

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

Lower Nicola Indian Band

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For the year ended March 31, 2023

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Management's Responsibility for Financial Reporting

The accompanying consolidated financial statements of Lower Nicola Indian Band are the responsibility of management and have been approved by the k^wúk^wpi? and Council.

These consolidated financial statements have been prepared by management in accordance with Canadian Public Sector Accounting Standards. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

Lower Nicola Indian Band maintains systems of internal accounting and administrative controls, consistent with reasonable costs. 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.

Lower Nicola Indian Band is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements. Council carries out this responsibility principally through its Finance and Audit Committee.

The Finance and Audit Committee (the Committee) reviews the Band's consolidated financial statements and recommends their approval to Council. The Committee meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, consolidated financial statements and external auditor's report. The Committee reports its findings to the Council for consideration when approving the consolidated financial statements for issuance to the members. The Committee also considers, for review by the Council, the engagement of the external auditors.

The consolidated financial statements have been audited by BDO Canada LLP in accordance with Canadian generally accepted auditing standards on behalf of the members. BDO Canada LLP has full and free access to the Band Council.

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Stuart Jackson

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Connie Joe

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Chair of the FAC

DocuSigned by:

Barry Torgerson

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Director of Finance



Tel: 250 763 6700
 Fax: 250 763 4457
 Toll-free: 800 928 3307
 www.bdo.ca

BDO Canada LLP
 1631 Dickson Avenue, Suite 400
 Kelowna, BC V1Y 0B5 Canada

Independent Auditor's Report

To the kʷúkʷpiʔ and Council of Lower Nicola Indian Band

Qualified Opinion

We have audited the consolidated financial statements of Lower Nicola Indian Band and its consolidated entities (the Consolidated Entity), which comprise the consolidated statement of financial position as at March 31, 2023, and the consolidated statement of operations, change in net financial assets, and 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 matter 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 Consolidated Entity as at March 31, 2023, and its results of operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

As discussed in Note 2 to the consolidated financial statements, the Consolidated Entity did not recognize the net book value of \$1,063,812 of tangible capital assets appropriately in the previous year, which constitutes a departure from Canadian public sector accounting standards. The net book value of the assets as at March 31, 2022 should have been decreased by \$1,063,812 and the comparative results of operations and opening accumulated surplus should have been decreased by \$1,063,812 in total. These amounts were undeterminable in the previous year and caused us to modify our opinion on the consolidated financial statements for that year. In accordance with Canadian public sector accounting standards, the Consolidated Entity corrected the error in the current year's figures rather than correcting the comparative information. Our opinion on the current year's consolidated financial statements is modified because of this matter on the comparability of the current year's figures and the comparative information.

Effective April 1, 2022, the Consolidated Entity 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 retroactive application method, the asset retirement obligation on transition is to be recorded using the 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.

The Consolidated Entity's investment in LNIB Aggregates Limited Partnership, accounted for using the equity method, is carried at \$22,617,231 on the consolidated statement of financial position as at March 31, 2023, and the share of LNIB Aggregates Limited Partnership's net income of \$8,280,043 is included in Lower Nicola Indian Band's income for the year then ended. We were unable to obtain sufficient appropriate audit evidence about the carrying amount of the Consolidated Entity's investment in LNIB Aggregates Limited Partnership as at March 31, 2023 and Lower Nicola Indian Band's share of



LNIB Aggregates Limited Partnerships net income for the year. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

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 Lower Nicola Indian Band in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our 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.

Other Matters - Supplementary Information

Lower Nicola Indian Band has also prepared another set of consolidated financial statements for the year ended March 31, 2023 in accordance with Canadian public sector accounting standards. However, those consolidated financial statements include unaudited supplementary schedules which present detailed program revenues and expenditures prepared to assist management of Lower Nicola Indian Band to meet the reporting requirements of various funding agencies. Our audit report on the other set of financial statements was issued to k^wúk^wpi? and Council of Lower Nicola Indian Band and was dated July 26, 2023.

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

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of 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 Consolidated Entity'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 Consolidated Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Lower Nicola Indian Band's financial reporting process.

Auditor's Responsibility 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 Lower Nicola Indian 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 Lower Nicola Indian 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 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 Lower Nicola Indian Band 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 Lower Nicola Indian 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.

BDO Canada LLP

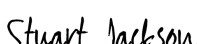
Chartered Professional Accountants

**Kelowna, British Columbia
July 26, 2023**


Lower Nicola Indian Band Consolidated Statement of Financial Position

March 31	2023	2022
Financial Assets		
Cash and cash equivalents (Note 3)	\$ 41,937,281	\$ 33,286,769
Investments (Note 4)	1,862,497	2,434,500
Accounts receivable (Note 5)	4,925,526	6,851,311
Due from related parties (Note 12)	-	163,297
Investment in business enterprises (Note 14)	37,877,216	20,654,283
	<u>86,602,520</u>	<u>63,390,160</u>
Liabilities		
Accounts payable and accrued liabilities	2,823,683	2,015,250
Deferred revenue (Note 7)	4,378,986	6,680,615
Long-term debt (Note 8)	2,137,487	2,390,161
Due to related parties (Note 12)	1,103,400	-
	<u>10,443,556</u>	<u>11,086,026</u>
Net Financial Assets	<u>76,158,964</u>	<u>52,304,134</u>
Non-Financial Assets		
Prepaid expenses	150,074	44,973
Tangible capital assets (Note 6)	23,625,041	23,912,160
Inventory	250,541	250,541
	<u>24,025,656</u>	<u>24,207,674</u>
Accumulated Surplus (Note 15)	<u>\$ 100,184,620</u>	<u>\$ 76,511,808</u>

Approved on behalf of Council

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 Chair of the Finance & Audit Committee

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 Director of Finance
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Lower Nicola Indian Band Consolidated Statement of Operations

For the year ended March 31	(Note 19) Budget	2023	2022
Revenues			
Federal Government			
Indigenous Services Canada	\$ 6,467,431	\$ 8,628,534	\$ 8,233,313
Canada Mortgage and Housing Corporation	214,024	2,517,024	1,318,524
First Nations Health Authority	1,302,774	1,500,442	1,482,598
Provincial Government			
First Nations Education Steering Committee	295,000	598,662	416,240
Province of British Columbia	504,000	1,105,610	1,023,612
BC First Nations Gaming	550,293	600,637	338,390
Property taxes	1,522,197	1,648,553	1,567,317
Other			
Housing charges and rental	792,956	810,050	749,696
Interest and investment income	60,000	453,886	97,903
Other contract revenue	8,597,127	19,915,104	12,047,112
Income from investment in band owned entities	-	12,538,774	11,759,593
Total revenues for the year	20,305,802	50,317,276	39,034,298
Expenditures (Note 20)			
Administration	3,099,689	5,661,275	5,121,429
Community health	1,145,102	1,305,578	1,052,678
Economic development	3,682,759	3,837,546	2,108,352
Education	6,456,083	5,242,118	5,195,846
Housing	1,328,255	1,107,002	923,508
Land, estate and membership	1,147,011	942,309	847,697
Lower Nicola Indian Band Development Corporation	-	3,304,141	2,489,284
Public works	2,849,737	2,519,030	1,991,909
Social development	1,780,070	1,661,653	2,008,064
Total expenditures for the year	21,488,706	25,580,652	21,738,767
Excess of revenue (deficiency) for the year	(1,182,904)	24,736,624	17,295,531
Net change in tangible capital assets (Note 2)	-	(1,063,812)	-
Annual surplus (deficit)	(1,182,904)	23,672,812	17,295,531
Accumulated surplus, beginning of year		76,511,808	59,216,277
Accumulated surplus, end of year		\$100,184,620	\$ 76,511,808

The accompanying notes are an integral part of these consolidated financial statements.

Lower Nicola Indian Band
Consolidated Statement of Change in Net Financial Assets

For the year ended March 31	(Note 19) Budget	2023	2022
Annual surplus (deficit)	\$ (1,182,904)	\$ 23,672,812	\$ 17,295,531
Acquisition of tangible capital assets (Note 6)	(17,483,878)	(3,404,244)	(1,887,652)
Amortization of tangible capital assets (Note 6)	-	2,621,854	2,470,981
Disposal of tangible capital assets (Note 6)	-	5,697	439,473
Adjustment to tangible capital assets (Note 2)	-	1,063,812	-
Acquisition of prepaid expenses	-	(105,101)	(20,178)
	(17,483,878)	182,018	1,002,624
Net change in net financial assets	(18,666,782)	23,854,830	18,298,155
Net financial assets, beginning of year		52,304,134	34,005,979
Net financial assets, end of year		\$ 76,158,964	\$ 52,304,134

The accompanying notes are an integral part of these consolidated financial statements.

Lower Nicola Indian Band Consolidated Statement of Cash Flows

March 31	2023	2022
Operating Activities		
Annual surplus	\$ 23,672,812	\$ 17,295,531
Items not affecting cash		
Amortization	2,621,854	2,470,981
Share of income from First Nation controlled entities	<u>(12,538,774)</u>	<u>(11,759,593)</u>
	<u>(9,916,920)</u>	<u>(9,288,612)</u>
Changes in non-cash working capital		
Accounts receivable	1,925,785	(3,055,556)
Prepaid expenses	(105,101)	(20,178)
Accounts payable and accrued liabilities	808,433	(300,841)
Deferred revenue	<u>(2,301,629)</u>	<u>6,499,251</u>
	<u>327,488</u>	<u>3,122,676</u>
Capital activities		
Acquisition of tangible capital assets	(3,404,244)	(1,887,652)
Disposal of tangible capital assets	5,697	439,473
Adjustment to tangible capital assets	<u>1,063,812</u>	<u>-</u>
	<u>(2,334,735)</u>	<u>(1,448,179)</u>
Financing activities		
Repayment of Social Housing long-term debt	<u>(252,674)</u>	<u>(250,830)</u>
Investing activities		
Investment in First Nation controlled entities	(3,417,462)	1,326,473
Receipts from First Nation controlled entities	-	600,000
Change in investment in G.I.C.	<u>572,003</u>	<u>570,321</u>
	<u>(2,845,459)</u>	<u>2,496,794</u>
Net change in cash and cash equivalents	8,650,512	11,927,380
Cash and cash equivalents, beginning of year	<u>33,286,769</u>	<u>21,359,389</u>
Cash and cash equivalents, end of year	<u>\$ 41,937,281</u>	<u>\$ 33,286,769</u>

The accompanying notes are an integral part of these consolidated financial statements.

Lower Nicola Indian Band Notes to the Consolidated Financial Statements

March 31, 2023

1. Summary of Significant Accounting Policies

Nature of Business	<p>Lower Nicola Indian Band provides services and support to its band members.</p> <p>Lower Nicola Indian Band is an Indian Band and, as such, is exempt from income tax under section 87 of the Indian Act.</p>
Basis of Accounting	<p>These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments, as recommended by the Public Sector Accounting Board.</p>
Reporting Entity	<p>The Lower Nicola Indian Band reporting entity includes the Lower Nicola Indian Band government and all related entities that are either owned or controlled by the First Nation.</p>
Principles of Consolidation	<p>All governmental units are fully consolidated by the government reporting entity. Other business enterprises and partnerships which meet the definition of a government business enterprise or partnership are accounted for on the modified equity basis of accounting.</p> <p>Entities that fall under the consolidated basis of accounting are fully consolidated on a line-by-line basis with inter-organizational balances and transactions eliminated. The following entities are accounted for under the consolidation basis:</p> <p>LNIB Development Corporation 1374678 B.C. Ltd.</p> <p>Entities that are accounted for using the modified equity basis of accounting includes the cost of the Lower Nicola Indian Band's investment in the entities including the proportionate share of earnings. Under the modified equity basis of accounting inter-organizational balances are not eliminated. The following entities are accounted for on a modified equity basis:</p> <p>LNIB Holdings LP NAIK Development LP LNIB Aggregates LP Shulus Forest Enterprises LP LNIB Ventures LP Shulus Farms LP Tunkwa Lake Resort Ltd.</p> <p>Investments that are accounted for using the cost basis of accounting include:</p> <p>Spayum Holdings Limited Partnership All Nations Trust Company BC First Nations Gaming Revenue Sharing Limited Partnership</p>

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

1. Summary of Significant Accounting Policies (continued)

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 tangible capital assets, prepaid expenses, and inventory.
Cash and Cash Equivalents	Cash and cash equivalents consist of cash on hand, bank balances and investments in money market instruments with maturities of three months or less. Cash and cash equivalents on the consolidated statement of cash flows is represented by cash and cash equivalents as disclosed on the consolidated statement of financial position.
Investments	Investments are recorded at cost, unless the market value of temporary investments has declined below cost, in which case they are written down to market value. Investments consist of a guaranteed investment certificate that matures at a rate of one-fifth its value on each anniversary of purchase. Investments are recorded at cost plus accrued interest.
Post Employment Benefits	Band employees are eligible to accumulate sick leave until termination of employment. Unused sick leave is not eligible for payment upon retirement or termination and may not be used as vacation. Employees may accumulate a maximum of 50% of the maximum days to be accrued.
Liability for Contaminated Sites	A contaminated site is a site at which substances occur in concentrations that exceed the maximum acceptable amounts under an environmental standard. Sites that are currently in productive use are only considered a contaminated site if an unexpected event results in contamination. A liability for remediation of contaminated sites is recognized when the band is directly responsible or accepts responsibility; it is expected that future economic benefits will be given up; and a reasonable estimate of the amount can be made. The liability includes all costs directly attributable to remediation activities including post remediation operations, maintenance and monitoring. The liability is recorded net of any expected recoveries.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

1. Summary of Significant Accounting Policies (continued)

Financial Instruments

Cash, guaranteed investment certificates, accounts receivable, accounts payable, and long-term debt are measured at cost or amortized cost. The carrying amount of each of these financial instruments is presented on the consolidated statement of financial position.

When investment income and realized and unrealized gains and losses from changes in the fair value of financial instruments are externally restricted, the investment income and fair value changes are recognized as revenue in the period in which the resources are used for the purpose specified.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the consolidated statement of operations.

Transaction costs are added to the carrying value for financial instruments measured using cost or amortized cost. Transaction costs are expensed for financial instruments measured at fair value.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

1. Summary of Significant Accounting Policies (continued)

Revenue Recognition

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Revenue received under the funding arrangements which relates to a subsequent fiscal period is reflected as deferred revenue in the year of receipt and classified as such on the statement of financial position.

Taxation is recognized as revenue based on the approval of the tax assessment subsequent to the financial statement date. The approved annual tax assessment reflects the taxation revenue for the period between January 1 through December 31 accordingly, the first three months of this assessment period is recognized as revenue in the fiscal year ended March 31. Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. Taxes recorded are initially based on management's best estimate of the taxes that will be received, it is possible that changes in future conditions, such as reassessments due to audits, appeals and court decisions, could result in a change in the amount of tax revenue recognized. Taxes receivable are recognized net of an allowance for anticipated uncollectable amounts.

Taxation arrears and interest revenue are recognized at the time of issuing overdue property tax notices to the rate payers for the fiscal year based on the time overdue.

Rental revenue is recognized when the services are provided to tenants, and collection is reasonably assured. When rental payments are received in advance of contracted services, the Band records this as deferred revenue.

Government transfers are recognized as revenues when the transfer is authorized and any 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 the transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

1. Summary of Significant Accounting Policies (continued)

Tangible Capital Assets	<p>Tangible capital assets are valued at acquisition 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.</p> <p>Tangible capital assets are not available to discharge existing liabilities and are held for use in the provision of goods and services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.</p> <p>Amortization is charged against tangible capital assets based on the estimated useful life of the asset as follows.</p> <table style="margin-left: 40px;"> <tr> <td>- Automotive equipment</td><td>- 5-10 years straight line</td></tr> <tr> <td>- Buildings</td><td>- 25-50 years straight line</td></tr> <tr> <td>- Equipment</td><td>- 5 years straight line</td></tr> <tr> <td>- Infrastructure</td><td>- 25 years straight line</td></tr> </table> <p>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.</p> <p>Tangible capital asset are written down when associated output indicate that they no longer contribute to the Band's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations.</p> <p>Contributed tangible capital assets are recorded at their fair value on the date of contribution, except in unusual circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value.</p>	- Automotive equipment	- 5-10 years straight line	- Buildings	- 25-50 years straight line	- Equipment	- 5 years straight line	- Infrastructure	- 25 years straight line
- Automotive equipment	- 5-10 years straight line								
- Buildings	- 25-50 years straight line								
- Equipment	- 5 years straight line								
- Infrastructure	- 25 years straight line								
Purchase Price Premium	<p>Premiums paid on the acquisition of government business enterprises are amortized on a straight line basis over the lesser of the life of the purchase price premium and 20 years.</p>								
Measurement Uncertainty	<p>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 revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.</p>								

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

2. Comparability of Previous Period Balances

During the year, the balance in tangible capital assets was adjusted to correct the previous year's balance. This has been presented in the current year as follows: an adjustment was made to correct each asset balance, with the difference recognized as an expense on the consolidated statement of operations.

These adjustments have not been applied retroactively as an issue raised within a government by its auditor in one period but not corrected by the government until a subsequent period is not considered an error for the purpose of Handbook Section PS 2120, Accounting Changes, instead the issue is accounted for in the period in which the correction is made.

3. Cash and Cash Equivalents

	2023	2022
Consists of:		
Cash	\$ 41,633,679	\$ 32,984,883
Term deposits	<u>303,602</u>	<u>301,886</u>
	<u>\$ 41,937,281</u>	<u>\$ 33,286,769</u>
Externally restricted		
Ottawa Trust Funds	\$ 303,602	\$ 301,886
Social housing replacement reserve restricted cash (Note 9)	727,431	726,704
Social housing operating reserve restricted cash (Note 9)	<u>573,064</u>	<u>572,491</u>
	1,604,097	1,601,081
Unrestricted	<u>40,333,184</u>	<u>31,685,688</u>
	<u>\$ 41,937,281</u>	<u>\$ 33,286,769</u>

The Social housing reserve funds are externally restricted by CMHC and the Ottawa Trust Fund is externally restricted by Indigenous Services Canada.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

4. Investments

Investments consist of a five-year laddered Guaranteed Investment Certificate (G.I.C.) purchased in the 2022 fiscal year that matures on February 8, 2026. The G.I.C. is non-redeemable and allows the purchaser access to one-fifth of the invested amount each year of the anniversary of the purchase. The purchaser has the option to reinvest the one-fifth portion in a new non-laddered five-year G.I.C., invest in a different investment or cash out the investment. The G.I.C. earns interest at a rate of 1.15% per annum.

5. Accounts Receivable

	<u>2023</u>	<u>2022</u>
Trade	\$ 4,719,314	\$ 5,596,163
Indigenous Services Canada	-	92,310
Local Area Revenue	427,874	401,855
Rent	388,418	391,506
Canada Mortgage and Housing Corporation	18,760	1,017,835
Allowance for doubtful accounts	<u>(628,840)</u>	<u>(648,358)</u>
	<u>\$ 4,925,526</u>	<u>\$ 6,851,311</u>

Lower Nicola Indian Band
Notes to the Consolidated Financial Statements

March 31, 2023

6. Tangible Capital Assets

	2023						
	Automotive Equipment	Buildings	Equipment	Infrastructure	Social Housing	Assets under construction	Total
Cost, beginning of year	\$ 3,300,015	\$ 23,699,850	\$ 3,944,517	\$ 10,391,411	\$ 7,460,177	\$ 2,100,327	\$ 50,896,297
Additions	566,248	169,844	307,722	-	-	2,360,430	3,404,244
Disposals	-	(94,935)	-	-	-	-	(94,935)
Transfers	-	451,382	-	-	-	(451,382)	-
Adjustment	81,029	7,709,149	(239,811)	12,192,541	-	-	19,742,908
Cost, end of year	3,947,292	31,935,290	4,012,428	22,583,952	7,460,177	4,009,375	73,948,514
Accumulated amortization, beginning of year	1,755,558	15,884,235	2,763,081	4,186,193	2,395,070	-	26,984,137
Amortization	240,724	1,315,587	635,589	280,750	149,204	-	2,621,854
Disposals	-	(89,238)	-	-	-	-	(89,238)
Adjustment	829,488	9,371,267	(479,224)	11,085,189	-	-	20,806,720
Accumulated amortization, end of year	2,825,770	26,481,851	2,919,446	15,552,132	2,544,274	-	50,323,473
Net carrying amount, end of year	\$ 1,121,522	\$ 5,453,439	\$ 1,092,982	\$ 7,031,820	\$ 4,915,903	\$ 4,009,375	\$ 23,625,041

Lower Nicola Indian Band
Notes to the Consolidated Financial Statements

March 31, 2023

6. Tangible Capital Assets (continued)

									2022					
	Automotive Equipment		Buildings		Equipment		Infrastructure		Social Housing		Assets under construction		Total	
Cost, beginning of year	\$	3,063,981	\$	23,699,850	\$	3,226,661	\$	9,457,649	\$	7,460,177	\$	2,539,800	\$	49,448,118
Additions		236,034		-		717,856		494,289		-		-		1,448,179
Transfers		-		-		-		439,473		-		(439,473)		-
Cost, end of year		3,300,015		23,699,850		3,944,517		10,391,411		7,460,177		2,100,327		50,896,297
Accumulated amortization, beginning of year		1,547,868		14,581,072		2,215,697		3,922,652		2,245,867		-		24,513,156
Amortization		207,690		1,303,163		547,384		263,541		149,203		-		2,470,981
Accumulated amortization, end of year		1,755,558		15,884,235		2,763,081		4,186,193		2,395,070		-		26,984,137
Net carrying amount, end of year	\$	1,544,457	\$	7,815,615	\$	1,181,436	\$	6,205,218	\$	5,065,107	\$	2,100,327	\$	23,912,160

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

7. Deferred Revenue

Included in deferred revenue in the current year is \$4,356,167 (2022 - \$6,655,000) of funding received from the Canada Mortgage Housing Corporation (CMHC) related to the Rapid Housing Initiative Agreement. In 2023 \$2,298,833 has been recognized as revenue. This Agreement will assist with the development of affordable housing. The remainder of deferred revenue is damage deposits for rental units.

8. Long-term Debt

	2023	2022
Social Housing Fund		
All Nations Trust Company loan repayable in monthly installments of \$2,120 including interest at 0.74% per annum; term due October 1, 2025	\$ 65,069	\$ 89,927
All Nations Trust Company loan repayable in monthly installments of \$1,662 including interest at 2.22% per annum; term due November 1, 2023	13,181	32,600
All Nations Trust Company loan repayable in monthly installments of \$1,317 including interest at 0.74% per annum; term due February 1, 2026	45,600	61,011
All Nations Trust Company loan repayable in monthly installments of \$762 including interest at 0.74% per annum; term due November 1, 2025	24,148	33,082
All Nations Trust Company loan repayable in monthly installments of \$1,037 including interest at 3.81% per annum; term due January 1, 2028	54,898	65,488
All Nations Trust Company loan repayable in monthly installments of \$1,920 including interest at 2.50% per annum; term due April 1, 2028	109,932	129,970
All Nations Trust Company loan repayable in monthly installments of \$2,633 including interest at 0.74% per annum; term due February 1, 2026	91,122	121,916
All Nations Trust Company loan repayable in monthly installments of \$2,900 including interest at 3.29% per annum; term due September 1, 2027	279,540	305,766
Subtotal	683,490	839,760

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

8. Long-term Debt (continued)

Balance brought forward	683,490	839,760
All Nations Trust Company loan repayable in monthly installments of \$2,641 including interest at 1.73% per annum; term due August 1, 2034	323,928	349,798
All Nations Trust Company loan repayable in monthly installments of \$1,789 including interest at 1.87% per annum; term due May 1, 2039	299,302	315,030
All Nations Trust Company loan repayable in monthly installments of \$4,866 including interest at 3.70% per annum; term due December 1, 2027	819,288	851,503
All Nations Trust Company loan repayable in monthly installments of \$1,926 including interest at 2.22% per annum; term due September 1, 2023	11,479	34,070
	<u>2,137,487</u>	<u>2,390,161</u>
Less current portion	<u>(911,116)</u>	<u>(1,406,339)</u>
	<u>\$1,226,371</u>	<u>\$ 983,822</u>

All Nations Trust Company loans are secured by a Ministerial Guarantee from Indigenous Services Canada.

Principal repayments on long-term debt for the next five years and thereafter are estimated as follows:

2024	\$ 911,116
2025	155,288
2026	139,748
2027	77,097
2028	76,663
Thereafter	<u>777,575</u>
	<u>\$ 2,137,487</u>

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

9. Housing Reserves

	2023	2022
Replacement reserve	\$ 1,537,578	\$ 1,719,492
Operating reserve	743,413	737,440
	<u>\$ 2,280,991</u>	<u>\$ 2,456,932</u>

Under the terms of the agreement with CMHC, the Replacement Reserve account is to be credited annually in the amount of \$64,725. 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 (CDIC) or as may otherwise be approved by CMHC. Withdrawals are credited to interest first and then principal. During the previous fiscal year, Lower Nicola Indian Band also became eligible for one-time special funding from CMHC of \$1,000,000 to be directly contributed to the Replacement Reserve. Under the terms of the agreement with CMHC, the Operating Reserve account is to be credited with any surplus amount in phase 13 to 23, based on the minimum rent calculation.

Replacement reserve, end of year	\$ 1,537,578	\$ 1,719,492
Funded restricted cash (Note 3)	<u>727,431</u>	<u>726,704</u>
Underfunded balance	<u>\$ 810,147</u>	<u>\$ 992,788</u>
Operating reserve, end of year	\$ 743,413	\$ 737,440
Funded restricted cash (Note 3)	<u>573,064</u>	<u>572,491</u>
Underfunded balance	<u>\$ 170,349</u>	<u>\$ 164,949</u>

10. Federal Assistance Payments

The Social Housing Fund receives federal assistance through CMHC to reduce mortgage interest expense to 2% to enable the project to provide housing to low income individuals. The amount of the assistance received for the year ended March 31, 2023 was \$218,191 (2022 - \$318,524), and this amount is included in CMHC revenue on the consolidated statement of operations.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

11. Commitments and Contingencies

The Band has guaranteed a line of credit for both Lower Nicola Site Services LP and Ogilvie Mountain Holdings LP for up to \$5,565,000. The Band is also contingently liable as guarantor of loans made to Band members. This contingent liability amounts to \$2,420,086. In addition, the Band is contingently liable as guarantor of First Nations Market Housing loans. As at March 31, 2023, the loans amount to \$976,201.

Various lawsuits have been filed against the Band for incidents which arose in the ordinary course of business. In the opinion of management and legal counsel, the outcome of the lawsuits, now pending, is not determinable. Should any loss result from the resolution of these claims, such loss will be charged to operations in the year of resolution.

12. Due from (to) Related Parties

	<u>2023</u>	<u>2022</u>
NAIK Development Corporation Ltd.	\$ (116,387)	\$ (119,085)
LNIB Development Corporation	(1,119,245)	282,382
Tunkwa Lake Resort Ltd.	132,232	-
	<u>\$ (1,103,400)</u>	<u>\$ 163,297</u>

The above balances are the result of normal operations, bear no interest, and have no set repayment terms.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

13. Acquisition of Government Business Enterprise

On October 14 2022, the Band purchased, through 1374678 B.C. Ltd., 100% of the outstanding shares of Tunkwa Lake Resort Ltd. for consideration of \$4,665,330. The results of the government business enterprise have been included in these financial statements from the date of acquisition using the modified equity basis.

	Tunkwa Lake Resort Ltd. Original Carrying Amount	Amount Assigned at Acquisition
Total Assets	\$ 2,943,118	\$ 2,822,353
Total Liabilities	129,857	129,857
Net Assets	\$ 2,813,261	\$ 2,692,496

The acquisition resulted in a purchase premium of \$1,972,834, which is being amortized using the straight line method over 20 years. The useful life of the purchase premium was determined based on the expected length of the useful life of the assets acquired.

Lower Nicola Indian Band Notes to the Consolidated Financial Statements

March 31, 2023

14. Investment in Business Enterprises

The following summary discloses the nature of business and condensed financial information of the business enterprises:

Nature of Business LNIB Holdings LP

This line of business is a Partnership that is established under the laws of British Columbia. The Consolidated Entity has a 100% interest in the Partnership.

NAIK Development LP

This line of business is a Partnership that is established under the laws of British Columbia and is engaged in the business of economic development activities. The Consolidated Entity has a 100% interest in the Partnership.

LNIB Aggregates LP

This line of business is a Partnership that is established under the laws of British Columbia and is engaged in the business of aggregate activities. The Consolidated Entity has a 100% interest in the Partnership.

A significant component of income in LNIB Aggregates LP is a result of its investments in Ogilvie Mountain Holdings LP and Lower Nicola Site Services LP who are engaged in pipeline maintenance and construction services. LNIB Aggregates LP has a 50.99% interest in both Partnerships. Included in the total equity of \$47,873,881 is \$16,737,676 that is the non-controlling interest portion (2022 - \$12,078,791).

Shulus Forest Enterprises LP

This line of business is a Partnership that is established under the laws of British Columbia and is engaged in the business of forestry related operations. The Consolidated Entity has a 100% interest in the Partnership.

LNIB Ventures LP

This line of business is a Partnership that is established under the laws of British Columbia and is engaged in revenue sharing through joint venture and strategic alliance agreements. The Consolidated Entity has a 100% interest in the Partnership.

Shulus Electricity Transmission Line LP

This line of business is a Partnership that is established under the laws of Alberta and is engaged in designing, operating and maintaining a transmission line and facilities for interconnection to BC Hydro. The Consolidated Entity has a 100% interest in the Partnership. There was no activity for the current year end.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

14. Investment in Business Enterprises (continued)

Shulus Farms LP

This line of business is a Partnership that is established under the laws of British Columbia and is engaged in leasing land for hay cultivation. The Consolidated Entity has a 100% interest in the Partnership. There was no activity for the current year end.

Tunkwa Lake Resort Ltd.

On October 14, 2022, the Band purchased, through a holding company, 100% of the outstanding shares of Tunkwa Lake Resort Ltd. This purchase resulted in a purchase premium of \$1,972,834, which was calculated as the difference between the purchase price and the fair market value of identifiable assets less identifiable liabilities. The premium is being amortized over 20 years. The line of business is a Corporation that is established under the laws of British Columbia and is engaged in renting cabins and fishing boats. Included in expenses for Tunkwa Lake Resort Ltd. is \$45,672 of purchase premium allocation.

	2023	2022
LNIB Holdings LP	\$ 400,231	\$ 402,731
NAIK Development LP	499,520	464,034
LNIB Aggregates LP	22,617,231	14,337,187
Shulus Forest Enterprises LP	2,739,168	1,886,576
LNIB Ventures LP	5,666,145	2,368,266
All Nations Trust Company	8,710	8,710
BC First Nations Gaming Revenue Sharing LP	110	110
Nicola Valley Indian Services Association	795,900	795,900
LNIB Development Corporation	409,597	390,769
Tunkwa Lake Resort Ltd.	4,740,604	-
	\$ 37,877,216	\$ 20,654,283

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

14. Investment in Business Enterprises (continued)

	LNIB Holdings LP	NAIK Development LP	LNIB Aggregates LP	Shulus Forest Enterprises LP	LNIB Ventures LP	Tunkwa Lake Resort Ltd.	2023	2022
Financial Position								
Cash	\$ -	\$ -	\$ 7,362,889	\$ 1,221,291	\$ 2,893,661	341,570	\$ 11,819,411	\$ 8,368,293
Accounts receivable	-	-	11,978,146	980,904	1,062,800	11,033	14,032,883	48,337,671
Inventory	-	-	3,590,808	25,940	-	13,288	3,630,036	1,314,556
Tangible capital assets	557,288	-	12,612,645	2,829,687	-	2,704,785	18,704,405	11,175,594
Other assets	101	499,553	28,890,936	459,608	1,768,757	120,765	31,739,720	20,644,827
Total Assets	557,389	499,553	64,435,424	5,517,430	5,725,218	3,191,441	79,926,455	89,840,941
Accounts payable	-	-	9,136,112	184,747	58,943	111,290	9,491,092	42,164,395
Capital lease	-	-	2,410,678	184,153	-	-	2,594,831	2,773,481
Other liabilities	157,057	-	5,014,753	2,409,217	-	2,001,309	9,582,336	6,698,448
Total Liabilities	157,057	-	16,561,543	2,778,117	58,943	2,112,599	21,668,259	51,636,324
Equity	400,332	499,553	47,873,881	2,739,313	5,666,275	1,078,842	58,258,196	38,204,617
Total Liabilities and Equity	557,389	499,553	64,435,424	5,517,430	5,725,218	3,191,441	79,926,455	89,840,941
Results of Operations								
Revenues	-	38,184	68,673,998	9,319,773	3,345,222	257,058	81,634,235	64,678,521
Expenses	2,500	2,698	60,393,955	8,467,181	47,343	181,784	69,095,461	52,918,928
Net income (loss)	(2,500)	35,486	8,280,043	852,592	3,297,879	75,274	12,538,774	11,759,593
Allocation	\$ (2,500)	\$ 35,486	\$ 8,280,043	\$ 852,592	\$ 3,297,879	\$ 75,274	\$ 12,538,774	\$ 11,759,593

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

15. Accumulated Surplus

The Lower Nicola Indian Band segregates its accumulated surplus into the following categories:

	2023	2022
Equity in Operating Fund	\$ 39,128,740	\$ 32,403,627
Equity in Capital Fund (Note 16)	18,699,680	18,847,060
Equity in Social Housing	5,049,035	5,136,997
Equity in Enterprise Fund	37,467,506	20,263,402
Equity in Ottawa Trust Funds	303,602	301,886
Deficit in LNIBDC	(463,943)	(441,164)
	<u>\$100,184,620</u>	<u>\$ 76,511,808</u>

16. Equity in Capital Fund

	2023	2022
Balance, beginning of year	\$ 18,847,060	\$ 19,720,658
Acquisition of tangible capital assets	3,391,858	1,887,652
Disposal of tangible capital assets	(5,699)	(439,473)
Amortization of tangible capital assets	(2,469,727)	(2,321,777)
Adjustment to tangible capital assets (Note 2)	(1,063,812)	-
Balance, end of year	<u>\$ 18,699,680</u>	<u>\$ 18,847,060</u>

17. Comparative Figures

Certain comparative figures presented in the financial statements have been restated to conform to the current year's presentation.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

18. Financial Instruments

The Band is exposed to risks of varying degrees of significance from its use of financial instruments which could affect its ability to achieve its strategic objectives. The k^wúkwpi? and Council ensures that the Band has identified its major risks and ensures that management monitors and mitigates these risks.

Liquidity risk

Liquidity risk is the risk that the band will not be able to meet its financial obligations as they become due.

The Band manages this risk by monitoring cash activities and expected outflows through budgeting and forecasting cash flows from operations and anticipating investing and capital activities. It is management's opinion that the Band is not exposed to significant liquidity risk arising from its financial instruments.

There have not been any changes from the prior year in the Band's exposure to liquidity risk or the policies, procedures and methods it uses to manage and measure the risk.

Market and interest rate risk

Market risk is the risk that changes in market price, such as interest rates, will affect the Band's income. The objective of market risk management is to control market risk exposed within acceptable parameters while optimizing the return on investments. The investment balance comprises of a GIC's and trust. The GIC and trust are deemed to be low risk and are not subject to changes in market prices or interest rates.

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. It is management's opinion that the Band is not exposed to significant interest rate risk arising from its financial instruments.

There have not been any changes from the prior year in the Band's exposure to market and interest rate risk or the policies, procedures and methods it uses to manage and measure the risk.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

18. Financial Instruments (continued)

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss to the other party by failing to discharge an obligation. The Band is exposed to credit risk from its operating activities, which are primarily accounts receivables, and its investing activities, which includes deposits with financial institutions. Accounts receivables includes grant receivables from Federal and Provincial government, trade receivables, and local area receivables.

The credit risk on accounts receivables is mitigated by the agreement approval and monitoring processes. A majority of the accounts receivable balances are compliant with signed funding agreements and signed general agreements for recovery work. The Band undergoes continuous monitoring of amounts that are not collectible or realizable and accounts for specific bad debt provision when management considers that the expected recovery is less than the amount receivable. The Band considers all accounts receivable that are past due to be impaired, with the exception of funding from Federal or Provincial agreements. The Band's management has determined that accounts receivable are impaired as illustrated in Note 5. Management's assessment was based on considering the likelihood of payment given the credit history with each vendor, and considering which items have been received subsequent to the financial statement date up to the report date.

The Band had deposited cash and investments held with reputable financial institutions. Management believes the risk of loss is unlikely.

There have not been any changes from the prior year in the Band's exposure to credit risk or the policies, procedures and methods it uses to manage and measure the risk.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

19. Budget

The Band Council Budget Resolution adopted by Council was not prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards). The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. Further the budget was approved on a quarterly basis. The budget figures anticipated use of surpluses accumulated in previous years to reduce current year expenditures in excess of current year revenues to nil. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the consolidated statements of operations and change in net financial assets represent the Budget adopted by Council with adjustments as follows:

	<u>2023</u>
Budget Bylaw deficit for the year	\$ -
Add:	
Capital expenditures	17,483,878
Administration expenses	70,000
Repayments of long-term debt	250,840
Replacement reserve allowance	60,000
Less:	
Net budgeted transfers to/from accumulated surplus	(9,278,402)
Administration revenue	(60,000)
Loan proceeds	<u>(9,709,220)</u>
Budget surplus per consolidated statement of operations	<u>\$ (1,182,904)</u>

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

20. Expenditures by Object

	2023	2022
Administration	\$ 19,460	\$ 10,277
Advertising and promotion	28,061	39,379
Amortization	2,621,854	2,470,981
Bad debts (recovery)	(19,518)	23,450
Bank charges	14,233	13,595
Contract services	1,031,489	534,042
Cost recoveries	(200,052)	(750,150)
COVID community support	-	105,856
Direct social assistance	1,456,132	1,368,942
Honoraria	295,000	284,831
Insurance	446,131	353,655
Interest on long-term debt	49,228	44,619
Local education agreement	1,240,950	1,326,646
Materials, supplies and services	1,843,535	1,114,443
Office	330,211	422,782
Professional fees	2,060,800	1,599,063
Rental of facilities and equipment	73,923	80,651
Repairs and maintenance	1,165,633	1,160,245
Salaries and benefits	10,870,217	9,623,227
Student allowances	526,809	560,998
Telephone and internet	401,167	183,499
Travel and meetings	323,692	192,208
Tuition	296,196	258,489
Utilities	344,529	332,997
Vehicle	126,456	97,257
Workshops, seminars and training	234,516	286,785
	\$ 25,580,652	\$ 21,738,767

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

21. Segmented Information

The Band provides a wide range of services to its members such as education, health and housing. For management reporting purposes, operations and activities are organized and reported by department. The nature of the departments and the activities they encompass are as follows:

Administration

Administration provides support to kʷúkʷpiʔ and Council for meetings, events, schedules, Band member visits, and Band general meetings. Administration also coordinates human resources and professional development to ensure a professional team delivering services to the Band members.

Social Development

Social Development provides monthly financial benefits and services to individuals and families, resident on reserve and off reserve, who are in need.

Education

The Education department provides a number of services to eligible First Nations students enrolled in elementary/secondary education programs and eligible post-secondary education programs.

Community Health

The Band provides health programs and services under an agreement with First Nations Health Authority, and the Province of British Columbia.

Housing

Housing is responsible for managing the housing program. This comprises of property management functions, planning and construction of new houses, and maintenance and upkeep of the housing stock, as well as the relationship with Canada Mortgage Housing Corporation and Indigenous Services Canada.

Public Works

The Public Works department manages the infrastructure and servicing requirements such as water, sewage, roads and member facilities for the Band.

Land, Estates and Memberships

Land, Estates and Memberships is responsible for the management of all reserve lands and responsibility for building out and implementing the Band's Land Code.

Economic Development

This department provides a number of services including providing guidance to Band Council and Administration around natural resource matters and managing and monitoring the land. The department is responsible for managing referrals, as well as project funding related to natural resources and the environment.

LNIB Development Corporation

The Development Corporation promotes ongoing wealth creation for the Band, prioritises community development and provides employment opportunities while committing to the stewardship of resources.

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

21. Segmented Information (continued)

	Administration	Social Development	Education	Community Health	Housing	Public Works	Land, Estates and Memberships	Economic Development	LNIB Development Corporation	2023 Total
Revenue										
ISC	\$ 896,242	\$ 2,160,421	\$ 3,269,597	\$ -	\$ 329,838	\$ 876,929	\$ 535,584	\$ 559,923	\$ -	\$ 8,628,534
CMHC	-	-	-	-	2,517,024	-	-	-	-	2,517,024
FNESC	-	-	598,662	-	-	-	-	-	-	598,662
FNHA	-	-	125,185	1,375,257	-	-	-	-	-	1,500,442
Property taxes	1,648,553	-	-	-	-	-	-	-	-	1,648,553
Province of B.C.	17,000	-	519,610	-	-	-	-	569,000	-	1,105,610
Miscellaneous	13,483,932	-	289,849	57,368	901,459	1,004,355	895,269	14,406,477	3,279,742	34,318,451
	<u>16,045,727</u>	<u>2,160,421</u>	<u>4,802,903</u>	<u>1,432,625</u>	<u>3,748,321</u>	<u>1,881,284</u>	<u>1,430,853</u>	<u>15,535,400</u>	<u>3,279,742</u>	<u>50,317,276</u>
Expenditures										
Administrative	956,533	20,443	139,944	18,653	203,723	218,575	133,724	883,384	23,414	2,598,393
Amortization	2,469,728	-	-	-	149,204	-	-	-	2,922	2,621,854
Direct assistance	-	1,456,132	-	-	-	-	-	-	-	1,456,132
Materials, supplies, utilities (recovery)	456,958	(223,117)	629,060	93,355	18,957	447,677	49,786	1,250,298	196,470	2,919,444
Operations and maintenance	151,831	187,711	183,659	256,708	438,575	427,625	291,367	124,429	9,087	2,070,992
Student costs	-	-	2,063,955	-	-	-	-	-	-	2,063,955
Transportation costs	105,652	17,721	59,935	157,395	13,264	84,790	23,077	212,229	10,602	684,665
Wages and benefits	1,520,573	202,763	2,165,565	779,467	283,279	1,340,363	444,355	1,367,206	3,061,646	11,165,217
	<u>5,661,275</u>	<u>1,661,653</u>	<u>5,242,118</u>	<u>1,305,578</u>	<u>1,107,002</u>	<u>2,519,030</u>	<u>942,309</u>	<u>3,837,546</u>	<u>3,304,141</u>	<u>25,580,652</u>
Excess (deficiency) of revenue for the year	\$ 10,384,452	\$ 498,768	\$ (439,215)	\$ 127,047	\$ 2,641,319	\$ (637,746)	\$ 488,544	\$ 11,697,854	\$ (24,399)	\$ 24,736,624

Lower Nicola Indian Band

Notes to the Consolidated Financial Statements

March 31, 2023

21. Segmented Information (continued)

	Administration	Social Development	Education	Community Health	Housing	Public Works	Land, Estates and Memberships	Economic Development	LNIB Development Corporation	2022 Total
Revenue										
ISC	\$ 623,593	\$ 2,115,989	\$ 3,489,601	\$ -	\$ 50,345	\$ 1,174,443	\$ 280,508	\$ 498,834	\$ -	\$ 8,233,313
CMHC	-	-	-	-	1,318,524	-	-	-	-	1,318,524
FNESC	-	-	416,240	-	-	-	-	-	-	416,240
FNHA	-	-	237,111	1,245,487	-	-	-	-	-	1,482,598
Property taxes	1,567,317	-	-	-	-	-	-	-	-	1,567,317
Province of B.C.	-	-	628,616	-	-	-	-	394,996	-	1,023,612
Miscellaneous	11,850,792	-	443,582	-	704,212	686,581	116,703	8,876,533	2,314,291	24,992,694
	14,041,702	2,115,989	5,215,150	1,245,487	2,073,081	1,861,024	397,211	9,770,363	2,314,291	39,034,298
Expenditures										
Administrative	817,393	10,873	132,836	14,352	223,934	176,714	105,632	577,608	24,696	2,084,038
Amortization	2,321,778	-	-	-	149,203	-	-	-	-	2,470,981
Direct assistance	-	1,368,942	-	-	-	-	-	-	-	1,368,942
Materials, supplies, utilities	229,293	244,848	640,727	84,375	15,694	532,391	68,183	93,058	251,009	2,159,578
Operations and maintenance	185,447	84,230	252,623	195,979	393,151	(147,290)	152,129	(121,810)	30,330	1,024,789
Student costs	-	-	2,146,131	-	-	-	-	-	-	2,146,131
Transportation costs	74,938	4,666	79,298	77,490	8,043	69,964	17,082	226,945	17,824	576,250
Wages and benefits	1,492,580	294,505	1,944,231	680,482	133,483	1,360,130	504,671	1,332,551	2,165,425	9,908,058
	5,121,429	2,008,064	5,195,846	1,052,678	923,508	1,991,909	847,697	2,108,352	2,489,284	21,738,767
Excess (deficiency) of revenue for the year	\$ 8,920,273	\$ 107,925	\$ 19,304	\$ 192,809	\$ 1,149,573	\$ (130,885)	\$ (450,486)	\$ 7,662,011	\$ (174,993)	\$ 17,295,531