

Thessalon First Nation
Consolidated Financial Statements
For the year ended March 31, 2018

	Contents
Management's Responsibility for Financial Reporting	1
Independent Auditor's Report	2
Consolidated Financial Statements	
Statement of Financial Position	3
Statement of Operations and Accumulated Surplus	4
Statement of Change in Net Financial Assets (Debt)	5
Statement of Cash Flows	6
Notes to Financial Statements	7
Schedule 1 - Tangible Capital Assets	14
Schedule 2 - Segment Disclosure	16

Thessalon First Nation Management's Responsibility for Financial Reporting

March 31, 2018

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

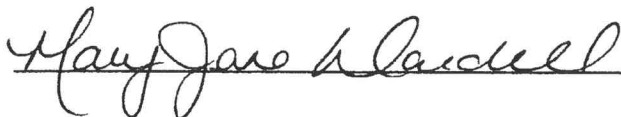
These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board. Management is responsible for such internal control as management determines is necessary 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, 2018 and the consolidated statements of operations, change in net financial assets (debt) and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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, 2018 and the results of its operations, change in its net financial assets (debt) and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Chartered Professional Accountants, Licensed Public Accountants

Sault Ste. Marie, Ontario
September 5, 2018

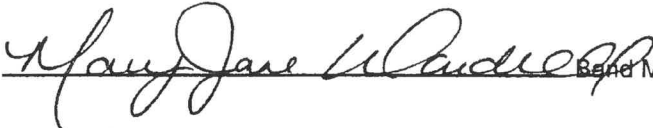
Thessalon First Nation

Consolidated Statement of Financial Position

March 31, 2018	2018	2017
Financial assets		
Cash	\$ 828,959	\$ 225,592
Short term investment (Note 3)	309,395	306,635
Accounts receivable	643,677	738,879
Due from band members	-	80,222
Funds held in trust with Government of Canada (Note 2)	233,102	228,300
	<u>2,015,133</u>	<u>1,579,628</u>
Liabilities		
Accounts payable and accrued liabilities	340,995	299,072
Due to Indigenous and Northern Affairs Canada	165,424	210,106
Deferred revenue (Note 4)	720,352	184,414
Long term debt (Note 5)	55,077	106,831
Future landfill closure and post-closure costs (Note 6)	882,947	882,947
	<u>2,164,795</u>	<u>1,683,370</u>
Net financial debt	<u>(149,662)</u>	<u>(103,742)</u>
Non-financial assets		
Tangible capital assets (Schedule 1)	3,236,919	3,438,564
Prepaid expenses	169,029	63,973
	<u>3,405,948</u>	<u>3,502,537</u>
Accumulated surplus (Note 8)	<u>\$ 3,256,286</u>	<u>\$ 3,398,795</u>

On behalf of the First Nation:

 Chief

 Band Manager

Thessalon First Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31	Budget	2018	2017
Revenue			
Indigenous and Northern Affairs Canada	\$ 2,133,825	\$ 1,915,848	\$ 1,808,521
Canada	364,039	348,504	365,690
Ontario	548,073	600,631	510,077
Ontario First Nations (2008) Limited Partnership	660,000	671,325	660,323
Other Indigenous organizations	697,703	700,464	719,260
Interest, rentals and other	260,898	236,893	301,316
	<u>4,664,538</u>	<u>4,473,665</u>	<u>4,365,187</u>
Expenses			
Social programs	574,346	443,661	540,608
Administration	318,412	375,872	381,237
Infrastructure maintenance	447,445	386,331	441,482
Education	904,797	915,663	803,374
Housing and community development	612,700	700,609	563,833
Enterprises and economic development	831,781	873,193	835,812
Medical and other health services	829,681	815,491	747,356
Other programs	112,477	105,354	84,103
	<u>4,631,639</u>	<u>4,616,174</u>	<u>4,397,805</u>
Annual surplus (deficit)	32,899	(142,509)	(32,618)
Accumulated surplus, beginning of year	<u>3,398,795</u>	<u>3,398,795</u>	<u>3,431,413</u>
Accumulated surplus, end of year	<u>\$ 3,431,694</u>	<u>\$ 3,256,286</u>	<u>\$ 3,398,795</u>

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

Thessalon First Nation
Consolidated Statement of Change in Net Financial Assets (Debt)

For the year ended March 31	Budget	2018	2017
Annual deficit	\$ 32,899	\$ (142,509)	\$ (32,618)
Acquisition of tangible capital assets	-	-	(32,558)
Amortization of tangible capital assets	202,000	201,645	203,561
Prepaid expenses	-	(105,056)	74,862
Net change in net financial assets (debt)	234,899	(45,920)	213,247
Net financial assets (debt), beginning of year	(103,742)	(103,742)	(316,989)
Net financial assets (debt), end of year	\$ 131,157	\$ (149,662)	\$ (103,742)

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	2018	2017
Cash flows from operating activities		
Annual deficit	\$ (142,509)	\$ (32,618)
Adjustment for non-cash items		
Amortization of capital assets	201,645	203,561
Amount to be recovered in future	-	62,263
	<u>59,136</u>	<u>233,206</u>
Changes in non-cash working capital balances		
Accounts receivable	95,202	(328,680)
Due from (to) members	80,222	(11,580)
Due from (to) Indigenous and Northern Affairs Canada	(44,682)	-
Prepaid expenses	(105,056)	74,862
Accounts payable and accrued liabilities	41,923	102,764
Deferred revenue	535,938	135,855
	<u>662,683</u>	<u>206,427</u>
Investing activities		
Short term investments	(2,760)	(2,735)
Increase in funds held in trust	(4,802)	(3,818)
	<u>(7,562)</u>	<u>(6,553)</u>
Capital activities		
Purchase of tangible capital assets	-	(32,558)
Financing activities		
Reduction in long term debt	(36,861)	(35,293)
Reduction in obligation under capital lease	(14,893)	(17,038)
	<u>(51,754)</u>	<u>(52,331)</u>
Increase in cash	603,367	114,985
Cash, beginning of year	<u>225,592</u>	<u>110,607</u>
Cash, end of year	<u>\$ 828,959</u>	<u>\$ 225,592</u>

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

Thessalon First Nation Notes to Consolidated Financial Statements

March 31, 2018

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, 2018

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	\$ 213,634	\$ 4,802	\$ -	\$ 218,436
Capital	14,666	-	-	14,666
	\$ 228,300	\$ 4,802	\$ -	\$ 233,102

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, 2018

3. Bank indebtedness

The First Nation has available a \$300,000 revolving demand credit facility at prime plus 1.4%, secured by general security agreement and \$300,000 guaranteed investment certificate. At March 31, 2018 nothing has been drawn on this facility. In addition, the First Nation has credit card coverage to maximum of \$60,000.

4. Deferred revenue

	2018	2017
Elementary and secondary education	\$ -	\$ 14,643
Post-secondary education	118,132	46,574
Guidance counsellor	28,457	29,379
Transportation	58,850	45,809
Education allowances and supplies	1,600	1,153
Skills link/work crew	72,000	37,856
Housing renovations	26,292	9,000
Housing emergency renovations and repairs	174,600	-
Site development assessment	16,000	-
Cultural/Historical programs	23,815	-
Community support worker/family preservation programs	83,000	-
Family well being program	53,000	-
Start-up/expansion initial funding	21,431	-
Director of health	24,000	-
Community health programs	12,200	-
Other medical programs	6,975	-
	\$ 720,352	\$ 184,414

Reconciliation of deferred revenue

Balance, beginning of year	\$ 184,414	\$ 48,559
Additions during the year	720,352	184,414
Applied to operations during the year	(184,414)	(48,559)
Balance, end of year	\$ 720,352	\$ 184,414

5. Long term debt

	2018	2017
Capital lease, repaid during the year	-	14,893
Term loan, secured by general security agreement, repayable \$3,348 monthly including interest at 4.40%, due August 2019	55,077	91,938
	\$ 55,077	\$ 106,831

Thessalon First Nation
Notes to Consolidated Financial Statements

March 31, 2018

5. Long term debt (continued)

Principal payments required on long term debt for the next two years are due as follows:

Year	Amount
2019	\$ 38,525
2020	<u>16,552</u>
	<u>\$ 55,077</u>

Interest paid on long term debt during the year was \$3,669 (2017 - \$6,129).

Subsequent to the year end, the First Nation purchased a \$145,000 grader with an initial payment of \$14,500 and the balance financed over three years with monthly payments of \$4,105 including interest at 6.53%.

6. 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.

The estimated remaining useful life of the landfill site is one year, 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 \$891,865 (2017 - \$891,865). As at March 31, 2018, 99.0% (2017 - 99.0%) 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.

7. 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 \$43,677 (2017 - \$40,136) during the year for retirement benefits.

Thessalon First Nation

Notes to Consolidated Financial Statements

March 31, 2018

8. Accumulated surplus

	2018	2017
Allocation of annual surplus (deficit)		
Reserves	-	141,233
Equity in tangible capital assets	(186,749)	(153,967)
General surplus	2,576	3,267
Unfunded landfill liabilities	-	(62,263)
Unfunded long term debt	36,861	35,293
Funds Held in Trust	4,803	3,819
	\$ (142,509)	\$ (32,618)

Accumulated surplus, end of year

	2018	2017
Reserves set aside for specific purposes		
OFN (2008) LP - future generations fund	\$ 465,857	\$ 465,857
OFN (2008) LP - regular distributions	141,233	141,233
Total reserves	607,090	607,090
Equity in tangible capital assets	3,236,919	3,423,668
General surplus	117,197	114,621
Unfunded landfill liabilities	(882,947)	(882,947)
Unfunded long term debt	(55,077)	(91,938)
Funds held in trust	233,104	228,301
	\$ 3,256,286	\$ 3,398,795

9. Indigenous and Northern Affairs Canada funding

The Thessalon First Nation has a comprehensive funding arrangement with Indigenous and Northern Affairs Canada (INAC). 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.

The following is a reconciliation of INAC funding:

INAC funding per confirmation	\$ 2,196,868
Adjustments:	
Deferred revenue, beginning of year	175,414
Deferred revenue, end of year	(492,039)
Amounts due from INAC for set contribution programs	35,605
INAC revenue per financial statements	\$ 1,915,848

Thessalon First Nation

Notes to Consolidated Financial Statements

March 31, 2018

10. Contingencies and commitments

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.

The First Nation is disputing the assessment of municipal taxes, interest and penalties of approximately \$893,000 at March 31, 2018 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.

The First Nation has committed to providing financial support of \$239,250 to Robinson Huron Treaty Trust to finance costs of legal action against the governments of Canada and Ontario. This amount represents 3.30% of the total budgeted amount of \$7,250,000 being supported by the 21 participating First Nation Communities that are settlers and beneficiaries of the Robinson Huron Treaty Trust.

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 programs

The social programs 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.

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.

Thessalon First Nation

Notes to Consolidated Financial Statements

March 31, 2018

11. Segmented information (continued)

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, Ontario First Nations (2008) Limited Partnership distributions 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.

12. Budget

Budgets are adopted by the First Nation based on the terms of agreements which do not vary significantly from year to year. This basis of preparation is not consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Board standards 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	\$ 375,899
Add:	
Less:	
Net inter-fund transfers from reserves	(141,000)
Amortization	(202,000)
Budget surplus (deficit) per statement of operations	<u>\$ 32,899</u>

Thessalon First Nation
Schedule 1 - Consolidated Tangible Capital Assets

For the year ended March 31, 2018

	Land	Land	Buildings	Housing	Machinery and Equipment	Vehicles	Infrastructure	Construction in Progress	Total
	Improvements								
Cost, beginning of year	\$ 330,001	\$ 15,257	\$ 2,929,268	\$ 683,898	\$ 786,349	\$ 279,206	\$ 1,519,518	\$ -	\$ 6,543,497
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Cost, end of year	330,001	15,257	2,929,268	683,898	786,349	279,206	1,519,518	-	6,543,497
Accumulated amortization, beginning of year	-	15,257	1,125,884	129,043	669,157	175,025	990,567	-	3,104,933
Amortization	-	-	85,208	22,870	18,208	15,554	59,805	-	201,645
Accumulated amortization, end of year	-	15,257	1,211,092	151,913	687,365	190,579	1,050,372	-	3,306,578
Net carrying amount, end of year	\$ 330,001	\$ -	\$ 1,718,176	\$ 531,985	\$ 98,984	\$ 88,627	\$ 469,146	\$ -	\$ 3,236,919

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, 2017 (comparative figures)

	Land	Land Improvements	Buildings	Housing	Machinery and Equipment	Vehicles	Infrastructure	Construction in Progress	Total
Cost, beginning of year	\$ 330,001	\$ 15,257	\$ 2,929,268	\$ 683,898	\$ 786,349	\$ 246,648	\$ 1,519,518	\$ -	\$ 6,510,939
Additions	-	-	-	-	-	32,558	-	-	32,558
Disposals	-	-	-	-	-	-	-	-	-
Cost, end of year	330,001	15,257	2,929,268	683,898	786,349	279,206	1,519,518	-	6,543,497
Accumulated amortization, beginning of year	-	15,257	1,040,676	106,173	650,949	161,099	927,218	-	2,901,372
Amortization	-	-	85,208	22,870	18,208	13,926	63,349	-	203,561
Accumulated amortization, end of year	-	15,257	1,125,884	129,043	669,157	175,025	990,567	-	3,104,933
Net carrying amount, end of year	\$ 330,001	\$ -	\$ 1,803,384	\$ 554,855	\$ 117,192	\$ 104,181	\$ 528,951	\$ -	\$ 3,438,564

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, 2018

	Social Programs	Education	Infra- structure	Medical/ Health	Admini- stration	Housing/ Community	Enterprises/ Economic	Other	Consolidated Total
Revenue									
Indigenous and Northern Affairs Canada	\$ 23,555	\$ 907,783	\$ 167,508	\$ -	\$ 207,667	\$ 343,460	\$ 229,075	\$ 36,800	\$1,915,848
Canada	-	-	-	343,887	-	-	4,617	-	348,504
Ontario	169,998	-	19,176	55,300	30,000	46,615	265,837	13,705	600,631
Ontario First Nations (2008) LP	-	-	-	-	-	-	-	671,325	671,325
Other Indigenous organizations	245,981	2,800	4,738	381,471	-	450	65,024	-	700,464
Interest, rentals and other	1,631	13	315	7,127	26,984	37,437	153,452	9,934	236,893
Transfers between segments	-	-	70,139	-	110,060	301,636	145,490	(627,325)	-
	441,165	910,596	261,876	787,785	374,711	729,598	863,495	104,439	4,473,665
Expenses									
Salaries, wages and benefits	301,906	175,913	106,961	540,085	401,626	210,854	610,818	54,207	2,402,370
Materials and supplies	11,312	46,977	29,213	202,211	66,807	399,749	98,147	23,100	877,516
Contracted services	-	-	33,127	25,216	84,166	17,601	98,904	4,367	263,381
Rents and financial expenses	2,400	-	84,020	5,280	16,036	3,315	12,594	-	123,645
External transfers	114,616	624,449	8,551	-	-	-	-	-	747,616
Amortization	4,855	5,054	124,459	28,370	6,253	22,870	9,785	-	201,646
Transfers between segments	8,572	63,270	-	14,329	(199,016)	46,220	42,945	23,680	-
	443,661	915,663	386,331	815,491	375,872	700,609	873,193	105,354	4,616,174
Excess (deficiency) of revenue over expenses	\$ (2,496)	\$ (5,067)	\$ (124,455)	\$ (27,706)	\$ (1,161)	\$ 28,989	\$ (9,598)	\$ (915)	\$ (142,509)

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, 2017 (comparative figures)

	Social Programs	Education	Infra- structure	Medical/ Health	Admini- stration	Housing/ Community	Enterprises/ Economic	Other	Consolidated Total
Revenue									
Indigenous and Northern Affairs Canada	\$ 24,273	\$ 798,295	\$ 116,226	\$ -	\$ 207,375	\$ 492,268	\$ 135,684	\$ 34,400	\$1,808,521
Canada	-	-	-	356,240	-	-	9,450	-	365,690
Ontario	96,021	-	19,176	101,586	-	67,500	212,089	13,705	510,077
Ontario First Nations (2008) LP	-	-	-	-	-	-	-	660,323	660,323
Other Indigenous organizations	368,679	-	-	283,942	-	-	66,639	-	719,260
Interest, rentals and other	9,180	-	2,400	1,331	9,864	45,892	226,276	6,373	301,316
Transfers between segments	39,900	-	113,422	10,000	161,622	(12,254)	175,900	(488,590)	-
	538,053	798,295	251,224	753,099	378,861	593,406	826,038	226,211	4,365,187
Expenses									
Salaries, wages and benefits	326,825	168,358	103,331	562,005	402,459	211,803	559,621	46,872	2,381,274
Materials and supplies	68,836	32,638	78,368	116,085	75,329	148,474	127,721	9,678	657,129
Contracted services	-	-	33,438	23,520	64,980	133,227	85,383	4,153	344,701
Rents and financial expenses	-	-	92,162	12,578	16,893	4,883	14,302	-	140,818
External transfers	124,692	539,449	6,180	-	-	-	-	-	670,321
Amortization	4,855	5,054	128,003	26,742	6,254	22,869	9,785	-	203,562
Transfers between segments	15,400	57,875	-	6,426	(184,678)	42,577	39,000	23,400	-
	540,608	803,374	441,482	747,356	381,237	563,833	835,812	84,103	4,397,805
Excess (deficiency) of revenue over expenses	\$ (2,555)	\$ (5,079)	\$ (190,258)	\$ 5,743	\$ (2,376)	\$ 29,573	\$ (9,774)	\$ 142,108	\$ (32,618)

The accompanying notes are an integral part of these financial statements