

**Gitga'at First Nation
Consolidated Financial Statements**

March 31, 2018

Gitga'at First Nation Contents

For the year ended March 31, 2018

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Management's Responsibility

To the Members of Gitga'at First Nation:

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

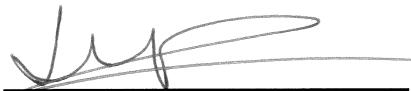
Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate 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 Gitga'at First Nation Chief and Council is 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 is also responsible for recommending the appointment of the Nation's external auditors.

MNP LLP is appointed by Chief and 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 and separately with, both the Chief and Council and management to discuss their audit findings.

July 18, 2018



Band Manager

Independent Auditors' Report

To the Members of Gitga'at First Nation:

We have audited the accompanying consolidated financial statements of Gitga'at First Nation, which comprise the consolidated statement of financial position as at March 31, 2018, and the consolidated statements of operations and accumulated surplus, change in net financial assets, cash flows and the related schedules for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Gitga'at First Nation as at March 31, 2018 and the results of its operations, change in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Kelowna, British Columbia

July 18, 2018

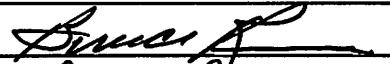
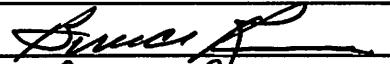
MNP LLP

Chartered Professional Accountants

Gitga'at First Nation
Consolidated Statement of Financial Position
As at March 31, 2018

| | 2018 | 2017 |
|---|-------------------|-------------------|
| Financial assets | | |
| Cash (Note 3) | 3,351,275 | 2,915,374 |
| Accounts receivable (Note 4) | 1,453,877 | 2,301,915 |
| Inventory for resale | 79,339 | 68,684 |
| Portfolio investments (Note 5) | 5,538,418 | 2,185,234 |
| Investment in Nation business entities (Note 7) | 647,731 | 1 |
| Funds held in Ottawa trust (Note 6) | 172,670 | 167,193 |
| Total of financial assets | 11,243,310 | 7,638,401 |
| Financial liabilities | | |
| Accounts payable and accruals (Note 8) | 1,605,495 | 1,310,641 |
| Deferred revenue (Note 9) | 466,821 | 624,158 |
| Long-term debt (Note 10) | 386,800 | 74,630 |
| Capital lease obligations (Note 11) | 151,528 | - |
| Total of financial liabilities | 2,610,644 | 2,009,429 |
| Net financial assets | 8,632,666 | 5,628,972 |
| Contingent liabilities (Note 13) | | |
| Non-financial assets | | |
| Tangible capital assets (Schedule 1) | 24,945,632 | 21,076,882 |
| Fishing licences | 607,340 | 607,340 |
| Prepaid expenses | 101,811 | 98,478 |
| Total non-financial assets | 25,654,783 | 21,782,700 |
| Accumulated surplus (Note 14) | 34,287,449 | 27,411,672 |

Approved on behalf of the Chief and Council

| | | |
|---|---|--|
|   <hr style="border: 0.5px solid black; margin: 5px 0;"/> | Councillor <hr style="border: 0.5px solid black; margin: 5px 0;"/> |  <hr style="border: 0.5px solid black; margin: 5px 0;"/> Councillor |
|   <hr style="border: 0.5px solid black; margin: 5px 0;"/> | Councillor <hr style="border: 0.5px solid black; margin: 5px 0;"/> | <hr style="border: 0.5px solid black; margin: 5px 0;"/> Councillor |

Gitga'at First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2018

| | <i>Schedules</i> | <i>2018 Budget</i> | <i>2018</i> | <i>2017</i> |
|--|------------------|------------------------|-------------------|-------------------|
| Revenue | | | | |
| Indigenous Services Canada | | 3,134,691 | 9,170,064 | 4,050,654 |
| First Nations Health Authority | | 998,164 | 1,121,895 | 1,187,099 |
| Province of British Columbia | | 619,460 | 1,546,991 | 1,042,627 |
| Government of Canada - Department of Fisheries and Ocean | | - | 409,492 | 288,003 |
| Canada Mortgage and Housing Corporation | | - | 120,172 | 73,730 |
| Employment and Social Development Canada | | - | (9,831) | - |
| Administration fees | | - | 53,362 | 12,533 |
| Fuel revenue | | - | 564,151 | 489,422 |
| Interest and investment income | | 22 | 92,900 | 45,710 |
| Earnings from investment in Nation business entities | | - | 495,898 | - |
| Other revenue | | - | 4,364,283 | 4,015,056 |
| Own source revenue | | 38,495 | 222,045 | 314,251 |
| Rental income | | - | 92,467 | 13,635 |
| Tribal Resources Investment Corporation | | - | 18,346 | 136,000 |
| | | 4,790,832 | 18,262,235 | 11,668,720 |
| Program expenses | | | | |
| Administration | 3 | 1,015,911 | 1,221,394 | 1,103,627 |
| Community Health | 4 | 978,579 | 856,117 | 816,734 |
| Community Social Services & Special Projects | 5 | - | 1,012,868 | 1,399,799 |
| Development Corporation & Other | 6 | - | 748,029 | 571,315 |
| Economic Development & Gitga'at Clean Energy | 7 | 61,940 | 129,257 | 52,496 |
| Education | 8 | 1,253,546 | 1,578,236 | 1,399,171 |
| Fisheries, Guardian Watchman & Lands and Marine | 9 | 1,485,437 | 1,130,248 | 1,554,089 |
| Own Source Revenue & Forest and Range | 10 | - | 672,420 | 496,384 |
| Social Assistance | 11 | 333,170 | 278,087 | 361,972 |
| Village Operations & Capital Projects | 12 | 731,739 | 3,766,952 | 1,769,388 |
| | | 5,860,322 | 11,393,608 | 9,524,975 |
| Surplus (Deficit) before other income | | (1,069,490) | 6,868,627 | 2,143,745 |
| Other income | | | | |
| Gain on disposal of tangible capital assets | | - | 7,152 | - |
| Surplus (Deficit) | | (1,069,490) | 6,875,777 | 2,143,744 |
| Accumulated surplus, beginning of year | | 27,411,672 | 27,411,672 | 25,267,928 |
| Accumulated surplus, end of year | | 26,342,182 | 34,287,449 | 27,411,672 |

The accompanying notes are an integral part of these financial statements

Gitga'at First Nation
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2018

| | 2018 Budget | 2018 | 2017 |
|---|------------------------|------------------|------------------|
| Annual Surplus (Deficit) | (1,069,490) | 6,875,777 | 2,143,744 |
| Purchases of tangible capital assets | - | (4,654,420) | (387,614) |
| Amortization of tangible capital assets | - | 971,559 | 896,072 |
| Gain on disposal of tangible capital assets | - | (7,152) | - |
| Aquisition of assets under capital lease | - | (191,482) | - |
| Proceeds of disposal of tangible capital assets | - | 12,745 | - |
| Acquisition of prepaid expenses | - | (3,868,750) | 508,458 |
| | - | (3,333) | (44,555) |
| Increase in net financial assets | (1,069,490) | 3,003,694 | 2,607,647 |
| Net financial assets, beginning of year | 5,628,972 | 5,628,972 | 3,021,325 |
| Net financial assets, end of year | 4,559,482 | 8,632,666 | 5,628,972 |

The accompanying notes are an integral part of these financial statements

Gitga'at First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2018

| | 2018 | 2017 |
|---|--------------------|-------------|
| Cash provided by (used for) the following activities | | |
| Operating activities | | |
| Surplus (Deficit) | 6,875,777 | 2,143,744 |
| Non-cash items | | |
| Amortization | 971,559 | 896,072 |
| Bad debts | 202,222 | 14,429 |
| Change in investment of non-controlled partnerships | 40,940 | (3,990) |
| Gain on disposal of tangible capital assets | (7,152) | - |
| Earnings from investment in Nation business entities | (495,898) | - |
| | 7,587,448 | 3,050,255 |
| Changes in working capital accounts | | |
| Accounts receivable | 645,813 | (918,339) |
| Prepaid expenses | (3,333) | (44,555) |
| Accounts payable and accruals | 294,854 | (110,694) |
| Deferred revenue | (157,336) | (280,040) |
| Tenant deposits | - | (21,750) |
| Inventory for resale | (10,655) | 32,063 |
| | 8,356,791 | 1,706,940 |
| Financing activities | | |
| Advances of long-term debt | 386,800 | - |
| Repayment of long-term debt | (74,630) | (60,700) |
| Repayment of capital lease obligation | (39,953) | (39,727) |
| | 272,217 | (100,427) |
| Capital activities | | |
| Purchases of tangible capital assets | (4,654,420) | (387,614) |
| Proceeds of disposal of tangible capital assets | 12,745 | - |
| | (4,641,675) | (387,614) |
| Investing activities | | |
| Purchase of portfolio investments | (3,394,121) | (10,527) |
| Increase in funds held in trust | (5,478) | (4,871) |
| Advances to related Nation business entities | (151,833) | - |
| | (3,551,432) | (15,398) |
| Increase in cash resources | 435,901 | 1,203,501 |
| Cash resources, beginning of year | 2,915,374 | 1,711,873 |
| Cash resources, end of year | 3,351,275 | 2,915,374 |

The accompanying notes are an integral part of these financial statements

Gitga'at First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

1. Operations

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

2. Significant accounting policies

These financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards as set out in the CPA Canada Handbook - Public Sector Accounting as issued by the Public Sector Accounting Standards Board of Canada and including the following significant accounting policies:

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.

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity, except for First Nation government business enterprises. Trusts administered on behalf of third parties by Gitga'at First Nation are excluded from the First Nation reporting entity.

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

- Gitga'at Economic Limited Partnership
- Gitga'at Development Corporation

All inter-entity balances have been eliminated on consolidation.

Nation business entities which are controlled and self sustaining are reported 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 First Nation. Thus, the First 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:

- Gitga'at Forestry Inc. (Wholly owned)

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, prepaid expenses and fishing licenses.

Net financial assets

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

Cash

Cash includes 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.

Gitga'at First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

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

Portfolio investments

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

Investments such as marketable securities and term deposits with an original maturity date of more than one year are reported as portfolio investments. Investments are reported using the cost method. Provisions for declines in the market value of investments are recorded when they are considered to be other than temporary.

Funds held in Ottawa Trust Fund

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

- Capital trust moneys derived from non-renewable resource transactions on the sale of 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.

Inventory for resale

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the first-in, first-out method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and selling costs.

Inventory held for resale is classified as a financial asset when all of the following criteria are met:

- Prior to March 31, 2018, the First Nation has committed to sell the asset;
- The asset is in a condition to be sold;
- The asset is publicly seen to be for sale;
- There is an active market for the asset;
- A plan exists for selling the asset; and
- A sale to a party external to the First Nation can reasonably be expected within one year.

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution.

Capital leases

A lease that transfers substantially all of the benefits and risks of ownership is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation is recorded at the present value of the minimum lease payments. Assets under capital leases are amortized on the declining balance basis, over their estimated useful lives. All other leases are accounted for as operating leases and rental payments are expensed as incurred.

Amortization

Tangible capital assets are amortized annually using the declining balance method at rates intended to amortize the cost of the assets over their estimated useful lives:

| | Rate |
|----------------|-------------|
| Infrastructure | 4-5 % |
| Equipment | 20 % |
| Boats | 15 % |
| Vehicles | 30 % |

Assets under construction are not amortized until the asset becomes available for use.

Gitga'at First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

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

Long-term debt

Long-term financing received to fund tangible capital asset purchases is recognized in the period the financing is acquired and recorded as an increase in long-term debt.

Repayments of long-term financing are recognized as a decrease in long-term debt.

Fishing licenses

Fishing licenses are recorded at the lower of historical cost and market value.

Long-lived assets

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

The First 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 prices for similar items. Any impairment is included in surplus for the year.

Retirement benefits

The First Nation has a defined contribution pension plan under which the First Nation pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligation to pay further amounts. The contributions payable to the defined contribution plan are recognized as a liability and an expense during the periods which employees render service. Prepaid contributions are recognized as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

Liability for contaminated sites

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, 2018.

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, 2018, management has determined no liability is required to be recorded.

Measurement uncertainty

The preparation of 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 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. Provisions are made for slow moving and obsolete inventory. 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.

Gitga'at First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

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

Revenue recognition

Government transfers

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

Externally restricted revenue

The First Nation recognizes externally restricted inflows as revenue in the period the resources are used for the purpose specified in accordance with an agreement or legislation. Until this time, the First Nation records externally restricted inflows in deferred revenue.

Funds held in Ottawa Trust Fund

Due to measurement uncertainty, revenue related to the receipt of funds held in the Ottawa Trust Fund is recognized when it is received.

Other

Investment income reported on investments not subject to significant influence is recorded as revenue in the period earned.

Rental and other revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Segments

The First Nation conducts its business through ten reportable segments: Administration, Community Health, Community Social Services & Special Projects, Development Corporation & Other, Economic Development & Gitga'at Clean Energy, Education, Fisheries, Guardian Watchman & Lands and Marine, Own Source Revenue & Forest and Range, Social Assistance, and Village Operations & Capital Projects. 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. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 2 the *Significant accounting policies*, with all inter-entity transactions eliminated upon consolidation.

Change in accounting policies

Effective April 1, 2017, the First Nation adopted the recommendations relating to the following Sections, as set out in the CPA Canada Public Sector Accounting Standards Handbook:

- PS 2200 Related Party Disclosures
- PS 3420 Inter-entity Transactions
- PS 3210 Assets
- PS 3320 Contingent Assets
- PS 3380 Contractual Rights

Pursuant to the recommendations, the changes were applied prospectively, and prior periods have not been restated. There was no material impact on the consolidated financial statements of adopting the new Sections.

Gitga'at First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

3. Cash

The First Nation has available a \$350,000 line of credit which bears interest at prime plus 2% per annum and is secured by certain term deposits. At March 31, 2018, there is no balance outstanding on the line of credit.

4. Accounts receivable

| | 2018 | 2017 |
|---------------------------------------|------------------|-------------|
| Indigenous Services Canada | 46,017 | 544,546 |
| Other government receivables | 271,452 | 134,439 |
| Members | 931,381 | 926,637 |
| Trade and other receivables | 1,120,261 | 1,614,988 |
| Interest receivable | 41,414 | 19,884 |
| | 2,410,525 | 3,240,494 |
| Less: Allowance for doubtful accounts | 956,648 | 938,579 |
| | 1,453,877 | 2,301,915 |

5. Portfolio investments

All portfolio investments are considered to be of long-term nature.

Included in portfolio investments are \$977,000 (2017 - \$74,630) of term deposits which have been pledged as security for loans described in Note 10.

6. Funds held in Ottawa trust

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

| | 2018 | 2017 |
|------------------------------------|----------------|-------------|
| Capital Trust | | |
| Balance, beginning and end of year | 80,180 | 80,180 |
| Revenue Trust | | |
| Balance, beginning of year | 87,013 | 82,137 |
| Interest | 3,741 | 4,876 |
| BC Special distribution | 1,736 | - |
| Balance, end of year | 92,490 | 87,013 |
| | 172,670 | 167,193 |

Gitga'at First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2018

7. Investments in First Nation business entities

The First Nation has investments in the following entities:

| | | | | | 2018 |
|---------------------------------|------------------------|-------------------------|-------------------------------------|-------------------------|------|
| | <i>Investment cost</i> | <i>Loans / advances</i> | <i>Cumulative share of earnings</i> | <i>Total investment</i> | |
| Wholly-owned Businesses: | | | | | |
| Gitga'at Forestry Inc. | 1 | 151,831 | 495,899 | 647,731 | |

| | | | | | 2017 |
|---------------------------------|------------------------|-------------------------|--|-------------------------|------|
| | <i>Investment cost</i> | <i>Loans / advances</i> | <i>Cumulative share of earnings (loss)</i> | <i>Total investment</i> | |
| Wholly-owned Businesses: | | | | | |
| Gitga'at Forestry Inc. | 1 | - | - | 1 | |

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

| <i>Gitga'at Forestry Inc.</i> | |
|--------------------------------|----------------|
| <i>As at December 31, 2017</i> | |
| Assets | |
| Cash | 842,684 |
| Investments | 25 |
| Total assets | 842,709 |
| Liabilities | |
| Accounts payable and accruals | 77,439 |
| Advances from related parties | 269,371 |
| Total liabilities | 346,810 |
| | 495,899 |
| Total revenue | 675,000 |
| Total expenses | 179,102 |
| Net income | 495,898 |

Gitga'at First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

8. Accounts payable and accruals

| | 2018 | 2017 |
|--|------------------|------------------|
| Indigenous Services Canada | 11,950 | 2,790 |
| Accrued salaries and employee benefits payable | 157,093 | 149,090 |
| Other accrued liabilities | 195,128 | 105,128 |
| Trade accounts payable | 1,241,324 | 1,053,633 |
| | 1,605,495 | 1,310,641 |

9. Deferred revenue

The First Nation's deferred revenue is analyzed as follows:

| | <i>2017 Deferred Revenue</i> | <i>Current Year Funding Received</i> | <i>Current Year Revenue Recognized</i> | <i>2018 Deferred Revenue</i> |
|----------------------------|------------------------------|--------------------------------------|--|------------------------------|
| Indigenous Services Canada | 165,099 | 9,075,535 | 9,142,938 | 97,696 |
| Other government | 152,000 | 50,000 | 135,834 | 66,166 |
| Other funding sources | 307,059 | 111,075 | 115,175 | 302,959 |
| | 624,158 | 9,236,610 | 9,393,947 | 466,821 |

10. Long-term debt

| | 2018 | 2017 |
|---|----------------|---------------|
| Northern Savings Credit Union, fully repaid during the year. | - | 55,755 |
| Northern Savings Credit Union, fully repaid during the year. | - | 18,875 |
| Northern Savings Credit Union - Commercial loan with monthly interest only payments at prime plus 1% per annum, due on demand. Secured by term deposit #16 & #17, to be held at the value of \$500,000 and \$477,000, respectively. | 386,800 | - |
| | 386,800 | 74,630 |

Prime rate is stated at 3.45% as at March 31, 2018.

Gitga'at First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

11. Capital lease obligations

| | 2018 | 2017 |
|---|-------------|-------------|
| National Leasing equipment lease bearing interest at 7.25%, repayable in blended monthly payments of \$5,899, due July 2020. Lease is secured by assets with a net book value of \$172,332. | 151,528 | - |

Minimum lease payments related to the obligation under capital lease are as follows:

| | |
|------------------------|---------|
| 2019 | 70,784 |
| 2020 | 70,784 |
| 2021 | 23,595 |
| | <hr/> |
| | 165,163 |
| Less: imputed interest | 13,635 |
| | <hr/> |
| Balance of obligation | 151,528 |
| Less: current portion | 61,825 |
| | <hr/> |
| | 89,703 |

12. Defined contribution pension plan

During the year, the First Nation contributed \$51,617 (2017 - \$55,576) to the defined contribution pension plan.

13. Contingent liabilities

The First Nation has entered into contribution agreements with various federal government departments for the purpose of negotiating a land claims treaty with the federal and provincial governments. Funding received under these contribution agreements is subject to repayment once a treaty enters into force between the First Nation and the federal and provincial governments. No repayments are required under the contribution agreements during the period that negotiations continue, and is only repayable contingent upon the settlement of the treaty process which is ongoing. The balance owing under these agreements at March 31, 2018 is \$4,408,069 (2017 - \$4,088,738) and has not been accrued in the consolidated financial statements.

The First Nation has guaranteed CMHC RRAP loans on behalf of band members that are forgivable on the condition that the First Nation continues to own the unit and it is occupied by band members with a total household income at or below the income threshold during the earning period of the loans. If the First Nation sells, transfers or ceases to operate the property before the maturity date, the unearned forgivable loan plus interest will immediately become due and payable. Balance of the loans at March 31, 2018 is \$54,750 (2017 - \$99,290). No amount has been recorded by the First Nation.

Gitga'at First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

14. Accumulated surplus

Accumulated surplus consists of the following:

| | 2018 | 2017 |
|---|-------------------|-------------|
| Investment in tangible capital assets | 24,407,304 | 21,002,252 |
| Trust funds held by federal government | 172,670 | 167,193 |
| Fishing licenses | 607,340 | 607,340 |
| Investment in Nation business entities | 495,898 | - |
| | 25,683,212 | 21,776,785 |
| Unexpended funding available for operations | 8,604,237 | 5,634,887 |
| | 34,287,449 | 27,411,672 |

15. Economic dependence

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

16. Comparative figures

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

17. Segments

The First Nation receives revenues and incurs expenses for many different projects and sources. For management and reporting purposes, the revenue, expenses and surplus or deficits are organized by segments. Schedules 3 to 12 disclose the details of the First Nation's revenue and expenses by segment. The First Nation is organized into the following segments:

Administration

The segment provides band support, governance and administrative services for the operations of the First Nation including various financial functions such as payroll, accounts receivable and accounts payable.

Social Assistance

This segment administers benefits and services to individuals and families living on reserve who are in need of support. Department services include income assistance, home to work transition assistance, assisted living, family violence prevention and awareness and the national child benefit reinvestment.

Community Health

This segment is responsible for the operation of health facilities and the delivery of programs to support child development and community health.

Education

This segment is responsible for managing and delivering kindergarten to grade 12 education programs and services as well as the management of post-secondary student funding and support programs.

Gitga'at First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

Village Operations & Capital Projects

This segment maintains village infrastructure and implements capital projects undertaken by the First Nation. Infrastructure includes buildings, the subdivision, electrical and sanitation systems.

Economic Development & Gitga'at Clean Energy

This segment implements community economic development planning and capacity building initiatives that will benefit the First Nation by enhancing employment and income generating activities.

Community Social Services & Special Projects

This segment is responsible for providing assistance to the Nation's members when looking for employment and delivering training programs for skill development. The First Nation is engaging in a number of agreements for capacity development.

Fisheries, Guardian Watchman & Lands and Marine

This segment is responsible for maintaining the First Nation's fishing licences, delivery of land and ocean programs and research and risk assessments relating to climate change. There is also a focus on the conservation and preservation of the First Nation's traditional territory.

Own Source Revenue & Forest and Range

This segment is responsible for collecting own source revenue and operating the Hartley Bay Fuel station. Forest and Range income is used for activities that benefit the First Nation such as housing projects, economic development and activities for the elders.

Development Corporation & Other

The Gitga'at Development Corporation is responsible for generating economic activity through the development of partnerships, business ventures and joint ventures.

Gitga'at First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2018

| | <i>Infrastructure</i> | <i>Equipment</i> | <i>Boats</i> | <i>Vehicles</i> | <i>Assets under construction</i> | <i>2018</i> | <i>2017</i> |
|--|-----------------------|------------------|----------------|-----------------|----------------------------------|-------------------|-------------------|
| Cost | | | | | | | |
| Balance, beginning of year | 27,993,402 | 2,901,783 | 629,001 | 246,889 | 3,130,394 | 34,901,469 | 34,513,857 |
| Acquisition of tangible capital assets | 1,881,339 | 644,537 | - | 31,958 | 3,348,613 | 5,906,447 | 2,311,329 |
| Construction-in-progress | - | - | - | - | (1,060,545) | (1,060,545) | (1,920,208) |
| Disposal of tangible capital assets | - | (9,000) | - | (6,313) | - | (15,313) | (3,509) |
| Balance, end of year | 29,874,741 | 3,537,320 | 629,001 | 272,534 | 5,418,462 | 39,732,058 | 34,901,469 |
| Accumulated amortization | | | | | | | |
| Balance, beginning of year | 11,091,672 | 2,278,864 | 290,227 | 163,824 | - | 13,824,587 | 12,928,515 |
| Annual amortization | 704,768 | 187,388 | 50,816 | 28,587 | - | 971,559 | 896,072 |
| Accumulated amortization on disposals | - | (7,163) | - | (2,557) | - | (9,720) | - |
| Balance, end of year | 11,796,440 | 2,459,089 | 341,043 | 189,854 | - | 14,786,426 | 13,824,587 |
| Net book value of tangible capital assets | 18,078,301 | 1,078,231 | 287,958 | 82,680 | 5,418,462 | 24,945,632 | 21,076,882 |
| 2017 Net book value of tangible capital assets | 16,901,730 | 622,918 | 338,774 | 83,065 | 3,130,395 | 21,076,882 | |

Gitga'at First Nation
Schedule 2 - Schedule of Consolidated Expenses by Object
For the year ended March 31, 2018

| | 2018 | 2017 |
|--|-------------------|------------------|
| Consolidated expenses by object | | |
| Advertising | 19,082 | 10,482 |
| Amortization | 971,559 | 896,072 |
| Awards | 70,000 | 40,000 |
| Bad debts | 202,222 | 14,429 |
| Bank charges and interest | 23,458 | 25,176 |
| Consulting fees | 4,434,976 | 2,795,554 |
| Employee benefits | 258,304 | 271,014 |
| Equipment and facility rental | 10,654 | 4,953 |
| Honoraria | 186,567 | 196,475 |
| Income assistance | 16,376 | 26,210 |
| Insurance | 123,473 | 125,023 |
| Office, program supplies and miscellaneous | 772,919 | 520,608 |
| Professional fees | (39,668) | 517,124 |
| Property tax | 2,537 | - |
| Rent and occupancy costs | 26,509 | 10,132 |
| Repairs and maintenance | 168,900 | 181,523 |
| Salaries and wages | 2,245,605 | 2,042,241 |
| Social assistance | 5,287 | 815 |
| Student and school allowance | 359,100 | 266,388 |
| Telephone | 78,069 | 62,860 |
| Training | 49,796 | 274,371 |
| Travel | 529,390 | 534,670 |
| Tuition | 100,425 | 105,107 |
| Utilities, fuel and other | 711,930 | 561,632 |
| Village celebrations | 66,138 | 42,116 |
| | 11,393,608 | 9,524,975 |

Gitga'at First Nation
Administration
Schedule 3 - Schedule of Revenue and Expenses
For the year ended March 31, 2018

| | 2018 Budget | 2018 | 2017 |
|--|------------------------|------------------|------------------|
| Revenue | | | |
| Indigenous Services Canada | 301,439 | 298,939 | 299,182 |
| Administration fees | - | 53,362 | 12,533 |
| Interest and investment income | 22 | 41,295 | 66 |
| Other revenue | 20,496 | 135,754 | 33,239 |
| Own source revenue | 38,495 | 19,516 | 15,557 |
| Tribal Resources Investment Corporation | - | 8,938 | - |
| | 360,452 | 557,804 | 360,577 |
| Expenses | | | |
| Advertising | - | 5,029 | 3,906 |
| Amortization | - | 113,892 | 106,746 |
| Bad debts | 13,526 | 18,069 | 14,429 |
| Bank charges and interest | 23,409 | 4,630 | 10,793 |
| Consulting fees | 134,212 | 174,715 | 77,051 |
| Employee benefits | 43,697 | 43,536 | 37,823 |
| Honoraria | 140,454 | 134,350 | 130,108 |
| Insurance | 10,092 | 13,647 | 11,480 |
| Office, program supplies and miscellaneous | 44,378 | 44,041 | 51,125 |
| Professional fees | 62,945 | 173,755 | 200,316 |
| Repairs and maintenance | 38,497 | - | 71 |
| Salaries and wages | 315,971 | 427,450 | 353,331 |
| Telephone | 56,598 | 43,910 | 29,301 |
| Travel | 70,748 | 24,370 | 73,975 |
| Utilities, fuel and other | 61,384 | - | 3,172 |
| | 1,015,911 | 1,221,394 | 1,103,627 |
| Deficit before other income | (655,459) | (663,590) | (743,050) |
| Other income | | | |
| Gain on disposal of capital assets | - | 7,152 | - |
| Deficit before transfers | (655,459) | (656,438) | (743,050) |
| Transfers between programs | - | (262,102) | (163,243) |
| Deficit | (655,459) | (918,540) | (906,293) |

Gitga'at First Nation
Community Health
Schedule 4 - Schedule of Revenue and Expenses
For the year ended March 31, 2018

| | 2018 Budget | 2018 | 2017 |
|--|------------------------|------------------|-------------|
| Revenue | | | |
| First Nations Health Authority | 998,164 | 1,121,895 | 1,187,099 |
| Province of British Columbia | - | 58,200 | 47,575 |
| Other revenue | - | 4,046 | - |
| | 998,164 | 1,184,141 | 1,234,674 |
| Expenses | | | |
| Amortization | - | 123,053 | 113,856 |
| Bank charges and interest | - | 84 | 484 |
| Consulting fees | 202,500 | 238,963 | 249,685 |
| Employee benefits | 31,979 | 24,188 | 22,997 |
| Insurance | - | 9,947 | 5,839 |
| Office, program supplies and miscellaneous | 407,602 | 34,764 | 36,755 |
| Professional fees | - | - | 1,155 |
| Repairs and maintenance | - | 2,400 | 1,698 |
| Salaries and wages | 188,670 | 153,353 | 126,316 |
| Telephone | - | 9,259 | 9,550 |
| Travel | 122,828 | 220,893 | 218,924 |
| Utilities, fuel and other | 25,000 | 39,213 | 29,475 |
| | 978,579 | 856,117 | 816,734 |
| Surplus before transfers | 19,585 | 328,024 | 417,940 |
| Transfers between programs | - | 106,759 | (26,486) |
| Surplus | 19,585 | 434,783 | 391,454 |

Gitga'at First Nation
Community Social Services & Special Projects
Schedule 5 - Schedule of Revenue and Expenses
For the year ended March 31, 2018

| | 2018 Budget | 2018 | 2017 |
|--|------------------------|------------------|------------------|
| Revenue | | | |
| Indigenous Services Canada | - | 2,749,841 | 343,164 |
| Province of British Columbia | - | 921,918 | 467,453 |
| FNESC | - | - | 55,424 |
| Interest and investment income | - | 5,478 | 4,876 |
| Other revenue | - | 622,212 | 927,044 |
| Tribal Resources Investment Corporation | - | - | 136,000 |
| Own source revenue | - | - | 251,740 |
| Opening deferred revenue | - | 7,199 | - |
| Closing deferred revenue | - | - | (7,199) |
| | - | 4,306,648 | 2,178,502 |
| Expenses | | | |
| Advertising | - | 180 | 2,037 |
| Amortization | - | 3,664 | 2,844 |
| Awards | - | 70,000 | 40,000 |
| Bank charges and interest | - | 111 | 54 |
| Consulting fees | - | 183,491 | 298,436 |
| Employee benefits | - | 35,279 | 42,597 |
| Office, program supplies and miscellaneous | - | 239,329 | 62,592 |
| Professional fees | - | 7,660 | 153,759 |
| Rent and occupancy costs | - | 1,984 | - |
| Salaries and wages | - | 302,119 | 362,919 |
| Student and school allowance | - | 72,000 | 25,188 |
| Telephone | - | 7,290 | 7,732 |
| Training | - | 2,565 | 267,087 |
| Travel | - | 77,207 | 117,419 |
| Tuition | - | 9,989 | 15,057 |
| Utilities, fuel and other | - | - | 2,078 |
| | - | 1,012,868 | 1,399,799 |
| Surplus before transfers | - | 3,293,780 | 778,703 |
| Transfers between programs | - | 374,249 | 41,483 |
| Surplus | - | 3,668,029 | 820,186 |

Gitga'at First Nation
Development Corporation & Other
Schedule 6 - Schedule of Revenue and Expenses
For the year ended March 31, 2018

| | 2018 Budget | 2018 | 2017 |
|--|------------------------|------------------|----------------|
| Revenue | | | |
| Interest and investment income | - | 955 | 1,947 |
| Investment income | - | - | 3,988 |
| Other revenue | - | 984,694 | 718,377 |
| Earnings from investment in Nation business entities | - | 495,898 | - |
| | - | 1,481,547 | 724,312 |
| Expenses | | | |
| Administration | - | (1,000) | - |
| Advertising | - | 7,957 | 2,249 |
| Amortization | - | 10,739 | - |
| Bank charges and interest | - | 984 | 134 |
| Consulting fees | - | 155,519 | 276,137 |
| Employee benefits | - | 21,866 | 16,906 |
| Insurance | - | 1,096 | - |
| Office, program supplies and miscellaneous | - | 41,981 | 36,526 |
| Professional fees | - | 89,973 | 81,341 |
| Property tax | - | 2,537 | - |
| Rent and occupancy costs | - | 4,550 | - |
| Repairs and maintenance | - | 8,715 | - |
| Salaries and wages | - | 261,207 | 70,355 |
| Telephone | - | 5,496 | 1,500 |
| Training | - | 1,995 | - |
| Travel | - | 66,853 | 44,051 |
| Utilities, fuel and other | - | 6,223 | - |
| Village celebrations | - | 61,338 | 42,116 |
| | - | 748,029 | 571,315 |
| Surplus before transfers | - | 733,518 | 152,997 |
| Transfers between programs | - | 26,280 | 253,106 |
| Surplus | - | 759,798 | 406,103 |

Gitga'at First Nation
Economic Development & Gitga'at Clean Energy
Schedule 7 - Schedule of Revenue and Expenses
For the year ended March 31, 2018

| | 2018 Budget | 2018 | 2017 |
|--|------------------------|----------------|-------------|
| Revenue | | | |
| Indigenous Services Canada | 68,823 | 120,555 | 67,165 |
| Other revenue | - | 330 | - |
| | 68,823 | 120,885 | 67,165 |
| Expenses | | | |
| Consulting fees | 15,767 | 93,453 | 33,981 |
| Employee benefits | 1,561 | 1,384 | 311 |
| Office, program supplies and miscellaneous | 13,664 | 4,641 | 6,033 |
| Professional fees | 4,162 | 10,548 | 995 |
| Salaries and wages | 25,849 | 18,738 | 4,073 |
| Travel | 937 | 493 | 7,103 |
| | 61,940 | 129,257 | 52,496 |
| Surplus (deficit) before transfers | 6,883 | (8,372) | 14,669 |
| Transfers between programs | - | 146,398 | 10,000 |
| Surplus | 6,883 | 138,026 | 24,669 |

Gitga'at First Nation
Education
Schedule 8 - Schedule of Revenue and Expenses
For the year ended March 31, 2018

| | 2018 Budget | 2018 | 2017 |
|--|------------------------|------------------|------------------|
| Revenue | | | |
| Indigenous Services Canada | 1,392,831 | 1,460,197 | 1,373,773 |
| FNESC | - | - | 8,486 |
| Other revenue | - | 10,423 | 15,000 |
| Opening deferred revenue | - | 2,000 | - |
| Closing deferred revenue | - | (2,000) | (2,000) |
| | 1,392,831 | 1,470,620 | 1,395,259 |
| Expenses | | | |
| Amortization | - | 315,927 | 294,136 |
| Bank charges and interest | - | 6 | - |
| Consulting fees | 732,422 | 711,957 | 606,471 |
| Employee benefits | 3,018 | 4,794 | 4,944 |
| Insurance | 28,091 | 23,435 | 20,771 |
| Office, program supplies and miscellaneous | 16,766 | 26,520 | 19,986 |
| Repairs and maintenance | 20,358 | 214 | 6,650 |
| Salaries and wages | 54,448 | 50,022 | 51,048 |
| Student and school allowance | 199,757 | 287,100 | 241,200 |
| Telephone | 729 | - | 338 |
| Travel | 28,371 | 32,611 | 10,103 |
| Tuition | 104,040 | 90,436 | 90,049 |
| Utilities, fuel and other | 65,546 | 35,214 | 53,475 |
| | 1,253,546 | 1,578,236 | 1,399,171 |
| Surplus (Deficit) before transfers | 139,285 | (107,616) | (3,912) |
| Transfers between programs | - | (204,930) | (12,213) |
| Surplus (Deficit) | 139,285 | (312,546) | (16,125) |

Gitga'at First Nation
Fisheries, Guardian Watchman & Lands and Marine
Schedule 9 - Schedule of Revenue and Expenses

For the year ended March 31, 2018

| | 2018 Budget | 2018 | 2017 |
|--|------------------------|------------------|------------------|
| Revenue | | | |
| Indigenous Services Canada | 100,000 | 225,968 | 128,818 |
| Government of Canada - Department of Fisheries and Ocean | - | 409,492 | 288,003 |
| Province of British Columbia | 265,000 | 251,873 | 240,600 |
| Other revenue | 1,336,000 | 1,100,180 | 877,407 |
| Own source revenue | - | 144,347 | - |
| Rental income | - | 92,467 | 13,635 |
| Lease and licence income | - | 28,520 | 199,122 |
| Opening deferred revenue | - | 92,641 | - |
| | 1,701,000 | 2,345,488 | 1,747,585 |
| Expenses | | | |
| Administration | 135,464 | 1,000 | - |
| Advertising | - | 328 | 2,290 |
| Amortization | - | 128,084 | 126,807 |
| Bank charges and interest | - | 805 | 3,182 |
| Consulting fees | 195,000 | 322,354 | 240,261 |
| Employee benefits | - | 74,578 | 81,659 |
| Equipment and facility rental | 139,500 | 739 | 2,453 |
| Honoraria | 64,800 | 52,216 | 66,367 |
| Insurance | 24,000 | 19,883 | 16,263 |
| Office, program supplies and miscellaneous | 28,000 | 55,751 | 84,280 |
| Professional fees | - | (335,858) | 74,915 |
| Rent and occupancy costs | - | - | 935 |
| Repairs and maintenance | 72,000 | 146,019 | 157,415 |
| Salaries and wages | 714,173 | 549,523 | 633,273 |
| Telephone | - | 7,742 | 10,858 |
| Training | - | 22,138 | - |
| Travel | 60,000 | 61,828 | 41,816 |
| Utilities, fuel and other | 52,500 | 23,118 | 11,315 |
| | 1,485,437 | 1,130,248 | 1,554,089 |
| Surplus before transfers | 215,563 | 1,215,240 | 193,496 |
| Transfers between programs | - | 52,820 | - |
| Surplus | 215,563 | 1,268,060 | 193,496 |

Gitga'at First Nation
Own Source Revenue & Forest and Range
Schedule 10 - Schedule of Revenue and Expenses
For the year ended March 31, 2018

| | 2018 <i>Budget</i> | 2018 | 2017 |
|--|------------------------------|------------------|-----------|
| Revenue | | | |
| Canada Mortgage and Housing Corporation | - | 500 | - |
| Province of British Columbia | - | 285,000 | 287,000 |
| Fuel revenue | - | 564,151 | 489,422 |
| Interest and investment income | - | 45,173 | 38,821 |
| Other revenue | - | 1,297,739 | 1,031,706 |
| Own source revenue | - | 44,947 | 46,954 |
| | - | 2,237,510 | 1,893,903 |
| Expenses | | | |
| Advertising | - | 5,589 | - |
| Bad debts | - | 2,167 | - |
| Bank charges and interest | - | 9,529 | 7,874 |
| Consulting fees | - | 20,648 | 22,832 |
| Employee benefits | - | 7,199 | 5,069 |
| Insurance | - | 4,814 | 4,692 |
| Office, program supplies and miscellaneous | - | 48,435 | 21,807 |
| Professional fees | - | 14,254 | 4,642 |
| Rent and occupancy costs | - | 6,000 | - |
| Repairs and maintenance | - | - | 100 |
| Salaries and wages | - | 74,176 | 46,091 |
| Telephone | - | 2,633 | 2,633 |
| Travel | - | 6,502 | 2,094 |
| Utilities, fuel and other | - | 465,673 | 378,550 |
| Village celebrations | - | 4,801 | - |
| | - | 672,420 | 496,384 |
| Surplus before transfers | - | 1,565,090 | 1,397,519 |
| Transfers between programs | - | (169,824) | (138,684) |
| Surplus | - | 1,395,266 | 1,258,835 |

Gitga'at First Nation
Social Assistance
Schedule 11 - Schedule of Revenue and Expenses
For the year ended March 31, 2018

| | 2018 Budget | 2018 | 2017 |
|--|------------------------|----------------|-------------|
| Revenue | | | |
| Indigenous Services Canada | 370,190 | 370,366 | 364,455 |
| Employment and Social Development Canada | - | (9,831) | - |
| Other revenue | - | 9,228 | 2,232 |
| | 370,190 | 369,763 | 366,687 |
| Expenses | | | |
| Amortization | - | 40,407 | 37,478 |
| Consulting fees | 15,815 | 5,402 | (1,128) |
| Employee benefits | 13,838 | 10,597 | 32,153 |
| Hardship | - | 3,852 | - |
| Income assistance | 46,818 | 16,376 | 26,210 |
| Office, program supplies and miscellaneous | 57,635 | 25,251 | 37,927 |
| Rent and occupancy costs | 12,485 | 13,975 | 8,697 |
| Salaries and wages | 168,163 | 125,488 | 213,230 |
| Special needs | 520 | 1,435 | 815 |
| Training | 15,606 | 22,924 | 4,094 |
| Travel | - | 5,122 | 1,290 |
| Utilities, fuel and other | 2,290 | 7,258 | 1,206 |
| | 333,170 | 278,087 | 361,972 |
| Surplus | 37,020 | 91,676 | 4,715 |

Gitga'at First Nation
Village Operations & Capital Projects
Schedule 12 - Schedule of Revenue and Expenses
For the year ended March 31, 2018

| | 2018 Budget | 2018 | 2017 |
|--|------------------------|------------------|------------------|
| Revenue | | | |
| Canada Mortgage and Housing Corporation | - | 119,672 | 73,730 |
| Indigenous Services Canada | 926,408 | 3,944,198 | 1,474,097 |
| Province of British Columbia | | | |
| Opening deferred revenue | - | 125,000 | 125,000 |
| Closing deferred revenue | - | (95,000) | (125,000) |
| Other revenue | - | 98,443 | 2,941 |
| Own source revenue | - | 13,235 | - |
| Tribal Resources Investment Corporation | - | 9,408 | - |
| Opening deferred revenue | - | - | 149,288 |
| | 926,408 | 4,214,956 | 1,700,056 |
| Expenses | | | |
| Amortization | - | 235,793 | 214,206 |
| Bank charges and interest | - | 7,309 | 2,654 |
| Consulting fees | 103,000 | 2,528,474 | 991,828 |
| Employee benefits | 35,790 | 34,883 | 26,555 |
| Equipment and facility rental | 21,849 | 9,915 | 2,500 |
| Insurance | 51,189 | 50,650 | 65,977 |
| Office, program supplies and miscellaneous | 94,172 | 252,204 | 163,578 |
| Rent and occupancy costs | 11,445 | - | 500 |
| Repairs and maintenance | 79,127 | 11,551 | 15,590 |
| Salaries and wages | 228,889 | 283,530 | 181,606 |
| Telephone | - | 1,738 | 948 |
| Training | - | 175 | 3,190 |
| Travel | 6,711 | 33,512 | 17,896 |
| Utilities, fuel and other | 99,567 | 135,231 | 82,360 |
| Bad debts | - | 181,987 | - |
| | 731,739 | 3,766,952 | 1,769,388 |
| Surplus (deficit) before transfers | 194,669 | 448,004 | (69,332) |
| Transfers between programs | - | (69,652) | 36,036 |
| Surplus (deficit) | 194,669 | 378,352 | (33,296) |