

Boothroyd Indian Band
Financial Statements
Year Ended March 31, 2014

Boothroyd Indian Band
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Year Ended March 31, 2014

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Management's Report

Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of Boothroyd Indian Band for the year ended March 31, 2014 are the responsibility of management and have been approved by the Chief and Council.

The consolidated 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 Canadian Institute of Chartered Accountants and as such include amounts that are the best estimates and judgements 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.

Boothroyd Indian Band Council is responsible for ensuring that management fulfills its responsibilities of financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

Council meets periodically with management, as well as the external auditor, 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 consolidated financial statements and the external auditor's report.

The external auditor, Loreen J. Falys, C.G.A., conducts an independent examination, in accordance with Canadian auditing standards, and expresses her opinion on the consolidated financial statements. The external auditor has full and free access to financial management of Boothroyd Indian Band and meet when required.

On behalf of Boothroyd Indian Band:


_____

August 14, 2014



Loreen J. Falys Inc.

Certified General Accountant

9722 Windsor Street - Chilliwack, B.C. V2P 6C2²

P 604-792-3397 F 604-792-7793 E falys@telus.net

Independent Auditor's Report

To the Members of Boothroyd Indian Band:

I have audited the accompanying consolidated financial statements of Boothroyd Indian Band, which comprise the consolidated statement of financial position as at March 31, 2014, and the statement of operations and accumulated surplus, change in net financial assets (net debt), and cash flows for the year then ended, and notes, comprising 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

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 judgement, 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 and fair presentation 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Basis for Qualified Opinion

During the course of the audit, I was not provided with sufficient appropriate audit evidence for unsubstantiated expenditures of a material amount (Note 17). There were no other satisfactory audit procedures that I could adopt to satisfy myself that the expenditures were free from material misstatements.

In addition, the Boothroyd First Nation has not included disclosure of budget information as required by Canadian public sector accounting standards because consolidated budgets were not prepared.

Qualified Opinion

In my opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, these financial statements present fairly, in all material respects, the consolidated financial position of Boothroyd Indian Band as at March 31, 2014, and the results of its operations and changes in net debt, and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matters

The previous year's comparative financial statements as at and for the year ended March 31, 2013 were audited and issued by another public accountant.

Certified General Accountant
Chilliwack, BC
August 12, 2014


Boothroyd Indian Band
Consolidated Statement of Financial Position
Year Ended March 31, 2014


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	2014	2013 (Restated)
Financial assets		
Cash and cash equivalents (Note 3)	\$ 974,140	\$ 39,207
Marketable securities, at cost	3,731	3,731
Accounts receivable (Note 4)	216,070	73,096
Investments (Note 5)	65,000	65,000
Due from members (Note 6)	8,933	334,266
Funds held in trust (Note 7)	354,055	424,472
	<u>1,621,929</u>	<u>939,772</u>
Liabilities		
Bank indebtedness	-	177,272
Accounts payable and accruals	1,078,095	290,001
Deferred revenue (Note 8)	-	80,385
Long-term debt (Note 9)	743,794	776,097
Obligation under capital lease (Note 10)	62,512	53,390
	<u>1,884,401</u>	<u>1,377,145</u>
Net debt	<u>(262,472)</u>	<u>(437,373)</u>
Non-financial assets		
Tangible capital assets (Note 11)	5,105,655	5,386,105
Prepaid expenses	13,324	14,367
	<u>5,118,979</u>	<u>5,400,472</u>
Accumulated surplus (Note 13)	<u>\$ 4,856,507</u>	<u>\$ 4,963,099</u> (Note 15)

APPROVED by the Council of Boothroyd Indian Band:


 Chief Richard Campbell


 Councillor Joe Campbell


 Councillor Lawrence Campbell

 Councillor Mike Campbell

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

L J F

Boothroyd Indian Band
Consolidated Statement of Operations and Accumulated Surplus
Year Ended March 31, 2014

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	2014	2013 (Restated)
Revenue		
Aboriginal Affairs and Northern Development Canada	\$ 2,700,562	\$ 1,037,430
Fraser Thompson Indian Services Society	146,622	193,833
Interwest Timber	82,601	-
Investment income	58,604	4,875
CN Rail	44,766	41,274
CP Rail	30,968	21,818
Rental income	29,640	33,840
Teal Cedar	27,100	-
Contracting	24,573	-
Canada Mortgage and Housing Corporation	24,178	24,178
Aspen Planers	21,000	-
Union of B.C. Municipalities	19,834	-
Interest income	17,399	28,062
Vancouver Foundation	15,000	-
BC Hydro	13,024	13,024
First Nations Health Authority	10,000	-
Boothroyd Construction Ltd.	15,225	25,417
May Trucking Ltd. - Agreement	-	38,746
Other	26,313	155,900
	<u>3,307,409</u>	<u>1,618,397</u>
Expenses		
Administration	1,077,505	638,678
Capital Projects	1,338,213	259,543
Community Maintenance and Housing	107,002	219,393
Economic Development and Resources	182,458	314,951
Education	255,067	399,163
Community Health	175,327	223,665
Other	278,429	223,137
	<u>3,414,001</u>	<u>2,278,530</u>
Surplus (deficit)	(106,592)	(660,133)
Accumulated surplus, beginning of year	<u>4,963,099</u>	<u>5,623,231</u>
Accumulated surplus, end of year	<u>\$ 4,856,507</u>	<u>\$ 4,963,099</u> (Note 15)

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

L J F

Boothroyd Indian Band
Consolidated Statement of Change in Net Financial Assets (Net Debt)
Year Ended March 31, 2014

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	2014	2013 (Restated)
Annual surplus (deficit)	\$ (106,592)	\$ (660,133)
Purchases of tangible capital assets	(38,437)	(70,836)
Amortization of tangible capital assets	318,885	260,794
(Increase) Decrease in prepaid expenses	1,045	3,284
	<u>174,901</u>	<u>(466,891)</u>
Decrease in net financial assets	174,901	(466,891)
Net financial assets(net debt), beginning of year	<u>(437,373)</u>	<u>29,518</u>
Net debt, end of year	<u><u>\$ (262,472)</u></u>	<u><u>\$ (437,373)</u></u> (Note 15)

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

L J F

Boothroyd Indian Band
Consolidated Statement of Cash Flows
Year Ended March 31, 2014

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	2014	2013 (Restated)
Operating activities		
Cash provided by (used in):		
Annual surplus	\$ (106,592)	\$ (660,133)
Items not involving cash:		
Amortization	318,885	260,794
Bad debts	-	16,143
Change in deferred revenue	(80,385)	31,124
	131,908	(352,072)
Changes in working capital accounts		
Accounts receivable	(142,974)	(24,983)
Accounts payable and accruals	788,094	(80,935)
Due from members	325,333	83,755
Prepaid Expenses	1,043	3,284
Net change in cash from operating activities	1,103,404	(370,951)
Capital activities		
Acquisition of tangible capital assets	(38,437)	(70,836)
Financing activities		
Increase in long-term debt	126,437	169,645
Repayment of long-term debt	(149,616)	(88,932)
Net change in cash and cash equivalents	1,041,788	(361,074)
Cash and cash equivalents, beginning of year	290,138	651,212
Cash and cash equivalents, end of year	<u>\$ 1,331,926</u>	<u>\$ 290,138</u> (Note 15)
Represented by:		
Cash and funds held in trust	\$ 1,328,195	\$ 463,679
Marketable securities	3,731	3,731
Bank indebtedness	-	(177,272)
	<u>\$ 1,331,926</u>	<u>\$ 290,138</u>

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

BOOTHROYD INDIAN BAND
Notes to the Financial Statements
Year Ended March 31, 2014

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1. Operations

The Boothroyd Indian Band (the "Band") is located in the province of British Columbia, and provides various services to its members. Boothroyd Indian Band includes the Band's members, government and all related entities that are accountable to the Band and either owned or controlled by the Band.

2. Significant Accounting Policies

a) Basis of Accounting

These consolidated financial statements of Boothroyd Indian Band are prepared by management in accordance with Canadian generally accepted accounting principles for governments as recommended by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants. Significant accounting policies adopted by the Boothroyd Indian Band are as follows:

b) Reporting entity

The Boothroyd Indian Band reporting entity includes the Boothroyd Indian Band government and all related entities that are controlled by the First Nation.

c) Principles of consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprises which are included in the Consolidated Financial Statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Examples of organizations consolidated in Boothroyd Indian Band's financial statements include:

Boothroyd Non-Profit Housing
Boothroyd Construction Ltd.
Kahmoose Store and Gas Bar

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

d) Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.

e) Loans receivable

Loans receivable are recorded at cost less any amount for valuation allowance. Valuation allowances are made when collection is in doubt as assessed by management. Loans are reviewed annually by Council. No interest is charged on loans receivable.

f) Portfolio investments

Long-term investments in entities that are not owned, controlled, or influenced by the Band reporting entity are accounted for using the cost method. They are recorded at cost, less any provision for impairment other than temporary impairment.

2. Significant Accounting Policies (Continued)

g) Tangible capital assets

On acquisition, 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 is based on historical cost accounting records. Contributed tangible capital assets are recorded at their fair value at the date of contribution.

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 the future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Boothroyd Indian Band's incremental cost of borrowing.

Capital assets are amortized over their expected useful life using the following methods:

	Method	Rate
Automotive	straight-line	10 years
Buildings	straight-line	25 years
Building - Housing	straight-line	25 years
Computer equipment	straight-line	3 years
Equipment - Caterpillar	straight-line	10 years
Fire equipment & truck	straight-line	20 years
Other equipment	straight-line	15 years
Machinery	straight-line	20 years
Water and sewer	straight-line	50 years
Roads	straight-line	20 years

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

Certain 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.

h) Asset Classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not normally provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale in the normal course of operations. Non-financial assets include tangible capital assets and prepaid expenses.

2. Significant Accounting Policies (Continued)

i) Net financial Assets (net debt)

The Band's financial statements are presented so as to highlight net financial assets (net debt) as the measurement of financial position. The net financial assets (net debt) of the Band is determined by its financial assets less its liabilities. Net financial assets (net debt) is comprised of two components, non-financial assets and accumulated surplus (deficit).

j) Revenue recognition

Government Transfers

The Band recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the Band recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Other Revenue

Rental income is recorded as revenue in the month to which it relates. Investment income is recorded as revenue when it is earned.

k) Measurement uncertainty

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported revenue and expenses during the reporting period.

Accounts receivable, and amounts due from related Band entities and departments, are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets.

l) Segments

The Band conducts its business through a number of reportable segments as described in Note 16. These operating segments are established by management to facilitate the achievement of the Band's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis.

The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements.

2. Significant Accounting Policies (Continued)

m) Recent accounting pronouncements

Liability for contaminated sites

In June 2010, the Public Accounting Board (PSAB) issued PS 3260 *Liability for Contaminated Sites* to establish recognition, measurement and disclosure standards for liabilities associated with the remediation of contaminated sites. The new section defines activities included in a liability for remediation, establishes when to recognize and how to measure a liability for remediation, and provides the related financial statement presentation and disclosure requirements.

PS 3260 is effective for fiscal years beginning on or after April 1, 2014. The Band has not yet determined the effect of the new section in its financial statements.

Financial instruments

In June 2011, the public Sector Accounting Board (PSAB) issued PS 3450 *Financial Instruments* to establish standards for recognition, measurement, presentation and disclosure of financial assets, financial liabilities and non-financial derivatives. As a result of issuance of PS 3450, there have been numerous consequential amendments made to other Sections. PS3450 is effective for fiscal years beginning on or after April 1, 2015. Early Adoption is permitted.

PS 3450 is applied prospectively in the fiscal year of initial adoption; therefore, financial statements of prior periods including comparative information are not restated. The Band does not expect the adoption of these new standards to have a material impact on its financial statements.

3. Cash and cash equivalents

Under the terms of an agreement with Canada Mortgage and Housing Corporation, Boothroyd Indian Band must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds 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 and Operating Subsidy Fund. Cash and cash equivalents is comprised of the following:

	<u>2014</u>	<u>2013</u>
Externally Restricted		
Replacement Reserve	\$ 18,000	\$ 4,495
Operating Reserve	5,956	28
Internally Restricted		
Capital Planning - Water upgrade well replacement	392,147	-
Unrestricted		
Operating	551,730	34,596
Social Housing	6,307	88
	<u>\$ 974,140</u>	<u>\$ 39,207</u>

4. Accounts Receivable

	<u>2014</u>	<u>2013</u>
Accounts Receivable	\$ 28,398	\$ 15,619
Aboriginal Affairs & Northern Development Canada	176,986	13,440
Payroll advances - Members	6,011	6,696
Rent receivable - Members	2,660	35,326
CMHC Subsidy receivable	2,015	2,015
	<u>\$ 216,070</u>	<u>\$ 73,096</u>

5. Investments

Portfolio investments consist of the following:

	<u>2014</u>	<u>2013</u>
All Nations Trust Company		
Class A Shares at cost	\$ 45,000	\$ 45,000
Skuzzy Creek Power Station		
Common shares, at cost	20,000	20,000
	<u>\$ 65,000</u>	<u>\$ 65,000</u>

**Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2014**

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6. Due from Members

Member loans consist of monies advanced to members. The amounts are unsecured, non-interest bearing with no specific terms of repayment.

	<u>2014</u>	<u>2013</u>
Member loans	\$ 329,232	\$ 334,266
Allowance for doubtful accounts	(320,299)	-
	<u>\$ 8,933</u>	<u>\$ 334,266</u>

7. Funds held in Ottawa Trust

The trust funds arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue fund of the Government of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

	<u>2014</u>	<u>2013</u>
Capital Trust		
Balance, beginning of year	\$ 155,868	\$ 155,868
Revenue Trust		
Balance, beginning of year	268,604	419,884
Interest	16,890	28,058
CN Rail	3,056	-
CP Rail	8,970	-
B.C. Special	667	662
	<u>298,187</u>	<u>448,604</u>
Less: Withdrawals	<u>100,000</u>	<u>180,000</u>
Balance, end of year	<u>198,187</u>	<u>268,604</u>
Total	<u>\$ 354,055</u>	<u>\$ 424,472</u>

8. Deferred revenue

Recognition of revenue is deferred for the following programs until related costs are incurred. These deferred revenues are committed to the programs based on the funding agency guidelines.

	<u>2014</u>	<u>2013</u>
Capital - Housing	\$ -	\$ 30,096
New Housing Project	<u>-</u>	<u>50,289</u>
	<u>\$ -</u>	<u>\$ 80,385</u>

**Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2014**

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9. Long term debt

Boothroyd Indian Band

	<u>2014</u>	<u>2013</u>
Project 1 - All Nations Trust Company Mortgage - Payments of \$2,528 per month including interest at 2.57% per annum; renews December 2014, matures December 2034.	\$ 487,288	\$ 504,923
All Nations Trust Company mortgage is secured by Ministerial Guarantee of the Aboriginal Affairs and Northern Development Canada and a first mortgage on four housing units.		
Nlaka'pamux Nation Tribal Council - unsecured , non-interest bearing with no specific terms of repayment.	63,000	-
United Petroleum Products Incorporated loan, bearing interest at 5% per annum with no set repayments terms, unsecured.	80,000	139,093
	<u>630,288</u>	<u>644,016</u>

Boothroyd Construction Ltd.

RBC Business Operating Line, interest at 5.4% Secured by Boothroyd Indian Band general assignment.	25,000	-
All Nations Trust Company Loan - Payments of \$1,553 per month including interest at 8.25% per annum; renewal April 2017. Secured by excavator equipment.	36,328	65,968
All Nations Trust Company Loan - Payments of \$1,566 per month including interest at 8.25% per annum; renewal April 2018. Secured by automotive equipment.	52,178	66,113
	<u>\$ 743,794</u>	<u>\$ 776,097</u>

Principal repayments on long-term debt in each of the next five years and thereafter, assuming long-term debt subject to refinancing is renewed at similar rate and terms, are estimated as follows:

	Boothroyd Indian Band	Boothroyd Const. Ltd.	Total
2015	\$ 27,244	\$ 56,283	\$ 83,527
2016	28,214	33,963	62,177
2017	29,196	20,189	49,385
2018	23,916	3,071	26,987
2019	20,044	-	20,044
Thereafter	501,674	-	501,674
	<u>\$ 630,288</u>	<u>\$ 113,506</u>	<u>\$ 743,794</u>

10. Obligation under Capital Leases

<u>Boothroyd Indian Band</u>	<u>2014</u>	<u>2013</u>
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Obligations under Capital Lease

Royal Bank of Canada

Automotive equipment valued at \$38,437 was purchased using a lease agreement. Payments of \$886 are required monthly for 48 months commencing August 6, 2013 and terminated August 6, 2017. Secured by automotive equipment. Finance charges are the equivalent of 4.99% per annum.

Repayments are due as follows:

2014	\$ -	\$ -
2015	10,631	-
2016	10,631	-
2017	10,631	-
2018	4,430	-
Total minimum lease payments	36,323	-
Less amounts representing interest	(2,993)	-
Present value of net minimum capital lease payments	33,330	-

Boothroyd Construction Ltd.

Obligations under Capital Lease

Royal Bank of Canada

Automotive equipment valued at \$70,036 was purchased using a lease agreement. Payments of \$2,082 are required monthly for 36 months commencing July 23, 2012 and terminated July 23, 2015. Secured by automotive equipment.

Repayments are due as follows:

2014	-	24,984
2015	24,984	24,984
2016	6,247	6,247
2017	-	-
2018	-	-
Total minimum lease payments	31,231	56,215
Less amounts representing interest	(2,049)	(2,825)
Present value of net minimum capital lease payments	29,182	53,390
	\$ 62,512	\$ 53,390

**Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2014**

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11. Tangible capital assets

	<u>Cost</u>	<u>Additions</u>	<u>Disposals</u>	<u>Accumulated amortization</u>	<u>2014 Net book value</u>
Automotive	\$ 427,794	\$ 38,437	\$ -	\$ 381,922	\$ 84,309
Buildings	4,538,349	-	-	1,650,056	2,888,293
Buildings - Housing	2,416,963	-	-	1,696,957	720,006
Computer equipment	17,912	-	-	17,909	3
Land - Housing	254,125	-	-	-	254,125
Machinery	959,836	-	-	614,763	345,073
Excavation Equipment	196,630	-	-	102,233	94,397
Roads	1,231,239	-	-	1,080,265	150,974
Water & Sewer	711,206	-	-	377,370	333,836
SH-OOK 1R#5 Lot Subdivision	234,639	-	-	-	234,639
	<u>\$ 10,988,693</u>	<u>\$ 38,437</u>	<u>\$ -</u>	<u>\$ 5,819,242</u>	<u>\$ 5,105,655</u>

	<u>Cost</u>	<u>Additions</u>	<u>Disposals</u>	<u>Accumulated amortization</u>	<u>2013 Net book value</u>
Automotive	\$ 427,794	\$ -	\$ -	\$ 361,234	\$ 66,560
Buildings	4,538,349	-	-	1,505,269	3,033,080
Buildings - Housing	2,416,963	-	-	1,662,118	754,845
Computer equipment	17,912	-	-	17,909	3
Land - Housing	254,125	-	-	-	254,125
Machinery	959,836	-	-	575,160	384,676
Excavation Equipment	160,794	70,036	(34,200)	61,775	134,855
Roads	1,231,239	-	-	1,055,977	175,262
Water & Sewer	711,206	-	-	363,146	348,060
SH-OOK 1R#5 Lot Subdivision	199,639	35,000	-	-	234,639
	<u>\$ 10,917,857</u>	<u>\$ 105,036</u>	<u>\$ (34,200)</u>	<u>\$ 5,540,813</u>	<u>\$ 5,386,105</u>

Amortization expense of \$318,885 (2013 - \$260,794) was recorded in the Capital Fund and Boothroyd Construction Ltd. programs.

12. Economic dependence

Boothroyd Indian Band receives a significant portion of its revenues from Aboriginal Affairs and Northern Development Canada (AANDC) as a result of agreements entered into with the Government of Canada. These agreements are administered by AANDC under the terms and conditions of the Indian Act. The ability of the Band to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these agreements.

13. Accumulated surplus

Accumulated surplus consists of the following:

	<u>2014</u>	<u>2013</u>
Equity in Ottawa Trust Fund	\$ 354,055	\$ 424,472
Equity in CMHC replacement & operating reserve	37,149	23,956
Equity in tangible capital assets	4,442,349	4,695,711
Unrestricted surplus (deficit)	<u>22,954</u>	<u>(181,040)</u>
	<u>\$ 4,856,507</u>	<u>\$ 4,963,099</u>

14. Comparative figures

Certain comparative figures have been reclassified to conform with current year's presentation.

15. Prior year restatement

Prior year allocation of tuition expense has been restated between programs. \$20,000 of tuition was reported within the Economic Development Segment and has been restated as Education Segment. Overall Accumulated Surplus accounts are not effected by this restatement.

Prior year figures have been restated to include Investments as listed in Note 5 not previously included.

Prior year figures have been restated to reclassify a GST refund of \$21,755 deposited by the Band on behalf of Boothroyd Construction Ltd. and reported as revenue on the Statement of Operations in error. The refund has been reclassified as Advances to related parties. The effect of correcting this error is to reduce income by \$21,755 and eliminate GST receivable by Boothroyd Construction Ltd.

Prior year figures have been restated to include Boothroyd Construction Ltd. on a full consolidation basis as the entity is dependent on Boothroyd Indian Band financially. Opening Accumulated Surplus has been restated to reflect the operations to March 31, 2012 and March 31, 2013 as follows:

Opening Accumulated Surplus, March 31, 2012	\$ 5,583,731
Restatement to include Investments not previously reported-Administration	65,000
Restatement of opening surplus to include Boothroyd Construction Ltd.-Ec. Dev.	<u>(25,500)</u>
Opening Accumulated Surplus, March 31, 2013	<u>5,623,231</u>
Previous Accumulated Surplus, end of year March 31, 2013	\$ 5,001,872
Restatement to include Investments not previously reported-Administration	65,000
Restatement of opening surplus to include Boothroyd Construction Ltd.-Ec. Dev.	(25,500)
Restatement of GST refund reported as revenue - Ec. Dev.	(21,755)
Restatement of opening surplus to include Boothroyd Construction Ltd.-Ec. Dev.	<u>(56,518)</u>
Restated Accumulated Surplus, end of year March 31, 2013	<u>\$ 4,963,099</u>

16. Segments

The Band receives revenues and incurs expenses from various projects and sources. For management and reporting purposes, the revenues, expenses and surplus or deficits are organized by segments. These segments are described as follows:

Administration

Includes general operations, support and financial management of the Band.

Capital Projects

Includes revenues and expenditures related to capital projects.

Community Maintenance and Housing

Includes revenues and expenditures related to ongoing community maintenance and includes rent collection and maintenance related to mortgaged homes owned by the Band.

Economic Development and Resources

Includes activities related to the growth of the revenue producing projects of the Band. Also includes revenues and expenses related to conservation and stewardship of the Band's resources. Activities relating to Boothroyd Construction Ltd. are included within this segment.

Education

Includes revenues and expenses related to primary, secondary and post secondary education of the members of the Band.

Community Health

Includes revenues and expenses relating to the social assistance of the members of Boothroyd Indian Band and activities related to the provision of health services within the Band.

Other

Includes revenues and expenses related to the Ottawa Trust fund, tangible capital assets fund and other activities not related to another segment.

Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2014

16. Segmented Information
(Continued)

	Administration		Capital Projects		Community Maintenance and Housing		Economic Development and Resources	
	<u>2014</u>	<u>2013</u> Restated	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u> Restated
<u>Revenue</u>								
Federal transfers:								
A.A.N.D.C.	\$ 183,784	\$ 201,747	\$ 1,856,975	\$ 188,039	\$ 56,931	\$ 55,865	\$ 20,955	\$ 20,563
Province of BC	-	-	-	-	-	-	-	-
Other First Nation Governments	25,872	19,085	-	-	-	-	19,016	56,319
Self-Generated Revenue	62,804	13,275	-	-	25,440	25,440	27,100	-
Income - Boothroyd Const. Ltd.	-	-	-	-	-	-	75,998	25,417
Contract revenue	101,306	76,116	-	50,000	24,178	24,178	123,435	38,746
Interest and sundry income	15,986	39,286	-	-	-	3	-	8,871
	<u>389,752</u>	<u>349,509</u>	<u>1,856,975</u>	<u>238,039</u>	<u>106,549</u>	<u>105,486</u>	<u>266,504</u>	<u>149,916</u>
<u>Expenses</u>								
Amortization	-	-	-	-	-	-	40,456	37,657
Debt servicing	13,185	-	-	-	12,688	13,084	-	-
Program & other expenses	975,087	550,988	1,308,899	254,857	55,358	157,624	83,503	190,726
Wages and benefits	89,233	87,690	29,314	4,686	38,956	48,685	119,272	86,568
	<u>1,077,505</u>	<u>638,678</u>	<u>1,338,213</u>	<u>259,543</u>	<u>107,002</u>	<u>219,393</u>	<u>243,231</u>	<u>314,951</u>
Excess(deficiency) of revenues over expenses	(687,753)	(289,169)	518,762	(21,504)	(453)	(113,907)	23,273	(165,035)
Transfer between funds	99,744	54,935	(4,850)	38,241	(23,034)	115,703	-	57,400
Accum. Surplus - start of year	(56,434)	177,800	(22,090)	(38,827)	5,956	4,160	(133,135)	(25,500)
Accum. Surplus - end of year	<u>\$ (644,443)</u>	<u>\$ (56,434)</u>	<u>\$ 491,822</u>	<u>\$ (22,090)</u>	<u>\$ (17,531)</u>	<u>\$ 5,956</u>	<u>\$ (109,862)</u>	<u>\$ (133,135)</u>
		(Note 15)						(Note 15)

Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2014

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16. Segmented Information
(Continued)

	Education		Community Health		Other		Adjustments	Consolidated Total	
	<u>2014</u>	<u>2013</u> Restated	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2014</u>	<u>2013</u> Restated
Revenue									
Federal transfers:									
A.A.N.D.C.	\$ 313,057	\$ 307,192	\$ 268,860	\$ 264,024	\$ -	\$ -	\$ -	\$ 2,700,562	\$ 1,037,430
Province of BC	-	-	-	-	-	-	-	-	-
Other First Nation Governments	26,065	44,444	71,401	116,419	-	-	-	142,354	236,267
Self-Generated Revenue	-	-	-	-	-	-	-	115,344	38,715
Income - Boothroyd Const. Ltd.	-	-	-	-	-	-	(60,773)	15,225	25,417
Contract revenue	-	181	22,538	13,702	-	-	-	271,457	202,923
Interest and sundry income	1,900	239	15,000	525	29,581	28,721	-	62,467	77,645
	<u>341,022</u>	<u>352,056</u>	<u>377,799</u>	<u>394,670</u>	<u>29,581</u>	<u>28,721</u>	<u>(60,773)</u>	<u>3,307,409</u>	<u>1,618,397</u>
Expenses									
Amortization	-	-	-	-	278,429	223,137	-	318,885	260,794
Debt servicing	-	-	-	-	-	-	-	25,873	13,084
Program & other expenses	215,663	353,058	121,627	172,633	-	-	(60,773)	2,699,364	1,679,886
Wages and benefits	39,404	46,105	53,700	51,032	-	-	-	369,879	324,766
	<u>255,067</u>	<u>399,163</u>	<u>175,327</u>	<u>223,665</u>	<u>278,429</u>	<u>223,137</u>	<u>(60,773)</u>	<u>3,414,001</u>	<u>2,278,530</u>
Excess(deficiency) of revenues over expenses	85,955	(47,107)	202,472	171,005	(248,848)	(194,416)	-	(106,592)	(660,133)
Transfer between funds	-	27,107	-	(171,005)	(71,860)	(122,381)	-	-	-
Accum. Surplus - start of year	(20,000)	-	-	-	5,188,801	5,505,598	-	4,963,099	5,623,231
Accum. Surplus - end of year	<u>\$ 65,955</u>	<u>\$ (20,000)</u>	<u>\$ 202,472</u>	<u>\$ -</u>	<u>\$ 4,868,093</u>	<u>\$ 5,188,801</u>	<u>\$ -</u>	<u>\$ 4,856,507</u>	<u>\$ 4,963,099</u>
		(Note 15)							(Note 15)

Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2014

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17. Expenses by Object

	<u>2014</u>	<u>2013</u> (Restated)
Amortization	\$ 318,886	\$ 260,794
Bad debts	-	16,143
Bank charges & administration fees	5,470	1,304
Community donations	13,826	4,463
Consulting	343,307	129,732
Contractor	910,734	221,145
Dues, fees and licenses	21,772	58,310
Election costs	5,643	-
Flyer delivery	140	260
Honoraria	79,460	61,200
Housing contribution	45,950	-
Insurance	42,187	71,662
Interest on long-term debt	24,254	35,709
Janitorial	2,436	22,124
Legal fees	43,056	-
Materials and supplies	103,509	212,500
Member loans written off	320,299	75,426
Office supplies	10,619	29,797
Professional fees	54,944	33,861
Program costs	73,806	65,815
Repair and maintenance	8,581	19,852
Salaries and benefits	369,879	324,766
Student expenses	40,306	74,597
Telephone	50,814	33,737
Travel and meetings	125,671	207,094
Tuition agreements	134,989	254,108
Utilities	30,454	55,381
Vehicle	15,410	8,750
Unsubstantiated expenses	217,599	-
	<u>\$ 3,414,001</u>	<u>\$ 2,278,530</u> (Note 15)