

Sachigo Lake First Nation
Financial Statements
For the year ended March 31, 2015

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Sachigo Lake First Nation
Financial Statements
For the year ended March 31, 2015

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Management's Responsibility for the Financial Statements

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:



Chief



Band Administrator

Independent Auditors' Report

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, 2015, and the statements of revenue and expenses, fund balance, change in net 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' judgement, 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 in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of Sachigo Lake First Nation as at March 31, 2015, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.



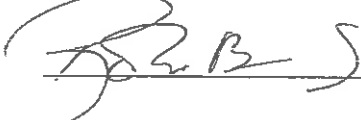
Chartered Accountants, Licensed Public Accountants


Dryden, Ontario
August 21, 2015

Sachigo Lake First Nation Statement of Financial Position

March 31	2015	2014
Financial Assets		
Bank (Note 1)	\$ 300,330	\$ 1,546,863
Short-term investments	4,476	4,476
Accounts receivable (Note 2)	1,016,277	538,626
Band member loans	121,160	136,791
Inventory for resale	367,213	387,313
	<u>1,809,456</u>	<u>2,614,069</u>
Financial Liabilities		
Accounts payable	566,384	1,414,362
Incomplete projects (Note 3)	321,621	539,411
Long-term debt (Note 4)	1,500,799	1,069,467
Capital lease obligation (Note 5)	-	37,588
	<u>2,388,804</u>	<u>3,060,828</u>
Net debt	<u>(579,348)</u>	<u>(446,759)</u>
Non-financial assets		
Tangible capital assets (Note 6)	<u>20,051,165</u>	<u>20,142,641</u>
Accumulated surplus (Note 7)	<u>\$ 19,471,817</u>	<u>\$ 19,695,882</u>

Approved on behalf of the Band Council:





Mary Barker

Sachigo Lake First Nation Statement of Revenue and Expenses

For the year ended March 31	Budget	2015	2014
Revenue			
Aboriginal Affairs and Northern Development Canada			
Set contribution	\$ 2,475,130	\$ 2,475,130	\$ 3,549,271
Grant contribution	562,002	562,002	546,851
Fixed contribution	3,225,919	3,225,919	3,099,890
Health Canada	1,339,168	1,339,168	1,144,771
Hydro One	-	1,167,252	899,346
Ministry of Community and Social Services	1,157,919	1,157,919	836,522
Ministry of Health, Long-Term Care	112,021	112,021	113,786
Ministry of Northern Development and Mines	99,995	99,995	94,500
Ministry of Transportation, Ontario	25,284	25,284	10,417
Nishnawbe Aski Nation	93,226	93,226	124,329
Northern Nishnawbe Education Council	81,828	81,828	81,828
Ontario First Nations Limited Partnership	930,341	963,988	936,849
Northern Ontario Heritage Fund	71,080	71,080	334,759
Ministry of Health, Promotion and Sport	136,425	136,425	148,937
Industry Canada/Fednor	-	-	131,223
Sioux Lookout Area Aboriginal Management Board	162,534	162,534	144,279
Ministry of Natural Resources	5,067	5,067	-
Tikinagan Child and Family Services	-	-	17,500
Ministry of Aboriginal Affairs	140,000	140,000	130,000
Ministry of Aboriginal Affairs - ACCGP	-	-	75,000
Ontario Library Services	31,630	31,630	13,630
Windigo First Nations Council	-	-	51,392
Other	63,563	1,856,806	1,938,798
Service Canada	-	-	51,620
Prior year surplus recovery	-	-	(3,912)
Transfers to Incomplete Projects	-	(321,621)	(539,411)
Transfers from Incomplete Projects	-	539,411	1,506,228
	10,713,132	13,925,064	15,438,403
Expenses			
Band Support	568,202	925,704	839,567
Other Operating Programs	298,989	1,529,193	1,647,095
Capital Housing	460,511	657,600	528,655
Operations and Maintenance	3,382,356	3,767,650	3,991,595
CEADS	52,600	52,600	52,600
New Relationship Funding	145,067	195,878	192,035
Business Centre - Administration	71,080	90,010	1,766,339
Internet Services	-	11,582	11,827
Social Services Fund	1,427,008	1,438,110	1,109,149
Education Fund	1,572,860	1,732,583	1,825,004
School Design	-	-	(5)
Economic Development	9,017	554,153	567,133
Winter Roads	216,786	234,885	265,531
Health Services	1,439,957	1,275,811	1,345,841
Remediation	-	25,695	244,869
Post Office	-	38,628	37,500
Echoing Lake Camp	-	21,873	41,596
Lingman Lake Winter Road Project	-	4,805	89,951
Business Centre	79,258	74,915	24,743
Registry Events	500	500	400
National Child Benefit	58,600	58,600	84,547
Community Funds	930,341	1,070,322	1,180,673
Journey of New Beginnings	-	-	34,853
	10,713,132	13,761,097	15,881,498
Excess (deficiency) of revenue over expenses before other items	-	163,967	(443,095)
Other items			
Capital expenses transfer from operations	-	(3,025,673)	(6,545,312)
Amortization of capital assets	-	3,117,149	2,771,555
Loss on disposal of capital assets	-	-	20,483
	-	91,476	(3,753,274)
Excess of revenue over expenses for the year	\$ -	\$ 72,491	\$ 3,310,179

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

Sachigo Lake First Nation Statement of Fund Balance

<u>For the year ended March 31</u>	<u>2015</u>	<u>2014</u>
Annual surplus	\$ 72,491	\$ 3,310,179
Accumulated surplus, beginning of year	19,695,882	16,443,262
Prior year recoveries (Note 16)	(296,556)	(57,559)
Accumulated surplus, beginning of year, restated	19,399,326	16,385,703
Accumulated Surplus, end of year	\$ 19,471,817	\$ 19,695,882

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

Sachigo Lake First Nation Statement of Change in Net Debt

For the year ended March 31	Actual 2015	Actual 2014
Annual surplus	\$ 72,491	\$ 3,310,179
Acquisition of tangible capital assets	(3,025,673)	(6,545,312)
Amortization of tangible capital assets	3,117,149	2,771,555
Loss on disposal of capital assets	-	20,483
Prior year recoveries	(296,556)	(57,559)
	<u>(132,589)</u>	<u>(500,654)</u>
Use of non-financial assets	-	214,073
Net change in net debt	(132,589)	(286,581)
Net debt, beginning of year	<u>(446,759)</u>	<u>(160,178)</u>
Net debt, end of year	<u>\$ (579,348)</u>	<u>\$ (446,759)</u>

Sachigo Lake First Nation Statement of Cash Flows

For the year ended March 31	2015	2014
Cash provided by (used in)		
Operating activities		
Excess of revenue over expenses for the year	\$ 72,491	\$ 3,310,179
Items not involving cash		
Amortization	3,117,149	2,771,555
Loss on disposal of capital assets	-	20,483
Changes in non-cash working capital balances		
Accounts receivable	(477,651)	178,132
Band member loans	15,631	25,204
Inventory	20,100	(4,501)
Accounts payable	(847,978)	773,288
Incomplete projects	(217,790)	(966,817)
Non-financial assets - inventory of supplies	-	214,073
	<u>1,681,952</u>	<u>6,321,596</u>
Financing activities		
Principal payments on long-term debt	(450,503)	(85,663)
Increase in long-term debt	881,835	877,205
Decrease in obligation for capital lease	(37,588)	(35,264)
	<u>393,744</u>	<u>756,278</u>
Investing activities		
Purchase of capital assets	(3,025,673)	(6,545,312)
Prior year recoveries	(296,556)	(57,559)
	<u>(3,322,229)</u>	<u>(6,602,871)</u>
Increase (decrease) in cash during the year	(1,246,533)	475,003
Bank, beginning of year	<u>1,546,863</u>	<u>1,071,860</u>
Bank, end of year	<u>\$ 300,330</u>	<u>\$ 1,546,863</u>

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

Sachigo Lake First Nation Summary of Significant Accounting Policies

March 31, 2015

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 Aboriginal Affairs and Northern Development Canada 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.

Sachigo Lake First Nation Summary of Significant Accounting Policies

March 31, 2015

Revenue Recognition	<p>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.</p> <p>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.</p>
Reporting Entity and Principles of Financial Reporting	<p>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.</p>
Inventory	<p>Inventory is stated at the lower of cost and net realizable value. Cost is generally determined on the first-in, first-out basis.</p>
Government Transfers	<p>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.</p>
Financial Instruments	<p>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.</p>
Segment Reporting	<p>The First Nation has determined the most appropriate basis for classifying segments is by program. The segment information is provided in Note 17.</p>
Use of Estimates	<p>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.</p>

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2015

1. Bank

	2015	2014
Post Office	\$ 80,901	\$ 55,578
Administration	(461,332)	983,099
Education	4,222	5,871
Social Services	(81,598)	(2,191)
Winter Roads	(11,915)	28,773
Health	(72,982)	(63,616)
Hydro One Remediation	4,551	7,590
Lingman Lake	123	4,923
Echoing Lake Camp	25,736	5,456
Business Centre	74,697	18,103
Internet Services	7,157	4,338
Economic Development Corporation	307,739	111,819
Casino Rama	47,749	197,021
New Store	233,591	136,875
Savings	141,691	53,224
	<u>\$ 300,330</u>	<u>\$ 1,546,863</u>

The First Nation has several operating lines of credit totalling \$395,000 which are due on demand and bear interest rates of prime plus 1.75%. At March 31, 2015, 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 First Nation is exposed to credit risk from having bank account balances over the amounts insured by the Canadian Deposit Insurance Corporation.

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2015

2. Accounts Receivable

	2015	2014
Administration		
Aboriginal Affairs and Northern Development Canada	\$ 173,576	\$ 12,610
Sioux Lookout Area Aboriginal Management Board	17,330	18,864
Hydro One	429,000	6,533
Ministry of Aboriginal Affairs	-	75,000
Industry Canada/Fednor	-	49,000
Windigo First Nation Council	-	11,392
Goods and services tax	108,588	68,906
	<u>728,494</u>	<u>242,305</u>
Social Services		
Ministry of Community and Social Services	120,665	45,517
Education		
Northern Nishnawbe Education Council	13,638	-
K-Net	-	7,000
Aboriginal Affairs and Northern Development Canada	-	1,758
	<u>13,638</u>	<u>8,758</u>
Winter Roads		
Aboriginal Affairs and Northern Development Canada	-	50,244
Ministry of Northern Development and Mines	24,999	-
	<u>24,999</u>	<u>50,244</u>
Economic Development Corporation		
Gas sales	31,440	-
Goods and services tax rebate	75,542	-
	<u>106,982</u>	<u>-</u>
Post Office		
Canada Post	2,726	-
Capital Projects	<u>-</u>	<u>3,250</u>
Health		
Health Canada	-	168,144
Nishnawbe Aski Nation	18,773	20,408
	<u>18,773</u>	<u>188,552</u>
	<u>\$ 1,016,277</u>	<u>\$ 538,626</u>

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2015

3. Incomplete Projects

	2015	2014
Bulk Fuel Tank Farm Project	\$ 307,600	\$ 521,400
Right to Play Program	-	1,051
Remediation	14,021	16,960
	<u>\$ 321,621</u>	<u>\$ 539,411</u>

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2015

4. Long-term Debt

	2015	2014
Loan to bridge Hydro One annual prepayment for fuel purchases, prime plus 2%, repayable in one instalment including interest, secured by a general security agreement and by band resolution; due September 2015	\$ 429,000	\$ -
Loan to assist with fuel purchases, prime plus 2%, repayable in 12 instalments of \$21,460 plus interest, secured by a general security agreement and by band resolution; due March 2016	230,985	-
Loan for diesel fuel purchases, prime plus 2%, repayable in monthly instalments of \$26,580 plus interest, secured by a general security agreement and by band resolution	-	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 resolution; maturing 2025	432,000	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	135,214	205,762
Loans for school bus, prime plus 2%, repayable in monthly instalments of \$1,438 plus interest, secured by a general security agreement and by band resolution; maturing 2018	51,750	69,000
Loan to assist with fuel purchases, prime plus 2%, repayable in one instalment including interest, secured by a general security agreement and by band resolution; due September 2015	221,850	-
	<u>\$ 1,500,799</u>	<u>\$ 1,069,467</u>

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2015

4. Long-Term Debt (continued)

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

2016	\$ 1,010,133
2017	122,416
2018	57,750
2019	40,500
2020	40,500
Thereafter	<u>229,500</u>
	<u>\$ 1,500,799</u>

5. Capital Lease Obligation

	<u>2015</u>	<u>2014</u>
Cat Financial, 7.10%, repayable in monthly instalments of \$3,492 including interest, secured by automotive equipment	<u>\$ -</u>	<u>\$ 37,588</u>

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

March 31, 2015

6. Tangible Capital Assets

								2015
	Buildings	Equipment	Computers	Infrastructure	Vehicles	Airplanes	Construction in Progress	Total
Cost, beginning of year	\$ 50,051,890	\$ 1,915,597	\$ 103,400	\$ 2,040,000	\$ 2,033,635	\$ 400,000	\$ 2,745,976	\$ 59,290,498
Additions	657,600	61,139	50,756	-	343,807	-	1,890,371	3,003,673
Disposals					(22,000)	-	-	(22,000)
Cost, end of year	\$ 50,709,490	\$ 1,976,736	\$ 154,156	\$ 2,040,000	\$ 2,355,442	\$ 400,000	\$ 4,636,347	\$ 62,272,171
Accumulated amortization, beginning of year	\$ 34,314,772	\$ 1,030,734	\$ 75,056	\$ 1,853,862	\$ 1,473,433	\$ 400,000	\$ -	\$ 39,147,857
Amortization	2,506,035	202,036	35,460	81,600	270,018	-	-	3,095,149
Disposals					(22,000)	-	-	(22,000)
Accumulated amortization, end of year	\$ 36,820,807	\$ 1,232,770	\$ 110,516	\$ 1,935,462	\$ 1,721,451	\$ 400,000	\$ -	\$ 42,221,006
Net carrying amount, end of year	\$ 13,888,683	\$ 743,966	\$ 43,640	\$ 104,538	\$ 633,991	\$ -	\$ 4,636,347	\$ 20,051,165

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

March 31, 2015

6. Tangible Capital Assets (continued)

	2014							
	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	\$ 50,051,890	\$ 1,915,597	\$ 103,400	\$ 2,040,000	\$ 2,033,635	\$ 400,000	\$ 2,745,976	\$ 59,290,498
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	\$ 34,314,772	\$ 1,030,734	\$ 75,056	\$ 1,853,862	\$ 1,473,433	\$ 400,000	\$ -	\$ 39,147,857
Net carrying amount, end of year	\$ 15,737,118	\$ 884,863	\$ 28,344	\$ 186,138	\$ 560,202	\$ -	\$ 2,745,976	\$ 20,142,641

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2015

7. Accumulated Surplus

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

	2015	2014
Capital fund (Note 8)	\$ 19,725,198	\$ 19,650,788
Unrestricted fund	(253,381)	45,094
	<u>\$ 19,471,817</u>	<u>\$ 19,695,882</u>

8. Capital Fund

	2015	2014
Fund Balance, beginning of year	\$ 19,650,788	\$ 16,331,587
Capital asset acquisitions	3,025,673	6,545,312
Amortization of capital assets	(3,117,149)	(2,771,555)
Funds borrowed	-	(555,000)
Long-term debt payments	165,886	120,927
Loss on disposal of capital assets	-	(20,483)
Fund Balance, end of year	<u>\$ 19,725,198</u>	<u>\$ 19,650,788</u>

9. Economic Dependence

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

10. Contingent Liabilities

The First Nation has agreements with Aboriginal Affairs and Northern Development 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.

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2015

11. Trust Funds

Trust funds administered by AANDC 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 Statement of Revenue and Expenses and Fund Balances.

	2015		2014	
	<u>Capital</u>	<u>Revenue</u>	<u>Capital</u>	<u>Revenue</u>
Balance, beginning of year	\$ 289	\$ 39,437	\$ 289	\$ 35,069
Add:				
Interest				
Government of Canada	-	13,777	-	4,368
Balance, end of year	\$ 289	\$ 53,214	\$ 289	\$ 39,437

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.

13. Comparative Figures

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

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2015

14. AANDC Funding Reconciliation

	2015	2014
Funding per AANDC confirmation	<u>\$ 6,263,051</u>	<u>\$ 7,196,012</u>

15. Health Canada

	2015	2014
Funding per Health Canada confirmation	<u>\$ 1,339,168</u>	<u>\$ 1,144,771</u>

16. Prior Year Recoveries

During the current year, Health Canada completed their review of the 2012/2013 fiscal year end of Sachigo Lake First Nation. As a result, Health Canada determined that the Health program had a surplus totalling \$300,924. This amount was recovered by Health Canada, from current year funding. Also, Social Services received funding to cover 2012/2013 deficit from Aboriginal Affairs and Northern Development Canada, in the amount of \$4,368. The net amount of prior year recoveries is \$296,556.

In the prior year, the net amount of prior year recoveries was \$57,559 and consisted of a recovery of \$5,320 by Ministry of Aboriginal Affairs and \$52,239 by Health Canada.

17. 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

17. 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 2015	2014
Revenue										
Government transfers	\$ 968,680	\$ -	\$ 3,382,414	\$ 1,331,668	\$ 1,473,032	\$ 1,427,508	\$ 84,875	\$ 551,447	\$ 9,219,624	\$ 10,412,322
Transfers from incomplete	1,051	-	216,739	-	-	-	-	-	217,790	966,817
Other	414,814	1,264,726	1,178,556	108,289	265,505	-	942,290	9,064	4,183,244	4,059,264
	<u>1,384,545</u>	<u>1,264,726</u>	<u>4,777,709</u>	<u>1,439,957</u>	<u>1,738,537</u>	<u>1,427,508</u>	<u>1,027,165</u>	<u>560,511</u>	<u>13,620,658</u>	<u>15,438,403</u>
Expenses by object										
Contracted services, supplies and other	636,418	1,087,640	3,801,200	389,217	1,063,007	1,244,497	509,263	430,922	9,162,164	11,493,136
Salaries and benefits	900,226	7,903	882,999	739,268	613,461	183,924	133,256	210,989	3,672,026	3,702,322
Travel and training	114,683	1,456	2,835	21,091	24,930	10,189	8,905	15,688	199,777	194,627
Rent, utilities and telephone	38,319	-	215,584	126,235	13,184	-	29,402	-	422,724	491,413
	<u>1,689,646</u>	<u>1,096,999</u>	<u>4,902,618</u>	<u>1,275,811</u>	<u>1,714,582</u>	<u>1,438,610</u>	<u>680,826</u>	<u>657,599</u>	<u>13,456,691</u>	<u>15,881,498</u>
Excess (deficiency) of revenue over expenses for the year, subtotal	(305,101)	167,727	(124,909)	164,146	23,955	(11,102)	346,339	(97,088)	163,967	(443,095)
Amortization										
Capital expenses transfer from operations	-	-	-	-	-	-	-	-	(3,117,149)	(2,771,555)
Loss on disposal of capital assets	-	-	-	-	-	-	-	-	3,025,673	6,545,312
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(20,483)</u>
Excess (deficiency) of revenue over expenses for the year	\$ (305,101)	\$ 167,727	\$ (124,909)	\$ 164,146	\$ 23,955	\$ (11,102)	\$ 346,339	\$ (97,088)	\$ 72,491	\$ 3,310,179