

**Tahltan Indian Band
Consolidated Financial Statements
For the year ended March 31, 2022**

Tahltan Indian Band
Consolidated Financial Statements
For the year ended March 31, 2022

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Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of Tahltan Indian Band are the responsibility of management and have been approved by the Chief and one additional Band Councillor on behalf of the Band Council.

These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board. Management is responsible 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.

The Chief and Council of Tahltan Indian Band are responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The external auditors, BDO Canada LLP, conducted an audit in accordance with Canadian generally accepted auditing standards, and express their qualified opinion on the consolidated financial statements dated January 10, 2023. The external auditors were given complete access to financial management of Tahltan Indian Band and met with Council when required.

Approved on behalf of Chief & Council

DocuSigned by:

Carmen McPhie

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Chief



Councillor



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Independent Auditor's Report

To the Chief and Council of
Tahltan Indian Band

Qualified Opinion

We have audited the consolidated financial statements of Tahltan Indian Band (the "Band") and its subsidiaries (the "Group"), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statement of operations, the consolidated statement of changes in net financial assets and the consolidated statement of cash flows 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 Group as at March 31, 2022, and its consolidated results of operations, its consolidated changes in net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

As described in Note 4, the Band indirectly controls Stikine River Song Cafe and General Store Ltd. and Tahltan Centre Ltd., by virtue of its control of Tahltan Band Development Corporation. Stikine River Song Cafe and General Store Ltd. and Tahltan Centre Ltd. are government organizations and should be reported on a consolidated basis, however, the Group has recorded these entities using the modified equity method. This constitutes a departure from Canadian public sector accounting standards. In addition, because the Group does not have audited financial information for these entities, we were unable to determine the amount of the adjustments necessary to revenue, expenditures, and annual surplus (deficiency) of the Group for the years ended March 31, 2022 and 2021, assets and liabilities as at March 31, 2022 and 2021, and accumulated surplus as at April 1 and March 31 for both the 2022 and 2021 years. Our audit opinion on the consolidated financial statements for the year ended March 31, 2021 was modified accordingly because of the effects of this departure from Canadian public sector accounting standards.

As described in Note 4, The Band has a 33.3% ownership in the Tahltan Nation Development Limited Partnership, Tahltan Nation Development Corporation, and Tahltan Legacy Corporation. The Band accounts for these interests using the modified equity method however we were unable to obtain sufficient, appropriate audit evidence to determine whether these interests are subject to shared control to be accounted for using the modified equity method and the Band does not have access to the related financial information. As a result of these limitations in scope, we were unable to conclude on the appropriate of the accounting treatment under Canadian public sector accounting standards. and we are unable to determine whether any adjustments may be necessary to long-term investments as at March 31, 2022 and 2021, revenue and annual surplus (deficiency) for the years ended March 31, 2022 and 2021, and accumulated surplus as at April 1 and March 31 for both the 2022 and 2021 years. Our audit opinion on the consolidated financial statements for the year ended March 31, 2021 was modified accordingly because of the possible effects of this scope limitation.



Independent Auditor's Report (continued)

As disclosed in Note 4, the Band holds a 33.3% interest in the Tahltan Heritage Trust. The Band accounts for this interest using the cost method as it considers the interest to be a portfolio investment. We were unable to obtain sufficient, appropriate audit evidence to determine whether the interest is a portfolio investment or a partnership subject to shared control and were not able to conclude on the appropriate accounting treatment under Canadian public sector accounting standards. In addition, the Group does not have audited financial information for these entities. As a result of this limitation in scope we were unable to determine whether adjustments may be necessary to long-term investments as at March 31, 2022 and 2021, revenue and annual surplus (deficiency) for the years ended March 31, 2022 and 2021, and accumulated surplus as at April 1, and March 31 for both the 2022 and 2021 years. Our audit opinion for the year ended March 31, 2021 was modified accordingly because of the possible effects of this limitation in scope.

The Band's capital tangible asset listing includes cumulative opening balances related to years prior to 2015 that we are not able to sufficiently audit. As a result of this scope limitation we were unable to determine whether any adjustments may be necessary to amortization expenditure, gain or loss on disposal of tangible capital assets, and annual deficiency for the years ended March 31, 2022 and 2021, net book value of tangible capital assets as at March 31, 2022 and 2021 and accumulated surplus as at April 1, and March 31 for both the 2022 and 2021 years. Our audit opinion for the year ended March 31, 2021 was modified accordingly because of the possible effects of limitation in scope.

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 Group 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 Group'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 Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.



Independent Auditor's Report (continued)

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 Group'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 Group'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 Group 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 Group 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.

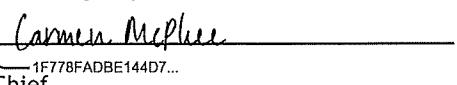
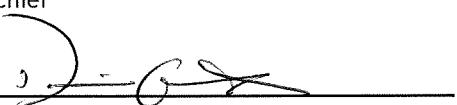
BDO Canada LLP
Chartered Professional Accountants

Edmonton, Alberta
January 13, 2023

Tahltan Indian Band
Consolidated Statement of Financial Position

| <u>March 31</u> | <u>2022</u> | <u>2021</u> |
|---|----------------------|----------------------|
| Financial Assets | | |
| Cash | \$ 10,448,748 | \$ 4,547,532 |
| Restricted cash and investments (Note 2) | 977,933 | 835,162 |
| Accounts receivable (Note 3) | 4,856,707 | 4,792,130 |
| Trust assets (Note 5) | 245,672 | 236,678 |
| Long-term investments (Note 4) | 15,149,129 | 8,869,687 |
| | <u>31,678,189</u> | <u>19,281,189</u> |
| Liabilities | | |
| Accounts payable and accrued liabilities (Note 6) | 2,071,830 | 2,223,871 |
| Revolving facility and loans payable (Note 8) | 953,941 | 941,233 |
| Deferred revenue (Note 7) | 160,659 | 106,122 |
| Obligations under capital lease (Note 9) | 59,762 | 80,709 |
| | <u>3,246,192</u> | <u>3,351,935</u> |
| Net Financial Assets | <u>28,431,997</u> | <u>15,929,254</u> |
| Non-financial Assets | | |
| Prepaid expenses | 2,632 | 2,632 |
| Tangible capital assets (Note 10) | 19,713,032 | 17,782,607 |
| Total Non-financial Assets | <u>19,715,664</u> | <u>17,785,239</u> |
| Accumulated Surplus | <u>\$ 48,147,661</u> | <u>\$ 33,714,493</u> |

Approved on behalf of Chief & Council

DocuSigned by:

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Chief

Councillor

Tahltan Indian Band
Consolidated Statement of Operations

| <u>For the year ended March 31</u> | <u>2022</u> | <u>2021</u> |
|--|----------------------|----------------------|
| Revenue (Note 21) | | |
| Federal Government: | | |
| Indigenous Services Canada (ISC) | \$ 10,723,863 | \$ 6,451,946 |
| First Nations Health Authority (FNHA) (Note 22) | 3,376,964 | 4,099,901 |
| Department of Fisheries and Oceans Canada | 3,700 | - |
| Canada Mortgage and Housing Corporation (CMHC) | 32,053 | 140,323 |
| Ottawa Trust (Note 5) | 8,994 | 7,115 |
| Provincial Government: | | |
| Ministry of Forests, Lands and Natural Resources | 15,020 | 259,157 |
| Ministry of Children and Family Development | 353,003 | 405,729 |
| Ministry of Justice | 285,904 | 266,118 |
| Northern Health Authority | - | 10,000 |
| Other: | | |
| Insurance proceeds (Note 14) | 161,640 | 670,312 |
| BCFN Gaming Revenue Sharing LP | 570,115 | 1,003,715 |
| Donations and other income | 1,621,172 | 1,721,115 |
| Rental income | 903,414 | 480,510 |
| Tahltan Central Government | 1,000,000 | - |
| Stikine Wholistic Working Group (SWWG) | 488,572 | 811,000 |
| Canada Post | 264,948 | 376,170 |
| Aboriginal Housing Management Association (AHMA) | 164,374 | 107,552 |
| First Nations Education Steering Committee (FNESC) (Note 16) | 42,558 | 78,701 |
| Debt forgiveness (Note 8) | 54,000 | 54,000 |
| | <u>20,070,294</u> | <u>16,943,364</u> |
| Expenditures (Note 15) | | |
| Economic development | 1,103,299 | 921,317 |
| Education | 858,865 | 683,891 |
| Government development and administration | 2,409,888 | 2,437,182 |
| Stikine Wholistic Working Group | 454,320 | 305,820 |
| Housing | 772,571 | 655,095 |
| Public works operations and maintenance | 524,985 | 277,132 |
| Social and community services | 1,530,578 | 1,458,800 |
| Capital development | 251,356 | 296,197 |
| Health (Note 21) | 2,443,962 | 2,124,341 |
| Emergency shelter | 577,771 | 601,937 |
| Wildfire (Note 14) | 143,628 | 502,110 |
| COVID-19 (Note 20) | 843,017 | 631,764 |
| | <u>11,914,240</u> | <u>10,895,586</u> |
| Surplus of revenue before the undernoted | <u>8,156,054</u> | <u>6,047,778</u> |
| Other income (loss) | | |
| Income (loss) from long-term investments (Note 4) | 6,279,442 | 2,949,758 |
| Gain on disposal of tangible capital assets | 1,371 | - |
| | <u>6,280,813</u> | <u>2,949,758</u> |
| Surplus of revenue for the year | <u>14,436,867</u> | <u>8,997,536</u> |
| Accumulated surplus, beginning of year | <u>33,714,493</u> | <u>24,716,957</u> |
| Accumulated surplus, end of year | <u>\$ 48,151,360</u> | <u>\$ 33,714,493</u> |

Tahltan Indian Band
Consolidated Statement of Changes in Net Financial Assets

| <u>For the year ended March 31</u> | <u>2022</u> | <u>2021</u> |
|---|---------------|---------------|
| Surplus of revenue for the year | \$ 14,436,867 | \$ 8,997,535 |
| Tangible capital assets and other non-financial assets: | | |
| Purchase of tangible capital assets (Note 10) | (3,148,454) | (6,246,280) |
| Amortization of tangible capital assets (Note 10) | 1,218,030 | 841,513 |
| Gain on disposal of tangible capital assets | (1,371) | - |
| Proceeds on disposal of tangible capital assets | 1,373 | - |
| | <hr/> | <hr/> |
| Increase in net financial assets | 12,506,445 | 3,592,768 |
| Net financial assets, beginning of year | <hr/> | <hr/> |
| Net financial assets, end of year | \$ 28,435,697 | \$ 15,929,254 |

Tahltan Indian Band
Consolidated Statement of Cash Flows

| <u>For the year ended March 31</u> | <u>2022</u> | <u>2021</u> |
|--|----------------------|---------------------|
| Operating activities | | |
| Surplus of revenue for the year | \$ 14,436,867 | \$ 8,997,536 |
| Items not affecting cash: | | |
| Amortization of tangible capital assets | 1,218,030 | 841,513 |
| Gain on disposal of tangible capital assets | (1,371) | - |
| Loss (income) from investments in government business enterprises and government business partnerships | (6,279,442) | (2,949,758) |
| Debt forgiveness (Note 8) | (54,000) | (146,293) |
| Changes in operating balances: | | |
| Decrease (increase) in restricted cash and investments | (142,772) | 506,129 |
| Decrease (increase) in accounts receivable | (64,578) | (141,470) |
| Increase in trust assets | (8,994) | (7,115) |
| Increase in accounts payable and accrued liabilities | (152,041) | 86,032 |
| Increase in deferred revenue | 54,537 | - |
| | <u>9,006,236</u> | <u>7,186,574</u> |
| Capital activities | | |
| Purchase of tangible capital assets | (3,148,454) | (6,246,280) |
| Repayment of obligation under capital lease | (20,947) | (19,905) |
| | <u>(3,169,401)</u> | <u>(6,266,185)</u> |
| Financing activities | | |
| Proceeds from revolving facility and loans payable | 242,838 | - |
| Repayment of revolving facility and loans payable | (176,130) | (490,792) |
| | <u>66,708</u> | <u>(490,792)</u> |
| Increase in cash for the year | 5,903,543 | 429,597 |
| Cash, beginning of year | <u>4,547,534</u> | <u>4,117,937</u> |
| Cash, end of year | <u>\$ 10,451,077</u> | <u>\$ 4,547,534</u> |

Tahltan Indian Band Notes to Consolidated Financial Statements

March 31, 2022

1. Summary of Significant Accounting Policies

| Nature of Business | Tahltan Indian Band (the "Band") provides services such as government, public works, social development, community health, advanced education, economic development, land and resources, housing and community schooling. The Band is exempt from income tax under Section 87 of the Indian Act. | | | | | | | | | | | |
|---|--|--|--|--------------------|--|------|------------------------------|--------|--|--------|--|--------|
| Basis of Accounting | These consolidated financial statements (the "financial statements") have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board. | | | | | | | | | | | |
| Reporting Entity and Principles of Consolidation | <p>The Band's reporting entity includes Tahltan Indian Band operations and all related entities. The financial statements include the following entities:</p> <table><thead><tr><th></th><th style="text-align: right;"><u>% ownership</u></th></tr></thead><tbody><tr><td>- Tahltan Band Development Corporation</td><td style="text-align: right;">100%</td></tr><tr><td>- Tahltan Legacy Corporation</td><td style="text-align: right;">33.33%</td></tr><tr><td>- Tahltan Nation Development Corporation</td><td style="text-align: right;">33.33%</td></tr><tr><td>- Tahltan Nation Development Limited Partnership</td><td style="text-align: right;">33.33%</td></tr></tbody></table> <p>The financial statements include the following controlled government not-for-profit organizations:</p> <ul style="list-style-type: none">- Stikine Housing Authority Society- Tahltan Health and Social Services Authority <p>All controlled entities are fully consolidated on a line-by-line basis and inter-organizational balances and transactions are eliminated, except for the entities described above. Such entities are accounted for using the modified equity method. Under this method of accounting, only the Band's investment and the Band's portion of the enterprises' accumulated net income or loss and other changes in equity are recorded. Losses are recorded until the investment is reduced to \$nil. No adjustment is made for accounting policies of the business entities that are different from those of the Band and inter-organizational balances and transactions are not eliminated.</p> | | | <u>% ownership</u> | - Tahltan Band Development Corporation | 100% | - Tahltan Legacy Corporation | 33.33% | - Tahltan Nation Development Corporation | 33.33% | - Tahltan Nation Development Limited Partnership | 33.33% |
| | <u>% ownership</u> | | | | | | | | | | | |
| - Tahltan Band Development Corporation | 100% | | | | | | | | | | | |
| - Tahltan Legacy Corporation | 33.33% | | | | | | | | | | | |
| - Tahltan Nation Development Corporation | 33.33% | | | | | | | | | | | |
| - Tahltan Nation Development Limited Partnership | 33.33% | | | | | | | | | | | |
| 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 provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include prepaid expenses and tangible capital assets. | | | | | | | | | | | |
| Cash, and Restricted Cash and Investments | Cash includes cash on hand and balances with banks, net of bank indebtedness. Cash, held in segregated bank accounts that prevent its use for current purposes, and term deposits, subject to restriction of their use, are included in restricted cash and investments. | | | | | | | | | | | |

Tahltan Indian Band Notes to Consolidated Financial Statements

March 31, 2022

1. Summary of Significant Accounting Policies (continued)

| | | | | | | | | | | | | | |
|-----------------------------------|---|----------------------|-----|-----------------------------------|----|------------------------|-----|--------------------|----------|----------------|----|-----------------------|-----|
| Long-term Investments | Long-term investments are in business entities and limited partnerships controlled or subject to shared control by the Band. | | | | | | | | | | | | |
| Leases | Leases that transfer substantially all of the benefits and risks associated with ownership, are recorded as the acquisition of a tangible capital asset and the incurrence of an obligation. The asset is amortized in a manner consistent with tangible capital assets owned by the Band, and the obligation, including interest thereon, is expensed over the term of the lease. | | | | | | | | | | | | |
| Use of Estimates | The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future. | | | | | | | | | | | | |
| Tangible Capital Assets | <p>Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital assets including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a declining balance basis over the estimated useful life of the tangible capital asset, commencing once the asset is available for productive use as follows:</p> <table><tbody><tr><td>Automotive equipment</td><td>30%</td></tr><tr><td>Buildings, including CMHC Housing</td><td>4%</td></tr><tr><td>Furniture and fixtures</td><td>20%</td></tr><tr><td>Computer equipment</td><td>45%-100%</td></tr><tr><td>Infrastructure</td><td>5%</td></tr><tr><td>Equipment under lease</td><td>30%</td></tr></tbody></table> | Automotive equipment | 30% | Buildings, including CMHC Housing | 4% | Furniture and fixtures | 20% | Computer equipment | 45%-100% | Infrastructure | 5% | Equipment under lease | 30% |
| Automotive equipment | 30% | | | | | | | | | | | | |
| Buildings, including CMHC Housing | 4% | | | | | | | | | | | | |
| Furniture and fixtures | 20% | | | | | | | | | | | | |
| Computer equipment | 45%-100% | | | | | | | | | | | | |
| Infrastructure | 5% | | | | | | | | | | | | |
| Equipment under lease | 30% | | | | | | | | | | | | |

Leasehold improvements are amortized on a straight-line basis over 25 years.

Tangible capital assets under construction, development or that have been removed from service are not amortized until they are available to be put into service.

Tahltan Indian Band Notes to Consolidated Financial Statements

March 31, 2022

1. Summary of Significant Accounting Policies (continued)

| | |
|-----------------------------|--|
| Government Transfers | Government funding and transfers, including wildfire related amounts, are recognized as revenue in the financial statements when the transfer is authorized and the relevant eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the consolidated statement of operations as the stipulation liabilities are settled. |
| Fiscal Plan | Canadian public sector accounting standards require that the Band's budget be presented in the consolidated financial statements. As the Band currently does not prepare a budget, no budgeted figures have been presented. |
| Revenue Recognition | Proceeds from insurance that are receivable as a result of a destruction of an insured tangible capital asset are recognized in the consolidated statement of operations to the extent of a loss incurred. Anticipated proceeds in excess of such loss are recognized as gain on disposal of tangible capital assets in the consolidated statement of operations when the Band obtains the insurance company's approval for the proceeds to be received. All other proceeds from insurance are recognized in the consolidated statement of operations when the Band obtains the insurance company's approval for the proceeds to be received. Rental revenue is recognized on a straight-line basis as it becomes receivable under the terms of the rental agreement. |
| | The forgivable portion of the loans payable is recorded as income in the consolidated statement of operations once the terms and conditions of the relevant debt agreements are met and reasonable assurance that the debt will be forgiven exists. |
| | All other revenue is recognized as it is earned and collection is reasonably assured. |
| Segmented Disclosure | The Band provides a range of services to its members. For each reporting segment, revenue and expenditures 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. |
| Trust Assets | Trust assets represent amounts held by a third party on behalf of the Band. Trust assets are recorded at cost and any investment income is recognized when earned. |

Tahltan Indian Band

Notes to Consolidated Financial Statements

March 31, 2022

2. Restricted Cash and Investments

| | 2022 | 2021 |
|---|------------|------------|
| Restricted cash and investments - replacement reserve | \$ 81,422 | \$ 79,728 |
| Short-term investments | 1,317 | 220,439 |
| BCFN GRS Partnership permitted investments | 895,194 | 534,995 |
| | <hr/> | <hr/> |
| | \$ 977,933 | \$ 835,162 |

Under the terms of the agreement with Canada Mortgage and Housing Corporation (CMHC), the Band is required to establish a replacement reserve to be used to fund future renovations and replacement expenditures to the buildings and equipment held by Section 95 On-Reserve Housing Program Not-for-Profit Project of the Band. The replacement reserve funds are required to be held in separate bank accounts or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise from time to time be approved by CMHC. Restricted cash and investments include the replacement reserve funds that are held on deposit in a separate interest bearing bank account in the amount of \$3,945 (2021 - \$3,990) and a term deposit of \$77,477 (2021 - \$75,738), bearing interest at 0.25% (2021 - 2.3%) per annum and maturing on December 1, 2024.

Short-term investments consist of term deposits bearing interest between 0.15% - 0.2% (2021 - 0.15% - 0.2%) per annum and maturing on various dates in November 2022.

Under the terms of the agreement with BCFN GRS Partnership (BCFN Gaming), the Band is required to hold funds in a Canadian bank account in the sum of any unspent funds received from BCFN Gaming. These funds must be spent in accordance with the BCFN GRS Partnership Agreement, but the Band has control over how the funds are spent so long as it is in accordance with the BCFN GRS Partnership Agreement. The restricted cash is held within the Band's operating accounts, bearing no interest.

3. Accounts Receivable

| | 2022 | 2021 |
|---|--------------|--------------|
| Loans and trade accounts receivable | \$ 822,543 | \$ 801,736 |
| Indigenous Services Canada | 4,006,740 | 3,978,422 |
| Canada Mortgage and Housing Corporation | 1,907 | 1,908 |
| Due from band members | 1,435,681 | 1,439,889 |
| GST/HST | 14,608 | 14,614 |
| Security deposit - B.C. Government | 50,000 | 50,000 |
| | <hr/> | <hr/> |
| Less: allowance for doubtful accounts | 6,331,479 | 6,286,569 |
| | (1,474,772) | (1,494,439) |
| | <hr/> | <hr/> |
| Net accounts receivable | \$ 4,856,707 | \$ 4,792,130 |

Included in loans and trade accounts receivable is \$1,800 (2021 - \$1,800) due from Stikine River Song Cafe and General Store Ltd. and \$nil (2021 - \$120,728) due from Tahltan Nation Development Limited Partnership.

Tahltan Indian Band

Notes to Consolidated Financial Statements

March 31, 2022

4. Long-term Investments

Tahltan Band Development Corporation (TBDC)

TBDC has two wholly-owned subsidiaries, Tahltan Centre Ltd. and Stikine River Song Cafe and General Store Ltd.. Tahltan Centre Ltd. operates a grocery store and gas bar in Telegraph Creek, British Columbia. Stikine River Song Cafe and General Store Ltd. operates a seasonal motel and restaurant in Telegraph Creek, British Columbia. TBDC's subsidiaries are government organizations and are required to be reported on a consolidated basis. However, the Band considered these entities to be government business enterprises (GBE) and accounted for them using the modified equity method. Amounts advanced to TBDC bear no interest and have no fixed terms of repayment. The advances have been written down to reflect the likelihood the amounts may be uncollectible.

Tahltan Heritage Trust (THT)

THT is comprised of monies received from resource developers that undertake commercial activities, primarily using natural resources in the Tahltan Nation's traditional territory, along with investments in marketable securities. The management of these funds are primarily governed by the Tahltan Nation leadership. The Band is not a beneficiary of THT and the Band's investment in THT is accounted for at cost.

Tahltan Legacy Corporation (TLC)

TLC owns 100% of the shares of 1045365 B.C. Ltd., previously a general partner that held a 0.01% interest in the Volcano Creek Limited Partnership (VCLP); TLC was also the limited partner and held a 99.99% interest in VCLP. VCLP owns a 2.7% investment in Volcano Creek Hydroelectric Facility of Coast Mountain Hydro Limited Partnership, a partnership which operates a run-of-river plant facilities initially constructed and developed by Altagas Ltd. in collaboration with BC Hydro. The ownership of VCLP was previously transferred to THT, and TLC as well as 1045365 B.C. Ltd. are no longer inactive.

The Band considers TLC a business partnership (BP) and is accounted for using the modified equity method.

Tahltan Nation Development Corporation (TNDC)

TNDC is a general partner that holds 0.01% of Tahltan Nation Development Limited Partnership. The Band considers TNDC is a BP and is accounted for using the modified equity method.

Tahltan Nation Development Limited Partnership (TNDLP)

TNDLP has entered into a number of joint venture agreements providing a wide range of support and construction services to various industries and the government. The Band considers TNDLP a BP and is accounted for using the modified equity method.

| | TBDC | THT | TLC | TNDC | TNDLP | 2022 Total |
|--|-------------|----------|----------|---------------|----------------------|----------------------|
| Long-term investments, beginning of year | \$ 3 | - | - | \$ 525 | \$ 8,869,159 | \$ 8,869,687 |
| Income (loss) | - | - | - | - | 6,279,442 | 6,279,442 |
| Long-term investments, end of year | <u>\$ 3</u> | <u>-</u> | <u>-</u> | <u>\$ 525</u> | <u>\$ 15,148,601</u> | <u>\$ 15,149,129</u> |
| | TBDC | THT | TLC | TNDC | TNDLP | 2021 Total |
| Long-term investments, beginning of year | \$ 3 | - | - | \$ 525 | \$ 5,919,401 | \$ 5,919,929 |
| Income (loss) | - | - | - | - | 2,949,758 | 2,949,758 |
| Long-term investments, end of year | <u>\$ 3</u> | <u>-</u> | <u>-</u> | <u>\$ 525</u> | <u>\$ 8,869,159</u> | <u>\$ 8,869,687</u> |

Condensed financial information for the government business enterprises and government business partnerships is presented in Note 24.

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

5. Trust Assets

| | Balance, March 31, 2021 | Additions | Withdrawals | Balance, March 31, 2022 |
|--------------------|-------------------------------|-----------------|-------------|-------------------------------|
| Ottawa Trust Funds | | | | |
| Revenue | \$ 235,384 | \$ 8,994 | \$ - | \$ 244,378 |
| Capital | 1,294 | - | - | 1,294 |
| | <u>\$ 236,678</u> | <u>\$ 8,994</u> | <u>\$ -</u> | <u>\$ 245,672</u> |

The Ottawa Trust Funds relate to capital or revenue sources outlined in Section 62 of the Indian Act. These funds are held in trust in the consolidated revenue fund of the Government of Canada and are subject to audit by the office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act. The revenue and capital trust funds are accessible by the Band for specified purposes.

6. Accounts Payable and Accrued Liabilities

| | 2022 | 2021 |
|--|---------------------|---------------------|
| Trade payables | \$ 744,466 | \$ 696,488 |
| Accrued liabilities | 180,929 | 180,929 |
| Contributions repayable | 948,550 | 1,186,027 |
| Accrued salaries and employee benefits payable | 190,165 | 152,708 |
| CMHC payable | 7,719 | 7,719 |
| | <u>\$ 2,071,829</u> | <u>\$ 2,223,871</u> |

Included in trade payables is \$nil (2021 - \$30,000) due to Stikine River Song Cafe and General Store Ltd., \$7,386 (2021 - \$73,576) due to Tahltan Centre Ltd., and \$32,243 (2021 - \$nil) due to TNDLP.

7. Deferred Revenue

| | Balance, March 31, 2021 | Funding Received | Revenue Recognized | Balance, March 31, 2022 |
|----------------------------|-------------------------------|---------------------|-----------------------|-------------------------------|
| Indigenous Services Canada | \$ 106,122 | \$ 54,537 | \$ - | \$ 160,659 |

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

8. Revolving Facility and Loans Payable

Under its credit agreement with RBC, the Band has access to a line of credit, with a maximum limit of \$100,000. Interest is charged at prime plus 0.8% per annum and the terms stipulate that funds must be drawn and repaid in \$5,000 increments. At March 31, 2022, \$nil was outstanding on this facility (2021 - \$nil).

Under the same credit agreement, the Band has established a revolving facility by way of a series of term loans. The revolving facility is due on demand and its maximum limit is \$750,000. At year end, the balance of this facility was \$131,841 (2021 - \$202,501) and is included below.

| | 2022 | 2021 |
|--|-------------|-------------|
| GW Finance | | |
| Loan, repayable in monthly instalments of \$3,016 including interest at 5.25% per annum, maturing December 2023, secured by specific equipment with a net book value of \$68,076 | \$ 72,929 | \$ 113,725 |
| Loan, repayable in monthly instalments of \$7,659 including interest at 1.49% per annum, maturing June 2024, secured by specific equipment with a net book value of \$254,453 | 203,435 | - |
| Toyota Credit | | |
| Loan, repayable in monthly instalments of \$1,720 including interest at 2.99% per annum, matured April 2021 | - | 3,049 |
| RBC | | |
| Revolving facility term loan, repayable in monthly instalments of \$1,030 including interest at prime plus 1.55% per annum, maturing June 2026, secured by real property with a net book value of \$nil | 50,525 | 59,238 |
| Revolving facility term loan, repayable in monthly instalments of \$5,365 including interest at prime plus 1.55% per annum, maturing February 2026, secured by specific buildings with a net book value of \$808,572 | 11,690 | 72,603 |
| Loan, repayable in monthly instalments of \$1,428 including interest at 3.7% per annum, maturing November 2022, secured by a specific vehicle with a net book value of \$21,857 | 12,532 | 28,871 |
| Loan, repayable in monthly instalments of \$1,145 including interest at 5.99% per annum, maturing April 2025, secured by a specific vehicle with a net book value of \$45,897 | 38,614 | 49,684 |
| Loan, repayable in monthly instalments of \$792 including interest at 5.69% per annum, maturing September 2026, secured by a specific vehicle with a net book value of \$51,983 | 37,648 | - |
| Meridian OneCap | | |
| Loan, repayable in monthly instalments of \$1,274 including interest at 5.3% per annum, matured January 2022 | - | 12,419 |
| CMHC | | |
| Mortgage, with monthly payments of \$1,872 including interest at 1.31% per annum, maturing August 2026, secured by ministerial guarantee from Indigenous Services Canada | 94,568 | 115,644 |

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

8. Revolving Facility and Loans Payable (continued)

| | 2022 | 2021 |
|---|-------------------|-------------------|
| British Columbia Housing Management Commission Mortgage, repayable in annual payments of \$54,000, or forgivable in annual decrements of \$54,000 if the Band is in compliance with the terms of the related operating agreement, bearing no interest, maturing August 2030, and secured by properties with a net book value of \$456,249. Since the Band is in compliance with the terms of the related operating agreement, the loan is being forgiven as described above | 432,000 | 486,000 |
| | \$ 953,941 | \$ 941,233 |

Provided RBC does not demand repayment of the revolving facility and the CMHC mortgage is renewed on similar terms, principal repayments on the revolving facility and loans payable for the next five years and thereafter are as follows:

| | |
|------------|-------------------|
| 2023 | \$ 209,754 |
| 2024 | 173,606 |
| 2025 | 78,078 |
| 2026 | 44,288 |
| 2027 | 18,754 |
| Thereafter | <u>429,461</u> |
| | \$ 953,941 |

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

9. Obligations Under Capital Lease

| | 2022 | 2021 |
|---|------------------------|------------------------|
| Obligation under capital lease for a multi-functional photocopier, blended monthly payments of \$550, with interest at 5.11% per annum, maturing July 2024, secured by specific equipment with a net book value of \$12,406 | \$ 14,489 | \$ 20,188 |
| Obligation under capital lease for a multi-functional photocopier, blended monthly payments of \$600, with interest at 5.11% per annum, maturing December 2024, secured by specific equipment with a net book value of \$20,588 | 18,434 | 24,522 |
| Obligation under capital lease for a multi-functional photocopier, blended monthly payments of \$500, with interest at 5.11% per annum, maturing November 2024, secured by specific equipment with a net book value of \$13,690 | 14,927 | 20,022 |
| Obligation under capital lease for a multi-functional photocopier, blended monthly payments of \$399, with interest at 5.11% per annum, maturing November 2024, secured by specific equipment with a net book value of \$17,157 | 11,912 | 15,977 |
| | <hr/> \$ 59,762 | <hr/> \$ 80,709 |

Interest expense for the year, related to the obligations under capital lease, is \$4,683 (2020 - \$4,405).

Estimated lease payments until maturity are as follows:

| | |
|----------------|------------------------|
| 2023 | \$ 24,588 |
| 2024 | 24,588 |
| 2025 | <hr/> 14,792 |
| | 63,968 |
| Less: interest | <hr/> (4,206) |
| | <hr/> \$ 59,762 |

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

10. Tangible Capital Assets

| | Automotive Equipment | CMHC Housing | Buildings | Furniture and Fixtures | Computer Equipment | Infrastructure | Leasehold Improvements | Equipment Under Lease | Transfer Station** | Land | 2022 Total |
|---|----------------------|--------------|---------------|------------------------|--------------------|----------------|------------------------|-----------------------|--------------------|-----------|---------------|
| Cost, beginning of year | \$ 2,728,646 | \$ 773,727 | \$ 19,304,775 | \$ 538,485 | \$ 67,160 | \$ 2,809,958 | \$ 178,784 | \$ 118,167 | \$ 1,550,384 | \$ 55,093 | \$ 28,125,179 |
| Additions | 529,295 | 46,081 | 818,669 | 4,341 | - | 1,794,837 | - | - | 40,055 | - | 3,233,278 |
| Disposals | (182,200) | - | - | - | - | - | - | - | - | - | (182,200) |
| Cost, end of year | 3,075,741 | 819,808 | 20,123,444 | 542,826 | 67,160 | 4,604,795 | 178,784 | 118,167 | 1,590,439 | 55,093 | 31,176,257 |
| Accumulated amortization, beginning of year | 1,725,184 | 296,429 | 6,280,171 | 111,088 | 66,695 | 1,718,186 | 90,134 | 54,685 | - | - | 10,342,572 |
| Amortization | 351,769 | 20,802 | 466,886 | 85,332 | 209 | 169,460 | 7,151 | 19,044 | - | - | 1,120,653 |
| Accumulated amortization, end of year | 2,076,953 | 317,231 | 6,747,057 | 196,420 | 66,904 | 1,887,646 | 97,285 | 73,729 | - | - | 11,463,225 |
| Net book value, end of year | \$ 998,788 | \$ 502,577 | \$ 13,376,387 | \$ 346,406 | \$ 256 | \$ 2,717,149 | \$ 81,499 | \$ 44,438 | \$ 1,590,439 | \$ 55,093 | \$ 19,713,032 |

* Buildings include residential buildings owned by the Stikine Housing Authority Society, purchased for a cost of \$1.

**Transfer station is undergoing construction, it has not been in use, and no amortization has been recorded.

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

10. Tangible Capital Assets (continued)

| | Automotive Equipment | CMHC Housing | Buildings* | Furniture and Fixtures | Computer Equipment | Infrastructure | Improvements | Leasehold Equipment Under Lease | Transfer Station** | Land | 2021 Total |
|---|----------------------|-------------------|----------------------|------------------------|--------------------|---------------------|------------------|---------------------------------|---------------------|------------------|----------------------|
| Cost, beginning of year | \$ 2,165,940 | \$ 773,727 | \$ 14,122,896 | \$ 193,838 | \$ 67,160 | \$ 2,657,910 | \$ 178,784 | \$ 118,167 | \$ 1,550,384 | \$ 55,093 | \$ 21,878,899 |
| Additions | 562,706 | 5,181,879 | 344,647 | | | 157,048 | | | | | 6,246,280 |
| Cost, end of year | <u>2,728,646</u> | <u>773,727</u> | <u>19,304,775</u> | <u>538,485</u> | <u>67,160</u> | <u>2,809,958</u> | <u>178,784</u> | <u>118,167</u> | <u>1,550,384</u> | <u>55,093</u> | <u>28,125,179</u> |
| Accumulated amortization, beginning of year | 1,420,457 | 275,627 | 6,004,003 | 47,504 | 66,317 | 1,576,690 | 82,983 | 27,478 | | | 9,501,059 |
| Amortization | 304,727 | 20,802 | 276,168 | 63,584 | 378 | 141,496 | 7,151 | 27,207 | | | 841,513 |
| Accumulated amortization, end of year | <u>1,725,184</u> | <u>296,429</u> | <u>6,280,171</u> | <u>111,088</u> | <u>66,695</u> | <u>1,718,186</u> | <u>90,134</u> | <u>54,685</u> | | | <u>10,342,572</u> |
| Net book value, end of year | <u>\$ 1,003,462</u> | <u>\$ 477,298</u> | <u>\$ 13,024,604</u> | <u>\$ 427,397</u> | <u>\$ 465</u> | <u>\$ 1,091,772</u> | <u>\$ 88,650</u> | <u>\$ 63,482</u> | <u>\$ 1,550,384</u> | <u>\$ 55,093</u> | <u>\$ 17,782,607</u> |

*Buildings include residential buildings owned by the Stikine Housing Authority Society, purchased for a nominal cost.

**Transfer Station is undergoing construction, it has not been in use, and no amortization has been recorded.

Tahltan Indian Band Notes to Consolidated Financial Statements

March 31, 2022

11. Economic Dependence

The Band receives a major portion of its revenue from Indigenous Services Canada and First Nations Health Authority. The nature and extent of this revenue is of such significance that the Band is economically dependent on these sources of revenue. During the year, the Band received 54% (2021 - 39%) of its revenue from Indigenous Services Canada and 13% (2021 - 23%) from First Nations Health Authority.

12. Comparative Figures

The comparative figures presented in the financial statements have been reclassified, where necessary, to conform to the current year's presentation.

13. Pension Plan

The Band has a defined contribution pension plan for certain specific identified members of its staff. Members are required to contribute a minimum of 5% of their salary and the Band also contributes 5% of the member's salary, contributions are directed to the member's contribution account. The amount of retirement benefit to be received by the members will be the amount of retirement annuity that can be purchased based on the member's share of the pension plan at the time of the member's withdrawal from the plan. During the year, the Band contributed \$115,749 (2021 - \$118,198) for retirement benefits.

14. Wildfire

Beginning in August 2018, the Band's traditional lands, assets and communities were affected by the Alkali Lake wildfire. This wildfire caused the evacuation of the Telegraph Creek community for approximately four months and during that time wildfire response and cleanup efforts took place. The wildfire destroyed certain tangible capital assets in buildings and automotive equipment categories and caused damage to other tangible capital assets in various categories. Revenue and expenditures relating to the wildfire have been disclosed as a segment in Note 21. In addition to these expenditures, expenditures were incurred to acquire tangible capital assets.

The Band has assessed the environmental impact caused by the wildfire, and determined that no further remediation is necessary beyond the cleanup costs paid during the year.

Rebuilding efforts were ongoing at March 31, 2022. The costs, recoveries and asset disposals recorded represent management's best estimate of the impacts of the wildfire. These amounts are dependent on several factors, such as negotiations between the Band, and its service providers, as well as the determination of what services were received by the Band up to March 31, 2022. The final impact on the Band's financial position, changes in net financial assets and operations could vary from recorded and operations may require adjustment in the future if additional information is received.

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

15. Statement of Expenditures by Object

| | 2022 | 2021 |
|--|----------------------|----------------------|
| Expenditures | | |
| Administration | \$ 662,361 | \$ 560,825 |
| Advertising | 1,909 | 6,439 |
| Amortization | 1,218,030 | 841,513 |
| Automotive | 54,408 | 35,869 |
| Contract services | 1,228,322 | 1,411,566 |
| Honoraria | 20,900 | 20,968 |
| Insurance | 519,594 | 400,081 |
| Interest | 26,950 | 28,378 |
| Materials and supplies | 582,488 | 685,260 |
| Office and miscellaneous | 533,342 | 469,929 |
| Other | 682,327 | 827,953 |
| Professional fees | 742,539 | 505,898 |
| Rental | 124,132 | 151,161 |
| Repairs and maintenance | 247,581 | 114,957 |
| Room and board | 465,006 | 407,789 |
| Salaries and benefits | 3,073,818 | 3,067,199 |
| Telephone and utilities | 457,390 | 389,546 |
| Travel and accommodation | 1,030,275 | 653,709 |
| Tuition and training | 242,869 | 316,547 |
| | | |
| Total expenditures for the year | \$ 11,914,240 | \$ 10,895,587 |

Included in contract services is \$nil (2021 - \$157,048) of expenditures incurred from TNDLP and \$nil (2021 - \$78,010) of expenditures incurred from Stikine River Song Cafe and General Store Ltd. Included in materials and supplies is \$15,392 (2021 - \$347,394) of expenditures incurred from Tahltan Centre Ltd. These transactions are in the normal course of operations and have been measured at the exchange amount which is the amount of consideration established and agreed to by the related parties.

16. First Nations Education Steering Committee

First Nations Education Steering Committee (FNESC) SWEP program is part of the Education segment as described in Note 21.

| | 2022 | 2021 |
|--|------------------|------------------|
| Revenue | | |
| SWEP funds | \$ 9,639 | \$ 4,518 |
| COVID-19 education | 32,919 | 74,183 |
| | | |
| Expenditures | \$ 42,558 | \$ 78,701 |
| Other | 3,070 | - |
| Salaries and benefits | 34,001 | 4,365 |
| | | |
| Surplus of revenue for the year | \$ 2,417 | \$ 74,336 |

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

17. Tricorp Employment, Skills & Training Services

Tricorp Employment, Skills & Training Services (Tricorp) program is part of the Education segment as described in Note 21.

| | 2022 | 2021 |
|---|--------------------|-------------|
| Revenue | | |
| Tricorp | \$ - | \$ 12,759 |
| Expenditures | | |
| Other | 3,017 | - |
| Salaries and benefits | 6,985 | 12,759 |
| Deficiency of revenue for the year | \$ (10,002) | \$ - |

18. Three Sisters Haven House

Three Sisters Haven House in Telegraph Creek is funded by the Aboriginal Housing Management Association (AHMA) and this program is part of the Emergency Shelter segment as described in Note 21.

| | 2022 | 2021 |
|--|----------------|----------------|
| Revenue | | |
| AHMA | \$ 164,374 | \$ 107,552 |
| Expenditures | | |
| Administration | 6,200 | 7,016 |
| Automotive | 5,984 | 5,157 |
| Materials and supplies | 7,885 | 1,472 |
| Office and miscellaneous | 29,573 | 2,598 |
| Salaries and benefits | 105,385 | 84,897 |
| Telephone and utilities | 9,347 | 6,112 |
| Tuition and training | - | 300 |
| Surplus of revenue for the year | 164,374 | 107,552 |

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

19. Stikine Housing Authority Society

The condensed financial information of Stikine Housing Authority Society is presented below. The Housing segment includes the financial information of Stikine Housing Authority Society, see Note 21.

Statement of Financial Position

| <u>March 31</u> | <u>2022</u> | <u>2021</u> |
|--|---------------------------|---------------------------|
| Financial Assets | | |
| Cash | \$ 175,802 | \$ 180,986 |
| Due from Band | 140,145 | 140,145 |
| | <hr/> <u>315,947</u> | <hr/> <u>321,131</u> |
| Liabilities | | |
| Accounts payable and accrued liabilities | 17,274 | 13,255 |
| Loan payable | 432,000 | 486,000 |
| | <hr/> <u>449,274</u> | <hr/> <u>499,255</u> |
| Net Financial Assets | <hr/> <u>(133,327)</u> | <hr/> <u>(178,124)</u> |
| Non-financial Assets | | |
| Tangible capital assets (Note 10) | <hr/> <u>5,815</u> | <hr/> <u>1,474</u> |
| Total Non-financial Assets | <hr/> <u>5,815</u> | <hr/> <u>1,474</u> |
| Accumulated Deficit | <hr/> <u>\$ (127,512)</u> | <hr/> <u>\$ (176,650)</u> |

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

19. Stikine Housing Authority Society (continued)

Statement of Operations

| For the year ended March 31 | 2022 | 2021 |
|---|---------------------|---------------------|
| Revenue | | |
| Rental | \$ 143,212 | \$ 129,198 |
| Interest | - | - |
| Debt forgiveness (Note 8) | 54,000 | 54,000 |
| | <hr/> | <hr/> |
| | 197,212 | 183,198 |
| Expenditures | | |
| Contract services | 660 | 800 |
| Insurance | 28,643 | 14,249 |
| Materials and supplies | 64,043 | 41,269 |
| Office and miscellaneous | 6,370 | 1,540 |
| Other | 17,265 | 14,075 |
| Professional fees | 8,361 | 3,478 |
| Telephone and utilities | 8,792 | 15,942 |
| | <hr/> | <hr/> |
| | 134,134 | 91,353 |
| Surplus of revenue for the year | 63,078 | 91,845 |
| Accumulated deficit, beginning of year | <hr/> | <hr/> |
| Accumulated deficit, end of year | \$ (113,572) | \$ (176,650) |

20. Indigenous Justice Program

Statement of Operations

| For the year ended March 31 | 2022 | 2021 |
|--|-------------|------------------|
| Revenue | | |
| Funding | \$ 285,904 | \$ 266,118 |
| | <hr/> | <hr/> |
| Expenditures | | |
| Admin fees | 35,000 | 35,000 |
| Automotive | 16,393 | 12,374 |
| Contract services | 22,155 | 600 |
| Direct program costs | 32,930 | 18,215 |
| Office and miscellaneous | 33,676 | 17,588 |
| Professional fees | 10,242 | - |
| Salaries and benefits | 131,806 | 146,724 |
| Telephone and utilities | 3,702 | 5,017 |
| | <hr/> | <hr/> |
| | 285,904 | 235,518 |
| (Deficit) surplus of revenue for the year | \$ - | \$ 30,600 |

Tahltan Indian Band Notes to Consolidated Financial Statements

March 31, 2022

21. Segmented Information

The Band provides a wide range of services to its members, including social, education, health, housing, public works and economic activities. For management reporting purposes, the Band's operations and activities are organized and reported by functions or programs. Functions and programs were created for the purpose of recording specific activities to attain certain objectives with special regulations, restrictions or limitations. Services are provided and their activities are reported in these functions and programs. Certain financial information has been separately disclosed, along with the services provided, and are detailed in the schedule that follows.

Health

This function covers the funding and expenditures of the Band related to funding received to operate the health program.

Economic Development

This function provides the Band with a range of different revenue streams and sources of employment including tourism, the post office, equipment operations and community economic development.

Education

This function provides services to eligible First Nation students enrolled in elementary/secondary education programs and eligible post-secondary education programs.

Government Development and Administration

This function covers the funding and expenditures of the Band related to fulfillment of environmental obligations, administration of water resources in the Band's territory, fisheries, employee benefits and emergency benefits.

Stikine Wholistic Working Group (SWWG)

This function provides health programs and social services under an agreement with First Nations Health Authority.

Housing

This function provides on-reserve assistance to eligible members under the Canada Mortgage and Housing Corporation housing programs for First Nations.

Public Works Operations and Maintenance

This function is responsible for the construction and maintenance of public spaces within the community.

Social and Community Services

This function provides for the delivery of social and community services related to special needs, adult care, national child benefits and prevention services among others.

Capital Development

This function provides for development of capital projects and land development.

Trust

This function contains the trust investments as described in Note 5.

Emergency Shelter

This function operates the emergency shelter in Telegraph Creek and Three Sisters Haven House program.

Wildfire

As described in Note 14, the Band was affected by a wildfire that caused significant damage to the community. This function provides disaster response and recovery services related to the wildfire.

COVID-19

This function provides for the needs of programs related to pandemic response.

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

21. Segmented Information (continued)

| | Health | Economic Development | Education | Government Development & Administration | SWWG | Housing |
|--|-------------------|----------------------|-------------------|---|------------------|---------------------|
| Revenue | | | | | | |
| ISC | \$ - | \$ 245,933 | \$ 922,488 | \$ 746,258 | \$ - | \$ 154,161 |
| ISC recovery | | | | | | (385,601) |
| AHMA | - | - | - | - | - | - |
| BCFN Gaming | - | - | - | 570,115 | - | - |
| Canada Post | - | 264,948 | - | - | - | - |
| CMHC | - | - | - | - | - | 32,053 |
| FNESC | - | - | 42,558 | - | - | - |
| FNHA | 3,224,261 | - | - | - | - | - |
| Fisheries and Oceans | | | | | | |
| Canada | - | - | - | - | - | - |
| Insurance proceeds | - | - | - | - | - | - |
| Ministry of Children | - | - | - | - | - | - |
| Ministry of Justice | - | - | - | - | - | - |
| Ministry of Forests | - | - | - | - | - | - |
| Ottawa Trust | - | - | - | - | - | - |
| Rental | - | 603,345 | 29,762 | 87,700 | - | 338,433 |
| SWWG | - | - | - | - | 488,572 | - |
| Tahltan Central Government | - | 1,000,000 | - | - | - | - |
| Debt forgiveness (Note 8) | - | - | - | - | - | 54,000 |
| Donations and other income | 76,235 | 1,326,156 | - | 710,492 | 16,000 | 98,784 |
| Gross segment revenue | 3,300,496 | 3,440,382 | 994,808 | 2,114,565 | 504,572 | 291,830 |
| Inter-segment transfers | (178,969) | (144,644) | - | (579,019) | - | (104,690) |
| Net segment revenue | 3,121,527 | 3,295,738 | 994,808 | 1,535,546 | 504,572 | 187,140 |
| Expenditures | | | | | | |
| Administration | 348,412 | - | 107,808 | 93,665 | 218,070 | - |
| Advertising | 490 | - | - | 1,419 | - | - |
| Amortization | - | - | - | 1,102,292 | - | 115,738 |
| Automotive | 54,177 | - | - | 7,681 | 7,131 | - |
| Contract services | 350,442 | 180,460 | 14,966 | 89,154 | 47,041 | 53,680 |
| Honoraria | - | - | - | 17,700 | - | - |
| Insurance | 8,785 | 53,194 | 3,020 | 66,576 | 908 | 304,743 |
| Interest | 355 | 7,871 | 1,429 | 1,300 | - | 12,515 |
| Materials and supplies | 61,653 | 231,876 | 8,573 | 25,596 | (865) | 15,596 |
| Office and miscellaneous | 109,784 | 62,725 | 3,348 | 74,678 | 51,029 | 7,793 |
| Other | 3,494 | 21,000 | 61,800 | 90,069 | 5,738 | 20,959 |
| Professional fees | 145,122 | 22,719 | - | 262,263 | 1,340 | 9,505 |
| Rental | 30,615 | 15,237 | 8,400 | 23,214 | 3,150 | - |
| Repairs and maintenance | 4,923 | 66,638 | 16,751 | 20,884 | 7,814 | 65,572 |
| Room and board | - | - | 465,006 | - | - | - |
| Salaries and benefits | 689,061 | 360,370 | 60,834 | 587,194 | 8,609 | 107,937 |
| Telephone and utilities | 91,594 | 76,493 | 2,902 | 41,578 | 14,270 | 52,908 |
| Travel and accommodation | 890,474 | 4,716 | 7,019 | 29,215 | 72,944 | 5,625 |
| Tuition and training | 4,289 | - | 213,217 | 500 | 17,141 | - |
| Gross segment expenditures | 2,793,670 | 1,103,299 | 975,073 | 2,534,978 | 454,320 | 772,571 |
| Inter-segment transfers | (349,708) | - | (116,208) | (125,090) | - | - |
| Net segment expenditures | 2,443,962 | 1,103,299 | 858,865 | 2,409,888 | 454,320 | 772,571 |
| Surplus (deficiency) of revenue for the year* | \$ 677,565 | \$ 2,192,439 | \$ 135,943 | \$ (874,342) | \$ 50,252 | \$ (585,431) |

* Before other income (loss)

| Public Works Operations & Maintenance | Social & Community Services | Capital Development | Trusts | Emergency Shelter | Wildfire | COVID-19 |
|---------------------------------------|-----------------------------|---------------------------|-----------------|----------------------|---------------------|------------------------|
| \$ 830,068 (109,747) | \$ 1,348,553 | \$ 5,135,483 (167,436) | \$ - | \$ 1,082,871 | \$ 17 5,888 | \$ 999,355 (84,428) |
| - | - | - | - | 164,374 | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | 152,703 | - | - | - | - | - |
| - | 3,700 | - | - | - | - | - |
| - | 353,003 | - | - | - | 161,640 | - |
| - | 285,904 | - | - | - | - | - |
| - | - | - | - | - | 15,020 | - |
| - | - | - | 8,99 | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| 25,210 | 392,346 | - | - | - | - | 3,700 |
| 745,531 | 2,536,209 | 4,968,047 | 8,99 | 1,247,245 | 182,565 | 918,627 |
| - | (90,077) | (86,176) | - | - | - | - |
| 745,531 | 2,446,132 | 4,881,871 | 8,99 | 1,247,245 | 182,565 | 918,627 |
| 27,158 | 236,354 | - | - | 214,650 | 23,825 | 216,600 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | 11,415 | - | - | 11,115 | - | - |
| 115,590 | 167,592 | 99,823 | - | 76,277 | 24,764 | 193,467 |
| - | 3,200 | - | - | - | - | - |
| 18,413 | 54,676 | 3,285 | - | 5,994 | - | - |
| 797 | 2,683 | - | - | - | - | - |
| 34,097 | 83,181 | 34,452 | - | 41,145 | 2,703 | 62,758 |
| 207 | 79,873 | 17,455 | - | 58,907 | 17,677 | 64,266 |
| - | 232,845 | 776 | - | 338 | 250 | 245,058 |
| 106,951 | 50,919 | 49,873 | - | 27,027 | 66,320 | 500 |
| 8,400 | 109,216 | - | - | - | 6,300 | - |
| 1,603 | 342 | 29,850 | - | 7,138 | 21,133 | 4,933 |
| 243,757 | 582,351 | 4,993 | - | 385,296 | 264 | 63,152 |
| 60,953 | 74,188 | 10,009 | - | 28,647 | 316 | 3,532 |
| 3,022 | 8,798 | 840 | - | 4,868 | - | 7,028 |
| 63 | 7,581 | - | - | - | 78 | - |
| 621,011 (96,026) | 1,705,214 (174,636) | 251,356 | - | 861,402 (283,631) | 163,630 (20,000) | 861,294 (18,277) |
| 524,985 | 1,530,578 | 251,356 | - | 577,771 | 143,630 | 843,017 |
| \$ 220,546 | \$ 915,554 | \$ 4,630,515 | \$ 8,994 | \$ 669,474 | \$ 38,935 | \$ 75,610 |

| <u>Subtotal Prior to Eliminations</u> | <u>Eliminations</u> | <u>2022 Total</u> |
|---|---------------------|-----------------------|
| \$ 11,465,187 | \$ - | \$ 11,465,187 |
| (741,324) | (741,324) | |
| 164,374 | - | 164,374 |
| 570,115 | - | 570,115 |
| 264,948 | - | 264,948 |
| 32,053 | - | 32,053 |
| 42,558 | - | 42,558 |
| 3,376,964 | - | 3,376,964 |
| 3,700 | - | 3,700 |
| 161,640 | - | 161,640 |
| 353,003 | - | 353,003 |
| 285,904 | - | 285,904 |
| 15,020 | - | 15,020 |
| 8,994 | - | 8,994 |
| 1,059,240 | (155,826) | 903,414 |
| 488,572 | - | 488,572 |
| 1,000,000 | - | 1,000,000 |
| 54,000 | - | 54,000 |
| 2,648,923 | (1,027,751) | 1,621,172 |
| 21,253,871 | (1,183,577) | 20,070,294 |
| (1,183,575) | 1,183,575 | - |
| <u>20,070,296</u> | <u>(2)</u> | <u>20,070,294</u> |
| 1,486,542 | (824,181) | 662,361 |
| 1,909 | - | 1,909 |
| 1,218,030 | - | 1,218,030 |
| 91,519 | (37,111) | 54,408 |
| 1,413,256 | (184,934) | 1,228,322 |
| 20,900 | - | 20,900 |
| 519,594 | - | 519,594 |
| 26,950 | - | 26,950 |
| 600,765 | (18,277) | 582,488 |
| 547,742 | (14,400) | 533,342 |
| 682,327 | - | 682,327 |
| 742,539 | - | 742,539 |
| 204,532 | (80,400) | 124,132 |
| 247,581 | - | 247,581 |
| 465,006 | - | 465,006 |
| 3,093,818 | (20,000) | 3,073,818 |
| 457,390 | - | 457,390 |
| 1,034,549 | (4,274) | 1,030,275 |
| 242,869 | - | 242,869 |
| 13,097,818 | (1,183,577) | 11,914,241 |
| (1,183,576) | 1,183,576 | - |
| <u>11,914,242</u> | <u>-</u> | <u>11,914,241</u> |
| <u>\$ 8,156,054</u> | <u>\$ -</u> | <u>\$ 8,156,053</u> |

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

21. Segmented Information (continued)

| | Health | Economic Development | Education | Government Development & Administration | SWWG | Housing | Public Works Operations & Maintenance | Social & Community Services |
|--|-------------------|----------------------|-------------------|---|-------------------|------------------|---------------------------------------|-----------------------------|
| Revenue | | | | | | | | |
| ISC | \$ - | \$ 255,932 | \$ 918,460 | \$ 678,463 | \$ - | \$ 390,180 | \$ 471,577 | \$ 587,233 |
| ISC recovery | - | - | (124,464) | - | - | (65,348) | (7,231) | (170,945) |
| AHMA | - | - | - | - | - | - | - | - |
| BCFN Gaming | - | - | - | 1,003,715 | - | - | - | - |
| Canada Post | - | 376,170 | - | - | - | - | - | - |
| CMHC | - | - | - | - | - | 48,030 | - | 92,293 |
| FNESC | - | - | 78,701 | - | - | - | - | - |
| FNHA | 3,824,755 | - | - | - | - | - | - | 126,404 |
| Insurance proceeds | - | - | - | - | - | - | - | - |
| Ministry of Children | - | - | - | - | - | - | - | 405,729 |
| Ministry of Justice | - | - | - | - | - | - | - | 266,118 |
| Ministry of Forests | - | - | - | - | - | - | - | - |
| Ottawa Trust | - | - | - | - | - | - | - | - |
| Rental | - | 212,504 | 35,471 | 79,000 | - | 300,588 | 22,321 | - |
| SWWG | - | - | - | - | 811,000 | - | - | - |
| Northern Health | - | - | - | - | - | - | - | 10,000 |
| Debt forgiveness (Note 8)s | - | - | - | - | - | 54,000 | - | - |
| Donations and other income | 76,235 | 579,779 | 12,759 | 1,721,334 | 44,510 | 95,455 | (6,200) | 383,381 |
| Gross segment revenue | 3,900,990 | 1,424,385 | 920,927 | 3,482,512 | 855,510 | 822,905 | 480,467 | 1,700,213 |
| Inter-segment transfers | (856,518) | (201,076) | - | (535,096) | - | (136,723) | (22,071) | (28,800) |
| Net segment revenue | 3,044,472 | 1,223,309 | 920,927 | 2,947,416 | 855,510 | 686,182 | 458,396 | 1,671,413 |
| Expenditures | | | | | | | | |
| Administration | 404,544 | 1,200 | 158,418 | 463,042 | 88,780 | 200 | - | 166,959 |
| Advertising | 245 | - | - | 6,194 | - | - | - | - |
| Amortization | - | - | - | 721,821 | - | 119,692 | - | - |
| Automotive | 45,086 | - | - | 427 | - | 541 | - | 16,534 |
| Contract services | 250,552 | 66,268 | 400 | 405,604 | 87,142 | 25,299 | 50,947 | 161,398 |
| Honoraria | 447 | - | - | 21,521 | (1,000) | - | - | - |
| Insurance | 11,241 | 24,230 | 3,937 | 46,456 | 1,801 | 218,035 | 14,045 | 61,709 |
| Interest | 233 | 7,080 | 2,270 | 906 | - | 12,763 | 1,388 | 3,738 |
| Materials and supplies | 41,447 | 323,933 | 8,352 | 36,873 | 28,216 | 25,596 | 9,824 | 73,218 |
| Office and miscellaneous | 88,378 | 60,440 | - | 56,058 | 14,117 | 5,510 | 1,222 | 54,755 |
| Other | 22,492 | 157,852 | 2,500 | 32,973 | - | 17,684 | - | 213,755 |
| Professional fees | 50,252 | 32,582 | - | 289,851 | - | 8,478 | - | - |
| Rental | 38,029 | 20,066 | 8,400 | 27,065 | 12,400 | - | 8,400 | 91,142 |
| Repairs and maintenance | 18,889 | 64,825 | 1,000 | (47,256) | 13,317 | 42,986 | - | 14,844 |
| Room and board | - | - | 407,789 | - | - | - | - | - |
| Salaries and benefits | 797,427 | 171,877 | 54,046 | 764,562 | 46,392 | 110,523 | 170,519 | 566,897 |
| Telephone and utilities | 93,118 | 27,427 | 2,878 | 40,400 | 11,075 | 67,788 | 43,954 | 56,410 |
| Travel and accommodation | 567,765 | 13,537 | 25,142 | 8,424 | 2,825 | - | 2,482 | 24,012 |
| Tuition and training | 4,360 | - | 175,377 | 1,219 | 755 | - | 63 | 77,860 |
| Gross segment expenditures | 2,434,505 | 971,317 | 850,509 | 2,876,140 | 305,820 | 655,095 | 302,844 | 1,583,231 |
| Inter-segment transfers | (310,164) | (50,000) | (166,618) | (438,958) | - | - | (25,712) | (124,431) |
| Net segment expenditures | 2,124,341 | 921,317 | 683,891 | 2,437,182 | 305,820 | 655,095 | 277,132 | 1,458,800 |
| Surplus (deficiency) of revenue for the year* | \$ 920,131 | \$ 301,992 | \$ 237,036 | \$ 510,234 | \$ 549,690 | \$ 31,087 | \$ 181,264 | \$ 212,613 |

* Before other income (loss)

| Capital Development | | Trust | Emergency Shelter | Wildfire | Subtotal | Prior to Eliminations | Eliminations | 2021 Total |
|---------------------|----------|------------|-------------------|----------|--------------|-----------------------|--------------|------------|
| \$ 1,353,555 | \$ - | \$ 812,871 | \$ 176,337 | | \$ 7,179,881 | \$ - | \$ 7,179,881 | |
| (359,930) | | | (17) | | (727,935) | | (727,935) | |
| - | - | 107,552 | - | | 107,552 | - | 107,552 | |
| - | - | - | - | | 1,003,715 | - | 1,003,715 | |
| - | - | - | - | | 376,170 | - | 376,170 | |
| - | - | - | - | | 140,323 | - | 140,323 | |
| - | - | - | - | | 78,701 | - | 78,701 | |
| - | - | - | - | | 4,099,901 | - | 4,099,901 | |
| - | - | - | 670,312 | | 670,312 | - | 670,312 | |
| - | - | - | - | | 405,729 | - | 405,729 | |
| - | - | - | - | | 266,118 | - | 266,118 | |
| 134,362 | - | - | 124,795 | | 259,157 | - | 259,157 | |
| - | 7,115 | - | - | | 7,115 | - | 7,115 | |
| - | - | - | - | | 649,884 | (169,374) | 480,510 | |
| - | - | - | - | | 811,000 | - | 811,000 | |
| - | - | - | - | | 10,000 | - | 10,000 | |
| - | - | - | - | | 54,000 | - | 54,000 | |
| 207,000 | - | 5,000 | 345,291 | | 3,473,161 | (1,752,046) | 1,721,115 | |
| 1,334,987 | 7,115 | 925,423 | 1,316,718 | | 18,864,784 | (1,921,420) | 16,943,364 | |
| (141,137) | - | - | - | | (1,921,421) | 1,921,421 | - | |
| 1,193,850 | 7,115 | 925,423 | 1,316,718 | | 16,943,363 | 1 | 16,943,364 | |
| 200 | - | 167,040 | 26,521 | | 1,556,678 | (995,853) | 560,825 | |
| - | - | - | - | | 6,439 | - | 6,439 | |
| - | - | - | - | | 841,513 | - | 841,513 | |
| - | - | 11,706 | - | | 74,294 | (38,425) | 35,869 | |
| 127,934 | - | 79,016 | 80,487 | | 1,579,500 | (167,934) | 1,411,566 | |
| - | - | - | - | | 20,968 | - | 20,968 | |
| 7,798 | - | 10,829 | - | | 400,081 | - | 400,081 | |
| - | - | - | - | | 28,378 | - | 28,378 | |
| 42,201 | - | 32,846 | 37,974 | | 685,260 | - | 685,260 | |
| 29,054 | - | 39,567 | 39,046 | | 477,129 | (7,200) | 469,929 | |
| 627 | - | 356 | 814,709 | | 1,407,953 | (580,000) | 829,961 | |
| 67,475 | - | - | 55,490 | | 505,898 | - | 505,898 | |
| 59 | - | - | 22,400 | | 250,032 | (98,871) | 151,161 | |
| 1,538 | - | 4,814 | - | | 114,957 | - | 114,957 | |
| - | - | - | - | | 407,789 | - | 407,789 | |
| 81,241 | - | 318,789 | 400 | | 3,100,335 | (33,137) | 3,067,199 | |
| 10,370 | - | 28,860 | - | | 389,546 | - | 389,546 | |
| 666 | - | 8,136 | 720 | | 653,709 | - | 653,709 | |
| - | - | 56,913 | - | | 316,547 | - | 316,547 | |
| 369,163 | - | 758,872 | 1,077,747 | | 12,817,007 | (1,921,420) | 10,895,587 | |
| (72,966) | - | (156,935) | (575,637) | | (1,921,421) | 1,921,421 | - | |
| 296,197 | - | 601,937 | 502,110 | | 10,895,586 | 1 | 10,895,587 | |
| \$ 897,653 | \$ 7,115 | \$ 323,486 | \$ 814,608 | | \$ 6,047,778 | \$ - | \$ 6,047,777 | |

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Tahltan Indian Band
Notes to Consolidated Financial Statements

22. First Nations Health Authority Financial Information

| | Canada Prenatal Nutrition | Community Health Promotion | Mental Health and Addictions | Operations and Maintenance | FNHA Aboriginal Diabetes Initiative | Aboriginal Head Start | Brighter Futures | FNHCC | FNHA Solvent Abuse |
|---|---------------------------|----------------------------|------------------------------|----------------------------|-------------------------------------|-----------------------|------------------|----------------|--------------------|
| Revenue | | | | | | | | | |
| Administration fees | \$ 26,746 | \$ 93,720 | \$ 79,830 | \$ 86,104 | \$ 72,077 | \$ 172,287 | \$ 112,520 | \$ 173,390 | \$ 17,337 |
| First Nations Health Authority | - | - | 31,111 | - | - | - | - | - | - |
| Other income | - | - | - | - | - | - | - | - | - |
| | 26,746 | 93,720 | 110,941 | 86,104 | 72,077 | 172,287 | 112,520 | 173,390 | 17,337 |
| Expenditures | | | | | | | | | |
| Administration | 10,418 | 12,706 | 18,667 | 10,332 | 21,482 | 18,316 | 38,090 | 23,920 | 16,817 |
| Advertising | - | - | - | - | - | - | 490 | - | - |
| Automotive | 793 | 4,574 | 3,836 | 3,944 | 2,162 | 4,231 | 3,376 | 5,202 | 520 |
| Client and community service | - | - | - | - | - | - | 29,932 | - | - |
| Computer hardware and software | - | - | 4,592 | 25,020 | 5,406 | 24,020 | 25,981 | 13,037 | 5,090 |
| Contract services | - | - | - | - | 593 | - | - | 451 | 574 |
| Equipment and furniture purchases | - | - | - | - | - | - | - | - | - |
| Equipment rental and maintenance | - | - | 7,200 | - | 312 | 8,065 | 5,048 | 4,047 | 150 |
| Groceries and household supplies | - | - | 339 | 460 | - | - | 4,829 | - | - |
| Insurance, licenses and dues | - | - | - | - | 625 | - | 24,191 | - | - |
| Materials and supplies | - | - | 1,550 | - | 1,295 | - | 4,491 | 527 | - |
| Office supplies | - | - | - | - | - | - | - | - | - |
| Patient transportation | - | - | - | - | - | - | - | - | - |
| Payment to recipients | - | - | - | - | - | - | - | - | - |
| Professional fees | - | - | - | - | - | - | - | - | - |
| Program resource | 258 | 1,146 | 8,411 | 13,000 | 1,690 | 3,876 | 1,183 | 14,084 | 855 |
| Telephone | - | 4,282 | - | 13,282 | - | 1,627 | 1,370 | 4,370 | - |
| Training and workshops | - | - | - | - | - | - | - | - | - |
| Travel | - | - | 239 | 1,485 | - | 8,233 | 2,327 | 286 | 414 |
| Utilities | - | 980 | 1,539 | 21,597 | 353 | 4,212 | 5,041 | 1,887 | - |
| Salaries and benefits | 15,277 | 55,887 | 7,413 | 24,929 | 3,886 | 97,112 | 1,519 | 130,928 | - |
| | 26,746 | 93,495 | 79,831 | 86,106 | 72,077 | 193,953 | 112,250 | 173,390 | 17,337 |
| Surplus (deficiency) of revenue for the year | \$ - | \$ 225 | \$ 31,110 | \$ (2) | \$ - | \$ (21,666) | \$ 270 | \$ - | \$ - |

March 31, 2022

22. First Nations Health Authority Financial Information (continued)

Tahltan Indian Band
Notes to Consolidated Financial Statements

| | COHI | FNHA Communicable Diseases | FNHA NNADAP | Health Management and Support | Healthy Drinking Water | NHIB Patient Transport | NHIB Visiting Health Professional | NHIB Dental Care | Mobile Support Team |
|---|--------------------|----------------------------------|------------------|-------------------------------------|------------------------------|------------------------------|--|------------------------|---------------------------|
| Revenue | | | | | | | | | |
| Administration fees | \$ 3,390 | \$ 13,497 | \$ 142,800 | \$ 244,291 | \$ 17,146 | \$ 814,510 | \$ 37,422 | \$ 6,000 | \$ 387,608 |
| First Nations Health Authority | - | - | - | - | - | - | - | - | - |
| Other income | | | | | | | | | |
| | 3,390 | 13,497 | 142,800 | 320,526 | 17,146 | 814,510 | 37,422 | 6,000 | 387,608 |
| Expenditures | | | | | | | | | |
| Administration | 3,279 | 12,989 | 54,672 | 3,299 | 2,058 | 76,235 | 4,491 | 720 | 26,337 |
| Advertising | - | - | - | - | - | - | - | - | - |
| Automotive | 111 | 404 | 12,029 | 9,498 | 514 | - | 1,123 | 180 | 1,607 |
| Client and community service | - | - | - | 3,407 | - | - | - | - | - |
| Computer hardware and software | 3 | - | - | 26,200 | 45,796 | 3,656 | - | 5,100 | 31,625 |
| Contract services | - | - | - | - | - | - | - | - | - |
| Equipment and furniture purchases | - | - | - | - | - | - | - | - | - |
| Equipment rental and maintenance | - | - | - | - | - | - | - | - | - |
| Groceries and household supplies | - | - | - | 1,076 | 778 | - | - | - | - |
| Insurance, licenses and dues | - | - | - | - | 3,525 | - | - | - | 431 |
| Materials and supplies | - | - | - | - | 2,322 | - | - | - | 2,190 |
| Office supplies | - | - | - | - | 4,723 | - | - | - | 368 |
| Patient transportation | - | - | - | - | - | 817,805 | - | - | - |
| Payment to recipients | - | - | - | - | - | - | - | - | - |
| Professional fees | - | - | - | - | 31,954 | - | - | - | 3,494 |
| Program resource | - | - | 28,882 | 2,024 | - | - | - | - | 18,133 |
| Telephone | - | - | 2,374 | 4,251 | - | - | - | - | - |
| Training and workshops | - | - | - | - | - | - | - | - | 11,891 |
| Travel | - | - | 9,453 | 11,566 | - | 28,292 | - | - | 4,014 |
| Utilities | - | 104 | 6,237 | 2,832 | - | - | - | - | 6,500 |
| Salaries and benefits | - | - | 1,879 | 149,111 | 10,918 | - | - | - | 7,830 |
| | 3,393 | 13,497 | 142,802 | 281,086 | 17,146 | 894,040 | 33,906 | 6,000 | 317,166 |
| Surplus (deficiency) of revenue for the year | \$ (3) \$ - | \$ (2) | \$ 39,440 | \$ - | \$ (79,530) | \$ 3,516 | \$ - | \$ 70,442 | |

March 31, 2022

22. First Nations Health Authority Financial Information (continued)

Tahltan Indian Band
Notes to Consolidated Financial Statements

| | Nursing Residence | Health Culture Camps | Emergency Support | AHSOR Land-Based Quality Improvement | Subtotal Prior to Eliminations | Eliminations | 2022 Total | 2021 Total |
|---|-------------------|----------------------|-------------------|--------------------------------------|--------------------------------|-------------------|-----------------------|---------------------|
| Revenue | | | | | | | | |
| Administration fees | \$ 622,506 | \$ 152,703 | \$ - | \$ 69,969 | \$ 76,235 | \$ (76,235) | \$ 3,345,853 | \$ 4,099,902 |
| First Nations Health Authority | - | 49,211 | 3,700 | - | 3,453 | (52,911) | 31,111 | 8,617 |
| Other income | | | | | | | | |
| | 622,506 | 201,914 | 3,700 | 69,969 | 3,506,110 | (129,146) | 3,376,964 | 4,108,519 |
| Expenditures | | | | | | | | |
| Administration | (3,133) | 43,005 | 163,169 | 9,534 | 567,403 | (263,403) | 232,430 | 185,623 |
| Advertising | - | - | - | - | 490 | - | 490 | 245 |
| Automotive | - | - | - | - | 54,104 | (37,111) | 55,746 | 6,661 |
| Client and community service | - | - | - | - | 33,339 | - | 33,339 | 26,172 |
| Computer hardware and software | 30,513 | 51,885 | 166,830 | 71,067 | 535,818 | (29,321) | 1,119,676 | 559,838 |
| Contract services | - | - | - | - | 13,928 | - | 27,876 | 13,938 |
| Equipment and furniture purchases | - | 12,320 | - | - | 25,553 | (15,600) | 50,706 | 25,353 |
| Equipment rental and maintenance | - | - | 37,148 | - | 57,423 | - | 130,976 | 65,488 |
| Groceries and household supplies | - | - | - | - | 10,216 | - | - | 10,216 |
| Insurance, licenses and dues | - | 1,431 | - | - | - | - | - | - |
| Materials and supplies | (1,453) | - | 10,149 | 32,228 | 71,802 | - | 143,604 | 71,802 |
| Office supplies | - | 5,654 | 10,531 | 373 | 27,962 | - | 55,924 | 27,962 |
| Patient transportation | - | - | - | - | 817,805 | - | - | - |
| Payment to recipients | - | - | 245,058 | - | 248,552 | - | 497,104 | 248,552 |
| Professional fees | 47,959 | - | - | - | 112,866 | - | 163,117 | 50,251 |
| Program resource | - | 12,196 | 16,515 | - | 91,531 | - | 156,266 | 60,859 |
| Telephone | - | - | 1,800 | - | 45,247 | - | 81,647 | 36,400 |
| Training and workshops | - | - | - | - | 4,289 | - | 8,648 | 4,359 |
| Travel | - | - | 1,084 | - | 69,879 | - | 138,892 | 60,780 |
| Utilities | (4,465) | 177 | 975 | - | 49,259 | - | 106,370 | 56,718 |
| Salaries and benefits | 33 | 363 | 6,088 | 2,446 | 698,382 | - | 1,500,847 | 798,579 |
| | 69,454 | 127,031 | 659,347 | 115,648 | 3,535,701 | (345,435) | 4,503,664 | 2,091,098 |
| Surplus (deficiency) of revenue for the year | \$ 553,052 | \$ 74,883 | \$ 655,647 | \$ (45,679) | \$ (29,591) | \$ 216,289 | \$ (1,126,700) | \$ 2,017,421 |

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2022

23. Uncertainty Due to COVID-19

The impact of COVID-19 in Canada and on the global economy has been significant. The Band had undertaken efforts to combat the pandemic by initially assessing and estimating the potential impact COVID-19 could have on the community. As a result of the assessment, amongst other measures, services provided by certain of the non-essential programs were temporarily suspended, whereas, certain new programs to address the needs of the community during this pandemic were initiated by the Band. As the impacts of COVID-19 continue, there could be further impact on financial operations, financial position, and liquidity in fiscal 2023.

Management is actively monitoring the effect on its financial condition, liquidity and operations, although the Band is not able to fully estimate the future effects of the COVID-19 pandemic.

See Note 21 for additional information related to COVID-19 revenue and expenditures incurred during the year.

Tahltan Indian Band
Notes to Consolidated Financial Statements
Condensed Financial Information
(Unaudited)

March 31, 2022

24. Condensed Financial Information

| | Stikine River Song Cafe and General Store Ltd. | Tahltan Nation Development Limited Partnership | Tahltan Centre Ltd. | 2022 Total | 2021 Total |
|--------------------------------------|---|---|------------------------|----------------------|----------------------|
| Assets | | | | | |
| Financial | \$ 54,160 | \$ 38,842,197 | \$ 395,252 | \$ 39,291,609 | \$ 25,029,861 |
| Non-financial | 26,719 | 21,127,167 | 146,245 | 21,300,131 | 12,597,404 |
| Total assets | \$ 80,879 | \$ 59,969,364 | \$ 541,497 | \$ - | \$ 37,627,265 |
| Liabilities | | | | | |
| | \$ 533,133 | \$ 15,017,156 | \$ 511,075 | \$ 16,061,364 | \$ 11,561,592 |
| Surplus (deficit) | (452,256) | 44,952,208 | 30,422 | 44,530,374 | 26,065,673 |
| Total liabilities and surplus | \$ 80,877 | \$ 59,969,364 | \$ 541,497 | \$ 60,591,738 | \$ 37,627,265 |
| Revenue | | | | | |
| Expenditures | \$ 30,000 | \$ 56,554,007 | \$ 1,716,709 | \$ 58,300,716 | \$ 32,617,535 |
| | 34,195 | 37,714,425 | 1,590,770 | 39,339,390 | 23,891,981 |
| Net income (loss) | \$ (4,195) | \$ 18,839,582 | \$ 125,939 | \$ 18,961,326 | \$ 8,725,554 |

The unaudited financial information above reflects the entities' assets, liabilities, surplus (deficit), revenue and expenditures. The 2022 financial information of Tahltan Nation Development Limited Partnership is not available and the 2021 financial information has been presented.