

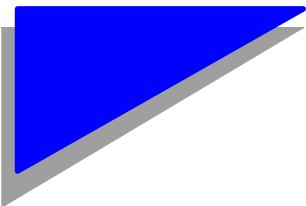
Financial Statements of

# **NEW WESTMINSTER INDIAN BAND**

Year ended March 31, 2014

## Contents

Independent Auditor's Report .....	2
Statement of Financial Position .....	4
Statement of Operations .....	5
Statement of Change In Net Financial Debt .....	6
Statement of Cash Flows .....	7
Notes to the Financial Statements .....	8
Schedule 1 – Government Funding.....	12
Schedule 2 – Program Revenue and Expenditures .....	13
Schedule 3 – Schedule of Federal Government Funding.....	14



## **Vohora & Company**

*Chartered Accountants LLP*

*Suite 1050 – 777 Hornby Street  
Vancouver, BC V6Z 1S4*

*Phone: (604) 251-1535  
Fax: (604) 541-9845  
Toll Free Phone: (800) 281-5214  
Toll Free Fax: (866) 691-6929  
Email: [firm@vohora.ca](mailto:firm@vohora.ca)  
[www.vohora.ca](http://www.vohora.ca)*

*Praveen K. Vohora, CPA, FCA\*, Partner  
Steven J. Buchanan, BBA, CPA, CA\*, Partner  
Jeremy W. Pierce, CPA, CA\*, Partner  
Nikola Tusek, CPA, CA  
Ketan Vohora, CPA, CA  
Ricky Jaswal, CPA, CA  
Opdeep Sidhu, CPA, CA*

*\*Denotes Professional Corporations*

## **Independent Auditor's Report**

To the Chief of New Westminster Indian Band,

We have audited the accompanying financial statements of New Westminster Indian Band, which comprise the statements of financial position as at March 31, 2014 and the statements of operations, change in net financial debt and cash flows for the year 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 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 audits. We conducted our audits 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 of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

## Independent Auditor's Report (continued)

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

### *Basis for Qualified Opinion*

The Band pays for numerous expenses in cash, the completeness and classification of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these expenses was limited to the amounts recorded in the records of the Band and we were not able to determine whether any adjustments might be necessary to expenses, excess of revenue over expenditures, current assets, current liabilities and accumulated surplus.

### *Opinion*

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to examine evidence regarding cash expenditures, as described in the preceding paragraph, these financial statements present fairly, in all material respects, the statements of financial position of New Westminster Indian Band as at March 31, 2014 and the statements of operations, change in net financial debt and cash flows for the year ended are prepared, in all material respects, in accordance with Canadian public sector accounting standards.

### *Other Matter*

The prior year figures were neither audited nor reviewed and are presented for comparative purposes only.

April 1, 2015  
Vancouver, BC

*Vohora & Company*  
*Chartered Accountants LLP*

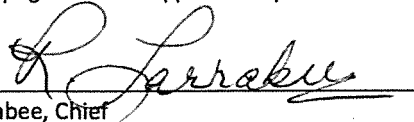
**NEW WESTMINSTER INDIAN BAND**  
**Statement of Financial Position**  
**As at March 31, 2014**  
**\$**

	<i>Note</i>	March 31, 2014	March 31, 2013 (unaudited)
<b>Financial assets</b>			
Cash and cash equivalents		3,249	8,156
		<u>3,249</u>	<u>8,156</u>
<b>Liabilities</b>			
Accounts payable & accrued liabilities		43,325	60,491
Deferred revenue	7	1,250	-
		<u>44,575</u>	<u>60,491</u>
<b>Net financial debt</b>		<u>(41,326)</u>	<u>(52,335)</u>
<b>Accumulated deficit</b>		<u><b>(41,326)</b></u>	<u><b>(52,335)</b></u>

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

Signature

Rhonda Larrabee, Chief



NEW WESTMINSTER INDIAN BAND  
Statement of Operations  
For the Year ended March 31, 2014  
\$

	<i>Note</i>	2014	2013 (unaudited)
Revenues			
Government funding ( <i>Schedule 1</i> )	<i>10</i>	114,529	140,904
		<u>114,529</u>	<u>140,904</u>
Expenses	<i>10</i>		
General and administrative		8,298	21,202
Insurance		2,307	2,558
Meetings and ceremonial		6,698	12,664
Professional fees		72,827	47,130
Utilities		1,390	1,140
Wages & honoraria		12,000	12,000
		<u>103,520</u>	<u>96,694</u>
Annual surplus		<u>11,009</u>	<u>44,210</u>
Accumulated deficit at beginning of year		<u>(52,335)</u>	<u>(96,545)</u>
Accumulated deficit at end of year		<u>(41,326)</u>	<u>(52,335)</u>

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

NEW WESTMINSTER INDIAN BAND  
Statement of Change in Net Financial Debt  
For the Year ended March 31, 2014  
\$

	2014	2013 (unaudited)
Annual surplus	11,009	44,210
Decrease in net financial debt	11,009	44,210
Net financial debt at beginning of year	(52,335)	(96,545)
Net financial debt at end of year	(41,326)	(52,335)

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

NEW WESTMINSTER INDIAN BAND  
Statement of Cash Flows  
For the Year ended March 31, 2014  
\$

	2014	2013 (Unaudited)
Operating activities		
Cash receipts from funding bodies	115,779	140,904
Cash paid to suppliers	(120,686)	(146,693)
Cash flow from operating activities	(4,907)	(5,789)
Financing activities		
Interfund transfer	-	-
Cash flow from financing activities	-	-
Increase (decrease) in cash flow	(4,907)	(5,789)
Cash - Beginning of year	8,156	13,945
Cash - End of year	3,249	8,156

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



# NEW WESTMINSTER INDIAN BAND

Notes to Financial Statements (continued)

Year ended March 31, 2014

\$

---

## 1. Authority and Purpose

The New Westminster Indian Band (the "Band"), also known as the Qayqayt First Nation, was originally formed in 1879. The Band now only consists of nine members, which makes it one of the smallest First Nation Bands in Canada and the only one registered without a land base. The Band and its members are recognized as part of the Canadian Indian Act. As such, the Band receives funding from the Government of Canada that is exempt from income taxes under the Income Tax Act.

## 2. Summary of significant accounting policies

### (a) Basis of accounting:

These financial statements have been prepared using guidelines issued by Aboriginal Affairs and Northern Development Canada which include compliance with Canadian public sector accounting standards as issued by the Canadian Institute of Chartered Accountants.

### (b) Cash and cash equivalents

Cash and cash equivalents include term deposits with a term to maturity of three months or less at the date of purchase.

### (c) Financial instruments

The Band's financial instruments consist of cash and accounts payable and accrued liabilities.

Financial instruments are recorded at fair value on initial recognition. They are subsequently recorded at cost less any impairment losses if other than temporary.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Band determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Band expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future year, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

# NEW WESTMINSTER INDIAN BAND

## Notes to Financial Statements (continued)

Year ended March 31, 2014

\$

---

### 2. Summary of significant accounting policies (continued)

#### (d) Revenue recognition

The Band recognized revenue and contributions in the period which the transactions or events that give rise to the revenue occur. Funding from external parties is reported as per the terms of the funding agreement. Other revenue is recognized when earned.

#### (e) Use of estimates

The preparation of the financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets, liabilities, and related disclosures. Key areas where management has made estimates and assumptions include those related to the determination of the fair value of financial instruments and determining the nature and extent of accrued liabilities. Actual results could differ from those estimates.

#### (f) Budget figures

Budget figures have not been provided and therefore are not presented in the financial statements.

#### (g) Future accounting standards

In June 2010, PSAB issued PS 3260, *Liability for Contaminated Sites*. PS 3260 establishes recognition, measurement and disclosure standards for liabilities relating to contaminated sites of governments. The main features of the standard are as follows:

- § A liability should be recognized when contamination exceeds an accepted environmental standard and the entity is directly responsible, or accepts responsibility for the damage.
- § A liability should be measured at the entity's best estimate of the costs directly attributable to remediation of the contamination; and
- § Outstanding site assessments do not negate the requirement to assess whether a liability exists.

The Band is assessing the impact of PS 3260, which will be adopted for fiscal year ending March 31, 2015.

# NEW WESTMINSTER INDIAN BAND

Notes to Financial Statements (continued)

Year ended March 31, 2014

\$

## 6. Financial instruments

The Band's financial instruments consist of cash and accounts payable and accrued liabilities. Unless otherwise noted, it is the Chief's opinion that the Band is not exposed to significant interest, currency, credit or other price risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

(a) Financial assets and liabilities recorded at fair value are comprised of the following:

	2014	2013
Financial assets designated to fair value category		
Cash and cash equivalents	3,249	8,156

The fair value of cash and cash equivalents approximate their carrying values, unless otherwise noted.

(b) Financial assets and liabilities recorded at cost / amortized cost are comprised of the following:

	2014	2013
Accounts payable and accrued liabilities	43,325	60,491

## 7. Deferred revenue

Deferred revenue is comprised of funds received in relation to the Land Use Assessment that have not yet been spent in the fiscal year-end.

## 8. Contingent liabilities

The Band may, from time to time, be involved in legal proceedings, claims, and litigation that arise in the normal course of business. In the event that any such claims or litigation are resolved against the Band, such outcomes or resolutions could have a material effect on the business, financial condition, or results of operations of the Band. At March 31, 2014, the Band has the no claims or possible claims against them that are outstanding.

The Band has sought legal representation with respect to claims against the Government of Canada. The result of these claims is not determinable as at March 31, 2014.

# NEW WESTMINSTER INDIAN BAND

Notes to Financial Statements (continued)

Year ended March 31, 2014

\$

## 9. Comparative figures

Comparative information has not been audited. Certain comparative figures have been reclassified to conform with the presentation adopted for the current year.

## 10. Segment disclosures

The presentation by segment is based on the same accounting policies as described in Note 2, summary of significant accounting policies. The following table presents the expenses incurred and the revenue generated by main object of expense and by major revenue type. The segment results for the year are as follows:

	General & Administrative	Research & Negotiations	Land Use Assessment	2014	2013 (Unaudited)
AANDC – Band Support Funding	25,572	-	-	<b>25,572</b>	25,572
AANDS – Specific & Special Claims	-	45,207	-	<b>45,207</b>	45,207
AANDC – Planning & Risk Management	-	-	25,000	<b>25,000</b>	50,000
Other – Planning & Risk Management	-	-	18,750	<b>18,750</b>	20,125
	<b>25,572</b>	<b>45,207</b>	<b>43,750</b>	<b>114,529</b>	140,904
General and administrative	8,298	-	-	<b>8,298</b>	21,202
Insurance	2,307	-	-	<b>2,307</b>	2,558
Meetings and ceremonial	6,698	-	-	<b>6,698</b>	12,664
Professional fees	6,000	23,077	43,750	<b>72,827</b>	47,130
Utilities	1,390	-	-	<b>1,390</b>	1,140
Wages & honoraria	12,000	-	-	<b>12,000</b>	12,000
	<b>36,693</b>	<b>23,077</b>	<b>43,750</b>	<b>103,520</b>	96,694
	<b>(11,121)</b>	<b>22,130</b>	-	<b>11,009</b>	44,210

**NEW WESTMINSTER INDIAN BAND**  
**Schedule 1 - Government Funding**  
**Year Ended March 31, 2014**  
**\$**

**SCHEDULE 1**

	<b>General &amp; Administrative</b>	<b>Research &amp; Negotiations</b>	<b>Land Use Assessment</b>	<b>2014</b>	<b>2013 (Unaudited)</b>
<b>AANDC</b>					
Band Support Funding	25,572	-	-	25,572	25,572
Specific & Special Claims	-	45,207	-	45,207	45,207
Planning & Risk Management	-	-	25,000	25,000	50,000
	<b>25,572</b>	<b>45,207</b>	<b>43,750</b>	<b>95,779</b>	<b>120,779</b>

**NEW WESTMINSTER INDIAN BAND**  
**Schedule 2 - Program Revenue and Expenditures Schedules**  
**Year Ended March 31, 2014**

\$

	<b>SCHEDULE 2</b>	
	<b>2014</b>	<b>2013 (Unaudited)</b>
<b>Revenues</b>		
AANDC		
Band Support Funding	25,572	25,572
Specific & Special Claims	45,207	45,207
Planning & Risk Management	25,000	50,000
Other		
Planning & Risk Management	18,750	20,125
Total Revenues	<b>114,529</b>	<b>140,904</b>
<b>Expenditures</b>		
General and administrative	8,298	21,202
Insurance	2,307	2,558
Meetings and ceremonial	6,698	12,664
Professional fees	72,827	47,130
Utilities	1,390	1,140
Wages & honoraria	12,000	12,000
Total Expenditures	<b>103,520</b>	<b>96,694</b>
<b>Surplus (Deficit)</b>		
Cumulative Surplus - beginning of year	(52,335)	(96,545)
Cumulative Surplus - end of year	<b>(41,326)</b>	<b>(52,335)</b>

**NEW WESTMINSTER INDIAN BAND**  
**Schedule 3 - Schedule of Federal Government Funding**  
**Year Ended March 31, 2014**  
**\$**

**SCHEDULE 3**

Federally Funded Programs and Services Directly/Indirectly Funded by the Government of Canada	Federal Funding Received A	Unexpected Federal Funding, Beginning of Year B	Adjustments/Tr ansfers C	Total Federal Funding Available A+B+C = D	Federal Funding Expended E (OPTION 1)	Unexpected Federal Funding, End of Year D-E = F (OPTION 1)
<b>Aboriginal Affairs and Northern Development Canada</b>						
-Band Support Funding	25,572	-	-	25,572	25,572	-
- Specific & Special Claims Submission	45,207	-	-	45,207	45,207	-
- Planning & Risk Management	25,000	-	-	25,000	25,000	-
<b>Subtotal for AANDC</b>	<b>95,779</b>	<b>-</b>	<b>-</b>	<b>95,779</b>	<b>95,779</b>	<b>-</b>
<b>Grand Total</b>	<b>95,779</b>	<b>-</b>	<b>-</b>	<b>95,779</b>	<b>95,779</b>	<b>-</b>