

Ts'ideldel First Nation
Consolidated Financial Statements
March 31, 2019

Ts'ideldel First Nation

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For the year ended March 31, 2019

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Management's Responsibility

To the Members of Tâideldel First Nation

The accompanying consolidated financial statements of Tâideldel 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 consolidated 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 consolidated 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 consolidated financial statements.

The Tâideldel First Nation Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. The Council fulfils 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 Chief and Council on behalf of the Members to audit the consolidated 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 24, 2019



Administrator

Independent Auditor's Report

To the Members of T̓sideldel First Nation:

Opinion

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

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Nation as at March 31, 2019, and the results of its consolidated operations and its consolidated 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 Consolidated Financial Statements section of our report. We are independent of the Nation 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.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the 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 Nation or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Nation to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Nation to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Prince George, British Columbia

July 24, 2019

MNP LLP


Chartered Professional Accountants

Ts'ideldel First Nation
Consolidated Statement of Financial Position

As at March 31, 2019

	2019	2018
Financial assets		
Cash (Note 4)	2,434,946	1,597,848
Guaranteed investment certificates (Note 5)	548,473	532,777
Accounts receivable and accruals (Note 6)	319,763	512,033
Inventory for resale	65,583	79,934
Funds held in trust (Note 7)	1,026,850	1,002,286
Investments in Nation business entities (Note 8)	904,178	869,333
Total financial assets	5,299,793	4,594,211
Liabilities		
Accounts payable and accruals (Note 9)	569,617	630,093
Deferred revenue (Note 10)	829,503	333,099
Debt (Note 11)	1,017,428	1,147,762
Total liabilities	2,416,548	2,110,954
Net financial assets	2,883,245	2,483,257
Contingencies (Note 12)		
Non-financial assets		
Tangible capital assets (Schedule 1)	5,418,186	5,486,662
Prepaid expenses	49,925	78,740
Total non-financial assets	5,468,111	5,565,402
Accumulated surplus (Note 13)	8,351,356	8,048,659

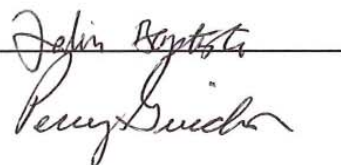

Approved on behalf of Chief and Council:



Chief



Councilor

Councilor



Councilor

The accompanying notes are an integral part of these financial statements

Ts'ideldel First Nation
Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31, 2019

	<i>Schedules</i>	2019 Budget (Note 16)	2019	2018
Revenue				
Indigenous Services Canada (Note 17)		3,353,938	2,586,637	2,689,819
First Nations Health Authority		1,400,257	1,294,924	1,106,895
Canada Mortgage and Housing Corporation		28,256	53,373	53,456
Redstone gas bar		5,600	1,836,682	1,734,524
Other revenue		207,805	696,135	1,235,906
Cariboo Chilcotin Aboriginal Training Employment Centre		329,051	233,265	309,212
First Nation Education Steering Committee		140,000	304,754	188,702
Earnings from investments in Nation business entities		-	544,591	131,446
Rental income		-	146,204	100,774
Interest income		-	24,564	23,316
		5,464,907	7,721,129	7,574,050
Program expenses				
Band Support	3	899,851	1,736,193	1,491,243
Education	4	1,207,856	1,137,438	919,293
Social Assistance	5	472,858	568,393	477,811
Capital	6	799,977	312,498	680,868
Social Housing	7	211,654	88,306	70,865
Economic Development	8	97,162	2,074,264	2,391,869
Health	9	1,331,848	1,501,340	1,027,821
Total expenses (Schedule 2)		5,021,206	7,418,432	7,059,770
Annual surplus		443,701	302,697	514,280
Accumulated surplus, beginning of year		8,048,659	8,048,659	7,534,379
Accumulated surplus, end of year		8,457,704	8,351,356	8,048,659

The accompanying notes are an integral part of these financial statements

Tâsideldel First Nation
Consolidated Statement of Changes in Net Financial Assets

For the year ended March 31, 2019

	2019 Budget (Note 16)	2019	2018
Annual surplus	443,701	302,697	514,280
Purchases of tangible capital assets	-	(473,044)	(222,233)
Amortization of tangible capital assets	-	541,520	591,475
Use (acquisition) of prepaid expenses	-	28,815	(30,526)
Increase in net financial assets	443,701	399,988	852,996
Net financial assets, beginning of year	2,483,257	2,483,257	1,630,261
Net financial assets, end of year	2,926,958	2,883,245	2,483,257

The accompanying notes are an integral part of these financial statements

T̓sidel First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2019

	2019	2018
Cash provided by (used for) the following activities		
Operating activities		
Annual surplus	302,697	514,280
Non-cash items		
Amortization	541,520	591,475
Earnings from Investments in Nation business entities	(544,591)	(131,446)
Trust fund interest revenue	(24,564)	(23,316)
	275,062	950,993
Changes in working capital accounts		
Guaranteed investment certificates	(15,696)	(10,440)
Accounts receivable and accruals	192,270	(154,980)
Inventory for resale	14,351	111,957
Accounts payable and accruals	(60,476)	113,004
Deferred revenue	496,404	314,908
Prepaid expenses	28,815	(30,526)
Restricted cash	9,678	(705)
Short term loans	-	8,800
	940,408	1,303,011
Financing activities		
Advances of debt	-	18,514
Repayment of debt	(130,334)	(135,967)
Advances to (from) related Nation business entities	500,068	(146,570)
	369,734	(264,023)
Capital activities		
Purchases of tangible capital assets	(473,044)	(222,233)
Increase in cash	837,098	816,755
Cash, beginning of year	1,597,848	781,093
Cash, end of year	2,434,946	1,597,848

The accompanying notes are an integral part of these financial statements

Ts̓ideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

1. Operations

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

2. Significant accounting policies

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

Reporting entity consolidated

The financial statements consolidate the financial activities of all entities and departments comprising the Nation reporting entity, except for Nation business entities. Trusts administered on behalf of third parties by Ts̓ideldel First Nation are excluded from the Nation reporting entity.

The Nation has consolidated the assets, liabilities, revenue and expenses of the following entities and departments:

- Social Housing
- Redstone Gas Bar
- Crazy Horse Energy Drink
- Ts̓ideldel Development Corporation

All inter-entity balances have been eliminated on consolidation.

Ts̓ideldel First Nation business entities, owned or controlled by the Nation's Council but not dependent on the Nation for their continuing operations, are included in the consolidated financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity accounting principles are not adjusted to conform to those of the Nation. Thus, the Nation's investment in this entity is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received. The entity accounted for by the modified equity basis is:

- Ts̓ideldel Limited Partnership.

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.

Net financial assets

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

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.

Cash resources

Cash resources 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 cash as restricted cash (Note 4).

Ts'ideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

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

Funds held in trust

Funds held in trust on behalf of Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position. Trust moneys consist of:

- Capital trust monies derived from non-renewable resource transactions on the sale of land or other 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. Contributed tangible capital assets are recorded at their fair value at the date of contribution.

All intangible assets and items inherited by the rights of the Nation, such as reserve land, forests, water and mineral resources are not recognized in the Nation's consolidated financial statements.

As amounts from prior years could not be reasonably estimated, the following tangible capital assets are recorded at a nominal value of \$1 - land, automotive equipment, community centre, Nation office building, fire hall, fire truck, kindergarten building, office equipment, pump house and shop equipment.

Amortization

Tangible capital assets are amortized over the expected useful life of the assets using the declining balance method. In the year of acquisition, amortization is taken at one-half of the following rates:

	Rate
Buildings	4 %
Infrastructure	4 %
Equipment	20-30 %

Revenue recognition

- i) **Government Funding**
The 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 Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.
- ii) **First Nation Capital and Revenue Trust Funds**
The Nation recognizes revenue of the Capital and Revenue trusts when earned.
- iii) **Canada Mortgage and Housing Corporation ("CMHC")**
CMHC revenue is recognized as it becomes receivable under the terms of the applicable funding agreements. Funding received under the funding agreements that relate to a subsequent fiscal period are reflected as deferred revenue on the consolidated statement of financial position in the year of receipt.
- iv) **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.
- v) **Other Revenue**
Other revenue is recognized when performance is achieved, amounts are reasonably estimated and collection is reasonably assured.
- vi) **Investment Income**
Investment income is recognized by the Nation when the investment income is earned.

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

Portfolio investments

Portfolio investments include long-term investments in entities that are owned, but not controlled or influenced by the Nation reporting entity, and guaranteed investment certificates. Portfolio investments are recorded at cost, less any provision for other than temporary impairment.

Inventory for resale

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the first-in, first-out method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and selling costs.

Prepaid expenses

Prepaid expenses included in non-financial assets include payment for services that have not been provided as of year end.

Measurement uncertainty (use of estimates)

The preparation of consolidated 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 consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period.

Accounts receivable, and amounts due from related Nation entities and departments, are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets. Liabilities for contaminated sites are estimated based on the best information available regarding potentially contaminated sites that the Nation is responsible for.

These estimates are reviewed periodically and, as adjustments become necessary, they are reported in the operations of the period in which they become known.

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.

The Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying amount of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when an asset's service potential is reduced. Impairment is measured as the amount by which the asset's carrying amount exceeds its fair value. Fair value is measured using prices for similar items. Any impairment is included in operations for the year.

The Nation does not perform impairment testing on its long-lived assets that are held for public administration and situated on its reserve land as it is not possible to determine their fair value.

Segments

The Nation conducts its business through seven reportable segments as described in Note 14. These operating segments are established by senior management to facilitate the achievement of the 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 consolidated consolidated financial statements as disclosed in Note 2 *Significant accounting policies*.

Ts̓ideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

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 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 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 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. As at March 31, 2019 no liability exists.

3. Change in accounting policies

PS 3430 Restructuring Transactions

Effective April 1, 2018, the First Nation adopted the recommendations relating to PS 3430 *Restructuring Transactions* as set out in the CPA Canada Public Sector Accounting Handbook. The main features of this standard are as follows:

- A restructuring transaction is defined as a transfer of an integrated set of assets and/or liabilities, together with related program or operating responsibilities that does not involve an exchange of consideration.

- Individual assets and liabilities transferred in a restructuring transaction are derecognized by the transferor at their carrying amount and recognized by the recipient at their carrying amount with applicable adjustments.

There was no material impact on the consolidated financial statements of adopting the new section.

4. Cash

	2019	2018
Operating fund	2,338,420	1,468,371
Social housing - restricted cash	28,733	19,055
Economic development	67,793	110,422
	2,434,946	1,597,848

5. Guaranteed investment certificates

	2019	2018
Guaranteed investment certificate bearing interest at 2.95% per annum and matures on March 12, 2021. Deposit is held as collateral against demand loans held by the Nation	546,292	530,638
Guaranteed investment certificate bearing interest at 2.00% per annum and matures on December 6, 2019	2,181	2,139
	548,473	532,777

Tâsîdeldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

6. Accounts receivable and accruals

	2019	2018
General accounts receivable	150,108	813,795
Goods and Services Tax rebate	14,585	12,301
Social Housing	20,023	32,449
Economic Development	116,898	99,093
Other	52,002	45,348
	353,616	1,002,986
Less: Allowance for doubtful accounts	(33,853)	(490,953)
	319,763	512,033

7. Funds held in trust

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

	2019	2018
Capital Trust		
Balance, beginning and end of year	365,086	365,086
Revenue Trust		
Balance, beginning of year	637,200	613,884
Interest	22,980	21,722
BC Special	1,584	1,594
	661,764	637,200
Balance, end of year	1,026,850	1,002,286

Ottawa Trust Funds

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. The management of these funds is primarily governed by Section 63 to 69 of the *Indian Act*.

Ts̓ideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

8. Investments in Nation business entities

The Nation has investments in the following entities:

					2019
	<i>Investment cost</i>	<i>Loans / advances</i>	<i>Cumulative share of earnings, 2018</i>	<i>Annual share of earnings</i>	<i>Total investment</i>
Nation Partnerships – Modified Equity:					
Ts̓ideldel Limited Partnership - 99.99%	-	(364,507)	723,821	544,591	903,905
First Nation Investments - Recorded at Cost:					
Tsi Del Del Enterprises Ltd.	1	-	-	-	1
River West Forest Products Ltd.	1	-	-	-	1
Eniyud Community Forests Ltd.	1	-	249	-	250
Cariboo Indian Enterprises Ltd.	1	-	-	-	1
Central Chilcotin Rehabilitation Ltd.	20	-	-	-	20
	24	-	249	-	273
	24	(364,507)	724,070	544,591	904,178

					2018
	<i>Investment cost</i>	<i>Loans / advances</i>	<i>Cumulative share of earnings, 2017</i>	<i>Annual share of earnings</i>	<i>Total investment</i>
Nation Partnerships – Modified Equity:					
Ts̓ideldel Limited Partnership - 99.99%	-	145,259	592,375	131,446	869,080
First Nation Investments - Recorded at Cost:					
Tsi Del Del Enterprises Ltd.	1	-	-	-	1
River West Forest Products Ltd.	1	-	-	-	1
Eniyud Community Forests Ltd.	1	-	249	-	250
Cariboo Indian Enterprises Ltd.	1	-	-	-	1
	4	-	249	-	253
	4	145,259	592,624	131,446	869,333

The advances made to the Nation partnerships and business entities are recorded net of allowances, have no set terms of repayments, are non-interest bearing and are unsecured.

Ts̓ideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

8. Investments in Nation business entities *(Continued from previous page)*

Summary financial information for each Nation business partnership, accounted for using the modified equity method, for their respective year-end is as follows:

	<i>Ts̓ideldel Limited Partnership As at March 31, 2019</i>
Assets	
Cash	868,233
Restricted cash	231,162
Prepaid expenses	41,540
Advances to related parties	853,513
Total assets	1,994,448
Liabilities	
Accounts payable and accruals	3,911
Silviculture obligation	242,612
Advances from related parties	479,456
Total liabilities	725,979
Partners' Capital	1,268,469
Total revenue	618,492
Total expenses	73,847
Net income	544,645

9. Accounts payable and accruals

	2019	2018
Accounts payable and accruals	297,778	319,990
Wages payable and government remittances	91,306	63,498
Social Housing	5,189	7,852
Economic development	173,571	200,934
Other	1,773	37,819
	569,617	630,093

Tâsîdeldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

10. Deferred revenue

The Nation has recorded the following externally restricted funding as deferred revenue to be used in the completion of ongoing projects:

	2019	2018
Deferred funding contributions		
Water systems upgrades	228,350	107,145
Renovations and additions	601,153	150,000
Business Development - Crazy Horse	-	47,354
Other	-	28,600
	829,503	333,099

Ts̓ideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

11. Debt

	2019	2018
All Nations Trust loan bearing interest at 2.04% per annum, repayable in monthly blended payments of \$2,848 guaranteed by CMHC social housing with a net book value of \$630,254 (2018 - \$661,766), maturing March 2039	557,698	580,426
Peace Hill Trust demand loan bearing interest at prime rate, repayable in monthly blended payments of \$15,150 guaranteed by commitment letter in the amount of \$303,000, maturing March 2021	127,369	182,368
Bank of Montreal loan bearing interest at prime plus 0.5% (4.45% - March 31, 2019) per annum, repayable in monthly blended payments of \$858 guaranteed by Ts̓ideldel First Nation general agreement, maturing October 2029	87,249	93,474
Bank of Montreal loan bearing interest at prime plus 0.5% (4.45% - March 31, 2019) per annum, repayable in monthly blended payments of \$775 guaranteed by Ts̓ideldel First Nation general agreement, maturing October 2027	66,256	72,421
Bank of Montreal loan bearing interest at prime plus 0.5% (4.45% - March 31, 2019) per annum, repayable in monthly blended payments of \$563 guaranteed by Ts̓ideldel First Nation general agreement, maturing October 2029	59,584	63,835
Bank of Montreal loan bearing interest at prime plus 0.5% (4.45% - March 31, 2019) per annum, repayable in monthly blended payments of \$448 guaranteed by Ts̓ideldel First Nation general agreement, maturing October 2029	47,450	50,739
Peace Hill Trust demand loan bearing interest at prime plus 2% (5.95% - March 31, 2019) per annum, repayable in monthly blended payments of \$1,892, guaranteed by commitment letter in the amount of \$98,489 and equipment with a net book value of \$55,812 (2018 - \$69,765), maturing August 2020	30,792	51,129
Bank of Montreal loan bearing interest at prime plus 0.5% (4.45% - March 31, 2019) per annum, repayable in monthly blended payments of \$510 guaranteed by Ts̓ideldel First Nation general agreement, maturing October 2024	30,199	34,856
Bank of Montreal loan bearing interest at prime plus 0.5% (4.45% - March 31, 2019) per annum, repayable in monthly blended payments of \$699 guaranteed by Ts̓ideldel First Nation general agreement, maturing July 2020	10,831	18,514
	1,017,428	1,147,762

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	133,248
2021	119,951
2022	63,148
2023	52,455
2024	54,230
	<u>423,032</u>

Prime rate at March 31, 2019 was 3.95% (2018 - 3.45%).

Ts̓ideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

12. Contingencies

- (a) The financial results of the CMHC Social Housing program are subject to review by CMHC. It is possible that adjustments could be made based on the results of their review.
- (b) The Nation is subject to funding recoveries according to their agreements with federal government agencies. It has not yet been determined to what extent any funding amounts related to the year ended March 31, 2019 might be recovered.

13. Accumulated surplus

Accumulated surplus consists of the following:

	2019	2018
Ottawa Trust Funds	1,026,850	1,002,286
Operating fund	1,979,446	1,800,092
Enterprise fund	904,178	869,333
Equity in tangible capital assets	4,400,758	4,338,900
Replacement and operating reserve	40,124	38,048
	8,351,356	8,048,659

14. Segments

The Nation receives revenue from many different projects and sources. For management and reporting purposes, the revenue, expenses, and surplus or deficits are organized by the following segments:

Band Support

Includes general operations, support, and financial management of Ts̓ideldel First Nation.

Education

Includes revenue and expenses related to primary, secondary and post secondary education of the members of Ts̓ideldel First Nation.

Social Assistance

Includes revenue and expenses relating to the delivery of social assistance to members of Ts̓ideldel First Nation.

Capital

Includes revenue and expenditures of capital projects.

Social Housing

Includes revenue and expenditures relating to the operation of Ts̓ideldel First Nation's social housing program.

Economic Development

Includes activities related to the growth of revenue producing projects within Ts̓ideldel First Nation.

Health

Includes activities related to the provision of health services for Ts̓ideldel First Nation.

15. Economic dependence

Ts̓ideldel 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 Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

Ts̓ideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2019

16. Budget information

The disclosed budget information has been approved by the Chief and Council of the Ts̓ideldel First Nation. The original budget was approved at the Chief and Council meeting held on March 28, 2018.

Budgets were not prepared for all segments and all departments in 2019. As such, the budget figures in the Consolidated Statement of Operations are not presented for the same scope of activities as the actual results.

17. Indigenous Services Canada funding reconciliation

	2019	2018
ISC funding per financial statements	2,586,637	2,689,819
Recoveries	58,939	-
Current year deferred revenue	829,503	257,145
Prior year deferred revenue	(257,145)	-
ISC funding per confirmation	3,217,934	2,946,964

18. Comparative figures

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

Ts'ideldel First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2019

	<i>Buildings</i>	<i>Infrastructure</i>	<i>Land</i>	<i>Equipment</i>	<i>2019</i>	<i>2018</i>
Cost						
Balance, beginning of year	8,118,520	4,540,342	78,000	468,634	13,205,496	12,983,263
Acquisition of tangible capital assets	416,770	56,274	-	-	473,044	222,233
Balance, end of year	8,535,290	4,596,616	78,000	468,634	13,678,540	13,205,496
Accumulated amortization						
Balance, beginning of year	5,482,631	2,044,119	-	192,084	7,718,834	7,127,359
Annual amortization	261,538	182,516	-	97,466	541,520	591,475
Balance, end of year	5,744,169	2,226,635	-	289,550	8,260,354	7,718,834
Net book value of tangible capital assets	2,791,121	2,369,981	78,000	179,084	5,418,186	5,486,662
2018 Net book value of tangible capital assets	2,635,889	2,496,222	78,000	276,551	5,486,662	

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

	2019 Budget (Note 16)	2019	2018
Consolidated expenses by object			
Salaries and benefits	1,793,873	2,087,318	1,987,397
Purchases	-	1,485,047	1,386,530
Supplies	332,530	598,106	479,896
Service contracts	457,278	490,541	642,080
Professional fees	1,181,574	489,849	286,993
Travel	246,801	461,687	393,768
Social assistance payments	282,524	313,548	287,403
Allowances	183,528	168,123	143,025
Utilities	68,107	145,913	143,349
Bad debts	-	89,592	46,836
Tuition	107,600	92,628	71,751
Honourarium	54,500	87,506	52,435
Telephone	66,220	58,855	64,838
Insurance	47,926	58,518	67,169
Lease and rental	7,981	54,844	27,634
Community events	21,731	50,540	93,730
Office	2,248	36,510	111,549
Interest on debt	34,176	33,691	37,901
Management fees	-	26,692	28,507
Other	25,140	25,593	56,080
Bank charges and interest	-	13,050	17,410
Advertising and promotion	18,800	11,424	56,318
Repairs and maintenance	-	3,493	7,165
License and taxes	-	165	159
Board fees	-	-	6,171
Administration (recovery)	88,669	(6,321)	(27,799)
Amortization	-	541,520	591,475
	5,021,206	7,418,432	7,059,770

Tâsideldel First Nation
Band Support
Schedule 3 - Schedule of Revenue and Expenses
For the year ended March 31, 2019

	2019 Budget (Note 16)	2019	2018
Revenue			
Indigenous Services Canada	630,152	619,397	519,321
First Nations Health Authority	-	26,261	-
First Nation Education Steering Committee	140,000	304,754	188,702
Other revenue	97,428	191,482	626,913
Cariboo Chilcotin Aboriginal Training Employment Centre	40,341	44,247	20,124
Rental income	-	21,545	20,300
Investment income	5,600	3,215	-
Interest income	-	24,564	23,316
	913,521	1,235,465	1,398,676
Expenses			
Salaries and benefits	663,966	749,605	665,467
Service contracts	131,569	197,468	112,955
Professional fees	83,070	149,969	56,999
Supplies	68,960	140,570	157,912
Travel	70,950	108,380	91,246
Honourarium	45,000	67,531	39,585
Utilities	4,200	48,039	41,932
Bad debts	-	32,086	54,009
Telephone	38,400	26,754	34,109
Tuition	15,000	15,688	7,362
Lease and rental	4,981	14,559	4,976
Insurance	13,976	12,847	17,587
Other	12,790	8,204	6,568
Interest on debt	-	3,754	6,392
Office	600	1,638	1,349
Advertising and promotion	16,800	-	2,372
Community events (reimbursement)	(17,669)	(12,126)	15,023
Administration (recovery)	(252,742)	(338,541)	-
Amortization	-	509,768	175,400
	899,851	1,736,193	1,491,243
Annual surplus (deficit) before transfers	13,670	(500,728)	(92,567)
Transfers between programs	11,555	(12,757)	(44,020)
Annual surplus (deficit)	25,225	(513,485)	(136,587)

Tâsîdeldel First Nation
Education
Schedule 4 - Schedule of Revenue and Expenses
For the year ended March 31, 2019

	2019 Budget (Note 16)	2019	2018
Revenue			
Indigenous Services Canada	1,139,131	1,153,026	1,254,862
Rental income	-	-	700
Other revenue	17,409	129,595	87,209
	1,156,540	1,282,621	1,342,771
Expenses			
Salaries and benefits	470,067	371,482	384,399
Allowances	183,528	166,813	136,311
Supplies	146,590	148,594	66,765
Service contracts	31,302	107,176	127,158
Administration	137,576	91,717	-
Travel	32,453	82,082	62,213
Tuition	67,000	62,184	44,863
Utilities	45,000	48,236	46,937
Professional fees	35,000	33,604	18,865
Insurance	20,000	10,333	19,685
Telephone	5,090	5,287	5,132
Community events	20,000	3,424	3,765
Other	6,600	3,306	2,399
Lease and rental	-	3,000	-
Honourarium	5,400	200	200
Office	250	-	-
Advertising and promotion	2,000	-	110
Amortization	-	-	491
	1,207,856	1,137,438	919,293
Annual surplus (deficit) before transfers	(51,316)	145,183	423,478
Transfers between programs	-	2,323	1,682
Annual surplus (deficit)	(51,316)	147,506	425,160

Tâsîdel First Nation
Social Assistance
Schedule 5 - Schedule of Revenue and Expenses
For the year ended March 31, 2019

	2019 Budget (Note 16)	2019	2018
Revenue			
Indigenous Services Canada	447,239	433,733	469,404
Other revenue	52,000	159,214	64,161
	499,239	592,947	533,565
Expenses			
Social assistance payments	282,524	305,244	279,752
Salaries and benefits	122,092	125,316	100,147
Supplies	4,145	33,978	17,673
Administration	30,161	32,604	-
Community events	900	32,378	45,171
Travel	19,309	21,087	10,966
Service contracts	2,804	7,428	6,645
Telephone	3,925	3,733	3,701
Other	-	3,021	2,686
Tuition	500	2,104	2,905
Lease and rental	3,000	1,500	400
Allowances	-	-	6,714
Office	498	-	-
Advertising and promotion	-	-	776
Honourarium	3,000	-	275
	472,858	568,393	477,811
Annual surplus before transfers	26,381	24,554	55,754
Transfers between programs	-	5,980	(29)
Annual surplus	26,381	30,534	55,725

Tâsideldel First Nation
Capital
Schedule 6 - Schedule of Revenue and Expenses
For the year ended March 31, 2019

	2019 Budget (Note 16)	2019	2018
Revenue			
Indigenous Services Canada	924,106	341,548	163,061
Other revenue	-	51,091	99,211
Rental income	-	26,798	14,942
	924,106	419,437	277,214
Expenses			
Salaries and benefits	15,600	132,943	82,836
Service contracts	184,377	46,718	36,396
Supplies	-	43,851	51,563
Utilities	-	31,418	29,843
Bad debts	-	15,664	-
Insurance	-	14,270	10,125
Travel	-	10,602	8,330
Interest on debt	-	8,541	10,246
Lease and rental	-	6,075	-
Telephone	-	2,142	780
Tuition	-	446	15
Other	-	333	737
Administration (recovery)	-	(505)	-
Professional fees	600,000	-	54,551
Amortization	-	-	395,446
	799,977	312,498	680,868
Annual surplus (deficit) before transfers	124,129	106,939	(403,654)
Transfers between programs	-	48,243	110,334
Annual surplus (deficit)	124,129	155,182	(293,320)

Tâsideldel First Nation
Social Housing
Schedule 7 - Schedule of Revenue and Expenses
For the year ended March 31, 2019

	2019 Budget (Note 16)	2019	2018
Revenue			
Canada Mortgage and Housing Corporation	28,256	53,373	53,456
Indigenous Services Canada	177,478	3,302	-
Other revenue	-	60,067	30,157
Rental income	-	54,740	45,867
	205,734	171,482	129,480
Expenses			
Bad debts (recovery)	-	41,842	(13,065)
Interest on debt	34,176	13,280	15,272
Insurance	-	12,282	5,467
Service contracts	-	7,227	9,243
Administration	-	2,800	-
Bank charges and interest	-	2,088	-
Salaries and benefits	-	1,523	35,147
Utilities	-	1,396	238
Professional fees	177,478	1,240	4,000
Supplies	-	4,454	10,822
Office	-	127	238
Other	-	74	-
Lease and rental	-	-	425
Honourarium	-	-	350
Community events	-	-	600
Travel (reimbursement)	-	(27)	2,128
	211,654	88,306	70,865
Annual surplus (deficit) before transfers	(5,920)	83,176	58,615
Transfers between programs	-	(3)	31,969
Annual surplus (deficit)	(5,920)	83,173	90,584

Tâsîdeldeî First Nation
Economic Development
Schedule 8 - Schedule of Revenue and Expenses
For the year ended March 31, 2019

	2019 Budget (Note 16)	2019	2018
Revenue			
Indigenous Services Canada	35,832	35,632	283,171
Redstone gas bar	-	1,833,467	1,734,524
Earnings from investments in Nation business entities	-	544,591	131,446
Cariboo Chilcotin Aboriginal Training Employment Centre	288,710	189,017	289,089
Other revenue	-	10,041	257,453
	324,542	2,612,748	2,695,683
Expenses			
Purchases	-	1,485,047	1,386,530
Salaries and benefits	30,436	192,808	243,173
Professional fees	-	105,136	120,001
Administration (recovery)	61,326	67,326	(27,799)
Office	-	33,838	108,948
Supplies	200	30,129	28,447
Service contracts	1,700	18,189	275,989
Honourarium	-	17,200	9,925
Advertising and promotion	-	11,424	53,059
Bank charges and interest	-	10,962	17,410
Travel	2,000	8,772	26,796
Management fees	-	26,692	28,507
Interest on debt	-	7,483	5,492
Utilities	-	6,612	7,258
Telephone	1,200	5,970	7,393
Community events	-	4,216	5,332
Other	-	3,993	37,163
Repairs and maintenance	-	3,497	7,165
Tuition	300	2,050	1,283
Lease and rental	-	1,003	7,987
License and taxes	-	165	159
Board fees	-	-	6,170
Insurance	-	-	9,452
Bad debts	-	-	5,892
Amortization	-	31,752	20,137
	97,162	2,074,264	2,391,869
Annual surplus before transfers	227,380	538,484	303,814
Transfers between programs	(30,240)	(62,403)	(118,636)
Annual surplus	197,140	476,081	185,178

Tâsideldel First Nation
Health
Schedule 9 - Schedule of Revenue and Expenses
For the year ended March 31, 2019

	2019 Budget (Note 16)	2019	2018
Revenue			
First Nations Health Authority	1,400,257	1,268,663	1,106,895
Other revenue	40,968	94,644	70,803
Rental income	-	43,121	18,966
	1,441,225	1,406,428	1,196,664
Expenses			
Salaries and benefits	491,712	513,641	476,228
Travel	122,089	230,790	192,090
Professional fees	286,026	199,900	32,578
Administration	112,348	138,278	-
Supplies	112,635	196,530	146,713
Service contracts	105,526	106,335	73,696
Lease and rental	-	28,706	13,847
Community events	18,500	22,647	23,838
Telephone	17,605	14,969	13,722
Utilities	18,907	10,212	17,140
Tuition	24,800	10,156	15,323
Insurance	13,950	8,786	4,854
Social assistance payments	-	8,305	7,651
Other	5,750	6,662	6,527
Honourarium	1,100	2,575	2,100
Allowances	-	1,311	-
Office	900	905	1,014
Interest on debt	-	632	500
	1,331,848	1,501,340	1,027,821
Annual surplus (deficit) before transfers	109,377	(94,912)	168,843
Transfers between programs	(15,968)	18,617	18,701
Annual surplus (deficit)	93,409	(76,295)	187,544