



Nee Tah Buhn Indian Band
Summary Financial Statements

March 31, 2016

Nee Tahí Buhn Indian Band
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For the year ended March 31, 2016

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SUMMARY FINANCIAL STATEMENTS

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Nee Tahí Buhn Indian Band
March 31, 2016

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements of Nee Tahí Buhn Indian Band are the responsibility of management and have been approved by Chief and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Professional Accountants and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

Chief and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

Chief and Council meet 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 consolidated financial statements and the external auditor's report.

The external auditors, Ribeyre Chang Haylock conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of Nee Tahí Buhn Indian Band and meet when required.



Chief Ray Morris

#303 – 2071 Kingsway Avenue
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INDEPENDENT AUDITORS' REPORT

To: The Members of the Nee Tah Buhn Indian Band

Nee Tah Buhn Indian Band

Report on the Financial Statements

We have audited the accompanying financial statements of the Nee Tah Buhn Indian Band, which comprise the statement of financial position as at March 31, 2016, and the summary statement of operations, summary statement of change in net debt, summary statement of 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.

Auditors' 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 from 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 the assessment of the 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, the financial statements present fairly, in all material respects, the financial position of the Nee Tahi Buhn Indian Band as at March 31, 2016, and its financial performance and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Port Coquitlam, B.C.
July 25, 2016

Riley Chey Hybuk
Chartered Professional Accountants

Nee Tahi Buhn Indian Band
SUMMARY STATEMENT OF FINANCIAL POSITION

As at March 31, 2016

Statement 1

	2016	2015
Financial assets		
Cash	\$ 45,395	\$ 987,740
Accounts receivable - Note 3	408,184	264,630
Investments - Note 4	915,564	506,484
Trust moneys - Note 5	2,372	1,988
	1,371,515	1,760,842
Financial liabilities		
Accounts payable and accrued liabilities	336,279	262,411
Long-term debt - Note 6	36,953	46,718
	373,232	309,129
Net financial assets	998,283	1,451,713
Non-financial assets		
Prepaid expenses and deposits	4,036	27,406
Fixed assets - Note 7	709,330	744,499
	713,366	771,905
Accumulated surplus	\$ 1,711,649	\$ 2,223,618

See accompanying notes

On behalf of Chief and Council:

 Chief

Ray Mowat

Nee Tahi Buhn Indian Band
SUMMARY STATEMENT OF OPERATIONS

For the year ended March 31, 2016	Statement 2		
	2016 Budget	2016	2015
Revenue			
Operating Fund			
Indigenous and Northern Affairs Canada	\$ 304,426	\$ 400,985	
Canada Mortgage and Housing Corporation	8,536	8,536	
Coastal Gaslink	126,115	1,491,085	
Enbridge	50,000	105,000	
Health	137,905	120,896	
Pacific Trail Pipeline	115,450	569,199	
Prince George Native Aboriginal Education & Training Association	28,466	49,846	
Province of British Columbia	62,153	656,453	
Resources	64,500	151,179	
Investment gain	5,204	-	
Other	177,849	159,172	
Social Housing Fund	13,156	15,068	
Trust Fund	384	383	
	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>
	- 1,094,144	3,727,802	
Expenses			
Operating Fund			
Band government	544,348	519,648	
Economic development	537,146	943,480	
Education and training	167,413	249,650	
Health services	102,263	142,944	
Social services	77,631	115,399	
Community infrastructure	57,278	54,176	
Social Housing Fund	23,089	32,332	
	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>
	2,809,484	1,509,168	2,057,629
(Deficit) annual surplus	(2,809,484)	(415,024)	1,670,173
Accumulated surplus, beginning of year		2,223,618	591,573
Recoveries		(96,945)	(38,128)
Accumulated surplus, end of year		\$ 1,711,649	\$ 2,223,618

See accompanying notes

Nee Tahi Buhn Indian Band
SUMMARY STATEMENT OF NET FINANCIAL ASSETS

For the year ended March 31, 2016

Statement 3

	2016	2015
Annual (deficit) surplus	\$ (415,024)	\$ 1,670,173
Recoveries in the year	(96,945)	(38,128)
	(511,969)	1,632,045
 Changes in tangible capital assets		
Acquisition of fixed assets	(30,875)	(107,340)
Amortization of fixed assets	66,044	63,654
	35,169	(43,686)
 Changes in other non-financial assets		
Acquisition of prepaid asset - net	23,370	(4,087)
 (Decrease) increase in net assets	(453,430)	1,584,272
 Net financial assets (liabilities), beginning of year	1,451,713	(132,559)
 Net financial assets, end of year	\$ 998,283	\$ 1,451,713

See accompanying notes

Nee Tahí Buhn Indian Band

SUMMARY STATEMENT OF CASH FLOWS

For the year ended March 31, 2016

Statement 4

	2016	2015
OPERATING ACTIVITIES		
Net change in accumulated surplus	\$ (511,969)	\$ 1,632,045
Items not involving cash:		
Depreciation of assets	66,044	63,654
Change in Investment Fund	(409,080)	(501,735)
Change in Trust Fund	(384)	(383)
Changes in working capital items	(46,316)	(116,438)
Cash (used in) provided by operating activities	(901,705)	1,077,143
INVESTING ACTIVITIES		
Purchase and construction of fixed assets	(30,875)	(107,340)
Cash used in investing activities	(30,875)	(107,340)
FINANCING ACTIVITIES		
Repayment of long-term debt	(9,765)	(9,478)
Cash used in financing activities	(9,765)	(9,478)
(Decrease) increase in cash during the year	(942,345)	960,325
Cash, beginning of year	987,740	27,415
Cash, end of year	\$ 45,395	\$ 987,740

See accompanying notes

Nee Tahi Buhn Indian Band

NOTES TO FINANCIAL STATEMENTS

March 31, 2016

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1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Professional Accountants.

a) Fund accounting

The Nee Tahi Buhn Indian Band uses 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 Nee Tahi Buhn Indian Band maintains the following funds:

- The Operating Fund which reports the general activities of the band administration.
- The Investment Fund which reports the Band's investments in related entities.
- The Trust Fund which reports on trust funds owned by the Band and held by a third party.
- The Social Housing Fund which reports on the housing activities related to CMHC funded housing.

b) Reporting entity and principles of financial reporting

The Nee Tahi Buhn Indian Band reporting entity includes the Nee Tahi Buhn Indian Band government and all related entities which are accountable to the Band and are either owned or controlled by the Band.

These financial statements consolidate the assets, liabilities and results of operation for the following entities which use accounting principles which lend themselves to consolidation:

- Operating Fund
- Investment Fund
- Trust Fund
- Social Housing Fund

All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual schedules.

Nee Tahi Buhn Indian Band

NOTES TO FINANCIAL STATEMENTS

March 31, 2016

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1. Continued...

The Nee Tahi Buhn Indian Band owns and controls the incorporated business, Hunust'ot'en Investment Corporation. The business is included in the summary financial statements using the modified equity method.

c) Fixed assets

The acquisition costs of fixed assets 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 of the Operating Fund with a corresponding increase in Operating Fund - unrestricted equity.

Fixed assets acquired as part of the Social Housing Fund are recorded as assets of that Fund.

d) Depreciation

Fixed assets are recorded and depreciated with a corresponding reduction in Equity in Fixed Assets. Assets are depreciated over their expected useful life using the declining balance method at the following rates:

Automotive	30%
Buildings and infrastructure	5%
Computer software and equipment	20% and 30%
Furniture and equipment	20%
Infrastructure	4%
Mobile and other equipment	30%

Social Housing assets acquired under Canada Mortgage and Housing Corporation sponsored housing programs are depreciated at a rate equivalent to the annual principal reduction in the related long-term debt, as required for Canada Mortgage and Housing Corporation reporting purposes. To be consistent, housing assets in the Capital Fund are also depreciated at a rate equivalent to the annual principal reduction in the related long-term debt.

Nee Tahi Buhn Indian Band

NOTES TO FINANCIAL STATEMENTS

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1. Continued...

e) Revenue recognition

Revenue is recognized as it becomes receivable under the terms of the applicable funding agreements. Funding received under funding arrangements that relate to a subsequent fiscal period is reflected as deferred revenue in the year of receipt and classified as such on the Statement of Financial Position.

f) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of revenues and expenditures during the reported period. Actual results could differ from the estimates.

2. ECONOMIC DEPENDENCE

The Nee Tahi Buhn Indian Band receives the majority of its recurring operational revenue pursuant to a funding arrangement with Indigenous and Northern Affairs Canada.

3. ACCOUNTS RECEIVABLE

	2016	2015
Accounts receivable is comprised of the following:		
B.C. Association of Aboriginal Friendship Centre	\$ 625	\$ -
Buckley Valley Child Development Centre Society	1,720	-
Canada Mortgage and Housing Corporation	711	4,979
Canada Revenue agency	26,314	19,433
Carrier Sekani Family Services	8,361	21,985
Eagle Bay Protection Services	117,000	117,000
Allowance for advance to Eagle Bay Protection Services	(117,000)	-
Employee payroll advances	60,500	59,466
Allowance for advances to employees	(42,027)	(31,781)
FN (PTP) Group Limited Partnership	-	15,000
Huckleberry Mines Ltd.	1,000	-
Indigenous and Northern Affairs Canada	2,500	-
 Lakes District Aboriginal Training and Employment Society	 14,400	 14,400
Pacific Trail Pipeline	39,006	-
Prince George Nechako Aboriginal Employment and Training Association	31,316	40,513
Helix Seismic Corporation	250,000	-
Wet'suwer'en First Nation	750	-
Other	13,008	3,635
 \$ 408,184	 \$ 264,630	

Nee Tahi Buhn Indian Band
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4. INVESTMENTS

Investments consist of the following:	2016	2015
Voting shares in a non-profit organization	\$ 6	\$ 6
All Nations Coffee Company (100% interest)		
1 Common share	1	1
Due from All Nations Coffee Company	1,328	999
	1,329	1,000
1028007 B.C. Ltd. (100% interest)		
1 Common share	1	1
Due from 1028007 B.C. Ltd.	524,999	499,999
	525,000	500,000
Hunust'ot'en Investment Corporation operating as 625142 B.C. Ltd. (100% interest)		
100 shares (market value nil)	100	100
Due from Hunust'ot'en Investment Corporation	379,282	735
Accumulated deficit	(5,458)	-
	373,924	835
FN (PTP) Group Limited Partnership (7.65% interest)		
Partnership equity	14,305	3,643
Units, at cost	1,000	1,000
	15,305	4,643
	\$ 915,564	\$ 506,484

Financial information for enterprise entities wholly-owned by the band ending March 31, 2016 are as follows:

	Assets	Liabilities	Revenues	Income (loss)
All Nations Coffee Company	\$ 1,329	\$ 1,328	\$ -	\$ -
1028007 B.C. Ltd.	\$ 525,000	\$ 524,999	\$ -	\$ -
Hunust'ot'en Investment Corporation	\$ 408,670	\$ 414,028	\$ 352,607	\$ (4,723)

Nee Tahi Buhn Indian Band

NOTES TO FINANCIAL STATEMENTS

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5. TRUST MONEY

	March 31, 2015	Additions	Withdrawals	March 31, 2016
Revenue	\$ 1,988	\$ 384	\$ -	\$ 2,372

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

6. LONG-TERM DEBT

	2016	2015
Mortgage payable with payments of \$866 per month including interest at 1.64% per annum, renewing December 1, 2016, secured by a first mortgage on land and housing units.	\$ 36,953	\$ 46,718

Principal payments expected over the next four years are: 2017 - \$36,955; 2018 - nil; 2019 - nil, 2020 - nil, 2021 - nil.

Nee Tahi Buhn Indian Band

NOTES TO FINANCIAL STATEMENTS

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7. FIXED ASSETS

	2016							2015	
	Beginning		Ending Cost	Beginning		Ending		Net Book Value	Net Book Value
	Cost	Additions		Accumulated Depreciation	Depreciation	Accumulated Depreciation	Depreciation		
Operating Fund									
Automotive	\$ 41,182	\$ -	\$ 41,182	\$ (18,450)	\$ (6,819)	\$ (25,269)	\$ 15,913	\$ 22,732	
Buildings and infrastructure	755,010	28,320	783,330	(241,317)	(25,138)	(266,455)	516,875	513,693	
Computers	87,599	-	87,599	(44,331)	(2,348)	(46,679)	40,920	43,268	
Office furniture and fixtures	50,439	-	50,439	(43,255)	(1,437)	(44,692)	5,747	7,184	
Logging equipment	28,500	-	28,500	(28,317)	(55)	(28,372)	128	183	
Equipment	87,185	2,555	89,740	(20,194)	(20,481)	(40,675)	49,065	66,991	
	1,049,915	30,875	1,080,790	(395,864)	(56,278)	(452,142)	628,648	654,051	
Social Housing Fund									
Land	6,979	-	6,979	-	-	-	6,979	6,979	
Equipment	4,765	-	4,765	(2,091)	(219)	(2,310)	2,455	2,674	
Buildings and infrastructure	207,223	-	207,223	(126,428)	(9,547)	(135,975)	71,248	80,795	
	218,967	-	218,967	(128,519)	(9,766)	(138,285)	80,682	90,448	
	\$ 1,268,882	\$ 30,875	\$ 1,299,757	\$ (524,383)	\$ (66,044)	\$ (590,427)	\$ 709,330	\$ 744,499	

Nee Tahi Buhn Indian Band

NOTES TO FINANCIAL STATEMENTS

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8. BUDGET INFORMATION

The budget information disclosed has been approved by the Band. Individual program operations not showing budget information does not mean budgets were not prepared but rather that their amounts were not readily determined.

9. REPLACEMENT RESERVE FUND

In accordance with the terms and conditions of the "Operating Agreement" with Canada Mortgage and Housing Corporation, the Nee Tahi Buhn Indian Band Social Housing must set aside funds annually for the non-annual expenditures of the Program for the repair, maintenance and replacement of worn out assets.

As at March 31, 2016, cash and term deposits required to fund the Replacement Reserve Fund were deficient by \$57,706 (2015 - \$55,565)

10. SUBSIDY SURPLUS FUND

In accordance with the terms and conditions of the "Operating Agreement" with Canada Mortgage and Housing Corporation, the Nee Tahi Buhn Indian Band Social Housing is permitted to set aside an amount of \$500 per housing unit for the purpose of meeting future requirements of income listed over and above the maximum federal assistance. The Fund may be replenished to its original limit from subsequent operating surpluses.

As at March 31, 2016, the subsidy surplus fund was not utilized.