



HAZLITT STEEVES HARRIS DUNN LLP

CHARTERED PROFESSIONAL ACCOUNTANTS
CHARTERED ACCOUNTANTS

Consolidated Financial Statements of

AAMJIWNAANG FIRST NATION

March 31, 2015

Independent Auditor's Report

To the Band Council of Aamjiwnaang First Nation

We have audited the accompanying consolidated financial statements of **Aamjiwnaang First Nation** which comprise the consolidated statement of financial position as at March 31, 2015 and the consolidated statement of revenue and expenditure, changes in members' equity, change in net financial assets and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

- Continued

Opinion

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

HARRITT STEEVES HARRIS DUNN LLP

Chartered Professional Accountants, Chartered Accountants
Licensed Public Accountants

Sarnia, Ontario
July 23, 2015

AAMJIWNAANG FIRST NATION

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AAMJIWNAANG FIRST NATION

Consolidated Statement of Revenue and Expenditure

For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Actual
REVENUE			
Deferred revenue, beginning of year	\$ 50,000	\$ 619,831	\$ 256,297
Aboriginal Affairs and Northern Development Grant	-	342,550	341,913
Flexible transfer payments	1,950,391	1,739,498	1,618,111
Contribution	-	313,957	741,614
Health Canada	933,096	1,053,396	996,615
Canadian Mortgage and Housing Corporation ("CMHC")	326,605	337,066	262,900
Other federal funding	-	25,000	25,000
Province of Ontario	926,497	1,067,241	1,019,015
Southern First Nations Secretariat	444,508	444,508	444,508
Ontario First Nations Limited Partnership	750,000	1,052,650	1,028,146
Union of Ontario Indians	96,959	115,630	107,660
Stepping Stones	1,268,853	1,270,085	1,219,234
Band contribution	-	3,098,213	2,675,820
Churchill wind project	-	441	-
Grand Bend wind project	-	25,000	6,868
Lease and management fee revenue	2,775,237	2,839,338	2,799,623
Rental income	735,752	725,001	651,885
Catering	-	13,917	12,094
Interest income	325,000	480,804	525,211
Program administration	260,743	376,168	275,217
User fees	60,000	74,865	85,904
Other revenue	423,907	1,148,707	567,649
Transfer from Revenue Trust Fund	-	460,000	732,875
Deferred revenue, end of year	-	(465,158)	(619,831)
	11,327,548	17,158,708	15,774,328
EXPENDITURE			
Community Services - Schedule 1	6,689,194	7,328,531	6,624,741
Economic Development - Schedule 2	749,531	1,103,590	1,125,361
Housing - Schedule 3	1,223,147	2,091,343	4,245,832
General - Schedule 4	2,871,543	6,958,656	6,473,262
	11,533,415	17,482,120	18,469,196
Excess of expenditure over revenue from operations before capitalization of tangible capital assets	(205,867)	(323,412)	(2,694,868)
Capitalization of tangible capital assets	-	791,128	2,931,230
EXCESS OF REVENUE OVER EXPENDITURE (EXPENDITURE OVER REVENUE)	\$ (205,867)	\$ 467,716	\$ 236,362

AAMJIWNAANG FIRST NATION

Consolidated Statement of Changes in Members' Equity

For the year ended March 31, 2015

	Operating	Housing Projects	Internally Restricted	Externally Restricted	2015 Total	2014 Total
	(Note 2)	(Note 2)	(Note 2)	(Notes 2 and 14)		
Balance, beginning of year	\$ 22,689,870	\$ 202,709	\$ 9,003,187	\$ 5,595,082	\$ 37,490,848	\$ 37,267,885
Excess of revenue over expenditure (expenditure over revenue)	442,086	62,858	-	(37,228)	467,716	236,362
Allocation from operating to internally restricted funds	(1,454,418)	-	1,454,418	-	-	-
Allocation of CMHC operating surplus	-	(62,858)	-	62,858	-	-
Increase (decrease) in replacement reserve funds	-	-	-	403	403	(13,399)
BALANCE, END OF YEAR	\$ 21,677,538	\$ 202,709	\$ 10,457,605	\$ 5,621,115	\$ 37,958,967	\$ 37,490,848

AAMJIWNAANG FIRST NATION
Consolidated Statement of Financial Position
As at March 31, 2015

	<u>2015</u>	<u>2014</u>
FINANCIAL ASSETS		
Cash	\$ 4,138,217	\$ 5,344,503
Trust funds in Ottawa (Note 4)	5,235,653	5,270,069
Restricted assets (Note 5)	11,321,037	9,664,494
Accounts receivable (Note 6)	1,664,718	2,096,873
Loans to Band members (Note 7)	1,296,215	1,315,624
Investment in related parties (Note 8)	4,894,145	4,900,395
	28,549,985	28,591,958
LIABILITIES		
Accounts payable and accrued charges	1,606,362	1,803,248
Deferred revenue (Note 9)	944,929	1,391,746
Construction advance (Note 10)	-	2,337,129
Long-term debt (Note 11)	5,520,043	3,335,174
	8,071,334	8,867,297
CONTINGENT LIABILITIES (Note 12)		
NET FINANCIAL ASSETS	20,478,651	19,724,661
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 13)	17,424,607	17,641,833
Prepaid assets	55,709	124,354
	17,480,316	17,766,187
MEMBERS' EQUITY	\$ 37,958,967	\$ 37,490,848

APPROVED BY THE BAND

 Chief of Band

 Band Administrator

AAMJIWNAANG FIRST NATION

Consolidated Statement of Change in Net Financial Assets

For the year ended March 31, 2015

	<u>2015</u>	<u>2014</u>
ANNUAL SURPLUS		
Excess of revenue over expenditures	\$ 467,716	\$ 236,362
Increase (decrease) in the replacement reserve funds	403	(13,399)
	468,119	222,963
Acquisition of tangible capital assets	(791,406)	(2,931,230)
Amortization of tangible capital assets	1,008,632	959,886
Disposal of tangible capital assets	-	7,752
	685,345	(1,740,629)
Acquisition of prepaid assets	(55,709)	(124,354)
Utilization of prepaid assets	124,354	198,752
	68,645	74,398
NET CHANGE IN NET FINANCIAL ASSETS	753,990	(1,666,231)
Net financial assets, beginning of year	19,724,661	21,390,892
NET FINANCIAL ASSETS, END OF YEAR	\$ 20,478,651	\$ 19,724,661

AAMJIWNAANG FIRST NATION
Consolidated Statement of Cash Flows
As at March 31, 2015

	<u>2015</u>	<u>2014</u>
OPERATING ACTIVITIES		
Excess of revenue over expenditure	\$ 467,716	\$ 236,362
Items not affecting cash		
Amortization	1,008,632	959,886
Expenditure from internally restricted fund	-	665,756
Gain on disposal of assets	-	7,752
Net decrease in trust funds in Ottawa	34,416	276,340
	<u>1,510,764</u>	<u>2,146,096</u>
Changes in non-cash working capital items		
Accounts receivable	432,155	(881,752)
Prepaid expenses	68,645	74,398
Accounts payable	(196,886)	67,424
Deferred revenue	(446,817)	(130,974)
	<u>1,367,861</u>	<u>1,275,192</u>
FINANCING ACTIVITIES		
Proceeds from long-term debt	2,701,288	428,499
Proceeds from construction advance	364,159	2,337,129
Repayment of long-term debt	(516,419)	(869,628)
Repayment of construction advances	(2,701,288)	-
	<u>(152,260)</u>	<u>1,896,000</u>
INVESTING ACTIVITIES		
Investment in restricted assets	(1,656,140)	(311,913)
Net decrease in housing loans	19,409	187,500
Repayments from related parties	6,250	14,125
Purchase of tangible capital assets	(791,406)	(2,931,230)
	<u>(2,421,887)</u>	<u>(3,041,518)</u>
NET CHANGE IN CASH POSITION	(1,206,286)	129,674
Cash position, beginning of year	<u>5,344,503</u>	<u>5,214,829</u>
CASH POSITION, END OF YEAR	\$ 4,138,217	\$ 5,344,503

AAMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

1. PURPOSE OF THE ORGANIZATION

The Aamjiwnaang First Nation is located in Sarnia, Ontario. The elected government consists of a Chief and nine members of Council. The organization manages and administers all political, social and economic programs of this First Nation.

2. ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared in accordance with Canadian public sector accounting standards for local government entities as defined in the CICA Public Sector Accounting Handbook, as well as the Year-end Reporting Handbook for First Nations and include the following significant accounting policies. The Aamjiwnaang First Nation reporting entity includes the Aamjiwnaang First Nation Band. These financial statements include the assets, liabilities, results of operations and cash flows for the following funds:

Operating

The operating fund reports the general activities of the First Nation administration.

Housing projects

The housing projects fund reports the activities of the various housing projects that are administered by the First Nation. These include Canada Mortgage and Housing Corporation ("CMHC") assisted housing projects.

Internally restricted

The internally restricted fund reports the designated assets, as established by Band council, which require a Band Council motion to release any portion of these funds for expenditure.

Externally restricted

The externally restricted fund reports the activities and assets of all externally restricted assets, including the Trust funds in Ottawa and the CMHC operating surplus and replacement reserve funds.

Revenue recognition

Government grants and subsidies are recorded as earned according to the provisions of the project. Any unearned portion is recorded as deferred revenue.

Rental revenue and interest on loans is recognized when it is due in accordance with the respective agreements.

Investment income earned is recognized as revenue of the appropriate fund on an accrual basis.

AAMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

2. ACCOUNTING POLICIES - continued

Government business enterprises

Investments in government business enterprises are adjusted to reflect the cumulative retained earnings of the government business enterprises using the modified equity method. The modified equity method was applied using the wholly owned subsidiaries balance sheets as at December 31, 2014 and the statements of earnings and retained earnings for the year then ended.

Tangible capital assets

Tangible capital assets have been recorded at cost and amortized over their useful lives. Amortization is computed using the following annual rates and methods:

Buildings and infrastructure	4%	diminishing-balance
Furniture and equipment	20%	diminishing balance
Vehicles and machinery	30%	diminishing-balance
Computers	55%	diminishing balance

The CMHC housing projects are amortized in accordance with the agreements which require annual amortization to equal the principal repayment of the associated long-term debt to acquire the property.

Marketable securities

Investments are recorded at cost.

Management estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenue and expenditure during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in operations in the period in which they become known.

3. FINANCIAL INSTRUMENTS

Interest rate risk

The Band manages its interest rate risk by having fixed interest rates on the long-term debt.

Credit risk

Credit risk arises from the potential that a tenant or borrower will be unable to pay an amount owing to the Band. The Band monitors its accounts receivable regularly and establishes allowances for doubtful accounts as needed.

AAMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

3. FINANCIAL INSTRUMENTS - continued

Fair value

The fair value of cash, trust funds in Ottawa, restricted assets, accounts receivable, due from related parties and accounts payable and accrued charges is approximately equal to their carrying values due to their short-term maturity.

The fair value of the loans to Band members and long-term debt under current financing arrangements is approximately equal to its carrying value.

4. TRUST FUNDS IN OTTAWA

	<u>2015</u>	<u>2014</u>
Revenue trust fund	\$ 3,429,240	\$ 3,463,656
Capital trust fund	1,806,413	1,806,413
	<u>\$ 5,235,653</u>	<u>\$ 5,270,069</u>

5. RESTRICTED ASSETS

The externally restricted assets represent the assets of the operating surplus and replacement reserves for the CMHC housing projects. The internally restricted assets represent the balance of the internally restricted fund created by Band Council.

Externally restricted

Cash	\$ 625,226	\$ 544,386
Due from (to) operating account – replacement reserve	179,338	(38,258)
Due from operating account – operating reserve	58,868	155,179
	<u>863,432</u>	<u>661,307</u>

Internally restricted

Cash	3,338,221	3,987,384
Short-term deposits	3,301,575	1,000,000
Marketable securities		
(market value - \$3,853,250; 2014 - \$4,023,182)	3,817,809	4,015,803
	<u>\$ 11,321,037</u>	<u>\$ 9,664,494</u>

AAMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

6. ACCOUNTS RECEIVABLE

	<u>2015</u>	<u>2014</u>
Federal Government	\$ 164,960	\$ 589,645
Provincial Government programs	77,148	43,468
Other funders		
Indigenous Education Coalition	12,694	16,735
Meals on Wheels London	31,431	7,472
Mnaasged Child & Family Services	13,954	17,975
Right to Play	12,984	-
Southern First Nations Secretariat	273,329	44,452
Stepping Stones	42,972	43,728
Union of Ontario Indians	7,713	18,371
Rent – net of allowance	312,467	352,999
Lease receivables	359,396	664,008
Employee advances	64,014	66,174
Giiwedin Noodin First Nation Corp.	15,000	30,000
Dow Chemical Canada ULC	17,342	-
NextEra Energy Canada	141,825	71,693
Northland Power Inc.	15,000	30,000
Accrued interest	63,028	53,021
Miscellaneous	39,461	77,132
	<u>\$ 1,664,718</u>	<u>\$ 2,096,873</u>

7. LOANS TO BAND MEMBERS

Loans		
Housing	\$ 2,203,887	\$ 2,596,686
Special	13,928	13,928
	<u>2,217,815</u>	<u>2,610,614</u>
Less: allowance for doubtful loans	921,600	1,294,990
	<u>\$ 1,296,215</u>	<u>\$ 1,315,624</u>

Housing loans bear interest at various rates from 2.5% to 6.25%. An allowance for doubtful accounts has been created to allow for loans which may not ultimately be collectible. Interest on the special loans has not been recorded as these loans may not ultimately be collectible.

AAMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

8. INVESTMENT IN RELATED PARTIES

The investment in related parties, represents advances to and shares in corporations wholly owned and controlled by the Band. The advances to these corporations are non-interest bearing, unsecured and are due on demand.

	<u>2015</u>	<u>2014</u>
Advances to (from)		
Chippewa Industrial Developments Ltd.	\$ 4,916,498	\$ 4,922,748
Ojibwe Filters and Industrial Supplies Ltd.	2,140	2,140
2401077 Ontario Inc.	(1)	-
	<u>4,918,637</u>	<u>4,924,888</u>
Shares		
Ojibwe Legends Trading Company Ltd.	1	1
Chippewa Industrial Developments Ltd.	(24,495)	(24,495)
2401077 Ontario Inc.	1	-
Giiwedini Noodin FN Energy Corporation	1	1
	<u>\$ 4,894,145</u>	<u>\$ 4,900,395</u>

The shares in Chippewa Industrial Developments Ltd. Ojibwe Legends Trading Company Ltd. and Ojibwe Filters and Industrial Supplies Ltd. owned and controlled by the Band are considered investments in government business enterprises and are accounted for using the modified equity method as indicated in Note 2. Financial statements for each of the Band controlled corporations have been prepared for the year ended December 31, 2014. These financial statements may provide additional information as to the financial affairs and resources of these government business enterprises to the users of these financial statements.

The investment in 2401077 Ontario Inc. is a corporate partnership with Suncor Energy Products Inc. The corporation is owned 100% by the First Nation and was formed to operate a wind energy project. The investment in 2401077 Ontario Inc. is accounted for using the modified equity method.

The investment in Giiwedini Noodin FN Energy Corporation is a corporate partnership with Walpole Island First Nation. Each First Nation owns 50% of the shares of the corporation. The purpose of Giiwedini Noodin FN Energy Corporation is to hold partnership units of Grand Bend Wind Limited Partnership which was formed to operate a wind energy project. The investment in Giiwedini Noodin FN Energy Corporation is accounted for using the modified equity method.

AAMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

9. DEFERRED REVENUE

	<u>2015</u>	<u>2014</u>
Aboriginal Affairs & Northern Development Canada		
Public Works	\$ -	\$ 39,500
Minor Capital	9,015	61,550
Brighter Futures	2,000	-
Building Healthy Communities	2,000	-
Client Base CRF	-	9,989
Client Base Career Counselling	12,199	12,280
Client Base Federal Child Care Initiative	-	4,649
Community Development CCP	-	30,231
Community Health Representative	3,500	-
Employment Based E.I.	85,243	56,505
Environment – miscellaneous projects	115,409	148,587
Family Violence	7,704	7,704
First Nation Student Success	-	4,094
Grand Bend wind project	153,135	177,568
Green Teens	22,938	-
Healthy Child	1,805	-
Health Promotion - disability	-	41
Hydro workers program	-	20,648
Literacy program	37,352	25,536
Maternal Child Health	6,000	-
Meals on Wheels	4,110	-
Medical Transportation	2,747	20,418
Youth Entrepreneur Project	-	531
Leases	479,772	771,915
	\$ 944,929	\$ 1,391,746

10. CONSTRUCTION ADVANCES

During the year, the First Nation converted its construction advance into two mortgages issued by the Canadian Mortgage and Housing Corporation. The first mortgage commencing April 1, 2014 in the amount of \$1,379,586 bears interest at 1.92%, repayment in monthly instalments of \$5,790. The second mortgage commencing August 1, 2014 in the amount of \$1,325,000 bears interest at 1.92% repayment in monthly instalments of \$5,560.

AAMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

11. LONG-TERM DEBT

	<u>2015</u>	<u>2014</u>
Housing Projects Loans		
2.76%, repayable in blended monthly instalments of \$6,052, due June, 2015	\$ 339,021	\$ 401,402
2.56%, repayable in blended monthly instalments of \$4,027, due December, 2015	258,202	299,377
2.56%, repayable in blended monthly instalments of \$4,668, due December, 2015	291,210	339,140
2.63%, repayable in blended monthly instalments of \$2,343, due June, 2016	34,535	61,360
2.63%, repayable in blended monthly instalments of \$5,913, due June, 2016	677,605	730,086
1.64%, repayable in blended monthly instalments of \$5,326, due February, 2017	403,349	460,158
1.67%, repayable in blended monthly instalments of \$3,455, due April, 2017	276,809	313,326
1.65%, repayable in blended monthly instalments of \$3,735, due June, 2017	306,135	345,571
2.35%, repayable in blended monthly instalments of \$8,084, due May, 2018	295,796	384,754
1.92%, repayable in blended monthly instalments of \$5,790, due April 2019	1,340,141	-
1.92%, repayable in blended monthly instalments of \$5,560, due July 2019	1,297,240	-
	<u>\$ 5,520,043</u>	<u>\$ 3,335,174</u>

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

2016	\$ 1,282,033
2017	1,236,161
2018	612,412
2019	107,617
2020	2,281,820
	<u>\$ 5,520,043</u>

AAMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

12. CONTINGENT LIABILITIES

- (a) The First Nation is contingently liable as guarantor of six bank loans for Band members to a maximum of \$641,832. As at March 31, 2015, the amount of the loans outstanding was \$576,443. The property the loans were used to purchase will be forfeited to the Band if the Band is required to repay the loans and is not reimbursed in full.
- (b) The First Nation has been named defendant in a legal action by the Canadian National Railway Company alleging that they are entitled to damages with respect to interference with the CN St. Clair River Industrial Spur Line. Neither the possible outcome nor the amount of possible settlement can be foreseen. No provision has been made in the financial statements for possible losses. Such losses could be material.
- (c) The First Nation has entered into an agreement with the Ministry of Energy and Infrastructure ("Ministry") with regards to obtaining government funding for the construction of the Community Centre addition. Under the terms of the agreement, the Ministry will contribute 50% of eligible costs up to a maximum of \$2,000,000. Under the agreement, the First Nation is required to operate the Community Centre for a minimum of six years after the completion of the addition. If the Community Centre is disposed of before the end of the sixth year the First Nation is required to repay the following:
 - i) Within two years after addition completion – 100% of the final grant;
 - ii) Between two and six years after addition completion – 55% of the final grant.

AAMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

13. TANGIBLE CAPITAL ASSETS

	2015			2014
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Housing projects				
Land	\$ 40,437	\$ -	\$ 40,437	\$ 40,437
Buildings	13,678,736	5,350,302	8,328,434	6,782,108
Assets under construction	-	-	-	1,659,642
	13,719,173	5,350,302	8,368,871	8,482,187
Operating fund				
Land	104,053	-	104,053	103,774
Buildings	10,859,392	3,141,699	7,717,693	7,890,877
Infrastructure	1,198,159	489,784	708,375	677,859
Vehicles and machinery	737,769	666,074	71,695	102,421
Office furniture and equipment	1,600,787	1,198,957	401,830	356,824
Computers	320,621	268,531	52,090	27,891
	14,820,781	5,765,045	9,055,736	9,159,646
	\$ 28,539,954	\$ 11,115,347	\$ 17,424,607	\$ 17,641,833

14. EXTERNALLY RESTRICTED MEMBERS' EQUITY

	Balance, Beginning of Year	Additions, Allocations, Interest	Transfers, Adjustments, Expenditure	Balance, End of Year
Revenue trust fund	\$ 3,167,660	\$ 422,772	\$ 460,000	\$ 3,130,432
Capital trust fund	1,806,413	-	-	1,806,413
Replacement reserve funds	191,697	92,750	92,347	192,100
CMHC – operating surplus	429,312	62,858	-	492,170
	\$ 5,595,082	\$ 578,380	\$ 552,347	\$ 5,621,115

As required by CMHC, the accumulated operating surplus from Phases 8-11 of the housing projects was allocated to a restricted fund.

AMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

15. PENSION PLAN

It is mandatory that, after three months, all permanent employees of the Band who work at least 25 hours per week become members of a private pension plan that is a defined contribution plan. The employee has the option to contribute either 5% or 8.2% which is matched by the Band. Contributions to the plan made during the year by the Band on behalf of its employees amounted to \$245,110 (2014 - \$203,318) and are included in salaries and benefits in expenditure.

16. CLASSIFICATION OF EXPENDITURE BY OBJECT

The consolidated statement of revenue and expenditure presents the expenditure by function; the following classifies the same expenditure by object.

	<u>2015</u>	<u>2014</u>
Allocation to reserves	\$ 92,750	\$ 70,100
Amortization	1,008,632	959,886
Bad debts	91,452	239,688
Band contributions to programs	3,098,214	2,675,822
Bank charges and interest	13,296	12,726
Catering	13,957	11,894
Cemetery and funerals	115,011	70,927
Childcare initiative	103,746	94,448
Construction and renovations	637,727	2,863,949
Consultants	1,129,111	906,733
Distribution to members	459,251	735,842
Donations	51,940	36,582
Elections costs	16,469	-
Employee benefits	708,723	666,395
Employment training programs		
CRF	249,322	243,885
EI	77,421	54,147
Equipment	279,581	91,362
Fire protection	73,625	72,824
Garbage collection	61,736	60,467
Honoraria		
Community	40,680	70,060
Council	176,638	163,531
Staff	37,089	25,144
Infrastructure services	18,904	19,918
Insurance	115,818	111,917
Medical travel	61,500	52,182
Mortgage interest	117,974	82,431
Office administration	208,143	191,107
Ontario Works employment related expenses	184,270	124,605
Pipeline lease payments	382,664	369,513
Police protection	110,218	108,589

AMJIWNAANG FIRST NATION

Notes to the Financial Statements

For the year ended March 31, 2015

16. CLASSIFICATION OF EXPENDITURE BY OBJECT – continued

	<u>2015</u>	<u>2014</u>
Professional services	256,606	172,949
Program administration	335,462	273,933
Program resources	736,148	675,100
Recovery of surplus from funding sources	20,332	-
Repairs and maintenance		
Buildings	300,395	203,882
Vehicles and equipment	66,503	61,775
Repairs and renovations – RRAP loans	28,542	47,777
Salary and wages	3,944,340	3,577,467
Sports fees	30,309	38,471
Social assistance benefits	888,624	869,410
Student transportation	152,950	176,372
Training and professional development	93,930	72,450
Transfer to Band funds	460,000	732,875
Travel		
Community	18,648	18,868
Council	56,228	63,707
Staff	96,201	79,443
Utilities	261,040	218,043
Total expenditures by object	\$ 17,482,120	\$ 18,469,196

Total expenditure by object includes tangible capital assets of \$791,128 (2014 - \$2,931,230) which have been capitalized.

17. COMMITMENTS

The First Nation has entered into a long-term student transportation arrangement at a rate of \$854 per day of service provided for a maximum of 188 days per year. If transportation service is cancelled for a scheduled day, the daily rate will be discounted by 12% for that day.

18. COMPARATIVE FIGURES

Certain of the prior year's figures have been reclassified to conform to the presentation of the current year.

AAMJIWNAANG FIRST NATION

Schedule of Revenue and Expenditure

Community Services

For the year ended March 31, 2015

Schedule 1

	<u>2015</u>	<u>2014</u>
Revenue		
Deferred revenue, beginning of year	\$ 266,528	\$ 152,983
Aboriginal Affairs and Northern Development Canada		
Fixed contribution	847,608	841,926
Set contribution	258,157	295,141
Health Canada	1,053,396	996,615
Other federal funding	25,000	25,000
Province of Ontario	1,067,241	1,019,015
Union of Ontario Indians	115,630	107,660
Stepping Stones	1,270,085	1,219,234
Band contribution	1,620,741	1,465,766
Rental income	43,060	71,842
Catering	13,917	12,094
User fees	74,865	85,904
Other revenue	847,894	489,648
Deferred revenue, end of year	(205,566)	(266,528)
	7,298,556	6,516,300
Expenditure		
Catering	13,957	11,894
Cemetery and funerals	115,011	70,927
Consultants	580,803	318,773
Donations	36,800	27,600
Employee benefits	458,347	434,503
Equipment	42,161	84,468
Fire protection	73,625	72,824
Garbage collection	61,436	59,867
Honoraria		
Community	26,345	56,827
Staff	13,459	11,445
Infrastructure services	18,904	19,918
Insurance	40,797	44,728
Medical travel	61,500	52,182
Office administration	50,629	70,100
Ontario Works employment related expenses	184,270	124,605
Police protection	110,218	108,589
Professional services	71,821	64,373
Program administration	220,481	150,404
Program resources	607,167	603,071
Recovery of surplus from funding sources	20,332	-
Repairs and maintenance		
Buildings	121,176	51,272
Vehicles and equipment	65,046	55,257
Salary and wages	2,968,362	2,793,054
Sports fees	27,458	35,057
Social assistance benefits	888,624	869,410

AAMJIWNAANG FIRST NATION

Schedule of Revenue and Expenditure

Community Services

For the year ended March 31, 2015

Schedule 1 - continued

	<u>2015</u>	<u>2014</u>
Student transportation	152,950	176,372
Training and professional development	74,610	59,204
Travel		
Community	2,133	5,855
Staff	56,395	54,651
Utilities	163,714	137,511
	<u>7,328,531</u>	<u>6,624,741</u>
Excess of expenditure over revenue before capitalization of tangible capital assets	(29,975)	(108,441)
Capitalization of tangible capital assets	29,975	65,668
Excess of expenditure over revenue	\$ -	\$ (42,773)

AAMJIWNAANG FIRST NATION

Schedule of Revenue and Expenditure

Economic Development

For the year ended March 31, 2015

Schedule 2

	<u>2015</u>	<u>2014</u>
Revenue		
Deferred revenue, beginning of year	\$ 291,753	\$ 78,301
Aboriginal Affairs and Northern Development Canada		
Fixed contribution	377,400	295,900
Set contribution	-	394,373
Southern First Nations Secretariat	444,508	444,508
Band contribution	169,667	196,103
Churchill wind project	441	-
Grand Bend wind project	25,000	6,868
Other revenue	45,398	1,061
Deferred revenue, end of year	(250,577)	(291,753)
	1,103,590	1,125,361
Expenditure		
Band contribution to program	35,857	-
Childcare initiative	103,746	94,448
Consultants	359,043	488,844
Employee benefits	23,962	27,040
Employee training programs		
CRF	249,322	243,885
EI	77,421	54,147
Honoraria		
Community	4,735	6,500
Staff	5,380	2,610
Office administration	5,397	6,449
Program administration	44,041	61,800
Program resources	7,046	5,721
Salary and wages	171,302	119,658
Training and professional development	1,455	-
Travel		
Community	-	110
Staff	14,883	14,149
	1,103,590	1,125,361
Excess of revenue over expenditure	\$ -	\$ -

AAMJIWNAANG FIRST NATION

Schedule of Revenue and Expenditure

Housing

For the year ended March 31, 2015

Schedule 3

	<u>2015</u>	<u>2014</u>
Revenue		
Aboriginal Affairs and Northern Development Canada		
Fixed contribution	\$ -	\$ 322,550
Canadian Mortgage and Housing Corporation	337,066	262,900
Band contribution	179,163	40,300
Rental income	681,941	580,043
Interest income	74,433	112,406
Program administration	67,700	57,000
Other income	182,197	17,630
	1,522,500	1,392,829
Expenditure		
Allocation to replacement reserves	92,750	70,100
Amortization	516,419	441,130
Bad debts	91,452	239,688
Band contribution to program	179,163	40,300
Construction and renovation	566,784	2,862,762
Employee benefits	18,916	20,312
Equipment	3,274	3,009
Honoraria		
Community	6,315	5,310
Staff	3,330	2,610
Insurance	45,379	43,897
Mortgage interest	117,974	82,431
Office administration	7,466	11,272
Professional services	10,439	8,651
Program administration	67,700	57,000
Program resources	4,497	2,820
Repairs and maintenance		
Buildings	116,037	106,634
Vehicles and equipment	586	1,392
Repairs and renovations - RRAP loans	28,542	47,777
Salary and wages	142,826	134,165
Training and professional development	-	1,874
Travel		
Staff	-	2,107
Utilities	71,494	60,591
	2,091,343	4,245,832
Excess of expenditure over revenue before capitalization of tangible capital assets	(568,843)	(2,853,003)
Capitalization of tangible capital assets	416,784	2,862,762
Excess of revenue over expenditure (expenditure over revenue)	\$ (152,059)	\$ 9,759

AAMJIWNAANG FIRST NATION

Schedule of Revenue and Expenditure

General

For the year ended March 31, 2015

Schedule 4

	<u>2015</u>	<u>2014</u>
Revenue		
Deferred revenue, beginning of year	\$ 61,550	\$ 25,013
Aboriginal Affairs and Northern Development Canada		
Grant	342,550	341,913
Fixed contribution	514,490	157,735
Set contribution	55,800	52,100
Ontario First Nations Limited Partnership	1,052,650	1,028,146
Band contribution	1,128,642	973,651
Lease and management fee revenue	2,839,338	2,799,623
Interest income	406,371	412,805
Program administration	308,468	218,217
Other revenue	73,218	59,310
Transfer from Revenue Trust Fund	460,000	732,875
Deferred revenue, end of year	(9,015)	(61,550)
	7,234,062	6,739,838
Expenditure		
Amortization	492,213	518,756
Band contribution to programs	2,883,194	2,635,522
Bank charges and interest	13,296	12,726
Construction and renovations	70,943	1,187
Consultants	189,265	99,116
Distribution to members	459,251	735,842
Donations	15,140	8,982
Election costs	16,469	-
Employee benefits	207,498	184,540
Equipment	234,146	3,885
Honoraria		
Community	3,285	1,423
Council	176,638	163,531
Staff	14,920	8,479
Insurance	29,642	23,292
Office administration	144,651	103,286
Pipeline lease payments	382,664	369,513
Professional services	174,346	99,925
Program administration	3,240	4,729
Program resources	117,438	63,488
Repairs and maintenance		
Buildings	63,182	45,976
Vehicles and equipment	871	5,126
Salary and wages	661,850	530,590
Sports fees	2,851	3,414
Training and professional development	17,865	11,372
Transfer to Band funds	460,000	732,875

AAMJIWNAANG FIRST NATION

Schedule of Revenue and Expenditure

General

For the year ended March 31, 2015

Schedule 4 - continued

	<u>2015</u>	<u>2014</u>
Travel		
Community	16,515	12,903
Council	56,228	63,707
Staff	24,923	8,536
Utilities	26,132	20,541
	6,958,656	6,473,262
Excess of revenue over expenditure before capitalization of tangible capital assets	275,406	266,576
Capitalization of tangible capital assets	344,369	2,800
Excess of revenue over expenditure	\$ 619,775	\$ 269,376