

Chippewas of Rama First Nation
Consolidated Financial Statements
For the year ended March 31, 2015

	Contents
Management's Responsibility for the Consolidated Financial Statements	2
Independent Auditor's Report	3 - 4
Consolidated Financial Statements	
Consolidated Statement of Financial Position	5
Consolidated Statement of Operations and Accumulated Surplus	6
Consolidated Statement of Change in Net Financial Assets	7
Consolidated Statement of Cash Flows	8
Notes to Consolidated Financial Statements	9 - 31



Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of Chippewas of Rama First Nation (the "First Nation") are the responsibility of management and have been approved by Chief and Council.

These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board. Management is responsible for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Chief and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

The external auditors, BDO Canada LLP, conduct an audit, in accordance with Canadian generally accepted auditing standards, and express their opinion on the consolidated financial statements. The external auditors have access to financial management of Chippewas of Rama First Nation and meet when required.

On behalf of Chippewas of Rama First Nation:

Dan Shilling

First Nation Manager

Rick Morano

Chief Financial Officer

September 21, 2015



Independent Auditor's Report

To Chief and Council of Chippewas of Rama First Nation

We have audited the accompanying consolidated financial statements of Chippewas of Rama First Nation, which comprise the consolidated statement of financial position as at March 31, 2015, and the consolidated statements of operations and accumulated surplus, change in net financial assets, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Chippewas of Rama First Nation as at March 31, 2015, and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



Other Matters

Chippewas of Rama First Nation has also prepared another set of financial statements for the year ended March 31, 2015 in accordance with Canadian public sector accounting standards. However, these financial statements include unaudited supplementary schedules which present detailed program revenues and expenditures prepared to assist management of Chippewas of Rama First Nation to meet the reporting requirements of various funding agencies. Our audit report on the other set of financial statements was issued to Chief and Council of Chippewas of Rama First Nation and was dated September 21, 2015.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants
Orillia, Ontario
September 21, 2015

Chippewas of Rama First Nation
Consolidated Statement of Financial Position

March 31	2015	2014
Financial assets		
Cash and cash equivalents (Note 2)	\$ 6,113,907	\$ 4,285,562
Restricted cash (Note 3)	731,963	716,762
Trust funds held by federal government (Note 4)	161,901	154,034
Accounts receivable (Note 5)	3,798,975	9,519,803
Due from government (Note 6)	749,155	768,617
Loans receivable (Note 7)	740,797	690,922
Portfolio investments (Note 8)	75,511,291	77,598,993
Inventories for resale	624,947	726,893
Due from controlled entities (Note 9)	4,031,314	3,079,032
Investment in government business enterprises (Note 10)	7,954,503	8,466,192
	<u>100,418,753</u>	<u>106,006,810</u>
Liabilities		
Accounts payable and accrued liabilities (Note 11)	4,474,362	5,705,778
Deferred payouts - minors (Note 12)	24,257,748	25,103,618
Due to government (Note 13)	274,720	365,801
Deferred revenue (Note 14)	477,080	510,254
Long-term debt (Note 15)	24,817,021	22,363,166
Solid waste closure and post-closure liabilities (Note 16)	1,232,566	1,157,123
	<u>55,533,497</u>	<u>55,205,740</u>
Net financial assets	<u>44,885,256</u>	<u>50,801,070</u>
Non-financial assets		
Tangible capital assets (Note 18)	92,003,921	90,311,981
Prepaid expenses	141,066	124,125
Inventories held for use	20,331	21,427
	<u>92,165,318</u>	<u>90,457,533</u>
Accumulated surplus	<u>\$137,050,574</u>	<u>\$141,258,603</u>

Contingent liabilities (Note 19)
Contractual obligations (Note 20)

On behalf of Chippewas of Rama First Nation:



First Nation Manager

The accompanying notes are an integral part of these consolidated financial statements

Chippewas of Rama First Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31	(Note 22) Budget 2015	2015	2014
Revenue			
Federal government transfers (Note 21)	\$ 6,479,795	\$ 6,873,953	\$ 6,640,151
Provincial government transfers (Note 21)	3,464,148	4,022,537	3,733,495
First Nation Fund revenue	-	34,267	6,099,099
Rental income	4,247,938	4,102,608	4,010,632
Net investment income	3,376,800	4,709,965	3,967,297
Income (loss) from investment in government business enterprises (Note 10)	-	(511,689)	(1,512,858)
Casino Rama ground rent	-	4,958,213	4,876,021
User fees	7,462,864	7,152,982	6,530,147
Sales from business enterprises	13,400,031	12,613,086	13,180,199
Casino Rama fees	8,100,000	7,181,832	7,394,362
Other	2,978,908	3,222,856	3,780,454
	49,510,484	54,360,610	58,698,999
Expenses			
General government	6,140,115	7,120,753	7,353,261
Health and social services	5,787,410	6,078,586	6,064,659
Education services	6,288,440	6,252,875	6,202,926
Economic development and business operations	13,186,160	12,829,851	13,253,422
Housing and social housing services	914,484	868,056	921,128
Lands and trust	222,672	8,890,707	8,688,275
Recreation	466,191	480,947	487,346
Special projects	185,912	184,285	156,170
Operations and maintenance	6,583,746	6,565,185	6,767,482
Fire and police	6,832,532	7,256,852	6,809,985
Water and waste water	1,476,270	2,040,542	1,966,862
	48,083,932	58,568,639	58,671,516
Annual surplus (deficit)	1,426,552	(4,208,029)	27,483
Accumulated surplus, beginning of year	141,258,603	141,258,603	141,231,120
Accumulated surplus, end of year	\$142,685,155	\$137,050,574	\$141,258,603

Segment Disclosure (Note 23)

Chippewas of Rama First Nation
Consolidated Statement of Change in Net Financial Assets

For the year ended March 31	(Note 22) Budget 2015	2015	2014
Annual surplus (deficit)	\$ 1,426,552	\$ (4,208,029)	\$ 27,483
Acquisition of tangible capital assets	(1,167,886)	(5,571,359)	(4,914,324)
Amortization of tangible capital assets	-	3,861,638	3,515,493
Loss (gain) on disposal of tangible capital assets	-	(12,895)	104,744
Proceeds on disposal of tangible capital assets	-	30,676	11,525
	<u>258,666</u>	<u>(5,899,969)</u>	<u>(1,255,079)</u>
Use/consumption of prepaid expenses	-	(16,941)	(2,146)
Use/consumption of inventories held for use	-	1,096	100
	<u>-</u>	<u>(15,845)</u>	<u>(2,046)</u>
Increase (decrease) in net financial assets	258,666	(5,915,814)	(1,257,125)
Net financial assets, beginning of year	50,801,070	50,801,070	52,058,195
Net financial assets, end of year	\$ 51,059,736	\$ 44,885,256	\$ 50,801,070

The accompanying notes are an integral part of these consolidated financial statements

Chippewas of Rama First Nation

Consolidated Statement of Cash Flows

For the year ended March 31	2015	2014
Operating transactions		
Annual surplus (deficit)	\$ (4,208,029)	\$ 27,483
Items not involving cash:		
Amortization of tangible capital assets	3,861,638	3,515,493
Solid waste closure and post-closure liabilities	75,443	111,561
Loss (gain) on disposal of tangible capital assets	(12,895)	104,744
Loss from investments in government business enterprises	511,689	1,512,858
Changes in non-cash operating balances:		
Accounts receivable	5,720,828	(6,287,101)
Due from government	19,462	(251,106)
Inventories for resale	101,946	(21,758)
Prepaid expenses	(16,941)	(2,146)
Inventories held for use	1,096	100
Accounts payable and accrued liabilities	(1,231,416)	629,331
Due to government	(91,081)	(33,013)
Deferred revenue	(33,174)	(60,755)
Cash provided by (applied to) operating transactions	<u>4,698,566</u>	<u>(754,309)</u>
Capital transactions		
Acquisition of tangible capital assets	(5,571,359)	(4,914,324)
Proceeds on disposal of tangible capital assets	<u>30,676</u>	<u>11,525</u>
Cash applied to capital transactions	<u>(5,540,683)</u>	<u>(4,902,799)</u>
Investing transactions		
Decrease in portfolio investments	2,087,702	6,162,704
Investment in government business enterprises	-	(3,900,000)
Decrease in due from controlled entities	(952,282)	(86,159)
Transfer to Social Housing replacement reserve fund	(15,201)	(109,347)
Change in funds held in trust - AANDC	(7,867)	(5,566)
Loans receivable	<u>(49,875)</u>	<u>(31,668)</u>
Cash provided by investing transactions	<u>1,062,477</u>	<u>2,029,964</u>
Financing transaction		
Proceeds from issuance of long-term debt	3,818,633	9,553,667
Repayment of long-term debt	(1,364,778)	(3,856,624)
Deferred payouts - minors	<u>(845,870)</u>	<u>644,323</u>
Cash provided by financing transactions	<u>1,607,985</u>	<u>6,341,366</u>
Increase in cash and cash equivalents	<u>1,828,345</u>	<u>2,714,222</u>
Cash and cash equivalents, beginning of year	<u>4,285,562</u>	<u>1,571,340</u>
Cash and cash equivalents, end of year (Note 2)	<u>\$ 6,113,907</u>	<u>\$ 4,285,562</u>

The accompanying notes are an integral part of these consolidated financial statements

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

1. Summary of Significant Accounting Policies

a) Nature of Organization

Chippewas of Rama First Nation (the "First Nation") provides government type services such as education, health and social services, economic development, police, fire, public works, planning, lands and trust, recreation and other general government services.

The First Nation is exempt from income tax.

b) Basis of Accounting

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of Chartered Professional Accountants of Canada (CPA Canada).

c) Reporting Entity

The First Nation reporting entity includes the Chippewas of Rama First Nation government and all related entities that are controlled by the First Nation.

d) Principles of Consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the consolidated financial statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only the First Nation's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of the First Nation.

Organizations consolidated in the First Nation's financial statements include:

- Chippewas of Rama Social Housing
- Waasa Gdi Naabmin (Looking Far Ahead) Trust
- Ojibway Bay Marina Ltd.
- 455457 Ontario Inc. (o/a Ramcor Developments)
- 1176290 Ontario Limited (o/a Biindigen Gift Shop)
- 1291580 Ontario Inc. (o/a Rama Country Market and Gas Bar)
- Mnjikaning First Nation Limited Partnership

Organizations accounted for on a modified equity basis include:

- SEM Resort Limited Partnership - 33.33% interest
- Mnjikaning Holdings Limited Partnership
- Rama Parking Inc.
- Mnjikaning Chippewas General Partner Inc.
- Casino Rama Inc.
- 112449 Alberta Ltd.
- My Lucky Spot - Entertainment Centre Ltd. - 80.00% interest

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

1. Summary of Significant Accounting Policies (continued)

e) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, bank balances and term deposits having a maturity of one year or less.

f) Loans Receivable

Loans receivable are recorded at cost less any amount for impairment allowance. Impairment allowances are made when collection is in doubt as assessed by management. Loans are reviewed on a regular basis by management. Interest income is accrued on loans receivable to the extent it is deemed collectable.

g) Portfolio Investments

Portfolio investments are recorded at cost unless there has been a decline in the market value which is other than temporary in nature in which case the investments are written down to market value.

h) Inventories for Resale

Inventory for resale is stated at the lower of cost and net realizable value. Cost is generally determined on a first-in, first-out basis.

i) Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Land improvements	10 to 25 years
Buildings and structures	10 to 30 years
Roads and bridges	20 to 50 years
Water and waste water systems	50 years
Automotive	3 to 15 years
Equipment	5 to 15 years
Solar panels	20 years
Computer systems	3 years

Tangible capital assets are written down when conditions indicate that they no longer contribute to the First Nation's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets.

Assets under construction are not amortized until the asset is available to be put into service.

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

1. Summary of Significant Accounting Policies (continued)

j) Inventories Held for Use

Inventories of supplies held for consumption are recorded at the lower of cost and replacement cost.

k) Pension Plan

The First Nation is an employer member of The Standard Life Assurance Company of Canada, which is a defined contribution pension plan. The Pension Committee, representing plan members and employers, is responsible for overseeing the management of the pension plan, including investment of the assets and administration of the benefits. The First Nation records as pension expense the current service cost.

l) Loan Guarantees

Chippewas of Rama First Nation has guaranteed the mortgages of certain band members. When it is determined that a loss is likely, a provision for loss is recorded. The provision is determined using the best estimates available and taking into consideration all known circumstances. A provision for loan losses is reviewed by management on an annual basis.

m) Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions, other than government transfers, are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

2. Cash and cash equivalents

	2015	2014
Internally restricted:		
Capital improvement contract holdbacks	\$ 66,597	\$ 50,294
Unrestricted:		
Operating	5,980,672	4,194,014
Social Housing	66,638	41,254
	6,047,310	4,235,268
Total cash	\$ 6,113,907	\$ 4,285,562

3. Restricted Cash

	2015	2014
Restricted - Social Housing Reserves	\$ 731,963	\$ 716,762

Under the terms of the agreements with Canada Mortgage and Housing Corporation, Chippewas of Rama First Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the Replacement Reserve Fund.

4. Trust Funds Held by Federal Government

	Balance March 31, 2014	2015 Additions	2015 Withdrawals	Balance March 31, 2015
Revenue	\$ 105,920	\$ 7,867	\$ -	\$ 113,787
Capital	48,114	-	-	48,114
	\$ 154,034	\$ 7,867	\$ -	\$ 161,901

The trust funds arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

Chippewas of Rama First Nation
Notes to Consolidated Financial Statements

March 31, 2015

5. Accounts Receivable

	<u>2015</u>	<u>2014</u>
Due from members:		
Social Housing	\$ 229,371	\$ 220,269
Due from others:		
Services - non members	4,340,265	3,860,486
First Nation Fund revenue - Ontario Lottery and Gaming Corporation	-	6,099,709
	<u>4,569,636</u>	<u>10,180,464</u>
Less impairment allowance	<u>(770,661)</u>	<u>(660,661)</u>
Total accounts receivable	<u>\$ 3,798,975</u>	<u>\$ 9,519,803</u>

6. Due from Government

	<u>2015</u>	<u>2014</u>
Federal government		
Aboriginal Affairs and Northern Development Canada	\$ 80,470	\$ 219,547
Canada Mortgage and Housing Corporation	20,428	34,928
OTC	156,014	79,091
HST	90,851	129,474
Other	344,862	217,825
Provincial government	<u>56,530</u>	<u>87,752</u>
	<u>\$ 749,155</u>	<u>\$ 768,617</u>

7. Loans Receivable

	<u>2015</u>	<u>2014</u>
Community Financial Assistance Program loans	\$ 230,678	\$ 238,374
Mortgages to members, bearing interest at 7%, 13 mortgages (15 in 2014), various monthly payments of \$4,330 in total, due from 2015 to 2038	<u>572,008</u>	<u>509,904</u>
	<u>802,686</u>	<u>748,278</u>
Less impairment allowance	<u>(61,889)</u>	<u>(57,356)</u>
	<u>\$ 740,797</u>	<u>\$ 690,922</u>

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

8. Portfolio Investments

	2015	2014
First Nation Fund		
Investments held by Manulife, market value of \$13,607,042 (2014 - \$12,927,357) (Note 15)	\$ 13,259,126	\$ 11,777,088
Investments held by Scotiabank, market value of \$14,371,508 (2014 - \$12,145,937) (Note 15 & 19)	12,204,977	11,776,726
Accrued interest receivable	18,095	25,927
	25,482,198	23,579,741
Less impairment allowance	(3,700,000)	(3,700,000)
	21,782,198	19,879,741
Restricted Assets of Waasa Gdi Naabmin (Looking Far Ahead) Trust		
Investments held by Scotiabank, market value of \$50,453,400 (2014 - \$52,584,913) (Note 15)	44,845,200	48,947,414
Accrued interest receivable	215,060	233,359
Due to Rama First Nation - general fund	-	4,000
	45,060,260	49,184,773
Other Investments		
Medcan Health, 30,000 class B common shares	300	300
Medcan Group Inc. promissory note	-	1,017,638
Guaranteed Investment Certificates held as collateral (Note 15)	8,668,533	6,516,541
Deposit on investment	-	1,000,000
	8,668,833	8,534,479
Total portfolio investments	\$ 75,511,291	\$ 77,598,993

Included in the Scotiabank portfolio investment of \$12,204,977 (2014 - \$11,776,726) is \$3,409,604 (2014 - \$3,347,696) in fixed income securities. These bear interest rates ranging from 1.0% to 11.0% and maturity dates ranging from 2016 to 2040.

Included in the Scotiabank portfolio investment of \$44,845,200 (2014 - 48,947,414) is \$3,409,604 (2014 - \$3,347,696) in fixed income securities. These bear interest rates ranging from 1.0% to 11.0% and maturity dates ranging from 2016 to 2108.

Medcan Group Inc. promissory note accrued interest at an effective annual rate of 10%. The promissory note was paid out in full during the current year.

Chippewas of Rama First Nation
Notes to Consolidated Financial Statements

March 31, 2015

9. Due from Controlled Entities

	<u>2015</u>	<u>2014</u>
SEM Resort Limited Partnership, bearing interest at 10%	\$ 2,000,000	\$ 2,000,000
SEM Resort Limited Partnership, bearing interest at 10%, repayable in six equal monthly installments of \$90,160 commencing June 2015	500,000	-
SEM Resort Limited Partnership	68,523	85,900
Casino Rama Inc.	2,000	2,000
Mnjikaning Chippewas General Partner Inc.	-	30,341
Rama Parking Inc.	960,791	960,791
My Lucky Spot - Entertainment Centre Ltd.	500,000	-
	<u>\$ 4,031,314</u>	<u>\$ 3,079,032</u>

The advances to the above entities are non-interest bearing, unless otherwise stated, have no specific terms of repayment and are not due within one year, unless specifically noted above.

Chippewas of Rama First Nation Notes to Consolidated Financial Statements

March 31, 2015

10. Investments in Government Business Enterprises

The First Nation's investments in government business enterprises consist of the following:

	2015	2014
My Lucky Spot - Entertainment Centre Ltd., at cost	\$ 6,400,000	\$ 6,400,000
Casino Rama Inc., at cost	1	1
Rama Parking Inc.	1	1
Mnjikaning Chippewas General Partner Inc., at cost	1	1
SEM Resort Limited Partnership, 33.33%, at cost	3,000,000	3,000,000
	<u>9,400,003</u>	<u>9,400,003</u>
Cumulative income (loss) from government business enterprises	<u>(1,445,500)</u>	<u>(933,811)</u>
	<u>\$ 7,954,503</u>	<u>\$ 8,466,192</u>

The following table presents condensed supplementary financial information for these commercial enterprises as at March 31, 2015.

	SEM Group	My Lucky Spot - Entertainment Centre Ltd.	Other	2015 Total	2014 Total
Cash	\$ 2,697,625	\$ 258,277	\$ 44,949	\$ 3,000,851	\$ 2,968,851
Accounts receivable	2,940,324	92,425	7,612	3,040,361	2,676,943
Inventory	215,033	25,600	-	240,633	214,656
Prepaid expenses	88,261	88,044	4,579	180,884	140,959
Tangible capital assets	10,603,300	2,674,768	982,720	14,260,788	14,878,289
Other assets	9,392,475	4,066,250	1	13,458,726	10,588,147
Total assets	<u>\$ 25,937,018</u>	<u>\$ 7,205,364</u>	<u>\$ 1,039,861</u>	<u>\$ 34,182,243</u>	<u>\$ 31,467,845</u>
Accounts payable	\$ 2,244,384	\$ 433,004	\$ 4,515	\$ 2,681,903	\$ 2,661,536
Long-term debt	-	2,833,665	960,791	3,794,456	3,861,398
Other liabilities	5,904,449	8,040,000	1,999	13,946,448	12,480,588
Total liabilities	8,148,833	11,306,669	967,305	20,422,807	19,003,522
Equity	17,788,185	(4,101,305)	72,556	13,759,436	12,464,303
Total liabilities and equity	<u>\$ 25,937,018</u>	<u>\$ 7,205,364</u>	<u>\$ 1,039,861</u>	<u>\$ 34,182,243</u>	<u>\$ 31,467,825</u>
Revenue	\$ 14,107,327	\$ 2,645,983	\$ 77,936	\$ 16,831,246	\$ 14,604,498
Expenses	11,729,179	4,500,083	32,873	16,262,135	16,548,301
Net income (loss)	<u>\$ 2,378,148</u>	<u>\$ (1,854,100)</u>	<u>\$ 45,063</u>	<u>\$ 569,111</u>	<u>\$ (1,943,803)</u>
Chippewas of Rama First Nation's share of net income (loss)	<u>\$ 926,528</u>	<u>\$ (1,483,280)</u>	<u>\$ 45,063</u>	<u>\$ (511,689)</u>	<u>\$ (1,512,858)</u>

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

10. Investment in Government Business Enterprises (continued)

SEM Group

The SEM Group of companies includes the holding company (112449 Alberta Ltd.), the limited partner (Mnjikaning Holdings Limited Partnership), and SEM Resort Limited Partnership. SEM Resort Limited Partnership is engaged in the operation of a full-service hotel, dining facilities, 18-hole golf course, casino gaming facility, and the operation of automated teller machines ("ATM") collectively known as the St. Eugene Golf Resort and Casino. The First Nation's interest in SEM Resort Limited Partnership is 33.33%.

The SEM Group incurred interest costs of \$200,000 (2014 - \$268,082) payable to the First Nation. At year end there was an amount of \$668,082 (2014 - \$468,082) owing to the First Nation in interest which is included in accounts receivable.

My Lucky Spot - Entertainment Centre Ltd.

As at March 31, 2014, the First Nation acquired 6,400,000 participating preference shares at \$1.00 per share in My Lucky Spot - Entertainment Centre Ltd. This represents 100% of the issued preference shares and 80.00% of the voting shares of the company. My Lucky Spot - Entertainment Centre Ltd. is in the process of acquiring, renovating and operating existing bingo centres and electronic gaming centres. The shareholders agreement between My Lucky Spot - Entertainment Centre Ltd. and the First Nation is currently being revised. The financial effect of the revisions on the First Nation's results would be a reduction of the cumulative loss from investment in government business enterprise in the amount of \$992,000.

The fiscal year end of My Lucky Spot - Entertainment Centre Ltd. is December 31. As the year end for My Lucky Spot - Entertainment Centre Ltd. does not coincide with the year end of the First Nation, and it is not possible to use financial statements that do coincide, the financial statements used under the modified equity method will be for the year ended December 31. Therefore, December 31, 2014 amounts have been picked up using the modified equity basis of accounting in these financial statements. The First Nation's interest in My Lucky Spot - Entertainment Centre Ltd. is 80.00%.

Other

The other category includes Mnjikaning Chippewas General Partner Inc., Casino Rama Inc. and Rama Parking Inc. Rama Parking Inc. represents the majority of this category and holds parking lots.

11. Accounts Payable and Accrued Liabilities

	2015	2014
Trade payables	\$ 569,351	\$ 1,037,702
Accrued salaries and benefits payable	2,506,937	2,690,131
Other accrued liabilities	1,398,074	1,977,945
	<u>\$ 4,474,362</u>	<u>\$ 5,705,778</u>

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

12. Deferred Payouts - Minors

Under the Waasa Gdi Naabmin (Looking Far Ahead) Trust agreement amounts owed to minor beneficiaries are held in trust until the band member reaches 18 years of age. As a result, this allocated amount is set up as a liability.

13. Due to Government

	2015	2014
Federal government, non interest bearing, due within one year	\$ 240,575	\$ 342,744
Provincial government, non interest bearing, due within one year	34,145	23,057
	\$ 274,720	\$ 365,801

14. Deferred Revenue

	Balance March 31, 2014	2015 Funding Received	2015 Revenue Recognized	Balance March 31, 2015
Government:				
Federal - capital	\$ 26,660	\$ -	\$ 26,660	\$ -
Federal - other	-	158,370	154,730	3,640
Provincial - capital	24,609	-	24,609	-
Provincial - other	-	146,188	143,186	3,002
	51,269	304,558	349,185	6,642
Other:				
Unearned fees	419,110	311,090	290,961	439,239
Other	39,875	5,725	14,401	31,199
	458,985	316,815	305,362	470,438
	\$ 510,254	\$ 621,373	\$ 654,547	\$ 477,080

Chippewas of Rama First Nation
Notes to Consolidated Financial Statements

March 31, 2015

15. Long-term Debt

	<u>2015</u>	<u>2014</u>
Non-revolving demand promissory note, secured by credit facility, interest at prime plus 1% payable monthly	\$ 3,500,000	\$ 4,000,000
Non-revolving demand promissory note, secured by credit facility, interest at prime plus 2% payable monthly	1,000,000	1,500,000
Non-revolving demand promissory note, interest at prime plus 0.25% payable monthly, due September 2021	6,400,000	6,400,000
Non-revolving demand promissory note, interest at prime plus 0.25% payable monthly, due April 2016	2,672,300	2,041,868
Non-revolving demand promissory note, interest at prime plus 0.25% payable monthly, due April 2016	4,300,000	1,111,799
Mortgages payable - Social Housing, 1.53% to 3.09%, payable monthly in blended payments of \$41,996 secured by the First Nation and ministerial guarantee, due 2016 to 2019	<u>6,944,721</u>	<u>7,309,499</u>
	<u>\$ 24,817,021</u>	<u>\$ 22,363,166</u>

Anticipated annual principal repayments over the next four years are due as follows:

Year	Amount
2016	\$ 19,774,060
2017	755,306
2018	3,559,941
2019	<u>727,714</u>
	<u>\$ 24,817,021</u>

	<u>2015</u>	<u>2014</u>
Interest expense for the year on long-term debt	<u>\$ 717,523</u>	<u>\$ 612,444</u>

The First Nation has entered into a credit facility agreement with the bank for non-revolving demand promissory notes with an authorized total amount of \$4,500,000. Advances are repayable in full on or before August 31, 2015, unless the bank agrees to extend the credit. If the bank agrees to extend the credit, both demand loans shall be reduced and repaid by annual amounts of \$500,000 or such higher amount as the bank may determine on August 31st. These demand loans are secured by an unconditional and unlimited guarantee of the Waasa Gdi Naabmin (Looking Far Ahead) Trust and hypothecation of the investment portfolio of the trust (Note 8). Subsequent to year end, these demand loans were repaid in full.

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

15. Long-term Debt (continued)

Under the same credit facility, the First Nation has an additional non-revolving demand promissory note with an authorized amount of \$6,400,000 for assistance with financing the investment in My Lucky Spot - Entertainment Centre Ltd. Advances are repayable in full on or before September 30, 2021. This demand loan is secured by a guaranteed investment certificate (Note 8).

Under the same credit facility, the First Nation has additional non-revolving demand promissory notes with an authorized amount of \$3,000,000 and \$4,300,000 for assistance in financing the purchase and installation of solar panels and the construction of the Public Works building respectively (Note 19). Advances are repayable in full on or before April 1, 2016, unless the bank agrees to extend the credit. If the bank agrees to extend the credit, the demand loan related to the Public Works building shall be reduced and repaid by an annual amount of \$215,000 or such higher amount as the bank may determine on April 1st. The solar panel loan is repayable in equal monthly installments of principal of \$14,846 plus interest with a final payment of the balance of principal and interest then outstanding due April 1, 2016, unless the bank agrees to extend the credit. These demand loans are secured by the First Nation Fund portfolio investments held in Scotiabank and a guaranteed investment certificate (Note 8).

In addition to the above long-term debt, the First Nation has an operating line of credit with an authorized amount of \$1,150,000 which bears interest at prime plus 1% payable monthly. As at year end, the line of credit was unused. This operating line of credit is secured by an unlimited guarantee of the First Nation.

In addition to the security specified above, the loans are secured by collateral mortgages in the amount of \$8,065,000 providing a first fixed charge over five properties.

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

16. Solid Waste Closure and Post-Closure Liabilities

Solid waste closure and post-closure care requirements have been defined in accordance with industry standards and include final covering and landscaping of the landfill, removal of ground water and leachates, and ongoing environmental monitoring, site inspection and maintenance. The present value of the First Nation's estimated future liability for this expense is recognized as the landfill site's capacity is used. The liability and annual expense is calculated based on the ratio of utilization to total capacity of the landfill site and the discounted estimated cash flows associated with closure and post-closure activities. The reported liability as at year end was \$1,232,566 (2014 - \$1,157,123) and reflects a discount rate of 3.5% (2014 - 4.2%). The estimated total expenditures for landfill closure costs are approximately \$530,000 with annual post-closure care costs of approximately \$50,000.

The liability is based on estimates and assumptions related to events extending over the remaining life of the landfill. The landfill was expected to reach its capacity during 2012 however, its useful life has been increased by an estimate of 11 years due to an extension of the berms performed in 2013. The estimated remaining landfill life is 10 years. There are no specific assets designated for these post-closure costs, though management believes that the current accumulated surplus will be sufficiently maintained to meet this liability. The estimated length of time needed for post-closure care is 50 years.

17. Pension Plan

The First Nation makes contributions to The Standard Life Assurance Company of Canada pension plan. This plan is a defined contribution plan. The First Nation matches employee contributions up to a maximum of 8% of the employees compensation. Employees have the choice of contributing either 5% or 8% of their compensation to the plan. The retirement benefit for each employee is the amount that can be provided at retirement based on the accumulated contributions made on that individual's behalf and investment earnings on those contributions.

During the year, the First Nation contributed \$1,197,032 (2014 - \$1,181,080) to the defined contribution pension plan and is included in employee benefits in the statement of financial activities. There were no significant changes to the plan during the year.

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

19. Contingent Liabilities

- a) The First Nation has guaranteed the mortgages of certain members in the amount of approximately \$4,169,220 (2014 - \$4,169,220). The outstanding balance of the mortgages amounted to \$2,025,333 (2014 - \$2,257,157) at year end.
- b) Where differences exist between the agency's net approved expenses and their actual net expenses, the resolution of these variances will be negotiated between the agency and the First Nation. Any resultant adjustments will be recognized in the year in which the changes are confirmed by the agency.
- c) Various lawsuits have been filed or are pending against the First Nation for incidents which arose in the ordinary course of business. In the opinion of management, the outcome of the lawsuits, now pending, is not determinable. Should any loss result from the resolution of these claims, such loss will be charged to operations in the year of resolution.
- d) The First Nation has entered into a collateral security agreement with a Canadian chartered bank that has agreed to finance on-reserve housing loans for individual band members of Rama. The First Nation has guaranteed the payment and performance by the borrowers of the obligations up to the amount of \$14,371,508 (Note 8) which the First Nation has set aside as restricted assets into a separate collateral account and has given the bank a security interest in that account. Of this amount, the First Nation, has set aside \$3,000,000 to assist in financing the purchase and installation of solar panels, and \$4,300,000 to assist in financing the construction of the Public Works building (Note 15). In addition, the outstanding balance of the mortgages at year end amounted to \$3,292,503 (2014 - \$3,341,924).
- e) The First Nation has provided a guarantee of \$5,000,000 on two Bank of Nova Scotia bank notes for the SEM Resort Limited Partnership with Samson First Nation. These bank notes are further secured by postponement agreements in the amount of \$2,000,000 from Mnjikaning Holdings Limited Partnership and Samson Holdings Limited Partnership. As at March 31, 2015 the outstanding amount of these bank notes from SEM Resort Limited Partnership was \$NIL (2014 - \$812,500).

20. Contractual Obligations

	2015	2016	2017	2018	2019 and thereafter	Total
Computer equipment leases	\$ 96,796	\$ 99,390	\$ 82,553	\$ 75,932	\$ 86,583	\$ 441,254
Construction contracts	2,537,205	-	-	-	-	2,537,205
	<u>\$2,634,001</u>	<u>\$ 99,390</u>	<u>\$ 82,553</u>	<u>\$ 75,932</u>	<u>\$ 86,583</u>	<u>\$2,978,459</u>

Chippewas of Rama First Nation
Notes to Consolidated Financial Statements

March 31, 2015

21. Government Transfers

	<u>2015</u>	<u>2014</u>
Federal government transfers		
Operating:		
Aboriginal Affairs and Northern Development Canada:		
Block contribution	\$ 4,189,908	\$ 4,104,377
Fixed contribution	127,900	35,000
Set contribution	646,117	662,901
Health Canada	899,350	866,859
Canada Mortgage and Housing Corporation	245,135	246,761
Other	738,883	698,913
Capital (Note 14)	26,660	25,340
Total federal government transfers	6,873,953	6,640,151
Provincial government transfers		
Operating	3,997,928	3,710,104
Capital (Note 14)	24,609	23,391
Total provincial government transfers	4,022,537	3,733,495
Total government transfers	\$ 10,896,490	\$ 10,373,646

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

22. Budget

The Financial Plan (Budget) adopted by Chief and Council was not prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards). The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the statements of operations and change in net financial assets represent the Financial Plan adopted by Chief and Council with adjustments as follows:

	<u>2015</u>
Financial Plan (Budget) surplus (deficit) for the year	
Chippewas of Rama First Nation	\$ (166,722)
Chippewas of Rama Social Housing	174,714
Ojibway Bay Marina Ltd.	27,605
455457 Ontario Inc. (o/a Ramcor Developments)	304,392
1176290 Ontario Limited (o/a Biindigen Gift Shop)	(64,247)
1291580 Ontario Inc. (o/a Rama Country Market and Gas Bar)	<u>(17,076)</u>
Total Financial Plan (Budget) surplus for the year	258,666
Add: Capital expenditures	<u>1,167,886</u>
 Budget surplus per statement of operations	 <u>\$ 1,426,552</u>

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

23. Segmented Information

The First Nation is a diversified government institution that provides a wide range of services to its members such as education, health and social services, economic development, housing, police, fire, public works, planning, lands and trust, recreation and other general government services. Distinguishable functional segments have been separately disclosed in the segmented information.

For each reported segment, revenues and expenses include amounts that are directly attributable to the segment and amounts are allocated on a reasonable basis. Therefore certain allocation methodologies are employed in the preparation of segmented financial information, including transfers that have been apportioned based on a percentage of budgeted expenses.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the summary of significant accounting policies.

The nature of the segments and the activities they encompass are as follows:

General Government

The general government department oversees the delivery of all governmental services. The department is responsible for ensuring that there are adequate policies and procedures in place to safeguard assets and to properly report financial activities. In addition, this department includes the governance activities of Chief and Council.

Health and Social Services

The health department provides a diverse bundle of services directed towards the well-being of members including such activities as long-term care, medical transportation, pre-natal care, nursing, health representation, traditional healing, family violence and many other smaller programs designed to enhance the health of members. The social services department is responsible for administering social assistance payments as well as providing services directed towards members.

Education

The education department provides services to elementary and secondary students primarily by entering into service contracts with provincially funded area school boards, as well as native language study and early childhood education. In addition, the department reimburses tuition costs and provides living and other allowances to students who are attending post-secondary institutions.

Economic Development and Business Enterprises

The economic development department is responsible for promoting economic growth within the First Nation. Band operated enterprises are activities conducted by the First Nation with the objective of promoting economic self-sufficiency. These operations include but are not limited to the retail mall, country market, gas station, marina and gift shop.

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

23. Segmented Information (continued)

Housing and Social Housing

Social housing is responsible for administering and providing affordable housing within the First Nation, including unit allocations, rental assessments, collections and maintenance and repairs.

Lands and Trust

Lands and trust includes rental of the land and trust distributions.

Recreation

The First Nation provides a wide array of recreation services, including youth leadership programs, sport programs and clubs, and various special events.

Special Projects

The First Nation provides a wide array of other services included in special projects.

Operations and Maintenance

The operations and maintenance department provides public services that contribute to community development and sustainability through the provision of operating services such as roads and community buildings maintenance.

Fire and Police

Fire services is responsible for providing fire suppression service, fire prevention programs, and training and education related to prevention, detection or extinguishment of fires. Police services responsibility is to ensure the safety of the lives and property of citizens, preserve the peace and good order, prevent crimes from occurring, detect offenders and enforce the law.

Water and Waste Water

The water and waste water department provides public services that contribute to community development and sustainability through the provision of water and sanitation services.

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

23. Segmented Information (continued)

	General Government			Health and Social Services			Education			Economic Development and Business Enterprises		
	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014
Revenue												
Federal government transfers	\$ 555,719	\$ 594,819	\$ 591,659	\$ 1,148,090	\$ 1,252,693	\$ 1,285,853	\$ 2,705,425	\$ 2,812,755	\$ 2,792,450	\$ 138,896	\$ 317,492	\$ 138,797
Provincial government transfers	-	-	535	3,322,116	3,594,590	3,380,061	18,700	17,842	14,719	-	-	-
First Nation Fund revenue	-	34,267	6,099,099	-	-	-	-	-	-	-	-	-
Rental income	2,916,636	2,967,591	2,912,410	180,900	205,912	182,572	-	-	-	-	-	-
Investment income	1,200,000	1,902,455	2,317,429	-	-	-	-	-	-	-	-	-
Income from enterprises	-	-	-	-	-	-	-	-	-	-	(511,689)	(1,512,858)
Casino Rama ground rent	-	-	-	-	-	-	-	-	-	-	-	-
User fees	-	67,312	-	-	-	-	-	-	-	-	-	-
Sales from business enterprises	-	-	-	-	-	-	-	-	-	-	-	-
Casino Rama fees	8,100,000	7,181,832	7,394,362	-	-	-	-	-	-	13,400,031	12,890,916	13,484,058
Other	302,630	1,386,816	1,750,244	509,864	443,334	477,549	545,820	730,691	758,483	671,079	405,067	313,422
	13,074,985	14,135,092	21,065,738	5,160,970	5,496,529	5,326,035	3,269,945	3,561,288	3,565,652	14,210,006	13,101,786	12,423,419
Expenses												
Salaries and wages	4,125,944	4,226,310	4,555,688	3,911,783	3,911,940	3,871,135	3,118,764	3,044,990	2,922,399	2,196,920	2,182,024	2,169,013
Materials, services and other	620,655	786,512	657,162	1,535,935	1,591,551	1,559,418	2,959,662	2,842,136	2,732,172	10,500,057	10,001,258	10,540,476
Repairs and maintenance	33,465	22,561	10,395	338,778	434,257	462,552	227,515	317,290	338,681	189,715	279,435	274,638
Contracted services, professional fees	594,492	904,832	894,660	37,541	45,500	43,452	27,800	8,765	7,391	126,800	147,945	47,520
Utilities, insurance	51,992	50,597	51,670	90,697	85,789	94,166	68,800	103,117	100,916	178,810	196,231	202,432
Rental	355,399	300,480	319,815	74,754	73,361	67,859	41,804	57,925	56,270	561,660	559,116	559,117
Gifts, donations, grants	150,000	184,651	136,063	68,559	60,500	75,350	174,600	170,219	126,296	-	-	-
Amortization	-	302,069	299,157	-	215,606	200,882	-	285,941	278,800	220,800	419,131	369,959
Loss (gain) on disposal of tangible capital assets	-	-	4,120	-	9,050	7,520	-	(11,626)	5,971	-	2,564	14,877
Interest expense	319,400	449,348	487,097	-	-	-	-	-	-	45,080	33,453	39,164
Trust capital distributions	-	-	-	-	-	-	-	-	-	-	-	-
Net surplus (deficit)	\$ 6,251,347	\$ 7,227,360	\$ 7,405,827	\$ 6,058,047	\$ 6,427,554	\$ 6,382,334	\$ 6,618,945	\$ 6,618,757	\$ 6,568,896	\$ 14,019,842	\$ 13,821,157	\$ 14,217,196
	\$ 6,823,638	\$ 6,907,732	\$ 13,659,911	\$ (997,077)	\$ (931,025)	\$ (1,056,299)	\$ (3,349,000)	\$ (3,057,469)	\$ (3,003,244)	\$ 190,164	\$ (719,371)	\$ (1,793,777)

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

23. Segmented Information (continued)

	Housing and Social Housing			Lands and Trust			Recreation			Special Projects		
	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014
Revenue												
Federal government transfers	\$ 444,096	\$ 448,304	\$ 446,045	\$ 102,068	\$ 85,051	\$ 83,632	\$ -	\$ 6,760	\$ 5,000	\$ 35,660	\$ 36,950	\$ 34,660
Provincial government transfers	-	-	-	-	-	-	-	-	-	-	-	-
First Nation Fund revenue	-	-	-	-	-	-	-	-	-	-	-	-
Rental income	712,355	639,675	635,891	547,899	542,593	541,293	-	-	-	-	-	-
Investment income	-	-	-	2,176,800	2,807,510	1,649,868	-	-	-	-	-	-
Income from enterprises	-	-	-	-	-	-	-	-	-	-	-	-
Casino Rama ground rent	-	-	-	-	-	-	-	-	-	-	-	-
User fees	-	-	-	-	4,958,213	4,876,021	-	215,998	-	-	-	-
Sales from business enterprises	-	-	-	-	-	-	-	-	-	-	-	-
Casino Rama fees	-	-	-	-	-	-	-	-	-	-	-	-
Other	41,900	20,365	30,789	-	500	-	37,700	76,360	273,922	34,700	35,540	35,191
	1,198,351	1,108,344	1,112,725	2,826,767	8,393,867	7,150,814	252,200	299,118	278,922	70,360	72,490	69,851
Expenses												
Salaries and wages	71,728	74,762	76,976	143,665	168,823	116,516	343,992	329,038	326,376	89,587	89,602	81,660
Materials, services and other	136,405	101,801	143,638	77,088	436,238	394,942	108,340	122,627	116,727	96,210	81,607	58,396
Repairs and maintenance	109,700	108,772	179,990	-	5,495	-	22,200	17,174	23,108	-	-	-
Contracted services, professional fees	19,500	18,500	18,500	2,000	7,355	24,141	5,000	3,587	4,852	-	11,916	15,859
Utilities, insurance	76,601	78,888	73,656	-	737	-	2,500	1,482	2,115	-	-	-
Rental	500	-	-	2,480	1,398	1,398	3,500	3,494	3,697	2,100	2,096	2,096
Gifts, donations, grants	-	-	-	200	-	-	-	-	-	-	-	-
Amortization	364,787	489,388	487,837	-	-	694	-	23,799	27,061	-	255	255
Loss (gain) on disposal of tangible capital assets	-	-	-	-	-	-	-	300	-	-	-	-
Interest expense	135,263	134,690	144,245	-	-	-	-	-	-	-	-	-
Trust capital distributions	-	-	-	-	8,650,837	8,513,397	-	-	-	-	-	-
	914,484	1,006,801	1,124,842	225,433	9,270,883	9,051,088	485,532	501,501	503,936	187,897	185,476	158,266
Net surplus (deficit)	\$ 283,867	\$ 101,543	\$ (12,117)	\$ 2,601,334	\$ (877,016)	\$ (1,900,274)	\$ (233,332)	\$ (202,383)	\$ (225,014)	\$ (117,537)	\$ (112,986)	\$ (88,415)

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

23. Segmented Information (continued)

	Operations and Maintenance			Fire and Police			Water and Waste Water			Totals Before Adjustments		
	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014
Revenue												
Federal government transfers	\$ 1,345,341	\$ 1,314,583	\$ 1,262,055	\$ -	\$ -	\$ -	\$ 4,500	\$ 4,546	\$ -	\$ 6,479,795	\$ 6,873,953	\$ 6,640,151
Provincial government transfers	123,332	410,105	338,180	-	-	-	-	-	-	3,464,148	4,022,537	3,733,495
First Nation Fund revenue	-	-	-	-	-	-	-	-	-	-	34,267	6,099,099
Rental income	402,872	335,770	329,472	-	-	-	-	-	-	4,760,662	4,691,541	4,601,638
Investment income	-	-	-	-	-	-	-	-	-	3,376,800	4,709,965	3,967,297
Income from enterprises	-	-	-	-	-	-	-	-	-	-	(511,689)	(1,512,858)
Casino Rama ground rent	-	-	-	-	-	-	-	-	-	-	-	-
User fees	1,554,462	1,654,927	1,591,017	5,561,811	5,458,499	5,300,333	1,445,478	1,378,258	1,224,424	8,776,251	4,958,213	4,876,021
Sales from business enterprises	-	-	-	-	-	-	-	-	-	-	8,774,994	8,115,774
Casino Rama fees	-	-	-	-	-	-	-	-	-	-	-	-
Other	1,186,630	945,048	1,150,706	14,717	66,702	(37,205)	10,520	-	2,250	13,400,031	12,890,916	13,484,058
	4,612,637	4,660,433	4,671,430	5,576,528	5,525,201	5,263,128	1,480,498	1,382,804	1,226,674	51,713,247	57,736,952	62,154,388
Expenses												
Salaries and wages	3,818,526	2,757,031	2,959,076	5,378,876	6,056,563	5,762,922	726,348	734,814	748,929	24,526,133	23,575,897	23,590,690
Materials, services and other	500,282	1,379,039	1,215,609	490,327	388,666	393,529	334,329	326,775	232,726	17,359,290	17,858,210	18,044,795
Repairs and maintenance	1,927,904	1,599,779	1,841,014	267,825	290,423	271,198	226,342	216,094	214,319	3,343,444	3,291,280	3,615,895
Contracted services, professional fees	172,737	110,730	263,818	41,565	13,583	13,280	66,097	26,036	41,099	1,093,532	1,298,749	1,364,572
Utilities, insurance	289,750	377,422	387,040	133,200	141,530	139,277	166,035	193,019	207,218	1,058,385	1,228,812	1,258,490
Rental	28,905	31,258	44,896	49,908	50,896	51,160	1,812	1,854	2,093	1,122,822	1,081,878	1,108,401
Gifts, donations, grants	-	-	-	4,400	2,301	2,214	-	-	-	397,759	417,671	339,923
Amortization	-	1,014,658	951,737	-	499,482	289,007	-	611,309	610,103	585,587	3,861,638	3,515,492
Loss (gain) on disposal of tangible capital assets	-	(2,394)	20,327	-	(10,789)	51,929	-	-	-	-	(12,895)	104,744
Interest expense	300,000	75,413	-	-	-	-	-	-	-	799,743	692,904	670,506
Trust capital distributions	-	-	-	-	-	-	-	-	-	-	8,650,837	8,513,397
	7,038,104	7,342,936	7,683,517	6,966,101	7,432,655	6,974,516	1,520,963	2,109,901	2,056,487	50,286,695	61,944,981	62,126,905
Net surplus (deficit)	\$ (2,425,467)	\$ (2,682,503)	\$ (3,012,087)	\$ (1,389,573)	\$ (1,907,454)	\$ (1,711,388)	\$ (60,465)	\$ (727,097)	\$ (829,813)	\$ 1,426,552	\$ (4,208,029)	\$ 27,483

Chippewas of Rama First Nation

Notes to Consolidated Financial Statements

March 31, 2015

23. Segmented Information (continued)

	Consolidation Adjustments			Consolidated Totals		
	Budget 2015	2015	2014	Budget 2015	2015	2014
Revenue						
Federal government transfers	\$ -	\$ -	\$ -	\$ 6,479,795	\$ 6,873,953	\$ 6,640,151
Provincial government transfers	-	-	-	3,464,148	4,022,537	3,733,495
First Nation Fund revenue	-	-	-	-	34,267	6,099,099
Rental income	512,724	588,933	591,006	4,247,938	4,102,608	4,010,632
Investment income	-	-	-	3,376,800	4,709,965	3,967,297
Income from enterprises	-	-	-	-	(511,689)	(1,512,858)
Casino Rama ground rent	-	-	-	-	4,958,213	4,876,021
User fees	1,313,387	1,622,012	1,585,627	7,462,864	7,152,982	6,530,147
Sales from business enterprises	-	277,830	303,859	13,400,031	12,613,086	13,180,199
Casino Rama fees	-	-	-	8,100,000	7,181,832	7,394,362
Other	376,652	887,567	974,897	2,978,908	3,222,856	3,780,454
	<u>2,202,763</u>	<u>3,376,342</u>	<u>3,455,389</u>	<u>49,510,484</u>	<u>54,360,610</u>	<u>58,698,999</u>
Expenses						
Salaries and wages	252,272	9,880	3,698	24,273,861	23,566,017	23,586,992
Materials, services and other	69,990	839,942	907,101	17,289,300	17,018,268	17,137,694
Repairs and maintenance	1,173,815	1,783,607	1,832,819	2,169,629	1,507,673	1,783,076
Contracted services, professional fees	-	-	-	1,093,532	1,298,749	1,364,572
Utilities, insurance	9,752	12,553	18,894	1,048,633	1,216,259	1,239,596
Rental	666,005	690,740	689,635	456,817	391,138	418,766
Gifts, donations, grants	30,929	39,620	3,242	366,830	378,051	336,681
Amortization	-	-	-	585,587	3,861,638	3,515,492
Loss (gain) on disposal of tangible capital assets	-	-	-	-	(12,895)	104,744
Interest expense	-	-	-	799,743	692,904	670,506
Trust capital distributions	-	-	-	-	8,650,837	8,513,397
	<u>2,202,763</u>	<u>3,376,342</u>	<u>3,455,389</u>	<u>48,083,932</u>	<u>58,568,639</u>	<u>58,671,516</u>
Net surplus (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,426,552</u>	<u>\$ (4,208,029)</u>	<u>\$ 27,483</u>