
**Nisga'a Ts'amiks
Vancouver Society**
Financial Statements
March 31, 2021

Nisga'a Ts'amiks Vancouver Society

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March 31, 2021

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Nisga'a Ts'amiks Vancouver Society

March 31, 2021

Management's Responsibility for Financial Reporting

The accompanying financial statements of the Nisga'a Ts'amiks Vancouver Society (the "Society") for the year ended March 31, 2021 are the responsibility of management and have been approved by the Board of Directors.

These financial statements have been prepared by Society management in accordance with Canadian accounting standards for not-for-profit organizations as defined by the Chartered Professional Accountants Canada Handbook. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances in order to ensure that the financial statements are presented fairly, in all material respects.

The Society maintains systems of internal controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate, and the Society's assets are appropriately accounted for and adequately safeguarded.

The Society's Board of Directors are responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board of Directors reviews the financial statements and the Auditor's report before making recommendations for presentation to the Society's members.

The financial statements have been audited by the independent auditors, D&H Group LLP, in accordance with Canadian generally accepted auditing standards on behalf of the Members. D&H Group LLP has full and free access to the Board of Directors for information purposes.



Director



Director

Nisga'a Ts'amiks Vancouver Society

Statement of Financial Position

March 31, 2021

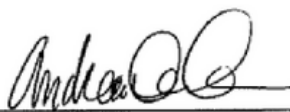
	2021 \$	2020 \$
Assets		
Current assets		
Cash	1,041,210	914,369
Amounts receivable	87,449	2,542
GST rebate receivable	13,875	11,975
Prepaid expenses	17,347	932
	<u>1,159,881</u>	<u>929,818</u>
Security deposits	8,061	5,025
Capital assets (Note 4)	<u>87,874</u>	<u>29,650</u>
	<u>1,255,816</u>	<u>964,493</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (Note 5)	81,494	33,122
Deferred revenue	42,700	-
	<u>124,194</u>	<u>33,122</u>
Commitments under operating leases (Note 6)		
Net assets		
Invested in capital assets	87,874	29,650
Unrestricted	<u>1,043,748</u>	<u>901,721</u>
	<u>1,131,622</u>	<u>931,371</u>
	<u>1,255,816</u>	<u>964,493</u>

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

Approved by the Board



, Director



Nisga'a Ts'amiks Vancouver Society

Statement of Changes in Net Assets

Year ended March 31, 2021

			2021 \$	2020 \$
	Unrestricted	Invested in capital assets	Total	Total
Balance, beginning of year	901,721	29,650	931,371	1,048,563
Excess (deficiency) of revenues over expenses	200,251	-	200,251	(117,192)
Transfers				
Amortization of capital assets	25,970	(25,970)	-	-
Purchase of capital assets	(84,194)	84,194	-	-
Balance, end of year	1,043,748	87,874	1,131,622	931,371

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



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Independent Auditor's Report

To the Board of Directors of Nisga'a Ts'amiks Vancouver Society

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of Nisga'a Ts'amiks Vancouver Society (the "Society"), which comprise the statement of financial position as at March 31, 2021, and the statement of changes in net assets, statement of operations 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 possible 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 Society as at March 31, 2021, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Qualified Opinion

As part of the Society's CoVID-19 relief measures, gift cards were purchased and distributed to members of the Society and are recorded on Schedule 1 under gift cards expense. We were unable to obtain sufficient appropriate audit evidence to verify whether or not intended recipients received the gift cards due to the nature of the distribution process. Consequently, we were unable to determine whether any adjustments were necessary. Our audit opinion on the financial statements for the year ended March 31, 2021 was modified accordingly because of the possible effects of this limitation in scope.

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 Society 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 audit opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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 Society'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 Society or to cease operations, or has no realistic alternative but to do so.

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



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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 for 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 Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures 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 Society'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 Society 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.

We 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.

Report on Other Legal and Regulatory Requirements

As required by the *Societies Act* (British Columbia), we report that, in our opinion, the accounting principles in the Canadian accounting standards for not-for-profit organizations have been applied on a basis consistent with that of the preceding year.

Vancouver, B.C.
June 29, 2021

Chartered Professional Accountants

Nisga'a Ts'amiks Vancouver Society

Notes to the Financial Statements

March 31, 2021

1. Nature of operations

Nisga'a Ts'amiks Vancouver Society (the "Society") was incorporated under the *Societies Act* of the Province of British Columbia on November 27, 2000 as a not-for-profit organization and commenced operations in August 2001.

The Society is a tax exempt body under Section 149 of the *Income Tax Act*.

The purpose of the Society is to enhance the social, economic, physical, cultural and spiritual well-being of Nisga'a citizens whose ordinary residence is within the Lower Mainland of British Columbia, or the greater Victoria or Nanaimo areas of Vancouver Island.

On March 11, 2020, the World Health Organization declared a global pandemic resulting from the spread of the novel coronavirus CoVID-19. In mid-March 2020, federal, regional, and local authorities in Canada, the United States, and other nations began to declare states of emergency and implemented actions designed to limit the spread of CoVID-19. These actions will have a significant, negative effect on the economy of all nations for an undeterminable period of time and the extent of these effects on the Society's operations is uncertain.

2. Significant accounting policies

(a) Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations which necessarily involves the use of estimates. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of significant accounting policies summarized below.

(b) Use of estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

(c) Revenue recognition

The Society follows the restricted fund method of accounting for contributions. Restricted contributions related to general operations are deferred and recognized as revenue in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. As at March 31, 2021, the Society had no restricted fund balances remaining to be spent.

The Society receives funding pursuant to agreements with the Nisga'a Lisims Government, requiring that the funds be used in accordance with the purpose of the Society as described in Note 1.

Event fees received in advance are deferred and recognized in the year the related event takes place.

Nisga'a Ts'amiks Vancouver Society

Notes to the Financial Statements

March 31, 2021

2. Significant accounting policies - continued

(d) Capital assets

Capital assets are recorded at cost and are being amortized over their estimated useful lives. The annual rates and methods are as follows:

Computer equipment	-	45% declining balance
Computer software	-	100% declining balance
Furniture and fixtures	-	20% declining balance
Leasehold improvements	-	5 years straight-line
Office equipment	-	20% declining balance

The carrying amount of a capital asset is written down to its residual value when the capital asset no longer has any long-term service potential to the Society. In that event, the amount by which the carrying amount of an impaired capital asset exceeds its residual value is charged to operations.

(e) Contributed services

The work of the Society is dependent on the efforts of many volunteers. Because these services are not normally purchased by the Society and because of the difficulty of determining their fair value, donated services are not recognized in these financial statements.

3. Economic dependence

The Society's ability to continue viable operations in the future is dependent on its ability to receive continued financial support from the Nisga'a Lisims Government.

4. Capital assets	2021 \$		
	Cost	Accumulated amortization	Net
Computer equipment	157,567	91,533	66,034
Computer software	18,828	18,296	532
Furniture and fixtures	7,090	6,492	598
Leasehold improvements	27,221	11,542	15,679
Office equipment	38,150	33,119	5,031
	248,856	160,982	87,874

Nisga'a Ts'amiks Vancouver Society

Statement of Operations

Year ended March 31, 2021

	2021	2020
	\$	\$
Revenue		
Nisga'a Lisims Government	1,625,785	1,330,709
Special events	-	30,476
Government grants	564,635	80,000
Donations - non-corporate	-	5,111
Other	393,310	6,235
Interest	1,521	-
	<u>2,585,251</u>	<u>1,452,531</u>
Expenses		
Administration	247,321	111,290
Advertising	-	1,500
Amortization of capital assets	25,970	9,370
Board stipend	64,247	64,800
Community health and wellness	115,883	16,735
Education and youth	129,984	20,849
Elders group	-	43,046
Events (Schedule 1)	848,981	532,552
Language program	3,909	30,324
Legal and accounting	59,740	28,200
Meetings	6,559	21,581
Professional fees	47,537	51,312
Rent and utilities	125,068	120,290
Training	16,553	33,296
Wages and benefits	542,257	319,267
WSN stipend	150,991	126,295
WSN travel	-	39,016
	<u>2,385,000</u>	<u>1,569,723</u>
Excess (deficiency) of revenue over expenses for the year	200,251	(117,192)

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

Nisga'a Ts'amiks Vancouver Society

Statement of Cash Flows

Year ended March 31, 2021

	2021 \$	2020 \$
Cash flows from (used in) operating activities		
Excess (deficiency) of revenue over expenses for the year	200,251	(117,192)
Item not affecting cash		
Amortization of capital assets	25,970	9,370
Changes in non-cash working capital		
Amounts receivable	(84,907)	1,624
GST rebate receivable	(1,900)	(3,922)
Prepaid expenses	(16,415)	26,268
Security deposits	(3,036)	1,440
Accounts payable and accrued liabilities	48,372	7,792
Deferred revenue	42,700	-
	<u>211,035</u>	<u>(74,620)</u>
Cash flows from (used in) investing activity		
Purchase of capital assets	<u>(84,194)</u>	<u>(955)</u>
Increase (decrease) in cash during the year	126,841	(75,575)
Cash, beginning of year	<u>914,369</u>	<u>989,944</u>
Cash, end of year	<u>1,041,210</u>	<u>914,369</u>

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

Nisga'a Ts'amiks Vancouver Society

Notes to the Financial Statements

March 31, 2021

4. Capital assets - continued			2020 \$
	Cost	Accumulated amortization	Net
Computer equipment	74,754	71,383	3,371
Computer software	17,764	17,764	-
Furniture and fixtures	7,090	6,343	747
Leasehold improvements	27,221	7,622	19,599
Office equipment	37,834	31,901	5,933
	164,663	135,013	29,650

5. Accounts payable and accrued liabilities

Included in accounts payable and accrued liabilities are payroll remittances of \$ 1,988 (2020 - \$ 1,318).

6. Commitments under operating leases

The Society leases its premises under operating leases which expire on January 31, 2023 and December 1, 2023. The Society is obligated to make the following annual rent payments under the premise leases in the fiscal years ending:

	\$
March 31, 2022	158,987
March 31, 2023	142,799
March 31, 2024	25,289
	327,075

7. Financial instruments

Financial instruments consist of cash, amounts receivable and accounts payable and accrued liabilities.

Credit risk

Cash and amounts receivable are exposed to credit risk due to the potential for counterparties to default on their contractual obligations with the Society. The maximum potential loss on all financial instruments is equal to the carrying amount of those items. The Society mitigates its credit risk by only dealing with parties who are believed to be creditworthy.

Nisga'a Ts'amiks Vancouver Society

Notes to the Financial Statements

March 31, 2021

8. Remuneration paid to directors

Under the British Columbia Societies Act, the Society is required to disclose the remuneration paid to directors in the fiscal year. The details of remuneration paid to directors of the Society are as follows:

	2021 \$	2020 \$
Chairperson	9,900	-
Former Chairperson	16,255	21,600
Former Secretary	15,341	21,600
Former Treasurer	16,255	21,600
Wilp Si'ayuukhl Nisga'a Representative	19,712	-
Former Wilp Si'ayuukhl Nisga'a Representative	42,986	56,041
Nisga'a Lisims Government Executive Member Representative	25,794	-
Former Nisga'a Lisims Government Executive Member Representative	<u>55,656</u>	<u>70,244</u>
	201,899	191,085

9. Remuneration paid to employee

Under the British Columbia Societies Act, the Society is required to disclose the employees and contractors earning remuneration over \$ 75,000 in the fiscal year. The details are as follows:

	2021 \$	2020 \$
Executive Director/CEO remuneration	87,408	19,158

Nisga'a Ts'amiks Vancouver Society

Event Expenses

Year ended March 31, 2021

	2021 \$	2020 \$
Hobiye	5,054	77,769
Nisga'a employment skills and training	275,000	17,361
Christmas event	-	44,243
Gatherings and feasts	-	(195)
Grad celebration	-	7,860
Summer celebration	-	6,744
Program resources	-	151,622
Halloween	3,986	4,313
Education and youth activities	-	7,940
Committee meeting	1,076	4,120
Salmon harvest	33,568	37,643
CoVID-19 emergency response	125,864	169,197
Nisga'a Day and others	-	3,935
Gift cards	404,433	-
Total event expenses	848,981	532,552

Nisga'a Ts'amiks Vancouver Society

Program Operations

Year ended March 31, 2021

	2020							2021				
	\$							\$				
	Operations	Governance	Language and culture	Education and youth	Youth activities	Economic development	WSN - travel and stipend	Local priorities	Special assembly	COVID-19 emergency	Total	Total
Revenue												
Nisga'a Lisims Government	466,847	217,971	53,051	68,969	15,709	77,457	100,742	237,758	13,748	347,013	1,625,784	1,330,709
Special events	-	-	-	-	-	-	-	-	-	-	-	30,476
Donations	-	-	-	-	-	-	-	-	-	-	-	5,111
- non-corporate Government grants	-	-	72,512	-	-	-	-	275,500	-	216,623	564,635	80,000
Others	5,925	-	125,563	-	-	-	-	1,100	-	387,807	394,832	6,235
	472,772	217,971	125,563	68,969	15,709	77,457	100,742	514,358	13,748	951,443	2,585,251	1,452,531
Expenses												
Administration	135,309	14,261	16,129	-	-	15,575	-	-	-	66,047	247,321	111,290
Advertising	-	-	-	-	-	-	-	-	-	-	-	1,500
Amortization of capital assets	25,970	-	-	-	-	-	-	-	-	-	25,970	9,370
Board stipend	-	64,247	-	-	-	-	-	-	-	-	64,247	64,800
Community health and wellness	-	-	-	-	-	-	-	48,696	-	67,187	115,883	16,735
Education gifts	-	-	-	27,099	-	-	-	-	-	102,885	129,984	20,849
Elders group	-	-	-	-	-	-	-	-	-	-	-	43,046
Events	-	-	33,568	-	-	-	-	365,549	-	449,864	848,981	532,552
Language program	-	-	3,909	-	-	-	-	-	-	-	3,909	30,324
Legal and accounting	1,256	58,484	-	-	-	-	-	-	-	-	59,740	28,200
Meetings	6,559	-	-	-	-	-	-	-	-	-	6,559	21,581
Professional fees	32,914	14,623	-	-	-	-	-	-	-	-	47,537	51,312
Rent and utilities	100,212	-	9,433	-	-	-	-	-	-	15,423	125,068	120,290
Training	4,866	-	-	-	-	10,633	-	-	-	1,054	16,553	33,296
Wages and benefits	320,824	-	14,550	-	-	-	-	37,661	-	169,222	542,257	319,267
WSN stipend	-	66,356	-	-	-	-	84,635	-	-	-	150,991	126,295
WSN travel	-	-	-	-	-	-	-	-	-	-	-	39,016
	627,910	217,971	77,589	27,099	-	15,575	84,635	451,906	-	871,682	2,385,000	1,569,723
Excess (deficiency) of revenue over expenses	(155,138)	-	47,974	41,870	15,709	61,882	16,107	62,452	13,748	79,761	200,251	(117,192)