



**St'at'imc (PC) 2011 Trust
Summary Minutes of the Trustees' Conference Call
December 8, 2016**

Administrative Matters

The meeting agenda and September 8, 2016 meeting minutes were reviewed and approved with no amendments required.

Financial Matters

The Status of Trust Funds as at October 31, 2016 was reviewed. A review was completed of the Participating Community balances as at October 31, 2016 was completed.

The Trust 2016 Budget to Actual was reviewed. It was noted that the Investment Manager's November statement hasn't been received, so the reporting is to October 31, 2016.

There are a couple of Participating Communities who have not submitted their audit reports and will need to get those in before they can withdraw further funds.

There were three Participating Community payment requests and amendments received. These were reviewed and all were approved.

Other

Four Participating Communities have responded to the Section 149(1)(c) Tax Exemption notice. These communities have confirmed compliance with Section 149(1)(c) of the *Income Tax Act*. The remaining Trustees agreed to follow up with their own communities and remind them to submit the Section 149(1)(c) PCR.

Update on HSBC Line of Credit

We are waiting for the loan documents to be sent through from HSBC for the line of credit. The exact timing of when they will be received is not known and its estimated that the Trust will have sufficient operating funds for the time . Should this need to be completed sooner, the Trustees can have a conference call to review the documents. We will have a legal review of the documents prior to signing to ensure that they properly reflect the terms that were agreed to.

Discussion on SA meeting in February 2017

On February 2, 2017 the Trustees will meet in the morning with the SA. There are several topics that will need to be discussed, including the benefits of keeping the Trust funds in Trust for the longer term; Sovereign Wealth Funds; and long-term growth options. Brenda Gaertner had been asked to provide a memo clarifying issues / interpretation of the Trust Deed and the other settlement documents around the MPA and funds that may be disbursed to the PCs if the MPA is met.

The Trustees reviewed the projections prepared by the Administrative Trustee showing 3 scenarios (the same payment to the Beneficiaries, inflation adjusted, throughout the life of the Trust; 10% increase in payments starting Year 11; 30% increase in payments starting Year 11). The Trustees reviewed and discussed the various scenarios. An additional scenario will be added to decrease the monies available in the short term so that 50% is available to the PC's and 50% is invested for the long term as opposed to the current 60/40 split. A graph will be added for each scenario to provide a visual of the projections which the Trustees agreed was a good idea. Brenda Gaertner's memo will be important to clarify the intent of the discussions / agreement at the time.

The annotated Trust Agreement is still something the Chiefs may commission to have done by Brenda Gaertner so these Trust questions in the future will not have to be asked of the lawyers. The Trustees discussed that the intent behind the agreements had been a long-term view and to have funds for the future and to not deplete the Trust. It was raised that given Brenda was integral to the process getting her to complete it sooner than later is important.

The Administrative Trustee will present a session on Sovereign Wealth Funds to the St'at'imc Authority.

The Trustees will have Jack Jamieson from TE Wealth and Barrantagh will attend the Trustee meeting and report out to the Trustees and will only attend the St'at'imc Authority meeting if the Chiefs want a presentation in the afternoon.

The Administrative Trustee will ask Jack if he can come prepared to provide the Trustees with ideas to consider: what they may wish to look for in a second manager; how the funds might be split; and what it would generally look like. The Trustees are not prepared to commit to any course of action, but would like to be informed of pros and cons.

Discussion on SGS Relations Manager Role

A discussion occurred on with one Trustee being appointed as the SGS Relations Manager. The Trustee has advised that she does not believe there will be a conflict in the roles and to assure everyone that she can keep the as SGS Relations Manager and Trustee separate.

The Trustees discussed that they would like to hear further from this Trustee on her new role / potential conflicts at the next Trust meeting in February. The Administrative Trustee will put this as an early agenda item for the February 1, 2017 meeting and this Trustee will be notified.

Update on NATOA on-line course by Trustees

The Administrative Trustee advised that after the last meeting the NATOA program administrator was contacted to extend the time available to the Trustees to complete their program, and the Trustees were notified of the extension. Several Trustees are still working on the program and have agreed to complete the course by January 15, 2017 at the latest assuming NATOA is okay with this deadline.

Attendance at the NATOA Conference in Vancouver in June 2017 will be added to the next year budget for all Trustees to attend. Deloitte will be hosting a session on May 31 with Junior Achievement BC. The focus of the session will be on financial literacy for grade 5/6 youth. Attendance to this session will be included in the budget for the NATOA training.

Learnings from the 2016 NATOA workshop

Xaxl'ip Trustee shared with the Trustees what she learned from the 2016 NATOA workshop. She found the success stories, and difficulties were beneficial for her to hear. She felt that the St'at'imc

Trust is more advanced than some of the other Trusts. The biggest eye-opener for her, was the need for the Trustees to continually ask questions of service providers to ensure a thorough understanding. She learned that if you are unsure of what is going on, you must keep asking questions of your consultants, managers, and advisors, things can go sideways quickly if they get too comfortable. She also discussed how important it is to understand the agreements. The agreements are in legal terms and they should always be made available in simpler terms for everyone to understand. Finally, she said Investment Managers should not wear more than one hat.

Update on the status of locations for 2017 AGM

We won't know about the availability of the hall for Xaxli'p until January for the North Annual General Meeting. The Trustees agreed to wait for confirmation.

The Best Western in Mission is available for the South Annual General Meeting, but perhaps more expensive than historical cost. The Trustees suggested that it would be more cost effective to meet somewhere where they could bring in their own caterers. The Administrative Trustee will explore other options.

Review TE Wealth Quarterly Performance Report

The Trustees were provided with the Investment Consultant report and email where TE Wealth indicated there has been positive performance, and the Investment Manager was in compliance with the Investment Policy.

Next meetings – February 1, 2017 Trust meeting and February 2, 2017 Joint meeting with the St'at'imc Authority

Meeting adjourned.