

**CONSTANCE LAKE FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2016**

CONSTANCE LAKE FIRST NATION
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YEAR ENDED MARCH 31, 2016

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MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements of Constance Lake First Nation for the year ended March 31, 2016 are the responsibility of management and have been approved by Chief and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. A summary of the significant accounting policies is described in Note 1 to the consolidated financial statements. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material aspects.

Constance Lake First Nation's management is responsible for maintaining systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and Constance Lake First Nation's assets are appropriately accounted for and adequately safeguarded.

Constance Lake First Nation's Chief and Council are responsible for ensuring that management fulfills its responsibilities of financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

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

The consolidated financial statements have been audited by MNP LLP in accordance with Canadian generally accepting auditing standards on behalf of the members. MNP LLP has full and free access to the Chief and Council with regard to audit requirements.

On behalf of Constance Lake First Nation:



Chief

Date

INDEPENDENT AUDITOR'S REPORT

To the Members of Constance Lake First Nation:

We have audited the accompanying consolidated financial statements of Constance Lake First Nation which comprise the consolidated statement of financial position as at March 31, 2016 and the consolidated statements of operations and accumulated surplus, change in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

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

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 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.

Basis for Qualified Opinion

The reporting entity for the Nation includes various government business enterprises which operate independently of the Nation. Current financial information for certain government business enterprises were not available at the date of the consolidated financial statements. Accordingly, we were unable to obtain sufficient appropriate audit evidence relating to current operations of these entities which may or may not result in a material misstatement in the consolidated statement of financial position or the consolidated statements of operation and accumulated surplus, change in net debt and cash flows. In addition, Canadian public sector accounting standards require budget figures be reported in the statements of operations and accumulated surplus and change in net debt. No budget figures were available for certain consolidated entities.

Qualified Opinion

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of Constance Lake First Nation as at March 31, 2016 and the results of its operations, changes in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matters

The financial statements of Constance Lake First Nation for the year ended March 31, 2015 were audited by Ross Pope LLP of Timmins, Canada, prior to its merger with MNP LLP. Ross Pope LLP expressed an unqualified opinion on those statements on August 7, 2015.

Timmins, Ontario
August 10, 2016

MNP LLP
MNP LLP
Chartered Professional Accountants
Licensed Public Accountants


CONSTANCE LAKE FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31

	2016	2015
FINANCIAL ASSETS		
Cash (Note 2)	\$ 5,152,660	\$ 5,021,046
Cash and deposits - externally restricted		
CMHC reserve fund (Note 2)	627,442	533,613
Funds held in trust (Note 3)	1,492,496	1,410,539
Portfolio investments	7,000	66,000
Accounts receivable (Note 4)	2,081,763	1,808,083
Housing loans receivable (Note 5)	496	182,392
Long-term investment (Note 6)	56,500	56,500
Investment in government business enterprises (Note 7)	166,157	217,859
	9,584,514	9,296,032
FINANCIAL LIABILITIES		
Accounts payable and accruals (Note 8)	2,583,509	2,377,250
Deferred revenue (Note 9)	1,346,213	2,250,365
Long-term debt (Note 10)	13,852,240	12,087,191
	17,781,962	16,714,806
NET DEBT	(8,197,448)	(7,418,774)
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 1, Schedule A)	39,163,167	33,073,186
Prepaid expenses	57,178	91,907
	39,220,345	33,165,093
ACCUMULATED SURPLUS (Note 17)	\$ 31,022,897	\$ 25,746,319

CONTINGENCIES AND COMMITMENTS (Note 11)

Approved on behalf of Chief and Council:


 Chief


 Councilor

See accompanying notes.

CONSTANCE LAKE FIRST NATION

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

YEAR ENDED MARCH 31, 2016

	2016	2015
REVENUE		
Indigenous and Northern Affairs Canada	\$ 10,514,374	\$ 5,327,270
Ontario First Nations Limited Partnership	861,423	854,931
Canada Mortgage and Housing Corporation	924,875	832,690
Health Canada	1,480,960	1,106,830
Province of Ontario	2,271,675	3,069,729
Rental Income	858,956	750,434
Weekoban Inc. hauling revenues	1,355,461	1,717,170
Other	3,426,200	2,931,383
Deferred revenue - opening (Note 9)	2,250,365	707,736
Deferred revenue - closing (Note 9)	(1,346,213)	(2,250,365)
	22,598,076	15,047,808
EXPENDITURES (Note 19)		
Administration and governance	811,613	736,779
Community property	1,747,372	1,194,808
Education	4,483,903	4,257,240
Employment and economic development	2,523,278	1,602,837
Health services	1,556,690	1,476,703
Public works and facilities	1,624,913	1,442,599
Social assistance	1,646,498	1,866,271
Social housing	1,482,688	1,203,939
Weekoban Inc. hauling expenses	1,392,841	1,501,664
	17,269,796	15,282,840
ANNUAL SURPLUS (DEFICIT) before undernoted	5,328,280	(235,032)
Equity in income (loss) of government business enterprises and partnerships (Note 7)	(51,702)	88,524
ANNUAL SURPLUS (DEFICIT)	5,276,578	(146,508)
ACCUMULATED SURPLUS, BEGINNING OF YEAR	25,746,319	25,892,827
ACCUMULATED SURPLUS, END OF YEAR (Note 17)	\$ 31,022,897	\$ 25,746,319

See accompanying notes.

CONSTANCE LAKE FIRST NATION

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

YEAR ENDED MARCH 31, 2016

	2016	2015
ANNUAL SURPLUS (DEFICIT)	\$ 5,276,578	\$ (146,508)
Acquisition and construction of tangible capital assets	(8,128,442)	(1,298,525)
Amortization of tangible capital assets	1,656,285	1,862,308
Disposal and write-down of tangible capital assets	382,176	41,300
Usage (acquisition) of prepaid expenses	34,729	(31,246)
	(6,055,252)	573,837
CHANGE IN NET DEBT	(778,674)	427,329
NET DEBT, BEGINNING OF YEAR	(7,418,774)	(7,846,103)
NET DEBT, END OF YEAR	\$ (8,197,448)	\$ (7,418,774)

See accompanying notes.

CONSTANCE LAKE FIRST NATION

CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED MARCH 31, 2016

	2016	2015
OPERATING ACTIVITIES		
ANNUAL SURPLUS (DEFICIT)	\$ 5,276,578	\$ (146,508)
NON-CASH ITEMS:		
Amortization	1,656,285	1,862,308
CHANGES IN WORKING CAPITAL:		
Accounts receivable	(273,679)	(7,737)
Housing loans receivable	181,896	(178,923)
Prepaid expenses	34,729	(31,243)
Investment in government business enterprises	51,702	(88,524)
Restricted cash - CMHC reserve funds	(93,829)	(421)
Funds held in trust	(81,957)	181,507
Accounts payable and accruals	206,258	30,589
Deferred revenue	(904,152)	1,542,630
	6,053,831	3,163,678
FINANCING ACTIVITIES		
Repayment of long-term debt	(560,110)	(1,184,574)
Proceeds from long-term debt	2,325,159	1,552,564
	1,765,049	367,990
INVESTING ACTIVITIES		
Acquisition and construction of tangible capital assets	(8,128,442)	(1,298,525)
Proceeds on disposal of tangible capital assets	382,176	41,300
Proceeds (acquisition) of portfolio investments (net)	59,000	(66,000)
	(7,687,266)	(1,323,225)
CHANGE IN CASH	131,614	2,208,443
CASH, beginning of year	5,021,046	2,812,603
CASH, end of year	\$ 5,152,660	\$ 5,021,046

See accompanying notes.

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2016

NATURE OF ORGANIZATION

Constance Lake First Nation (the Nation), is an Indian Band located in Northern Ontario, and administers programs and provides various services to its members. Constance Lake First Nation includes the Nation's members, government and all related entities that are accountable to the Nation and are either owned or controlled by the Nation.

1. SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements are the representation of management and have been prepared in accordance with generally accepted accounting principles for the public sector as recommended by the Public Sector Accounting Board of CPA Canada. Further, the consolidated financial statements are prepared on the going concern assumption that the Nation will be able to realize its assets and discharge its liabilities in the normal course of operations. Significant accounting policies are as follows:

(a) REPORTING ENTITY

The reporting entity includes the Constance Lake First Nation government and all related entities controlled by the Nation.

(b) PRINCIPLES OF CONSOLIDATION

All controlled entities are fully consolidated on a line-by-line basis except for commercial enterprises which meet the definition of government business enterprises, which are included in the consolidated financial statements on a modified equity basis whereby the Nation's investment is adjusted for its proportionate share of earnings (losses) of the government business enterprise. In the event accumulated losses exceed the cost of investment, the balance is written down to a nominal amount and not increased until losses are recouped by proportionate share of income sufficient to bring the investment balance to a positive amount. Inter-organizational balances and transactions are eliminated upon consolidation.

Organizations consolidated in Constance Lake First Nation's financial statements are as follows:

- Constance Lake First Nation Band
- Constance Lake Development Corporation Limited Partnership
- Constance Lake Education Authority
- Weekoban Inc.

Organizations accounted for on a modified equity basis are as follows:

- Amik Logging Limited Partnership
- Mahiihkanuk Construction Limited Partnership

The most current financial information available for these entities is summarized in the notes to these consolidated financial statements.

(c) ASSET CLASSIFICATION

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets and prepaid expenses.

(d) LONG-TERM INVESTMENTS

Long-term investments are recorded at cost when not traded in an active market.

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(e) PORTFOLIO INVESTMENTS

Portfolio investments, comprised of shares in publicly traded entities, are recorded at their market value. Any changes in market value are reported as remeasurement gains and losses until realized.

(f) TANGIBLE CAPITAL ASSETS

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets are amortized on the straight line or declining balance basis as follows:

Buildings	40 years
Education facilities	20 years
Landfill	20 years
Land improvements	40 years
Housing	40 years
Water and waste water infrastructure	40 years
Water and waste water equipment	30 years
Roads and related infrastructure	50 years
Furniture, fixtures and equipment	20 years, 20% and 45%
Computer hardware	3 years
Computer software	3 years
Vehicles - heavy	25 years
Vehicles - trailers	10 years and 30%
Vehicles - light	5 years
Street lights	40 years

One-half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until available for productive use.

(g) NET DEBT

The Nation's financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt of the Nation is determined by its financial assets less its financial liabilities.

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(h) REVENUE RECOGNITION AND GOVERNMENT TRANSFERS

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenditures are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon, when restricted by agreement or legislation, are accounted for as deferred revenue until used for the purpose specified. Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenditures are incurred, services performed or the tangible capital assets are acquired.

Government transfers are transfers from senior levels of government that are not the result of an exchange transaction and are not expected to be repaid in the future. Government transfers without eligibility criteria or stipulations are recognized as revenue when the transfer is authorized. A transfer with eligibility criteria is recognized as revenue when the transfer is authorized and all eligibility criteria have been met. A transfer with or without eligibility criteria but with stipulations is recognized as revenue in the period the transfer is authorized and all eligibility criteria have been met, except where and to the extent that the transfer gives rise to an obligation that meets the definition of a liability for the organization. Government transfers that meet the definition of a liability are recognized as revenue as the liability is extinguished.

Other revenues are recognized in the year that the events giving rise to the revenues occur and the revenues are earned. Amounts received which relate to revenues that will be earned in a subsequent year, are deferred and reported as liabilities.

(i) MEASUREMENT UNCERTAINTY

In preparing the financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenditures during the period. The main estimates used in preparing these financial statements include an allowance for doubtful accounts, amortization of tangible capital assets and contingencies. Actual results could differ from these estimates.

(j) PRIOR YEAR FUNDING ADJUSTMENTS

The Nation has entered into accountable contribution arrangements with several government funding agencies. These programs are subject to audit by the various governments, with audit adjustments potentially repayable to the government in a subsequent period. These adjustments, if any, are charged to operations in the year they become known.

(k) RECENT ACCOUNTING PRONOUNCEMENTS

PS 3210 Assets (New)

In June 2015, new PS 3210 Assets was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new section provides guidance for applying the definition of assets set out in PS 1000 Financial Statement Concepts. The main features of this standard are as follows:

- Assets are defined as economic resources controlled by a government as a result of past transactions or events and from which future economic benefits are expected to be obtained.
- Economic resources can arise from such events as agreements, contracts, other government's legislation, the government's own legislation, and voluntary contributions.
- The public is often the beneficiary of goods and services provided by a public sector entity. Such assets benefit public sector entities as they assist in achieving the entity's primary objective of providing public goods and services.

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

- A public sector entity's ability to regulate an economic resource does not, in and of itself, constitute control of an asset, if the interest extends only to the regulatory use of the economic resource and does not include the ability to control access to future economic benefits.
- A public sector entity acting as a trustee on behalf of beneficiaries specified in an agreement or statute is merely administering the assets, and does not control the assets, as future economic benefits flow to the beneficiaries.
- An economic resource may meet the definition of an asset, but would not be recognized if there is no appropriate basis for measurement and a reasonable estimate cannot be made, or if another handbook section prohibits its recognition. Information about assets not recognized should be disclosed in the notes.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. Management expects no impact of the above pronouncement on its consolidated financial statements.

PS 3320 Contingent Assets (New)

In June 2015, new PS 3320 Contingent Assets was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new section establishes disclosure standards on contingent assets. The main features of this standard are as follows:

- Contingent assets are possible assets arising from existing conditions or situations involving uncertainty. That uncertainty will ultimately be resolved when one or more future events not wholly within the public sector entity's control occurs or fails to occur. Resolution of the uncertainty will confirm the existence or non-existence of an asset.
- Passing legislation that has retroactive application after the financial statement date cannot create an existing condition or situation at the financial statement date.
- Elected or public sector entity officials announcing public sector entity intentions after the financial statement date cannot create an existing condition or situation at the financial statement date.
- Disclosures should include existence, nature, and extent of contingent assets, as well as the reasons for any non-disclosure of extent, and the bases for any estimates of extent made.
- When a reasonable estimate can be made, disclosure should include a best estimate and a range of possible amounts (or a narrower range of more likely amounts), unless such a disclosure would have an adverse impact on the outcome.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. Management expects no impact of the above pronouncement on its consolidated financial statements.

PS 3380 Contractual Rights (New)

In June 2015, new PS 3380 Contractual Rights was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). This new section establishes disclosure standards on contractual rights, and does not include contractual rights to exchange assets where revenue does not arise. The main features of this standard are as follows:

- Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.
- Until a transaction or event occurs under a contract or agreement, an entity only has a contractual right to an economic resource. Once the entity has received an asset, it no longer has a contractual right.
- Contractual rights are distinct from contingent assets as there is no uncertainty related to the existence of the contractual right.
- Disclosures should include descriptions about nature, extent, and timing.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. Management expects no impact of the above pronouncement on its consolidated financial statements.

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

PS 3430 Restructuring Transactions (New)

In June 2015, new PS 3430 Restructuring Transactions was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new section establishes disclosure standards on contingent assets. The main features of this standard are as follows:

- A restructuring transaction is defined separately from an acquisition. The key distinction between the two is the absence of an exchange of consideration in a restructuring transaction.
- A restructuring transaction is defined as a transfer of an integrated set of assets and/or liabilities, together with related program or operating responsibilities that does not involve an exchange of consideration.
- Individual assets and liabilities transferred in a restructuring transaction are derecognized by the transferor at their carrying amount and recognized by the recipient at their carrying amount with applicable adjustments.
- The increase in net assets or net liabilities resulting from recognition and derecognition of individual assets and liabilities received from all transferors, and transferred to all recipients in a restructuring transaction, is recognized as revenue or as an expense.
- Restructuring-related costs are recognized as expenses when incurred.
- Individual assets and liabilities received in a restructuring transaction are initially classified based on the accounting policies and circumstances of the recipient at the restructuring date.
- The financial position and results of operations prior to the restructuring date are not restated.
- Disclosure of information about the transferred assets, liabilities and related operations prior to the restructuring date by the recipient is encouraged but not required.

The Section is effective for new restructuring transactions that occur in fiscal periods beginning on or after April 1, 2018. Earlier application is encouraged. Management expects no impact of the above pronouncement on its consolidated financial statements.

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

2. CASH

Under the terms of an agreement with Canada Mortgage and Housing Corporation (CMHC), Constance Lake First Nation must set aside funds annually for the repair, maintenance and replacement of assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation, or as otherwise approved by CMHC, with any interest earned to be credited as revenue to the Apartment Replacement and Subsidy Fund.

Cash is comprised of the following:

	2016	2015
Cash:		
CMHC Housing Replacement and Subsidy	\$ 627,442	\$ 533,613
CMHC replacement reserve excess funds	\$ 224,056	\$ 194,433
Education	91,559	104,395
Housing	269,978	162,830
OFNLP Fund	2,815,024	2,700,904
Operating	1,752,043	1,858,484
	\$ 5,152,660	\$ 5,021,046

3. FUNDS HELD IN TRUST

	Opening Balance	Additions	Withdrawals	2016	2015
Funds held in trust - Ottawa:					
Revenue	\$ 188,797	\$ 717,773	\$ 50,000	\$ 856,570	\$ 188,797
Capital	32,025	-	-	32,025	32,025
	220,822	717,773	50,000	888,595	220,822
Other funds held in trust	1,189,717	18,086	603,902	603,901	1,189,717
	\$ 1,410,539	\$ 735,859	\$ 653,902	\$ 1,492,496	\$ 1,410,539

Funds held in trust - Ottawa 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. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

Other funds held in trust relate to monies held by legal counsel in relation to litigation (Note 11).

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

4. ACCOUNTS RECEIVABLE

	2016	2015
Indigenous and Northern Affairs Canada	\$ 196,576	\$ 42,276
Canada Mortgage and Housing Corporation	107,556	67,403
Health Canada	176,164	-
Province of Ontario	125,055	527,558
Housing rentals - members	1,656,351	1,500,996
Teacherage rentals	7,335	7,335
User fees	55,242	47,720
Water and sewer charges	658,258	629,544
Matawa First Nation	274,071	80,437
Nishnawbe Aski Nation	71,775	63,229
Weekoban Inc. trade accounts receivable	147,639	195,488
Receivable from Weekoban	450,721	468,721
Other	790,726	588,750
	4,717,469	4,219,457
Less: allowance for doubtful accounts	(2,635,706)	(2,411,374)
	\$ 2,081,763	\$ 1,808,083

5. HOUSING LOANS RECEIVABLE

Housing loans receivable are due from Nation members. The facilities bear interest at nominal rates, are repayable in blended monthly payments, and are amortized over 35 years.

	2016	2015
Housing Loans Receivable	\$ 1,495,903	\$ 1,545,369
Less: allowance for doubtful accounts	(1,495,407)	(1,362,977)
	\$ 496	\$ 182,392

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

6. LONG-TERM INVESTMENT

The investment in Landmark Inn Limited Partnership, consisting of 1 unit of a total of 26 units issued and outstanding, is accounted for at cost.

7. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES

Amik Logging Limited Partnership ("Amik") is a partnership of which the Nation is the sole owner of the limited partnership units. Mahiihkanuk Construction Limited Partnership ("Mahiihkanuk") is a partnership of which the Nation is the sole owner of the limited partnership units. As these investments are business enterprises of the Nation, they are accounted for on the modified equity basis in these consolidated financial statements.

(a) The following table provides condensed supplementary financial information for the years ended as indicated, which were the most recent available at the date of these consolidated financial statements:

	Amik Fiscal Year Ended May 31, 2015	Mahiihkanuk Fiscal Year Ended March 31, 2015	2016 Totals	2015 Totals
Financial Position				
Current assets	\$ 245,961	\$ 126,951	\$ 372,912	\$ 180,630
Capital assets	205,078	198,610	403,688	480,748
Total Assets	451,039	325,561	776,600	661,378
Current liabilities	634,439	159,405	793,844	723,444
Long-term liabilities	411,816	-	411,816	441,763
Total liabilities	1,046,255	159,405	1,205,660	1,165,207
Net Assets	\$ (595,216)	\$ 166,156	\$ (429,060)	\$ (503,829)
Results of operations:				
Revenue	\$ 1,798,893	\$ 270,240	\$ 2,069,133	\$ 3,237,342
Expenses	1,672,423	336,390	2,008,813	3,517,119
Net Income (Loss)	\$ 126,470	\$ (66,150)	\$ 60,320	\$ (279,777)

(b) The investment as reported on the consolidated statement of financial position consists of:

	Amik Fiscal Year Ended May 31, 2015	Mahiihkanuk Fiscal Year Ended March 31, 2015	2016 Totals	2015 Totals
Balance, beginning of year	\$ 1	\$ 232,306	\$ 232,307	\$ 129,335
First Nation's share of earnings (loss) for the year	-	(66,150)	(66,150)	88,524
Balance, end of year	\$ 1	\$ 166,156	\$ 166,157	\$ 217,859

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

8. ACCOUNTS PAYABLE AND ACCRUALS

	2016	2015
Due to government and government organizations		
Federal government	\$ 17,205	\$ 18,896
Provincial government	8,393	736
Other		
Trade accounts payable	2,493,950	2,294,075
Other accrued liabilities	63,961	63,543
	\$ 2,583,509	\$ 2,377,250

9. DEFERRED REVENUE

Details of the deferred revenue balance are as follows:

	Opening Balance	Funding Received	Revenue Recognized	Closing balance
Federal Government				
INAC:				
Water Systems (> \$1.5M) WTP	\$ 512,758	\$ -	\$ 512,758	\$ -
Road Maintenance	-	5,780	-	5,780
Other	1,374,224	1,212,433	1,374,224	1,212,433
Education	363,383	128,000	363,383	128,000
	\$ 2,250,365	\$ 1,346,213	\$ 2,250,365	\$ 1,346,213

10. LONG-TERM DEBT

	2016	2015
RBC term loan bearing interest at 4.98%, repayable at \$1,422 per month principal and interest, secured by general security agreement, maturing February 2018.	\$ 100,892	\$ 112,845
RBC term loan bearing interest at 4.60%, repayable at \$636 per month principal and interest, secured by general security agreement, maturing January 2017.	23,516	29,901
RBC term loan bearing interest at 1.65%, repayable in monthly instalments of \$19,766 principal and interest, secured by general security agreement, maturing March 2021.	1,062,818	-
Related party loan, non-interest bearing and unsecured with no fixed terms of repayment.	50,000	50,000
1141553 Ontario Limited loan bearing interest at 18%, repayable at \$2,654 per month principal and interest, secured by specific equipment with a carrying value of \$52,892, maturing in 2017.	41,626	63,790
Daimler Chrysler loan bearing interest at 8.5%, repayable at \$2,673 per month principal and interest, secured by specific equipment with a carrying value of \$143,909, maturing in 2020.	115,943	-
CMHC mortgage payable bearing interest at 1.67%, repayable at \$3,722 per month principal and interest, renewable April 2017, maturing March 2027.	448,644	485,487
CMHC mortgage payable bearing interest at 1.67%, repayable at \$5,330 per month principal and interest, renewable April 2017, maturing March 2027.	642,533	695,297
Caisse Populaire loan repaid during the year.	-	14,276

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

10. LONG-TERM DEBT (CONT'D)	2016	2015
CMHC mortgage payable bearing interest at 1.82%, repayable at \$6,120 per month principal and interest, renewable September 2019, maturing September 2029.	831,186	885,007
CMHC mortgage payable bearing interest at 2.65%, repayable at \$2,265 per month principal and interest, renewable April 2016, maturing March 2031.	336,522	354,556
CMHC mortgage payable bearing interest at 1.80%, repayable at \$10,777 per month principal and interest, renewable October 2016, maturing September 2021.	676,849	792,871
CMHC mortgage payable bearing interest at 1.64%, repayable at \$6,396 per month principal and interest, renewable February 2017, maturing January 2032.	1,069,977	1,128,675
CMHC mortgage payable bearing interest at 1.65%, repayable at \$2,848 per month principal and interest, renewable June 2017, maturing June 2032.	487,073	512,990
CMHC mortgage payable bearing interest at 1.71%, repayable at \$2,150 per month principal and interest, renewable September 2017, maturing September 2032.	370,875	390,164
CMHC mortgage payable bearing interest at 1.67%, repayable at \$4,583 per month principal and interest, renewable June 2018, maturing May 2033.	820,651	861,581
CMHC mortgage payable bearing interest at 2.23%, repayable at \$4,440 per month principal and interest, renewable August 2019, maturing June 2034.	796,650	833,005
CMHC mortgage payable bearing interest at 0.98%, repayable at \$2,238 per month principal and interest, renewable March 2020, maturing March 2035.	403,222	422,430
CMHC mortgage payable bearing interest at 1.39%, repayable at \$3,658 per month principal and interest, renewable June 2020, maturing May 2030.	499,534	530,180
CMHC mortgage payable bearing interest at 1.68%, repayable at \$5,551 per month principal and interest, renewable April 2018, maturing April 2038.	1,228,889	1,274,465
CMHC mortgage payable bearing interest at 2.04%, repayable at \$3,573 per month principal and interest, renewable March 2019, maturing March 2039.	787,394	813,948
CMHC mortgage payable, bearing interest at 1.98%, repayable at \$5,408 per month principal and interest, renewable May 2019, maturing May 2039.	1,206,083	1,246,701
CMHC mortgage payable, bearing interest at 1.39%, repayable at \$2,707 per month principal and interest, renewable June 2020, maturing June 2040.	668,691	579,022
CMHC mortgage payable, interest rate and terms of repayment to be determined once fully drawn.	1,182,672	10,000
	\$ 13,852,240	\$ 12,087,191

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

10. LONG-TERM DEBT (CONT'D)

All of the above CMHC debt facilities are secured by Band Council Resolution, Ministerial Guarantee from Indigenous and Northern Affairs Canada, and specific housing units.

Principal portion of the credit facilities due in the next five years and thereafter is approximately as follows:

2017	\$ 937,530
2018	949,277
2019	958,159
2020	965,748
2021	950,211
Thereafter	9,091,315
	<hr/>
	\$ 13,852,240

11. CONTINGENCIES AND COMMITMENTS

(a) The Nation has entered into contribution agreements with various federal and provincial government departments. Funding received under these contribution agreements may be subject to repayment if the Nation fails to comply with the terms and conditions of the agreements.

(b) During the year a settlement of claim was reached in an action for damages for breach of contract and other relief related to construction of a school building. Related to this matter, the Nation and CLEA have claimed against their former legal counsel for negligence and breach of contract in the amount of \$5,300,000. As the outcome of this matter cannot be determined, any additional settlements or awards will be recorded in the period in which they occur.

(c) The Nation is a joint applicant, along with other First Nations, on several ongoing Judicial Reviews against the governments of Ontario and Canada. Legal costs may be awarded for or against the applicants depending on the outcomes. As the outcomes of these matters cannot be determined at the date of the financial statements, any settlements or awards will be recorded in the period in which they occur.

(d) The Nation has potential claims from and against other parties which arose in the normal course of business. As the outcome of these matters cannot be determined at the date of the financial statements, any settlements or awards will be recorded in the period in which they occur.

12. ECONOMIC DEPENDENCE

The Nation receives a major portion of its revenues from Indigenous and Northern Affairs Canada, Health Canada, and the Province of Ontario. The nature and extent of this revenue is of such significance that the Nation is economically dependent on these sources of revenue. The ability of the Nation to continue program delivery to its members is dependent on this funding.

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

13. DISTRIBUTIONS FROM ONTARIO FIRST NATIONS LIMITED PARTNERSHIP

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

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

14. FINANCIAL INSTRUMENTS

The Nation is exposed to various risks through its financial instruments. The following analysis provides information about the Nation's risk exposure and concentration as of March 31, 2016.

Credit Risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Nation is exposed to credit risk from members and customers. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The Nation has a significant number of members/customers which minimizes concentration of credit risk.

Interest Rate Risk

The Nation has fixed rate interest bearing credit facilities which are renewable before maturity, and accordingly, is subject to prevailing interest rate fluctuations at the time of renewal. The Nation does not use derivative instruments to reduce its exposure to interest rate risk.

Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Nation is exposed to this risk mainly in respect of its receipt of funds from its funders and other related sources, long-term debt, and accounts payable.

15. BUDGET FIGURES

Budget figures have not been presented as the information was not available from the management of certain consolidated entities.

16. COMPARATIVE FIGURES

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

CONSTANCE LAKE FIRST NATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)****YEAR ENDED MARCH 31, 2016****17. ACCUMULATED SURPLUS**

Accumulated surplus consists of restricted and unrestricted amounts and equity in tangible capital assets as follows:

	2016	2015
Unrestricted:		
Invested in tangible capital assets	\$ 10,866,231	\$ 11,929,634
Operating	7,066,079	261,812
Education	7,495,469	8,203,898
OFNLP - Equity	2,815,024	2,700,904
Investment in government business enterprises	129,336	129,336
Amounts repayable to funders	(48,826)	(48,826)
	28,323,313	23,176,758
Restricted:		
INAC - Trust Fund	220,821	220,821
Housing other	1,814,127	1,814,127
CMHC replacement reserve	664,636	534,613
	2,699,584	2,569,561
	\$ 31,022,897	\$ 25,746,319

CONSTANCE LAKE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEAR ENDED MARCH 31, 2016

18. SEGMENTED INFORMATION

Constance Lake First Nation is a diversified local government that provides a wide range of services to its members, including water, fire protection, roadworks, technical services, recreation, social services, health services, education, social housing and economic development among others. For management reporting purposes, the Nation's operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with specific regulations, requirements or limitations.

The Nation's services are provided by departments and their activities are recorded in these funds. Certain departments that have been disclosed in the segmented information, along with the services they provide, are as follows:

ADMINISTRATION

-Manages the administrative operations of the Nation, undertakes governance initiatives through the activities of Chief and Council and engages in other activities relating to reserve lands, membership matters and other governance initiatives. Those costs that relate directly to the administration of the various segments have been allocated to the appropriate segment.

ECONOMIC DEVELOPMENT

-Manages the development of economic opportunities for Nation entities and provides support to member entities.

EDUCATION

-Provides elementary and secondary education instructional services and financial support to post-secondary students.

HEALTH SERVICES

-Provides a variety of health care programs and support to Nation members.

SOCIAL HOUSING

-Provides housing to members under CMHC programs and reports on the respective revenue and expenditures.

COMMUNITY PROPERTY

-Manages Nation infrastructure programs including facilities operations and maintenance, capital projects, water and waste water plant operations and other related activities.

SOCIAL ASSISTANCE

-Administers the provision of social assistance to qualifying members.

PUBLIC WORKS AND FACILITIES

-Provides contract management services, heavy equipment operations, general labour services and other related activities.

For each reported segment, revenues and expenditures 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.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

CONSTANCE LAKE FIRST NATION**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)****YEAR ENDED MARCH 31, 2016****19. EXPENDITURES BY OBJECT**

	2016	2015
Administration and governance	\$ 456,826	\$ 357,645
Amortization	1,656,285	1,854,603
Utilities	275,862	284,665
Social assistance	964,979	1,043,835
Insurance	208,858	200,285
Other	290,099	412,742
Supplies	861,248	714,628
Operations and maintenance	1,732,379	1,342,878
Travel	551,349	508,530
Weekoban Inc. hauling expenses	1,392,841	1,501,664
Professional fees and services	1,541,447	781,608
Interest on long term debt	205,483	178,676
Program delivery	949,473	545,481
Subcontracts	373,836	400,018
Wages and employee benefits	5,446,378	5,062,256
Bad debts	362,453	93,326
	\$ 17,269,796	\$ 15,282,840

SCHEDULE A

**CONSTANCE LAKE FIRST NATION
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
YEAR ENDED MARCH 31, 2016**

General Capital Assets										
	Land Improvements	Building under construction	Buildings	Landfill	Housing	Furniture and Fixtures	Computer Hardware	Computer Software	Vehicles Heavy	Vehicles Trailers
Cost										
Opening cost	\$ 211,085	\$ -	\$ 2,996,852	\$ 906,436	\$ 20,167,759	\$ 48,879	\$ 271,407	\$ 25,237	\$ 189,406	\$ 19,153
Additions during the year	20,000	1,312,400	-	-	393,437	34,309	29,427	31,080	-	-
Closing cost	231,085	1,312,400	2,996,852	906,436	20,561,196	83,188	300,834	56,317	189,406	19,153
Accumulated Amortization										
Opening accum'd amortization	20,300	-	1,378,952	368,775	5,300,956	47,598	246,572	13,646	148,863	11,053
Amortization	5,575	-	77,927	45,322	716,524	8,812	14,361	19,483	12,281	1,350
Closing accum'd amortization	25,875	-	1,456,879	414,097	6,017,480	56,410	260,933	33,129	161,144	12,403
Net Book Value of Tangible Capital Assets	\$ 205,210	\$ 1,312,400	\$ 1,539,973	\$ 492,339	\$ 14,543,716	\$ 26,778	\$ 39,901	\$ 23,188	\$ 28,262	\$ 6,750

**CONSTANCE LAKE FIRST NATION
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS (CONT'D)
YEAR ENDED MARCH 31, 2016**

	General Capital Assets					Infrastructure		Totals	
	Vehicles	Street Lights	Educational Facilities	Equipment and other	Roads, Bridges and Infrastructure	Water and Sewer		2016	2015
Cost									
Opening cost	\$ 759,014	\$ 59,119	\$ 14,630,491	\$ 894,439	\$ 2,905,188	\$ 9,846,816	\$	\$ 53,931,281	\$ 52,674,056
Additions during the year	161,036	-	7,650	-	-	6,139,103		8,128,442	1,298,525
Disposals and write downs	-	-	(347,892)	(34,284)	-	-		(382,176)	(41,300)
Closing cost	920,050	59,119	14,290,249	860,155	2,905,188	15,985,919		61,677,547	53,931,281
Accumulated Amortization									
Opening accum'd amortization	626,429	31,780	5,904,004	736,178	1,519,059	4,503,930		20,858,095	18,995,787
Amortization	57,322	1,478	216,727	17,474	58,103	403,546		1,656,285	1,862,308
Closing accum'd amortization	683,751	33,258	6,120,731	753,652	1,577,162	4,907,476		22,514,380	20,858,095
Net Book Value of Tangible Capital Assets	\$ 236,299	\$ 25,861	\$ 8,169,518	\$ 106,503	\$ 1,328,026	\$ 11,078,443	\$	\$ 39,163,167	\$ 33,073,186

CONSTANCE LAKE FIRST NATION

SCHEDULE B

CONSOLIDATED SCHEDULE OF SEGMENTED DISCLOSURE

YEARS ENDED MARCH 31, 2016

	Administration		Health Services		Education	
	2016	2015	2016	2015	2016	2015
REVENUES						
Indigenous and Northern Affairs Canada	\$ 515,424	\$ 559,596	\$ -	\$ -	\$ 2,825,374	\$ 2,877,544
Canada Mortgage and Housing Corporation	-	-	-	-	-	-
Weekoban Inc. hauling revenues	-	-	-	-	-	-
Health Canada	-	-	1,420,460	1,100,312	-	-
Ontario First Nations Limited Partnership	-	-	-	-	65,777	170,505
Rental Income	-	28	1,200	150	3,960	6,135
Province of Ontario	-	-	-	-	409,334	339,686
Equity in income (loss) of business enterprises	-	-	-	-	-	-
Other Income	315,760	407,573	198,372	263,086	616,123	511,997
Deferred revenue - beginning of year	831,184	967,197	1,620,032	1,363,548	3,920,568	3,905,867
Deferred revenue - end of year	-	-	-	2,000	363,383	6,327
	(145,704)	-	-	-	(128,000)	(363,383)
Total Revenues	685,480	967,197	1,620,032	1,365,548	4,155,951	3,548,811
EXPENDITURES						
Administration	(255,593)	(249,383)	86,503	77,251	278,224	203,268
Utilities	7,400	8,873	15,050	15,165	-	-
Social assistance	-	-	-	-	-	-
Insurance	16,599	8,806	8,293	13,526	51,733	51,756
Other	65,594	93,771	43,945	57,031	-	-
Supplies	43,085	2,089	184,270	188,970	-	46,735
Operations and maintenance	32,561	31,242	208,730	66,838	489,108	543,128
Travel	89,394	70,134	58,165	47,039	159,178	120,141
Weekoban Inc. hauling expenses	-	-	-	-	-	-
Professional fees and services	263,765	238,518	11,690	10,811	206,538	155,232
Interest on long term debt	-	-	-	-	-	-
Program delivery	-	-	-	-	968,857	635,865
Subcontracts	68,901	115,971	96,659	60,913	-	-
Wages and employee benefits	742,890	700,008	884,927	893,421	2,091,697	1,832,239
Bad debts	-	-	16,685	13,258	5,692	7,859
Capital adjustments:	1,074,596	1,020,029	1,614,917	1,444,223	4,251,027	3,596,223
Amortization	2,778	4,117	32,477	32,477	252,614	751,401
Investment in tangible capital assets	(761)	-	(90,704)	-	(19,738)	(90,384)
Total expenditures (recoveries)	1,076,613	1,024,146	1,556,690	1,476,700	4,483,903	4,257,240
Surplus (deficit) before transfers	(391,133)	(56,949)	63,342	(111,152)	(327,952)	(708,429)
Transfers between programs	(265,000)	(290,000)	-	-	-	-
Surplus (deficit)	\$ (126,133)	\$ 233,051	\$ 63,342	\$ (111,152)	\$ (327,952)	\$ (708,429)

CONSTANCE LAKE FIRST NATION

SCHEDULE B

CONSOLIDATED SCHEDULE OF SEGMENTED DISCLOSURE

YEARS ENDED MARCH 31, 2016

	Social Assistance		Public Works and Facilities		Employment and Economic Development	
	2016	2015	2016	2015	2016	2015
REVENUES						
Indigenous and Northern Affairs Canada	\$ 319,883	\$ 279,874	\$ 669,005	\$ 675,565	\$ 682,641	\$ 164,975
Canada Mortgage and Housing Corporation	-	-	94,510	23,500	-	-
Weekoban Inc. hauling revenues	-	-	-	-	1,355,461	1,717,170
Health Canada	-	-	60,500	6,518	-	-
Ontario First Nations Limited Partnership	-	-	-	-	-	-
Rental Income	-	-	141,511	112,735	40,045	420
Province of Ontario	1,302,951	1,397,682	124,762	641,602	434,628	690,761
Equity in income (loss) of business enterprises	-	-	-	-	(51,702)	88,524
Other Income	7,322	84	122,522	69,654	2,166,094	1,678,988
	1,630,156	1,677,640	1,212,810	1,529,574	4,627,167	4,340,838
Deferred revenue - beginning of year	-	-	-	74,364	915,611	625,045
Deferred revenue - end of year	-	-	(60,823)	(458,613)	(1,011,686)	(915,611)
Total Revenues	1,630,156	1,677,640	1,151,987	1,145,325	4,531,092	4,050,272
EXPENDITURES						
Administration	75,897	89,605	45,111	36,802	145,287	121,917
Utilities	-	-	133,378	130,847	80,747	90,403
Social assistance	999,288	1,043,835	-	-	-	-
Insurance	-	-	19,356	23,826	20,430	21,362
Other	20,038	36,573	19,764	29,357	140,758	196,010
Supplies	67,158	70,439	207,085	159,232	247,215	175,176
Operations and maintenance	39,826	46,469	448,439	392,311	341,071	68,160
Travel	47,443	63,066	50,485	24,416	146,636	183,634
Weekoban Inc. hauling expenses	-	-	-	-	1,392,841	1,501,664
Professional fees and services	11,209	22,755	58,946	28,236	530,102	353,015
Interest on long term debt	-	-	-	-	-	-
Program delivery	-	-	-	-	354	-
Subcontracts	2,865	100	67,917	31,073	144,646	66,676
Wages and employee benefits	379,437	493,428	371,487	329,098	962,882	801,538
Bad debts	35,646	-	107,707	(21,033)	11,017	127,939
	1,678,807	1,866,270	1,529,675	1,164,165	4,163,986	3,707,494
Capital adjustments:						
Amortization	-	-	374,472	359,365	89,716	12,282
Investment in tangible capital assets	(34,309)	-	(159,234)	(30,926)	(36,731)	(1)
Total expenditures (recoveries)	1,644,498	1,866,270	1,744,913	1,492,604	4,216,971	3,719,775
Surplus (deficit) before transfers	(14,342)	(188,630)	(592,926)	(347,279)	314,121	330,497
Transfers between programs	2,000	-	(120,000)	(50,000)	(300,852)	(615,274)
Surplus (deficit)	\$ (16,342)	\$ (188,630)	\$ (472,926)	\$ (297,279)	\$ 614,973	\$ 945,771

CONSTANCE LAKE FIRST NATION

SCHEDULE B

CONSOLIDATED SCHEDULE OF SEGMENTED DISCLOSURE

YEARS ENDED MARCH 31, 2016

	Social Housing - Operating			Community Property			Total
	2016	2015		2016	2015		
REVENUES							
Indigenous and Northern Affairs Canada	\$ -	\$ -	\$ -	\$ 5,502,047	\$ 769,716	\$ 10,514,374	\$ 5,327,270
Canada Mortgage and Housing Corporation	830,365	809,190	-	-	-	924,875	832,690
Weekoban Inc. hauling revenues	-	-	-	-	-	1,355,461	1,717,170
Health Canada	-	-	-	-	-	1,480,960	1,106,830
Ontario First Nations Limited Partnership	-	-	-	795,646	684,426	861,423	854,931
Rental Income	672,241	630,965	-	-	-	858,957	750,433
Province of Ontario	-	-	-	-	-	2,271,675	3,069,731
Equity in income (loss) of business enterprises	-	-	-	-	-	(51,702)	88,524
Other Income	-	-	-	6	-	3,426,199	2,931,382
	1,502,606	1,440,155		6,297,699	1,454,142	21,642,222	16,678,961
Deferred revenue - beginning of year	-	-	-	971,371	-	2,250,365	707,736
Deferred revenue - end of year	-	-	-	-	(512,758)	(1,346,213)	(2,250,365)
Total Revenues	1,502,606	1,440,155		7,269,070	941,384	22,546,374	15,136,332
EXPENDITURES							
Administration	78,547	78,185		2,850	-	456,826	357,645
Utilities	39,287	39,377		-	-	275,862	284,665
Social assistance	-	-		-	-	999,288	1,043,835
Insurance	92,447	76,599		-	4,410	208,858	200,285
Other	-	-		-	-	290,099	412,742
Supplies	35,101	22,323		184,769	49,665	968,683	714,629
Operations and maintenance	113,835	342,937		6,417,453	29,315	8,091,023	1,520,400
Travel	-	100		48	-	551,349	508,530
Weekoban Inc. hauling expenses	-	-		-	-	1,392,841	1,501,664
Professional fees and services	-	-		473,462	(2,359)	1,555,712	806,208
Interest on long term debt	205,483	178,676		-	-	205,483	178,676
Program delivery	-	-		-	-	969,211	635,865
Subcontracts	4,695	8,830		1,421,173	875,878	1,806,856	1,159,441
Wages and employee benefits	13,058	12,524		-	-	5,446,378	5,062,256
Bad debts	185,706	(34,697)		-	-	362,453	93,326
	768,159	724,854		8,499,755	956,909	23,580,922	14,480,167
Capital adjustments:							
Amortization	714,529	659,240		189,699	35,721	1,656,285	1,854,603
Investment in tangible capital assets	-	(177,522)		(7,625,934)	(753,097)	(7,967,411)	(1,051,930)
Total expenditures (recoveries)	1,482,688	1,206,572		1,063,520	239,533	17,269,796	15,282,840
Surplus (deficit) before transfers	19,918	233,583		6,205,550	701,851	5,276,578	(146,508)
Transfers between programs	-	-		683,852	955,274	-	-
Surplus (deficit)	\$ 19,918	\$ 233,583		\$ 5,521,698	\$ (253,423)	\$ 5,276,578	\$ (146,508)