

WUNNUMIN LAKE FIRST NATION  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2016

## WUNNUMIN LAKE FIRST NATION

### COUNCIL

Chief	Rod Winnepetonga
Deputy Chief	Luc McKay
Councillor	Gordon McKoop
Councillor	Lawrence Giddy
Councillor	Simon Winnepetonga
Councillor	Bellamie Bighead

### FIRST NATION ADMINISTRATION

Band Manager	Amos Martin
Band Administrator	Joyce Angees
Social Services Administrator	Jemima McKay
Education Director	Sam Mamakwa
Health Director	Rachael Mamakwa
Economic Development Director	Archie Wabasse

WUNNUMIN LAKE FIRST NATION  
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FOR THE YEAR ENDED MARCH 31, 2016

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WUNNUMIN LAKE FIRST NATION  
CONSOLIDATED FINANCIAL STATEMENTS  
MARCH 31, 2016


**MANAGEMENT'S RESPONSIBILITY FOR CONSOLIDATED FINANCIAL STATEMENTS**

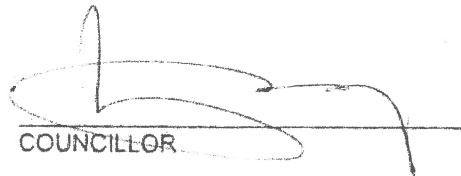
The consolidated financial statements of Wunnumin Lake First Nation are the responsibility of management and have been approved by Chief and Councillors.

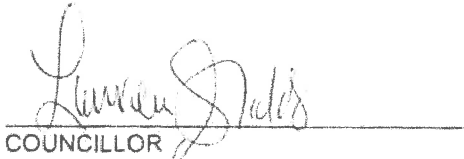
Management is responsible for the integrity and objectivity of the consolidated financial statements. Estimates are necessary in the preparation of these consolidated financial statements and, based on careful judgments, have been properly reflected. Management has established systems of internal control, which are designed to provide reasonable assurance that assets are safeguarded from loss or unauthorized use and to produce reliable accounting records for the preparation of financial information.

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

The consolidated financial statements have been audited by Holukoff Chiarella in accordance with Canadian generally accepted auditing standards on behalf of the Members. Holukoff Chiarella has full and free access to Council.

  
CHIEF

  
COUNCILLOR

  
COUNCILLOR

  
COUNCILLOR

# *Holukoff Chiarella*

CHARTERED ACCOUNTANTS

EXHIBIT "A"

Kevin Masse, B.Comm. (Hons), C.A.  
(Practising as Kevin Masse Chartered Accountant Ltd.)  
Ralph Orr, B.Comm. (Hons), C.A.  
(Practising as Ralph Orr Chartered Accountant Ltd.)

101 - 1180 Pembina Highway  
Winnipeg, Manitoba R3T 2A4  
Telephone (204) 452-6449  
Fax (204) 452-3397

## INDEPENDENT AUDITORS' REPORT

To the Chief, Councillors and Members of  
Wunnumin Lake First Nation

We have audited the accompanying consolidated financial statements of Wunnumin Lake First Nation, which comprise the consolidated statement of financial position as at March 31, 2016 and the consolidated statement of accumulated surplus, consolidated statement of operations, consolidated statement of change in net debt and consolidated statement of 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 auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

# Holukoff Chiarella

CHARTERED ACCOUNTANTS

EXHIBIT "A"

Kevin Masse, B.Comm. (Hons), C.A.  
(Practising as Kevin Masse Chartered Accountant Ltd.)  
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## INDEPENDENT AUDITORS' REPORT, Continued

### **Basis for Qualified Opinion**

The First Nation has long standing advances and investments from its business enterprises as disclosed in Note 5, the collectability and valuation of which is not susceptible to satisfactory audit verification. We were not able to satisfy ourselves concerning the validity and collectibility of the recorded amounts of the long term investments, Note 5. Accordingly, we were not able to determine whether any adjustments might be necessary to investments, expenses, annual surplus and accumulated surplus.

Our examination has indicated deficiencies in internal control over the recording of accounts receivable and accounts payable and revenue and expenditures. As a consequence, we were unable to satisfy ourselves that all revenue and expenditures and receivables and payables have been properly accrued or recorded. We were unable to determine by alternative means whether adjustments were required in respect of unrecorded accounts receivable, accounts payable and accrued liabilities, revenues and expenditures, net surplus (deficit) for the year and the accumulated operating surplus.

### **Qualified Opinion**

In our opinion, except for the possible effects of adjustments, if any, which might have been determined to be necessary as a result of the matter in the preceding paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of Wunnumin Lake First Nation as at March 31, 2016, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



WINNIPEG, MANITOBA  
August 31, 2016.

CHARTERED PROFESSIONAL ACCOUNTANTS  
LICENSED PUBLIC ACCOUNTANTS

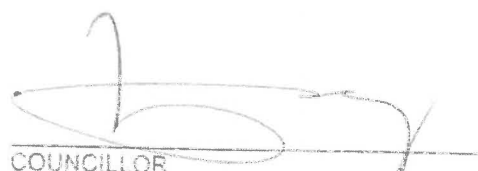
**WUNNUMIN LAKE FIRST NATION**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2016**

	<u>2016</u>	<u>2015</u>
<b>FINANCIAL ASSETS</b>		
Restricted cash, Note 2	\$ 1,322	1,357
Unrestricted cash, Note 6	754,509	
Ottawa Trust Funds, Note 2	8,779	8,597
Accounts receivable, Note 3	2,115,633	1,054,123
Advances receivable, Note 4	32,200	42,467
Inventory for resale	705,924	1,092,590
Other assets	17,350	20,069
Investments, Note 5	<u>75,409</u>	<u>2,247,020</u>
<b>Total Financial Assets</b>	<u>3,711,126</u>	<u>4,466,223</u>
<b>LIABILITIES</b>		
Bank indebtedness, Note 6		388,698
Short term loans		255,000
Accounts payable and accrued liabilities, Note 7	5,252,029	3,593,884
Deferred revenue, Note 8	64,332	127,388
Long term debt, Note 9	4,006,479	4,043,978
Reserves, Note 10	<u>265,754</u>	<u>204,870</u>
<b>Total Liabilities</b>	<u>9,588,594</u>	<u>8,613,818</u>
<b>NET DEBT</b>	<u>(5,877,468)</u>	<u>(4,147,595)</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets, Note 11	<u>22,255,937</u>	<u>22,884,738</u>
<b>ACCUMULATED SURPLUS, Note 12, Exhibit "C"</b>	<b>\$ <u>16,378,469</u></b>	<b><u>18,737,143</u></b>

**CONTINGENT LIABILITIES AND COMMITMENTS, Note 13**

**APPROVED BY:**

  
 CHIEF

  
 COUNCILLOR

  
 COUNCILLOR

  
 COUNCILLOR

WUNNUMIN LAKE FIRST NATION  
CONSOLIDATED STATEMENT OF ACCUMULATED SURPLUS  
FOR THE YEAR ENDED MARCH 31, 2016

EXHIBIT "C"

	<u>2016</u>	<u>2015</u>
BALANCE AT BEGINNING OF YEAR	\$ 18,737,143	21,306,878
ANNUAL SURPLUS (DEFICIT), Exhibit "D"	<u>(2,358,674)</u>	<u>(2,569,735)</u>
BALANCE AT END OF YEAR	\$ <b><u>16,378,469</u></b>	<b><u>18,737,143</u></b>



**WUNNUMIN LAKE FIRST NATION**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
**FOR THE YEAR ENDED MARCH 31, 2016**

	2016		2015
	Budget	Actual	Actual
<b>REVENUE</b>			
AANDC funding	\$ 5,119,780	5,734,499	5,122,580
Deferred revenue, beginning of year		113,509	128,478
Deferred revenue, end of year		(50,659)	(113,509)
Health Canada	2,459,828	2,497,561	3,254,916
Deferred revenue, beginning of year			52,080
Recover of prior year surplus			(52,080)
CMHC	135,635	163,135	135,635
Musselwhite Mine	1,250,000	1,170,091	1,634,843
Province of Ontario	784,427	784,212	836,690
SLAAMB	224,000	339,659	395,077
OFNLP	877,420	881,321	846,791
Band Enterprises revenue		2,582,993	2,591,920
Other	<u>2,898,897</u>	<u>4,037,275</u>	<u>3,731,392</u>
	<u>13,749,987</u>	<u>18,253,596</u>	<u>18,564,813</u>
<b>EXPENSES</b>			
First Nation management	460,018	1,298,866	1,448,712
Social services	771,075	866,907	774,204
Education management	1,891,816	1,844,984	2,027,089
Education operations and maintenance	624,414	438,312	473,971
Pipestone operations and maintenance - utility	2,572,681	1,948,694	1,774,591
Community operations and maintenance	756,691	413,694	674,055
Capital	494,962	502,348	562,827
Operating programs	2,145,074	2,246,254	2,366,931
Employment programs	247,280	198,989	273,774
Pipestone Economic Development Council	135,450	236,391	321,618
Health and Social Services Council	2,738,151	2,736,022	3,478,959
CMHC housing project	269,747	334,321	307,282
OFNLP	140,433	75,052	198,870
Mishamikiwiish Akiw Otabitamaageg	418,247	442,101	418,427
Community Development Funds	125,000	619,513	722,754
Community Telecommunications		466,085	324,072
Small Business Centre		168,909	175,108
Chee-Kee-Sis		<u>2,299,460</u>	<u>2,444,451</u>
	<u>13,791,039</u>	<u>17,136,902</u>	<u>18,767,695</u>
<b>ANNUAL SURPLUS (DEFICIT) BEFORE OTHER ITEMS</b>	(41,052)	1,116,694	(202,882)
<b>OTTAWA TRUST FUNDS, NOTE 2</b>		182	237
<b>INVESTMENT INCOME</b>		74,573	(320,620)
<b>PROVISION FOR WRITE-DOWN OF INVESTMENTS, Note 5</b>		(2,216,184)	(554,046)
<b>AMORTIZATION OF TANGIBLE CAPITAL ASSETS NOT EXPENSED IN OPERATIONS</b>		(1,339,014)	(1,532,065)
<b>LOSS ON DISPOSAL OF CAPITAL ASSETS</b>		(13,800)	
<b>ADJUSTMENTS RESULTING FROM CMHC REVIEW</b>		18,875	
Transfer to Tangible capital assets			<u>39,641</u>
<b>ANNUAL SURPLUS (DEFICIT)</b>	\$ <b>(41,052)</b>	<b>(2,358,674)</b>	<b>(2,569,735)</b>

## EXHIBIT "E"

WUNNUMIN LAKE FIRST NATION  
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT  
FOR THE YEAR ENDED MARCH 31, 2016

	<u>2016</u>	<u>2015</u>
ANNUAL SURPLUS (DEFICIT), Exhibit "D"	\$ (2,358,674)	(2,569,735)
Acquisition of tangible capital assets	(1,019,579)	(1,542,347)
Amortization of tangible capital assets	1,589,580	1,658,781
Net book value of asset sold	58,800	
Change in assets under construction	<u>                    </u>	<u>1,443,447</u>
DECREASE (INCREASE) IN NET DEBT	(1,729,873)	(1,009,854)
NET DEBT AT BEGINNING OF YEAR	<u>(4,147,595)</u>	<u>(3,137,741)</u>
NET DEBT AT END OF YEAR	\$ <b><u>(5,877,468)</u></b>	<b><u>(4,147,595)</u></b>

**WUNNUMIN LAKE FIRST NATION**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED MARCH 31, 2016**

**EXHIBIT "F"**

	<u>2016</u>	<u>2015</u>
<b>OPERATING TRANSACTIONS</b>		
Annual surplus (deficit), Exhibit "D"	\$ (2,358,674)	(2,569,735)
Add non-cash items		
Amortization of tangible capital assets	1,589,580	1,658,782
Loss on disposal of capital assets	13,800	
Net change in financial assets/liabilities		
Accounts receivable	(1,061,510)	(154,249)
Ottawa Trust Funds	(182)	(237)
Inventory	386,666	(20,893)
Other assets	2,719	
Reserves	60,884	49,885
Accounts payable and accrued liabilities	1,658,145	460,925
Deferred revenue	<u>(63,056)</u>	<u>(67,638)</u>
	<u>228,372</u>	<u>(643,160)</u>
<b>CAPITAL TRANSACTIONS</b>		
Acquisition of tangible capital assets	(1,019,579)	(1,542,347)
Proceeds on sale of capital asset	45,000	
Change in assets under construction		<u>1,443,447</u>
	<u>(974,579)</u>	<u>(98,900)</u>
<b>FINANCING TRANSACTIONS</b>		
Proceeds on short term debt	(255,000)	255,000
Repayment of short term debt	(1,717,666)	(75,193)
Principal repayments on long term debt		(1,073,439)
Proceeds on long term debt	<u>1,680,167</u>	<u>758,851</u>
	<u>(292,499)</u>	<u>(134,781)</u>
<b>INVESTING TRANSACTIONS</b>		
Decrease (increase) in advances/loans receivable	10,267	(9,539)
Decrease (increase) in investments	<u>2,171,611</u>	<u>815,299</u>
	<u>2,181,878</u>	<u>805,760</u>
<b>NET CHANGE IN CASH POSITION</b>	1,143,172	(71,081)
<b>CASH POSITION AT BEGINNING OF YEAR</b>	<u>(387,341)</u>	<u>(316,260)</u>
<b>CASH POSITION AT END OF YEAR</b>	\$ <u><b>755,831</b></u>	<u><b>(387,341)</b></u>
<b>REPRESENTED BY:</b>		
Bank indebtedness	\$	(388,698)
Unrestricted cash	754,509	
Restricted cash	<u>1,322</u>	<u>1,357</u>
	\$ <u><b>755,831</b></u>	<u><b>(387,341)</b></u>

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2016

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles for local government entities, as defined in the Public Sector Accounting and Auditing handbook of the Canadian Institute of Chartered Accountants.

a) Reporting Entity and Principles of Financial Reporting

Wunnumin Lake First Nation reporting entity includes the Wunnumin Lake First Nation government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

These financial statements consolidate the assets, liabilities and results of operations for the following entities which use accounting principles which lend themselves to consolidations:

Wunnumin Lake First Nation - Operations  
Wunnumin Lake First Nation - CMHC Housing Project  
Wunnumin Lake First Nation - Mishamikiwiish Akiw Otabitamaageg  
Chee-Kee-Sis Petro Inc.  
Wunnumin Lake Community Telecommunication Corporation  
2036898 Ontario Inc. o/a Wunnumin Lake Small Business Centre

All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual statements.

Long-term investments in non-controlled entities are recorded at cost (as opposed to the lower of cost or net realizable value as the net realizable value is undeterminable). Other long-term investments in non-controlled entities are recorded at investment value.

b) Tangible Capital Assets

Tangible capital assets include acquired, built, developed and improved tangible capital assets, whose useful life extends beyond one year and which are intended to be used on an ongoing basis for producing goods and delivering services. The organization does not capitalize computer software.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artefacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2016

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

c) Amortization

Amortization is provided for on a over the expected useful life of the assets in the table that follows. One-half of the annual amortization is charged in the year of acquisition and in the year of disposal.

Straight-line basis

Buildings and improvements	20 and 25 years
General equipment and vehicles	5-10 years
Infrastructure	25 years
Fuel facility	20 years

Diminishing balance

Small Business Centre building	5%
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d) Impairment of Long-Lived Assets

In the event that facts and circumstances indicate that the First Nation's long-lived assets may be impaired, an evaluation of recoverability would be performed. Such an evaluation entails comparing the estimated future undiscounted cash flows associated with the asset to the asset's carrying amount to determine if a write-down to market value or discounted cash flow is required. The First Nation considers that no circumstances exist that would require such an evaluation.

e) Inventories

Inventories are stated at the lower of cost and net realizable value. Cost is generally determined on a first-in, first-out basis. Inventories are written down to net realizable value when the cost is not estimated to be recoverable. When circumstances that previously caused inventories to be written down below cost no longer exist or when there is clear evidence of an increase in retail selling price, the amount of the write-down previously recorded is reversed.

f) Net Debt/Net Financial Assets

The organization's financial statements are presented so as to highlight net debt/net financial assets as the measurement of financial position. The net debt/net financial assets of the organization are determined by its financial assets less its liabilities.

g) Revenue Recognition

The First Nation follows the deferral method of accounting for revenue. Revenue is recognized as it becomes receivable under the terms of applicable funding agreements and can be reasonably estimated and collection is reasonably assured. Funding received under the funding arrangements which relates to a subsequent fiscal period is reflected as deferred revenue in the year of receipt and classified as such on the statement of financial position.

Other income, primarily fees for services, are recognized upon transfer of title of the product or upon performance of the service and when collectibility is reasonably assured.

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2016

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

h) Rental Revenue, Post 1996 Section 95 Programs

Rental revenue for Post 1996 Section 95 Programs is calculated at the Minimum Revenue Contribution (MRC) as set by CMHC at the time of signing the Project Operating Agreement. Any additional funds required to match the MRC are contributions from the Wunnumin Lake First Nation.

i) Reserves

The reserves accounts are funded by an annual charge against earnings as opposed to an appropriation of surplus.

j) Financial Instruments

*Initial and subsequent measurement*

The First Nation initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The First Nation subsequently measures all its financial assets and liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in the fair value of these financial instruments are recognized in net income in the period incurred.

Financial assets measured at amortized cost on a straight-line basis include restricted cash, bank indebtedness, accounts and advances receivable, and Ottawa Trust Funds.

Financial liabilities measured at amortized cost on a straight-line basis include accounts payable and accrued liabilities and long term debt.

*Transaction costs*

Transactions costs related to financial instruments that will be subsequently measured at fair value are recognized in net income in the period incurred. Transaction costs related to financial instruments subsequently measured at amortized cost are included in the original cost of the asset or liability and recognized in net income over the life of the instrument using the straight-line method.

k) Use of Estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reported period. Actual results could differ from management's best estimates as additional information becomes available in the future.

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2016

## 2. RESTRICTED CASH AND OTTAWA TRUST FUNDS

	<u>2016</u>	<u>2015</u>
Moveable assets reserve for the Health Services Transfer Agreement	\$ <u>1,322</u>	<u>1,357</u>
Funds on deposit with Aboriginal Affairs and Northern Development Canada		
Balance at beginning of year	8,597	8,360
Amounts placed on deposit during the year	<u>182</u>	<u>237</u>
	\$ <u><b>8,779</b></u>	<u><b>8,597</b></u>

## 3. ACCOUNTS RECEIVABLE

	<u>2016</u>	<u>2015</u>
Federal Government		
- AANDC	\$ 158,797	41,100
- Health Canada	32,096	78,675
SLAAMB	149,975	138,225
Other trade receivables	5,770,781	4,091,820
HST recoverable	<u>732,694</u>	<u>732,022</u>
	6,844,373	5,081,842
Allowance for doubtful accounts	<u>(4,728,710)</u>	<u>(4,027,719)</u>
	\$ <u><b>2,115,633</b></u>	<u><b>1,054,123</b></u>

## 4. ADVANCES RECEIVABLE

	<u>2016</u>	<u>2015</u>
ADMINISTRATION		
Community members and groups	\$ 241,151	260,573
Allowance for doubtful accounts	<u>(208,951)</u>	<u>(218,106)</u>
	\$ <u><b>32,200</b></u>	<u><b>42,467</b></u>

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2016

EXHIBIT "G"

5. INVESTMENTS

	<u>2016</u>	<u>2015</u>
Long term investments, at investment value		
Wasaya Partnership	\$	1,510,562
Wasaya Group Inc.		1,259,668
MyGuard Security Group	20,568	2,645
Landmark Inn Limited Partnership	277,425	210,942
Landmark Inn Leasing Corporation	(46,306)	(34,470)
Landmark Inn General Partner	2,857	
2061842 Ontario Inc. o/a BBH Contracting (50%)	110,665	9,594
BBH Limited Partnership	122,674	7,050
BBH Leasing Ltd.	16,908	
BBH General Partner Ltd.	(50,152)	
2317365 Ontario Limited	(332,965)	(112,922)
2317186 Ontario Limited o/a Happy Time Tours & Travel	(78,616)	(66,365)
1353428 Ontario Inc. o/a K W Enterprises	<u>32,351</u>	<u>14,362</u>
	<u>75,409</u>	<u>2,801,066</u>
Provision for write-down in Wasaya Partnership and Wasaya Group	<u>                    </u>	<u>(554,046)</u>
Total Investments	\$ <u>75,409</u>	<u>2,247,020</u>

a) Wasaya Group

The Trustee for the Wasaya Group of companies has filed a proposal with the courts and creditors. The net realizable value of the assets is less than the secured debt so the First Nation investment has been fully provided for.

6. UNRESTRICTED CASH (BANK INDEBTEDNESS)

	<u>2016</u>	<u>2015</u>
Administration		
Bank of Montreal	\$ (131,428)	(758,342)
Bank of Montreal - Capital projects	108,179	102
Bank of Montreal - Health	539	8,981
CIBC	67,107	58,743
Ontario First Nations Limited Partnership	432,142	150,915
Mishamikiwish Akiw Otabitomaageg	64,702	18,643
Community Development Fund	146,731	23,982
CMHC Housing Projects	16,262	3,402
Chee-Kee-Sis Petro Inc.	11,090	90,706
2036898 Ontario Inc. o/a Wunnumin Lake Small Business Centre	(6,033)	(6,162)
Wunnumin Lake Community Telecommunication Corporation	<u>31,398</u>	<u>20,332</u>
	\$ <u>754,509</u>	<u>(388,698)</u>

Bank indebtedness includes a bank overdraft of \$39,364 (2015 - \$442,387). The overdraft, to a limit of \$500,000, is secured by Band Council Resolution and a Letter of Underlying Guarantees, interest rate at BMO prime plus 2.50%.



WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2016

EXHIBIT "G"

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2016</u>	<u>2015</u>
Trade payables, net	\$ <u>5,252,029</u>	<u>3,593,884</u>

8. DEFERRED REVENUE

Funding received or receivable in the current period to be applied against the subsequent period programs is recorded as deferred revenue in the financial statements.

Deferred revenue consists of the following:

	<u>AANDC Special Reports Schedule</u>	<u>Opening Balance</u>	<u>Funding Received</u>	<u>Revenue Recognized</u>	<u>Closing Balance</u>
First Nation Management	1	\$ 113,509		62,850	50,659
Deferred rental income		<u>13,879</u>	<u>      </u>	<u>206</u>	<u>13,673</u>
		\$ <u>127,388</u>	<u>      </u>	<u>63,056</u>	<u>64,332</u>

9. LONG TERM DEBT

	<u>2016</u>	<u>2015</u>
The First Nation obtained financing to build a six unit seniors' housing. Through this program the seniors' housing is entitled to receive CMHC government assistance of \$1,598.83 per month to operate the seniors' housing as rental units.		
Bank of Montreal mortgage payable	\$ 201,937	238,737
Interest at 4.42% per annum, repayable at \$3,853.59 per month principal and interest, maturing January 1, 2026.		
The First Nation obtained financing to build five houses. Through this program the First Nation receives CMHC government assistance of \$2,912.50 per month to operate the houses as rental units.		
CMHC loan payable	<u>600,478</u>	<u>627,807</u>
Interest at 2.04% per annum, repayable at \$3,315.59 per month principal and interest, maturing March 1, 2019.		
Balance carried forward	\$ <u>802,415</u>	<u>866,544</u>

WUNNUMIN LAKE FIRST NATION  
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## 9. LONG TERM DEBT, continued

	<u>2016</u>	<u>2015</u>
Balance brought forward	\$ 802,415	866,544
The First Nation obtained financing to build three houses. Through this program the First Nation receives CMHC government assistance of \$1,338.00 per month to operate the houses as rental units.		
CMHC loan payable	127,271	141,437
Interest at 2.11% per annum, repayable at \$1,402.96 per month principal and interest, maturing January 1, 2019.		
Unadvanced	(6,750)	(6,750)
The First Nation obtained financing to build four houses. Through this program the First Nation receives CMHC government assistance of \$3,816.67 per month to operate the houses as rental units.		
CMHC loan payable	743,847	773,092
Interest at 1.71% per annum, repayable at \$3,453.30 per month principal and interest, maturing September 1, 2017.		
Unadvanced	(42,155)	(42,155)
Restrictive provision on the loans may terminate the government assistance. The loans are guaranteed by the Department of Indian and Northern Affairs.		
The First Nation obtained financing to build seven houses. Through this program the First Nation receives CMHC government assistance of \$3,928.62 per month to operate the houses as rental units.		
CMHC loan payable	459,544	489,005
Interest at 1.77% per annum, repayable at \$3,150.79 per month principal and interest, maturing November 1, 2019.		
Unadvanced	(41,985)	(41,985)
Bank of Montreal, demand non-revolving interest at prime plus 3.0% per annum. Principal payments of \$17,187 plus interest monthly. Loan matures January 2016, secured by Band Council Resolutions and a letter of Underlying Guarantees.		
	<u>                    </u>	<u>167,825</u>
Balance carried forward	\$ <u>2,042,187</u>	<u>2,347,013</u>

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
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## 9. LONG TERM DEBT, continued

	<u>2016</u>	<u>2015</u>
Balance brought forward	\$ 2,042,187	2,347,013
Bank of Montreal, demand loan interest at prime plus 3.0%, secured by Band Council Resolutions and a letter of Underlying Guarantees.	500,000	1,000,000
Finance contract payable		
GE Canada		24,530
GE Canada Equipment Finance G P		18,025
Ford Finance Contract		
Ford credit, interest at 0% per annum, repayable at \$792.06 per month, principal and interest, maturing June 19, 2019 secured by 2013 Ford F-150 Truck	30,890	40,395
Ford credit, interest at 6.79% per annum, repayable at \$1,863.22 per month, principal and interest, maturing April 1, 2018 secured by 2011 Ford F-750 Vac Truck	41,281	60,203
John Deere Financial		
Interest at 5.25% per annum, repayable at \$3,977.56 per month, principal and interest, maturing March 13, 2020. Secured by a John Deere 544KXDW Wheel loader with a cost of \$254,000 and a net book value of \$215,900.	171,871	
Interest at 5.50% per annum, repayable at \$17,198.16 per month, principal and interest, maturing March 8, 2020. Secured by a John Deere 300D Dump truck, 624J 4WD Loader, 210 GLC Excavator and 300 DWDW Dump truck with a cost of \$739,000.	739,500	
Promissory note payable		
Note payable to KW Enterprises, Unsecured and without interest	<u>91,636</u>	<u>35,141</u>
Balance carried forward	\$ <u>3,617,365</u>	<u>3,527,307</u>

WUNNUMIN LAKE FIRST NATION  
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FOR THE YEAR ENDED MARCH 31, 2016

## 9. LONG TERM DEBT, continued

	<u>2016</u>	<u>2015</u>
Balance brought forward	\$ 3,617,365	3,525,307
RRAP loans - CMHC		
Interest at 6.375% maturing at various dates from June 1 to September 1, 2016. Repayable by forgiveness of monthly payments of \$1,187.49 if certain conditions are met.	3,959	18,210
NADF Loan		
12% repayable in 10 monthly principal payments of \$15,357.55, secured by a inventory of Wunnumin Lake First Nation.	145,155	181,548
GE-Capital Equipment Loan and Security Agreement #974303400, dated March 6, 2014, interest at 9.90%, repayable in 24 monthly installments of \$1,662		18,913
Long-term debt		
5.95% , due March 2020, monthly fixed principal payments of \$5,000 and interest, secured by assignment of insurance and assignment of rents confirmed by Band Council Resolution	<u>240,000</u>	<u>300,000</u>
Total long term debt	4,006,479	4,043,978
Less current portion	<u>1,182,305</u>	<u>1,507,461</u>
	<b>\$ <u>2,824,173</u></b>	<b><u>2,536,517</u></b>

The current portion of the long term debt has been calculated based on the term loans being refinanced on their respective renewal date.

Estimated principal payments on long-term debt for the next five years and thereafter are as follows:

2017	\$ 1,182,305
2018	456,972
2019	450,249
2020	457,838
2021	147,477
Thereafter	<u>1,311,637</u>
	<b>\$ <u>4,006,479</u></b>

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2016

## 10. RESERVES

The First Nation establishes reserves for legal or contractual basis as follows:

	<u>2016</u>	<u>2015</u>
Replacement Reserve - Social Housing		
Agreements with Canada Mortgage and Housing Corporation provide for the accumulation of a replacement reserve. The replacement reserve was not separately funded at March 31, 2016.	\$ 123,611	89,686
Operating Reserve - Post 1996 Section 95 Programs		
Under the terms of the agreement with CMHC, any surplus remaining after the payment of all costs and expenses, including the allocation to the Replacement Reserve, should be retained by the First Nation in an Operating Reserve. The operating reserve has not been funded in a separate interest bearing account at March 31, 2016.	68,898	57,185
Moveable Assets Reserve - Health Centre		
Under the terms of the Health Transfer Agreement, funds are to be placed in a reserve for the replacement of moveable assets. The moveable assets reserve was partially funded at March 31, 2016.	<u>73,245</u>	<u>57,999</u>
	<b>\$ 265,754</b>	<b>204,870</b>

## 11. TANGIBLE CAPITAL ASSETS AND CONSTRUCTION IN PROGRESS

			2016		
	Cost	Additions	Cost	Accumulated	Net Book
	<u>Mar. 31/15</u>	<u>(Disposals)</u>	<u>Mar. 31/16</u>	<u>Amortization</u>	<u>Value</u>
Buildings	\$ 5,059,748		5,059,748	1,795,700	3,264,048
Power Plant	11,839,981		11,839,981	4,581,978	7,258,003
Infrastructure	5,364,833		5,364,833	2,213,897	3,150,936
Fuel Facility	1,102,891		1,102,891	967,377	135,514
Band Housing and Rentals	8,356,550		8,356,550	4,833,359	3,523,191
CMHC Housing	5,377,009		5,377,009	1,439,937	
Vehicles and equipment	<u>3,187,776</u>	<u>85,579</u>	<u>4,039,355</u>	<u>3,052,182</u>	<u>987,173</u>
Total tangible capital assets	<b>\$ 40,288,788</b>	<b>85,579</b>	<b>41,140,367</b>	<b>18,884,430</b>	<b>22,255,937</b>

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2016

## 11. TANGIBLE CAPITAL ASSETS AND CONSTRUCTION IN PROGRESS, continued

	2015				
	Cost Mar. 31/14	Additions (Disposals)	Cost Mar. 31/15	Accumulated Amortization	Net Book Value
Buildings	\$ 5,059,748		5,059,748	1,604,634	3,455,114
Power Plant	11,839,981		11,839,981	4,108,379	7,731,602
Infrastructure	5,364,833		5,364,833	1,999,304	3,365,529
Fuel Facility	1,102,891		1,102,891	912,232	190,659
Band Housing and Rentals	8,356,550		8,356,550	4,416,031	3,940,519
CMHC Housing	3,910,353	1,466,656	5,377,009	1,254,190	4,122,819
Vehicles and equipment	<u>3,112,085</u>	<u>75,691</u>	<u>3,187,776</u>	<u>3,109,280</u>	<u>78,496</u>
Total tangible capital assets	\$ <b><u>38,746,441</u></b>	<b><u>1,542,347</u></b>	<b><u>40,288,788</u></b>	<b><u>17,404,050</u></b>	<b><u>22,884,738</u></b>
Construction in progress	\$ <b><u>1,443,447</u></b>	<b><u>(1,443,447)</u></b>	<u>          </u>	<u>          </u>	<u>          </u>

## 12. ACCUMULATED SURPLUS

A portion of this balance includes surpluses and/or deficits from funds contributed by government agencies. Such surpluses/deficits may be subject to repayment or recovery by the contributing agencies, depending on the terms and conditions of the relevant contribution arrangements.

## 13. CONTINGENT LIABILITIES AND COMMITMENTS

- a) The Wunnumin Lake First Nation has guaranteed loans of Chee-Kee-Sis Petro Inc. The loan balances at March 31, 2016 were \$NIL (2015 - \$NIL).
- b) The Wunnumin Lake First Nation has guaranteed a loan of 2036898 Ontario Inc., o/a Wunnumin Lake Small Business Centre, by way of confirmation of assignment of rent as evidenced by Band Council Resolution. The balance of the loan at March 31, 2016 was \$240,000 (2015 - \$300,000).
- c) The First Nation has entered into various operating leases for the rental of equipment. The leases have various terms and various interest rates.
- d) The First Nation has provided Royal Bank of Canada guarantees and postponements of claim for \$700,000 (2015 - \$220,000) for 2317365 Ontario Limited and \$345,000 for 2317186 Ontario Limited. The First Nation has an equity interest in these companies.
- e) The First Nation has provided a guarantee and postponement of claim for loans to BBH Limited partnership and BBH Constructing from Bank of Montreal. No amounts have been advanced at March 31, 2016. The First Nation has an equity interest in these companies.

WUNNUMIN LAKE FIRST NATION  
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14. FEDERAL ASSISTANCE PAYMENTS

The CMHC Six Unit Senior's, Five, Three, Four and Seven Unit Housing receive federal assistance through Canada Mortgage and Housing Corporation pursuant to Section 95 of the National Housing Act to reduce mortgage interest to 2% to enable the projects to provide housing to low-income individuals. The amount of assistance received in 2016 was \$163,135 (2015 - \$135,635).

15. ECONOMIC DEPENDENCE

Wunnumin Lake First Nation receives 46% (2015 - 45.9%) of its revenues from Aboriginal Affairs and Northern Development Canada ("AANDC"), First Nations and Inuit Health ("FNIH") and Canada Mortgage and Housing Corporation ("CMHC") as a result of Treaties entered into with the Government of Canada. These treaties are administered by AANDC and FNIH under the terms and conditions of the Indian Act. The ability of the Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

16. COMPARATIVE AND BUDGET FIGURES

Some of the comparative figures for the previous years have not been shown as the information is considered not to be meaningful for comparison with the current year. Certain comparative figures for the previous year have been reclassified to conform with the presentation of the current year.

Budget data was included when available and has been approved by Chief and Council.

17. AANDC RECONCILIATION OF FUNDING

Revenue per AANDC confirmation	\$ 5,734,499
Add: Deferred revenue, beginning of year	113,509
Deferred revenue, end of year	<u>(50,659)</u>
Reported AANDC Revenue, Exhibit "D-1"	<b>\$ <u>5,797,349</u></b>

18. FINANCIAL RISKS AND CONCENTRATION OF RISK

a) Credit risk

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. The accounts receivable are mainly due from funders. Amounts due from others for which collection is questionable is provided for as a doubtful account when determined. There has been no change to the risk exposures from 2015.

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
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18. FINANCIAL RISKS AND CONCENTRATION OF RISK

b) Liquidity risk

Liquidity risk is the risk that First Nation will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The First Nation's exposure to liquidity risk is dependent on the collection of funding, collection of accounts receivable, purchasing commitments and obligations or raising of funds to meet commitments and sustain operations. Cash flow from operations provides a substantial portion of the First Nation's cash requirements. Additional cash requirements are provided by operating lines of credit as needed. Management is of the opinion that liquidity risk is not a significant risk and there has been no change to the risk exposures from 2015.

The First Nation's debt is structured with regularly recurring payments, secured by assets. Regularly recurring payments are required to service this debt, limiting the requirement to extinguish the debt in the short term. Interest rate fluctuations impact the cash flows but not to a significant effect.

c) Currency risk

The First Nation is not exposed to financial risks as a result of exchange rate fluctuations and the volatility of these rates. In the normal course of business, the First Nation does not normally have purchases and sales denominated in foreign currency. There has been no change to the risk exposure from 2015.

d) Interest Rate risk

The First Nation has fixed rate long-term debt and variable rate short-term credit facilities. A change in the variable rate impacts cash flows to service the variable rate short-term credit facilities when such debt is outstanding. There has been no change to the risk exposure from 2015 and there is expected to be no substantive change in the next fiscal period.

19. CHANGE IN ACCOUNTING POLICY

For the year ended March 31, 2016, the First Nation changed its accounting policy in the way that it reports its Investments in First Nation Controlled Entities, for its holdings in the following entities:

- Chee-Kee-Sis Petro Inc.;
- 20368980 Ontario Inc. o/a Wunnumin Lake Small Business Centre; and,
- Wunnumin Lake Community Telecommunications Corporation.

In previous years, the First Nation accounted for these wholly owned entities on an equity basis whereby the amount shown as Investment in First Nation Controlled Entities was reflected as a one-line item on the Consolidated Statement of Financial Position at the First Nation's initial investment plus its cumulative equity in the annual surplus (deficit) of these entities. In addition, the current year's annual surplus (deficit) of these wholly owned entities was reflected as a one-line item on the Consolidated Summary Statement of Operations for the year as Business Enterprise Income (Loss).



WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2016

## 20. CHANGE IN ACCOUNTING POLICY, continued

For the year ended March 31, 2016, the financial assets, liabilities, non-financial assets, revenue and expenses of these First Nation Controlled Entities were consolidated in these financial statements. This change in accounting policy was applied on a retrospective basis, with a restatement of the following comparative figures for the year ended March 31, 2015:

	<u>Previously Stated</u>	<u>Net Change</u>	<u>Restated</u>
<b>FINANCIAL ASSETS</b>			
Cash in bank	1,357		1,357
Ottawa Trust Funds	8,597		8,597
Accounts receivable	899,936	154,187	1,054,123
Advances receivable	42,467		42,467
Inventory for resale		1,092,590	1,092,590
Other assets		20,069	20,069
Investments	<u>5,057,883</u>	<u>(2,810,863)</u>	<u>2,247,020</u>
Total Financial Assets	<u>6,010,240</u>	<u>(1,544,017)</u>	<u>4,466,223</u>
<b>LIABILITIES</b>			
Bank indebtedness	493,574	(104,876)	388,698
Short term loans	255,000		255,000
Accounts payable and accrued liabilities	4,781,774	(1,187,890)	3,593,884
Deferred revenue	113,509	13,879	127,388
Long term debt	3,543,516	500,462	4,043,978
Reserves	<u>204,870</u>		<u>204,870</u>
Total Liabilities	<u>9,392,243</u>	<u>(788,425)</u>	<u>8,613,818</u>
<b>NET DEBT</b>	<u>(3,382,003)</u>	<u>          </u>	<u>(4,147,595)</u>
<b>NON-FINANCIAL ASSETS</b>			
Tangible capital assets	<u>22,119,146</u>	<u>765,592</u>	<u>22,884,738</u>
<b>ACCUMULATED SURPLUS</b>	<b>\$ <u>18,737,143</u></b>	<u>          </u>	<b><u>18,737,143</u></b>

## 21. FIRST NATIONS FINANCIAL TRANSPARENCY AND ACCOUNTABILITY ACT

The First Nation is required by the First Nations Financial Transparency and Accountability Act to post its consolidated financial statements on a website and submit the consolidated financial statements to AANDC by July 29, 2016. As the audit report is dated after this date, the First Nation is not in compliance with this requirement. The possible effect of this non-compliance has not yet been determined.

EXHIBIT "G"

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
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22. SEGMENT DISCLOSURE

	<u>Band Support</u>		<u>Economic Development</u>		<u>Education Services</u>	
	<u>Budget</u>	<u>2016</u>	<u>Budget</u>	<u>2016</u>	<u>Budget</u>	<u>2016</u>
REVENUE		<u>2015</u>		<u>2015</u>		<u>2015</u>
Federal government	\$ 731,367	731,367	59,500	59,500	1,742,495	1,757,043
Provincial government	284,996					
Economic activities		74,573				
Write down of investment		(2,216,184)				
Net income from investments in business enterprises		(250,516)				
Other revenue		486,947	70,000	86,005	49,200	261,404
TOTAL REVENUE	1,016,363	(1,173,813)	129,500	145,505	1,791,695	2,018,447
EXPENSES						
Honoraria, Chief and Councillors	282,100	300,245				
Wages and benefits	598,444	349,504	135,450	158,983	1,040,158	1,413,598
Amortization		1,439,959				
Tangible capital assets		(39,641)				
Interest	111,483	183,360				
Other expenses	(532,009)	465,757		77,408	851,658	613,131
TOTAL EXPENSES	460,018	2,738,825	135,450	236,391	1,891,816	2,026,729
SURPLUS (DEFICIT) BEFORE TRANSFERS	556,345	(3,912,638)	(5,950)	(90,886)	(100,121)	(8,282)
TRANSFERS		130,893		90,886		
ANNUAL SURPLUS (DEFICIT)	\$ 556,345	(3,781,745)	(5,590)		(100,121)	(8,282)

WUNNUMIN LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
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## 22. SEGMENT DISCLOSURE, continued

	Social Services			Municipal Services			Capital Projects	
	Budget	2016	2015	Budget	2016	2015	Budget	2015
REVENUE								
Federal government	\$ 96,411	96,411	139,694	1,630,067	2,092,612	1,523,908	449,966	593,540
Provincial government	600,000	737,180	645,339					
Write down of investment								
Economic activities								
Net income from investments in government business enterprises		47,032	31,176	1,021,917	1,085,391	1,144,384		
Other revenue							977	
TOTAL REVENUE	696,411	880,623	816,209	2,651,984	3,178,003	2,668,292	449,966	593,540
EXPENSES								
Honoraria, Chief and Councillors								
Wages and benefits	47,000	46,166	44,426	658,166	424,638	557,086	149,966	182,964
Amortization								
Tangible capital assets								
Interest								
Other expenses	724,075	820,741	729,778	3,295,620	2,376,062	2,365,891	344,996	379,863
TOTAL EXPENSES	771,075	866,907	771,204	3,953,786	2,800,700	2,922,977	494,962	562,827
SURPLUS (DEFICIT) BEFORE TRANSFERS	(74,664)	13,716	42,005	(1,301,802)	377,303	(254,685)	(44,996)	30,713
TRANSFERS					110,439	413,970	51,405	
ANNUAL SURPLUS (DEFICIT)	\$ (74,664)	13,716	42,005	(1,301,802)	487,742	159,285	(44,996)	30,713

WUNNUMIN LAKE FIRST NATION  
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## 22. SEGMENT DISCLOSURE, continued

	Health		Housing	
	<u>Budget</u>	<u>2016</u>	<u>Budget</u>	<u>2015</u>
REVENUE				
Federal government	\$ 2,329,534	2,522,261	135,635	135,635
Provincial government	184,827	193,033	163,135	
Economic activities		191,351		
Write down of investment				
Net income for investments in government business enterprises				
Other revenue		7,266	100,000	110,769
TOTAL REVENUE	<u>2,514,361</u>	<u>2,715,294</u>	<u>235,635</u>	<u>246,404</u>
EXPENSES				
Honoraria, Chief and Councillors				
Wages and benefits	1,258,189	1,670,282	6,000	6,000
Amortization			137,002	114,097
Tangible capital assets				
Interest	1,479,962	1,065,740	42,360	42,548
Other expenses		1,986,209	221,387	144,637
TOTAL EXPENSES	<u>2,738,151</u>	<u>2,736,022</u>	<u>269,747</u>	<u>307,282</u>
SURPLUS (DEFICIT) BEFORE TRANSFERS	(223,790)	(20,728)	(34,112)	(60,878)
TRANSFERS				
			47,376	50,428
ANNUAL SURPLUS (DEFICIT)	\$ <u>(223,790)</u>	<u>(20,728)</u>	<u>(34,112)</u>	<u>(10,450)</u>

WUNNUMIN LAKE FIRST NATION  
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## 22. SEGMENT DISCLOSURE, continued

	Community Services		Total	
	<u>Budget</u>	<u>2016</u>	<u>Budget</u>	<u>2015</u>
REVENUE				
Federal government	\$ 513,212	617,386	7,688,187	8,395,195
Provincial government		436,144	1,069,823	836,690
Economic activities			74,573	(874,666)
Write down of investment			(2,216,184)	
Net income for investments in government business enterprises			(250,516)	(131,555)
Other revenue	3,750,860	4,238,191	4,991,977	6,283,772
TOTAL REVENUE	4,264,072	4,855,577	13,749,987	14,642,341
EXPENSES				
Honoraria, Chief and Councillors			282,100	310,574
Wages and benefits	885,082	853,323	4,778,455	5,274,699
Amortization		12,619	1,576,961	1,554,549
Tangible capital assets			153,843	(39,641)
Interest	2,125,571	2,728,586	8,511,260	94,790
Other expenses				10,017,105
TOTAL EXPENSES	3,010,653	3,581,909	13,725,658	17,212,076
SURPLUS (DEFICIT) BEFORE TRANSFERS	1,253,419	1,273,668	24,329	(2,569,735)
TRANSFERS	190,433	(430,999)	190,433	
ANNUAL SURPLUS (DEFICIT)	\$ 1,443,852	842,669	214,762	(2,569,735)