

Naotkamegwanning First Nation
Consolidated Financial Statements
For the year ended March 31, 2018

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Management's Responsibility for Financial Reporting

The accompanying consolidated financial statements of the Nautkamegwanning 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.

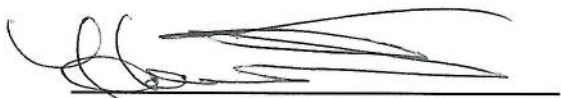
Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

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 Nautkamegwanning First Nation and meet when required.

On behalf of Nautkamegwanning First Nation:



Chief



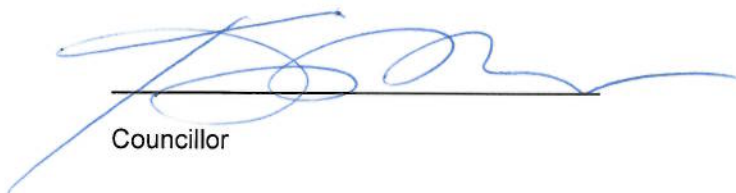
Councillor



Councillor



Councillor



Councillor

Independent Auditor's Report

To the Members of Nootkamegwanning First Nation

We have audited the accompanying consolidated financial statements of Nootkamegwanning First Nation, which comprise the consolidated statement of financial position as at March 31, 2018 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 Naothamegwaning First Nation as at March 31, 2018 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 Professional Accountants, Licensed Public Accountants

Kenora, Ontario
July 30, 2018

Naotkamegwanning First Nation

Consolidated Statement of Financial Position

March 31

2018

2017

Financial Assets

Cash (Note 1)	\$ 3,553,510	\$ 725,282
Temporary investments	1,217,833	-
Accounts receivable (Note 2)	1,253,429	1,096,439
	<u>6,024,772</u>	<u>1,821,721</u>

Financial Liabilities

Bank indebtedness (Note 4)	103,048	139,579
Accounts payable and accrued liabilities (Note 5)	736,250	1,382,515
Deferred revenue (Note 6)	2,182,192	812,977
Surplus repayable (Note 7)	319,321	212,772
Demand loans (Note 8)	2,464,960	1,460,261
Long term debt (Note 9)	3,202,949	3,504,495

	<u>9,008,720</u>	<u>7,512,599</u>
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Net Debt

	<u>(2,983,948)</u>	<u>(5,690,878)</u>
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Non-Financial Assets


Prepaid expenses	51,223	46,270
Tangible capital assets (Note 3)	21,259,073	21,400,469
	<u>21,310,296</u>	<u>21,446,739</u>


Accumulated Surplus (Note 12)

	\$ 18,326,348	\$ 15,755,861
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Approved on behalf of the First Nation:

 Chief

 Councillor

 Councillor

 Councillor

 Councillor

Naotkamegwaning First Nation Consolidated Statement of Operations

For the year ended March 31	Budget	2018	2017
Revenue			
Indigenous and Northern Affairs Canada	\$ 7,578,000	\$ 7,063,287	\$ 7,122,640
Canada Mortgage and Housing Corporation	301,017	431,851	331,742
Health Canada	1,652,094	1,693,859	1,679,586
Kenora Chiefs Advisory	418,187	501,277	456,158
Ministry of Education	710,374	681,566	714,110
Ministry of Community and Social Services	821,154	730,831	913,886
Ministry of Children and Youth Services	-	167,959	-
Ministry of Health and Long Term Care	3,066,416	1,808,563	1,615,067
Ontario First Nations Limited Partnership	824,836	832,172	824,836
Other	2,275,425	3,843,769	1,964,586
Province of Ontario - Other Ministries	301,315	479,556	399,589
Shooniyaa Wa-Biitong	151,576	206,160	246,840
	18,100,394	18,440,850	16,269,040
Expenses			
Band Support Programs	1,503,633	1,877,332	1,930,966
Casino Rama Programs	824,836	52,379	261,239
Economic Development Programs	(213,897)	1,641,797	1,321,550
Social Services Programs	2,967,230	2,256,153	2,155,942
Infrastructure Programs	-	2,224,518	2,254,450
Housing Programs	865,438	787,987	786,721
Education Programs	5,056,257	4,667,757	5,436,330
Health Programs	2,418,722	2,362,440	2,433,748
	13,422,219	15,870,363	16,580,946
Excess (deficiency) of revenue over expenses for the year	4,678,175	2,570,487	(311,906)
Accumulated surplus, beginning of year	15,755,861	15,755,861	16,067,767
Accumulated surplus, end of year	\$ 20,434,036	\$ 18,326,348	\$ 15,755,861

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

Naothamegwaning First Nation
Consolidated Statement of Changes in Net Debt

For the year ended March 31	Budget	2018	2017
Excess (deficiency) of revenue over expenses for the year	\$ 3,391,526	\$ 2,570,487	\$ (311,908)
Acquisition of tangible capital assets	-	(1,401,124)	(1,271,579)
Amortization of tangible capital assets	1,438,509	1,542,520	1,515,879
Net change in prepaid expenses	-	(4,953)	1,931
Change in net debt	4,830,035	2,706,930	(65,677)
Net debt, beginning of year	(6,102,307)	(5,690,878)	(5,625,201)
Net debt, end of year	\$ (1,272,272)	\$ (2,983,948)	\$ (5,690,878)

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

For the year ended March 31

2018

2017

Operating activities

Excess (deficiency) of revenue over expenses for the year	\$ 2,570,487	\$ (311,908)
Adjustment for amortization	1,542,520	1,515,879
Changes in non-cash working capital items:		
Temporary investments	(1,217,833)	-
Accounts receivable	(156,990)	(712,900)
Prepaid expenses	(4,953)	1,931
Accounts payable	(646,265)	339,472
Deferred revenue	1,369,215	798,544
Surplus repayable	106,549	(42,904)
	<u>3,562,730</u>	<u>1,588,114</u>

Investing activities

Purchase of capital assets	(1,401,124)	(1,271,579)
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Financing activities

Net change in long term debt	(301,546)	(292,931)
Decrease in demand loans	1,004,699	86,049
Decrease in bank indebtedness	(36,531)	(95,929)
	<u>666,622</u>	<u>(302,811)</u>

Decrease in cash and cash equivalents	2,828,228	13,724
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Cash and cash equivalents, beginning of year	725,282	711,558
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Cash and cash equivalents, end of year	<u>\$ 3,553,510</u>	<u>\$ 725,282</u>
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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, 2018

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 colspan="2">First Nation</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 colspan="2">Education Authority</td> </tr> <tr> <td>Computer equipment</td> <td>- 4 years straight line</td> </tr> <tr> <td>Playground</td> <td>- 10 years straight line</td> </tr> <tr> <td>Other Equipment</td> <td>- 10 years straight line</td> </tr> <tr> <td colspan="2">Health Authority</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	Playground	- 10 years straight line	Other Equipment	- 10 years straight line	Health Authority		Automotive	- 30% declining balance	Furniture and equipment	- 20% declining balance
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Automotive	- 30% declining balance																										
Furniture and equipment	- 20% declining balance																										

Naotkamegwanning First Nation

Consolidated Summary of Significant Accounting Policies

March 31, 2018

Tangible Capital Assets (cont)	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.
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> <p>Interest on investments is recognized as it is earned. Gains or losses on the disposal of investments are recognized once the transaction takes place.</p>
Financial Instruments	Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, equities traded in an active market and derivatives, if any, are reported at fair value, with any unrealized gains and losses reported in operations. In addition, all bonds and guaranteed investment certificates have been designated to be in the fair value category, with gains and losses reported in operations. All other financial instruments are reported at cost or amortized cost less impairment, if applicable. Financial assets are tested for impairment when changes in circumstances indicate the asset could be impaired. Transaction costs on the acquisition, sale or issue of financial instruments are expensed for those items remeasured at fair value at each statement of financial position date and charged to the financial instrument for those measured at amortized cost.
Pension Plan	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.

Naotkamegwanning First Nation

Consolidated Summary of Significant Accounting Policies

March 31, 2018

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.

Nautkamegwanning First Nation
Notes to Consolidated Financial Statements

March 31, 2018

1. Cash

	<u>2018</u>	<u>2017</u>
General Band Operations operations	\$ 2,327,518	\$ 400,843
Nautkamegwanning Education Authority operations	<u>1,225,992</u>	<u>324,439</u>
	<u>\$ 3,553,510</u>	<u>\$ 725,282</u>

2. Accounts Receivable

	<u>2018</u>	<u>2017</u>
General Band operations	\$ 1,157,177	\$ 1,042,003
Education Authority operations	<u>91,638</u>	<u>49,513</u>
Health and Social Services operations	<u>4,614</u>	<u>4,923</u>
	<u>\$ 1,253,429</u>	<u>\$ 1,096,439</u>

Nautkamegwanning First Nation
Notes to Consolidated Financial Statements

March 31, 2018

3. 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	2018	2017
Tangible Capital Assets											
<i>First Nation</i>											
<i>Buildings:</i>											
Emergency Shelter											
/Health Centre	\$ 3,856,154	\$ 680,925	\$ -	\$ -	\$ 4,537,079	\$ 890,837	\$ 117,541	\$ -	\$ 1,008,378	\$ 3,528,701	\$ 2,965,317
House Trailer	143,200	-	-	-	143,200	58,865	3,580	-	62,445	80,755	84,335
Outdoor Rink	127,151	-	-	-	127,151	46,424	3,179	-	49,603	77,548	80,727
Arena & Community Centre	2,308,207	119,349	-	-	2,427,556	450,638	59,197	-	509,835	1,917,721	1,857,569
Round House	263,658	-	-	-	263,658	102,167	6,592	-	108,759	154,899	161,491
Other Buildings	5,241,389	-	-	-	5,241,389	4,135,848	114,066	-	4,249,914	991,475	1,105,541
School	1,204,541	-	-	-	1,204,541	254,760	30,114	-	284,814	919,727	949,841
<i>Housing</i>											
Housing Projects	24,833,197	458,054	-	-	25,291,251	20,194,296	555,403	-	20,749,699	4,541,552	4,638,901
Infrastructure	12,887,123	-	-	-	12,887,123	4,228,118	316,238	-	4,544,356	8,342,767	8,659,005
Roads & Streets	1,968,027	-	-	-	1,968,027	1,681,532	112,529	-	1,794,061	173,966	286,495
Berry Creek Subdivision	669,962	-	-	-	669,962	465,646	66,996	-	532,642	137,320	204,316
<i>Automotive Equipment</i>	1,519,715	53,213	-	-	1,572,928	1,239,106	128,387	-	1,367,493	205,435	280,609
<i>Education Authority</i>											
Computer Equipment	24,408	-	-	-	24,408	24,408	-	-	24,408	-	-
Furniture & Equipment	-	18,851	-	-	18,851	-	943	-	943	17,908	-
Playground	-	41,567	-	-	41,567	-	2,078	-	2,078	39,489	-
School Bus	96,628	-	-	-	96,628	36,235	2,417	-	38,652	57,976	60,393
<i>Health and Social Services</i>											
Automotive	335,648	29,165	-	-	364,813	278,734	21,456	-	300,190	64,623	56,914
Furniture and Equipment	87,167	-	-	-	87,167	78,152	1,804	-	79,956	7,211	9,015
Total	\$ 55,566,175	\$ 1,401,124	\$ -	\$ -	\$ 56,967,299	\$ 34,165,706	\$ 1,542,520	\$ -	\$ 35,708,226	\$ 21,259,073	\$ 21,400,469

Nootkamegwanning First Nation
Notes to Consolidated Financial Statements

March 31, 2018

4. Bank Indebtedness

	<u>2018</u>	<u>2017</u>
General Band operations	\$ 22,746	\$ 55,679
Health and Social Services operations	<u>80,302</u>	<u>83,900</u>
	\$ 103,048	\$ 139,579

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

	<u>2018</u>	<u>2017</u>
General Band operations	\$ 500,440	\$ 902,415
Education Authority operations	107,531	159,109
Health and Social Services operations	<u>128,279</u>	<u>320,991</u>
	\$ 736,250	\$ 1,382,515

6. Deferred Revenue

	<u>2018</u>	<u>2017</u>
General Band operations	\$ 1,735,302	\$ 788,776
Education Authority operations	399,703	-
Health and Social Services operations	<u>47,187</u>	<u>24,201</u>
	\$ 2,182,192	\$ 812,977

7. Surplus Repayable

	<u>2018</u>	<u>2017</u>
General Band operations	\$ 274,567	\$ 185,257
Education Authority operations	26,150	19,515
Health and Social Services operations	<u>18,604</u>	<u>8,000</u>
	\$ 319,321	\$ 212,772

Nautkamegwaning First Nation
Notes to Consolidated Financial Statements

March 31, 2018

8. Demand Loans

	<u>2018</u>	<u>2017</u>
General Band Operations:		
Indigenous and Northern Affairs Canada Flooding Claim Loan, repayable upon conclusion of the proceedings	\$ 1,229,639	\$ 1,039,707
Royal Bank of Canada, construction loan with interest only at RBC prime rate plus 2.65%, ended in January 2018. Upon completion, monthly repayments of \$9,415, including interest at 3.91%, maturing January 02, 2021.	1,208,731	420,554
Royal Bank of Canada, repayable \$878 monthly including interest at 4.63%, ending November 23, 2020	26,590	-
	<u>\$ 2,464,960</u>	<u>\$ 1,460,261</u>

9. Long Term Debt

	<u>2018</u>	<u>2017</u>
General Band Operations		
Canada Mortgage and Housing Corporation mortgage, repayable \$2,875 monthly including interest at 1.64%, maturing February 1, 2032	\$ 428,769	\$ 456,409
Canada Mortgage and Housing Corporation mortgage 12 unit, repayable \$3,923 monthly including interest at 2.11%, maturing October 1, 2033	625,109	658,667
Canada Mortgage and Housing Corporation mortgage 12 unit, repayable \$4,501 monthly including interest at 1.95%, maturing January 1, 2034	735,653	774,959
Canada Mortgage and Housing Corporation mortgage, 10 unit, repayable \$4,974 monthly including interest at 1.83%, maturing October 1, 2034	853,584	897,274
Canada Mortgage and Housing Corporation mortgage, 7 Unit, repayable \$3,087 monthly including interest at 2.75%, maturing May 1, 2026	267,326	298,388
Royal Bank of Canada, repayables \$11,171 monthly including interest at 2.39%, maturing June 1, 2020	292,508	418,798
	<u>\$ 3,202,949</u>	<u>\$ 3,504,495</u>

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

2019	\$ 306,779
2020	312,963
2021	216,947
2022	187,732
2023	190,997
Thereafter	1,987,531

Naotkamegwanning First Nation

Notes to Consolidated Financial Statements

March 31, 2018

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.

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.

12. Accumulated Surplus

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

	2018	2017
Current funds	\$ 341,779	\$ (2,689,039)
Investment in capital assets	17,300,085	17,895,974
Replacement reserve	684,484	548,926
	<u>\$ 18,326,348</u>	<u>\$ 15,755,861</u>

13. Investments

	2018	2017
RBC Securities - balanced portfolio, recorded at cost	\$ 1,217,833	\$ -

March 31, 2018

	First Nation				Education Authority				Health and Social Services				2018
	Operating		Capital		Total		Operating		Capital		Total		
Federal													
INAC	\$ 3,134,796	\$ -	\$ 3,134,796	\$ 3,928,491	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,063,287	
Health Canada	"	-	-	-	-	1,693,859	-	1,693,859	-	1,693,859	-	1,693,859	
CMHC	431,851	-	431,851	-	-	-	-	-	-	-	-	431,851	
Subtotal	3,566,647	-	3,566,647	3,928,491	1,693,859	-	1,693,859	-	1,693,859	-	1,693,859	9,188,997	
Provincial	2,821,596	-	2,821,596	784,306	262,573	-	262,573	-	262,573	-	262,573	3,868,475	
Total	\$ 6,388,243	\$ -	\$ 6,388,243	\$ 4,712,797	\$ 1,956,432	\$ -	\$ 1,956,432	\$ -	\$ 1,956,432	\$ -	\$ 1,956,432	\$ 13,057,472	

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Naotkamegwanning First Nation Notes to Consolidated Financial Statements

March 31, 2018

15. Federal Funding Reconciliation

	2018	2017
Indigenous and Northern Affairs Canada funding	\$ 8,269,784	\$ 7,945,617
Less: amounts deferred to/from subsequent year or surplus repayable	(1,206,497)	(812,977)
	<u>\$ 7,063,287</u>	<u>\$ 7,132,640</u>
Health Canada funding	1,740,441	1,703,787
Less: amounts deferred to/from subsequent year or surplus repayable	(46,582)	(24,201)
	<u>\$ 1,693,859</u>	<u>\$ 1,679,586</u>

16. Funds Held in Trust - Ottawa Trust Funds

	2018	2017
Revenue Account		
Balance forward, April 1	\$ 12,474	\$ 11,793
Interest and other income earned	681	681
	<u>13,155</u>	<u>12,474</u>
Capital Account	<u>24,918</u>	<u>24,918</u>
	<u>\$ 38,073</u>	<u>\$ 37,392</u>
Fund Balances		
Revenue Fund	\$ 13,155	\$ 12,474
Capital fund	<u>24,918</u>	<u>24,918</u>
	<u>\$ 38,073</u>	<u>\$ 37,392</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 Indigenous and Northern Affairs 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, 2018

17. Defined Contribution Pension Plan

Naotkamegwanning First Nation provides a defined contribution plan for eligible employees.

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

	<u>2018</u>	<u>2017</u>
Band employees	\$ 42,239	\$ 42,132
Education Authority employees	73,923	69,359
Health and Social Services employees	<u>31,704</u>	<u>29,724</u>
	<u>\$ 147,866</u>	<u>\$ 141,215</u>

Naotkamegwanning First Nation Segmented Financial Information

For the year ended March 31, 2018

	Band Support	Casino Rama	Economic Development	Social Services	Infrastructure	Housing	Health	Education	Total
Revenue									
Government Transfers	\$ 2,069,887	\$ -	\$ 1,464,913	\$ 2,087,418	\$ 1,319,125	\$ 382,573	\$ 1,956,432	\$ 4,712,797	\$ 13,993,145
Commercial activities	51,652	-	1,578,684	-	70,625	102,606	-	-	1,803,567
Other	224,963	832,172	430,040	47,320	21,068	-	501,277	587,298	2,644,138
	2,346,502	832,172	3,473,637	2,134,738	1,410,818	485,179	2,457,709	5,300,095	18,440,850
Expenses									
Amortization	56,860	-	66,996	147,078	683,884	558,982	23,260	5,438	1,542,518
Other expenses	100,489	52,379	68,550	192,366	297,892	113,529	-	-	825,205
Office, equipment, supplies and program expenses	639,813	-	684,713	332,291	155,663	3,473	-	760,899	2,576,852
Professional	60,580	-	173,971	25,479	231,309	13,147	718,849	286,408	1,509,743
Travel, training and meetings	64,247	-	82,068	87,578	87,428	-	115,469	591,636	1,028,426
Utilities, fuel and maintenance	166,107	-	18,287	46,918	81,770	93,856	89,317	200,763	697,018
Wages, benefits and honoraria	789,216	-	547,212	1,424,443	686,572	5,000	1,415,545	2,822,613	7,690,601
	1,877,332	52,379	1,641,797	2,256,153	2,224,518	787,987	2,362,440	4,667,757	15,870,363
Excess of revenue (expenses)	469,170	779,793	1,831,840	(121,415)	(813,700)	(302,808)	95,269	632,338	2,570,487
Net transfers between funds	-	-	-	-	-	-	-	-	-
Excess of revenue (expenses)	\$ 469,170	\$ 779,793	\$ 1,831,840	\$ (121,415)	\$ (813,700)	\$ (302,808)	\$ 95,269	\$ 632,338	\$ 2,570,487

Naotkamewgwaning First Nation Segmented Financial Information

For the year ended March 31, 2017

	Band Support	Casino Rama	Economic Development	Social Services	Infrastructure	Housing	Health	Education	Total
Revenue									
Government Transfers	\$ 406,217	\$ -	\$ 1,525,422	\$ 2,114,907	\$ 2,251,954	\$ 331,742	\$ 1,886,745	\$ 5,037,583	\$ 13,554,570
Commercial activities	74,631	-	31,492	-	17,034	118,098	-	-	241,255
Other	292,947	839,209	218,134	-	34,421	-	456,158	632,346	2,473,215
	773,795	839,209	1,775,048	2,114,907	2,303,409	449,840	2,342,903	5,669,929	16,269,040
Expenses									
Amortization	53,589	-	66,996	152,538	658,307	533,640	26,652	24,157	1,515,879
Other expenses	149,209	5,021	41,861	176,763	259,570	124,061	-	-	756,485
Office, equipment, supplies and program expenses	760,972	250,777	282,575	296,632	146,983	6,657	601,789	1,118,937	3,465,322
Professional	22,393	-	507,613	43,280	358,088	14,653	-	415,486	1,361,513
Travel, training and meetings	70,861	-	43,008	38,932	110,040	-	168,694	668,612	1,100,147
Utilities, fuel and maintenance	246,155	5,441	28,104	89,534	77,549	102,710	254,772	262,466	1,066,731
Wages, benefits and honoraria	627,787	-	351,393	1,358,263	643,913	5,000	1,381,841	2,946,672	7,314,869
	1,930,966	261,239	1,321,550	2,155,942	2,254,450	786,721	2,433,748	5,436,330	16,580,946
Excess of revenue (expenses)	(1,157,171)	577,970	453,498	(41,035)	48,959	(336,881)	(90,845)	233,599	(311,906)
Net transfers between funds									
Excess of revenue (expenses)	\$ (1,157,171)	\$ 577,970	\$ 453,498	\$ (41,035)	\$ 48,959	\$ (336,881)	\$ (90,845)	\$ 233,599	\$ (311,906)