Whispering Pines Clinton Indian Band
Consolidated Financial Statements
For the year ended March 31, 2020

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Contents

Management's Responsibility for Financial Reporting	**3**
Independent Auditor's Report	**4 - 6**
Financial Statements	
Exhibit A - Consolidated Statement of Financial Position	**7**
Exhibit B - Consolidated Statement of Change in Net Debt	**8**
Exhibit C - Consolidated Statement of Operations	**9**
Exhibit D - Consolidated Statement of Cash Flows	**10**
Summary of Significant Accounting Policies	**11**
Notes to Consolidated Financial Statements	**15 - 27**

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Management's Responsibility for Financial Reporting

The accompanying consolidated financial statements of the Whispering Pines Clinton Indian Band are the responsibility of management and have been approved by the Chief and Band Council.

The 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.

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

The Whispering Pines Clinton 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 its Finance Committee.

The Chief and Council review Whispering Pines Clinton Indian 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 financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the consolidated financial statements and the external auditors' 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 engagement of 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.

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Chief

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Loretta Eustache
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Band Administrator

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Independent Auditor's Report

To the Chief and Council of Whispering Pines/Clinton Indian Band

Qualified Opinion

We have audited the accompanying consolidated financial statements of the Whispering Pines Clinton Indian Band, which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statement of operations, consolidated statement of changes in net 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 financial position of the Whispering Pines Clinton Indian Band as at March 31, 2020, and its results of operations, its change in net debt, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

Whispering Pines Clinton Indian Band holds a 25% in Pelltiq't Energy Group and a 51% interest in Whispering Pines /A&T Limited Liability Partnership and Whispering Pines/Marwest Limited Liability Partnership. No amount has been recorded for these investments in these financial statements as management has indicated there are no active operations in these entities. Whispering Pines Clinton Indian Band has not received audited financial information regarding these entities for their most recent fiscal period. Therefore, we have been unable to determine any impact on Whispering Pines Clinton Indian Band's financial position as at March 31, 2020 and April 1, 2019 and its results of operations, its changes in net debt, and its cash flows for the year then ended and related disclosures in these financial statements. The predecessor auditor's opinion on the financial statements for the year ended March 31, 2019 was modified because of the potential effects of this matter.

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 Whispering Pines Clinton Indian 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 opinion.

Other Matter

The comparative amounts for the year ended March 31, 2019 presented in these financial statements were audited by another firm of Chartered Professional Accountants, who expressed a qualified audit opinion on the financial statements on March 11, 2021 for the reasons described in Basis for Qualified Opinion section.

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 Whispering Pines Clinton Indian Band's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate Whispering Pines Clinton Indian Band or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Whispering Pines Clinton Indian Band'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 Whispering Pines Clinton Indian Band'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 Whispering Pines Clinton Indian Band's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our 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 Whispering Pines Clinton Indian 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.

6

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within Whispering Pines Clinton Indian Band to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the 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.

BDO Canada LLP

Chartered Professional Accountants

Kamloops, British Columbia
February 1, 2023

Whispering Pines Clinton Indian Band
Exhibit A - Consolidated Statement of Financial Position

As at March 31	**2020**	2019
Financial Assets		
Cash (Note 2)	**$ 288,631**	$ 256,783
Restricted cash (Note 3)	**168,863**	154,856
Accounts receivable (Note 4)	**564,086**	416,652
Marketable investments (Note 5)	**1,614,677**	1,592,031
Investments (Note 6)	**110**	-
Due from related parties	**160**	160
	2,636,527	2,420,482
Liabilities		
Accounts payable (Note 8)	**765,628**	588,302
Deferred revenue (Note 9)	**163,267**	15,000
Long term debt (Note 10)	**1,873,989**	1,982,049
Obligations under capital lease (Note 11)	**19,157**	69,532
	2,822,041	2,654,883
Net Debt	**(185,514)**	(234,401)
Non-financial Assets		
Tangible capital assets (Note 7)	**3,354,797**	3,458,596
Prepaid expenses	**38,702**	33,330
	3,393,499	3,491,926
Accumulated surplus (Note 12)	**$ 3,207,985**	$ 3,257,525

Approved on behalf of the Band Council:

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________________________ Chief

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Whispering Pines Clinton Indian Band
Exhibit B - Consolidated Statement of Change in Net Debt

For the year ended March 31		2020		2019
Annual deficit	$	(49,540)	$	(257,994)
Acquisition of tangible capital assets		(34,037)		(33,875)
Amortization of tangible capital assets		137,836		137,931
		103,799		104,056
Change in prepaid expenses		(5,372)		13,138
Net change in net debt		48,887		(140,800)
Net debt, beginning of year		(234,401)		(93,601)
Net debt, end of year	$	(185,514)	$	(234,401)

Whispering Pines Clinton Indian Band
Exhibit C - Consolidated Statement of Operations

For the year ended March 31	Budget (Note 17)	2020	2019
Revenue			
ISC	$ -	**$ 975,696**	$ 612,391
Canadian Mortgage and Housing Corporation	-	**12,015**	17,916
Cost recoveries	-	**14,583**	17,276
Donations and sponsorships	-	**25,494**	4,300
First Nations Education Steering Committee	-	**7,500**	3,656
First Nations Health Authority	-	**102,221**	11,531
Interest income	-	**26,939**	20,251
Other grants	-	**488,393**	236,407
Other income	-	**167,043**	203,347
Own source revenue	-	**282,080**	231,283
Province of BC	-	**500,968**	296,513
Qwemtsin Health Society	-	**-**	119,130
Rental revenue	-	**43,400**	77,634
	-	**2,646,332**	1,851,635
Expenses (Note 18)			
Administration and governance	-	**846,988**	787,708
Economic development	-	**417,345**	198,554
Social development	-	**82,280**	77,664
Education	-	**233,850**	241,001
Lands and resources	-	**620,782**	303,129
Health	-	**216,382**	232,352
Public works	-	**144,962**	216,975
Housing - band owned	-	**116,569**	36,276
Social housing	-	**16,714**	15,970
	-	**2,695,872**	2,109,629
Deficit	-	**(49,540)**	(257,994)
Accumulated surplus, opening	-	**3,257,525**	3,515,519
Accumulated surplus, ending	$ -	**$ 3,207,985**	$ 3,257,525

Whispering Pines Clinton Indian Band
Exhibit D - Consolidated Statement of Cash Flows

For the year ended March 31	2020	2019
Operating activities		
Cash received from funding agreements and contracts	**$ 2,620,165**	$ 1,715,224
Cash paid to suppliers and employees	**(2,277,282)**	(1,806,027)
Interest earned	**26,939**	20,251
Interest paid	**(108,740)**	(118,288)
Cash flows from (used in) operating activities	**261,082**	(188,840)
Financing activities		
Repayment of long term debt	**(108,059)**	(97,078)
Repayment of capital lease	**(50,375)**	(48,511)
Cash flows used in financing activities	**(158,434)**	(145,589)
Capital activities		
Purchase of capital assets	**(34,037)**	(33,875)
Cash flows used in capital activities	**(34,037)**	(33,875)
Investing activities		
Investment in BCFN Gaming LP	**(110)**	-
Purchase of short-term investments	**(22,646)**	-
Cash flows from (used in) investing activities	**(22,756)**	-
Increase (decrease) in cash and cash equivalents	**45,855**	(368,304)
Cash and cash equivalents, beginning of year	**411,639**	779,943
Cash and cash equivalents, end of year	**$ 457,494**	$ 411,639
Represented by:		
Cash	**$ 288,631**	$ 256,783
Restricted cash	**168,863**	154,856
Cash and cash equivalents, end of year	**$ 457,494**	$ 411,639

March 31, 2020

Description of Entity

Whispering Pines Clinton Indian Band is a First Nations government operating outside of Kamloops, British Columbia. Whispering Pines Clinton Indian Band is a progressive community committed to attaining self-sufficiency and independence through education and economic development. Whispering Pines Clinton Indian Band was established in the 1860s and is responsible for the well-being of its community and the enactment of legal policies and programs in areas of capital, education, membership, health, and social and economic development.

Basis of Accounting

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards for government entities, as issued by the Canadian Public Sector Accounting Board.

Reporting Entity

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

These consolidated financial statements consolidate the assets, liabilities and results of operations for the following unincorporated entities:

Whispering Pines Clinton Indian Band Social Housing

Inter-entity balances have been eliminated on consolidation.

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 summary balance sheet.

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

Own source revenues derived from such sources as resource based revenues, interest income, and archaeological revenues are reported when received or receivable and collection is reasonably assured.

Tangible Capital Assets

Tangible capital assets are stated 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. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded in revenue.

Assets are amortized over their expected useful lives on the following bases:

Equipment under capital lease	5 to 10 years
Social housing	50 years
Buildings	15 to 40 years
Vehicles	10 years
Computers	8 years
Equipment and furniture	2 to 90 years
Heavy equipment	15 years
Water systems	5 to 15 years
Dyke	40 years
Roads	75 years

Use of Estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make assumptions and estimates that have an effect on the reported amounts of assets and liabilities and disclosures at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could be different from those estimates. Significant estimates in these financial statements include valuation of accounts receivable, calculation of deferred revenue, and amortization of tangible capital assets.

March 31, 2020

Deferred Revenue Contributions are deferred when restrictions are placed on their use by the external contributor, and are recognized as revenue when used for the purpose specified.

Cash & Cash Equivalents Cash and cash equivalents include cash on hand and short-term, highly liquid investments that are readily convertible to cash.

Marketable Investments Marketable investments are recorded at cost, unless the market value of temporary investments has declined below cost, in which case they are written down to market value.

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 Whispering Pines Clinton Indian Band. Whispering Pines Clinton Indian Band identifies its segments based on specific projects and funding arrangements. Revenue and expenses are allocated to these segments according to methods of identification.

Ottawa Trust Funds Whispering Pines Clinton Indian Band uses the accrual method of accounting for Ottawa Trust Fund revenues earned in the Fund.

Leased Assets

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

1. Economic Dependence

The Whispering Pines Clinton Indian Band receives a major portion of its revenue pursuant to a funding arrangement with Indigenous Services Canada ("ISC").

2. Cash

		2020		2019
Operation	**$**	**285,224**	$	254,483
Social Housing		**3,407**		2,300
	$	**288,631**	$	256,783

3. Restricted Cash

		2020		2019
Ottawa Trust Fund - Capital	**$**	**12,391**	$	12,391
Ottawa Trust Fund - Revenue		**124,203**		120,159
Replacement Reserves - Social Housing		**21,960**		22,026
Operating Reserves - Social Housing		**10,309**		280
	$	**168,863**	$	154,856

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 Consolidated 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. Whispering Pines Clinton Indian Band is permitted to use its revenue for any purpose that will promote the general progress and welfare of Whispering Pines Clinton Indian Band and band members. The expenses of capital funds requires the consent of Indigenous Services Canada ("ISC") and generally must be for projects of a capital nature.

The Housing restricted cash is derived under the terms of the agreement with Canada Mortgage and Housing Corporation ("CMHC"); the account is to be credited annually (Note 3). These funds, along with accumulated interest, must be held in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC from time to time.

Under the terms of the agreement with CMHC, the Replacement Reserve account is to be credited at March 31, 2020 in the amount of $3,000 annually (Note 12). These funds along with accumulating interest are to be held in a separate bank account. The funds in this account may only be used as approved by CMHC. Withdrawals are credited to interest first and then principal.

4. Accounts Receivable

		2020		2019
Operations				
Accounts receivable - Trade	**$**	**197,557**	$	390,888
Indigenous Services Canada		**337,007**		-
Lending Circle loans		**2,234**		2,293
Edward Lebourdais promissory note		**8,264**		14,197
		545,062		407,378
Social Housing				
CMHC subsidy receivable		**19,024**		9,274
	$	**564,086**	$	416,652

5. Marketable Investments

		2020		2019
BMO Variable Rate GIC	**$**	**1,024,464**	$	1,001,989
BMO Term Investment		**500,166**		500,000
Investor's Group		**47**		42
All Nations Trust Company ("ANTCO")		**90,000**		90,000
	$	**1,614,677**	$	1,592,031

Bank of Montreal investments consist of a GIC with maturity date of February 17, 2023 and a term investment of with a maturity date of August 9, 2022. Investor's Group investments consist of Canadian money market funds. ANTCO investment consists of 90,000 Class A common shares.

6. Investments

		2020		2019
Investment in BC First Nations Gaming Partnership	**$**	**110**	$	-

March 31, 2020

7. Tangible Capital Assets

	Equipment under capital lease	Land	Social housing	Buildings	Vehicles	Computers	Equipment and furniture	Heavy equipment	Water systems	Dyke	Roads	Total
												2020
Cost, beginning of year	$ 153,490	$ 131,770	$ 330,078	$ 866,446	$ 67,365	$ 77,253	$ 292,248	$ 87,544	$ 2,285,725	$ 612,016	$ 601,552	$ 5,505,487
Additions			-	-	-	867	3,661	29,509	-	-	-	34,037
Transfers	(89,864)		-	-	89,864	-	-	-	-	-	-	-
Cost, end of year	$ 63,626	$ 131,770	$ 330,078	$ 866,446	$ 157,229	$ 78,120	$ 295,909	$ 117,053	$ 2,285,725	$ 612,016	$ 601,552	$ 5,539,524
Accumulated amortization, beginning of year	$ 32,170	$ -	$ 125,429	$ 715,910	$ 11,899	$ 62,625	$ 188,380	$ 82,386	$ 325,504	$ 244,802	$ 257,786	$ 2,046,891
Amortization	7,099	-	6,602	25,902	15,373	2,998	9,273	7,804	39,464	15,300	8,021	137,836
Transfers	(17,972)	-	-	-	39,084	(1,655)	12,725	(32,182)	-	-	-	-
Accumulated amortization, end of year	$ 21,297	$ -	$ 132,031	$ 741,812	$ 66,356	$ 63,968	$ 210,378	$ 58,008	$ 364,968	$ 260,102	$ 265,807	$ 2,184,727
Net carrying amount, end of year	$ 42,329	$ 131,770	$ 198,047	$ 124,634	$ 90,873	$ 14,152	$ 85,531	$ 59,045	$ 1,920,757	$ 351,914	$ 335,745	$ 3,354,797

7. Tangible Capital Assets (continued)

2019

	Equipment under capital lease	Land	Social housing	Buildings	Vehicles	Computers	Equipment and furniture	Heavy equipment	Water systems	Dyke	Roads	Total
Cost, beginning of year	$ 153,490	$ 131,770	$ 330,078	$ 866,446	$ 41,100	$ 69,643	$ 292,248	$ 87,544	$ 2,285,725	$ 612,016	$ 601,552	$ 5,471,612
Additions	-	-	-	-	26,265	7,610	-	-	-	-	-	33,875
Cost, end of year	$ 153,490	$ 131,770	$ 330,078	$ 866,446	$ 67,365	$ 77,253	$ 292,248	$ 87,544	$ 2,285,725	$ 612,016	$ 601,552	$ 5,505,487
Accumulated amortization, beginning of year	$ 16,085	$ -	$ 118,827	$ 697,586	$ 5,513	$ 58,863	$ 168,880	$ 76,550	$ 286,040	$ 229,502	$ 251,114	$ 1,908,960
Amortization	16,085	-	6,602	18,324	6,386	3,762	19,500	5,836	39,464	15,300	6,672	137,931
Accumulated amortization, end of year	$ 32,170	$ -	$ 125,429	$ 715,910	$ 11,899	$ 62,625	$ 188,380	$ 82,386	$ 325,504	$ 244,802	$ 257,786	$ 2,046,891
Net carrying amount, end of year	$ 121,320	$ 131,770	$ 204,649	$ 150,536	$ 55,466	$ 14,628	$ 103,868	$ 5,158	$ 1,960,221	$ 367,214	$ 343,766	$ 3,458,596

8. Accounts Payable

		2020		2019
Operations				
Trade payables and accruals	**$**	**648,325**	$	587,122
Indigenous Services Canada		**66,262**		-
GST Payable		**46,979**		-
Social Housing				
Trade payables and accruals		**4,062**		1,180
	$	**765,628**	$	588,302

9. Deferred Revenue

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

		2019		Recognized Revenue		Funding Received		2020
ISC contributions:								
Q3AD-001 - Capacity/Innovation		-		-		100,000		100,000
Q3B1-001 - Special Services		-		-		25,625		25,625
Q3BI-001 - Electrical Services		-		-		12,642		12,642
Q3CE-001 - Planning & Skills Dev		-		-		10,000		10,000
		-		-		148,267		148,267
FNHA - 2019 ELCC Grant		15,000		-		-		15,000
	$	15,000	$	-	$	148,267	$	163,267

10. Long Term Debt

		2020		2019
All Nations Trust Company, repayable in monthly installments of $1,151, including interest at 1.08% per annum, secured by promissory notes of the Ministry and Whispering Pines Clinton Indian Band and buildings, due April 2025	**$**	**68,310**	$	81,312
Bank of Montreal, repayable in monthly installments of $16,401 including interest at prime plus 1.5% per annum (currently 6.95%), secured by a $500,000 deposit instrument held with BMO, due December 2032 (Note 5)		**1,805,679**		1,900,737
	$	**1,873,989**	$	1,982,049

The estimated principal repayments on the above long term debt required which takes into consideration the renewed terms over the next five years and thereafter are as follows:

2021	$	141,187
2022		146,021
2023		127,441
2024		134,711
2025		134,711
Thereafter		1,189,918
	$	1,873,989

Subsequent to the year end, the All Nations Trust company mortgage now due April 2025 was renewed.

11. Obligations Under Capital Leases

		2020		2019
Driving Force lease bearing interest at 4.95% per annum, repayable in monthly blended payments of $1,296. The lease matures June 30,2020 and is secured by a 2017 Dodge Ram 3500 which has a carrying value of 45,010. Whispering Pines Clinton Indian Band guarantees the residual value of 16,999 at the end of the term.	**$**	**18,245**	$	32,513
Driving Force lease bearing interest at 4.95% per annum, repayable in monthly blended payments of $1,454. The lease matures June 30, 2020 and is secured by a 2017 Dodge Ram 3500 which has a carrying value of $35,946. Whispering Pines Clinton Indian Band purchased the asset in June 2019 for $13,964.	**$**	**-**	$	16,737
Driving Force lease bearing interest at 4.95% per annum, repayable in monthly blended payments of $1,454. The lease matures June 30, 2020 and is secured by a 2017 Dodge Ram 3500 which has a carrying value of $35,946. Whispering Pines Clinton Indian Band purchased the asset in June 2019 for $13,964.	**$**	**-**	$	16,737
Dell Financial Services lease bearing interest at 2.63% per annum, repayable in monthly blended payments of $225. The lease matures September 14, 2020 and is secured by a Dell Poweredge Server which has a carrying value of $34,418. Whispering Pines Clinton Indian Band may purchase the asset at the end of the term for $1.	**$**	**912**	$	3,545
	$	**19,157**	$	69,532

Interest expense for the year related to obligations under capital leases is $1,605 (2019 - $4,828).

Future minimum lease payments under the capital leases for subsequent years are as follows:

2021	$	19,373
Less: amounts representing interest		(216)
	$	19,157

March 31, 2020

12 . Accumulated Surplus

		2020		2019
Unrestricted deficit	$	**(271,401)**	$	(310,482)
Equity in investments		**87,005**		87,005
Equity in tangible capital assets		**3,087,218**		3,184,414
Equity in Ottawa Trust (Note 3)		**136,593**		132,550
Operating reserve (Note 3)		**45,085**		43,553
Replacement reserve (Note 3)		**42,485**		39,485
Contributed surplus		**81,000**		81,000
	$	**3,207,985**	$	3,257,525

13. Comparative Figures

Certain comparative amounts presented in the financial statements have been restated to conform to current year's presentation.

14. Subsequent Event

On November 16, 2022, Whispering Pines Clinton Indian Band reached a settlement regarding litigation former members of council. Under the terms of the settlement, Whispering Pines Clinton Indian Band is entitled to $3,475,431 compensation for damages, however, the recoverability of this amount is not yet known.

15. Subsequent Economic Uncertainty

On March 11, 2020, the World Health Organization declared the outbreak of coronavirus (COVID19) a pandemic resulting in economic uncertainties impacting Whispering Pines Clinton Indian Band Since the balance sheet date, there have been periods of restrictions and other impacts on Whispering Pines Clinton Indian Band including its members, employees, suppliers and other third party business associates. Whispering Pines Clinton Indian Band has continued to provide essential services throughout the pandemic.

In 2022, other world events such as the war in Eastern Europe have resulted in increasing interest rates and inflation which will impact the cost of supplying services and servicing the Whispering Pines Clinton Indian Band's variable rate debt.

The full impact of the resulting ongoing economic uncertainty on Whispering Pines Clinton Indian Band is unknown.

16. Bank Indebtness

Under a line of credit arrangement with the Bank of Montreal, Whispering Pines Clinton Indian Band may borrow up to $100,000 on such terms as Whispering Pines Clinton Indian Band and the bank mutually agree upon. This arrangement does not have a termination date and can be withdrawn at the bank's option. At March 31, 2020, the unused portion of the credit line was $100,000.

17. 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.

March 31, 2020

18. Expenses by Object

	2020	2019
Advertising and gifts	**$ 729**	$ 294
Amortization	**137,836**	137,931
Automotive	**27,207**	29,844
Bad debts (recovery)	**(6,865)**	3,563
Community support	**7,450**	22,839
Consultants	**563,167**	17,884
Contract services	**619,523**	448,402
Dues, licenses, and fees	**33,965**	26,897
Education	**235,150**	206,406
Equipment rental	**16,779**	54,658
Events and workshops	**49,519**	72,354
Honorarium	**180,265**	197,825
Insurance	**43,774**	35,644
Interest and bank charges	**108,802**	118,288
Materials and supplies	**45,273**	65,505
Professional fees	**127,674**	183,616
Program expenses	**64,461**	59,232
Rent	**1,695**	1,565
Repairs and maintenance	**83,917**	62,955
Training	**16,613**	6,126
Travel	**17,908**	35,226
Utilities	**68,323**	83,983
Wages and benefits	**252,707**	238,592
	$ 2,695,872	$ 2,109,629

March 31, 2020

19. Segment Disclosure

The Whispering Pines Clinton 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 and Governance
This service area relates to the revenues and expenses that relate to the operations of the Band itself and cannot be directly attributed to a specific segment.

Economic Development
This service area is responsible for the administration and management of economic and business development opportunities.

Social Development
This service area provides assistance to community members unable to provide for themselves and their dependents. The services provided by this department include, but are not limited to, income assistance, child and family services, assisted living and early childhood development.

Education
This service area provides educational services through the operations of an on-reserve school, 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.

Lands and Resources
This service area is responsible for the development of land and resources under community control, access to economic opportunities on land and resources beyond community control, investment promotion, as well as research and advocacy.

Health
This service area is responsible to provide assistance to community members with respect to health and wellness. The services provided by the department include, but are not limited to, aboriginal head start, home & community care, water quality monitoring, communicable disease control and patient travel.

March 31, 2020

19. Segment Disclosure (continued)

Public Works
This service area supports the construction operation and basic maintenance of community facilities and services such as water and sewage, roads, electrification, schooled and fire protection. It is also responsible for ensuring the facilities and community services meet recognized standards and meet recognized standards and are comparable to services provided to nearby communities by provincial and municipal governments.

Housing - Band Owned
This service area provides housing available for rent by band members.

Social Housing
This service area provides social housing subsidized by CMHC available for rent by the band members.

Segment Disclosure (continued)

2020	Administration and governance	Economic development	Social development	Education	Lands and resources	Health	Public works	Housing - band owned	Social housing	Total
Revenue										
ISC	$ 221,550	$ 159,400	$ 75,560	$ 154,736	$ 103,500	$ -	$ 260,950	$ -	$ -	$ 975,696
Other	100,970	617,382	16,239	66,497	608,413	210,217	234	24,240	26,444	1,670,636
Total	322,520	776,782	91,799	221,233	711,913	210,217	261,184	24,240	26,444	2,646,332
Expenses										
Wages & benefits	123,746	5,471	5,865	24,250	2,595	58,699	29,155	2,928	-	252,709
Purchases	592,012	411,874	76,415	209,600	618,187	157,683	115,807	113,641	10,112	2,305,331
Amortization	131,230	-	-	-	-	-	-	-	6,602	137,832
Total	846,988	417,345	82,280	233,850	620,782	216,382	144,962	116,569	16,714	2,695,872
Surplus (deficit)	$ (524,468)	$ 359,437	$ 9,519	$ (12,617)	$ 91,131	$ (6,165)	$ 116,222	$ (92,329)	$ 9,730	$ (49,540)

2019	Administration and governance	Economic development	Social development	Education	Lands and resources	Health	Public works	Housing - band owned	Social housing	Total
Revenue										
ISC	$ 161,441	$ 10,000	$ 98,740	$ 202,185	$ 64,500	$ -	$ 75,525	$ -	$ -	$ 612,391
Other	52,887	191,560	51,365	73,156	448,243	322,729	2,653	72,035	24,616	1,239,244
Total	214,328	201,560	150,105	275,341	512,743	322,729	78,178	72,035	24,616	1,851,635
Expenses										
Wages & benefits	90,718	3,906	11,447	23,720	1,360	38,746	64,481	4,213	-	238,591
Purchases	565,661	194,648	66,217	217,281	301,769	193,606	152,494	32,063	9,368	1,733,107
Amortization	131,329	-	-	-	-	-	-	-	6,602	137,931
Total	787,708	198,554	77,664	241,001	303,129	232,352	216,975	36,276	15,970	2,109,629
Surplus (deficit)	$ (573,380)	$ 3,006	$ 72,441	$ 34,340	$ 209,614	$ 90,377	$ (138,797)	$ 35,759	$ 8,646	$ (257,994)