

**Tsideldel First Nation
Consolidated Financial Statements**

March 31, 2020

Tsideldel First Nation Contents

For the year ended March 31, 2020

	Page
Management's Responsibility	
Independent Auditor's Report	
Consolidated Financial Statements	
Consolidated Statement of Financial Position.....	1
Consolidated Statement of Operations and Accumulated Surplus.....	2
Consolidated Statement of Changes in Net Financial Assets.....	3
Consolidated Statement of Cash Flows.....	4
Notes to the Consolidated Financial Statements.....	5
Schedules	
Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	15
Schedule 2 - Consolidated Schedule of Expenses by Object.....	16
Schedule 3 - Schedule of Revenue and Expenses - Band Support.....	17
Schedule 4 - Schedule of Revenue and Expenses - Education.....	18
Schedule 5 - Schedule of Revenue and Expenses - Social Assistance.....	19
Schedule 6 - Schedule of Revenue and Expenses - Capital.....	20
Schedule 7 - Schedule of Revenue and Expenses - Social Housing.....	21
Schedule 8 - Schedule of Revenue and Expenses - Economic Development.....	22
Schedule 9 - Schedule of Revenue and Expenses - Health.....	23



Management's Responsibility

To the Members of Tsideldel First Nation

The accompanying consolidated financial statements of Tsideldel 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 Tsideldel 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 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 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.

October 21, 2020

A handwritten signature in black ink, appearing to read 'M. M. Band Manager', is placed over a horizontal line.

Band Manager

Independent Auditor's Report

To the Members of Tsideldel First Nation:

Opinion

We have audited the consolidated financial statements of Tsideldel First Nation (the "Nation"), which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations, and accumulated surplus, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and related schedules.

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, 2020, 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

October 21, 2020

MNP LLP

Chartered Professional Accountants

MNP
LLP

Tsideldel First Nation
Consolidated Statement of Financial Position
As at March 31, 2020

	2020	2019
Financial assets		
Cash (Note 3)	3,809,462	2,434,946
Guaranteed investment certificates (Note 4)	569,893	548,473
Accounts receivable and accruals (Note 5)	854,268	319,763
Inventory for resale	61,781	65,583
Funds held in trust (Note 6)	1,044,961	1,026,850
Investments in Nation business entities (Note 7)	896,739	904,178
Total financial assets	7,237,104	5,299,793
Liabilities		
Accounts payable and accruals (Note 8)	1,136,873	569,617
Deferred revenue (Note 9)	1,597,345	829,503
Debt (Note 10)	1,853,021	1,017,428
Total liabilities	4,587,239	2,416,548
Net financial assets	2,649,865	2,883,245
Contingencies (Note 11)		
Subsequent events (Note 12)		
Non-financial assets		
Tangible capital assets (Schedule 1)	8,690,545	5,418,186
Prepaid expenses	109,709	49,925
Total non-financial assets	8,800,254	5,468,111
Accumulated surplus (Note 13)	11,450,119	8,351,356

Approved on behalf of Chief and Council:





Chief

Councilor



Councilor




Councilor

Tsideldel First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2020

	<i>Schedules</i>	<i>2020 Budget (Note 16)</i>	<i>2020</i>	<i>2019</i>
Revenue				
Indigenous Services Canada (Note 17)		3,955,012	3,421,797	2,586,637
First Nations Health Authority		1,974,689	2,042,185	1,294,924
Canada Mortgage and Housing Corporation		52,460	52,460	53,373
Other revenue		1,365,380	1,521,959	740,383
Tsilhqot'in National Government		521,831	615,992	-
Redstone Gas Bar		-	611,228	1,836,682
First Nation Education Steering Committee		296,958	294,458	304,754
Gain on sale of tangible capital assets		-	179,627	-
Earnings from investments in Nation business entities		-	416,814	544,591
Rental income		69,359	127,255	146,204
Interest income		1,423	34,532	24,564
Forest range revenue		(268,711)	23,209	189,017
		7,968,401	9,341,516	7,721,129
Program expenses				
Band Support	3	986,440	1,302,568	1,736,193
Education	4	1,470,967	1,362,522	1,137,438
Social Assistance	5	627,847	736,759	568,393
Capital	6	390,678	432,354	312,498
Social Housing	7	1,702,225	54,685	88,306
Economic Development	8	134,788	974,266	2,074,264
Health	9	2,011,248	1,379,599	1,501,340
Total expenses (Schedule 2)		7,324,193	6,242,753	7,418,432
Annual surplus		644,208	3,098,763	302,697
Accumulated surplus, beginning of year		8,351,356	8,351,356	8,048,659
Accumulated surplus, end of year		8,995,564	11,450,119	8,351,356

Tsideldel First Nation
Consolidated Statement of Changes in Net Financial Assets
For the year ended March 31, 2020

	2020 Budget (Note 16)	2020	2019
Annual surplus	644,208	3,098,763	302,697
Purchases of tangible capital assets	-	(3,566,457)	(473,044)
Amortization of tangible capital assets	-	294,098	541,520
Use (acquisition) of prepaid expenses	-	(59,784)	28,815
Proceeds on disposal of tangible capital assets	-	179,627	-
Gain on disposal of tangible capital assets	-	(179,627)	-
Increase (decrease) in net financial assets	644,208	(233,380)	399,988
Net financial assets, beginning of year	2,883,245	2,883,245	2,483,257
Net financial assets, end of year	3,527,453	2,649,865	2,883,245

Tsidelde First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2020

	2020	2019
Cash provided by (used for) the following activities		
Operating activities		
Annual surplus	3,098,763	302,697
Non-cash items		
Amortization	294,098	541,520
Earnings from Investments in Nation business entities	(416,814)	(544,591)
Trust fund interest revenue	(18,111)	(24,564)
Gain on disposal of tangible capital assets	(179,627)	-
	2,778,309	275,062
Changes in working capital accounts		
Guaranteed investment certificates	(21,420)	(15,696)
Accounts receivable and accruals	(534,505)	192,270
Inventory for resale	3,802	14,351
Accounts payable and accruals	567,256	(60,476)
Deferred revenue	767,842	496,404
Prepaid expenses	(59,784)	28,815
Restricted cash	-	9,678
	3,501,500	940,408
Financing activities		
Advances of debt	1,066,711	-
Repayment of debt	(231,118)	(130,334)
Advances from related Nation business entities	424,253	500,068
	1,259,846	369,734
Capital activities		
Purchases of tangible capital assets	(3,566,457)	(473,044)
Proceeds on disposal of tangible capital assets	179,627	-
	(3,386,830)	(473,044)
Increase in cash	1,374,516	837,098
Cash, beginning of year	2,434,946	1,597,848
Cash, end of year	3,809,462	2,434,946

Tsideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

1. Operations

Tsideldel First Nation (the "Nation") is located in the province of British Columbia, and provides various services to its members. Tsideldel 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 Tsideldel 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
- Tsi'deldel Development Corporation
- Tsi'deldel Limited Partnership
- Crazy Horse Energy Drink Ltd.
- Crazy Horse Energy Drink Limited Partnership
- Redstone Gas Bar Ltd.
- Redstone Gas Bar Limited Partnership
- Ts' iDel Del Resources Ltd.

All inter-entity balances have been eliminated on consolidation.

Tsideldel 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:

- Tsi'deldel Timber Development 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.

Tsidelde First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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

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 3).

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 %

Tsideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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

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.

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.

Tsideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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

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 financial statements as disclosed in Note 2 *Significant accounting policies*.

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, 2020.

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, 2020 no liability exists (March 31, 2019 - no liability).

3. Cash

	2020	2019
Operating fund	3,036,203	2,338,420
Social housing - restricted cash	38,580	28,733
Economic development	327,976	67,793
Gaming - restricted cash	406,703	-
	3,809,462	2,434,946

Tsideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

4. Guaranteed investment certificates

	2020	2019
Guaranteed investment certificate bearing interest at 2.95% per annum, maturing March 2021, deposit is held as collateral against demand loans held by the Nation	562,451	546,292
Guaranteed investment certificate bearing interest at 2% per annum, maturing December 2020	2,225	2,181
Guaranteed investment certificate bearing interest at 1.5% per annum, maturing May 2020	5,217	-
	569,893	548,473

5. Accounts receivable and accruals

	2020	2019
General accounts receivable	1,451,070	793,097
Goods and Services Tax rebate	256	14,585
Social Housing	21,428	20,023
Economic Development	53,296	116,898
Other	18,150	52,002
	1,544,200	996,605
Less: Allowance for doubtful accounts	(689,932)	(676,842)
	854,268	319,763

6. 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.

	2020	2019
Capital Trust		
Balance, beginning and end of year	365,086	365,086
Revenue Trust		
Balance, beginning of year	661,764	637,200
Interest	16,527	22,980
BC Special	1,584	1,584
Balance, end of year	679,875	661,764
	1,044,961	1,026,850

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*.

Tsideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

7. Investments in Nation business entities

The Nation has investments in the following entities:

	<i>Investment cost</i>	<i>Loans / advances</i>	<i>Cumulative share of earnings, 2019</i>	<i>Annual share of earnings</i>	<i>Total investment</i>
Nation Partnerships – Modified Equity:					
Tsi'deldel Timber Development Limited Partnership - 99.99%	903,905	(424,253)	-	416,814	896,466
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
	903,929	(424,253)	249	416,814	896,739
	<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:					
Tsi'deldel Timber Development 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

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.

Tsideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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>Tsi'deldel Timber Development LP As at December 31, 2019</i>	
Assets	
Cash	750,395
Restricted cash	144,015
Trade and other receivables	31,863
Prepaid expenses	30,070
Advances to related parties	104,964
Total assets	1,061,307
Liabilities	
Accounts payable and accruals	11,592
Silviculture obligation	48,243
Advances from related parties	583,616
Total liabilities	643,451
Partners' Capital	417,856
Total revenue	517,683
Total expenses	100,827
Net income	416,856

8. Accounts payable and accruals

	2020	2019
Accounts payable and accruals	961,341	299,551
Wages payable and government remittances	78,004	91,306
Social Housing	11,277	5,189
Economic development	86,251	173,571
	1,136,873	569,617

9. Deferred revenue

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

	2020	2019
Deferred funding contributions		
Water systems upgrades - Indigenous Services Canada - CPMS #6364	1,357,214	228,350
Water systems upgrades - Indigenous Services Canada - ICMS#9-00128225	183,351	-
Gathering Place - Public Safety & Emergency Preparedness	56,780	-
Renovations and additions - Indigenous Services Canada	-	601,153
	1,597,345	829,503

Tsideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

10. Debt

	2020	2019
Bank of Montreal loan bearing interest at prime plus 0.5% per annum, secured by Tsideldel First Nation general agreement, maturing July 2034	931,557	-
All Nations Trust loan bearing interest at 2.04% per annum, repayable in monthly blended payments of \$2,848 guaranteed by building a net book value of \$605,043 (2019 - \$630,254), maturing March 2039	517,992	557,698
Suncor Energy Products Partnership (Petro-Canada) loan, non interest bearing, repayable on the expiry or earlier termination of the initial term (10 years), forgivable on the last day of each year from the initial term in 10 annual installments of \$12,500	125,000	-
Bank of Montreal loan bearing interest at prime plus 0.5% per annum, repayable in monthly blended payments of \$858 guaranteed by Tsideldel First Nation general security agreement, maturing October 2029	81,124	87,249
Bank of Montreal loan bearing interest at prime plus 0.5% per annum, repayable in monthly blended payments of \$775 guaranteed by Tsideldel First Nation general security agreement, maturing October 2027	60,117	66,256
Bank of Montreal loan bearing interest at prime plus 0.5% per annum, repayable in monthly blended payments of \$563 guaranteed by Tsideldel First Nation general security agreement, maturing October 2029	55,406	59,584
Bank of Montreal loan bearing interest at prime plus 0.5% per annum, repayable in monthly blended payments of \$448 guaranteed by Tsideldel First Nation general security agreement, maturing October 2029	44,123	47,450
Bank of Montreal loan bearing interest at prime plus 0.5% per annum, repayable in monthly blended payments of \$510 guaranteed by Tsideldel First Nation general security agreement, maturing October 2024	25,465	30,199
Peace Hills Trust demand loan bearing interest at prime plus 2% 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 \$26,068 (2019 - \$36,336), maturing August 2020	9,346	30,792
Bank of Montreal Loan bearing interest at prime plus 0.5% per annum, repayable in monthly blended payments of \$689, maturing 2020	2,891	10,831
Peace Hills Trust demand loan - fully repaid	-	127,369
	1,853,021	1,017,428

Prime rate at March 31, 2020 was 2.45% (2019 - 3.95%).

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:

2021	162,397
2022	150,588
2023	152,909
2024	154,707
2025	155,069
	<hr/>
	775,671
	<hr/>

Tsideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

11. 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, 2020 might be recovered.

12. Subsequent event

Subsequent to year-end, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Band as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

13. Accumulated surplus

Accumulated surplus consists of the following:

	2020	2019
Ottawa Trust Funds	1,044,961	1,026,850
Operating fund	2,628,534	1,979,446
Enterprise fund	896,739	904,178
Equity in tangible capital assets	6,837,524	4,400,758
CMHC Replacement and operating reserve	42,361	40,124
	11,450,119	8,351,356

Tsideldel First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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 Tsideldel First Nation.

Education

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

Social Assistance

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

Capital

Includes revenue and expenditures of capital projects.

Social Housing

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

Economic Development

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

Health

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

15. Economic dependence

Tsideldel 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.

16. Budget information

The disclosed budget information has been approved by the Chief and Council of the Tsideldel First Nation. The original budget was approved at the Chief and Council meeting held on March 27, 2019.

Budgets were not prepared for all segments and all departments in 2020. 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

	2020	2019
ISC funding per financial statements	3,421,797	2,586,637
Recoveries	2,424	58,939
Current year deferred revenue	1,475,099	829,503
Prior year deferred revenue	(764,037)	(257,145)
 ISC funding per confirmation	 4,135,283	 3,217,934

18. Comparative figures

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

Tsideldel First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2020

	<i>Buildings</i>	<i>Infrastructure</i>	<i>Land</i>	<i>Equipment</i>	<i>2020</i>	<i>2019</i>
Cost						
Balance, beginning of year	8,535,290	4,596,616	78,000	468,634	13,678,540	13,205,496
Acquisition of tangible capital assets	3,212,416	323,648	-	30,393	3,566,457	473,044
Disposal of tangible capital assets	(366,741)	-	-	(4,948)	(371,689)	-
Balance, end of year	11,380,965	4,920,264	78,000	494,079	16,873,308	13,678,540
Accumulated amortization						
Balance, beginning of year	5,744,169	2,226,635	-	289,550	8,260,354	7,718,834
Annual amortization	107,620	101,098	-	85,380	294,098	541,520
Accumulated amortization on disposals	(366,741)	-	-	(4,948)	(371,689)	-
Balance, end of year	5,485,048	2,327,733	-	369,982	8,182,763	8,260,354
Net book value of tangible capital assets	5,895,917	2,592,531	78,000	124,097	8,690,545	5,418,186
2019 Net book value of tangible capital assets	2,791,121	2,369,981	78,000	179,084	5,418,186	

Tsideldel First Nation
Schedule 2 - Consolidated Schedule of Expenses by Object
For the year ended March 31, 2020

	2020 <i>Budget</i> <i>(Note 16)</i>	2020	2019
Consolidated expenses by object			
Salaries and benefits	2,364,866	2,127,514	2,087,318
Service contracts	2,332,758	571,538	490,541
Supplies	408,110	558,335	598,106
Cost of goods sold - Redstone Gas Bar	-	479,398	1,485,047
Travel	298,012	418,466	461,687
Social assistance payments	283,186	415,707	313,548
Allowances	206,400	214,407	168,123
Professional fees	530,311	188,320	489,849
Utilities	137,500	138,624	145,913
Other	(48,304)	131,118	25,593
Tuition	169,391	94,634	92,628
Community events	132,041	89,917	50,540
Bank charges and interest	-	84,996	13,050
Honourarium	109,587	77,314	87,506
Lease and rental	22,510	75,988	54,844
Telephone	47,197	58,682	58,855
Insurance	54,244	48,721	58,518
Management fees	-	47,024	26,692
Interest on debt	43,488	37,897	33,691
Administration (recovery)	197,332	33,606	(6,321)
Advertising and promotion	2,000	18,449	11,424
Bad debts	30,364	13,090	89,592
Office	3,200	10,830	36,510
Office rent	-	10,410	-
Repairs and maintenance	-	3,670	3,493
License and taxes	-	-	165
Amortization	-	294,098	541,520
	7,324,193	6,242,753	7,418,432

Tsidelde First Nation
Band Support
Schedule 3 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 16)	2020	2019
Revenue			
Indigenous Services Canada	354,323	436,042	619,397
First Nations Health Authority	-	-	26,261
Other revenue	608,692	772,137	235,731
First Nation Education Steering Committee	296,958	294,458	304,754
Gain on sale of tangible capital assets	-	179,627	-
Tsilhqot'in National Government	57,321	148,639	-
Rental income	26,992	48,325	21,545
Interest income	1,423	34,315	24,564
Cariboo Chilcotin Aboriginal Training Employment Centre	19,999	23,209	-
Redstone Gas Bar	-	3,548	3,215
	1,365,708	1,940,300	1,235,467
Expenses			
Salaries and benefits	802,692	708,154	749,605
Supplies	125,487	121,564	140,570
Travel	76,500	93,639	108,380
Service contracts	104,402	97,043	197,468
Professional fees	21,780	70,488	149,969
Honourarium	93,400	68,864	67,531
Other	(35,392)	54,052	8,204
Utilities	32,000	45,241	48,039
Telephone	12,600	35,174	26,754
Tuition	10,800	22,374	15,688
Lease and rental	12,000	15,058	14,559
Insurance	11,636	13,554	12,847
Bad debts	-	5,034	32,086
Advertising and promotion	-	3,331	-
Office	1,800	2,936	1,638
Interest on debt	-	2,646	3,754
Community events (reimbursement)	8,675	(8,932)	(12,126)
Administration (recovery)	(291,940)	(289,230)	(338,541)
Amortization	-	241,578	509,768
	986,440	1,302,568	1,736,193
Annual surplus (deficit) before transfers	379,268	637,732	(500,726)
Transfers between programs	(14,128)	43,522	(12,757)
Annual surplus (deficit)	365,140	681,254	(513,483)

Tsidielde First Nation
Education
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 16)	2020	2019
Revenue			
Indigenous Services Canada	1,224,984	1,316,449	1,153,026
Other revenue	106,465	126,456	129,595
	1,331,449	1,442,905	1,282,621
Expenses			
Salaries and benefits	546,056	541,037	371,482
Allowances	206,400	214,407	166,813
Service contracts	117,191	208,697	107,176
Supplies	123,600	131,582	148,594
Travel	43,078	64,622	82,082
Tuition	113,500	59,243	62,184
Utilities	47,000	41,381	48,236
Administration	193,419	33,479	91,717
Professional fees	22,000	23,882	33,604
Community events	20,000	18,975	3,424
Insurance	19,700	18,402	10,333
Telephone	8,725	4,249	5,287
Other	7,998	2,466	3,306
Honourarium	-	100	200
Lease and rental	-	-	3,000
Advertising and promotion	2,000	-	-
Office	300	-	-
	1,470,967	1,362,522	1,137,438
Annual surplus before transfers	(139,518)	80,383	145,183
Transfers between programs	-	(27,753)	2,323
Annual surplus	(139,518)	52,630	147,506

Tsideldel First Nation
Social Assistance
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 16)	2020	2019
Revenue			
Indigenous Services Canada	477,511	482,174	433,733
Other revenue	101,065	101,380	159,214
	578,576	583,554	592,947
Expenses			
Social assistance payments	290,686	399,940	305,244
Salaries and benefits	180,383	181,342	125,316
Community events	50,650	43,639	32,378
Supplies	28,808	32,095	33,978
Administration	30,888	28,390	32,604
Lease and rental	6,000	21,000	1,500
Travel	10,732	19,820	21,087
Service contracts	26,000	5,400	7,428
Tuition	100	2,017	2,104
Telephone	2,400	1,870	3,733
Other	1,200	1,071	3,021
Honourarium	-	175	-
	627,847	736,759	568,393
Annual surplus (deficit) before transfers	(49,271)	(153,205)	24,554
Transfers between programs	-	(18,331)	5,980
Annual surplus (deficit)	(49,271)	(171,536)	30,534

Tsidelde First Nation
Capital
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 16)	2020	2019
Revenue			
Indigenous Services Canada	251,878	853,031	341,548
Other revenue	436,437	488,193	51,091
Rental income	1,000	25,789	26,798
Tsilhqot'in National Government	800	797	-
	690,115	1,367,810	419,437
Expenses			
Salaries and benefits	212,975	159,740	132,943
Other	(22,140)	42,828	333
Service contracts	82,663	92,919	46,718
Utilities	39,500	38,877	31,418
Supplies	33,304	36,271	43,851
Travel	13,100	17,484	10,602
Administration (recovery)	13,982	13,982	(505)
Interest on debt	-	9,077	8,541
Professional fees	-	7,029	-
Lease and rental	360	5,250	6,075
Insurance	11,556	4,033	14,270
Tuition	500	1,912	446
Telephone	1,800	1,343	2,142
Honourarium	-	1,275	-
Community events	3,078	334	-
Bad debts	-	-	15,664
	390,678	432,354	312,498
Annual surplus before transfers	299,437	935,456	106,939
Transfers between programs	210,000	246,906	48,243
Annual surplus	509,437	1,182,362	155,182

Tsidielde First Nation
Social Housing
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 16)	2020	2019
Revenue			
Indigenous Services Canada	1,612,641	300,426	3,302
Canada Mortgage and Housing Corporation	52,460	52,460	53,373
Rental income	41,367	41,367	54,740
Other revenue	5,000	4,877	60,067
	1,711,468	399,130	171,482
Expenses			
Service contracts	1,140,101	15,638	7,227
Interest on debt	43,488	14,315	13,280
Supplies	-	9,774	4,454
Insurance	10,202	6,811	12,282
Administration	25,690	2,800	2,800
Salaries and benefits	-	2,709	1,523
Travel (reimbursement)	-	1,286	(27)
Professional fees	451,500	1,240	1,240
Office	-	60	127
Other	880	52	74
Bank charges and interest	-	-	2,088
Bad debts	30,364	-	41,842
Utilities	-	-	1,396
	1,702,225	54,685	88,306
Annual surplus before transfers	9,243	344,445	83,176
Transfers between programs	(5,470)	(25,972)	(3)
Annual surplus	3,773	318,473	83,173

Tsideldel First Nation
Economic Development
Schedule 8 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 16)	2020	2019
Revenue			
Indigenous Services Canada	33,675	33,675	35,632
Redstone Gas Bar	-	607,680	1,833,467
Earnings (loss) from investment in Nation partnerships	-	416,814	544,591
Tsilhqot'in National Government	388,710	388,710	-
Interest income	-	217	-
Other revenue (recovery)	8,000	(10,333)	10,041
Cariboo Chilcotin Aboriginal Training Employment Centre	(288,710)	-	189,017
	141,675	1,436,763	2,612,748
Expenses			
Purchases	-	479,398	1,485,047
Administration (recovery)	91,481	95,981	67,326
Bank charges and interest	-	84,996	10,962
Management fees	-	47,024	26,692
Supplies	2,300	43,533	30,129
Professional fees	-	38,646	105,136
Salaries and benefits	34,865	30,322	192,808
Other	-	22,949	3,993
Community events	3,500	13,617	4,216
Advertising and promotion	-	11,511	11,424
Interest on debt	-	11,416	7,483
Office rent	-	10,410	-
Bad debts	-	8,056	-
Travel	1,592	6,337	8,772
Office	-	5,605	33,838
Repairs and maintenance	-	3,671	3,497
Honourarium	-	3,600	17,200
Insurance	-	2,798	-
Tuition	500	787	2,050
Lease and rental	550	620	1,003
Telephone	-	469	5,970
Service contracts	-	-	18,189
Utilities	-	-	6,612
License and taxes	-	-	165
Amortization	-	52,520	31,752
	134,788	974,266	2,074,264
Annual surplus before transfers	6,887	462,497	538,484
Transfers between programs	(210,000)	(210,000)	(62,403)
Annual surplus	(203,113)	252,497	476,081

Tsidelde First Nation
Health
Schedule 9 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 16)	2020	2019
Revenue			
First Nations Health Authority	1,974,689	2,042,185	1,268,663
Tsilhqot'in National Government	75,000	77,846	-
Other revenue	99,721	39,249	94,644
Rental income	-	11,773	43,121
	2,149,410	2,171,053	1,406,428
Expenses			
Salaries and benefits	587,895	504,209	513,641
Travel	153,010	215,278	230,790
Supplies	94,611	183,517	196,530
Service contracts	862,401	151,841	106,335
Administration	133,812	148,205	138,278
Professional fees	35,031	47,037	199,900
Lease and rental	3,600	34,061	28,706
Community events	46,138	22,284	22,647
Social assistance payments	(7,500)	15,767	8,305
Telephone	21,672	15,577	14,969
Utilities	19,000	13,125	10,212
Tuition	43,991	8,301	10,156
Other	(850)	7,692	6,662
Advertising and promotion	-	3,608	-
Honourarium	16,187	3,300	2,575
Insurance	1,150	3,124	8,786
Office	1,100	2,230	905
Interest on debt	-	443	632
Allowances	-	-	1,311
	2,011,248	1,379,599	1,501,340
Annual surplus (deficit) before transfers	138,162	791,454	(94,912)
Transfers between programs	18,685	(8,372)	18,617
Annual surplus (deficit)	156,847	783,082	(76,295)

**T̄sideldel First Nation
Consolidated Schedule of Remuneration
and Expenses Paid to Elected Officials**

*For the year ended March 31, 2020
(Unaudited)*

Independent Practitioner's Review Engagement Report

To the Members of T̄sideldel First Nation:

We have reviewed the accompanying schedule of remuneration and expenses (Chief and Councillors) ("the schedule") of the First Nation, and a summary of significant accounting policies (together "the schedule") for the year ended March 31, 2020. The schedule has been prepared by management of the First Nation based on the *First Nations Financial Transparency Act*.

Management's Responsibility for the Schedule

Management of the First Nation is responsible for the preparation of the schedule in accordance with the *First Nations Financial Transparency Act*, and for such internal control as management determines is necessary to enable the preparation of the schedule that is free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the schedule based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of the schedule in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on this schedule.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the schedule is not prepared, in all material respects, in accordance with the *First Nations Financial Transparency Act*.

Prince George, British Columbia

October 21, 2020

MNP LLP

Chartered Professional Accountants

T̄sideldel First Nation
Consolidated Schedule of Remuneration and Expenses
Paid to Elected Officials
For the year ended March 31, 2020
(Unaudited)

Name	Position	Number of Months (1)	Remuneration (2)	Expenses (3)
Otis Guichon	Chief	12	\$69,251	\$8,647
Percy Guichon	Council	12	\$12,473	\$5,957
Maryanne Boyd	Council	12	\$72,352	\$9,155
Talia Baptiste	Council	12	\$43,461	\$5,004
Clayton Charleyboy	Council	12	\$3,000	\$5,074
Rocky Guichon	Council	9	\$9,701	\$5,733
Agnes Case	Council	9	\$57,798	\$13,331
Nicole Setah	Council	12	\$26,584	\$2,817
Jeremy Boyd	Council	3	\$3,710	\$1,896

(1) The number of months during the fiscal year the individual was an elected or appointed official or was on staff.

(2) As per the First Nations Financial Transparency Act:
“remuneration” means any salaries, wages, commissions, bonuses, fees, honoraria and dividends and any other monetary benefits – other than the reimbursement of expenses – and non-monetary benefits.

(3) As per the First Nations Financial Transparency Act:
“expenses” includes the costs of transportation, accommodation, meals, hospitality and incidental expenses.