

**Spuzzum First Nation**  
**Financial Statements**  
*March 31, 2019*

# **Spuzzum First Nation Contents**

*For the year ended March 31, 2019*

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## **Management's Responsibility**

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To the Members of Spuzzum First Nation:

The accompanying financial statements of Spuzzum First Nation are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Spuzzum First Nation Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfills these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Nation's external auditors.

MNP LLP is appointed by the Members to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

July 29, 2019

*Original signed by Janice Parsey*

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Administrator

# Independent Auditor's Report

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To the Members of Spuzzum First Nation:

## Opinion

We have audited the financial statements of Spuzzum First Nation (the "First Nation"), which comprise the statement of financial position as at March 31, 2019, and the statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the First Nation as at March 31, 2019, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

## Basis for Opinion

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 Financial Statements section of our report. We are independent of the First Nation in accordance with the ethical requirements that are relevant to our audit of the 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 financial statements of the First Nation for the year ended March 31, 2018 were audited by another firm of public accountants. The predecessor firm expressed an unmodified opinion on those statements on October 4, 2018.

## Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the First Nation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the First Nation or to cease operations, or has no realistic alternative but to do so.

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

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

Our objectives are to obtain reasonable assurance about whether the 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 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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the First Nation's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the First Nation'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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Chilliwack, British Columbia

July 29, 2019

*MNP LLP*

Chartered Professional Accountants

**Spuzzum First Nation**  
**Statement of Financial Position**  
*As at March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Financial assets</b>		
Cash and cash equivalents	601,692	925,844
Restricted cash <i>(Note 3)</i>	63,852	42,238
Accounts receivable	229,106	147,474
Investments <i>(Note 4)</i>	5,600	5,600
Investments in Nation partnerships <i>(Note 5)</i>	1,314,242	1,269,974
Funds held in trust <i>(Note 6)</i>	773,092	755,105
<b>Total of financial assets</b>	<b>2,987,584</b>	3,146,235
<b>Liabilities</b>		
Accounts payable and accruals <i>(Note 7)</i>	389,511	167,845
Deferred revenue	-	597,240
Long-term debt <i>(Note 8)</i>	18,512	31,405
Term loans due on demand <i>(Note 9)</i>	286,514	296,646
<b>Total of financial liabilities</b>	<b>694,537</b>	1,093,136
<b>Net financial assets</b>	<b>2,293,047</b>	2,053,099
<b>Non-financial assets</b>		
Tangible capital assets <i>(Schedule 1)</i>	2,004,314	1,773,743
Prepaid expenses	8,460	10,498
<b>Total non-financial assets</b>	<b>2,012,774</b>	1,784,241
<b>Accumulated surplus <i>(Note 10)</i></b>	<b>4,305,821</b>	3,837,340

**Approved on behalf of the Council**

*Original signed by Chief James Hobart*

Chief

*Original signed by Chad Edwards*

Councillor

**Spuzzum First Nation**  
**Statement of Operations and Accumulated Surplus**  
*For the year ended March 31, 2019*

	<i>Schedules</i>	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Revenue</b>				
Indigenous Services Canada		<b>1,199,165</b>	<b>1,420,009</b>	744,924
Province of British Columbia		-	<b>60,071</b>	371
Canada Mortgage and Housing Corporation		-	<b>24,529</b>	24,529
First Nation Health Authority		-	<b>154,597</b>	5,650
Fraser Thompson Indian Services Society		<b>166,711</b>	<b>177,994</b>	146,197
Other revenue		<b>55,000</b>	<b>173,122</b>	234,101
Rental income		<b>3,600</b>	<b>47,937</b>	43,125
Earnings from investment in Nation partnerships		-	<b>44,268</b>	1,401,109
Property tax		-	<b>41,165</b>	41,013
Investment income		-	<b>37,090</b>	18,478
Sto:lo Nation		<b>47,859</b>	<b>26,132</b>	36,933
First Nation Education Steering Committee		-	<b>3,000</b>	16,962
New Relationship Trust		-	-	7,000
Funding reimbursement (recovery)		-	-	(36,247)
		<b>1,472,335</b>	<b>2,209,914</b>	2,684,145
<b>Program expenses</b>				
Band Government	3	<b>323,973</b>	<b>402,539</b>	360,634
Social Development	4	<b>122,612</b>	<b>168,485</b>	107,304
Economic Development	5	<b>13,943</b>	<b>42,026</b>	29,707
Education	6	<b>315,151</b>	<b>340,342</b>	371,690
Health	7	<b>145,531</b>	<b>201,709</b>	113,634
Community Infrastructure	8	<b>151,154</b>	<b>198,257</b>	194,705
Capital Projects	9	<b>94,520</b>	<b>233,458</b>	78,460
Other	10	<b>1,200</b>	<b>154,617</b>	148,057
<b>Total expenditures</b>		<b>1,168,084</b>	<b>1,741,433</b>	1,404,191
<b>Annual surplus</b>		<b>304,251</b>	<b>468,481</b>	1,279,954
<b>Accumulated surplus, beginning of year</b>		<b>3,837,340</b>	<b>3,837,340</b>	2,557,386
<b>Accumulated surplus, end of year (Note 10)</b>		<b>4,141,591</b>	<b>4,305,821</b>	3,837,340

**Spuzzum First Nation**  
**Statement of Change in Net Financial Assets**  
*For the year ended March 31, 2019*

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
<b>Annual surplus</b>	<b>304,251</b>	<b>468,481</b>	1,279,954
Purchases of tangible capital assets	-	(375,525)	-
Amortization of tangible capital assets	-	144,956	133,130
Proceeds of disposal of tangible capital assets	-	-	22,970
	-	(230,569)	156,100
Acquisition of prepaid expenses	-	(8,462)	(10,498)
Use of prepaid expenses	-	10,498	10,791
	-	2,036	293
<b>Increase in net financial assets</b>	<b>304,251</b>	<b>239,948</b>	1,436,347
<b>Net financial assets, beginning of year</b>	<b>2,053,099</b>	<b>2,053,099</b>	616,752
<b>Net financial assets, end of year</b>	<b>2,357,350</b>	<b>2,293,047</b>	2,053,099

**Spuzzum First Nation**  
**Statement of Cash Flows**  
*For the year ended March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Annual surplus	468,481	1,279,954
Non-cash items		
Amortization	144,956	133,130
Earnings from investment in Nation partnerships	(44,268)	(1,401,109)
	<b>569,169</b>	11,975
Changes in working capital accounts		
Accounts receivable	(81,632)	(24,401)
Prepaid expenses	2,036	293
Accounts payable and accruals	221,666	(87,564)
Deferred revenue	(597,240)	597,240
Restricted cash	(21,614)	8,722
Funds held in trust	(17,987)	(17,010)
	<b>74,398</b>	489,255
<b>Financing activities</b>		
Repayment of long-term debt	(12,893)	(12,752)
Repayment of terms loans due on demand	(10,132)	(9,903)
	<b>(23,025)</b>	(22,655)
<b>Capital activities</b>		
Purchases of tangible capital assets	(375,525)	-
Proceeds of disposal of tangible capital assets	-	22,970
	<b>(375,525)</b>	22,970
<b>Investing activities</b>		
Distributions from Nlaka'pamux Resources Limited Partnership	-	141,510
<b>Increase (decrease) in cash resources</b>	<b>(324,152)</b>	631,080
<b>Cash resources, beginning of year</b>	<b>925,844</b>	294,764
<b>Cash resources, end of year</b>	<b>601,692</b>	925,844
<b>Supplementary cash flow information</b>		
Interest paid	7,001	7,373

**Spuzzum First Nation**  
**Notes to the Financial Statements**  
*For the year ended March 31, 2019*

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**1. Operations**

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

**2. Significant accounting policies**

These financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and including the following significant accounting policies:

***Basis of presentation***

Sources of revenue and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

***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.

***Measurement uncertainty***

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

Accounts receivable 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.

***Net financial assets***

The First Nation's financial statements are presented so as to highlight net financial assets as the measurement of financial position. The net financial assets of the First Nation is determined by its financial assets less its liabilities. Net financial assets combined with non-financial assets comprise a second indicator of financial position, accumulated surplus.

***Cash and cash equivalents***

Cash and cash equivalent include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

***Funds held in Ottawa Trust Fund***

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the statement of financial position with an offsetting amount in accumulated surplus. Trust monies consist of:

- Capital trust monies derived from non-renewable resource transactions on the sale of land or other First Nation tangible capital assets; and
- Revenue trust monies generated primarily through land leasing transactions or interest earned on deposits held in trust.

***Tangible capital assets***

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution.

**Spuzzum First Nation**  
**Notes to the Financial Statements**  
*For the year ended March 31, 2019*

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**2. Significant accounting policies** *(Continued from previous page)*

***Amortization***

Tangible capital assets are amortized annually using the following methods at terms intended to amortize the cost of the assets over their estimated useful lives:

	<b>Method</b>	<b>Term</b>
Buildings	straight-line	25 years
Equipment	straight-line	5 years
Housing	straight-line	25 years
CMHC Housing	straight-line	25 years
Infrastructure	straight-line	25 years
Water systems	straight-line	25 years
Vehicles	straight-line	5 years

***Long-lived assets***

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

When the First Nation determines that a long-lived asset no longer has any long-term service potential to the organization, the excess of its net carrying amount over any residual value is recognized as an expense in the statement of operations. Write-downs are not reversed.

***Revenue recognition***

***Government Transfers***

The First Nation 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 First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

***Housing Rental Income***

Rental revenue is recorded in the year it is earned. At the end of each year, management evaluates whether rent revenue is collectible and records a bad debt expense and allowance for doubtful accounts for those amounts designated as unlikely to be collected.

***Funds held in Ottawa Trust Fund***

Due to measurement uncertainty, revenue related to the receipt of funds held in the Ottawa Trust Fund is recognized when it is received.

***Own source revenue***

Own source revenue derived from such sources as resource based revenues, interest income and other revenue are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

***Investments***

The First Nation uses the modified equity method to account for its investment in Nlaka'pamux Resource Limited Partnership whereby the Nation records its proportionate share of annual earnings as revenue.

Other equity investments not traded in an active market are recorded at cost less impairment.

**Spuzzum First Nation**  
**Notes to the Financial Statements**  
*For the year ended March 31, 2019*

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**2. Significant accounting policies** *(Continued from previous page)*

***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, the First Nation 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 expected net recoveries based on information available at March 31, 2019.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation 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. Management has determined that no liability exists as at March 31, 2019.

***Segments***

The First Nation conducts its business through 8 of reportable segments: Band Government, Social Development, Economic Development, Education, Health, Community Infrastructure, Capital Projects and Other. These operating segments are established by senior management to facilitate the achievement of Spuzzum First Nation'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.

**3. Restricted cash**

	<b>2019</b>	<b>2018</b>
Replacement Reserve	62,054	40,443
Subsidy Surplus Reserve	1,798	1,795
<b>Total</b>	<b>63,852</b>	<b>42,238</b>

***Replacement Reserve***

Under agreements with Canada Mortgage and Housing Corporation ("CMHC") the Nation established a replacement reserve, established by an annual allocation of \$4,062 (2018 - \$4,062), to ensure replacement of buildings financed by CMHC. At March 31, 2019 this reserve was fully funded (2018 - fully funded).

In accordance with terms of the agreements, CMHC reserve moneys must be held or invested only in accounts or instruments guaranteed by the Canada Deposit Insurance Corporation, or as otherwise approved by CMHC. Reserve withdrawals are credited first to interest and then to principal.

***Subsidy surplus reserve***

Under agreements with Canada Mortgage and Housing Corporation ("CMHC") excess federal assistance payments received may be retained in a subsidy surplus reserve up to a maximum of \$500 per unit plus interest. At March 31, 2019 this reserve was fully funded (2018 - fully funded).

In accordance with terms of the agreements, CMHC reserve moneys must be held or invested only in accounts or instruments guaranteed by the Canada Deposit Insurance Corporation, or as otherwise approved by CMHC. Reserve withdrawals are credited first to interest and then to principal.

**Spuzzum First Nation**  
**Notes to the Financial Statements**  
*For the year ended March 31, 2019*

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**4. Investments**

	<i>2019</i>	<i>2018</i>
<b>All Nations Trust Company, at cost:</b> 8400 Class A Common Shares	<b>5,600</b>	<b>5,600</b>

**5. Investments in Nation partnerships**

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	<i>Opening Partner's Capital</i>	<i>Net Income</i>	<i>Withdrawals</i>	<i>Total investment</i>
<b>First Nation Business Partnerships – Modified Equity:</b> Nlaka'pamux Resources Limited Partnership (17.9%)	<b>1,347,290</b>	<b>45,652</b>	<b>(78,700)</b>	<b>1,314,242</b>

The First Nation's investment in Nlaka'pamux Resources Limited Partnership was established for the purpose of pursuing commercial economic development opportunities. Summary financial information for this investment, accounted for using the modified equity method, at December 31, 2018 is as follows:

	<i>As at December 31, 2018</i>	<i>As at December 31, 2017</i>
<b>Assets</b>		
Current assets	283,286	614,234
Long-term assets	7,122,478	6,931,559
<b>Total assets</b>	<b>7,405,764</b>	<b>7,545,793</b>
<b>Liabilities &amp; Partners' Capital</b>		
Current liabilities	64,960	20,431
Partners' Capital	7,340,804	7,525,362
<b>Total liabilities &amp; Partners' Capital</b>	<b>7,405,764</b>	<b>7,545,793</b>
<b>Total revenue</b>	<b>320,057</b>	<b>281,636</b>
<b>Total expenses</b>	<b>65,106</b>	<b>30,010</b>
<b>Net income</b>	<b>254,951</b>	<b>251,626</b>

**Spuzzum First Nation**  
**Notes to the Financial Statements**  
*For the year ended March 31, 2019*

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**6. Funds held in trust**

Capital and revenue trust monies are transferred to the First Nation on the authorization of the Minister of Indigenous Services Canada, with the consent of the First Nation's Council.

	<b>2019</b>	<b>2018</b>
<b>Capital Trust</b>		
Balance, beginning/end of year	<b>34,161</b>	34,161
<b>Revenue Trust</b>		
Balance, beginning of year	720,944	703,934
Interest	17,307	16,365
Provincial grants	680	645
Balance, end of year	<b>738,931</b>	720,944
	<b>773,092</b>	755,105

**7. Accounts payable and accruals**

Included in accounts payable are government remittances payable of \$1,327 (2018 - \$995), and \$34,130 (2018 - \$35,430) of recoverable funding payable to Indigenous Services Canada.

**8. Long-term debt**

	<b>2019</b>	<b>2018</b>
All Nation's Trust Company mortgage, payments of \$1,098 per month including interest at 1.11%, due on August 1, 2020.	<b>18,512</b>	31,405

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

2020	13,037
2021	5,475

**9. Term loans due on demand**

	<b>2019</b>	<b>2018</b>
Royal Bank of Canada loan bearing interest at 2.30%, payable in blended monthly instalments of \$1,404	<b>286,514</b>	296,646

Principal repayments on long-term debt in each of the next five years are estimate as follows:

2020	10,367
2021	10,608
2022	10,855
2023	11,016
2024	11,365

**Spuzzum First Nation**  
**Notes to the Financial Statements**  
*For the year ended March 31, 2019*

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**10. Accumulated surplus**

Accumulated surplus consists of the following:

	<b>2019</b>	<b>2018</b>
Equity in Ottawa Trust funds	<b>773,092</b>	755,105
CMHC Reserves funds	34,798	34,523
Operating surplus	1,798,645	1,602,020
<u>Equity in Tangible Capital Assets</u>	<u>1,699,286</u>	1,445,692
	<b>4,305,821</b>	3,837,340

**11. Segments**

The First Nation conducts its business through eight reportable segments. These segments are differentiated by major activities; accountability and control relationships.

Band Government - Includes general operation, support, and financial management of the First Nation and activities related to administering projects the First Nation is involved in annually and on an on-going basis relating to the overall objectives of the First Nation.

Social Development - Includes services offered to community members. Services include, but are not limited to, income assistance, child and family support, and early childhood development.

Economic Development - Includes activities related to the growth of revenue producing projects within the First Nation.

Education - Includes activities related to education at all levels, including elementary, secondary and post-secondary.

Health - Includes activities related to the provision of health services for the community and its members.

Community Infrastructure - Includes activities related to construction contracts and general community maintenance. It also includes activities related to the administration and management of band-owned housing units, and renovation projects for private homeowners.

Capital Projects - Includes activities related to capital projects within the community undertaken to support growth and/or maintenance of the First Nation's infrastructure.

Other - Other activities include administration and management of Ottawa Trust Funds and Tangible Capital Assets and activities related to the administration and management of the CMHC Section 95 Housing Operation.

**12. Economic dependence**

Spuzzum First Nation receives a significant portion of its revenue from Indigenous Services Canada (ISC) as a result of funding agreements entered into with the Government of Canada. These funding agreements are administered by ISC under the terms and conditions of the Indian Act. The ability of the First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these agreements.

**13. Comparative figures**

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

**Spuzzum First Nation**  
**Schedule 1 - Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2019*

	<i>Buildings</i>	<i>CMHC Housing</i>	<i>Housing</i>	<i>Infrastructure</i>	<i>Office Furniture &amp; Equipment</i>	<i>Vehicle</i>	<i>Subtotal</i>
<b>Cost</b>							
Balance, beginning of year	428,441	278,436	1,074,969	329,020	399,820	22,900	2,533,586
Acquisition of tangible capital assets	148,487	-	-	113,333	66,115	47,590	375,525
Disposal of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	576,928	278,436	1,074,969	442,353	465,935	70,490	2,909,111
<b>Accumulated amortization</b>							
Balance, beginning of year	247,377	247,031	245,343	47,238	362,560	16,030	1,165,579
Annual amortization	14,664	12,893	42,999	16,939	20,783	9,339	117,617
Balance, end of year	262,041	259,924	288,342	64,177	383,343	25,369	1,283,196
<b>Net book value of tangible capital assets</b>	<b>314,887</b>	<b>18,512</b>	<b>786,627</b>	<b>378,176</b>	<b>82,592</b>	<b>45,121</b>	<b>1,625,915</b>
Net book value of tangible capital assets 2018	181,064	31,405	829,626	281,781	37,260	6,870	1,368,006

**Spuzzum First Nation**  
**Schedule 1 - Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2019*

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	<i>Subtotal</i>	<i>Land</i>	<i>Water Systems</i>	<i>2019</i>	<i>2018</i>
<b>Cost</b>					
Balance, beginning of year	2,533,586	91,350	2,754,683	5,379,619	5,402,588
Acquisition of tangible capital assets	375,525	-	-	375,525	-
Disposal of tangible capital assets	-	-	-	-	(22,970)
Balance, end of year	<b>2,909,111</b>	<b>91,350</b>	<b>2,754,683</b>	<b>5,755,144</b>	<b>5,379,618</b>
<b>Accumulated amortization</b>					
Balance, beginning of year	1,165,579	-	2,440,296	3,605,875	3,472,745
Annual amortization	117,617	-	27,338	144,955	133,130
Balance, end of year	<b>1,283,196</b>	<b>-</b>	<b>2,467,634</b>	<b>3,750,830</b>	<b>3,605,875</b>
<b>Net book value of tangible capital assets</b>	<b>1,625,915</b>	<b>91,350</b>	<b>287,049</b>	<b>2,004,314</b>	<b>1,773,743</b>
Net book value of tangible capital assets 2018	1,368,006	91,350	314,387	1,773,743	

**Spuzzum First Nation**  
**Schedule 2 - Schedule of Consolidated Expenses by Object**  
*For the year ended March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Consolidated expenses by object</b>		
Administration	<b>95,320</b>	54,915
Advertising	71	-
Amortization	<b>144,956</b>	133,130
Automotive	<b>20,217</b>	19,076
Bank charges and interest	1,704	474
Contracted services	<b>418,905</b>	267,764
Honoraria	<b>96,186</b>	88,361
Insurance	<b>26,265</b>	27,648
Interest on long-term debt	7,019	7,373
Municipal services	6,490	6,843
Office supplies and expenses	<b>32,094</b>	33,818
Professional fees	<b>84,762</b>	30,714
Program expense	<b>81,342</b>	52,699
Property tax	1,308	1,280
Repairs and maintenance	<b>15,116</b>	28,721
Salaries and benefits	<b>241,550</b>	252,328
Special events	<b>42,608</b>	32,564
Student expenses	<b>43,602</b>	49,878
Supplies	<b>87,776</b>	22,102
Telephone	16,141	15,578
Travel	<b>27,833</b>	36,683
Tuition and training	<b>223,415</b>	192,365
Utilities	<b>21,551</b>	16,845
Workshop expenses	650	9,475
Youth activity	<b>4,552</b>	23,557
	<b>1,741,433</b>	1,404,191

**Spuzzum First Nation**  
**Band Government**  
**Schedule 3 - Schedule of Revenue and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Revenue</b>		
Indigenous Services Canada	270,138	156,372
Province of British Columbia	71	371
First Nation Health Authority	-	1,000
Other revenue	119,072	171,733
Rental income	5,087	3,600
Investment income	1,554	1,273
Funding reimbursement (recovery)	-	(2,117)
New Relationship Trust	-	2,000
	<b>395,922</b>	334,232
<b>Expenses</b>		
Administration	2,070	3,000
Automotive	396	2,818
Bank charges and interest	1,688	474
Contracted services	66,317	114,017
Honoraria	94,391	82,532
Insurance	228	-
Office supplies and expenses	18,531	18,102
Professional fees	76,180	26,400
Property tax	29	-
Salaries and benefits	42,087	61,416
Special events	22,991	16,954
Supplies	8,208	2,011
Telephone	11,749	8,264
Travel	22,647	20,319
Tuition and training	26,915	-
Utilities	5,512	3,911
Workshop expenses	600	-
Youth activity	-	416
	<b>400,539</b>	360,634
<b>Deficit before transfers</b>	<b>(4,617)</b>	(26,402)
<b>Transfers between programs</b>	<b>(50,192)</b>	138,049
<b>Surplus (deficit)</b>	<b>(54,809)</b>	111,647

**Spuzzum First Nation**  
**Social Development**  
**Schedule 4 - Schedule of Revenue and Expenses and Surplus**  
*For the year ended March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Revenue</b>		
Indigenous Services Canada	132,334	141,434
Province of British Columbia	60,000	-
Funding reimbursement (recovery)	-	(34,130)
	<b>192,334</b>	107,304
<b>Expenses</b>		
Administration	10,693	4,623
Automotive	4,918	4,500
Bank charges and interest	16	-
Contracted services	13,476	7,021
Honoraria	1,795	2,300
Office supplies and expenses	1,350	-
Program expense	73,182	52,143
Salaries and benefits	19,206	16,760
Special events	10,531	8,054
Supplies	23,333	1,159
Telephone	1,915	280
Travel	1,262	5,857
Tuition and training	127	-
Utilities	5,514	3,857
Youth activity	1,167	750
	<b>168,485</b>	107,304
<b>Surplus before transfers</b>	<b>23,849</b>	-
<b>Transfers between programs</b>	<b>(6,495)</b>	-
<b>Surplus</b>	<b>17,354</b>	-

**Spuzzum First Nation**  
**Economic Development**  
**Schedule 5 - Schedule of Revenue and Expenses and Surplus**  
*For the year ended March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Revenue</b>		
Indigenous Services Canada	49,763	16,015
Property tax	41,165	41,013
Other revenue	272	-
	<b>91,200</b>	<b>57,028</b>
<b>Expenses</b>		
Administration	-	9,917
Contracted services	34,165	16,015
Office supplies and expenses	-	63
Professional fees	6,582	2,314
Property tax	1,279	1,280
Special events	-	118
	<b>42,026</b>	<b>29,707</b>
<b>Surplus</b>	<b>49,174</b>	<b>27,321</b>

**Spuzzum First Nation**

**Education**

**Schedule 6 - Schedule of Revenue and Expenses and Surplus (Deficit)**

*For the year ended March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Revenue</b>		
Indigenous Services Canada	311,722	269,178
Fraser Thompson Indian Services Society	39,844	32,563
Sto:lo Nation	26,132	36,933
First Nation Education Steering Committee	3,000	16,962
New Relationship Trust	-	5,000
	<b>380,698</b>	360,636
<b>Expenses</b>		
Administration	15,853	18,098
Contracted services	58,140	30,457
Honoraria	-	1,929
Office supplies and expenses	11	3,149
Salaries and benefits	23,538	49,746
Special events	2,665	731
Student expenses	43,602	49,878
Supplies	9,058	4,885
Telephone	-	1,537
Travel	117	5,076
Tuition and training	184,358	189,326
Utilities	-	1,361
Youth activity	3,000	15,517
	<b>340,342</b>	371,690
<b>Surplus (deficit) before transfers</b>	<b>40,356</b>	(11,054)
<b>Transfers between programs</b>	<b>(4,412)</b>	-
<b>Surplus (deficit)</b>	<b>35,944</b>	(11,054)

**Spuzzum First Nation**  
**Health**  
**Schedule 7 - Schedule of Revenue and Expenses and Surplus**  
*For the year ended March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Revenue</b>		
Indigenous Services Canada	82,328	-
First Nation Health Authority	154,597	-
Fraser Thompson Indian Services Society	138,150	113,634
Other revenue	5,000	-
	<b>380,075</b>	113,634
<b>Expenses</b>		
Administration	17,801	10,877
Advertising	71	-
Automotive	413	5,931
Contracted services	92,622	25,722
Honoraria	-	1,500
Insurance	-	1,969
Municipal services	-	78
Office supplies and expenses	3,216	3,314
Program expense	8,160	557
Repairs and maintenance	-	2,043
Salaries and benefits	50,888	20,407
Special events	6,110	6,309
Supplies	15,387	7,426
Telephone	813	3,067
Travel	2,157	4,026
Tuition and training	576	3,039
Utilities	3,059	1,022
Workshop expenses	51	9,474
Youth activity	385	6,873
	<b>201,709</b>	113,634
<b>Surplus before transfers</b>	<b>178,366</b>	-
<b>Transfers between programs</b>	<b>(171,091)</b>	-
<b>Surplus</b>	<b>7,275</b>	-

**Spuzzum First Nation**  
**Community Infrastructure**  
**Schedule 8 - Schedule of Revenue and Expenses and Surplus**  
*For the year ended March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Revenue</b>		
Indigenous Services Canada	108,836	106,435
First Nation Health Authority	-	4,650
Other revenue	48,778	62,369
Rental income	42,850	39,525
	<b>200,464</b>	212,979
<b>Expenses</b>		
Administration	9,349	8,400
Automotive	14,373	5,827
Contracted services	5,835	15,693
Honoraria	-	100
Insurance	23,652	22,556
Interest on long-term debt	6,718	6,948
Municipal services	6,490	6,765
Office supplies and expenses	8,985	9,190
Repairs and maintenance	2,420	558
Salaries and benefits	105,831	104,000
Special events	-	227
Supplies	5,473	5,792
Telephone	1,664	1,709
Travel	-	247
Utilities	7,467	6,693
	<b>198,257</b>	194,705
<b>Surplus before transfers</b>	<b>2,207</b>	18,274
<b>Transfers between programs</b>	<b>-</b>	(9,903)
<b>Surplus</b>	<b>2,207</b>	8,371

**Spuzzum First Nation**  
**Capital Projects**  
**Schedule 9 - Schedule of Revenue and Expenses and Surplus**  
*For the year ended March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Revenue</b>		
Indigenous Services Canada	464,888	55,490
Investment income	17,250	-
	<b>482,138</b>	55,490
<b>Expenses</b>		
Administration	39,555	-
Automotive	116	-
Contracted services	148,275	55,589
Repairs and maintenance	8,444	22,056
Supplies	25,689	815
Tuition and training	11,379	-
	<b>233,458</b>	78,460
<b>Surplus (deficit) before transfers</b>	<b>248,680</b>	(22,970)
<b>Transfers between programs</b>	<b>(143,334)</b>	22,970
<b>Surplus</b>	<b>105,346</b>	-

**Spuzzum First Nation**  
**Other**  
**Schedule 10 - Schedule of Revenue and Expenses and Surplus**  
*For the year ended March 31, 2019*

	<b>2019</b>	<b>2018</b>
<b>Revenue</b>		
Canada Mortgage and Housing Corporation	24,529	24,529
Investment income	18,286	17,205
Earnings from investment in Nation partnerships	44,268	1,401,109
	<b>87,083</b>	1,442,843
<b>Expenses</b>		
Amortization	144,956	133,130
Contracted services	75	3,249
Insurance	2,385	3,123
Interest on long-term debt	301	425
Professional fees	2,000	2,000
Repairs and maintenance	4,251	4,064
Special events	311	172
Supplies	628	15
Telephone	-	720
Travel	1,651	1,159
Tuition and training	60	-
	<b>156,618</b>	148,057
<b>Surplus (deficit) before transfers</b>	<b>(69,535)</b>	1,294,786
<b>Transfers between programs</b>	<b>375,524</b>	(151,116)
<b>Surplus</b>	<b>305,989</b>	1,143,670