

**Naotkamegwanning First Nation  
Consolidated Financial Statements  
For the year ended March 31, 2016**

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**Contents**

<b>Management's Responsibility for Financial Reporting</b>	<b>2</b>
<b>Independent Auditor's Report</b>	<b>3</b>
<b>Consolidated Financial Statements</b>	
Consolidated Statement of Financial Position	5
Consolidated Statement of Operations	6
Consolidated Statement of Changes in Net Debt	7
Consolidated Statement of Cash Flows	8
Consolidated Summary of Significant Accounting Policies	9
Notes to Consolidated Financial Statements	11
Segmented Financial Information	20

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## Management's Responsibility for Financial Reporting

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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 Professional 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

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Councillor



Councillor

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Councillor



Councillor

July 20, 2016

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## Independent Auditor's Report

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### 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, 2016 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, 2016 and the results of its operations for the year then ended in accordance with Canadian public sector accounting standards.

*BDO Canada LLP*

Chartered Professional Accountants, Licensed Public Accountants

Kenora, Ontario  
July 20, 2016

**Naotkamegwanning First Nation**  
**Consolidated Statement of Financial Position**

<b>March 31</b>	<b>2016</b>	<b>2015</b>
<b>Financial Assets</b>		
Cash (Note 1)	\$ 711,558	\$ 145,444
Accounts receivable (Note 2)	<u>383,539</u>	<u>376,130</u>
	<b><u>1,095,097</u></b>	<b><u>521,574</u></b>
<b>Financial Liabilities</b>		
Bank indebtedness (Note 4)	235,508	306,981
Accounts payable and accrued liabilities (Note 5)	<u>1,043,043</u>	<u>1,527,807</u>
Deferred revenue (Note 6)	14,433	10,571
Surplus repayable (Note 7)	255,676	347,950
Demand loans (Note 8)	<u>1,374,212</u>	<u>1,457,475</u>
Long term debt (Note 9)	<u>3,797,426</u>	<u>3,423,032</u>
	<b><u>6,720,298</u></b>	<b><u>7,073,816</u></b>
<b>Net Debt</b>	<b><u>(5,625,201)</u></b>	<b><u>(6,552,242)</u></b>
<b>Non-Financial Assets</b>		
Prepaid expenses	48,201	38,649
Tangible capital assets (Note 3)	<u>21,644,767</u>	<u>22,199,580</u>
	<b><u>21,692,968</u></b>	<b><u>22,238,229</u></b>
<b>Accumulated Surplus (Note 12)</b>	<b><u>\$ 16,067,767</u></b>	<b><u>\$ 15,685,987</u></b>

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**

	<b>Budget</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b>			
Aboriginal Affairs and Development Canada	\$ 6,100,817	\$ 6,146,179	\$ 6,372,334
Canada Mortgage and Housing Corporation	301,017	314,498	320,095
Health Canada	1,652,094	1,746,024	1,652,094
Kenora Chiefs Advisory	221,246	261,289	221,246
Ministry of Education	663,027	662,500	660,155
Ministry of Community and Social Services	729,995	713,558	770,151
Ministry of Health and Long Term Care	1,546,456	1,932,096	1,505,305
Ontario First Nations Limited Partnership	729,100	729,415	728,618
Other	985,448	2,124,279	1,205,414
Province of Ontario - Other Ministries	384,778	501,254	415,835
Shooniyaa Wa-Bitong	132,576	215,708	244,492
	<b>13,446,554</b>	<b>15,346,800</b>	<b>14,095,739</b>
<b>Expenses</b>			
Band Support Programs	1,177,036	2,021,799	2,439,950
Casino Rama Programs	729,100	29,141	48,385
Economic Development Programs	812,649	914,632	530,271
Social Services Programs	1,388,123	482,649	728,753
Infrastructure Programs	388,635	2,079,027	2,370,782
Housing Programs	605,795	646,365	715,508
Education Programs	5,086,257	5,179,783	5,021,800
Health Programs	3,746,286	3,611,623	3,514,937
	<b>13,903,881</b>	<b>14,965,019</b>	<b>15,370,386</b>
<b>Deficiency of revenue over expenses for the year</b>	<b>(457,327)</b>	<b>381,781</b>	<b>(1,274,847)</b>
<b>Accumulated surplus, beginning of year</b>	<b>15,685,987</b>	<b>15,685,987</b>	<b>16,960,634</b>
<b>Accumulated surplus, end of year</b>	<b>\$ 15,228,660</b>	<b>\$ 16,067,768</b>	<b>\$ 15,685,987</b>

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

**Naotkamegwanning First Nation**  
**Consolidated Statement of Changes In Net Debt**

<b>For the year ended March 31</b>	<b>Budget</b>	<b>2016</b>	<b>2015</b>
<b>Deficiency of revenue over expenses for the year</b>	\$ (457,327)	\$ 381,781	\$ (1,274,647)
Acquisition of tangible capital assets	-	(880,224)	(94,000)
Amortization of tangible capital assets	1,488,725	1,435,037	1,488,725
Net change in prepaid expenses	<u>11,543</u>	<u>(9,552)</u>	<u>11,543</u>
<b>Change in net debt</b>	<b>1,042,941</b>	<b>927,042</b>	<b>131,621</b>
<b>Net debt, beginning of year</b>	<b>(6,683,863)</b>	<b>(6,552,242)</b>	<b>(6,683,863)</b>
<b>Net debt, end of year</b>	<b>\$ (5,640,922)</b>	<b>\$ (5,625,200)</b>	<b>\$ (6,552,242)</b>

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

**Naotkamegwanning First Nation  
Consolidated Statement of Cash Flows**

<b>For the year ended March 31</b>	<b>2016</b>	<b>2015</b>
<b>Operating activities</b>		
Deficiency of revenue over expenses for the year	\$ 381,781	\$ (1,274,647)
Adjustment for amortization	1,435,037	1,488,725
Changes in non-cash working capital items		
Accounts receivable	(7,409)	38,110
Prepaid expenses	(9,552)	11,543
Accounts payable	(484,765)	47,038
Deferred revenue	3,862	(97,832)
Surplus repayable	<u>(92,274)</u>	<u>260,261</u>
	<u>1,226,680</u>	<u>473,198</u>
<b>Investing activities</b>		
Temporary investments	-	67,643
Net changes in investments	-	3
Purchase of capital assets	<u>(880,224)</u>	<u>(94,000)</u>
	<u>(880,224)</u>	<u>(26,354)</u>
<b>Financing activities</b>		
Net change in long term debt	374,394	(160,184)
Decrease in demand loans	(83,263)	(220,920)
Decrease in bank indebtedness	<u>(71,473)</u>	<u>(121,003)</u>
	<u>219,658</u>	<u>(502,107)</u>
<b>Decrease in cash and cash equivalents</b>	<b>566,114</b>	<b>(55,263)</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>145,444</b>	<b>200,707</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 711,558</b>	<b>\$ 145,444</b>

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

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## Naotkamegwanning First Nation Consolidated Summary of Significant Accounting Policies

**March 31, 2016**

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<b>Basis of Accounting</b>	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.																						
<b>Reporting Entity</b>	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.																						
<b>Basis of Consolidation</b>	All controlled entities are fully consolidated on a line-by-line basis. Inter-organizational balances and transactions are eliminated upon consolidation.  Organizations consolidated in Naotkamegwanning First Nation's consolidated financial statements include:  <b>Naotkamegwanning First Nation</b> <b>Naotkamegwanning Education Authority</b> <b>Naotkamegwanning Health and Social Services</b>																						
<b>Tangible Capital Assets</b>	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.  Amortization is provided as follows:																						
	<table><tbody><tr><td><b>First Nation</b></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><b>Education Authority</b></td><td></td></tr><tr><td>Computer equipment</td><td>- 4 years straight line</td></tr><tr><td><b>Health Authority</b></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></tbody></table>	<b>First Nation</b>		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	<b>Education Authority</b>		Computer equipment	- 4 years straight line	<b>Health Authority</b>		Automotive	- 30% declining balance	Furniture and equipment	- 20% declining balance
<b>First Nation</b>																							
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Automotive	- 30% declining balance																						
Furniture and equipment	- 20% declining balance																						

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## Naotkamegwanning First Nation Consolidated Summary of Significant Accounting Policies

March 31, 2016

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<b>Tangible Capital Assets (cont.)</b>	Tangible capital assets are written down when conditions indicate that they no longer contribute to Naotkamegwanning 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.
<b>Deferred Revenue</b>	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.
<b>Revenue Recognition</b>	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.  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.
<b>Pension Plan</b>	The First Nation maintains a defined contribution pension plan for its personnel for Naotkamegwanning First Nation and Naotkamegwanning Education Authority. Expenses for this plan are equal to the First Nation's required contribution for the year.
<b>Replacement Reserve Funds</b>	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.
<b>Measurement Uncertainty</b>	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.

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

**March 31, 2016**

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**1. Cash**

	<b>2016</b>	<b>2015</b>
General Fund operations	\$ 646,766	\$ 105,550
Naotkamegwanning Education Authority operations	64,792	28,161
Health and Social Services operations	-	11,733
	<b><u>\$ 711,558</u></b>	<b><u>\$ 145,444</u></b>

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**2. Accounts Receivable**

	<b>2016</b>	<b>2015</b>
General Fund operations	\$ 155,079	\$ 157,690
Education Authority operations	55,129	64,103
Health and Social Services operations	<u>173,331</u>	<u>154,337</u>
	<b><u>\$ 383,539</u></b>	<b><u>\$ 376,130</u></b>

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

March 31, 2016

**3. Tangible Capital Assets**

	Cost			Accumulated Amortization			Net Book Value		
	Opening Balance	Additions	Disposals	Transfers of Assets	Closing Balance	Amortization	Adjustments	Closing Balance	2016
									2015
<b>Tangible Capital Assets</b>									
<b>First Nation</b>									
<i>Buildings:</i>									
Emergency Shelter	\$ 2,486,972	\$ 411,354	\$ -	\$ -	\$ 2,898,326	\$ 730,065	\$ 67,316	\$ 797,381	\$ 2,400,345
Health Centre	143,200	-	-	-	143,200	51,705	3,580	-	55,285
House Trailer	127,161	-	-	-	127,161	40,087	3,178	-	43,245
Outdoor Rink	2,308,207	-	-	-	2,308,207	335,228	57,706	-	392,933
Arena & Community Centre	283,658	-	-	-	283,658	88,984	6,392	-	95,576
Round House	5,241,389	-	-	-	5,241,389	3,907,717	114,066	-	4,021,783
Other Buildings	1,204,541	-	-	-	1,204,541	194,473	30,114	-	224,587
School									
<i>Housing</i>									
Housing Projects	24,555,373	-	-	-	24,555,373	19,134,175	530,061	-	18,084,236
Infrastructure	12,887,123	-	-	-	12,887,123	3,585,541	316,239	-	3,511,880
Roads & Streets	1,888,027	-	-	-	1,888,027	1,456,475	112,526	-	1,569,003
Berry Creek Subdivision	889,862	-	-	-	889,862	331,655	66,998	-	388,651
Automotive Equipment	1,167,300	-	-	-	1,167,300	1,085,050	23,500	-	1,108,550
<b>Education Authority</b>									
Computer Equipment	24,408	-	-	-	24,408	21,357	3,051	-	24,408
School Bus	-	\$ 6,628	-	-	\$ 6,628	-	12,078	-	84,550
<b>Health and Social Services</b>									
Automotive	324,863	372,242	-	-	697,105	252,849	77,502	-	330,151
Furniture and Equipment	140,753	-	-	-	140,753	88,108	10,531	-	98,637
<b>Total</b>	<b>\$ 53,512,927</b>	<b>\$ 880,224</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 54,393,151</b>	<b>\$ 31,313,347</b>	<b>\$ 1,435,037</b>	<b>\$ -</b>	<b>\$ 32,748,384</b>
									<b>\$ 21,644,707</b>
									<b>\$ 22,199,580</b>

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

**March 31, 2016**

**4. Bank Indebtedness**

	<b>2016</b>	<b>2015</b>
General Fund operations	\$ 214,503	\$ 306,981
Health and Social Services operations	<u>21,005</u>	-
	<b>\$ 235,508</b>	<b>\$ 306,981</b>

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

**5. Accounts Payable**

	<b>2016</b>	<b>2015</b>
General Fund operations	\$ 334,247	\$ 570,094
Education Authority operations	<u>127,526</u>	319,696
Health and Social Services operations	<u>581,270</u>	638,017
	<b>\$ 1,043,043</b>	<b>\$ 1,527,807</b>

**6. Deferred Revenue**

	<b>2016</b>	<b>2015</b>
Education Authority operations	\$ 6,553	\$ 10,571
Health and Social Services operations	<u>7,880</u>	-
	<b>\$ 14,433</b>	<b>\$ 10,571</b>

**7. Surplus Repayable**

	<b>2016</b>	<b>2015</b>
General Fund operations	\$ 185,257	\$ 188,299
Education Authority operations	<u>25,091</u>	15,800
Health and Social Services operations	<u>45,328</u>	143,851
	<b>\$ 255,676</b>	<b>\$ 347,950</b>

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

**March 31, 2016**

**8. Demand Loans**

	<b>2016</b>	<b>2015</b>
<b>General Fund</b>		
Aboriginal Affairs and Northern Development Canada Flooding Claim Loan, repayable upon conclusion of the proceedings	\$ 953,658	\$ 761,640
Royal Bank of Canada, construction loan with interest only payments at RBC prime rate plus 2.65%, principal repayments to commence upon completion	420,554	-
Royal Bank of Canada, repayable \$3,253 monthly including interest at 3.89%, maturing March 11, 2016	-	38,098
Royal Bank of Canada, repayable \$11,394 monthly including interest at 3.35%, maturing November 1, 2015	-	657,737
	<b><u>\$ 1,374,212</u></b>	<b><u>\$ 1,457,475</u></b>

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

**March 31, 2016**

**9. Long Term Debt**

	<b>2016</b>	<b>2015</b>
<b>General Fund</b>		
Canada Mortgage and Housing Corporation mortgage, repayable \$2,875 monthly including interest at 1.64%, maturing February 1, 2032	\$ 483,238	\$ 509,592
Canada Mortgage and Housing Corporation mortgage 12 unit, repayable \$3,923 monthly including interest at 2.11%, maturing October 1, 2033	691,561	723,706
Canada Mortgage and Housing Corporation mortgage 12 unit, repayable \$4,501 monthly including interest at 1.95%, maturing January 1, 2034	813,545	851,318
Canada Mortgage and Housing Corporation mortgage, 10 unit, repayable \$4,974 monthly including interest at 1.83%, maturing October 1, 2034	940,214	982,302
Canada Mortgage and Housing Corporation mortgage, 7 Unit, repayable \$3,087 monthly including interest at 2.75%, maturing May 1, 2026	328,486	356,114
Royal Bank of Canada, repays \$11,171 monthly including interest at 2.39%, maturing June 1, 2020	540,382	-
	<b>\$ 3,797,426</b>	<b>\$ 3,423,032</b>

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

2017	\$ 292,072
2018	298,488
2019	305,048
2020	311,755
2021	216,141
Thereafter	2,373,922

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## Naotkamegwanning First Nation Notes to Consolidated Financial Statements

**March 31, 2016**

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### **10. 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.

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### **11. 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.

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### **12. Accumulated Surplus**

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

	2016	2015
Current funds	\$ (2,295,271)	\$ (2,898,072)
Investment in capital assets	17,847,342	18,118,811
Replacement reserve	515,697	465,248
	<hr/> <b>\$ 16,067,768</b>	<hr/> <b>\$ 15,685,987</b>

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

**March 31, 2016**

**13. Government Transfers**

<b>2016</b>						
First Nation			Education Authority			Health and Social Services
Operating	Capital	Total	Operating	Operating	Capital	Total
<b>Federal</b>						
AANDC	\$ 2,266,200	\$ 26,150	\$ 2,292,350	\$ 3,865,079	\$ 1,701,024	\$ 45,000
Health Canada	-	-	-	-	-	\$ 1,746,024
CMHC	<b>314,498</b>	<b>-</b>	<b>314,498</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Subtotal</b>	<b>2,580,698</b>	<b>26,150</b>	<b>2,606,848</b>	<b>3,865,079</b>	<b>1,701,024</b>	<b>45,000</b>
<b>Provincial</b>	<b>1,097,862</b>	<b>-</b>	<b>1,097,862</b>	<b>734,385</b>	<b>1,673,255</b>	<b>350,000</b>
<b>Total</b>	<b>\$ 3,678,560</b>	<b>\$ 26,150</b>	<b>\$ 3,704,710</b>	<b>\$ 4,599,464</b>	<b>\$ 3,374,279</b>	<b>\$ 395,000</b>
<b>2015</b>						
First Nation			Education Authority			Health and Social Services
Operating	Capital	Total	Operating	Operating	Capital	Total
<b>Federal</b>						
AANDC	\$ 2,161,948	\$ 94,000	\$ 2,255,948	\$ 4,116,386	\$ 1,652,094	\$ -
Health Canada	-	-	-	-	-	\$ 6,372,334
CMHC	<b>320,095</b>	<b>-</b>	<b>320,095</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Subtotal</b>	<b>2,482,043</b>	<b>94,000</b>	<b>2,576,043</b>	<b>4,116,386</b>	<b>1,652,094</b>	<b>-</b>
<b>Provincial</b>	<b>1,074,439</b>	<b>-</b>	<b>1,074,439</b>	<b>-</b>	<b>1,546,064</b>	<b>-</b>
<b>Total</b>	<b>\$ 3,556,482</b>	<b>\$ 94,000</b>	<b>\$ 3,650,482</b>	<b>\$ 4,116,386</b>	<b>\$ 3,198,158</b>	<b>\$ -</b>

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

**March 31, 2016**

**14. Funds Held in Trust - Ottawa Trust Funds**

	<b>2016</b>	<b>2015</b>
<b>Revenue Account</b>		
Balance forward, April 1	\$ 11,031	\$ 10,041
Interest and other income earned	<u>762</u>	<u>990</u>
	<u>11,793</u>	<u>11,031</u>
<b>Capital Account</b>		
	<u>24,918</u>	<u>24,918</u>
	<u><b>\$ 36,711</b></u>	<u><b>\$ 35,949</b></u>
<b>Fund Balances</b>		
Revenue Fund	\$ 11,793	\$ 11,031
Capital fund	<u>24,918</u>	<u>24,918</u>
	<u><b>\$ 36,711</b></u>	<u><b>\$ 35,949</b></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.

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

**March 31, 2016**

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**15. 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:

	<b>2016</b>	<b>2015</b>
Band employees	\$ 49,343	\$ 33,636
Education Authority employees	<u>64,666</u>	<u>58,259</u>
	<b>\$ 114,009</b>	<b>\$ 91,895</b>

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**Naotkamegwanning First Nation  
Segmented Financial Information**

**For the year ended March 31, 2016**

	Band Support	Casino Rama	Economic Development	Social Services	Infrastructure	Housing	Health	Education	Total
<b>Revenue</b>									
Government Transfers	\$ 1,442,755	\$ -	\$ 616,458	\$ 522,560	\$ 808,439	\$ 314,498	\$ 3,769,279	\$ 4,599,464	\$ 12,073,453
Commercial activities	413,591	-	412,450	-	54,687	108,739	-	-	989,467
Other	263,834	729,415	200,033	-	32,284	-	261,289	747,025	2,283,880
	2,120,180	729,415	1,228,941	522,560	945,410	423,237	4,030,568	5,346,489	15,346,890
<b>Expenses</b>									
Amortization	23,500	-	66,986	62,174	645,584	533,639	89,034	16,129	1,435,036
Other expenses	346,544	220	181,586	43,845	276,861	3,778	-	356,035	1,208,869
Office, equipment, supplies and program expenses	858,286	25,827	21,627	137,595	185,765	-	653,436	1,137,028	3,027,544
Professional	48,259	(302)	388,775	55,455	134,472	10,505	-	-	637,164
Travel, training and meetings	81,765	-	61,483	15,681	69,393	-	103,144	626,640	981,106
Utilities, fuel and maintenance	125,350	3,396	5,104	46,651	82,285	93,443	419,999	214,412	890,640
Wages, benefits and honoraria	540,115	-	189,061	121,248	674,687	5,000	2,344,010	2,830,539	6,704,690
	2,021,799	29,141	914,632	482,649	2,079,027	646,395	3,611,623	5,179,783	14,985,019
<b>Excess of revenue (expenses)</b>	98,361	70,274	314,309	39,911	(1,133,617)	(223,128)	413,945	165,706	381,781
<b>Net transfers between funds</b>	477,039	(700,274)	60,324	-	162,911	-	-	-	-
<b>Excess of revenue (expenses)</b>	\$ 575,420	\$ -	\$ 374,633	\$ 39,911	\$ (870,706)	\$ (223,128)	\$ 418,945	\$ 166,706	\$ 381,781

**Naotkamegwanning 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
<b>Revenue</b>	<b>\$ 1,330,024</b>	<b>\$ -</b>	<b>\$ 531,020</b>	<b>\$ 567,161</b>	<b>\$ 896,761</b>	<b>\$ 320,095</b>	<b>\$ 3,248,558</b>	<b>\$ 4,802,350</b>	<b>\$ 11,635,989</b>
Government Transfers	\$ 135,739	\$ -	\$ -	\$ -	\$ 16,430	\$ 103,367	\$ -	\$ -	\$ 257,536
Commercial activities	391,177	728,618	118,287	98,401	24,052	-	285,209	498,490	2,142,234
<b>Other</b>	<b>1,856,940</b>	<b>728,618</b>	<b>649,307</b>	<b>663,562</b>	<b>939,243</b>	<b>423,462</b>	<b>3,533,767</b>	<b>5,300,840</b>	<b>14,085,739</b>
<b>Expenses</b>									
Amortization	61,750	2,088	66,998	62,174	647,639	599,953	44,113	6,102	1,488,727
Other expenses	189,218	4,303	281,492	128,488	17,937	-	-	417,630	1,041,156
Office, equipment, supplies and program expenses	1,168,856	37,059	39,669	127,098	401,183	615,922	956,125	3,345,923	
Professional	68,420	4,031	79,880	104,326	356,532	10,680	141,585	625,978	623,869
Travel, training and meetings	95,332	-	59,444	570	62,112	-	327,442	238,683	985,001
Utilities, fuel and maintenance	216,883	5,207	7,086	38,246	103,810	81,938	-	-	1,019,295
Wages, benefits and honoraria	639,461	-	272,883	114,846	671,018	5,000	2,385,895	2,777,282	6,888,415
	2,439,950	48,385	530,271	728,753	2,370,782	715,508	3,514,937	5,021,800	15,370,386
<b>Excess of revenue (expenses)</b>	<b>(\$53,010)</b>	<b>680,233</b>	<b>119,036</b>	<b>(65,191)</b>	<b>(1,431,539)</b>	<b>(292,046)</b>	<b>13,830</b>	<b>279,040</b>	<b>(1,274,647)</b>
<b>Net transfers between funds</b>	<b>487,614</b>	<b>(674,033)</b>	<b>51,368</b>	<b>-</b>	<b>155,051</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess of revenue (expenses)</b>	<b>\$ (115,398)</b>	<b>\$ 6,200</b>	<b>\$ 170,404</b>	<b>\$ (65,191)</b>	<b>\$ (1,276,488)</b>	<b>\$ (282,046)</b>	<b>\$ 13,830</b>	<b>\$ 279,040</b>	<b>\$ (1,274,647)</b>