

Tahltan Indian Band
Consolidated Financial Statements
For the year ended March 31, 2023

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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 December 14, 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



Chief



Councillor

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, 2023, 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, 2023, 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

Effective April 1, 2022, the Band was required to adopt *PS 3280 Asset Retirement Obligations* which requires the recognition of legal obligations associated with the retirement of tangible capital assets by public sector entities. Under the modified retrospective application method, the asset retirement obligation on transition is to be recorded using assumptions as of April 1, 2022. The corresponding asset retirement cost is added to the carrying value of the related tangible capital assets adjusted for amortization since the time the legal obligation was incurred. The net adjustment is charged to accumulated surplus. Comparative figures are to be restated to reflect this change in accounting policy. Management has not completed its assessment of the tangible capital assets for potential asset retirement obligations. As a result, it is not possible to quantify the impact of this departure from Canadian public sector accounting standards on expenses and annual surplus for the years ended March 31, 2023 and 2022, tangible capital assets and the asset retirement obligation as at March 31, 2023 and 2022, and accumulated surplus as at April 1 and March 31 for both the 2023 and 2022 years.

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, 2023 and 2022, assets and liabilities as at March 31, 2023 and 2022, and accumulated surplus as at April 1 and March 31 for both the 2023 and 2022 years. Our audit opinion on the consolidated financial statements for the year ended March 31, 2022 was modified accordingly because of the effects of this departure from Canadian public sector accounting standards.

Independent Auditor's Report (continued)

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, 2023 and 2022, revenue and annual surplus (deficiency) for the years ended March 31, 2023 and 2022, and accumulated surplus as at April 1 and March 31 for both the 2023 and 2022 years. Our audit opinion on the consolidated financial statements for the year ended March 31, 2022 was modified accordingly because of the possible effects of this scope limitation.

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, 2023 and 2022, revenue and annual surplus (deficiency) for the years ended March 31, 2023 and 2022, and accumulated surplus as at April 1, and March 31 for both the 2023 and 2022 years. Our audit opinion for the year ended March 31, 2022 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, 2023 and 2022, net book value of tangible capital assets as at March 31, 2023 and 2022 and accumulated surplus as at April 1, and March 31 for both the 2023 and 2022 years. Our audit opinion for the year ended March 31, 2022 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
December 14, 2023

Tahltan Indian Band
Consolidated Statement of Financial Position

March 31	2023	2022
Financial Assets		
Cash	\$ 9,420,015	\$ 10,448,748
Restricted cash and investments (Note 2)	1,504,858	977,933
Accounts receivable (Note 3)	6,513,718	4,856,707
Trust assets (Note 5)	257,717	245,672
Long-term investments (Note 4)	<u>20,051,253</u>	<u>15,149,129</u>
	<u>37,747,561</u>	<u>31,678,189</u>
Liabilities		
Accounts payable and accrued liabilities (Note 6)	2,462,605	2,071,830
Revolving facility and loans payable (Note 8)	652,057	953,940
Deferred revenue (Note 7)	3,384,320	160,659
Obligations under capital lease (Note 9)	<u>37,718</u>	<u>59,762</u>
	<u>6,536,700</u>	<u>3,246,191</u>
Net Financial Assets	<u>31,210,861</u>	<u>28,431,998</u>
Non-financial Assets		
Prepaid expenses	57,729	2,632
Tangible capital assets (Note 10)	<u>22,058,840</u>	<u>19,713,032</u>
Total Non-financial Assets	<u>22,116,569</u>	<u>19,715,664</u>
Accumulated Surplus	<u>\$ 53,327,430</u>	<u>\$ 48,147,662</u>

Approved on behalf of Chief & Council



Chief



Councillor

Tahltan Indian Band
Consolidated Statement of Operations

For the year ended March 31

2023

2022

Revenue (Note 21)		
Federal Government:		
Indigenous Services Canada (ISC)	\$ 3,611,571	\$ 10,723,863
First Nations Health Authority (FNHA) (Note 22)	2,616,277	3,376,964
Canada Mortgage and Housing Corporation (CMHC)	127,705	32,053
Ottawa Trust (Note 5)	12,046	8,994
Provincial Government:		
Ministry of Forests, Lands and Natural Resources	-	15,020
Ministry of Children and Family Development	370,603	353,003
Ministry of Justice	331,498	285,904
Other:		
Insurance proceeds (Note 14)	-	161,640
BCFN Gaming Revenue Sharing LP	1,345,117	570,115
Donations and other income	2,126,349	1,621,172
Rental income	640,127	903,414
Tahltan Central Government	292,000	1,000,000
Stikine Wholistic Working Group (SWWG)	813,647	488,572
Canada Post	216,138	264,948
Aboriginal Housing Management Association (AHMA)	163,014	164,374
First Nations Education Steering Committee (FNESC) (Note 16)	427,663	42,558
Debt forgiveness (Note 8)	54,000	54,000
	<hr/>	<hr/>
	13,147,755	20,066,594
Expenditures (Note 15)		
Economic development	624,309	1,103,301
Education	848,018	858,865
Government development and administration	3,210,071	2,409,888
Stikine Wholistic Working Group	778,589	454,320
Housing	575,460	772,571
Public works operations and maintenance	1,032,022	524,985
Social and community services	2,357,066	1,530,577
Capital development	94,437	251,356
Health (Note 21)	2,373,589	2,443,963
Emergency shelter	697,093	577,771
Wildfire (Note 14)	24,192	143,627
COVID-19 (Note 20)	403,704	843,017
	<hr/>	<hr/>
	13,018,550	11,914,241
Surplus of revenue before the undernoted	<hr/>	<hr/>
	129,205	8,152,353
Other income		
Income from long-term investments (Note 4)	4,902,124	6,279,442
Gain on disposal of tangible capital assets	148,439	1,371
	<hr/>	<hr/>
	5,050,563	6,280,813
Surplus of revenue for the year	<hr/>	<hr/>
	5,179,768	14,433,166
Accumulated surplus, beginning of year	<hr/>	<hr/>
	48,147,662	33,714,496
Accumulated surplus, end of year	<hr/>	<hr/>
	\$ 53,327,430	\$ 48,147,662

Tahltan Indian Band
Consolidated Statement of Changes in Net Financial Assets

<u>For the year ended March 31</u>	<u>2023</u>	<u>2022</u>
Surplus of revenue for the year	\$ 5,179,768	\$ 14,433,166
Tangible capital assets and other non-financial assets:		
Purchase of tangible capital assets (Note 10)	(3,756,750)	(3,148,454)
Amortization of tangible capital assets (Note 10)	1,341,880	1,218,030
Increase in prepaid expenses	(55,096)	-
Gain on disposal of tangible capital assets	(148,439)	(1,371)
Proceeds on disposal of tangible capital assets	<u>217,500</u>	<u>1,373</u>
Increase in net financial assets	2,778,863	12,502,744
Net financial assets, beginning of year	<u>28,431,998</u>	<u>15,929,254</u>
Net financial assets, end of year	<u>\$ 31,210,861</u>	<u>\$ 28,431,998</u>

Tahltan Indian Band
Consolidated Statement of Cash Flows

For the year ended March 31	2023	2022
Operating activities		
Surplus of revenue for the year	\$ 5,179,768	\$ 14,433,166
Items not affecting cash:		
Amortization of tangible capital assets	1,341,880	1,218,030
Gain on disposal of tangible capital assets	(148,439)	(1,371)
Income from investments in government business enterprises and government business partnerships (Note 4)	(4,902,124)	(6,279,442)
Debt forgiveness (Note 8)	(54,000)	(54,000)
Changes in operating balances:		
Increase in restricted cash and investments	(526,925)	(142,772)
Increase in accounts receivable	(1,657,011)	(64,578)
Increase in trust assets	(12,045)	(8,994)
Increase in prepaid expenses	(55,097)	-
Increase (decrease) in accounts payable and accrued liabilities	390,775	(152,041)
Increase in deferred revenue	<u>3,223,661</u>	<u>54,537</u>
	<u>2,780,443</u>	<u>9,002,535</u>
Capital activities		
Purchase of tangible capital assets	(3,756,750)	(3,148,454)
Proceeds on disposal of tangible capital assets (Note 14)	217,500	1,374
Repayment of obligation under capital lease	<u>(22,044)</u>	<u>(20,947)</u>
	<u>(3,561,294)</u>	<u>(3,168,027)</u>
Financing activities		
Proceeds from revolving facility and loans payable	144,043	242,838
Repayment of revolving facility and loans payable	<u>(391,925)</u>	<u>(176,130)</u>
	<u>(247,882)</u>	<u>66,708</u>
Increase in cash for the year	(1,028,733)	5,901,216
Cash, beginning of year	<u>10,448,748</u>	<u>4,547,532</u>
Cash, end of year	<u>\$ 9,420,015</u>	<u>\$ 10,448,748</u>

Tahltan Indian Band

Notes to Consolidated Financial Statements

March 31, 2023

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, 2023

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, 2023

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	<p>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.</p> <p>Rental revenue is recognized on a straight-line basis as it becomes receivable under the terms of the rental agreement.</p> <p>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.</p> <p>All other revenue is recognized as it is earned and collection is reasonably assured.</p>
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.
New Pronouncements	<p>Effective April 1, 2022, the Band adopted the Public Sector Accounting Board's new recommendation for the recognition, measurement, presentation and disclosure of financial assets, financial liabilities, and derivatives under Section PS 3450 <i>Financial Instruments</i>. There was no material impact on the consolidated financial statements from the prospective application of the new accounting recommendations.</p> <p>Effective April 1, 2022, the Band adopted the Public Sector Accounting Board's new standard for the recognition, measurement and disclosure of a liability for asset retirement obligations under PS 3280 <i>Asset Retirement Obligations</i>. The new standard establishes when to recognize and how to measure a liability for an asset retirement obligation, and provides the related financial statement presentation and disclosure requirements. As at March 31, 2023, management has</p>

Tahltan Indian Band

Notes to Consolidated Financial Statements

March 31, 2023

not completed its assessment of the tangible capital assets held by the Band for potential asset retirement obligations.

2. Restricted Cash and Investments

	2023	2022
Restricted cash and investments - replacement reserve	\$ 81,584	\$ 81,422
Short-term investments	1,317	1,317
BCFN GRS Partnership permitted investments	<u>1,421,957</u>	<u>895,194</u>
	<u>\$ 1,504,858</u>	<u>\$ 977,933</u>

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 \$3,913 (2022 - \$3,945) and a term deposit of \$77,671 (2022 - \$77,477), bearing interest at 0.5% (2022 - 0.25%) per annum and maturing on December 1, 2024.

Short-term investments consist of term deposits bearing interest between 0.15% - 0.2% (2022 - 0.15% - 0.2%) per annum and maturing on various dates in November 2023.

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

	2023	2022
Loans and trade accounts receivable	\$ 2,515,737	\$ 822,543
Indigenous Services Canada	4,006,740	4,006,740
Canada Mortgage and Housing Corporation	30,100	1,907
Due from band members	1,406,470	1,435,681
GST/HST	24,813	14,608
Security deposit - B.C. Government	<u>50,000</u>	<u>50,000</u>
	<u>8,033,860</u>	<u>6,331,479</u>
Less: allowance for doubtful accounts	<u>(1,520,142)</u>	<u>(1,474,772)</u>
	<u>\$ 6,513,718</u>	<u>\$ 4,856,707</u>

Included in loans and trade accounts receivable is \$nil (2022 - \$1,800) due from Stikine River Song Cafe and General Store Ltd. and \$250 (2022 - \$nil) due from Tahltan Centre Ltd.

Tahltan Indian Band

Notes to Consolidated Financial Statements

March 31, 2023

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	2023 Total
Long-term investments, beginning of year	\$ 3	-	-	\$ 525	\$ 15,148,601	\$ 15,149,129
Income (loss)	-	-	-	-	4,902,124	4,902,124
Long-term investments, end of year	<u>\$ 3</u>	<u>-</u>	<u>-</u>	<u>\$ 525</u>	<u>\$ 20,050,725</u>	<u>\$ 20,051,253</u>

	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>

Condensed financial information for the government business enterprises and government business partnerships is presented in Note 23.

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

5. Trust Assets

	Balance, March 31, 2022	Additions	Withdrawals	Balance, March 31, 2023
Ottawa Trust Funds				
Revenue	\$ 244,378	\$ 12,045	\$ -	\$ 256,423
Capital	1,294	-	-	1,294
	\$ 245,672	\$ 12,045	\$ -	\$ 257,717

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

	2023	2022
Trade payables	\$ 1,096,293	\$ 744,466
Accrued liabilities	180,929	180,930
Contributions repayable	1,087,848	948,550
Accrued salaries and employee benefits payable	89,816	190,165
CMHC payable	7,719	7,719
	\$ 2,462,605	\$ 2,071,830

Included in trade payables is \$28,102 (2022 - \$7,386) due to Tahltan Centre Ltd., and \$5,200 (2022 - \$32,243) due to TNDLP.

7. Deferred Revenue

	Balance, March 31, 2022	Funding Received	Revenue Recognized	Balance, March 31, 2023
Indigenous Services Canada	\$ 160,659	\$ 6,000,240	\$ (2,776,579)	\$ 3,384,320

Tahltan Indian Band

Notes to Consolidated Financial Statements

March 31, 2023

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, 2023, \$nil was outstanding on this facility (2022 - \$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 \$26,882 (2022 - \$131,841) and is included below.

	2023	2022
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 \$nil	\$ 29,937	\$ 72,929
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 \$178,117	113,947	203,435
RBC		
Revolving facility term loan, repayable in monthly instalments of \$1,030 including interest at prime plus 1.55% per annum, secured by real property with a net book value of \$nil, paid off during the year	-	50,525
Revolving facility term loan, repayable in monthly instalments of \$5,365 including interest at prime plus 1.55% per annum, secured by specific buildings with a net book value of \$776,229, paid off during the year	-	11,690
Loan, repayable in monthly instalments of \$1,428 including interest at 3.7% per annum, matured November 2022, secured by a specific vehicle with a net book value of \$15,300	-	12,531
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 \$nil	26,864	38,614
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 \$36,388	30,094	37,648
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	73,215	94,568

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

8. Revolving Facility and Loans Payable (continued)

	2023	2022
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 \$435,084. Since the Band is in compliance with the terms of the related operating agreement, the loan is being forgiven as described above	378,000	432,000
	<hr/>	<hr/>
	<hr/>	<hr/>
	\$ 652,057	\$ 953,940

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 four years and thereafter are as follows:

2024	\$ 162,873
2025	66,740
2026	32,310
2027	12,134
Thereafter	<hr/>
	378,000
	<hr/>
	\$ 652,057

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

9. Obligations Under Capital Lease

	2023	2022
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 \$5,903	\$ 8,490	\$ 14,489
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 \$10,088	12,028	18,434
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 \$6,708	9,566	14,927
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 \$8,407	7,634	11,912
	<hr/>	<hr/>
	\$ 37,718	\$ 59,762

Interest expense for the year, related to the obligations under capital lease, is \$2,544 (2020 - \$4,683).

Estimated lease payments until maturity are as follows:

2024	\$ 24,588
2025	14,792
2026	-
	<hr/>
Less: interest	39,380
	<hr/>
	(1,662)
	<hr/>
	\$ 37,718

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

10. Tangible Capital Assets

	Automotive Equipment	CMHC Housing	Buildings	Furniture and Fixtures	Computer Equipment	Infrastructure	Leasehold Improvements	Equipment Under Lease	Transfer Station**	Land	2023 Total
Cost, beginning 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
Additions	327,679	561,519	320,060	-	-	2,547,492	-	-	-	-	3,756,750
Disposals	(292,080)	-	-	-	-	-	-	-	-	-	(292,080)
Cost, end of year	<u>3,111,340</u>	<u>1,381,327</u>	<u>20,443,504</u>	<u>542,826</u>	<u>67,160</u>	<u>7,152,287</u>	<u>178,784</u>	<u>118,167</u>	<u>1,590,439</u>	<u>55,093</u>	<u>34,640,927</u>
Accumulated amortization, beginning of year	2,076,953	317,231	6,747,057	196,420	66,904	1,887,646	97,285	73,729	-	-	11,463,225
Amortization	354,003	21,626	548,322	68,148	114	329,185	7,151	13,331	-	-	1,341,880
Disposals	(223,018)	-	-	-	-	-	-	-	-	-	(223,018)
Accumulated amortization, end of year	<u>2,207,938</u>	<u>338,857</u>	<u>7,295,379</u>	<u>264,568</u>	<u>67,018</u>	<u>2,216,831</u>	<u>104,436</u>	<u>87,060</u>	-	-	<u>12,582,087</u>
Net book value, end of year	<u>\$ 903,402</u>	<u>\$ 1,042,470</u>	<u>\$ 13,148,125</u>	<u>\$ 278,258</u>	<u>\$ 142</u>	<u>\$ 4,935,456</u>	<u>\$ 74,348</u>	<u>\$ 31,107</u>	<u>\$ 1,590,439</u>	<u>\$ 55,093</u>	<u>\$ 22,058,840</u>

* 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.

***The tangible capital assets have not been assessed for asset retirement obligations as required by *PS 3280 Asset Retirement Obligations*. The assets listed may be understated by the amounts of any existing asset retirement obligations.

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

10. Tangible Capital Assets (continued)

	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, 2023

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 27% (2022 - 54%) of its revenue from Indigenous Services Canada and 20% (2022 - 13%) 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 \$115,756 (2022 - \$115,749) 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, 2023. 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, 2023. 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, 2023

15. Statement of Expenditures by Object

	2023	2022
Expenditures		
Administration	\$ 1,015,621	\$ 664,271
Amortization	1,341,880	1,218,030
Automotive	66,049	54,408
Contract services	1,710,231	1,228,322
Honoraria	32,845	20,900
Insurance	415,325	519,594
Interest	1,514	26,950
Materials and supplies	876,188	582,488
Office and miscellaneous	747,615	533,342
Other	400,616	682,327
Professional fees	484,143	742,539
Rental	151,422	124,132
Repairs and maintenance	167,752	247,581
Room and board	444,191	465,006
Salaries and benefits	3,061,934	3,073,818
Telephone and utilities	494,111	457,390
Travel and accommodation	1,283,650	1,030,275
Tuition and training	323,463	242,868
 Total expenditures for the year	 \$ 13,018,550	 \$ 11,914,241

Included in materials and supplies is \$19,530 (2022 - \$15,392) 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.

	2023	2022
Revenue		
SWEP funds	\$ 13,492	\$ 9,639
 Expenditures		
Other	-	3,070
Salaries and benefits	3,163	3,325
 Surplus of revenue for the year	 \$ 10,329	 \$ 3,244

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

17. Tricorp Employment, Skills & Training Services

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

	2023	2022
Revenue		
Tricorp	\$ 7,350	\$ -
Expenditures		
Other	7,350	3,017
Salaries and benefits	-	6,985
Deficiency of revenue for the year	<u>\$ -</u>	<u>\$ (10,002)</u>

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.

	2023	2022
Revenue		
AHMA	<u>\$ 163,014</u>	<u>\$ 164,374</u>
Expenditures		
Administration	6,200	6,200
Automotive	5,273	5,984
Materials and supplies	7,537	7,885
Office and miscellaneous	18,963	29,573
Salaries and benefits	115,321	105,385
Telephone and utilities	9,607	9,347
Tuition and training	-	-
Surplus of revenue for the year	<u>\$ 113</u>	<u>\$ -</u>

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

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

March 31	2023	2022
Financial Assets		
Cash	\$ 220,645	\$ 175,802
Due from Band	140,145	140,145
Accounts receivable (Note 3)	<u>23,941</u>	<u>13,825</u>
	<u>384,731</u>	<u>329,772</u>
Liabilities		
Accounts payable and accrued liabilities	17,854	17,274
Loan payable	<u>378,000</u>	<u>432,000</u>
	<u>395,854</u>	<u>449,274</u>
Net Financial Assets	<u>(11,123)</u>	<u>(119,502)</u>
Non-financial Assets		
Tangible capital assets (Note 10)	<u>5,815</u>	<u>5,815</u>
Total Non-financial Assets	<u>5,815</u>	<u>5,815</u>
Accumulated Deficit	<u>\$ (5,308)</u>	<u>\$ (113,687)</u>

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

19. Stikine Housing Authority Society (continued)

Statement of Operations

For the year ended March 31	2023	2022
Revenue		
Rental	\$ 145,247	\$ 143,212
Debt forgiveness (Note 8)	<u>54,000</u>	<u>54,000</u>
	<u>199,247</u>	<u>197,212</u>
Expenditures		
Contract services	5,900	660
Insurance	24,121	28,643
Materials and supplies	27,283	64,043
Office and miscellaneous	691	6,370
Other	14,474	17,381
Professional fees	3,255	8,361
Telephone and utilities	<u>15,144</u>	<u>8,792</u>
	<u>90,868</u>	<u>134,250</u>
Surplus of revenue for the year	108,379	62,962
Accumulated deficit, beginning of year	<u>(113,687)</u>	<u>(176,649)</u>
Accumulated deficit, end of year	<u>\$ (5,308)</u>	<u>\$ (113,687)</u>

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

20. Indigenous Justice Program

Statement of Operations

For the year ended March 31	2023	2022
Revenue		
Department of Justice Canada	\$ 206,563	\$ 161,385
Ministry of Public Safety and Solicitor General, BC	51,495	51,495
51,495	73,440	70,404
Victim Services, BC	331,498	283,284
Expenditures		
Admin fees	35,000	35,000
Automotive	23,439	-
Contract services	28,211	-
Direct program costs	23,469	58,462
Office and miscellaneous	32,139	4,624
Professional fees	-	5,000
Salaries and benefits	117,403	150,098
Telephone and utilities	3,771	-
Surplus of revenue for the year	\$ (56,869)	\$ (91,799)

Tahltan Indian Band Notes to Consolidated Financial Statements

March 31, 2023

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, 2023

21. Segmented Information (continued)

	Health	Economic Development	Education	Government Development & Administration	SWG	Housing
Revenue						
ISC	\$ -	\$ 121,904	\$ 805,883	\$ 637,171	\$ -	\$ 233,503
ISC recovery		(139,946)	(43,149)	(25,000)		68,060
AHMA		-	-	-	-	-
BCFN Gaming		-	-	1,345,117	-	-
Canada Post		216,138	-	-	-	-
CMHC		-	-	-	-	127,705
FNESC		-	164,426	-	-	-
FNHA	2,448,058	-	-	-	-	-
Ministry of Children		-	-	-	-	-
Ministry of Justice		-	-	-	-	-
Ottawa Trust		-	-	-	-	-
Rental		354,795	44,977	69,350	-	321,705
SWG		-	-	-	578,572	-
Tahltan Central Government		292,000	-	-	-	-
Debt forgiveness (Note 8)		-	-	-	-	54,000
Donations and other income	74,157	1,390,281	7,350	675,436	74,063	7,400
Gross segment revenue	2,522,215	2,235,172	979,487	2,702,074	652,635	812,373
Inter-segment transfers	(106,407)	(134,600)		(570,415)	-	(12,000)
Net segment revenue	2,415,808	2,100,572	979,487	2,131,659	652,635	800,373
Expenditures						
Administration	356,211	-	170,828	320,969	287,993	-
Amortization	-	-	-	1,229,116	-	112,764
Automotive	49,292	-	-	14,663	2,321	-
Contract services	242,634	114,331	21,706	273,366	199,292	64,577
Honoraria	-	-	-	30,345	2,500	-
Insurance	15,982	49,366	2,667	60,978	3,891	175,439
Interest	520	5,233	-	(8,214)	-	1,797
Materials and supplies	21,302	172,128	-	28,828	72,242	26,482
Office and miscellaneous	150,324	12,524	1,372	142,828	38,592	7,897
Other	-	4,000	74,458	20,146	29,070	15,959
Professional fees	6,032	16,006	6,116	395,944	-	32,111
Rental	28,243	9,410	8,400	17,865	3,075	-
Repairs and maintenance	-	65,859	14,566	10,462	986	28,283
Room and board	-	-	444,191	-	-	-
Salaries and benefits	734,178	134,272	41,328	597,712	12,875	60,801
Telephone and utilities	97,331	34,324	3,972	52,334	1,712	48,003
Travel and accommodation	898,407	6,856	14,483	122,778	118,518	1,347
Tuition and training	40,612	-	222,459	910	5,522	-
Gross segment expenditures	2,641,068	624,309	1,026,546	3,311,030	778,589	575,460
Inter-segment transfers	(267,479)	-	(178,528)	(100,959)	-	-
Net segment expenditures	2,373,589	624,309	848,018	3,210,071	778,589	575,460
Surplus (deficiency) of revenue for the year*	\$ 42,219	\$ 1,476,263	\$ 131,469	\$ (1,078,412)	\$ (125,954)	\$ 224,913

* Before other income (loss)

	Public Works Operations & Maintenance	Social & Community Services	Capital Development	Trusts	Emergency Shelter	Wildfire	Natural Disasters	Washouts / Natural Disasters
\$	676,938 (44,225)	\$ 3,160,575 (306,007)	\$ 7,118 (2,268,133)	\$ -	\$ 872,421 - 163,014	\$ - (19,478)	\$ -	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	188,671	-	-	-	-	74,566	-	-
4,646	163,573	-	-	-	-	-	-	-
-	370,603	-	-	-	-	-	-	-
-	331,498	-	-	-	-	-	-	-
-	-	-	12,046	-	-	-	-	-
900	-	-	-	-	-	-	-	-
-	235,075	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
40,773	492,148	84,459	-	-	-	-	90,207	-
679,032	4,636,136 (21,600)	(2,176,556) (116,502)	12,046	1,035,435	55,088	55,088	90,207	-
679,032	4,614,536	(2,293,058)	12,046	1,035,435	55,088	55,088	90,207	-
-	233,582	-	-	222,350	674	-	-	-
-	-	-	-	-	-	-	-	-
-	25,671	-	-	11,213	-	-	-	-
437,775	334,047	(8,183)	-	138,776	7,829	-	-	-
-	-	-	-	-	-	-	-	-
22,372	79,221	-	-	5,409	-	-	-	-
185	1,993	-	-	-	-	-	-	-
151,850	236,821	12,572	-	26,575	7,528	-	-	-
41,720	272,236	5,399	-	33,126	621	-	-	-
1,289	207,490	-	-	406	-	-	-	-
20,399	-	-	-	-	7,534	-	-	-
8,400	134,829	-	-	-	-	-	-	-
22,122	18,267	-	-	7,208	-	-	-	-
-	-	-	-	-	-	-	-	-
250,216	752,532	84,470	-	393,288	6	-	-	-
105,952	130,269	179	-	20,034	-	-	-	-
-	-	-	-	-	-	-	-	-
29,679	67,173	-	-	12,204	-	-	-	-
63	40,430	-	-	3,567	-	-	-	-
1,092,022	2,534,561 (60,000)	94,437 (177,495)	-	874,156 (177,063)	24,192 -	-	-	-
1,032,022	2,357,066	94,437	-	697,093	24,192	-	-	-
\$ (352,990)	\$ 2,257,470	\$ (2,387,495)	\$ 12,046	\$ 338,342	\$ 30,896	\$ 90,207		

	COVID-19	Subtotal Prior to Eliminations	Eliminations	2023 Total
\$	287,260	\$ 6,802,773	\$ -	\$ 6,802,773
	(413,324)	(3,191,202)	-	(3,191,202)
	-	163,014	-	163,014
	-	1,345,117	-	1,345,117
	-	216,138	-	216,138
	-	127,705	-	127,705
	-	427,663	-	427,663
	-	2,616,277	-	2,616,277
	-	370,603	-	370,603
	-	331,498	-	331,498
	-	12,046	-	12,046
	-	791,727	(151,600)	640,127
	-	813,647	-	813,647
	-	292,000	-	292,000
	-	54,000	-	54,000
	-	2,936,274	(809,924)	2,126,350
	(126,064)	14,109,280	(961,524)	13,147,756
	-	(961,524)	961,524	-
	(126,064)	13,147,756	-	13,147,756
	114,283	1,706,890	(691,269)	1,015,621
	-	1,341,880	-	1,341,880
	-	103,161	(37,112)	66,049
	44,024	1,870,174	(159,943)	1,710,231
	-	32,845	-	32,845
	-	415,325	-	415,325
	-	1,514	-	1,514
	119,860	876,188	-	876,188
	55,376	762,015	(14,400)	747,615
	47,798	400,616	-	400,616
	-	484,143	-	484,143
	-	210,222	(58,800)	151,422
	-	167,752	-	167,752
	-	444,191	-	444,191
	257	3,061,934	-	3,061,934
	-	494,111	-	494,111
	12,204	1,283,650	-	1,283,650
	9,902	323,463	-	323,463
	403,704	13,980,074	(961,524)	13,018,550
	-	(961,524)	961,524	-
	403,704	13,018,550	-	13,018,550
	(529,768)	\$ 129,206	\$ -	\$ 129,206

Tahltan Indian Band
Notes to Consolidated Financial Statements

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21. Segmented Information (continued)

	Health	Economic Development	Education	Government Development & Administration	SWWG	Housing	Public Works Operations & Maintenance	Social & Community Services
Revenue								
ISC	\$ -	\$ 245,933	\$ 922,488	\$ 746,258	\$ -	\$ 154,161	\$ 830,068	\$ 1,348,553
ISC recovery	-	-	-	-	-	(385,601)	(109,747)	-
AHMA	-	-	-	-	-	-	-	-
BCFN Gaming	-	-	-	570,115	-	-	-	-
Canada Post	-	264,948	-	-	-	-	-	-
CMHC	-	-	-	-	-	32,053	-	-
FNESC	-	-	42,558	-	-	-	-	-
FNHA	3,224,261	-	-	-	-	-	-	152,703
Insurance proceeds	-	-	-	-	-	-	-	-
Ministry of Children	-	-	-	-	-	-	-	353,003
Ministry of Justice	-	-	-	-	-	-	-	285,904
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)s	-	-	-	-	-	54,000	-	-
Donations and other income	76,235	1,326,156	-	710,492	16,000	98,784	25,210	392,346
Gross segment revenue	3,300,496	3,440,382	994,808	2,114,565	504,572	291,830	745,531	2,532,509
Inter-segment transfers	(178,969)	(144,644)	-	(579,019)	-	(104,690)	-	(90,077)
Net segment revenue	3,121,527	3,295,738	994,808	1,535,546	504,572	187,140	745,531	2,442,432
Expenditures								
Administration	348,903	-	107,808	95,084	218,070	-	27,158	236,354
Amortization	-	-	-	1,102,292	-	115,738	-	-
Automotive	54,177	-	-	7,681	7,131	-	-	11,415
Contract services	350,442	180,460	14,966	89,154	47,041	53,680	115,590	167,592
Honoraria	-	-	-	17,700	-	-	-	3,200
Insurance	8,785	53,194	3,020	66,576	908	304,743	18,413	54,676
Interest	355	7,871	1,429	1,300	-	12,515	797	2,683
Materials and supplies	61,653	231,876	8,573	25,596	(865)	15,596	34,097	83,181
Office and miscellaneous	109,784	62,725	3,348	74,678	51,029	7,793	207	79,873
Other	3,494	21,000	61,800	90,069	5,738	20,959	-	232,845
Professional fees	145,122	22,719	-	262,263	1,340	9,505	106,951	50,919
Rental	30,615	15,237	8,400	23,214	3,150	-	8,400	109,216
Repairs and maintenance	4,923	66,638	16,751	20,884	7,814	65,572	1,603	342
Room and board	-	-	465,006	-	-	-	-	-
Salaries and benefits	689,061	360,370	60,834	587,194	8,609	107,937	243,757	582,351
Telephone and utilities	91,594	76,493	2,902	41,578	14,270	52,908	60,953	74,188
Travel and accommodation	890,474	4,716	7,019	29,215	72,944	5,625	3,022	8,798
Tuition and training	4,289	-	213,217	500	17,141	-	63	7,581
Gross segment expenditures	2,793,671	1,103,299	975,073	2,534,978	454,320	772,571	621,011	1,705,214
Inter-segment transfers	(349,708)	-	(116,208)	(125,090)	-	-	(96,026)	(174,637)
Net segment expenditures	2,443,963	1,103,299	858,865	2,409,888	454,320	772,571	524,985	1,530,577
Surplus (deficiency) of revenue for the year*	\$ 677,564	\$ 2,192,439	\$ 135,943	\$ (874,342)	\$ 50,252	\$ (585,431)	\$ 220,546	\$ 911,855

* Before other income (loss)

Capital Development		Trust	Emergency Shelter	Wildfire	COVID-19	Subtotal Prior to Eliminations	Eliminations	2022 Total
\$ 5,135,483	\$ (167,436)	-	\$ 1,082,871	\$ 17	999,355	\$ 11,465,187	\$ -	\$ 11,465,187
		-	-	5,888	(84,428)	(741,324)	-	(741,324)
		-	164,374	-	-	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
		-	-	161,640	-	161,640	-	161,640
		-	-	-	-	353,003	-	353,003
		-	-	-	-	285,904	-	285,904
		-	-	15,020	-	15,020	-	15,020
	8,994	-	-	-	-	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
		-	-	-	3,700	2,648,923	(1,027,751)	1,621,172
4,968,047	8,994	1,247,245	182,565	918,627	21,250,171	(1,183,577)	20,066,594	
(86,178)		-	-	-	(1,183,577)	1,183,577		
4,881,869	8,994	1,247,245	182,565	918,627	20,066,594	-	20,066,594	
	-	214,650	23,825	216,600	1,488,452	(824,181)	664,271	
	-	-	-	-	1,218,030	-	1,218,030	
	99,823	-	11,115	-	91,519	(37,111)	54,408	
		-	76,277	24,764	193,467	1,413,256	(184,934)	1,228,322
		-	-	-	20,900	-	20,900	
	3,285	-	5,994	-	-	519,594	-	519,594
		-	-	-	-	26,950	-	26,950
	34,452	-	41,145	2,703	62,758	600,765	(18,277)	582,488
	17,455	-	58,907	17,677	64,266	547,742	(14,400)	533,342
	776	-	338	250	245,058	682,327	-	682,327
	49,873	-	27,027	66,320	500	742,539	-	742,539
		-	-	6,300	-	204,532	(80,400)	124,132
	29,850	-	7,138	21,133	4,933	247,581	-	247,581
		-	-	-	-	465,006	-	465,006
	4,993	-	385,296	264	63,152	3,093,818	(20,000)	3,073,818
10,009	-	28,647	316	3,532	457,390	-	-	457,390
	840	-	4,868	-	7,028	1,034,549	(4,274)	1,030,275
		-	-	77	-	242,868	-	242,868
	251,356	-	861,402	163,629	861,294	13,097,818	(1,183,577)	11,914,241
		-	(283,631)	(20,000)	(18,277)	(1,183,577)	1,183,577	-
	251,356	-	577,771	143,629	843,017	11,914,241	-	11,914,241
\$ 4,630,513	\$ 8,994	\$ 669,474	\$ 38,936	\$ 75,610	\$ 8,152,353	\$ -	\$ 8,152,353	

Tahltan Indian Band
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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	FNIHCC	FNHA Solvent Abuse
Revenue									
Administration fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
First Nations Health Authority	26,438	152,951	79,830	90,750	72,077	141,044	112,520	173,390	17,337
Other income	-	5,000	-	-	-	-	-	-	-
	26,438	157,951	79,830	90,750	72,077	141,044	112,520	173,390	17,337
Expenditures									
Administration	3,173	11,246	9,580	10,332	8,649	16,925	13,503	20,807	2,080
Advertising	245	-	-	-	-	-	555	-	-
Automotive	793	4,979	2,395	2,583	2,162	4,231	3,379	5,686	520
Client and community service	8,833	16,187	16,166	-	19,774	910	4,612	14,895	2,400
Computer hardware and software	-	-	-	-	-	-	-	-	-
Contract services	10,300	12,585	7,275	6,912	9,948	10,240	21,488	23,089	8,330
Equipment rental and maintenance	-	-	-	-	-	-	-	-	-
Groceries and household supplies	-	725	4,254	-	3,314	1,022	5,499	1,331	-
Insurance, licenses and dues	-	-	-	-	-	5,357	-	104	-
Materials and supplies	-	462	1,211	2,769	2,297	2,882	3,930	1,163	930
Office supplies	-	-	-	-	-	-	601	-	904
Patient transportation	-	-	-	-	-	-	-	-	-
Professional fees	-	-	-	-	-	-	-	-	-
Program resource	2,823	5,450	16,284	1,733	17,869	393	25,499	6,332	-
Telephone	-	5,959	-	9,563	-	2,502	1,250	6,135	-
Training and workshops	-	205	1,257	-	600	-	592	-	-
Travel	-	9,015	9,450	-	5,505	-	2,984	400	766
Utilities	-	-	-	26,096	-	3,194	-	-	-
Salaries and benefits	84	59,588	3,014	27,484	77	93,590	21,164	96,431	7
	26,251	126,401	70,886	87,472	70,195	141,246	105,056	176,373	15,937
Surplus (deficiency) of revenue for the year	\$ 187	\$ 31,550	\$ 8,944	\$ 3,278	\$ 1,882	\$ (202)	\$ 7,464	\$ (2,983)	\$ 1,400

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

22. First Nations Health Authority Financial Information (continued)

	COHI	FNHA Communicable Diseases	FNHA NNADAP	Health Management and Support	Healthy Drinking Water	NIHB Patient Transport	NIHB Visiting Health Professional	NIHB Dental Care	Mobile Support Team
Revenue									
Administration fees	\$ -	\$ -	\$ -	\$ 76,235	\$ -	\$ -	\$ -	\$ -	\$ -
First Nations Health Authority	\$ 3,698	\$ 14,765	\$ 142,800	\$ 279,291	\$ 17,146	\$ 681,411	\$ 37,422	\$ 6,000	\$ 365,523
Other income	-	-	-	-	-	-	-	-	-
	3,698	14,765	142,800	355,526	17,146	681,411	37,422	6,000	365,523
Expenditures									
Administration	444	1,620	17,136	-	2,058	76,235	4,491	720	35,660
Advertising	-	-	-	-	-	-	-	-	-
Automotive	111	405	12,718	9,254	514	-	1,123	180	8,419
Client and community service	3,143	250	15,282	3,602	3,000	-	-	5,100	6,598
Computer hardware and software	-	-	-	-	-	-	-	-	-
Contract services	-	12,000	10,763	37,156	11,500	-	-	-	7,581
Equipment rental and maintenance	-	-	-	-	-	-	-	-	-
Groceries and household supplies	-	-	9,719	-	-	-	-	-	-
Insurance, licenses and dues	-	-	-	8,464	-	-	-	-	2,161
Materials and supplies	-	-	16,263	14,640	-	-	-	-	6,397
Office supplies	-	-	725	4,413	-	-	-	-	2,902
Patient transportation	-	-	-	-	-	805,248	-	-	-
Professional fees	-	-	-	36,217	-	-	-	-	3,761
Program resource	-	-	16,939	4,371	-	-	-	-	414
Telephone	-	-	9,064	29,675	-	-	-	-	11,957
Training and workshops	-	-	-	-	-	-	-	-	5,066
Travel	-	-	14,452	35,749	-	-	6,798	-	24,501
Utilities	-	-	-	-	-	-	-	-	-
Salaries and benefits	-	-	19,021	165,778	-	-	-	-	220,497
	3,698	14,275	142,082	349,319	17,072	881,483	12,412	6,000	335,914
Surplus (deficiency) of revenue for the year	\$ -	\$ 490	\$ 718	\$ 6,207	\$ 74	\$ (200,072)	\$ 25,010	\$ -	\$ 29,609

Tahltan Indian Band
Notes to Consolidated Financial Statements

March 31, 2023

22. First Nations Health Authority Financial Information (continued)

	Nursing Residence	Health Culture Camps	Emergency Support	AHSOR Land-Based Quality Improvement	Subtotal Prior to Eliminations	Prior Eliminations	2023 Total	2022 Total
Revenue								
Administration fees	\$ -	\$ -	\$ -	\$ -	\$ 76,235	\$ (76,235)	\$ -	\$ -
First Nations Health Authority	38,312	163,573	-	-	2,616,278	-	2,616,278	3,345,853
Other income	-	288,479	-	-	293,479	(293,479)	-	27,411
	38,312	452,052			2,985,992	(369,714)	2,616,278	3,373,264
Expenditures								
Administration	-	-	-	-	234,659	-	234,659	199,420
Advertising	-	-	-	-	800	-	800	490
Automotive	-	-	-	-	59,452	-	59,452	16,993
Client and community service	-	9,749	-	-	130,501	-	130,501	33,339
Computer hardware and software	-	-	-	-	-	-	-	3
Contract services	-	-	229,025	-	418,192	-	418,192	409,862
Equipment rental and maintenance	-	10,068	-	-	10,068	-	10,068	10,068
Groceries and household supplies	-	3,375	-	-	29,239	-	29,239	32,553
Insurance, licenses and dues	-	-	-	-	16,086	-	16,086	16,086
Materials and supplies	-	99,091	-	-	152,035	-	152,035	153,402
Office supplies	-	-	-	-	9,545	-	9,545	8,641
Patient transportation	-	-	-	-	805,248	-	805,248	-
Professional fees	-	-	-	-	39,978	-	39,978	89,982
Program resource	-	62,075	-	-	160,182	-	160,182	62,820
Telephone	-	-	-	-	76,105	-	76,105	43,448
Training and workshops	-	33,947	-	-	41,667	-	41,667	4,288
Travel	-	4,573	-	-	114,193	-	114,193	68,799
Utilities	-	-	-	-	29,290	-	29,290	52,612
Salaries and benefits	-	19,106	-	-	725,841	-	725,841	689,452
	-	241,984	229,025		3,053,081		3,053,081	1,892,258
Surplus (deficiency) of revenue for the year	\$ 38,312	\$ 210,068	\$ (229,025)		\$ (67,089)	\$ (369,714)	\$ (436,803)	\$ 1,481,006

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

March 31, 2023

23. Condensed Financial Information

	Stikine River Song Cafe and General Store Ltd.	Tahltan Nation Development Limited Partnership	Tahltan Centre Ltd.	2023 Total	2022 Total
Assets					
Financial	\$ 23,788	\$ 53,905,873	\$ 250,614	\$ 54,180,275	\$ 39,291,609
Non-financial	34,513	30,517,305	146,245	30,698,063	21,300,131
Total assets	\$ 58,301	\$ 84,423,178	\$ 396,859	\$ 84,878,338	\$ 60,591,740
Liabilities					
	\$ 170,467	\$ 24,266,712	\$ 554,851	\$ 24,992,030	\$ 16,061,364
Surplus (deficit)	(112,166)	60,156,466	(157,992)	59,886,308	44,530,376
Total liabilities and surplus	\$ 58,301	\$ 84,423,178	\$ 396,859	\$ 84,878,338	\$ 60,591,740
Revenue					
Expenditures	\$ 85,382	\$ 69,951,687	\$ 1,496,552	\$ 71,533,621	\$ 58,300,716
	106,145	51,013,509	1,684,966	52,804,620	39,339,390
Net income (loss)	\$ (20,763)	\$ 18,938,178	\$ (188,414)	\$ 18,729,001	\$ 18,961,326

The unaudited financial information above reflects the entities' assets, liabilities, surplus (deficit), revenue and expenditures. The 2023 financial information of Tahltan Nation Development Limited Partnership is not available and the 2022 financial information has been presented.