

Boothroyd Indian Band
Consolidated Financial Statements
Year Ended March 31, 2016

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Boothroyd Indian Band
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Year Ended March 31, 2016

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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, 2016 are the responsibility of management and have been approved by Chief and Council.

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

Boothroyd 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 Boothroyd Indian Band's assets are appropriately accounted for and adequately safeguarded.

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. Faiys CPA-CGA, 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:

Cheryl Daniels


August 9, 2016



Loreen J. Falys Inc.

Certified General Accountant

Independent Auditor's Report

9722 Windsor Street - Chilliwack, B.C. V2P 6C2

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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, 2016, and the consolidated statement of operations and accumulated surplus, change in net financial assets 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 audit opinion.

Opinion

In my opinion these financial statements present fairly, in all material respects, the consolidated financial position of Boothroyd Indian Band as at March 31, 2016, and the results of its operations and changes in net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

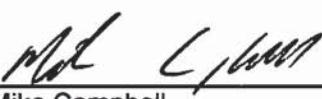
Chartered Professional Accountant
Chilliwack, BC
August 9, 2016

Boothroyd Indian Band
Consolidated Statement of Financial Position
Year Ended March 31, 2016

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	2016	Restated 2015
	(Note 17)	
Financial assets		
Cash and cash equivalents (Note 3)	\$ 101,270	\$ 54,440
Marketable securities, at cost	3,731	3,731
Accounts receivable (Note 4)	350,310	20,782
Due from members (Note 5)	6,506	11,469
Investments (Note 6)	45,000	45,000
Funds held in trust (Note 7)	381,039	367,751
Investment in business entities and partnerships (Note 8 & 17)	<u>1,231,462</u>	<u>1,153,368</u>
	<u>2,119,318</u>	<u>1,656,541</u>
Liabilities		
Accounts payable and accruals	174,197	220,085
Long-term debt (Note 9)	854,689	959,287
Obligation under capital lease (Note 10)	14,529	30,016
	<u>1,043,415</u>	<u>1,209,388</u>
Net financial assets	<u>1,075,903</u>	<u>447,153</u>
Non-financial assets		
Tangible capital assets (Note 11)	6,242,147	6,624,646
Prepaid expenses	15,985	4,400
	<u>6,258,132</u>	<u>6,629,046</u>
Accumulated surplus (Note 13)	<u>\$ 7,334,035</u>	<u>\$ 7,076,199</u>

APPROVED by the Council of Boothroyd Indian Band:


 Chief Mike Campbell


 Councillor Lawrence Campbell


 Councillor Cheryl Davidson


 Councillor Joe Campbell

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

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Boothroyd Indian Band
Consolidated Statement of Operations and Accumulated Surplus
Year Ended March 31, 2016

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	Budget	2016	Restated 2015
	(Note 17)		
Revenue			
Indigenous and Northern Affairs Canada	\$ 988,347	\$ 1,095,759	\$ 1,242,916
Canada Mortgage and Housing Corporation	22,129	22,129	23,495
Other Federal funding	-	30,279	19,476
Province of BC	-	40,536	50,415
Other First Nation Governments	180,651	171,446	510,918
Income from business enterprises and partnerships	-	135,549	114,788
Boothroyd Construction Inc.	-	96,263	156,579
Own source revenue	-	354,423	348,507
Rental income	25,400	23,460	21,020
Insurance proceeds	-	273,700	-
Other income	-	34,500	-
Loss on disposal of assets	-	-	(211,902)
Interest and sundry income	15	17,167	19,653
	<u>1,216,542</u>	<u>2,295,211</u>	<u>2,295,865</u>
Expenses			
Administration	311,595	504,166	632,795
Capital Projects	150,161	213,320	(787,176)
Community Maintenance and Housing	140,444	91,750	92,353
Economic Development and Resources	20,142	381,455	355,141
Education	282,007	309,327	296,215
Community Health	195,233	245,970	226,176
Other	-	291,387	279,249
	<u>1,099,582</u>	<u>2,037,375</u>	<u>1,094,753</u>
Annual surplus	<u>116,960</u>	<u>257,836</u>	<u>1,201,112</u>
Accumulated surplus, beginning of year		<u>7,076,199</u>	<u>5,875,087</u>
Accumulated surplus, end of year		<u>\$ 7,334,035</u>	<u>\$ 7,076,199</u>

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

Boothroyd Indian Band
Consolidated Statement of Change in Net Financial Assets
Year Ended March 31, 2016

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	Restated	
	2016	2015
	(Note 17)	
Annual surplus	\$ 257,836	\$ 1,201,112
Purchases of tangible capital assets	(67,500)	(2,111,288)
Loss on disposal of asset	-	211,417
Amortization of tangible capital assets	449,999	380,880
(Increase) decrease in prepaid expenses	<u>(11,585)</u>	<u>-</u>
	<u>628,750</u>	<u>(423,743)</u>
Increase (decrease) in net financial assets	628,750	(423,743)
Net financial assets, beginning of year	<u>447,153</u>	<u>870,896</u>
Net financial assets, end of year	<u><u>\$ 1,075,903</u></u>	<u><u>\$ 447,153</u></u>

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

Boothroyd Indian Band
Consolidated Statement of Cash Flows
Year Ended March 31, 2016

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	Restated	
	2016	2015
Operating activities		(Note 17)
Cash provided by (used in):		
Annual surplus	\$ 257,836	\$ 1,201,112
Items not involving cash:		
Amortization	449,999	380,880
Equity income from investments	(135,549)	(114,788)
Loss on disposal of assets	-	211,417
	572,286	1,678,621
Changes in working capital accounts		
Accounts receivable	(329,528)	195,288
Accounts payable and accruals	(45,888)	(858,010)
Due from members	4,963	(2,536)
Prepaid expenses	(11,585)	8,924
Net change in cash from operating activities	190,248	1,022,287
Capital activities		
Acquisition of tangible capital assets	(67,500)	(2,111,288)
Investing Activities		
Distributions from Nlaka'pamux Resources Limited Partnership	57,455	
Financing activities		
Increase in long-term debt	51,150	436,644
Repayment of long-term debt	(171,235)	(253,647)
Net change in cash and cash equivalents	60,118	(906,004)
Cash and cash equivalents, beginning of year	<u>422,191</u>	<u>1,328,195</u>
Cash and cash equivalents, end of year	<u>\$ 482,309</u>	<u>\$ 422,191</u>
Cash flow supplemental information		
Interest received	\$ 13,328	\$ 14,910
Interest paid	\$ 48,281	\$ 47,074

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

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 Construction Ltd. - full consolidation

Nlaka'pamux Resources Limited Partnership - modified equity method

Nlaka'pamux Resources Ltd. - modified equity method

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.

2. Significant Accounting Policies (Continued)

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.

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 and 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.

2. Significant Accounting Policies (Continued)

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.

i) Net financial assets

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

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 collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets.

2. Significant Accounting Policies (Continued)

I) Segments

The Band conducts its business through a number of reportable segments as described in Note 15. 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.

m) Liability for contaminated site

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists. Boothroyd Indian Band is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expensed net recoveries based on information available at March 31, 2016.

At each financial reporting date, Boothroyd Indian Band reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. Boothroyd Indian Band continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

**Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2016**

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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:

	2016	2015
Externally Restricted		
Replacement Reserve	\$ 18,027	\$ 18,012
Operating Reserve	5,962	5,959
Unrestricted		
Operating	77,281	30,469
	<hr/> <u>\$ 101,270</u>	<hr/> <u>\$ 54,440</u>

4. Accounts Receivable

	2016	2015
Accounts Receivable	\$ 339,886	\$ 10,358
Rent receivable - Members	8,580	8,580
CMHC Subsidy receivable	1,844	1,844
	<hr/> <u>\$ 350,310</u>	<hr/> <u>\$ 20,782</u>

5. Due from Members

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

	2016	2015
Member loans	\$ 326,805	\$ 331,768
Allowance for doubtful accounts	(320,299)	(320,299)
	<hr/> <u>\$ 6,506</u>	<hr/> <u>\$ 11,469</u>

6. Portfolio Investments

Portfolio investments consist of the following:

	2016	2015
All Nations Trust Company 75,000 Class A Shares, at cost	<hr/> <u>\$ 45,000</u>	<hr/> <u>\$ 45,000</u>

**Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2016**

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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.

	2016	2015
Capital Trust	\$ 155,868	\$ 155,868
Revenue Trust		
Balance, beginning of year	211,883	198,187
Interest	7,588	8,550
CP Rail	5,039	4,485
B.C. Special	661	661
Balance, end of year	<u>225,171</u>	<u>211,883</u>
Total	\$ 381,039	\$ 367,751

8. Investments in business enterprises and partnerships

Boothroyd Indian Band has investments in the following entities:

	<u>%</u>	2016	2015	Restated
Nlaka'pamux Resource Limited Partnership	17.9%	\$ 1,231,452	\$ 1,153,358	(Note 17)
Nlaka'pamux Resources Ltd. - share capital	16.7%	10	10	10
		<u>\$ 1,231,462</u>	<u>\$ 1,153,368</u>	

Consolidated financial information for Nlaka'pamux Resource Limited Partnership and Nlaka'pamux Resources Ltd. is as follows:

	2016	2015
Current assets	\$ 164,399	\$ 69,598
Investments	<u>6,752,655</u>	<u>6,409,381</u>
	<u>\$ 6,917,054</u>	<u>\$ 6,478,979</u>
Current liabilities	\$ 5,941	\$ 4,441
Equity, beginning of year	6,474,538	5,833,265
Net income	757,254	641,273
Withdrawal	<u>(320,679)</u>	-
Equity, end of year	<u>6,911,113</u>	<u>6,474,538</u>
	<u>\$ 6,917,054</u>	<u>\$ 6,478,979</u>

Boothroyd Indian Band investment in Nlaka'pamux Resources Limited Partnership was established for the purpose of making and holding investments of every nature, type and kind pertaining to the natural resources within the traditional territory of Nlaka'pamux, including the reserve lands of the Ashcroft, Boothroyd, Boston Bar, Lytton, Oregon Jack Creek and Spuzzum Bands.

Nlaka'pamux Resources Ltd. is the general partner for Nlaka'pamux Resources Limited Partnership.

Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2016

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9. Long term debt	<u>2016</u>	<u>2015</u>
<u>Boothroyd Indian Band</u>		
Project 1 - All Nations Trust Company Mortgage - Payments of \$2,357 per month including interest at 1.83% per annum; renews December 2019, matures December 2034.	\$ 448,969	\$ 468,856
Inland Kenworth - Payments of \$3,467 per month including interest at 3.95% per annum ending June 2017. Secured by water truck.	32,754	-
Nlaka'pamux Nation Tribal Council - unsecured, non-interest bearing with no specific terms of repayment.	63,000	63,000
United Petroleum Products Incorporated loan, bearing interest at 5% per annum, payment of \$3,400 per month	-	22,600
	<u>544,723</u>	<u>554,456</u>
<u>Boothroyd Construction Ltd.</u>		
RBC Business Operating Line, interest at 5.1%, credit limit of \$25,000 secured by Boothroyd Indian Band general assignment	5,000	-
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.	-	12,038
Inland PacLease - Payments of \$4,347 per month including interest at 6.8% per annum ending July 2019. Secured by excavator equipment.	155,212	195,287
Inland PacLease - Payments of \$3,467 per month including interest at 6.25% per annum ending July 2019. Secured by excavator equipment.	129,222	160,760
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.	20,532	36,746
	<u>\$ 854,689</u>	<u>\$ 959,287</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
2017	\$ 52,954	\$ 100,149	\$ 153,103
2018	20,615	85,404	106,019
2019	20,995	88,212	109,207
2020	21,383	36,201	57,584
2021	21,777	-	21,777
Thereafter	<u>406,999</u>	<u>-</u>	<u>406,999</u>
	<u>\$ 544,723</u>	<u>\$ 309,966</u>	<u>\$ 854,689</u>

**Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2016**

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10. Obligation under Capital Leases

<u>Boothroyd Indian Band</u>	<u>2016</u>	<u>2015</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 terminating August 6, 2017. Secured by automotive equipment.

Finance charges are the equivalent of 4.99% per annum.

Repayments are due as follows:

2016	\$ -	\$ 10,631
2017	10,631	10,631
2018	4,430	4,430
Total minimum lease payments	15,061	25,692
Less amounts representing interest	(532)	(1,512)
Present value of net minimum capital lease payments	\$ 14,529	\$ 24,180

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 terminating July 23, 2015.

Secured by automotive equipment.

Repayments are due as follows:

2016	\$ -	\$ 6,247
Total minimum lease payments	-	6,247
Less amounts representing interest	-	(411)
Present value of net minimum capital lease payments	\$ 14,529	\$ 30,016

**Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2016**

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11. Tangible capital assets

	<u>Cost</u>	<u>Additions</u>	<u>Disposals</u>	<u>Accumulated amortization</u>	2016 <u>Net book value</u>
Automotive	\$ 72,548	\$ 67,500	\$ -	\$ 36,862	\$ 103,186
Buildings	3,795,766	-	-	1,350,141	2,445,625
Buildings - Housing	2,416,963	-	-	1,766,639	650,324
Computer equipment	7,617	-	-	4,277	3,340
Land - Housing	254,125	-	-	-	254,125
Machinery	604,173	-	-	335,288	268,885
Excavation equipment	741,617	-	-	370,790	370,827
Roads	1,231,239	-	-	1,128,842	102,397
Water and sewer	2,261,114	-	-	452,315	1,808,799
SH-OOK 1R#5 Lot Subdivision	<u>234,639</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>234,639</u>
	<u>\$ 11,619,801</u>	<u>\$ 67,500</u>	<u>\$ -</u>	<u>\$ 5,445,154</u>	<u>\$ 6,242,147</u>

	<u>Cost</u>	<u>Additions</u>	<u>Disposals</u>	<u>Accumulated amortization</u>	2015 <u>Net book value</u>
Automotive	\$ 466,231	\$ -	\$ (393,683)	\$ 26,232	\$ 46,316
Buildings	4,538,349	-	(742,582)	1,212,643	2,583,124
Buildings - Housing	2,416,963	-	-	1,731,800	685,163
Computer equipment	17,912	6,680	(16,975)	2,050	5,567
Land - Housing	254,125	-	-	-	254,125
Machinery	959,836	9,713	(365,375)	298,606	305,568
Excavation equipment	196,630	544,987	-	212,178	529,439
Roads	1,231,239	-	-	1,104,555	126,684
Water and sewer	711,206	1,549,908	-	407,093	1,854,021
SH-OOK 1R#5 Lot Subdivision	<u>234,639</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>234,639</u>
	<u>\$ 11,027,130</u>	<u>\$ 2,111,288</u>	<u>\$ (1,518,615)</u>	<u>\$ 4,995,157</u>	<u>\$ 6,624,646</u>

Amortization expense of \$449,999 (2014 - \$380,394) 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 Indigenous and Northern Affairs Canada (INAC) as a result of agreements entered into with the Government of Canada. These agreements are administered by INAC 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>2016</u>	<u>Restated 2015</u>
Equity in Ottawa Trust Fund	\$ 381,039	\$ 367,751
Equity in CMHC replacement & operating reserve	52,345	34,538
Equity in tangible capital assets	5,440,929	5,720,943
Equity in government business entities	1,231,462	1,153,368
Unrestricted surplus (deficit)	228,260	(200,401)
	<u>\$ 7,334,035</u>	<u>\$ 7,076,199</u>

(Note 17)

14. Comparative figures

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

15. 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, 2016**

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16. Expenses by Object

	<u>2016</u>	<u>2015</u>
Amortization	\$ 449,999	\$ 380,880
Bank charges and administration fees	8,222	4,539
Capitalized construction costs	-	(1,549,908)
Community donations	1,895	9,230
Consulting	41,097	190,870
Contractor	37,436	498,035
Dues, fees and licenses	13,134	11,620
Flyer delivery	540	400
Honoraria	88,112	135,850
Insurance	59,060	58,280
Interest on long-term debt	38,533	44,456
Legal fees	17,932	11,602
Materials and supplies	129,375	65,100
Office supplies	5,017	5,880
Professional fees	102,150	101,480
Professional development	806	15,894
Program costs	58,274	78,854
Repair and maintenance	23,829	49,542
Salaries and benefits	550,498	545,795
Student expenses	112,767	88,653
Telephone	22,186	22,228
Training	205	6,300
Travel and meetings	102,068	85,067
Tuition agreements	131,244	187,746
Utilities	36,146	39,194
Vehicle	<u>6,850</u>	<u>7,166</u>
	\$ 2,037,375	\$ 1,094,753

17. Prior Period Adjustment

The comparative figures have been retroactively restated to recognize net income earned in Nlaka'pamux Resources Limited Partnership for the years 1995 to 2015 which were not previously recorded. As a result the opening investment balance of April 1, 2014 increased by \$1,038,580 and the ending investment balance at March 31, 2015 increase by \$114,788 to reflect annual income. The cumulative effect of this prior year adjustment is an increase in Investments in business entities at March 31, 2015 of \$1,133,368 and an increase in accumulated surplus by \$1,153,368 for a total of \$7,076,199 at March 31, 2015.

Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2016

**15. Segmented Information
(Continued)**

	Administration		Capital Projects		Community Maintenance and Housing		Economic Development and Resources	
	2016	2015	2016	2015	2016	2015	2016	2015
Revenue								
Federal transfers:								
I.N.A.C.	\$ 191,597	\$ 187,929	\$ 221,934	\$ 389,625	\$ 59,351	\$ 58,215	\$ 21,845	\$ 21,428
C.M.H.C.	-	-	-	-	22,129	23,495	-	-
Other Federal funding								
Province of BC	39,536	50,415	-	-	-	-	30,279	19,476
Other First Nation Governments	20,085	343,605	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-
Income - Boothroyd Const. Ltd.	-	-	-	-	-	-	96,263	156,579
Own Source Revenue	279,510	103,582	-	-	3,180	-	71,733	244,925
Rental income	1,200	350	-	-	22,260	20,670	-	-
Other income	308,200	-	-	-	-	-	-	-
Loss on disposal of asset	-	-	-	-	-	-	-	-
Interest and sundry income	3,841	5,942	-	-	-	-	-	-
	<u>843,969</u>	<u>691,823</u>	<u>221,934</u>	<u>389,625</u>	<u>106,943</u>	<u>102,383</u>	<u>220,120</u>	<u>442,408</u>
Expenses								
Amortization	-	-	-	-	-	-	158,612	109,945
Debt servicing	8,583	8,158	-	-	12,688	12,688	27,010	26,228
Program & other expenses	313,537	418,849	175,898	(829,122)	53,701	61,394	45,350	67,089
Wages and benefits	182,046	205,788	37,422	41,946	25,361	18,271	150,483	151,879
	<u>504,166</u>	<u>632,795</u>	<u>213,320</u>	<u>(787,176)</u>	<u>91,750</u>	<u>92,353</u>	<u>381,455</u>	<u>355,141</u>
Excess(deficiency) of revenues over expenses	339,803	59,028	8,614	1,176,801	15,193	10,030	(161,335)	87,267
Transfer between funds	123,719	504,335	13,059	(1,549,908)	(2,802)	22,028	(7,127)	(98,363)
Accum. Surplus - start of year	(101,080)	(664,443)	118,715	491,822	14,527	(17,531)	(120,958)	(109,862)
Accum. Surplus - end of year	<u>\$ 362,442</u>	<u>\$ (101,080)</u>	<u>\$ 140,388</u>	<u>\$ 118,715</u>	<u>\$ 26,918</u>	<u>\$ 14,527</u>	<u>\$ (289,420)</u>	<u>\$ (120,958)</u>

Boothroyd Indian Band
Notes to the Financial Statements
Year Ended March 31, 2016

**16. Segmented Information
(Continued)**

	Education			Community Health			Other			Business Enterprises and Partnerships			Consolidated Total	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Revenue														
Federal transfers:														
I.N.A.C.	\$ 326,361	\$ 320,117	\$ 274,671	\$ 265,602	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,095,759	\$ 1,242,916		
C.M.H.C.	-	-	-	-	-	-	-	-	-	-	22,129	23,495		
Other Federal funding											30,279	19,476		
Province of BC					1,000	-	-	-	-	-	40,536	50,415		
Other First Nation Governments	29,012	27,500	122,349	139,813	-	-	-	-	-	-	171,446	510,918		
Investment income	-	-	-	-	-	-	-	135,549	114,788	-	135,549	114,788		
Income - Boothroyd Const. Ltd.	-	-	-	-	-	-	-	-	-	-	96,263	156,579		
Own Source Revenue	-	-	-	-	-	-	-	-	-	-	354,423	348,507		
Rental income	-	-	-	-	-	-	-	-	-	-	23,460	21,020		
Other income	-	-	-	-	-	-	-	-	-	-	308,200	-		
Loss on disposal of asset	-	-	-	-	-	-	(211,902)	-	-	-	-	(211,902)		
Interest and sundry income	355,373	347,617	398,020	405,415	13,303	13,303	13,303	13,708	-	-	17,167	19,653		
					(198,194)	(198,194)	(198,194)	135,549	114,788	-	2,295,211	2,295,865		
Expenses														
Amortization	-	-	-	-	-	-	291,387	270,449	-	-	449,999	380,394		
Debt servicing	-	-	-	-	-	-	-	-	-	-	48,281	47,074		
Program & other expenses	279,149	292,579	120,963	101,900	-	-	-	-	-	-	988,598	121,489		
Wages and benefits	30,178	3,636	125,007	124,276	-	-	8,800	-	-	-	550,497	545,796		
309,327	296,215	245,970	226,176	291,387	279,249	-	-	-	-	-	2,037,375	1,094,753		
Excess(deficiency) of revenues over expenses	46,046	51,402	152,050	179,239	(278,084)	(477,443)	135,549	114,788	-	-	257,836	1,201,112		
Transfer between funds	(34,682)	(99,161)	(155,547)	(378,214)	120,835	1,599,283	(57,455)	-	-	-	-	-		
Accum. Surplus - start of year	18,196	65,955	3,497	202,472	5,989,933	4,868,093	1,153,368	1,038,580	-	-	7,076,199	5,875,087		
Accum. Surplus - end of year	\$ 29,560	\$ 18,196	\$ -	\$ 3,497	\$ 5,832,684	\$ 5,989,933	\$ 1,231,462	\$ 1,153,368	\$ 7,334,035	\$ 7,076,199	\$ 2,295,865	\$ 2,295,865		