

Nooaitch Indian Band
Consolidated Financial Statements
For the year ended March 31, 2021

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Management's Responsibility for Financial Reporting

The accompanying consolidated 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 consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Consolidated 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.

The Nooaitch Indian Band maintains systems of internal accounting and administrative controls, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the consolidated 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 consolidated financial statements. Council carries out this responsibility principally through the Chief and Council.

The Chief and Council review the Band's consolidated 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 consolidated financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, the consolidated financial statements and the external auditor's report. The Chief and Council takes this information into consideration when approving the consolidated financial statements for issuance to the Members. The Chief and Council also appoint 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 access to the Band Council.



Chief



Councilor

Independent Auditor's Report

To the Chief and Council of Nooaitch Indian Band

Qualified Opinion

We have audited the accompanying financial statements of Nooaitch Indian Band (the Group), which comprise the consolidated statement of financial position as at March 31, 2021, and the consolidated statement of operations, consolidated statement of changes in net assets (debt) and consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of Nooaitch Indian Band as at March 31, 2021, and its results of operations, its change in net financial debt, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

As noted in the 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 as at March 31, 2021 and 2020, the related amortization expense and annual surplus for the year ended March 31, 2021 and 2020 and equity in tangible capital assets as at April 1 and March 31 for both the 2021 and 2020 years.

Nooaitch Indian Band operates rental housing and has balances receivable for outstanding rents of \$225,547 (2020 - \$219,715) the valuation 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 accounts receivable, and rents receivable as at March 31, 2021 and 2020, bad debt expense and annual surplus for the years ended March 31, 2021 and 2020, and accumulated surplus as at April 1 and March 31 for both the 2021 and 2020 years.

Our audit opinion on the financial statements for the year ended March 31, 2020 was modified for the above matters.

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

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

Management is responsible for the preparation and fair presentation of 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 Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the 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 the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Chartered Professional Accountants

**Kamloops, British Columbia
February 17, 2023**

Nooaitch Indian Band

Exhibit A - Consolidated Statement of Financial Position

As at March 31	2021	2020
Financial Assets		
Cash (Note 3)	\$ 3,033,259	\$ 2,288,337
Restricted cash (Note 4)	138,057	177,657
Accounts receivable (Note 5)	522,232	358,697
Rents receivable (Note 6)	225,547	219,716
Portfolio investments (Note 7)	1,110	1,110
Investments in government business enterprises (Note 8)	1,292,325	877,502
	5,212,530	3,923,019
Liabilities		
Accounts payable and accrued liabilities (Note 9)	398,548	742,109
Deferred revenue (Note 10)	433,038	404,101
Long-term debt (Note 11)	1,662,838	1,777,600
	2,494,424	2,923,810
Net Assets	2,718,106	999,209
Non-financial Assets		
Prepaid expenses	1,979	117,141
Tangible capital assets (Note 12)	9,068,855	7,484,921
	9,070,834	7,602,062
Accumulated surplus (Note 13)	\$ 11,788,940	\$ 8,601,271

Approved on behalf of the Band Council:

 _____ Chief

 _____ Councilor

Nooaitch Indian Band

Exhibit B - Consolidated Statement of Change in Net Assets (Debt)

For the year ended March 31	2021	2020
Annual surplus	\$ 3,203,997	\$ 2,643,913
Acquisition of tangible capital assets	(1,884,878)	(1,709,960)
Amortization of tangible capital assets	300,944	226,798
Change in tangible capital assets	(1,583,934)	(1,483,162)
Change in prepaid expenses	115,167	(112,183)
Change in transfers	(16,333)	96,570
	98,834	(15,613)
Change in net financial assets	1,718,897	1,145,138
Net financial assets (debt), beginning of year	999,209	(145,929)
Net financial assets, end of year	\$ 2,718,106	\$ 999,209

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

Nooaitch Indian Band

Exhibit C - Consolidated Statement of Operations

For the year ended March 31	2021	2020
Revenue		
Indigenous Services Canada	\$ 3,345,966	\$ 1,610,910
ASETS	-	8,161
Bayshore Minerals	3,000	-
BC Aboriginal Child Care Society	90,475	-
BC Hydro	2,400	94,027
CMHC	73,809	187,057
Contracts	152,119	959,405
Cost Recoveries	(7,276)	-
Donations	14,300	5,000
First Nations Health Authority	986,811	512,475
FNESC	84,503	22,467
Forestry income	127,968	-
Highland Valley Copper	2,000	-
Investment income from business entities	414,823	84,732
Natural Resources Canada	200,243	192,252
Nlaka'pamux Trust	27,368	-
Province of BC	574,129	1,712,397
Rental income	173,700	173,200
SCFSS	300,910	85,000
Other income	73,459	51,090
Administration recoveries	-	(6,932)
	6,640,707	5,691,241
Expenses (Note 16)		
Administration	745,834	639,046
Operations and maintenance	357,091	305,179
Education	704,461	628,765
Economic development	130,529	421,393
Health services	780,806	584,337
Natural resource management	232,777	186,010
Capital	42,389	3,568
Social housing	200,583	255,090
Community welfare	242,240	23,940
	3,436,710	3,047,328
Annual surplus	\$ 3,203,997	\$ 2,643,913

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

Nooaitch Indian Band
Exhibit D - Consolidated Statement of Cash Flows

For the year ended March 31	2021	2020
Operating activities		
Cash receipts from funding agreements and contracts	\$ 6,500,277	\$ 5,918,521
Interest paid	(32,301)	(42,556)
Cash paid to suppliers	(3,352,880)	(2,896,209)
Cash flows from operating activities	3,115,096	2,979,756
Capital activities		
Acquisition of tangible capital assets	(1,880,189)	(1,709,959)
Investing activities		
Change in investment in business entities	(414,823)	(64,920)
Financing activities		
Repayment of long term debt	(114,762)	(111,039)
Net increase in cash	705,322	1,093,838
Cash, beginning of year	2,465,994	1,372,156
Cash, end of year	\$ 3,171,316	\$ 2,465,994
Represented by:		
Cash	\$ 3,033,259	\$ 2,288,337
Restricted cash	138,057	177,657
	\$ 3,171,316	\$ 2,465,994

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

Nooaitch Indian Band

Notes to Consolidated Financial Statements

March 31, 2021

1. Summary of Significant Accounting Policies

Basis of Presentation

These consolidated financial statements have been prepared, in all material respects, in accordance with Canadian public sector accounting standards for government entities as defined by CPA Public Sector Accounting Handbook, which encompasses the following policies.

Reporting Entity and Principles of Financial Reporting

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

Incorporated business entities and government partnerships, which are owned or controlled by the Nooaitch Indian Band and which are not dependent on the band for their continuing operations, are included in the summary financial statements using the modified equity method. Refer to note 8. These include:

- Stuwix Resources Joint Venture (12.5%)
- 0538053 BC Ltd. (100%)
- Spayum Holding LP (20%)

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

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding 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 consolidated statement of financial position.

Rental revenue is recognized when a tenant commences occupancy and rent is due. The Band retains all benefits and risks of ownership of its property and, therefore, accounts for leases with its tenants as operating leases.

Taxation revenue is recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. As 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.

All other revenue is recognized in the period in which the events that give rise to the revenue occurs.

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.

Nooaitch Indian Band Notes to Financial Statements

March 31, 2021

1. Summary of Significant Accounting Policies (continued)

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 consolidated statement of financial position. The revenue is recognized in the consolidated statement of operations in the year in which it is used for the specified purpose.

Investments

The Band accounts for its portfolio investments in All Nations Trust Company, which are recorded at cost, unless the market value of the investments has declined below cost, in which case they are written down to market value.

Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital assets including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Tangible capital assets acquired as part of the Social Housing Fund are recorded in that fund. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded at revenue.

Amortization is recorded 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

In the year of acquisition, 50% of the normal amortization is recorded. No amortization is taken on assets under construction until they have been fully completed and available for use.

Social Housing Fund assets acquired under CMHC subsidized housing programs are amortized at a rate equivalent to the annual principal reduction in related long-term debt, as required for CMHC reporting purposes.

Tangible capital assets are written down when conditions 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 statement of operations.

Nooaitch Indian Band Notes to Financial Statements

March 31, 2021

1. Summary of Significant Accounting Policies (continued)

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.

Use of Estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future. Significant estimates included in these consolidated financial statements include the valuation of accounts receivable, accuracy of accounts payable and accrued liabilities, and calculation of deferred revenue.

Financial Instruments

The Band recognizes and measures financial assets and financial liabilities on the consolidated 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.

Segmented Disclosure

A segment is defined as a distinguishable activity or group of activities of a government for which is it appropriate to separately report financial information to achieve the objectives of the Band. The Band identifies its segments based on specific projects and funding arrangements. Revenue and expenses are allocated to these segments according to methods of identification.

Nooaitch Indian Band Notes to Financial Statements

March 31, 2021

2. Economic Dependence

The Band receives a significant portion of its revenue pursuant to a funding arrangement with Indigenous Services Canada ("ISC").

3. Cash

	2021	2020
Operations	\$ 2,676,471	\$ 1,748,306
Social Housing	21,712	29,402
AHSOR	290,748	510,629
NLX Trust	44,328	-
	\$ 3,033,259	\$ 2,288,337

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, 2021, the Band had not drawn on this facility.

4. Restricted Cash

	2021	2020
Ottawa Trust Funds	\$ 3,364	\$ 2,806
Housing replacement reserve fund	113,391	153,549
Housing operating reserve fund	21,302	21,302
	\$ 138,057	\$ 177,657

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 Services 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.

Restricted cash consists of replacement reserve funds in the amount of \$113,391 (2020 - \$153,549) and operating reserve funds of \$21,302 (2020 - \$21,302). Under the operating agreement between Nooaitch Indian Band and CMHC, Nooaitch Indian Band is required to segregate annual transfers to reserve funds and interest earned on these funds from other cash. As at March 31, 2021, the replacement reserve was underfunded by \$167,447 (2020 - \$136,517); the operating reserve is underfunded by \$215,581 (2020 - \$182,816).

Nooaitch Indian Band
Notes to Financial Statements

March 31, 2021

5. Accounts Receivable

Accounts receivable by program area is summarized as follows:

	<u>2021</u>	<u>2020</u>
Trade accounts receivable	\$ 334,116	\$ 244,813
Accounts receivable - Social Housing	<u>188,116</u>	<u>113,884</u>
	<u>\$ 522,232</u>	<u>\$ 358,697</u>

Included in trade accounts receivable is \$60,564 (2020 - \$51,659) owing from Band Members.

6. Rents Receivable

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

	<u>2021</u>	<u>2020</u>
Rent receivable	<u>\$ 225,547</u>	<u>\$ 219,716</u>

7. Portfolio Investments

The Band holds the following portfolio investments:

	<u>2021</u>	<u>2020</u>
All Nations trust Company	<u>\$ 1,110</u>	<u>\$ 1,110</u>

Nooaitch Indian Band Notes to Financial Statements

March 31, 2021

8. Investments in Government Business Enterprises

	2021	2020
Stuwix Resources Joint Venture	\$ 634,469	\$ 498,868
Investment in Spayum Holdings LP	440,190	164,250
Investment in 0538053 BC Ltd.	217,666	214,384
	\$ 1,292,325	\$ 877,502

Nooaitch Indian Band holds a 100% interest in 0538053 BC Ltd, which has a 25% ownership in Esh-kn-am Joint Venture and also a 25% interest in 9110 Investments Ltd. Nooaitch Indian Band also holds a 12.5% in Stuwix Joint Venture and a 20.0% interest in Spayum Holdings LP.

Summary of the financial statements of investments accounted for using modified equity for the year ended March 31, 2021 are as follows:

	Stuwix Resources Joint Venture	Esh-kn-am Joint Venture	9110 Investments Ltd	Spayum Holdings LP	2021
Balance Sheet					
Current assets	\$ 10,894,734	\$ 720,293	\$ 45,746	\$ 193,174	\$ 11,853,947
Investments	-	59,821	-	-	59,821
Capital assets	40,698	66,942	-	4,188,397	4,296,037
Other assets	-	2	-	-	2
	\$ 10,935,432	\$ 847,058	\$ 45,746	\$ 4,381,571	\$ 16,209,807
Current liabilities	\$ 3,015,672	\$ 127,674	\$ 189,085	\$ 2,180,611	\$ 5,513,042
Reforestation obligation	2,815,758	-	-	-	2,815,758
Share capital	-	-	1	-	1
Equity	5,104,002	719,384	(143,340)	2,200,960	7,881,006
	\$ 10,935,432	\$ 847,058	\$ 45,746	\$ 4,381,571	\$ 16,209,807
Statement of Operations					
Revenue	\$ 22,299,204	\$ 854,804	\$ -	\$ 1,729,359	\$ 24,883,367
Expenses	21,214,397	829,649	12,026	349,659	22,405,731
Net Income (loss)	1,084,807	25,155	(12,026)	1,379,700	2,477,636
Equity, beginning of year	4,019,195	694,229	(131,314)	821,260	5,403,370
Equity, end of year	\$ 5,104,002	\$ 719,384	\$ (143,340)	\$ 2,200,960	\$ 7,881,006

Nooaitch Indian Band

Notes to Financial Statements

March 31, 2021

9. Accounts Payable

	<u>2021</u>	<u>2020</u>
Trade payables	\$ 345,203	\$ 678,326
Social Housing Fund	51,758	16,451
AHSOR	587	47,332
NLX Trust	1,000	-
	<u>\$ 398,548</u>	<u>\$ 742,109</u>

10. Deferred Revenue

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

	<u>2021</u>	<u>2020</u>
Indigenous Services Canada		
Community Buildings	\$ 19,976	\$ 19,976
Planning and Skills Development	50,000	-
COVID-19 Needs Based	6,600	-
Special Services	1,333	-
Band Offices	5,199	-
Post Secondary Student Support	17,788	17,788
Emergency Response	127,464	-
	<u>228,360</u>	<u>37,764</u>
Other	204,678	102,532
First Nations Health Authority	-	263,805
	<u>\$ 433,038</u>	<u>\$ 404,101</u>

Nooaitch Indian Band Notes to Financial Statements

March 31, 2021

11. Long Term Debt

	<u>2021</u>	<u>2020</u>
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	\$ 211,731	\$ 219,978
<u>Social Housing</u>		
All Nations Trust Company mortgage repayable in monthly instalments of \$2,092 including interest at 2.52% per annum, due September 1, 2023, secured by Ministerial Guarantee	168,060	188,689
All Nations Trust Company, mortgage repayable in monthly installments of \$2,995 including interest at 1.97% per annum, due December 1 2022, secured by Ministerial Guarantee	372,014	400,361
All Nations Trust Company, mortgage repayable in monthly installments of \$2,786 including interest at 1.14% per annum, due June 1, 2026, secured by Ministerial Guarantee	323,290	352,869
All Nations Trust Company mortgage, repayable in monthly instalments of \$2,907 including interest at 1.39% per annum, due June 25, 2020, secured by Ministerial Guarantee	587,743	615,703
Total long term debt	<u>1,662,838</u>	<u>1,777,600</u>

Nooaitch Indian Band
Notes to Financial Statements

March 31, 2021

12. Tangible Capital Assets

	2021		2020	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Automotive equipment	\$ 119,246	\$ 119,246	\$ 119,246	\$ 109,527
Buildings	2,443,611	494,926	960,567	428,311
Furniture and equipment	390,604	267,247	369,597	243,485
Infrastructure	5,332,065	1,241,431	5,332,065	1,149,156
	8,285,526	2,122,850	6,781,475	1,930,479
Social Housing Buildings	3,502,855	1,338,192	3,502,855	1,231,677
AHSOR				
Buildings	624,217	-	324,981	-
Furniture and equipment	120,386	3,087	38,795	1,029
	744,603	3,087	363,776	1,029
	\$ 12,532,984	\$ 3,464,129	\$ 10,648,106	\$ 3,163,185
Net book value		\$ 9,068,855		\$ 7,484,921

Nooaitch Indian Band
Notes to Financial Statements

March 31, 2021

12. Tangible Capital Assets (continued)

	2021						
	Automotive equipment	Buildings	Furniture and equipment	Infrastructure	Social housing	AHSOR	Total
Cost, beginning of year	\$ 119,246	\$ 960,567	\$ 369,597	\$ 5,332,065	\$ 3,502,855	\$ 363,776	\$ 10,648,106
Additions	-	1,483,044	21,007	-	-	380,827	1,884,878
Cost, end of year	119,246	2,443,611	390,604	5,332,065	3,502,855	744,603	12,532,984
Accumulated amortization, beginning of year	109,527	428,311	243,485	1,149,156	1,231,677	1,029	3,163,185
Amortization	9,719	66,615	23,762	92,275	106,515	2,058	300,944
Accumulated amortization, end of year	119,246	494,926	267,247	1,241,431	1,338,192	3,087	3,464,129
Net carrying amount, end of year	\$ -	\$ 1,948,685	\$ 123,357	\$ 4,090,634	\$ 2,164,663	\$ 741,516	\$ 9,068,855

Nooaitch Indian Band
Notes to Financial Statements

March 31, 2021

12. Tangible Capital Assets (continued)

							2020
	Automotive equipment	Buildings	Furniture and equipment	Infrastructure	Social Housing	AHSOR	Total
Cost, beginning of year	\$ 119,246	\$ 960,567	\$ 348,445	\$ 4,007,033	\$ 3,502,855	\$ -	\$ 8,938,146
Additions	-	-	21,152	1,325,032	-	363,776	1,709,960
Cost, end of year	119,246	960,567	369,597	5,332,065	3,502,855	363,776	10,648,106
Accumulated amortization, beginning of year	107,092	404,768	223,923	1,072,151	1,128,453	-	2,936,387
Amortization	2,435	23,543	19,562	77,005	103,224	1,029	226,798
Accumulated amortization, end of year	109,527	428,311	243,485	1,149,156	1,231,677	1,029	3,163,185
Net carrying amount, end of year	\$ 9,719	\$ 532,256	\$ 126,112	\$ 4,182,909	\$ 2,271,178	\$ 362,747	\$ 7,484,921

Nooaitch Indian Band

Notes to Financial Statements

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13. Accumulated Surplus

Accumulated surplus of the Band is comprised of the following:

	2021	2020
Equity in Investments in Business Entities	\$ 1,293,435	\$ 878,612
Equity in Ottawa Trust	3,364	2,806
Equity in Tangible Capital Assets	6,658,774	4,968,324
Funded Reserves	517,721	506,785
Contributed Surplus	706,924	706,924
Unrestricted surplus	2,660,819	1,589,917
	\$ 11,788,940	\$ 8,601,271

14. 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 and amount to \$16,691 (2020 - \$8,263).

15. COVID-19

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

As the impacts of COVID-19 continue, there could be further impact on the Nation, its funders and its businesses. The Nation has continued to deliver services during this pandemic through a variety of means, whether face-to-face or utilizing technology as the Nation was deemed an essential service. Management is actively monitoring the effect on its financial condition, liquidity, operations, and workforce. As a result, management anticipates a temporary decline in revenue earned. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Nation is not able to fully estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity at this time.

Nooaitch Indian Band

Notes to Financial Statements

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16. Expenses by Object

	2021	2020
Advertising	\$ 1,006	\$ -
Amortization	300,944	226,798
Automotive	37,041	17,760
Bad debt expense	76,271	5,081
Bank charges	15,807	9,092
Community support	86,658	45,256
Consultants	28,771	307,065
Contract services	416,328	83,762
Donation	1,656	4,000
Education	381,938	456,363
Equipment rental	22,029	20,208
Honoraria	107,943	116,875
Insurance	51,868	48,259
Interest	11,652	16,566
Interest on long-term debt	20,649	25,990
Licenses and dues	8,155	2,975
Materials and supplies	104,349	34,366
Meals and entertainment	14,146	6,158
Meetings and gatherings	13,695	12,052
Office and miscellaneous	63,101	133,140
Professional Fees	70,059	129,503
Program expenses	41,763	10,142
Rent	1,400	1,400
Repairs and maintenance	72,727	114,558
Replacement reserve	23,140	35,659
Social assistance	522,245	324,963
Student allowance	60,693	59,015
Telephone	36,327	26,664
Training	119,089	49,036
Travel	75,428	126,781
Utilities	115,502	139,020
Wages and benefits	534,330	458,821
	\$ 3,436,710	\$ 3,047,328

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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.

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Notes to Financial Statements

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17. Segment Disclosure - continued

2021

	Administration	Community Welfare	Operations & Maintenance	Education	Economic Development	Health Services	Natural Resource Management	Capital	Social Housing	Total
Revenue										
ISC	\$ 286,334	\$ 187,701	\$ 328,409	\$ 617,866	\$ 42,000	\$ 794,716	\$ -	\$ 1,088,940	\$ -	\$ 3,345,966
Other	775,866	67,624	70,800	353,862	376,244	536,886	320,109	555,141	238,209	3,294,741
Total	1,062,200	255,325	399,209	971,728	418,244	1,331,602	320,109	1,644,081	238,209	6,640,707
Expenses										
Wages & benefits	267,366	7,770	88,006	35,817	15,385	69,985	50,000	-	-	534,329
Purchases	451,538	233,894	146,514	666,396	112,667	689,983	182,568	27,816	90,061	2,601,437
Amortization	26,930	576	122,571	2,248	2,477	20,838	209	14,573	110,522	300,944
Total	745,834	242,240	357,091	704,461	130,529	780,806	232,777	42,389	200,583	3,436,710
Surplus (deficit)	\$ 316,366	\$ 13,085	\$ 42,118	\$ 267,267	\$ 287,715	\$ 550,796	\$ 87,332	\$ 1,601,692	\$ 37,626	\$ 3,203,997

2020

	Administration	Community Welfare	Operations & Maintenance	Education	Economic Development	Health Services	Natural Resource Management	Capital	Social Housing	Total
Revenue										
ISC	\$ 243,875	\$ 34,255	\$ 192,983	\$ 525,089	\$ 15,000	\$ 537,669	\$ 70,065	\$ (8,026)	\$ -	\$ 1,610,910
Other	1,670,221	-	67,835	85,000	1,331,607	519,975	57,497	14,200	333,996	4,080,331
Total	1,914,096	34,255	260,818	610,089	1,346,607	1,057,644	127,562	6,174	333,996	5,691,241
Expenses										
Wages & benefits	198,311	8,195	73,910	30,231	78,803	45,870	23,500	-	-	458,820
Purchases	413,195	15,577	140,971	597,410	343,182	537,438	162,510	3,568	147,859	2,361,710
Amortization	27,540	168	90,298	1,124	(592)	1,029	-	-	107,231	226,798
Total	639,046	23,940	305,179	628,765	421,393	584,337	186,010	3,568	255,090	3,047,328
Surplus (deficit)	\$ 1,275,050	\$ 10,315	\$ (44,361)	\$ (18,676)	\$ 925,214	\$ 473,307	\$ (58,448)	\$ 2,606	\$ 78,906	\$ 2,643,913

Nooaitch Indian Band

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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.

19. Comparative Figures

Certain comparative figures presented in these financial statements have been restated to conform with current year presentation.
