



# Lheidli T'enneh

# 13-14

## *Annual Report*

**“Lheidli T'enneh; a community built on the strength of its people”**



**Chief  
Dominic Frederick**



**Councillor  
Louella Nome**



**Councillor  
Jennifer Pighin**



**Councillor  
Clarence John**

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## Letter from Chief Dominic Frederick



**Dominic Frederick**  
*Chief*

This has been another successful year for Lheidli T'enneh, and an opportunity to highlight our progress and successes for our Nation.

What are the core values that separates Lheidli T'enneh from other levels of government? It is our belief system that we are here to support our Members, the Grassroots People. In an exercise we have highlighted the following value to change for the betterment of the Nation and building the community by caring, respected, cooperation, and recognition of the resilience of Lheidli T'enneh and also building partnerships through our existing Leadership.

Ultimately, it comes down to respect for one another and to treat each other with dignity. We as a Chief and Council continue to work with one

another, and strive for consensus decision building. Our philosophy is to ensure sound and transparent accountability practices are in place. Many have probably read the media sensationalism of the First Nations Transparency Act (FNFTA) that came into effect March 27, 2013. This requires each First Nation to make available their audited consolidated financial statements and a Schedule of Remuneration and Expenses to their members as well as publish it on a website. Lheidli T'enneh, being a Land Management Code Band has always maintained open transparency; and has been publishing its Annual Report online with the consolidated financial statements inclusive. We welcome the opportunity to answer any questions on the issue.

On the political spectrum, by a unanimous decision, the Supreme Court of Canada grants declaration of Aboriginal title to the Tsilhqot'in Nation. Lheidli T'enneh celebrates this decision with the Tsilhqot'in people and congratulates them on their victory!

Last year, both Councillor Louella Nome and I, and our Executive Director Ja-

son Morgan had an opportunity to attend the Banff Centre's Aboriginal Leadership and Management Course on "Establishing Institutions of Good Governance." This course was a great affirmation that we are on the right track with the separation of politics from the day-to-day operations, and being accountable to our members. We walked away having learned about best practices that many other First Nations had to overcome. We acknowledge we have some positive steps to move forward in order to reach our goal. We are slowly getting there!

Lheidli T'enneh is moving ahead and we have a very strong and capable team! I am proud of everyone's contribu-

tion and we all play a role to support one another. Special acknowledgements to my colleagues and friends of Councillor Louella Nome, Councillor Jennifer Pighin, and Councillor Clarence John for their continued contribution to Lheidli T'enneh. I would also like to acknowledge Executive Director Jason Morgan and Lead Executive Assistant Dolleen Logan for their contribution to Lheidli T'enneh Administration and also all the staff and contractors for their hard work through the year and that this year's Annual General Meeting be enjoyed by all!

Respectfully,  
Chief Dominic Frederick



**Councillor Clarence John, Chief Dominic Frederick,  
Councillor Jennifer Pighin & Councillor Louella  
Nome**

## Administration Department Report



**Jason Morgan**  
*Executive Director*



**Dolleen Logan**  
*Administrative Assistant*

### Opening Comments from the Executive Director

At Lheidli T'enneh we are very thankful for the opportunity to provide this Annual Report to the Lheidli T'enneh Citizens. This is our opportunity to give thanks and show our appreciation for your continued support for 2013/2014!

A strategic direction for

Chief and Council, Management and Staff have endorsed is the "Pledge for Respect Campaign" This is a Lheidli T'enneh movement who are standing up against lateral violence, bullying and intimidation within our community and surrounding communities. We are committed to supporting one another in the recognition that we are all val-

## Administration Department Report *continued...*

ued and your health and safety is our concern. Everything we do is rooted on the principles of "RESPECT" for one another. This principle will be entrenched in all our programming and service delivery. The relationship we have with the Lheidli T'enneh Citizens is intrinsic and it is about community development for a stronger, healthier and vibrant community!

I have the honor and privilege in working alongside the leadership of Lheidli T'enneh! The dynamic team has moved the agenda for Lheidli T'enneh on a consensus model and ensuring proper respect and protocols with one another. Thank you to Chief Dominic Frederick, Councillor Louella Nome, Councillor Jennifer Pighin, and Councillor Clarence John for their dedication and commitment. Their vision and direction is communicated throughout the departments and the Administration within. Our roadmap is a long haul, but each milestone achieved is one more step to a positive future!

And, in closing, to thank all the Management, Staff and Contractors for their commitment!

### Executive Summary

The Administration consists of five (5) categories – Administrative Services for Chief and Council, Finance Department, Tobacco/Reception, Communications and Oversight for all the Departments – that together play an integrated role for service delivery to the community of Lheidli T'enneh.

### Our Strategic Position

Lheidli T'enneh is strategically positioned to move forward, and we should acknowledge some of our highlights

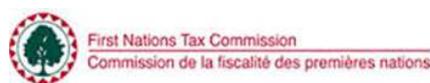
Staff Name	Key Areas of Responsibility
Jason Morgan, Executive Director	Administrative Services for Chief & Council, communications and oversight for all the departments
Ms. Dolleen Logan, Lead Executive Assistant	Administrative services for Chief & Council and support to the Executive Director
Mrs. Judith Gauthier, CGA, Finance Manager	Oversight for all the departments (pertaining to finances)
Ms. Candace Godwin, Receptionist/Sales	Tobacco, reception and mail
Ms. Nicole Wiltermuth, Communications Officer	Communications and website administrator
Mrs. Shirley Wiltermuth, Indian Registry Administrator	Membership and Band Registry
Mrs. Patrica Seymour, Janitor	Janitorial services for the Lheidli T'enneh public buildings and offices

for 2013/2014:

Host Nation for the 37th Annual BC Elders Gathering.



Lheidli T'enneh Property Assessment Law and Lheidli T'enneh Taxation Law has been accepted by the First Nations Tax Commission that grants us official self-government status in relation to property taxation.



Official Host First Nation for the 2015 Canada Winter Games in February 2015.



### OFFICIAL HOST FIRST NATION

A dedicated team in our downtown office for Economic Development.



Policy development for the Administration Department.



Canada Revenue Agency - Qualified Donee Status to issue Charitable Tax Receipts.



### Chief & Council

Chief and Council has been maintaining regularly scheduled monthly Chief and Council Meetings. As part of the Administration, the commitments we have set-out are as follows:

- Approved Chief and Council Meeting Minutes will be made available public and

accessible on our website. As well, meeting minutes for the Lands Authority. In progress.

- Meeting Schedule for Chief and Council Meetings set in advance to December 2014.
- Presentations and Chief and Council Packages will be made public (respecting applicable Privacy Legislation). Working with the Administration Staff on doing a stream-lined process for this. In progress.
- Setting bi-annual Open Houses. Next one planned for September 17, 2014 at the Lheidli T'enneh Band Office.
- Economic Development Initiatives – Presentations by Industry / Proponents to be made available on our website. Briefing notes by the Economic Development Team to be made available. In progress.
- Departmental Program Logic Models to be made available within departmental pages on the website. In progress.
- Approved Policies, Reports, Strategic Plan, Constitution, and Technical Studies by Chief and Council and the Executive Director will be made

## Administration Department Report

- available as resources on our website. In progress.
- The development of tools and resources to bring the awareness of the rich Lheidli T'enneh history and culture. In progress.
- A direct feedback form with a subject drop down menu of topics and departments to be added on our website. In progress.

We are endeavoring to have our website redeveloped with Splash Media to upgrade the modules, and once updated; we will internally have the responsibility to feed into and regularly update the web-

site. A big thank you to Mrs. Dolleen Logan, Lead Executive Assistant who is the record-keeper and knowledge holder for the Administration Department when it comes to working side-by-side with Chief and Council.

### Closing Comments

I would like to express my sincere appreciation to all of you for your contribution and participation during the Annual General Meeting. Our hope is to ensure that you are adequately informed of the activities within your Administration and respective departments. In the past two

and half years, I have gained more respect for the Lheidli T'enneh People for their resiliency and the ability to hold accountable the attention of government, industry, and educational institutions.

Among the challenges facing Lheidli T'enneh, we continue to revisit our roadmap to ensure that we are doing our programming and service delivery based on three founding principles:

- Inclusion
- Respect
- Fairness

As your Executive Director,

one of my personal goals is to see that you see value in your Administration, ensuring that we are responsive and proactive, and results-focused. Our commitment is to ensure that communications continues to be a focal point in all our service delivery.

On behalf of all the management, staff and contractors, thank you!

Respectfully,  
Jason Morgan  
Executive Director

## Reception/Sales Department Report



**Candace Godwin**  
*Receptionist*

Reception, tobacco sales, community information/ support (faxing, coping, job open-

ings, meetings/events etc..)

### Projects / Initiatives Completed To Date

- Dealing with the public in person and on the phone first before they talk to anyone else.
- Maintaining a good standing with the Ministry of Finance tobacco tax (our license/permit)
- Office supplies for band office and kitchen

- Distributing mail/faxes among staff and members
- Fax and mail station repairs/troubleshooting
- Answering calls, directing callers to the right department, giving information (events, meetings etc.), taking messages for members that don't have phones
- Incoming emails from the website as well as reception
- Booking elders and coun-

cillors for openings and welcoming prayers

### What's New

The prices of tobacco are being raised this year, but not by much. For example a carton was \$60.00 and will now be \$65.00, tins/cans was \$50.00 will now be \$60.00, and 6 pack pouches was \$70.00 will now be \$80.00.

The new prices will take effect on September 1, 2014

## Membership Department Report



**Shirley Wiltermuth**  
*Membership*

This past year has been very busy and hectic in the Registry Department. The Indian Registry Administrator's duties encompass a wide variety of duties which are time sensitive.

- Registering events (births, deaths, marriages, divorces) which affect the Indian Register.
- Preparing monthly reports of all reported events. If

you have a new baby please register the baby before 3 months as the baby is only covered for health benefits under your status for 3 months.

- Posting Band Change Reports when applicable.
- Reviewing applications and appropriate documentation for registration and forwarding to the appropriate registration author-

ity.

- Providing information to members of the band and the general public.
- Issuing status cards to registered Lheidli T'enneh band members and to members of other bands. To issue a status card to non-Lheidli T'enneh member's information must be gathered and verified before a status card can be

## Membership Department Report *continued...*

issued. (PLEASE NOTE: In order to issue a status card band members MUST have 2 pieces of current identification ...one must be picture identification).

- Recording the certificate of the status cards issued in the CIS register and providing a copy of that register to Regional Office on a monthly basis.

An amendment was made to the INDIAN ACT in January 2011 (Bill C-3) when eligible grandchildren of women who lost status as a result of marrying a non-Indian could be-

come entitled to registration (Indian Status)

In general, applicants who can answer yes to the following three criteria will qualify for entitlement based on the INDIAN ACT amendment.

1. Did your grandmother lose her status as a result of marrying a non-Indian?
2. Is one of your parents registered, or entitled to be registered under sub-section 6(2) of the INDIAN ACT.
3. Were you, or one of your siblings, born on or after September 4, 1951.
4. Any band member can

now apply for the new Secure Certificate of Indian Status. I have the forms to apply and you can also download the application from the AANDC website.

There are two different copies of the forms – 16 years and older and under 16 years of age.

In addition to Membership I have been working on our Family Tree data base. If memberships have family members they would like added please contact me with their information and I will add them. Our data base is quite extensive as the late Ron

Seymour worked tirelessly in his research. With our new Bill C-3 members there are quite a few people that need to be added.

### **Geneology**

I am accessing the Latter Day Saints Geneology website that has thousands of historical records (birth, death, baptism, marriage). These records go back as far as 1872 and has some very valuable information for Lheidli T'enneh.

As time permits I will also be working on the clan system for Lheidli T'enneh.

## Health Department Report



**Louella Nome**  
*Councillor/Health Manager*

The Lheidli T'enneh Health programs are as follows:

- Brighter Futures- this program is to bring awareness to the community around Mental Health, Child Development, Healthy Babies, Injury Prevention, Parenting Skills, improvement of my skills to assist the community
- Mental Health Crisis- to address the mental health issues within the community
- Solvent Abuse Program- to address the solvent abuse issues within the community
- Canada Prenatal Nutrition- to improve mater-

nal and infant nutritional health

- Community Health Prevention- to promote healthy life choices around infant health, child health, school health, adolescent health, adult health, elder health
- Environmental Health Program- to ensure the community has safe drinking water
- First Nations Home Community Care- provides service for families to stay in their homes throughout their illness.
- National Native Alcohol/Drug Abuse- assists clients with alcohol/drug addiction
- HIV/AIDS Strategy- to provide education and prevention
- Aboriginal Diabetes Initiative- increase awareness of diabetes

My day to day activities are as follows:

- Filing/office administration duties
- Assist with clients going

into treatment

- Getting clients to counselling sessions
- Overseeing the homemakers
- Assist clients with court issues
- Attend court on family court days when needed
- Attend court on criminal court days when needed
- Assist clients with doctor appointments
- Hospital visits if clients are there
- Assisting with medications for clients
- Weekly team meeting with family support and social development workers
- Working with the family support office
- Working with the social development office
- Hospital with moms to assist with delivery
- Home visits with families with new babies
- Meet one-on-one with clients to assist with everyday issues
- Assist clients with parenting issues
- Refer clients to organiza-

tions in the city e.g. Infant development center, PGNFC, food banks, Native court workers, healing center

- Discussions with Aboriginal education workers regarding clients
- Attend the First Nations Health Council meetings
- Attend the First Nations Health Authority meeting
- Weekly water samples
- Monthly water samples to the lab in Prince George
- Assist with any other duties as they come up
- Attend Dakelh Ne Hub meetings
- Ongoing meetings with MCFD- Ministry of Children and Families
- Ongoing home visits
- Set up workshops
- Meetings with Northern First Nations Child Welfare Governance

The Health office works very closely with the Family Support Worker and the Social Development office as we all have shared clients that overlap into these three programs.

## Education & Social Development Department Report



**Niki Lindstrom**  
*Program Coordinator*

The departments I managed for the last fiscal year were Education, Training and Employment and Social Development. The Training and Employment portfolio was transferred to Economic Development as of April 1, 2014

### Training and Employment

There were a number of members who had certification training, gear outfitting for work and Class 1 Training. There was also several members who attended the Environmental Technical Training in conjunction with PTPASEP Training Society and Vancouver Island University. The Training and Employment funding is from Prince George Nechako Aboriginal Employment & Training Association (PGNAETA).

The Community Based Program delivered training for members which included a start into Adult Basic Education. This program took place primarily on the Northside, with the latter part of the program taking place at the College of New Caledonia (CNC). Through this program, there are several members who are pursuing their Dogwood Diploma. We partnered with CNC to develop a proposal to have this program brought into the community. We have a good relationship with CNC

and I'm sure we will see many more projects in partnership with them.

### Social Development

We have been working with members to obtain all the requirements Aboriginal Affairs & Northern Development Canada (AANDC) has to be eligible for Social Assistance. Some of these requirements are: Tax Assessments, two pieces of ID, proof of income (including CPP, EI verifications), Record of Employments, and an active Rental Agreement. Clients will need to submit their active work searches as well. These requirements are closely followed. Appointments need to be made once the client has all their documents in place.

Utility bills need to be submitted regularly in order for them to be paid in the period in which they are received to avoid ineligibility of payment.

The First Nations Social Development Society (FNSDS) is the society that advises on Social Development questions. As well, they provide training. They are located in Vancouver. Their website is: [www.fnsds.org](http://www.fnsds.org). Please feel free to peruse the website if you'd like to learn more about Social Development policies.

### Education

A Terms of Reference for the Education Committee was developed. Chief and Council agreed to it in principle. There are some revisions that are being made to it.

An Education committee was chosen at the March Elder's Tea. There were five names chosen from the list of members who had put their

names down as interested in participating. The members that were able to participate were Patricia Seymour, Dominique Bozoki and Elizabeth Bjorklund. Their efforts have been very much appreciated.

As always, the Post-Secondary Sponsorship Application deadline is May 15th of each year. This makes for a very tight timeline of applications review as the application with the approved student's names needs to be into the federal government by June 6th. If you are considering submitting an application for schooling, it would be good to have a plan in place by April so you can gather all your information for the application.

The First Nations Education Steering Committee (FNESC) is the body that assists First Nations communities in BC with issues pertaining to education. They also provide training to staff in First Nations Education. There is a FNESC board, which this department has a seat on. There are a number of initiatives FNESC is working on to help improve education in BC for First Nations students.

The Aboriginal Education Board is continually working towards a stronger relationship in hopes of better educational outcomes for First Nations students in School District 57. The percentage of Aboriginal students who leave with their Dogwood compared to the percentage of non-Aboriginal students is drastically lower. Of the Aboriginal students who leave with their Dogwoods, most do not meet the requirements to attend university without upgrading. These numbers aren't including the number of students who attend school for an hour

a week or drop out of school. There is a lot of work ahead to increase these numbers.

Through the partnership of University of Northern British Columbia (UNBC) and a generous donor, we have been able to offer on-reserve tutoring on both the North and the South sides in the educational trailers. Through the same partnership, we have also been offering Active Minds, which is a program to encourage interest in science among the students. The first year tutoring was offered, almost all the students increased their academic performance. Eight (8) Lheidli T'enneh students have also been sponsored to participate in a week long Active Minds science camp. Lheidli T'enneh students also had a field trip up to UNBC to do some experiments in the science lab.

There were three (3) Lheidli T'enneh students who we were part of the Active Minds science camp who we were able to send to Colonel Hadfield's presentation in the spring. The students were able to have pictures taken with him and ask him questions about his experience in space.

Through the partnership with UNBC and a donor, we have one Lheidli T'enneh member under the Lheidli T'enneh Scholarship Award. This student is in their second year at UNBC.

Through the partnership with CNC and a donor, we have four (4) Lheidli T'enneh Scholarships that have been set up for Lheidli students to take advantage of.

We look forward to these continued partnerships in order for the students to derive

## Education & Social Development Department Report *continued...*

long-term benefits from their experiences.

Having said the above, parents are encouraged to set aside time for their young students, to take time away from electronic devices, and to have reading breaks, even for a short time if they are not already doing this. Literacy is the most important facet

in making all other subjects easier. It is even linked to successful math outcomes in later grades. Good comprehension is the basis for all careers, academic or trades alike. As with all else, students will do as their role models do. Get off your phone and pick up a book!

Also, not to be overlooked is

participation in sports. Participating in sports is one of the best ways for a student to feel connected with their school, build confidence and keep healthy and busy. Though it's extra effort to bring a child to practices and events, the benefits are incomparable.

## Aboriginal Family Development Department Report



**Darcy Dennis**  
Family Development  
Coordinator

Welcome everyone to the Annual General Meeting. First of all, I would like to introduce myself, I am Darcy Dennis. I am the Family Development Coordinator. I come from the Lake Babine Nation and sit in the Grouse Clan. I started with the Lheidli T'enneh Family Development Program in November 2013 and continue working very closely with the Family Development Assistant, Tasheena Seymour. The Family Development Program is funded by the Ministry of Family & Development that offer services such as:

- Advocacy
- Home visits
- Life skills
- Outreach
- Support Groups
- Parenting Workshops
- Self-care for parents
- Recreation
- Transportation



**Tasheena Seymour**  
Family Development  
Assistant

- Support Systems

### Elders Tea

The Elders Tea have been very successful where the Elders come together to socialize and be together. Some discussion topics include; culture, traditions, language, Bahl'ats, genealogy, and food preservation. The Family Development Program would like to see more community members attend and socialize with the Elders. Our goal is to have an Elder's Tea every two months.

### Culture

On March 27, the Family Development Program hosted a very successful Bahl'ats. A big thank you to Barry & Phyllis Seymour and to the Saikuz Elders Sam & Marlene Quaw and Ernie John on assisting with the business. Culture camp is becoming an annual

activity where members will learn and experience how to preserve for the winter. Some of the activities will include; fishing, canning, and learning how to berry pick, storytelling and language learning.

### Community Kitchen

The community kitchen is planned twice a month at the North Side Trailers. Families have the opportunity to choose a recipe and assist in the preparations of the meal. After completing the meal, the participants are able to bring the meal back home to feed their family. Please share any recipe ideas.

### Workshops/Training

The Family Development Program has set up workshops and training for all families where different training events such as the PAL course was completed. Workshops to look forward to in the Fall are; Fire Safety Prevention, Car seat safety, Traditional Parenting and many others. Workshops will be planned weekly. Please check for calendars. Some families attended the Gathering of Voices youth conference in Vancouver where the families had the opportunity to learn and participate in workshops around health wellness and culture.

### Special Events

The Family Development Program will be planning activities for Halloween, Christmas, Easter and other special events. The first month was very busy with a "Meet and Greet" that was held at the North Side trailers. We also had a lunch and a movie at Pizza Hut and the families had a choice between attending the movies "Frozen" and "Hunger Games 2". It had a very successful turnout as approximately 70 Lheidli T'enneh members attended. The feedback was great as non-members mentioned how wonderful it was to see such unity. The Family Development Program planned for UFC fighter Kajan Johnson to speak to the community about his journey to the UFC. In conjunction with the special guest, the Respect Campaign was launched. In addition, Lheidli T'enneh staff took the initiative to lead the Aboriginal Day celebrations at Fort George Park. The celebration was a great success and we received very wonderful feedback. Thank you to all that participated and contributed to the festivities. Special thanks to Mr. Duncan Gouchie and Mrs. Mary Gouchie for leading the parade and entering the park and to the Khas-

## Aboriginal Family Development Department Report *continued...*

tan Drummers for starting the day in a good way.

### Transportation/Advocacy

The Family Development Program assists with transportation to medical appointments and are planning to provide access to the 15 passenger

van to events for community members. The Program also provides and assists with advocacy such as court proceedings, Ministry of Children & Family Development, Northern Health, School District, Department of Justice and

Family Law. The Family Development Program also assists with accessing the Food Bank(s) in town. Please give at least 48 hour notice if you will need any transportation.

Please contact Darcy or Ta-sheena regarding the Family

Development Program. Musi cho'

## Lands & Natural Resources Department Report

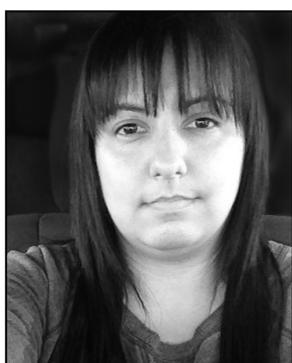


**Barry Seymour**  
*Lands Manager*

The historic overview of the Land Management Initiative:

Lheidli T'enneh got involved in the national initiative in the early 1990's. We and 12 other First Nations from across Canada were in negotiations with the Government of Canada to secure the jurisdiction to govern our own lands and resources. In 1996 the Framework Agreement ("FA") was agreed upon by the Parties. The FA dictates the relationship between the First Nation and the Government of Canada. The federal government established its legislative support of the FA by passing Bill C-49 in 1999. The First Nation supports the FA by passing the First Nation Land Code.

Lheidli T'enneh ratified their Land Code on October 25, 2000 and it was certified on November 15, 2000. There have been two (2) amendments since that date. The Land Code was developed by the community through a



**Nicole Wiltermuth**  
*Lands Clerk/Communications*

family represented committee. The Land Code specifies how we are to manage our land. Accountability and transparency is paramount, the Lands Department must adhere to community wishes.

### Lands Authority ("LA")

The LA consists of a Chairperson, which is representative of Chief & Council. Traditionally, this role is filled by the Chief and in this case Chief Dominic Frederick. There are six (6) duly elected members; each member has a four (4) year term. The terms are staggered, so every two (2) years three (3) member's terms expire and three new members are elected. The elections coincide with the Chief and Council elections. The six (6) members are Shirley Wiltermuth, Dolleen Logan, Elaine Gagnon, Wendy Jael, Candace Godwin and the late Frank Frederick Sr. of which is a vacant seat at this time. The three (3) members whose terms will expire at the next



**Wendy Jael**  
*Housing Coordinator Trainee*

election are Shirley Wiltermuth, Dolleen Logan and the late Frank Frederick Sr.

The primary roll of the LA is:

- Assist with the development of the land administration system
- Advise Council and its staff on matters respecting First Nation Land
- Recommend to Council Law, Resolutions, policies and procedures respecting First Nation Land
- Hold regular and special meetings of members to discuss land issues and make recommendations to Council on the resolution of these land issues
- Assist in the flow of information on land issues between members and Council
- Oversee community approvals under the Land Code.

### Land Administration

The Lands Manager's primary role is to implement the Lheidli T'enneh Land Code;



**Gene Ricalton**  
*Community Maintenance Technician*

support management, Chief & Council and the LA; oversee communications with Lheidli members, internal organization and external organizations; prepare reports, project proposals, budgets, work plans, strategic/land use plans and Laws; supervise staff.

The Lands Clerk provides administrative support to the Lands Manager and the LA; the Lands Clerk is Ms. Nicole Wiltermuth and she has been in the position for 4 years. She recently graduated from the New Media Communications and Design program. She is also the Communications Officer and maintains the website and most matters related to communications.

The Lands department operates based on the following core functions:

- Protection of Lheidli Interest in Reserve Land
- Natural Resource Man-

## Lands & Natural Resources Department Report *continued...*

- agement
- Environmental Management
- Land Registry
- Land Use Management
- Law Making
- Manage Rights and Interests in Lands
- Property Management
- Land Use Planning
- Land Development
- Land Inventory
- Finance and Administration
- Enforcement
- Dispute Resolution
- Communications and Public Relations

The current goals are:

- Law development
- Land Use Plan update
- Effective internal/external communication
- Maintain membership database
- Improve land and infrastructure
- Effective Financial Management.

### Housing

A Housing Committee (HC) was created by Chief & Council and the committee to effect on April 1, 2013.

The role of the HC:

- Assist the housing administration system
- Advise Council and its staff

- on matters associated with on-reserve housing
- Recommend to Council laws, by-laws, resolutions, policies and procedures respecting on-reserve housing
- Hold regular and special meetings to discuss housing issues and make recommendations to Council on the resolution of these housing issues
- Assist in the flow of information on housing issues
- Make recommendations in relation to disputes between tenants/homeowners and Council

The HC then developed a work plan that consisted of the following:

1. Manage Housing Stock
  - Develop and implement policies and mechanisms
  - Document current situation
  - Inventory current housing stock
  - Develop a plan to bring the program into good standing with funding agent
- Develop a housing policy that embraces effective management practices
- Document and organize data in a housing management program
- Identify, document and effectively address all items identified by CMHC

2. Maintain Housing Stock
  - Inspect each Band owned unit
  - Prioritize and develop renovation plans for each unit
  - Utilize qualified inspector to identify and document problems with each unit
  - Develop a unit renovation strategy based on needs and funding availability.
  - Utilize the renovation strategy to develop a unit renovation plan that can be utilized for renovation cost estimates and to develop proposals to potential funding agents.

The updated housing policy was completed and a consultation process proceeded. The input was incorporated and the policy was endorsed by Chief & Council. The housing policy took effect on October 1, 2013.

Since that time there have been two evictions, five units completely renovated, two units currently being renovated, many of the housing appliances updated in the Social housing stock, an electronic data base established and current financial system.

Future Plans

- Continue to bring the social housing stock up to an acceptable standard

- Address the non-social housing needs of the tenants and establish a house maintenance fund
- Develop home ownership opportunities
- Continue to work towards a self-sustaining housing program.

### Property Taxes

On March 26, 2014 at a duly convened meeting the First Nations Tax Commission approved the Lheidli T'enneh Property Taxation Law, 2013 and the Lheidli T'enneh Property Assessment Law, 2013. These afore-mentioned laws have been registered in the FMA Law Registry pursuant to subsection 31(4) of the First Nations Fiscal Management Act, S.C. 2005, c.9.

Upon acceptance into the FMA the Lheidli T'enneh Government commits to operate to the standards concerning property taxation laws, property assessment laws, annual expenditures laws, annual rates laws, and submission of information. For more information on the FMA, go to [www.FNTC.ca](http://www.FNTC.ca)

The tax revenue collected is applied to initiatives such as; public works, maintenance of roads, snow removal and garbage removal. For more information please review our laws on our website.



*Band Office renovation*

## Fisheries Department Report



**Brian Toth**  
*Contract Fisheries Manager*



**Carl Frederick**  
*Asst. Fisheries Manager Trainee*

Lheidli T'enneh's Fisheries Program receives its core funding from Fisheries and Oceans Canada (DFO) via the Aboriginal Fisheries Strategy (AFS). Lheidli T'enneh is presently in year 2 of a 3-year agreement with DFO. The purpose of the funding agreement relates to the Department's Consultative responsibilities regarding the management of salmon and Lheidli T'enneh fishing rights. Core Fisheries Program personnel include two contract fisheries biologists (Brian Toth and Chris Pharness) and Carl Frederick (Asst. Program Manager). Numerous part-time seasonal positions are filled annually to support the various projects undertaken.

The AFS agreement funds the monitoring of Lheidli T'enneh's salmon fishery and a number of other, mostly technical projects. Fisheries Program staff also apply for other program funding to support project-based objectives that are priorities for Lheidli T'enneh. Projects being undertaken in 2014 include:

1. Monitoring and sampling the catch of the Lheidli T'enneh salmon fishery
2. Counting spawning chinook in 8 streams in the Robson Valley
3. Undertaking various activities in towards conserving and rebuilding the Bowron sockeye stock

4. Supporting the monitoring of the upper Fraser's white sturgeon population
5. Supporting a Lheidli T'enneh youth cultural camp with a focus on salmon

Funding to support sturgeon research and monitoring was awarded to Lheidli T'enneh in 2014 (for 2 years) from Canada's Habitat Stewardship Program. Lheidli T'enneh will be continuing efforts to tag and track radio tagged sturgeon and identify their habitats and refine the upper Fraser stock's range. This is particularly important considering Kinder Morgan Ltd.'s plans for additional pipeline crossings of the upper Fraser River and the risks such crossings potentially pose to downstream areas. The sturgeon work began in August.

To date, 2014 has seen good catches of chinook and sockeye in Lheidli T'enneh's fishing area. The harvest of sockeye was closed during the period when Early Stuart sockeye were migrating through in late July and early August, but since then the Nechako and Fraser has been open for both chinook and sockeye harvest, and catches have generally been good. Approximately 350 chinook and 4500 sockeye have been captured in Lheidli's fishery in the first 3-weeks of August.

Counts of spawning chinook in the Robson Valley will be complete by late August.

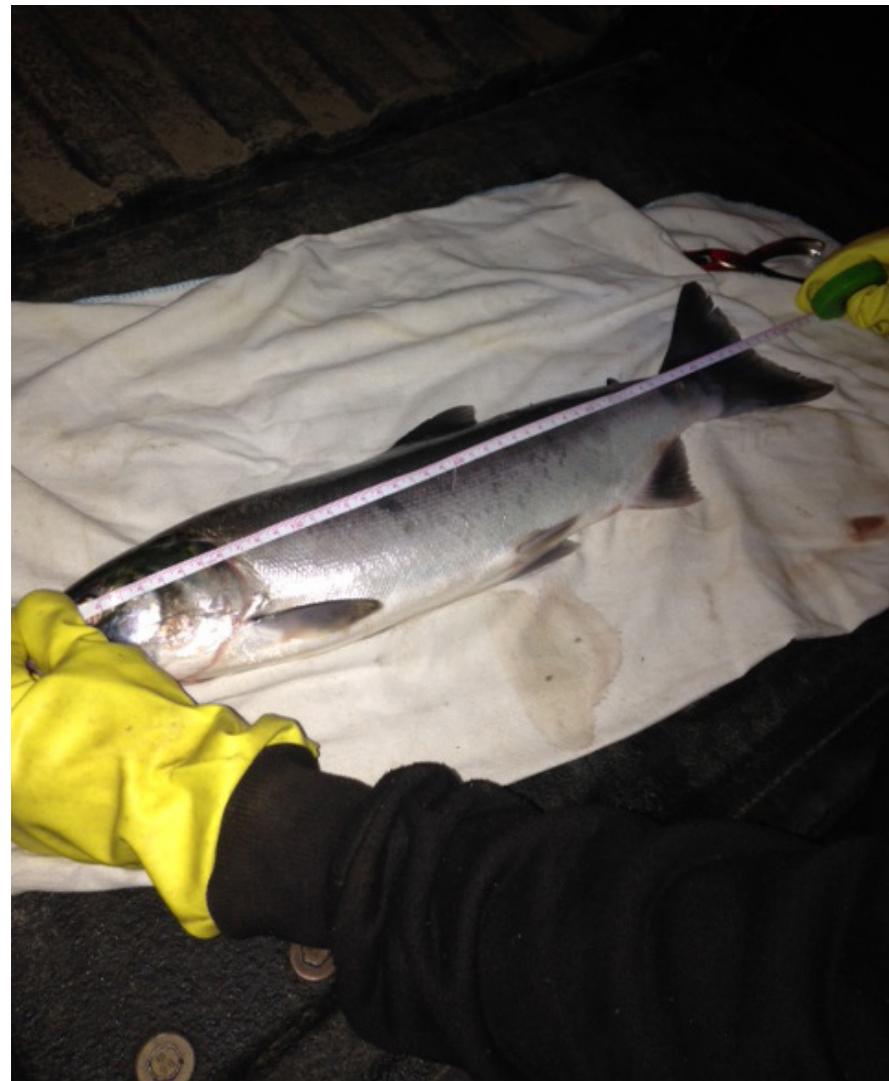
The program provided support to a youth cultural camp on August 18-22, 2014. Some of the activities included:

- Smoke house building
- Collection of wood for smoke house
- Food for participants, workers and volunteers was prepared
- Lheidli T'enneh dialect immersion
- Fish harvesting
- Fish processing and preserving
- Elder's teachings
- Bahl'ats business
- Drumming/dancing

Other Band initiatives the Fisheries Program supports includes the fish-for-elders initiative, and a special initia-

tive in 2014, which is to capture salmon and have them professionally processed for Lheidli T'enneh's host-functions at the upcoming 2015 Canada Winter Games (CWG). The salmon harvesting for the "CWG gifting initiative" will take place in early September.

Lheidli T'enneh's Fisheries Program has a long history of successfully undertaking and completing high priority and complex technical endeavours, and working cooperatively with both Provincial and Federal agencies to redress common management concerns and objectives. It strives to balance the pursuit of program growth, the maintenance of technical strength/soundness, and community member employment and capacity development.



*Fish Sampling/Measuring*

## Economic Development Department Report



**Keith Henry**  
*Economic Development  
Manager*

I'd like to take a moment to introduce myself, my name is Keith Henry and I am the Community Economic Development Manager. I started work with Lheidli T'enneh Nation on December 5, 2012. I am from the Ochapowace First Nation in Saskatchewan and have lived and worked within Lheidli T'enneh Territory for the past 19 years. My past work experience includes working with the Aboriginal Business Development Centre, the Prince George Nechako Aboriginal Employment & Training Association and the Prince George Native Friendship Centre. I look forward to working for the Lheidli T'enneh Nation.

Special thanks to both Jackie Brown and Barb Allan. They were both staff members over this last year. Barb Allan was the Special Projects & Job Coach Coordinator and was in a term position with Lheidli T'enneh, she has returned to her job with PGNEATA. Jackie Brown was the Referrals / Natural Resource Coordinator and had worked with Lheidli T'enneh for the past 7 years. Jackie has more recently accepted a position with the Provincial Government's Ministry of Forests, Lands, and Natural Resource Operations. I wish the best of luck to both Barb and Jackie with their future positions.



**Veronica Haddon**  
*Host First Nation  
Coordinator*

The Economic Development Department has been created to engage in economic development opportunities for the Lheidli T'enneh that continue to generate and expand sources of Nation owned revenue to support long-term financial independence and self-sufficiency for the Nation. Specifically the Economic Development Office will focus on the development of local capacity to effectively develop, manage and govern economic development initiatives as recommended in the Lheidli T'enneh Economic Diversification Plan, the 2012-2017 Strategic Plan and the Comprehensive Community Plan. The Economic Development Office will also work in partnership with community and regional economic development stakeholders to develop, communicate and capitalize on economic development opportunities relevant to Lheidli T'enneh.

### **Lheidli T'enneh Economic Development Mission Statement**

To generate and expand sources of Nation owned revenue to be used to support long term financial independence and self sufficiency for the Nation and it's Citizens.



**Mike Bozoki**  
*Capacity Development &  
Training Officer*

### **Lheidli T'enneh Economic Development Vision Statement**

Lheidli T'enneh Nation is a self-sufficient Nation with the technical expertise to advance larger scale economic ventures, ensure sustainable employment, support the entrepreneurial spirit of its Citizens and sustain a strong, recognizable presence within the Lheidli T'enneh Traditional Territory. Activities undertaken by the Nation will be based on principles of open information sharing and engagement with its Citizens.

### **Lheidli T'enneh Economic Development Priorities**

The economic development priorities are: Expand Business and Economic Development Capacity; Develop Business and Project Partnerships/Joint Ventures; Attract Investment; Support capacity development of the Lheidli T'enneh workforce; and Expand our business network with Governments, Industry and other First Nations

The following Industries present economic development opportunities within the Traditional Territory: Mining; Pipelines; Alternative Energy; Forestry; Land Development & Management; Construction, Fabricating & Manufactur-

ing; Transportation; Environmental Services; Innovation, Research and Technology; and the 2015 Canada Winter Games.

The Economic Development Department is the lead for the following projects:

1. Kinder Morgan – Trans Mountain Expansion Project (TMEP)
2. TransCanada - Coastal Gas Link Pipeline Project (CGL)
3. Graymont – Giscome Lime Plant & Quarry Project
4. Pacific Northern Gas – Looping Project
5. Enbridge – Northern Gateway Project
6. Chevron – Pacific Trails Pipeline

### **Kinder Morgan – Trans Mountain Expansion Project**

Trans Mountain Expansion Project (TMEP) is proposing an expansion of its current 1,150-kilometre pipeline between Edmonton, Alberta and Burnaby, BC. The proposed expansion, if approved, would create a twinned pipeline that would increase the nominal capacity of the system from 300,000 barrels per day, to 890,000 barrels per day. There will be 11 new pump stations built and the existing stations along the route are to be expanded.

This is not the first time the Trans Mountain line has been expanded. In fact, since operation began in 1953, the capacity of the pipeline system has been increased numerous times, with the initial expansion in 1957. The most recent expansion project took place between 2006 and 2008 with the construction of 13 new pump stations and modifica-

## Economic Development Department Report *continued...*

tions to existing stations along the route. Also during this time, the Anchor Loop project added 160 kilometres of new pipe through Jasper National Park and Mount Robson Provincial Park between Hinton, Alberta and Hargreaves, BC.

To date we have entered into a Memorandum of Agreement to establish a relationship with Lheidli T'enneh Nation and to dialogue on issues relating to the project including a framework for negotiation of an Economic Benefits Agreement. The MOU has been extended to December 2014. This extension includes additional funding and negotiating a Mutual Benefits Agreement.

We had contracted the Chignecto Consulting Group, Karl Sturmanis to work with Lheidli T'enneh on the Kinder Morgan Project. Karl was responsible for completing the activities of the TLUS and working with us throughout the regulatory process and Environmental Assessment review by the National Energy Board (NEB).

Kinder Morgan has proposed to twin the existing oil pipeline that runs from Edmonton to Burnaby and goes through Lheidli T'enneh Territory in the Mount Robson and Valemount areas. We completed a field trip to Valemount from July 22nd to 24th as part of the TLUS. The TLUS results were released at the meeting on August 8th, but were not available at the time of submission for this report. The pipeline is at the headwaters of the Fraser, Columbia, and Thompson Rivers, so obvious areas of concern are the river crossings and spawning habitat.

After multiple requests to

meet with Kinder Morgan President, Ian Anderson, he finally met with us on December 10, 2013 to discuss the Trans Mountain Expansion Project. We discussed a number of items outlined in the MOU, specifically moving forward with an Economic Benefits Agreement. In addition, our team has met with Kinder Morgan staff to discuss and address community concerns and issues such as Emergency Spill Response, Pipeline Integrity, Pipeline Routing & Stream Crossings and review of the Traditional Ecological Knowledge that was collected during field studies.

Karl Sturmanis, Jackie Brown and myself have met with NEB Representatives in October and November to discuss participating in the EA process with the NEB. Lheidli T'enneh has been approved to participate as an Intervenor. Karl Sturmanis has begun with pre-planning work and participating in the Intervenor workshops hosted by the NEB. Aboriginal Intervenor have to file notices of intent to provide oral Aboriginal traditional evidence by June 5, 2014. The oral hearings begin on August 4, 2014. The NEB has 15 months to complete their review and have a report submitted by July 2, 2015.

### **TransCanada – Coastal GasLink Pipeline Project**

Coastal GasLink Pipeline Ltd. (CGL) is proposing to construct and operate a natural gas pipeline from approximately 40 km west of Dawson Creek to the proposed LNG export facility near Kitimat. The Coastal GasLink Pipeline Project involves the construction and operation of approximately 650 km of 48 inch diameter pipeline, me-

tering facilities at the receipt and delivery points, and one compressor station with provision for up to an additional five compressor station sites to allow for future expansion. The Project will have an initial capacity of approximately 1.7 billion cubic feet (bcf)/day (48 million cubic metres (mmcm/d)) with the potential for expansion. The expansion scenarios do not involve the construction of any additional pipeline; only the number and locations of potential future compressor stations would change. The conceptual pipeline route passes through four regional districts and numerous First Nation territories, with a combined population of about a quarter of a million people. Construction is projected to begin in 2015, with Project completion before the end of the decade.

Construction of the pipeline is subject to approval by the BC Environmental

Assessment Office (BCEAO), the Canadian Environmental Assessment Agency (CEAA) and the BC Oil and Gas Commission (BCOGC). The Environmental Assessment Application will be submitted for review in the summer of 2014.

A wide range of economic benefits will emerge in relation to the Project, including employment, gross domestic product, labour income, and government revenues, as well as the enhancement of workforce and business capacity. The Project will create significant short-term employment and contracting opportunities during planning and construction and a limited number of long-term jobs during Project operations. The Project will also provide fair bidding opportunities for lo-

cal contracting work.

To date we have entered into a Memorandum of Agreement to establish a relationship and to dialogue on concerns and issues relating to the project including a framework for negotiation of an Economic Benefits Agreement.

We are engaged in discussions with the CGL representatives for the process of negotiating an Economic Benefits Agreement. TransCanada has provided an offer for a legacy fund, a one-time lump sum payment and direct procurement contracts. Lheidli T'enneh will be meeting further to discuss procurement opportunities in the following areas: Clearing, Camps & Catering, First Aid, Security, and Environmental Monitoring. We anticipate further discussions and plan to have the negotiations completed by the end of 2014.

### **Graymont – Giscome Lime Plant & Quarry Project**

Since early January 2013, we've been meeting with Graymont. They are a mining company that is interested in establishing operations in Giscome. The Project will include a Lime Plant, a Limestone Quarry and a haul road to move crushed limestone from the Quarry to the Lime Plant. The major activities at the Lime Plant will be the production of lime by heating crushed limestone in a lime kiln and the transportation of lime by rail. The Lime Plant site is owned by Graymont and located adjacent to the CN rail line near the southwest tip of Eaglet Lake. The Quarry will be located on BC Crown Land. Graymont holds claims on a high quality lime-

## Economic Development Department Report *continued...*

stone deposit adjacent to a rail line for shipping products to customers throughout Western Canada and the North. The limestone reserves are estimated at a 50 year supply. The proposed Quarry is about seven (7) kilometres southeast and one hundred forty-eight (148) metres upslope from the Lime Plant. Phase 1 of the project will commence with small quarry and one (1) lime kiln. Depending on the market demands in future years, there is potential to expand the project to include two (2) additional lime kilns.

In comparison to other mining projects this project is small in terms of jobs, but there is opportunity for other economic benefits such as joint venture opportunities and contracting opportunities. The construction for Phase 1 will require a labor force of forty (40) to fifty (50) people. The operations of both the plant site and quarry will require approximately twenty (20) permanent positions.

To date we have entered into a Memorandum of Agreement to establish a relationship with Lheidli T'enneh Nation and to dialogue on issues relating to the project including a framework for negotiation of an Economic Benefits Agreement. Both Lheidli T'enneh and Graymont have reached an agreement on the terms for an Impact Benefits Agreement. The terms are based on TLUS & Archaeological Studies, Capacity Funding, Employment, Direct Award Contracts and Procurement Opportunities, Participation in the EA process, Bio-Mass Feasibility Study, Annual Payment for Production and One-Time Lump Sum Payment. We negotiated for a stronger commitment around employ-

ment. Graymont has agreed to provide as much as 20% of employment for community members. It is key that community members increase their capacity and become qualified for the jobs.

ARCHER CRM Partnership had completed the Archaeological Impact Assessment with the Graymont – Giscome Lime Plant & Quarry Project. The permitting was finally approved and work began in October. There were a couple artifacts found, arrowheads, 1 full and 1 half. The Archaeological Branch required additional digs to be assessed, which was completed up at the end of November and early December.

LAJ Consulting Ltd. has also completed a feasibility study for the utilization of wood fibre to fire kilns at the proposed Graymont Quarry and Lime Plant in Giscome, BC. This feasibility study will review Lheidli T'enneh's access to secure sources of wood fibre and its conversion costs as a source of fuel for Graymont's Lime Plant.

On October 16, 17 & 18, Environmental Dynamics Inc. (EDI) along with staff completed the TLUS site visit. A focus group was held on October 7 with community members and a representative from Graymont. The interviews were then completed on November 13, 14 & 29. We had scheduled focus groups for the North and South Side Trailers and also the Economic Development office. Face to face interviews were also completed with about half a dozen community members.

We hosted a community meeting on Saturday February 1, 2014 to present and up-

date membership on the draft TLUS, the Archaeological Impact Assessment and Update from Graymont on the status of the proposed project.

In addition on June 4th, there was a one-day open house workshop was open to Lheidli T'enneh Members to review the Environmental Assessment. We have yet to coordinate a trip for community members to visit the Graymont operations at the Pavilion First Nation near Cache Creek.

### **Enbridge – Northern Gateway Pipeline**

The Enbridge – Northern Gateway Pipeline (NGP) is proposing to construct a pipeline from Edmonton to Kitimat. The Project involves the construction and operation of approximately 1,177 km of 36 inch diameter pipeline and will carry an average of 525,000 barrels of petroleum per day. Construction of the pipeline is subject to approval by the National Energy Board (NEB) and the Canadian Environmental Assessment Agency (CEAA) otherwise known as the Joint Review Panel (JRP). The NEB regulates the construction and operation of interprovincial pipelines to ensure their safety, security and economic efficiency. Interprovincial pipelines transporting petroleum products or natural gas require approval from the NEB before they can be built. In addition, the NEB will regulate the pipeline for its lifetime. The NEB and CEAA-led panel will hold public hearings along the route for Aboriginal groups, stakeholders and individuals to express their views and opinions on the pipeline directly to the government.

This project was under review by the Joint Review Panel (JRP). Although the Geotechnical field work has started. This preliminary work is required to provide additional information for the construction phase of the pipelines.

The JRP released their decision and report on December 18, 2013. The JRP approved the project based upon fulfilling the 209 conditions that were set out by the JRP. An application was submitted and approved by CEAA, to participate in the review and comment on of JRP Report and the Crown Consultation Report. Brian Toth has been contracted to review and comment on the JRP Report. A letter was sent to CEAA on Feb. 3, 2014 in regards to concerns and issue of the JRP Report. A request for a face to face meeting with CEAA reps will be scheduled for early March 2014. The face to face meeting with CEAA reps was on March 12, 2014. Our team shared the concerns and issues of Lheidli T'enneh. A response letter was sent to CEAA on April 7, 2015 in regards to concerns and issue of the JRP Report. In addition we have submitted a proposal for funding so that Lheidli T'enneh could develop and implement a Caribou Recovery & Management Plan.

After reviewing the JRP report and consulting with affected Aboriginal groups, the Government of Canada approved the Project on June 17, 2014. This decision accepts the recommendations of the JRP to approve the Project subject to the 209 conditions and had enabled the NEB to issue Certificates of Public Convenience and Necessity to the Northern Gateway Project. The proponent, NGP, must now demonstrate to the NEB how

## Economic Development Department Report

it will meet the 209 Certificate conditions should it wish to proceed with the Project. Through the issuance of the Certificates NGP must comply with any commitments made by NGP in its application, or in submissions or testimony during the public hearing and identified Certificate conditions. The NEB will monitor and enforce compliance of all of its requirements during the lifespan of the Project through audits, inspections and other compliance and enforcement tools.

Future meetings with Enbridge – NGP and the Aboriginal Equity Partners will include discussion on the business and contract opportunities are with the Northern Gateway project. It was identified that there will be opportunities in clearing the right of way, road building, camp services, equipment storage yards, safety and security, trucking, line locating, surveying, suppliers for sand, gravel, skids, mats and signs. In addition, Enbridge has funding for individuals to access training programs that lead to employment opportunities.

### **Pacific Northern Gas Looping Project**

Pacific Northern Gas Ltd. (PNG) is proposing to upgrade its transmission pipeline capacity by looping its existing natural gas transmission system between Summit Lake and Kitimat in order to serve new small scale Liquefied Natural Gas (LNG) Projects proposed for construction in Kitimat.

The project is referred to as the PNG Looping Project and involves construction and operation of approximately 525

km of 24 inch diameter pipe. The Project also includes upgrading of four (4) existing PNG compressor stations. One (1) new compressor station site is expected to be required due to the space limitations while the remaining three (3) existing compressor stations sites are expected to be adequate for the upgrades although it is possible that additional land may need to be acquired adjacent to existing sites to accommodate the proposed project. The new pipeline will operate in parallel with the existing pipeline to increase the overall pipeline capacity of the PNG Transmission System in order to meet the requirements of its existing customers and the proposed LNG facilities. The Project would require temporary infrastructure during construction, such as access roads, temporary bridges, stock sites, borrow sites, contractor yards and construction camps.

PNG has been providing natural gas to residential, commercial and industrial customers in this area of BC for over 45 years. PNG has an established track record for operational excellence and has developed and maintained relationships with landowners, Aboriginal communities and other stakeholders across its pipeline system.

PNG is committed to designing, constructing and operating the project in a safe and environmentally responsible manner that respects the communities within which it operates.

Lheidli T'enneh and PNG are in discussion for an MOU/ Capacity Agreement. We are discussing interim capacity funding to support further

community engagement, negotiation of agreements related to TLUS and TEK work, and support scoping of mutual benefits. The capacity funding arrangement under consideration would provide LTFN with capacity funding, until the Environmental Assessment Application is submitted to the BC EAO (estimated December 2014), and would support:

- Organization, hosting and costs for 2-3 Community meetings and information sessions;
- Continued discussions with BC EAO regarding the EA review process, between now and submission of Application;
- Continued ongoing discussions with representatives of PNG to discuss LTFN involvement in conducting TUS, and participating in TEK baselines studies including archeology;
- Contributions towards the hiring of additional administrative capacity within LTFN lands and resources office, to assist with increased work load, coordination of meetings, etc.
- Support for LTFN to develop and enhance their skills development training plan

In addition to the capacity funding agreement. PNG will provide support for the following additional activities, including:

- Participation and funding of the TLUS/ TEK.
- Subcontracting opportunities of environmental and biophysical field studies.
- Negotiation of a mutual benefits agreement
- Review of the completed Environmental Assessment application.

### **Canadian Dehua – Wapiti River Coal Mine Drilling & Bulk Sampling**

The Wapiti River Coal Property is located at 45 kilometers southeast of Tumbler Ridge. It covers 15000 hectares with estimated amount of 7.0 billion tons of coking coal in the area. The coal license was submitted in January 2010 and the review of the coal license is in progressing to date.

The topography, the project area is situated within the Peace River Coalfield and eastern foothills of the Rocky Mountains. The Lower Cretaceous coals of Gates and Gething formations are the two main coal-bearing units occurring through the property. The Gates formation contains 12 coal seams, of which, the maximum thickness from single seams is approximately 11.5 meters. The Gething formation contains 5 coal seams that the single seam thickness is approximately up to 8 meters.

The underground coal mine will be planned in the Wapiti River property. The long wall with room/pillar mining methods will be applied in this with a potential capacity of 6 million tons clean coal production. The geological exploration of the Wapiti River coal property will be planned to commence in September 2011. The environmental baseline study will be started at the same time with the coal exploration.

The testing and analysis for bulk sample proposes to collect 200,000 tonne of coal to test quality and processing feasibility, using two declines and one shaft (3 portals). Planned surface facilities include portals, waste rock stor-

## Economic Development Department Report *continued...*

age, settling pond, raw coal storage, warehouse, and temporary site structures.

To date we have had an introductory and project informational meeting with Canadian Dehua representatives, we will be engaging in discussions for a Memorandum of Agreement to establish a relationship and to dialogue on concerns and issues relating to the project including a framework for negotiation of an Economic Benefits Agreement. More recently the operations have ceased due to market trends.

### Britco

Britco is one of the largest modular construction com-

panies in the industry. They provide temporary and permanent residential and commercial modular buildings and offers, not only leading design-build capabilities but also turn-key construction project management services for a wide range of customers in the infrastructure, construction, energy and resource sectors. Britco also has one of the largest lease fleets of office complexes, construction site offices, sales centres and storage containers in British Columbia. Lheidli T'enneh has been in discussions since the summer with Britco in regards to a business relationship. We are at the final stages of completing a Memorandum of Understanding and moving

forward with a business relationship.

The Memorandum of Understanding was signed in December prior to the Christmas Break. A news release as issued on January 15, 2014, this was a strategic move due to the BC Natural Resource Forum that was in Prince George on January 22 & 23. In addition we hosted a reception at the Economic Development Office on January 21 with Britco.

### Falcon Camp Services

Lheidli T'enneh & Falcon Camp Services Inc. have previously established good working relationship and

have renewed that relationship by entering into a new agreement. Falcon provides a full camp and catering services. Britco as they have agreed to use their best efforts to facilitate an agreement whereby Falcon Camp Services Inc. will supply camp facilities and catering services to the projects within the Territory. Falcon has responded to the TransCanada Solicitation of Interest for Camps and Camp Support Services for the Northern BC Region.

### DOMCOR Health Safety and Security Ltd.

DOMCOR is a leader in providing a full suite of protective and training services. We are currently in discussions to

The following table provides a snapshot of Projects within Lheidli T'enneh Traditional Territory

Company	Project Name	Type of Product	Environmental Assessment Status	Start and End Points	Size and length of Pipeline and Capacity	Estimated Cost	Estimated Date of Completion
TransCanada	Coastal GasLink Pipeline Project	Natural Gas	EA Application Under review by BCEAO	Dawson Creek to Kitimat	48" 650 kms 1.7 bcf/day	\$5 billion	2015
Kinder Morgan	Trans Mountain Expansion Project	Heavy Crude Oils	EA Application has been filed, the NEB will review beginning in Summer 2014	Edmonton to Burnaby	36" 980km 890,000 barrels per day	\$5.4 billion	2017
Enbridge	Northern Gateway Pipeline	Crude Oil	JRP recommended 209 conditions, the Federal Government	Edmonton to Kitimat	36" 1177km 525 barrels per day	\$5.5 billion	2017
Pacific Northern Gas	PNG Looping	Natural Gas	Pre-Application Field Studies	Summit Lake to Kitimat	24" 525 km 600 MMscfd	\$1.5 billion	2016
Pacific Trail Pipelines	Pacific Trail Pipeline	Natural Gas	Certificate Issued	Summit Lake to Kitimat	42" 463 km .75 bcf/day	\$1.8 billion	2018
Graymont	Giscome Lime Plant & Quarry	Lime	EA Application to be submitted Summer 2014	Giscome	Quary 600,000 tonnes/yr Lime Plant 198,000 tonnes/yr	\$80 million	2016
Canadian Dehua	Wapiti UG Coal Mine Drilling & Bulk Sample	Coal	Baseline Field Studies for Bulk Sample Permitting (Technical Assessment Report)	Tumbler Ridge	Bulk Sample 200,000 tonnes	unknown	2014 (Bulk Sampling not a full mine)

## Economic Development Department Report *continued...*

develop a joint venture partnership in which procurement contracts and/or direct award contracts related to all Protective, Health and Safety services and training related to these services, specifically for First Aid, Security, Traffic Control and Construction Safety Officers.

### Environmental Dynamics Inc.

Lheidli T'enneh and Environmental Dynamics Inc. (EDI) have had discussion in regards to working together. Both Parties have agreed to developing a formal business relationship such as a joint venture or corporate entity in the natural resource/environmental field, where Lheidli T'enneh would hold a majority of shares and EDI a minority.

Environmental Dynamics Inc. (EDI) has been helping Lheidli T'enneh with the Traditional Land Use Studies on the TransCanada CGL, the Graymont – Giscome Lime

Plant & Quarry Project and Pacific Northern Gas Looping Project. In addition we are anticipating subcontracting opportunities for Biophysical Field Studies in the summer of 2014.

### Forestry Partnerships

Tano T'enneh Limited Partnership has a business partnership with Canfor for Tano T'enneh Non-Replaceable Forest Licence, A90812, which is a 5 year licence. Canfor is on schedule to harvest 101,888m<sup>3</sup> this year of 2013/2014.

Tano T'enneh LP has a community forest licence, K1N. This licence is in partnership with Ainsworth Engineering Ltd. Our partnership with Ainsworth concluded on Dec.31, 2013. Ainsworth is presently harvesting wood within Cutting Permits 2 and 3, near the West Lake portion of the licence. We will know the final volume harvested by Ainsworth by January 2014. We

are presently discussing with BC Ministry of Forests, Lands, Natural Resource Operations (FLNRO) office, to review options of changing the timber profile for the licence, to meet local market conditions for community sustainability purposes.

### Chunzoolh Brushing

We, the Lheidli T'enneh Nation, have 2 forest licences within Chunzoolh Forest Products Ltd, which is now Tano T'enneh Limited Partnership. These licences, A56313 and A72190 presently have silviculture obligations, such as brushing. We contracted Spectrum Resource Group for the brushing of an estimated 395 hectares. The brushing was completed by the end of this October 2013. One community member, Eric Paul, worked with Spectrum, to complete the work. He is presently working with Spectrum on other contracts. The completion of this brushing is of significance because it

brings these licences closer to being declared Free to Grow status, which will put these licences back within the BC FLNRO office for management.

### Natural Gas Development

Both the Ministry of Aboriginal Relations & Reconciliation (MARR) and British Columbia Oil & Gas Commission (BCOGC) have engaged with Lheidli T'enneh in regards to the Natural Gas Development. MARR has drafted and presented a framework agreement to Lheidli T'enneh in regards to Natural Gas Development. The purpose of this framework agreement is to identify topics for discussion with provincial officials in respect of the proposed projects and provide capacity funding to support participation in such discussions. In addition BCOGC has also presented a protocol agreement to guide their interactions and their efforts to build and sustain a constructive working relationship.

## Canada Winter Games - Official Host First Nation



**Veronica Haddon**  
Host First Nation  
Coordinator

Hello, my name is Veronica Haddon. I am a member of Tattaskweyak Cree Nation, Manitoba and have lived in Prince George for 9 years. I also sit with the Lihk jih bu clan with

the Lake Babine Nation and am a mother to 6 children. I started the Host First Nations Coordinator position in February 2014.

### Job Summary

The Coordinator is responsible for providing coordination, support and other general assistance for planning and promoting Lheidli T'enneh's role as the Host First Nations' role for the 2015 Canada Winter Games. Under the direction of the Community Economic Development Manager, the Coordinator will work to develop, finalize and imple-

ment the objectives and work plan for the Host First Nation. In addition, the Coordinator will maintain close liaison with the 2015 Canada Winter Games Host Society and Staff, Aboriginal & First Nation Organizations, the City of PG and other community stakeholders.

### Social Media

Here are the ways we are trying to keep everyone informed through Social Media:

We have a dedicated webpage for all the Lheidli T'enneh Canada Games initiatives

that is currently being worked on and will be up & running soon! Make sure you check it out often to keep updated & don't forget to remind your family and friends! Watch for it: [www.lheidli2015.ca](http://www.lheidli2015.ca)

Be sure to 'like' us on Facebook – **Lheidli T'enneh – Host First Nation** & don't forget to 'share' our posts to get more people to like our page!

Follow us on Twitter – Lheidli T'enneh **@HostFirstNation** - don't forget to use our hashtag **#leidli2015** and

## Canada Winter Games - Official Host First Nation *continued...*

retweet us!

Look for us on Flickr – **Host First Nation** – and check out our albums!

### Aboriginal Day

I hosted a booth at Fort George Park on Aboriginal Day. It was a great way to connect with the larger community. I did a lot of information sharing & had an “information sheet” for people to fill out if they wanted to. Please come see me if you are interested in Volunteering for Lheidli T'enneh during the 2015 Canada Winter Games: Feb 13 – March 1st, 2014!

### Artists

I have been meeting with many artists from the community to discuss their ideas. We are looking at various methods to incorporate art in to the Pavilion.

### Gathering of Rocks

I have been very involved in the process of creating the “Call to Artists” for the vessel that will be created for the Gathering of Rocks as has 2 different representatives from the city. There is a call out for artists that want to send in submissions for this.  
[www.canadagames2015.ca](http://www.canadagames2015.ca)

### Canada Games Plaza

For several months now I have been involved in an advisory committee that is helping with the renovation of what will be called Canada Games Plaza (outside area of the Civic Centre). Part of the renovations has included 6 timeline events dating back before the City of Prince George was incorporated. These events will be incorporated in to the design in cement & written in English, French & Lheidli T'enneh dialect. As well there will be 14 pillars wrapped with pictures – 10 of which

are of well known ‘characters/themes’ from the Prince George area over the last 100 years. 4 of which will be designed by Councillor Jennifer Pighin – utilizing the clans. As well, I have been working with Bill Poser for all of the translations that the City has required – and there have been many! When the 4 Lheidli T'enneh wraps and wording are completed Bill will do the final translation for that as well. Bill has consulted with Elder Mary Gouchie throughout the project and both are being paid for their efforts.

### Proposals & Reports

Many hours are spent editing, revising or helping to write reports, communications & some proposals along with the Newsletter submission.

### Meetings

A big part of my job is meeting with Canada Winter Games staff to ensure Lheidli T'enneh is well represented and included in all aspects of the Games.

### Pavilion Update

The design for the Pavilion takes up an exorbitant amount of time at the moment. I am often in conference calls with the design, mechanical, electrical, city, engineering and Britco teams. As well, there are daily calls, emails, designs, and decisions to be attended to.

### Funding

We are very pleased to announce that we were successful in attaining \$250,000 from the Northern Development Initiatives Trust for the construction of the Pavilion. I continue to work on searching for viable funding options for the Pavilion, Programming & Staffing.

### Initiatives

Below are some of the initiatives I continue to work on:

1. Proposals
2. Sponsorship
3. Programming & Entertainment
4. Ambassador Program
5. Volunteer Program
6. Engaging local Aboriginal organizations
7. Engaging Northern First

Nations

8. Agreements – with PG-NAETA, Canada Winter Games etc.
9. Licensing & Non-Licensing Agreements
10. Communications – Social media, website, editing documents, writing letters, welcomes
11. Working Group meetings
12. Community meetings
13. Report writing
14. Attending Procurement workshops with IPG & CWG's
15. Familiarizing myself with Lheidli T'enneh's history
16. Learning about the direction LTFN wants to go with the Canada Winter Games
17. Creating presentations for various meetings
18. Merchandise

It is very exciting to work for Lheidli T'enneh on the 2015 Canada Winter Games. I am based out of the Economic Development Office downtown. Please feel free to come see me if you are interested in volunteering or finding out more about the 2015 Canada Winter Games or drop me an



## OFFICIAL HOST FIRST NATION

[www.lheidli2015.ca](http://www.lheidli2015.ca) | Follow us



## Collection of Voices

email vhaddon@lheidli.ca

The Lheidli T'enneh would like to thank the members of the Community Engagement Committee for their service to the community, and specifically in the development of this report.

The collection of thoughts and responses by community members who agreed to be interviewed will serve to guide Chief and Council and staff, and serve the community as a whole.

Committee members can reflect on the interviews and development of this report as a useful tool to help the Lheidli T'enneh to work towards a positive and sustainable future.

Elizabeth Bjorklund  
Frank Frederick, Sr.  
Shirley Gustason  
Dolleen Logan  
Felicia Nome  
Joshua Seymour  
Lenora White  
Rena Zatorski  
Norman Dale  
Kevin Brown  
Dolleen Logan

### Executive Overview

The House Calls/Interviews process began following an Open House hosted by the Community Engagement Committee (CEC) on Mother's Day 2012. The Open House was part of the Three Paths Program which was implemented to look at three options for community growth and development for the Lheidli T'enneh.

The options were; status quo (Lheidli today), treaty, or self-determination. Open House participants were asked to comment on three questions.

1. What do you hope for your

community?

2. What can we do together to make a difference?
3. What can I do to make this happen?

Many community members who attended the Open House said they would prefer to share their thoughts and ideas in one-on-one conversations versus in a public forum such as the Open House. The House Calls/Interviews process was determined to be the best option to accommodate community members. It began in 2012 and concluded in September 2013. CEC members spent the fall of 2013 reviewing their interviews and compiling responses. This work was completed in January 2014 and the House Calls/Interviews (HCI) report is the result.

312 community members were contacted as part of the HCI process and 115 agreed to be interviewed. 88 community members asked for information packages only and the others either declined an interview or did not respond to calls. Some who agreed to be interviewed questioned the need for the HCI process while others were happy to hear from a community member, especially those living out-of-town. Still others said they hadn't heard about the treaty in some time and others wanted to know the status of the specific claim.

### What do you hope for your community?

26% UNITY

In responses to question one, the need for unity within the Lheidli T'enneh is repeated most often. Many respondents feel there should be more time and resources spent on bringing the community closer together through community

gatherings, cultural awareness events, language classes and other celebrations. Many feel that development of a 'Gathering Place' either on-reserve or in downtown Prince George would help restore the Lheidli identity and bring community members closer together.

19% SELF SUFFICIENCY

Community members participating in the interviews also want to see the Lheidli T'enneh become self-sufficient again. However, in the responses provided during the interviews there is no clear choice expressed as to which model of self-sufficiency might work best for the community. There are many questions and concerns about the proposed treaty with Canada and BC. There are questions about land values, impacts on individual Lheidli members and status, and financial impacts of the treaty. Some suggest the Lheidli T'enneh would be better off pursuing a path of self-determination and negotiate access to more resources with BC and Canada and pursue more joint-ventures with the private sector.

Some say they don't understand the treaty while others say they would welcome more information upon which to make an informed decision when the 2nd ratification vote is held. People are also unsure about the status of the specific claim and that the agreement-in-principal (AIP) doesn't recognize that there is an outstanding specific claim.

11% COMMUNICATION

Many respondents would like to see more communication between Chief and Council and community members, and more communication within the community generally about special events, proj-

ect meetings and other business/news/events of interest to Lheidli members

### What can we do together to make a difference?

31% RESPECTFUL INTERACTION/HEALING ACTIVITIES

In responses to question two, a majority of respondents suggested they feel respectful interaction amongst community members and more healing activities would make a positive difference for the Lheidli T'enneh. Participants offered a comprehensive and wide range of suggestions and ideas to accomplish this. More cultural healing events, more community picnics, more education, more transparency, reenergize the clan system and individuals taking responsibility for their actions are just a small sample of the dozens of ideas given in response to this question.

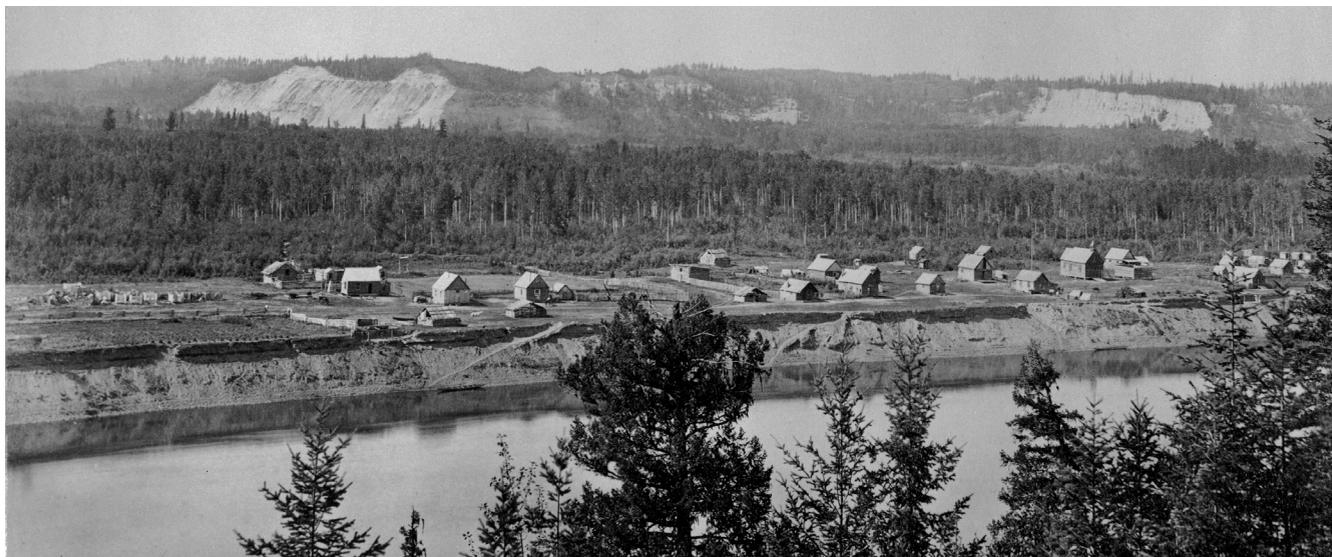
23% TRUST/INCLUSIVITY

Many respondents feel much could be done to improve trust between Chief and Council and Administration, and within the community as a whole. Others don't feel their voices are heard about regular community business (programs, services, special activities) or when new initiatives are being considered. Some suggest more workshops be held to allow community members to offer their ideas and suggestions and that these workshops would allow out-of-town community members more opportunities to participate in regular community business.

11% COMMUNICATION

Many respondents feel building trust and a greater sense of inclusion could be accomplished in part, by improved communication. More mail-

## Collection of Voices *continued...*



outs, better use of the internet, more information on the Lheidli website, video recording of meetings posted on the Lheidli website are some of the suggestions about how to improve communication and in turn, build trust and a feeling of inclusion amongst community members.

### What can I do to make this happen?

#### 11% VOLUNTEER TIME AND SKILLS

In responses to question three, people most often said they would be willing to volunteer their time and skills to help build a better community. This indicates a strong sense of ownership of the community by individuals and a willingness to help improve the community. Respondents are clear in accepting responsibility to help others in the community.

#### 9% BECOME A BETTER ROLE MODEL

Many respondents feel they can become better role models in the community by seeking more education, getting more involved in the community, helping organize cultural activities, working with youth and become better informed about regular community business to name a few. There is a strong awareness what when individuals improve

their lives, they help improve the community.

#### 7% EDUCATION/HEALTH

Respondents feel this can be accomplished with more education, more attention to health and wellness, greater participation in community activities, more honesty and respect for others and becoming more involved in the community.

#### Background

The Lheidli T'enneh, Canada and British Columbia concluded a final agreement for a treaty on October 29, 2006. The final agreement was rejected by a narrow margin in a vote held in 2007. In response, Chief and Council undertook a survey of community members to determine why the final agreement was rejected. The survey was conducted by a third-party polling company and produced a number of conclusions including; community members didn't know enough about the proposed treaty, some wanted to know more about how the treaty would impact community members both on reserve and off, and others simply did not feel a treaty was the way to go for the Lheidli T'enneh.

In 2009, a Governance Working Group was established to act on the conclusions and recommendations outlined in the community survey re-

port. The GWG organized a number of information sessions designed to help community members better understand the proposed treaty. A tour of Lheidli community members to visit the Nisga'a was also organized to allow Lheidli members to hear directly from Nisga'a elders, leaders and community members about the challenges and opportunities that came when the Nisga'a signed a treaty with Canada and BC.

Chief and Council determined in 2010, that a referendum would be conducted to determine if a 2nd ratification vote should be held to determine whether to accept or reject the treaty. In November 2010, the referendum passed by a narrow margin.

In 2011, the GWG became the Community Engagement Committee (CEC) to carry on the work of communicating and engaging community members about the future of the Lheidli T'enneh. The CEC held a community meeting on Mother's Day 2012 to update community members and seek feedback on how best to move the community forward in dealing with the treaty question. The event was attended by about 150 community members and what emerged from the facilitated conversation was strong encouragement to look at alter-

natives to a treaty.

People pointed to several BC First Nations such as Westbank and the Council of the Haida Nation having achieved prosperity and sustainability without having signed a treaty. The CEC took the feedback gathered at this event and developed the Three Paths Project. The project essentially set out to share information and gather feedback from community members about three options the Lheidli T'enneh could choose to build a positive, sustainable future.

- Path One was to maintain the status quo and rely on revenues from the federal government and Lheidli businesses to sustain the community.
- Path Two would be to approve the final agreement with Canada and BC and sign the treaty.
- Path Three would be a self-sustaining model of continued business development, joint ventures with industry and new initiatives with BC and Canada.

Community members who attended the Mother's Day 2012 Community Meeting also said they felt they didn't always know what Chief and Council were doing on the community's behalf and encouraged more communication with community members.

The CEC determined that it would provide community members with an opportunity to learn more about the three options and receive feedback directly from community members through in-person or over-the-phone interviews. The interviews were started in late 2012 and concluded in the summer of 2013. This report captures the feedback received from community members who took part in the process.

Financial Statements

**LHEIDLI T'ENNEH BAND**

**MANAGEMENT'S STATEMENT OF RESPONSIBILITY**

The accompanying financial information of Lheidli T'enneh Band and all the information in this annual report for the year ended March 31, 2014 are the responsibility of management and have been approved by the Chief and Council on behalf of the Band.

The financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since it includes 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 Lheidli T'enneh Band maintains systems of internal accounting and administrative 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 Nation's assets are appropriately accounted for and adequately safeguarded.

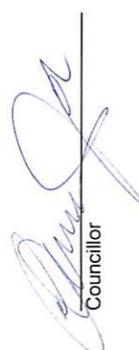
The Nation Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

The Chief and Council review the Nation's financial statements and recommend their approval. The Chief and Council meet 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 annual report, the financial statements and the external auditors report. (The Chief and Council take this information into consideration when approving the financial statements for issuance to the Members. The Chief and Council also consider the engagement of the external auditors.

The financial statements have been audited by RHB Schmitz de Grace, Chartered Accountants, in accordance with Canadian generally accepted auditing standards and their audit report outlines the scope of their examination and their opinion on the financial information.

  
 Chief

August 12/2014  
 Date

  
 Councillor

August 12/14  
 Date

**RHB SCHMITZ de GRACE**  
Chartered Accountants

**RHB SCHMITZ de GRACE**

Chartered Accountants

Partners

- Lynn Ross, CPA, CA
- Norm Hildebrandt, CPA, CA
- Allison Beswick, CPA, CA

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 Prince George, BC, V2K 1A1  
 Tel. (250) 564-2515  
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 E-mail: [office@rhbcpa.ca](mailto:office@rhbcpa.ca)

**INDEPENDENT AUDITORS' REPORT**

**To the Members of  
Lheidli T'enneh Band**

We have audited the accompanying financial statements of Lheidli T'enneh Band, which comprise the statement of financial position as at March 31, 2014 and the statements of financial activities and accumulated surplus, change in net financial assets and of cash flows 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.

**Auditors' 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 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 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.

## RHB SCHMITZ de GRACE

Chartered Accountants

Partners  
 • Lynn Ross, CPA, CA  
 • Norm Hildebrandt, CPA, CA  
 • Allison Beswick, CPA, CA

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• Denotes professional corporation

### INDEPENDENT AUDITORS' REPORT, continued

#### Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Lheidli T'enneh Band as at March 31, 2014, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

#### Other Matter

The financial statements of Lheidli T'enneh Band for the year ended March 31, 2013 were audited by another auditor who expressed a qualified opinion on those statements July 29, 2013.

The qualified opinion related to the valuation of the investment in FNLP ( PTP). The investment was not susceptible to satisfactory audit procedures as the December 31, 2013 financial statements had not yet been released. Accordingly, the verification related to this investment was limited to the amounts recorded in the records of the Nation. They were not able to determine whether any adjustments might be necessary.

Prince George, BC  
 July 15, 2014

Chartered Accountants

## LHEIDLII T'ENNEH BAND STATEMENT OF FINANCIAL POSITION

March 31, 2014

### ASSETS

	2014	2013
<b>FINANCIAL ASSETS</b>		
Cash	\$ 1,222,378	\$ 468,788
Accounts receivable (Note 3)	265,949	216,933
Inventory held for sale	17,125	13,215
Long-term investments (Note 4)	4,020,312	2,431,540
Advances to related parties (Note 5)	166,128	526,618
Investment in Government Business Entities (GBE) (Note 6)	1	1
Promissory note receivable (Note 9)	2,131,279	2,027,546
Ottawa trust funds (Note 10)	2,086	2,992
Restricted cash (Note 11)	516,934	477,637
	<u>8,342,192</u>	<u>6,165,270</u>

### LIABILITIES

Accounts payable and accrued liabilities (Note 12)	280,866	491,256
Advances from related parties (Note 13)	239,088	514,161
Long-term debt (Note 14)	1,003,839	991,794
Treaty loan (Note 15)	6,343,525	6,343,525
Replacement reserves (Note 16)	362,166	354,300
	<u>8,229,484</u>	<u>8,695,036</u>
<b>NET FINANCIAL ASSETS (NET DEBT)</b>	<u>112,708</u>	<u>(2,529,766)</u>

### NET FINANCIAL ASSETS (NET DEBT)

112,708

### NON-FINANCIAL ASSETS

Tangible capital assets (Note 17)	3,988,171	4,008,511
Prepaid expenses	67,736	26,210
	<u>4,055,907</u>	<u>4,034,721</u>

### ACCUMULATED SURPLUS

\$ 4,168,615

### CONTINGENT LIABILITY (Note 18)

Approved on behalf of the Lheidli T'enneh Band

 Chief

 Councillor

**RHB SCHMITZ de GRACE**  
 Chartered Accountants

## Financial Statements

LHEIDLIT'ENNEH BAND		2014 Actual	2013 Actual
<b>STATEMENT OF FINANCIAL ACTIVITIES AND ACCUMULATED SURPLUS</b>			
For the year ended March 31, 2014			
<b>REVENUE</b>			
Federal government:			
Aboriginal Affairs & Northern Development Canada	\$ 1,161,104	\$ 996,952	
Department of Fisheries and Oceans	154,280	199,138	
Canadian Mortgage and Housing Corporation	68,090	80,636	
Government of Canada	299,801	-	
Health Canada	161,529	128,044	
Provincial government	420,725	455,436	
Other aboriginal groups	74,953	27,212	
Band generated	548,245	508,007	
Donations	406,706	53,861	
Administrative fees	208,795	49,081	
Wage replacement	374	41,749	
Other revenues (Note 25)	2,322,523	949,045	
	<u>5,827,125</u>	<u>3,489,161</u>	
<b>EXPENSES</b>			
Administration	1,271,941	888,567	
Education and training	404,523	297,955	
Social assistance	162,679	268,164	
Health	159,816	112,184	
Capital	99,886	121,261	
Housing	333,293	336,072	
Economic development	994,253	245,628	
Lands	231,870	247,595	
Treaty	124,668	209,537	
Fisheries	159,175	195,840	
Public Works	220,308	102,610	
Community interests	42,885	5,073	
Children and families	118,305	101,128	
Band generated	501,034	489,538	
	<u>4,824,636</u>	<u>3,621,152</u>	
	<u>(63,120)</u>	<u>(21,295)</u>	
<b>RECOVERY</b>			
	939,369	(153,286)	
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES BEFORE OTHER ITEMS</b>			
	134,117	-	
<b>OTHER ITEMS</b>			
Gain on disposal of tangible capital assets	1,400	-	
Gain on disposal of tangible capital assets	1,622,872	175,139	
Equity in Tano T'enneh Limited Partnership	(34,099)	(43,363)	
Obligation in equity in Lheit Lit'eh Development Corporation	1,724,290	131,776	
	<u>2,663,659</u>	<u>(21,509)</u>	
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>			
	1,504,956	1,526,465	
<b>ACCUMULATED SURPLUS AT BEGINNING OF THE YEAR</b>			
	\$ 4,168,615	\$ 1,504,956	
<b>ACCUMULATED SURPLUS AT THE END OF THE YEAR</b>			

See notes to the financial statements.

**RHB SCHMITZ de GRACE**  
Chartered Accountants

5

LHEIDLIT'ENNEH BAND		2014	2013
<b>STATEMENT OF CHANGE IN NET FINANCIAL ASSETS</b>			
March 31, 2014			
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>			
Acquisition of tangible capital assets	(214,071)	(337,862)	
Amortization of tangible capital assets	220,292	217,832	
Gain on disposal of tangible capital assets	(134,117)	-	
Proceeds from disposal of tangible capital assets	148,236	-	
	<u>20,340</u>	<u>(120,030)</u>	
(Acquisition) use of prepaid expenses	(41,526)	6,283	
Increase (decrease) in net financial assets	2,642,473	(135,256)	
<b>NET DEBT AT BEGINNING OF THE YEAR</b>			
	<u>(2,529,765)</u>	<u>(2,394,509)</u>	
<b>NET FINANCIAL ASSETS (NET DEBT) AT END OF THE YEAR</b>			
	\$ 112,708	\$ (2,529,765)	

**RHB SCHMITZ de GRACE**  
Chartered Accountants

6

LHEIDLI T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

1. DESCRIPTION OF OPERATIONS

Lheidli T'enneh Band is a self-governed First Nations Band and operates on the Lheidli T'enneh First Nation reserve in Prince George, BC. Its head office is located in Prince George, BC with off-reserve aboriginal communities are also located throughout the North East and Southern areas of Prince George.

2. SIGNIFICANT ACCOUNTING POLICIES

These summary financial statements have been prepared in accordance with Canadian generally accepted accounting principles for government entities, as defined in the CICA Public Sector Accounting and Auditing Handbook, which encompasses the following principles:

Fund Accounting

Lheidli T'enneh Band ("the Band") uses fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual, or voluntary actions. The various funds have been amalgamated for the purposes of presentation in the consolidated Summary Financial Statements. Detail of the operations of each fund are set out in the supplementary schedules. The Band maintains the following funds:

- The Operating Fund which reports the general activities of the Bands administration.
- The Capital Fund which reports the capital assets of the First Nation not included in the other funds, together with their related activities.
- The Trust Fund which reports on the trust funds of the Band and held by third parties.
- The CMHC Housing Fund which reports on activities within the CMHC Housing Program.
- The Enterprise Fund which reports the First Nation's investment in self-supporting commercial entities.

Reporting Entity Principles of Financial Reporting

These financial statements report only on the activities of the Lheidli T'enneh Band.

Lheidli T'enneh Band's reporting entity includes the Band and all related entities which are accountable to the Band and are either owned or controlled by the Band.

These financial statements consolidate the assets, liabilities and results of operations for the following entities which lend themselves to consolidation:

1. Operations Fund
2. Capital Fund
3. Trust Fund
4. CMHC Housing Fund
5. Enterprise Fund

RHB SCHMITZ de GRACE  
Chartered Accountants

LHEIDLI T'ENNEH BAND

STATEMENT OF CASH FLOWS

For the year ended March 31, 2014

	2014	2013
<b>OPERATING ACTIVITIES</b>	<b>\$ 2,663,659</b>	<b>\$ (21,509)</b>
Excess of revenue over expenses	220,292	217,832
Items not affecting cash:	(134,117)	-
Amortization of tangible capital assets	(1,400)	-
Gain on disposal of tangible capital assets	34,099	43,363
Equity in Lheit Lit'en Development Corporation	(1,622,872)	(175,139)
Equity in Tano T'enneh Limited Partnership	1,159,661	64,547
Changes in non-cash working capital items:		
Accounts receivable	(49,015)	89,525
Prepaid expenses	(41,526)	6,283
Accounts payable and accrued liabilities	(210,390)	231,894
Inventory held for sale	(3,910)	(5,628)
Ottawa trust funds	906	(22)
Advances from related parties	(275,073)	(46,286)
	<b>580,653</b>	<b>340,313</b>
<b>FINANCING ACTIVITIES</b>	<b>12,045</b>	<b>(103,328)</b>
Repayment of long-term debt	(103,733)	(98,684)
Increase in promissory note receivable	-	(322,217)
Repayment of short-term financing	350,490	60,956
Advances to related parties	268,802	(463,273)
	<b>(214,071)</b>	<b>850,000</b>
<b>INVESTING ACTIVITIES</b>	<b>1,400</b>	<b>(337,861)</b>
Repayment of investment in Tano T'enneh Limited Partnership	-	-
Acquisition of tangible capital assets	1,400	-
Proceeds on disposal of tangible capital asset	148,237	22,926
Proceeds on disposal of tangible capital asset	22,926	(2,471)
Additions to reserves	(15,060)	-
Drawings from reserves	(56,568)	532,594
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>792,887</b>	<b>409,634</b>
<b>CASH AT BEGINNING OF THE YEAR</b>	<b>946,425</b>	<b>536,791</b>
<b>CASH AT END OF THE YEAR</b>	<b>\$ 1,739,312</b>	<b>\$ 946,425</b>
<b>REPRESENTED BY</b>		
Cash	\$ 1,222,378	\$ 468,788
Restricted cash	516,934	477,637
	<b>\$ 1,739,312</b>	<b>\$ 946,425</b>

RHB SCHMITZ de GRACE  
Chartered Accountants

See notes to the financial statements.

LHEIDLII T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

2. SIGNIFICANT ACCOUNTING POLICIES, continued

All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual schedules.

Investments in Government Business Entities

Incorporated business entities, which are wholly-owned by Lheidli T'enneh Band, are accounted for in the financial statements using the modified equity method and include Lheit Lit'en Development Corp. and Tano T'enneh Limited Partnership.

Government partnerships, in which Lheidli T'enneh Band has an ownership interest, are accounted for in the financial statements using the modified equity method. This includes Tano T'enneh Limited Partnership.

Tangible Capital Assets

Tangible capital assets are recorded except for reserve lands, natural resources and cultural resources which are not recorded.

Amortization on capital projects in progress will commence when the projects are complete and the assets are considered available for use.

Amortization is provided on the straight-line basis over the estimated useful life of the asset as follows:

Automotive Equipment	5 years	Straight-line
Boats and fisheries equipment	10 years	Straight-line
Buildings	30 years	Straight-line
Computer equipment	3 years	Straight-line
Fuel tanks	20 years	Straight-line
Land improvements	50 years	Straight-line
Machinery and equipment	10 years	Straight-line
Office furniture and equipment	8 years	Straight-line
Portable classrooms	15 years	Straight-line
Recreation site	20 years	Straight-line
Roads	50 years	Straight-line
Signage	10 years	Straight-line
Social housing	25 years	Straight-line
Water systems	30 years	Straight-line
Website development	10 years	Straight-line

RHB SCHMITZ de GRACE  
Chartered Accountants

LHEIDLII T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

2. SIGNIFICANT ACCOUNTING POLICIES, continued

Financial Instruments

Measurement of financial instruments

The Nation initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The Band subsequently measures all its financial assets and financial liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value of these financial instruments are recognized in net income.

Financial assets measured at amortized cost include, cash (restricted and unrestricted), accounts receivable, and trust funds.

The entity has designated investments in Government Business Entities to be measured at fair value.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, reserves and long-term debt.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

Transaction costs

The Band's transaction costs related to financial instruments that will be subsequently measured at fair value are recognized in net income in the period occurred. The carrying amount of the financial instruments that will not be subsequently measured at fair value is adjusted for transaction costs directly attributable to the origination, issuance or assumption of these instruments.

Inventory

Inventory is recorded at the lower of cost and net realizable value. Cost is measured using the average weighted cost method.

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LHEIDL T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

2. SIGNIFICANT ACCOUNTING POLICIES, continued

Revenue Recognition

Revenue and expenses are recorded using the accrual basis of accounting. Revenue is recognized in the period in which the transactions or events occurred that gave rise to the revenue. Gains are recognized when realized. Items not practically measureable until cash is received are accounted for at that time.

Investments

Investments with significant influence are accounted for on a modified equity basis. Portfolio investments are accounted for on a cost basis.

Measurement Uncertainty

The preparation of financial statements in conformity with Canadian public sector accounting standards 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 year. Actual results could differ from management's best estimates as additional information becomes available in the future.

Recoveries of Funding and Agency Reimbursements

Funding received from federal government sources in the form of conditional transfer payments are subject to recovery by the Crown. The Crown may also reimburse expenses upon determining adherence to the terms and conditions of payment for a specific purpose. Recoveries and reimbursements are accounted for in the period they are recovered or received.

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LHEIDL T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

3. ACCOUNTS RECEIVABLE

	2014	2013
Kinder Morgan Trans Mountain Pipeline Project	\$ 60,000	\$ -
Federal Government	57,422	80,113
Receiver General	49,585	34,273
Rental Revenue	29,114	136,361
Lazy F-D Ranches	17,089	-
Northern Gateway Pipeline	16,867	-
All Nations Trust	14,934	-
Other Accounts Receivable	11,419	12,238
PG Canada Winter Games Society	10,000	-
PGNAETA	5,445	3,647
New Relationship Trust	4,320	-
Union of BC Municipalities	4,000	4,000
Band Member Loans	2,962	675
Aboriginal Affairs & Northern Development Canada	-	6,320
Canada Forest Products Ltd.	-	34,346
	<u>283,157</u>	<u>311,973</u>
Allowance for doubtful accounts	<u>(17,208)</u>	<u>(95,040)</u>
	<u>\$ 265,949</u>	<u>\$ 216,933</u>

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LHEIDLII T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

4. LONG-TERM INVESTMENTS

	2014	2013
Investment in Lheit Lit'en Development Corporation (Note 7)	\$ (785,817)	\$ (751,718)
Investments in Tano T'enneh Limited Partnership (Note 8)	4,806,128	3,183,257
FN (PTP) Group Limited Partnership (606 Units)(Note 6)	1	1
	<u>\$ 4,020,312</u>	<u>\$ 2,431,540</u>

5. ADVANCES TO RELATED PARTIES

	2014	2013
LTN Education Fund	\$ -	\$ 10,469
Tano T'enneh Limited Partnership	166,128	166,016
CMHC Social Housing	-	350,133
	<u>\$ 166,128</u>	<u>\$ 526,618</u>

Advances to Lheit Lit'en Development Corporation, a wholly owned subsidiary of Lheidli T'enneh Band are unsecured, non-interest bearing with no set terms of repayment.

Advances to LTN Education Fund, a wholly owned subsidiary of Lheit Lit'en Development Corporation are unsecured, non-interest bearing with no set terms of repayment.

Advances to Tano T'enneh Limited Partnership, a related party, are unsecured, non-interest bearing with no set terms of repayment.

6. INVESTMENT IN FN (PTP) GROUP LIMITED PARTNERSHIP

Lheidli T'enneh Band owns 1 common share in FN (PTP) Group Limited Partnership. This investment has been accounted for on a cost basis.

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LHEIDLII T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

7. INVESTMENT IN LHEIT LIT'EN DEVELOPMENT CORPORATION

The fiscal year end of Lheit Lit'en Development Corporation is March 31. The financial summary of Lheit Lit'en Development Corporation from the March 31, 2014 unaudited financial statements are summarized as follows:

Lheit Lit'en Development Corporation is a wholly owned subsidiary of the Band, which in turn holds a 100% interest in Chunzoooh Forest Products Limited. Financial statements for this controlled entity are available for review.

CURRENT ASSETS

Cash	\$ 269,065	\$ 273,111
GST receivable	15	-
Due from related parties	1,734,192	1,734,667
Property, plant and equipment	4,492	6,417
Promissory note receivable	1,918,827	1,825,435
	<u>3,926,591</u>	<u>3,839,630</u>

CURRENT LIABILITY

Accounts payable	358,607	360,609
Due from related parties	622,171	622,171
Investment in related party	1,600,348	1,581,019
Promissory note payable	2,131,279	2,027,546
	<u>4,712,405</u>	<u>4,591,345</u>

NET EQUITY AS PER BALANCE SHEET (Note 4)

	\$ (785,817)	\$ (751,718)
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REVENUE AND EXPENSES

Revenue	93,393	88,847
Expenses	108,163	100,200
Loss in equity of Chunzoooh Forest Products Ltd.	(19,329)	(23,281)

NET LOSS

	\$ (34,099)	\$ (34,634)
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**LHEIDLI T'ENNEH BAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended March 31, 2014

**8. INVESTMENT IN TANO T'ENNEH LIMITED PARTNERSHIP**

Lheidli T'enneh Band owns 2,229,142 partnership units amounting to a 99.99% ownership interest in Tano T'enneh Limited Partnership, which in turn holds a 50% interest in LTN Contracting Ltd.

The financial statements of LTN Contracting Ltd. have been prepared by another accounting firm in the form of a Review Engagement.

	2014	2013
<b>CURRENT ASSETS</b>		
Cash and short-term deposits	\$ 979,912	\$ 48,211
Accounts receivable	243,725	-
Advances to related parties	3,475,222	3,431,121
Investment in subsidiary	294,789	252,395
Timber harvest contracts	41,546	83,546
	<b>5,035,194</b>	<b>3,815,273</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	3,500	54,318
Due to government agencies	39,314	66,247
Silviculture liabilities	145,808	345,436
Advances from related party	40,444	166,016
	<b>229,066</b>	<b>632,017</b>
<b>NET EQUITY AS PER BALANCE SHEET (Note 4)</b>	<b>\$ 4,806,128</b>	<b>\$ 3,183,256</b>
<b>REVENUE AND EXPENSES</b>		
Revenue	1,674,086	400,732
Expenses	93,608	254,425
Equity earnings in subsidiary	42,394	44,051
<b>NET INCOME</b>	<b>\$ 1,622,872</b>	<b>\$ 190,358</b>

**9. PROMISSORY NOTE RECEIVABLE**

The promissory note receivable from Lheit Lit'en Development Corporation is unsecured, bearing interest at prime plus 2.0% per annum, with no set terms of repayment. 2014 - \$2,131,279 (2013 - \$2,027,546).

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**LHEIDLI T'ENNEH BAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended March 31, 2014

**10. OTTAWA TRUST FUNDS**

	2014	2013
Surplus, beginning of the year	\$ 2,992	\$ 2,970
Interest earnings	80	906
Transfer to First Nations Land Management revenues	(986)	(884)
	<b>\$ 2,086</b>	<b>\$ 2,992</b>

**11. RESTRICTED CASH**

Funded replacement reserve

Under the terms of the Nation's Housing Agreement with Canada Mortgage and Housing Corporation (CMHC), a separate replacement reserve account is maintained. The funds in this account may only be used for repairs and maintenance as approved by CMHC.

Consists of funds dedicated to dispute resolution of issues arising under the terms of the Settlement Negotiation Agreement.

	2014	2013
	<b>\$ 395,320</b>	<b>\$ 371,825</b>
	<b>121,614</b>	<b>105,812</b>
	<b>\$ 516,934</b>	<b>\$ 477,637</b>

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## Financial Statements continued...

## LHEIDLI T'ENNEH BAND

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

	2014	2013
<b>12. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES</b>		
Trade accounts payable	\$ 174,422	\$ 321,296
Accrued accounts payable	28,433	96,984
Accrued wages	46,379	36,633
Accrued interest payable	1,365	3,082
Employee deductions payable	-	15,851
Vacation payable	27,112	17,410
Other accounts payable	3,155	-
	<u>\$ 280,866</u>	<u>\$ 491,256</u>

**13. ADVANCES FROM RELATED PARTIES**

	2014	2013
Chunzoolh Forest Products Ltd.	\$ 228,024	\$ 229,013
Lheit Lit'eh Development Corporation	11,064	11,158
CMHC Social Housing	-	273,990
	<u>\$ 239,088</u>	<u>\$ 514,161</u>

Advances from Chunzoolh Forest Products Limited, a wholly owned subsidiary of Lheit Lit'eh Development Corporation, are unsecured, non-interest bearing with no set terms of repayment.

Advances from Lheit Lit'eh Development Corporation, a wholly owned subsidiary of Lheidli T'enneh Band, are unsecured, non-interest bearing with no set terms of repayment.

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## LHEIDLI T'ENNEH BAND

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

	2014	2013
<b>14. LONG-TERM DEBT</b>		
CMHC mortgage, repayable in monthly instalments of \$2,567 including interest at 2.57% per annum, maturing on August 1, 2024, secured by a Ministerial guarantee and social housing with a net book value of \$887,643.00	\$ 282,002	\$ 305,334
CMHC mortgage, repayable in monthly instalments of \$1,054 including interest at 1.39% per annum, maturing on August 1, 2027, secured by a Ministerial guarantee and social housing with a net book value of \$887,643.	154,896	165,329
CMHC mortgage, repayable in monthly instalments of \$2,080 including interest at 1.65% per annum, maturing on May 1, 2017, secured by a Ministerial guarantee and social housing with a net book value of \$887,643.	77,086	100,608
Royal Bank mortgage, repayable in monthly instalments of \$1,165 including interest at 4.25% per annum, maturing on November 2, 2013, secured by a Ministerial guarantee and social housing with a net book value of \$887,643.	56,684	68,221
Royal Bank mortgage, repayable in monthly instalments of \$1,934 including interest at 3.24% per annum, maturing on April 1, 2014, secured by a Ministerial guarantee and social housing with a net book value of \$887,643.	46,597	68,100
CMHC mortgage, repayable in monthly instalments of \$2,554 including interest at 2.54% per annum, maturing on December 1, 2023, secured by a Ministerial guarantee and social housing with a net book value of \$887,643.	260,890	284,202
GMC 2500 loan, repayable in monthly instalments of \$975 including interest at 3.5% per annum, maturing on September 30, 2016.	50,568	-
Dodge Ram 550 loan, repayable in monthly instalments of \$1,409.86 including interest at 3.5% per annum, maturing on January 9, 2019.	75,116	-
	<u>\$ 1,003,839</u>	<u>\$ 991,794</u>

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LHEIDLI T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

14. LONG-TERM DEBT, continued

Should the bank not demand repayment of the demand loans, principal portion of long-term debt due within the next five years:

2015	\$ 173,246
2016	\$ 166,863
2017	\$ 122,525
2018	\$ 104,990
2019	\$ 85,674

15. TREATY LOAN

Treaty loan is an Aboriginal Affairs and Northern Development Canada, promissory note, representing advances for negotiations with the British Columbia Treaty Commission. Repayment provisions for these loans are outlined in Sections 13.0 and 14.0 of the Negotiation Support Agreement. It is a non-interest bearing loan to pay out over a 10-year period after the signing of Final Agreement between Lheidli T'enneh Band, the Government of Canada and the Government of British Columbia.

16. REPLACEMENT RESERVES

Under the terms of an agreement with Canada Mortgage and Housing Corporation (CMHC), the Band is required to make annual deposits of \$22,926 to a replacement reserve bank account to cover the cost of replacing certain capital items in the rental housing projects financed by CMHC. Similarly, an operating reserve must be established to fund the ongoing operating costs of the rental housing projects financed by CMHC. As at March 31, 2014, the replacement reserve was over funded.

	2014	2013
Balance, beginning of the year	\$ 354,300	\$ 333,845
Contributions required during the year	22,926	22,926
Disbursement for capital purchases	(15,060)	(2,471)
	<u>\$ 362,166</u>	<u>\$ 354,300</u>

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LHEIDLI T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

17. TANGIBLE CAPITAL ASSETS

	2014				Net Book Value
	Cost	Additions	Disposals	Accumulated amortization	
Automotive equipment	\$ 28,185	\$ 127,768	\$ -	\$ 29,691	\$ 126,262
Boats & fisheries equipment	106,372	-	-	73,245	33,127
Buildings	245,614	-	-	136,246	109,368
Capital projects in progress	1,309,470	75,538	-	-	1,385,008
Computer equipment	80,176	-	-	71,425	8,751
Fuel tanks	207,268	-	-	108,816	98,452
Land improvements	251,442	-	-	81,131	170,311
Machinery and equipment	110,749	-	-	105,016	5,733
Office furniture and equipment	51,167	10,765	-	23,327	38,607
Portable classrooms	108,265	-	-	52,183	56,082
Recreation site	295,656	-	-	59,040	236,616
Roads	1,050,665	-	-	572,045	478,620
Signage	40,724	-	-	13,846	26,878
Social housing	2,414,749	-	50,315	1,577,828	786,606
Water systems	1,040,725	-	-	622,690	418,035
Website development	14,718	-	-	5,003	9,715
	<u>\$ 7,355,945</u>	<u>\$ 214,071</u>	<u>\$ 50,315</u>	<u>\$ 3,531,532</u>	<u>\$ 3,988,171</u>

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## LHEIDLII T'ENNEH BAND

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

## 17. TANGIBLE CAPITAL ASSETS, continued

	2013			Net Book Value	
	Cost	Additions	Disposals		Accumulated amortization
Automotive equipment	\$ 28,185	\$ -	\$ -	\$ 21,185	\$ 7,000
Boats & fisheries equipment	106,372	-	-	68,726	37,646
Buildings	245,614	-	-	128,059	117,555
Capital projects in progress	1,000,661	308,808	-	-	1,309,470
Computer equipment	66,574	13,602	-	62,377	17,799
Fuel tanks	207,268	-	-	98,452	108,816
Land improvements	251,422	-	-	76,102	175,340
Machinery and equipment	105,354	5,395	-	104,583	6,166
Office furniture and equipment	41,110	10,057	-	19,162	32,005
Portable classrooms	108,265	-	-	44,535	63,730
Recreation site	295,656	-	-	44,257	251,399
Roads	1,050,665	-	-	551,031	499,634
Signage	40,724	-	-	10,181	30,543
Social housing	2,414,749	-	-	1,527,106	887,643
Water systems	1,040,725	-	-	587,999	452,726
Website development	14,718	-	-	3,680	11,039
	\$ 7,018,062	\$ 337,862	\$ -	\$ 3,347,435	\$ 4,008,511

## 18. CONTINGENT LIABILITY

Lheidli T'enneh Band has a demand revolving credit facility agreement with the Royal Bank of Canada for \$300,000 bearing interest at prime plus 1.25% per annum. This facility revolves in increments of \$25,000 and is secured by a general security agreement with a fixed charge over equipment. At March 31, 2014 the full \$25,000 was available.

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## LHEIDLII T'ENNEH BAND

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

## 19. B.C. TREATY COMMISSION FUND

In August 1994, the member of the Band entered into a loan agreement to finance treaty negotiations with the Government of Canada and the Province of British Columbia. The specific terms of repayment are contained in Section 4.6.1 of the agreement, but the understanding is that upon reaching a final settlement, the entire debt will be repaid from the settlement.

## 20. CANADA MORTGAGE AND HOUSING CORPORATION SUBSIDY

The Band has received federal assistance through Canada Mortgage and Housing Corporation pursuant to Section 95 (previously 56.1) of the National Housing Act to reduce mortgage interest expense to as low as 2.0% per annum to enable the projects to provide housing to low income individuals. The amount of assistance received in the year was \$68,090 (2013 - \$80,636).

## 21. FINANCIAL INSTRUMENT RISKS

Risks and concentrations

The Nation is exposed to various risks through its financial instruments, without being exposed to concentrations of risk. The following analysis provides a measure of the company's risk exposure as at March 31, 2014.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Band is exposed to this risk mainly in respect of its accounts payable and accrued liabilities and long-term debt.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Band's main credit risks relate to its accounts receivable. The Band provides credit to its client in the normal course of operations.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

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LHEIDLII T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

21. FINANCIAL INSTRUMENT RISKS, continued

Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Nation has no significant transactions completed in foreign currencies.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in interest rates. The Band is exposed to interest rate risk on its fixed and floating interest rate financial instruments. Fixed-interest instruments subject the Band to a fair value risk, since fair value fluctuates inversely to changes in market interest rates. Floating rate instruments subject the Band to related cash flow risk.

Other price risk

Other price risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether these changes are caused by factors specific to the financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Band is not exposed to significant other price risk.

23. COMPARATIVE AMOUNTS

Prior year figures have been audited by another firm of accountants. Certain of the comparative amounts have been reclassified to conform with the presentation adopted in the current period.

24. AANDC FUNDING RECONCILIATION

Total AANDC funding per statement of financial activities and accumulated surplus	\$ 1,161,104
02305-002 - BASIC NEEDS RECOVERY	<u>(22,009)</u>
Total AANDC Funding per 2013 - 2014 PAYE report	<u>\$ 1,139,096</u>

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LHEIDLII T'ENNEH BAND

NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2014

25. OTHER REVENUE

	2014	2013
Ministry of Children and Families	\$ 96,724	\$ -
Shuttle Van Revenue	1,671	130
BC Treaty Commission - Contribution	135,620	119,320
Property Tax Revenue	32,747	77,595
Rental Income	152,481	178,140
FN Education Steering Committee	1,780	15,712
Pacific Northern Gas Ltd.	52,716	-
EnBridge - Northern Gateway Pipeline	94,867	16,867
Capacity Funding	89,350	68,000
Property Tax	51,738	-
Status Card Sales	2,670	1,345
Hay Sales	36,438	-
Trans Mountain Pipeline	60,000	35,000
Interest Income	106,645	99,049
Pacific Trails Pipeline LP	155,627	233,441
Graymont Projects	177,300	-
Grant Revenue	41,300	-
Backhoe Revenue	150	-
Van Rental Revenue	90	480
Miscellaneous Income	12,746	53,685
Upper Fraser Fisheries Conservation	10,200	9,900
New Relationship Trust	21,280	1,600
Fund Raising	4,012	16,392
Trailer Revenue	11,625	12,000
Elders Gathering 2013	221,508	7,410
Referral Revenue	220,596	2,979
Coastal Gas Link Projects	431,500	-
LTN Contracting - Education Fund	90,985	-
INAC Recovery Adjustment	7,905	-
Cash Over/Under	252	-
	<u>\$ 2,322,523</u>	<u>\$ 949,045</u>

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