

**Shoal Lake #40 First Nation  
Consolidated Financial Statements**  
*March 31, 2014*

# Shoal Lake #40 First Nation Contents

*For the year ended March 31, 2014*

---

	Page
<b>Management's Responsibility</b>	
<b>Independent Auditors' Report</b>	
<b>Consolidated Financial Statements</b>	
Consolidated Statement of Financial Position.....	3
Consolidated Statement of Operations and Accumulated Surplus.....	4
Consolidated Statement of Change in Net Financial Assets.....	6
Consolidated Statement of Cash Flows.....	7
<b>Notes to the Consolidated Financial Statements</b> .....	8
<b>Schedules</b>	
Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	17
Schedule 2 - Consolidated Schedule of Expenses by Object.....	19
Schedule 3 - Consolidated Schedule of Segment Revenue and Expenses.....	20
Schedules 4 - 12 - Schedules of Segment Revenue and Expenses.....	23

## **Management's Responsibility**

---

To the Members and Chief and Council of Shoal Lake #40 First Nation:

The accompanying consolidated financial statements of Shoal Lake #40 First Nation are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Shoal Lake #40 First Nation Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. The Council fulfills these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Nation's external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

September 30, 2014

Thomas Greene

Band Manager

To the Members of Shoal Lake #40 First Nation:

We have audited the accompanying consolidated financial statements of Shoal Lake #40 First Nation, which comprise the consolidated statement of financial position as at March 31, 2014 and the consolidated statements of operations and accumulated surplus, changes 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 financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditors' 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 auditors' 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 statement.

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 Nation's consolidated statement of operations and consolidated statement of change in net financial assets do not present a comparison of the results for the year with those originally planned, which constitutes a departure from Canadian public sector accounting standards.

#### *Qualified Opinion*

In our opinion, except for the possible 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 Shoal Lake #40 First Nation as at March 31, 2014 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.

Kenora, Ontario

September 30, 2014

# MNP LLP

Chartered Professional Accountants

Licensed Public Accountants

**Shoal Lake #40 First Nation**  
**Consolidated Statement of Financial Position**  
*As at March 31, 2014*

	<b>2014</b>	<b>2013</b>
	<i>(Restated)</i>	
<b>Financial assets</b>		
<b>Current</b>		
Cash	10,530	399,906
Accounts receivable (Note 4)	369,422	528,330
	379,952	928,236
<b>Funds held in Ottawa Trust Fund (Note 5)</b>	31,011	30,245
<b>Portfolio Investments (Note 6)</b>	6,198,590	6,079,346
	6,609,553	7,037,827
<b>Liabilities</b>		
<b>Current</b>		
Bank indebtedness (Note 7)	123,204	-
Accounts payable and accruals (Note 8)	827,305	758,015
Deferred revenue (Note 9)	239,240	886,540
Funding repayable	3,038	3,038
	1,192,787	1,647,593
<b>Long-term debt (Note 10)</b>	4,235,914	4,380,043
	5,428,701	6,027,636
<b>Net financial assets</b>	1,180,852	1,010,191
<b>Contingent liabilities (Note 14)</b>		
<b>Non-financial assets</b>		
Tangible capital assets (Schedule 1)	6,321,195	6,526,412
Prepaid expenses	21,540	13,583
<b>Total non-financial assets</b>	6,342,735	6,539,995
<b>Accumulated surplus</b>	7,523,687	7,550,186

Approved on behalf of Chief and Council



Chief

Brenda Treel

Councillor


  


Councillor

Councillor

**Shoal Lake #40 First Nation**  
**Consolidated Statement of Operations and Accumulated Surplus**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	2,542,469	2,792,221	2,900,225
First Nations and Inuit Health	395,933	396,860	419,157
Ministry of Aboriginal Affairs	175,000	318,743	195,000
Ontario First Nations Limited Partnership	750,000	741,358	745,439
Investment income	225,000	339,567	178,059
Ministry of Education	-	373,056	372,648
Ministry of Community and Social Services	-	296,900	246,633
Kenora Chiefs Advisory Inc.	83,076	157,542	155,396
Shooniyyaa Wa-Biitong	54,570	116,796	142,470
Administration fees	81,825	101,303	104,735
Principal earned	-	100,000	100,000
User fees	40,000	79,081	47,736
Other revenue	3,500	46,722	92,144
City of Winnipeg	-	28,680	-
HST and Sales Tax rebates	9,000	37,986	68,953
Ministry of Health	-	30,921	28,530
Grand Council Treaty #3	-	13,445	-
Keewaytinook	-	2,269	888
Province of Ontario	-	5,000	-
Kenora Area Health Access Centre	-	-	5,000
Repayment of funding	-	(57,940)	(18,470)
Revenue deferred in prior year (Note 9)	852,816	886,540	1,300,269
Revenue deferred to subsequent year (Note 9)	-	(239,240)	(886,540)
	<b>5,213,189</b>	<b>6,567,810</b>	<b>6,198,272</b>
<b>Expenses</b>			
Administration	1,355,597	2,203,598	2,040,931
Capital	267,853	409,425	1,097,203
Ontario First Nations Limited Partnership	21,000	49,787	58,286
Economic Development	360,287	437,174	248,508
Education	1,167,811	1,534,544	1,478,473
Health	431,993	513,667	491,870
Operations and Maintenance	610,902	472,371	516,062
Daycare	-	555,525	487,035
Social Services	-	418,318	422,103
<b>Total expenses (Schedule 2)</b>	<b>4,215,443</b>	<b>6,594,409</b>	<b>6,840,471</b>
<b>Surplus (deficit)</b>	<b>878,896</b>	<b>(26,599)</b>	<b>(642,199)</b>

**Shoal Lake #40 First Nation**  
**Consolidated Statement of Accumulated Surplus**  
*For the year ended March 31, 2014*

	<b>2014</b>	<b>2013</b> (Restated)
<b>Accumulated surplus, beginning of year, as previously stated</b>	<b>7,265,099</b>	7,100,708
Change in accounting policy (Note 3)	285,087	1,091,677
<b>Accumulated surplus, beginning of year, as restated</b>	<b>7,550,186</b>	8,192,385
<b>Deficit</b>	<b>(26,599)</b>	(642,199)
<b>Accumulated surplus, end of year</b>	<b>7,523,587</b>	7,550,186

**Shoal Lake #40 First Nation**  
**Consolidated Statement of Change in Net Financial Assets**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Annual operating deficit</b>	-	<b>(26,599)</b>	(642,199)
Purchases of tangible capital assets	-	(243,573)	(45,565)
Amortization of tangible capital assets	-	448,791	441,568
	-	<b>205,218</b>	396,003
Acquisition of prepaid expenses	-	(21,552)	(17,498)
Use of prepaid expenses	-	13,594	17,498
	-	<b>(7,958)</b>	-
<b>Increase (decrease) in Net financial assets</b>	-	<b>170,661</b>	(246,196)
<b>Net financial assets, beginning of year</b>	-	<b>1,010,191</b>	1,256,387
<b>Net financial assets, end of year</b>	-	<b>1,180,852</b>	1,010,191

**Shoal Lake #40 First Nation**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2014*

	<b>2014</b>	<b>2013</b>
	<i>(Restated)</i>	
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Deficit	(26,599)	(642,199)
Non-cash items	<b>448,791</b>	441,568
Amortization		
	<b>422,192</b>	(200,631)
Changes in working capital accounts		
Accounts receivable	158,908	1,349,521
Prepaid expenses	(7,958)	-
Accounts payable and accruals	69,290	(359,734)
Deferred revenue	(647,300)	(413,729)
	<b>(4,868)</b>	375,427
<b>Financing activities</b>		
Advances of long-term debt	<b>122,550</b>	-
Repayment of long-term debt	(266,679)	(266,198)
	<b>(144,129)</b>	(266,198)
<b>Capital activities</b>		
Purchases of tangible capital assets	<b>(243,573)</b>	(45,565)
<b>Investing activities</b>		
Purchase of Temporary investments	(119,244)	-
Proceeds on disposal of Portfolio Investments	-	25,621
Funds held in Ottawa Trust Fund	(766)	(725)
	<b>(120,010)</b>	24,896
<b>Increase (decrease) in cash resources</b>	<b>(512,580)</b>	88,560
<b>Cash resources, beginning of year</b>	<b>399,906</b>	311,346
<b>Cash resources, end of year</b>	<b>(112,674)</b>	399,906
<b>Cash resources are composed of:</b>		
Cash	10,530	399,906
Bank indebtedness	(123,204)	-
	<b>(112,674)</b>	399,906
<b>Supplementary cash flow information</b>		
Interest paid	<b>18,494</b>	13,590

**Shoal Lake #40 First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

---

**1. Operations**

The Shoal Lake #40 First Nation (the "Nation") is located in the Province of Ontario, and provides various services to its members.

**2. Significant accounting policies**

These consolidated financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and include the following significant accounting policies:

***Reporting entity***

The financial statements consolidate the financial activities of all related entities which are accountable to the Nation and are either owned or controlled by the Nation.

The Nation has consolidated the assets, liabilities, revenues and expenses of the following entities and departments:

- Shoal Lake #40 First Nation
- Social Services
- Day Care
- Heritage Trust Fund

All inter-entity balances have been eliminated on consolidation; however, transactions between departments have not been eliminated in order to present the results of operations for each specific department.

***Basis of presentation***

Sources of financing and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

***Cash resources***

Cash resources includes balances with banks.

***Funds held in Ottawa Trust Fund***

The funds held in trust are held in the consolidated revenue fund of the Government of Canada and are subject to audit by the office of the Auditor General of Canada. Revenue from the funds held in trust is recognized in the year in which it is earned when it is measurable and collection is reasonably assured. Trust monies consist of:

- Capital trust monies derived from non-renewable resource transactions on the sale of land or other Nation capital assets; and
- Revenue trust monies generated primarily through land leasing transactions or interest earned on deposits held in trust.

**Shoal Lake #40 First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

---

**2. Significant accounting policies** *(Continued from previous page)*

***Tangible capital assets***

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution.

Tangible capital assets are amortized annually using the following methods at rates intended to amortize the cost of the assets over their estimated useful lives:

	Method	Rate
Sewer and water infrastructure	straight-line	40 years
Community buildings	straight-line	40 years
Landfill	straight-line	40 years
Band housing	straight-line	25 years
Vehicles	straight-line	10 years
Boats	straight-line	10 years
Equipment	straight-line	10 years

***Long-lived assets***

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the asset's carrying amount. Impairment is measured as the amount by which the asset's carrying value exceeds its fair value. Any impairment is included in the statement of operations for the year in which the asset becomes impaired.

Prices for similar items are used to measure fair value of long-lived assets.

***Portfolio investments***

Portfolio investments are recorded at cost, less any provision for other than temporary impairments.

***Revenue recognition***

***Funding***

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under funding arrangements that relate to a subsequent fiscal period are reflected as deferred revenue on the statement of financial position in the year of receipt, and is matched with the related department expenses in the year of their occurrence.

Barging revenue is recognized when the transportation service has been provided.

Investment revenue is recognized on an accrual basis as earned.

***Financial instruments***

The Nation's financial instruments consist of cash, bank indebtedness, accounts receivable, portfolio investments, accounts payable and accruals, and long-term debt. Unless otherwise noted, it is management's opinion that the Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments.

**Shoal Lake #40 First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

---

**2. Significant accounting policies** *(Continued from previous page)*

***Measurement uncertainty***

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets. Accounts payable and accruals are based on historical charges for unbilled goods and services at year-end.

These estimates are reviewed periodically, and as adjustments become necessary, they are reported on the statement of operations in the period in which they become known.

***Net financial assets***

The Nation's consolidated financial statements are presented so as to highlight net financial assets as the measurement of financial position. The net financial assets of the Nation is determined by its financial assets less its liabilities. Net financial assets combined with non-financial assets comprise a second indicator of financial position, accumulated surplus.

***Segments***

The Nation conducts its business through nine reportable segments: Administration, Capital, Ontario First Nations Limited Partnership, Day Care, Economic Development, Education, Health, Operations and Maintenance, and Social Services. These operating segments are established by senior management to facilitate the achievement of the Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both 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. Administration fees have been apportioned based on a percentage of budgeted revenue, where permitted by the funder.

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

***Government transfer***

The Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

***Financial instruments***

All significant financial assets, financial liabilities and equity instruments of the First Nation are either recognized or disclosed in the consolidated financial statements together with other information relevant for making a reasonable assessment of future cash flows and interest rate, currency or credit risk.

**3. Change in accounting policy**

***Tangible capital assets***

Effective March 31, 2014, the First Nation changed its accounting policy related to tangible capital assets to adopt PS 3150 *Tangible Capital Assets*. As a result of the adoption, tangible capital assets must be capitalized and amortized. For the year ended March 31, 2014, the change resulted in an increase in tangible capital assets of \$243,574 and an increase in amortization of \$448,790. The change in accounting policy has been applied retrospectively with restatement of prior years. The cumulative effect in the prior year, as of March 31, 2013 is to increase tangible capital assets by \$45,564, increase amortization by \$441,567 and to increase opening accumulated operating surplus by \$441,567.

**Shoal Lake #40 First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

---

**4. Accounts receivable**

	<b>2014</b>	2013
Employees and Band Members	<b>179,093</b>	161,794
Aboriginal Affairs and Northern Development Canada	<b>75,393</b>	347,308
Canada Revenue Agency - HST	<b>48,917</b>	47,423
Minister of Transportation	<b>40,000</b>	40,000
First Nation and Inuit Health	<b>37,109</b>	-
City of Winnipeg	<b>28,680</b>	-
Ministry of Aboriginal Affairs	<b>20,000</b>	-
Kenora Chiefs Advisory	<b>17,358</b>	27,323
Ontario Provincial Police	<b>11,600</b>	-
Ministry of Education	<b>9,356</b>	-
Shooniyaa Wa-Biitong	<b>8,184</b>	14,247
Miscellaneous	<b>7,074</b>	833
	<b>482,764</b>	638,928
Allowance for doubtful accounts	<b>(113,342)</b>	(110,598)
	<b>369,422</b>	528,330

The allowance for doubtful accounts includes \$113,342 (2013 - \$110,598) relating to member advances.

**5. Funds held in Ottawa Trust Fund**

Capital and revenue trust monies are transferred to the Nation on the authorization of the Minister of Aboriginal Affairs and Northern Development Canada, with the consent of the Nation's Council.

	<b>2014</b>	2013
<b>Capital Trust</b>		
Balance, beginning and end of year	<b>11,769</b>	11,769
<b>Revenue Trust</b>		
Balance, beginning of year	<b>18,476</b>	17,751
Interest	<b>766</b>	725
Balance, end of year	<b>19,242</b>	18,476
	<b>31,011</b>	30,245

**Shoal Lake #40 First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

---

**6. Portfolio investments**

In June 1989, the Nation entered into a 60 year agreement with the Province of Manitoba and the City of Winnipeg for the preservation of water quality on Shoal Lake. The Province of Manitoba and the City of Winnipeg each paid \$3,000,000 to a Trustee for investment, with the Nation being entitled to the income earned subject to the terms and conditions of the agreement. The principal sum of the trust is to be disbursed to the Nation upon the expiry of the agreement after 60 years, or upon termination of the agreement prior to the full term, the sum calculated as the principal multiplied by the expired term divided by 60 years, 2014 - \$3,500,000 (2013 - \$3,600,000). The investment balance consists of the following:

	<b>2014</b>	<b>2013</b>
Government of Ontario, 4.50%, matures March 8, 2015 (FMV \$676,745)	-	625,000
Government of Manitoba, 4.25%, matures June 3, 2013 (FMV \$498,251)	-	475,000
Government of Saskatchewan, 4.90%, matures December 3, 2013 (FMV \$430,156)	-	400,000
Government of Ontario, 5.00%, matures March 8, 2014 (FMV \$321,229)	-	300,000
Canada Housing Trust, 2.70%, matures December 15, 2013 (FMV \$309,540)	-	300,000
Greater Toronto Airports Authority, 4.70%, matures February 15, 2016 (FMV \$274,066)	-	250,000
Bank of Montreal, 4.55%, matures August 1, 2017 (FMV \$275,040)	-	250,000
Canada Housing Trust, 2.20%, matures March 15, 2014 (FMV \$203,625)	-	200,000
Government of New Brunswick, 4.50%, matures February 4, 2015 (FMV \$217,188)	-	200,000
British Columbia Mun. Fin. Auth., 4.65%, matures April 19, 2016 (FMV \$83,901)	-	75,000
Financement Quebec, 4.25%, matures March 1, 2014 (FMV \$79,180)	-	75,000
Government of Ontario, 4.30%, matures March 8, 2017 (FMV \$82,799)	-	75,000
Canada Housing Trust, 2.75%, matures September 15, 2014 (FMV \$51,652)	-	50,000
Hydro One Inc., 3.13%, matures November 19, 2014 (FMV \$20,879)	-	20,000
Bank of Nova Scotia, 3.35%, matures November 18, 2014 (FMV \$125,769)	-	120,000
Bell Canada, 3.60%, matures December 2, 2015 (FMV \$126,249)	-	120,000
Mutual Fund - Enhanced Total Return Bond Fund (FMV \$4,672,677)	<b>4,696,287</b>	-
Mutual Fund - Overseas Equity Fund (FMV \$319,995)	<b>278,082</b>	-
Mutual Fund - Canadian Money Market Fund (FMV \$609,748)	<b>609,748</b>	-
Mutual Fund - US Equity Fund (FMV \$328,845)	<b>281,210</b>	-
Mutual Fund - Canadian Equity Value Fund (FMV \$322,685)	<b>286,348</b>	-
	<b>6,151,675</b>	3,535,000
Closing premium	-	11,968
Closing cash account balance	<b>46,915</b>	2,504,490
Accrued interest	-	27,888
	<b>6,198,590</b>	6,079,346

**7. Bank indebtedness**

Bank indebtedness consists of bank accounts where cheques written exceeded the balance available.

**Shoal Lake #40 First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

---

**8. Accounts payable and accruals**

	<b>2014</b>	<b>2013</b>
Trade payables	805,400	736,197
Canada Revenue Agency - employee deductions	21,905	21,818
	<b>827,305</b>	<b>758,015</b>

**9. Deferred revenue**

	Balance March 31, 2013	Funding Received 2014	Other Revenue 2014	Revenue Recognized 2014	Balance March 31, 2014
<b>Federal Government</b>					
<b>Capital projects</b>					
AANDC - Sanitation System	-	182,200	-	139,980	<b>42,220</b>
<b>Other projects</b>					
AANDC - Education - Post Secondary	51,806	362,839	-	414,645	-
Health - Community Health Representative	9,647	165,030	-	174,677	-
	<b>61,453</b>	<b>710,069</b>	-	729,302	<b>42,220</b>
<b>Provincial Government</b>					
<b>Other projects</b>					
Participation Fund	20,887	-	-	20,887	-
Twinning Project	3,190	-	-	3,190	-
	<b>24,077</b>	<b>-</b>	-	24,077	-
<b>Other</b>					
Ontario First Nations Limited	353,236	-	-	353,236	-
Partnership - Future Generations	447,774	-	741,358	992,112	<b>197,020</b>
Ontario First Nations Limited	801,010	-	741,358	1,345,348	<b>197,020</b>
Partnership - Regular Payments	<b>886,540</b>	<b>710,069</b>	<b>741,358</b>	<b>2,098,727</b>	<b>239,240</b>

**Shoal Lake #40 First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

---

**10. Long-term debt**

	<b>2014</b>	<b>2013</b>
Debt payable to the Province of Manitoba (see Note 6)	<b>1,750,000</b>	1,800,000
Debt payable to the City of Winnipeg (see Note 6)	<b>1,750,000</b>	1,800,000
Royal Bank of Canada loan, repayable in annual principal payments of \$160,000 including interest, interest at 4.33%, maturing May 2015. Secured by Ministerial guarantee.	<b>320,000</b>	480,000
AANDC Garden Island Land Claim loan, unsecured, repayable when land claim is settled, interest free, maturing in March 2014 unless the claim is still in negotiations at which time it will be extended for up to another five years.	<b>252,547</b>	252,547
GMAC loan, repayable in monthly payments of \$664 including interest, bearing interest at 7.49%, maturing January 21, 2016. Secured by vehicle with a net book value of \$19,732.	<b>13,617</b>	20,296
AANDC Flooding Claim loan, unsecured, repayable when flood claim is settled, interest free, maturing in March 2016 unless the claim is still in negotiations at which time it will be extended for up to another five years.	<b>27,200</b>	27,200
CMHC Triplex loan, repayments to commence on completion of construction. Secured by Ministerial guarantee, interest at 4.18%.	<b>122,550</b>	-
	<b>4,235,914</b>	4,380,043

Principal repayments on long-term debt in each of the next five years, assuming all term debt is subject to contractual terms of repayment and long-term debt subject to refinancing is renewed, are estimated as follows:

	<b>Principal</b>
2015	266,678
2016	267,196
2017	266,421
2018	100,000
2019	100,000
	<hr/>
	1,000,295
	<hr/>
Thereafter	3,235,619

**Shoal Lake #40 First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

---

**11. Government transfers**

	Operating	Capital	2014	2013
<b>Federal government transfers</b>				
Aboriginal Affairs and Northern Development Canada	2,792,221	-	<b>2,792,221</b>	2,900,225
First Nation and Inuit Health	396,860	-	<b>396,860</b>	419,157
<b>Total Federal</b>	<b>3,189,081</b>	-	<b>3,189,081</b>	3,319,382
<b>Provincial government transfers</b>				
Ministry of Aboriginal Affairs	318,743	-	<b>318,743</b>	195,000
Ministry of Education	373,056	-	<b>373,056</b>	372,648
Ministry of Community and Social Services	296,900	-	<b>296,900</b>	246,633
Ministry of Health	30,921	-	<b>30,921</b>	28,530
Province of Ontario	5,000	-	<b>5,000</b>	-
<b>Total Provincial</b>	<b>1,024,620</b>	-	<b>1,024,620</b>	842,811
	<b>4,213,701</b>	-	<b>4,213,701</b>	4,162,193

**12. Ontario First Nations Limited Partnership**

Commencing with the 2012 fiscal year and in each fiscal year thereafter during the initial and renewal terms of the agreement between the Province of Ontario and Ontario First Nations Limited Partnership ("OFNLP"), the Province of Ontario shall pay to OFNLP 12 monthly payments equal to one-twelfth of 1.7% of the aggregate provincial gross gaming revenues. OFNLP then distributes to the Nation its share of these revenues according to a formula used for that purpose. The use of these funds, according to agreements, is restricted to community development, health, education, cultural development and economic development.

The Nation holds a unit in the Ontario First Nations Limited Partnership, and a share in a related company - Ontario First Nations General Partner Inc. - the carrying values of which are nominal and are therefore not recorded in these consolidated financial statements.

**13. Financial instruments**

The Nation as part of its operations carries a number of financial instruments. It is management's opinion that the Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

The carrying amount of cash, portfolio investments, accounts receivable, accounts payable and accruals and long term debt is approximated by their fair value due to their short-term nature.

**14. Contingent liabilities**

The Nation has signed funding agreements with Aboriginal Affairs and Northern Development Canada and other governmental bodies for funding of programs which state that the funding party may require surpluses to be returned. The total of such surpluses were indeterminable and the amount could be material. Payment or recoveries of prior year surpluses will be recorded in the year recovered or paid.

**15. Economic dependence**

The Nation receives 41% (2013 - 41%) of its revenue from Aboriginal Affairs and Northern Development Canada ("AANDC") as a result of treaties entered into with the Government of Canada. These treaties are administered by AANDC under the terms and conditions of the Indian Act. The ability of the Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

**Shoal Lake #40 First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

---

**16. AANDC funding reconciliation**

	<b>2014</b>	<b>2013</b>
AANDC Revenue per funding agreement	<b>2,792,221</b>	2,900,225
AANDC Revenue per Financial Statements	<b>2,792,221</b>	2,900,225

**17. First Nations Financial Transparency and Accountability Act**

The First Nation is required by the First Nations Transparency and Accountability Act to post its consolidated financial statements on a website and submit the consolidated financial statements to AANDC by July 29, 2014. As the audit report date is after this date, the First Nation is not in compliance with the requirement. The possible effect of this non-compliance has not yet been determined.

**18. Comparative figures**

Certain comparative figures have been reclassified to conform with current year's presentation.

**Shoal Lake #40 First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2014*

	<i>Sewer and water infrastructure</i>	<i>Community buildings</i>	<i>Landfill</i>	<i>Band housing</i>	<i>Vehicles</i>	<i>Boats</i>	<i>Subtotal</i>
<b>Cost</b>							
Balance, beginning of year	897,002	6,283,913	253,846	5,167,413	450,021	40,000	13,092,195
Acquisition of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	<b>897,002</b>	<b>6,283,913</b>	<b>253,846</b>	<b>5,167,413</b>	<b>450,021</b>	<b>40,000</b>	<b>13,092,195</b>
<b>Accumulated amortization</b>							
Balance, beginning of year	464,345	3,304,956	165,000	2,530,825	64,658	36,000	6,565,784
Annual amortization	22,425	157,098	6,346	206,697	45,002	4,000	441,568
Balance, end of year	<b>486,770</b>	<b>3,462,054</b>	<b>171,346</b>	<b>2,737,522</b>	<b>109,660</b>	<b>40,000</b>	<b>7,007,352</b>
<b>Net book value of tangible capital assets</b>	<b>410,232</b>	<b>2,821,859</b>	<b>82,500</b>	<b>2,429,891</b>	<b>340,361</b>	<b>-</b>	<b>6,084,843</b>
2013 Net book value of tangible capital assets	432,657	2,978,958	88,846	2,636,588	385,363	4,000	6,526,412

**Shoal Lake #40 First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2014*

---

	<i>Subtotal</i>	<i>Equipment</i>	<i>Work in progress</i>	2014	2013
<i>(Restated)</i>					
<b>Cost</b>					
Balance, beginning of year	13,092,195	-	-	13,092,195	13,092,195
Acquisition of tangible capital assets	-	144,463	99,112	243,575	-
Balance, end of year	13,092,195	144,463	99,112	13,335,770	13,092,195
<b>Accumulated amortization</b>					
Balance, beginning of year	6,565,784	-	-	6,565,784	6,124,215
Annual amortization	441,568	7,223	-	448,791	441,568
Balance, end of year	7,007,352	7,223	-	7,014,575	6,565,783
<b>Net book value of tangible capital assets</b>	<b>6,084,843</b>	<b>137,240</b>	<b>99,112</b>	<b>6,321,195</b>	<b>6,526,412</b>
2013 Net book value of tangible capital assets	6,526,412	-	-	6,526,412	

**Shoal Lake #40 First Nation**  
**Schedule 2 - Consolidated Schedule of Expenses by Object**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Consolidated expenses by object</b>			
Administrative expenses	754,871	1,125,263	1,001,421
Amortization	-	448,791	441,568
Bank charges and interest	21,000	30,242	35,274
Community development	10,000	43,302	-
Consulting fees	5,000	14,824	40,075
Contracted services	347,473	207,883	681,148
Cultural development	18,604	15,310	5,568
Economic development	21,000	5,567	384
Equipment purchase and rentals	211,300	126,936	97,806
Honoraria, salaries and benefits	1,558,340	2,248,150	2,249,452
Materials and supplies	110,680	316,141	346,813
Office and utilities	248,600	247,750	248,910
Professional fees	283,724	431,148	288,534
Repairs and maintenance	58,000	177,597	279,040
Social assistance	-	213,787	194,669
Student expenses	239,000	199,143	190,056
Training and travel	327,851	742,575	739,753
	<b>4,215,443</b>	<b>6,594,409</b>	<b>6,840,471</b>

**Shoal Lake #40 First Nation**  
**Schedule 3 - Consolidated Schedule of Segment Revenue and Expenses**  
*For the year ended March 31, 2014*

	Schedule #	AANDC Revenue	Other Revenue	Deferred Revenue	Total Revenue	Total Expenses	Adjustments/Transfers From (To)	Current Operating Surplus (Deficit)
Administration	4	482,606	682,701	20,887	1,186,194	2,203,598	506,386	(511,018)
Capital	5	314,604	48,680	3,190	366,474	409,425	30,968	(11,983)
Ontario First Nations Limited Partnership	6	-	741,358	603,990	1,345,348	49,787	(901,900)	393,661
Economic Development	7	50,000	233,743	-	283,743	437,174	88,516	(64,915)
Education	8	1,398,809	65,633	51,806	1,516,248	1,534,544	44,187	25,891
Health	9	-	504,227	9,647	513,874	513,667	6,000	6,207
Operations and Maintenance	10	546,202	104	(42,220)	504,086	472,371	126,643	158,358
Daycare	11	-	459,893	-	459,893	555,525	50,900	(44,732)
Social Services	12	-	391,950	-	391,950	418,318	48,300	21,932
		2,792,221	3,128,289	647,300	6,567,810	6,594,409	-	(26,599)

**Shoal Lake #40 First Nation**  
**Administration**  
**Schedule 4 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	464,522	482,606	463,772
Ministry of Aboriginal Affairs	80,000	80,000	80,000
Investment income	225,000	339,567	178,059
Principal earned	-	100,000	100,000
User fees	30,000	54,581	28,836
Administration fees	30,000	49,278	52,910
GST and Sales Tax rebates	9,000	37,986	68,953
Shooniyaa Wa-Biitong	54,570	34,959	60,633
Revenue deferred in prior year	-	20,887	25,325
Other revenue	3,500	12,885	56,522
Kenora Chiefs Advisory Inc.	-	-	483
Repayment of funding	-	(26,555)	(5,232)
Revenue deferred to subsequent year	-	-	(20,887)
	<b>896,592</b>	<b>1,186,194</b>	1,089,374

*Continued on next page*

**Shoal Lake #40 First Nation**  
**Administration**  
**Schedule 4 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<i>(Continued from previous page)</i>	<b>896,592</b>	<b>1,186,194</b>	<b>1,089,374</b>
<b>Expenses</b>			
Administration	-	1,000	-
Amortization	-	444,234	437,011
Annual information fee	-	500	650
Bad debts	-	162,454	39,837
Bank charges and interest	5,000	8,675	8,639
Capital purchases	10,000	1,550	6,383
Community development	80,000	43,738	87,463
Community distributions	136,000	133,478	133,521
Community donations	-	35,347	-
Community events	10,000	7,955	-
Consulting	5,000	14,825	32,575
Elders support fund	94,000	102,500	92,060
Equipment rental	-	2,730	7,225
Equipment rentals	-	2,250	150
Gas and oil	7,000	19,499	14,635
Group insurance	32,300	11,024	18,785
Honoraria	13,000	12,000	22,500
Insurance	24,912	24,912	19,125
Interest on long-term debt	16,000	17,200	20,517
Meetings and workshops	15,000	34,869	37,222
Miscellaneous	7,500	13,998	7,182
Pension	-	32,823	34,527
Professional fees	122,815	148,983	124,223
Repairs and maintenance	14,000	22,612	27,841
Salaries and benefits	558,570	608,894	548,388
Social assistance	-	24,600	25,500
Student expenses	16,000	-	-
Supplies	13,000	15,841	16,798
Telephone	27,000	28,327	27,493
Training	25,000	1,999	43,225
Travel	30,000	31,157	26,607
Travel - Chief and Council	60,000	59,095	69,133
Trustee fees	31,000	48,269	25,553
Water delivery	-	86,150	81,700
Website development	2,500	110	4,463
	<b>1,355,597</b>	<b>2,203,598</b>	<b>2,040,931</b>
<b>Deficit before transfers</b>	<b>(459,005)</b>	<b>(1,017,404)</b>	<b>(951,557)</b>
<b>Transfers between programs</b>	<b>458,150</b>	<b>506,386</b>	<b>443,516</b>
<b>Deficit</b>	<b>(855)</b>	<b>(511,018)</b>	<b>(508,041)</b>

**Shoal Lake #40 First Nation**  
**Capital**  
**Schedule 5 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	267,853	314,604	765,681
Ministry of Aboriginal Affairs	-	20,000	20,000
City of Winnipeg	-	28,680	-
Other revenue	-	-	7,604
Revenue deferred in prior year	-	3,190	183,614
Revenue deferred to subsequent year	-	-	(3,190)
	<b>267,853</b>	<b>366,474</b>	<b>973,709</b>
<b>Expenses</b>			
Administration	-	1,818	1,818
Bank charges and interest	-	-	60
Consulting	-	-	7,500
Contracted services	267,853	89,784	600,053
Equipment rental	-	34,893	21,448
Equipment rentals	-	71,240	58,057
Gas and oil	-	7,076	11,389
Insurance	-	1,325	2,650
Meetings and workshops	-	1,101	3,615
Professional fees	-	23,420	69,872
Program expense	-	462	-
Project management	-	-	29,168
Repairs and maintenance	-	64,138	101,343
Salaries and benefits	-	33,077	57,104
Supplies	-	76,089	123,537
Travel	-	4,650	9,589
Website development	-	352	-
	<b>267,853</b>	<b>409,425</b>	<b>1,097,203</b>
<b>Deficit before transfers</b>	<b>-</b>	<b>(42,951)</b>	<b>(123,494)</b>
<b>Transfers between programs</b>	<b>-</b>	<b>30,968</b>	<b>20,981</b>
<b>Deficit</b>	<b>-</b>	<b>(11,983)</b>	<b>(102,513)</b>

**Shoal Lake #40 First Nation**  
**Ontario First Nations Limited Partnership**  
**Schedule 6 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Revenue</b>			
Ontario First Nations Limited Partnership	750,000	741,358	745,439
Revenue deferred in prior year	801,010	801,010	917,505
Revenue deferred to subsequent year	-	(197,020)	(801,010)
	<b>1,551,010</b>	<b>1,345,348</b>	861,934
<b>Expenses</b>			
Cultural development	-	36,216	28,645
Economic development	21,000	5,567	384
Health and safety	-	8,004	9,527
Training	-	-	19,730
	<b>21,000</b>	<b>49,787</b>	58,286
<b>Surplus before transfers</b>	<b>1,530,010</b>	<b>1,295,561</b>	803,648
<b>Transfers between programs</b>	<b>(892,000)</b>	<b>(901,900)</b>	(803,648)
<b>Surplus (deficit)</b>	<b>638,010</b>	<b>393,661</b>	-

**Shoal Lake #40 First Nation**  
**Economic Development**  
**Schedule 7 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Revenue</b>			
Ministry of Aboriginal Affairs	95,000	218,743	95,000
Aboriginal Affairs and Northern Development Canada	50,000	50,000	50,000
User fees	10,000	15,000	15,000
	<b>155,000</b>	<b>283,743</b>	160,000
<b>Expenses</b>			
Administration	9,410	15,340	2,225
Capital purchases	3,700	-	-
Honoraria	-	11,200	1,300
Insurance	10,481	10,481	9,982
Legal fees	120,000	50,000	78,201
Meetings and workshops	-	500	-
Professional fees	40,909	196,535	-
Repairs and maintenance	15,000	29,535	15,310
Salaries and benefits	109,287	62,498	70,853
Supplies	-	2,424	1,482
Travel	1,500	17,383	9,405
Utilities	50,000	41,278	59,750
	<b>360,287</b>	<b>437,174</b>	248,508
<b>Deficit before transfers</b>	<b>(205,287)</b>	<b>(153,431)</b>	(88,508)
<b>Transfers between programs</b>	<b>83,000</b>	<b>88,516</b>	88,507
<b>Deficit</b>	<b>(122,287)</b>	<b>(64,915)</b>	(1)

**Shoal Lake #40 First Nation**  
**Education**  
**Schedule 8 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	1,221,073	1,398,809	1,258,423
Administration fees	51,825	52,025	51,825
Other revenue	-	33,328	15,584
Keewaytinook	-	2,269	888
Repayment of funding	-	(21,989)	-
Revenue deferred in prior year	51,806	51,806	58,348
Revenue deferred to subsequent year	-	-	(51,806)
	<b>1,324,704</b>	<b>1,516,248</b>	<b>1,333,262</b>
<b>Expenses</b>			
Administration	55,775	55,775	71,025
Bank charges and interest	-	-	2,710
Capital purchases	10,000	2,689	3,234
Extracurricular activities	-	1,520	-
Field trips	10,000	8,691	1,700
Gas and oil	3,200	2,543	3,140
Honoraria	1,000	7,950	150
Insurance	1,750	1,750	1,750
Interest on long-term debt	-	1,294	1,110
Materials and supplies	5,000	24,045	28,591
Meetings and workshops	-	7,500	8,353
Miscellaneous	13,500	28,000	-
Other - Phys Ed	-	-	2,150
Professional development	15,000	9,538	150
Professional development	-	7,604	-
Professional fees	-	-	1,549
Repairs and maintenance	5,000	1,447	150
Salaries and benefits	451,400	517,842	545,696
Student expenses	223,000	199,143	190,056
Student room and board	117,000	89,700	112,880
Supplies	45,000	58,280	61,716
Teacher recruitment	19,500	16,000	4,869
Teacher replacements	2,400	12,023	10,473
Teachers salaries - enhancements	12,600	-	-
Telephone	9,000	9,060	7,296
Training	51,806	25,592	51,265
Transportation	2,000	1,350	2,091
Travel	14,236	24,691	15,555
Tuition	91,676	420,517	350,814
Vehicle loan principal payments	7,968	-	-
	<b>1,167,811</b>	<b>1,534,544</b>	<b>1,478,473</b>
<b>Deficit before transfers</b>	<b>156,893</b>	<b>(18,296)</b>	<b>(145,211)</b>
<b>Transfers between programs</b>	<b>160,000</b>	<b>44,187</b>	<b>109,124</b>
<b>Surplus (deficit)</b>	<b>316,893</b>	<b>25,891</b>	<b>(36,087)</b>

**Shoal Lake #40 First Nation**  
**Health**  
**Schedule 9 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Revenue</b>			
First Nations and Inuit Health	395,933	396,860	419,157
Kenora Chiefs Advisory Inc.	83,076	93,922	91,293
Grand Council Treaty #3	-	13,445	-
Other revenue	-	-	10,656
Kenora Area Health Access Centre	-	-	5,000
Revenue deferred in prior year	-	9,647	4,647
Revenue deferred to subsequent year	-	-	(9,647)
	<b>479,009</b>	<b>513,874</b>	<b>521,106</b>
<b>Expenses</b>			
Aboriginal Head-Start on Reserve	3,883	12,241	10,483
Administration	16,900	13,784	14,480
Airboat expenses	6,910	5,015	1,221
Amortization	-	4,556	4,556
Barge fees	5,000	5,000	5,000
Capital purchases	-	2,897	-
Contracted services	10,320	17,956	11,333
Culture and recreation	18,604	15,310	5,568
Health and safety	-	12,002	-
Honoraria	1,000	150	-
Insurance	5,718	4,971	6,122
Meetings and workshops	8,981	14,744	9,696
Miscellaneous	500	9,436	11,198
Pension	-	9,551	8,646
Program expense	-	5,100	5,100
Repairs and maintenance	4,000	2,853	2,330
Salaries and benefits	266,896	317,111	326,732
Supplies	12,180	22,734	24,951
Telephone	5,100	262	-
Training	4,239	-	438
Travel	14,163	9,346	9,113
Urgent trips	13,000	-	6,403
User fees	-	1,500	1,500
Utilities	8,500	11,499	8,749
Vehicle loan principal payments	14,736	-	2,711
Youth activities	11,363	15,649	15,540
	<b>431,993</b>	<b>513,667</b>	<b>491,870</b>
<b>Surplus before transfers</b>	<b>47,016</b>	<b>207</b>	<b>29,236</b>
<b>Transfers between programs</b>	<b>6,000</b>	<b>6,000</b>	<b>-</b>
<b>Surplus</b>	<b>53,016</b>	<b>6,207</b>	<b>29,236</b>

**Shoal Lake #40 First Nation**  
**Operations and Maintenance**  
**Schedule 10 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	539,021	546,202	362,349
User fees	-	9,500	3,900
Repayment of funding	-	(9,396)	(13,238)
Revenue deferred in prior year	-	-	110,830
Revenue deferred to subsequent year	-	(42,220)	-
	<b>539,021</b>	<b>504,086</b>	<b>463,841</b>
<b>Expenses</b>			
Capital purchases	187,600	4,337	667
Contracted services	69,300	100,144	69,761
Equipment rental	-	4,351	-
Equipment rentals	-	-	642
Insurance	12,529	12,529	13,205
Repairs and maintenance	20,000	37,493	124,689
Salaries and benefits	141,223	152,696	149,928
Supplies	14,000	10,016	19,748
Training	1,250	2,002	-
Travel	8,000	6,720	4,455
User fees	8,000	8,000	2,400
Utilities	149,000	134,083	130,567
	<b>610,902</b>	<b>472,371</b>	<b>516,062</b>
<b>Surplus (deficit) before transfers</b>	<b>(71,881)</b>	<b>31,715</b>	<b>(52,221)</b>
<b>Transfers between programs</b>	<b>74,000</b>	<b>126,643</b>	<b>52,220</b>
<b>Surplus (deficit)</b>	<b>2,119</b>	<b>158,358</b>	<b>(1)</b>

**Shoal Lake #40 First Nation**  
**Daycare**  
**Schedule 11 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Revenue</b>			
Ministry of Education	-	373,056	372,648
Shooniyaa Wa-Biitong	-	81,837	81,837
Province of Ontario	-	5,000	-
	<b>-</b>	<b>459,893</b>	454,485
<b>Expenses</b>			
Bank charges and interest	-	761	633
Food and beverage	-	11,296	13,629
Health and safety	-	38,920	38,851
Insurance	-	11,098	7,847
Miscellaneous	-	20	7,569
Office supplies	-	1,766	-
Professional fees	-	5,355	6,627
Program expense	-	14,643	19,872
Repairs and maintenance	-	19,519	7,378
Salaries and benefits	-	328,869	321,656
Supplies	-	19,643	10,079
Transformation	-	17,499	-
Transportation	-	7,022	6,917
Travel	-	55,873	30,922
Utilities	-	23,241	15,055
	<b>-</b>	<b>555,525</b>	487,035
<b>Deficit before transfers</b>	<b>-</b>	<b>(95,632)</b>	(32,550)
<b>Transfers between programs</b>	<b>-</b>	<b>50,900</b>	50,900
<b>Surplus (deficit)</b>	<b>-</b>	<b>(44,732)</b>	18,350

**Shoal Lake #40 First Nation**  
**Social Services**  
**Schedule 12 - Consolidated Schedule of Revenue and Expenses**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014</b>	<b>2013 (Restated)</b>
<b>Revenue</b>			
Ministry of Community and Social Services	-	<b>296,900</b>	246,633
Kenora Chiefs Advisory Inc.	-	<b>63,620</b>	63,620
Ministry of Health	-	<b>30,921</b>	28,530
Other revenue	-	<b>509</b>	1,779
	<b>-</b>	<b>391,950</b>	340,562
<b>Expenses</b>			
Bank charges and interest	-	<b>2,312</b>	1,606
Miscellaneous	-	<b>6,724</b>	1,050
Professional fees	-	<b>6,855</b>	8,063
Purchase of services	-	<b>16,160</b>	15,720
Salaries and benefits	-	<b>153,490</b>	161,974
Social assistance	-	<b>189,187</b>	169,169
Supplies	-	<b>27,125</b>	32,913
Travel	-	<b>16,465</b>	31,608
	<b>-</b>	<b>418,318</b>	422,103
<b>Deficit before transfers</b>	<b>-</b>	<b>(26,368)</b>	(81,541)
<b>Transfers between programs</b>	<b>-</b>	<b>48,300</b>	38,400
<b>Surplus (deficit)</b>	<b>-</b>	<b>21,932</b>	(43,141)