

MOTION:

UPON MOTION DULY MADE AND SECONDED IT WAS RESOLVED that the Operations Manager's Report be received and approved. Motion carried.

5.0 **Finance**

5.1 Review of the 2018 Q1 financial reports.

The results from this year harvest and possibly next year's is reflective of a larger than usual annual cut. The chair of the audit committee emphasized the importance of maintaining a substantial working capital required to meet the significant expenses incurred at the beginning of harvest year.

Significant legal and audit expenses were incurred resulting from the legal challenges brought on by the petitioners from ELF which impacted the funds available to the Community Legacy Fund. It was discussed and agreed we should be taking steps to recover some of those costs

MOTION:

UPON MOTION DULY MADE AND SECONDED IT WAS RESOLVED that David was to pursue the recovery of costs awarded in the judgement made on May 1st, 2018 by Honourable Madam Justice Iyer. Motion carried.

MOTION:

UPON MOTION DULY MADE AND SECONDED IT WAS RESOLVED that the Financial Report of the first quarter of 2018, as prepared by TCG Chartered Professional Accountants, be received and accepted. Motion carried.

6.0 **Business Arising from Minutes**

None generated from minutes

7.0 **Committee Reports**

7.1 Legacy Fund

The recommendations were sent to council on May 9th, a response has not yet been received. The two dividend cheques: \$25,890 and \$750,000 will be presented to the District of Sechelt at the AGM in July.

7.2 Nominations

Michael Paddison, Kathleen Suddes, have been approved as new directors. Elise Rudland has put her name forward to serve on the board to fill the position of Bob D'Arcy on a one-year term. Tim Anderson, Fidel Fogarty, Peter Moonen would be willing to complete their remaining one-year term. Tony Greenfield, Geoff Craig will renew their two-year term.

8.0 **Annual General Meeting**

The preferred dates for AGM are the 16th or the 23rd. We will confirm the date with the accountant and the venue. Council needs to be informed by June 12th if we will have an AGM and if so when.

9.0 **Recognition of Past Directors**

Discussion ensued about the recent changes on the board and it was agreed to have recognition an appreciation lunch for the departing directors Glen, Tom and administrator Linda at which time they would be presented with a gift and a letter in thanks for their contributions. A welcome mention would also be extended to the on-coming directors.

10.0 **Other Business**

10.1 Dave reported back on a presentation he attended at the BCCFA 2018 Conference concerning the risk of fire. Further discussion ensued on the extent to which certain areas on the Coast are parts are particularly vulnerable. Dave will provide further information at the next meeting.

10.2 Peter suggested we entertain the idea of forming a community engagement committee as an opportunity to inform and discuss with the community on issues and events. This will concept will be deferred for now.

11.0 **Next Meeting**

The next regular meeting of the Board of Directors will be determined after the AGM.

Adjournment

The meeting was adjourned at 12:19PM.



**RESOLUTION OF THE DIRECTORS
OF
SECHELT COMMUNITY PROJECTS INC. (the "Corporation")**


SIYIYAYA RECONCILIATION MOVEMENT

BE IT KNOWN THAT Garry Feschuk (former Chief, shishalh Nation) and Cameron Reid (former Mayor, District of Sechelt) are pursuing a reconciliation movement to acknowledge First Nations people affected by Residential School issues.

BE IT RESOLVED THAT \$30,000 is to be provided for the purpose of carving a totem pole in recognition of the Syiyaya Reconciliation Project as per the attached documentation.

Dated this 14th day of May, 2018.

The undersigned, representing the directors of the Corporation as per the Articles of Incorporation of the Corporation, hereby adopt the foregoing resolutions pursuant to the provisions of the Business Corporations Act (BC).


Director

Board of Director's Meeting
June 10, 2018

Operations Report

1. Harvesting

a) As of the todays date:

- Harvesting and hauling was completed in the first week of May (earliest finish in years)
- had we not been shut-down by ELF and forced into EW23, we would have finished much sooner (by the end of March) and we would not have had any Ambrosia Beetle attacks on our felled and stored wood in the bush and at the dryland sort.
- total volume harvested was 28,379 m3
- total volume sold up to the end of May was 23,985 m3
- unsold volume 4177 m3; should be sold by end of June

b) all scaling was completed at the dryland sort on Sat. May 5th

c) we produced 930 m3 of D. Fir poles to Vancouver

d) we had local sales of 1039 m3

2. Sechelt Band

a) Chief and Council very supportive of our harvesting in Wilson Creek

b) No new details regarding Sechelt Band volume agreements with government/industry/Band

c) We supplied 6 large totem pole carving logs to the Band

3. Wilson Creek Monitoring

a) Waiting for Dave's final report on information gathered to date;

- I have the 1st draft of the report, but I won't release it until I get the final

4. Road Deactivation

a) Linda/Muguette working on deactivation bid packages by area

b) Expecting bids in summer and work in the fall 2018 (probably not summer)

5. In Progress

a) FSP - advertising should happen in newspaper right after Board meeting

b) FMP - same; advertising same time as FSP

6. Engineering

a) Chartwell planning and engineering progressing

b) field work is ongoing

7. Wormy Lake

a) Wormy Lake trail project complete; 4 benches installed

b) Sign work almost complete: 2 done, 2 more to do (Elise/Rand)

c) I have ordered another sign from Capilano Hwys to replaced the stolen sign

d) other projects also being looked at within the CF

- have asked for a plan from trail builders, mainly in Halfmoon Bay area
- will go through the referral/approval process with SIB and MOF
- plan to build in 2018/2019

8. BCCFA AGM

a) attended AGM in Burns Lake from May 24-26; excellent event and presentations

Sechelt Community Projects
Statement of Operations and Retained Earnings

For the period ended	Budget		Actual		Variance
	March 31, 2018	\$/M3	March 31, 2018	\$/M3	
Harvest Volume [Sold] (m3)	12,200		8,993		(3,207)
Logging Revenue	\$ 1,500,500	122.99	\$ 1,133,913	126.09	\$ (366,587)
Cost of Sales					
Amortization	0	-	-	-	-
Planning	18,000	1.48	32,415	3.60	14,415
Logging	684,687	56.12	477,880	53.14	(206,807)
Silviculture	42,700	3.50	31,427	3.49	(11,273)
Supervision and quality control	-	-	-	-	-
	745,387	61.10	541,722	60.24	(203,665)
Gross Margin	755,113	61.89	\$ 592,191	65.85	(162,922)
Interest and other income	6,646		6,343		(303)
	761,759		598,534		(163,225)
Expenses					
Administration					
Advertising and communications	400		3,836		3,436
Amortization	0		-		-
Bad Debts	0		-		-
Bank charges and interest	90		95		5
Board and committee costs	3,550		5,067		1,517
Contingency	16,400		-		(16,400)
Licences and Dues	375		4,480		4,105
Travel	1,500		3,039		1,539
Legal and audit	104,300		79,962		(24,338)
Management and administration	43,806		55,927		12,121
Office and miscellaneous	5,550		7,917		2,367
	175,971		160,322		(15,649)
Strategic Initiatives					
Community engagement	61,020		6,730		(54,290)
Forest Management	8,700		4,860		(3,840)
Research	5,000		3,601		(1,399)
	74,720		15,191		(59,529)
	250,691		175,514		(75,177)
Net income (loss) for the period	511,068		423,021		(88,047)
Retained earnings (period start)	1,847,032		1,847,032		-
Dividend	0		(750,000)		-
Retained earnings, end of period	\$ 2,358,100		\$ 1,520,052		\$ (838,047)

**Sechelt Community Projects
Balance Sheet**

As at	March 31, 2018	December 31, 2017
Assets		
Current		
Cash	\$ 1,308,395	\$ 2,451,393
Temporary Investments	-	-
Accounts Receivable	-	-
Prepaid expenses and WIP	-	12,735
Due from Broker	981,416	7,183
GST Receivable	7,747	7,118
Inventory	689,455	-
	2,987,013	2,478,429
Property and equipment	3,097	3,097
Investment in and advance to subsidiaries	2,961	2,961
Prepaid operational costs	150,627	113,715
Deferred licence acquisition costs	-	-
	\$ 3,143,697	\$ 2,598,201
Liabilities		
Current		
Bank indebtedness	\$ -	\$ -
Accounts payable and accrued liabilities	145,368	98,362
Accrued silvicultural costs	383,113	315,246
Accrued road deactivation costs	96,904	89,302
Advance from Broker	-	-
GST Payable	-	-
Dividend payable	775,890	25,890
	1,401,275	528,800
Shareholder's Equity		
Share capital	172,600	172,600
Contributed surplus	49,770	49,770
Retained earnings	1,520,052	1,847,032
	1,742,422	2,069,402
	\$ 3,143,697	\$ 2,598,201

Sechelt Community Projects
Statement of Cash Flows

For the period ended	Period ended March 31, 2018	Year ended December 31, 2017
Cash Provided by (used for)		
Operating activities		
Net income for the period	\$ 423,021	\$ 639,815
Item not affecting cash		
Amortization	-	774
Changes in working capital items		
Accounts receivable	-	20,673
WIP and prepaids	12,735	(12,735)
Inventory	(689,455)	-
Prepaid operational costs	(36,912)	42,583
Deferred licence acquisition costs	-	-
Accounts payable	47,006	27,675
Accrued silvicultural costs	67,867	33,404
GST payable	(629)	(3,917)
Accrued road deactivation costs	7,602	34,047
	(168,765)	782,320
Financing activities		
Advances from shareholder	-	-
Due from Broker	(974,233)	(498)
Payment of dividends	-	(125,890)
	(974,233)	(126,388)
Investing activities		
Purchases of property and equipment	-	-
Investment in and advance to subsidiary	-	-
Redemption of (increase in) term deposits	-	-
	-	-
Net Increase (decrease) in cash	(1,142,998)	655,932
Cash position, beginning	2,451,393	1,795,461
Cash position, end	\$ 1,308,395	\$ 2,451,393