

**DZAWADA'ENUXW FIRST NATION**

**FINANCIAL STATEMENTS**

**MARCH 31, 2016**

**DZAWADA'ENUXW FIRST NATION**  
**FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

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**DZAWADA'ENUXW FIRST NATION**  
**MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**  
**MARCH 31, 2016**

The accompanying financial statements of Dzawada'enuxw First Nation are the responsibility of management and have been approved by the Council.

The 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 CPA Canada 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.

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

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 financial statements and the external auditor's report.

The external auditors, Moeller Matthews, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of Dzawada'enuxw First Nation and meet when required.

On behalf of Dzawada'enuxw First Nation:

  
Council Chair

July 28, 2016  
Date

  
Band Manager

07/28/16  
Date

### **Independent Auditors' Report**

To the Members of Dzawada'enuxw First Nation

We have audited the accompanying financial statements of Dzawada'enuxw First Nation, which comprise the statement of financial position as at March 31, 2016, and the statements of revenue, expenditures and accumulated surplus, change in net debt, cash flows and the related schedules 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 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.

#### *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 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 First Nation'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 First Nation'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 Dzawada'enuxw First Nation as at March 31, 2016, and the results of its operations, the changes in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Campbell River, British Columbia  
July 28, 2016



**Chartered Professional Accountants**



**DZAWADA'ENUXW FIRST NATION**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2016**

	2016	2015
	\$	\$
<b>Financial Assets</b>		
Cash (Note 2)	978,277	988,407
Accounts receivable (Note 3)	454,767	224,127
Trust funds held by Federal Government (Note 4)	39,707	37,662
	<b>1,472,751</b>	<b>1,250,196</b>
<b>Liabilities</b>		
Accounts payable (Note 5)	348,097	297,216
Deferred revenue (Note 6)	1,562,197	1,239,132
Long-term debt (Note 7)	234,070	327,921
	<b>2,144,364</b>	<b>1,864,269</b>
<b>Net debt</b>	<b>(671,613)</b>	<b>(614,073)</b>
<b>Non-financial Assets</b>		
Tangible capital assets (Note 8)	3,625,772	4,051,709
Prepaid expenses (Note 9)	105,575	147,441
	<b>3,731,347</b>	<b>4,199,150</b>
<b>Accumulated Surplus</b>	<b>3,059,734</b>	<b>3,585,077</b>

Approved on behalf of the Dzawada'enuxw First Nation

 , Council Chair

 , Band Manager

The accompanying notes are an integral part of these financial statements.

**DZAWADA'ENUXW FIRST NATION**  
**STATEMENT OF REVENUE, EXPENDITURES AND ACCUMULATED SURPLUS**  
**FOR THE YEAR ENDED MARCH 31, 2016**

	2016 Budget	2016 Actual	2015 Actual
	\$	\$	\$
<b>Revenue</b>			
Federal Government:			
Aboriginal Affairs and Northern Development Canada	2,053,431	2,478,416	1,903,752
Canada Mortgage and Housing Corporation	50,640	47,992	50,640
Ottawa Trust	-	2,045	2,155
Intertribal Health Authority	464,866	516,350	491,449
Province of British Columbia	15,000	15,000	352,580
First Nation Health Authority	76,230	106,991	76,230
North Vancouver Island Aboriginal Training Society	15,785	29,942	42,530
First Nations Education Steering Committee	38,689	55,286	51,870
Coast Opportunity Funds	-	6,500	-
Rental Income	96,672	80,552	90,388
Interest income	4,000	1,072	4,124
Other	585,477	266,313	387,911
	<b>3,400,790</b>	<b>3,606,459</b>	<b>3,453,629</b>
<b>Expenditures</b>			
Band Government	639,013	712,698	556,127
Education	761,038	729,750	795,616
Health	507,356	554,710	524,725
Economic Development	57,530	23,852	50,904
Public Works	922,544	1,486,982	1,108,463
Community and Social Services	271,754	267,296	287,553
Housing	255,182	356,514	230,721
	<b>3,414,417</b>	<b>4,131,802</b>	<b>3,554,109</b>
<b>Annual deficit</b>	<b>(13,627)</b>	<b>(525,343)</b>	<b>(100,480)</b>
<b>Accumulated surplus at beginning of year</b>	<b>-</b>	<b>3,585,077</b>	<b>3,685,557</b>
<b>Accumulated surplus at end of year</b>	<b>(13,627)</b>	<b>3,059,734</b>	<b>3,585,077</b>

The accompanying notes are an integral part of these financial statements.

**DZAWADA'ENUXW FIRST NATION  
STATEMENT OF CHANGE IN NET DEBT  
FOR THE YEAR ENDED MARCH 31, 2016**

	2016 Budget (unaudited)	2016 Actual	2015 Actual
	\$	\$	\$
<b>Annual deficit</b>	<b>(13,627)</b>	<b>(525,343)</b>	<b>(100,480)</b>
Acquisition of tangible capital assets	-	<b>(39,203)</b>	(90,302)
Amortization of tangible capital assets	-	<b>465,140</b>	480,483
Loss on disposal of tangible capital assets	-	-	1,753
Proceeds on disposal of tangible capital assets	-	-	13,700
	-	<b>425,937</b>	405,634
Acquisition of prepaid asset	-	<b>(105,575)</b>	(147,441)
Use of prepaid asset	-	<b>147,441</b>	174,815
	-	<b>41,866</b>	27,374
(Decrease) increase in net financial assets	<b>(13,627)</b>	<b>(57,540)</b>	332,528
Net debt at beginning of year	-	<b>(614,073)</b>	(946,601)
<b>Net debt at end of year</b>	<b>-</b>	<b>(671,613)</b>	<b>(614,073)</b>

The accompanying notes are an integral part of these financial statements.

**DZAWADA'ENUXW FIRST NATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED MARCH 31, 2016**

	2016	2015
	\$	\$
<b>Cash flows from</b>		
<b>Operating activities</b>		
Annual deficit	(525,343)	(100,480)
Items not affecting cash		
Amortization of tangible capital assets	465,140	480,483
Loss on disposal of tangible capital assets	-	1,753
	(60,203)	381,756
Change in non-cash operating working capital		
Accounts receivable	(230,640)	91,503
Prepaid expenses	41,866	27,374
Accounts payable	50,877	(153,657)
Deferred revenue	323,065	33,503
Trust funds held by Federal Government	(2,044)	(2,156)
	122,921	378,323
<b>Capital activities</b>		
Purchase of tangible capital assets	(39,200)	(90,304)
Proceeds on disposal of tangible capital assets	-	13,700
	(39,200)	(76,604)
<b>Financing activities</b>		
Repayment of long term debt	(93,851)	(125,959)
<b>Increase (decrease) in cash and cash equivalents</b>	(10,130)	175,760
<b>Cash and cash equivalents, beginning of year</b>	988,407	812,647
<b>Cash and cash equivalents, end of year</b>	978,277	988,407

The accompanying notes are an integral part of these financial statements.



**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

**1. Basis of Presentation and Significant Accounting Policies**

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board of CPA Canada.

**(a) Reporting entity**

The Dzawada'enuxw First Nation reporting entity includes the Dzawada'enuxw First Nation government and all related entities that are controlled by the First Nation.

**(b) Tangible capital assets**

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets.

Tangible capital assets are written down when conditions indicate that they no longer contribute to Dzawada'enuxw First Nation's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the statement of operations.

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

Amortization is provided for on a straight-line basis over their estimated useful lives as follows:

Buildings	25 years
Automotive equipment	5 years
Computer equipment	3 years
Furniture and equipment	5 years
Infrastructure	25 years

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**DZAWADA'ENUXW FIRST NATION  
NOTES TO FINANCIAL STATEMENTS  
MARCH 31, 2016**

**1. Basis of Presentation and Significant Accounting Policies (continued)**

**(c) Revenue recognition**

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

**(d) Measurement uncertainty**

In preparing the financial statements for the Dzawada'enuxw First Nation, management is required 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 period. Items requiring the use of significant estimates include amortization and the allowance for doubtful accounts. Actual results could differ from these estimates.

**2. Cash**

Under the terms of an agreement with Canada Mortgage and Housing Corporation, Dzawada'enuxw First Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the replacement reserve.

Cash and cash equivalents is comprised of the following:

**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

**Cash, continued**

	2016	2015
	\$	\$
Externally restricted		
Replacement reserve	247,611	247,457
Unrestricted		
Operations	588,808	647,304
Capital projects	2,429	2,429
Social housing	139,338	91,106
Flood donations	91	111
	730,666	740,950
	978,277	988,407
	2016	2015
	\$	\$
Cash	978,277	988,407
	978,277	988,407

**3. Accounts receivable**

	2016	2015
	\$	\$
Due from members	284,269	279,708
Aboriginal Affairs and Northern Development Canada	239,270	-
Canada Mortgage and Housing Corporation	3,955	4,219
Intertribal Health Authority	1,904	1,805
North Vancouver Island Aboriginal Training Society	4,253	6,704
Fist Nations Education Steering Committee	2,265	-
Other amounts	401	10,558
	536,317	302,994
Allowance for doubtful accounts	(81,550)	(78,867)
	454,767	224,127

**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
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**4. Trust funds held by federal government**

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.

	March 31, 2015	Additions, 2016	March 31, 2016
	\$	\$	\$
Revenue	26,146	2,045	<b>28,191</b>
Capital	11,516	-	<b>11,516</b>
	<b>37,662</b>	<b>2,045</b>	<b>39,707</b>

**5. Accounts payable**

	2016	2015
	\$	\$
Government remittances payable	<b>15,409</b>	16,258
Wages and benefits payable	<b>51,399</b>	38,329
Amounts owed to members	<b>10,703</b>	13,177
Trade payables	<b>270,586</b>	229,452
	<b>348,097</b>	297,216



**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

**6. Deferred revenue**

	March 31, 2015 \$	Additions, 2016 \$	Recognized, 2016 \$	March 31, 2016 \$
<b>AANDC - Capital</b>				
Housing renovation - 10453	5,835	-	(5,835)	-
ACRS	15,941	-	(15,941)	-
ACRS - 12453 / 700	-	67,710	-	<b>67,710</b>
ACRS - 12453 / 710	-	63,875	-	<b>63,875</b>
ACRS - 12453 / 720	-	3,933	-	<b>3,933</b>
Other protection - 11217 / 845	1,441	-	(388)	<b>1,053</b>
Roads and bridges - 11168 / 815	2,464	-	(393)	<b>2,071</b>
Roads and bridges - 11392 / 765	12,326	-	(11,191)	<b>1,135</b>
Fire protection - 10916 / 760	123,070	5,129	(123,070)	<b>5,129</b>
Flood and erosion control - 11222 / 745	98,394	148,950	(98,394)	<b>148,950</b>
Housing Admin - 11534 / 811	-	21,528	-	<b>21,528</b>
	<b>259,471</b>	<b>311,125</b>	<b>(255,212)</b>	<b>315,384</b>
<b>AANDC - Other</b>				
Post secondary education program	56,411	81,082	(56,411)	<b>81,082</b>
Instructional services	52,841	107,681	(52,841)	<b>107,681</b>
Service delivery	3,600	7,771	(3,600)	<b>7,771</b>
Band support funding	12,000	-	(12,000)	-
School Sprinkler Project	23,142	-	-	<b>23,142</b>
Membership	-	3,583	-	<b>3,583</b>
	<b>147,994</b>	<b>200,117</b>	<b>(124,852)</b>	<b>223,259</b>
<b>Other</b>				
Province of British Columbia	596,888	133,603	(19,092)	<b>711,399</b>
Other amounts	234,779	152,944	(75,568)	<b>312,155</b>
	<b>831,667</b>	<b>286,547</b>	<b>(94,660)</b>	<b>1,023,554</b>
	<b>1,239,132</b>	<b>797,789</b>	<b>(474,724)</b>	<b>1,562,197</b>

**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

**7. Long-term debt**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Royal Bank of Canada; demand loan repayable at \$3,593 per month including interest at 3.02% per annum, secured by buildings	<b>17,915</b>	59,752
Royal Bank of Canada; demand loan repayable at \$2,085 per month including interest at 3.97% per annum, secured by buildings	<b>97,455</b>	119,538
Royal Bank of Canada; demand loan repayable at \$2,825 per month including interest at 2.74% per annum, secured by buildings	<b>118,700</b>	148,631
	<b>234,070</b>	327,921

Principal portion of long-term debt due within the next five years:

2017	<b>70,490</b>
2018	<b>54,307</b>
2019	<b>56,098</b>
2020	<b>47,232</b>
2021 and thereafter	<b>5,943</b>
	<b>234,070</b>

**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

**8. Tangible Capital Assets**

	Cost				Accumulated amortization				
	Balance, beginning of year \$	Additions \$	Disposals \$	Balance, end of year \$	Balance, beginning of year \$	Amortization \$	Accumulated amortization on disposals \$	Balance, end of year \$	2016 net book value \$
Buildings	7,943,318	-	-	7,943,318	5,971,544	278,702	-	6,250,246	1,693,072
Automotive equipment	101,028	21,747	-	122,775	45,824	19,444	-	65,268	57,507
Computer equipment	117,203	17,456	(21,444)	113,215	102,900	10,209	(21,444)	91,665	21,550
Furniture and equipment	236,777	-	-	236,777	198,691	16,809	-	215,500	21,277
Infrastructure	4,266,108	-	-	4,266,108	2,293,766	139,976	-	2,433,742	1,832,366
	12,664,434	39,203	(21,444)	12,682,193	8,612,725	465,140	(21,444)	9,056,421	3,625,772

	Cost				Accumulated amortization				
	Balance, beginning of year \$	Additions \$	Disposals \$	Balance, end of year \$	Balance, beginning of year \$	Amortization \$	Accumulated amortization on disposals \$	Balance, end of year \$	2015 Net book value \$
Buildings	7,943,318	-	-	7,943,318	5,674,539	297,005	-	5,971,544	1,971,774
Automotive equipment	61,874	54,607	(15,453)	101,028	31,034	14,790	-	45,824	55,204
Computer equipment	116,801	15,507	(15,105)	117,203	110,528	7,477	(15,105)	102,900	14,303
Furniture and equipment	219,828	20,190	(3,241)	236,777	180,696	21,236	(3,241)	198,691	38,086
Infrastructure	4,266,108	-	-	4,266,108	2,153,791	139,975	-	2,293,766	1,972,342
	12,607,929	90,304	(33,799)	12,664,434	8,150,588	480,483	(18,346)	8,612,725	4,051,709

**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

**9. Prepaid expenses**

	2016	2015
	\$	\$
Hydro diesel fuel	88,346	129,849
Social assistance	17,229	17,592
	<b>105,575</b>	<b>147,441</b>

**10. Accumulated surplus**

	2016	2015
	\$	\$
Equity in tangible capital assets - restricted	3,391,701	3,723,788
Equity in Ottawa Trust - restricted	39,706	37,662
Replacement reserve - restricted	(360)	34,193
Operating surplus (deficit) - unrestricted	(371,313)	(210,566)
	<b>3,059,734</b>	<b>3,585,077</b>

**11. Contingent Liabilities**

Dzawada'enuxw First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

In addition, in the normal course of its operations, Dzawada'enuxw First Nation becomes involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on Dzawada'enuxw First Nation's financial statements.

**12. Contractual Obligations**

The nature of Dzawada'enuxw First Nation's activities can result in some multi-year contracts whereby it will be obligated to make future payments. Significant contractual obligations that can be reasonably estimated are as follows:

2017	18,299
2018	8,496
	<b>26,795</b>



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**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

**13. Economic Dependence**

Dzawada'enuxw First Nation receives a significant portion of its revenue pursuant to a funding agreement with Aboriginal Affairs and Northern Development Canada. The nature and extent of this revenue is of such significance that the First Nation is economically dependent on this source of revenue.

**14. Pension Plan**

Dzawada'enuxw First Nation provides a defined contribution plan for eligible members of its staff. Members are required to contribute 5.5% of their salary. Dzawada'enuxw First Nation contributes 5.5% to the members contribution account. The amount of retirement benefit to be received by the employees will be the amount of retirement annuity that could be purchased based on the member's share of the pension plan at the time of the member's withdrawal from the plan. Dzawada'enuxw First Nation contributed \$23,475 (2015 - \$21,834) for its retirement benefits. Dzawada'enuxw First Nation does not have any other obligations with regards to the pension plan as at March 31, 2016.

**15. Budgeted Figures**

Unaudited budgeted figures have been provided for comparison purposes and have been derived from the estimates approved by the Band Council.

**16. Comparative Amounts**

Certain of the comparative amounts have been reclassified to conform with the presentation adopted in the current period.

**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

**17. Segmented information**

The presentation by segment is based on the same accounting policies as described in the summary of significant accounting policies as detailed in Note 1. The following table presents the revenue generated by major revenue type and expenses incurred by main object. The segment results for the year are as follows:

	2016 Budget	Band Government 2016 Actual	2015 Actual	2016 Budget	Education 2016 Actual	2015 Actual	2016 Budget	Health 2016 Actual	2015 Actual
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenues</b>									
Aboriginal Affairs and Northern Development Canada	338,379	352,056	249,526	716,725	498,675	615,386	-	-	-
Ottawa Trust	-	2,045	2,155	-	-	-	-	-	-
Intertribal Health Authority	-	-	-	-	-	-	464,866	516,350	487,549
Other revenue	324,172	25,449	87,056	128,181	144,479	165,890	42,490	66,249	62,121
<b>Total revenue</b>	<b>662,551</b>	<b>379,550</b>	<b>338,737</b>	<b>844,906</b>	<b>643,154</b>	<b>781,276</b>	<b>507,356</b>	<b>582,599</b>	<b>549,670</b>
<b>Expenses</b>									
Amortization	-	17,801	14,051	-	175,567	184,693	-	49,141	50,404
Consultants	5,000	22,489	20,666	72,250	-	5,990	-	382	20,000
Materials and supplies	6,000	11,694	4,853	16,050	12,766	21,545	14,100	42,089	35,329
Programs	35,997	35,997	31,499	17,367	23,317	29,838	112,927	95,328	71,387
Wages and benefits	386,902	347,426	311,871	303,537	290,843	299,512	178,190	200,312	199,157
Other expenses	205,114	277,291	173,187	351,834	227,257	254,038	202,139	167,458	148,448
<b>Total expenses</b>	<b>639,013</b>	<b>712,698</b>	<b>556,127</b>	<b>761,038</b>	<b>729,750</b>	<b>795,616</b>	<b>507,356</b>	<b>554,710</b>	<b>524,725</b>
<b>Annual surplus (deficit)</b>	<b>23,538</b>	<b>(333,148)</b>	<b>(217,390)</b>	<b>83,868</b>	<b>(86,596)</b>	<b>(14,340)</b>	<b>-</b>	<b>27,889</b>	<b>24,945</b>

**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

**17. Segmented information, continued**

	Economic Development			Public Works			Community and Social Services		
	2016 Budget	2016 Actual	2015 Actual	2016 Budget	2016 Actual	2015 Actual	2016 Budget	2016 Actual	2015 Actual
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues									
Aboriginal Affairs and Northern Development Canada	-	-	-	711,892	1,177,560	779,267	228,966	234,363	253,073
Province of British Columbia	15,000	15,000	12,580	-	-	340,000	-	-	-
Intertribal Health Authority	-	-	-	-	-	-	-	-	3,900
Other revenue	42,980	17,672	38,113	114,507	119,004	126,810	45,653	64,826	63,866
<b>Total revenue</b>	<b>57,980</b>	<b>32,672</b>	<b>50,693</b>	<b>826,399</b>	<b>1,296,564</b>	<b>1,246,077</b>	<b>274,619</b>	<b>299,189</b>	<b>320,839</b>
Expenses									
Amortization	-	141	158	-	161,027	157,264	-	-	-
Consultants	12,050	60	11,845	55,525	464,094	127,989	-	-	-
Materials and supplies	8,467	10,367	13,417	34,500	43,486	46,349	7,704	21,118	34,381
Fuel	-	-	-	306,200	310,962	379,535	-	-	-
Programs	-	-	-	-	-	-	-	-	8,984
Wages and benefits	-	-	-	121,828	114,026	122,808	49,555	54,298	40,757
Other expenses	37,013	13,284	25,484	404,491	393,388	274,518	214,495	191,880	203,431
<b>Total expenses</b>	<b>57,530</b>	<b>23,852</b>	<b>50,904</b>	<b>922,544</b>	<b>1,486,983</b>	<b>1,108,463</b>	<b>271,754</b>	<b>267,296</b>	<b>287,553</b>
<b>Annual surplus (deficit)</b>	<b>450</b>	<b>8,820</b>	<b>(211)</b>	<b>(96,145)</b>	<b>(190,419)</b>	<b>137,614</b>	<b>2,865</b>	<b>31,893</b>	<b>33,286</b>

**DZAWADA'ENUXW FIRST NATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2016**

**17. Segmented information, continued**

	2016 Budget	Housing 2016 Actual	2015 Actual	2016 Budget	Consolidated totals 2016 Actual	2015 Actual
	\$	\$	\$	\$	\$	\$
<b>Revenues</b>						
Aboriginal Affairs and Northern Development Canada	57,470	215,761	6,500	2,053,432	2,478,416	1,903,752
Canada Mortgage and Housing Corporation	50,640	47,992	50,640	50,640	47,992	50,640
Ottawa Trust	-	-	-	-	2,045	2,155
Province of British Columbia	-	-	-	15,000	15,000	352,580
Intertribal Health Authority	-	-	-	464,866	516,350	491,449
Other revenue	118,869	108,978	109,197	816,852	546,656	653,053
<b>Total revenue</b>	<b>226,979</b>	<b>372,731</b>	<b>166,337</b>	<b>3,400,790</b>	<b>3,606,459</b>	<b>3,453,629</b>
<b>Expenses</b>						
Amortization	-	61,463	73,913	-	465,140	480,483
Consultants	43,520	25,301	11,840	188,345	512,326	198,330
Materials and supplies	2,017	209	863	88,838	141,729	156,737
Fuel	-	-	-	306,200	310,962	379,535
Programs	-	-	-	166,291	154,642	141,708
Wages and benefits	23,796	25,155	26,054	1,063,808	1,032,060	1,000,159
Other expenses	185,849	244,385	118,051	1,600,935	1,514,943	1,197,157
<b>Total expenses</b>	<b>255,182</b>	<b>356,513</b>	<b>230,721</b>	<b>3,414,417</b>	<b>4,131,802</b>	<b>3,554,109</b>
<b>Annual surplus (deficit)</b>	<b>(28,203)</b>	<b>16,218</b>	<b>(64,384)</b>	<b>(13,627)</b>	<b>(525,343)</b>	<b>(100,480)</b>



## REVIEW ENGAGEMENT REPORT

To the members of the Dzawada'enuxw First Nation:

At the request of the Dzawada'enuxw First Nation, we have reviewed the Schedule of Remuneration and Expenses of Chief and Councillors of the Dzawada'enuxw First Nation for the year ended March 31, 2016 prepared in accordance with the provisions of Section 7.3 of the Aboriginal Affairs and Northern Development Canada Year-End Reporting Handbook for First Nations, Tribal Councils and First Nation Political Organizations. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the First Nation.

A review does not constitute an audit and consequently we do not express an opinion on this Schedule.

Based on our review, nothing has come to our attention that causes us to believe that this Schedule is not, in all material respects, in accordance with the provisions of Section 7.3 of the Aboriginal Affairs and Northern Development Canada Year-End Reporting Handbook for First Nations, Tribal Councils and First Nation Political Organizations.

Campbell River, B.C.  
July 28, 2016

  
Chartered Professional Accountants

**DZAWADA'ENUXW FIRST NATION**  
**SCHEDULE OF REMUNERATION AND EXPENSES**  
**(CHIEF AND COUNCILLORS)**  
**YEAR ENDED MARCH 31, 2016**

<u>Name of Individual</u>	<u>Position Title</u>	<u>Number of Months</u>	<u>Remuneration</u>	<u>Expenses</u>
			\$	\$
Terrance Willie	Chief	3.5	8,668	1,345
Farron Soukochoff	Councillor	3.5	23,466	---
Alex Nelson	Councillor	3.5	2,350	436
Percy Lagis	Councillor	8.5	250	---
Willie Moon	Chief	8.5	27,682	7,198
Lucielle Puglas	Councillor	8.5	22,531	2,274
Melissa Willie	Councillor	8.5	7,375	3,677
Midori Nicolson	Councillor	8.5	33,638	4,896
Tania Dick	Councillor	8.5	8,913	4,917

**RECONCILIATION OF  
ABORIGINAL AFFAIRS AND NORTHERN  
DEVELOPMENT CANADA (AANDC) REVENUE  
AS PER FUNDING CONFIRMATION (GCIMS)  
WITH REVENUE FROM STATEMENT OF OPERATIONS  
2015/2016 FISCAL YEAR**

<b>Recipient Name</b>	<b>Recipient #</b>
<b>DZAWADA'ENUXW FIRST NATION</b>	<b>636</b>
<b>AANDC Revenue per Audited Consolidated Statement of Operations</b>	<b>\$2,478,416</b>
<b>Explanations:</b>	<b>Adjustments:</b>
	<b>Add / (Subtract)</b>
	\$
less: Prior Year Deferred Revenue	(\$407,465)
add: Current Year Deferred Revenue	\$538,643
Amount not recovered - transferred to income (dept 880)	(\$37,205)
Recovery - Major Renovations - 10943 (805)	\$25,501
Recovery - P+ID Income statement (101,350,470,800)	\$43,869
Recovery - P+ID/Private Schools (101,350)	\$30,487
A/R received - Private Schools	\$2,571
Deferred revenue written off - old capital	\$5,835
Deferred revenue recovered - ACRS	\$15,941
Rounding	(\$3)
<b>Net Adjustments</b>	<b>\$218,174</b>
<b>Net Budget per AANDC Funding Confirmation (1)</b>	<b>\$2,696,590</b>

(1) Includes Current year end payable from AANDC  
Excludes BCTC Treaty Loans  
Excludes Recoveries for the prior year  
Includes Reimbursements for the prior year

An Excel electronic copy is available for down loading at [www.afoabc.org/audit](http://www.afoabc.org/audit)