 Total investment
Nation Business Enterprises					
Songhees Development Corp - 100%	(23,047)	-	(23,490)	-	(46,537)
Songhees Developement LP - 99.99%	114,848	637,900	538,833	-	1,291,581
1185869 B.C. Ltd. - 100%	(24,393)	-	(141,558)	-	(165,951)
1255063 B.C. Ltd. - 100%	(2,499)	-	(4,483)	-	(6,982)
	64,909	637,900	369,302	-	1,072,111
Nation Business Partnerships					
S&S Bay Center LP - 33.33%	-	201,790	(59,935)	-	141,855
S&S Victoria LP - 33.33%	21,330	243,905	(101,886)	-	163,349
Skungeenes Holdings LLP - 50%	(3,098)	-	(452)	-	(3,550)
	18,232	445,695	(162,273)	-	301,654
	83,141	1,083,595	207,029	-	1,373,765

The Nation's investment in Songhees Development Corporation and Songhees Development Limited Partnership were established for the purposes of running the economic activities of the various business endeavours of the Nation. Songhees Development Limited Partnership consolidates the operations of Songhees Nation Investment Corporation, Songhees Seafood and Steam Ltd (operating as Songhees Events & Catering) and Songhees Tours Inc, and has an equity investment in Xhamasung Holdings Limited Partnership, Matullia Holdings Limited Partnership, 1161742 B.C. Ltd and Salish Sea Industrial Services Ltd.

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

10. Investment in Nation business enterprises and partnerships *(Continued from previous page)*

Summary financial information for each Nation business enterprise and partnership, accounted for using the modified equity method, for their respective year-end is as follows:

	<i>Songhees Development Corporation</i> <i>As at December 31, 2022</i> <i>Unaudited</i>	<i>Songhees Development Limited Partnership</i> <i>As at December 31, 2022</i> <i>Audited</i>	<i>Skungeenes Holdings Limited Liability Partnership</i> <i>As at March 31, 2023</i> <i>Unaudited</i>	<i>S&S Victoria Limited Partnership</i> <i>As at March 31, 2023</i> <i>Unaudited</i>
Assets				
Cash	-	3,307,427	1,093	168,266
Due from related parties	26	-	-	1,132,249
Inventory	-	35,794	-	76,551
Prepaid expenses	-	4,285	-	23,164
Investment in partnerships	(43,711)	5,791,961	-	-
Accounts receivable	-	41,386	-	6,773
Property, plant and equipment	-	3,814,145	-	442,540
Right-of-use assets	-	2,445	-	-
Total assets	(43,685)	12,997,443	1,093	1,849,543
Liabilities				
Accounts payable and accruals	3,600	629,688	-	65,046
Due to related parties	3,236	8,797,283	9,316	1,463,848
Long-term debt	-	40,000	-	-
Deferred revenue	-	48,328	-	-
Right-of-use lease	-	15,892	-	-
Total liabilities	6,836	9,531,191	9,316	1,528,894
Partners' capital	(50,521)	3,466,252	(8,223)	320,649
Total revenue	259	5,260,308	-	735,927
Total expenses	4,243	3,085,703	1,123	1,805,144
Net income (loss)	(3,984)	2,174,605	(1,123)	(1,069,217)

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

10. Investment in Nation business enterprises and partnerships *(Continued from previous page)*

	<i>1185869 B.C. Ltd. As at March 31, 2023 Unaudited</i>	<i>1255063 B.C. Ltd. As at March 31, 2023 Unaudited</i>	<i>S&S Bay Center Limited Partnership As at March 31, 2023 Unaudited</i>
Assets			
Cash	-	-	32,599
Due from related parties	-	-	-
Inventory	-	-	80,537
Prepaid expenses	-	-	4,907
Investment in partnerships	308,505	(462)	-
Accounts receivable	-	-	22,112
Property, plant and equipment	-	-	320,992
Right-of-use assets	-	-	-
Total assets	308,505	(462)	461,147
Liabilities			
Accounts payable and accruals	3,000	2,999	90,283
Due to related parties	517,809	6,741	78,999
Long-term debt	-	-	-
Deferred revenue	-	-	-
Right-of-use lease	-	-	-
Total liabilities	520,809	9,740	169,282
Partners' capital	(212,304)	(10,202)	291,865
Total revenue	(43,353)	-	1,994,409
Total expenses	3,000	3,220	2,170,128
Net income (loss)	(46,353)	(3,220)	(175,719)

11. Accounts payable and accruals

	2023	2022
Payable to minors	1,716,265	1,855,354
Trade payable and accruals	270,512	531,959
Indigenous Services Canada	23,413	23,413
Wages payable	66,666	39,149
	2,076,856	2,449,875

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

12. Long-term debt

	2023	2022
Royal Bank of Canada - repayable at \$70,953 per month including interest at 4.03%; due February 2024, secured by general security agreement against all personal property of the Nation.	10,135,824	10,566,868
First Nations Finance Authority - repayable at \$24,447 per month including interest at 3.79%; due June 2024, secured by Nation council resolution and lease income.	4,302,836	4,430,052
First Nations Finance Authority - repayable at \$11,245 per month including interest at 2.72%; no set repayment terms, secured by Nation council resolution and lease income.	2,483,143	2,548,432
Bank of Montreal demand loan - repayable in quarterly installments of \$30,000, interest at prime rate, secured by general security agreement providing a first charge on the regular investments and promissory notes for all loan facilities.	1,650,000	1,770,000
First Nations Finance Authority - repayable at \$5,047 per month including interest at 3.65%; due June 1, 2028. secured by Nation council resolution and lease income.	939,643	964,434
All Nations Trust - repayable at \$905 per month including interest at 4.25%; due July 2023; secured by guarantee of Indigenous Services Canada.	123,977	128,641
Phase 8 - All Nations Trust - repayable at \$1,524 per month including interest at 1.69%, secured by guarantee of Indigenous Services Canada, matures August 1, 2029 and renewing September 1, 2024.	111,161	127,429
Phase 9 - All Nations Trust - repayable at \$3,528 per month including interest at 3.7%, secured by guarantee of Indigenous Services Canada, matures November 1, 2032 and renewing on December 1, 2027.	373,219	407,179
	20,119,803	20,943,035

Principal repayments on long-term debt in each of the next five years, assuming term loans subject to refinancing are renewed, are estimated as follows:

	Principal
2024	856,424
2025	884,190
2026	913,032
2027	942,993
2028	974,118
	<hr/> 4,570,757
Thereafter	<hr/> 15,549,046

At March 31, 2023, the prime rate was 6.70% (2022 - 2.70%).

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

13. Contingencies

The Nation may be contingently liable with respect to Ministerial guarantees for "On Reserve Housing Loans" to various financial institutions in the amount of \$25,636 (2022 - \$38,107). These loan guarantees are in addition to CMHC mortgages.

The Nation is a defendant in a lawsuit involving relief and damages in an unspecified amount for the termination of site tenancies. The Nation has brought forward a counterclaim against this. Management cannot determine whether this claim will be successful and cannot estimate the potential loss, if any.

These consolidated financial statements are subject to review by the Nation's funding agents. It is possible that adjustment could be made based on the results of their reviews. Any liabilities resulting from these reviews will be accounted for as an expense at the time of resolution.

14. Accumulated operating surplus

Accumulated operating surplus consists of the following:

	2023	2022
Equity in Ottawa Trust Funds	1,623	1,574
Unrestricted surplus	28,127,772	22,461,703
Equity in tangible capital assets	22,695,661	17,484,255
Equity in Nation business enterprises and partnerships	3,322,661	1,373,765
Equity in Songhees Nation trusts	21,737,659	23,109,067
Equity in local revenue reserve	3,165,402	2,983,241
Equity in social housing	255,943	237,286
Accumulated remeasurement losses	(2,041,286)	(784,031)
	77,265,435	66,866,860

15. Indigenous Services Canada funding reconciliation

	2023	2022
Revenue per confirmation	6,001,689	4,712,388
Recoveries	-	(20,166)
	6,001,689	4,692,222

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

16. Segments

The Nation receives revenues and incurs expenses from many different projects and sources. For management and reporting purposes, the revenues, expenses and surpluses or deficits are organized by the following segments:

Administration and Governance

This segment includes administrative support, financial management, and governance operations of the Nation

Local Services

This segment includes revenue and expenses from dealing with the management of land and maintenance of roads, property taxation, water and waste as well as municipal type service agreements for fire protection and CRD services.

Education Services

This segment includes revenue and expenses relating to the primary, secondary and post-secondary education of the members and status residents of the Nation.

Community Services

This segment report revenue generated from FNGST, land leases, benefit agreements and economic development. Expenditures include community events, food fish, distributions to members and transfers to support programs and services.

Health and Social Services

This segment includes revenue and expenses relating to health and social services, other family services and income assistance for eligible clients.

Social Housing

This segment includes activities related to the provision of CMHC subsidized housing for Songhees members.

17. Budget information

Budget figures represent the budget adopted by Songhees Nation on April 22, 2022. The following reconciliation of the annual surplus is provided to show which items must be added or removed to reflect the adopted budget.

Budgeted annual surplus per the Consolidated Statement of Operations and Accumulated Surplus	1,089,350
<hr/>	
Adjusted for:	
Reserve fund allocation and transfers	256,674
Cadboro Bay Trust - annual revenue	118,000
Debt repayments	<u>(749,795)</u>
<hr/> <u>Budgeted surplus approved by Chief and Council</u>	<hr/> <u>714,229</u>

Songhees Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

18. Financial Instruments

The First Nation as part of its operations carries a number of financial instruments. It is management's opinion that the First Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Risk Management Policy

The Nation does not have formal risk management policies in place.

Credit risk

Credit risk is the risk of financial loss because a counter party to a financial instrument fails to discharge its contractual obligations. Financial instruments that potentially subject the Nation to concentrations of credit risk consists principally of cash and cash equivalents, restricted cash, accounts receivable and investments. The maximum credit risk exposure is \$42,512,321 (2022 - \$38,148,353).

The Nation manages its credit risk by holding cash balances with a chartered financial institution, by holding investments in a well diversified portfolio, and by providing an allowance for potentially uncollectible accounts receivable.

Market risk

Market risk is the risk that the value of an investment will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual investment, or factors affecting all securities traded in the market.

The Nation manages its market risk by holding investments in a well diversified portfolio.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk. In seeking to minimize the risks from interest rate fluctuations, the Nation manages exposure through diversification of the portfolio and low risk investments.

19. Comparative figures

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

Songhees Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2023

	<i>Automotive</i>	<i>Boats</i>	<i>Building & improvements</i>	<i>Docks</i>	<i>Infrastructure</i>	<i>General equipment</i>	<i>Subtotal</i>
<hr/>							
Cost							
Balance, beginning of year	193,355	139,908	31,792,936	58,638	583,766	1,759,366	34,527,969
Acquisition of tangible capital assets	-	-	350,000	-	-	197,454	547,454
Balance, end of year	193,355	139,908	32,142,936	58,638	583,766	1,956,820	35,075,423
<hr/>							
Accumulated amortization							
Balance, beginning of year	166,719	28,636	5,451,533	58,638	396,961	1,720,631	7,823,118
Annual amortization	26,636	41,972	753,063	-	23,351	82,792	927,814
Balance, end of year	193,355	70,608	6,204,596	58,638	420,312	1,803,423	8,750,932
Net book value of tangible capital assets	-	69,300	25,938,340	-	163,454	153,397	26,324,491
2022 Net book value of tangible capital assets	26,636	111,272	26,341,403	-	186,805	38,735	26,704,851

Songhees Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2023

	<i>Subtotal</i>	<i>General housing</i>	<i>Artwork and carvings</i>	<i>Land</i>	<i>Construction work in progress</i>	2023	2022
Cost							
Balance, beginning of year	34,527,969	1,564,664	327,714	10,273,467	552,342	47,246,156	47,076,385
Acquisition of tangible capital assets	547,454	-	-	4,740,000	-	5,287,454	169,771
Balance, end of year	35,075,423	1,564,664	327,714	15,013,467	552,342	52,533,610	47,246,156
Accumulated amortization							
Balance, beginning of year	7,823,118	919,147	-	-	-	8,742,265	7,847,307
Annual amortization	927,814	48,067	-	-	-	975,881	894,958
Balance, end of year	8,750,932	967,214	-	-	-	9,718,146	8,742,265
Net book value of tangible capital assets	26,324,491	597,450	327,714	15,013,467	552,342	42,815,464	38,503,891
2022 Net book value of tangible capital assets	26,704,851	645,517	327,714	10,273,467	552,342	38,503,891	

Songhees Nation
Schedule 2 - Consolidated Schedule of Expenses by Object
For the year ended March 31, 2023

	2023 <i>Budget</i> <i>(Note 17)</i>	2023	2022
Consolidated expenses by object			
Administration	236,900	35,797	17,790
Amortization	545,000	975,881	894,958
Bad debts (recovery)	5,900	(49,877)	36,043
Bank charges and interest	-	12,084	12,927
Community events	135,000	114,482	125,082
Contracted services	1,338,008	2,153,180	2,096,388
Distribution to minors	-	70,184	37,562
Education and training	648,679	412,387	284,085
Grants to members	150,000	110,352	296,569
Honoraria	294,400	531,555	576,145
Insurance	-	233,553	243,292
Interest on long-term debt	-	745,836	733,425
Management fees	-	154,788	160,881
Materials	194,509	1,236,645	1,235,251
Office	45,300	79,244	23,686
Professional fees	351,000	548,998	268,432
Repairs and maintenance	80,000	504,628	467,510
Salaries and benefits	2,359,489	2,873,073	2,213,592
Social assistance	253,023	377,487	372,678
Travel	24,500	128,590	46,647
Tuition	1,095,421	791,388	1,210,164
Utilities	183,850	159,515	169,106
	7,940,979	12,199,770	11,522,213

Songhees Nation
Administration and Governance
Schedule 3 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 <i>Budget</i> <i>(Note 17)</i>	2023	2022
Revenue			
Province of British Columbia	-	1,535,000	189,832
Indigenous Services Canada	419,316	913,285	1,459,142
Interest income	-	83,522	6,177
Other income	53,000	33,046	185,380
Other government funding	-	-	4,000
	472,316	2,564,853	1,844,531
Expenses			
Administration (recovery)	-	(121,510)	(102,723)
Amortization	-	220,138	167,929
Bad debts	-	-	3,739
Bank charges and interest	-	9,367	11,086
Grants to members	-	(5,688)	222,409
Contracted services	65,000	246,154	377,899
Community events	-	4,230	106,342
Honoraria	284,400	268,710	302,380
Insurance	11,000	80,319	124,974
Interest on long-term debt	-	5,290	5,520
Office	35,300	29,573	20,728
Professional fees	262,500	405,396	202,594
Repairs and maintenance	25,000	30,208	10,618
Materials	25,000	644,959	824,917
Salaries and benefits	714,393	716,672	672,289
Education and training	60,000	43,015	1,635
Travel	20,000	59,418	26,712
Utilities	25,000	59,289	11,272
	1,527,593	2,695,540	2,990,320
Deficit before other items	(1,055,277)	(130,687)	(1,145,789)
Other income (expense)			
Impairment gain (loss) on investments	-	6,243	(28,534)
Transfers between programs	688,202	799,791	818,982
Annual surplus (deficit)	(367,075)	675,347	(355,341)

Songhees Nation
Local Services
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 <i>Budget</i> <i>(Note 17)</i>	2023	2022
Revenue			
Province of British Columbia	-	4,000,000	-
Indigenous Services Canada	529,697	1,324,322	812,073
Property taxation	975,985	996,398	985,189
Other government funding	-	672,963	943,232
Rental income	11,799	216,814	221,431
Interest income	-	211,614	91,760
Other income	-	141,614	349,180
Lease income	-	-	3,621
	1,517,481	7,563,725	3,406,486
Expenses			
Administration	263,900	62,797	44,790
Amortization	500,000	544,417	543,702
Bad debts (recovery)	5,900	-	(156)
Bank charges and interest	-	2,144	1,456
Contracted services	898,209	1,444,024	1,248,386
Community events	-	-	2,950
Honoraria	-	8,385	4,303
Insurance	47,627	65,373	82,695
Interest on long-term debt	-	658,331	673,001
Office	-	11,157	2,099
Professional fees	81,000	87,399	30,234
Repairs and maintenance	25,000	42,576	243,685
Materials	85,000	265,345	159,827
Salaries and benefits	329,477	740,138	467,356
Education and training	5,000	32,857	5,157
Travel	4,500	18,826	11,200
Utilities	108,750	86,954	131,284
	2,354,363	4,070,723	3,651,969
Surplus (deficit) before transfers	(836,882)	3,493,002	(245,483)
Transfers between programs	1,492,742	1,336,905	1,352,921
Annual surplus	539,725	4,829,907	1,107,438

**Songhees Nation
Education Services**
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 Budget (Note 17)	2023	2022
Revenue			
Indigenous Services Canada	1,509,125	2,013,583	2,083,684
Province of British Columbia	97,470	77,526	191,252
Other income	844,407	397,760	440,232
Other government funding	171,994	332,081	360,572
	2,622,996	2,820,950	3,075,740
Expenses			
Administration	66,395	28,359	49,267
Contracted services	60,000	8,740	114,647
Honoraria	10,000	92,969	115,391
Insurance	-	2,349	-
Office (recovery)	10,000	(4,433)	489
Repairs and maintenance	30,000	24,563	19,444
Materials	50,000	48,251	90,555
Salaries and benefits	694,473	456,090	536,618
Education and training	571,707	251,552	272,472
Travel	-	6,355	1,384
Tuition	1,095,421	791,388	1,210,164
Utilities (recovery)	35,000	(1,169)	9,080
	2,622,996	1,705,014	2,419,511
Surplus before transfers	-	1,115,936	656,229
Transfers between programs	-	24,660	-
Annual surplus	-	1,140,596	656,229

Songhees Nation
Health and Social Services
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 Budget (Note 17)	2023	2022
Revenue			
First Nations Health Authority	606,031	1,676,331	724,069
Indigenous Services Canada	393,595	1,520,927	283,848
Province of British Columbia	-	-	972
Other income	17,288	189,736	51,132
	1,016,914	3,386,994	1,060,021
Expenses			
Administration	14,024	58,651	21,456
Bank charges and interest	-	60	29
Contracted services	34,912	180,561	38,404
Honoraria	-	24,296	10,241
Insurance	-	2,348	-
Office	-	41,147	369
Repairs and maintenance	-	11,099	1,046
Materials	56,154	256,390	101,611
Salaries and benefits	621,146	960,171	536,418
Social assistance	253,023	377,487	372,678
Education and training	36,972	83,356	4,822
Travel	-	42,916	7,352
Utilities	-	5,416	359
	1,016,231	2,043,898	1,094,785
Surplus (deficit) before transfers	683	1,343,096	(34,764)
Transfers between programs	(6,228)	(30,878)	59,308
Annual surplus (deficit)	(5,545)	1,312,218	24,544

Songhees Nation
Community Services
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 Budget (Note 17)	2023	2022
Revenue			
Indigenous Services Canada	25,876	229,572	53,475
Province of British Columbia	230,000	136,890	-
FNGST	1,700,000	1,940,243	1,808,490
Earnings from investment in Nation businesses	-	1,948,896	207,029
Lease income	795,150	964,298	822,180
Investment income	-	427,969	1,789,894
Gaming revenue	-	412,217	231,604
Other income	-	406,408	127,586
Rental income	496,810	394,486	336,233
Interest income	-	391,984	258,418
Other government funding	13,645	135,553	14,450
	3,261,481	7,388,516	5,649,359
Expenses			
Amortization	-	135,260	135,260
Bank charges and interest	-	513	356
Community events	135,000	110,252	15,789
Contracted services	20,941	267,195	307,355
Distribution to minors	-	70,184	37,562
Education and training	-	1,606	-
Grants to members	150,000	116,040	74,160
Honoraria	-	137,195	143,830
Insurance	5,000	42,142	20,282
Interest on long-term debt	-	70,915	45,197
Management fees	-	154,788	160,881
Materials	8,355	21,288	57,854
Office	-	1,800	-
Professional fees	-	56,203	35,604
Repairs and maintenance	-	392,340	190,016
Salaries and benefits	-	-	914
Travel	-	1,075	-
Utilities	-	9,025	17,111
	319,296	1,587,821	1,242,171
Surplus before transfers	2,942,185	5,800,695	4,407,188
Transfers between programs	(1,940,086)	(2,130,478)	(2,268,229)
Annual surplus	849,803	3,670,217	2,138,959

Songhees Nation
Social Housing
Schedule 8 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 Budget (Note 17)	2023	2022
Revenue			
Canada Mortgage and Housing Corporation	36,441	38,528	34,495
Rental income	102,700	85,794	87,322
	139,141	124,322	121,817
Expenses			
Administration	7,500	7,500	5,000
Amortization	45,000	76,067	48,067
Bad debts (recovery)	-	(49,877)	32,459
Contracted services	-	6,507	9,696
Insurance	25,400	41,022	15,342
Interest on long-term debt	-	11,300	9,706
Professional fees	7,500	-	-
Repairs and maintenance	-	3,842	2,701
Materials	-	413	486
Utilities	15,100	-	-
	100,500	96,774	123,457
Surplus (deficit) before transfers	38,641	27,548	(1,640)
Transfers between programs	33,801	-	37,018
Annual surplus	72,442	27,548	35,378