

Fort William First Nation
Consolidated Financial Statements
For the year ended March 31, 2016

	Contents
Independent Auditor's Report	2
Management's Statement of Responsibility for Financial Reporting	4
Consolidated Financial Statements	
Consolidated Statement of Financial Position	5
Consolidated Statement of Operations and Surplus	6
Consolidated Statement of Changes in Net Financial Assets	7
Consolidated Statement of Cash Flows	8
Notes to Consolidated Financial Statements	9

Independent Auditor's Report

To the Members Fort William First Nation

We have audited the accompanying financial statements of Fort William First Nation, which comprise the consolidated statement of financial position as at March 31, 2016, and the consolidated statements of operations and surplus, consolidated change in net financial assets 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian generally accepted accounting principles, 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 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 consolidated financial statements.

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

Independent Auditor's Report (cont'd)

Basis for Qualified Opinion

The Summary of Significant Accounting Policies describes the capital asset policy with respect to the First Nation's capital assets. For fiscal years commencing on or after January 1, 2009, Section 3150, Tangible Capital Assets, of the Public Sector Accounting Board Handbook requires that capital assets be capitalized and amortized over their estimated useful lives. The First Nation has not fully adopted these recommendations. Although the First Nation has recognized certain tangible capital assets and amortization as of the date of consolidated financial statement preparation, the First Nation has not gathered the necessary information to be in a position to recognize and disclose a complete inventory of any of its major classes of tangible capital assets. As a result, we have been unable to obtain sufficient audit evidence to form an opinion with respect to the possible amount of such assets.

As more fully described in Note 15 to the consolidated financial statements, management has excluded the current year and prior years' property tax liabilities in the accompanying consolidated financial statements. Failure to include the taxes as a current liability is not in accordance with Canadian generally accepted accounting principles. Had the liabilities been recorded the consolidated excess of revenue over expenditures for the year would have been increased by \$1,103,225, capital assets would have been increased by \$1,188,553, accounts payable would have been increased by \$5,488,587, disputed property taxes receivable would have been decreased by \$8,889,262 and the consolidated accumulated surplus would have been decreased by \$14,377,849.

In addition, the First Nation has not included disclosure of budget information as required by Canadian generally accepted accounting principles because consolidated budgets were not prepared.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraphs, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of Fort William First Nation as at March 31, 2016 and the consolidated results of operations and surplus, consolidated change in net financial assets and consolidated statement of cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

Thunder Bay, Ontario
March 14, 2017

Fort William First Nation Management's Statement of Responsibility for Financial Reporting

March 31, 2016

The accompanying consolidated financial statements of Fort William First Nation and all the information in this annual report are the responsibility of management and have been approved by the Chief and Council.

These consolidated financial statements have been prepared by management in accordance with generally accepted accounting principles for governments in Canada. Management is responsible 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.

The Chief and Council are 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 consolidated financial statements have been audited by BDO Canada LLP in accordance with Canadian generally accepted auditing standards on behalf of the members. BDO Canada LLP have access to financial management of Fort William First Nation and meet when required.



Chief



Chief Executive Officer

Fort William First Nation Consolidated Statement of Financial Position

March 31 2016 2015

Financial assets

Cash (Note 3)	\$ 4,742,703	\$ 3,286,411
Investments (Note 4)	7,540,701	5,016,079
Deposits	8,000	8,000
Accounts receivable (Note 5)	2,035,497	2,100,658
Due from Band members (Note 5)	766,597	557,457
Due from government and other government organizations (Note 6)	2,089,841	9,363,006
Trust funds held by federal government (Note 7)	1,900,105	823,899
Inventory	521,430	682,811
	19,604,874	21,838,321

Liabilities

Accounts payable and accruals (Note 8)	6,684,913	6,877,472
Due to government and other government organizations (Note 9)	794,122	258,019
Tenant deposits	10,363	12,035
Deferred revenue (Note 10)	469,251	680,187
Long term debt (Note 11)	5,020,122	3,858,957
Amounts held in trust for minors (Note 12)	3,627,024	3,964,015
	16,605,795	15,650,685

Net financial assets

2,999,079 6,187,636

Non-financial assets

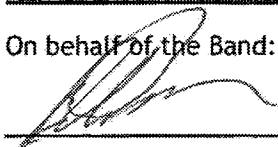
Prepaid expenses	51,431	54,184
Prepaid youth Boundary claim	748,145	728,065
Land claim costs	2,227,654	2,202,485
Capital assets (Note 13)	30,126,466	29,713,125
Community and youth trust accounts (Note 4 and 12)	96,730,996	93,366,574
Investments in and advances to corporations (Note 14)	1,225,332	1,581,588
Disputed property taxes receivable (Note 15)	8,889,262	8,766,395

139,999,286 136,412,416

Accumulated surplus (Note 16)

\$ 142,998,365 \$ 142,600,052

On behalf of the Band:



Chief



Councillor

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

Fort William First Nation Consolidated Statement of Operations and Surplus

For the year ended March 31	2016	2015
Revenue		
Indigenous and Northern Affairs Canada (Note 17)	\$ 6,245,535	\$ 6,478,756
Indigenous and Northern Affairs Canada - Specific		
Claims Settlement	1,337,849	5,846,582
Canada Mortgage and Housing Corporation Subsidy (Note 17)	55,375	56,358
Health Canada (Note 17)	440,893	431,114
Ministry of Community and Social Services (Note 17)	2,147,216	2,042,247
Ministry of Health (Note 17)	116,424	-
Ministry of Transportation (Note 17)	32,997	32,997
Other revenue	8,766,557	12,230,589
Investment income	8,099,439	11,117,143
Lottery Fund revenue	1,024,632	1,011,937
	<u>28,266,917</u>	<u>39,247,723</u>
Expenses		
Administration	2,258,646	1,647,563
Public Works	2,243,191	4,172,088
Education	4,516,659	4,337,534
Social Services and Health	3,644,623	3,371,900
Development and Employment	403,226	547,461
New Relationship Fund	35,634	79,082
Region (Note 20)	5,345,844	8,133,713
Band Operations	2,123,787	1,497,951
Gaming Activities	4,307,612	4,587,674
Housing Operations	599,983	669,355
Rental Operations	778,121	845,060
Lottery Fund	1,589,750	1,194,493
Specific Claim Trust Fund	21,528	20,569
	<u>27,868,604</u>	<u>31,104,443</u>
Surplus for the year	398,313	8,143,280
Accumulated surplus, beginning of year, as previously stated	142,845,552	134,456,772
Prior period adjustment (Note 24)	<u>(245,500)</u>	-
Accumulated surplus, beginning of year restated	<u>142,600,052</u>	<u>134,456,772</u>
Accumulated surplus, end of year	<u>\$ 142,998,365</u>	<u>\$ 142,600,052</u>

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

Fort William First Nation Consolidated Statement of Change in Net Financial Assets

For the year ended March 31	2016	2015
Annual surplus	\$ 398,313	\$ 8,143,280
Acquisition of tangible capital assets	(3,427,311)	(4,819,259)
Amortization of tangible capital assets	2,868,078	2,841,281
Loss on disposal of tangible capital assets	51,792	2,869
Proceeds on sale of tangible capital assets	94,100	-
	<u>(15,028)</u>	<u>6,168,171</u>
Change in disputed property tax receivable	(122,867)	(113,329)
Change in prepaid expenses	2,753	140,847
Change in land claim costs	(25,169)	(79,917)
Change in prepaid youth Boundary claim	(20,080)	-
Change in community and youth trust accounts	(3,364,422)	(612,118)
Change in investments in and advances to corporations	356,256	(81,446)
	<u>(3,173,529)</u>	<u>(745,963)</u>
Net change in net financial assets	(3,188,557)	5,422,208
Net financial assets, beginning of year	<u>6,187,636</u>	<u>765,428</u>
Net financial assets, end of year	<u>\$ 2,999,079</u>	<u>\$ 6,187,636</u>

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

Fort William First Nation Consolidated Statement of Cash Flows

For the year ended March 31	2016	2015
Cash flows from operating activities		
Surplus for the year	\$ 398,313	\$ 8,143,280
Adjustment for capital and investment transactions included in operations		
Amortization	2,868,078	2,841,281
Loss on sale of assets	51,792	2,869
Increase in non-cash working capital components (Note 18)	2,478,521	(7,345,731)
	<u>5,796,704</u>	<u>3,641,699</u>
Cash provided by (used in) financing activities		
Repayment of long-term debt	(1,255,628)	(205,338)
Advances of long-term debt	2,416,793	1,270,105
Repayments (advances) to related parties	356,256	(81,446)
	<u>1,517,421</u>	<u>983,321</u>
Cash provided by (used in) investment activities		
Proceeds on disposition of assets	94,100	-
Purchase of capital assets (net)	(3,427,311)	(4,819,259)
	<u>(3,333,211)</u>	<u>(4,819,259)</u>
Net cash increase during the year	<u>3,980,914</u>	<u>(194,239)</u>
Cash, beginning of year	<u>8,302,490</u>	<u>8,496,729</u>
Cash and cash equivalents, end of year	<u>\$ 12,283,404</u>	<u>\$ 8,302,490</u>
Represented by		
Cash	\$ 4,742,703	\$ 3,286,411
Investments	7,540,701	5,016,079
	<u>\$ 12,283,404</u>	<u>\$ 8,302,490</u>

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

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

1. Significant Accounting Policies

Basis of Financial Statements These consolidated financial statements have been prepared in accordance with generally accepted accounting principles for local government entities, as defined in the CPA Public Sector Accounting and Auditing Handbook, and include all organizations, operations and activities that are:

- a) accountable for the administration of their financial affairs and resources directly to the First Nation, or
- b) are owned or controlled by the First Nation.

Reporting Entity The consolidated financial statements reflect the assets, liabilities, revenues, expenses and accumulated surplus of the reporting entity. The reporting entity is comprised of all organizations which are owned or controlled by the First Nation. These financial statements include:

- Fort William First Nation Boundary Claim Trust
- Fort William First Nation Specific Claim Housing Trust
- Fort William First Nation Consulting Inc.
- Fort William First Nation Construction Corporation
- Fort William First Nation Development Corporation
- Fort William First Nation Energy Corporation
- Fort William First Nation Land Development Trust
- Anemki Mountain Business Trust
- 1453183 Ontario Ltd.
- 1401354 Ontario Ltd
- 1526045 Ontario Ltd.

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

1. Significant Accounting Policies (cont'd)

Cash and Cash Equivalents Cash and cash equivalents consist of cash on hand, bank balances and bank overdrafts with maturities of three months or less.

Inventories Raw materials inventories are stated at the lower of cost and net realizable value. Cost is determined on the weighted average cost method.

Tangible Capital Assets Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a declining balance basis commencing once the asset is available for productive use as follows:

First Nation housing	-	3.5%
Infrastructure	-	5%
Buildings	-	5%
Automotive	-	10%
Fire and general equipment	-	10%
Other equipment	-	20%
Assets under capital lease obligation	-	10%

Amortization for assets supported by long term debt is at a rate equivalent to the long term debt principal repayment.

In the year of acquisition 50% of the normal amortization is recorded.

Long Term Investments The First Nation records its long term investments in the following manner:

Investments fully controlled by the First Nation are consolidated.

Investments in Government Business Enterprises are recorded using the modified equity method.

All other long term investments are recorded at the lower of cost and net realizable value.

Fort William First Nation

Notes to Consolidated Financial Statements

March 31, 2016

1. Significant Accounting Policies (cont'd)

Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable. Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled. Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose. Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Replacement Reserves

Under the terms of agreements with Canada Mortgage and Housing Corporation, the Replacement Reserve for housing is to be credited in varying amounts annually until it accumulates to a maximum amount plus accumulated interest. These funds along with accumulated interest, must be held in separate bank accounts and may only be used as approved by Canada Mortgage and Housing Corporation.

Use of Estimates

The preparation of consolidated financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period. Actual results could differ from management's best estimates as additional information becomes available in the future.

Fund Accounting

The First Nation records accounting transactions using the fund accounting method generally in use for non-profit organizations. A fund is determined for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The various funds have been amalgamated for the purpose of presentation in the consolidated financial statements.

Fort William First Nation

Notes to Consolidated Financial Statements

March 31, 2016

2. Change in Accounting Policy

Effective April 1, 2015, the First Nation adopted new Public Sector Accounting Handbook Standard, PS 3260 Liability for Contaminated Sites. The standard requires that a liability for contaminated sites be recognized on properties not in productive use when all of the following criteria have been met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) the entity is directly responsible or accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

The First Nation has evaluated all of its properties and has determined that there are no properties that meet the above criteria and therefore no liability has been accrued. This change in accounting policy has been applied retroactively without restatement of prior periods.

3. Cash

	2016	2015
Restricted cash		
Youth funds in trust	\$ 2,197,698	\$ 596,457
Boundary claim trust	60,165	80,932
Specific housing trust	34,376	67,967
Low rental trust	60,609	60,629
Dilico reserve	342,181	347,951
Other restricted cash	88,126	101,048
Unrestricted cash	1,959,548	2,031,427
	<u>\$ 4,742,703</u>	<u>\$ 3,286,411</u>

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

4. Investments

	2016	2015
a) Investments held in Account #2802196 are as follows:		
Fixed Income Securities:		
Bond Funds (1,413,000 Units)	<u>\$ 18,484,866</u>	<u>\$ 14,671,714</u>
b) Investments held in Account #2802197 are as follows:		
Cash Equivalents:		
Treasury Bills		
(2,940,000 Units, maturing		
between Jan 14, 2016 - Mar 24, 2016)	2,936,557	2,773,581
Fixed Income Securities:		
Bond Funds (803,466 Units)	9,898,705	8,393,356
Equity Securities:		
Foreign Preferred Stock (1,300,869 Units)	143,160	293,139
Canadian Common Stocks (271,903 Units)	8,740,004	9,345,188
Foreign Common Stocks (336,210 Units)	<u>19,893,804</u>	<u>18,964,441</u>
	<u>41,612,230</u>	<u>39,769,705</u>
c) Investments held in Account #2802198 are as follows:		
Cash Equivalents:		
Treasury Bills		
(1,788,000 Units, Maturing May 19, 2016)	1,784,408	3,699,642
Fixed Income Securities:		
Canada Bonds		
(3,356,000 Units, 0.25% - 3.5%, Maturing		
between August 1, 20196 - December 1, 2045)	3,595,593	4,462,008
Provincial Bonds		
(335,000 Units, 4.6%, Maturing January 26, 2022)	379,371	-
Municipal Bonds		
(120,000 Units, 3.75%, Maturing		
September 26, 2023)	132,713	-
Corporate Bonds		
(5,309,000 Units, 2.1% - 5.96%, Maturing		
between Nov 21, 2016 - June 24, 2025)	5,734,217	4,863,548
Foreign Corporate Bonds		
(80,000 Units, 3%, Maturing		
June 17, 2021)	82,572	103,222
Equity Securities:		
Canadian Common Stocks (420,057 Units)	9,783,484	9,092,255
Foreign Common Stocks (203,621 Units)	<u>18,990,976</u>	<u>17,950,536</u>
	<u>40,483,334</u>	<u>40,171,211</u>
Interest Bearing accountings, Specific Housing Trust	3,594,763	3,674,195
Other	<u>96,504</u>	<u>95,828</u>
	<u>\$ 104,271,697</u>	<u>\$ 98,382,653</u>

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

4. Investments (cont'd)

The investments listed above are included on the statement of financial position as follows:

	<u>2016</u>	<u>2015</u>
Investments	\$ 7,540,701	\$ 5,016,079
Community and youth trust accounts	<u>96,730,996</u>	<u>93,366,574</u>
	<u>\$ 104,271,697</u>	<u>\$ 98,382,653</u>

The investments arise from the consolidation of the Fort William First Nation Boundary Claim and Specific Claim Housing Trusts fully controlled by the First Nation as follows:

	<u>2016</u>	<u>2015</u>
Investments		
Fort William Boundary Claim Trust	\$ 7,444,197	\$ 4,920,251
Other	<u>96,504</u>	<u>95,828</u>
	<u>\$ 7,540,701</u>	<u>\$ 5,016,079</u>
 Investments Held In Trust for the Community and Youth	 <u>\$ 96,730,996</u>	 <u>\$ 93,366,574</u>

5. Accounts Receivables

	<u>2016</u>	<u>2015</u>
Due from members		
Rents receivable	\$ 97,469	\$ 49,549
Other receivables	<u>669,128</u>	<u>507,908</u>
	<u>\$ 766,597</u>	<u>\$ 557,457</u>
 Due from other		
Other receivables	\$ 3,459,046	\$ 3,246,043
Allowance for doubtful accounts	<u>(1,423,549)</u>	<u>(1,145,385)</u>
	<u>\$ 2,035,497</u>	<u>\$ 2,100,658</u>

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

6. Due from Government and Other Government Organizations

	2016	2015
Government of Canada		
Indigenous and Northern Affairs Canada	\$ 356,486	\$ 7,835,025
Health Canada	117,378	-
Canada Mortgage and Housing Corporation	1,560	1,659
Province of Ontario		
Ministry of Energy	101,722	101,722
Ministry of Health	10,127	10,127
Ministry of Community and Social Services	68,952	29,840
Ministry of Transportation	121,269	104,770
Other		
Union of Ontario Indians	458,371	283,358
City of Thunder Bay	795,063	1,071,187
Dilico Ojibway Child and Family Services	293,658	-
	2,324,586	9,437,688
Allowance for doubtful accounts	(234,745)	(74,682)
	<u>\$ 2,089,841</u>	<u>\$ 9,363,006</u>

7. Trust Funds Held by Federal Government

	March 31, 2015	Additions 2016	Withdrawals 2016	March 31, 2016
Revenue	\$ 436,533	\$ 1,076,206	\$ -	\$ 1,512,739
Capital	387,366	-	-	387,366
	<u>\$ 823,899</u>	<u>\$ 1,076,206</u>	<u>\$ -</u>	<u>\$ 1,900,105</u>

The trust funds 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.

Fort William First Nation

Notes to Consolidated Financial Statements

March 31, 2016

8. Accounts Payable and Accruals

	2016	2015
Trade payables	\$ 3,943,318	\$ 4,325,558
Due to minors	2,741,595	2,551,914
Total accounts payable and accruals	<u>\$ 6,684,913</u>	<u>\$ 6,877,472</u>

9. Due to Government and Other Government Organizations

	2016	2015
Federal government		
Receiver general	\$ 316,400	\$ 168,238
Repayable to funders	365,287	28,214
Provincial government		
Repayable to funders	112,435	61,567
	<u>\$ 794,122</u>	<u>\$ 258,019</u>

10. Deferred Revenue

	2016	2015
Indigenous and Northern Affairs Canada		
Education	\$ 20,366	\$ 329,427
Land Claims Settlement	37,202	37,202
Social Services	105,444	-
Dilico Ojibway Child and Family Services	33,333	33,333
Union of Ontario Indians	221,184	124,635
Canadian Heritage	6,675	6,675
Ministry of Community and Social Services	-	105,142
Ministry of Health	6,640	6,640
Hydro One	37,133	37,133
Other	1,274	-
	<u>\$ 469,251</u>	<u>\$ 680,187</u>

Fort William First Nation

Notes to Consolidated Financial Statements

March 31, 2016

11. Long Term Debt

	2016	2015
Non-Profit Housing Program #1		
Canada Mortgage and Housing Corporation loan, repayable at \$3,424 per month including interest at 3.015%, secured by land and buildings and guaranteed by Indigenous and Northern Affairs Canada, due June 2017	\$ 50,479	\$ 89,421
Non-Profit Housing Program - Lynx Court		
Canada Mortgage and Housing Corporation loan, repayable at \$3,818 per month including interest at 1.39%, secured by land and buildings and guaranteed by Indigenous and Northern Affairs Canada, due August 2037	847,137	880,982
Land Claims		
Indigenous and Northern Affairs Canada loan, due on settlement of outstanding land claims against the Government of Canada (unless otherwise stated in the claim settlement agreement)	289,074	289,074
Indigenous and Northern Affairs Canada loan, due on settlement of outstanding land claims against the Government of Canada (unless otherwise stated in the claim settlement agreement)	33,332	33,332
Indigenous and Northern Affairs Canada loan, due on settlement of outstanding land claims against the Government of Canada (unless otherwise stated in the claim settlement agreement)	82,185	82,185
Indigenous and Northern Affairs Canada loan, due on settlement of outstanding land claims against the Government of Canada (unless otherwise stated in the claim settlement agreement)	497,986	497,986
Ontario Native Affairs loan, due on settlement of outstanding land claims against the Province of Ontario (unless otherwise stated in the claim settlement agreement)	114,602	114,602
	\$ 1,914,795	\$ 1,987,582

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

11. Long Term Debt (cont'd)

	2016	2015
Balance Forward	\$ 1,914,795	\$ 1,987,582
Indigenous and Northern Affairs Canada loan, due on settlement of outstanding land claims against the Government of Canada (unless otherwise stated in the claim settlement agreement)	36,620	36,620
Indigenous and Northern Affairs Canada loan, due on settlement of outstanding land claims against the Government of Canada (unless otherwise stated in the claim settlement agreement)	87,119	87,119
Indigenous and Northern Affairs Canada loan, due on settlement of outstanding land claims against the Government of Canada (unless otherwise stated in the claim settlement agreement)	316,516	316,516
Endowments		
RBC Royal Bank equipment lease, repayable at \$5,109 per month including interest at 4.57%, secured by John Deere Loader, due December 2017	99,160	154,558
Copier lease repayable at \$139 per month including interest at 3.54%	4,994	6,457
Copier lease repayable at \$149 per month including interest at 6.25%	7,451	-
RBC - 21 Lot Subdivision, repayable at \$88,375 per month including interest at 2.70%, due April 2016	1,542,518	996,097
RBC - Mission Road Project, repayable at \$81,210 per month including interest at 2.70%, due April 2016	1,010,949	274,008
	\$ 5,020,122	\$ 3,858,957

Of the remaining long term debt, principal payments due in the next five years and thereafter are as follows:

Year	Amount
2017	\$ 2,688,947
2018	89,070
2019	38,684
2020	37,367
2021	37,682
Thereafter	2,128,372
	\$ 5,020,122

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

12. Youth Trust Accounts

As part of the Specific Claim Housing Trust, Loch Lomond and Neebing agreements, all members of Fort William First Nation on the voting day for each respective claim were entitled to receive one time "per capita" payments. All members alive but under the age of 18 on the voting day for each respective claim are not entitled to receive this payment until they reach the age of 18. The Trust has established individual interest-bearing trust bank accounts with the RBC Royal Bank for each member under 18. Once members reach the age of 18, they are entitled to receive the "per capita" payments plus interest that has accrued in their trust bank accounts. During the year, as part of a distribution of the Boundary Claim income allocation, the First Nation issued a one time "per capita" payment to all members. For those members under the age of 18, this one time payment was deposited into the pre-existing individual interest bearing trust accounts with the Royal Bank of Canada.

As part of the Boundary Claim Settlement Trust there was a one time "per capita" distribution to members of \$25,000. For those members who were under the age of 18 at the date of the distribution, these monies are held by the Fort William First Nation Boundary Claim Settlement Trust until such time as the member reaches the age of 18. These monies will be distributed to the members as they achieve the age of 18 at the principal amount plus interest calculated at the bank rate plus one percent. These amounts owing to members under the age of 18 are not included in the Youth Trust Account balance above.

13. Capital Assets

	2016		2015	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
First Nation housing	\$ 6,146,811	\$ 3,311,437	\$ 4,563,701	\$ 3,169,894
Infrastructure	18,828,600	11,753,115	15,067,332	10,979,591
Buildings	38,288,214	25,922,508	37,403,891	24,299,442
Automotive, fire and general equipment	4,990,373	3,003,404	4,786,885	2,760,655
Other equipment	560,439	494,953	505,159	456,389
Vacant land	2,377,076	-	2,377,076	-
Construction in progress - Capital projects	3,420,370	-	6,675,052	-
	\$74,611,883	\$44,485,417	\$ 71,379,096	\$ 41,665,971
Net book value		\$30,126,466		\$ 29,713,125

Construction in progress are projects which are carried at cost until completion at which time the projects are capitalized. Cost includes all direct costs relating to these projects, as well as interest on debt and overhead costs that can be clearly identified as relating to these projects.

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

14. Investments in and Advances to Corporations

Advances outstanding at year end are non-interest bearing, unsecured with no specific terms of repayment unless otherwise noted.

	2016	2015
Current		
Due to FWFN Development Corp.	\$ 69,275	\$ 69,275
Due from 1453183 Ontario Ltd.	15,849	15,849
Due to FWFN Energy Corp.	(100)	(100)
	<u>85,024</u>	<u>85,024</u>
Long-term		
Due from Anemki Mountain Business Trust	928,833	1,285,089
Due from FWFN Land Development Trust	210,475	210,475
	<u>1,139,308</u>	<u>1,495,564</u>
Shares		
Shares in various corporations	1,000	1,000
	<u>1,140,308</u>	<u>1,496,564</u>
Total investments in and advances to corporations	<u>\$ 1,225,332</u>	<u>\$ 1,581,588</u>

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

15. Contingent Liabilities

In 1999 the Corporation of the City of Thunder Bay returned approximately 1,100 acres of land that had previously been expropriated in 1905 to Fort William First Nation. Since that time, the City of Thunder Bay has been assessing municipal property taxes on the returned lands. As of March 31, 2016, property taxes owing to the Corporation of the City of Thunder Bay, including interest and penalties, amounted to \$5,488,587 (2015 - \$4,385,362). This amount continues to increase with all subsequent tax assessments, as well as, with interest and penalties accruing monthly.

The First Nation is disputing the taxes charged, as management does not believe the lands have ever left reserve status, and as such, are not subject to municipal taxation.

In 2004, the First Nation applied for an interlocutory injunction to restrain the City of Thunder Bay from collecting unpaid taxes until such time as a decision is rendered regarding the status of the lands; however the court ruled against the injunction.

Had the above mentioned liabilities been recorded, the balances in these consolidated financial statements would have changed as follows:

Consolidated statement of operations

Excess of revenue over expenditures for the year	\$ 398,313
Adjustment for property taxes not recorded	<u>(1,103,225)</u>
Adjusted excess of revenue over expenditures for the year	<u>\$ (704,912)</u>

Consolidated statement of financial position

Capital assets reported	\$ 30,126,466
Addition for property taxes on vacant land	<u>1,188,553</u>
Adjusted capital asset balance	<u>\$ 31,315,019</u>
Accounts payable and accruals as reported	\$ 6,684,913
Property taxes, including penalties and interest, not recorded	<u>5,488,587</u>
Adjusted accounts payable and accruals balance	<u>\$ 12,173,500</u>
Disputed property taxes receivable as reported	\$ 8,889,262
Tenants' payments applied against payable in excess of payable recorded	<u>(8,889,262)</u>
Adjusted disputed property taxes receivable balance	<u>\$ -</u>

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

16. Accumulated Surplus

The First Nation segregates its accumulated surplus in the following categories:

	2016	2015
Fund balances		
Unrestricted		
Fund balance - General (Note 19)	\$ 43,316,078	\$ 45,632,463
Internally restricted		
Boundary Claim Settlement Trust	96,730,996	94,094,639
Fund balance - Enterprise	(127,977)	(127,977)
- Economic Development Reserve	301,023	301,023
Externally restricted		
Equity Revenue Trust	1,060,608	436,533
Equity Capital Trust	387,366	387,366
Equity Specific Claim Housing Trust	23,006	44,534
Replacement Reserve - CMHC	96,274	95,707
- Dilico	457,003	416,658
Fund balance - Lottery Reserve	750,488	1,315,606
Equity in long term investment	3,500	3,500
Accumulated Surplus	\$ 142,998,365	\$ 142,600,052

17. Government Transfers

	Operating	Capital	2016 Total	Operating	Capital	2015 Total
Federal						
INAC	\$ 6,245,535	\$ -	\$ 6,245,535	\$ 6,478,756	\$ -	\$ 6,478,756
CMHC	55,375	-	55,375	56,358	-	56,358
Health Canada	440,893	-	440,893	431,114	-	431,114
	<u>\$ 6,741,803</u>	<u>\$ -</u>	<u>\$ 6,741,803</u>	<u>\$ 6,966,228</u>	<u>\$ -</u>	<u>\$ 6,966,228</u>
Provincial						
MOA	90,000	-	90,000	90,000	-	90,000
MCSS	2,147,216	-	2,147,216	2,042,247	-	2,042,247
MOT	32,997	-	32,997	32,997	-	32,997
MOH	116,424	-	116,424	127,486	-	127,486
MCSCS	109,910	-	109,910	74,783	-	74,783
	<u>\$ 2,496,547</u>	<u>\$ -</u>	<u>\$ 2,496,547</u>	<u>\$ 2,367,513</u>	<u>\$ -</u>	<u>\$ 2,367,513</u>

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

18. Changes in Non-Cash Working Capital Components

	2016	2015
Inventory	\$ 161,381	\$ 359,404
Trust funds held by federal government	(1,076,206)	71,283
Land claim costs	(25,169)	(79,917)
Due from government and other government organizations	7,273,165	(6,800,982)
Accounts receivable	65,161	117,794
Due from Band members	(209,140)	(137,281)
Disputed property taxes receivable	(122,867)	(113,329)
Community and youth trust accounts	(3,364,422)	(857,618)
Prepaid expenses	2,753	140,847
Prepaid youth Boundary claim	(20,080)	-
Accounts payable and accruals	(192,559)	2,083,424
Due to government and other government organizations	536,103	111,433
Tenant Deposits	(1,672)	-
Specific Claim Housing Trust reserves	(336,991)	(108,229)
Deferred revenue	(210,936)	(2,132,560)
	<u>\$ 2,478,521</u>	<u>\$ (7,345,731)</u>

19. General Fund Balance

A portion of this balance includes surpluses or deficits from funds contributed by government agencies. Such surpluses or deficits may be subject to recovery or repayment by the contributing agencies, depending on the terms and conditions of the relevant contribution agreements. These potential liabilities or recoveries are not recorded until they become payable or recoverable.

20. Member Distributions

Included in Region expense is per capita distributions to members as approved by Chief and Council. These distributions were as follows:

	2016	2015
Christmas distribution at \$535 per member	\$ -	\$ 1,082,000
Christmas distribution at \$1,000 per member	2,163,000	-
Mining claim settlement at \$2,950	1,336,600	4,805,550
Boundary Claim payment to minors who turned 18 during the year	918,546	1,029,104
	<u>\$ 4,418,146</u>	<u>\$ 6,916,654</u>

Region department information is also included in Note 25, Segmented Information.

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

21. Guarantees

The First Nation has guaranteed bank loans for Band members in the amount of \$1,857,669 (2015 - \$2,111,439).

The First Nation has guaranteed the bank financing for Anemki Mountain Business Trust up to a maximum of \$100,000 (2015 - \$100,000).

The First Nation has a letter of credit for the Ministry of Finance - Alcohol and Gaming up to a maximum of \$120,000 (2015 - \$120,000).

22. Economic Dependence

Fort William First Nation receives a major portion of its revenue pursuant to a funding agreement with several Federal and Provincial funding organizations.

23. Comparative Figures

Certain of the comparative figures presented in the accompanying consolidated financial statements have been reclassified to conform with the current year's presentation.

24. Prior Period Adjustment

The prior period adjustment relates to an overstatement of the investments held and due to minors in the prior year. The error in the amount of \$245,500 has been reflected in these balances as a reduction of the prior year investment assets and a charge to accumulated surplus.

25. Segmented Information

Fort William First Nation is a diversified community that provides a wide range of services to its members. For management reporting purposes the Fort William First Nation's operations and activities are organized and reported by Program. Programs were created for the purpose of recording specific activities to attain certain objectives in accordance with specific regulations, restrictions or limitations. The services are provided by several entities of Fort William First Nation. The activities can also be categorized into segments. The following segments have been identified and as such are separately disclosed.

Administration

Administration contains the administrative activities that are needed to run the Fort William First Nation organization.

Public Works

Public works contains activities relating to the planning and maintenance of community infrastructure and the business operations and investments in enterprises carrying on commercial activities in the First Nation.

Fort William First Nation Notes to Consolidated Financial Statements

March 31, 2016

25. Segmented Information (cont'd)

Education

Education Services contains activities that provide education to band members for primary, secondary schooling, and sponsorship to attend post secondary institutions.

Social Services and Health

Social Services contains activities that provide financial support or support by other means to band members that are aimed at developing both the individual as well as the community. Health contains activities that provide medical services to band members.

Development and Employment

Development and Employment contains all the activities that provide economic development and employment support for the community.

New Relationship Fund

The New Relationship Fund contains the activities that provide economic development and employment support for the community.

Capital Projects

Capital Projects contains capital and renovation activities for which a specific project has been set up and separately monitored.

Region

Region contains the activities of the First nation as it relates to Reserve land management.

Band Operations

Band Operations contains the activities of the First Nation that are not captured directly in another segment.

Gaming Activities

Gaming Activities contains the Mountain Bingo Hall.

Housing Operations

Housing Operations contains activities that provide housing and repairs and maintenance to band members.

Rental Operations

Rental Operations contains band-owned rental properties.

Lottery Fund

The Lottery Fund contains activities related to the OFNLP.

Specific Claim Trust Fund

The Specific Claim Trust Fund contains activities related to the Boundary Claim Trust.

For each segment separately reported, the segment revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The presentation by segment is based on the same accounting policies as described in the summary of significant accounting policies as described in Note 1. The segment results for the period are as follows:

Fort William First Nation Notes to Consolidated Financial Statements

25. Segmented Information

For the year ended March 31, 2016	Administration	Public Works	Education	Social Services and Health	Development & Employment	New Relationship Fund	Region	Band Operations	Total
Revenue									
Indigenous and Northern Affairs Canada	\$ 513,832	\$ 267,708	\$ 4,515,964	\$ 301,100	\$ 150,200	\$ -	\$ 28,954	\$ 76,141	\$ 5,853,899
Canada Mortgage and Housing Corporation	-	-	-	-	-	-	-	-	-
Health Canada	-	-	-	440,893	-	-	-	-	440,893
Ministry of Community and Social Services	-	-	-	2,147,216	-	-	-	-	2,147,216
Ministry of Health and Long Term Care	-	-	-	116,424	-	-	-	-	116,424
Ministry of Transportation	-	32,997	-	-	-	-	-	-	32,997
Other revenue	163,115	195,327	2,090	516,029	381,416	35,811	9,437,988	1,995,702	12,727,478
Lottery Fund revenue	-	-	-	-	-	-	-	-	-
Replacement reserves	-	-	-	-	-	-	-	-	-
	<u>676,947</u>	<u>496,032</u>	<u>4,518,054</u>	<u>3,521,662</u>	<u>531,616</u>	<u>35,811</u>	<u>9,466,942</u>	<u>2,071,843</u>	<u>21,318,907</u>
Expenses									
Amortization	18,980	956,570	48,940	1,226	-	-	-	1,255,272	2,280,988
Bad debt	303,099	-	-	-	-	-	-	-	303,099
Capital purchases	-	-	-	-	-	-	-	-	-
Donations	5,606	-	-	-	-	-	-	2,790	8,396
General welfare assistance	-	-	-	2,027,275	-	-	-	-	2,027,275
Honorarium	322,683	-	-	525	4,867	-	-	-	328,075
Insurance	-	33,763	-	-	-	-	-	-	33,763
Interdepartmental costs	(511,021)	(340,248)	175,709	73,374	(240,274)	4,371	(11,161)	(305,169)	(1,154,419)
Interest and bank charges	53,064	969	-	12,747	-	-	-	-	66,780
Interest on long term debt	80,714	5,913	-	-	-	-	-	-	86,627
Per capita distribution (Note 19)	-	-	-	-	-	-	4,418,146	-	4,418,146
Loss on disposal	-	51,793	-	-	-	-	-	-	51,793
Repairs and maintenance	-	-	-	-	-	-	-	-	-
Prizes	-	-	-	-	-	-	-	-	-
Student allowances	-	-	678,317	-	-	-	-	-	678,317
Supplies and service	744,573	884,106	158,943	395,394	244,811	7,769	839,339	395,166	3,670,101
Transfer cost	-	-	-	-	-	-	-	-	-
Travel and transportation	59,737	22,085	17,257	86,970	13,517	1,612	11,354	-	212,532
Tuition	-	-	3,140,439	-	-	-	-	-	3,140,439
Utilities and telephone	54,213	11,340	983	4,892	430	200	746	389,998	462,802
Wages and benefits	1,126,998	616,900	296,071	1,042,220	379,875	21,682	87,420	385,730	3,956,896
	<u>2,258,646</u>	<u>2,243,191</u>	<u>4,516,659</u>	<u>3,644,623</u>	<u>403,226</u>	<u>35,634</u>	<u>5,345,844</u>	<u>2,123,787</u>	<u>20,571,610</u>
	<u>\$ (1,581,699)</u>	<u>\$ (1,747,159)</u>	<u>\$ 1,395</u>	<u>\$ (122,961)</u>	<u>\$ 128,390</u>	<u>\$ 177</u>	<u>\$ 4,121,098</u>	<u>\$ (51,944)</u>	<u>\$ 747,297</u>

Fort William First Nation Notes to Consolidated Financial Statements

25. Segmented Information (cont'd)

For the year ended March 31, 2016	Balance Forward	Gaming Activities	Housing Operations	Rental Operations	Lottery Fund	Specific Claim Trust Fund	Total
Revenue							
Indigenous and Northern Affairs Canada	\$ 5,853,899	\$ -	\$ 379,716	\$ 11,920	\$ -	\$ -	\$ 6,245,535
Canada Mortgage and Housing Corporation Subsidy	-	-	55,375	-	-	-	55,375
Health Canada	440,893	-	-	-	-	-	440,893
Ministry of Community and Social Services	2,147,216	-	-	-	-	-	2,147,216
Ministry of Health and Long Term Care	116,424	-	-	-	-	-	116,424
Ministry of Transportation	32,997	-	-	-	-	-	32,997
Other revenue	12,727,478	4,303,438	178,193	994,736	-	-	18,203,845
Lottery Fund revenue	-	-	-	-	1,024,632	-	1,024,632
	21,318,907	4,303,438	613,284	1,006,656	1,024,632	-	28,266,917
Expenses							
Amortization	2,280,988	28,411	141,543	417,136	-	-	2,868,078
Bad debt	303,099	-	-	135,127	-	-	438,226
Capital purchases	-	-	-	-	-	-	-
Cash short	-	2,605	-	-	-	-	2,605
Donations	8,396	105,275	-	-	-	-	113,671
General welfare assistance	2,027,275	-	-	-	-	-	2,027,275
Honorarium	328,075	17,150	-	-	-	11,750	356,975
Insurance	33,763	-	(2,578)	15,872	-	-	47,057
Interdepartmental costs	(1,154,419)	235,057	(7,907)	(74,715)	896,037	-	(105,947)
Interest and bank charges	66,780	240	-	-	-	394	67,414
Interest on long term debt	86,627	-	15,883	-	-	-	102,510
Per capita distribution (Note 19)	4,418,146	-	-	-	-	-	4,418,146
Gain/Loss on disposal	51,793	-	-	-	-	-	51,793
Repairs and maintenance	-	-	-	-	-	-	-
Prize	-	2,845,822	-	-	-	-	2,845,822
Student allowances	678,317	-	-	-	-	-	678,317
Supplies and service	3,670,101	482,994	269,130	221,350	-	9,384	4,652,959
Transfer cost	-	-	-	-	693,713	-	693,713
Travel and transportation	212,532	83,582	5,160	-	-	-	301,274
Tuition	3,140,439	-	-	-	-	-	3,140,439
Utilities and telephone	462,802	10,130	2,213	63,351	-	-	538,496
Wages and benefits	3,956,896	496,346	176,539	-	-	-	4,629,781
	20,571,610	4,307,612	599,983	778,121	1,589,750	21,528	27,868,604
	\$ 747,297	\$ (4,174)	\$ 13,301	\$ 228,535	\$ (565,118)	\$ (21,528)	\$ 398,313

Fort William First Nation Notes to Consolidated Financial Statements

25. Segmented Information (cont'd)

For the year ended March 31, 2015	Administration	Public Works	Education	Social Services and Health	Development & Employment	New Relationship Fund	Region	Band Operations	Total
Revenue									
Indigenous and Northern Affairs Canada	\$ 491,564	\$ 534,759	\$ 4,354,064	\$ 346,967	\$ 228,643	\$ -	\$ 40,245	\$ 76,312	\$ 6,072,554
CMHC	-	-	-	-	-	-	-	-	-
Health Canada	-	-	-	431,114	-	-	-	-	431,114
Ministry of Community and Social Services	-	-	-	2,042,247	-	-	-	-	2,042,247
Ministry of Transportation	-	32,997	-	-	-	-	-	-	32,997
Other revenue	129,598	1,897,645	18,788	526,290	503,753	79,082	19,098,442	1,628,818	23,882,416
	<u>621,162</u>	<u>2,465,401</u>	<u>4,372,852</u>	<u>3,346,618</u>	<u>732,396</u>	<u>79,082</u>	<u>19,138,687</u>	<u>1,705,130</u>	<u>32,461,328</u>
Expenses									
Advertising	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization	109,324	875,404	32,274	1,226	-	-	-	1,259,135	2,277,363
Bad debt	194,142	-	-	-	-	-	-	-	194,142
Capital purchases	-	-	-	-	-	-	-	-	-
Cash short	-	-	-	-	-	-	-	-	-
Donations	650	-	-	-	-	-	-	-	650
General welfare assistance	-	-	-	1,730,790	-	-	-	-	1,730,790
Honorarium	236,140	-	125	500	16,650	-	-	-	253,415
Insurance	-	32,952	-	-	-	-	-	-	32,952
Interdepartmental costs	(848,814)	(381,276)	249,944	6,535	(201,439)	67,466	246,791	(252,088)	(1,112,881)
Interest and bank charges	133,910	224	-	14,948	-	-	-	-	149,082
Interest on long term debt	969	12,207	-	-	-	-	-	-	13,176
Per capita distribution	-	-	-	-	-	-	6,916,654	-	6,916,654
Loss on disposal	-	14,244	-	-	-	-	-	-	14,244
Miscellaneous	-	-	-	-	-	-	-	-	-
Prizes	-	-	-	-	-	-	-	-	-
Repairs and maintenance	-	5,412	-	-	-	-	-	-	5,412
Student allowances	-	-	558,830	-	-	-	-	-	558,830
Supplies and service	509,948	1,979,705	180,628	643,728	399,889	-	817,704	270,714	4,802,316
Transfer cost	-	-	-	-	-	-	-	-	-
Travel and transportation	63,533	52,606	14,923	69,124	25,420	-	10,329	-	235,935
Tuition	-	-	3,063,516	-	-	-	-	-	3,063,516
Utilities and telephone	52,201	3,555	770	11,723	995	-	560	88,115	157,919
Wages and benefits	1,195,560	1,577,055	236,524	893,326	305,946	11,616	141,675	132,075	4,493,777
	<u>1,647,563</u>	<u>4,172,088</u>	<u>4,337,534</u>	<u>3,371,900</u>	<u>547,461</u>	<u>79,082</u>	<u>8,133,713</u>	<u>1,497,951</u>	<u>23,787,292</u>
	<u>\$ (1,026,401)</u>	<u>\$ (1,706,687)</u>	<u>\$ 35,318</u>	<u>\$ (25,282)</u>	<u>\$ 184,935</u>	<u>\$ -</u>	<u>\$ 11,004,974</u>	<u>\$ 207,179</u>	<u>\$ 8,674,036</u>

Fort William First Nation Notes to Consolidated Financial Statements

25. Segmented Information (cont'd)

For the year ended March 31, 2015

	Balance Forward	Gaming Activities	Housing Operations	Rental Operations	Lottery Fund	Specific Claim Trust Fund	Total
Revenue							
Indigenous and Northern Affairs Canada	\$ 6,072,554	\$ -	\$ 394,452	\$ 11,750	\$ -	\$ -	\$ 6,478,756
Canada Mortgage and Housing Corporation Subsidy	-	-	56,358	-	-	-	56,358
Health Canada	431,114	-	-	-	-	-	431,114
Ministry of Community and Social Services	2,042,247	-	-	-	-	-	2,042,247
Ministry of Transportation	32,997	-	-	-	-	-	32,997
Other revenue	23,882,416	4,443,055	132,888	735,956	-	-	29,194,315
Lottery Fund revenue	-	-	-	-	1,011,937	-	1,011,937
	<u>32,461,328</u>	<u>4,443,055</u>	<u>583,698</u>	<u>747,706</u>	<u>1,011,937</u>	<u>-</u>	<u>39,247,724</u>
Expenses							
Advertising	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization	2,277,363	6,753	141,080	416,085	-	-	2,841,281
Bad debt	194,142	-	8,540	116,623	-	-	319,305
Capital purchases	-	-	-	-	-	-	-
Cash short	-	3,776	-	-	-	-	3,776
Donations	650	109,487	-	-	-	-	110,137
General welfare assistance	1,730,790	-	-	-	-	-	1,730,790
Honorarium	253,415	3,572	-	-	-	11,000	267,987
Insurance	32,952	-	17,160	38,551	-	-	88,663
Interdepartmental costs	(1,112,881)	289,424	6,224	(86,330)	705,318	-	(198,245)
Interest and bank charges	149,082	2,232	-	-	-	418	151,732
Interest on long term debt	13,176	-	19,921	(32)	-	-	33,065
Per capita distribution	6,916,654	-	-	-	-	-	6,916,654
Loss on disposal	14,244	-	-	-	-	-	14,244
Miscellaneous	-	-	-	-	-	-	-
Prizes	-	2,944,127	-	-	-	-	2,944,127
Repairs and maintenance	5,412	-	-	-	-	-	5,412
Student allowances	558,830	-	-	-	-	-	558,830
Supplies and service	4,802,316	500,377	303,477	298,920	-	9,151	5,914,241
Transfer cost	-	-	-	-	489,175	-	489,175
Travel and transportation	235,935	83,895	6,114	-	-	-	325,944
Tuition	3,063,516	-	-	-	-	-	3,063,516
Utilities and telephone	157,919	7,014	2,953	61,243	-	-	229,129
Wages and benefits	4,493,777	637,017	163,886	-	-	-	5,294,680
	<u>23,787,292</u>	<u>4,587,674</u>	<u>669,355</u>	<u>845,060</u>	<u>1,194,493</u>	<u>20,569</u>	<u>31,104,443</u>
	<u>\$ 8,674,036</u>	<u>\$ (144,619)</u>	<u>\$ (85,657)</u>	<u>\$ (97,354)</u>	<u>\$ (182,556)</u>	<u>\$ (20,569)</u>	<u>\$ 8,143,281</u>