

# HUU-AY-AHT FIRST NATIONS



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## BUDGET ACT, 2014

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*The HUU-ay-aht Legislature enacts this law to establish spending authority and borrowing authority for the fiscal year beginning April 1, 2014 and ending March 31, 2015, and to retroactively amend spending authorities and borrowing authorities for the 2013 – 2014 fiscal year.*

**Note to Reader:** Acts introduced in the HUU-ay-aht Legislature may be amended by the Legislature before they become law.



## REGISTRY OF LAWS CERTIFICATION

I certify that the *Budget Act, 2014* passed Third Reading in the Legislature on:

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**Chief Councilor Jeff Cook**

I certify that the *Budget Act, 2014* is enacted as law on:

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**Ta'yii Hawilth Derek Peters**

I certify that the *Budget Act, 2014* came into force on:

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**Deputy Law Clerk, Deborah Smith**



## BUDGET ACT, 2014

### *Contents*

#### **PART 1 – GENERAL OPERATING FUND**

- 1 General operating fund spending authority

#### **PART 2 – INVESTED WEALTH FUND**

- 2 Invested Wealth Fund spending authority

#### **PART 3 – CAPITAL SPENDING**

- 3 Capital spending authority

#### **PART 4 – BORROWING**

- 4 Borrowing authority

#### **PART 5 – SPECIAL PROGRAMS FUND**

- 5 Special Programs Fund spending authority

#### **PART 6 – INVESTMENTS IN HUU-AY-AHT BUSINESS ENTERPRISES**

- 6 Conditions for investment by way of loan or loan guarantee

#### **PART 7 – BUDGET ACT, 2013 AMENDMENTS**

- 7 – 8 Budget Act, 2013 amendments
- 9 Commencement

### **Note to Reader**

The *Budget Act, 2014* establishes the authority of government to spend money from April 1, 2014 to March 31, 2015. A *Budget Act* is required by the *Financial Administration Act* each fiscal year. Government may only spend money if it has spending authority.

- Part 1, General Operating Fund, sets out the budget line items that provide spending authority for government from the general operating fund.
- Part 2, Invested Wealth Fund, sets out the amount of funds that may be spent from the Invested Wealth Fund.
- Part 3 sets out the authorized capital spending of government for the 2014 – 2015 fiscal year.
- Part 4 sets out the authorized borrowings of government for the 2014 – 2015 fiscal year.
- Part 5, Special Programs Fund, sets out the authorized spending for special programs for the 2014-2015 fiscal year.
- Part 6 sets out the conditions for Executive Council to invest in Huu-ay-aht business enterprises by borrowing funds or guaranteeing loans.
- Part 7 retroactively amends the following parts of Budget Act, 2013 for the 2013-2014 fiscal year:
  - Part 1 – General Operating Fund;
  - Part 4 – Borrowing.



The Legislature enacts as follows:

### PART 1 – GENERAL OPERATING FUND

#### General operating fund spending authority

- 1 Spending from the general operating fund from April 1, 2014 to March 31, 2015 is authorized for the purpose and amount shown in the same row as each budget line item in the following table:

| No. | Budget Line Item Name           | Purpose   | Amount      |
|-----|---------------------------------|---|-------------|
| 1   | Government                      | To provide for the structure of government, including costs of the Legislature, Executive Council, Ha'wiih Council, People's Assembly, auditor, committees of Council, the tribunal and elections   | \$867 853   |
| 2   | Finance and Government Services | To provide the administrative services needed to support government operations, including the Executive Director, financial, records management and human resource services, treaty implementation, the Comprehensive Community Plan, support staff, operation of the treaty office and contribution to the Nuu-chah-nulth Economic Development Corporation | \$989 122   |
| 3   | Human Services                  | To provide programs supporting HUU-ay-aht citizens, including community health services, social services, youth services, cultural programs, communications and language services, childcare services, education services and contributions to the Nananiqsu Society  | \$1 067 380 |
| 4   | Lands and Natural Resources     | For management of government lands and natural resources, including management of fisheries, forest harvesting and other uses of the land base, identification and protection of cultural sites and acquisition and distribution of cultural food   | \$597 827   |

| No. | Budget Line Item Name                                  | Purpose  | Amount             |
|-----|--|--|--------------------|
| 5   | Public Works and Capital Infrastructure                | For management of public works and capital infrastructure, including maintenance of capital infrastructure, provision of residential services in the Anacla community, and operation of the House of HUU-ay-aht and the multi-use building   | \$308 407          |
| 6   | Huu-ay-aht Settlement Trust                            | Transfer of funds to HUU-ay-aht Settlement Trust   | \$1 000 000        |
| 7   | Depreciation   | To allow for depreciation expenses related to capital assets   | \$399 600          |
| 8   | Contingencies and New Programs                         | To provide for expenditure or spending incurred for the purposes of other budget line items that are in excess of the amounts authorized by the budget line item spending authorities or statutory spending authorities. To also provide funding for new programs created after the beginning of the fiscal year and for natural disasters, emergency relief and the assistance of those in need as the result of an event that was not expected or where the timing of the event was not known in advance | \$300 000          |
|     | <b>Total General Operating Fund Spending Authority</b> |  | <b>\$5 530 189</b> |



## PART 2 – INVESTED WEALTH FUND

### Invested Wealth Fund spending authority

- 2 Spending from the Invested Wealth Fund from April 1, 2014 to March 31, 2015 is authorized for the purpose and amount shown in the same row as each budget line item in the following table:

| No. | Budget Line Item Name  | Purpose   | Amount             |
|-----|--|---|--------------------|
| 9   | Fund Management  | For management of the investments of the Invested Wealth Fund                         | \$40 000           |
| 10  | Transfer to General Operating Fund                           | For transferring money to the general operating fund to support government operations | \$460 000          |
|     | <b>Total Invested Wealth Fund Spending Authority</b>         |   | <b>\$500 000</b>   |
|     | <b>Total Consolidated Government Fund Spending Authority</b> |   | <b>\$6 030 189</b> |

### PART 3 – CAPITAL SPENDING

#### Capital spending authority

- 3 Spending for capital purposes from April 1, 2014 to March 31, 2015 is authorized for the purpose and amount shown in the same row as each budget line item in the following table:

| No.                                     | Budget Line Item Name                                | Purpose   | Amount             |
|---|--|---|--------------------|
| 11                                      | Administration Capital                               | For capital items needed to deliver government services, including computer and communications equipment, office furniture, upgrade of infrastructure at Anacla, equipment to maintain the community, fire truck storage, building removal, and public works yard | \$400 000          |
| 12                                      | Upper Anacla Subdivision                             | To develop a subdivision at Upper Anacla  | \$0                |
| 13                                      | Force Main, Sewage Treatment Plant and Sewer Outfall | To develop a force main, sewage treatment plant and sewer outfall   | \$1 000 000        |
| <b>Total Capital Spending Authority</b> |  |   | <b>\$1 400 000</b> |

### PART 4 – BORROWING

#### Borrowing authority

- 4 Borrowing from April 1, 2013 to March 31, 2014 is authorized for the purpose and amount shown in the same row as each borrowing authority item in the following table:

| No.                              | Borrowing Authority Item Name                          | Purpose  | Amount             |
|----------------------------------|--|--|--------------------|
| B1                               | General Purpose Borrowing                              | For borrowing to meet the need for cash that may arise from time to time related to expenditures and capital spending  | \$4 515 000        |
| B2                               | Borrowing to invest in Huu-ay-aht business enterprises | For borrowing to invest in Huu-ay-aht business enterprises or guaranteeing Huu-ay-aht business enterprise loans to support business operations and economic development activities | \$2 000 000        |
| <b>Total Borrowing Authority</b> |  |  | <b>\$6 515 000</b> |

## PART 5 – SPECIAL PROGRAMS FUND

### Special Programs Fund spending authority

- 5 Spending from the Special Programs Fund from April 1, 2014 to March 31, 2015 is authorized for the purposes and in the amounts shown in the same row as each budget line item in the following table:

| No.   | Budget Line Item Name | Purpose  | Amount           |
|---|-----------------------|--|------------------|
| S1  | Special Programs      | To provide for spending incurred for purposes specified in a contribution or funding agreement under which revenues are provided to the Huu-ay-aht by another government, organization or entity for expenditure on those specified purposes | \$500 000        |
| <b>Total Special Programs Fund Spending Authority</b> |                       |  | <b>\$500 000</b> |

## PART 6 – INVESTMENTS IN HUU-AY-AHT BUSINESS ENTERPRISES

### Conditions for investment by way of loan or loan guarantee

- 6 (1) Executive Council may borrow funds to invest in a Huu-ay-aht business enterprise in accordance with section 69 of the *Financial Administration Act* if
- (a) the purpose and amount is authorized by a borrowing authority,
  - (b) Executive Council has considered the recommendation of Finance Committee,
  - (c) loan conditions, including security, term and source of repayment, are approved by Executive Council,
  - (d) the term of the loan does not exceed 25 years, and
  - (e) the loan will be repaid by a Huu-ay-aht business enterprise or from payments received from Canada or British Columbia.
- (2) Executive Council may guarantee a Huu-ay-aht business enterprise loan or obligation for the purpose of making an investment in a Huu-ay-aht business enterprise if
- (a) the purpose and amount is authorized by a borrowing authority,
  - (b) Executive Council has considered the recommendation of Finance Committee,
  - (c) the guarantee conditions, including security, term and discharge are approved by Executive Council,

- (d) the term of the guarantee does not exceed 25 years, and
- (e) the Huu-ay-aht business enterprise has the capacity to repay the loan or obligation and discharge the Huu-ay-aht guarantee.

## PART 7 – BUDGET ACT, 2013 AMENDMENTS

### *Budget Act, 2013*

**7**      *Section 1 of the Budget Act, 2013 HFNA 2013 is repealed and replaced by:*

**General operating fund spending authority**

- 1**      Spending from the general operating fund from April 1, 2013 to March 31, 2014 is authorized for the purpose and amount shown in the same row as each budget line item in the following table:

| No. | Budget Line Item Name           | Purpose   | Amount      |
|-----|---------------------------------|---|-------------|
| 1   | Government                      | To provide for the structure of government, including costs of the Legislature, Executive Council, Ha'wiih Council, People's Assembly, auditor, committees of Council, the tribunal and elections   | \$982 853   |
| 2   | Finance and Government Services | To provide the administrative services needed to support government operations, including the Executive Director, financial, records management and human resource services, treaty implementation, the Comprehensive Community Plan, support staff, operation of the treaty office and contribution to the Nuu-chah-nulth Economic Development Corporation | \$1 140 802 |
| 3   | Human Services                  | To provide programs supporting Huu-ay-aht citizens, including community health services, social services, youth services, cultural programs, communications and language services, childcare services, education services and contributions to the Nananiqsu Society  | \$968 663   |

| <b>No.</b>   | <b>Budget Line Item Name</b>            | <b>Purpose</b>   | <b>Amount</b>      |
|--|---|--|--------------------|
| 4  | Lands and Natural Resources             | For management of government lands and natural resources, including management of fisheries, forest harvesting and other uses of the land base, identification and protection of cultural sites and acquisition and distribution of cultural food  | \$495 720          |
| 5  | Public Works and Capital Infrastructure | For management of public works and capital infrastructure, including maintenance of capital infrastructure, provision of residential services in the Anacla community, and operation of the House of HUU-ay-aht and the multi-use building   | \$296 403          |
| 6  | Huu-ay-aht Settlement Trust             | Transfer of funds to HUU-ay-aht Settlement Trust   | \$3 219 646        |
| 7  | Depreciation                            | To allow for depreciation expenses related to capital assets   | \$450 000          |
| 8  | Contingencies and New Programs          | To provide for expenditure or spending incurred for the purposes of other budget line items that are in excess of the amounts authorized by the budget line item spending authorities or statutory spending authorities. To also provide funding for new programs created after the beginning of the fiscal year and for natural disasters, emergency relief and the assistance of those in need as the result of an event that was not expected or where the timing of the event was not known in advance | \$300 000          |
| <b>Total General Operating Fund Spending Authority</b> |   |  | <b>\$7 854 087</b> |

**8 Section 4 of the Budget Act, 2013, HFNA 2013, is repealed and replaced by:**

**Borrowing authority**

- 4** Borrowing from April 1, 2013 to March 31, 2014 is authorized for the purpose and amount shown in the same row as each borrowing authority item in the following table:

| No.   | Borrowing Authority Item Name                          | Purpose  | Amount             |
|---|--|--|--------------------|
| B1  | General Purpose Borrowing                              | For borrowing to meet the need for cash that may arise from time to time related to expenditures and capital spending  | \$4 515 000        |
| B2  | Borrowing to invest in Huu-ay-aht business enterprises | For borrowing to invest in Huu-ay-aht business enterprises or guaranteeing Huu-ay-aht business enterprise loans to support business operations and economic development activities | \$2 000 000        |
| <b>Total Consolidated Borrowing Authority</b> |  |  | <b>\$6 515 000</b> |

**Commencement**

- 9** (1) Sections 7 and 8 are deemed to have been continuously in force from April 1, 2012.
- (2) Subsection (1) is retroactive to the extent necessary to give full force and effect to its provisions and must not be construed as lacking retroactive effect in relation to any matter because it makes no specific reference to that matter.
- (3) The remainder of this Act comes into force on the date of enactment of this Act.