

ADAMS LAKE INDIAN BAND
CONSOLIDATED FINANCIAL STATEMENTS
March 31, 2021

EXHIBIT

CONSOLIDATED FINANCIAL STATEMENTS:

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Adams Lake Indian Band have been prepared in accordance with Canadian public sector accounting standards. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgements. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The Band maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Band's assets are appropriately accounted for and adequately safeguarded.

The Band Council is responsible for ensuring that management fulfils its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Council carries out this responsibility periodically through its Finance Committee. The Finance Committee is appointed by the Council and meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Finance Committee reports to Council prior to its approval of the financial statements. The Committee also considers, for review by the Council and approval by the members, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by Grant Thornton LLP in accordance with Canadian generally accepted auditing standards.

DocuSigned by:

Vaughn Sunday

Executive Director

DocuSigned by:

Joyce Kenoras

Chair of the Finance Audit Committee

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INDEPENDENT AUDITOR'S REPORT

To the Members,
ADAMS LAKE INDIAN BAND

Opinion

We have audited the consolidated financial statements of ADAMS LAKE INDIAN BAND (the Band), which comprise the consolidated statement of financial position as at March 31, 2021, and the consolidated statement of accumulated surplus, consolidated statement of operations, consolidated statement of change in net financial assets and consolidated statement of cash flows for the year then ended, and a consolidated of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Band as at March 31, 2021, and the results of its operations and its cash flow for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Band in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matters

We draw attention to the fact the supplementary information included in Exhibits B1 to B3, C1 to C2, D1 to D2 and schedules 1 to 65 do not form part of the financial statements. We have not audited or reviewed this supplementary information and, accordingly, we do not express an opinion, a review conclusion or any other form of assurance on this supplementary information.

The consolidated financial statements of the Band for the year ended March 31, 2020 were audited by Daley & Company CPA LLP who expressed an unmodified opinion on those statements on October 28, 2020. The partners and staff of Daley & Company CPA LLP joined Grant Thornton LLP on January 4, 2021.

(continues)

Independent Auditor's Report to the Members of ADAMS LAKE INDIAN BAND (continued)

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the Band's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Band or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 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 Band'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 Band'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 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 Band to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

(continues)

Independent Auditor's Report to the Members of ADAMS LAKE INDIAN BAND (continued)

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Band 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.

Grant Thornton LLP

Chartered Professional Accountants

Kamloops, BC
September 27, 2021

ADAMS LAKE INDIAN BAND
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
March 31, 2021

FINANCIAL ASSETS	2021	2020
Cash (Note A4)	\$ 5,678,163	\$ 3,837,791
Marketable securities (Note A5)	12,187,691	11,278,940
Grants and accounts receivable (Note A6)	3,474,975	1,949,985
Restricted cash (Note A7)	6,004,636	5,853,784
Deferred lease costs (Note A8)	1,025,201	1,044,129
Investments (Note A9)	(247,387)	(24,253)
	28,123,279	23,940,376
LIABILITIES		
Accounts payable and accruals	1,986,880	1,529,514
Deferred revenue (Note A10)	6,024,572	4,275,904
Demand loans (Note A11)	28,963	93,652
Silviculture liability (Note A12)	2,333,319	2,439,046
Mortgages payable (Note A13)	1,096,127	1,268,893
	11,469,861	9,607,009
NET FINANCIAL ASSETS	16,653,418	14,333,367
NON-FINANCIAL ASSETS		
Prepaid expenses	236,999	145,960
Property held for resale (Note A14)	1,087,902	1,087,902
Tangible capital assets (Note A15)	18,307,624	17,169,312
	19,632,525	18,403,174
ACCUMULATED SURPLUS (Note A16)	\$ 36,285,943	\$ 32,736,541

COMMITMENTS AND CONTINGENCIES (Note A17)

APPROVED BY THE BAND:

DocuSigned by:

Vaughn Sunday

Executive Director

DocuSigned by:

Joyce Kenoras

Chair of the Finance Audit Committee

See accompanying notes to financial statements.

ADAMS LAKE INDIAN BAND
CONSOLIDATED STATEMENT OF ACCUMULATED SURPLUS
Year ended March 31, 2021

	2021	2020
ACCUMULATED SURPLUS, beginning of year	\$ 32,736,541	\$ 27,257,568
EXCESS OF REVENUE OVER EXPENSES	<u>3,549,402</u>	<u>5,478,973</u>
ACCUMULATED SURPLUS, end of year	<u>\$ 36,285,943</u>	<u>\$ 32,736,541</u>

See accompanying notes to financial statements.

ADAMS LAKE INDIAN BAND
CONSOLIDATED STATEMENT OF OPERATIONS
Year ended March 31, 2021

	Budget	2021	2020
REVENUE:			
Indigenous Services Canada	\$ 8,577,866	\$ 6,430,112	\$ 6,383,007
Leases and rentals	2,080,783	1,885,218	1,896,294
Canada Mortgage and Housing Corporation	113,013	330,608	125,861
Province of British Columbia	3,452,311	3,001,445	3,345,448
Consulting and contract	5,078,225	4,115,622	3,075,791
Interest and tax penalties	126,856	389,020	177,760
Timber harvesting	6,585,850	1,076,413	3,335,206
First Nations Health Authority	5,477,959	1,395,560	1,502,400
Property taxes	992,234	915,590	995,630
Other	6,743,061	2,103,553	1,321,514
	<u>39,228,158</u>	<u>21,643,141</u>	<u>22,158,911</u>
EXPENSES:			
Administration fees	79,795	125,237	77,001
Amortization	-	1,055,184	926,813
Assistance	471,136	925,830	584,812
Automotive	82,038	55,124	51,611
Bad debts and write downs (recoveries)	-	20,285	(32,436)
Contract services	7,732,852	2,278,768	3,193,720
Education	1,242,344	1,157,242	1,185,011
Honorarium	347,952	397,229	379,436
Insurance	212,498	248,368	180,468
Interest and bank charges	78,940	22,317	18,071
Interest on demand loans and mortgages	-	30,722	31,124
Leases	262,050	292,717	250,856
Licences, dues and fees	28,075	23,111	15,802
Logging	6,225,339	687,544	650,658
Materials and supplies	2,057,886	1,809,345	1,042,409
Meetings and ceremonies	232,964	98,971	207,788
Office and other	1,365,250	487,512	217,639
Professional fees	550,535	321,208	251,825
Repairs and maintenance	1,083,991	817,725	310,819
Training	536,374	64,131	120,364
Travel	408,804	219,873	362,331
Utilities	652,113	608,194	563,127
Wages and benefits	7,044,270	6,347,102	6,090,689
	<u>30,695,206</u>	<u>18,093,739</u>	<u>16,679,938</u>
EXCESS OF REVENUE OVER EXPENSES	\$ 8,532,952	\$ 3,549,402	\$ 5,478,973

ADAMS LAKE INDIAN BAND
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
Year ended March 31, 2021

	2021	2020
EXCESS OF REVENUE OVER EXPENSES	\$ 3,549,402	\$ 5,478,973
Acquisition of tangible capital assets	(2,193,495)	(4,899,731)
Amortization of tangible capital assets	1,055,183	926,813
Change in prepaid expenses	(91,039)	102,672
INCREASE IN NET FINANCIAL ASSETS	2,320,051	1,608,727
NET FINANCIAL ASSETS, beginning of year	14,333,367	12,724,640
NET FINANCIAL ASSETS, end of year	\$ 16,653,418	\$ 14,333,367

See accompanying notes to financial statements.

ADAMS LAKE INDIAN BAND
CONSOLIDATED STATEMENT OF CASH FLOWS
Year ended March 31, 2021

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Excess of revenue over expenses	\$ 3,549,402	\$ 5,478,973
Non-operating items:		
Amortization	1,055,183	926,813
(Increase) decrease in:		
Grants and accounts receivable	(1,524,990)	(742,737)
Prepaid expenses	(91,039)	102,672
(Increase) decrease in:		
Accounts payable and accruals	457,366	(57,594)
Deferred revenue	1,748,668	259,078
Silviculture liability	(105,727)	(288,472)
Cash flows from operations	<u>5,088,863</u>	<u>5,678,733</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Change in restricted cash	(150,852)	(687,284)
Debt reduction	(237,455)	(229,696)
Cash flows used in financing	<u>(388,307)</u>	<u>(916,980)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Investments	223,134	20,041
Cash flows from investing	<u>223,134</u>	<u>20,041</u>
CASH FLOWS FROM CAPITAL ACTIVITIES:		
Deferred costs	18,928	18,928
Purchase of tangible capital assets	(2,193,495)	(4,899,731)
Cash flows used in capital	<u>(2,174,567)</u>	<u>(4,880,803)</u>
INCREASE (DECREASE) IN CASH RESOURCES	2,749,123	(99,009)
CASH RESOURCES, beginning of year	<u>15,116,731</u>	<u>15,215,740</u>
CASH RESOURCES, end of year	\$ 17,865,854	\$ 15,116,731
CASH RESOURCES CONSISTS OF:		
Cash	\$ 5,678,163	\$ 3,837,791
Marketable securities	<u>12,187,691</u>	<u>11,278,940</u>
	\$ 17,865,854	\$ 15,116,731

See accompanying notes to financial statements.

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES:

These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. The significant accounting policies are summarized as follows:

a) Fund Accounting:

The Adams Lake Indian Band uses fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. The various funds have been amalgamated for the purpose of presentation in the consolidated financial statements. Details of the operations of each fund are set out in the supplementary schedules. The Adams Lake Indian Band maintains the following funds:

- The Band Operating Fund which reports the general activities of the First Nation Administration.
- The Trust Fund which reports on trust funds owned by the First Nation and held by third parties.
- The Capital Fund which reports the property and equipment of the First Nation, together with their related
- The Social Housing Funds Pre-1997 and Post-1996 which reports the social housing assets of the First Nation, together with related activities.

b) Reporting Entity and Principles of Financial Reporting:

The Adams Lake Indian Band reporting entity includes the Adams Lake Indian Band government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

These financial statements consolidate the assets, liabilities and results of operations for the following entities which use accounting principles which lend themselves to consolidation:

- Adams Lake Indian Band Operating Fund
- Adams Lake Indian Band Trust Fund
- Adams Lake Indian Band Capital Fund
- Adams Lake Indian Band Social Housing Fund - Pre-1997 Program
- Adams Lake Indian Band Social Housing Fund - Post-1996 Program

All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual schedules.

Incorporated business entities, which are owned or controlled by the Adams Lake Indian Band and which are dependent on the First Nation for their continuing operations, are consolidated in the consolidated financial statements. These include:

- Adams Lake Development Corporation
- ALIB Construction Group Inc.

Incorporated business entities, which are owned or controlled by the Adams Lake Indian Band and which are not dependent on the First Nation for their continuing operations, are included in the consolidated financial statements using the modified equity method.

Investments in non-controlled entities and subject to significant influence are included in the consolidated financial statements using the modified equity method.

Investments in non-controlled entities and not subject to significant influence are recorded at cost.

Accounts in foreign currencies have been translated into Canadian dollars using the temporal method. Under this method, monetary assets and liabilities have been translated at the year end exchange rate. Revenues and expenses have been translated at the average rates of exchange during the year.

Notes that provide additional information regarding the entities are disclosed with each entity and form an integral part of these financial statements.

c) Cash equivalents:

Cash includes instruments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued):

d) Non-financial Assets:

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the Change in Net Financial Assets for the year.

1) Tangible Capital Assets:

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Major Asset Category:

Buildings	20 to 70 years
Water systems	50 to 80 years
Roads	10 to 75 years
Automotive equipment	10 years
Computer equipment	5 years
Sewer systems	80 years
Furniture and equipment	5 years

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

The Band reviews the useful lives and the carrying values of its tangible capital assets at least annually or more frequently if events or changes in circumstances indicate that the assets might be impaired, by reference to the assets' contribution to the Band's ability to provide services. When assets no longer have any long-term service potential to the Band, the assets are considered to be impaired. An impairment loss is measured at the amount by which the carrying amount of the assets exceeds their fair value, which is estimated as the expected service potential of the assets.

The Band's policies regarding the thresholds for capitalization of assets are as follows:

- buildings and infrastructure that exceed \$10,000,
- vehicles, equipment and furniture and fixtures that exceed \$3,000 and,
- computers and other data processing equipment that exceed \$2,000.

These policies are applied on an individual item basis.

The Band's interest in reserve lands is not reflected in these financial statements, as no consideration was paid by the Band to acquire these lands. CP lands purchased for social housing development has been recorded at cost as a value was able to be determined.

2) Contributions of Tangible Capital Assets:

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt.

3) Leases:

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

e) Marketable Securities:

Marketable securities are recorded at the lower of cost and fair market value.

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued):

f) **Property Held for Resale:**

Property held for resale includes developed homes and lease lots available for sale and/or lease and are recorded at the lower of cost and net realizable value. Cost consists of all costs of purchase, costs of conversion and other costs incurred in bringing the property held for resale to its present location and condition.

g) **Investments:**

Investments in non-controlled entities and not subject to significant influence are recorded at cost.

h) **Accrual Method:**

The Band utilizes accrual accounting.

i) **Deferred Revenue:**

Revenue is recorded in the period to which it relates.

j) **Deferred Lease Costs:**

Deferred lease costs represent the portion of leased property development costs directly related to property transferred under prepaid and monthly leases. Deferred costs are expensed proportionately over the term of the lease.

k) **Revenue Recognition:**

The Adams Lake Indian Band derives revenues from a number of sources.

Amounts received from Indigenous Services Canada (ISC) are reported in accordance with the terms of the funding arrangement. Amounts specified as set contributions are reported as revenue as program terms and conditions are met and delivered. Any resulting surpluses are repayable to ISC and any deficits incurred are refundable by ISC. Amounts specified as fixed contributions are recognized as revenue as program terms and conditions are met and delivered. Any resulting surpluses may be retained by the Band provided delivery of the program is complete at March 31. Any resulting deficits are the responsibility of the Band. Amounts specified as flexible are reported as revenue as program terms and conditions are met and delivered and project expenditures have been made. Any unspent funds at the end of the project are repayable to ISC. Grants received from ISC are unconditional and are reported as revenue when received or receivable and collection is reasonably assured. Amounts received under block funding arrangements are reported as revenue when received or receivable and collection is reasonably assured.

Amounts received from other government departments, both federal and provincial, are reported as revenue in accordance with the terms of the contract or agreement.

Own source revenues derived from such sources as housing rents, resource based revenues, interest income, property taxes and leases etc. are reported when received or receivable and collection is reasonably assured.

Home sales revenue is recognized when title passes to the purchaser.

Prepaid sublease revenue is recognized when title passes to the purchaser. Deferred sublease revenue is recognized in accordance with the terms of the sublease. The payment schedule is noted in Note A19.

Timber processing revenue is recognized on a completed-project basis.

l) **Silviculture Liability:**

Silviculture liability is charged to earnings on the basis of the volume of timber cut. The estimate is based on various judgements and assumptions. Both the provision and reliability of such estimates are subject to uncertainties and, as additional information becomes known, these estimates are subject to change. Actual silviculture expenditures are recorded as a reduction of silviculture liability in the year they are paid.

m) **Replacement Reserve:**

The Replacement Reserve is funded by an annual charge against earnings as opposed to an appropriation of surplus.

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (continued):

n) Operating Reserve:

The Operating Reserve account is funded by an allocation of the excess or shortfall of annual minimum revenue contribution and CMHC subsidies over current eligible expenditures.

o) Uses of Estimates:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

NOTE A2. FUTURE ACCOUNTING CHANGES:

PS 3400 Revenues

This section establishes standards on how to account for and report on revenue. This section applies to fiscal years beginning on or after April 1, 2023, with early adoption permitted.

PS 3450 Financial Instruments

This section establishes standards for recognizing and measuring financial assets, financial liabilities and non-financial derivatives. This section applies to fiscal years beginning on or after April 1, 2022, with early adoption permitted. Adoption of this standard requires corresponding adoption of PS 1201 Financial Statement Presentation, PS 2601 Foreign Currency Translation and PS 3041 Portfolio Investments in the same fiscal period.

PS 1201 Financial Statement Presentation

This section revises the general reporting principals and standards for the disclosure of information in the financial statements. This section applies to fiscal years beginning on or after April 1, 2022, with early adoption permitted.

PS 2601 Financial Currency Translation

This section revises and replaces the existing Section PS 2600 Foreign Currency Translation. This section applies to fiscal years beginning on or after April 1, 2022, with early adoption permitted.

PS 3401 Portfolio Investments

This section revises and replaces the existing Section PS 3040 Portfolio Investments. This section applies to fiscal years beginning on or after April 1, 2022, with early adoption permitted.

NOTE A3. FINANCIAL INSTRUMENTS:

Fair Value of Financial Assets and Financial Liabilities:

The carrying values of cash (including internally and externally restricted amounts), marketable securities, grants and accounts receivable, accounts payable and accrued liabilities and demand loans approximate their fair value due to the relatively short periods to maturity of these items or because they are receivable or payable on demand.

The carrying value of mortgages payable approximates its fair value as the terms and conditions of the borrowing arrangements are comparable to current market terms and conditions for similar items.

It is not practicable to determine the fair value of investments due to the limited amount of comparable market information available.

Credit Risk:

The Band is exposed to a credit risk by its customers. However, because the majority of revenues is from government agencies, credit risk concentration is reduced to the minimum.

Interest Rate Risk:

Demand loans and mortgages payable have fixed rates; therefore interest expense will decrease with principal repayment of the demand loans and mortgages and interest risk is reduced to the minimum.

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A4. CASH:	2021	2020
Band operations:		
RBC - General account	\$ 2,438,863	\$ 1,582,852
RBC - Lease	2,116,191	2,108,360
RBC - Pierre's Point	409,522	-
RBC - Sandy Point	515,240	-
Petty cash and other	1,565	600
	<u>5,481,381</u>	<u>3,691,812</u>
Adams Lake Development Corporation:		
General account	119,782	69,107
Social Housing Operation:		
Social Housing Operation - Pre-1997 Program	<u>77,000</u>	<u>76,872</u>
	<u><u>\$ 5,678,163</u></u>	<u><u>\$ 3,837,791</u></u>

NOTE A5. MARKETABLE SECURITIES:

The market value of the marketable securities, at March 31, 2021, is \$13,415,213 (2020 - \$10,952,457).

NOTE A6. GRANTS AND ACCOUNTS RECEIVABLE:	2021	2020
Band Operations:		
Grants Receivable	\$ 1,552,385	\$ 592,958
Property Taxes	66,437	23,457
Accounts Receivable	1,674,198	1,278,518
Social Housing Rent Arrears	56,389	39,659
	<u>3,349,409</u>	<u>1,934,592</u>
Social Housing Operations:		
Social Housing Operation - Pre-1997 Program	112,476	1,345
Social Housing Operation - Post-1996 Program	7,455	7,554
	<u>119,931</u>	<u>8,899</u>
Adams Lake Development Corporation:		
Accounts Receivable	5,635	6,494
	<u><u>\$ 3,474,975</u></u>	<u><u>\$ 1,949,985</u></u>

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A7. RESTRICTED CASH:

	2021	2020
Replacement Reserve	\$ 420,833	\$ 419,789
Operating Reserve	226,273	225,678
Ottawa Trust Funds	528,740	508,122
Other Restricted	4,828,790	4,700,195
	<u>\$ 6,004,636</u>	<u>\$ 5,853,784</u>

a) Replacement Reserve:

Under the terms of the agreement with Canada Mortgage and Housing Corporation, the Replacement Reserve account is to be credited in the amount of \$44,349 (2020 - \$44,349) annually plus interest. These funds, along with accumulated interest, must be held in a separate bank account and / or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by Canada Mortgage and Housing Corporation from time to time. Withdrawals are credited to interest first and then principal.

	2021	2020
Balance, beginning of year	\$ 405,375	\$ 388,661
Allocation during the year	44,349	44,349
Interest on account	979	5,786
Approved expenditures	(187,053)	(33,421)
Balance, end of year	<u>\$ 263,650</u>	<u>\$ 405,375</u>
The Replacement Reserve is represented by:		
Cash	<u>\$ 420,833</u>	<u>\$ 419,789</u>

b) Operating Reserve:

Under the terms of the agreement with Canada Mortgage and Housing Corporation, the Operating Reserve account is to be credited in the amount of any accumulated surplus plus interest. These funds, along with accumulated interest, must be held in a separate bank account and / or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by Canada Mortgage and Housing Corporation from time to time.

	2021	2020
Balance, beginning of year	\$ 265,040	\$ 222,411
Allocation for the year	15,994	39,362
Interest	561	3,267
Balance, end of year	<u>\$ 281,595</u>	<u>\$ 265,040</u>
The Operating Reserve is represented by:		
Cash	<u>\$ 226,273</u>	<u>\$ 225,678</u>

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A7. RESTRICTED CASH (continued):

c) Ottawa Trust Funds:

The Ottawa Trust Accounts arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue 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.

d) Other Restricted Cash:

Other restricted cash includes:

The Forest & Range Consultation and Revenue Sharing Agreement (FCRSA) fund has been established for the funding received under the forest consultation and revenue sharing agreement (formerly forest and range opportunity agreement (FRO)). Chief and Council, in conjunction with community input, will be establishing criteria for the expenditure of these funds.

The First Nation Sales Tax Fund has been established for funding received under the Sales Tax Collection Agreement. Chief and Council, in conjunction with community input, will be establishing criteria for the expenditure of these funds.

The Gaming Funds are to be held for designated purposes in accordance with the agreement with the Province of B.C. Eligible costs under the agreement are for any purpose that is of public benefit to the Band. Upon early termination of the agreement, the Band will repay to the Province of B.C. any amounts that have not been applied against eligible costs.

The Leases Fund has been established for lease revenue received on Band owned land. Chief and Council, in conjunction with community input, will be establishing criteria for the expenditure of these funds.

The Property Taxes Fund has been established for property taxes received on Band owned land. Chief and Council, in conjunction with community input, will be establishing criteria for the expenditure of these funds.

	2021	2020
Other restricted cash balances:		
Silviculture	\$ 933,536	\$ 945,652
FCRSA/FRO	1,256,174	1,229,568
Gaming	2,639,080	2,524,975
	<u>\$ 4,828,790</u>	<u>\$ 4,700,195</u>
Other restricted surpluses:		
Campsites	\$ 180,471	\$ -
FCRSA	2,269,931	1,586,577
First Nations sales tax	1,117,434	740,024
Gaming	720,948	1,186,501
Leases	160,545	163,736
Property taxes	1,006,105	739,710
	<u>5,455,434</u>	<u>4,416,548</u>
Silviculture Accrual	2,333,319	2,439,046
	<u>\$ 7,788,753</u>	<u>\$ 6,855,594</u>

NOTE A8. DEFERRED LEASE COSTS:

	2021	2020
Balance, beginning of year	\$ 1,044,129	\$ 1,063,057
Expensed during the year	<u>(18,928)</u>	<u>(18,928)</u>
Balance, end of year	<u>\$ 1,025,201</u>	<u>\$ 1,044,129</u>

Deferred lease costs represent the portion of leased property development costs directly related to property transferred under prepaid and monthly leases. Deferred costs are expensed proportionately over the term of the lease.

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A9. INVESTMENTS:	2021	2020
All Nations Trust Company:		
22,800 Common shares, par value \$10	\$ 38,028	\$ 38,028
2,370 Common shares, cost per share \$13	<u>29,720</u>	<u>29,720</u>
	<u>67,748</u>	<u>67,748</u>
BC First Nations Gaming Revenue Sharing Limited Partnership:		
Balance, beginning of year	14,853	-
Net income allocation	131,348	445,364
Contributions	-	100
Drawings	<u>(461,346)</u>	<u>(430,611)</u>
Balance, end of year	<u>(315,145)</u>	<u>14,853</u>
Share in General Partner, BCFN GRS GP Inc., a corporation incorporated under the BC Business Corporations Act. Share represents a 0.49% interest in the company at March 31, 2021.	<u>10</u>	<u>10</u>
Sexqeltkmc Limited Partnership:		
Advances, unsecured, noninterest bearing, repaid during the year	-	-
Contribution	-	68,598
Withdrawals	-	(115,963)
Accumulated deficiency	<u>-</u>	<u>(59,499)</u>
	<u>-</u>	<u>(106,864)</u>
	<u>\$ (247,387)</u>	<u>\$ (24,253)</u>

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A10. DEFERRED REVENUE:	2021	2020
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Band Operations:

Revenue amounts deferred are summarized as follows:

Prepaid lease payments	\$ 2,207,881	\$ 2,315,164
Province of BC	849,899	146,920
School District #73	24,263	51,586
School District #83	-	22,500
First Nations Health Authority	332,554	-
Splatsin First Nation - Health Centre agreement	24,780	24,780
First Nations Education Steering Committee	440,776	119,715
First Peoples Heritage, Language & Culture Council	34,835	43,128
Interior Health Authority	6,450	-
Secwepemc Child and Family Services Society	415,910	-
University of Victoria	51,553	-
Shuswap Nation Tribal Council Society	48,197	-
Other	132,786	73,396
	<u>4,569,884</u>	<u>2,797,189</u>

Adams Lake Development Corporation:

Deferred lease revenue, beginning of year	1,478,715	1,502,742
Amortized to income during the year	(24,027)	(24,027)
Deferred lease revenue, end of year	<u>1,454,688</u>	<u>1,478,715</u>
	<u>\$ 6,024,572</u>	<u>\$ 4,275,904</u>

NOTE A11. DEMAND LOANS:	2021	2020
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Capital Fund:

Royal Bank of Canada, term loan, repayable in monthly principal installments of \$5,725 plus interest at the RBC Prime Rate plus 1.00% (3.45% at year end), secured by an Irrigation System with a carrying value of \$1,473,297, due September 2021.

<u>\$ 28,963</u>	<u>\$ 93,652</u>
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NOTE A12. SILVICULTURE LIABILITY:	2021	2020
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Balance, beginning of the year	\$ 2,439,046	\$ 2,727,518
Accrued expense	378,282	553,253
Paid during the year	<u>(484,009)</u>	<u>(841,725)</u>
	<u>\$ 2,333,319</u>	<u>\$ 2,439,046</u>

The timing of the reforestation payments is based on the estimated period required to attain free to grow status in a given area.

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A13. MORTGAGES PAYABLE:	2021	2020
<u>Social Housing Operation - Pre-1997 mortgages:</u>		
All Nations Trust Company, repayable in monthly installments of \$2,321 including interest at 1.83% per annum, secured by promissory notes of the Ministry, land and buildings, due December 2024 - Phase 13	\$ 100,885	\$ 126,649
All Nations Trust Company, repayable in monthly installments of \$1,095 including interest at 1.03% per annum, secured by promissory notes of the Ministry, land and buildings, due July 2021 - Phase 11	4,371	17,398
	<u>105,256</u>	<u>144,047</u>
Land and buildings have a carrying value of \$502,353		
<u>Social Housing Operation - Post-1996 mortgages:</u>		
All Nations Trust Company, repayable in monthly installments of \$1,923 including interest at 1.30% per annum, secured by promissory notes of the Ministry and buildings, due February 2026 - Phase 1	109,886	131,516
All Nations Trust Company, repayable in monthly installments of \$2,259 including interest at 2.13% per annum, secured by promissory notes of the Ministry and buildings, due October 2022 - Phase 2	162,486	185,886
All Nations Trust Company, repayable in monthly installments of \$2,692 including interest at 2.50% per annum, secured by promissory notes of the Ministry and buildings, due April 2023 - Phase 3	65,528	95,800
All Nations Trust Company, repayable in monthly installments of \$2,872 including interest at 0.76% per annum, secured by promissory notes of the Ministry and buildings, due December 2025 - Phase 4	160,718	193,440
All Nations Trust Company, repayable in monthly installments of \$1,488 including interest at 0.76% per annum, secured by promissory notes of the Ministry and buildings, due December 2025 - Phase 6	247,766	263,176
All Nations Trust Company, repayable in monthly installments of \$1,305 including interest at 2.06% per annum, secured by promissory notes of the Ministry and buildings, due January 2025 - Phase 8	244,487	255,028
	<u>990,871</u>	<u>1,124,846</u>
	<u><u>\$ 1,096,127</u></u>	<u><u>\$ 1,268,893</u></u>

Buildings have a carrying value of \$1,789,528.

The Social Housing mortgages are guaranteed by Indigenous Services Canada

Principal repayments due in the ensuing 5 years are approximately as follows

2022	\$ 167,416
2023	279,887
2024	113,575
2025	305,544
2026	229,705
	<u>\$ 1,096,127</u>

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A14. PROPERTY HELD FOR RESALE:	2021	2020
<u>West Harbour Village:</u>		
Land development costs	<u>\$ 1,087,902</u>	<u>\$ 1,087,902</u>

NOTE A15. TANGIBLE CAPITAL ASSETS:	2021	2020
Tangible capital assets consist of the following:		
CP lands purchased	\$ 301,885	\$ 301,885
Buildings	6,456,642	5,769,139
Water systems	6,617,167	5,909,154
Roads	891,845	1,047,297
Automotive equipment	668,300	770,322
Computer equipment	310,834	262,025
Sewer systems	396,390	403,430
Furniture and equipment	209,713	103,510
Social Housing Operation - Pre-1997 Program	620,379	652,567
Social Housing Operation - Post-1996 Program	1,834,469	1,949,983
	<u>\$ 18,307,624</u>	<u>\$ 17,169,312</u>

For additional information, see the Summary Schedule of Tangible Capital assets (Appendix 1).

NOTE A16. ACCUMULATED SURPLUS:	2021	2020
Accumulated surplus consists of individual fund surpluses and reserves as follows:		
Surplus from operations	<u>\$ 12,573,990</u>	<u>\$ 11,334,689</u>
Invested in tangible capital assets	<u>17,182,534</u>	<u>15,806,767</u>
Funded Reserves:		
Operating Reserve Fund (CMHC) (Note A7)	281,595	265,040
Replacement Reserve Fund (CMHC) (Note A7)	263,650	405,375
Ottawa Trust Funds (Note A7)	528,740	508,122
Other Restricted Funds (Note A7)	5,455,434	4,416,548
	<u>6,529,419</u>	<u>5,595,085</u>
	<u>\$ 36,285,943</u>	<u>\$ 32,736,541</u>

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A17. COMMITMENTS AND CONTINGENCIES:

Commitments:

The Band leases office equipment under long-term lease agreement which expires July 2025.

Future minimum lease payments as at March 31, 2021, are as follows:

2022	\$ 108,300
2023	108,300
2024	108,300
2025	108,300
2026	<u>27,075</u>
	<u>\$ 460,275</u>

Contingencies:

a) Housing Loans:

The Band is guarantor of various Housing loans, secured by Ministerial guarantees, including \$236,897 for capital housing and \$1,097,509 for Social Housing for a total of \$1,334,406.

b) Lending Program - Loan Guarantees:

The Band has a program to offer lending to Band members of \$1,000,000 for on-reserve housing through the Bank of Montreal. The Band has guaranteed loans totaling \$261,820 at the Bank of Montreal.

c) Pension Plan:

The Band and its employees contribute to a defined contribution pension plan. There is no obligation for past service or periods in which an employee was not employed. Total contributions to the plan during the year were \$243,402 (2020 - \$243,711).

d) Letters of Credit:

The Band has granted letters of credit in favour of the Ministry of Forests and Range to a maximum of \$250,000. The Band has granted letters of credit in favour of Echelon General Insurance Company to a maximum of \$20,000.

e) Unused Credit Facilities:

Under line of credit arrangements with Royal Bank of Canada, the Band may borrow up to \$700,000, calculated as the net balance of the Band's general and reserve bank accounts (which are disclosed separately). The line of credit bears interest at the Bank's prime rate plus 0.5% and is secured by a Band Council Resolution. This arrangement does not have a termination date and can be withdrawn at the bank's option. At March 31, 2021, the unused portion of the credit line was \$700,000.

Under a revolving facility arrangement with Royal Bank of Canada, the Band may borrow up to \$10,000,000 in term loans to finance capital assets or capital project acquisitions. The term loan bears interest at the Bank's prime rate plus 0.5% and is secured by a Band Council Resolution. This arrangement does not have a termination date and can be withdrawn at the bank's option. At March 31, 2021, the unused portion of the credit line was \$10,000,000.

The band has been approved for a \$600,000 loan from the Bank of Montreal for the purpose of purchasing modular homes. To date, no draws have been made on this loan.

f) Indigenous Services Canada Funding:

The Band receives a portion of its funding under a contribution agreement with Indigenous Services Canada (ISC) which, if unexpended, may be refundable to ISC. Further, amounts which are overexpended may be reimbursed by ISC to the Band. No amounts have been recorded in the financial statements as refundable or reimbursable.

g) Environmental Contingency:

The Band is vulnerable to contingencies with respect to government regulations, in particular regulations concerning environmental issues relating to the Woods Division in Adams Lake Development Corporation. At the present time, it is impossible to determine any amount that the Band may have to pay to decontaminate the site. The Band believes that the total amount of these contingent obligations will not have a material and adverse effect on its financial position and consequently no provision has been made in the financial statements.

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A17. COMMITMENTS AND CONTINGENCIES (continued):

h) Legal Matters:

The Ministry of Forests have fined the band approximately \$300,000. A lawyer has been engaged in an attempt to negotiate a reduced fine. There will be significant legal fees associated with this matter.

NOTE A18. SEGMENTED INFORMATION:

The Adams Lake Indian Band is a First Nations government institution that provides a range of programs and services to its members, including band revenue, administration, maintenance services, community services, capital, education, health services, natural resources and social housing. For management reporting purposes the First Nations operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

First Nation services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

Band Revenue

The Band Revenue department is responsible for administering projects the Band is involved in annually and on an on-going basis relating to the overall objectives of the First Nation.

Administration

Administration supports the development of stable, legitimate and accountable community governments. It also provides overall support of the First Nation including advisory services relating to financial management, Band government, economic development, community services and technical services.

Maintenance Services

Maintenance services supports the construction, operation and basic maintenance of community facilities and services such as water and sewage, roads, electrification, schools and fire protection. It is also responsible for ensuring that the facilities and community services meet recognized standards and are comparable to the services provided to nearby communities by provincial and municipal governments.

Community Services

Community services provides assistance to community members unable to provide for themselves and their dependents. The services provided by this department include, but are not limited to, income assistance, child and family services, assisted living and early childhood development.

Capital

Capital manages capital projects within the community undertaken to support the growth and or maintenance of the First Nations infrastructure.

Education

Education supports the members in expressing, preserving developing and promoting its cultural heritage through the establishment and operation of First Nation education centres and programs. It also provides services for students at the elementary/secondary and post secondary level, including; instructional services both on and off reserve as well as support services such as transportation, accommodation, guidance and counselling.

Health Services

Health Services is responsible to provide assistance to community members with respect to health and wellness. The services provided by the department include, but are not limited to, aboriginal head start, home & community care, water quality monitoring, communicable disease control and patient travel.

ADAMS LAKE BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Year Ended March 31, 2021

NOTE A18. SEGMENTED INFORMATION (continued):

Natural Resources

Natural Resources department is responsible for the development of land and resources under community control, access to economic opportunities on land and resources beyond community control, investment promotion, as well as research and advocacy.

Social Housing

Social housing is responsible for the administration and management of social housing units.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note A1. For additional information see the Statement of Financial Activities - Segmented (Appendix 2).

NOTE A19. LAND SUBLEASE:

Each purchaser of a home is given the option to prepay their land sublease or by monthly payments. Each sublease grants the lessee rights to the property for approximately 99 years, ending June 30, 2099 or 49 years, ending June 30, 2050 with the option to extend the lease another 50 years, ending June 30, 2099.

Prepaid:

If the purchaser prepays their sublease, he/she has no further obligation to the end of the lease term.

Deferred:

The purchaser is obligated to make monthly payments as follows:

2007 to 2011	\$ 300
2012 to 2016	\$ 345
2017 to 2021	\$ 400

After the year 2021, the lease payment will be adjusted annually to reflect any year over year increase in the British Columbia Consumer Price Index, provided that in no event shall any annual increase prior to June 30, 2050 be permitted to exceed 2.5%. If the sublease is extended beyond June 30, 2050, the lease payment will be adjusted to reflect fair market value at that time.

NOTE A20. ECONOMIC DEPENDENCE:

The Band receives revenues pursuant to a Funding Agreement with Indigenous Services Canada. In the current fiscal year funding from Indigenous Services Canada accounted for 31% (2020 - 28%) of the Band's gross revenues.

NOTE A21. CASH FLOW INFORMATION:

During the year, the Band paid interest on demand loans and mortgages of \$30,722 (2020 - \$31,124) and received interest of \$362,369 (2020 - \$142,657).

ADAMS LAKE INDIAN BAND
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year ended March 31, 2021

	Band Operations								Social Housing Operations		Totals	
	Land	Buildings	Water Systems	Roads	Automotive Equipment	Sewer Systems	Furniture & Equipment	Computer Equipment	Pre-1997 Program	Post-1996 Program	2021	2020
Cost												
Balance, beginning of year	\$ 301,885	\$ 13,144,925	\$ 7,910,176	\$ 3,134,561	\$ 1,919,117	\$ 563,179	\$ 839,219	\$ 920,292	\$ 1,084,885	\$ 3,465,429	\$ 33,283,668	\$ 28,383,937
Add: Additions during the year	-	1,021,585	811,548	-	48,612	-	198,215	113,535	-	-	2,193,495	4,899,731
Less: Disposals during the year	-	-	-	-	-	-	-	-	-	-	-	-
Balance, end of year	301,885	14,166,510	8,721,724	3,134,561	1,967,729	563,179	1,037,434	1,033,827	1,084,885	3,465,429	35,477,163	33,283,668
Accumulated amortization												
Balance, beginning of year	-	7,375,786	2,001,022	2,087,264	1,148,795	159,749	735,709	658,267	432,318	1,515,446	16,114,356	15,187,543
Add: Amortization	-	334,082	103,535	155,452	150,634	7,040	92,012	64,726	32,188	115,514	1,055,183	926,813
Less: Disposals during the year	-	-	-	-	-	-	-	-	-	-	-	-
Balance, end of year	-	7,709,868	2,104,557	2,242,716	1,299,429	166,789	827,721	722,993	464,506	1,630,960	17,169,539	16,114,356
Net Book Value of Tangible Capital Assets	\$ 301,885	\$ 6,456,642	\$ 6,617,167	\$ 891,845	\$ 668,300	\$ 396,390	\$ 209,713	\$ 310,834	\$ 620,379	\$ 1,834,469	\$ 18,307,624	\$ 17,169,312

Included in Buildings are \$1,923,805 (2020 - \$913,008) of tangible capital assets under construction. These assets have not been amortized.

ADAMS LAKE INDIAN BAND
2021 STATEMENT OF FINANCIAL ACTIVITIES - SEGMENTED
Year ended March 31, 2021

	Band Revenue	Admini- stration	Maintenance Services	Community Services	Capital	Education	Health Services	Natural Resources	Social Housing	Total 2021	Total 2020
REVENUE:											
Indigenous Services											
Canada	\$ 689,943	\$ 712,796	\$ 714,733	\$ 1,540,786	\$ 46,185	\$ 2,521,276	\$ 204,393	\$ -	\$ -	\$ 6,430,112	\$ 6,383,007
Leases and rentals	1,543,318	75,339	29,947	-	-	-	-	-	236,614	1,885,218	1,896,294
CMHC	-	-	-	-	81,755	-	-	-	248,853	330,608	125,861
Province of BC	3,001,445	-	-	-	-	-	-	-	-	3,001,445	3,345,448
Consulting and contract	735,844	-	-	607,590	-	1,070,372	131,455	1,570,361	-	4,115,622	3,075,791
Interest and tax penalties	387,480	-	-	-	-	-	-	-	1,540	389,020	177,760
Timber harvesting	-	-	-	-	-	-	-	1,076,413	-	1,076,413	3,335,206
First Nations Health Authority	-	-	-	-	-	-	1,395,560	-	-	1,395,560	1,502,400
Property taxes	915,590	-	-	-	-	-	-	-	-	915,590	995,630
Other	1,547,535	108,310	4,612	141,081	-	129,092	26,607	95,920	50,396	2,103,553	1,321,514
	<u>8,821,155</u>	<u>896,445</u>	<u>749,292</u>	<u>2,289,457</u>	<u>127,940</u>	<u>3,720,740</u>	<u>1,758,015</u>	<u>2,742,694</u>	<u>537,403</u>	<u>21,643,141</u>	<u>22,158,911</u>
EXPENSES:											
Administration fees	-	-	50,174	-	-	49,916	-	-	25,147	125,237	77,001
Amortization	190,643	40,022	403,603	10,892	-	167,248	36,766	58,307	147,703	1,055,184	926,813
Assistance	-	-	-	925,830	-	-	-	-	-	925,830	584,812
Automotive	5,125	5,664	12,826	-	-	2,277	-	29,232	-	55,124	51,611
Bad debts and write downs (recoveries)	20,285	-	-	-	-	-	-	-	-	20,285	(32,436)
Contract services	661,902	72,706	162,107	134,994	72,747	170,432	378,545	625,335	-	2,278,768	3,193,720
Education	-	-	-	-	-	1,157,242	-	-	-	1,157,242	1,185,011
Honorarium	200	387,051	-	-	-	9,878	100	-	-	397,229	379,436
Insurance	26,928	23,610	65,103	4,075	-	32,092	15,687	23,933	56,940	248,368	180,468
Interest and bank charges	-	18,197	-	-	-	-	-	4,120	-	22,317	18,071
Interest on demand loans and mortgages	-	11,661	-	-	-	-	-	-	19,061	30,722	31,124
Leases	141,065	45,705	8,962	3,120	-	26,805	53,306	13,754	-	292,717	250,856
Licences, dues and fees	9,720	12,729	-	-	-	-	662	-	-	23,111	15,802
Logging	-	-	-	-	-	-	-	687,544	-	687,544	650,658
Materials and supplies	419,021	48,783	98,238	128,875	514,816	301,250	89,048	209,314	-	1,809,345	1,042,409
Meetings and ceremonies	16,101	28,799	-	6,543	-	18,012	29,516	-	-	98,971	207,788
Office and other	172,744	27,789	10,688	183,026	-	44,642	23,367	25,256	-	487,512	217,639
Professional fees	174,801	81,205	-	3,000	25,164	-	22,734	2,304	12,000	321,208	251,825
Repairs and maintenance	235,486	49,927	67,808	26,662	-	40,620	14,651	5,914	376,657	817,725	310,819
Training	20,286	19,379	3,287	5,429	-	12,031	3,349	370	-	64,131	120,364
Travel	16,569	39,990	13,547	13,902	-	15,350	34,791	85,724	-	219,873	362,331
Utilities	183,642	49,441	307,286	15,174	-	30,324	11,743	10,584	-	608,194	563,127
Wages and benefits	1,251,307	1,043,018	468,477	588,752	90	1,559,668	506,880	928,910	-	6,347,102	6,090,689
	<u>3,545,825</u>	<u>2,005,676</u>	<u>1,672,106</u>	<u>2,050,274</u>	<u>612,817</u>	<u>3,637,787</u>	<u>1,221,145</u>	<u>2,710,601</u>	<u>637,508</u>	<u>18,093,739</u>	<u>16,679,938</u>
EXCESS (SHORTFALL) OF REVENUE OVER EXPENSES	<u>\$ 5,275,330</u>	<u>\$ (1,109,231)</u>	<u>\$ (922,814)</u>	<u>\$ 239,183</u>	<u>\$ (484,877)</u>	<u>\$ 82,953</u>	<u>\$ 536,870</u>	<u>\$ 32,093</u>	<u>\$ (100,105)</u>	<u>\$ 3,549,402</u>	<u>\$ 5,478,973</u>

See accompanying notes to financial statements.

ADAMS LAKE INDIAN BAND
2020 STATEMENT OF FINANCIAL ACTIVITIES - SEGMENTED
Year ended March 31, 2020

	Band Revenue	Admini- stration	Maintenance Services	Community Services	Capital	Education	Health Services	Natural Resources	Social Housing	Total 2020
REVENUE:										
Indigenous Services										
Canada	\$ 203,833	\$ 623,831	\$ 355,536	\$ 776,096	\$ 1,941,288	\$ 2,343,408	\$ 139,015	\$ -	\$ -	\$ 6,383,007
Leases and rentals	1,632,452	-	30,353	-	-	-	-	-	233,489	1,896,294
CMHC	-	-	-	-	5,878	-	-	-	119,983	125,861
Province of BC	3,345,448	-	-	-	-	-	-	-	-	3,345,448
Consulting and contract	711,013	-	-	336,590	-	594,230	129,617	1,304,341	-	3,075,791
Interest and tax penalties	168,707	-	-	-	-	-	-	-	9,053	177,760
Timber harvesting	-	-	-	-	-	-	-	3,335,206	-	3,335,206
First Nations Health Authority	-	-	-	-	-	-	1,502,400	-	-	1,502,400
Property taxes	995,630	-	-	-	-	-	-	-	-	995,630
Other	656,749	251,053	21,471	217,640	-	43,179	20,500	105,635	5,287	1,321,514
	<u>7,713,832</u>	<u>874,884</u>	<u>407,360</u>	<u>1,330,326</u>	<u>1,947,166</u>	<u>2,980,817</u>	<u>1,791,532</u>	<u>4,745,182</u>	<u>367,812</u>	<u>22,158,911</u>
EXPENSES:										
Administration fees	-	-	-	-	-	52,138	-	-	24,863	77,001
Amortization	162,730	32,223	381,642	7,203	-	118,145	36,766	40,401	147,703	926,813
Assistance	-	-	-	584,812	-	-	-	-	-	584,812
Automotive	2,615	3,822	18,610	-	-	4,668	-	21,896	-	51,611
Bad debts and write downs (recoveries)	(32,436)	-	-	-	-	-	-	-	-	(32,436)
Contract services	1,024,529	19,329	169,473	231,996	107,246	302,701	393,561	944,181	704	3,193,720
Education	-	-	-	-	-	1,185,011	-	-	-	1,185,011
Honorarium	3,310	369,782	-	-	-	4,619	1,725	-	-	379,436
Insurance	21,463	20,744	56,941	4,295	-	21,033	14,354	19,191	22,447	180,468
Interest and bank charges	-	13,971	-	-	-	-	-	4,100	-	18,071
Interest on demand loans and mortgages	-	9,093	-	-	-	-	-	-	22,031	31,124
Leases	161,188	28,380	6,253	2,300	-	22,873	17,512	12,350	-	250,856
Licences, dues and fees	10,505	5,297	-	-	-	-	-	-	-	15,802
Logging	-	-	-	-	-	-	-	650,658	-	650,658
Materials and supplies	42,241	52,581	29,624	73,483	542,527	162,847	52,442	86,664	-	1,042,409
Meetings and ceremonies	49,730	41,049	-	6,602	-	77,997	32,410	-	-	207,788
Office and other	56,451	36,999	11,679	39,846	-	12,559	25,888	34,217	-	217,639
Professional fees	84,124	92,636	25,142	-	-	-	31,823	10,050	8,050	251,825
Repairs and maintenance	23,376	78,793	88,780	-	-	45,245	12,787	1,360	60,478	310,819
Training	63,329	10,638	17,599	20,915	-	457	4,294	3,132	-	120,364
Travel	28,677	91,495	18,366	22,228	-	51,109	84,178	66,278	-	362,331
Utilities	69,702	52,329	356,160	9,857	-	44,098	17,773	13,208	-	563,127
Wages and benefits	819,270	978,827	461,032	665,342	-	1,435,014	634,227	1,096,977	-	6,090,689
	<u>2,590,804</u>	<u>1,937,988</u>	<u>1,641,301</u>	<u>1,668,879</u>	<u>649,773</u>	<u>3,540,514</u>	<u>1,359,740</u>	<u>3,004,663</u>	<u>286,276</u>	<u>16,679,938</u>
EXCESS (SHORTFALL) OF REVENUE OVER EXPENSES	<u>\$ 5,123,028</u>	<u>\$ (1,063,104)</u>	<u>\$ (1,233,941)</u>	<u>\$ (338,553)</u>	<u>\$ 1,297,393</u>	<u>\$ (559,697)</u>	<u>\$ 431,792</u>	<u>\$ 1,740,519</u>	<u>\$ 81,536</u>	<u>\$ 5,478,973</u>

See accompanying notes to financial statements.