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Michipicoten First Nation
Consolidated Financial Statements
For the year ended March 31, 2017

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Michipicoten First Nation Management's Responsibility for Financial Reporting

March 31, 2017

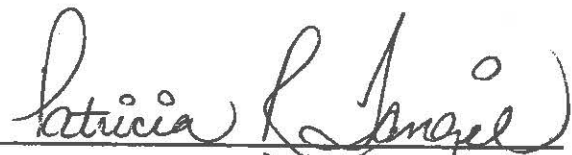
The accompanying consolidated financial statements of Michipicoten First Nation are the responsibility of management and have been approved by Chief and Council.

These consolidated 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.

Chief and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated 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 consolidated financial statements. The external auditors have access to financial management of Michipicoten First Nation and meet when required.

On behalf of Michipicoten First Nation:



Chief



Band Manager



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BDO Canada LLP
747 Queen Street E
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Independent Auditor's Report

To the Members of Michipicoten First Nation

We have audited the accompanying consolidated financial statements of Michipicoten First Nation, which comprise the statement of financial position as at March 31, 2017 and the statements of operations, 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 consolidated 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

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

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of Michipicoten First Nation as at March 31, 2017 and the consolidated results of its operations, change in its net financial assets 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
Sault Ste. Marie, Ontario
July 26, 2017

Michipicoten First Nation

Consolidated Statement of Financial Position

March 31 2017 2016

Financial assets

Cash	\$ 1,838,143	\$ 1,290,290
Accounts receivable	925,220	252,978
Due from boundary claim settlement trust	-	184,855
Investments (Note 2)	2	2
Funds held in trust with Government of Canada (Note 3)	34,497	31,777
	<u>2,797,862</u>	<u>1,759,902</u>

Liabilities

Accounts payable and accrued liabilities	380,233	181,262
Deferred revenue (Note 4)	415,872	390,768
Future landfill closure and post-closure costs (Note 5)	214,846	214,846
Long term debt (Note 6)	798,109	854,063
	<u>1,809,060</u>	<u>1,640,939</u>

Net financial assets

988,802 118,963

Non-financial assets

Tangible capital assets (Schedule 1)	13,936,816	14,109,726
Prepaid expenses	32,685	41,350
	<u>13,969,501</u>	<u>14,151,076</u>

Accumulated surplus (Note 7) **\$ 14,958,303** **\$ 14,270,039**

Boundary claim settlement trust (Note 8) **\$ 29,670,696** **\$ 30,049,446**

On behalf of the First Nation:

 Chief

 Band Manager

Michipicoten First Nation Consolidated Statement of Operations

For the year ended March 31	Budget	2017	2016
Revenue			
Indigenous and Northern Affairs Canada	\$ 1,959,103	\$ 1,984,055	\$ 1,969,519
Canada	230,816	293,526	265,882
Ontario	26,896	68,389	276,419
Casino Rama	780,000	780,749	690,550
Michipicoten First Nation trusts	1,280,000	1,516,361	1,970,884
Other aboriginal organizations	288,683	429,994	186,525
Rentals, interest and other	443,666	917,931	392,012
	5,009,164	5,991,005	5,751,791
Deferred revenue, beginning of year	390,768	390,768	-
Deferred revenue, end of year	(192,488)	(415,873)	(390,768)
	5,207,444	5,965,900	5,361,023
Expenses			
Social and family services	2,100,847	1,886,298	1,952,843
Education	1,062,521	903,457	1,005,373
Operations and maintenance	606,571	559,233	693,842
Medical and other health services	433,299	514,338	320,940
Administration	401,862	660,984	396,269
Housing and community development	625,724	545,453	462,860
Enterprises and economic development	136,366	152,008	317,482
Other	48,764	55,865	84,920
	5,415,954	5,277,636	5,234,529
Annual surplus (deficit)	(208,510)	688,264	126,494
Accumulated surplus, beginning of year	14,270,039	14,270,039	14,143,545
Accumulated surplus, end of year	\$ 14,061,529	\$ 14,958,303	\$ 14,270,039

The notes are an integral part of these financial statements.

Michipicoten First Nation
Consolidated Statement of Change in Net Financial Assets

For the year ended March 31	Budget	2017	2016
Annual surplus	\$ (208,510)	\$ 688,264	\$ 126,494
Acquisition of tangible capital assets	-	(55,661)	(160,287)
Amortization of tangible capital assets	253,000	228,571	238,990
Loss on disposal of tangible capital assets	-	-	5,957
Proceeds on sale of tangible capital assets	-	-	3,675
Prepaid expenses	-	8,665	7,686
Net change in net financial assets	44,490	869,839	222,515
Net financial assets (debt), beginning of year	118,963	118,963	(103,552)
Net financial assets, end of year	\$ 163,453	\$ 988,802	\$ 118,963

The notes are an integral part of these financial statements.

Michipicoten First Nation
Consolidated Statement of Cash Flows

For the year ended March 31

2017

2016

Operating transactions

Annual surplus	\$ 688,264	\$ 126,494
Items not involving cash		
Amortization	228,571	238,990
Loss on disposal of tangible capital assets	-	5,957

	916,835	371,441
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Changes in non-cash operating balances

Accounts receivable	(672,242)	(57,492)
Due from boundary claim settlement trust	184,855	26,086
Prepaid expenses	8,665	7,686
Funds held in trust	(2,720)	(2,593)
Accounts payable and accrued liabilities	198,971	75,890
Deferred revenue	25,104	390,768

	659,468	811,786
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Capital transactions

Acquisition of tangible capital assets	(55,661)	(160,287)
Proceeds on sale of tangible capital assets	-	3,675

	(55,661)	(156,612)
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Financing activities

Long term debt	(55,954)	(54,882)
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Net change in cash

	547,853	600,292
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Cash, beginning of year

	1,290,290	689,998
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Cash, end of year

	\$ 1,838,143	\$ 1,290,290
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Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2017

1. Significant accounting policies

a. Basis of Accounting

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board.

b. Reporting Entity

The Michipicoten First Nation reporting entity includes the First Nation government and all entities that are controlled by the First Nation.

c. Principles of Consolidation

All controlled entities are fully consolidated on a line-by-line basis except for commercial enterprises which meet the definition of a government business enterprise, which are included in the consolidated financial statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only the First Nation's investment in the government business enterprise and its portion of the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of the First Nation and inter-organizational balances and transactions are not eliminated.

Organizations consolidated in the First Nation's financial statements include:

The First Nation of Michipicoten Cultural Association
Michipicoten First Nation Economic Development Corporation

d. Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis.

Government transfers are recognized as revenue when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions, other than government transfers, are deferred when restrictions are placed on their use by external contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service being performed, is deferred and recognized when the fee is earned or service performed.

e. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, balances with banks and term deposits having a maturity of three months or less at acquisition which are held for the purposes of meeting short term cash commitments.

f. Pension Plan

Michipicoten First Nation provides a defined contribution pension plan for its employees. The pension costs are charged to operations as contributions are due. Contributions are a defined amount whereby the employer matches that paid by the employee.

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2017

1. Significant accounting policies (continued)

g. Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Amortization is provided for on a straight-line basis over the the following years, which approximate estimated useful life of the tangible capital asset:

Land improvements	10 to 30
Buildings	10 to 40
Housing	10 to 40
Machinery and equipment	10 to 50
Vehicles	3 to 5
Infrastructure	10 to 100
Automotive	7

Tangible capital assets are written down when conditions indicate that they no longer contribute to Michipicoten First Nation's ability to provide goods and service, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write downs are accounted for as expenses in the consolidated financial statements.

Contributed tangible capital assets are recorded into revenues at their fair values on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case, they are recognized at nominal value.

Certain assets having historical or cultural value, including works of art, historical documents and cultural artifacts, are not recognized as tangible capital assets.

Assets under construction are not amortized until the asset is available for service.

Leased assets that transfer substantially all the benefits and risks of ownership are recorded as the acquisition of a tangible capital asset and the incurrence of an obligation. The asset is amortized in a manner consistent with tangible capital assets owned by the First Nation, and the obligation, including interest thereon, is repaid over the term of the lease. All other leases are accounted for as operating leases, and the rental costs are expensed as incurred.

2. Investments

The First Nation entered into shareholder and limited partnership agreements with five other First Nations to explore business opportunities in electrical transmission. The partnerships are Bamkushwada Limited Partnership and Supercom Industries LP.

Both partnerships are in the early stages of exploring development opportunities and report no significant distributable activities to date.

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2017

3. Trust funds

	Beginning	Additions	Withdrawals	Ending
Revenue	\$ 29,293	\$ 2,720	\$ -	\$ 32,013
Capital	2,484	-	-	2,484
	<u>\$ 31,777</u>	<u>\$ 2,720</u>	<u>\$ -</u>	<u>\$ 34,497</u>

The trust funds arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the government of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

4. Deferred revenue

	2017	2016
Per capita distributions	\$ 364,103	\$ 377,600
Language initiatives	-	8,440
Special education	17,151	-
Other	4,395	4,728
Economic development	23,000	-
Integrated health programs	7,223	-
	<u>\$ 415,872</u>	<u>\$ 390,768</u>

5. Accrued landfill closure and post-closure costs

Landfill closure and post-closure requirements include final covering and landscaping of the landfill, storm water management, creation of buffer lands, monitoring wells, fees, ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a one hundred year period using the best information currently available to management. Future events may result in significant changes to total estimated expenditures, capacity used or total capacity and estimated liability. Any such changes would be applied prospectively as a change in estimate, when applicable.

An engineering study has determined that the landfill site can accommodate eight trenches of which one has already been used. The engineers have also recommended adopting "best practices" to further extend the life of the whole landfill site to over 70 years.

The estimated remaining useful life of the active trench in the landfill site is one year, after which the period for post-closure care costs is estimated to be 30 years. The estimated liability for landfill closure and post-closure costs is recognized as the landfill site's capacity is used.

The estimated total net present value of expenditures to close and maintain the landfill site is approximately \$214,846 (2016 - \$214,846). As at March 31, 2017, \$214,846 (2016 - \$214,846) of the total estimated expenditures have been recognized based on the cumulative capacity of 100% (2016 - 100%) of the active trench utilized at that date compared to the total estimated landfill capacity. The First Nation has not designated any source of revenue to fund the cost of closing and maintaining the landfill site.

Michipicoten First Nation
Notes to Consolidated Financial Statements

March 31, 2017

6. Long term debt

	<u>2017</u>	<u>2016</u>
Mortgage payable, Canada Mortgage and Housing Corporation, repayable \$5,919 monthly including interest at 1.83%, maturing December 1, 2019	\$ 798,109	\$ 854,063

Interest paid on long term debt during the year amounted to \$15,074 (2016 - \$16,228). Principal payments required on long term debt for the next five years are as follows:

Year	Amount
2018	\$ 56,896
2019	57,946
2020	59,016
2021	60,082
2022	61,946
Thereafter	<u>502,223</u>
	\$ 798,109

7. Accumulated surplus

	<u>2017</u>	<u>2016</u>
Allocation of annual surplus (deficit)		
Reserves	\$ 442,957	\$ (27,394)
Equity in tangible capital assets	(116,955)	(33,454)
General surplus (deficit)	359,542	(19,612)
Better living policies surplus (deficit)	-	204,361
Funds held in trust	2,720	2,593
	\$ 688,264	\$ 126,494

Accumulated surplus, end of year

Reserves set aside for specific purposes by Chief and Council		
Land acquisition fund	\$ 919,255	\$ 936,432
Economic development fund	370,000	-
CMHC reserves	17,974	8,800
Reserve for per capita distributions	-	104,500
Reserve for better living policies	348,060	162,600
Total reserves	1,655,289	1,212,332
Equity in tangible capital assets	13,138,706	13,255,661
General surplus (deficit)	344,657	(14,885)
Unfunded landfill liabilities	(214,846)	(214,846)
Funds held in trust	34,497	31,777
	\$ 14,958,303	\$ 14,270,039

Michipicoten First Nation
Notes to Consolidated Financial Statements

March 31, 2017

8. Boundary claim settlement trust

The following is a summary of the trust's operations for the year ended December 31, 2016 with comparative figures for the prior fiscal year:

	Revenue	Capital	Total	Total
Balance, beginning of year	\$ -	\$ 30,049,446	\$ 30,049,446	\$ 30,051,976
Revenue				
Interest	558,333	-	558,333	619,422
Dividends	280,560	-	280,560	314,461
Capital gains	907,653	-	907,653	1,118,568
	1,746,546	-	1,746,546	2,052,451
Expenditures				
Administration fees	-	1,150	1,150	2,530
Other	8,474	-	8,474	86,454
Portfolio management fees	107,712	-	107,712	11,772
Professional fees	21,911	-	21,911	110,979
Trustee fees	92,088	-	92,088	10,735
Income distributions	1,516,361	-	1,516,361	1,832,511
Capital distributions	-	377,600	377,600	-
	1,746,546	378,750	2,125,296	2,054,981
Balance, end of year	\$ -	\$ 29,670,696	\$ 29,670,696	\$ 30,049,446

The following is a summary of the trust's financial position at December 31, 2016 with comparative figures for the prior fiscal year:

	Revenue	Capital	Total	Total
Current assets	\$ 248,730	\$ 99,277	\$ 348,007	\$ 215,857
Inter fund balances	717,618	(717,618)	-	-
Due from beneficiary	-	-	-	210,940
Investments	550,000	30,289,037	30,839,037	31,426,858
Current liabilities	(1,516,348)	-	(1,516,348)	(1,804,209)
Fund balances	\$ -	\$ 29,670,696	\$ 29,670,696	\$ 30,049,446

The investment policy of the boundary claim settlement trust is to provide an annual return of 4% to Michipicoten First Nation, as beneficiary, over the long term. To the extent that investment income is less in any given year, the difference may be withdrawn from capital to be repaid within five years from income earned in excess of the 4% rate.

Chief and council have committed to using distributions from this trust for its Better Living Policies, a program designed to assist members.

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2017

9. Pension agreement

The First Nation provides defined contribution plan for eligible members of its staff. The First Nation matches employees' contributions. The amount to be received by employees will be the amount of retirement gratuity that could be purchased based on the employees share of the pension plan at the time of the employee's withdrawal from the plan. The First Nation contributed \$40,816 (2016 - \$49,999) during the year for retirement benefits.

10. Indigenous and Northern Affairs Canada funding

The First Nation has entered into funding arrangements with Indigenous and Northern Affairs Canada. The funds are used by the First Nation to administer its operations and provide service to its members in accordance with the terms of the funding arrangement. There were no adjustments to INAC funding in the year.

11. Contingent liability

The First Nation is contingently liable to Canada Mortgage and Housing Corporation for housing renovations loans extended to band members. Loans are forgivable on a straight line basis over four years as long as the occupant remains the same over the term. Any outstanding balance becomes payable by the First Nation if the terms of forgiveness are not met.

12. Segmented information

The Michipicoten First Nation is a diversified government institution that provides a wide range of services to its members, including education, infrastructure maintenance, medical and other health services, administration, capital, enterprises and other services. For management reporting purposes the First Nation's operations and activities are organized and reported by Fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

Social and family services

This department is responsible for administering programs focusing on improving the lives of members and families of the First Nation, including: better living, education and funeral policies; promoting awareness of cultural ties by gathering together youth and elders; youth employment projects; and distribution of trust settlement proceeds to members.

Education

The education department provides services to elementary and secondary students primarily by entering into service contracts with provincially funded area school boards, as well as native language study. In addition, the department reimburses tuition costs and provides living and other allowances to students who are attending post-secondary institutions.

Operations and maintenance

The infrastructure department provides public services that contribute to community development and sustainability through the provision of maintenance services for roads, water and sanitation, fire protection, electrical and community buildings.

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2017

12. Segmented information (continued)

Medical and other health services

The community wellness department provides a diverse bundle of services directed towards the well-being of members including such activities as medical transportation, pre-natal and early childhood care, brighter futures, building healthy communities, traditional healing, family violence prevention and other programs designed to enhance the health of members.

Administration

The administration department oversees the delivery of all governmental services. The department is responsible for ensuring that there are adequate policies and procedures in place to safeguard assets and to properly report financial activities. In addition, this department includes the governance activities of chief and council.

Housing and community development

This department oversees construction and renovation of housing in the community and as well, operates the CMHC project and other band-owned homes. In addition, this department undertakes planning activities to ensure the long-term improvement of the community.

Enterprises and economic development

Band operated enterprises are activities conducted by the First Nation with the objective of promoting economic self-sufficiency. These activities could include income generated from renting out band-owned equipment, lease income and other projects from time to time. This department also oversees economic development programs within the community.

Other services

The First Nation provides a wide array of other services, including volunteer fire department, library and land purchases, as well as administering Rama funding.

For each reported segment, revenues and expenses include 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.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the summary of significant accounting policies. For additional information see Schedule 2 - Consolidated Segment Disclosure.

13. Comparative figures

Comparative figures have been restated where necessary to conform to the presentation adopted during the current fiscal year.

Michipicoten First Nation
Schedule 1 - Consolidated Tangible Capital Assets

For the year ended March 31, 2017

	Land	Land Improvements	Buildings	Housing	Machinery and Equipment	Vehicles	Infrastructure	Construction in Progress	Total
Cost, beginning of year	\$ 8,951,177	\$ 114,039	\$ 1,696,195	\$ 3,385,537	\$ 934,366	\$ 213,787	\$ 2,931,818	\$ 80,382	\$ 18,307,301
Additions	-	-	55,661	-	-	-	-	-	55,661
Capitalized construction	-	-	80,382	-	-	-	-	(80,382)	-
Cost, end of year	8,951,177	114,039	1,832,238	3,385,537	934,366	213,787	2,931,818	-	18,362,962
Accumulated amortization, beginning of year	-	76,753	847,502	1,234,046	436,900	36,907	1,565,467	-	4,197,575
Amortization	-	7,535	45,556	83,388	22,862	14,252	54,978	-	228,571
Accumulated amortization, end of year	-	84,288	893,058	1,317,434	459,762	51,159	1,620,445	-	4,426,146
Net carrying amount, end of year	\$ 8,951,177	\$ 29,751	\$ 939,180	\$ 2,068,103	\$ 474,604	\$ 162,628	\$ 1,311,373	\$ -	\$ 13,936,816

The notes are an integral part of these financial statements.

Michipicoten First Nation
Schedule 1 - Consolidated Tangible Capital Assets (Continued)

For the year ended March 31, 2016 (comparative figures)

	Land	Land Improvements	Buildings	Housing	Machinery and Equipment	Vehicles	Infrastructure	Construction in Progress	Total
Cost, beginning of year	\$ 8,951,177	\$ 114,039	\$ 1,696,195	\$ 3,385,537	\$ 982,541	\$ 133,882	\$ 2,931,818	\$ -	\$ 18,195,189
Additions	-	-	-	-	-	79,905	-	80,382	160,287
Disposals	-	-	-	-	(48,175)	-	-	-	(48,175)
Cost, end of year	8,951,177	114,039	1,696,195	3,385,537	934,366	213,787	2,931,818	80,382	18,307,301
Accumulated amortization, beginning of year	-	69,218	805,073	1,149,444	440,249	22,655	1,510,489	-	3,997,128
Amortization	-	7,535	42,429	84,602	35,194	14,252	54,978	-	238,990
Disposals	-	-	-	-	(38,543)	-	-	-	(38,543)
Accumulated amortization, end of year	-	76,753	847,502	1,234,046	436,900	36,907	1,565,467	-	4,197,575
Net carrying amount, end of year	\$ 8,951,177	\$ 37,286	\$ 848,693	\$ 2,151,491	\$ 497,466	\$ 176,880	\$ 1,366,351	\$ 80,382	\$ 14,109,726

The notes are an integral part of these financial statements.

Michipicoten First Nation
Schedule 2 - Consolidated Segment Disclosure

For the year ended March 31, 2017

	Social and Family Services	Education	Operations and Maintenance	Medical and other Health Services	Admini- stration	Housing and Community Development	Enterprises and Economic Development	Other	Consolidated Total
Revenue									
Indigenous and Northern Affairs Canada	\$ 15,550	\$ 1,156,753	\$ 344,585	\$ -	\$ 314,268	\$ 90,016	\$ 62,883	\$ -	\$ 1,984,055
Canada	13,982	-	-	203,185	-	76,359	-	-	293,526
Ontario	-	-	9,486	-	-	-	45,000	13,903	68,389
Casino Rama	-	-	-	-	-	-	-	780,749	780,749
Trust income	1,516,361	-	-	-	-	-	-	-	1,516,361
Other Aboriginal organizations	14,181	52,617	24,222	298,076	27,401	-	3,215	10,282	429,994
Interest, rentals and other	40,484	18,189	36,983	9,053	99,511	686,394	11,973	15,344	917,931
Transfers between segments	355,616	-	35,307	11,284	203,966	124,091	41,380	(771,644)	-
	1,956,174	1,227,559	450,583	521,598	645,146	976,860	164,451	48,634	5,991,005
Deferred revenue, beginning of year	377,600	-	-	-	-	-	-	13,168	390,768
Deferred revenue, end of year	(364,103)	(17,151)	-	(7,223)	-	-	(23,000)	(4,396)	(415,873)
	1,969,671	1,210,408	450,583	514,375	645,146	976,860	141,451	57,406	5,965,900
Expenses									
Salaries, wages and benefits	51,728	180,240	330,151	292,421	500,620	67,599	108,127	34,585	1,565,471
Materials and supplies	11,904	18,751	61,060	82,320	58,379	27,909	4,251	10,290	274,864
Contracted services	325	6,206	68,572	42,748	359,127	268,756	8,399	60	754,193
Rents and financial expenses	-	5,718	21,181	44,758	55,859	33,674	19,495	-	180,685
External transfers	1,720,794	568,058	-	-	-	-	-	-	2,288,852
Amortization	5,216	-	108,650	6,269	21,105	86,718	-	613	228,571
Transfers between segments	96,331	124,484	(30,381)	45,822	(334,106)	60,797	11,736	10,317	(15,000)
	1,886,298	903,457	559,233	514,338	660,984	545,453	152,008	55,865	5,277,636
Excess (deficiency) of revenue over expenses	\$ 83,373	\$ 306,951	\$ (108,650)	\$ 37	\$ (15,838)	\$ 431,407	\$ (10,557)	\$ 1,541	\$ 688,264

The notes are an integral part of these financial statements.

Michipicoten First Nation
Schedule 2 - Consolidated Segment Disclosure

For the year ended March 31, 2016 (comparative figures)

	Social and Family	Education	Operations and Maintenance	Medical and other Health Services	Admini- stration	Housing and Community Development	Enterprises and Economic Development	Other	Consolidated Total
Revenue									
Indigenous and Northern Affairs Canada	\$ 15,289	\$ 1,098,612	\$ 377,737	\$ -	\$ 304,658	\$ 87,263	\$ 85,960	\$ -	\$ 1,969,519
Canada	-	-	-	189,523	-	76,359	-	-	265,882
Ontario	5,835	-	9,486	-	-	82,600	130,125	48,373	276,419
Casino Rama	-	-	-	-	-	-	-	690,550	690,550
Trust income	1,970,884	-	-	-	-	-	-	-	1,970,884
Other Aboriginal organizations	6,345	7,831	11,231	154,939	6,179	-	-	-	186,525
Interest, rentals and other	41,230	85	64,235	631	67,272	165,116	9,443	44,000	392,012
Transfers between segments	517,250	-	80,000	(17,250)	-	45,200	59,000	(684,200)	-
	2,556,833	1,106,528	542,689	327,843	378,109	456,538	284,528	98,723	5,751,791
Deferred revenue, end of year	(377,600)	-	-	-	-	-	-	(13,168)	(390,768)
	2,179,233	1,106,528	542,689	327,843	378,109	456,538	284,528	85,555	5,361,023
Expenses									
Salaries, wages and benefits	103,332	177,548	387,133	218,311	464,035	97,567	119,966	38,726	1,606,618
Materials and supplies	13,014	19,447	44,861	52,410	61,241	41,049	10,335	39,194	281,551
Contracted services	2,458	3,255	74,116	8,618	133,671	170,703	148,064	1,969	542,854
Rents and financial expenses	-	32,949	36,117	-	46,014	26,754	21,817	-	163,651
External transfers and other	1,720,691	680,174	-	-	-	-	-	-	2,400,865
Amortization	1,348	-	120,915	9,301	18,445	87,300	-	1,681	238,990
Transfers between segments	112,000	92,000	30,700	32,300	(327,137)	39,487	17,300	3,350	-
	1,952,843	1,005,373	693,842	320,940	396,269	462,860	317,482	84,920	5,234,529
Excess (deficiency) of revenue over expenses	\$ 226,390	\$ 101,155	\$ (151,153)	\$ 6,903	\$ (18,160)	\$ (6,322)	\$ (32,954)	\$ 635	\$ 126,494

The notes are an integral part of these financial statements.