

INAC TBAY

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Sachigo Lake First Nation
Financial Statements
For the year ended March 31, 2017

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Financial Statements
For the year ended March 31, 2017

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Management's Responsibility for Financial Reporting

The accompanying financial statements of Sachigo Lake First Nation and all the information provided in this annual report are the responsibility of management and have been approved by the Chief and Council of the Band.

The financial statements have been prepared by management in accordance with Canadian public sector accounting principles. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The Band maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Band's assets are appropriately accounted for and adequately safeguarded.

The Band Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

The Chief and Council review the Band's financial statements and recommend their approval. The Chief and Council meet periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the financial statements and the external auditors' report. The Chief and Council takes this information into consideration when approving the financial statements for issuance to the Members. The Chief and Council also consider the engagement of the external auditors.

The financial statements have been audited by BDO Canada LLP in accordance with Canadian generally accepted auditing standards on behalf of the Members. BDO Canada LLP has full access to the Band Council.



Chief



Band Administrator



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BDO Canada LLP
37 King Street
PO Box 3010
Dryden ON P8N 3G3 Canada

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, 2017, and the statements of revenue and expenses, fund balance, change in net financial assets, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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, 2017, 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

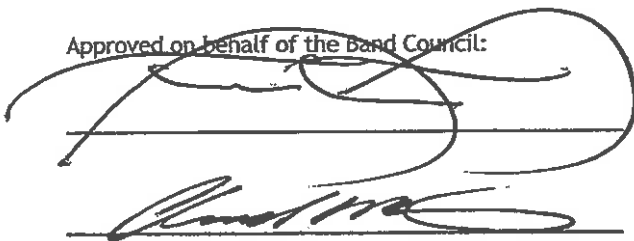
Chartered Professional Accountants, Licensed Public Accountants

Dryden, Ontario
August 2, 2017

Sachigo Lake First Nation Statement of Financial Position

March 31	2017	2016
Financial Assets		
Bank (Note 1)	\$ 2,223,738	\$ 520,708
Short-term investments	4,476	4,476
Accounts receivable (Note 2)	1,015,497	606,634
Band member loans	70,236	96,616
Inventory for resale	360,595	344,006
	<u>3,674,542</u>	<u>1,572,440</u>
Financial Liabilities		
Accounts payable	1,805,914	653,898
Incomplete projects (Note 3)	1,087,783	86,808
Long-term debt (Note 4)	368,250	659,100
Capital lease obligation (Note 5)	386,191	-
	<u>3,648,138</u>	<u>1,399,806</u>
Net financial assets	<u>26,404</u>	<u>172,634</u>
Non-financial assets		
Tangible capital assets (Note 6)	<u>18,806,087</u>	<u>18,882,052</u>
Accumulated surplus (Note 7)	<u>\$ 18,832,491</u>	<u>\$ 19,054,686</u>

Approved on behalf of the Band Council:



Sachigo Lake First Nation Statement of Revenue and Expenses

For the year ended March 31

	Budget	2017	2016
Revenue			
Indigenous and Northern Affairs Canada			
Set contribution	\$ 1,058,317	\$ 832,401	\$ 1,047,883
Grant contribution	568,233	568,233	605,682
Fixed contribution	6,612,066	6,837,982	3,318,507
Flexible contribution	78,500	78,500	-
Health Canada			
Set contribution	1,247,116	1,247,116	1,405,612
Flexible contribution	205,660	205,660	-
Hydro One	78,655	81,273	78,655
Ministry of Community and Social Services	1,145,878	1,145,878	1,248,560
Ministry of Health and Long-Term Care	121,946	121,946	130,339
Ministry of Northern Development and Mines	103,005	103,005	99,995
Ministry of Transportation, Ontario	-	39,541	70,396
NAN Corporate Services	263,834	263,834	113,552
Northern Nishnawbe Education Council	140,130	112,104	112,104
Ontario First Nations Limited Partnership	1,098,041	1,098,041	972,841
Northern Ontario Heritage Fund	12,051	12,051	10,125
Ministry of Health, Promotion and Sport	187,271	187,271	163,750
Canada Mortgage and Housing Corporation	90,270	90,270	-
Sioux Lookout Area Aboriginal Management Board	255,160	255,160	144,620
Ministry of Natural Resources	2,503	2,503	8,202
Ministry of Indigenous Relations and Reconciliation	106,985	106,985	157,941
Ontario Trillium Foundation	70,000	70,000	-
Windigo First Nations Council	50,000	50,000	-
Hydro One Remote Fuel Depot	877,500	877,500	870,428
Other	92,155	2,016,939	2,254,106
Service Canada	-	23,604	-
Transfers to Incomplete Projects	-	(1,087,783)	(86,808)
Transfers from Incomplete Projects	-	86,808	321,621
	14,465,276	15,426,822	13,048,111
Expenses			
Band Support	574,674	819,013	895,948
Other Operating Programs	620,990	991,405	567,679
Capital Housing	593,400	892,987	668,897
Capital Housing - Triplexes	1,714,900	1,117,305	-
Capital Housing - NTLE	332,778	50,727	-
Operations and Maintenance	2,411,713	2,644,681	2,094,615
CEADS	52,600	52,600	52,600
New Relationship Funding	97,539	97,539	65,381
Climate Change	87,163	-	-
Eco-Energy	-	-	99,400
Land Use Planning	16,985	42,762	64,667
Hydro One Remote Fuel Depot	877,500	768,541	651,984
Community Economic Development Plan	13,137	67,792	7,305
Community Activator	48,646	82,384	26,344
Social Services Fund	1,393,980	1,399,176	1,525,051
Education Fund	2,732,922	2,515,269	1,888,300
Economic Development	-	575,918	1,098,821
Internet Services	-	10,321	17,862
Winter Roads	103,005	210,336	204,861
Health Services	1,636,328	1,606,674	1,555,819
Remediation	-	20,846	6,431
Post Office	-	46,714	40,183
Echoing Lake Camp	-	97,039	19,927
Lingman Lake Winter Road Project	-	3	121
Business Centre	-	197,285	129,993
Registry Events	375	375	394
National Child Benefit	58,600	58,600	58,600
Community Funds	1,098,041	925,293	554,946
	14,465,276	15,291,585	12,296,129
Excess of revenue over expenses before other items		135,237	751,982
Other items			
Capital expenses transfer from operations	-	2,893,223	2,064,481
Amortization of capital assets	-	(2,957,288)	(3,233,594)
Gain on disposal of capital assets	-	8,100	-
	-	(55,965)	(1,169,113)
Excess (deficiency) of revenue over expenses for the year	\$ -	\$ 79,272	\$ (417,131)

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>2017</u>	<u>2016</u>
Annual surplus (deficit)	\$ 79,272	\$ (417,131)
Accumulated surplus, beginning of year	19,054,686	19,471,817
Prior year recoveries (Note 16)	(301,467)	-
Accumulated surplus, beginning of year, restated	18,753,219	19,471,817
Accumulated surplus, end of year	\$ 18,832,491	\$ 19,054,686

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

For the year ended March 31	Actual 2017	Actual 2016
Annual surplus (deficit)	\$ 79,272	\$ (417,131)
Acquisition of tangible capital assets	(2,893,223)	(2,064,481)
Amortization of tangible capital assets	2,957,288	3,233,594
Adjustment on disposal of capital assets	11,900	-
Prior year recoveries	(301,467)	-
Net change in net financial assets	(146,230)	751,982
Net financial assets (debt), beginning of year	172,634	(579,348)
Net financial assets, end of year	\$ 26,404	\$ 172,634

Sachigo Lake First Nation Statement of Cash Flows

For the year ended March 31	2017	2016
Cash provided by (used in)		
Operating activities		
Excess (deficiency) of revenue over expenses for the year	\$ 79,272	\$ (417,131)
Items not involving cash		
Amortization	2,957,288	3,233,594
Gain on disposal of capital assets	(8,100)	-
Changes in non-cash working capital balances		
Accounts receivable	(408,863)	409,643
Band member loans	26,380	24,544
Inventory	(16,589)	23,207
Accounts payable	1,152,013	87,514
Incomplete projects	1,000,978	(234,813)
	<u>4,782,379</u>	<u>3,126,558</u>
Financing activities		
Principal payments on long-term debt	(290,850)	(1,010,133)
Increase in long-term debt	-	168,434
Proceeds on disposal of equipment	20,000	-
Increase in obligation for capital lease	386,191	-
	<u>115,341</u>	<u>(841,699)</u>
Investing activities		
Purchase of capital assets	(2,893,223)	(2,064,481)
Prior year recoveries	(301,467)	-
	<u>(3,194,690)</u>	<u>(2,064,481)</u>
Increase in cash during the year	1,703,030	220,378
Bank, beginning of year	<u>520,708</u>	<u>300,330</u>
Bank, end of year	<u>\$ 2,223,738</u>	<u>\$ 520,708</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, 2017

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 Indigenous and Northern Affairs 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, 2017

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, 2017

1. Bank

	2017	2016
	<u>2017</u>	<u>2016</u>
Post Office	\$ 89,706	\$ 89,024
Administration	1,482,086	31,850
Education	(67,019)	(61,738)
Social Services	9,901	(97,919)
Winter Roads	36,741	17,855
Health	(369,011)	(110,876)
Hydro One Remediation	(2,356)	18,490
Lingman Lake	-	3
Echoing Lake Camp	17,998	8,518
Business Centre	2,225	13,707
Internet Services	4,555	328
Economic Development Corporation	47,139	47,602
Casino Rama	388,602	263,591
New Store	302,002	155,294
Savings	281,169	144,979
	<u>\$ 2,223,738</u>	<u>\$ 520,708</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, 2017, three 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, 2017

2. Accounts Receivable

	2017	2016
Administration		
Indigenous and Northern Affairs Canada	\$ 481,980	\$ 32,985
Sioux Lookout Area Aboriginal Management Board	33,981	-
Hydro One	1,000	-
NAN Corporate Services	30,157	-
Windigo First Nation Council	-	7,144
Goods and services tax	40,399	52,138
	<u>587,517</u>	<u>92,267</u>
Social Services		
Ministry of Health and Long-term Care	-	26,034
Ministry of Community and Social Services	85,063	139,296
Indigenous and Northern Affairs Canada	-	12,172
	<u>85,063</u>	<u>177,502</u>
Education		
Goods and services tax	8,186	-
Indigenous and Northern Affairs Canada	-	83,166
	<u>8,186</u>	<u>83,166</u>
Economic Development Corporation		
Indigenous and Northern Affairs Canada	9,791	9,791
Gas sales	40,765	75,542
	<u>50,556</u>	<u>85,333</u>

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2017

2. Accounts Receivable (continued)

Capital Projects		
Savings	-	50,000
New Store	-	50,000
	<u>-</u>	<u>100,000</u>
Health		
Health Canada	264,397	46,411
NAN Corporate Services	11,355	21,955
Goods and services tax	8,423	-
	<u>284,175</u>	<u>68,366</u>
	<u>\$ 1,015,497</u>	<u>\$ 606,634</u>

3. Incomplete Projects

	2017	2016
Indigenous and Northern Affairs Canada		
Triplexes	\$ 597,595	\$ -
Climate Change	87,163	-
Governance	15,854	-
NTLE	282,051	-
Community Activator	-	7,406
Bulk Fuel Tank Farm Project	-	48,622
Community Economic Development Plan	-	2,820
Remediation	7,114	27,960
Education	98,006	-
	<u>\$ 1,087,783</u>	<u>\$ 86,808</u>

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2017

4. Long-term Debt

	2017	2016
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	\$ -	\$ 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	351,000	391,500
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	-	64,666
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	17,250	34,500
	<u>\$ 368,250</u>	<u>\$ 659,100</u>

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2017

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:

2018	\$ 57,750
2019	40,500
2020	40,500
2021	40,500
2022	40,500
Thereafter	<u>148,500</u>
	<u>\$ 368,250</u>

5. Capital Lease Obligation

Cat Financial, 5.45002%, repayable in monthly instalments of \$7,334 including interest, secured by automotive equipment; maturing 2022

2017	2016
<u>\$ 386,191</u>	<u>\$ -</u>

The estimated principal repayments on the above capital lease obligations required over the next five years are due as follows:

2018	\$ 76,409
2019	72,934
2020	77,010
2021	81,314
2022	<u>78,524</u>
	<u>\$ 386,191</u>

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

March 31, 2017

6. Tangible Capital Assets

								2017
	Buildings	Equipment	Computers	Infrastructure	Vehicles	Airplanes	Construction in Progress	Total
Cost, beginning of year	\$ 57,315,842	\$ 1,983,736	\$ 154,156	\$ 2,040,000	\$ 2,442,917	\$ 400,000	\$ -	\$ 64,336,651
Additions	1,028,654	89,278	2,934	-	604,325	-	1,168,032	2,893,223
Disposals	-	(119,000)	-	-	-	-	-	(119,000)
Cost, end of year	\$ 58,344,496	\$ 1,954,014	\$ 157,090	\$ 2,040,000	\$ 3,047,242	\$ 400,000	\$ 1,168,032	\$ 67,110,874
Accumulated amortization, beginning of year	\$ 39,437,664	\$ 1,440,181	\$ 145,274	\$ 2,017,062	\$ 2,014,420	\$ 400,000	\$ -	\$ 45,454,601
Amortization	2,678,987	25,640	9,689	22,938	220,034	-	-	2,957,288
Disposals	-	(107,100)	-	-	-	-	-	(107,100)
Accumulated amortization, end of year	\$ 42,116,651	\$ 1,358,721	\$ 154,963	\$ 2,040,000	\$ 2,234,454	\$ 400,000	\$ -	\$ 48,304,789
Net carrying amount, end of year	\$ 16,227,845	\$ 595,293	\$ 2,127	\$ -	\$ 812,788	\$ -	\$ 1,168,032	\$ 18,806,087

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

March 31, 2017

6. Tangible Capital Assets (continued)

	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	\$ 57,315,842	\$ 1,983,736	\$ 154,156	\$ 2,040,000	\$ 2,442,917	\$ 400,000	\$ -	\$ 64,336,651
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	\$ 39,437,664	\$ 1,440,181	\$ 145,274	\$ 2,017,062	\$ 2,014,420	\$ 400,000	\$ -	\$ 45,454,601
Net carrying amount, end of year	\$ 17,878,178	\$ 543,555	\$ 8,882	\$ 22,938	\$ 428,497	\$ -	\$ -	\$ 18,882,052

The net book value of tangible capital assets not being amortized because they are under construction (or development) is \$1,168,032 (2016 - \$NIL).

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2017

7. Accumulated Surplus

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

	2017	2016
Capital fund (Note 8)	\$ 18,051,643	\$ 18,684,383
Unrestricted fund	780,848	370,303
	<u>\$ 18,832,491</u>	<u>\$ 19,054,686</u>

8. Capital Fund

	2017	2016
Fund Balance, beginning of year	\$ 18,684,383	\$ 19,725,199
Capital asset acquisitions	2,889,423	2,064,481
Amortization of capital assets	(2,957,288)	(3,233,595)
Funds borrowed	(386,191)	-
Long-term debt payments	(463,584)	128,298
Payment of prior year fuel loan	293,000	-
Gain on disposal of capital assets	(8,100)	-
Fund Balance, end of year	<u>\$ 18,051,643</u>	<u>\$ 18,684,383</u>

9. Economic Dependence

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

10. Contingent Liabilities

The First Nation has agreements with Indigenous 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.

Sachigo Lake First Nation Notes to Financial Statements

March 31, 2017

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 Statement of Revenue and Expenses and Fund Balances.

	<u>2017</u>		<u>2016</u>	
	<u>Capital</u>	<u>Revenue</u>	<u>Capital</u>	<u>Revenue</u>
Balance, beginning of year	\$ 289	\$ 69,092	\$ 289	\$ 61,153
Add:				
Interest				
Government of Canada	-	7,945	-	7,939
Balance, end of year	\$ 289	\$ 77,037	\$ 289	\$ 69,092

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, 2017

14. Indigenous and Northern Affairs Canada

	2017	2016
Funding per INAC confirmation	\$ 8,317,116	\$ 4,972,072

15. Health Canada

	2017	2016
Funding per Health Canada confirmation	\$ 1,247,116	\$ 1,237,661

16. Prior Year Recoveries

In the current year, the net amount of prior year recoveries was \$301,467 which consisted of \$12,172 and \$695 recovered from the Social Services program by Indigenous and Northern Affairs Canada and recovery of \$237,594 for 2014/2015 and \$51,006 for 2015/2016 from the Health program 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 2017	Total 2016
Revenue										
Government transfers	\$ 1,122,826	\$ -	\$ 2,886,181	\$ 1,522,776	\$ 2,272,699	\$ 1,394,354	\$ -	\$ 2,620,683	\$ 11,819,519	\$ 8,272,670
Transfers to/from incomplete projects	(84,343)	-	61,020	-	(98,006)	-	-	(879,646)	(1,000,975)	234,813
Other	310,017	1,474,926	1,377,989	133,217	337,548	14,205	860,387	96,660	4,604,949	4,540,626
	<u>1,348,500</u>	<u>1,474,926</u>	<u>4,325,190</u>	<u>1,655,993</u>	<u>2,512,241</u>	<u>1,408,559</u>	<u>860,387</u>	<u>1,837,697</u>	<u>15,423,493</u>	<u>13,048,109</u>
Expenses by object										
Contracted services, supplies and other	528,271	989,730	3,170,681	454,500	1,533,475	1,219,537	493,075	1,746,756	10,136,025	7,678,900
Salaries and benefits	852,702	31,740	1,357,493	888,940	704,368	150,819	167,428	298,256	4,451,746	3,936,491
Travel and training	38,057	-	7,792	69,907	25,423	29,194	600	16,008	186,981	158,953
Rent, utilities and telephone	11,576	866	182,224	193,328	13,411	-	112,099	-	513,504	521,783
	<u>1,430,606</u>	<u>1,022,336</u>	<u>4,718,190</u>	<u>1,606,675</u>	<u>2,276,677</u>	<u>1,399,550</u>	<u>773,202</u>	<u>2,061,020</u>	<u>15,288,256</u>	<u>12,296,127</u>
Excess (deficiency) of revenue over expenses for the year, subtotal	(82,106)	452,590	(393,000)	49,318	235,564	9,009	87,185	(223,323)	135,237	751,982
Amortization	-	-	-	-	-	-	-	-	(2,957,288)	(3,233,595)
Capital expenses transferred from operations	-	-	-	-	-	-	-	-	2,893,223	2,064,482
Gain on disposal of capital assets	-	-	-	-	-	-	-	-	8,100	-
Excess (deficiency) of revenue over expenses for the year	<u>\$ (82,106)</u>	<u>\$ 452,590</u>	<u>\$ (393,000)</u>	<u>\$ 49,318</u>	<u>\$ 235,564</u>	<u>\$ 9,009</u>	<u>\$ 87,185</u>	<u>\$ (223,323)</u>	<u>\$ 79,272</u>	<u>\$ (417,131)</u>