

INDEPENDENT AUDITOR'S REPORT

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

Qualified Opinion

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

In our opinion, except for the effects of the matter described in the *"Basis for Qualified Opinion"* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Government as at March 31, 2019 and its results of operations, change in net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

As noted in Note 1 - Significant Accounting Policies regarding tangible capital assets, the Social Housing tangible capital assets are required by Canada Mortgage and Housing Corporation to be amortized at a rate equivalent to the annual principal reduction of the related long-term debt. This amortization policy is not in accordance with Canadian public sector accounting standards, which require that tangible capital assets be amortized over their estimated useful lives. The effect of this departure has not been determined on the net book value of tangible capital assets, the related amortization expense, annual surplus and equity in tangible capital assets.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *"Auditor's Responsibilities for the Audit of the Financial Statements"* section of our report. We are independent of the Government in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than 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 Government's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosure 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 Government's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Government to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- 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.



Chartered Professional Accountants LLP

Kamloops, British Columbia
July 24, 2019

XENI GWET'IN FIRST NATIONS GOVERNMENT

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2019

	2019	2018
FINANCIAL ASSETS		
Cash	\$ 3,606,150	\$ 5,440,446
Restricted cash (Note 3)	268,916	245,819
Accounts receivable (Note 4)	510,369	597,458
Long-term investments (Note 5)	1,103	1,103
	<u>4,386,538</u>	<u>6,284,826</u>
LIABILITIES		
Accounts payable and accrued liabilities	611,552	516,556
Damage deposits payable	3,600	4,800
Deferred revenue (Note 6)	929,366	500,000
Long-term debt (Note 7)	911,769	975,411
Replacement reserve (Note 8)	118,259	113,001
Operating reserve (Note 9)	15,143	24,869
	<u>2,589,689</u>	<u>2,134,637</u>
NET FINANCIAL ASSETS	1,796,849	4,150,189
NON-FINANCIAL ASSETS		
Inventory	34,277	25,232
Prepaid expenses	61,720	62,872
Tangible capital assets (Note 10)	10,032,702	7,685,829
	<u>10,128,699</u>	<u>7,773,933</u>
ACCUMULATED SURPLUS (Note 11)	\$ 11,925,548	\$ 11,924,122

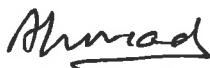
ECONOMIC DEPENDENCE (Note 2)

CONTINGENT LIABILITIES (Note 12)

APPROVED ON BEHALF OF THE MEMBERS:



Chief



Manager

XENI GWET'IN FIRST NATIONS GOVERNMENT
STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED MARCH 31, 2019

	2019 Budget	2019 Actual	2018 Actual
REVENUES			
Indigenous Services Canada	\$ -	\$ 2,129,607	\$ 5,679,445
CMHC	-	57,732	57,921
Social housing	-	82,028	85,613
Xeni Gwet'in Enterprises	-	1,174,707	771,270
Eniyud Health Services	-	1,714,115	1,750,557
Other revenues	-	1,442,460	2,153,971
	-	6,600,649	10,498,777
EXPENSES (Note 14)			
Economic development	-	342,593	275,281
Education	-	274,832	277,614
Social development	-	439,817	416,211
Capital facilities and community	-	87,208	73,958
Social housing	-	139,760	143,534
Xeni Gwet'in Enterprises	-	1,996,793	1,241,436
Eniyud Health Services	-	1,436,751	1,147,730
Band support	-	1,885,179	2,022,487
	-	6,602,933	5,598,251
ANNUAL SURPLUS (DEFICIT)			
	-	(2,284)	4,900,526
ACCUMULATED SURPLUS, beginning of year			
	-	11,924,122	7,020,041
INTEREST EARNED ON OTTAWA TRUST FUNDS			
	-	3,710	3,555
ACCUMULATED SURPLUS, end of year			
	\$ -	\$ 11,925,548	\$ 11,924,122

XENI GWET'IN FIRST NATIONS GOVERNMENT
STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED MARCH 31, 2019

	2019 Budget	2019 Actual	2018 Actual
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ (2,284)	\$ 4,900,526
Purchases of tangible capital assets	-	(2,963,011)	(2,069,455)
Amortization of tangible capital assets	-	616,138	528,321
Interest earned on Ottawa Trust funds	-	3,710	3,555
Consumption (acquisition) of inventory	-	(9,045)	1,695
Use (increase) of prepaid expenses	-	1,152	(5,092)
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	-	(2,353,340)	3,359,550
NET FINANCIAL ASSETS, beginning of year	-	4,150,189	790,639
NET FINANCIAL ASSETS, end of year	\$ -	\$ 1,796,849	\$ 4,150,189

XENI GWET'IN FIRST NATIONS GOVERNMENT
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2019

	2019	2018
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses	\$ (2,284)	\$ 4,900,526
Adjustment for items not involving cash:		
Amortization of tangible capital assets	616,138	528,321
Increase (decrease) in replacement reserve and operating reserves	(4,468)	2,594
<u>Net change in non-cash working capital</u>	<u>582,971</u>	<u>703,271</u>
Cash flows from operating activities	1,192,357	6,134,712
FINANCING ACTIVITY		
Repayments of long-term debt	(63,642)	(62,536)
CAPITAL ACTIVITY		
Purchase of tangible capital assets	(2,963,011)	(2,069,455)
INCREASE (DECREASE) IN CASH		
<u>Cash, beginning of year</u>	<u>5,440,446</u>	<u>1,437,725</u>
<u>Cash, end of year</u>	<u>\$ 3,606,150</u>	<u>\$ 5,440,446</u>
 Cash paid during the year for interest	 \$ 12,810	 \$ 14,200

XENI GWET'IN FIRST NATIONS GOVERNMENT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements of the Xeni Gwet'in First Nations Government have been prepared in accordance with Canadian public sector accounting standards for local governments, as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada, which encompass the following principles:

a) 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.

Xeni Gwet'in First Nations Government accounts for its investments in Cariboo Indian Enterprises Ltd., Tsilhqot'in Economic Development Corp., Tsilhqot'in Forest Products Inc., Tsilhqot'in Economic Advancement GP Ltd. and Dandzen Development Limited Partnership using the cost method.

b) Revenue Recognition

Government grants and transfers, which include Federal funding agreements, are recognized in the financial statements in the period in which events giving rise to the transfers occur, provided the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amount can be made. When eligibility criteria is not met, transfers received are reflected as deferred revenue in the year of receipt and classified as such on the Statement of Financial Position.

Rental revenue is recognized when a tenant commences occupancy and rent is due. The First Nations Government retains all benefits and risks of ownership of its property and, therefore, accounts for leases with its tenants as operating leases.

Periodic revenue is recognized on an accrual basis commencing at the beginning of the month.

c) Ottawa Trust Monies

Ottawa Trust monies are recorded using the accrual method of accounting for revenue earned in the Trust fund.

d) Inventory

Inventory is recorded at the lower of cost and net realizable value. Cost is determined using the first-in, first-out method.

e) Tangible Capital Assets

Tangible capital assets, including property and infrastructure expenditures incurred after April 1, 1990, are initially recorded at acquisition cost. Expenditures incurred previous to April 1, 1990 are reflected at a nominal amount. Tangible capital assets are stated at cost less accumulated amortization. Costs include amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, if any, of the tangible capital assets are amortized over their estimated useful lives 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%

Social Housing assets acquired under Canada Mortgage and Housing Corporation (CMHC) subsidized housing programs are amortized at a rate equivalent to the annual principal reduction in the related long-term debt, as required for CMHC reporting purposes.

XENI GWET'IN FIRST NATIONS GOVERNMENT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

f) Use of Estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make assumptions and estimates that have an effect on the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could be different from those estimates.

g) Financial Instruments

Unless otherwise noted, it is management's opinion that the Xeni Gwet'in First Nations Government is not exposed to significant interest, currency or credit risks arising from its financial instruments.

2. ECONOMIC DEPENDENCE

A significant portion of the First Nation's revenue is comprised of funding received from Indigenous Services Canada ("ISC") and other government departments.

3. RESTRICTED CASH

	2019	2018
Social Housing replacement reserve - cash	\$ 114,419	\$ 99,586
Social Housing operating reserve - cash	32,482	27,929
Ottawa Trust Monies - cash	122,015	118,304
	<hr/> \$ 268,916	<hr/> \$ 245,819

The Ottawa Trust accounts arise from monies derived from capital or revenue sources as outlined in Section 62 of the *Indian Act*. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada and are subject to audit by the Office of the Auditor General of Canada. These funds are restricted in their use. The Xeni Gwet'in First Nations Government is permitted to use its revenue for any purpose that will promote the general progress and welfare of the Band and Band members. The expenditures of the capital funds requires the consent of Indigenous Services Canada and generally must be for projects of a capital nature. Withdrawals of revenue or capital funds are recorded as revenue in the applicable fund where the monies are expended.

The Social Housing restricted cash is derived under the terms of the agreement with CMHC, the account is to be credited 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.

XENI GWET'IN FIRST NATIONS GOVERNMENT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2019

4. ACCOUNTS RECEIVABLE

	2019	2018
Chief, councilors and band members	\$ 11,530	\$ 27,260
Indigenous Services Canada	480	-
CCATEC	18,200	131,483
CMHC	17,010	80,811
First Nations Health Authority	121,679	117,657
GST rebate	36,448	27,566
Ministry of Children and Family Development	50,000	50,000
Interior Roads	23,042	17,425
Other	13,437	134,171
Province of BC	3,000	60,500
Social Housing rents receivable	363	8,501
Tsilhqot'in National Government	215,180	-
	510,369	655,374
Less: allowance for doubtful accounts	-	(57,916)
	\$ 510,369	\$ 597,458

5. LONG TERM INVESTMENTS

	2019	2018
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
Tsilhqot'in Economic Advancement GP Ltd. - shares, at cost	1,000	1,000
Dandzen Development Limited Partnership - partnership interest, at cost	100	100
	\$ 1,103	\$ 1,103

6. DEFERRED REVENUE

	2019	2018
Indigenous Services Canada		
Waste Diversion (ICMS #9-00128113)	\$ 620,697	\$ -
Ministry of Children and Family Development	308,669	500,000
	\$ 929,366	\$ 500,000

XENI GWET'IN FIRST NATIONS GOVERNMENT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2019

7. LONG TERM DEBT

	2019	2018
All Nations Trust Company mortgage, repayable in monthly instalments of \$3,734 including interest at 1.30% per annum, renewal date June 2022	\$ 538,994	\$ 576,553
All Nations Trust Company mortgage, repayable in monthly instalments of \$2,637 including interest at 1.44% per annum, renewal date February 2022	372,775	398,858
	\$ 911,769	\$ 975,411

The Social Housing mortgages are secured by a ministerial guarantee from the federal government.

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

2020	\$ 64,476
2021	65,357
2022	358,535
2023	<u>423,401</u>
	<u>\$ 911,769</u>

XENI GWET'IN FIRST NATIONS GOVERNMENT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2019

8. 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 (2018 - \$14,000) annually. Withdrawals are credited to interest first and then principal.

	2019	2018
Balance, beginning of year	\$ 113,001	\$ 102,794
Allocation as per budget	14,000	14,000
Interest income	574	39
Purchases during the year	(9,316)	(3,832)
 Balance, end of year	 \$ 118,259	 \$ 113,001

9. 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.

	2019	2018
Balance, beginning of year	\$ 24,869	\$ 32,482
Allocation for the year	(9,726)	(7,613)
 Balance, end of year	 \$ 15,143	 \$ 24,869

XENI GWET'IN FIRST NATIONS GOVERNMENT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2019

10. TANGIBLE CAPITAL ASSETS

	2019			2018		
	Cost	Accumulated Amortization	Net Book Value	Cost	Accumulated Amortization	Net Book Value
First Nations Government						
Office furniture and equipment	\$ 85,614	\$ 76,558	\$ 9,056	\$ 72,677	\$ 72,677	\$ -
Buildings	888,800	470,899	417,901	877,794	438,519	439,275
Mobile home	67,300	67,300	-	67,300	65,954	1,346
Band houses	814,713	665,164	149,549	814,713	632,575	182,138
Infrastructure	8,516,969	3,791,819	4,725,150	6,236,381	3,451,140	2,785,241
Infrastructure under construction	1,821,412	-	1,821,412	1,445,982	-	1,445,982
Automotive	116,887	116,887	-	116,887	116,887	-
Other equipment	455,587	455,587	-	455,587	455,587	-
Pre-1991 assets	1	1	-	1	1	-
	12,767,283	5,644,215	7,123,068	10,087,322	5,233,340	4,853,982
Social Housing Project						
Buildings	2,160,027	617,353	1,542,674	2,160,027	553,711	1,606,316
Health						
Buildings	1,477,184	534,106	943,078	1,477,184	475,019	1,002,165
Buildings under construction	191,331	-	191,331	-	-	-
Office furniture and equipment	148,223	100,819	47,404	118,559	75,936	42,623
Automotive equipment	225,727	182,289	43,438	197,651	195,951	1,700
	2,042,465	817,214	1,225,251	1,793,394	746,906	1,046,488
Enterprises						
Office furniture and equipment	48,517	48,517	-	48,517	48,285	232
Shop	182,545	71,602	110,943	182,545	64,300	118,245
Excavating equipment	494,353	494,353	-	494,353	494,353	-
Automotive equipment	214,978	184,212	30,766	214,978	154,412	60,566
	940,393	798,684	141,709	940,393	761,350	179,043
	\$ 17,910,168	\$ 7,877,466	\$ 10,032,702	\$ 14,981,136	\$ 7,295,307	\$ 7,685,829

The tangible capital assets 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.

Infrastructure and buildings under construction have been capitalized at costs incurred to date. No amortization has been recorded on these assets under construction and amortization will commence when the assets are put into operation.

XENI GWET'IN FIRST NATIONS GOVERNMENT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2019

10. TANGIBLE CAPITAL ASSETS (Continued)

2019

	Buildings	Automotive	Infrastructure	Furniture and equipment	Excavating equipment	Other equipment	Total
Cost, beginning of year	\$ 5,579,563	\$ 529,516	\$ 7,682,363	\$ 239,753	\$ 494,353	\$ 455,587	\$ 14,981,135
Additions	202,337	62,055	2,656,018	42,601	-	-	2,963,011
Disposals	-	(33,979)	-	-	-	-	(33,979)
Cost, end of year	5,781,900	557,592	10,338,381	282,354	494,353	455,587	17,910,167
Accumulated amortization, beginning of year	2,230,079	467,250	3,451,140	196,897	494,353	455,587	7,295,306
Amortization	196,345	50,117	340,679	28,997	-	-	616,138
Disposals	-	(33,979)	-	-	-	-	(33,979)
Accumulated amortization, end of year	2,426,424	483,388	3,791,819	225,894	494,353	455,587	7,877,465
Net carrying amount, end of year	\$ 3,355,476	\$ 74,204	\$ 6,546,562	\$ 56,460	\$ -	\$ -	\$ 10,032,702

2018

	Buildings	Automotive	Infrastructure	Furniture and equipment	Excavating equipment	Other equipment	Total
Cost, beginning of year	\$ 5,295,075	\$ 474,668	\$ 6,020,114	\$ 186,475	\$ 494,353	\$ 455,587	\$ 12,926,272
Additions	284,488	69,440	1,662,249	53,278	-	-	2,069,455
Disposals	-	(14,592)	-	-	-	-	(14,592)
Cost, end of year	5,579,563	529,516	7,682,363	239,753	494,353	455,587	14,981,135
Accumulated amortization, beginning of year	2,033,933	440,942	3,201,685	185,542	494,353	425,122	6,781,577
Amortization	196,146	40,900	249,455	11,355	-	30,465	528,321
Disposals	-	(14,592)	-	-	-	-	(14,592)
Accumulated amortization, end of year	2,230,079	467,250	3,451,140	196,897	494,353	455,587	7,295,306
Net carrying amount, end of year	\$ 3,349,484	\$ 62,266	\$ 4,231,223	\$ 42,856	\$ -	\$ -	\$ 7,685,829

11. ACCUMULATED SURPLUS

Accumulated surplus is comprised of the following:

	2019	2018
Operating equity	\$ 2,681,499	\$ 5,094,298
Equity in Ottawa Trust	122,015	118,304
Equity in investments	1,103	1,103
Equity in tangible capital assets	9,120,931	6,710,417
	\$ 11,925,548	\$ 11,924,122

XENI GWET'IN FIRST NATIONS GOVERNMENT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2019

12. CONTINGENT LIABILITIES

Related to funding from Indigenous Services Canada

Under the terms of the contribution agreements with Indigenous Services 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 has guaranteed certain band member loans. The total amount guaranteed amounts to \$119,860 (2018 - \$119,860) with \$48,285 being outstanding at March 31, 2019 (2018 - \$55,961).

13. BUDGET INFORMATION

The Budget information disclosed has been approved by Council.

14. EXPENSES BY OBJECT

	2019	2018
Administration fees	\$ 16,234	\$ 24,347
Allowances	161,233	171,727
Amortization	616,139	528,321
Bad debts	152	168
Fuel, propane and oil	659,049	464,207
Honorarium	77,168	76,462
Insurance	88,587	82,667
Interest on long-term debt	12,737	13,947
Material and supplies	701,070	570,120
Other	514,540	254,193
Professional fees	504,324	664,407
Repairs and maintenance	103,076	69,842
Service contracts	876,394	544,008
Social assistance payments	269,238	257,871
Telephone	37,462	31,403
Travel, training and workshops	487,370	393,144
Wages and benefits	1,478,160	1,451,417
	\$ 6,602,933	\$ 5,598,251

XENI GWET'IN FIRST NATIONS GOVERNMENT

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2019

15. EMPLOYEE BENEFITS

Xeni Gwet'in First Nations Government sponsors a defined contribution plan providing pension benefits for certain employees. Under the plan, Xeni Gwet'in First Nations Government matches the employee's contributions. During the year, Xeni Gwet'in First Nations Government contributed \$14,786 (2018 - \$17,089) and this employer's portion is recorded as employee benefits in the period when the benefit is earned.

16. COMPARATIVE FIGURES

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

17. SEGMENT DISCLOSURE

Xeni Gwet'in First Nations Government provides a wide range of services. Services are delivered through distinguishable functional segments for which financial information is available and is evaluated regularly by Council and management in allocating resources and assessing results.

For each reported segment, revenues and expenses represent amounts that are directly attributable to the segment. The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 1.

2019	Economic development	Education	Social development	Capital facilities and community	Social Housing	Enterprises	Eniyud health services	Band support	Total
REVENUE									
ISC	\$ 480	\$ 370,937	\$ 407,924	\$ 678,201	\$ -	\$ -	\$ 672,066	\$ 830,036	\$ 2,129,608
Other	416,248	4,073	129,442	62,661	139,760	1,174,707	1,714,114	1,502,102	4,471,041
	416,728	375,010	537,366	740,862	139,760	1,174,707	1,714,114	1,502,102	6,600,649
EXPENSES									
Amortization	-	-	-	63,642	37,335	104,287	410,875	616,139	
Operating expenses	272,254	236,538	381,190	50,692	76,118	1,610,421	859,660	1,021,761	4,508,634
Wages & benefits	70,339	38,294	58,627	36,516	-	349,037	472,804	452,543	1,478,160
	342,593	274,832	439,817	87,208	139,760	1,996,793	1,436,751	1,885,179	6,602,933
SURPLUS (DEFICIT)	\$ 74,135	\$ 100,178	\$ 97,549	\$ 653,654	\$ -	\$ (822,086)	\$ 277,363	\$ (383,077)	\$ (2,284)

2018	Economic development	Education	Social development	Capital facilities and community	Social Housing	Enterprises	Eniyud health services	Band support	Total
REVENUE									
ISC	\$ -	\$ 324,008	\$ 465,799	\$ 4,384,944	\$ -	\$ -	\$ 504,694	\$ 1,270,287	\$ 5,679,445
Other	443,425	4,821	21,338	414,100	143,534	771,270	1,750,557	1,774,981	4,819,332
	443,425	328,829	487,137	4,799,044	143,534	771,270	1,750,557	1,774,981	10,498,777
EXPENSES									
Amortization	-	-	-	62,536	37,801	80,843	347,141	528,321	
Operating expenses	145,837	238,339	357,927	15,179	80,998	944,878	647,930	1,187,425	3,618,513
Wages & benefits	129,444	39,275	58,284	58,779	-	258,757	418,957	487,921	1,451,417
	275,281	277,614	416,211	73,958	143,534	1,241,436	1,147,730	2,022,487	5,598,251
SURPLUS (DEFICIT)	\$ 168,144	\$ 51,215	\$ 70,926	\$ 4,725,086	\$ -	\$ (470,166)	\$ 602,827	\$ (247,506)	\$ 4,900,526