

Sachigo Lake First Nation
Financial Statements
For the year ended March 31, 2016

**Sachigo Lake First Nation
Financial Statements
For the year ended March 31, 2016**

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Management's Responsibility for the Financial Statements

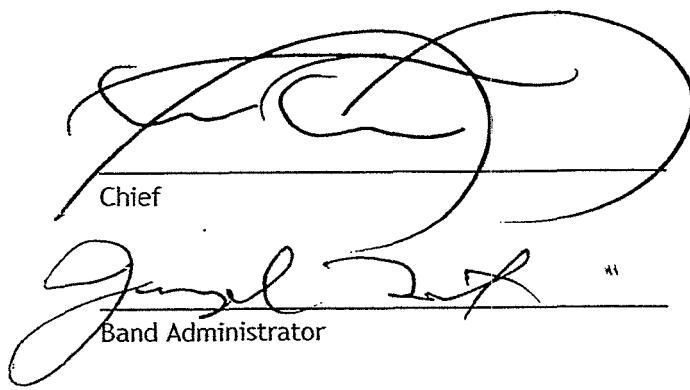
The accompanying financial statements of Sachigo Lake First Nation are the responsibility of management and have been approved by the Sachigo Lake First Nation Chief and Council.

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:



The image shows two handwritten signatures. The top signature is a stylized, cursive 'J' followed by 'a' and 'n', enclosed in a large oval. Below this, the word 'Chief' is written in a simple, sans-serif font. The bottom signature is a cursive 'J' followed by 'a' and 'n', with a small 'n' written to the right of the signature. Below this, the words 'Band Administrator' are written in a simple, sans-serif font.

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, 2016, 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' 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, 2016, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.



Chartered Professional Accountants, Licensed Public Accountants

Dryden, Ontario
July 20, 2016

**Sachigo Lake First Nation
Statement of Financial Position**

March 31	2016	2015
Financial Assets		
Bank (Note 1)	\$ 520,708	\$ 300,330
Short-term investments	4,476	4,476
Accounts receivable (Note 2)	606,634	1,016,277
Band member loans	96,616	121,160
Inventory for resale	<u>344,006</u>	<u>367,213</u>
	<u>1,572,440</u>	<u>1,809,456</u>
Financial Liabilities		
Accounts payable	653,898	566,384
Incomplete projects (Note 3)	86,808	321,621
Long-term debt (Note 4)	<u>659,100</u>	<u>1,500,799</u>
	<u>1,399,806</u>	<u>2,388,804</u>
Net financial assets (debt)	<u>172,634</u>	<u>(579,348)</u>
Non-financial assets		
Tangible capital assets (Note 5)	<u>18,882,052</u>	<u>20,051,165</u>
Accumulated surplus (Note 6)	<u>\$ 19,054,686</u>	<u>\$ 19,471,817</u>

Approved on behalf of the Band Council:

BB S
Mary Barker

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

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

For the year ended March 31	Budget	2016	2015
Revenue			
Aboriginal Affairs and Northern Development Canada			
Set contribution	\$ 1,047,883	\$ 1,047,883	\$ 2,475,130
Grant contribution	605,682	605,682	562,002
Fixed contribution	3,318,507	3,318,507	3,225,919
Health Canada	1,405,612	1,405,612	1,339,168
Hydro One	78,655	78,655	133,335
Ministry of Community and Social Services	1,248,560	1,248,560	1,157,919
Ministry of Health, Long-Term Care	130,339	130,339	112,021
Ministry of Northern Development and Mines	99,995	99,995	99,995
Ministry of Transportation, Ontario	70,396	70,396	25,284
Nishnawbe Aski Nation	113,552	113,552	93,226
Northern Nishnawbe Education Council	112,104	112,104	81,828
Ontario First Nations Limited Partnership	972,841	972,841	963,988
Northern Ontario Heritage Fund	-	-	71,080
Ministry of Health, Promotion and Sport	130,000	130,000	136,425
Fednor-Industry Canada	10,125	10,125	-
Sioux Lookout Area Aboriginal Management Board	144,620	144,620	162,534
Ministry of Natural Resources	98,202	98,202	5,067
Ministry of Aboriginal Affairs	67,941	67,941	140,000
Ministry of Training, Colleges and Universities	33,750	33,750	-
Ontario Library Services	15,804	15,804	31,630
Hydro One Remote Fuel Depot	870,248	870,428	1,033,917
Other	72,894	2,238,302	1,856,806
Transfers to Incomplete Projects	-	(86,808)	(321,621)
Transfers from Incomplete Projects	-	321,621	539,411
	<hr/>	<hr/>	<hr/>
	10,647,710	13,048,111	13,925,064
Expenses			
Band Support	611,996	895,948	925,704
Other Operating Programs	349,118	567,679	754,314
Capital Housing	508,869	668,897	657,600
Operations and Maintenance	1,823,487	2,094,615	3,767,650
CEADS	52,600	52,600	52,600
New Relationship Funding	90,000	65,381	135,004
Business Centre - Administration	-	-	90,010
Eco-Energy	99,400	99,400	-
Land Use Planning	76,143	64,667	60,874
Hydro One Remote Fuel Depot	870,428	651,984	774,879
Community Economic Development Plan	10,125	7,305	-
Community Activator	33,750	26,344	-
Social Services Fund	1,528,711	1,525,051	1,438,110
Education Fund	1,688,445	1,888,300	1,732,583
Economic Development	28,608	1,098,821	554,153
Internet Services	-	17,862	11,582
Winter Roads	218,571	204,861	234,885
Health Services	1,546,555	1,555,819	1,275,811
Remediation	-	6,431	25,695
Post Office	-	40,183	38,628
Echoing Lake Camp	-	19,927	21,873
Lingman Lake Winter Road Project	-	121	4,805
Business Centre	79,069	129,993	74,915
Registry Events	394	394	500
National Child Benefit	58,600	58,600	58,600
Community Funds	972,841	554,946	1,070,322
	<hr/>	<hr/>	<hr/>
	10,647,710	12,296,129	13,761,097
Excess of revenue over expenses before other items	<hr/>	<hr/>	<hr/>
	-	751,982	163,967
Other items			
Capital expenses transfer from operations	-	2,064,481	3,025,673
Amortization of capital assets	-	(3,233,594)	(3,117,149)
	<hr/>	<hr/>	<hr/>
	-	(1,169,113)	(91,476)
Excess (deficiency) of revenue over expenses for the year	<hr/>	<hr/>	<hr/>
	\$ -	\$ (417,131)	\$ 72,491

Sachigo Lake First Nation
Statement of Fund Balance

<u>For the year ended March 31</u>	<u>2016</u>	<u>2015</u>
Annual surplus (deficit)	\$ (417,131)	\$ 72,491
Accumulated surplus, beginning of year	19,471,817	19,695,882
Prior year recoveries (Note 15)	-	(296,556)
Accumulated surplus, beginning of year, restated	<u>19,471,817</u>	<u>19,399,326</u>
Accumulated surplus, end of year	<u>\$ 19,054,686</u>	<u>\$ 19,471,817</u>

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 Financial Assets (Debt)

<u>For the year ended March 31</u>	<u>Actual 2016</u>	<u>Actual 2015</u>
Annual surplus (deficit)	\$ (417,131)	\$ 72,491
Acquisition of tangible capital assets	(2,064,481)	(3,025,673)
Amortization of tangible capital assets	3,233,594	3,117,149
Prior year recoveries	-	(296,556)
 Net change in net financial assets (debt)	 751,982	 (132,589)
 Net debt, beginning of year	 (579,348)	 (446,759)
 Net financial assets (debt), end of year	 \$ 172,634	 \$ (579,348)

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

**Sachigo Lake First Nation
Statement of Cash Flows**

For the year ended March 31	2016	2015
Cash provided by (used in)		
Operating activities		
Excess (deficiency) of revenue over expenses for the year	\$ (417,131)	\$ 72,491
Item not involving cash		
Amortization	3,233,594	3,117,149
Changes in non-cash working capital balances		
Accounts receivable	409,643	(477,651)
Band member loans	24,544	15,631
Inventory	23,207	20,100
Accounts payable	87,514	(847,978)
Incomplete projects	<u>(234,813)</u>	<u>(217,790)</u>
	<u>3,126,558</u>	<u>1,681,952</u>
Financing activities		
Principal payments on long-term debt	(1,010,133)	(450,503)
Increase in long-term debt	168,434	881,835
Decrease in obligation for capital lease	<u>-</u>	<u>(37,588)</u>
	<u>(841,699)</u>	<u>393,744</u>
Investing activities		
Purchase of capital assets	(2,064,481)	(3,025,673)
Prior year recoveries	<u>-</u>	<u>(296,556)</u>
	<u>(2,064,481)</u>	<u>(3,322,229)</u>
Increase (decrease) in cash during the year	220,378	(1,246,533)
Bank, beginning of year	300,330	1,546,863
Bank, end of year	\$ 520,708	\$ 300,330

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, 2016

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, 2016

Revenue Recognition	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.
Reporting Entity and Principles of Financial Reporting	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.
Inventory	Inventory is stated at the lower of cost and net realizable value. Cost is generally determined on the first-in, first-out basis.
Government Transfers	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.
Financial Instruments	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.
Segment Reporting	The First Nation has determined the most appropriate basis for classifying segments is by program. The segment information is provided in Note 16.
Use of Estimates	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.

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2016

1. Bank

	<u>2016</u>	<u>2015</u>
Post Office	\$ 89,024	\$ 80,901
Administration	31,850	(461,332)
Education	(61,738)	4,222
Social Services	(97,919)	(81,598)
Winter Roads	17,855	(11,915)
Health	(110,876)	(72,982)
Hydro One Remediation	18,490	4,551
Lingman Lake	3	123
Echoing Lake Camp	8,518	25,736
Business Centre	13,707	74,697
Internet Services	328	7,157
Economic Development Corporation	47,602	307,739
Casino Rama	263,591	47,749
New Store	155,294	233,591
Savings	<u>144,979</u>	<u>141,691</u>
	<hr/>	<hr/>
	<u>\$ 520,708</u>	<u>\$ 300,330</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, 2016, 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, 2016

2. Accounts Receivable

	2016	2015
Administration		
Aboriginal Affairs and Northern Development Canada	\$ 32,985	\$ 173,576
Sioux Lookout Area Aboriginal Management Board	-	17,330
Hydro One	-	429,000
Windigo First Nation Council	7,144	-
Goods and services tax	<u>52,138</u>	<u>108,588</u>
	<u>92,267</u>	<u>728,494</u>
Social Services		
Ministry of Health and Long-term Care	26,034	9,166
Ministry of Community and Social Services	<u>139,296</u>	<u>107,131</u>
Aboriginal Affairs and Northern Development Canada	12,172	4,368
	<u>177,502</u>	<u>120,665</u>
Education		
Northern Nishnawbe Education Council	-	13,638
Aboriginal Affairs and Northern Development Canada	<u>83,166</u>	<u>-</u>
	<u>83,166</u>	<u>13,638</u>
Winter Roads		
Ministry of Northern Development and Mines	-	24,999
	<u>-</u>	<u>24,999</u>
Economic Development Corporation		
Aboriginal Affairs and Northern Development Canada	9,791	-
Gas sales	-	31,440
Goods and services tax rebate	<u>75,542</u>	<u>75,542</u>
	<u>85,333</u>	<u>106,982</u>

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

March 31, 2016

2. Accounts Receivable (continued)

Post Office			
Canada Post			<u>2,726</u>
Capital Projects			
Savings	50,000	-	
New Store	50,000	-	
	<u>100,000</u>	<u>-</u>	
Health			
Health Canada	46,411	-	
NAN Corporate Services	21,955	18,773	
	<u>68,366</u>	<u>18,773</u>	
	\$ 606,634	\$ 1,016,277	

3. Incomplete Projects

	2016	2015
Community Activator	\$ 7,406	-
Bulk Fuel Tank Farm Project	48,622	307,600
Community Economic Development Plan	2,820	-
Remediation	<u>27,960</u>	<u>14,021</u>
	\$ 86,808	\$ 321,621

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2016

4. Long-term Debt

	2016	2015
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	\$ -	\$ 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	-	230,985
Loan for diesel fuel purchases, prime plus 2%, repayable in monthly instalments of \$17,917 plus interest, secured by a general security agreement and by band resolution; maturing March 2017	168,434	-
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	391,500	432,000
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	64,666	135,214
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	34,500	51,750
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	-	221,850
	<u>\$ 659,100</u>	<u>\$ 1,500,799</u>

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2016

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:

2017	\$ 290,850
2018	57,750
2019	40,500
2020	40,500
2021	40,500
Thereafter	<u>189,000</u>
	<u>\$ 659,100</u>

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

March 31, 2016

5. Tangible Capital Assets

	2016							
	Buildings	Equipment	Computers	Infrastructure	Vehicles	Airplanes	Construction in Progress	Total
Cost, beginning of year	\$ 50,709,490	\$ 1,976,736	\$ 154,156	\$ 2,040,000	\$ 2,355,442	\$ 400,000	\$ 4,636,346	\$ 62,272,170
Additions	1,970,006	7,000	-	-	87,475	-	-	2,064,481
Adjustments	4,636,346	-	-	-	-	-	(4,636,346)	-
Cost, end of year	<u>\$ 57,315,842</u>	<u>\$ 1,983,736</u>	<u>\$ 154,156</u>	<u>\$ 2,040,000</u>	<u>\$ 2,442,917</u>	<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ 64,336,651</u>
Accumulated amortization, beginning of year	\$ 36,820,806	\$ 1,232,771	\$ 110,516	\$ 1,935,462	\$ 1,721,452	\$ 400,000	\$ -	\$ 42,221,007
Amortization	2,616,858	207,410	34,758	81,600	292,968	-	-	3,233,594
Accumulated amortization, end of year	<u>\$ 39,437,664</u>	<u>\$ 1,440,181</u>	<u>\$ 145,274</u>	<u>\$ 2,017,062</u>	<u>\$ 2,014,420</u>	<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ 45,454,601</u>
Net carrying amount, end of year	<u>\$ 17,878,178</u>	<u>\$ 543,555</u>	<u>\$ 8,882</u>	<u>\$ 22,938</u>	<u>\$ 428,497</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,882,052</u>

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

March 31, 2016

5. Tangible Capital Assets (continued)

	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	<u>\$ 50,709,490</u>	<u>\$ 1,976,736</u>	<u>\$ 154,156</u>	<u>\$ 2,040,000</u>	<u>\$ 2,355,442</u>	<u>\$ 400,000</u>	<u>\$ 4,636,347</u>	<u>\$ 62,272,171</u>
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	<u>\$ 36,820,807</u>	<u>\$ 1,232,770</u>	<u>\$ 110,516</u>	<u>\$ 1,935,462</u>	<u>\$ 1,721,451</u>	<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ 42,221,006</u>
Net carrying amount, end of year	<u>\$ 13,888,683</u>	<u>\$ 743,966</u>	<u>\$ 43,640</u>	<u>\$ 104,538</u>	<u>\$ 633,991</u>	<u>\$ -</u>	<u>\$ 4,636,347</u>	<u>\$ 20,051,165</u>

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2016

6. Accumulated Surplus

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

	2016	2015
Capital fund (Note 7)	\$ 18,684,383	\$ 19,725,198
Unrestricted fund	<u>370,303</u>	<u>(253,381)</u>
	<u>\$ 19,054,686</u>	<u>\$ 19,471,817</u>

7. Capital Fund

	2016	2015
Fund Balance, beginning of year	\$ 19,725,198	\$ 19,650,788
Capital asset acquisitions	2,064,481	3,025,673
Amortization of capital assets	(3,233,594)	(3,117,149)
Long-term debt payments	<u>128,298</u>	<u>165,886</u>
Fund Balance, end of year	<u>\$ 18,684,383</u>	<u>\$ 19,725,198</u>

8. Economic Dependence

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

9. 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, 2016

10. 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.

	<u>2016</u>		<u>2015</u>	
	<u>Capital</u>	<u>Revenue</u>	<u>Capital</u>	<u>Revenue</u>
Balance, beginning of year	\$ 289	\$ 53,214	\$ 289	\$ 39,437
Add:				
Interest				
Government of Canada	<u>-</u>	<u>7,939</u>	<u>-</u>	<u>13,777</u>
Balance, end of year	<u>\$ 289</u>	<u>\$ 61,153</u>	<u>\$ 289</u>	<u>\$ 53,214</u>

11. 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.

12. 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, 2016

13. AANDC Funding Reconciliation

	<u>2016</u>	<u>2015</u>
Funding per AANDC confirmation	\$ 4,959,900	\$ 6,263,051
Social Services - funerals	<u>12,172</u>	-
	<u>\$ 4,972,072</u>	<u>\$ 6,263,051</u>

14. Health Canada

	<u>2016</u>	<u>2015</u>
Funding per Health Canada confirmation	<u>\$ 1,405,612</u>	<u>\$ 1,339,168</u>

15. Prior Year Recoveries

In the prior year, the net amount of prior year recoveries was \$296,556 and consisted of a deficit funding of \$4,368 by Aboriginal Affairs and Northern Development Canada and recovery of \$300,924 by Health Canada.

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 2016	2015
Revenue										
Government transfers	\$ 1,042,152	\$ -	\$ 2,204,522	\$ 1,405,612	\$ 1,506,896	\$ 1,529,105	\$ 51,677	\$ 508,869	\$ 8,248,833	\$ 9,487,535
Transfers from incomplete	(2,820)	-	237,633	-	-	-	-	-	234,813	217,790
Other	337,653	1,596,325	1,164,720	140,943	359,806	-	954,889	10,125	4,564,461	3,949,718
	1,376,985	1,596,325	3,606,875	1,546,555	1,866,702	1,529,105	1,006,566	518,994	13,048,107	13,655,043
Expenses by object										
Contracted services, supplies and other	642,471	573,155	2,228,635	515,550	1,180,541	1,333,479	830,364	431,623	7,735,818	9,196,848
Salaries and benefits	759,051	1,840	930,732	836,336	634,003	176,004	356,388	242,979	3,937,333	3,671,727
Travel and training	20,527	-	4,763	80,342	22,310	15,961	12,574	1,600	158,077	199,777
Rent, utilities and telephone	38,786	-	212,157	123,592	9,447	-	80,915	-	464,897	422,724
	1,460,835	574,995	3,376,287	1,555,820	1,846,301	1,525,444	1,280,241	676,202	12,296,125	13,491,076
Excess (deficiency) of revenue over expenses for the year, subtotal										
	(83,850)	1,021,330	230,588	(9,265)	20,401	3,661	(273,675)	(157,208)	751,982	163,967
Amortization										
Capital expenses transfer from operations	-	-	-	-	-	-	-	-	(3,233,594)	(3,117,149)
	-	-	-	-	-	-	-	-	2,064,481	3,025,673
Excess (deficiency) of revenue over expenses for the year										
	\$ (83,850)	\$ 1,021,330	\$ 230,588	\$ (9,265)	\$ 20,401	\$ 3,661	\$ (273,675)	\$ (157,208)	\$ (417,131)	\$ 72,491