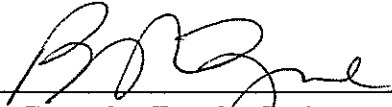


**TŁICHQ GOVERNMENT**

**FIRST AMENDMENT TO  
TŁICHQ GOVERNMENT BUDGET LAW 2010 - 2011**

The Tłichq Assembly enacted this law on December 2, 2010 by unanimous consent.

Alphonse Apples, Acting Grand Chief of the Tłichq Government, signed this law on December 2, 2010.

Signature:  Date: Dec 2/10  
Certified as a True Copy by Bertha Rabesca Zoe as of December 2, 2010.  
Laws Guardian, Tłichq Government

**DISPOSITION**

DATE OF INTRODUCTION	CONSIDERATION	CONSENSUS	EFFECTIVE DATE
December 2, 2010	December 2, 2010	December 2, 2010	December 2, 2010

**TŁICHQ GOVERNMENT**  
**FIRST AMENDMENT TO**  
**TŁICHQ GOVERNMENT BUDGET LAW 2010 - 2011**

The Tłichq Assembly permitted this law to proceed in a shorter time than is allowed by subsection 3(2) of the *Tłichq Procedures Law* by unanimous consent.

The Tłichq Assembly enacted this law on December 2, 2010 by unanimous consent.

Signature: Alphonse Apples  
Alphonse Apples, Acting Grand Chief of the Tłichq Government, signed this law on December 2, 2009.

**DISPOSITION**

DATE OF INTRODUCTION	CONSIDERATION	CONSENSUS	EFFECTIVE DATE
December 2, 2010	December 2, 2010	December 2, 2010	December 2, 2010

**FIRST AMENDMENT TO  
TŁCHQ GOVERNMENT BUDGET LAW 2010 - 2011**

**Title**

1. This law may be cited as the *First Amendment to Tłchq Government Budget Law 2010 – 2011*.

**Adoption and Approval of the Budget**

2. The Amended Budget is adopted and approved as the budget of the Tłchq Government for the period April 1, 2010 to March 31, 2011.
3. The Amended Budget is attached as schedule A.

**Coming into force**

4. This Law shall come into force on December 2, 2010.

<b>Reserve Fund: March 31, 2010 (Audited Statements)</b>	
Training Funds	5,000,000
Other Reserves (Tax & Royalties)	11,517,760
<b>Total</b>	<b>16,517,760</b>

<b>Reserve Fund: March 31, 2011 (Estimate) (Assume no Change in Tax Revenue)</b>	
Training Funds	5,000,000
Other Reserves (Tax and Royalties)	11,517,760
Transfer Inn (20% of PIT & GST) (Operational Budget)	1,740,000
Less Proposed Reduction Capital Building Project 1	- 750,000
Grand Chief Nomination Meeting and Election	- 300,000
<b>Total Reserve Fund Balance Estimate</b>	<b>17,207,760</b>
<b>Restricted Portion (TIC Line of Credit Commitment)</b>	<b>7,000,000</b>

Transfer Into work in Progress (Tlicho Government Asset) from Reserve	750,000
Transfer into Work in Progress (Tlicho Government Asset) from IBA funds	750,000
	<b>1,500,000</b>
<b>Balance in Work in Progress Account March 31, 2011</b>	<b>1,500,000</b>

<b>Reserve Fund: March 31, 2012 (Estimate) (Assume no Change in Tax Revenue)</b>	
Training Funds	5,000,000
Other Reserves (Tax and Royalties)	12,207,760
Transfer Inn (20% of PIT & GST) (Operational Budget)	1,740,000
Less Proposed Reduction Capital Building Project 1 & 2	-1,250,000
<b>Total Reserve Fund Balance Estimate</b>	<b>17,697,760</b>
<b>Restricted Portion (TIC Line of Credit Commitment)</b>	<b>7,000,000</b>

Transfer Into work in Progress (Tlichu Government Asset) from Reserve	1,250,000
Transfer into Work in Progress (Tlichu Government Asset) from IBA funds	1,250,000
	<u>2,500,000</u>
<b>Balance in Work in Progress Account March 31, 2012</b>	<b>4,000,000</b>

<b>Reserve Fund: March 31, 2013 (Estimate) (Assume no Change in Tax Revenue)</b>	
Training Funds	5,000,000
Other Reserves (Tax and Royalties)	12,697,760
Transfer Inn (20% of PIT & GST) (Operational Budget)	1,740,000
Less Proposed Reduction Capital Building Project 2 & 3	-1,250,000
<b>Total Reserve Fund Balance Estimate</b>	<b>18,187,760</b>
<b>Restricted Portion (TIC Line of Credit Commitment)</b>	<b>7,000,000</b>

Transfer Into work in Progress (Tlich Government Asset) from Reserve	1,250,000
Transfer into Work in Progress (Tlich Government Asset) from IBA funds	1,250,000
	<u>2,500,000</u>

<b>Balance in Work in Progress Account March 31, 2013</b>	6,500,000
Less Project 1 Completion (Transfer to Tlich Government Fixed Asset Building)	- 3,500,000
<b>Total</b>	<u>3,000,000</u>

<b>Tlich Government Fixed Asset - Office Building 1 (Amortization 20 year Straight Line)</b>	
January 1, 2013 Estimated Building Value	3,500,000
Amortization	- 43,750
Net Value March 31, 2013	<u>3,456,250</u>

<b>Reserve Fund: March 31, 2014 (Estimate) (Assume no Change in Tax Revenue)</b>	
Training Funds	5,000,000
Other Reserves (Tax and Royalties)	13,187,760
Transfer Inn (20% of PIT & GST) (Operational Budget)	1,740,000
Less Proposed Reduction Capital Building Project 3	-1,250,000
<b>Total Reserve Fund Balance Estimate</b>	<b>18,677,760</b>
<b>Restricted Portion (TIC Line of Credit Commitment)</b>	<b>7,000,000</b>

Transfer Into work in Progress (Tlicho Government Asset) from Reserve	1,250,000
Transfer into Work in Progress (Tlicho Government Asset) from IBA funds	1,250,000
	<u>2,500,000</u>

<b>Balance in Work in Progress Account March 31, 2014</b>	5,500,000
Less Project 2 Completion (Transfer to Tlicho Government Fixed Asset Building)	- 3,500,000
<b>Total</b>	<u>2,000,000</u>

Tlicho Government Fixed Asset - Office Building 1 (Amortization 20 year Straight Line)	
January 1, 2013 Estimated Building Value	3,500,000
Accumulated Amortization	- 218,750
Net Value March 31, 2013	<u>3,281,250</u>

Tlicho Government Fixed Asset - Office Building 2 (Amortization 20 year Straight Line)	
January 1, 2013 Estimated Building Value	3,500,000
Accumulated Amortization	- 43,750
Net Value March 31, 2013	<u>3,456,250</u>

<b>Reserve Fund: March 31, 2015 (Estimate) (Assume no Change in Tax Revenue)</b>	
Training Funds	5,000,000
Other Reserves (Tax and Royalties)	13,677,760
Transfer Inn (20% of PIT & GST) (Operational Budget)	1,740,000
Less Proposed Reduction Capital Building Project 3	-750,000
<b>Total Reserve Fund Balance Estimate</b>	<b>19,667,760</b>
<b>Restricted Portion (TIC Line of Credit Commitment)</b>	<b>7,000,000</b>

Transfer Into work in Progress (Tlicho Government Asset) from Reserve	750,000
Transfer into Work in Progress (Tlicho Government Asset) from IBA funds	750,000
	<u>1,500,000</u>

<b>Balance in Work in Progress Account March 31, 2015</b>	3,500,000
Less Project 3 Completion (Transfer to Tlicho Government Fixed Asset Building)	- 3,500,000
<b>Total</b>	<u>-</u>

Tlicho Government Fixed Asset - Office Building 1 (Amortization 20 year Straight Line)	
January 1, 2013 Estimated Building Value	3,500,000
Accumulated Amortization	- 393,750
Net Value March 31, 2013	<u>3,106,250</u>

Tlicho Government Fixed Asset - Office Building 2 (Amortization 20 year Straight Line)	
January 1, 2013 Estimated Building Value	3,500,000
Accumulated Amortization	- 218,750
Net Value March 31, 2013	<u>3,281,250</u>

Tlicho Government Fixed Asset - Office Building 3 (Amortization 20 year Straight Line)	
January 1, 2013 Estimated Building Value	3,500,000
Accumulated Amortization	- 43,750
Net Value March 31, 2013	<u>3,456,250</u>

Amortization Over 20 Years Straight Line 525,000 per year until 2033. (Include in Budget)



**Tlicho Government Budget Amendment "Schedule A"**

01-Jan-11 Project 1 Start date	01-Apr-11 Project 1 & 2 Cash flow	01-Jan-12 Project 2 Start Date	01-Apr-12 Project One & Two & 3	01-Jan-13 Project 3 Start Date Completed Project 1	01-Apr-13 Project 2 & 3 Cash Flow	01-Jan-14 Project 2 Complete	01-Apr-14 Project 3 Cash Flow	01-Jan-15 Project 3 Complete	Total
1.5 Million Payment	2.5 Million Payment		2.5 Million Payment		2.5 Million Payment		1.5 million		10.5 Million
750k IBA	1.25 Million IBA		1.25 Million IBA		1.25 Million IBA		750k IBA		5.25 IBA Funds
750k Reserve Fund	1.25 Million Reserve		1.25 Million Reserve		1.25 Million Reserve		750k Reserve		5.25 Reserve Fund
300k (Grand Chief Election) (Budget ADJ Required)	(Include in Budget Planning)		(Include in Budget Planning)		(Include in Budget Planning)		(Include in Budget Planning)		

Project #	Description	Location	Cost
Project One	Office Building	Whati	3.5 million
Project Two	Office Building	Gameti	3.5 Million
Project Three	Office Building	Wekweti	3.5 million
Total			10.5 Million

**Project Description:**

1. Source Funds for Grand Chief Election from the Tlicho Government Reserve Funds. The reserve fund was established on the effective date. Since 2005 20% of Tax revenue generated was put into the reserve fund. The 300,000 dollars will be used to hold a special nomination meeting, and election costs for position of Grand Chief.
2. Tlicho Government wants to build community presence office building in the communities of Whati, Gameti and Wekweti. Tlicho Government will own the buildings and they will be built under the Tlicho Investment Corporation umbrella of companies. Tlicho Government and Tlicho Investment Corporation will work maximizing Tlicho employment and training opportunities. Whati project will start January 2011, Gameti in January 2012 and Wekweti in January 2013. Due to financial constraints Tlicho government will internally finance the 10.5 million dollar project over 4 years using the a combination of IBA and Reserve Funds. This approach allows tlich government to be fiscally responsible, without having to incur Debt and interests costs, while still adding funds to the reserve each year.