

Upper Nicola Band

Financial Statements

March 31, 2019

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Upper Nicola Band

Management's Responsibility for Financial Reporting

March 31, 2019

The accompanying financial statements of Upper Nicola Band are the responsibility of management and have been approved by Council.

The financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the financial statements.

The Council 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 financial statements and the external auditor's report.

The external auditors, Crowe MacKay LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of Upper Nicola Band and meet when required.

On behalf of Upper Nicola Band:

Original signed by _____
Chief

July 29, 2019
Date

Original signed by _____
Finance and Audit Committee Chair

July 29, 2019
Date

Original signed by _____
Chief Financial Officer

July 29, 2019
Date

Independent Auditors' Report

To the Members of Upper Nicola Band

Opinion

We have audited the financial statements of Upper Nicola Band, which comprise the statement of financial position as at March 31, 2019, and the statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Upper Nicola Band as at March 31, 2019, and the results of its operations, its changes in its net debt, and its cash flows 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of Upper Nicola 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 these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements of Upper Nicola Band for the year ended March 31, 2018 were audited by another auditor who expressed a qualified opinion on those financial statements on August 13, 2018. The report was qualified on the basis that the amortization policy of some capital assets was not in accordance with Canadian public sector accounting standards.

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.

Independent Auditors' Report (continued)

In preparing the financial statements, management is responsible for assessing Upper Nicola Band'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 Upper Nicola Band or to cease operations, or has no realistic alternative but to do so.

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

Auditors' 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 auditors' 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 First Nation'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 Upper Nicola 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 auditors' 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 auditors' report. However, future events or conditions may cause Upper Nicola 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.

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.

Vancouver, Canada
July 29, 2019

Crowe MacKay LLP
Chartered Professional Accountants

Upper Nicola Band

Statement of Financial Position

March 31	2019	2018
Financial Assets		
Cash (Note 2)	\$ 3,398,196	\$ 2,619,331
Accounts receivable (Note 3)	1,701,216	1,411,998
Due from related party (Note 4)	-	28,690
Marketable securities (Note 5)	5,936,431	5,753,050
Long-term investments (Note 6)	1,276,537	1,481,153
Trust funds held by Ottawa (Note 7)	136,007	358,490
	12,448,387	11,652,712
Liabilities		
Accounts payable and accrued liabilities	1,536,164	1,606,580
Deferred revenue (Note 8)	1,236,632	598,171
Due to related party (Note 4)	17,955	-
Upper Nicola Trust	122,154	122,154
Funded reserves (Note 10)	542,010	487,971
Long-term debt (Note 9)	1,947,784	2,129,851
	5,402,699	4,944,727
Net financial assets	7,045,688	6,707,985
Non-financial Assets		
Capital assets (Note 11)	10,424,907	10,709,057
Prepaid expenses	8,249	8,309
	10,433,156	10,717,366
Accumulated Surplus (Note 12)	\$ 17,478,844	\$ 17,425,351

Contingent liabilities (Note 13.)

Approved on behalf of the Upper Nicola Band

Original signed by _____, Chief

Original signed by _____, Finance and Audit Committee Chair

Original signed by _____, Chief Financial Officer

Upper Nicola Band

Statement of Change in Net Financial Assets

For the year ended March 31	2019	2018
Excess (deficiency) of revenue over expenses	\$ 53,493	\$ (1,487,223)
Acquisition of tangible capital assets	(645,530)	(2,250,406)
Amortization of tangible capital assets	929,680	736,725
Disposition of capital assets	-	552,726
	284,150	(960,955)
Use of prepaid asset	60	51,383
Increase (decrease) in net financial assets	337,703	(2,396,795)
Net financial assets, beginning of year	6,707,985	9,104,780
Net financial assets, end of year	\$ 7,045,688	\$ 6,707,985

Upper Nicola Band

Statement of Cash Flow

For the year ended March 31, 2019	2019	2018
Cash flows from		
Operating activities		
Excess (deficiency) of revenue over expenses	\$ 53,493	\$ (1,487,223)
Items not affecting cash		
Amortization	929,680	751,479
	983,173	(735,744)
Change in non-cash operating working capital		
Accounts receivable	(289,218)	103,147
Prepaid expenses	60	51,383
Accounts payable and accrued liabilities	(70,420)	428,055
Deferred revenue	638,461	(337,377)
	1,262,056	(490,536)
Capital activities		
Purchase of capital assets	(645,530)	(2,250,406)
Disposal of tangible capital assets	-	537,973
	(645,530)	(1,712,433)
Financing activities		
Repayment of long term debt	(250,754)	(936,384)
Advances of long term debt	68,691	1,098,320
Funded reserves	54,039	(23,189)
Net funds drawn from Trust Funds held in Ottawa	222,483	78,411
	94,459	217,158
Investing activities		
Marketable securities	(183,381)	2,592,854
Investments	204,616	(43,195)
Due to/from related party	46,645	(18,678)
	67,880	2,530,981
Increase in cash and cash equivalents	778,865	545,170
Cash and cash equivalents, beginning of year	2,619,331	2,074,161
Cash and cash equivalents, end of year	\$ 3,398,196	\$ 2,619,331

Upper Nicola Band

Notes to Financial Statements

March 31, 2019

1. Basis of Presentation and Significant Accounting Policies

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

(a) Revenue recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

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 transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulated liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Income from investments is recorded on the accrual basis.

(b) Investments

The First Nation accounts for its Government Business Enterprise (Upper Nicola Holdings Limited Partnership) and its investments in Stuwix Resources Joint Venture and Stuwix Resources Ltd. using the modified equity method.

Other investments are recorded at lower of cost and net realizable value.

(c) Financial instruments

All significant financial assets, financial liabilities and equity instruments of the entity are either recognized or disclosed in the financial statements together with other information relevant for making a reasonable assessment of future credit, liquidity, and market risk.

(d) Cash

Cash and cash equivalents include cash on hand and balances in bank accounts, net of bank overdrafts.

(e) Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

Upper Nicola Band

Notes to Financial Statements

March 31, 2019

1. Basis of Presentation and Significant Accounting Policies (continued)

(f) Tangible capital assets

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Upper Nicola Band's incremental cost of borrowing.

Amortization is provided for on a straight-line basis over their estimated useful lives as follows:

Automotive equipment	4 Years
Buildings	20 Years
Furniture and Equipment	5 Years
Infrastructure	25 Years
Social Housing	25 Years

Tangible capital assets are written down when conditions indicate that they no longer contribute to Upper Nicola 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.

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

Certain assets, including recognized interest in reserve lands and natural resources, as well as assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

Upper Nicola Band

Notes to Financial Statements

March 31, 2019

2. Cash

	2019	2018
Externally restricted		
CMHC replacement reserve	\$ 234,223	\$ 240,724
CMHC operating reserve	433,861	329,023
	<hr/> 668,084	<hr/> 569,747
Unrestricted		
General accounts	2,730,112	2,049,584
	<hr/> \$ 3,398,196	<hr/> \$ 2,619,331

Under the terms of agreements with Canada Mortgage and Housing Corporation, the Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the Replacement Fund.

3. Accounts receivable

	2019	2018
Accounts receivable - general	\$ 1,098,831	\$ 1,377,772
Indigenous Services Canada	604,926	-
Members receivables	516,453	436,498
	<hr/> 2,220,210	<hr/> 1,814,270
Allowance for doubtful accounts	(518,994)	(402,272)
	<hr/> \$ 1,701,216	<hr/> \$ 1,411,998

4. Due to/from related party

The amount due to related party is due to Upper Nicola Holdings Limited Partnership. The balance is non interest bearing with no specific terms of repayment.

Upper Nicola Band

Notes to Financial Statements

March 31, 2019

5. Marketable securities

	2019 Cost	2019 Market value
Cash	\$ 1,005,789	\$ 1,005,789
Guaranteed investment certificates	20,000	20,000
Fixed income	1,398,599	1,418,723
Equities	3,512,043	4,289,179
	<u>\$ 5,936,431</u>	<u>\$ 6,733,691</u>

As of March 31, 2018, the fair market value of the marketable securities was \$6,050,310 (cost - \$5,753,050)

6. Long-term investments

	2019	2018
All Nations Trust Company, at cost	36,000	36,000
Nicola Valley Indian Services Association, at cost	418,175	418,175
Stuwix Resources Joint Venture	538,154	658,759
Upper Nicola Holdings Limited Partnership	284,208	368,219
	<u>1,276,537</u>	<u>1,481,153</u>

Upper Nicola Band has a non-controlling interest in Nicola Valley Indian Services Association. Investment in Nicola Valley Indian Services Association includes a loan receivable of \$418,175 (2018 - 418,175), bearing interest at 1% above the Royal Bank of Canada prime. No interest has been accrued in 2019 (2018 - nil). No set terms of repayment.

Upper Nicola Band has a non-controlling Interest in Stuwix Resources Joint Venture. During the year, the Joint Venture paid, under normal terms of trade, \$883,379 (2018 - 1,302,809) for contract services provided.

Upper Nicola Band wholly owns Upper Nicola Holdings Limited Partnership.

Upper Nicola Band

Notes to Financial Statements

March 31, 2019

6. Long-term investments, continued

Summary of the financial statements of Stuwix Resources Joint Venture and Upper Nicola Holdings Limited Partnership is as follows:

	Stuwix Resources Joint Venture	Upper Nicola Holdings Limited Partnership	2019 Total	2018 Total
Assets	10,157,797	290,421	10,448,218	11,677,598
Liabilities	6,059,320	6,211	6,065,531	6,170,837
Equity	4,098,477	284,210	4,382,687	5,506,761
Total liabilities and equity	10,157,797	290,421	10,448,218	11,677,598

	Stuwix Resources Joint Venture	Upper Nicola Holdings Limited Partnership	2019 Total	2018 Total
Revenue	18,150,434	(4,383)	18,146,051	21,508,156
Cost of sales	16,149,995	-	16,149,995	18,546,974
Expenses	1,020,096	79,628	1,099,724	1,039,882
Total expenses	17,170,091	79,628	17,249,719	19,586,856
Net income	980,343	(84,011)	896,332	1,921,300

7. Trust funds held by Ottawa

The Capital and Revenue funds are held in Ottawa and arise from monies derived from capital and revenue sources which the Crown considers are described in Section 62 of the Indian Act. These funds are held in trust by the Government of Canada and the Crown treats these funds as primarily governed by section 64 and 69 of the Indian Act. The Funds earn interest pursuant to section 61(2) of the Indian Act

Upper Nicola Band

Notes to Financial Statements

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8. Deferred revenue

Deferred revenue represents funds received, that will be recognized as revenue in the next fiscal year, when the related expenses are incurred, or when the terms of the funding have been completed. The deferred revenue relates to the following funders:

	March 31, 2018	Funding received (transferred), 2019	Revenue recognized, 2019	March 31, 2019
Federal government				
ISC - ACRS 2018	\$ 179,474	\$ -	\$ (62,989)	\$ 116,485
ISC - NWWWS Watermain Upgrade	368,697	(368,697)	-	-
ISC - NAHS 2018-19 Septic Replacement	-	159,005	-	159,005
ISC - IR3 Site7 Subdivision ICMS 127751	-	908,042	-	908,042
ISC - Emergency Planning	-	53,100	-	53,100
	548,171	751,450	(62,989)	1,236,632
Other				
FNHA	50,000	-	(50,000)	-
	\$ 598,171	\$ 751,450	\$ (112,989)	\$ 1,236,632

In the year, \$368,697 of deferred revenue was transferred from ISC - NWWWS Watermain Upgrade to IR3 Site7 Subdivision ICMS 127751.

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Notes to Financial Statements

March 31, 2019

9. Long-term debt

	2019	2018
Royal Bank of Canada demand loan bearing interest at 3.25% per annum, repayable in blended monthly instalments of \$1,786. Matures in full September 2023.	\$ 89,619	\$ 107,754
Inland Kenworth loan bearing interest at 0% per annum, repayable in blended monthly instalments of \$1,520. Matures in full April 2019.	3,168	41,183
ANTCO promissory note bearing interest at 8.25% per annum, repayable in blended monthly instalments of \$2,122. Matures in full October 2020.	9,718	41,709
Royal Bank of Canada demand loan bearing interest at 3.95% per annum, repayable in blended monthly instalments of \$1,358. Matures in full July 2019.	5,402	21,142
Royal Bank of Canada demand loan bearing interest at 3.30% per annum, repayable in blended monthly instalments of \$1,045. Matures in full November 2019.	32,049	43,266
All Nations Trust Company (Phase 3 - #14539209003) mortgage bearing interest at 2.39% per annum, repayable in blended monthly instalments of \$2,579. The loan matures in full November 2022. The loan is secured by a ministerial guarantee.	108,552	136,549
All Nations Trust Company (Phase 4 - #19362060002) mortgage bearing interest at 1.01% per annum, repayable in blended monthly instalments of \$1,824. The loan has a renewal date of February 2021, and is scheduled to mature in full January 2026. The loan is secured by a ministerial guarantee.	144,474	164,796
All Nations Trust Company (Phase 5 - #19362060001) mortgage bearing interest at 1.30% per annum, repayable in blended monthly instalments of \$2,181. The loan has a renewal date of June 2022, and is scheduled to mature in full February 2027. The loan is secured by a ministerial guarantee.	196,807	220,261
All Nations Trust Company (Phase 6 - #19362060003) mortgage bearing interest at 1.39% per annum, repayable in blended monthly instalments of \$2,091. The loan has a renewal date of June 2020, and is scheduled to mature in full January 2030. The loan is secured by a ministerial guarantee.	252,251	273,694
All Nations Trust Company (Phase 7 - #19362060005) mortgage bearing interest at 1.86% per annum, repayable in blended monthly instalments of \$4,577. The loan has a renewal date of August 2022, and is scheduled to mature in full August 2042. The loan is secured by a ministerial guarantee.	1,042,763	1,078,009

Upper Nicola Band

Notes to Financial Statements

March 31, 2019

9. Long-term debt, continued

	2019 \$	2018 \$
Murray Chevrolet vehicle loan bearing interest at 5.99% per annum, repayable in blended monthly instalments of \$726. Matures in full November 2023.	35,364	-
Loan payable to Royal Bank of Canada, repaid in year.	-	1,488
Connect Okanagan Telephone equipment lease, bearing interest at 10.21% per annum, repayable in blended monthly payments of \$659. Final payment is due July 2023, at which time the company has the option to purchase the equipment for \$1 plus applicable taxes.	27,617	-
	<u>\$ 1,947,784</u>	<u>\$ 2,129,851</u>

Principal portion of long-term debt due within the next five years:

2020	\$ 191,496
2021	177,451
2022	177,719
2023	162,750
2024 and thereafter	1,238,368

\$ 1,947,784

10. Funded reserves

Under conditions of agreements with the Canada Mortgage and Housing Corporation, the First Nation is required to maintain certain reserves of \$542,010 related to on-reserve housing projects. These reserves are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the Replacement Fund.

Upper Nicola Band

Notes to Financial Statements

March 31, 2019

11. Tangible Capital Assets

	Balance, beginning of year	Additions	Disposals	Balance, end of year	Cost	Accumulated amortization	2019 net book value
Land	\$ 32,594	\$ -	\$ -	\$ 32,594	\$ -	\$ -	\$ 32,594
Buildings	8,436,079	382,731	-	8,818,810	261,413	7,272,953	1,545,857
Automotive equipment	1,411,384	102,754	-	1,514,138	134,147	1,319,074	195,064
Furniture and equipment	1,540,049	52,760	-	1,592,809	54,153	1,388,743	204,066
Infrastructure	8,667,262	1,982,278	-	10,649,540	223,981	4,906,147	5,743,393
Infrastructure under construction	1,971,642	111,739	(1,971,642)	111,739	-	-	111,739
Social Housing Land	181,180	-	-	181,180	-	-	181,180
Social Housing Buildings	4,121,864	-	(15,090)	4,106,774	255,986	1,695,760	2,411,014
	\$ 26,362,054	2,632,262	(1,986,732)	27,007,584	\$ 15,652,997	\$ 16,582,677	\$ 10,424,907

	Balance, beginning of year	Additions	Disposals	Balance, end of year	Cost	Accumulated amortization	2018 Net book value
Land	\$ 32,594	\$ -	\$ -	\$ 32,594	\$ -	\$ -	\$ 32,594
Buildings	8,436,079	-	-	8,436,079	251,844	7,011,540	1,424,539
Automotive equipment	1,298,261	112,123	-	1,411,384	166,403	1,184,927	226,457
Furniture and equipment	1,580,221	-	(40,172)	1,540,049	58,736	1,334,590	205,459
Infrastructure	8,092,520	574,742	-	8,667,262	162,950	4,682,166	3,985,096
Infrastructure under construction	2,512,116	-	(540,474)	1,971,642	-	-	1,971,642
Social Housing Land	181,180	-	-	181,180	-	-	181,180
Social Housing Buildings	3,024,560	1,097,304	-	4,121,864	111,544	1,439,774	2,682,090
	\$ 25,153,531	1,784,169	(580,646)	26,362,054	\$ 14,901,518	\$ 15,652,997	\$ 10,709,057

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Notes to Financial Statements

March 31, 2019

12. Accumulated Surplus

	2019	2018
Operating Fund	\$ 7,834,425	\$ 6,708,603
Capital Fund	7,732,281	8,175,516
Investment Fund	1,258,582	1,509,843
Social Housing Fund	517,549	672,899
Trust Fund	136,007	358,490
	<hr/>	<hr/>
	\$ 17,478,844	\$ 17,425,351

13. Contingent Liabilities

Government contributions related to programs of the Nation are subject to conditions regarding the expenditure of funds. The Nation's accounting records are subject to audit by the funding agencies. Should any instances be identified in which the amounts charged to the projects are not in accordance with the agreed terms and conditions, amounts would be refundable to the respective funding agencies. Adjustments to the financial statements as a result of these ministerial audits will be recorded in the period in which they become known.

14. Comparative Amounts

Certain of the comparative amounts have been reclassified to conform with the presentation adopted in the current year.

15. Budget Information

The unaudited budget data presented in these consolidated financial statements is based upon information provided by management.

Amortization was not contemplated on development of the budget and has been recognized at the amount expensed in the current year.

Upper Nicola Band**Notes to Financial Statements**

March 31, 2019

16. Expenses by Object

For the year ended March 31	2019 Budget	2019 Actual	2018 Actual
Administration fees	\$ 30,294	\$ -	\$ 29,378
Advertising	33,169	39,291	40,992
Amortization	929,680	929,680	751,479
Bad debts	-	77,900	3,791
CMHC replacement reserve	34,008	36,108	34,008
Contracted services	841,641	566,895	1,034,997
Equipment purchase	-	7,989	4,620
Honorariums	130,644	106,466	122,407
Insurance	72,449	116,978	101,797
Interest and bank charges	195,573	47,469	45,948
Management Fees	83,000	85,442	66,401
Office expenses	22,953	12,870	19,530
Other expenses	374,060	511,011	3,430,378
Professional fees	313,131	392,827	613,371
Rent	122,175	117,143	114,726
Repairs and maintenance	357,615	341,882	403,551
Salaries, wages and benefits	3,621,125	3,529,457	3,427,418
Social Assistance	586,809	590,403	473,045
Supplies	326,781	428,962	365,661
Training and professional development	107,436	105,243	91,598
Travel	236,781	220,058	215,216
Tuition and Student Allowances	1,093,057	1,130,958	858,618
Utilities	171,160	216,170	252,432
Workshops	61,500	68,467	54,675
	\$ 9,745,041	\$ 9,679,669	\$ 12,556,037

Upper Nicola Band

Notes to Financial Statements

March 31, 2019

17. Segmented information

	Administration		Amortization		Community and Social Services	
	2019 Budget	2019 Actual	2019 Budget	2019 Actual	2019 Budget	2019 Actual
Revenues						
Indigenous Services Canada	\$ 476,362	\$ 555,149	\$ -	\$ -	\$ 1,360,769	\$ 1,366,335
Other revenue	129,341	24,004	-	-	155,563	398,126
Total revenue	605,703	579,153	-	-	1,526,332	1,764,461
Expenses						
Salaries, wages and benefits	611,626	682,132	-	-	692,956	712,233
Social Assistance	-	-	-	-	586,809	590,403
Other expenses	312,861	384,904	929,680	929,680	702,923	615,468
Total expenses	1,124,487	1,067,036	929,680	929,680	1,982,688	1,918,104
Annual surplus (deficit)	\$ (518,784)	\$ (487,883)	\$ (929,680)	\$ (929,680)	\$ (456,356)	\$ (153,643)
	Economic Development		Education		Forestry	
	2019 Budget	2019 Actual	2019 Budget	2019 Actual	2019 Budget	2019 Actual
Revenues						
Indigenous Services Canada	\$ 53,978	\$ 53,978	\$ 1,789,678	\$ 1,882,394	\$ -	\$ -
First Nations Education Steering Committee	-	-	258,983	265,083	-	-
Other revenue	-	-	77,785	94,588	1,734,668	1,564,064
Total revenue	53,978	53,978	2,126,446	2,242,065	1,734,668	1,564,064
Expenses						
Salaries, wages and benefits	51,844	52,027	777,436	705,045	177,000	369,558
Tuition and Student Allowances	-	-	1,093,057	1,130,958	-	-
Other expenses	5,364	21,293	281,139	311,432	271,300	332,700
Total expenses	57,208	73,320	2,151,632	2,147,435	448,300	702,258
Annual surplus (deficit)	\$ (3,230)	\$ (19,342)	\$ (25,186)	\$ 94,630	\$ (77,546)	\$ 861,806

Upper Nicola Band

Notes to Financial Statements

March 31, 2019

17. Segmented Information, continued

	2019 Budget	Health 2019 Actual	2018 Actual	2019 Budget	Housing 2019 Actual	2018 Actual	2019 Budget	Language and culture 2019 Actual	2018 Actual
Revenues									
Indigenous Services Canada	\$ -	\$ -	\$ -	\$ -	\$ 24,319	\$ -	\$ -	\$ -	\$ -
First Nations Health Authority	1,353,181	1,368,384	1,315,421	-	-	-	-	-	-
Other revenue	75,687	133,534	44,533	385,387	433,279	463,373	49,201	64,629	132,266
Total revenue	1,428,868	1,501,918	1,359,954	385,387	457,598	463,373	49,201	64,629	132,266
Expenses									
Salaries, wages and benefits	580,213	563,413	564,413	93,875	78,135	87,571	175,384	82,719	103,865
Other expenses	712,360	840,843	710,512	370,000	233,146	282,602	28,516	16,274	67,266
Total expenses	1,292,573	1,404,256	1,274,925	463,875	311,281	370,173	203,900	98,993	171,131
Annual surplus (deficit)	\$ 136,295	\$ 97,662	\$ 85,029	\$ (78,488)	\$ 146,317	\$ 93,200	\$ (154,699)	\$ (34,364)	\$ (38,865)
	2019 Budget	Other 2019 Actual	2018 Actual	2019 Budget	Title and rights 2019 Actual	2018 Actual	2019 Budget	Capital Fund 2019 Actual	2018 Actual
Revenues									
Indigenous Services Canada	\$ 58,510	\$ 58,510	\$ 59,881	\$ -	\$ -	\$ -	\$ 109,198	\$ 288,011	\$ 814,360
Other revenue	340,817	605,874	893,745	143,000	340,473	749,049	250,000	212,428	97,368
Total revenue	399,327	664,384	953,626	143,000	340,473	749,049	359,198	500,439	911,728
Expenses									
Salaries, wages and benefits	137,946	130,827	108,537	253,489	259,834	256,618	-	-	-
Other expenses	174,223	218,085	3,399,794	236,368	374,514	462,605	288,672	44,046	266,755
Total expenses	312,169	348,912	3,508,331	489,857	634,348	719,223	288,672	44,046	266,755
Annual surplus (deficit)	\$ 87,158	\$ 315,472	\$ (2,554,705)	\$ (346,857)	\$ (293,875)	\$ 29,826	\$ 70,526	\$ 456,393	\$ 644,973

Upper Nicola Band

Notes to Financial Statements

March 31, 2019

17. Segmented information, continued

	2019 Budget	Consolidated totals 2019 Actual	2018 Actual
Revenues			
Indigenous Services Canada	\$ 3,848,495	\$ 4,228,696	\$ 4,142,389
First Nations Health Authority	1,353,181	1,368,384	1,315,421
First Nations Education Steering Committee	258,983	265,083	205,400
Other revenue	3,351,449	3,870,999	5,405,604
Total revenue	8,812,108	9,733,162	11,068,814
Expenses			
Salaries, wages and benefits	3,751,769	3,635,923	3,549,825
Tuition and Student Allowances	1,093,057	1,130,958	858,618
Social Assistance	586,809	590,403	473,045
Other expenses	4,313,406	4,322,385	7,674,549
Total expenses	9,745,041	9,679,669	12,556,037
Annual surplus (deficit)	\$ (932,933)	\$ 53,493	\$ (1,487,223)