

**Ahousaht**  
**Consolidated Financial Statements**  
*March 31, 2020*

# Ahousaht Contents

For the year ended March 31, 2020

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## Management's Responsibility

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To the Members of Ahousaht:

The accompanying consolidated financial statements of Ahousaht are the responsibility of management and have been approved by the 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 Ahousaht Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for the appointment of Ahousaht's external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by Council on behalf of the Members to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically with, both the Council and management to discuss their audit findings.

July 7, 2020

Signed by: Rob Bullock

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Executive Director

# Independent Auditor's Report

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To the Members of Ahousaht:

## Qualified Opinion

We have audited the consolidated financial statements of Ahousaht (the "Nation"), which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations and accumulated surplus, changes in net debt, cash flows and the related schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Nation as at March 31, 2020, and the results of its consolidated operations, changes in its consolidated net debt and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

## Basis for Qualified Opinion

While Ahousaht prepared a budget for the year ended March 31, 2020 for the departments related to Indigenous Services Funding, we were unable to verify that Ahousaht Council formally approved the budget for the year ending March 31, 2020. Canadian public sector accounting standards requires the approved budget to be presented in the consolidated statements of operations and accumulated surplus and changes in net debt. The consolidated budgeted revenue, expenses, and surplus have not been reported in these consolidated financial statements.

Financial information for Ahousaht Fishing Corporation, a Nation business entity, for the years ending March 31, 2020 and March 31, 2019 was not available at the audit report date. We were unable to determine whether adjustments to investments in Nation business entities, earnings from investments in Nation business entities, surplus (deficit) and accumulated surplus were necessary. Further, the financial statements of Ahousaht Fishing Corporation reported a payable to the Nation in 2016, which has not been recorded in the Nation's consolidated financial statements. We are unable to determine if advances to the business entity and adjustments to accumulated surplus need to be recorded.

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 Nation in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

## 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 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 Nation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the 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 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 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 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 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

July 7, 2020

*MNP LLP*

Chartered Professional Accountants

**Ahousaht**  
**Consolidated Statement of Financial Position**  
*As at March 31, 2020*

|  | 2020               | 2019                                 |
|--|--------------------|--------------------------------------|
| <b>Financial assets</b>                            |                    |                                      |
| Cash and cash equivalents                          | 9,686,350          | 4,800,975                            |
| Accounts receivable (Note 3)                       | 1,936,688          | 1,463,575                            |
| Restricted cash (Note 4)                           | 1,279,238          | 341,336                              |
| Funds held in trust (Note 5)                       | 312,653            | 73,673                               |
| Advances to Ma-Mook Natural Resources Ltd.         | -                  | 23,284                               |
| Investment in Nation business entities (Note 6)    | 2                  | 2                                    |
| <b>Total of assets</b>                             | <b>13,214,931</b>  | <b>6,702,845</b>                     |
| <b>Liabilities</b>                                 |                    |                                      |
| Bank indebtedness (Note 7)                         | 606,430            | 440,397                              |
| Accounts payable and accruals (Note 8)             | 2,776,056          | 1,018,057                            |
| Treaty note payable (Note 9)                       | -                  | 4,917,699                            |
| Contractor deposits                                | -                  | 150,000                              |
| Deferred revenue (Note 10)                         | 8,120,189          | 4,014,104                            |
| Forgivable loans (Note 13)                         | 244,831            | 187,784                              |
| Long-term debt (Note 14)                           | 4,310,927          | 4,778,925                            |
| <b>Total of financial liabilities</b>              | <b>16,058,433</b>  | <b>15,506,966</b>                    |
| <b>Net debt</b>                                    | <b>(2,843,502)</b> | <b>(8,804,121)</b>                   |
| <b>Contingencies (Note 18)</b>                     |                    |                                      |
| <b>Non-financial assets</b>                        |                    |                                      |
| Tangible capital assets (Schedule 1)               | 54,242,418         | 43,927,720                           |
| <b>Accumulated surplus (Note 15)</b>               | <b>51,398,916</b>  | <b>35,123,599</b>                    |
| <b>Approved on behalf of the Chief and Council</b> |                    |                                      |
| Signed by: Gregory Louie                           | Chief              | Signed by: Melinda Swan<br>Councilor |

**Ahousaht**  
**Consolidated Statement of Operations and Accumulated Surplus**  
*For the year ended March 31, 2020*

|   | <i>Schedules</i> | <b>2020</b>        | <b>2019</b> |
|---|------------------|--------------------|-------------|
| <b>Revenue</b>  |                  |                    |             |
| Indigenous Services Canada (Note 11)                        |                  | <b>21,470,951</b>  | 14,176,506  |
| Nuu-chah-nulth Tribal Council                               |                  | <b>3,642,396</b>   | 3,313,759   |
| First Nations School Association                            |                  | <b>1,239,258</b>   | 1,299,267   |
| Province of British Columbia                                |                  | <b>449,549</b>     | 198,412     |
| Aboriginal Head Start                                       |                  | <b>181,518</b>     | 185,959     |
| Canada Mortgage and Housing Corporation                     |                  | <b>84,316</b>      | 122,726     |
| Other revenue   |                  | <b>1,065,761</b>   | 457,739     |
| Grant revenue   |                  | <b>1,000,000</b>   | -           |
| Rental income   |                  | <b>522,808</b>     | 630,452     |
| Forestry  |                  | <b>455,304</b>     | 493,725     |
| Gaming revenue  |                  | <b>990,461</b>     | -           |
| First Nation Health Authority                               |                  | <b>223,063</b>     | 699,937     |
| Interest income   |                  | <b>128,108</b>     | 95,578      |
| Internet services   |                  | <b>122,783</b>     | -           |
|   |                  | <b>31,576,276</b>  | 21,674,060  |
| <b>Program expenses</b>                                     |                  |                    |             |
| Administration  | 3                | <b>3,864,435</b>   | 3,765,120   |
| Patient Travel  | 4                | <b>1,955,000</b>   | 1,623,744   |
| Cha-Chum-Hi-Yup-Tiichmis                                    | 5                | <b>1,581,895</b>   | 1,843,630   |
| Social Development  | 6                | <b>1,290,848</b>   | 1,161,066   |
| Ahousaht Capital  | 7                | <b>22,076</b>      | 52,299      |
| Operations & Maintenance                                    | 8                | <b>977,946</b>     | 760,613     |
| Forestry  | 9                | <b>140,470</b>     | -           |
| Fisheries   | 10               | <b>337,380</b>     | 269,879     |
| Housing   | 11               | <b>1,458,722</b>   | 1,454,350   |
| Ahousaht Education Authority                                | 12               | <b>7,555,960</b>   | 6,510,430   |
| Chimanah Wellness Centre                                    | 13               | <b>22,374</b>      | -           |
|   |                  | <b>19,207,106</b>  | 17,441,131  |
| <b>Surplus before other items</b>                           |                  | <b>12,369,170</b>  | 4,232,929   |
| <b>Other income (expense)</b>                               |                  |                    |             |
| Forgiveness of Treaty loan (Note 9)                         |                  | <b>4,917,699</b>   | -           |
| Forgiveness of CMHC loans                                   |                  | <b>47,373</b>      | -           |
| Recovery of impairment of Nation business entities (Note 6) |                  | <b>41,075</b>      | 57,706      |
| Distribution to 1197013 B.C. Ltd.                           |                  | <b>(1,100,000)</b> | -           |
|   |                  | <b>3,906,147</b>   | 57,706      |
| <b>Annual surplus</b>                                       |                  | <b>16,275,317</b>  | 4,290,635   |
| <b>Accumulated surplus, beginning of year</b>               |                  | <b>35,123,599</b>  | 30,832,964  |
| <b>Accumulated surplus, end of year (Note 15)</b>           |                  | <b>51,398,916</b>  | 35,123,599  |

The accompanying notes are an integral part of these financial statements

**Ahousaht**  
**Consolidated Statement of Changes in Net Debt**  
*For the year ended March 31, 2020*

|   | <b>2020</b>         | <b>2019</b> |
|---|---------------------|-------------|
| <b>Annual surplus</b>                     | <b>16,275,317</b>   | 4,290,635   |
| Purchases of tangible capital assets      | <b>(12,332,555)</b> | (5,796,005) |
| Amortization of tangible capital assets   | <b>2,017,857</b>    | 1,890,835   |
| Use of deposit on tangible capital assets | -                   | 590,399     |
| <b>Decrease in net debt</b>               | <b>5,960,619</b>    | 975,864     |
| <b>Net debt, beginning of year</b>        | <b>(8,804,121)</b>  | (9,779,985) |
| <b>Net debt, end of year</b>              | <b>(2,843,502)</b>  | (8,804,121) |

*The accompanying notes are an integral part of these financial statements*



**Ahousaht**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2020*

|   | 2020         | 2019        |
|---|--------------|-------------|
| <b>Cash provided by (used for) the following activities</b> |              |             |
| <b>Operating activities</b>                                 |              |             |
| Annual surplus  | 16,275,317   | 4,290,635   |
| Non-cash items  |              |             |
| Amortization  | 2,017,857    | 1,890,835   |
| Forgiveness of Treaty loan                                  | (4,917,699)  | -           |
| Forgiveness of CMHC loans                                   | (47,373)     | -           |
|   | 13,328,102   | 6,181,470   |
| Changes in working capital accounts                         |              |             |
| Accounts receivable   | (473,112)    | (421,086)   |
| Restricted cash   | (937,902)    | 152         |
| Accounts payable and accruals                               | 1,757,998    | 339,156     |
| Deferred revenue  | 4,106,085    | 1,649,982   |
| Contractor deposits   | (150,000)    | -           |
|   | 17,631,171   | 7,749,674   |
| <b>Financing activities</b>                                 |              |             |
| Advances of long-term debt                                  | -            | 766,875     |
| Advances of forgivable loans                                | 104,420      | 187,784     |
| Repayment of long-term debt                                 | (467,998)    | (316,455)   |
|   | (363,578)    | 638,204     |
| <b>Capital activities</b>                                   |              |             |
| Purchases of tangible capital assets                        | (12,332,555) | (5,796,005) |
| Use of deposit on tangible capital assets                   | -            | 590,399     |
|   | (12,332,555) | (5,205,606) |
| <b>Investing activities</b>                                 |              |             |
| Increase in funds held in trust                             | (238,980)    | (5,708)     |
| Repayment of advances from Ma-Mook Natural Resources Ltd.   | 23,284       | 25,399      |
|   | (215,696)    | 19,691      |
| <b>Increase in cash resources</b>                           | 4,719,342    | 3,201,963   |
| <b>Cash resources, beginning of year</b>                    | 4,360,578    | 1,158,615   |
| <b>Cash resources, end of year</b>                          | 9,079,920    | 4,360,578   |
| <b>Cash resources are composed of:</b>                      |              |             |
| Cash and cash equivalents                                   | 9,686,350    | 4,800,975   |
| Bank indebtedness   | (606,430)    | (440,397)   |
|   | 9,079,920    | 4,360,578   |
| <b>Supplementary cash flow information</b>                  |              |             |
| Interest paid   | 301,046      | 284,408     |

The accompanying notes are an integral part of these financial statements

**1. Operations**

Ahousaht (the "Nation") is located in the province of British Columbia, and provides various services to its members. Ahousaht 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. 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 consolidated***

The financial statements consolidate the financial activities of all entities and departments comprising the Nation reporting entity, including Nation business entities. Trusts administered on behalf of third parties by Ahousaht are excluded from the Nation reporting entity.

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

- Ahousaht Education Authority
- 1139763 B.C. Ltd.
- Cha Chum Hi Yup Tiic Miss Society
- Chimanah Wellness Centre - 1197013 B.C. Ltd.

All inter-entity balances have been eliminated on consolidation.

Ahousaht business entities, owned or controlled by the Nation's Council but 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 the business entity accounting principles are not adjusted to conform to those of the Nation. Thus, the Nation's investment in these entities is 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:

- Ahousaht Fishing Corporation

***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.

***Other Economic Interests***

Ahousaht is a member of Ma-Mook Development Corporation. The Ma-Mook Development Corporation is an organization of five Nations, whose purpose is to control the Nations' interest in forestry operations. The Nation does not have a share in the profit or loss of the organization. As a result, the financial statements have not been consolidated in the financial statements of Ahousaht.

***Cash and cash equivalents***

Cash and cash equivalent 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.

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

***Tangible capital assets***

Tangible capital assets are initially recorded at cost. Contributed tangible assets are recorded at their fair value at the date of contribution.

All intangible assets and items inherited by the rights of the Nation, such as reserve land, forests, water and mineral resources are not recognized in the Nation's consolidated financial statements.

***Amortization***

Tangible capital assets are amortized annually using the following methods at rates intended to amortize the cost of the assets over their estimated useful lives.

|                         | <b><i>Method</i></b> | <b><i>Rate</i></b> |
|-------------------------|----------------------|--------------------|
| Automotive equipment    | declining balance    | 30 %               |
| Boats and docks         | declining balance    | 15 %               |
| Buildings               | declining balance    | 4 to 5 %           |
| Computer equipment      | declining balance    | 30 %               |
| Equipment               | declining balance    | 20 %               |
| Roads and landfill      | declining balance    | 4 %                |
| Subdivisions and roads  | declining balance    | 4 %                |
| Water and sewer systems | declining balance    | 5 %                |

***Funds held in Ottawa Trust Fund***

Funds held in trust on behalf of Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position. Trust moneys consist of:

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

***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.

***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 collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in operations in the periods in which they become known.

***Net debt***

The Nation's consolidated financial statements are presented so as to highlight net debt as the measurement of consolidated financial position. The net debt of the Nation is determined by its financial assets less its liabilities. Net debt combined with non-financial assets comprise a second indicator of consolidated financial position, accumulated surplus.

**2. 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, 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 Nation recognizes revenue as the liability is settled. Transfer of non-depreciable assets are recognized in revenue when received or receivable.

*First Nation Capital and Revenue Trust Funds*

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

*Canada Mortgage and Housing Corporation ("CMHC")*

CMHC revenue is recognized as it become receivable under the terms of the applicable funding agreements. Funding received under funding arrangements that relate to a subsequent fiscal period are reflected as deferred revenue on the consolidated statement of financial position in the year of receipt.

*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*

Own source revenue is recognized when performance is completed, amounts are measurable and collection is reasonably assured.

***Segments***

The Nation conducts its business through a number of reportable segments as described in Note 19. These operating segments are established by senior management to facilitate the achievement of the 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 as disclosed in Note 2 of the *Significant accounting policies*.

***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 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, 2020.

At each financial reporting date, the 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 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.

**Ahousaht**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2020*

**3. Accounts receivable**

|                                 | 2020             | 2019             |
|---------------------------------|------------------|------------------|
| Indigenous Services Canada      | 1,247,907        | -                |
| Nuu-chah-nulth Tribal Council   | 381,417          | 626,654          |
| First Nations Health Authority  | 133,961          | 121,082          |
| GST receivable                  | 98,851           | 67,875           |
| CMHC subsidy assistance         | 7,032            | 6,967            |
| Other receivable                | 1,497            | 242,640          |
| Education Authority - FNEHC     | -                | 398,357          |
| Rent receivable                 | 1,034,893        | 1,083,714        |
| Allowance for doubtful accounts | (968,870)        | (1,083,714)      |
|                                 | <b>1,936,688</b> | <b>1,463,575</b> |

**4. Restricted cash**

|  | 2020             | 2019           |
|--|------------------|----------------|
| Chimannah Wellness Centre - HSBC GIC trust account | 476,581          | -              |
| Chimannah Wellness Centre - funds held in trust    | 475,000          | -              |
| CMHC - Social housing replacement reserve          | 222,578          | 223,771        |
| CMHC - Housing operating reserve                   | 105,079          | 117,565        |
|  | <b>1,279,238</b> | <b>341,336</b> |

Under the terms of the agreement with Canada Mortgage and Housing Corporation, the replacement reserve account is to be credited in the amount of \$17,840 annually (2019 - \$17,840) . This fund, 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, this replacement reserve was underfunded by \$62,243 (2019 - underfunded by \$30,471)

Under the terms of the agreement with Canada Mortgage and Housing Corporation, excess revenues over expenditures for the Post 1996 phases 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. At year end, the operating reserve was underfunded by \$2,515 (2019 - adequately funded).

**Ahousaht**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2020*

**5. Funds held in trust**

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

|                            | 2020           | 2019   |
|----------------------------|----------------|--------|
| <b>Capital Trust</b>       |                |        |
| Balance, beginning of year | 38,978         | 38,978 |
| Forestry royalties         | 305,295        | -      |
|                            | <b>344,273</b> | 38,978 |
| Less: Transfers to Nation  | 38,978         | -      |
| Balance, end of year       | <b>305,295</b> | 38,978 |
| <b>Revenue Trust</b>       |                |        |
| Balance, beginning of year | 34,695         | 28,987 |
| Interest                   | 3,251          | 792    |
| Special (BC)               | 4,927          | 4,916  |
|                            | <b>42,873</b>  | 34,695 |
| Less: Transfers to Nation  | 35,515         | -      |
| Balance, end of year       | <b>7,358</b>   | 34,695 |
|                            | <b>312,653</b> | 73,673 |

**Ottawa Trust Funds**

The Ottawa Trust accounts 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 government by Sections 63 to 69 of the *Indian Act*.

**Ahousaht**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2020*

**6. Investments in Nation business entities**

The Nation has investments in the following entities:

|   | <i>Investment<br/>cost</i> | <i>2020<br/>Total<br/>investment</i> |
|---|----------------------------|--------------------------------------|
| <b>Wholly-owned Businesses:</b>                   |                            |                                      |
| Ahousaht Fishing Corporation                      | 1                          | 1                                    |
| <b>First Nation Business Partnerships – Cost:</b> |                            |                                      |
| Mamook Natural Resources Ltd. - 20%               | 1                          | 1                                    |
|   | <b>2</b>                   | <b>2</b>                             |

|   | <i>Investment<br/>cost</i> | <i>2019<br/>Total<br/>investment</i> |
|---|----------------------------|--------------------------------------|
| <b>Wholly-owned Businesses:</b>                   |                            |                                      |
| Ahousaht Fishing Corporation                      | 1                          | 1                                    |
| <b>First Nation Business Partnerships – Cost:</b> |                            |                                      |
| Mamook Natural Resources Ltd. - 20%               | 1                          | 1                                    |
|   | <b>2</b>                   | <b>2</b>                             |

Financial information for Ahousaht Fishing Corporation was not available at the time of the audit report date. As such the audit report has been qualified with respect to the lack of sufficient audit evidence.

During the year, the Nation recovered \$41,075 (2019 - \$57,706) of advances from Ahousaht Fishing Corporation. The value of loans to Ahousaht Fishing Corporation is \$nil (2019 - \$nil).

**7. Bank indebtedness**

|                                      | <b>2020</b>    | <b>2019</b> |
|--------------------------------------|----------------|-------------|
| Demand loan                          | <b>544,042</b> | 361,078     |
| Cheques issued in excess of deposits | <b>62,388</b>  | 79,319      |
|                                      | <b>606,430</b> | 440,397     |

Bank indebtedness includes an demand loan with a maximum credit facility of \$850,000 (2019 - \$850,000) and bearing interest at prime plus 1.50% (2019 - prime plus 1.50%). The demand loan is secured by a General Security Agreement, 2nd position to Royal Bank of Canada.

As at March 31, 2020 the prime rate was at 2.45% (2019 - 3.95%).

**Ahousaht**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2020*

**8. Accounts payable and accruals**

|                            | 2020             | 2019             |
|----------------------------|------------------|------------------|
| Trade payable              | 1,271,620        | 529,869          |
| Holdbacks payable          | 1,050,928        | 261,279          |
| Wages and benefits payable | 290,910          | 96,208           |
| Other accruals             | 90,112           | 87,949           |
| ISC Payable                | 51,865           | -                |
| NTC payable                | 20,620           | 42,752           |
|                            | <b>2,776,055</b> | <b>1,018,057</b> |

**9. Treaty loan**

The Nation has received funds from Nuuchah-nulth Tribal Council ("NTC") pursuant to an agreement the NTC had negotiated on its behalf with Indigenous Services Canada ("ISC") and the British Columbia Treaty Commission. Under the terms of that agreement, the NTC received both loaned and contributed funds, which it subsequently reloaned and contributed to the Nation. Effective March 31, 2020, \$4,917,699 in land claim negotiation debt owed to Canada by Ahousaht has been forgiven.

**10. Deferred revenue**

The following table represents changes in the deferred revenue balance attributable to each funding source:

|   | <i>Balance,<br/>beginning of<br/>year</i> | <i>Contributions<br/>received</i> | <i>Recognized in<br/>the current<br/>year</i> | <i>Balance, end<br/>of year</i> |
|---|---|-----------------------------------|---|---------------------------------|
| ISC - Wastewater Treatment Plant (Note 16)        | 2,244,643                                 | 13,910,561                        | 10,600,749                                    | 5,554,455                       |
| ISC - Roads & Drainage - Maaqtusiis IR#15         | 510,500                                   | 1,250,689                         | 783,318                                       | 977,871                         |
| ISC - 6-Plex (phase 2 & phase 3) (Note 16)        | 1,108,094                                 | -                                 | 500,174                                       | 607,920                         |
| The Annual Foundation - Wellness Centre (Note 16) | -   | 1,100,000                         | 120,057                                       | 979,943                         |
| ISC - Anderson Creek                              | 150,867                                   | -                                 | 150,867                                       | -                               |
|   | <b>4,014,104</b>                          | <b>16,261,250</b>                 | <b>12,155,165</b>                             | <b>8,120,189</b>                |

**11. Indigenous Services Canada funding reconciliation**

|   | 2020              | 2019              |
|---|-------------------|-------------------|
| <b>Direct Band Funding</b>                  |                   |                   |
| ISC revenue per confirmation                | 24,695,123        | 16,069,086        |
| Prior year unspent capital funds recognized | 3,354,321         | 1,694,724         |
| Capital funds deferred during the year      | (6,532,328)       | (3,587,304)       |
| ISC recoveries during the year              | (46,165)          | -                 |
|   | <b>21,470,951</b> | <b>14,176,506</b> |

**12. Economic dependence**

Ahousaht receives substantially all of its revenue from Indigenous Services Canada ("ISC") as a result of agreements entered into with the Government of Canada. These agreements are administered by ISC under the terms and conditions of the *Indian Act*. The ability of the Nation to continue operations is dependent upon the Government of Canada's continued financial commitments.



**Ahousaht**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2020*

**13. Forgivable loans**

|   | 2020           | 2019           |
|---|----------------|----------------|
| CMHC RRAP #26-242-073; forgivable in monthly instalments of \$865; Interest at 3.38%; forgiven in November 2022.  | 27,687         | 41,530         |
| CMHC RRAP #26-242-081; forgivable in monthly instalments at \$738; Interest at 3.38%; forgiven in November 2022.  | 14,758         | 26,565         |
| CMHC RRAP #26-242-099; forgivable in monthly instalments at \$653; Interest at 3.38%; additional loan conditions to be determined at interest adjustment date | 21,816         | 21,816         |
| CMHC RRAP #26-243-196; forgivable in monthly instalments of \$883; Interest at 3.38%; forgiven in December 2022.  | 29,156         | 42,409         |
| CMHC RRAP #26-243-329; forgivable in monthly instalments of \$941; Interest at 4.75%; forgiven in July 2024.  | 46,994         | 55,464         |
| CMHC RRAP #26-272-245; forgivable in monthly instalments at \$941; Interest at 5.38%; additional loan conditions to be determined at interest adjustment date | 24,350         | -              |
| CMHC RRAP #26-272-260; forgivable in monthly instalments at \$805; Interest at 5.38%; additional loan conditions to be determined at interest adjustment date | 22,100         | -              |
| CMHC RRAP #27-272-377; forgivable in monthly instalments at \$924; Interest at 4.13%; additional loan conditions to be determined at interest adjustment date | 21,500         | -              |
| CMHC RRAP #26-273-698; forgivable in monthly instalments at \$847; Interest at 5.38%; additional loan conditions to be determined at interest adjustment date | 24,100         | -              |
| CMHC RRAP #26-272-385; forgivable in monthly instalments at \$514; Interest at 4.13%; additional loan conditions to be determined at interest adjustment date | 8,650          | -              |
| CMHC RRAP #26-273-680; forgivable in monthly instalments at \$405; Interest at 3.63%; additional loan conditions to be determined at interest adjustment date | 3,720          | -              |
|   | <b>244,831</b> | <b>187,784</b> |

The forgivable loans are part of the (Residential Rehabilitation Assistance Program "RRAP"). The forgivable loans will be earned over 3-5 years from the Interest Adjustment Date. In order to earn the full amount of forgivable RRAP loan, the owner must continue to own and occupy the property for the entire term of the loan. If the Nation is in default of the loan conditions, the Nation will be required to repay the loan including interest.

**Ahousaht**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2020*

**14. Long-term debt**

|  | 2020             | 2019             |
|--|------------------|------------------|
| Demand loan - Bank of Montreal; repayable at \$18,695 per month including interest at prime plus 2.0% per annum; due on demand; secured by a Ministerial guarantee             | 1,627,478        | 1,751,738        |
| Loan - All Nations Trust, lender for CMHC housing; repayable at \$6,572 per month including interest at 1.31% per annum; due December 2021; secured by a Ministerial guarantee | 1,185,782        | 1,248,667        |
| Loan - All Nations Trust, lender for CMHC housing; 75% advanced, bearing interest at 0.49% per annum, additional loan conditions to be determined at interest adjustment date  | 589,866          | 578,418          |
| Demand loan - Royal Bank of Canada; repayable at \$2,281 per month including interest at 2.34% per annum; due October 2020; secured by a Ministerial guarantee                 | 356,311          | 375,056          |
| Demand loan - Royal Bank of Canada; repayable at \$2,243 per month including interest at 3.06% per annum; due April 2019; secured by a Ministerial guarantee                   | 206,587          | 226,798          |
| Demand loan - Bank of Montreal; repayable at \$1,537 per month including interest at prime plus 1.5% per annum; due on demand; secured by a Ministerial guarantee              | 174,921          | 183,658          |
| Mortgage - Royal Bank of Canada; repayable at \$1,428 per month including interest at 7.45% per annum; due Nov 2020; secured by Ministerial loan guarantee                     | 169,982          | 177,138          |
| Loan - Nuu-chah-nulth Economic Development Corporation; repaid during the year   | -                | 105,465          |
| Loan - Nuu-chah-nulth Economic Development Corporation; repaid during the year   | -                | 90,550           |
| Demand loan - Bank of Montreal; repaid during the year   | -                | 23,283           |
| Loan - Nuu-chah-nulth Economic Development Corporation; repaid during the year   | -                | 18,154           |
|  | <b>4,310,927</b> | <b>4,778,925</b> |

As at March 31, 2020, the prime rate was at 2.45% (2019 - 3.95%).

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

|                  | Principal | Interest | Total     |
|------------------|-----------|----------|-----------|
| 2021             | 769,022   | 119,961  | 888,983   |
| 2022             | 252,699   | 98,798   | 351,497   |
| 2023             | 262,866   | 88,632   | 351,498   |
| 2024             | 273,495   | 78,003   | 351,498   |
| 2025             | 284,609   | 66,889   | 351,498   |
| Total repayments | 1,842,691 | 452,283  | 2,294,974 |
| Thereafter       | 2,468,236 | -        | 2,468,236 |

**Ahousaht**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2020*

**15. Accumulated surplus**

Accumulated surplus consists of the following:

|   | 2020              | 2019              |
|---|-------------------|-------------------|
| Equity in Ottawa Trust Funds                      | 312,653           | 73,673            |
| Surplus in operating fund                         | 784,489           | 44,066            |
| Equity in tangible capital assets                 | 49,931,491        | 39,148,795        |
| Social Housing Replacement and Operating Reserves | 370,283           | 774,764           |
| Deficit in treaty                                 | -                 | (4,917,699)       |
|   | <b>51,398,916</b> | <b>35,123,599</b> |

**16. Commitments**

The Nation has seven contracts with Maas Designs Inc. for six modular housing units and a safe house for a total cost of \$3,084,148, to date \$1,628,444 (2019 - \$973,200) has been expended on these contracts. As at March 31, 2020, the remaining commitment for these contracts was \$1,455,704. The contracts are expected to be completed in the 2021 fiscal year.

In addition, the Nation has a contract with Tritech Group Ltd. for the construction of the Wastewater Treatment Plant on Flores Island for a total cost of \$19,949,000, to date \$10,112,121 (2019 - \$nil) has been expended on this contract. As of March 31, 2020, the remaining commitment for this contract was \$9,836,879. The contracted is expected to be completed in the 2021 fiscal year.

The Nation also has a contract with Associated Engineering for the construction of roads and drainage improvements of Marktosis I.R. No. 15 at a total cost of \$954,317, to date \$357,442 (2019 - \$nil) has been expended on this contract. As at March 31, 2020, the remaining commitment for this contract was \$596,875. The contract is expected to be completed in the 2021 fiscal year.

The Nation has a contract with Rustic B&C Builders Ltd. for the construction of the Chimanah Wellness Centre for a total cost of \$2,100,000, to date \$121,639 (2019 - \$nil) has been expended on this contract. As of March 31, 2020, the remaining commitment for this contract was \$1,978,361. The contract is expected to be completed in the 2021 fiscal year.

These contracts will be funded through long-term debt and contributions from the Nation.

**17. Budget information**

Canadian public sector accounting (PSA) standards require the disclosure of budget information for comparison to the Nation's actual revenue and expenses based on the original approved budget. Ahousaht prepared a budget for the year ended March 31, 2020 for the departments related to Indigenous Services Funding, however the budget was not formally approved by Council. The consolidated budgeted revenue and expenses, and surplus have not been reported in these consolidated financial statements. While having no effect on reported revenue, expenses, and surplus, omission of this information is considered a departure from PSA standards.

**18. Contingent liabilities**

The Nation has been named defendant in a lawsuit related to compensatory damages and contract breach. Management cannot determine whether the 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 adjustments 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.

**19. Segments**

The Nation receives revenue and incurs expenses from many different projects and sources. For management and reporting purposes, the revenue, expenses and surplus or deficits are organized by segments. Schedules 3 -13 disclose the details of the Nation's revenue and expenses by segment. The Nation is organized into the following segments:

**Administration**

Includes general operations, support, and financial management of the Nation.

**Patient Travel**

Includes revenue and expenditures relating to patient travels.

**Cha-Chum-Hi-Yup-Tiichmis**

Includes activities related to the provision of health services within the Nation.

**Social Development**

Includes revenue and expenditures relating to the social assistance of the members of Ahousaht.

**Operations & Maintenance**

Includes the maintenance of infrastructure owned by the Nation.

**Fisheries**

Includes revenue and expenditures related to conservation and stewardship of the Nation's fisheries.

**Forestry**

Includes revenue and expenditures related to conservation and stewardship of the Nation's land and resources.

**Ahousaht Capital**

Includes revenue and expenditures related to capital projects.

**Housing**

Includes revenue and expenditures related to Social Housing programs carried on by the Nation.

**Ahousaht Education Authority**

Includes revenue and expenditures related to Ahousaht Education Authority.

**Chimanah Wellness Centre**

Includes revenue and expenditures related to the construction of the Chimanah Wellness Centre.

**20. Significant event**

In March 2020, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Nation as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

**21. Comparative figures**

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

# Ahousaht

## Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2020

|  | Land    | Buildings  | Automotive equipment | Computer equipment | Equipment | Boat and docks | Subtotal   |
|--|---------|------------|----------------------|--------------------|-----------|----------------|------------|
| <b>Cost</b>                                      |         |            |                      |                    |           |                |            |
| Balance, beginning of year                       | 601,861 | 36,840,628 | 473,990              | 39,602             | 1,869,086 | 929,036        | 40,754,203 |
| Acquisition of tangible capital assets           | 53,171  | 661,942    | -                    | -                  | 40,013    | 94,359         | 849,485    |
| Balance, end of year                             | 655,032 | 37,502,570 | 473,990              | 39,602             | 1,909,099 | 1,023,395      | 41,603,688 |
| <b>Accumulated amortization</b>                  |         |            |                      |                    |           |                |            |
| Balance, beginning of year                       | -       | 15,988,195 | 378,696              | 25,856             | 1,600,400 | 633,603        | 18,626,750 |
| Annual amortization                              | -       | 977,210    | 28,589               | 4,124              | 57,723    | 52,484         | 1,120,130  |
| Balance, end of year                             | -       | 16,965,405 | 407,285              | 29,980             | 1,658,123 | 686,087        | 19,746,880 |
| <b>Net book value of tangible capital assets</b> | 655,032 | 20,537,165 | 66,705               | 9,622              | 250,976   | 337,308        | 21,856,808 |
| 2019 Net book value of tangible capital assets   | 601,861 | 20,852,433 | 95,294               | 13,746             | 268,686   | 295,433        | 22,127,453 |

**Ahousaht**

**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**  
For the year ended March 31, 2020

|  | <b>Subtotal</b>   | <b>Water and<br/>sewer systems</b> | <b>Subdivisions<br/>and roads</b> | <b>Roads and<br/>landfill</b> | <b>2020</b>       | <b>2019</b>       |
|--|-------------------|------------------------------------|-----------------------------------|-------------------------------|-------------------|-------------------|
| <b>Cost</b>                                      |                   |                                    |                                   |                               |                   |                   |
| Balance, beginning of year                       | 40,754,203        | 21,488,550                         | 14,678,524                        | 573,074                       | 77,494,351        | 71,698,346        |
| Acquisition of tangible capital assets           | 849,485           | 10,699,753                         | -                                 | 783,317                       | 12,332,555        | 5,796,005         |
| Balance, end of year                             | 41,603,688        | 32,188,303                         | 14,678,524                        | 1,356,391                     | 89,826,906        | 77,494,351        |
| <b>Accumulated amortization</b>                  |                   |                                    |                                   |                               |                   |                   |
| Balance, beginning of year                       | 18,626,750        | 10,884,794                         | 3,830,756                         | 224,331                       | 33,566,631        | 31,675,796        |
| Annual amortization                              | 1,120,130         | 453,055                            | 433,911                           | 10,761                        | 2,017,857         | 1,890,835         |
| Balance, end of year                             | 19,746,880        | 11,337,849                         | 4,264,667                         | 235,092                       | 35,584,488        | 33,566,631        |
| <b>Net book value of tangible capital assets</b> | <b>21,856,808</b> | <b>20,850,454</b>                  | <b>10,413,857</b>                 | <b>1,121,299</b>              | <b>54,242,418</b> | <b>43,927,720</b> |
| 2019 Net book value of tangible capital assets   | 22,127,453        | 10,603,758                         | 10,847,766                        | 348,743                       | 43,927,720        |                   |

**Ahousaht**  
**Schedule 2 - Schedule of Consolidated Expenses by Object**  
*For the year ended March 31, 2020*

|                                      | <b>2020</b>       | <b>2019</b> |
|--------------------------------------|-------------------|-------------|
| Administration                       | <b>247,935</b>    | 339,132     |
| Amortization                         | <b>2,017,857</b>  | 1,890,835   |
| Audit and accounting fees            | <b>41,766</b>     | 34,309      |
| Bad debts                            | <b>1,879</b>      | 107,654     |
| Bank charges and interest            | <b>301,046</b>    | 287,340     |
| Community donations                  | <b>87,050</b>     | 51,669      |
| Consulting                           | <b>381,074</b>    | 276,945     |
| Contracted services                  | <b>1,131,477</b>  | 1,286,772   |
| Equipment rental                     | <b>39,249</b>     | 65,401      |
| Field trip                           | <b>75,119</b>     | 55,521      |
| Freight                              | <b>21,126</b>     | 38,428      |
| Fuel                                 | <b>34,025</b>     | 62,838      |
| Funeral                              | <b>15,804</b>     | 13,117      |
| Graduation                           | <b>30,679</b>     | 17,862      |
| Insurance                            | <b>308,158</b>    | 287,754     |
| Honouraria                           | <b>128,980</b>    | 93,692      |
| Materials and supplies               | <b>603,268</b>    | 458,287     |
| Medical travel                       | <b>1,833,225</b>  | 1,529,907   |
| Meeting, food and events             | <b>218,920</b>    | 220,313     |
| Office expenses                      | <b>317,200</b>    | 165,729     |
| Post-secondary allowances            | <b>760,085</b>    | 623,701     |
| Professional fees                    | <b>134,486</b>    | 220,283     |
| Repairs and maintenance              | <b>450,200</b>    | 378,347     |
| Safe Water Operator wage enhancement | <b>37,360</b>     | 37,360      |
| Salaries and benefits                | <b>7,658,617</b>  | 6,787,818   |
| Social development                   | <b>936,019</b>    | 759,415     |
| Special projects                     | <b>6,949</b>      | 55,744      |
| Training                             | <b>80,850</b>     | 120,489     |
| Travel                               | <b>770,893</b>    | 669,483     |
| Tuition                              | <b>181,987</b>    | 239,433     |
| Utilities                            | <b>353,824</b>    | 265,553     |
|                                      | <b>19,207,107</b> | 17,441,131  |

**Ahousaht  
Administration**

**Schedule 3 - Consolidated Schedule of Revenue and Expenses**

*For the year ended March 31, 2020*

|  | 2020             | 2019               |
|--|------------------|--------------------|
| <b>Revenue</b>                                     |                  |                    |
| Indigenous Services Canada                         | 1,220,201        | 1,179,114          |
| Nuu-chah-nulth Tribal Council                      | 191,939          | 59,786             |
| Province of British Columbia                       | 164,946          | 20,122             |
| Gaming revenue                                     | 990,461          | -                  |
| Other revenue                                      | 336,689          | 305,693            |
| Internet services                                  | 122,783          | -                  |
| Interest income                                    | 28,134           | 22,269             |
|  | <b>3,055,153</b> | <b>1,586,984</b>   |
| <b>Expenses</b>                                    |                  |                    |
| Administration                                     | 172,913          | 201,865            |
| Amortization                                       | 1,045,735        | 886,058            |
| Bad debts  | 50,700           | -                  |
| Bank charges and interest                          | 255,844          | 231,367            |
| Community donations                                | 34,542           | 18,856             |
| Consulting   | 314,542          | 268,535            |
| Contracted services                                | 95,045           | 89,662             |
| Equipment rental                                   | 2,181            | 19,800             |
| Freight  | -                | 10,745             |
| Fuel   | -                | 23,134             |
| Funeral  | 15,804           | 2,374              |
| Honouraria   | 82,215           | 58,767             |
| Insurance  | 192,530          | 181,274            |
| Materials and supplies                             | 36,238           | 71,631             |
| Meeting, food and events                           | 39,700           | 80,605             |
| Office expenses                                    | 58,626           | 24,317             |
| Professional fees                                  | 104,988          | 205,834            |
| Repairs and maintenance                            | 4,120            | 21,433             |
| Salaries and benefits                              | 976,531          | 999,932            |
| Training   | -                | 9,911              |
| Travel   | 283,809          | 225,630            |
| Utilities  | 98,372           | 133,390            |
|  | <b>3,864,435</b> | <b>3,765,120</b>   |
| <b>Deficit before other items</b>                  | <b>(809,282)</b> | <b>(2,178,136)</b> |
| <b>Other income</b>                                |                  |                    |
| Forgiveness of Treaty loan                         | 4,917,699        | -                  |
| Recovery of impairment of Nation business entities | 41,075           | 57,706             |
|  | <b>4,958,774</b> | <b>57,706</b>      |
| <b>Surplus (deficit) before transfers</b>          | <b>4,149,492</b> | <b>(2,120,430)</b> |
| <b>Transfers between programs</b>                  |                  |                    |
| Transfer from Cha-Chum-Hi-Yup-Tiichmis             | 15,293           | -                  |
| Transfer from Operations and Maintenance           | 8,022            | -                  |
|  | <b>23,315</b>    | <b>-</b>           |
| <b>Surplus (deficit)</b>                           | <b>4,172,807</b> | <b>(2,120,430)</b> |



**Ahousaht**  
**Patient Travel**

**Schedule 4 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2020*

|                               | <b>2020</b>      | <b>2019</b> |
|-------------------------------|------------------|-------------|
| <b>Revenue</b>                |                  |             |
| Nuu-chah-nulth Tribal Council | <b>1,883,494</b> | 1,695,571   |
| Interest income               | <b>99</b>        | -           |
| Other revenue                 | <b>-</b>         | 3,016       |
|                               | <b>1,883,593</b> | 1,698,587   |
| <b>Expenses</b>               |                  |             |
| Administration                | <b>8,300</b>     | 17,506      |
| Bad debts (recovery)          | <b>-</b>         | (66)        |
| Bank charges and interest     | <b>3,278</b>     | 3,402       |
| Consulting                    | <b>7,800</b>     | -           |
| Contracted services           | <b>1,571</b>     | 721         |
| Freight                       | <b>441</b>       | 691         |
| Materials and supplies        | <b>4,058</b>     | 4,206       |
| Medical travel                | <b>1,833,225</b> | 1,529,907   |
| Meeting, food and events      | <b>36</b>        | 6,826       |
| Office expenses               | <b>-</b>         | 3,841       |
| Salaries and benefits         | <b>80,861</b>    | 52,677      |
| Utilities                     | <b>15,430</b>    | 4,033       |
|                               | <b>1,955,000</b> | 1,623,744   |
| <b>Surplus (deficit)</b>      | <b>(71,407)</b>  | 74,843      |

**Ahousaht**  
**Cha-Chum-Hi-Yup-Tiichmis**  
**Schedule 5 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2020*

|   | 2020             | 2019             |
|---|------------------|------------------|
| <b>Revenue</b>                            |                  |                  |
| Nuu-chah-nulth Tribal Council             | 836,702          | 1,029,865        |
| Province of British Columbia              | 46,866           | 69,977           |
| Indigenous Services Canada                | 12,768           | 12,700           |
| Grant revenue                             | 1,000,000        | -                |
| First Nation Health Authority             | 223,063          | 699,937          |
| Other revenue                             | 89,373           | 54,727           |
| Interest income                           | 9                | 1,161            |
|   | <b>2,208,781</b> | <b>1,868,367</b> |
| <b>Expenses</b>                           |                  |                  |
| Administration                            | 7,214            | 39,161           |
| Bank charges and interest                 | 1,906            | 1,427            |
| Community donations                       | 6,225            | 1,572            |
| Consulting                                | 23,372           | 535              |
| Contracted services                       | 489,029          | 816,786          |
| Equipment rental                          | 1,400            | 3,020            |
| Freight                                   | 3,090            | 260              |
| Fuel                                      | 630              | 5,209            |
| Materials and supplies                    | 134,030          | 72,658           |
| Meeting, food and events                  | 51,299           | 46,822           |
| Office expenses                           | 6,534            | 4,738            |
| Repairs and maintenance                   | 940              | 20               |
| Salaries and benefits                     | 728,661          | 663,931          |
| Training                                  | 2,500            | -                |
| Travel                                    | 105,533          | 183,936          |
| Utilities                                 | 19,532           | 3,555            |
|   | <b>1,581,895</b> | <b>1,843,630</b> |
| <b>Surplus before other items</b>         | <b>626,886</b>   | <b>24,737</b>    |
| <b>Other income (expense)</b>             |                  |                  |
| Distribution to 1197013 B.C. Ltd.         | (1,100,000)      | -                |
| <b>Surplus (deficit) before transfers</b> | <b>(473,114)</b> | <b>24,737</b>    |
| <b>Transfers between programs</b>         |                  |                  |
| Transfer to Administration                | (15,293)         | -                |
| <b>Surplus (deficit)</b>                  | <b>(488,407)</b> | <b>24,737</b>    |

**Ahousaht**  
**Social Development**

**Schedule 6 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2020*

|                               | 2020             | 2019             |
|-------------------------------|------------------|------------------|
| <b>Revenue</b>                |                  |                  |
| Indigenous Services Canada    | 1,507,162        | 1,440,925        |
| Nuu-chah-nulth Tribal Council | 95,205           | 129,649          |
| Other revenue                 | 6,001            | 2                |
|                               | <b>1,608,368</b> | <b>1,570,576</b> |
| <b>Expenses</b>               |                  |                  |
| Administration                | 11,623           | 19,165           |
| Bank charges and interest     | 2,228            | 2,600            |
| Community donations           | -                | 1,889            |
| Consulting                    | 7,800            | -                |
| Contracted services           | 1,571            | 23,143           |
| Fuel                          | -                | 8,318            |
| Funeral                       | -                | 10,743           |
| Materials and supplies        | -                | 7,922            |
| Meeting, food and events      | 2,182            | 9,154            |
| Office expenses               | 513              | 3,910            |
| Salaries and benefits         | 312,571          | 302,664          |
| Social development            | 936,019          | 759,415          |
| Travel                        | -                | 8,436            |
| Utilities                     | 16,341           | 3,707            |
|                               | <b>1,290,848</b> | <b>1,161,066</b> |
| <b>Surplus</b>                | <b>317,520</b>   | <b>409,510</b>   |

**Ahousaht**  
**Ahousaht Capital**

**Schedule 7 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2020*

|                                      | 2020              | 2019             |
|--------------------------------------|-------------------|------------------|
| <b>Revenue</b>                       |                   |                  |
| Indigenous Services Canada           | 12,493,068        | 5,893,617        |
| Nuu-chah-nulth Tribal Council        | 300,000           | -                |
| Other revenue                        | 101,748           | -                |
| Interest income                      | 45,151            | 7,641            |
|                                      | <b>12,939,967</b> | <b>5,901,258</b> |
| <b>Expenses</b>                      |                   |                  |
| Administration                       | -                 | 18,482           |
| Bank charges and interest            | 283               | 835              |
| Contracted services                  | 19,758            | 31,320           |
| Freight                              | 1                 | -                |
| Meeting, food and events             | 180               | -                |
| Salaries and benefits                | 1,854             | 1,352            |
| Travel                               | -                 | 310              |
|                                      | <b>22,076</b>     | <b>52,299</b>    |
| <b>Surplus before transfers</b>      | <b>12,917,891</b> | <b>5,848,959</b> |
| <b>Transfers between programs</b>    |                   |                  |
| Transfer to Operations & Maintenance | (208,607)         | -                |
| <b>Surplus</b>                       | <b>12,709,284</b> | <b>5,848,959</b> |

**Ahousaht**  
**Operations & Maintenance**  
**Schedule 8 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2020*

|                                      | 2020             | 2019             |
|--------------------------------------|------------------|------------------|
| <b>Revenue</b>                       |                  |                  |
| Indigenous Services Canada           | 554,296          | 591,660          |
| Nuu-chah-nulth Tribal Council        | -                | 16,435           |
| Other revenue                        | 11,530           | 150              |
| Interest income                      | 6                | 168              |
|                                      | <b>565,832</b>   | <b>608,413</b>   |
| <b>Expenses</b>                      |                  |                  |
| Administration                       | 21,343           | 17,965           |
| Bank charges and interest            | 661              | 579              |
| Consulting                           | 8,928            | 1,260            |
| Contracted services                  | 219,865          | 160,287          |
| Equipment rental                     | 749              | 5,966            |
| Freight                              | 7,712            | 6,262            |
| Fuel                                 | 7,380            | 6,587            |
| Materials and supplies               | 34,417           | 23,381           |
| Meeting, food and events             | 871              | 1,975            |
| Office expenses                      | 9,265            | 9,205            |
| Professional fees                    | 452              | 362              |
| Repairs and maintenance              | 18,863           | 63,913           |
| Safe Water Operator wage enhancement | 37,360           | 37,360           |
| Salaries and benefits                | 534,640          | 404,789          |
| Travel                               | 29,632           | 16,837           |
| Utilities                            | 45,808           | 3,885            |
|                                      | <b>977,946</b>   | <b>760,613</b>   |
| <b>Deficit before transfers</b>      | <b>(412,114)</b> | <b>(152,200)</b> |
| <b>Transfers between programs</b>    |                  |                  |
| Transfer from Capital                | 208,607          | -                |
| Transfer to Administration           | (8,022)          | -                |
|                                      | <b>200,585</b>   | <b>-</b>         |
| <b>Deficit</b>                       | <b>(211,529)</b> | <b>(152,200)</b> |

**Ahousaht  
Forestry**

**Schedule 9 - Consolidated Schedule of Revenue and Expenses**

*For the year ended March 31, 2020*

|                     | <b>2020</b>    | <b>2019</b> |
|---------------------|----------------|-------------|
| <b>Revenue</b>      |                |             |
| Forestry            | <b>455,304</b> | 493,725     |
| <b>Expenses</b>     |                |             |
| Consulting          | <b>53</b>      | -           |
| Contracted services | <b>139,658</b> | -           |
| Office expenses     | <b>343</b>     | -           |
| Travel              | <b>416</b>     | -           |
|                     | <b>140,470</b> | -           |
| <b>Surplus</b>      | <b>314,834</b> | 493,725     |

**Ahousaht  
Fisheries**

**Schedule 10 - Consolidated Schedule of Revenue and Expenses**

*For the year ended March 31, 2020*

|                               | <b>2020</b>     | <b>2019</b> |
|-------------------------------|-----------------|-------------|
| <b>Revenue</b>                |                 |             |
| Nuu-chah-nulth Tribal Council | <b>241,056</b>  | 178,603     |
| Other revenue                 | <b>43,207</b>   | -           |
| Interest income               | <b>20</b>       | -           |
|                               | <b>284,283</b>  | 178,603     |
| <b>Expenses</b>               |                 |             |
| Administration                | <b>26,542</b>   | 13,841      |
| Bank charges and interest     | <b>414</b>      | 388         |
| Consulting                    | <b>7,800</b>    | -           |
| Contracted services           | <b>36,957</b>   | 4,921       |
| Equipment rental              | <b>-</b>        | 765         |
| Fuel                          | <b>26,015</b>   | 19,591      |
| Materials and supplies        | <b>576</b>      | 5,487       |
| Meeting, food and events      | <b>2,901</b>    | 10,241      |
| Office expenses               | <b>-</b>        | 3,841       |
| Repairs and maintenance       | <b>68,232</b>   | 42,064      |
| Salaries and benefits         | <b>132,512</b>  | 140,252     |
| Training                      | <b>1,500</b>    | 179         |
| Travel                        | <b>19,406</b>   | 23,416      |
| Utilities                     | <b>14,525</b>   | 4,893       |
|                               | <b>337,380</b>  | 269,879     |
| <b>Deficit</b>                | <b>(53,097)</b> | (91,276)    |

**Ahousaht  
Housing**

**Schedule 11 - Consolidated Schedule of Revenue and Expenses**

*For the year ended March 31, 2020*

|   | 2020             | 2019             |
|---|------------------|------------------|
| <b>Revenue</b>                          |                  |                  |
| Indigenous Services Canada              | 339,884          | 335,841          |
| Canada Mortgage and Housing Corporation | 84,316           | 122,726          |
| Nuu-chah-nulth Tribal Council           | -                | 165,000          |
| Rental income                           | 276,609          | 287,339          |
| Interest income                         | 29,833           | 40,923           |
| Other revenue                           | 61,599           | 31,800           |
|   | <b>792,241</b>   | <b>983,629</b>   |
| <b>Expenses</b>                         |                  |                  |
| Administration                          | -                | 11,147           |
| Amortization                            | 600,958          | 613,453          |
| Bad debts (recovery)                    | (48,822)         | 107,720          |
| Bank charges and interest               | 24,045           | 29,489           |
| Consulting                              | 10,780           | 6,615            |
| Contracted services                     | 2,832            | 2,575            |
| Equipment rental                        | 1,226            | 1,746            |
| Freight                                 | 9,883            | 20,469           |
| Insurance                               | 8,173            | 2,570            |
| Materials and supplies                  | 54,104           | 24,856           |
| Meeting, food and events                | 2,290            | -                |
| Professional fees                       | 12,285           | -                |
| Repairs and maintenance                 | 161,612          | 191,292          |
| Salaries and benefits                   | 555,353          | 407,324          |
| Travel                                  | 44,192           | 30,916           |
| Utilities                               | 19,811           | 4,178            |
|   | <b>1,458,722</b> | <b>1,454,350</b> |
| <b>Deficit before other items</b>       | <b>(666,481)</b> | <b>(470,721)</b> |
| <b>Other income</b>                     |                  |                  |
| Forgiveness of CMHC loans               | 47,373           | -                |
| <b>Deficit</b>                          | <b>(619,108)</b> | <b>(470,721)</b> |



**Ahousaht**  
**Ahousaht Education Authority**  
**Schedule 12 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2020*

|  | 2020             | 2019             |
|--|------------------|------------------|
| <b>Revenue</b>                         |                  |                  |
| Indigenous and Northern Affairs Canada | 5,343,572        | 4,722,649        |
| First Nations School Association       | 1,239,258        | 1,299,267        |
| Province of British Columbia           | 237,737          | 108,313          |
| Aboriginal Head Start                  | 181,518          | 185,959          |
| Nuu-chah-nulth Tribal Council          | 94,000           | 38,850           |
| Other revenue                          | 295,557          | 62,350           |
| Rental income                          | 246,199          | 343,113          |
| Interest income                        | 23,276           | 23,415           |
|  | <b>7,661,117</b> | <b>6,783,916</b> |
| <b>Expenses</b>                        |                  |                  |
| Accounting                             | 39,850           | 34,309           |
| Amortization                           | 368,692          | 391,324          |
| Bank charges and interest              | 12,322           | 17,253           |
| Community donations                    | 43,483           | 29,351           |
| Contracted services                    | 125,191          | 157,359          |
| Equipment rental                       | 33,694           | 34,105           |
| Field trip and gifts                   | 75,119           | 55,521           |
| Graduation                             | 30,679           | 17,862           |
| Honouraria                             | 46,765           | 34,925           |
| Insurance                              | 107,455          | 103,910          |
| Materials and supplies                 | 334,895          | 248,145          |
| Meeting, food and events               | 119,461          | 64,689           |
| Office expenses                        | 241,748          | 115,877          |
| Post-secondary allowances              | 760,085          | 623,701          |
| Professional fees                      | 16,761           | 14,087           |
| Repairs and maintenance                | 186,432          | 59,625           |
| Salaries and benefits                  | 4,335,632        | 3,814,896        |
| Special projects                       | 6,949            | 55,744           |
| Training                               | 76,850           | 110,399          |
| Travel                                 | 287,905          | 180,002          |
| Tuition                                | 181,987          | 239,433          |
| Utilities                              | 124,005          | 107,913          |
|  | <b>7,555,960</b> | <b>6,510,430</b> |
| <b>Surplus</b>                         | <b>105,157</b>   | <b>273,486</b>   |

**Ahousaht**  
**Chimannah Wellness Centre**  
**Schedule 13 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2020*

|                           | 2020    | 2019 |
|---------------------------|---------|------|
| <b>Revenue</b>            |         |      |
| Other revenue             | 120,057 | -    |
| Interest income           | 1,581   | -    |
|                           | 121,638 | -    |
| <b>Expenses</b>           |         |      |
| Amortization              | 2,472   | -    |
| Audit and accounting fees | 1,916   | -    |
| Bank charges and interest | 65      | -    |
| Community donations       | 2,800   | -    |
| Materials and supplies    | 4,950   | -    |
| Office expenses           | 171     | -    |
| Repairs and maintenance   | 10,000  | -    |
|                           | 22,374  | -    |
| <b>Surplus</b>            | 99,264  | -    |