

**Lac des Mille Lacs First Nation**  
**Consolidated Financial Statements**  
*March 31, 2019*

# Lac des Mille Lacs First Nation

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*For the year ended March 31, 2019*

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## Management's Responsibility

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To the Members and Chief and Council of Lac des Mille Lacs First Nation:

The accompanying consolidated financial statements of Lac des Mille Lacs First Nation are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Lac des Mille Lacs First Nation Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management, and external auditors. The Council is also responsible for recommending the appointment of the First Nation's external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by Chief and Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

August 9, 2019

Original Signed By:  
QUENTIN SNIDER

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Band Administrator

## Independent Auditor's Report

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To the Members and to Chief and Council of Lac des Mille Lacs First Nation:

### Opinion

We have audited the consolidated financial statements of Lac des Mille Lacs First Nation (the "First Nation"), which comprise the consolidated statement of financial position as at March 31, 2019, and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2019, and the results of its consolidated operations and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the First Nation in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

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

In preparing the consolidated financial statements, management is responsible for assessing the First Nation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the First Nation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the First Nation's financial reporting process.

### Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 First Nation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the First Nation to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Kenora, Ontario

August 9, 2019

*MNP LLP*

Chartered Professional Accountants

Licensed Public Accountants

# Lac des Mille Lacs First Nation

## Consolidated Statement of Financial Position

As at March 31, 2019

	2019	2018
<b>Financial assets</b>		
Cash resources	2,219,668	626,852
Temporary investments (Note 4)	10,923,000	14,700,000
Accounts receivable (Note 5)	480,129	518,060
Inventory for resale (Note 6)	570,986	6,706
Portfolio investments (Note 7)	450,423	450,323
Investment in Limited Partnerships (Note 8)	1,329,398	1,430,443
Funds held in trust (Note 9)	174,341	139,202
<b>Total financial assets</b>	<b>16,147,945</b>	<b>17,871,586</b>
<b>Liabilities</b>		
Accounts payable and accruals (Note 10)	2,560,437	1,677,881
Deferred revenue (Note 11)	75,886	723,390
Due to Kakina Economic Development Group LP	101	101
<b>Total liabilities</b>	<b>2,636,424</b>	<b>2,401,372</b>
<b>Net financial assets</b>	<b>13,511,521</b>	<b>15,470,214</b>
<b>Contingencies (Note 13)</b>		
<b>Commitments (Note 14)</b>		
<b>Non-financial assets</b>		
Tangible capital assets (Schedule 1)	13,742,240	9,638,122
Prepaid expenses	109,350	22,302
<b>Total non-financial assets</b>	<b>13,851,590</b>	<b>9,660,424</b>
<b>Accumulated surplus (Note 15)</b>	<b>27,363,111</b>	<b>25,130,638</b>

### Approved on behalf of the Council

Original Signed By: JUDITH MAUNULA	<b>Chief</b>		<b>Councillor</b>
Original Signed By: CLARK CHAPMAN	<b>Councillor</b>	Original Signed By: TRACY MORRISON	<b>Councillor</b>
Original Signed By: CARMEL ZOCCOLE	<b>Councillor</b>	Original Signed By: JULIA RUSNAK	<b>Councillor</b>

# Lac des Mille Lacs First Nation

## Consolidated Statement of Operations and Accumulated Surplus

*For the year ended March 31, 2019*

	<i>Schedules</i>	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Revenue</b>				
Indigenous Services Canada (Note 12)	2,695,989	2,992,064	3,390,838	
First Nations and Inuit Health (Note 12)	294,630	298,832	195,830	
Ontario First Nations Limited Partnership	875,220	1,057,584	850,240	
Ministry of Education (Note 12)	595,265	594,747	-	
Ministry of Northern Development and Mines (Note 12)	297,000	97,757	5,434	
Ministry of Indigenous Affairs (Note 12)	90,000	90,000	132,000	
Ministry of Health and Long-Term Care (Note 12)	84,322	84,322	55,300	
Ministry of Natural Resources (Note 12)	5,000	2,500	5,000	
Flood Claim Settlement	-	-	77,447,231	
Ministry of Agriculture, Foods and Rural Affairs (Note 12)	-	-	521,324	
Dallan Forestry Limited Partnership	600,000	548,955	511,588	
Nezaadiikaang Trust Income	345,000	396,544	-	
Paawidigong First Nations Forum	284,810	311,422	259,393	
Other revenue	356,431	257,899	123,681	
Interest income	50,000	238,304	7,372	
Resort revenue	164,800	158,599	143,984	
Nuclear Waste Management	244,090	122,045	2,500	
Thunder Bay District Social Services Administration Board	143,050	86,000	-	
Complex revenue	30,000	62,121	20,000	
Bimose Tribal Council Inc.	57,925	51,425	73,709	
Cigarette quota	51,275	51,275	50,740	
Administration fees	-	35,195	-	
Shooniyaa Wa-Biitong	34,250	47,292	34,250	
Osisko Resource Sharing	-	32,964	32,295	
Grand Council Treaty #3	4,864	27,385	14,766	
Independent Electric System Operator	100,000	20,000	55,164	
School revenue	-	2,600	-	
ISC trust fund interest	2,500	2,296	80,595	
Sponsorships	-	500	12,000	
Revenue deferred from prior year (Note 11)	723,390	723,390	737,667	
Revenue deferred to subsequent year (Note 11)	-	(75,886)	(723,390)	
	<b>8,129,811</b>	<b>8,318,131</b>	<b>84,039,511</b>	

*Continued on next page*

**Lac des Mille Lacs First Nation**  
**Consolidated Statement of Operations and Accumulated Surplus**  
*For the year ended March 31, 2019*

	<i>Schedules</i>	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<i>(Continued from previous page)</i>		<b>8,129,811</b>	<b>8,318,131</b>	84,039,511
<b>Expenses</b>				
Administration	4	<b>1,326,549</b>	<b>1,458,895</b>	1,396,391
Capital	5	<b>691,249</b>	<b>482,523</b>	227,033
Culture	6	<b>356,600</b>	<b>383,185</b>	327,928
Economic Development	7	<b>559,925</b>	<b>361,100</b>	214,112
Education	8	<b>1,537,946</b>	<b>1,318,822</b>	466,280
Health	9	<b>804,627</b>	<b>548,309</b>	396,177
Membership Distributions	10	<b>595,000</b>	<b>590,600</b>	735,570
Ontario First Nations Limited Partnership	11	<b>153,000</b>	<b>147,730</b>	128,019
Planning and Consultation	12	<b>705,635</b>	<b>400,959</b>	257,340
Savanne River Resort	13	<b>300,000</b>	<b>393,535</b>	338,111
Flood Claim Settlement	14	-	-	57,241,336
<b>Total Expenses (Schedule 2)</b>		<b>7,030,531</b>	<b>6,085,658</b>	61,728,297
<b>Surplus (deficit) before other items</b>		<b>1,099,280</b>	<b>2,232,473</b>	22,311,214
<b>Other income (expense)</b>				
Loss on write down of capital assets		-	-	(417,600)
<b>Surplus (deficit)</b>		<b>1,099,280</b>	<b>2,232,473</b>	21,893,614
<b>Accumulated surplus (deficit), beginning of year</b>		<b>25,130,638</b>	<b>25,130,638</b>	3,237,024
<b>Accumulated surplus (deficit), end of year</b>		<b>26,359,823</b>	<b>27,363,111</b>	25,130,638



**Lac des Mille Lacs First Nation**  
**Consolidated Statement of Change in Net Financial Assets**  
*For the year ended March 31, 2019*

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Surplus (deficit)</b>	<b>1,099,280</b>	<b>2,232,473</b>	21,893,614
Purchases of tangible capital assets	-	<b>(2,207,111)</b>	(1,948,165)
Purchases of assets not in use	-	<b>(2,297,286)</b>	(2,258,357)
Amortization of tangible capital assets	-	<b>400,278</b>	301,890
Loss on write-down of tangible assets	-	-	417,600
	-	<b>(4,104,119)</b>	(3,487,032)
Acquisition of prepaid expenses	-	<b>(109,346)</b>	(22,303)
Use of prepaid expenses	-	<b>22,299</b>	43,999
	-	<b>(87,047)</b>	21,696
<b>Increase (decrease) in net financial assets</b>	<b>1,099,280</b>	<b>(1,958,693)</b>	18,428,278
<b>Net financial assets (deficiency), beginning of year</b>	<b>15,470,214</b>	<b>15,470,214</b>	(2,958,064)
<b>Net financial assets (deficiency), end of year</b>	<b>16,569,494</b>	<b>13,511,521</b>	15,470,214

**Lac des Mille Lacs First Nation**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2019*

	2019	2018
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Surplus (deficit)	2,232,473	21,893,614
Non-cash items		
Amortization	400,278	301,890
Loss on write down of tangible assets	-	417,600
	2,632,751	22,613,104
Changes in working capital accounts		
Accounts receivable	37,931	(312,330)
Prepaid expenses	(87,047)	21,696
Inventory for resale	(564,294)	-
Accounts payable and accruals	882,572	1,533,386
Deferred revenue	(647,505)	(14,276)
	2,254,408	23,841,580
<b>Financing activities</b>		
Change in amounts due to Kakina Economic Development Group LP	-	101
Repayment of term loan due on demand	-	(300,000)
Repayment of long-term debt	-	(3,952,020)
	-	(4,251,919)
<b>Capital activities</b>		
Purchases of tangible capital assets	(2,207,111)	(1,948,165)
Purchases of assets not in use	(2,297,286)	(2,258,357)
	(4,504,397)	(4,206,522)
<b>Investing activities</b>		
Purchase of GIC's	(823,000)	(1,200,000)
Proceeds on disposal of GIC's	1,200,000	-
Portfolio investments	(100)	(446,003)
Investment in Limited Partnerships	(243,389)	-
Proceeds from Limited Partnerships	344,434	38,412
Funds Held in Trust	(35,140)	12,223
	442,805	(1,595,368)
<b>Increase (decrease) in cash resources</b>	(1,807,184)	13,787,771
<b>Cash resources, beginning of year</b>	14,126,852	339,081
<b>Cash resources, end of year</b>	12,319,668	14,126,852
<b>Cash resources are composed of:</b>		
Cash	2,219,668	626,852
GIC's with maturities less than one year	10,100,000	13,500,000
	12,319,668	14,126,852
<b>Supplementary cash flow information</b>		
Interest paid	-	161,064
Interest earned	238,304	7,372

The accompanying notes are an integral part of these consolidated financial statements

**Lac des Mille Lacs First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

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**1. Operations**

The Lac des Mille Lacs First Nation (the "First Nation") is located in the Province of Ontario, and provides various services to its members. Lac des Mille Lacs First Nation includes the First Nation's members, government and all related entities that are accountable to the First Nation and are either owned or controlled by the First Nation.

**2. Adoption of accounting policies**

Effective April 1, 2018, the First Nation adopted the recommendations relating to PS 3430 Restructuring Transactions, as set out in the Canadian public sector accounting standards. Pursuant to the recommendations, the change was applied prospectively, and prior periods have not been restated.

There has been no material impact on the consolidated financial statements of adopting the new sections.

**3. Significant accounting policies**

These consolidated financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and include the following significant accounting policies:

***Reporting entity***

The First Nation reporting entity includes the First Nation government and all related enterprises that are accountable to the First Nation and are either owned or controlled by the First Nation.

The financial statements consolidate the financial statements of all enterprises comprising the First Nation reporting entity. The First Nation has consolidated the assets, liabilities, revenue and expenses of the following enterprises:

Lac des Mille Lacs First Nation  
1913563 Ontario Inc.  
Nezaadiikaang General Contracting G.P. Inc.

All inter-entity balances have been eliminated on consolidation. However, transactions between departments have not been eliminated in order to present the results of operations for each specific department.

***Basis of presentation***

Sources of financing and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

***Cash resources***

Cash resources includes balances with banks and short-term investments with maturities of one year or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

***Temporary investments***

Temporary investments are valued at the lower of cost and market value.

***Funds held in Ottawa Trust Fund***

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position. Trust moneys consist of:

- Capital trust moneys derived from non-renewable resource transactions on the sale of land or other First Nation capital assets.
- Revenue trust moneys generated primarily through land leasing transactions or interest earned on deposits held in trust.

**Lac des Mille Lacs First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**3. Significant accounting policies** *(Continued from previous page)*

**2019**                      **2018**

***Inventory***

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the first-in, first-out method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and selling costs.

Inventory held for resale is classified as a financial asset when all of the following criteria are met:

- Prior to March 31, 2019, the First Nation has committed to sell the asset;
- The asset is in a condition to be sold;
- The asset is publicly seen to be for sale;
- There is an active market for the asset;
- A plan exists for selling the asset; and
- A sale to a party external to the First Nation can reasonably be expected within one year.

***Tangible capital assets***

Tangible capital assets are initially recorded at cost based on historical cost accounting records for buildings, equipment, computer equipment, vehicles and roads. Contributed tangible assets are recorded at their fair value at the date of contribution.

***Amortization***

Tangible capital assets are amortized annually using the straight-line method at rates intended to amortize the cost of the assets over their estimated useful lives:

	Rate
Automobiles	10 years
First Nation Detached Buildings	40 years
Computers	4 years
Cultural Complex	40 years
Equipment	10 years
Furniture and Equipment	10 years
Landscaping and Outdoor Structures	40 years
Leasehold Improvements	10 years
Roads - On Reserve	40 years
Roundhouse	40 years
Resort Buildings	25 years
Resort Boats and Motors	6 years
Resort Docks	20 years
Resort Parking Lot	20 years
Solar Power Grid	25 years
Lot Development	Asset under construction
Marine Cables	Asset under construction
Office Building	Asset under construction

At March 31, 2019 the First Nation had under construction lot development, marine cable infrastructure and an office building, and at March 31, 2019 \$221,774 (2018 - \$152,112), \$2,132,664 (2018 - \$2,132,664) and \$2,180,957 (2018 - \$NIL) respectively in costs had been capitalized to "assets not in use" on Schedule 1. In addition, the First Nation had software under development at March 31, 2019 with costs to date of \$46,667. As these assets were not available for use at March 31, 2019, no amortization was recorded for the year.

**3. Significant accounting policies** *(Continued from previous page)*

**2019**

**2018**

***Long-lived assets***

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the assets' carrying amount. Impairment is measured as the amount by which the assets' carrying value exceeds its fair value. Any impairment is included in surplus for the year.

***Net financial assets***

The First Nation's consolidated financial statements are presented so as to highlight net financial assets as the measurement of financial position. The net financial assets of the First Nation is determined by its financial assets less its liabilities. Net financial assets is comprised of two components, non-financial assets and accumulated surplus.

***Revenue recognition***

**Government Transfers**

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

**Restricted revenue**

The First Nation recognizes externally restricted inflows as revenue in the period the resources are used for the purposes specified in accordance with an agreement or legislation. Until this time, the First Nation records externally restricted inflows in deferred revenue.

***Sales revenue***

Revenue is recognized when a price is agreed upon, goods and services are provided to customers, and collectability is reasonably assured. If collectability is not considered reasonably assured at the time of sale, the First Nation does not recognize revenue until collection occurs.

***Use of estimates***

The preparation of the consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period.

Accounts receivable is stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

Amortization is based on the estimated useful lives of tangible capital assets.

Accounts payable and accruals are based on historical charges for unbilled goods and services at year-end.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

***Deferred revenue***

Deferred revenue consists of unspent contributions for programs which are not complete at year end. The unspent revenue is carried forward to be matched against expenses to be incurred in the subsequent year.

**Lac des Mille Lacs First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

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**3. Significant accounting policies** *(Continued from previous page)*

**2019**

**2018**

**Segments**

The First Nation conducts its business through eleven reportable segments: Administration, Capital, Culture, Economic Development, Education, Health, Membership Distributions, Ontario First Nations Limited Partnership, Planning and Consultation, Savanne River Resort and Flood Claim Settlement. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

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

**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 are acquired, constructed or developed assets that do not normally provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale in the normal course of operations. Non-financial assets include tangible capital assets and prepaid expenses.

**Investments in First Nation Business Partnerships**

First Nation Business Partnerships that are neither controlled by the First Nation nor dependent on the First Nation for their continued operations, are included in the consolidated financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent the business entity accounting principles are not adjusted to conform to those of the First Nation. Thus, the First Nation's investment in these entities is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received.

**Lac des Mille Lacs First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**4. Temporary Investments**

GIC's valued at the lower of cost and market value consist of.

	<b>2019</b>	<b>2018</b>
With maturities less than one year:		
GIC with an interest rate of 1.95% maturing on February 17, 2020 with a market value at March 31, 2019 - \$10,000,000 (March 31, 2018 - \$13,000,000)	<b>10,000,000</b>	13,000,000
GIC with an interest rate of 2.20% maturing on July 30, 2019 with a market value at March 31, 2019 - \$100,000 (March 31, 2018 - \$200,000)	<b>100,000</b>	-
GIC - matured during the year	-	200,000
GIC - matured during the year	-	300,000
	<b>10,100,000</b>	13,500,000
With maturities greater than one year:		
GIC with an interest rate of 2.30% maturing on February 15, 2023 with a market value at March 31, 2019 - \$823,000 (March 31, 2018 - \$1,000,000)	<b>823,000</b>	1,000,000
GIC with an interest rate of 2.2% maturing on July 30, 2019 with a market value at March 31, 2019 - \$100,000 (March 31, 2018 - \$200,000)	-	200,000
	<b>823,000</b>	1,200,000
	<b>10,923,000</b>	14,700,000

**5. Accounts receivable**

	<b>2019</b>	<b>2018</b>
Accounts receivable	<b>364,999</b>	373,154
PSB, GST and HST rebates	<b>115,130</b>	144,906
	<b>480,129</b>	518,060

**6. Inventory**

	<b>2019</b>	<b>2018</b>
Inventory for resale	<b>570,986</b>	6,706

**Lac des Mille Lacs First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**7. Portfolio Investments**

	2019	2018
<b>Dallan Holdings Inc.</b>		
100 Class A common shares (33.33% interest)	100	100
<b>Kakina Economic Development Group</b>		
Kakina Economic Development Group GP Inc. - 100 shares (10% interest)	100	100
Kakina Economic Development Group LP - Partnership Units 99,999 (10% interest)	1	1
Kakina Economic Development Group LP - Income earned less distributed	-	-
	101	101
<b>Sovereign Wealth</b>		
Sovereign Wealth GP Inc. - 1 Common share	1	1
Sovereign Wealth LP - Partnership Units held by Lac des Mille Lac First Nation - 1 (0.64% interest)	1	1
	2	2
<b>2472881 Ontario Inc. (Wataynikaneyap)</b>		
10 shares (4.5% interest)	10	10
<b>9738479 Canada Corp (Sun Energy Canada)</b>		
1.25 Class A common shares	250,000	250,000
<b>Bold Ventures Inc.</b>		
4,000,000 Common shares	180,000	180,000
4,000,000 Common share purchase warrants entitling holder to purchase of one common share per warrant at a price of \$0.05 per share	20,000	20,000
	200,000	200,000
<b>2574723 Ontario Ltd. (Gridlink GP)</b>		
100 Class A common shares	100	100
<b>First Nation, LP</b>		
Partnership Units - 100 (4.5% interest)	10	10
<b>10755834 Canada Inc. (Stoneman Contracting GP)</b>		
100 Class A common shares	100	
	450,423	450,323



**Lac des Mille Lacs First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**8. Investments in Limited Partnerships**

	2019	2018
<b>Dallan Holdings, LP</b>		
Partnership Units - 9,999 (33.33% interest)	3,333	3,333
Income earned less distributed	446,253	510,687
	<b>449,586</b>	<b>514,020</b>
<b>Dallan Fort William, LP</b>		
Partnership Units - 3,333 (33.33% interest)	3,333	3,333
Capital Loan	116,667	396,667
Income earned less distributed	759,812	516,423
	<b>879,812</b>	<b>916,423</b>
	<b>1,329,398</b>	<b>1,430,443</b>

The following table presents condensed financial information for the active limited partnerships accounted for using the modified equity basis:

As at December 31	Dallan Holdings, LP	Dallan Fort William, LP	2019 (unaudited)	2018 (unaudited)
Current assets	64,450	2,757,621	2,822,071	2,335,904
Investment in limited partnerships	1,723,253	-	1,723,253	2,422,021
Property and equipment	4,417,066	930,496	5,347,562	6,047,598
Goodwill	-	1	1	1
Long-term prepaid rents	-	16,824	16,824	-
<b>Total assets</b>	<b>6,204,769</b>	<b>3,704,942</b>	<b>9,909,711</b>	<b>10,805,524</b>
Current liabilities	2,769,900	570,253	3,340,153	3,610,313
Obligations under capital lease	1,022,763	63,453	1,086,216	1,654,622
Long-term unearned revenue	91,337	-	91,337	75,750
<b>Total liabilities</b>	<b>3,884,000</b>	<b>633,706</b>	<b>4,517,706</b>	<b>5,340,685</b>
<b>Partners' capital</b>	<b>2,320,769</b>	<b>3,071,236</b>	<b>5,392,005</b>	<b>5,464,839</b>
<b>Total liabilities and partners' capital</b>	<b>6,204,769</b>	<b>3,704,942</b>	<b>9,909,711</b>	<b>10,805,524</b>
Revenue	2,413,335	7,589,429	10,002,764	8,937,072
Expenses	1,777,316	6,719,731	8,497,047	8,033,210
<b>Net income</b>	<b>636,019</b>	<b>869,698</b>	<b>1,505,717</b>	<b>903,862</b>

The Dallan Limited Partnerships' main business activities includes sawmill yard maintenance services and equipment rentals.

**Lac des Mille Lacs First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**9. Funds Held in Trust**

Capital and revenue trust moneys are transferred to the First Nation on the authorization of the Minister of Indigenous Services Canada, with the consent of the First Nation's Council.

	2019	2018
<b>ISC Capital Trust</b>		
Balance, beginning of year	7,629	7,629
<b>ISC Revenue Trust</b>		
Balance, beginning of year	91,241	10,646
Interest	2,296	80,595
Balance, end of year	93,537	91,241
<b>Osisko - Hammond Reef Trust</b>		
Balance, beginning of year	40,332	133,150
Investment income	32,964	-
Bank charges	(121)	-
Proceeds on disposal of investments	-	(92,818)
Total Osisko - Hammond Reef Trust	73,175	40,332
Total funds held in trust	174,341	139,202

**10. Accounts payable and accruals**

	2019	2018
Trade payables	1,329,033	201,148
Vacation accrual	73,269	48,629
Audit accrual	20,300	20,300
Source deductions payable	17,835	7,804
Flood Settlement member distributions	1,120,000	1,400,000
	2,560,437	1,677,881

**11. Deferred revenue**

	Balance March 31, 2018	Revenue 2019	Revenue Recognized 2019	Balance March 31, 2019
<b><u>Federal Government</u></b>				
Administration	15,000	1,502,376	1,517,376	-
Capital	184,249	126,106	310,355	-
Education	256,788	935,662	1,192,450	-
Health	94,081	474,752	568,833	-
Planning and Consultation	122,883	160,000	122,883	-
<b><u>Other</u></b>				
Health	-	411,619	357,150	54,469
Planning and Consultation	50,389	190,020	218,992	21,417
	723,390	3,800,535	4,288,039	75,886

**Lac des Mille Lacs First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**12. Government transfers**

<b>Federal government transfers:</b>	<b>Operating</b>	<b>Capital</b>	<b>2019</b>	<b>2018</b>
Indigenous Services Canada	2,992,064	-	2,992,064	3,390,838
First Nations and Inuit Health	298,832	-	298,832	195,830
<b>Total Federal</b>	<b>3,290,896</b>	<b>-</b>	<b>3,290,896</b>	<b>3,586,668</b>
<b>Provincial government transfers:</b>				
Ministry of Education	594,747	-	594,747	-
Ministry of Northern Development and Mines	97,757	-	97,757	5,434
Ministry of Indigenous Affairs	90,000	-	90,000	132,000
Ministry of Health and Long-Term Care	84,322	-	84,322	55,300
Ministry of Natural Resources	2,500	-	2,500	5,000
Ministry of Agriculture, Foods and Rural Affairs	-	-	-	521,324
<b>Total Provincial</b>	<b>869,326</b>	<b>-</b>	<b>869,326</b>	<b>719,058</b>
	<b>4,160,222</b>	<b>-</b>	<b>4,160,222</b>	<b>4,305,726</b>

**13. Contingencies**

The First Nation may be exposed to a maximum liability in the amount of \$630,000 (2018 - \$630,000) with respect to undistributed member payments for the Flood Claim Settlement. At March 31, 2019, 9 individuals were still awaiting ISC's documentation on obtaining status. Upon receiving status, these individuals will be entitled to a payment of \$70,000 each as they applied for status prior to the settlement of the First Nation's flooding claim.

The First Nation has signed funding agreements with Indigenous Services Canada and other governmental bodies for funding of programs which state that the funding party may require surpluses to be returned. The total of such surpluses were indeterminable and the amount could be material. Payment or recoveries of prior year surpluses will be recorded in the year recovered or paid.

**14. Commitments**

The First Nation signed an agreement to act as a guarantor for Dallan Forestry, LP, Dallan Holdings, LP, Dallan Ignace, LP, Dallan Atikokan, LP, and Dallan Fort William, LP (Dallan) with respect to all debts owing by Dallan to Royal Bank of Canada (RBC) to a maximum of \$500,000. As at December 31, 2018, the balance owing by Dallan to RBC totaled \$2,726,528 (2018 - \$3,437,540). The guarantee was provided without recourse.

The First Nation has entered into an operating lease agreement with Lakehead District School Board expiring August 2023, for use of a building in connection with its Education programs.

The minimum annual lease payments for the next five years is as follows:

2020	\$ 290,000
2021	334,428
2022	342,123
2023	349,994
2024	147,210
<b>Total</b>	<b>\$1,463,754</b>

**Lac des Mille Lacs First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**15. Accumulated surplus**

Included in accumulated surplus are surpluses which are restricted for use in the following programs:

	<b>2019</b>	<b>2018</b>
Comprehensive Community Plan	162,883	-
Child & Family Services	266,615	-
First Nations and Inuit Health - HCD	4,069	-
First Nations and Inuit Health - Brighter Future	1,331	-
First Nations and Inuit Health - Solvent Abuse	3,012	-
First Nations and Inuit Health - Suicide Prevention	1,069	-
First Nation and Inuit Youth Employment Strategy	150,754	-
New Paths	51,027	-
Post Secondary	124,518	-
First Nations and Inuit Health - Jordan's Principle	85,805	-
Jordan's Principle	85,694	-
Prevention	97,350	-
Long-term Care	13,444	-
First Nations and Inuit Health - Aboriginal Diabetes Initiative	7,126	-
Daycare	49,356	-
Community Consultation	35,000	-
Membership Code	15,000	-
Unrestricted surplus	<b>26,209,058</b>	<b>25,130,638</b>
	<b>27,363,111</b>	<b>25,130,638</b>

**16. Economic dependence**

The First Nation received 41% (2018 - 52%) of its recurring revenue from Indigenous Services Canada (ISC) as a result of Treaties entered into with the Government of Canada. These Treaties are administered by ISC under the terms and conditions of the Indian Act. The ability of the First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these Treaties. The First Nation received 92% of its total revenue in the prior year as a result of the Flood Claim Settlement with the Canadian Government. These revenues are not expected to recur and have been excluded from the recurring revenues indicated above.

**17. 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 First 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, economic development, and permitted interim investments.

**18. Comparative figures**

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

**19. First Nations Financial Transparency Act**

The First Nation is required by the First Nations Financial Transparency Act to post its consolidated financial statements on a website and submit the consolidated financial statements to ISC by July 29, 2019. As the audit report date is after this date, the First Nation is not in compliance with the requirement. The possible effect of this non-compliance has not yet been determined.

**Lac des Mille Lacs First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**

*For the year ended March 31, 2019*

	<i>Automobiles</i>	<i>First Nation Detached Buildings</i>	<i>Computers</i>	<i>Cultural Complex</i>	<i>Equipment</i>	<i>Furniture and Equipment</i>	<i>Subtotal</i>
<b>Cost</b>							
Balance, beginning of year	282,152	241,098	82,951	2,321,901	301,381	64,206	3,293,689
Acquisition of tangible capital assets	116,411	31,815	107,004	-	81,030	85,933	422,193
Assets not in use	-	-	-	-	-	-	-
Write down of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	398,563	272,913	189,955	2,321,901	382,411	150,139	3,715,882
<b>Accumulated amortization</b>							
Balance, beginning of year	81,830	21,502	65,860	273,450	90,632	21,938	555,212
Annual amortization	39,856	6,823	33,423	58,048	32,075	15,014	185,239
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	121,686	28,325	99,283	331,498	122,707	36,952	740,451
<b>Net book value of tangible capital assets</b>	<b>276,877</b>	<b>244,588</b>	<b>90,672</b>	<b>1,990,403</b>	<b>259,704</b>	<b>113,187</b>	<b>2,975,431</b>
Net book value of tangible capital assets - 2018	200,322	219,596	17,091	2,048,451	210,749	42,267	2,738,476

**Lac des Mille Lacs First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2019*

	<i>Subtotal</i>	<i>Landscaping and outdoor structures</i>	<i>Leasehold improvements</i>	<i>Roads - on reserve</i>	<i>Roundhouse</i>	<i>Resort Land</i>	<i>Subtotal</i>
<b>Cost</b>							
Balance, beginning of year	3,293,689	1,158,051	77,812	1,542,822	742,328	160,000	6,974,702
Acquisition of tangible capital assets	422,193	466,134	-	1,302,474	-	-	2,190,801
Assets not in use	-	-	-	-	-	-	-
Write down of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	3,715,882	1,624,185	77,812	2,845,296	742,328	160,000	9,165,503
<b>Accumulated amortization</b>							
Balance, beginning of year	555,212	151,825	49,092	271,899	111,349	-	1,139,377
Annual amortization	185,239	40,605	7,781	71,132	18,558	-	323,315
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	740,451	192,430	56,873	343,031	129,907	-	1,462,692
<b>Net book value of tangible capital assets</b>	<b>2,975,431</b>	<b>1,431,755</b>	<b>20,939</b>	<b>2,502,265</b>	<b>612,421</b>	<b>160,000</b>	<b>7,702,811</b>
Net book value of tangible capital assets - 2018	2,738,476	1,006,226	28,721	1,270,922	630,979	160,000	5,835,324

**Lac des Mille Lacs First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**

*For the year ended March 31, 2019*

	<i>Subtotal</i>	<i>Resort Buildings</i>	<i>Resort Boats and Motors</i>	<i>Resort Docks</i>	<i>Resort Parking lot</i>	<i>Solar Power Grid</i>	<i>Subtotal</i>
<b>Cost</b>							
Balance, beginning of year	6,974,702	714,385	79,129	39,141	1,471	804,399	8,613,227
Acquisition of tangible capital assets	2,190,801	-	2,745	-	-	13,565	2,207,111
Assets not in use	-	-	-	-	-	-	-
Write down of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	9,165,503	714,385	81,874	39,141	1,471	817,964	10,820,338
<b>Accumulated amortization</b>							
Balance, beginning of year	1,139,377	28,575	49,600	9,785	368	32,176	1,259,881
Annual amortization	323,315	28,575	13,639	1,957	74	32,719	400,279
Accumulated amortization on disposals	-	-	-	-	-	-	-
Balance, end of year	1,462,692	57,150	63,239	11,742	442	64,895	1,660,160
<b>Net book value of tangible capital assets</b>	<b>7,702,811</b>	<b>657,235</b>	<b>18,635</b>	<b>27,399</b>	<b>1,029</b>	<b>753,069</b>	<b>9,160,178</b>
Net book value of tangible capital assets - 2018	5,835,324	685,810	29,530	29,356	1,103	772,223	7,353,346

**Lac des Mille Lacs First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2019*

	<i>Subtotal</i>	<i>Lot Development Under Construction</i>	<i>Marine cables Under Construction</i>	<i>Office Building Under Construction</i>	<i>Software Under Development</i>	<i>2019</i>	<i>2018</i>
<b>Cost</b>							
Balance, beginning of year	8,613,227	152,112	2,132,664	-	-	10,898,003	7,211,481
Acquisition of tangible capital assets	2,207,111	-	-	-	-	2,207,111	1,948,165
Assets not in use	-	69,662	-	2,180,957	46,667	2,297,286	2,258,357
Write down of tangible capital assets	-	-	-	-	-	-	(520,000)
Balance, end of year	10,820,338	221,774	2,132,664	2,180,957	46,667	15,402,400	10,898,003
<b>Accumulated amortization</b>							
Balance, beginning of year	1,259,881	-	-	-	-	1,259,881	1,060,391
Annual amortization	400,279	-	-	-	-	400,279	301,890
Accumulated amortization on disposals	-	-	-	-	-	-	(102,400)
Balance, end of year	1,660,160	-	-	-	-	1,660,160	1,259,881
<b>Net book value of tangible capital assets</b>	<b>9,160,178</b>	<b>221,774</b>	<b>2,132,664</b>	<b>2,180,957</b>	<b>46,667</b>	<b>13,742,240</b>	<b>9,638,122</b>
Net book value of tangible capital assets - 2018	7,353,346	152,112	2,132,664	-	-	9,638,122	



**Lac des Mille Lacs First Nation**  
**Schedule 2 - Consolidated Schedule of Expenses by Object**  
*For the year ended March 31, 2019*

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
<b>Consolidated expenses by object</b>			
Administrative expenses	36,490	35,195	-
Amortization of tangible capital assets	-	400,279	301,890
Bank charges and short-term interest	15,300	20,719	56,427
Cultural and community development	959,893	530,398	450,002
Education	566,404	249,819	126,284
Honouraria, salaries and benefits	2,640,178	2,144,959	1,294,609
Interest on long-term debt	-	-	161,064
Membership distributions	500,600	500,600	35,640,100
Minor's trust	-	-	7,049,000
Settlement trust	-	-	15,000,000
Office and utilities	560,030	1,099,670	655,370
Professional fees	1,354,085	812,720	787,363
Training and travel	393,301	291,299	205,988
	<b>7,026,281</b>	<b>6,085,658</b>	<b>61,728,097</b>

**Lac des Mille Lacs First Nation**  
**Schedule 3 - Summary of Consolidated Schedules of Revenue and Expenses by Segment**  
*For the year ended March 31, 2019*

	<i>Schedule #</i>	<i>ISC Revenue</i>	<i>Other Revenue</i>	<i>Deferred Revenue</i>	<i>Total Revenue</i>	<i>Total Expenses</i>	<i>Adjustments /Transfers From (To)</i>	<i>Current Surplus (Deficit)</i>
Administration	4	1,502,376	392,041	15,000	1,909,417	1,458,895	78,788	529,310
Capital	5	126,106	130,000	184,249	440,355	482,523	19,158	(23,010)
Culture	6	-	23,000	-	23,000	383,185	343,394	(16,791)
Economic Development	7	92,000	559,212	-	651,212	361,100	43,658	333,770
Education	8	835,662	915,718	256,788	2,008,168	1,318,822	130,539	819,885
Health	9	275,920	610,451	39,612	925,983	548,309	6,601	384,275
Membership Distributions	10	-	639,933	-	639,933	590,600	-	49,333
Ontario First Nations Limited Partnership	11	-	1,059,589	-	1,059,589	147,730	(911,859)	-
Planning and Consultation	12	160,000	190,020	151,855	501,875	400,959	103,364	204,280
Savanne River Resort	13	-	158,599	-	158,599	393,535	186,357	(48,579)
<b>Total</b>		<b>2,992,064</b>	<b>4,678,563</b>	<b>647,504</b>	<b>8,318,131</b>	<b>6,085,658</b>	<b>-</b>	<b>2,232,473</b>

**Lac des Mille Lacs First Nation**  
**Administration**  
**Schedule 4 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Revenue</b>			
Indigenous Services Canada	1,348,235	1,502,376	149,805
ISC trust fund interest	2,500	2,296	80,595
Ministry of Indigenous Affairs	-	-	42,000
Interest income	50,000	236,299	6,600
Complex revenue	30,000	62,121	20,000
Cigarette quota	51,275	51,275	50,740
Administration fees	-	35,195	-
Bimose Tribal Council Inc.	-	2,000	1,800
Grand Council Treaty #3	1,000	1,519	1,532
Other revenue	10,000	1,336	1,300
Sponsorships	-	-	12,000
Revenue deferred from prior year (Note 11)	15,000	15,000	21,760
Revenue deferred to subsequent year (Note 11)	-	-	(15,000)
	<b>1,508,010</b>	<b>1,909,417</b>	<b>373,132</b>
<b>Expenses</b>			
Administration	5,250	-	-
Advertising	1,000	808	454
Amortization	-	148,927	173,271
Audit fees	45,000	69,084	61,265
Bank charges and interest	10,300	12,668	13,956
Consulting	11,750	5,600	30,187
Contracted services	53,000	54,160	20,980
Election	20,000	21,122	36,855
Emergency assistance	1,000	6,991	5,644
Food and beverage	7,000	11,722	18,025
Honouraria - other	-	200	1,350
Honourarium	265,000	265,000	249,917
Insurance	40,500	44,471	41,090
Interest on long-term debt	-	-	34,613
Legal fees	73,500	79,610	83,948
Meetings	10,000	10,547	18,886
Miscellaneous	7,250	2,658	1,408
Office supplies	12,000	62,923	23,291
Professional fees	-	-	19,467
Rent	85,499	65,747	18,438
Repairs and maintenance	43,500	49,609	61,024
Salaries and benefits	463,500	376,298	284,951
Subcontracts	30,000	32,709	27,300
Supplies	58,000	13,188	12,439
Tradition and culture	31,000	39,452	61,942
Training and travel	32,000	65,426	70,048
Utilities	20,500	19,975	25,642
	<b>1,326,549</b>	<b>1,458,895</b>	<b>1,396,391</b>
<b>Surplus (deficit) before transfers</b>	<b>181,461</b>	<b>450,522</b>	<b>(1,023,259)</b>
<b>Transfers between segments</b>	<b>205,525</b>	<b>78,788</b>	<b>301,977</b>
<b>Surplus (deficit)</b>	<b>386,986</b>	<b>529,310</b>	<b>(721,282)</b>

**Lac des Mille Lacs First Nation**  
**Capital**  
**Schedule 5 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Revenue</b>			
Indigenous Services Canada	126,106	126,106	2,391,028
Ministry of Agriculture, Foods and Rural Affairs	-	-	521,324
Resolute Forest	130,000	130,000	35,000
Revenue deferred from prior year (Note 11)	184,249	184,249	464,944
Revenue deferred to subsequent year (Note 11)	-	-	(184,249)
	<b>440,355</b>	<b>440,355</b>	<b>3,228,047</b>
<b>Expenses</b>			
Amortization	-	144,453	70,747
Contracted services	20,500	22,476	22,125
Entertainment	-	-	521
Equipment rental	1,700	1,164	-
Food and beverage	1,800	1,741	4,396
Fuel and oil	100	69	-
Honouraria - other	17,650	17,730	125
Insurance	14,500	14,802	-
Legal fees	12,000	11,994	-
Meetings	1,650	1,501	1,030
Miscellaneous	1,000	843	-
Postage	500	450	-
Professional fees	480,049	126,198	113,175
Registration fees	2,500	2,676	935
Rent	2,500	2,651	595
Repairs and maintenance	31,000	30,480	10,774
Salaries and benefits	90,200	90,259	-
Supplies	500	441	104
Travel	13,100	12,595	2,506
	<b>691,249</b>	<b>482,523</b>	<b>227,033</b>
<b>Surplus (deficit) before transfers</b>	<b>(250,894)</b>	<b>(42,168)</b>	<b>3,001,014</b>
<b>Transfers between segments</b>	<b>-</b>	<b>19,158</b>	<b>(18,871)</b>
<b>Surplus (deficit)</b>	<b>(250,894)</b>	<b>(23,010)</b>	<b>2,982,143</b>

**Lac des Mille Lacs First Nation**  
**Culture**  
**Schedule 6 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Revenue</b>			
Bimose Tribal Council Inc.	-	-	5,000
Ontario Arts Council	<b>20,000</b>	<b>23,000</b>	15,000
	<b>20,000</b>	<b>23,000</b>	20,000
<b>Expenses</b>			
Amortization	-	<b>629</b>	-
Contracted services	<b>25,000</b>	<b>27,920</b>	12,708
Entertainment	<b>4,000</b>	<b>4,550</b>	-
Equipment rental	<b>10,000</b>	<b>11,735</b>	1,767
Food and beverage	<b>80,000</b>	<b>79,503</b>	76,652
Honouraria - other	<b>90,500</b>	<b>89,600</b>	80,665
Legal fees	<b>4,000</b>	<b>831</b>	7,157
Meetings	<b>200</b>	<b>23</b>	-
Miscellaneous	<b>1,250</b>	<b>655</b>	1,215
Office supplies	<b>550</b>	<b>208</b>	12
Postage	<b>600</b>	<b>28</b>	1,413
Professional fees	<b>2,000</b>	<b>25,009</b>	47,504
Rent	<b>17,500</b>	<b>17,237</b>	12,255
Repairs and maintenance	<b>1,000</b>	<b>987</b>	238
Supplies	<b>21,400</b>	<b>20,636</b>	17,940
Tradition and culture	<b>48,100</b>	<b>51,539</b>	21,187
Travel	<b>50,500</b>	<b>52,095</b>	47,215
	<b>356,600</b>	<b>383,185</b>	327,928
<b>Deficit before transfers</b>	<b>(336,600)</b>	<b>(360,185)</b>	<b>(307,928)</b>
<b>Transfers between segments</b>	<b>336,600</b>	<b>343,394</b>	307,626
<b>Deficit</b>	<b>-</b>	<b>(16,791)</b>	<b>(302)</b>

**Lac des Mille Lacs First Nation**  
**Economic Development**  
**Schedule 7 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Revenue</b>			
Indigenous Services Canada	42,000	92,000	42,000
Ministry of Northern Development and Mines	297,000	97,757	5,434
Ministry of Indigenous Affairs	90,000	90,000	90,000
Dallan Forestry Limited Partnership	350,000	305,566	511,588
Osisko Resource Sharing	-	32,964	32,295
Bimose Tribal Council Inc.	27,925	27,925	33,909
Other revenue	55,000	5,000	(3,998)
	<b>861,925</b>	<b>651,212</b>	<b>711,228</b>
<b>Expenses</b>			
Advertising	1,500	1,200	-
Honouraria - other	5,000	5,000	4,677
Interest on long-term debt	-	-	14,990
Legal fees	-	-	2,888
Marketing	1,500	1,391	-
Meetings	3,400	2,413	4,206
Office supplies	5,000	2,696	2,758
Postage	2,000	1,515	1,619
Professional fees	52,000	55,000	23,205
Registration fees	-	-	1,248
Rent	-	2,515	-
Salaries and benefits	404,425	254,378	123,684
Sponsorships and donations	2,500	2,669	2,890
Supplies	1,000	700	-
Telephone	2,800	1,618	2,920
Training	4,000	4,100	10,000
Travel	74,800	25,905	19,027
	<b>559,925</b>	<b>361,100</b>	<b>214,112</b>
<b>Surplus (deficit) before transfers</b>	<b>302,000</b>	<b>290,112</b>	<b>497,116</b>
<b>Transfers between segments</b>	<b>63,000</b>	<b>43,658</b>	<b>4,452</b>
<b>Surplus (deficit)</b>	<b>365,000</b>	<b>333,770</b>	<b>501,568</b>

**Lac des Mille Lacs First Nation**  
**Education**  
**Schedule 8 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Revenue</b>			
Indigenous Services Canada	818,728	835,662	643,505
First Nations and Inuit Health	100,000	100,000	-
Ministry of Education	595,265	594,747	-
Thunder Bay District Social Services Admin Board	143,050	86,000	-
Other revenue	70,200	53,088	20,056
Shooniyaa Wa-Biitong	34,250	47,292	34,250
Bimose Tribal Council Inc.	30,000	21,500	27,000
Grand Council Treaty #3	-	10,491	13,234
School revenue	-	2,600	-
Revenue deferred from prior year (Note 11)	256,788	256,788	-
Revenue deferred to subsequent year (Note 11)	-	-	(256,788)
	<b>2,048,281</b>	<b>2,008,168</b>	<b>481,257</b>
<b>Expenses</b>			
Administration	-	24,100	-
Advertising	500	1,000	-
Amortization	-	41,864	-
Consulting	77,800	95,892	8,700
Contracted services	9,000	3,980	6,413
Education, tuition, books and fees	290,100	231,669	124,933
Equipment rental	-	301	-
Food and beverage	45,000	23,432	4,729
Honouraria	-	750	-
Honouraria - other	51,500	20,651	3,000
Incentives	-	12,350	-
Licenses, permits and fees	1,000	200	-
Living allowance	252,450	247,076	176,615
Meetings	5,700	3,148	146
Miscellaneous	-	460	35
Office equipment lease	-	311	-
Office supplies	19,700	57,827	1,252
Professional fees	112,700	58,379	-
Registration fees	500	1,625	-
Rent	151,000	126,505	25,030
Repairs and maintenance	77,500	3,174	127
Salaries and benefits	245,736	207,439	105,279
Student expenses	-	-	400
Supplies	114,500	111,998	3,150
Telephone	1,000	156	-
Tradition and culture	100	1,347	35
Training	21,500	19,336	-
Travel	37,660	20,911	6,436
Workshops	23,000	2,941	-
	<b>1,537,946</b>	<b>1,318,822</b>	<b>466,280</b>
<b>Surplus (deficit) before transfers</b>	<b>510,335</b>	<b>689,346</b>	<b>14,977</b>
<b>Transfers between segments</b>	<b>37,000</b>	<b>130,539</b>	<b>(72)</b>
<b>Surplus (deficit)</b>	<b>547,335</b>	<b>819,885</b>	<b>14,905</b>

**Lac des Mille Lacs First Nation**  
**Health**  
**Schedule 9 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Revenue</b>			
Indigenous Services Canada	275,920	275,920	64,500
First Nations and Inuit Health	194,630	198,832	195,830
Ministry of Health and Long-Term Care	84,322	84,322	55,300
Paawidigong First Nations Forum	284,810	311,422	259,393
Grand Council Treaty #3	3,864	15,375	-
Sponsorships	-	500	-
Bimose Tribal Council Inc.	-	-	6,000
Nuclear Waste Management	-	-	2,500
Revenue deferred from prior year (Note 11)	94,081	94,081	23,182
Revenue deferred to subsequent year (Note 11)	-	(54,469)	(94,081)
	<b>937,627</b>	<b>925,983</b>	<b>512,624</b>
<b>Expenses</b>			
Advertising	-	321	-
Amortization	-	3,401	-
Bank charges and interest	-	5	-
Consulting	-	-	600
Contracted services	-	-	840
Emergency assistance	69,253	45,576	30,794
Food and beverage	10,246	10,031	9,763
Fuel and oil	-	188	-
Health	51,022	21,020	-
Honouraria	-	1,300	-
Honouraria - other	37,343	63,100	10,200
Meetings	150	23	46
Miscellaneous	3,150	1,812	2,850
Office rent	5,000	5,030	5,030
Office supplies	16,833	7,645	7,344
Postage	8,494	2,669	4,614
Professional fees	22,000	1,176	-
Registration fees	4,000	1,103	1,226
Rent	19,500	22,375	57,194
Repairs and maintenance	-	916	3,180
Salaries and benefits	412,877	250,970	170,157
Sponsorships and donations	-	12,178	6,620
Supplies	41,982	30,805	42,790
Telephone	1,354	-	3,248
Tradition and culture	19,850	5,362	5,491
Training	35,648	19,254	23,202
Travel	25,278	24,942	10,401
Workshops	20,647	17,107	587
	<b>804,627</b>	<b>548,309</b>	<b>396,177</b>
<b>Surplus (deficit) before transfers</b>	<b>133,000</b>	<b>377,674</b>	<b>116,447</b>
<b>Transfers between segments</b>	<b>-</b>	<b>6,601</b>	<b>(3,908)</b>
<b>Surplus (deficit)</b>	<b>133,000</b>	<b>384,275</b>	<b>112,539</b>



**Lac des Mille Lacs First Nation**  
**Membership Distributions**  
**Schedule 10 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Revenue</b>			
Dallan Forestry Limited Partnership	250,000	243,389	-
Nezaadiikaang Trust Income	345,000	396,544	-
	595,000	639,933	-
<b>Expenses</b>			
Honouraria	90,000	90,000	22,500
Interest on long-term debt	-	-	2,970
Membership distributions	505,000	500,600	710,100
	595,000	590,600	735,570
<b>Surplus (deficit) before transfers</b>	-	49,333	(735,570)
<b>Transfers between segments</b>	-	-	1,455,770
<b>Surplus (deficit)</b>	-	49,333	720,200

**Lac des Mille Lacs First Nation**  
**Ontario First Nations Limited Partnership**  
**Schedule 11 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
<b>Revenue</b>			
Ontario First Nations Limited Partnership	875,220	1,057,584	850,240
Interest income	-	2,005	772
	<b>875,220</b>	<b>1,059,589</b>	<b>851,012</b>
<b>Expenses</b>			
Education, tuition, books and fees	20,000	5,800	950
Emergency assistance	2,500	6,259	21,382
Food and beverage	-	266	-
Honouraria - other	19,000	7,500	6,250
Meetings	-	2,789	1,626
Salaries and benefits	60,000	75,839	62,892
Small business/entrepreneur	20,000	10,000	-
Sponsorships and donations	7,000	130	274
Supplies	-	351	410
Tradition and culture	15,000	33,000	29,702
Training	1,000	-	900
Travel	8,500	5,796	3,633
	<b>153,000</b>	<b>147,730</b>	<b>128,019</b>
<b>Surplus (deficit) before transfers</b>	<b>722,220</b>	<b>911,859</b>	<b>722,993</b>
<b>Transfers between segments</b>	<b>(722,220)</b>	<b>(911,859)</b>	<b>(722,993)</b>
<b>Surplus (deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Lac des Mille Lacs First Nation**  
**Planning and Consultation**  
**Schedule 12 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
<b>Revenue</b>			
Indigenous Services Canada	85,000	160,000	100,000
Ministry of Natural Resources	5,000	2,500	5,000
Nuclear Waste Management	244,090	122,045	-
Other revenue	66,031	45,475	35,880
Independent Electric System Operator	100,000	20,000	55,164
Revenue deferred from prior year (Note 11)	173,272	173,272	227,781
Revenue deferred to subsequent year (Note 11)	-	(21,417)	(173,272)
	<b>673,393</b>	<b>501,875</b>	<b>250,553</b>
<b>Expenses</b>			
Administration	31,240	11,095	-
Advertising	2,900	-	-
Amortization	-	1,908	-
Consulting	49,533	-	17,100
Equipment rental	-	439	-
Food and beverage	13,500	3,944	-
Honouraria	-	975	22,083
Honouraria - other	29,500	14,450	1,000
Legal fees	-	-	1,661
Meetings	48,500	1,628	7,852
Office supplies	25,700	8,253	-
Postage	12,100	5,248	-
Professional fees	156,000	118,893	68,385
Registration fees	2,000	495	995
Rent	3,000	4,690	-
Repairs and maintenance	-	649	-
Salaries and benefits	225,147	211,915	133,934
Sponsorships and donations	15,000	-	-
Telephone	3,200	1,859	-
Tradition and culture	-	352	-
Training	1,365	953	1,537
Travel	86,950	13,213	2,793
	<b>705,635</b>	<b>400,959</b>	<b>257,340</b>
<b>Surplus (deficit) before transfers</b>	<b>(32,242)</b>	<b>100,916</b>	<b>(6,787)</b>
<b>Transfers between segments</b>	<b>80,000</b>	<b>103,364</b>	<b>5,250</b>
<b>Surplus (deficit)</b>	<b>47,758</b>	<b>204,280</b>	<b>(1,537)</b>

**Lac des Mille Lacs First Nation**  
**Savanne River Resort**  
**Schedule 13 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<i>2019 Budget</i>	<i>2019</i>	<i>2018</i>
<b>Revenue</b>			
Resort revenue	164,800	158,599	143,984
Other revenue	5,200	-	10,000
	<b>170,000</b>	<b>158,599</b>	<b>153,984</b>
<b>Expenses</b>			
Advertising	1,000	-	1,049
Amortization	-	59,097	57,872
Bank charges and interest	5,000	8,040	7,656
Cash short (over)	-	(4)	(1,034)
Contracted services	25,000	23,580	89,425
Food and beverage	-	66	137
Fuel and oil	20,000	23,625	18,745
Honouraria - other	500	320	2,160
Insurance	14,500	14,802	11,782
Living allowance	1,000	443	3,227
Marketing	-	-	3,665
Materials	5,000	5,286	6,265
Meetings	-	-	109
Miscellaneous	2,500	2,491	1,000
Office supplies	100	144	-
Professional fees	500	230	3,500
Property tax	700	734	517
Rent	3,500	3,430	4,837
Repairs and maintenance	100,000	120,917	64,651
Salaries and benefits	80,300	86,068	-
Sponsorships and donations	1,200	240	-
Supplies	10,000	10,456	12,523
Telephone	3,000	4,318	3,571
Tradition and culture	200	-	1,247
Travel	1,000	826	3,298
Utilities	25,000	28,426	41,909
	<b>300,000</b>	<b>393,535</b>	<b>338,111</b>
<b>Surplus (deficit) before other items</b>	<b>(130,000)</b>	<b>(234,936)</b>	<b>(184,127)</b>
<b>Other income (expense)</b>			
Loss on write down of capital assets	-	-	(417,600)
<b>Surplus (deficit) before transfers</b>	<b>(130,000)</b>	<b>(234,936)</b>	<b>(601,727)</b>
<b>Transfers between segments</b>	<b>130,000</b>	<b>186,357</b>	<b>126,539</b>
<b>Surplus (deficit)</b>	<b>-</b>	<b>(48,579)</b>	<b>(475,188)</b>

**Lac des Mille Lacs First Nation**  
**Flood Claim Settlement**  
**Schedule 14 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2019*

	<b>2019 Budget</b>	<b>2019</b>	<b>2018</b>
<b>Revenue</b>			
Flood Claim Settlement	-	-	77,447,231
Other revenue	-	-	10,443
	-	-	77,457,674
<b>Expenses</b>			
Bank charges and interest	-	-	35,015
Consulting	-	-	75,000
Interest on long-term debt	-	-	108,491
Legal fees	-	-	43,830
Membership distributions	-	-	34,930,000
Minor's Trust	-	-	7,049,000
Settlement Trust	-	-	15,000,000
	-	-	57,241,336
<b>Surplus (deficit) before transfers</b>	-	-	20,216,338
<b>Transfers between segments</b>	-	-	(1,455,770)
<b>Surplus (deficit)</b>	-	-	18,760,568