

Thessalon First Nation
Consolidated Financial Statements
For the year ended March 31, 2014

	Contents
Management's Responsibility for Financial Reporting	2
Independent Auditor's Report	3
Consolidated Financial Statements	
Statement of Financial Position	4
Statement of Operations and Accumulated Surplus	5
Statement of Change in Net Financial Assets	6
Statement of Cash Flows	7
Notes to Financial Statements	8
Schedule 1 - Tangible Capital Assets	15
Schedule 2 - Segment Disclosure	17

Thessalon First Nation Management's Responsibility for Financial Reporting

March 31, 2014

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

These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board. 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.

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 external auditors, BDO Canada LLP, conduct an audit in accordance with Canadian generally accepted auditing standards, and express their opinion on the consolidated financial statements. The external auditors have access to financial management of Thessalon First Nation and meet when required.

On behalf of Thessalon First Nation:

 Chief

 Band Manager



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Independent Auditor's Report

To the Members of Thessalon First Nation

We have audited the accompanying consolidated financial statements of Thessalon First Nation, which comprise the consolidated statement of financial position as at March 31, 2014 and the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Thessalon First Nation as at March 31, 2014 and the results of its operations, change in its net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Chartered Accountants, Licensed Public Accountants

Sault Ste. Marie, Ontario
September 22, 2014

Thessalon First Nation

Consolidated Statement of Financial Position

March 31, 2014	2014	2013
Financial assets		
Cash and short term investment (Note 9)	\$ 37,961	\$ 452,869
Accounts receivable	463,058	356,866
Funds held in trust with Government of Canada	214,377	208,751
	<u>715,396</u>	<u>1,018,486</u>
Liabilities		
Accounts payable and accrued liabilities	213,142	269,399
Due to Aboriginal Affairs and Northern Development Canada	129,301	180,892
Deferred revenue (Note 3)	259,822	207,338
Obligation under capital lease (Note 4)	63,488	78,091
Future landfill closure and post-closure costs (Note 5)	708,797	658,604
	<u>1,374,550</u>	<u>1,394,324</u>
Net financial assets	<u>(659,154)</u>	<u>(375,838)</u>
Non-financial assets		
Tangible capital assets (Schedule 1)	3,494,331	2,925,543
Prepaid advances on housing renovations (Note 6)	686,442	862,786
Prepaid expenses and inventory of supplies	55,100	103,821
	<u>4,235,873</u>	<u>3,892,150</u>
Accumulated surplus (Note 7)	<u>\$ 3,576,719</u>	<u>\$ 3,516,312</u>

Thessalon First Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31	Budget	2014	2013
Revenue			
Aboriginal Affairs	\$ 1,598,411	\$ 1,659,323	\$ 1,627,517
Canada	395,339	494,690	387,213
Ontario	615,473	652,306	400,655
Casino Rama	554,000	563,358	559,027
Other aboriginal organizations	361,203	464,535	468,018
Interest, rentals and other	316,898	300,426	318,661
	3,841,324	4,134,638	3,761,091
Due from (to) Aboriginal Affairs	-	(16,812)	(103,685)
Deferred revenue, beginning of year	-	207,338	111,005
Deferred revenue, end of year	-	(259,822)	(207,338)
	3,841,324	4,065,342	3,561,073
Expenses			
Social assistance	275,346	320,405	233,621
Administration	318,912	325,749	354,099
Infrastructure maintenance	389,445	406,738	420,111
Education	932,095	895,543	832,831
Housing and community development	604,700	633,434	687,070
Enterprises and economic development	651,581	650,672	780,624
Medical and other health services	541,381	663,762	631,083
Other programs	92,477	108,632	134,873
	3,805,937	4,004,935	4,074,312
Annual surplus (deficit)	35,387	60,407	(513,239)
Accumulated surplus, beginning of year	3,516,312	3,516,312	4,029,551
Accumulated surplus, end of year	\$ 3,551,699	\$ 3,576,719	\$ 3,516,312

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

Thessalon First Nation
Consolidated Statement of Change in Net Financial Assets

For the year ended March 31	Budget	2014	2013
Annual surplus (deficit)	\$ 35,387	\$ 60,407	\$ (513,239)
Acquisition of tangible capital assets	(695,000)	(745,650)	(295,303)
Amortization of tangible capital assets	178,300	176,862	137,624
Prepaid expenses and inventory of supplies	-	48,721	(34,657)
Prepaid advances on housing renovations	-	176,344	(337,260)
Net change in net financial assets (debt)	(481,313)	(283,316)	(1,042,835)
Net financial assets (debt), beginning of year	(375,838)	(375,838)	666,997
Net financial assets (debt), end of year	\$ (857,151)	\$ (659,154)	\$ (375,838)

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

Thessalon First Nation Consolidated Statement of Cash Flows

For the year ended March 31	2014	2013
Cash flows from operating activities		
Annual surplus (deficit)	\$ 60,407	\$ (513,239)
Adjustment for non-cash items		
Amortization of capital assets	176,862	137,624
Amount to be recovered in future	50,193	46,707
	<u>287,462</u>	<u>(328,908)</u>
Changes in non-cash working capital balances		
Accounts receivable	(106,192)	(164)
Due from (to) Aboriginal Affairs	(51,591)	114,177
Prepaid expenses	48,721	(34,657)
Accounts payable and accrued liabilities	(56,257)	(25,864)
Deferred revenue	52,484	96,333
Prepaid advances on housing renovations	176,344	(337,260)
	<u>350,971</u>	<u>(516,343)</u>
Capital transactions		
Purchase of capital assets	(745,650)	(295,303)
Increase in funds held in trust	(5,626)	(4,047)
	<u>(751,276)</u>	<u>(299,350)</u>
Financing activities		
Obligation under capital lease funding	-	93,016
Reduction in obligation under capital lease	(14,603)	(14,925)
	<u>(14,603)</u>	<u>78,091</u>
Decrease in cash	<u>(414,908)</u>	<u>(737,602)</u>
Cash, beginning of year	<u>452,869</u>	<u>1,190,471</u>
Cash, end of year	<u>\$ 37,961</u>	<u>\$ 452,869</u>

Thessalon First Nation

Notes to Consolidated Financial Statements

March 31, 2014

1. Significant accounting policies

a. Basis of Accounting

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board.

b. Reporting Entity

The Thessalon First Nation reporting entity includes the First Nation government and all entities that are controlled by the First Nation.

c. Principles of Consolidation

All controlled entities are fully consolidated on a line-by-line basis except for commercial enterprises which meet the definition of a government business enterprise, which are included in the consolidated financial statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

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.

Government transfers are recognized as revenue 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, other than government transfers, are deferred when restrictions are placed on their use by external 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 being performed, is deferred and recognized when the fee is earned or service performed.

e. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, balances with banks and term deposits having a maturity of three months or less at acquisition which are held for the purposes of meeting short term cash commitments.

f. Leased Assets

Leased assets that transfer substantially all the benefits and risks of ownership are recorded as the acquisition of a tangible capital asset and the incurrence of an obligation. The asset is amortized in a manner consistent with tangible capital assets owned by the First Nation, and the obligation, including interest thereon, is repaid over the term of the lease. All other leases are accounted for as operating leases, and the rental costs are expensed as incurred.

g. Pension Plan

Thessalon First Nation provides a defined contribution pension plan for its employees. The pension costs are charged to operations as contributions are due. Contributions are a defined amount whereby the employer matches that paid by the employee.

Thessalon First Nation

Notes to Consolidated Financial Statements

March 31, 2014

1. Significant accounting policies (continued)

h. Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Amortization is provided for on a straight-line basis over the estimated lives as follows:

Land improvements	10 to 30
Buildings	30 to 40
Housing	30
Machinery and equipment	5 to 30
Vehicles	10
Infrastructure	7 to 100

Tangible capital assets are written down when conditions indicate that they no longer contribute to Thessalon First Nation's ability to provide goods and service, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write downs are accounted for as expenses in the consolidated financial statements.

Contributed tangible capital assets are recorded into revenues at their fair values on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case, they are recognized at nominal value.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets.

Assets under construction are not amortized until the asset is available to be put into service.

2. Trust funds

	Beginning	Additions	Withdrawals	Ending
Revenue	\$ 194,085	\$ 5,626	\$ -	\$ 199,711
Capital	14,666	-	-	14,666
	\$ 208,751	\$ 5,626	\$ -	\$ 214,377

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.

Thessalon First Nation

Notes to Consolidated Financial Statements

March 31, 2014

3. Deferred revenue

	2014	2013
Post-secondary education	\$ 68,420	\$ 73,198
Transportation, Allowances and Supplies	20,191	21,740
Economic development	5,458	-
Community consultation program	23,540	42,000
Strategic business development plan	142,213	70,400
	<u>\$ 259,822</u>	<u>\$ 207,338</u>

4. Obligation under capital lease

	2014	2013
5.152% capital lease, secured by equipment, repayable \$1,524 monthly including interest, maturing February 2018	<u>\$ 63,488</u>	<u>\$ 78,091</u>

Principal payments required on obligation under capital lease for the next four years are as follows:

Year	Amount
2015	\$ 15,373
2016	16,184
2017	17,038
2018	<u>14,893</u>
	<u>\$ 63,488</u>

Interest paid on obligation under capital lease during the year was \$3,682 (2013 - \$340).

5. Accrued landfill closure and post-closure costs

Landfill closure and post-closure requirements include final covering and landscaping of the landfill, storm water management, creation of buffer lands, monitoring wells, fees, ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a thirty year period using the best information currently available to management. Future events may result in significant changes to total estimated expenditures, capacity used or total capacity and estimated liability. Any such changes would be applied prospectively as a change in estimate, when applicable.

Based on an up-dated study conducted during the year, the estimated remaining useful life of the landfill site is 4 years, after which the period for post-closure care costs is estimated to be 30 years. The estimated liability for landfill closure and post-closure costs is recognized as the landfill site's capacity is used.

The estimated total net present value of expenditures to close and maintain the landfill site is approximately \$738,329 (2013 - \$693,267). As at March 31, 2014, 96.0% (2013 - 95.0%) of the total estimated expenditures have been recognized based on the cumulative capacity used at that date compared to the total estimated landfill capacity. The First Nation has not designated any source of revenue to fund the cost of closing and maintaining the landfill site.

Thessalon First Nation Notes to Consolidated Financial Statements

March 31, 2014

6. Prepaid advances on housing renovations

During the 2012 fiscal year, chief and council committed to providing \$6,000 per year for housing renovations to band members to the fiscal year ending March 31, 2016 at an annual total cost of \$354,000 to be funded from Casino Rama revenues. Members were allowed full advance allotments during the current fiscal year.

During the 2014 fiscal year, chief and council provided a one-time \$3,000 grant for housing renovations to band members.

7. Accumulated surplus

Allocation of annual surplus (deficit)

	2014	2013
Reserves and reserve funds:		
Casino Rama - future generations	\$ (513,433)	\$ (40,100)
Casino Rama - regular funding	-	(479,393)
	<u>(513,433)</u>	<u>(519,493)</u>
Equity in tangible capital assets	583,390	79,587
General surplus (deficit)	35,017	(30,673)
Unfunded landfill liabilities	(50,193)	(46,707)
Funds Held in Trust	5,626	4,047
	<u>\$ 60,407</u>	<u>\$ (513,239)</u>

Accumulated surplus

	2014	2013
Reserve set aside for specific purposes		
Casino Rama - future generations fund	\$ 605,036	\$ 1,118,469
Equity in tangible capital assets	3,430,841	2,847,451
General surplus (deficit)	35,262	245
Unfunded liabilities	(708,797)	(658,604)
Funds held in trust	214,377	208,751
	<u>\$ 3,576,719</u>	<u>\$ 3,516,312</u>

8. Pension agreement

The First Nation provides a defined contribution plan for eligible members of its staff. The First Nation matches employees' contributions. The amount to be received by employees will be the amount of retirement gratuity that could be purchased based on the employees share of the pension plan at the time of the employee's withdrawal from the plan. The First Nation contributed \$37,219 (2013 - \$38,040) during the year for retirement benefits.

Thessalon First Nation

Notes to Consolidated Financial Statements

March 31, 2014

9. Contingencies and commitments

A \$500,000 revolving demand credit facility at prime plus 1.0% is secured by a guaranteed investment certificate. As at March 31, 2014, the First Nation was utilizing \$196,852 of this overdraft protection.

The First Nation is contingently liable to Canada Mortgage and Housing Corporation for housing renovations loans extended to band members. Loans are forgivable on a straight-line basis over four years as long as the occupant remains the same over the term. Any outstanding balance becomes payable by the First Nation if the terms of forgiveness are not met. Also, the First Nation is contingently liable in the amount of approximately \$20,000 in respect to an on-reserve housing loan.

The First Nation is disputing the assessment of municipal taxes, interest and penalties of approximately \$627,000 at March 31, 2014 on property it acquired from a land claim settlement. The outcome of this matter is not presently determinable. Any loss resulting therefrom will be recorded in the year of settlement.

10. AANDC funding

The Thessalon First Nation has a comprehensive funding arrangement with Aboriginal Affairs and Northern Development Canada (AANDC). The funds are used by the Band to administer its operations and provide service to its members in accordance with the terms of the funding arrangement. There were no adjustments to amounts confirmed by AANDC.

11. Segmented information

The Thessalon First Nation is a diversified government institution that provides a wide range of services to its members. For management reporting purposes the First Nation's operations and activities are organized and reported by Fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

Social Assistance

The social assistance department is responsible for administering assistance payments as well as providing homemaking and other services directed towards members.

Education

The education department provides services to elementary and secondary students primarily by entering into service contracts with provincially funded area school boards, as well as native language study. In addition, the department reimburses tuition costs and provides living and other allowances to students who are attending post-secondary institutions.

Thessalon First Nation

Notes to Consolidated Financial Statements

March 31, 2014

11. Segmented information (continued)

Infrastructure maintenance

The infrastructure department provides public services that contribute to community development and sustainability through the provision of operating services such as roads, water and sanitation, fire protection, electrical and community buildings.

Medical and other health services

The health services department provides a diverse bundle of services directed towards the well-being of members including such activities as long term care, medical transportation, pre-natal and early childhood care, nursing, health representation, traditional healing, family violence prevention and many other smaller programs designed to enhance the health of members.

Administration

The administration department oversees the delivery of all governmental services. The department is responsible for ensuring that there are adequate policies and procedures in place to safeguard assets and to properly report financial activities. In addition, this department includes the governance activities of chief and council.

Housing and community development

This department is responsible for community development activities occurring in the First Nation during the year, including housing renovations.

Enterprises and economic development

Band operated enterprises are activities conducted by the First Nation with the objective of promoting economic self-sufficiency. These activities could include income generated from renting out band-owned equipment, lease income and other projects from time to time.

Other programs

The First Nation provides a wide array of other services, including the library, Rama and other activities.

For each reported segment, revenues and expenses include 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, including transfers that have been apportioned based on a percentage of budgeted expenses.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the summary of significant accounting policies. For additional information see Schedule 2 - Consolidated Segment Disclosure.

Thessalon First Nation
Notes to Consolidated Financial Statements

March 31, 2014

12. Budget

The budget adopted by the First Nation was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Board standards now require a full accrual basis. The budget figures anticipated use of reserves to reduce current year expenditures. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense, and expensed principal payments of debt. As a result, the budget figures presented in the statements of operations and change in net financial assets (debt) represent the budget adopted by the First Nation with adjustments as follows:

Budget surplus (deficit) for the year	\$ (4,313)
Add:	
Capital expenditures	695,000
Unfunded liabilities	50,000
Principal portion of payments under capital lease	15,000
Less:	
Net inter-fund transfers from reserves	(542,000)
Amortization	<u>(178,300)</u>
Budget surplus (deficit) per statement of operations	<u>\$ 35,387</u>

Thessalon First Nation
Schedule 1 - Consolidated Tangible Capital Assets

For the year ended March 31, 2014

	Land	Land Improvements	Buildings	Housing	Machinery and Equipment	Vehicles	Infrastructure	Construction in Progress	Total
Cost, beginning of year	\$ 330,001	\$ 15,257	\$ 2,482,047	\$ 286,437	\$ 786,349	\$ 246,648	\$ 1,105,279	\$ -	\$ 5,252,018
Additions	-	-	193,822	130,541	-	-	266,155	155,132	745,650
Disposals	-	-	-	-	-	-	(15,200)	-	(15,200)
Cost, end of year	330,001	15,257	2,675,869	416,978	786,349	246,648	1,356,234	155,132	5,982,468
Accumulated amortization, beginning of year	-	15,257	801,579	50,908	563,887	114,682	780,162	-	2,326,475
Amortization	-	-	89,390	13,973	31,183	17,193	25,123	-	176,862
Disposals	-	-	-	-	-	-	(15,200)	-	(15,200)
Accumulated amortization, end of year	-	15,257	890,969	64,881	595,070	131,875	790,085	-	2,488,137
Net carrying amount, end of year	\$ 330,001	\$ -	\$ 1,784,900	\$ 352,097	\$ 191,279	\$ 114,773	\$ 566,149	\$ 155,132	\$ 3,494,331

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

Thessalon First Nation
Schedule 1 - Consolidated Tangible Capital Assets (Continued)

For the year ended March 31, 2013 (comparative figures)

	Land	Land Improvements	Buildings	Housing	Machinery and Equipment	Vehicles	Infrastructure	Construction in Progress	Total
Cost, beginning of year	\$ 330,001	\$ 15,257	\$ 2,482,047	\$ 128,000	\$ 693,332	\$ 202,799	\$ 1,105,279	\$ -	\$ 4,956,715
Additions	-	-	-	158,437	93,017	43,849	-	-	295,303
Cost, end of year	330,001	15,257	2,482,047	286,437	786,349	246,648	1,105,279	-	5,252,018
Accumulated amortization, beginning of year	-	15,257	738,464	44,001	534,409	97,870	758,850	-	2,188,851
Amortization	-	-	63,115	6,907	29,478	16,812	21,312	-	137,624
Accumulated amortization, end of year	-	15,257	801,579	50,908	563,887	114,682	780,162	-	2,326,475
Net carrying amount, end of year	\$ 330,001	\$ -	\$ 1,680,468	\$ 235,529	\$ 222,462	\$ 131,966	\$ 325,117	\$ -	\$ 2,925,543

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

Thessalon First Nation

Schedule 2 - Consolidated Segment Disclosure

For the year ended March 31, 2014

	Social Assistance	Education	Infra-structure	Medical/Health	Admini-stration	Housing/Community	Enterprises/Economic	Other	Consolidated Total
Revenue									
Aboriginal Affairs	\$ 32,800	\$ 889,723	\$ 167,553	\$ -	\$ 196,377	\$ 159,400	\$ 181,970	\$ 31,500	\$ 1,659,323
Canada	-	-	-	398,649	-	91,409	4,632	-	494,690
Ontario	69,439	-	169,176	94,493	15,000	107,700	182,793	13,705	652,306
Casino Rama	-	-	-	-	-	-	-	563,358	563,358
Other Aboriginal organizations	200,059	-	1,764	152,970	-	32,669	77,073	-	464,535
Interest, rentals and other	1,110	-	3,060	(3,502)	40,282	4,799	253,156	1,521	300,426
Transfers between segments	21,281	-	162,400	-	117,753	685,033	28,324	(1,014,791)	-
	324,689	889,723	503,953	642,610	369,412	1,081,010	727,948	(404,707)	4,134,638
Due from (to) Aboriginal Affairs	(10,139)	(6,673)	-	-	-	-	-	-	(16,812)
Deferred revenue, beginning of year	-	94,938	-	-	-	42,000	70,400	-	207,338
Deferred revenue, end of year	-	(88,611)	-	-	-	(23,540)	(147,671)	-	(259,822)
	314,550	889,377	503,953	642,610	369,412	1,099,470	650,677	(404,707)	4,065,342
Expenses									
Salaries, wages and benefits	209,605	149,258	86,026	417,930	335,713	25,024	460,521	47,085	1,731,162
Materials and supplies	22,776	56,101	64,740	128,689	57,429	575,979	68,808	35,859	1,010,381
Contracted services	-	-	37,995	20,689	60,188	18,458	81,806	3,588	222,724
Rents and financial expenses	-	-	89,841	33,801	17,361	-	15,397	-	156,400
External transfers	74,865	599,185	6,000	27,355	-	-	-	-	707,405
Amortization	5,869	5,499	118,936	16,548	6,253	13,973	9,785	-	176,863
Transfers between segments	7,290	85,500	3,200	18,750	(151,195)	-	14,355	22,100	-
	320,405	895,543	406,738	663,762	325,749	633,434	650,672	108,632	4,004,935
Excess (deficiency) of revenue over expenses	\$ (5,855)	\$ (6,166)	\$ 97,215	\$ (21,152)	\$ 43,663	\$ 466,036	\$ 5	\$ (513,339)	\$ 60,407

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

Thessalon First Nation

Schedule 2 - Consolidated Segment Disclosure (Continued)

For the year ended March 31, 2013 (comparative figures)

	Social Assistance	Education	Infra-structure	Medical/Health	Admini-stration	Housing/Community	Enterprises/Economic	Other	Consolidated Total
Revenue									
Aboriginal Affairs Canada	\$ 32,200	\$ 938,218	\$ 165,955	\$ -	\$ 172,641	\$ 124,400	\$ 163,103	\$ 31,000	\$ 1,627,517
Ontario	65,418	-	19,176	382,309	-	-	4,904	-	387,213
Casino Rama	-	-	-	98,610	15,000	-	188,746	13,705	400,655
Other Aboriginal organizations	145,934	-	7,000	162,645	-	-	-	559,027	559,027
Interest, rentals and other	6,158	92	1,272	14,016	32,971	25,000	262,726	1,426	468,018
Transfers between segments	-	-	84,500	-	131,392	702,000	71,478	(989,370)	318,661
									-
Due from (to) Aboriginal Affairs	249,710	938,310	277,903	657,580	352,004	851,400	818,396	(384,212)	3,761,091
Deferred revenue, beginning of year	(15,544)	(88,141)	-	-	-	-	-	-	(103,685)
Deferred revenue, end of year	-	71,685	11,039	-	-	28,281	-	-	111,005
	-	(94,938)	-	-	-	(42,000)	(70,400)	-	(207,338)
	234,166	826,916	288,942	657,580	352,004	837,681	747,996	(384,212)	3,561,073
Expenses									
Salaries, wages and benefits	117,405	150,847	109,295	396,283	345,824	711	568,440	50,758	1,739,563
Materials and supplies	25,555	31,421	89,520	148,302	33,990	679,452	98,859	60,156	1,167,255
Contracted services	-	-	34,127	20,828	62,921	-	76,397	3,959	198,232
Rents and financial expenses	-	-	93,771	19,064	17,677	-	10,746	-	141,258
External transfers	79,852	598,062	6,000	6,465	-	-	-	-	690,379
Amortization	5,869	5,499	84,198	16,167	6,253	6,907	12,732	-	137,625
Transfers between segments	4,940	47,002	3,200	23,974	(112,566)	-	13,450	20,000	-
	233,621	832,831	420,111	631,083	354,099	687,070	780,624	134,873	4,074,312
Excess (deficiency) of revenue over expenses	\$ 545	\$ (5,915)	\$ (131,169)	\$ 26,497	\$ (2,095)	\$ 150,611	\$ (32,628)	\$ (519,085)	\$ (513,239)

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