



**St'at'imc (PC) 2011 Trust
Summary Minutes
September 8, 2016
8:40 am – 3:15 pm
Pemberton Valley Lodge Hotel**

The agenda was reviewed and approved.

The Trustees terms of office were reviewed and approved. End date will remain as July 15.

The June 8, 2016 and Jun 9, 2016 Trust meeting minutes were reviewed and both approved

The Status of Trust Funds, Trust Operations Budget to Actual and Summary of Participating Community balances were reviewed. The Trustees had no questions or comments.

Invoices were received from MNP, the Trust's auditor, for additional services provided outside of the MNP audit contract. After discussion, all of the invoices were approved for payment by the Trustees.

To ensure that the Trust remains tax efficient, a review is completed during the year and at year end to confirm whether the Primary Income has been expended and whether there is any Secondary Income. The Trustees reviewed the Primary and Secondary Income schedule which was provided, noting that based upon the PCR funding requests which have been received and paid, all income of the Trust has been expended as at July 31st. It was discussed that additional income will be earned in the remaining 5 months of the year, however there is excess expenditures which can be allocated to those earnings. In summary, it was noted that Trust capital has been spent to cover beneficiary payments. As the Trust continues to grow the income will, at some point, be more than the disbursements made from the Trust. The Trustees will then need to discuss the next steps for dealing with Trust income. A further review of the Primary and Secondary Income allocation at year end.

The Trustees reviewed the draft 149(1)(c) letters to beneficiaries. In order to ensure each beneficiary remains S. 149(1)(c) compliant the Trust requires each beneficiary to confirm same. A new paragraph has been added to the letter advising all beneficiaries that a response is required and that should a beneficiary not respond by December 15, 2016, no further funds will be able to be dispersed to that beneficiary until a response is provided.

The Trustees discussed the Nation Annual Payments and noted that some program funding has ended. A reminder will be provided to the Chiefs at our next joint meeting.

Participating Community payment requests were reviewed and approved.

The Trustees reviewed the summary of community feed forms from the AGM's held in T'it'q'et and N'Quatqua in June. Some items discussed were the need for a communications strategy, how to ensure only registered St'at'imc members from the Participating Communities attend the AGM, what information should be shared, the amount of paper handed out, non-member access to Trust information, length of some of the presentations and Trustee's pictures in the AGM presentation. After much discussion solutions were proposed and will be implemented at the 2016 AGM to be held in June 2017. The Chiefs indicated support for the Trust to hold one AGM meeting in the Fraser Valley next year and the possible

locations are Xaxli'p and Mission. Dates will be finalized at the joint meeting the Trustees have with the Chiefs in February.

The line of credit application made with HSBC was finalized.

The Trustees discussed the MNP engagement letter for the 2016 and 2017 audit years. The engagement letter for the 2016 audit year was approved with a change that MNP will prepare the audit presentation for the AGM which will be presented by the Trustees; MNP will not attend the AGM. The 2017 audit year engagement letter will be discussed further with MNP before the next audit cycle.

Recent communications were received and reviewed. The auditor's response to the Trust's audit finding letter, TE Wealth's email regarding Brexit and the NATOA and Rodgers Investment Consulting Conferences were all discussed.

The NATOA online training course was discussed. The Administrative Trustee will follow-up with NATOA and ask for the date the extensions provided expire and the certificates of completion for those who completed the course.

An update of the meeting held with the St'at'imc Chiefs Council Finance Committee was provided by the attending Trustee. This was a meeting called by their Finance Committee to assist them with a couple of the Trust's documents and help them understand the use of the Legacy Fund.

When the Administrative Trustees were preparing the presentation to the Trustees on Sovereign Wealth Funds and the Trust's Legacy Fund it became apparent that there was something missing from the Trust Indenture regarding what the intent of the Legacy Fund was after the 5th Anniversary payment. It is clear that the Minimum Protected Amount ("MPA") needs to be maintained, however it isn't clear on what is to occur with excess funds, over the MPA, after the 5th Anniversary. It was discussed that the Chiefs at the time of signing the Agreement, had agreed that the payments to the Legacy Fund would occur over 10 years, not just 5 years. A discussion occurred on what the original intent had been behind the Legacy Fund. Melinda advised that Lisa had reached out to Brenda Gaertner at Mandell Pinder, the SCC's legal counsel who was involved in the drafting of the Trust Indenture, to obtain her understanding of the intent behind the Legacy Fund and the MPA.

The Trustees discussed preparing a projection that demonstrates the long term benefits of investing in the Trust's Legacy Fund versus short term spending. The Administrative Trustee will prepare a projection delineating how much would need to be invested in the Legacy Fund now to enable the Trust to continue the same PC payments and cash flow after year 50. The Administrative Trustee will update the original presentation where the benefits of investing over the long term was discussed. This will be presented to the Chiefs at the joint meeting in February.

The Trustees were presented with a video reviewing Sovereign Wealth Funds (SWF). The video outlines Norway's investment strategy as a response to revenues from natural resources. The Administrative Trustee will share the SWF video and presentation at the next joint meeting with the Chiefs in February.

TE Wealth's 2nd Quarter report was provided to the Trustees and Melinda noted that Barrantagh remains in compliance with the Investment Policy as at June 2016 pursuant to the provided Compliance report.

The next Trust meeting will be a conference call on December 8, 2016.

Meeting adjourned at 3:15 pm.