

Nootkamegwanning First Nation
Consolidated Financial Statements
For the year ended March 31, 2015

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Management's Responsibility for Financial Reporting

The accompanying consolidated financial statements of the Naotkamegwanning First Nation are the responsibility of management and have been approved by the Chief and Council of the Band.

The 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 of the Canadian Institute of Chartered Accountants and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Chief and Council of the Band is 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 Chief and Council of the Band meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditor's report.

The external auditors, BDO Canada LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of Naotkamegwanning First Nation and meet when required.


On behalf of Naotkamegwanning First Nation:


Chief

Councillor


Councillor

Councillor


Councillor

August 11, 2015

Independent Auditor's Report

To the Members of Naotkamegwanning First Nation

We have audited the accompanying consolidated financial statements of Naotkamegwanning First Nation, which comprise the consolidated statement of financial position as at March 31, 2015 and the consolidated statement of financial activities, consolidated statement of changes in net debt and consolidated statement of 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 under 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 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 opinion.



Opinion

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

A handwritten signature in black ink that reads 'BDO Canada LLP'. The signature is written in a cursive, flowing style.

Chartered Accountants, Licensed Public Accountants

Kenora, Ontario
August 11, 2015

Nautkamegwanning First Nation Consolidated Statement of Financial Position

March 31

2015

2014

Financial Assets

Cash (Note 1)	\$ 145,444	\$ 200,707
Accounts receivable (Note 2)	376,130	414,240
Investment in Nautkamegwanning Fisheries Investments (Note 3)	-	67,643
		3
	<u>521,574</u>	<u>682,593</u>

Financial Liabilities

Bank indebtedness (Note 5)	306,981	427,984
Accounts payable and accrued liabilities (Note 6)	1,527,807	1,480,769
Deferred revenue (Note 7)	10,571	108,403
Surplus repayable (Note 8)	347,950	87,689
Demand loans (Note 9)	1,457,475	1,678,395
Long term debt (Note 10)	3,423,032	3,583,216
	<u>7,073,816</u>	<u>7,366,456</u>

Net Debt

(6,552,242) (6,683,863)

Non-Financial Assets

Prepaid expenses	38,649	50,192
Tangible capital assets (Note 4)	22,199,580	23,594,305
	<u>22,238,229</u>	<u>23,644,497</u>

Accumulated Surplus (Note 13)

\$ 15,685,987 \$ 16,960,634

Approved on behalf of the First Nation:

 Chief

 Councillor  Councillor

 Councillor  Councillor

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

Naotkamegwanning First Nation Consolidated Statement of Operations

For the year ended March 31	Budget	2015	2014
			(Note 17)
Revenue			
Aboriginal Affairs and Development Canada	\$ 6,301,376	\$ 6,372,334	\$ 6,363,730
Canada Mortgage and Housing Corporation	321,672	320,095	339,345
Health Canada	1,652,094	1,652,094	1,727,400
Kenora Chiefs Advisory	221,246	221,246	213,193
Ministry of Education	670,688	660,155	515,469
Ministry of Community and Social Services	680,601	770,151	750,100
Ministry of Health and Long Term Care	1,546,456	1,505,305	852,491
Ontario First Nations Limited Partnership	715,400	728,618	715,400
Other	1,131,680	1,205,414	1,098,281
Province of Ontario - Other Ministries	374,918	415,835	441,305
Shooniyaa Wa-Biitong	132,576	244,492	263,044
	13,748,707	14,095,739	13,279,758
Expenses			
Band Support Programs	1,174,732	2,439,950	1,810,640
Casino Rama Programs	715,400	48,385	92,735
Economic Development Programs	627,350	530,271	436,905
Social Services Programs	1,351,248	728,753	585,167
Infrastructure Programs	444,435	2,370,782	2,289,756
Housing Programs	951,358	715,508	954,353
Education Programs	4,992,288	5,021,800	4,953,657
Health Programs	3,794,018	3,514,937	2,954,455
	14,050,829	15,370,386	14,077,668
Deficiency of revenue over expenses for the year	(302,122)	(1,274,647)	(797,910)
Accumulated surplus, beginning of year	16,960,634	16,960,634	17,758,544
Accumulated surplus, end of year	\$ 16,658,512	\$ 15,685,987	\$ 16,960,634

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

Nootkamegwanning First Nation
Consolidated Statement of Changes in Net Debt

For the year ended March 31	Budget	2015	2014
Deficiency of revenue over expenses for the year	\$ (302,122)	\$ (1,274,647)	\$ (797,910)
Acquisition of tangible capital assets		(94,000)	(141,960)
Amortization of tangible capital assets	1,488,725	1,488,725	1,626,302
Net change in prepaid expenses	11,543	11,543	(4,091)
Change in net debt	1,198,146	131,621	682,341
Net debt, beginning of year	(6,683,863)	(6,683,863)	(7,366,204)
Net debt, end of year	\$ (5,485,717)	\$ (6,552,242)	\$ (6,683,863)

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

Naotkamegwaning First Nation Consolidated Statement of Cash Flows

For the year ended March 31

2015

2014

Operating activities

Deficiency of revenue over expenses for the year

\$ (1,274,647)	\$ (797,910)
Adjustment for amortization	1,488,725
	1,626,302

Changes in non-cash working capital items

Accounts receivable	38,110	(136,430)
Prepaid expenses	11,543	(4,091)
Accounts payable	47,038	(63,655)
Deferred revenue	(97,832)	(33,819)
Surplus repayable	260,261	79,799

473,198	670,196
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Investing activities

Temporary investments	67,643	(15,000)
Net changes in investments	3	-
Purchase of capital assets	(94,000)	(141,960)
	(26,354)	(156,960)

Financing activities

Net change in long term debt	(160,184)	(264,377)
Decrease in demand loans	(220,920)	(195,274)
Decrease in bank indebtedness	(121,003)	(101,370)
	(502,107)	(561,021)

Decrease in cash and cash equivalents

(55,263)	(47,785)
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Cash and cash equivalents, beginning of year

200,707	248,492
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Cash and cash equivalents, end of year

\$ 145,444	\$ 200,707
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The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Naotkamegwanning First Nation

Consolidated Summary of Significant Accounting Policies

March 31, 2015

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 the Canadian Institute of Chartered Accountants.																						
Reporting Entity	The Naotkamegwanning First Nation reporting entity includes the Naotkamegwanning First Nation government and all related entities that are controlled by the First Nation. This includes all aspects of band operations including provision of social, educational, administrative, housing, economic development and operational services.																						
Basis of Consolidation	<p>All controlled entities are fully consolidated on a line-by-line basis. Inter-organizational balances and transactions are eliminated upon consolidation.</p> <p>Organizations consolidated in Naotkamegwanning First Nation's consolidated financial statements include:</p> <p>Naotkamegwanning First Nation Naotkamegwanning Education Authority Naotkamegwanning Health and Social Services</p>																						
Tangible Capital Assets	<p>Tangible capital assets are reported on the consolidated statement of financial position at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets, with an offsetting amount to investment in capital assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset. Additions over \$5,000 are subject to the capitalization policy. Capital assets purchased without financing are amortized annually with a corresponding reduction in investment in capital assets.</p> <p>Amortization is provided as follows:</p> <table><tr><td>First Nation</td><td></td></tr><tr><td>Buildings</td><td>- 40 years straight line</td></tr><tr><td>Sewer and water</td><td>- 40 years straight line</td></tr><tr><td>Housing</td><td>- 20 years straight line</td></tr><tr><td>Roads and streets</td><td>- 10 years straight line</td></tr><tr><td>Automotive equipment</td><td>- 4 years straight line</td></tr><tr><td>Education Authority</td><td></td></tr><tr><td>Computer equipment</td><td>- 4 years straight line</td></tr><tr><td>Health Authority</td><td></td></tr><tr><td>Automotive</td><td>- 30% declining balance</td></tr><tr><td>Furniture and equipment</td><td>- 20% declining balance</td></tr></table>	First Nation		Buildings	- 40 years straight line	Sewer and water	- 40 years straight line	Housing	- 20 years straight line	Roads and streets	- 10 years straight line	Automotive equipment	- 4 years straight line	Education Authority		Computer equipment	- 4 years straight line	Health Authority		Automotive	- 30% declining balance	Furniture and equipment	- 20% declining balance
First Nation																							
Buildings	- 40 years straight line																						
Sewer and water	- 40 years straight line																						
Housing	- 20 years straight line																						
Roads and streets	- 10 years straight line																						
Automotive equipment	- 4 years straight line																						
Education Authority																							
Computer equipment	- 4 years straight line																						
Health Authority																							
Automotive	- 30% declining balance																						
Furniture and equipment	- 20% declining balance																						

Naotkamegwaning First Nation

Consolidated Summary of Significant Accounting Policies

March 31, 2015

Tangible Capital Assets (cont.)	Tangible capital assets are written down when conditions indicate that they no longer contribute to Naotkamegwaning First Nation's ability to provide services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. Any net write-downs are accounted for as expenses in the consolidated statement of operations.
Deferred Revenue	Deferred revenue consists of unspent, accountable contributions for programs which are not complete at the year end. The unspent revenue is carried forward to be matched with the additional expenses to be incurred in the subsequent year.
Revenue Recognition	<p>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, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.</p> <p>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.</p>
Pension Plan	The First Nation maintains a defined contribution pension plan for its personnel for Naotkamegwaning First Nation and Naotkamegwaning Education Authority. Expenses for this plan are equal to the First Nation's required contribution for the year.
Replacement Reserve Funds	According to the terms of the Housing Authority's agreements with Canada Mortgage and Housing Corporation, the Housing Authority is required to make annual provisions for repairs and replacement of items which have a shorter life span than the buildings. These provisions are to accumulate to certain specified amounts and may only be used for specific identified items. Contributions to the Replacement Reserve Funds are included as an expense and all income earned in reserve fund assets are accrued to the funds.
Measurement Uncertainty	The preparation of consolidated financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

Naotkamegwanning First Nation

Notes to Consolidated Financial Statements

March 31, 2015

1. Cash

	2015	2014
General Fund operations	\$ 105,550	\$ 200,707
Naotkamegwanning Education Authority operations	28,161	-
Health and Social Services operations	11,733	-
	<u>\$ 145,444</u>	<u>\$ 200,707</u>

2. Accounts Receivable

	2015	2014
General Fund operations	\$ 157,690	\$ 287,737
Education Authority operations	64,103	74,462
Health and Social Services operations	154,337	52,041
	<u>\$ 376,130</u>	<u>\$ 414,240</u>

3. Investments

	2015	2014
Investment in 1721354 Ontario Inc.	\$ -	\$ 3

Nootkamegwanning First Nation **Notes to Consolidated Financial Statements**

March 31, 2015

4. Tangible Capital Assets

	Cost				Accumulated Amortization				Net Book Value		
	Opening Balance	Additions	Disposals	Transfers of Assets	Closing Balance	Opening Balance	Amortization	Disposals, Writeoffs & Other Adjustments	Closing Balance	2015	2014
Tangible Capital Assets											
First Nation Buildings:											
Emergency Shelter	\$ 2,486,972	\$ -	\$ -	\$ -	\$ 2,486,972	\$ 667,891	\$ 62,174	\$ -	\$ 730,065	\$ 1,756,907	\$ 1,819,081
Health Centre	143,200	-	-	-	143,200	48,125	3,580	-	51,705	91,485	95,075
House Trailer	127,151	-	-	-	127,151	36,888	3,179	-	40,067	87,084	90,263
Outdoor Rink	2,306,207	-	-	-	2,306,207	277,523	57,705	-	335,228	1,972,979	2,030,684
Arena & Community Centre	263,858	-	-	-	263,858	82,393	6,591	-	88,984	174,874	181,265
Round House	5,241,388	-	-	-	5,241,388	3,792,178	115,539	-	3,907,717	1,333,872	1,449,211
Other Buildings	1,204,541	-	-	-	1,204,541	184,360	30,113	-	194,473	1,010,068	1,040,181
School											
Housing	24,555,373	-	-	-	24,555,373	18,537,802	596,373	-	19,134,175	5,421,198	6,017,571
Infrastructure:											
Sewer & Water Infrastructure	12,887,123	-	-	-	12,887,123	3,273,659	321,982	-	3,595,641	9,291,482	9,613,464
Roads & Streets	1,988,027	-	-	-	1,988,027	1,343,946	112,529	-	1,456,475	511,552	624,081
Berry Creek Subdivision	669,962	-	-	-	669,962	264,660	66,995	-	331,655	338,307	405,302
Automotive Equipment	1,073,300	94,000	-	-	1,167,300	1,023,300	61,750	-	1,085,050	82,250	50,000
Education Authority											
Buildings & Portable Classrooms	1,221,794	-	-	-	1,221,794		-	-	1,221,794	-	-
Computer Equipment	34,639	-	-	-	34,639	25,486	6,102	-	31,588	3,051	9,153
Computer Software	15,525	-	-	-	15,525	15,525	-	-	15,525	-	-
Furniture & Equipment	307,885	-	-	-	307,885	307,885	-	-	307,885	-	-
Retrofit Projects	361,704	-	-	-	361,704	361,704	-	-	361,704	-	-
Fuel Tanks	190,687	-	-	-	190,687		-	-	190,687	-	-
Health and Social Services											
Automotive	324,863	-	-	-	324,863	221,699	13,163	-	234,862	90,001	103,184
Furniture and Equipment	140,753	-	-	-	140,753	74,943	30,950	-	105,893	34,860	65,810
Total	\$ 55,526,753	\$ 94,000	\$ -	\$ -	\$ 55,620,753	\$ 31,932,448	\$ 1,488,725	\$ -	\$ 33,421,173	\$ 22,199,580	\$ 23,594,305

Nootkamegwanning First Nation
Notes to Consolidated Financial Statements

March 31, 2015

5. Bank Indebtedness

	<u>2015</u>	<u>2014</u>
General Fund operations	\$ 306,981	\$ 115,727
Education Authority operations	-	197,883
Health and Social Services operations	-	114,374
	<u>\$ 306,981</u>	<u>\$ 427,984</u>

The bank indebtedness is due on demand and bears interest at bank prime plus 1.25%, calculated on a daily basis and payable monthly.

6. Accounts Payable

	<u>2015</u>	<u>2014</u>
General Fund operations	\$ 570,094	\$ 571,224
Education Authority operations	319,696	385,202
Health and Social Services operations	638,017	524,343
	<u>\$ 1,527,807</u>	<u>\$ 1,480,769</u>

7. Deferred Revenue

	<u>2015</u>	<u>2014</u>
General Fund operations	\$ -	\$ 100,000
Education Authority operations	10,571	8,403
	<u>\$ 10,571</u>	<u>\$ 108,403</u>

8. Surplus Repayable

	<u>2015</u>	<u>2014</u>
General Fund operations	\$ 188,299	\$ -
Education Authority operations	15,800	83
Health and Social Services operations	143,851	87,606
	<u>\$ 347,950</u>	<u>\$ 87,689</u>

Nootkamegwanning First Nation
Notes to Consolidated Financial Statements

March 31, 2015

9. Demand Loans

	<u>2015</u>	<u>2014</u>
General Fund		
Aboriginal Affairs and Northern Development Canada Flooding Claim Loan, repayable upon conclusion of the proceedings	\$ 761,640	\$ 644,897
Royal Bank of Canada, repayable \$200,000 on May 15, 2013 and \$109,774 on May 15, 2014, interest payable at Royal Bank prime plus 3.65%	-	109,774
Royal Bank of Canada, repayable \$26,243 monthly including interest at 4.7%, maturing June 4, 2014	-	78,159
Royal Bank of Canada, repayable \$3,253 monthly including interest at 3.89%, maturing March 11, 2016	38,098	75,000
Royal Bank of Canada, repayable \$11,394 monthly including interest at 3.35%, maturing November 1, 2015	657,737	770,565
	<u>\$ 1,457,475</u>	<u>\$ 1,678,395</u>

Nootkamegwanning First Nation
Notes to Consolidated Financial Statements

March 31, 2015

10. Long Term Debt

	<u>2015</u>	<u>2014</u>
General Fund		
Canada Mortgage and Housing Corporation mortgage, repayable \$2,875 monthly including interest at 1.64%, maturing February 1, 2032	\$ 509,592	\$ 535,537
Canada Mortgage and Housing Corporation mortgage 12 unit, repayable \$3,923 monthly including interest at 2.11%, maturing October 1, 2033	723,706	755,216
Canada Mortgage and Housing Corporation mortgage 12 unit, repayable \$4,501 monthly including interest at 1.95%, maturing January 1, 2034	851,318	888,192
Canada Mortgage and Housing Corporation mortgage, 10 unit, repayable \$4,974 monthly including interest at 1.83%, maturing October 1, 2034	982,302	1,021,253
Canada Mortgage and Housing Corporation mortgage, 7 Unit, repayable \$3,087 monthly including interest at 2.75%, maturing May 1, 2026	356,114	383,018
	<u>\$ 3,423,032</u>	<u>\$ 3,583,216</u>

Principal payments due in the next five years are as follows:

2016	165,863
2017	169,270
2018	172,749
2019	176,302
2020	179,930
Thereafter	2,558,918

Naotkamegwanning First Nation Notes to Consolidated Financial Statements

March 31, 2015

11. Segmented Financial Information

Naotkamegwanning First Nation is a diversified local government that provides a wide range of services to its citizens and members, including administration, economic development, social services (including emergency operations, day care, social development, prevention services and native justice), infrastructure (including community services, health care centre, housing maintenance and renovations, capital, and arena and community centre), and training (including other programs, community based training, and CMHC internship).

For each reported segment, revenues 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. Operations and maintenance fee allocations have been made to each building based on a percentage of overall maintenance costs. Administrative fees, based on a percentage of revenues, have been allocated to programs where permitted by the funder.

12. Budgeted Figures

The budget approved by the First Nation was not prepared on a consolidated basis and does not include all of the activities of the organization. As a result, budget figures are only presented on a non-consolidated basis for programs where available.

13. Accumulated Surplus

Naotkamegwanning First Nation segregates its accumulated surplus into the following categories:

	2015	2014
Current funds	\$ (2,898,072)	\$ (1,657,361)
Investment in capital assets	18,118,811	18,203,197
Replacement reserve	465,248	414,798
	<u>\$ 15,685,987</u>	<u>\$ 16,960,634</u>

Nootkamegwanning First Nation
Notes to Consolidated Financial Statements

March 31, 2015

14. Government Transfers

2015						
	First Nation			Education Authority	Health and Social Services	Total
	Operating	Capital	Total	Operating	Operating	Total
Federal						
AANDC	\$ 2,161,948	\$ 94,000	\$ 2,255,948	\$ 4,116,386	\$ -	\$ 6,372,334
Health Canada	-	-	-	-	1,652,094	1,652,094
CMHC	320,095	-	320,095	-	-	320,095
Subtotal	2,482,043	94,000	2,576,043	4,116,386	1,652,094	8,344,523
Provincial	1,074,439	-	1,074,439	-	1,546,064	2,620,503
Total	\$ 3,556,482	\$ 94,000	\$ 3,650,482	\$ 4,116,386	\$ 3,198,158	\$ 10,965,026

2014						
	First Nation			Education Authority	Health and Social Services	Total
	Operating	Capital	Total	Operating	Operating	Total
Federal						
AANDC	\$ 2,440,900	\$ -	\$ 2,440,900	\$ 3,922,830	\$ -	\$ 6,363,730
Health Canada	-	-	-	-	1,727,400	1,727,400
CMHC	339,345	-	339,345	-	-	339,345
Subtotal	2,780,245	-	2,780,245	3,922,830	1,727,400	8,430,475
Provincial	1,082,838	-	1,082,838	-	943,650	2,026,488
Total	\$ 3,863,083	\$ -	\$ 3,863,083	\$ 3,922,830	\$ 2,671,050	\$ 10,456,963

Naotkamegwanning First Nation Notes to Consolidated Financial Statements

March 31, 2015

15. Funds Held In Trust - Ottawa Trust Funds

	<u>2015</u>	<u>2014</u>
Revenue Account		
Balance forward, April 1	\$ 10,041	\$ 9,177
Interest and other income earned	990	864
	<u>11,031</u>	<u>10,041</u>
Capital Account	<u>24,918</u>	<u>24,918</u>
	<u>\$ 35,949</u>	<u>\$ 34,959</u>
 Fund Balances		
Revenue Fund	\$ 11,031	\$ 10,041
Capital fund	<u>24,918</u>	<u>24,918</u>
	<u>\$ 35,949</u>	<u>\$ 34,959</u>

The trust accounts 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. These funds are restricted for their use, of which the Band is generally permitted to use for a purpose that will promote the general progress and welfare of the Band and Band members. The management of these funds is primarily governed by the sections of the Indian Act.

Trust funds administered by Aboriginal Affairs and Northern Development Canada for the benefit of the First Nation have not been included in the statement of financial position nor have the operations been included in the statement of financial activities.

Naotkamegwanning First Nation

Notes to Consolidated Financial Statements

March 31, 2015

16. Defined Contribution Pension Plan

Naotkamegwanning First Nation provides a defined contribution plan for eligible members of its staff for the Band and the Naotkamegwanning Education Authority.

The expense for the First Nation's pension plan for the year was as follows:

	2015	2014
Band employees	\$ 33,636	\$ 37,215
Education Authority employees	58,259	62,158
	<u>\$ 91,895</u>	<u>\$ 99,373</u>

17. Amortization Adjustment

The 2014 comparative information reported in the Consolidated Statement of Operations differs from the amount reported in Naotkamegwanning First Nation's consolidated financial statements for the year ended March 31, 2014. Specifically, \$1,626,347 of amortization reported as a separate line item on the Consolidated Statement of Operations has been reallocated to the following programs:

	2014
Naotkamegwanning First Nation	
Administration	\$ 100,000
Community Services	588,423
Economic Development	66,996
Social Development - Admin	62,174
Capital Housing & Renovations	682,164
Arena and Cultural Centre	93,612
	<u>1,593,369</u>
Naotkamegwanning First Nation Education Authority	
Operations and Maintenance	<u>8,044</u>
Naotkamegwanning First Nation Health and Social Services	
Transfer Program Management	3,633
Aboriginal Head Start	11,748
Emergency Medical Services	9,553
	<u>24,934</u>
	<u>\$ 1,626,347</u>

Naotkamewgwaning First Nation Segmented Financial Information

For the year ended March 31, 2015

	Band Support	Casino Rama	Economic Development	Social Services	Infrastructure	Housing	Health	Education	Total
Revenue									
Government Transfers	\$ 1,330,024	\$ -	\$ 531,020	\$ 567,161	\$ 886,761	\$ 320,095	\$ 3,248,558	\$ 4,802,350	\$ 11,695,969
Commercial activities	135,739	-	-	-	18,430	103,367	-	-	257,536
Other	391,177	728,618	118,287	96,401	24,052	-	285,209	498,490	2,142,234
	1,856,940	728,618	649,307	663,562	939,243	423,462	3,533,767	5,300,840	14,095,739
Expenses									
Amortization	61,750	-	66,996	62,174	647,639	599,953	44,113	6,102	1,488,727
Other expenses	189,218	2,088	4,303	281,492	128,488	17,937	-	417,630	1,041,156
Office, equipment, supplies and program expenses	1,188,866	37,059	39,669	127,099	401,183	-	615,922	956,125	3,345,923
Professional	68,420	4,031	79,880	104,326	356,532	10,680	-	-	623,869
Travel, training and meetings	95,332	-	59,444	570	62,112	-	141,565	625,978	985,001
Utilities, fuel and maintenance	216,883	5,207	7,086	38,246	103,810	81,938	327,442	238,683	1,019,295
Wages, benefits and honoraria	639,481	-	272,893	114,846	671,018	5,000	2,385,895	2,777,282	6,866,415
	2,439,950	48,385	530,271	728,753	2,370,782	715,508	3,514,937	5,021,800	15,370,386
Excess of revenue (expenses)	(583,010)	680,233	119,036	(65,191)	(1,431,539)	(292,046)	18,830	279,040	(1,274,647)
Net transfers between funds	220,820	(680,233)	54,420	-	404,993	-	-	-	-
Excess of revenue (expenses)	\$ (362,190)	\$ -	\$ 173,456	\$ (65,191)	\$ (1,026,546)	\$ (292,046)	\$ 18,830	\$ 279,040	\$ (1,274,647)

Naotkamewanning First Nation Segmented Financial Information

For the year ended March 31, 2014

	Band Support	Casino Reima	Economic Development	Social Services	Infrastructure	Housing	Health	Education	Total
Revenue									
Government Transfers	\$ 1,175,753	\$ -	\$ 559,376	\$ 548,065	\$ 1,240,544	\$ 339,345	\$ 2,671,050	\$ 4,455,707	\$ 10,989,840
Commercial activities	84,842	-	-	-	15,533	59,759	-	-	160,134
Other	363,730	715,400	132,968	678	285	-	298,057	618,666	2,129,784
	1,624,325	715,400	692,344	548,743	1,256,362	399,104	2,969,107	5,074,373	13,279,758
Expenses									
Amortization	100,000	-	66,996	62,174	681,977	682,164	24,934	8,044	1,626,289
Other expenses	254,640	151	2,313	138,546	108,967	102,493	-	323,863	930,973
Office, equipment, supplies and program expenses	830,633	33,196	19,907	152,259	700,868	-	1,021,170	1,068,167	3,826,200
Professional	72,524	727	55,910	11,269	119,620	10,680	-	-	270,730
Travel, training and meetings	40,964	-	16,290	2,205	105,290	-	159,068	578,764	902,581
Utilities, fuel and maintenance	122,048	5,663	10,192	59,846	83,341	82,490	146,524	229,473	739,577
Wages, benefits and honoraria	559,798	1,630	265,297	111,795	489,693	5,000	1,602,759	2,745,346	5,781,318
	1,980,607	41,367	436,905	538,094	2,289,756	882,827	2,954,455	4,953,657	14,077,668
Excess of revenue (expenses)	(356,282)	674,033	255,439	10,649	(1,033,394)	(483,723)	14,652	120,716	(797,910)
Net transfers between funds	467,614	(674,033)	51,368	-	155,051	-	-	-	-
Excess of revenue (expenses)	\$ 111,332	\$ -	\$ 306,807	\$ 10,649	\$ (878,343)	\$ (483,723)	\$ 14,652	\$ 120,716	\$ (797,910)