

Nooaitch Indian Band
Financial Statements
For the year ended March 31, 2016

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Financial Statements
For the year ended March 31, 2016

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Management's Responsibility for Financial Reporting

The accompanying financial statements of the Nooaitch Indian Band are the responsibility of management and have been approved by the Chief and another Band Councilor of the Band Council.

The 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 financial statements are presented fairly, in all material respects.

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

The Nooaitch Indian Band Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements. Council carries out this responsibility principally through the Chief and Council.

The Chief and Council review the Band's financial statements and recommend their approval. The Chief and Council meet periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the financial statements and the external auditor's report. The Chief and Council takes this information into consideration when approving the financial statements for issuance to the Members. The Chief and Council also appoint the external auditors.

The 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 access to the Band Council.



Chief

Councilor



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Independent Auditor's Report

To the Chief and Council of Nooaitch Indian Band

We have audited the accompanying financial statements of Nooaitch Indian Band, which comprise the statement of financial position as at March 31, 2016 and the statements of change in net debt, operations and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

As described in Note 1 - Summary of Significant Accounting Policies regarding tangible capital assets, the Social Housing tangible capital assets are required by Canada Mortgage and Housing Corporation to be amortized at a rate equivalent to the annual principal reduction of the related long-term debt. This amortization policy is not in accordance with Canadian public sector accounting standards, which require that tangible capital assets be amortized over their estimated useful lives. The effect of this departure has not been determined on the net book value of tangible capital assets, the related amortization expense, annual surplus and equity in tangible capital assets.

Nooaitch Indian Band operates rental housing and has balances receivable for outstanding rents of \$162,970 (2015 - \$124,729), the collectibility of which is not susceptible to satisfactory audit verification. Accordingly, the verification of rents receivable was limited to the amounts recorded in the records of the Band and we were not able to determine whether any adjustment might be necessary to those rents receivable, annual surplus, and accumulated surplus.



Qualified Opinion

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Nooaitch Indian Band as at March 31, 2016 and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

A stylized, handwritten signature in black ink that reads 'BDO Canada'.

Chartered Professional Accountants

Kamloops, British Columbia
September 28, 2016

Nooaitch Indian Band
Exhibit A - Statement of Financial Position

As at March 31	2016	2015
Financial Assets		
Cash (Note 3)	\$ 45,639	\$ 327,767
Restricted cash (Note 4)	81,715	203,235
Accounts receivable (Note 5)	282,422	359,870
Rents receivable (Note 6)	141,246	104,517
Investments (Note 7)	776,584	658,489
	<u>1,327,606</u>	<u>1,653,878</u>
Liabilities		
Accounts payable and accrued liabilities (Note 8)	787,476	604,570
Deferred revenue (Note 9)	108,831	167,963
Long-term debt (Note 11)	2,291,459	2,431,843
	<u>3,187,766</u>	<u>3,204,376</u>
Net Debt	<u>(1,860,160)</u>	<u>(1,550,498)</u>
Non-financial Assets		
Prepaid expenses	4,367	6,915
Tangible capital assets (Note 12)	6,536,449	5,112,379
	<u>6,540,816</u>	<u>5,119,294</u>
Accumulated surplus (Note 13)	<u>\$ 4,680,656</u>	<u>\$ 3,568,796</u>
Contingencies (Note 14)		

Approved on behalf of the Band Council:

 _____ Chief

 _____ Councilor

Nooaitch Indian Band
Exhibit B - Statement of Change in Net Debt

For the year ended March 31	2016	2015
Annual surplus (deficit)	\$ 1,019,861	\$ (413,734)
Acquisition of tangible capital assets	(1,535,590)	(781,209)
Amortization of tangible capital assets	208,797	177,948
Equity contribution of capital asset	(97,276)	-
	<u>(404,208)</u>	<u>(1,016,995)</u>
Change in prepaid expenses	2,547	(6,914)
Equity change in Ottawa Trust	2,041	2,247
Equity transfer to operating reserves	(28,137)	(36,719)
Equity change in investments in business entities	118,095	(142,420)
	<u>91,999</u>	<u>(176,892)</u>
Change in net debt	(309,662)	(1,200,801)
Net debt, beginning of year	(1,550,498)	(349,697)
Net debt, end of year	\$ (1,860,160)	\$ (1,550,498)

Nooaitch Indian Band
Exhibit C - Statement of Operations

For the year ended March 31	2016	2015
Revenue		
Indigenous and Northern Affairs Canada	\$ 2,939,180	\$ 1,175,114
ISETS	49,130	19,858
Cost Recoveries	26,705	21,420
Contracts	78,568	141,642
CMHC	71,590	51,919
Rental income	167,982	144,755
Investment income	25,500	160,500
Other income	34,410	12,258
ASPEN Planers	87,805	221,788
FNESS	2,500	-
Highland Valley Copper Mine	-	277,476
BC Hydro	2,000	26,100
	3,485,370	2,252,830
Expenses (Note 16)		
Band Fund	53,877	68,835
Youth Centre Fund	6,005	4,980
BCCI Negotiation	93,073	-
Indian Residential School Credits	20,940	-
ILM Project Fund	2,763	98,458
NRT K-12 Education Grant	2,819	-
HVC - Capacity	2,861	7,255
BC Hydro Transmission Project Fund	4,331	538
Land and Resource Development Corp	-	125,488
Band Support Fund	358,145	386,174
Indian Registry	1,263	1,684
ILM Traditional Use Study	4,950	-
Economic Development Program	30,793	56,757
Band Employee Benefits Fund	33,299	24,597
Social Housing Fund	188,455	151,292
Chief and Council Fund	119,239	112,543
P&ID Strategic Plan Fund	2,000	-
P&ID HR Policy	-	20,256
Emergency Management	-	7,496
Land Management Fund	77,296	107,800
ASET TWS37218052	9,668	-
ASETS TWS37218057	7,492	-
ASETS - TWS38218059	11,111	-
INAC - NTEN - SPI WCE	30,024	-
Stuwix Fund	5,626	-
Subtotal Expenses	\$ 1,066,030	\$ 1,174,153

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Nooaitch Indian Band
Exhibit C - Statement of Operations - continued

For the year ended March 31	2016	2015
Revenue carried forward	\$ 3,485,370	\$ 2,252,830
Expenses carried forward	1,066,030	1,174,153
AEACC Fund	18,890	-
Temporary Office Building	16,357	18,392
Education Fund	22,194	10,746
INAC Local Area Education	266,971	199,515
ASETS - TWS37218058	9,831	-
Post Secondary Program Fund	44,308	70,425
Maintenance Fund	299,485	232,716
Water Systems CPMS 7164 Fund	-	-
Safe Water Operations	7,800	15,600
Fourplex Fund	20,304	19,173
Robert Creek	7,244	87,827
Aspen Planers Fund	453	3,298
ISET Fund	11,028	32,913
2830 Petit Creek Road Fund	11,125	14,024
Culture Camp 2 Fund	-	5,100
DFO	20,142	-
Aspen Planers - Mistletoe 2012	27,096	6,420
Lightening Lake Fund	308	40,899
Elder's Council Fund	5,715	8,348
UBCM MPB 10/11 Fund	-	10,949
Youth's Council Fund	-	4,262
Youth Grant Initiative	-	-
Social Development - AANDC	208,523	225,035
BCCI 2014-2015	(5,902)	79,219
Forest and Range Opportunity	176	-
NRT Trans Mountain Expansion	-	37,001
NEB National Energy Board	49,047	38,333
Expenses paid in capital fund	358,384	332,216
	2,465,509	2,666,564
Annual surplus (deficit)	\$ 1,019,861	\$ (413,734)

Nooaitch Indian Band
Exhibit D - Statement of Cash Flows

For the year ended March 31	2016	2015
Cash provided by (used for)		
Operating activities		
Cash receipts from various sources	\$ 3,437,574	\$ 1,707,373
Cash paid to employees and suppliers	(2,089,737)	(2,033,984)
Interest received	25,500	160,500
Cash flows from operating activities	1,373,337	(166,111)
Capital activities		
Acquisitions of tangible capital assets	(1,614,635)	(781,209)
Investing activities		
Change in equity in Ottawa Trust	2,041	2,247
Change in contributed surplus	(24,007)	(32,852)
Cash flows from investing activities	(21,966)	(30,605)
Financing activities		
Proceeds from issuance (repayment) of long term debt	(140,384)	617,737
Net decrease in cash and cash equivalents	(403,648)	(360,188)
Cash and cash equivalents, beginning of year	531,002	891,190
Cash and cash equivalents, end of year	\$ 127,354	\$ 531,002
Represented by:		
Cash	\$ 45,639	\$ 327,767
Restricted cash	81,715	203,235
	\$ 127,354	\$ 531,002

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Nooaitch Indian Band Notes to Financial Statements

March 31, 2016

1. Summary of Significant Accounting Policies

Basis of Presentation

These financial statements have been prepared, in all material respects, in accordance with Canadian public sector accounting standards for government entities as recommended by Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Professional Accountants, which encompasses the following policies.

Reporting Entity and Principles of Financial Reporting

The Band reporting entity includes the Nooaitch Indian Band government.

In order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual schedules.

Revenue Recognition

Government grants and transfers, which include Federal funding agreements are recognized in the financial statements in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amount can be made. When the eligibility criteria is not met, transfers received are reflected as deferred revenue in the year of receipt and classified as such on the Statement of Financial Position.

Rental revenue is recognized as it becomes receivable under the terms of the rental agreement.

Periodic revenue is recognized on an accrual basis commencing at the beginning of the month.

Ottawa Trust Funds

The Band uses the accrual method of accounting for Ottawa Trust Fund revenues earned in the Fund. Trust monies are recognized in revenue of the Band upon withdrawal from the Ottawa Trust Fund.

Rents Receivable

Canada Mortgages and Housing Corporation (CMHC) does not allow or recognize bad debts recorded in the financial statements of Social Housing and will not subsidize rental arrears.

Deferred Revenue

Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general purposes are accounted for as deferred revenue on the statement of financial position. The revenue is recognized in the statement of financial activity in the year in which it is used for the specified purpose.

Loans

Loans issued and repaid under the fund accounting method are recorded as expenditures and revenue respectively. Loans which become uncollectible are removed from equity in the year they are first considered doubtful.

Nooaitch Indian Band Notes to Financial Statements

March 31, 2016

1. Summary of Significant Accounting Policies (continued)

Investments

The Band accounts for its equity investments for which market value is not readily available at cost.

Tangible Capital Assets

Tangible capital assets are stated at cost less accumulated amortization and are recorded in the Capital Fund. The acquisition costs of tangible capital assets and payments on capital debt, which are not funded from capital financing sources, are charged to operations through interfund transfers and matched with the applicable revenue source in the year of expenditure. Tangible capital asset acquisitions are also recorded as an addition to assets of the Capital Fund with a corresponding increase in equity in tangible capital assets.

Amortization is charged against tangible capital assets and equity in tangible capital assets on a straight-line basis at the following rates:

Automotive equipment	5 years
Buildings and improvements	25 years
Furniture and equipment	5 years
Infrastructure	50 years

Social housing assets acquired under Canada Mortgage and Housing Corporation sponsored housing programs are amortized at a rate equivalent to the annual principal reduction in the related long-term debt, as required for Canada Mortgage and Housing Corporation reporting purposes.

Impairment of Long-lived Assets

In the event that fact and circumstances indicate that the Band's long-lived assets may be impaired, an evaluation of recoverability would be performed. Such an evaluation entails comparing the estimated future undiscounted cash flows associated with the asset to the asset's carrying amount to determine if a write-down to market value or discounted cash flow value is required. The Band considers that no circumstances exist that would require such an evaluation.

Leased Assets

Leases are entered into, that transfer substantially all of the benefits and risks associated with ownership, are recorded as the acquisition of a tangible capital asset and the incurrence of an obligation. The asset is amortized in a manner consistent with tangible capital assets owned by the Band, and the obligation, including interest thereon, is liquidated over the term of the lease. All other leases are accounted for as operating leases, and the rental costs are expensed as incurred.

Nooaitch Indian Band Notes to Financial Statements

March 31, 2016

1. Summary of Significant Accounting Policies (continued)

Use of Estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make assumptions and estimates that have an effect on the reported amounts of assets and liabilities and disclosure of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could be different from those estimates.

Financial Instruments

The Band recognizes and measures financial assets and financial liabilities on the statement of financial position when it becomes a party to the contractual provisions of a financial instrument. All transactions related to financial instruments are recorded on a trade date or settlement date basis. All financial instruments are measured at fair value on initial recognition. Financial instruments are subsequently measured at amortized cost as the Band has not entered into any derivative contracts and it does not hold any investments in equity instruments quoted on the active market. Since no financial instruments are measured at fair value after initial recognition, a statement of remeasurement gains and losses has not been presented in these financial statements.

2. Economic Dependence

The Band receives a significant portion of its revenue pursuant to a funding arrangement with Indigenous and Northern Affairs Canada ("INAC").

3. Cash

	<u>2016</u>	<u>2015</u>
Operations	\$ 2,395	\$ 321,778
Social Housing	43,244	5,989
	<u>\$ 45,639</u>	<u>\$ 327,767</u>

The Band has a Royal Bank of Canada business operating line of credit that is secured by a general security agreement. The authorized credit limit is \$50,000, at a rate of prime plus 1.0%. As of March 31, 2016, the Band had not drawn on this facility.

Nooaitch Indian Band
Notes to Financial Statements

March 31, 2016

4. Restricted Cash

	<u>2016</u>	<u>2015</u>
Ottawa Trust Funds	\$ 75,735	\$ 73,694
Housing replacement reserve fund	-	111,874
Housing operating reserve fund	<u>5,980</u>	<u>17,667</u>
	<u>\$ 81,715</u>	<u>\$ 203,235</u>

The Ottawa trust accounts arise from monies derived from capital or revenue sources as outlined in Section 62 of the *Indian Act*. These funds are held in trust in the Revenue Fund of the Government of Canada and are subject to audit by the Office of the Auditor General of Canada. These funds are restricted in their use. The Band is permitted to use its revenue for any purpose that will promote the general progress and welfare of the Band and Band members. The expenditures of capital funds requires the consent of Indigenous and Northern Affairs Canada and generally must be for projects of a capital nature. Withdrawals of revenue or capital funds are recorded as revenue in the applicable fund where the monies are expended.

The Housing restricted cash is derived under the terms of the agreement with Canada Mortgage and Housing Corporation ("CMHC"), the account is to be credited annually. 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.

Nooaitch Indian Band
Notes to Financial Statements

March 31, 2016

5. Accounts Receivable

Accounts receivable by program area is summarized as follows:

	<u>2016</u>	<u>2015</u>
Operating Fund		
Trade accounts receivable	\$ 360,152	\$ 408,700
Allowance for doubtful accounts	(82,222)	(53,245)
	<u>\$ 277,930</u>	<u>\$ 355,455</u>
Accounts receivable - Social Housing	4,492	4,415
	<u>\$ 282,422</u>	<u>\$ 359,870</u>

6. Rents Receivable

Rents receivable are the accumulated arrears and vary in amount based on the unit being rented.

	<u>2016</u>	<u>2015</u>
Rents receivable	\$ 141,246	\$ 104,517

7. Investments

	<u>2016</u>	<u>2015</u>
Stuwix Resources Ltd.	\$ 494,705	\$ 380,232
All Nations Trust Company		
16,860 class A common shares	1,110	1,110
Investment in 543434 BC Ltd.	189,706	189,706
Nicola Valley Indian Services Association	91,063	87,441
	<u>\$ 776,584</u>	<u>\$ 658,489</u>

Nooaitch Indian Band
Notes to Financial Statements

March 31, 2016

8. Accounts Payable

	<u>2016</u>	<u>2015</u>
Operating Fund		
Accounts payable and accrued liabilities	\$ 610,938	\$ 585,446
Social Housing Fund		
Accounts payable and accrued liabilities	176,538	19,124
	<u>\$ 787,476</u>	<u>\$ 604,570</u>

9. Deferred Revenue

Deferred revenue represents amounts received that relate to a subsequent period. A breakdown of deferred revenue is as follows:

	<u>2016</u>	<u>2015</u>
Operating Fund		
Indigenous and Northern Affairs Canada		
Basic Needs	\$ 88,855	\$ 97,643
Financial Management Governance	-	18,250
Emergency Preparedness	-	372
Child out of Parental Home	-	26,698
West Coast Energy	19,976	-
	<u>108,831</u>	<u>142,963</u>
Other	-	25,000
	<u>\$ 108,831</u>	<u>\$ 167,963</u>

Nooaitch Indian Band Notes to Financial Statements

March 31, 2016

10. Social Housing Reserves

Under the terms of the agreement with CMHC, the Replacement Reserve account is to be credited in the amount of \$3,000 annually. These funds along with accumulating interest are to be held in a separate bank account. The funds in this account may only be used as approved by CMHC. Withdrawals are credited to interest first and then principal. The replacement reserve is underfunded at March 31, 2016.

11. Long Term Debt

	2016	2015
Royal Bank of Canada demand loan, repayable in monthly instalments of \$950 including interest at prime plus 2.00%, secured by specific equipment, maturing July 2016	\$ 2,897	\$ 13,981
Ally Credit Canada Ltd, loan repayable in monthly instalments of \$842 including interest at 5.94%, secured by specific equipment, maturing April 2017	10,571	19,744
Royal Bank of Canada demand loan, repayable in monthly instalments of \$1,540 including interest at 4.95%, secured by specific assets, maturing June 2038	247,575	253,636
RCAP Leasing Inc., capital lease, repayable in monthly instalments of \$2,140 including interest at 3.74%, secured by specific equipment, maturing December 2018	68,380	94,060
All Nations Trust Company mortgage advance, repayable in monthly instalments of \$2,907 including interest at 1.39% per annum, renewal date of June 2020, maturing June 2040, secured by Ministerial Guarantee	-	736,784
	\$ 329,423	\$ 1,118,205

Nooaitch Indian Band Notes to Financial Statements

March 31, 2016

11. Long Term Debt (Continued)

	2016	2015
Balance forward	\$ 329,423	\$ 1,118,205
<u>Social Housing</u>		
All Nations Trust Company mortgage repayable in monthly instalments of \$2,076 including interest at 2.35% per annum, renewal date of September 2018, maturing July 2028, secured by a Ministerial Guarantee	\$ 266,705	\$ 285,133
All Nations Trust Company, mortgage repayable in monthly installments of \$2,903 including interest at 1.53% per annum, renewal date of December 2017, maturing October 2032, secured by Ministerial Guarantee	510,060	536,871
All Nations Trust Company, mortgage repayable in monthly installments of \$3,098 including interest at 2.63% per annum, renewal date of June 2016, maturing June 2031, secured by Ministerial Guarantee	467,058	491,634
All Nations Trust Company mortgage, repayable in monthly instalments of \$2,907.36 including interest at 1.39% per annum, renewal date of June 2020, maturing June 2040, secured by Ministerial Guarantee	718,213	-
	2,291,459	2,431,843
Less amount due within one year	582,868	133,956
	\$ 1,708,591	\$ 2,297,887

Assuming payment is not demanded, regular principal repayments due in the next four years and thereafter are as follows:

2017	\$ 582,868
2018	560,763
2019	505,866
2020	26,131
Thereafter	615,831
	\$ 2,291,459

Nooaitch Indian Band
Notes to Financial Statements

March 31, 2016

12. Tangible Capital Assets

	2016		2015	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Automotive equipment	\$ 70,653	\$ 60,914	\$ 70,653	\$ 46,784
Assets under capital lease	187,247	108,527	187,247	84,684
Buildings	782,717	265,178	757,683	247,485
Furniture and equipment	216,871	138,758	214,651	124,505
Infrastructure	4,055,626	878,862	2,547,291	828,171
Construction in progress	-	-	736,784	-
	5,313,114	1,452,239	4,514,309	1,331,629
 Social Housing Buildings	 3,502,855	 827,281	 2,668,795	 739,096
	\$ 8,815,969	\$ 2,279,520	\$ 7,183,104	\$ 2,070,725
 Net book value		\$ 6,536,449		\$ 5,112,379

Nooaitch Indian Band
Notes to Financial Statements

March 31, 2016

12. Tangible Capital Assets (continued)

								2016
	Automotive equipment	Assets under capital lease	Buildings	Furniture and equipment	Infrastructure	Social housing	Construction in progress	Total
Cost, beginning of year	\$ 70,653	\$ 187,247	\$ 757,683	\$ 214,651	\$ 2,547,291	\$ 2,668,795	\$ 736,784	\$ 7,183,104
Additions	-	-	25,034	2,220	1,508,335	-	-	1,535,589
Transfers	-	-	-	-	-	834,060	(736,784)	97,276
Cost, end of year	70,653	187,247	782,717	216,871	4,055,626	3,502,855	-	8,815,969
Accumulated amortization, beginning of year	46,784	84,684	247,485	124,505	828,171	739,096	-	2,070,725
Amortization	14,130	23,843	17,693	14,253	50,691	88,185	-	208,795
Accumulated amortization, end of year	60,914	108,527	265,178	138,758	878,862	827,281	-	2,279,520
Net carrying amount, end of year	\$ 9,739	\$ 78,720	\$ 517,539	\$ 78,113	\$ 3,176,764	\$ 2,675,574	\$ -	\$ 6,536,449

Nooaitch Indian Band
Notes to Financial Statements

March 31, 2016

12. Tangible Capital Assets (continued)

	2015							
	Assets under capital lease		Furniture and equipment		Infrastructure	Social Housing	Construction in progress	Total
	Automotive equipment		Buildings					
Cost, beginning of year	\$ 58,480	\$ 187,247	\$ 757,683	\$ 182,399	\$ 2,547,291	\$ 668,795	\$ -	\$ 6,401,895
Additions	12,173	-	-	32,252	-	-	736,784	781,209
Cost, end of year	70,653	187,247	757,683	214,651	2,547,291	668,795	736,784	7,183,104
Accumulated amortization, beginning of year	35,088	60,841	230,160	103,436	792,563	670,689	-	1,892,777
Amortization	11,696	23,843	17,325	21,069	35,608	68,407	-	177,948
Accumulated amortization, end of year	46,784	84,684	247,485	124,505	828,171	739,096	-	2,070,725
Net carrying amount, end of year	\$ 23,869	\$ 102,563	\$ 510,198	\$ 90,146	\$ 1,719,120	\$ 929,699	\$ 736,784	\$ 5,112,379

Nooaitch Indian Band

Notes to Financial Statements

March 31, 2016

13. Accumulated Surplus

Accumulated surplus of the Band is comprised of the following:

	2016	2015
Contributed surplus - Post 1997	\$ 719,316	\$ 743,323
Equity in investments in business entities	760,331	642,236
Equity in Ottawa Trust	75,735	73,694
Equity in tangible capital assets	3,531,449	2,064,472
Unrestricted surplus (deficit)	(406,175)	45,071
	<u>\$ 4,680,656</u>	<u>\$ 3,568,796</u>

14. Contingencies

Nooaitch Indian Band has guaranteed certain loans with Indigenous and Northern Affairs Canada as noted in long-term debt note 11.

15. Employee Benefits

The Band has a defined contribution plan providing pension benefits to certain employees. The pension cost charge represents contributions payable by the Band to the plan \$10,310 (2015 - \$14,078).

Nooaitch Indian Band Notes to Financial Statements

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16. Expenses by Object

	2016	2015
Advertising	\$ 4,551	\$ 3,675
Amortization	208,797	177,948
Automotive	12,484	10,322
Bad debts	36,316	22,701
Bank charges	6,116	5,795
Community support	26,786	29,195
Contract services	41,509	165,975
Construction costs	348	11,660
Donation	6,287	1,370
Election expenses	-	6,415
Equipment rental	22,606	17,657
Expenses paid in capital fund	358,384	332,216
Honoraria	72,585	58,670
Insurance	46,780	68,648
Interest	13,801	15,160
Interest on long-term debt	36,153	28,387
Licences and dues	5,860	13,959
Local education agreement	269,356	224,338
Materials and supplies	37,354	51,711
Meetings	14,146	38,123
Office and miscellaneous	13,802	25,768
Professional fees	178,036	273,439
Program expenses	37,653	51,179
Rent	1,700	-
Repairs and maintenance	94,720	55,428
Replacement reserve	23,946	18,000
Social assistance	129,281	132,486
Student allowance	36,786	40,145
Telephone	24,395	23,101
Training	57,924	115,735
Travel and accommodation	53,727	51,958
Utilities	49,249	40,736
Wages and benefits	544,071	554,664
	\$ 2,465,509	\$ 2,666,564

Nooaitch Indian Band

Notes to Financial Statements

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17. Segment Disclosure

The Nooaitch Indian Band is a diversified First Nations organization that provides a wide range of services to its members. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows:

Administration

This item relates to the revenues and expenses that relate to the operations of the Band itself and cannot be directly attributed to a specific segment.

Community Welfare

This service area provides services to help the Members by providing a variety of programs, community services and social assistance.

Operations and Maintenance

This service area provides services relating to the development, maintenance and service of the Band's assets, infrastructure and common property.

Education

This service area provides educational services through elementary, secondary and post secondary education support and the operations of various other educational programs. The goal of this segment is to enhance the educational opportunities of the Band's Members.

Economic Development

This service area provides for the development of economic opportunities to the Members.

Health Services

This service area provides for health-related services and programs to the Members.

Natural Resource Management

This service area includes exploration of natural resources and development of natural resource revenues.

Capital

This service area provides for the development of new capital projects and infrastructure programs on the reserve.

Social Housing

This service area provides for social housing to the Members.

Nooaitch Indian Band
Notes to Financial Statements

Administration	Community Welfare	Operations & Maintenance	Education	Economic Development	Health Services	Natural Resource Management	Capital	Social Housing	Total
\$ 285,219	\$ -	\$ 126,622	\$ 303,538	\$ 60,760	\$ 247,125	\$ -	\$ 1,915,916	\$ -	\$ 2,939,180
142,172	-	39,478	2,694	95,602	26,973	-	30,261	209,010	546,190
427,391	-	166,100	306,232	156,362	274,098	-	1,946,177	209,010	3,485,370
332,554	-	122,297	17,386	30,316	41,518	-	-	-	544,071
475,758	1	157,041	318,907	118,979	167,005	-	358,384	116,566	1,712,641
30,860	-	81,870	-	3,699	-	176	-	92,192	208,797
839,172	1	361,208	336,293	152,994	208,523	176	358,384	208,758	2,465,509
\$ (411,781)	\$ (1)	\$ (195,108)	\$ (30,061)	\$ 3,368	\$ 65,575	\$ (176)	\$ 1,587,793	\$ 252	\$ 1,019,861

Administration	Community Welfare	Operations & Maintenance	Education	Economic Development	Health Services	Natural Resource Management	Capital	Social Housing	Total
\$ 336,066	\$ -	\$ 228,159	\$ 289,484	\$ 21,338	\$ 178,355	\$ -	\$ 121,712	\$ -	\$ 1,175,114
122,590	-	84,312	(9,159)	703,097	(5,535)	-	11,142	171,269	1,077,716
458,656	-	312,471	280,325	724,435	172,820	-	132,854	171,269	2,252,830
368,831	-	84,114	15,047	46,324	40,348	-	-	-	554,664
585,122	(7)	258,839	265,639	209,405	184,688	-	332,216	98,051	1,933,953
35,746	-	66,507	-	3,280	-	-	-	72,414	177,947
989,699	(7)	409,460	280,686	259,009	225,036	-	332,216	170,465	2,666,564
\$ (531,043)	\$ 7	\$ (96,989)	\$ (361)	\$ 465,426	\$ (52,216)	\$ -	\$ (199,362)	\$ 804	\$ (413,734)

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18. Fiscal Plan

Canadian public sector accounting standards requires that the Band's budget be presented in the financial statements. As the Band currently does not prepare a budget, no budgeted figures have been presented as otherwise required.
