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**Sachigo Lake First Nation**  
**Financial Statements**  
**For the year ended March 31, 2014**

**Sachigo Lake First Nation  
Financial Statements  
For the year ended March 31, 2014**

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## Management's Responsibility for the Financial Statements

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

These 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.

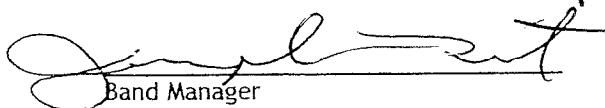
The Sachigo Lake First Nation Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the financial statements.

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

On behalf of Sachigo Lake First Nation:



Al Beaudry  
Chief



Jingle Sun  
Band Manager

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## Independent Auditors' Report

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To the Members of  
Sachigo Lake First Nation

We have audited the accompanying financial statements of Sachigo Lake First Nation which comprise the statement of financial position as at March 31, 2014 and the statements of revenue and expenses, fund balance, 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 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.

### Auditors' Responsibility

Our responsibility is to express an opinion on these 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 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 auditors' 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 auditors consider 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 financial statements present fairly, in all material respects, the financial position of Sachigo Lake First Nation as at March 31, 2014 and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*BDO Canada LLP*

Chartered Accountants, Licensed Public Accountants

Dryden, Ontario  
August 25, 2014

**Sachigo Lake First Nation  
Statement of Financial Position**March 3120142013**Financial Assets**

Bank (Note 1)	\$ 1,546,863	\$ 1,071,860
Short-term investments	4,476	4,476
Accounts receivable (Note 2)	538,626	716,758
Band member loans	136,791	161,995
Inventory for resale	387,313	382,812
	<u>2,614,069</u>	<u>2,337,901</u>

**Financial Liabilities**

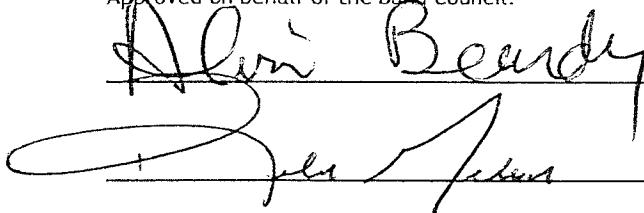
Accounts payable	1,414,362	641,074
Incomplete projects (Note 3)	539,411	1,506,228
Long-term debt (Note 4)	1,069,467	277,925
Capital lease obligation (Note 5)	37,588	72,852
	<u>3,060,828</u>	<u>2,498,079</u>

**Net debt**(446,759)(160,178)**Non-financial assets**

Tangible capital assets (Note 6)	20,142,641	16,389,367
Non-financial assets - inventory of capital supplies		
	<u>-</u>	<u>214,073</u>
	<u>20,142,641</u>	<u>16,603,440</u>

**Accumulated surplus (Note 7)**\$ 19,695,882\$ 16,443,262

Approved on behalf of the Band Council:



**Sachigo Lake First Nation**  
**Statement of Revenue and Expenses**

For the year ended March 31	Budget	2014	2013
<b>Revenue</b>			
Indian and Northern Affairs Canada			
Set contribution	\$	3,549,271	\$ 1,464,354
Grant contribution		546,851	539,975
Fixed contribution		3,099,890	3,165,712
Aboriginal Business Development Program			365,000
Health Canada	1,144,771	1,144,771	1,824,378
Hydro One		899,346	297,845
Ministry of Community and Social Services		836,522	636,171
Ministry of Health, Long-Term Care		113,786	108,937
Ministry of Northern Development and Mines		94,500	208,858
Ministry of Transportation, Ontario		10,417	126,763
Nishnawbe Aski Nation	90,229	124,329	90,229
Northern Nishnawbe Education Council		81,828	81,828
Ontario First Nations Limited Partnership		936,849	943,394
Northern Ontario Heritage Fund		334,759	513,627
Ministry of Health, Promotion and Sport		148,937	160,305
Industry Canada/Fednor		131,223	358,777
Sioux Lookout Area Aboriginal Management Board		144,279	187,146
Ministry of Natural Resources			6,891
Tikinagan Child and Family Services		17,500	30,000
Ministry of Aboriginal Affairs		130,000	115,038
Ministry of Aboriginal Affairs - ACCGP		75,000	379,000
Ministry of Citizenship			5,571
Ontario Library Services		13,630	15,266
Windigo First Nations Council		51,392	64,500
Other	17,972	1,938,798	1,627,293
Service Canada		51,620	77,716
Prior year surplus recovery		(3,912)	-
Transfers to Incomplete Projects		(539,411)	(1,506,228)
Transfers from Incomplete Projects	100,000	1,506,228	1,105,710
	1,352,972	15,438,403	12,994,056
<b>Expenses</b>			
Band Support		839,567	811,268
Other Operating Programs		1,647,095	809,459
Capital Housing		528,655	685,738
Operations and Maintenance		3,991,595	2,219,286
Community Economic Development Program		52,600	52,600
New Relationship Funding		192,035	76,088
Business Centre		1,766,339	1,698,542
Internet Services		11,827	5,521
Social Services Fund		1,109,149	927,159
Education Fund		1,825,004	1,853,538
School Design		(5)	25,070
Economic Development		567,133	612,100
Winter Roads		265,531	195,011
Health Services	1,345,821	1,345,841	1,934,208
Remediation		244,869	164,358
Post Office		37,500	38,900
Echoing Lake Camp		41,596	144,975
Lingman Lake Winter Road Project		89,951	6,779
Registry Events		400	600
National Child Benefit		84,547	84,547
Community Funds		1,180,673	1,709,801
Business Centre Project		24,743	-
Journey of New Beginnings		34,853	-
	1,345,821	15,881,498	14,055,548
<b>Excess (deficiency) of revenue over expenses before other items</b>	7,151	(443,095)	(1,061,492)
<b>Other items</b>			
Capital expenses transfer from operations		(6,545,312)	(1,378,732)
Amortization of capital assets		2,771,555	2,562,420
Loss on disposal of capital assets		20,483	-
	-	(3,753,274)	1,183,688
<b>Excess (deficiency) of revenue over expenses for the year</b>	\$ 7,151	\$ 3,310,179	\$ (2,245,180)

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

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**Sachigo Lake First Nation  
Statement of Fund Balance**

<u>For the year ended March 31</u>	<u>2014</u>	<u>2013</u>
Annual surplus (deficit)	<u>\$ 3,310,179</u>	<u>\$ (2,245,180)</u>
Accumulated surplus, beginning of year	16,443,262	18,693,228
Prior year recoveries	<u>(57,559)</u>	<u>(4,786)</u>
Accumulated surplus, beginning of year, restated	<u>16,385,703</u>	<u>18,688,442</u>
<u>Accumulated surplus, end of year</u>	<u>\$ 19,695,882</u>	<u>\$ 16,443,262</u>

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**Sachigo Lake First Nation**  
**Statement of Change in Net Financial Assets (Debt)**

<u>For the year ended March 31</u>	<u>Actual 2014</u>	<u>Actual 2013</u>
<b>Annual surplus (deficit)</b>	<b>\$ 3,310,179</b>	<b>\$ (2,245,180)</b>
Acquisition of tangible capital assets	(6,545,312)	(1,378,732)
Amortization of tangible capital assets	2,771,555	2,562,420
Loss on disposal of capital assets	20,483	-
Prior year recoveries	(57,559)	(4,786)
	<u>(500,654)</u>	<u>(1,066,278)</u>
Acquisition of non-financial assets	-	(214,073)
Use of non-financial assets	214,073	831,864
	<u>214,073</u>	<u>617,791</u>
<b>Net change in net debt</b>	<b>(286,581)</b>	<b>(448,487)</b>
<b>Net financial assets (debt), beginning of year</b>	<b>(160,178)</b>	<b>288,309</b>
<b>Net debt, end of year</b>	<b>\$ (446,759)</b>	<b>\$ (160,178)</b>

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## Sachigo Lake First Nation Consolidated Statement of Cash Flows

For the year ended March 31	2014	2013
<b>Cash provided by (used in)</b>		
<b>Operating activities</b>		
Excess (deficiency) of revenue over expenses for the year	\$ 3,310,179	\$ (2,245,180)
Item not involving cash		
Amortization	2,771,555	2,562,420
Loss on disposal of capital assets	20,483	
Changes in non-cash working capital balances		
Accounts receivable	178,132	(168,246)
Band member loans	25,204	1,688
Inventory	(4,501)	33,882
Accounts payable	773,288	176,111
Incomplete projects	(966,817)	400,518
Non-financial assets - inventory of supplies	<u>214,073</u>	<u>617,791</u>
	<u>6,321,596</u>	<u>1,378,984</u>
<b>Financing activities</b>		
Principal payments on long-term debt	(85,663)	(532,192)
Increase in long-term debt	877,205	-
Decrease in obligation for capital lease	<u>(35,264)</u>	<u>(33,083)</u>
	<u>756,278</u>	<u>(565,275)</u>
<b>Investing activities</b>		
Purchase of capital assets	(6,545,312)	(1,378,732)
Prior year recoveries	<u>(57,559)</u>	<u>(4,786)</u>
	<u>(6,602,871)</u>	<u>(1,383,518)</u>
<b>Increase (decrease) in cash during the year</b>	<b>475,003</b>	<b>(569,809)</b>
<b>Bank, beginning of year</b>	<b>1,071,860</b>	<b>1,641,669</b>
<b>Bank, end of year</b>	<b>\$ 1,546,863</b>	<b>\$ 1,071,860</b>

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## Sachigo Lake First Nation Summary of Significant Accounting Policies

March 31, 2014

The financial statements have been prepared using accounting principles for local government entities, as defined in the Public Sector Accounting and Auditing Handbook, which encompasses the following principles:

**Basis of Presentation** The financial statements have been prepared in accordance with Canadian generally accepted accounting principles for governments, as defined by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants, and in accordance with the Year-End Reporting Handbook for Indian and Northern Affairs Canada and Northern Development Funding Arrangements.

**Fund Accounting** Sachigo Lake First Nation uses fund accounting procedures which result in a self-balancing set of accounts for each fund or program established by legal, contractual or voluntary obligations. Within each program the First Nation maintains operating, capital, and trust funds as applicable. The various funds have been consolidated for the purpose of presentation in the financial statements of which all inter-fund balances have been eliminated.

**Tangible Capital Assets** Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue.

Tangible capital assets are amortized over their expected useful life at the following rates on a straight-line basis:

Computers	55%
Vehicles	30%
Airplanes	25%
Equipment	20%
Buildings	5%
Infrastructure	4%
Construction in progress	0%

**Incomplete Projects** Incomplete projects represent unspent accountable contributions received for programs which are not completed at the year end. The unspent revenue is carried forward to be matched with the additional revenue and expenses to be incurred in the subsequent year.

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## Sachigo Lake First Nation Summary of Significant Accounting Policies

March 31, 2014

<b>Revenue Recognition</b>	Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under the funding arrangements which relates to a subsequent fiscal period is reflected as incomplete projects in the year of receipt and classified as such on the statement of cash flows.  Revenue from sources other than funding agreements is recognized when the service has been rendered, the transaction can be reasonably measured and collection is assured.
<b>Reporting Entity and Principles of Financial Reporting</b>	Sachigo Lake First Nation reporting entity includes the Sachigo Lake First Nation government and related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.
<b>Inventory</b>	Inventory is stated at the lower of cost and net realizable value. Cost is generally determined on the first-in, first-out basis.
<b>Government Transfers</b>	Government transfers are recognized in the financial statements in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amount can be made.
<b>Financial Instruments</b>	The First Nation carries a number of financial instruments. Unless otherwise noted, it is management's opinion that the First Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.
<b>Segment Reporting</b>	The First Nation has determined the most appropriate basis for classifying segments is by program. The segment information is provided in Note 16.
<b>Use of Estimates</b>	The financial statements of the First Nation have been prepared by management in accordance with Canadian public sector accounting principles. The preparation of financial statements in conformity with Canadian public sector accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The financial statements have, in management's opinion, been properly prepared using careful judgement within reasonable limits of materiality and within the framework of the accounting policies summarized above.

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## Sachigo Lake First Nation Notes to Financial Statements

March 31, 2014

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1. Bank

	<u>2014</u>	<u>2013</u>
Post Office	\$ 55,578	\$ 61,384
Administration	983,099	15,845
Education	5,871	51,387
Social Services	(2,191)	51,954
Winter Roads	28,773	33,654
Health	(63,616)	225,266
Hydro One Remediation	7,590	21,976
New School Design and Construction	-	7,115
Lingman Lake	4,923	26,878
Echoing Lake Camp	5,456	5,569
Business Centre	18,103	-
Internet Services	4,338	8,267
Economic Development Corporation	111,819	(4,081)
Casino Rama	197,021	50,758
New Store	136,875	227,356
Savings	53,224	288,532
	<hr/> <u>\$ 1,546,863</u>	<hr/> <u>\$ 1,071,860</u>

The First Nation has several operating lines of credit totalling \$410,000 which are due on demand and bear interest rates of prime plus 1.75%. At March 31, 2014 two of these operating lines were being utilized.

All of the First Nation's bank accounts are held at one chartered bank. In the normal course of operations, the organization is exposed to credit risk from having bank account balances over the amounts insured by the Canadian Deposit Insurance Corporation.

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## Sachigo Lake First Nation Notes to Financial Statements

March 31, 2014

### 2. Accounts Receivable

	2014	2013
<b>Administration</b>		
Indian and Northern Affairs Canada	\$ 12,610	\$ 467,386
Sioux Lookout Area Aboriginal Management Board	18,864	33,446
Ministry of Transportation	-	28,203
Hydro One	6,533	5,712
Ministry of Aboriginal Affairs	75,000	-
Industry Canada/Fednor	49,000	-
Windigo First Nation Council	11,392	-
Goods and services tax	68,906	-
	<u>242,305</u>	<u>534,747</u>
<b>Social Services</b>		
Ministry of Community and Social Services	45,517	34,193
Indian and Northern Affairs Canada	-	33,644
	<u>45,517</u>	<u>67,837</u>
<b>Education</b>		
Northern Nishnawbe Education Council	-	6,819
K-Net	7,000	-
Indian and Northern Affairs Canada	1,758	-
Keewaytinook Okimakanak	-	6,250
Ministry of Tourism, Culture and Sport	-	15,266
	<u>8,758</u>	<u>28,335</u>
<b>Winter Roads</b>		
Indian and Northern Affairs Canada	<u>50,244</u>	
<b>Economic Development Corporation</b>		
Indian and Northern Affairs Canada	<u>-</u>	<u>17,064</u>
<b>Capital Projects</b>	<u>3,250</u>	-
<b>Remediation</b>		
Hydro One	<u>-</u>	<u>5,217</u>
<b>Health</b>		
Health Canada	168,144	47,782
Nishnawbe Aski Nation	20,408	15,776
	<u>188,552</u>	<u>63,558</u>
	<b>\$ 538,626</b>	<b>\$ 716,758</b>

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## Sachigo Lake First Nation Notes to Financial Statements

March 31, 2014

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### 3. Incomplete Projects

	<u>2014</u>	<u>2013</u>
Business Centre	\$ -	\$ 1,008,683
Bulk Fuel Tank Farm Project	521,400	354,141
New School Design and Construction	-	16
Right to Play Program	1,051	7,923
Health	-	100,000
Remediation	16,960	31,553
New Relationship Funding	-	3,912
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	<u>\$ 539,411</u>	<u>\$ 1,506,228</u>

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## Sachigo Lake First Nation Notes to Financial Statements

March 31, 2014

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### 4. Long-term Debt

	2014	2013
Loan for diesel fuel purchases, prime plus 2%, repayable in monthly instalments of \$26,580.42 plus interest, secured by a general security agreement and by band resolutions; maturing 2015	322,205	-
Loan for business centre construction, prime plus 2%, repayable in monthly instalments of \$3,375 plus interest, secured by a general security agreement and by band resolutions; maturing 2025	472,500	-
Loan for fuel tanks, prime plus 2%, repayable in monthly instalments of \$5,879 plus interest, secured by a general security agreement and by band resolution; maturing 2017	205,762	276,320
Loans for school bus, prime plus 2%, repayable in monthly instalments of \$1,437.50 plus interest, secured by a general security agreement and by band resolution; maturing 2018	69,000	-
Loan for capital lease payout, prime plus 2%, repayable in monthly instalments of \$8,760 including interest, secured by a general security agreement and by band resolution; maturing 2014	-	1,605
	<b>\$ 1,069,467</b>	<b>\$ 277,925</b>

The estimated principal repayments on the long-term debt required over the next five years and thereafter are as follows:

2015	\$ 450,503
2016	128,298
2017	122,416
2018	57,750
2019	40,500
Thereafter	<u>270,000</u>
	 <b>\$ 1,069,467</b>

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## Sachigo Lake First Nation Notes to Financial Statements

March 31, 2014

5. Capital Lease Obligation

Cat Financial, 7.10%, repayable in monthly instalments of \$3,492 including interest, secured by automotive equipment; maturing 2015

	2014	2013
	<u>\$ 37,588</u>	<u>\$ 72,852</u>

The estimated principal repayments on the above capital lease obligations required over the next year is as follows:

2015	<u>\$ 37,588</u>
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**Sachigo Lake First Nation  
Notes to Financial Statements**

March 31, 2014

**6. Tangible Capital Assets**

	<b>2014</b>							
	Buildings	Equipment	Computers	Infrastructure	Vehicles	Airplanes	Construction in Progress	Total
Cost, beginning of year	\$ 45,883,845	\$ 1,818,231	\$ 64,305	\$ 2,040,000	\$ 1,666,859	\$ 400,000	\$ 1,012,346	\$ 52,885,586
Additions	4,308,445	97,366	39,095	-	366,776	-	1,733,630	6,545,312
Disposals	(140,400)	-	-	-	-	-	-	(140,400)
Cost, end of year	<u>\$ 50,051,890</u>	<u>\$ 1,915,597</u>	<u>\$ 103,400</u>	<u>\$ 2,040,000</u>	<u>\$ 2,033,635</u>	<u>\$ 400,000</u>	<u>\$ 2,745,976</u>	<u>\$ 59,290,498</u>
Accumulated amortization, beginning of year	\$ 32,052,806	\$ 843,108	\$ 64,305	\$ 1,772,262	\$ 1,363,738	\$ 400,000	\$ -	\$ 36,496,219
Amortization	2,381,883	187,626	10,751	81,600	109,695	-	-	2,771,555
Disposals	(119,917)	-	-	-	-	-	-	(119,917)
Accumulated amortization, end of year	<u>\$ 34,314,772</u>	<u>\$ 1,030,734</u>	<u>\$ 75,056</u>	<u>\$ 1,853,862</u>	<u>\$ 1,473,433</u>	<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ 39,147,857</u>
Net carrying amount, end of year	<u>\$ 15,737,118</u>	<u>\$ 884,863</u>	<u>\$ 28,344</u>	<u>\$ 186,138</u>	<u>\$ 560,202</u>	<u>\$ -</u>	<u>\$ 2,745,976</u>	<u>\$ 20,142,641</u>

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**Sachigo Lake First Nation  
Notes to Financial Statements**

**March 31, 2014**

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**6. Tangible Capital Assets (continued)**

2013

	Buildings	Equipment	Computers	Infrastructure	Vehicles	Airplanes	Construction in Progress	Total
Cost, beginning of year	\$ 45,198,107	\$ 1,572,589	\$ 64,305	\$ 2,040,000	\$ 1,326,815	\$ 400,000	\$ 905,038	\$ 51,506,854
Additions	685,738	245,642	-	-	340,044	-	107,308	1,378,732
Cost, end of year	<u>\$ 45,883,845</u>	<u>\$ 1,818,231</u>	<u>\$ 64,305</u>	<u>\$ 2,040,000</u>	<u>\$ 1,666,859</u>	<u>\$ 400,000</u>	<u>\$ 1,012,346</u>	<u>\$ 52,885,586</u>
Accumulated amortization, beginning of year	\$ 29,788,757	\$ 685,275	\$ 64,055	\$ 1,690,662	\$ 1,305,050	\$ 400,000	\$ -	\$ 33,933,799
Amortization	2,264,049	157,833	250	81,600	58,688	-	-	2,562,420
Accumulated amortization, end of year	<u>\$ 32,052,806</u>	<u>\$ 843,108</u>	<u>\$ 64,305</u>	<u>\$ 1,772,262</u>	<u>\$ 1,363,738</u>	<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ 36,496,219</u>
Net carrying amount, end of year	<u>\$ 13,831,039</u>	<u>\$ 975,123</u>	<u>\$ -</u>	<u>\$ 267,738</u>	<u>\$ 303,121</u>	<u>\$ -</u>	<u>\$ 1,012,346</u>	<u>\$ 16,389,367</u>

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## Sachigo Lake First Nation Notes to Financial Statements

March 31, 2014

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### 7. Accumulated surplus

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

	2014	2013
Capital fund (Note 8)	<u>\$ 19,650,788</u>	\$ 16,331,587
Unrestricted fund	<u>45,094</u>	111,675
	<u><b>\$ 19,695,882</b></u>	<u><b>\$ 16,443,262</b></u>

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### 8. Capital Fund

	2014	2013
Fund Balance, beginning of year	\$ 16,331,587	\$ 16,950,000
Capital asset acquisitions	6,545,312	1,378,732
Amortization of capital assets	(2,771,555)	(2,562,420)
Funds borrowed	(555,000)	-
Long-term debt payments	120,927	565,275
Loss on disposal of capital assets	(20,483)	-
Fund Balance, end of year	<u><b>\$ 19,650,788</b></u>	<u><b>\$ 16,331,587</b></u>

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### 9. Economic Dependence

Sachigo Lake First Nation receives a major portion of its revenue pursuant to funding arrangements with Indian and Northern Affairs Canada.

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### 10. Contingent Liabilities

The First Nation has agreements with Indian and Northern Affairs Canada and other government bodies for each restricted fund which state that the First Nation may be required to return any surplus which may arise. The First Nation is solely responsible for any deficits.

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## Sachigo Lake First Nation Notes to Financial Statements

March 31, 2014

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### 11. Trust Funds

Trust funds administered by INAC for the benefit of the First Nation are not reflected in the Statement of Financial Position nor is the Trust Fund operations reported in the Statements of Revenue and Expenses, and Fund Balance.

	2014		2013	
	<u>Capital</u>	<u>Revenue</u>	<u>Capital</u>	<u>Revenue</u>
Balance, beginning of year	\$ 289	\$ 35,069	\$ 289	\$ 30,805
Add:				
Interest				
Government of Canada	-	4,368	-	4,264
Balance, end of year	\$ 289	\$ 39,437	\$ 289	\$ 35,069

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### 12. Budget Figures

Under Canadian public sector accounting principles, budget amounts are to be reported on the statement of revenue and expenses for comparative purposes. Budget figures for the Health program have been included in this report. Management has confirmed that no other formal budgets are prepared and therefore other program budget figures are not available.

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### 13. Comparative Figures

Certain of the comparative figures presented in the financial statements have been restated to conform to the current year's presentation.

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## Sachigo Lake First Nation Notes to Financial Statements

March 31, 2014

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**14. INAC Funding Reconciliation**

	<u>2014</u>	<u>2013</u>
Funding per INAC confirmation	\$ 7,196,012	\$ 5,041,566
Bulk Fuel Tank Farm Project Construction Phase funding	- <hr/>	128,475
	<hr/> <u>\$ 7,196,012</u>	<hr/> <u>\$ 5,170,041</u>

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**15. Health Canada**

	<u>2014</u>	<u>2013</u>
Funding per Health Canada confirmation	<hr/> <u>\$ 1,144,771</u>	<hr/> <u>\$ 1,824,378</u>

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**16. Segmented Information**

Sachigo Lake First Nation is a diversified local government that provides a wide range of services to its citizens and members, including band support, health, economic development, social services, education and training, and housing. The Casino Rama segment includes the use of funds received under Ontario First Nations Limited Partnership agreements.

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. Administrative fees, based on a percentage of revenue, have been allocated to programs where permitted by the funder.

**Sachigo Lake First Nation  
Notes to Financial Statements**

**16. Segmented Information (continued)**

**Segmented Disclosure - Statement of Financial Activities**

For the year ended March 31	Band Support	Casino Rama	Infrastructure	Health	Education & Training	Social Services	Economic Development	Housing	Total 2014	2013
<b>Revenue</b>										
Government transfers	\$ 1,105,151	\$ -	\$ 5,042,417	\$ 1,142,021	\$ 1,464,860	\$ 1,102,708	\$ 98,512	\$ 456,653	\$ 10,412,322	\$ 10,241,620
Transfers (to) from incomplete	10,784	-	856,033	100,000	-	-	-	-	966,817	(400,518)
Other	537,152	1,276,779	996,970	110,952	245,248	9,992	860,684	21,487	4,059,264	3,152,954
	<b>1,653,087</b>	<b>1,276,779</b>	<b>6,895,420</b>	<b>1,352,973</b>	<b>1,710,108</b>	<b>1,112,700</b>	<b>959,196</b>	<b>478,140</b>	<b>15,438,403</b>	<b>12,994,056</b>
<b>Expenses by object</b>										
Contracted services, supplies and other	715,068	1,290,571	6,237,803	471,488	1,077,347	902,068	504,294	294,497	11,493,136	9,647,759
Salaries and benefits	1,004,545	20,597	768,528	675,370	694,241	195,840	112,380	230,821	3,702,322	3,825,907
Travel and training	79,426	1,052	6,846	66,342	23,492	11,641	2,491	3,337	194,627	151,454
Rent, utilities and telephone	41,897	-	244,788	132,641	11,923	-	60,164	-	491,413	430,428
	<b>1,840,936</b>	<b>1,312,220</b>	<b>7,257,965</b>	<b>1,345,841</b>	<b>1,807,003</b>	<b>1,109,549</b>	<b>679,329</b>	<b>528,655</b>	<b>15,881,498</b>	<b>14,055,548</b>
<b>Excess (deficiency) of revenue over expenses for the year, subtotal</b>										
	<b>(187,849)</b>	<b>(35,441)</b>	<b>(362,545)</b>	<b>7,132</b>	<b>(96,895)</b>	<b>3,151</b>	<b>279,867</b>	<b>(50,515)</b>	<b>(443,095)</b>	<b>(1,061,492)</b>
Amortization	-	-	-	-	-	-	-	-	<b>(2,771,555)</b>	<b>(2,562,420)</b>
Capital expenses transfer from operations	-	-	-	-	-	-	-	-	<b>6,545,312</b>	<b>1,378,732</b>
Loss on disposal of capital assets	-	-	-	-	-	-	-	-	<b>(20,483)</b>	-
<b>Excess (deficiency) of revenue over expenses for the year</b>										
	<b>\$ (187,849)</b>	<b>\$ (35,441)</b>	<b>\$ (362,545)</b>	<b>\$ 7,132</b>	<b>\$ (96,895)</b>	<b>\$ 3,151</b>	<b>\$ 279,867</b>	<b>\$ (50,515)</b>	<b>\$ 3,310,179</b>	<b>\$ (2,245,180)</b>