

**XENI GWET'IN FIRST NATIONS GOVERNMENT**

**FINANCIAL STATEMENTS**

**MARCH 31, 2014**

**XENI GWET'IN FIRST NATIONS GOVERNMENT**

**ANNUAL FINANCIAL REPORT**

**MARCH 31, 2014**

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*Xeni Gwet'in First  
Nations Government*  
GENERAL DELIVERY, NEMIAH VALLEY  
B.C. V0L 1X0  
Phone: 250-394-7023  
Fax: 250-394-7043  
[www.xenigwetin.com](http://www.xenigwetin.com)

## ANNUAL FINANCIAL REPORT

MARCH 31, 2014

### MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of the Xeni Gwet'in First Nations Government and all the information in this annual report are the responsibility of management and have been approved by the First Nations Government.

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

The First Nations Government maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the First Nations Government's assets are appropriately accounted for and adequately safeguarded. In addition, the First Nations Government is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

The First Nations Government reviews the financial statements and recommends their approval. The Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities and to review the annual report, the financial statements and the external auditors' report. The Council takes this information into consideration when approving the financial statements for issuance to the Members. The Council also considers, for the approval of the Members, the engagement of the external auditors.

The financial statements have been audited by Tombe Herrington, Chartered Accountants LLP in accordance with Canadian generally accepted auditing standards on behalf of the Members. Tombe Herrington, Chartered Accountants LLP have full and free access to the Council of the First Nations Government.

Chief

A blue ink signature of the word "Chief" on a horizontal line.

Band Manager

A blue ink signature of the words "Band Manager" on a horizontal line.

# **TOMBE HERRINGTON**

**CHARTERED ACCOUNTANTS LLP**

Member of Canadian Tax Foundation

Member of Institute of Chartered Business Valuators

Members of Institute of Chartered Accountants of B.C.

Pat Tombe, C.A.

Gordon Herrington, C.A., C.B.V.

Diane Routhier, C.A.

Incorporated Professionals

## **INDEPENDENT AUDITOR'S REPORT**

### **To the Council and Members of Xeni Gwet'in First Nations Government**

We have audited the accompanying summary financial statements of Xeni Gwet'in First Nations Government, which comprise the summary statement of financial position as at March 31, 2014 and the summary statements of financial activities and equity, changes in net financial assets, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

In our opinion, these summary financial statements present fairly, in all material respects, the financial position of Xeni Gwet'in First Nations Government as at March 31, 2014, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The current year's supplementary information included in the schedules is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Chartered Accountants LLP

Kamloops, Canada

July 25, 2014



**XENI GWET'IN FIRST NATIONS GOVERNMENT**  
**SUMMARY STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2014**

	2014	2013
<b>FINANCIAL ASSETS</b>		
Cash	\$ 563,226	\$ 301,883
Restricted cash and other assets (Note 3)	166,585	164,633
Accounts receivable (Note 4)	307,641	554,127
<u>Long-term investments (Note 6)</u>	<u>3</u>	<u>3</u>
	<b>1,037,455</b>	<b>1,020,646</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	264,387	369,713
Damage deposits payable	3,475	3,413
Ottawa trust monies (Note 8)	104,799	100,904
Long-term debt (Note 9)	1,240,202	1,318,721
Replacement reserve (Note 10)	71,447	59,390
<u>Operating reserve (Note 11)</u>	<u>45,944</u>	<u>41,788</u>
	<b>1,730,254</b>	<b>1,893,929</b>
<b>NET DEBT</b>	<b>(692,799)</b>	<b>(873,283)</b>
<b>NON-FINANCIAL ASSETS</b>		
Inventory	58,106	59,747
Prepaid expenses	55,651	57,685
<u>Property and equipment (Note 7)</u>	<u>5,887,963</u>	<u>6,139,748</u>
	<b>6,001,720</b>	<b>6,257,180</b>
<b>EQUITY (Note 12)</b>	<b>\$ 5,308,921</b>	<b>\$ 5,383,897</b>

ECONOMIC DEPENDENCE (Note 2)

CONTINGENT LIABILITIES (Note 13)

APPROVED ON BEHALF OF THE MEMBERS:

  
 \_\_\_\_\_

Chief

  
 \_\_\_\_\_

Manager

**XENI GWET'IN FIRST NATIONS GOVERNMENT**  
**SUMMARY STATEMENT OF FINANCIAL ACTIVITIES AND EQUITY**  
**FOR THE YEAR ENDED MARCH 31, 2014**

	2014 Budget	2014 Actual	2013 Actual
<b>REVENUES</b>			
Aboriginal Affairs and Northern Development Canada (net of recoveries of \$19,051)	\$ 2,024,838	\$ 2,024,838	\$ 2,082,699
CMHC	59,327	59,327	61,432
Social housing	80,273	80,273	76,576
Xeni Gwet'in Enterprises	1,350,099	1,350,099	1,631,969
Eniyud Health Services	1,177,363	1,177,363	1,435,735
Other revenues	908,923	908,923	1,020,870
	<b>5,600,823</b>	<b>5,600,823</b>	<b>6,309,281</b>
<b>EXPENDITURES</b>			
Economic development	180,748	180,748	263,239
Education	354,926	354,926	415,440
Social development	612,702	612,702	580,108
Capital facilities and community	765,245	765,245	529,892
Social housing	139,600	139,600	138,008
Xeni Gwet'in Enterprises	1,366,132	1,366,132	1,802,217
Eniyud Health Services	986,557	986,557	1,617,239
Band support	1,096,625	1,096,625	1,234,536
	<b>5,502,535</b>	<b>5,502,535</b>	<b>6,580,679</b>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	<b>\$ <u>98,288</u></b>	<b>98,288</b>	<b>(271,398)</b>
<b>OPERATING EQUITY, beginning of year</b>		<b>562,871</b>	<b>834,269</b>
<b>OPERATING EQUITY, end of year (Note 12)</b>		<b>661,159</b>	<b>562,871</b>
<b>EQUITY IN INVESTMENTS, end of year (Note 12)</b>		<b>3</b>	<b>3</b>
<b>EQUITY IN PROPERTY AND EQUIPMENT, beginning of year</b>		<b>4,821,023</b>	<b>5,149,058</b>
Acquisition of property and equipment		205,078	70,920
Amortization of property and equipment		(456,861)	(476,408)
Increase in long-term debt		-	-
Principal repayments of long-term debt		78,519	77,453
<b>EQUITY IN PROPERTY AND EQUIPMENT, end of year (Note 12)</b>		<b>4,647,759</b>	<b>4,821,023</b>
<b>EQUITY, end of year</b>	<b>\$ 5,308,921</b>	<b>\$ 5,383,897</b>	

**XENI GWET'IN FIRST NATIONS GOVERNMENT**  
**SUMMARY STATEMENT OF CHANGES IN NET FINANCIAL ASSETS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

	2014 Actual	2013 Actual
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	\$ 98,288	\$ (271,398)
Principal repayments on long-term debt deducted from operations	78,519	77,453
Property and equipment acquired (net of financing) deducted from operations	205,078	70,920
Purchase of property and equipment	(205,078)	(70,920)
Consumption (acquisition) of inventory	1,643	5,933
Use (increase) of prepaid expense	2,034	1,581
<b>INCREASE (DECREASE) IN NET FINANCIAL ASSETS</b>	<b>180,484</b>	<b>(186,431)</b>
<b>NET DEBT, beginning of year</b>	<b>(873,283)</b>	<b>(686,852)</b>
<b>NET DEBT, end of year</b>	<b>\$ (692,799)</b>	<b>\$ (873,283)</b>

**XENI GWET'IN FIRST NATIONS GOVERNMENT**  
**SUMMARY STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED MARCH 31, 2014**

	2014	2013
<b>OPERATING TRANSACTIONS</b>		
Excess (deficiency) of revenue over expenditures	\$ 98,288	\$ (271,398)
Adjustment for Capital and Investment Transactions included in Operations:		
Principal repayments on long-term debt	78,519	77,453
Property and equipment acquired (net of related debt)	205,078	70,920
Increase in replacement reserve and operating reserves	16,213	6,557
Change in non-cash operating items	146,842	(176,540)
Cash provided by operating transactions	<u>544,940</u>	<u>(293,008)</u>
<b>FINANCING TRANSACTIONS</b>		
(Repayments of) long-term debt	(78,519)	(77,453)
Cash provided by (applied to) financing transactions	<u>(78,519)</u>	<u>(77,453)</u>
<b>INVESTING TRANSACTIONS</b>		
Purchase of property and equipment	(205,078)	(70,920)
Cash provided by (applied to) investing transactions	<u>(205,078)</u>	<u>(70,920)</u>
<b>INCREASE (DECREASE) IN CASH, during the year</b>	<b>261,343</b>	<b>(441,381)</b>
<b>CASH, beginning of year</b>	<b>301,883</b>	<b>743,264</b>
<b>Cash, end of year</b>	<b>\$ 563,226</b>	<b>\$ 301,883</b>
<b>COMPRISED OF:</b>		
<b>Cash</b>	<b>\$ 563,226</b>	<b>\$ 301,883</b>
	<u>\$ 563,226</u>	<u>\$ 301,883</u>
<b>Cash paid during the year for interest</b>	<b>\$ 20,390</b>	<b>\$ 26,493</b>

**XENI GWET'IN FIRST NATIONS GOVERNMENT**  
**NOTES TO SUMMARY FINANCIAL STATEMENTS**  
**MARCH 31, 2014**

The financial statements of the Xeni Gwet'in First Nations Government have been prepared in accordance with Canadian generally accepted accounting principles. Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of financial statements for a period necessarily involves the use of estimates which have been made using careful judgment. Actual results could differ from those estimates.

Unless otherwise noted, it is management's opinion that the Band is not exposed to significant interest, currency or credit risks arising from financial instruments. The fair value of the financial instruments approximate their carrying value, unless otherwise noted.

The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within a framework of the significant accounting policies summarized below:

## **1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES**

These summary statements have been prepared in accordance with Canadian generally accepted accounting principles for government entities, as defined in the CICA Public Sector Accounting and Auditing Handbook, which encompasses the following principles:

### **a) Fund Accounting**

The Xeni Gwet'in First Nations Government used fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. The various funds have been amalgamated for the purpose of presentation in the summary financial statements. Details of the operations of each fund are set out in the supplementary schedules. The Band maintains the following funds:

- The Operating Fund which reports the general activities of the Band administration.
- The General Capital Fund which reports the property and equipment of the Band, together with the related financing.
- The Trust Fund which reports on trust funds owned by the Band and held by third parties.
- The Enterprise Fund which reports the Band's business enterprises.
- The Social Housing Fund which reports the Band's social housing operations.
- The Eniyud Health Services Fund which reports the Band's health services.

### **b) Reporting Entity and Principles of Financial Reporting**

The Xeni Gwet'in First Nations Government reporting entity includes the Xeni Gwet'in First Nations Government and all related entities which are accountable to the First Nations Government and are either owned or controlled by the First Nations Government.

### **c) Property and Equipment**

Property and infrastructure expenditures incurred after April 1, 1990 are valued at acquisition cost and recorded in the Capital Fund. Expenditures incurred previous to April 1, 1990 are reflected in the Capital Fund for \$1.

The acquisition costs of property and equipment and payments on capital debt, which are not funded from capital financing sources, are charged to operations and matched with the applicable revenue source in the year of expenditure. These expenditures are also recorded as an addition to assets with a corresponding increase in Equity in Property and Equipment.

### **d) Amortization**

Property and equipment recorded are amortized annually with a corresponding reduction in Equity in Property and Equipment. Property and equipment are amortized over their expected useful life using the straight-line method at the following rates:

Office furniture and equipment	30%
Buildings	4%
Mobile home	4%
Band houses	4%
Infrastructure	4%
Other equipment	10%
Excavating equipment	30%
Automotive equipment	30%

**XENI GWET'IN FIRST NATIONS GOVERNMENT**  
**NOTES TO SUMMARY FINANCIAL STATEMENTS**  
**MARCH 31, 2014**

**1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**e) Revenue Recognition and Restricted Cash and Other Assets**

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under the funding arrangements which relates to a subsequent fiscal period is reflected as deferred revenue in the year of receipt and as such on the Statement of Financial Position. Cash and other assets whose use is restricted have also been disclosed separately on the Summary Statement of Financial Position.

**f) Comparative Figures**

Prior year comparative figures have been reclassified where necessary to conform to the current year's presentation.

**2. ECONOMIC DEPENDENCE**

A significant portion of the Band's revenue is comprised of funding received from Aboriginal Affairs Northern Development Canada (AANDC) and other government departments. The Band's ability to continue operations is dependent upon the continuation of such funding.

**3. RESTRICTED CASH AND OTHER ASSETS**

	<b>2014</b>	<b>2013</b>
Social Housing replacement reserve - cash	\$ 33,857	\$ 35,800
Social Housing operating reserve - cash	27,929	27,929
Ottawa Trust Monies - cash	103,272	99,737
Ottawa Trust Monies - interest receivable	1,527	1,167
	<hr/> \$ 166,585	<hr/> \$ 164,633

**4. ACCOUNTS RECEIVABLE**

	<b>2014</b>	<b>2013</b>
Chief, councilors and band members	\$ 10,684	\$ 39,612
Aboriginal Affairs and Northern Development Canada	76,830	32,352
Aboriginal Aquaculture Association	14,554	-
CCATEC	5,250	23,583
Community Action Initiative	-	50,000
Community Wildfire	53,072	-
First Nations Health Authority	694	18,750
Government of Canada	25,022	102,781
GST/HST rebate	11,144	32,470
Interior Roads	31,462	-
Other	146,619	207,212
Province of BC	-	154,977
Western Economic Diversification	-	166
	<hr/> 375,331	<hr/> 661,903
Less: allowance for doubtful accounts (includes \$6,641 for loans to band members)	(67,690)	(107,776)
	<hr/> \$ 307,641	<hr/> \$ 554,127

**XENI GWET'IN FIRST NATIONS GOVERNMENT**  
**NOTES TO SUMMARY FINANCIAL STATEMENTS**  
**MARCH 31, 2014**

**5. AMOUNTS DUE TO/FROM OTHER FUNDS**

Amounts due to/from other funds were advanced for working capital purposes and are unsecured, non-interest bearing and due on demand.

**6. LONG TERM INVESTMENTS**

	2014	2013
Cariboo Indian Enterprises Ltd. - shares, at cost (inactive)	\$ 1	\$ 1
Tsilhqot'in Economic Development Corp. - shares, at cost (inactive)	1	1
Tsilhqot'in Forest Products Inc. - shares, at cost (inactive)	1	1
	<hr/>	<hr/>
	\$ 3	\$ 3

**7. PROPERTY AND EQUIPMENT**

	2014	2013				
	Cost	Accumulated Amortization	Net Book Value	Cost	Accumulated Amortization	Net Book Value
Office furniture and equipment - Band	\$ 72,677	\$ 72,677	\$ -	\$ 72,677	\$ 72,677	\$ -
Office furniture and equipment - XGE	46,188	41,653	4,535	46,188	29,813	16,375
Office furniture and equipment - Health	65,280	65,280	-	65,280	65,280	-
Buildings	1,604,304	595,263	1,009,041	1,413,226	531,090	882,136
Shop - XGE	182,545	35,092	147,453	182,545	27,790	154,755
Mobile home	67,300	55,186	12,114	67,300	52,494	14,806
Band houses	814,713	502,219	312,494	814,713	469,630	345,083
Infrastructure	4,848,396	2,591,269	2,257,127	4,848,396	2,397,334	2,451,062
Automotive	116,887	107,086	9,801	102,887	102,887	-
Excavating equipment - XGE	494,353	481,103	13,250	494,353	455,607	38,746
Automotive equipment - XGE	115,644	115,644	-	115,644	111,586	4,058
Automotive equipment - Health	135,243	131,846	3,397	135,243	121,652	13,591
Social Housing buildings	2,160,027	312,651	1,847,376	2,160,027	255,074	1,904,953
Other equipment	455,587	313,369	142,218	455,587	276,116	179,471
Elders' Centre - Health	138,879	9,722	129,157	138,879	4,167	134,712
Pre-1991 assets	-	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 11,318,023	\$ 5,430,060	\$ 5,887,963	\$ 11,112,945	\$ 4,973,197	\$ 6,139,748
Add assets under construction	-	-	-	-	-	-
Total net property and equipment	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 5,887,963					\$ 6,139,748
Comprised of:						
Capital Fund			\$ 3,742,795			\$ 3,872,558
Enterprise Fund			165,238			213,934
Social Housing Fund			1,847,376			1,904,953
Eniyud Health Services			132,554			148,303
			<hr/>			<hr/>
			\$ 5,887,963			\$ 6,139,748

As at March 31, 2014 the property and equipment recorded at the nominal value of \$ 1 included land, automotive equipment, community centre and band office building, daycare building, office equipment, pumphouse and shop equipment. Band houses are owned by the Band during the period the related debt remains outstanding. When the debt is repaid the Band intends to transfer the houses to Band members for \$ 1.

**XENI GWET'IN FIRST NATIONS GOVERNMENT  
NOTES TO SUMMARY FINANCIAL STATEMENTS  
MARCH 31, 2014**

## 8. OTTAWA TRUST MONJES

The Ottawa Trust Accounts arise from monies derived from capital or revenue sources as outlined in Section 63 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 Sections 63 to 69 of the Indian Act. Interest receivable on account of revenue is accrued.

## 9. LONG TERM DEBT

	2014	2013
All Nations Trust Company mortgage, repayable in monthly instalments of \$ 3,829 including interest at 1.65% per annum, subject to renewal June 2017.	718,276	752,108
All Nations Trust Company mortgage, repayable in monthly instalments of \$ 2,675 including interest at 1.64% per annum, renewal date February 2017	498,199	521,942
CMHC RRAP loans, forgivable over next 60 months, interest (when payable) at a range of between 3.875% and 5.875% per annum, unsecured	23,727	44,671
	<hr/>	<hr/>
	\$ 1,240,202	\$ 1,318,721

The principal portion of debt due over the next four years are as follows:

	Social Housing	CMHC RRAP Loans	Total
2015	\$ 58,444	\$ 14,135	\$ 72,579
2016	\$ 59,413	\$ 8,820	\$ 68,233
2017	\$ 485,193	\$ 772	\$ 485,965
2018	\$ 613,425	\$ -	\$ 613,425

## 10. REPLACEMENT RESERVE

Under the terms of the agreement with Canada Mortgage and Housing Corporation, the Replacement Reserve account is to be credited in the amount of \$14,000 annually. These funds, along with accumulated interest, must be held in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by Canada Mortgage and Housing Corporation. Withdrawals are credited to interest first and then principal.

	2014	2013
Balance, beginning of year	\$ 59,390	\$ 53,936
Allocation as per budget	14,000	14,000
Interest income	-	172
Purchases during the year	(1,943)	(8,718)
 Balance, end of year	 \$ 71,447	 \$ 59,390

**XENI GWET'IN FIRST NATIONS GOVERNMENT**  
**NOTES TO SUMMARY FINANCIAL STATEMENTS**  
**MARCH 31, 2014**

**11. OPERATING RESERVE**

Under the terms of agreement with CMHC, after the payment of all costs and expenses including the allocation to the Replacement Reserve, any surplus revenue will be retained by the First Nation within an Operating Reserve fund. Interest earnings must accrue to and be maintained in the Operating Reserve fund. The Project's Operating Reserve fund may only be used for the ongoing operating cost of the housing projects committed under the 1997 On-Reserve Program. Accordingly, future years' deficits may be recovered from the Operating Reserve fund. The First Nation agrees to maintain an Operating Reserve fund insured by the Canada Deposit Insurance Corporation, or as may otherwise be mutually agreed to by the First Nation and CMHC.

	<b>2014</b>	<b>2013</b>
Balance, beginning of year	\$ 41,788	\$ 40,685
Adjustment per CMHC	- 268	
Adjusted balance, beginning of year	41,788	40,953
Allocation for the year	4,156	707
Interest earned	- 128	
Balance, end of year	<b>\$ 45,944</b>	<b>\$ 41,788</b>

**12. EQUITY**

	<b>2014</b>	<b>2013</b>
<b>OPERATING EQUITY</b>		
Operating Fund	\$ 115,814	\$ 192,299
Enterprise Fund	255,891	271,924
Eniyud Health services	289,454	98,648
	<b>661,159</b>	<b>562,871</b>
<b>EQUITY IN PROPERTY AND EQUIPMENT AND INVESTMENTS</b>		
Capital Fund	3,719,068	3,827,887
Enterprise Fund	165,238	213,934
Social Housing Fund	630,902	630,902
Eniyud Health Services	132,554	148,303
	<b>4,647,762</b>	<b>4,821,026</b>
<b>EQUITY</b>	<b>\$ 5,308,921</b>	<b>\$ 5,383,897</b>

**XENI GWET'IN FIRST NATIONS GOVERNMENT**  
**NOTES TO SUMMARY FINANCIAL STATEMENTS**  
**MARCH 31, 2014**

### **13. CONTINGENT LIABILITIES**

#### **Related to funding from Indian and Northern Affairs Canada**

Under the terms of the contribution agreements with Indian and Northern Affairs Canada and other governmental departments, certain surpluses may be repayable to the government and certain deficits may be reimbursable to the Band.

#### **Litigation**

- a) The Band has completed court actions which assert aboriginal rights and title and seek to stop logging in its trap lines. The Supreme Court of Canada has ruled favourably in the Band's behalf. Further outcomes arising from these matters have yet to be determined.
- b) The Band has either been billed or has accumulated legal services in the amount of \$36,389,000 with respect to asserting aboriginal title. The legal advisors have agreed that no amount is payable to them by the band unless funds are obtained from outside sources, including court-award damages or a negotiated settlement with the Province of BC and Canada.
- c) Retainer agreements and sharing agreements also provide for payments to Assembly of First Nations, Douglas Lambert, Western Canada Wilderness Committee and David Suzuki Foundation. However, the amount of such payments cannot be determined at this time. None of these amounts have been recorded in the books of account. However, they will be netted against funds obtained from outside sources, as discussed in b) above.

#### **On-reserve housing**

The Band is contingently liable for amounts not exceeding \$ 1,301,769 relating to on-reserve housing.

### **14. BUDGET INFORMATION**

The Budget information disclosed has been approved by Council and is unaudited.

### **15. HEALTH SERVICES FUNDING**

	Health Canada	FNHA	Total
1026 - Operations and maintenance	\$ 35,778	\$ 35,781	\$ 71,559
1027 - ?Eniyud Health services	162,978	162,976	325,954
1039 - Aids/HIV	342	337	679
1040 - Water safety	13,176	13,176	26,352
1041 - Aboriginal diabetes program	15,066	15,066	30,132
1046 - Prenatal	8,106	8,104	16,210
1047 - Mental Health	21,636	21,637	43,273
1048 - Solvent abuse	4,698	4,701	9,399
1049 - NNADAP	19,374	19,383	38,757
1052 - NIHB DCB	2,982	2,986	5,968
9010 - Brighter futures	30,846	30,846	61,692
9011 - Patient travel	40,608	40,603	81,211
9012 - Community primary health care	19,080	19,083	38,163
9013 - Home community care nursing	43,608	43,604	87,212
9015 - Home care program	49,284	49,279	98,563
	<hr/>	<hr/>	<hr/>
	\$ 467,562	\$ 467,562	\$ 935,124

**XENI GWET'IN FIRST NATIONS GOVERNMENT**  
**NOTES TO SUMMARY FINANCIAL STATEMENTS**  
**MARCH 31, 2014**

**16. EXPENDITURES BY OBJECT**

	2014	2013
Administration fees	\$ 18,810	\$ 44,519
Allowances	220,003	257,914
Bad debts (recovered)	33,855	(11,776)
Debt repayments	83,136	84,565
Equipment purchases	19,821	34,214
Fuel, propane and oil	516,665	514,688
Honorarium	16,374	68,724
Insurance	55,346	63,048
Material and supplies	391,417	1,008,228
Other	414,265	464,738
Professional fees	425,034	259,194
Repairs and maintenance	87,626	142,214
Service contracts	1,207,782	680,843
Social assistance payments	393,608	354,181
Telephone	32,709	35,938
Travel, training and workshops	297,537	459,313
Wages and benefits	1,288,547	2,120,134
<b>TOTAL EXPENDITURES BY OBJECT</b>	<b>\$ 5,502,535</b>	<b>\$ 6,580,679</b>