

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

FINANCIAL STATEMENTS

MARCH 31, 2013

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

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MARCH 31, 2013

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TO THE MEMBERS
GITMAXMAK'AY NISGA'A PRINCE RUPERT/PORT EDWARD SOCIETY

Report on the Financial Statements

We have audited the accompanying statement of financial position of Gitmaxmak'ay Nisga'a Prince Rupert/Port Edward Society as at March 31, 2013 and the statements of financial activities and cash flows for the year then ended and a summary of significant accounting policies.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free of 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 the audit in accordance with Canadian generally accepted auditing standards. These standards require that we comply with ethical requirements and plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures depend on the auditor's judgment, including the assessment of the risks of material misstatement, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate for 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 obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at March 31, 2013 and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

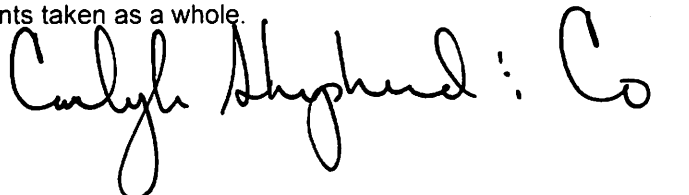
Other Matters

The comparatives are from financial statements audited by another firm of chartered accountants.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements of the Society as a whole. The current year's supplementary information in schedules 1 to 8 is presented for purposes of additional analysis. Such supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Prince Rupert, BC
July 17, 2013



**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF FINANCIAL POSITION

ASSETS

MARCH 31

	2013	2012
	\$	\$
CURRENT		
Cash	382,330	563,881
Cash - restricted (note 5)	76,125	-
Accounts receivable	24,464	12,622
Prepaid expenses	24,255	1,235
	<u>507,174</u>	<u>577,738</u>
 Property and equipment (notes 1 and 4)	 <u>755,623</u>	 <u>493,039</u>
	<u>1,262,797</u>	<u>1,070,777</u>

LIABILITIES AND SOCIETY POSITION

CURRENT

Accounts payable and accruals	83,534	86,913
Equipment financing, current portion	<u>39,643</u>	<u>6,099</u>
	<u>123,177</u>	<u>93,012</u>

NON-CURRENT

Equipment financing (note 5)	<u>29,170</u>	<u>-</u>
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SOCIETY POSITION

Equity in property and equipment (note 6)	686,810	493,039
Unrestricted surplus	205,208	208,273
Restricted surplus	218,432	276,453
	<u>1,110,450</u>	<u>977,765</u>

	<u>1,262,797</u>	<u>1,070,777</u>
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APPROVED BY THE DIRECTORS

_____ Director

_____ Director

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED MARCH 31

	2013	2012
	\$	\$
REVENUE		
Nisga'a Lisims Government	1,077,539	860,451
Rental	39,826	27,073
Other	<u>38,293</u>	<u>19,774</u>
	<u>1,155,658</u>	<u>907,298</u>
EXPENDITURE		
Activities and events	99,260	69,045
Advertising and promotion	865	15,713
Bad debts	10,000	-
Bank charges and interest	6,720	2,695
Capital purchases/renovations	244,851	87,305
Community distributions	49,036	-
Contract services	3,597	-
Dancers	10,200	4,609
Education grants	28,170	63,339
Elders donation	7,500	-
Halibut, salmon and oolichan harvest	17,243	16,917
Honoraria	46,001	41,200
Loan interest	3,279	-
Meetings	17,551	-
Office, supplies and sundry	66,324	36,196
Professional services	32,583	63,944
Property taxes	6,134	6,284
Repairs and maintenance	22,360	55,957
Telephone and utilities	21,052	22,083
Travel	141,802	57,068
Wages and benefits	343,980	197,996
Workshops and training	<u>38,236</u>	<u>103,526</u>
	<u>1,216,744</u>	<u>843,877</u>
REVENUE OVER EXPENDITURE	-61,086	63,421
OPENING SURPLUS (DEFICIT)	<u>484,726</u>	<u>421,305</u>
CLOSING SURPLUS (DEFICIT)	<u>423,640</u>	<u>484,726</u>
GENERAL FUNDS	205,208	208,273
RESTRICTED FUNDS	<u>218,432</u>	<u>276,453</u>
	<u>423,640</u>	<u>484,726</u>

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF CASH FLOWS

YEAR ENDED MARCH 31

	2013	2012
	\$	\$
OPERATING ACTIVITIES		
Revenue over expenditure	-61,086	63,421
Accounts receivable	-11,842	2,700
Prepaid expenses	-23,020	-1,235
Accounts payable and accruals	-3,379	36,937
Capital transactions included in operations	<u>244,851</u>	<u>87,305</u>
	<u>145,524</u>	<u>189,128</u>
FINANCING ACTIVITIES		
Equipment financing	<u>62,714</u>	<u>-2,161</u>
INVESTING ACTIVITIES		
Property and equipment additions	<u>-313,664</u>	<u>-87,305</u>
CHANGE IN CASH	-105,426	99,662
OPENING CASH BALANCE	<u>563,881</u>	<u>464,219</u>
CLOSING CASH BALANCE	<u>458,455</u>	<u>563,881</u>
Represented as follows:		
Cash	382,330	563,881
Cash - restricted	<u>76,125</u>	<u>-</u>
	<u>458,455</u>	<u>563,881</u>

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

NOTES

MARCH 31, 2013

1. SIGNIFICANT ACCOUNTING POLICIES

Effective April 1, 2012, the Society adopted the requirements of the Canadian Institute of Chartered Accountants for preparing financial statements in accordance with Canadian accounting standards for not-for-profit organizations. The adoption of these standards did not impact the previously reported assets, liabilities and Society position and adjustments were not required to be made to the comparative statements of financial activities and cash flows.

Property and equipment are reported at cost and are amortized using the declining balance method at the following annual rates:

Buildings	4%
Equipment	
Automotive	30%
Other	20% and 30%

Property and equipment purchases are expensed in the operating fund at the time of purchase with a corresponding increase in equity in property and equipment.

Revenue is recorded in the period in which the transactions or events that give rise to the revenue occur. Funding from external parties restricted by agreement or legislation is reported as deferred revenue until used for the purposes specified. Investment revenue is recognized when earned.

Expenditures are accounted for in the period when the goods and services are acquired and the liability is incurred.

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported. Actual results could differ from those estimates.

It is management's opinion that the Society's financial instruments are not exposed to significant interest rate, liquidity, market or other price risks.

2. PURPOSE

The purpose of the Society is to enhance the social, economic, physical, cultural and spiritual well-being of the Nisga'a citizens residing within the City of Prince Rupert and District of Port Edward and the surrounding areas. The Society was established to deliver Nisga'a Lisims Government programs and services to the local Nisga'a citizens living outside the treaty lands. The Society was incorporated under the Society Act within the Province of British Columbia and is tax exempt under the Income Tax Act.

The Society receives the majority of its funding from Nisga'a Lisims Government.

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

NOTES

MARCH 31, 2013

3. RESTRICTED FUND PROGRAMS

The following funds are restricted under the terms of the funding arrangements with Nisga'a Lisims Government for the following activities:

- Economic Development
- Education and Youth
- Nisga'a Youth Council
- Community Preventative Services
- Language and Culture

4. PROPERTY AND EQUIPMENT

	Cost	Accumulated Amortization	Net Book Value	
	\$	\$	2013	2012
	\$	\$	\$	\$
Land	62,171	-	62,171	62,171
Buildings	680,982	141,036	539,946	378,023
Equipment				
Automotive	128,722	19,308	109,414	-
Other	164,185	120,093	44,092	52,845
	<u>1,036,060</u>	<u>280,437</u>	<u>755,623</u>	<u>493,039</u>

5. EQUIPMENT FINANCING

Tribal Resources Investment Corporation, \$2,492/month including interest at 11% per annum; secured by a \$76,125 term deposit and a general security agreement covering all assets of the Society. \$30,450 of the loan will be repaid by First Citizens' Fund Loan Program.

	\$ 68,813
Current portion	<u>39,643</u>
Non-current portion	<u>\$ 29,170</u>

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

NOTES

MARCH 31, 2013

6. EQUITY IN PROPERTY AND EQUIPMENT

Opening balance	\$ 493,039
Contribution from operations	237,539
Principal repayment	7,312
Amortization	<u>-51,080</u>
Closing balance	<u>\$ 686,810</u>

7. COMPARATIVE FIGURES

Certain comparative figures have been restated to conform with current year presentation.

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF REVENUE AND EXPENDITURE

YEAR ENDED MARCH 31

ADMINISTRATION

SCHEDULE 1

	2013	2012
	\$	\$
REVENUE		
Nisga'a Lisims Government	696,220	525,952
Administration	41,284	31,541
Donations and other	6,349	1,157
Health liaison	10,000	-
Interest	7,901	7,633
	<u>761,754</u>	<u>566,283</u>
EXPENDITURE		
Advertising and promotion	-	14,753
Bad debt	10,000	-
Bank charges and interest	5,810	2,695
Capital purchases	2,579	87,305
Community distributions	49,036	-
Meetings	8,206	-
Office and sundry	39,318	33,520
Professional fees	32,583	63,944
Property taxes	3,067	3,142
Renovations	180,657	-
Repairs and maintenance	-	37,460
Telephone	5,433	6,529
Travel	72,304	3,626
Utilities	8,703	7,694
Wages and benefits	227,820	197,996
Workshops and training	6,715	15,635
	<u>652,231</u>	<u>474,299</u>
REVENUE OVER EXPENDITURE	109,523	91,984
TRANSFER - OTHER FUNDS	-85,914	-64,892
OPENING SURPLUS (DEFICIT)	<u>199,583</u>	<u>172,491</u>
CLOSING SURPLUS (DEFICIT)	<u>223,192</u>	<u>199,583</u>

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF REVENUE AND EXPENDITURE

YEAR ENDED MARCH 31

**BOARD OF DIRECTORS AND
GOVERNMENT REPRESENTATIVES**

SCHEDULE 2

	2013	2012
	\$	\$
REVENUE		
Nisga'a Lisims Government	<u>40,600</u>	<u>30,000</u>
EXPENDITURE		
Honoraria	45,901	41,100
Meetings	9,345	-
Office and sundry	5,538	212
Travel - board of directors	19,004	31,036
- government representatives	40,408	-
Wages and benefits	18,574	-
Workshops and training	<u>-</u>	<u>19,184</u>
	<u>138,770</u>	<u>91,532</u>
REVENUE OVER EXPENDITURE	-98,170	-61,532
TRANSFER - OTHER FUNDS	85,914	64,892
OPENING SURPLUS (DEFICIT)	<u>12,256</u>	<u>8,896</u>
CLOSING SURPLUS (DEFICIT)	<u>-</u>	<u>12,256</u>

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF REVENUE AND EXPENDITURE

YEAR ENDED MARCH 31

HALL AND OFFICE RENTAL

SCHEDULE 3

	2013	2012
	\$	\$
REVENUE		
Rental	32,626	27,073
Donations and other	-	65
	32,626	27,138
 EXPENDITURE		
Advertising and promotion	865	860
Bank charges and interest	910	-
Capital purchases	1,706	-
Office and sundry (recovery)	10,128	-2,165
Property taxes	3,067	3,142
Repairs and maintenance	15,944	18,497
Supplies	5,262	-
Telephone	352	973
Utilities	6,564	6,887
Wages and benefits	2,246	-
	47,044	28,194
REVENUE OVER EXPENDITURE	-14,418	-1,056
TRANSFER - OTHER FUNDS	-	-
OPENING SURPLUS (DEFICIT)	-3,566	-2,510
CLOSING SURPLUS (DEFICIT)	-17,984	-3,566

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF REVENUE AND EXPENDITURE

YEAR ENDED MARCH 31

ECONOMIC DEVELOPMENT

SCHEDULE 4

	2013	2012
	\$	\$
REVENUE		
Nisga'a Lisims Government grants	123,505	94,535
Donations and other	5,000	-
Rentals	7,200	-
	<u>135,705</u>	<u>94,535</u>
EXPENDITURE		
Administration	19,563	9,454
Capital purchases	59,909	-
Contracts - drivers	3,597	-
Fees and permits	1,975	-
Fuel	648	-
Insurance	1,368	-
Loan interest	3,279	-
Repairs and maintenance	6,416	-
Strategic planning	-	1,200
Storage	350	-
Wages and benefits	95,340	-
Workshops and training	377	-
	<u>192,822</u>	<u>10,654</u>
REVENUE OVER EXPENDITURE	-57,117	83,881
TRANSFER - OTHER FUNDS	-	-
OPENING SURPLUS (DEFICIT)	<u>176,959</u>	<u>93,078</u>
CLOSING SURPLUS (DEFICIT)	<u>119,842</u>	<u>176,959</u>

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF REVENUE AND EXPENDITURE

YEAR ENDED MARCH 31

EDUCATION AND YOUTH

SCHEDULE 5

	2013	2012
	\$	\$
REVENUE		
Nisga'a Lisims Government	<u>85,150</u>	<u>84,175</u>
EXPENDITURE		
Activities and events	23,734	-
Administration	8,515	8,417
Education grants	28,170	63,339
Office and sundry	-	48
Workshops and training	<u>17,380</u>	<u>47,567</u>
	<u>77,799</u>	<u>119,371</u>
REVENUE OVER EXPENDITURE	7,351	-35,196
TRANSFER - OTHER FUNDS	-	-
OPENING SURPLUS (DEFICIT)	<u>55,716</u>	<u>90,912</u>
CLOSING SURPLUS (DEFICIT)	<u>63,067</u>	<u>55,716</u>

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF REVENUE AND EXPENDITURE

YEAR ENDED MARCH 31

NISGA'A YOUTH COUNCIL

SCHEDULE 6

	2013	2012
	\$	\$
REVENUE		
Nisga'a Lisims Government	15,714	15,714
Donations and other	<u>2,043</u>	<u>350</u>
	<u>17,757</u>	<u>16,064</u>
 EXPENDITURE		
Activities and events	10,691	-
Administration	1,571	1,606
Honoraria	100	100
Office and sundry	-	1,409
Travel	3,359	1,434
Workshops and training	<u>-</u>	<u>20,704</u>
	<u>15,721</u>	<u>25,253</u>
 REVENUE OVER EXPENDITURE	 2,036	 -9,189
 TRANSFER - OTHER FUNDS	 -	 -
 OPENING SURPLUS (DEFICIT)	 <u>1,292</u>	 <u>10,481</u>
 CLOSING SURPLUS (DEFICIT)	 <u>3,328</u>	 <u>1,292</u>

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF REVENUE AND EXPENDITURE

YEAR ENDED MARCH 31

COMMUNITY PREVENTATIVE SERVICES

SCHEDULE 7

	2013	2012
	\$	\$
REVENUE		
Nisga'a Lisims Government	45,850	45,325
Donations and other	<u>7,000</u>	<u>5,000</u>
	<u>52,850</u>	<u>50,325</u>
EXPENDITURE		
Activities and events	42,803	51,150
Administration	4,585	5,033
Travel	1,727	3,436
Workshops and training	<u>1,968</u>	<u>-</u>
	<u>51,083</u>	<u>59,619</u>
REVENUE OVER EXPENDITURE	1,767	-9,294
TRANSFER - OTHER FUNDS	-	-
OPENING SURPLUS (DEFICIT)	<u>4,728</u>	<u>14,022</u>
CLOSING SURPLUS (DEFICIT)	<u>6,495</u>	<u>4,728</u>

**GITMAXMAK'AY NISGA'A
PRINCE RUPERT/PORT EDWARD SOCIETY**

STATEMENT OF REVENUE AND EXPENDITURE

YEAR ENDED MARCH 31

LANGUAGE AND CULTURE

SCHEDULE 8

	2013	2012
	\$	\$
REVENUE		
Nisga'a Lisims Government	70,500	64,750
Donations and other	-	5,569
	<u>70,500</u>	<u>70,319</u>
EXPENDITURE		
Activities and events	22,032	17,895
Administration	7,050	7,032
Advertising and promotion	-	100
Bereavement	1,737	898
Dancers	10,200	4,609
Elders donation	7,500	-
Halibut, salmon and oolichan harvest	17,243	16,917
Office and sundry	-	1,074
Travel	5,000	17,536
Workshops and training	11,796	435
	<u>82,558</u>	<u>66,496</u>
REVENUE OVER EXPENDITURE	-12,058	3,823
TRANSFER - OTHER FUNDS	-	-
OPENING SURPLUS (DEFICIT)	<u>37,758</u>	<u>33,935</u>
CLOSING SURPLUS (DEFICIT)	<u>25,700</u>	<u>37,758</u>