Moose Cree First Nation
Consolidated Financial Statements
For the year ended March 31, 2014

Moose Cree First Nation
Consolidated Financial Statements
For the year ended March 31, 2014

Contents

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements of the Moose Cree First Nation and all the information in this annual report are the responsibility of management and have been approved by the Chief and Council of the First Nation.

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles for governments in Canada. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The First Nation maintains systems of internal accounting and administrative controls. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the First Nation's assets are appropriately accounted for and adequately safeguarded.

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

The Chief and Council have reviewed the First Nation's consolidated financial statements and recommend their approval. The Chief and Council meet to discuss and review the annual report, the financial statements and the external auditors' report. The Chief and Council take this information into consideration when approving the consolidated financial statements for issuance to the Members. The Chief and Council also consider the engagement of the external auditors.

The consolidated financial statements have been audited by BDO Canada LLP in accordance with Canadian generally accepted auditing standards on behalf of the members of the First Nation. BDO Canada LLP has full and free access to the Council.

Chief	Pauline Bickard Councilor
Councilor	Councilor
Elaine Jeffries Councilor	Christina Wapoe Councilor
Councilor	Councilor
Frances Kenaud Councilor	Robert Echum Councilor
Councilor	Councilor

Tel: 705 945 0990
Fax: 705 942 7979
Toll-free: 800 520 3005
www.bdo.ca

BDO Canada LLP
747 Queen Street E
PO Box 1109
Sault Ste. Marie ON P6A 5N7 Canada

Independent Auditor's Report

To the Members of Moose Cree First Nation

We have audited the accompanying consolidated financial statements of the Moose Cree First Nation, which comprise the consolidated statement of financial position as at March 31, 2014 and the consolidated statements of operations, 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 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 qualified audit opinion.

Basis for Qualified Opinion

The First Nation has investments in a number of government business enterprises which are required under Canadian public sector accounting standards to prepare their financial statements in accordance with International Financial Reporting Standards. Although all First Nation government business enterprises have not reported their financial statements under those requirements, only Amisk-OO-Skow Finance Corporation could possibly result in a material misstatement. Accordingly, we were unable to determine the adjustments necessary, if any, to investment in government business enterprises, share in earnings of government business enterprises and the accumulated surplus.

Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of the Moose Cree First Nation as at March 31, 2014 and the results of its operations, change in net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

BDO Canada LLP

Chartered Accountants, Licensed Public Accountants
Sault Ste. Marie, Ontario
July 29, 2014

Moose Cree First Nation
Consolidated Statement of Financial Position
(restated)

March 31	2014	2013
Financial assets		
Cash and short term deposits (Note 1)	$ 12,388,171	$ 13,146,855
Portfolio investments (Note 3)	3,037,500	8,788,500
Accounts receivable	6,002,637	4,600,771
Mortgages receivable (Note 2)	637,800	642,780
Investment in government business enterprises (Note 13)	9,886,322	8,081,403
	31,952,430	35,260,309
Liabilities		
Accounts payable and accrued liabilities	5,037,106	3,981,371
Non-interest bearing advances (Note 5)	2,000,000	2,227,993
Deferred revenue and advances (Note 4)	307,164	357,164
Demand loans (Note 7)	153,595	210,058
Due to government business enterprises (Note 9)	2,326,106	5,951,196
Long term debt (Note 6)	22,482,420	22,210,931
	32,306,391	34,938,713
Net financial assets (debt)	(353,961)	321,596
Non-financial assets		
Tangible capital assets (Schedule 1)	47,167,400	47,431,259
Prepaid expenses and inventory of supplies	282,021	277,076
	47,449,421	47,708,335
Accumulated surplus (Note 8)	$ 47,095,460	$ 48,029,931
Funds held in trust with Government of Canada	$ 28,646	$ 27,939

On behalf of the Band Council:

Chief

Councilor

Councilor

Councilor

Councilor

Councilor

Councilor

Councilor

Councilor

Councilor

Councilor

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Moose Cree First Nation
Consolidated Statement of Operations
(restated)

For the year ended March 31	Budget	2014	2013
Revenue			
Deferred revenue, beginning of year	$ -	**$ 357,164**	$ 430,491
Aboriginal Affairs and Northern Development	-	**13,162,454**	13,093,849
Health Canada	-	**2,423,840**	2,370,632
Canada Mortgage and Housing Corporation	-	**1,406,423**	1,316,671
Federal other	-	**154,170**	77,515
Province of Ontario	-	**4,669,065**	3,504,574
Mushkegowuk Council	-	**291,712**	389,005
Ontario First Nation Limited Partnership trust fund	-	**1,900,711**	1,918,724
Rental	-	**1,994,924**	1,945,634
NOHFC	-	**-**	115,862
Local services	-	**447,646**	295,916
Ontario Power Generation	-	**4,020,085**	3,435,373
Ontario Power Generation - LMLP Contribution	-	**6,045,864**	-
DeBeers	-	**771,356**	906,222
Detour Gold	-	**1,543,895**	1,556,280
Detour Gold share issuance	-	**3,037,500**	2,772,000
Other	-	**4,164,547**	3,674,353
Interest	-	**22,666**	2,646
Deferred revenue, end of year	-	**(307,164)**	(357,164)
	40,330,919	**46,106,858**	37,448,583
Expenses			
Administration and communications	2,678,682	**1,651,808**	1,991,626
Land and resources	1,489,572	**701,993**	58,140
Fire protection services and projects	488,724	**552,099**	359,627
Economic development	747,884	**895,408**	146,749
Major agreements	5,277,302	**6,647,597**	6,155,957
Health	2,786,557	**3,379,820**	2,993,482
Public works	2,108,961	**2,398,723**	2,088,068
Social assistance	2,417,201	**3,599,021**	3,271,544
Social housing and housing administration	4,214,054	**2,488,566**	2,545,450
Other	2,210,296	**4,584,470**	6,567,141
Capital	-	**933,670**	1,032,553
Ontario First Nation Limited Partnership allocations	1,499,464	**2,210,000**	3,731,174
Moose Cree Properties	-	**329,811**	-
EPR and Arena	861,099	**579,731**	680,061
Moose Cree Education Authority	9,500,000	**9,822,971**	7,523,441
Language and Cultural Projects	2,082,048	**1,045,898**	188,053
Youth programming	539,820	**556,797**	-
Loss on sale of Detour Gold Shares	-	**6,267,865**	3,836,250
	38,901,664	**48,646,248**	43,169,316
Annual deficit before share in earnings of First Nation business enterprises	1,429,255	**(2,539,390)**	(5,720,733)
Share in earnings of First Nation business enterprises	-	**1,804,919**	154,740
Annual deficit	1,429,255	**(734,471)**	(5,565,993)
Accumulated surplus, beginning of year	48,029,931	**48,029,931**	53,595,924
Accumulated surplus, end of year	$ 49,459,186	**$ 47,295,460**	$ 48,029,931

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Moose Cree First Nation
Consolidated Statement of Change in Net Financial Assets (Debt)
(restated)

For the year ended March 31	Budget	2014	2013
Annual deficit	$ 1,429,255	**$ (2,539,390)**	$ (5,720,733)
Acquisition and adjustments of tangible capital assets	(2,610,577)	**(2,610,577)**	(3,847,862)
Amortization of tangible capital assets	2,874,346	**2,874,436**	2,809,771
Share in earnings of government business enterprises	-	**1,804,919**	154,740
Investment in First Nation business enterprises	-	**(200,000)**	-
Prepaid expenses and inventory of supplies	-	**(4,945)**	29,543
Net change in financial assets (debt)	1,693,024	**(675,557)**	(6,574,541)
Net financial assets, beginning of year	321,596	**321,596**	6,896,137
Net financial assets (debt), end of year	$ 2,014,620	**$ (353,961)**	$ 321,596

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Moose Cree First Nation
Consolidated Statement of Cash Flows
(restated)

For the year ended March 31	2014	2013
Operating transactions		
Annual deficit	$ (734,471)	$ (5,565,993)
Items not involving cash		
Share in (gain) loss of subsidiary operations	(1,804,919)	(154,740)
Amortization	2,874,436	2,809,771
	335,046	(2,910,962)
Changes in non-cash operating balances		
Accounts receivable	(1,401,866)	867,206
Prepaid expenses	(4,945)	29,543
Accounts payable and accrued liabilities	1,055,735	(445,488)
Due to government business enterprises	(3,625,090)	3,342,730
Deferred revenue	(50,000)	(73,327)
	(3,691,120)	809,702
Capital transactions		
Mortgage receivable	4,980	27,089
Purchase of capital assets	(2,610,577)	(3,847,862)
Portfolio Investments	5,751,000	1,064,250
Investment in First Nation business enterprises	(200,000)	-
	2,945,403	(2,756,523)
Financing activities		
Long term debt issued	1,695,000	1,151,300
Principal payments on debt	(1,423,511)	(1,339,112)
Decrease in demand loans	(56,463)	(89,797)
Non-interest bearing advances	(227,993)	227,993
	(12,967)	(49,616)
Net change in cash and cash equivalents	(758,684)	(1,996,437)
Cash and cash equivalents, beginning of year	13,146,855	15,143,292
Cash and cash equivalents, end of year	$ 12,388,171	$ 13,146,855

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Accounting Principles

The financial statements of the Moose Cree First Nation are the representation of management prepared in accordance with generally accepted accounting principles for governments, as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations.

Funds Held in Trust

Band funds held in trust with the Government of Canada 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 and are subject to audit by the Office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

Basis of Consolidation

The Moose Cree First Nation consolidates the assets, liabilities and results of operations for the Moose Cree First Nation and all the related entities which are accountable to the First Nation, including the Moose Cree Education Authority.

All inter-fund balances have been eliminated on consolidation, but in order to present the operations for each specific program, transactions amongst programs have not necessarily been eliminated on the various schedules.

Moose Cree GP Limited Partnership, Moose Band Development Corporation, 534209 Ontario Limited o/a "CS Enterprises", Amisk-Kodim Corporation, 1100076 Ontario Inc, Kimessanamenow Corporation, and Amisk-OO-Skow Finance Corporation are accounted for using the modified equity method. Separate audited financial statements of the Corporations are available to First Nation members.

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	10-30 years
Buildings	10-40 years
Office equipment	4-10 years
Equipment and furniture	10-15 years
Vehicles	3-5 years
Infrastructure	10-100 years

Portfolio Investments

Portfolio investments are long term investments in organizations that do not form part of the First Nation. All portfolio investments are recorded at cost. Income is recognized to the extent of dividends received.

Revenue Recognition

Revenue is recognized as it becomes available under the terms of applicable funding agreements. Funding received under the funding agreements which relates to a subsequent period is reflected as deferred revenue in the year of receipt and classified as such on the statement of financial position.

Other revenue is recognized as received or when services are provided.

Government Transfers

Government transfers, which include legislative grants, are recognized in the financial statements in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amount can be made.

Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Prior Year Funding Adjustments

The First Nation has entered into contribution agreements with several government funding agencies. These programs are subject to audit by the various government agencies with audit adjustments repayable to the government. Adjustments relating to prior years are charged to operations in the year during which the adjustments are determined.

1. Cash and short term deposits

	2014	2013
Cash	$ 10,903,289	$ 9,674,661
Short term deposits	1,484,882	3,472,194
	$ 12,388,171	$ 13,146,855

Cash is represented by deposits at financial institutions and cash amounts on hand at year end.

Short term deposits is represented by investments in guaranteed investment certificates with maturity dates varying from May 15, 2014 to November 13, 2014 at interest rates varying from 1.31% to 1.42%.

All interest earned from the investments is recorded under the accrual method and is included under interest income in the statement of operations.

2. Mortgage receivables

Amounts reflected as mortgage receivables relate to interest free loans to First Nation members to finance housing renovations. All loans are secured by the members' home and have varying repayment terms.

3. Portfolio investments

During the year, as part of its benefit agreement with Detour Gold Corporation, the First Nation was issued 250,000 shares of the company at $12.15 per common share and are still held at year end. The fair value of the investment at year end is $2,392,500.

In prior years the First Nation was issued 450,000 shares, all of which were disposed of during the year. The loss on the sale of the shares was $6,267,865.

4. Deferred revenue

Deferred revenue consists of the following:

	2014	2013
Health Transfer Agreement	$ 210,736	$ 298,883
Employment programs	96,428	58,281
	$ 307,164	$ 357,164

5. Non-interest bearing advances

	2014	2013
Ontario Power Generation	$ 2,000,000	$ 2,000,000
Detour Gold Corporation	-	227,993
	$ 2,000,000	$ 2,227,993

6. Long term debt

	2014	2013
CMHC advances payable	$ 1,695,000	$ 1,151,300
Mortgages payable - Waskahegun property, in blended monthly payment ranging from $667 to $997 including interest at a rate of 2.99%, due May 2018	120,763	148,207
Mortgages payable - receiving home, in blended monthly payments of $607, including interest at a rate of 3.18%, due May 2018	73,344	78,445
Mortgages payable - housing initiative #1, in blended monthly payments of $16,379, including interest at a rate of 5.62%, due May, 2014	2,638,987	2,688,334
Mortgages payable - housing initiative #2, in blended monthly payments of $18,742, including interest at a rate of 4.40%, due January, 2015	3,494,066	3,565,732
NOHFC loan payable, 215 monthly payments of $1,389 starting April 1, 2012 ending February 2030, interest free	266,664	283,332
Loans payable, repaid during year	-	6,472
Leasehold payable, monthly payments of $1,830, due July 2015, interest free	28,480	50,440
Loans payable, in blended monthly payments of $4,866, including interest at a rate of 5%, due March 2016	99,749	151,772
Loan payable, repaid during the year	-	17,013
Loan payable, in blended monthly payments of $1,322, including interest at 3.6%, due January 2018	56,694	71,257
Loan payable in blended monthly payments of $1,845 including interest at 4.75%, due December 2014	111,153	127,603

6. Long term debt (continued)

	2014	2013
Social Housing Mortgages payable in blended monthly payments ranging from $2,606 to $19,064, including interest at various rates from 1.6% to 5.6%, due on various dates from 2014 to 2019	**$ 13,897,520**	$ 13,871,024
	$ 22,482,420	$ 22,210,931

Principal payments required on long term debt for the next five years and thereafter assuming similar refinancing terms is due as follows:

Year	Amount
2015	$ 1,381,030
2016	1,301,551
2017	1,164,132
2018	1,133,201
2019	959,074
Thereafter	16,543,432
	$ 22,482,420

7. Demand loans

	2014	2013
Bank of Montreal demand loan, $4,885 monthly plus interest at prime plus 1%, due on demand	**$ 153,595**	$ 210,058

8. Accumulated surplus

	2014	2013
Reserves set aside for specific purposes by the First Nation		
Fire service	**$ 64,854**	$ 64,854
Water plant	**32,537**	32,537
Housing	**1,582,307**	1,633,212
Program reserves	**5,047,276**	6,553,411
Casino Rama	**2,932,325**	3,218,948
Self generated revenue fund	**5,614,657**	5,721,827
Moose Cree Education Authority	**3,759,462**	2,712,265
Reserves	**19,033,418**	19,937,054
Equity in tangible capital assets	**24,531,385**	25,010,269
General surplus/deficit	**(6,355,665)**	(3,347,287)
Equity in government business enterprises	**9,886,322**	5,429,891
	$ 47,095,460	$ 47,029,927

9. Related party transactions

(i) Advances to or from related parties are unsecured and non-interest bearing with no specific terms of repayment, with the exception of the amounts owed to Amisk-OO-Skow Finance Corporation, which bear an interest rate of 6.85%.

(ii) Related party transactions are measured at the exchange amount, which is the amount of consideration established and agreed by the related parties.

(iii) At March 31, 2014, the First Nation had a payable to Moose Cree Education Authority in the amount of $1,247,706 (2013 - $2,148,302).

The particulars of transactions with and balances owing to or from government business enterprises are as follows:

	2014	2013
Balance, end of year		
Due to (from) Moose Band Development Corporation	**$ (550,000)**	$ (520,379)
Due to (from) Amisk-OO-Skow Finance Corporation	**2,885,658**	6,521,457
Due to (from) Amisk-Kodim Corporation	**-**	8,046
Due to (from) 534209 Ontario Limited	**(112,602)**	(112,602)
Due to (from) Moose Cree Properties	**103,050**	(4,813)
	$ 2,326,106	$ 5,891,709

	2014	2013
Transactions during the year by Moose Cree First Nation		
Purchase of services from 534209 Ontario Ltd.	**$ -**	$ 1,366,522
Rental expense with Moose Band Development Corporation	**$ 318,569**	$ 318,569
Donations and other receipts from Amisk-Kodim Corporation	**$ 1,076,617**	$ 543,240
Advances (to) from Amisk-OO-Skow Finance Corporation	**$ (3,635,799)**	$ 2,321,518

10. Contingency liabilities

(i) The First Nation has guaranteed bank loans of government business enterprises in the original amount of $3,005,926.

(ii) Aboriginal Affairs and Northern Development Canada has guaranteed loans to various members in the amount of $136,580 (2013 - $108,514). If any loans are in default and require payment by AANDC, the amount paid will be charged back to the First Nation.

(iii) The First Nation has been named as a defendant in legal action related to its contract with Ontario Power Generation. The outcome of this action is not determinable and accordingly, no amounts have been reflected in the accounts of the First Nation for this matter.

11. Comparative figures

Certain comparative figures have been reclassified to conform with the financial presentation adopted in the current year.

12. Prior period adjustment

During the current year it was determined that an adjustment of $1,413,000 to the First Nation's investment in government business enterprises should have occurred when the First Nation began following the new PSAB accounting standards in 2011. The First Nation's subsidiary, Moose Band Development Corporation, had a deferred capital contribution that the First Nation was deferring and amortizing over the period of that asset's life, as would have been the treatment under the previous PSAB accounting standards. It was also determined that capital contributions of $319,777 made by the First Nation in 2011 were expensed when they should have been allocated to investment in government business enterprises. The effect on the prior year is as follows:

Increase in Investment in government business enterprises	$1,732,777
Increase in Accumulated surplus	$1,732,777

13. Investment in government business enterprises

The Moose Band Development Corporation ("MBDC"), 534209 Ontario Limited operating as CS. Enterprises ("CS.") and its subsidiaries, 1100076 Ontario Limited, Amisk-Kodim Corporation, Amisk-OO-Skow Finance Corporation are owned and controlled by the First Nation. Kimessanamenow Corporation is owned 25% by First Nation. As these corporations are business enterprises of the First Nation, they are accounted for on a modified equity basis in these financial statements.

(a) The following table provides condensed supplementary financial information for the year ending March 31, 2014:

	MBDC/CS.	Kimessana-menow Corporation	1100076 Ontario Limited	Amisk-Kodim Corp	Amisk-OO-Skow Finance Corporation	Moose Cree Group of Companies LP	Moose Cree Group GP Ltd.	2014 Total	2013 Total
Financial Position									
Current assets	$ 10,695,993	$ -	$ 3,933,676	$ 5,140,626	$ 6,843,165	$ 6,715,000	$ 235	$ 33,328,695	$ 22,139,219
Capital assets	-	-	-	-	-	8,781,000	-	8,781,000	8,665,419
Other assets	205,145	-	-	-	95,606,283	-	20	95,811,448	92,625,334
Total assets	10,901,138	-	3,933,676	5,140,626	102,449,448	15,496,000	255	137,921,143	123,429,972
Current liabilities	3,842,754	-	47,417	3,045,422	2,719,030	12,815,000	-	22,469,623	11,298,006
Long-term liabilities	-	-	-	-	104,462,476	1,147,000	-	105,609,476	105,402,714
Total liabilities	3,842,754	-	47,417	3,045,422	107,181,506	13,962,000	-	128,079,099	116,700,720
Net assets	$ 7,058,384	$ -	$ 3,886,259	$ 2,095,204	$ (4,732,058)	$ 1,534,000	$ 255	$ 9,842,044	$ 6,729,252
Results of Operations									
Revenue	$ 13,538,302	$ -	$ 1,284,124	$ 1,918,916	$ 3,291,252	$ 7,587,000	$ 155	$ 27,619,749	$ 22,325,738
Operating expenses	(12,490,771)	-	(56,295)	(2,279,300)	(5,028,933)	(6,004,000)	-	(25,859,299)	(23,049,122)
Other	(837,226)	-	-	117,896	-	-	-	(719,330)	121,876
Net earnings (loss)	$ 210,305	$ -	$ 1,227,829	$ (242,488)	$ (1,737,681)	$ 1,583,000	$ 155	$ 1,041,120	$ (845,260)

(b) The investment at March 31, 2014 consists of the following:

	MBDC/CS.	Kimesskana-Menow Corporation	1100076 Ontario Limited	Amisk-Kodim Corp.	Amisk-00-Skow Finance Corporation	Moose Cree Group of Companies LP	Moose Cree Group GP Ltd	2014 Total	2013 Total
Balance, beginning of year	$ 6,079,668	$ -	$ 2,658,430	$ 2,337,692	$ (2,994,387)	$ -	$ -	$ 8,081,403	$ 7,926,663
First Nation's share of earnings (loss)	136,939	-	1,227,829	(242,488)	(1,737,681)	1,583,000	155	967,754	(845,260)
Investment	-	200,000	-	-	-	-	100	200,100	1,000,000
Other	686,065	-	-	-	-	(49,000)	-	637,065	-
Balance, end of year	$ 6,902,672	$ 200,000	$ 3,886,259	$ 2,095,204	$ (4,732,068)	$ 1,534,000	$ 255	$ 9,886,322	$ 8,081,403

14. Segmented information

The Moose Cree First Nation is a diversified government institution that provides a wide range of services to its members, including education, infrastructure maintenance, medical and other health services, administration, capital, enterprises and other services. For management reporting purposes the First Nation's operations and activities are organized and reported by Fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

Social assistance

The social assistance department is responsible for administering assistance payments as well as providing services directed towards members.

Administration

The administration 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.

Infrastructure maintenance

The infrastructure department provides public services that contribute to community development and sustainability through the provision of operating services such as roads, water and sanitation, fire protection, electrical and community buildings.

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. In addition, the department pays tuition costs and provides living and other allowances to students who are attending post-secondary institutions.

Medical and other health services

The community wellness 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 and early childhood care, nursing, health representation, traditional healing, family violence prevention and many other smaller programs designed to enhance the health of members.

Housing

This department is responsible for all housing activities occurring in the First Nation during the year, excluding any housing capital such as construction.

14. Segmented information (continued)

Economic development

Activities conducted by the First Nation with the objective of promoting employment training.

Other services

The First Nation provides a wide array of other services, including youth employment projects, library, economic development, housing activities, forestry and others.

For each reported segment, revenues and expenses include amounts that are directly attributable to the segment and amounts that 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. For additional information see the Consolidated Schedule of Segment Disclosure (Schedule A).

15. Budget

The Budget adopted by the First Nation 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 now require a full accrual basis. The budget figures anticipated use of reserves and/or surpluses accumulated in previous years to reduce current year expenditures. 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 (debt) represent the Budget adopted by the First Nation with adjustments as follows:

Budget surplus for the year	$ 408,586
Add:	
Principal portion of long term debt	1,479,974
Capital asset additions	2,610,577
Less:	
Net inter-fund transfers from reserves	1,499,464
Amortization	(2,874,436)
Additions to long term debt	(1,695,000)
Budget surplus per statement of operations	$ 1,429,165

Moose Cree First Nation
Schedule 1 - Consolidated Tangible Capital Assets

For the year ended March 31, 2014

	Land	Leasehold Improve-ments	Buildings	Machinery and Equipment	Vehicles	Furnishings and Fixtures	Infrastructure	Construction in Progress	Total
Cost, beginning of year	$ 310,000	$ 189,000	$ 58,629,247	$ 2,264,921	$ 1,304,039	$ 200,210	$ 16,885,192	$ 1,268,673	$ 81,051,282
Additions	-	226,422	1,211,920	356,587	149,531	-	-	1,878,037	3,822,497
Disposals	-	-	-	-	-	-	-	(1,211,920)	(1,211,920)
Cost, end of year	310,000	415,422	59,841,167	2,621,508	1,453,570	200,210	16,885,192	1,934,790	83,661,859
Accumulated amortization, beginning of year	-	100,800	23,810,994	1,468,651	818,417	47,089	7,374,072	-	33,620,023
Amortization	-	77,424	2,018,057	223,846	175,092	18,329	361,688	-	2,874,436
Accumulated amortization, end of year	-	178,224	25,829,051	1,692,497	993,509	65,418	7,735,760	-	36,494,459
Net carrying amount, end of year	$ 310,000	$ 237,198	$ 34,012,116	$ 929,011	$ 460,061	$ 134,792	$ 9,149,432	$ 1,934,790	$ 47,167,400

The net book value of tangible capital assets not being amortized because they are under construction/development or have been removed from service is $1,934,790 (2013 - $1,268,673).

Moose Cree First Nation
Schedule 1 - Consolidated Tangible Capital Assets (Continued)

For the year ended March 31, 2013 (comparative figures)

	Land	Leasehold Improve-ments	Buildings	Machinery and Equipment	Vehicles	Furnishings and Fixtures	Infrastructure	Construction in Progress	Total
Cost, beginning of year	$ 310,000	$ 189,000	$ 55,824,503	$ 2,100,919	$ 1,214,749	$ 164,573	$ 14,080,956	$ 3,318,720	$ 77,203,420
Additions	-	-	2,804,744	164,002	89,290	35,637	2,804,236	1,268,673	7,166,582
Disposals	-	-	-	-	-	-	-	(3,318,720)	(3,318,720)
Cost, end of year	310,000	189,000	58,629,247	2,264,921	1,304,039	200,210	16,885,192	1,268,673	81,051,282
Accumulated amortization, beginning of year	-	63,000	21,801,271	1,220,810	645,414	28,850	7,050,907	-	30,810,252
Amortization	-	37,800	2,009,723	247,841	173,003	18,239	323,165	-	2,809,771
Accumulated amortization, end of year	-	100,800	23,810,994	1,468,651	818,417	47,089	7,374,072	-	33,620,023
Net carrying amount, end of year	$ 310,000	$ 88,200	$ 34,818,253	$ 796,270	$ 485,622	$ 153,121	$ 9,511,120	$ 1,268,673	$ 47,431,259

The net book value of tangible capital assets not being amortized because they are under construction (or development or have been removed from service) is $1,268,673 (2012 - $3,318,720).

Moose Cree First Nation
Schedule 2 - Consolidated Segment Disclosure

For the year ended March 31, 2014

	Social Assistance	Admin-istration	Maintenance	Education	Medical	Housing	Economic Development	Other	Consolidated Total
Revenue	$ 3,716,028	$ 1,580,061	$ 2,955,342	$ 9,338,985	$ 3,442,714	$ 2,785,482	$ 2,905,801	$ 19,382,445	$ 46,106,858
Expenses									
Amortization	1,449	78,738	430,997	354,229	31,004	1,275,175	325,991	382,248	2,879,831
Salaries, wages and benefits	279,309	1,284,682	515,390	1,198,587	2,185,363	497,186	925,153	3,280,173	10,165,843
Materials and supplies	2,559	301,487	281,370	-	417,780	7,992	133,022	926,379	2,070,589
Professional services	-	198,203	-	-	160,400	13,200	120,099	2,813,616	3,305,518
Tuition	-	-	-	8,270,155	-	-	-	-	8,270,155
External transfers and other	14,299	-	-	-	-	-	-	-	14,299
Travel and training	18,868	117,014	10,295	-	321,491	14,346	84,890	1,721,342	2,288,246
Other	3,282,537	(328,316)	2,029,240	-	264,142	654,764	1,263,597	12,485,803	19,651,767
	3,599,021	1,651,808	3,267,292	9,822,971	3,380,180	2,462,663	2,852,752	21,609,561	48,646,248
Excess (deficiency) of revenue over expenses	$ 117,007	$ (71,747)	$ (311,950)	$ (483,986)	$ 62,534	$ 322,819	$ 53,049	$ (2,227,116)	$ (2,539,390)

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Moose Cree First Nation

Schedule 2 (cont'd) - Consolidated Segment Disclosure

For the year ended March 31, 2013 (comparative figures)

	Social Assistance	Admin-istration	Maintenance	Education	Medical	Housing	Economic Development	Other	Consolidated Total
Revenue	$ 3,318,988	$ 1,733,865	$ 2,065,665	$ 8,671,983	$ 2,982,113	$ 2,688,963	$ 2,411,701	$ 13,575,305	$ 37,448,583
Expenses									
Amortization	-	110,425	436,926	372,098	52,571	1,230,572	209,964	397,215	2,809,771
Salaries, wages and benefits	220,091	943,892	674,790	1,002,320	1,762,233	333,970	668,027	2,815,848	8,421,171
Materials and supplies	-	113,998	431,848	-	286,408	-	22,307	999,592	1,854,153
Professional services	-	288,579	-	-	103,288	50,190	147,773	2,403,217	2,993,047
Tuition	-	-	-	6,149,023	-	-	-	-	6,149,023
External transfers	16,434	-	-	-	-	-	-	-	16,434
Travel and training	18,339	56,841	6,934	-	137,705	2,814	123,376	1,475,324	1,821,333
Other	3,016,680	477,891	897,197	-	651,277	928,084	(1,024,698)	14,157,953	19,104,384
	3,271,544	1,991,626	2,447,695	7,523,441	2,993,482	2,545,630	146,749	22,249,149	43,169,316
Excess (deficiency) of revenue over expenses	$ 47,444	$ (257,761)	$ (382,030)	$ 1,148,542	$ (11,369)	$ 143,333	$ 2,264,952	$ (8,673,844)	$ (5,720,733)

Moose Cree First Nation
Reconciliation of Funding

For the year ended March 31, 2014	2014	2013
Aboriginal Affairs and Northern Development Canada		
Revenue per financial statements	**$ 13,162,454**	$ 13,093,849
Revenue per confirmation	**13,162,454**	13,093,849
	$ -	$ -
Health Canada		
Revenue per financial statements	**$ 2,423,840**	$ 2,370,632
Revenue per confirmation	**2,423,840**	2,370,632
	$ -	$ -