

WET'SUWET'EN TREATY OFFICE SOCIETY

Financial Statements

March 31, 1996

WET'SUWET'EN TREATY OFFICE SOCIETY

Financial Statements

March 31, 1996

INDEX

AUDITORS' REPORT

Exhibit 'A' - Balance Sheet

STATEMENTS OF RECEIPTS AND EXPENDITURES

Exhibit 'B' - Combined Statement of Receipts and Expenditures
Exhibit 'C' - B.C. Treaty Commission
Exhibit 'D' - Aboriginal Affairs
Exhibit 'E' - Cultural Camp
Exhibit 'F' - Unlocking Aboriginal Justice
- Policing
Exhibit 'G' - Social Justice Program
Exhibit 'H' - Economic Initiatives
- Wet'suwet'en Structure
Exhibit 'I' - Economic Forums
- Mining Forum
Exhibit 'J' - CHRIS - Stage I
- Stage II
- Job Shadowing
Exhibit 'K' - Wet'suwet'en Information Systems Project
- Forestry Program
Exhibit 'L' - Communications Program
Exhibit 'M' - Health and Welfare - Patient Travel
- Mental Health
Exhibit 'N' - Significant Progress Agreement
Exhibit 'O' - Healthy Babies Program
Exhibit 'P' - Administration and Other Programs
Exhibit 'Q' - Needs Assessment

NOTES TO FINANCIAL STATEMENTS

G.B. PHILLIPS - B.R. EDMISON
CHARTERED ACCOUNTANTS

3820 Alfred Ave.
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V0J 2N0

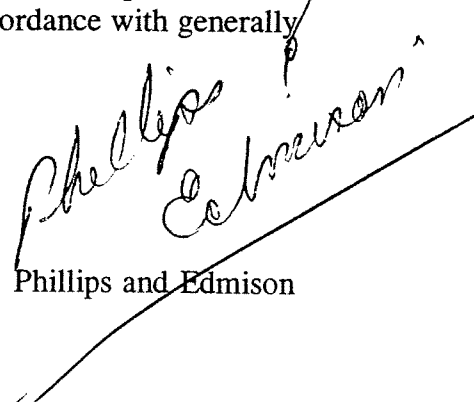
AUDITOR'S REPORT

To the Directors
WET'SUWET'EN TREATY OFFICE SOCIETY
Smithers, B.C.

We have audited the balance sheet of WET'SUWET'EN TREATY OFFICE SOCIETY as at March 31, 1996 and the statements of receipts and expenditures for the year then ended. These financial statements are the responsibility of the society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the society as at March 31, 1996 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.


Phillips and Edmison

Smithers, B.C.
June 13, 1996

WET'SUWET'EN TREATY OFFICE SOCIETY
Balance Sheet
March 31, 1996

EXHIBIT 'A'

	<u>ASSETS</u>	<u>1996</u>	<u>1995</u>
Current			
Cash		\$ 29,906	225,352
Accounts receivable		<u>311,498</u>	<u>145,145</u>
		<u>341,404</u>	<u>370,497</u>
Capital assets			
Equipment, note 3		<u>123,397</u>	<u>50,789</u>
		<u>\$ 464,801</u>	<u>421,286</u>

LIABILITIES AND MEMBERS' EQUITY

Current			
Accounts payable		\$ 85,818	36,295
Payroll deductions		<u>7,516</u>	<u>-</u>
		<u>93,334</u>	<u>36,295</u>
Long Term Debt			
Loan payable, Department of Indian and Northern Affairs, note 5		<u>1,265,461</u>	<u>468,106</u>
Members Equity			
Equity in Capital Assets		123,397	50,789
Deficit, Exhibit 'B'		<u>(1,017,391)</u>	<u>(133,904)</u>
		<u>(893,994)</u>	<u>(83,115)</u>
Approved on behalf of Wet'suwet'en Treaty Office Society		<u>\$ 464,801</u>	<u>421,286</u>

Vi Heleenbeck Co-ordinator

WET'SUWET'EN TREATY OFFICE SOCIETY
Combined Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'B'

	<u>Exhibit</u>	<u>(Deficit) Surplus</u>	<u>Receipts</u>	<u>Expenditure</u>	<u>(Deficit) Surplus</u>
B.C. Treaty Commission	'C'	(381,343)	1,190,037	2,010,486	(1,201,792)
Aboriginal Affairs	'D'	108,014	(8,014)	100,000	-
Cultural Camp	'E'	-	91,340	86,291	5,049
Unlocking Aboriginal Justice	'F'	-	71,208	71,208	-
Policing	'F'	-	23,148	23,148	-
Social Justice Program	'G'	-	67,500	49,328	18,172
Economic Initiatives	'H'	-	80,000	80,000	-
Wet'suwet'en Structure	'H'	-	14,500	14,500	-
Economic Forums	'I'	-	32,000	32,000	-
Mining Forum	'I'	-	20,000	20,000	-
CHRIS - Stage I	'J'	-	8,370	8,370	-
- Stage II	'J'	-	97,791	97,791	-
Job Shadowing	'J'	-	21,527	21,527	-
WISP	'K'	-	126,114	37,841	88,273
Forestry Program	'K'	85,000	-	52,941	32,059
Communications Program	'L'	30,083	-	30,083	-
Health & Welfare - Patient Travel	'M'	-	185,372	185,372	-
- Mental Health	'M'	-	17,830	17,830	-
Significant Progress Agreement	'N'	-	95,000	95,000	-
Healthy Babies Program	'O'	-	110,000	68,688	41,312
Administration and Other Programs	'P'	24,342	21,472	46,278	(464)
Needs Assessment	'Q'	-	<u>160,000</u>	<u>160,000</u>	-
		<u>\$ (133,904)</u>	<u>2,425,195</u>	<u>3,308,682</u>	
Excess of Receipts over Expenditure, to Exhibit 'A'					<u>\$(1,017,391)</u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'C'

B.C. TREATY COMMISSION

	<u>1996</u>	<u>1995</u>
Receipts		
Department of Indian and Northern Affairs - loan	\$ 797,354	468,106
British Columbia Treaty Commission- contribution	199,339	117,027
Transfer, Exhibit 'P'	85,330	-
Transfer, Exhibit 'D'	<u>108,014</u>	<u>-</u>
	<u>1,190,037</u>	<u>585,133</u>
Expenditures		
Administration	83,013	-
Audit	2,500	2,500
Bank charges	-	1,702
Capital purchase	-	17,535
Consultants	252,038	63,000
Equipment lease	1,710	-
Honorarium - Chiefs	65,897	68,860
- Clan representation	55,274	-
Legal fees	84,474	2,409
Meeting expenses	28,823	4,500
Office rent	25,427	27,000
Office supplies	86,418	6,057
Photocopying	1,263	3,735
Telephone, fax	4,026	4,500
Training and workshops	1,511	6,053
Travel	134,243	53,300
Utilities	1,620	-
Wages and benefits	<u>384,895</u>	<u>237,219</u>
	<u>1,213,132</u>	<u>489,370</u>
Excess of Expenditures Over Receipts During Year	(23,095)	86,763
Excess of Receipts over Expenditures From Prior Years	<u>86,763</u>	<u>-</u>
	63,668	86,763
Excess of Receipts Over Expenditures, End of Year		
Loan Repayable, note 7	<u>(1,265,460)</u>	<u>(468,106)</u>
Deficit, end of year to Exhibit 'B'	<u><u>\$(1,201,792)</u></u>	<u><u>(381,343)</u></u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'D'

ABORIGINAL AFFAIRS

	<u>1996</u>	<u>1995</u>
Receipts		
Aboriginal Offices - Province of B.C. grant	\$ 100,000	325,000
Transfer, Exhibit 'C'	<u>(108,014)</u>	<u>-</u>
	<u>(8,014)</u>	<u>325,000</u>
Expenditures		
Administration	-	52,546
Consultants - bilateral	39,155	77,130
Meeting expense	-	5,786
Office rent	-	30,412
Office supplies	-	20,700
Telephone, fax	-	8,086
Travel - band councils	-	6,449
- bilateral	<u>60,845</u>	<u>15,877</u>
	<u>100,000</u>	<u>216,986</u>
Excess of Receipts over Expenditures, to Exhibit 'B'	(108,014)	108,014
Surplus, beginning of year	<u>108,014</u>	<u>-</u>
Balance, end of year, to Exhibit 'B'	<u>\$ -</u>	<u>108,014</u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'E'

	<u>1996</u>
<u>CULTURAL CAMP</u>	
Receipts	
Province of B.C.	\$ 70,000
DKIFC - Cultural Camp	12,000
Health and Welfare	8,960
Other	<u>380</u>
	<u>91,340</u>
Expenditures	
Administration	2,066
Consultants	1,689
Office rent	600
Office supplies	12,216
Telephone, fax	1,445
Travel	2,531
Wages and Benefits	<u>65,744</u>
	<u>86,291</u>
Excess of Receipts over Expenditures, to Exhibit 'B'	\$ <u>5,049</u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'F'

UNLOCKING ABORIGINAL JUSTICE

	<u>1996</u>
Receipts	
Province of B.C.	\$ 41,208
Federal Government	<u>30,000</u>
	<u>71,208</u>
Expenditures	
Capital purchase	2,801
Consultants	225
Equipment lease	4,500
Maintenance	5,064
Meeting expense	600
Office rent	4,050
Office supplies	2,635
Telephone, fax	2,250
Travel	2,743
Wages and benefits	<u>46,340</u>
	<u>71,208</u>
Excess of Receipts over Expenditure, to Exhibit 'B'	\$ <u><u>-</u></u>

POLICING

	<u>1996</u>
Receipts	
Transfer, from Exhibit 'B'	\$ <u>23,148</u>
Expenditures	
Travel	446
Wages and benefits	<u>22,702</u>
	<u>23,148</u>
Balance, end of year, to Exhibit 'B'	\$ <u><u>-</u></u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'G'

SOCIAL JUSTICE PROGRAM

	<u>1996</u>
Receipts	
Ministry of Attorney General	\$ 22,500
Ministry of Social Services	22,500
Ministry of Skills and Training	<u>22,500</u>
	<u>67,500</u>
Expenditures	
Ministry of Attorney General	
Administration	3,474
Consultants	10,000
Office rent	1,000
Office supplies	710
Telephone, fax	333
Travel	288
Wages and benefits	<u>6,665</u>
	<u>22,470</u>
Ministry of Social Services	
Administration	3,474
Co-ordinator	3,250
Office rent	1,000
Office supplies	710
Telephone, fax	333
Wages and benefits	<u>6,665</u>
	<u>15,432</u>
Ministry of Skills, Training and Labour	
Administration	3,474
Office supplies	710
Telephone, fax	334
Travel	242
Wages and benefits	<u>6,666</u>
	<u>11,426</u>
Total Expenditures	<u>49,328</u>
Excess of Revenue over expenditures, to Exhibit 'B'	\$ <u><u>18,172</u></u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'H'

ECONOMIC INITIATIVES

	<u>1996</u>
Receipts	
Province of B.C.	\$ <u>80,000</u>
Expenditures	
Administration	12,000
Audit fee	500
Capital purchases	2,260
Consultants	11,194
Office rent	3,000
Office supplies	1,670
Photocopying	1,350
Steering Committee	555
Telephone, fax	1,350
Travel	5,060
Wages and benefits	<u>41,061</u>
	<u>80,000</u>
Balance, end of year, to Exhibit 'B'	\$ <u> -</u>

WET'SUWET'EN STRUCTURE

	<u>1996</u>
Receipts	
Province of B.C.	\$ <u>14,500</u>
Expenditures	
Travel	3,281
Wages and benefits	<u>11,219</u>
	<u>14,500</u>
Balance, end of year, to Exhibit 'B'	\$ <u> -</u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'I'

ECONOMIC FORUM

	<u>1996</u>
Receipts	
Ministry of Aboriginal Affairs	\$ <u>32,000</u>
Expenditures	
Advertising	233
catering	8,957
Consultants, facilitators	15,000
Co-ordination	4,000
hall rental	2,000
Supplies - conference	311
Travel - Chiefs	<u>1,499</u>
	<u>32,000</u>
Balance, end of year, to Exhibit 'B'	\$ <u><u>-</u></u>

MINING FORUM

	<u>1996</u>
Receipts	
Ministry of Energy and Mines B.C.	\$ <u>20,000</u>
Expenditures	
Catering	2,400
Contingencies	625
Facilitators	3,947
Hall rent	358
Newsletter	3,000
Office supplies	409
Telephone, fax	2,000
Transportation, accommodations	5,061
Secretarial services	<u>2,200</u>
	<u>20,000</u>
	\$ <u><u>-</u></u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'J'

CHRIS

	<u>Stage I</u>	<u>Stage II</u>	<u>1996 Total</u>
Receipts			
Province of B.C.	\$ <u>8,370</u>	<u>97,791</u>	<u>106,161</u>
Expenditures			
Administration	-	12,869	12,869
Consultants	8,318	18,964	27,282
Honorarium	-	2,900	2,900
Materials	52	1,400	1,452
Software	-	4,952	4,952
Travel	-	3,113	3,113
Wages and benefits	-	<u>53,593</u>	<u>53,593</u>
	<u>8,370</u>	<u>97,791</u>	<u>106,161</u>
Balance, end of year, to Exhibit 'B'	\$ <u>-</u>	<u>-</u>	<u>-</u>

JOB SHADOWING

	<u>1996</u>
Receipts	
Province of B.C.	\$ <u>21,527</u>
Expenditures	
Administration	2,701
Consultants	750
Travel	19
Wages and benefits	<u>18,057</u>
	<u>21,527</u>
Balance, end of year, to Exhibit 'B'	\$ <u>-</u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'K'

WET'SUWET'EN INFORMATION SYSTEMS PROJECT

	<u>1996</u>
Receipts	
Province of B.C.	\$ <u>126,114</u>
Expenditures	
Administration	462
Office rent	4,500
Supplies, equipment	10,348
Travel	269
Wages and benefits	<u>22,262</u>
	<u>37,841</u>
Excess of Revenue over Expenditure, to Exhibit 'B'	\$ <u><u>88,273</u></u>

FORESTRY PROGRAM

	<u>1996</u>	<u>1995</u>
Receipts		
Ministry of Forests	\$ <u>-</u>	<u>85,000</u>
Expenditures		
Administration	15,455	-
Consultants	1,776	-
Meeting expense	350	-
Office rent	1,350	-
Office supplies	1,982	-
Telephone, fax	1,350	-
Wages and benefits	30,513	-
Workshops, training	<u>165</u>	<u>-</u>
	<u>52,941</u>	<u>-</u>
Excess of Revenue over Expenditures	(52,941)	85,000
Surplus, beginning of year	<u>85,000</u>	<u>-</u>
Surplus, end of year, to Exhibit 'B'	\$ <u><u>32,059</u></u>	<u><u>85,000</u></u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'L'

COMMUNICATIONS

	<u>1996</u>	<u>1995</u>
Receipts		
Province of B.C.	\$ <u> -</u>	<u> 35,000</u>
Expenditures		
Administration	766	-
Consultants	10,154	4,850
Office supplies	2,273	-
Travel	3,542	67
Wages and benefits	<u>13,348</u>	<u> -</u>
	<u> 30,083</u>	<u> 4,919</u>
Excess of revenue over Expenditures	(30,083)	30,083
Surplus, beginning of year	<u> 30,083</u>	<u> -</u>
Balance, end of year, to Exhibit 'B'	<u><u> -</u></u>	<u><u> 30,083</u></u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'M'

HEALTH AND WELFARE

	<u>Patient Travel</u>	<u>Mental Health</u>	<u>1996 Total</u>
Receipts			
Health and Welfare	\$ <u>185,372</u>	<u>17,830</u>	<u>203,202</u>
Expenditures			
Administration	7,653	-	7,653
Audit	500	-	500
Consultants	-	13,048	13,048
Meeting - expense	-	-	6,000
Office rent	6,000	550	550
Office supplies	9,317	2,972	12,289
Telephone, fax	1,249	-	1,249
Travel	138,339	1,260	139,599
Wages and benefits	19,064	-	19,064
Workshops, training	250	-	250
Utilities	<u>3,000</u>	<u>-</u>	<u>3,000</u>
	<u>185,372</u>	<u>17,830</u>	<u>203,202</u>
Balance, end of year, to Exhibit 'B'	\$ <u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'N'

SIGNIFICANT PROGRESS AGREEMENT

	<u>1996</u>
Receipts	
Province of B.C.	\$ <u>95,000</u>
Expenditures	
Administration	9,235
Audit	500
Consultants	36,887
Community consultation	10,000
Telephone, fax	3,000
Travel	15,000
Wages and benefits	18,378
Photography	<u>2,000</u>
	<u>95,000</u>
Balance, end of year, to Exhibit 'B'	\$ <u><u>-</u></u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'O'

HEALTHY BABIES

	<u>1996</u>
Receipts	
Province of B.C.	\$ <u>110,000</u>
Expenditures	
Administration	17,911
Consultants	1,693
Meeting Expense	70
Office rental	4,075
Office supplies	8,848
Telephone	914
Travel	3,977
Wages and benefits	30,900
Workshops and training	<u>300</u>
	<u>68,688</u>
Balance, end of year, to Exhibit 'B'	\$ <u><u>41,312</u></u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'P'

ADMINISTRATION AND OTHER PROGRAMS

	<u>1996</u>	<u>1995</u>
Receipts		
Aboriginal Affairs	\$ -	3,029
Administration recovered	105,421	2,132
Interest - bank	-	5,989
Transfers G.W.G.C. and G.W.W.A.	14,505	20,000
Reimbursement for furniture	-	4,100
Province of B.C. - Cross Cultural Training	-	3,231
Transfers	<u>(98,454)</u>	<u>-</u>
	<u>21,472</u>	<u>38,481</u>
Expenditures		
Administration	-	10,350
Audit	2,000	-
Bank charges	4,228	-
Employee benefits	16,645	-
Office rent	18,794	2,888
Photocopying	2,497	-
Telephone	2,114	-
Training and workshops	-	369
Travel	<u>-</u>	<u>532</u>
	<u>46,278</u>	<u>14,139</u>
Excess of Revenue over Expenditure	(24,806)	24,342
Surplus, beginning of year	<u>24,342</u>	<u>-</u>
Surplus (Deficit), end of year, to Exhibit 'B'	<u>\$ (464)</u>	<u>24,342</u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Statement of Receipts and Expenditures
For the Year Ended March 31, 1996

EXHIBIT 'Q'

NEEDS ASSESSMENT

	<u>1996</u>
Receipts	
Province of B.C.	\$ <u>160,000</u>
Expenditures	
Administration	14,782
Audit	500
Consultants	34,073
Office rent	2,500
Boardroom rental	2,500
Office supplies	383
Telephone, fax	500
Travel	11,688
Wages and Benefits	92,074
Photocopying	<u>1,000</u>
	<u>160,000</u>
Balance, end of year to, Exhibit 'B'	\$ <u><u>-</u></u>

WET'SUWET'EN TREATY OFFICE SOCIETY
Notes to Financial Statements
For the Year Ended March 31, 1996

1. Registered Society

The Wet'suwet'en Treaty Office Society was incorporated on December 13, 1994 in the Province of British Columbia, registration number S32914. The Society was incorporated following a agreement signed with the B.C. Treaty Commissions.

2. Significant Accounting Policies

These financial statements Exhibit 'C', account for transactions arising from the First Nation Contribution Agreement of August 11, 1994 and the First Nation Loan Agreement of August 11, 1994 and have been prepared in accordance with fund accounting principles generally accepted for similar non-profit organizations.

Contribution and loan funding amounts are included in receipts. Operating and capital expenditures are included in expenditures.

3. Capital Assets

The following is a list of the fixed assets purchases at original cost. No attempt has been made to establish the value of these assets.

	<u>1996</u>	<u>1995</u>
Air conditioner	\$ 1,250	-
Camera	1,275	-
Dictation unit	891	-
Computer equipment	78,394	20,548
Easels (2)	356	356
Fax Machines (4)	4,752	2,295
Furniture and chairs	1,917	1,917
Laser printer (3)	7,109	2,499
Paper shredder	139	139
Software - office windows	889	889
Storage cabinets (6)	8,902	4,623
Telephone system	<u>17,523</u>	<u>17,523</u>
	<u>\$ 123,397</u>	<u>50,789</u>

4. Statement of Changes in Financial Position

A statement of changes in financial position has not been presented as it would not disclose any additional information.

5. Loan Payable

Wet'suwet'en Treaty Office Society has signed promissory notes totalling 1996 - \$1,265,461 (1995 - \$468,106) as at March 31, 1996, representing advances made by Indian and Northern Affairs Canada for negotiations. Repayment provisions for those loans are outlined in Section 4.6.1 of the First Nation Loan Agreement.