

**Whitefish River First Nation**  
**Consolidated Financial Statements**  
For the year ended March 31, 2018

**Whitefish River First Nation**  
**Consolidated Financial Statements**  
For the year ended March 31, 2018

---

**Contents**

<b>Management's Responsibility for Financial Reporting</b>	<b>2</b>
<b>Independent Auditor's Report</b>	<b>3</b>
<b>Consolidated Financial Statements</b>	
Statement of Financial Position	4
Statement of Operations	5
Statement of Change in Net Financial Assets	6
Statement of Cash Flows	7
Notes to Financial Statements	8
Schedule 1 - Tangible Capital Assets	17
Schedule 2 - Segment Disclosure	19



Tel: 705-945-0990  
Fax: 705-942-7979  
Toll-Free: 800-520-3005  
www.bdo.ca

BDO Canada LLP  
747 Queen Street E  
PO Box 1109  
Sault Ste. Marie ON P6A 5N7 Canada

---

## Independent Auditor's Report

---

### To the Members of Whitefish River First Nation

We have audited the accompanying consolidated financial statements of the Whitefish River First Nation, which comprise the statement of financial position as at March 31, 2018 and the statements of operations, changes 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 consolidated 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 the Whitefish River First Nation as at March 31, 2018 and the consolidated results of its operations, changes in its net financial assets and its 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 30, 2018

---

## Whitefish River First Nation Management's Responsibility for the Consolidated Financial Statements

March 31, 2018

---

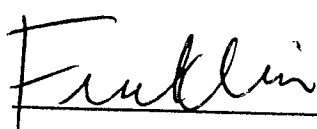
The accompanying consolidated financial statements and supplementary financial information schedules of the Whitefish River First Nation are the responsibility of management and have been approved by the Chief and Council.

The 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.

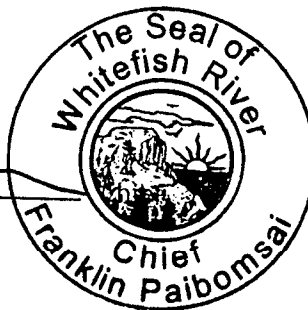
The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

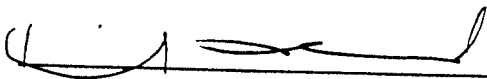
The external auditors, BDO Canada LLP, conduct an audit, in accordance with Canadian generally accepted auditing standards, and express their opinion on the consolidated financial statements. The external auditors have access to financial management of Whitefish River First Nation and meet when required.

On behalf of Whitefish River First Nation:









Councillor

# Whitefish River First Nation Consolidated Statement of Financial Position

**March 31**

**2018**

**2017**

**Financial assets**

Cash and short term investments	\$ 6,016,589	\$ 3,292,720
Accounts receivable	903,775	1,891,174
Accounts receivable - band members	228,678	240,331
Investments (Note 2)	205,003	1,432,982
Funds held in trust with Government of Canada (Note 3)	1,154,934	1,129,904
	<u>8,508,979</u>	<u>7,987,111</u>

**Liabilities**

Accounts payable and accrued liabilities	958,435	695,863
Deferred revenue (Note 4)	776,682	862,526
Due to Indigenous and Northern Affairs Canada	-	17,012
Loans payable (Note 5)	860,073	865,354
Future landfill closure and post-closure liabilities (Note 6)	227,000	198,000
Long term debt (Note 7)	4,321,332	4,558,210
	<u>7,143,522</u>	<u>7,196,965</u>

**Net financial assets**

	<u>1,365,457</u>	<u>790,146</u>
--	------------------	----------------

**Non-financial assets**

Tangible capital assets (Schedule 1)	25,395,808	26,295,758
Prepaid expenses and inventory of supplies	-	821
	<u>25,395,808</u>	<u>26,296,579</u>

**Accumulated surplus (Note 9)**

	<u>\$ 26,761,265</u>	<u>\$ 27,086,725</u>
--	----------------------	----------------------

On behalf of Council:

*Franklin Paibomsai*

*Franklin Paibomsai*



# Whitefish River First Nation

## Consolidated Statement of Operations

For the year ended March 31	Budget	2018	2017
<b>Revenue</b>			
Indigenous & Northern Affairs Canada	\$ 5,592,316	\$ 4,975,797	\$ 3,990,421
Canada	1,219,215	1,170,579	771,944
Ontario	979,549	925,861	786,219
Anishinabek organizations	884,399	890,704	1,052,485
OFNLP	860,904	847,597	836,024
Interest and other revenue	262,202	2,099,407	198,699
User fees, leases, rental income, sales and fundraising	1,186,705	1,608,556	2,098,295
	10,985,290	12,518,501	9,734,087
Due (to) from INAC / Canada (Note 10)	-	-	(77,997)
	10,985,290	12,518,501	9,656,090
<b>Expenses</b>			
Social and family services	981,728	949,221	938,848
Administration, lands and economic development	1,208,683	1,273,645	1,381,351
Education	3,031,916	2,674,718	2,690,483
Operations and maintenance	1,506,598	1,575,862	1,501,998
Housing and infrastructure development	2,090,707	2,562,880	1,429,965
Medical and other health services	1,008,547	956,081	738,561
Enterprises	474,450	979,898	1,127,123
Other	200,399	118,234	194,279
Impairment writedown on investment	-	1,753,422	-
	10,503,028	12,843,961	10,002,608
<b>Annual surplus (deficit) (Note 9)</b>	482,262	(325,460)	(346,518)
<b>Accumulated surplus, beginning of year</b>	27,086,725	27,086,725	27,433,243
<b>Accumulated surplus, end of year (Note 9)</b>	\$ 27,568,987	\$ 26,761,265	\$ 27,086,725

# Whitefish River First Nation

## Consolidated Statement of Change in Net Financial Assets

For the year ended March 31	Budget	2018	2017
<b>Annual surplus (deficit)</b>	\$ 482,262	\$ (325,460)	\$ (346,518)
Acquisition of tangible capital assets	(59,600)	(305,262)	(1,187,644)
Amortization of tangible capital assets	1,167,190	1,205,212	1,167,190
Prepaid expenses and inventory of supplies	-	821	(821)
<b>Net change in net financial assets</b>	1,589,852	575,311	(367,793)
<b>Net financial assets, beginning of year</b>	790,146	790,146	1,157,939
<b>Net financial assets, end of year</b>	\$ 2,379,998	\$ 1,365,457	\$ 790,146

The accompanying notes are an integral part of these financial statements.

# Whitefish River First Nation

## Consolidated Statement of Cash Flows

For the year ended March 31

2018

2017

### Cash flows from operating activities

Annual deficit	\$ (325,460)	\$ (346,518)
Items not involving cash		
Amortization	1,205,212	1,167,190
Impairment writedown on investment in Great Lakes Hospitality Group Limited Partnership	1,753,422	-
Unfunded landfill site costs	29,000	26,800
	<u>2,662,174</u>	<u>847,472</u>
Changes in non-cash working capital balances		
Accounts receivable	999,052	(650,551)
Prepaid expenses	821	(821)
Accounts payable	262,572	190,595
Deferred revenue	(85,844)	164,287
Due to/from Indigenous and Northern Affairs Canada	(17,012)	17,012
Funds held in trust	(25,030)	(21,146)
	<u>3,796,733</u>	<u>546,848</u>

### Capital transactions

Acquisition of tangible capital assets	(305,262)	(1,187,644)
--	-----------	-------------

### Cash flows from investing activities

Investment in Great Lakes Hospitality Group Limited Partnership	(525,443)	(108,269)
---	-----------	-----------

### Cash flows from financing activities

Proceeds of long term debt	-	973,250
Decrease in long term debt	(236,878)	(211,672)
Decrease in loans payable	(5,281)	(4,982)
	<u>(242,159)</u>	<u>756,596</u>

### Increase in cash and equivalents

2,723,869 7,531

### Cash and cash equivalents, beginning of year

3,292,720 3,285,189

### Cash and cash equivalents, end of year

\$ 6,016,589 \$ 3,292,720



---

# Whitefish River First Nation

## Notes to Consolidated Financial Statements

March 31, 2018

---

### 1. Summary of significant accounting policies

#### a. Basis of Accounting

These consolidated financial statements of the Whitefish River First Nation 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 Whitefish River First Nation reporting entity includes the First Nation government and all entities that are controlled by the First Nation.

#### c. Principles of Consolidation

These financial statements reflect the assets, liabilities, revenue and expenses of all programs under the control of Chief and Council and fully consolidate on a line-by-line basis the activities of the Whitefish River Development Corporation and the Birch Island Construction Company.

#### 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. Portfolio Investments

Portfolio investments are recorded at cost. Portfolio investments are written down where there has been a loss in value that is other than a temporary decline.

#### f. 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. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing in the year the asset is available for productive use as follows:

Land improvements	10 to 30 years
Buildings	25 to 40 years
Machinery and equipment	4 to 40 years
Vehicles	7 years
Infrastructure	10 to 75 years

In the year of acquisition tangible capital assets are amortized at one-half the above rates.

# Whitefish River First Nation

## Notes to Consolidated Financial Statements

March 31, 2018

### 1. Summary of significant accounting policies (continued)

#### g. Cash and Short Term Deposit Receipts

The First Nation's bank accounts and short term deposit receipts are maintained at one financial institution which has also provided a \$100,000 operating loan facility. As at March 31, 2018 there were no amounts outstanding against this credit facility.

#### h. Pension Plan

Whitefish River 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.

#### i. Use of Estimates

The preparation of financial statements 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 revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

### 2. Investments

	2018	2017
<b>Hotel and Conference Centre</b>		
7043821 Canada Inc.		
Common share (1 of 7 shares issued)	\$ 1	\$ 1
Great Lakes Hospitality Group Limited Partnership	1	1,227,980
	2	1,227,981
<b>Other investments</b>		
Helios Whitefish River First Nation Limited Partnership	205,000	205,000
Mnidoo Mnising Power Limited Partnership	1	1
	<b>\$ 205,003</b>	<b>\$ 1,432,982</b>

The First Nation entered into shareholder and limited partnership agreements with six other First Nations on March 7, 2012 to participate in the development of a hotel and conference centre located on Manitoulin Island. As at March 31, 2018 the investment in the Great Lakes Hospitality Group Limited Partnership was impaired and a writedown of \$1,753,422 including current year advances of \$525,443 was realized.

The First Nation has a 51% interest in the Helios Whitefish River Limited Partnership and accounts for the investment using the portfolio method.

The First Nation has a 16.55% interest in the Mnidoo Mnising Power Limited Partnership and accounts for the investment using the portfolio method.

# Whitefish River First Nation

## Notes to Consolidated Financial Statements

**March 31, 2018**

### 3. Trust funds

	Revenue	Capital	2018 Total	2017 Total
Balance, beginning of year	\$ 1,070,703	\$ 59,201	\$ 1,129,904	\$ 1,108,758
<b>Revenue</b>				
Government interest	25,030	-	25,030	21,146
Balance, end of year	\$ 1,095,733	\$ 59,201	\$ 1,154,934	\$ 1,129,904

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

	2018	2017
Ontario Works - administrator	\$ 20,257	\$ 2,071
UCCMM Self Government	60,000	-
Special Education	169,884	156,974
New Paths - Language and Culture	57,050	-
CMHC Elders project	57,977	63,706
Elevated Storage Reservoir	15,213	-
Clean Water Wastewater	51,241	-
CMHC housing - Retrofit	-	361,050
Roads	181,399	200,000
Disc 1718 Renovations	41,014	-
New Horizons	-	25,000
Prosper Canada - Financial Literacy	10,667	7,477
IESO - Aboriginal community Energy Plan	75,362	-
Prepaid lease revenue	36,618	46,248
	\$ 776,682	\$ 862,526

# Whitefish River First Nation

## Notes to Consolidated Financial Statements

**March 31, 2018**

### 5. Loans payable

	2018	2017
Indigenous and Northern Affairs Canada promissory note - boundary claim, interest free unless in default, repayable on the earlier of March 31, 2021 or a date on which the claim is settled, includes an extension clause should the claim not be settled by the maturity date	\$ 833,790	\$ 833,790
Waubetek Business Development Corporation, repayable \$584 monthly for 120 months including interest at 6%, secured by furnishings and a Band guarantee	26,283	31,564
	<b>\$ 860,073</b>	<b>\$ 865,354</b>

### 6. Accrued landfill closure and post-closure costs

Landfill closure and post-closure requirements include costs to close and monitor the existing landfill site. The reported liability is based on estimates and assumptions with respect to events extending over a fifty 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.

The estimated remaining useful life of the landfill site is 7 years, 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 \$227,000 based on an estimated 70% usage to date.

The First Nation has not designated any source of revenue to fund the cost of closing and maintaining the landfill site.

### 7. Long term debt

	2018	2017
Canada Mortgage and Housing, repayable \$2,509 monthly including interest at 1.67%, renewal date June 1, 2018	\$ 146,867	\$ 174,326
Canada Mortgage and Housing, repayable \$2,090 monthly including interest at 1.05%, renewal date April 1, 2020	284,802	306,796
Canada Mortgage and Housing, repayable \$2,679 monthly including interest at 1.01%, renewal date February 1, 2021	387,176	415,297
Canada Mortgage and Housing, repayable \$2,604 monthly, including interest at 1.31% renewal date December 1, 2021	391,326	417,311
Canada Mortgage and Housing, repayable \$2,918 monthly, including interest at 1.84%, renewal date September 1, 2022	441,707	468,500
Canada Mortgage and Housing, repayable \$4,364 monthly, including interest at 2.39%, renewal date March 1, 2023	661,536	699,748
Canada Mortgage and Housing, repayable \$2,234 monthly, including interest at 1.35%, renewal date May 1, 2022	451,360	471,993

# Whitefish River First Nation

## Notes to Consolidated Financial Statements

**March 31, 2018**

### 7. Long term debt (continued)

	2018	2017
Canada Mortgage and Housing, repayable \$2,951 monthly, including interest at 1.30%, renewal date June 1, 2022	603,624	630,989
Canada Mortgage and Housing, repayable \$3,890 monthly including interest at 1.50%, renewal date July 1, 2022	952,934	-
	4,321,332	3,584,960
Canada Mortgage and Housing advances & advances receivable	-	973,250
	<b>\$ 4,321,332</b>	<b>\$ 4,558,210</b>

The above Canada Mortgage and Housing Corporation mortgages are secured by a Ministerial guarantee by Aboriginal Affairs and Northern Development Canada.

Assuming renewal on comparable terms, principal payments required on long term debt for the next five years and thereafter are due as follows:

Year	Amount
2019	\$ 252,242
2020	255,861
2021	259,534
2022	263,261
2023	267,044
Thereafter	3,023,390
	<b>\$ 4,321,332</b>

### 8. Pension plan

Employees are eligible to participate in a defined contribution pension plan. Employer contributions totalled \$78,080 (2,017 - \$64,107) and were fully expensed.

# Whitefish River First Nation

## Notes to Consolidated Financial Statements

March 31, 2018

### 9. Allocation of annual surplus (deficit) and accumulated surplus

#### Allocation of annual surplus (deficit)

	2018	2017
Reserves and reserve funds:		
Future capital projects from Hwy 6 settlement and Power agreement	\$ 1,702,548	\$ -
Bursary fund	-	-
Restricted - Casino Rama	-	-
- Casino Rama - future generations	-	-
- OFN 2008 Limited Partnership agreement	-	-
Canada Mortgage and Housing Corporation	66,003	65,001
	<u>1,768,551</u>	<u>65,001</u>
Equity in tangible capital assets	(663,072)	(741,124)
General surplus (deficit)	(1,385,988)	439,987
Equity (deficit) in enterprises	(40,981)	(104,728)
Unfunded landfill liabilities	(29,000)	(26,800)
Funds Held in Trust	25,030	21,146
	<u>\$ (325,460)</u>	<u>\$ (346,518)</u>

#### Accumulated surplus

	2018	2017
Reserves set aside for specific purposes by Chief and Council:		
Future capital projects	\$ 2,206,927	\$ 504,379
Bursary fund	4,000	4,000
Restricted - Casino Rama	1,252,370	1,252,370
- Casino Rama - future generations	1,435,660	1,435,660
- OFN 2008 Limited Partnership agreement	1,542,413	1,542,413
Reserve Funds:		
Canada Mortgage and Housing Corporation	612,517	546,514
	<u>7,053,887</u>	<u>5,285,336</u>
Equity in tangible capital assets	21,074,476	21,737,548
General surplus (deficit)	(1,011,540)	374,448
Land claim negotiating costs to be recovered	(833,790)	(833,790)
Equity (deficit) in enterprises	(449,702)	(408,721)
Unfunded landfill liabilities	(227,000)	(198,000)
Funds Held in Trust	1,154,934	1,129,904
	<u>\$ 26,761,265</u>	<u>\$ 27,086,725</u>

---

## Whitefish River First Nation

### Notes to Consolidated Financial Statements

March 31, 2018

---

#### 10. Indigenous and Northern Affairs Canada funding

The Whitefish River First Nation has a funding arrangement 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.

The following is a reconciliation of funding provided.

Indigenous Affairs revenue per consolidated statement of operations	\$ 4,975,797
Deferred revenue, end of year	515,801
Deferred revenue, beginning of year	<u>(356,974)</u>
	5,134,624
Indigenous Affairs funding per confirmation report	<u>5,134,624</u>
	<u>\$ -</u>

---

#### 11. Contingencies and commitments

The Whitefish River First Nation has guaranteed Canada Mortgage and Housing Corporation loans on behalf of various Band members under the Rural Rehabilitation Assistance Program and is contingently liable to Canada Mortgage and Housing Corporation pursuant to the Indian On-Reserve Housing Regulations in the event of any default by the borrowers. Also, the First Nation is contingently liable in the amount of \$91,219 in respect to an on-reserve housing loan.

The First Nation, as a limited partner, has provided a guarantee proportional to its 17.6% ownership interest in the partnership on a loan facility agreement between the Bank of Montreal and the Great Lakes Hospitality Group Limited Partnership. The total loan outstanding as at December 31, 2017 of \$2,154,776. Additionally, the First Nation, in conjunction with the other limited partners, has guaranteed on a joint and several basis obligations to make any payments due by GLHLP under terms of the loan facility.

---

#### 12. Comparative figures

The comparative amounts presented in the financial statements have been restated where necessary to conform to the current year's presentation.

---

## Whitefish River First Nation

### Notes to Consolidated Financial Statements

March 31, 2018

---

#### 13. Segmented information

The Whitefish River 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, 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 specific 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 social assistance and adult care policies and as well, providing services directed towards members including day care and employment support initiatives.

##### **Administration, lands, trusts and economic development**

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. This department also oversees economic development programs within the community.

##### **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 operating services such as roads, water and sanitation, fire protection, electrical and community buildings.

##### **Housing and infrastructure development**

This department oversees construction and renovation of housing and various capital projects in the community and as well, operates the CMHC projects and other band-owned homes.

##### **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 long term care, medical transportation, pre-natal and early childhood care, nursing, health representation, traditional healing, family violence prevention and many other smaller programs designed to enhance the health of members.

##### **Enterprises**

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.



---

**Whitefish River First Nation**  
**Notes to Consolidated Financial Statements**

**March 31, 2018**

---

**13. Segmented information (continued)**

**Other services**

The First Nation provides a wide array of other services, including youth employment projects, library, spiritual, cultural and recreation activities.

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, including transfers that have been apportioned based on a percentage of budgeted expenses.

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.

# Whitefish River First Nation

## Schedule 1 - Consolidated Tangible Capital Assets

For the year ended March 31, 2018

	Land Improvement	Housing	Buildings	Machinery and Equipment	Vehicles	Infrastructure	Construction in Progress	Total
Cost, beginning of year	\$ 1,787,217	\$ 6,416,363	\$ 12,637,608	\$ 1,408,576	\$ 538,071	\$ 14,917,503	\$ 929,954	\$ 38,635,292
Additions	-	1,030,812	-	-	204,404	-	-	1,235,216
Disposals	-	-	-	-	-	-	(929,954)	(929,954)
Cost, end of year	1,787,217	7,447,175	12,637,608	1,408,576	742,475	14,917,503	-	38,940,554
Accumulated amortization, beginning of year	753,637	2,360,020	4,046,929	1,085,932	446,029	3,646,987	-	12,339,534
Amortization	93,301	277,261	362,933	65,118	38,057	368,542	-	1,205,212
Accumulated amortization, end of year	846,938	2,637,281	4,409,862	1,151,050	484,086	4,015,529	-	13,544,746
Net carrying amount, end of year	\$ 940,279	\$ 4,809,894	\$ 8,227,746	\$ 257,526	\$ 258,389	\$ 10,901,974	\$ -	\$ 25,395,808

The net book value of tangible capital assets not being amortized because they are under construction/development or have been removed from service is \$NIL (2017 - \$929,954).

The First Nation holds various works of art and historical treasures. These items are not recognized as tangible capital assets in the financial statements because a reasonable estimate of the future benefits associated with such property cannot be made.

# **Whitefish River First Nation** **Schedule 1 - Consolidated Tangible Capital Assets (Continued)**

For the year ended March 31, 2017 (comparative figures)

	Land Improvements	Housing	Buildings	Machinery and Equipment	Vehicles	Infrastructure	Construction in Progress	Total
Cost, beginning of year	\$ 1,588,477	\$ 6,416,363	\$ 12,637,608	\$ 1,408,576	\$ 479,121	\$ 14,917,503	\$ -	\$ 37,447,648
Additions	198,740	-	-	-	58,950	-	929,954	1,187,644
Cost, end of year	1,787,217	6,416,363	12,637,608	1,408,576	538,071	14,917,503	929,954	38,635,292
Accumulated amortization, beginning of year	669,161	2,103,374	3,682,865	1,014,799	423,700	3,278,445	-	11,172,344
Amortization	84,476	256,646	364,064	71,133	22,329	368,542	-	1,167,190
Accumulated amortization, end of year	753,637	2,360,020	4,046,929	1,085,932	446,029	3,646,987	-	12,339,534
Net carrying amount, end of year	\$ 1,033,580	\$ 4,056,343	\$ 8,590,679	\$ 322,644	\$ 92,042	\$ 11,270,516	\$ 929,954	\$ 26,295,758

The net book value of tangible capital assets not being amortized because they are under construction (or development or have been removed from service) is \$929,954 (2016 - \$NIL).

The First Nation holds various works of art and historical treasures. These items are not recognized as tangible capital assets in the financial statements because a reasonable estimate of the future benefits associated with such property cannot be made.

# Whitefish River First Nation

## Schedule 2 - Consolidated Segment Disclosure

For the year ended March 31, 2018

	Social and Family Services			Administration Lands, Trusts and Economic Development			Education		
	Budget	2018	2017	Budget	2018	2017	Budget	2018	2017
<b>Revenue</b>									
Indigenous & Northern Affairs Canada	\$ 186,802	\$ 186,802	\$ 121,213	\$ 578,838	\$ 578,838	\$ 567,046	\$ 2,494,554	\$ 2,494,951	\$ 2,387,122
Canada	-	-	-	-	-	-	-	-	-
Ontario	795,937	760,510	708,257	10,000	10,000	-	40,800	40,800	40,800
Anishinabek organizations	35,673	35,673	65,041	51,460	51,460	133,456	152,276	152,276	73,384
Interest and other revenue	-	-	-	83,700	1,960,290	72,214	-	-	-
User fees, leases, rentals, sales and fundraising	-	-	-	15,000	15,000	15,000	-	-	-
Transfers between segments	-	-	-	428,500	473,970	434,447	244,606	166,106	421,755
	1,018,412	982,985	894,511	1,167,498	3,089,558	1,222,163	2,932,236	2,854,133	2,923,061
Due from (to) Indigenous Affairs / Canada	-	-	-	-	-	(77,997)	-	-	-
Deferred revenue, beginning of year	2,071	2,071	7,328	-	-	144,933	156,974	156,974	-
Deferred revenue, end of year	-	(20,257)	(2,071)	-	(60,000)	-	-	(226,934)	(156,974)
	1,020,483	964,799	899,768	1,167,498	3,029,558	1,289,099	3,089,210	2,784,173	2,766,087
<b>Expenses</b>									
Salaries, wages and benefits	346,303	331,678	335,651	825,060	831,580	747,285	673,303	646,883	678,773
Materials and supplies	166,963	156,002	98,934	101,426	113,828	106,139	243,256	222,550	212,042
Contracted services	64,148	75,088	100,281	311,574	359,611	498,650	378,811	120,047	96,588
Rents and financial expenses	20,400	27,747	21,160	7,200	5,827	12,760	-	-	-
External transfers and other	360,314	332,861	356,671	26,508	26,175	38,355	1,702,048	1,650,740	1,703,080
Amortization	16,715	18,960	16,715	585	294	585	-	-	-
Transfers between segments - administration	6,885	6,885	9,436	(63,670)	(63,670)	(22,423)	34,498	34,498	-
	981,728	949,221	938,848	1,208,683	1,273,645	1,381,351	3,031,916	2,674,718	2,690,483
<b>Annual surplus (deficit)</b>	\$ 38,755	\$ 15,578	\$ (39,080)	\$ (41,185)	\$ 1,755,913	\$ (92,252)	\$ 57,294	\$ 109,455	\$ 75,604

The accompanying notes are an integral part of these financial statements.

# **Whitefish River First Nation** **Schedule 2 - Consolidated Segment Disclosure (continued)**

For the year ended March 31, 2018

	Operation and Maintenance			Housing and Infrastructure Development			Medical and Other Health Services		
	Budget	2018	2017	Budget	2018	2017	Budget	2018	2017
<b>Revenue</b>									
Indigenous & Northern Affairs Canada	\$ 568,030	\$ 568,030	\$ 551,503	\$ 1,405,046	\$ 1,306,003	\$ 305,630	\$ -	\$ -	\$ -
Canada	-	-	-	469,697	478,118	1,004,367	288,963	291,609	160,033
Ontario	17,544	17,544	17,544	-	-	-	115,268	115,193	-
Anishinabek organizations	53,279	53,279	53,279	-	-	-	585,338	587,938	586,416
Interest and other revenue	-	-	-	-	-	-	-	-	-
User fees, leases, rentals, sales and fundraising	7,948	22,632	11,024	396,700	388,960	349,054	-	-	-
Transfers between segments	152,798	188,276	12,000	100,000	110,658	88,000	-	-	-
	799,599	849,761	645,350	2,371,443	2,390,792	1,750,302	989,569	994,740	746,449
Deferred revenue, beginning of year	-	-	-	624,756	624,756	455,595	25,000	25,000	-
Deferred revenue, end of year	-	-	-	-	(346,844)	(624,756)	-	-	(25,000)
	799,599	849,761	645,350	2,996,199	2,668,704	1,581,141	1,014,569	1,019,740	721,449
<b>Expenses</b>									
Salaries, wages and benefits	225,344	232,121	209,932	200,000	175,017	205,373	523,078	502,306	431,190
Materials and supplies	234,837	190,542	194,095	9,500	20,226	23,345	295,175	296,081	180,895
Contracted services	344,588	431,236	379,900	1,388,397	1,904,470	614,885	133,182	104,827	76,043
Rents and financial expenses	65,000	81,374	82,601	68,259	36,907	88,623	4,965	4,965	4,965
External transfers and other	12,000	11,000	10,641	8,500	8,500	102,303	21,858	15,207	24,479
Amortization	624,829	629,589	624,829	416,051	417,760	395,436	8,002	10,408	8,002
Transfers between segments - administration	-	-	-	-	-	-	22,287	22,287	12,987
	1,506,598	1,575,862	1,501,998	2,090,707	2,562,880	1,429,965	1,008,547	956,081	738,561
<b>Annual surplus (deficit)</b>	<b>\$ (706,999)</b>	<b>\$ (726,101)</b>	<b>\$ (856,648)</b>	<b>\$ 905,492</b>	<b>\$ 105,824</b>	<b>\$ 151,176</b>	<b>\$ 6,022</b>	<b>\$ 63,659</b>	<b>\$ (17,112)</b>

The accompanying notes are an integral part of these financial statements.

# **Whitefish River First Nation** **Schedule 2 - Consolidated Segment Disclosure (continued)**

For the year ended March 31, 2018

	Enterprises				Other		Consolidated Total		
	Budget	2018	2017	Budget	2018	2017	Budget	2018	2017
<b>Revenue</b>									
Indigenous & Northern Affairs Canada	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,233,270	\$ 5,134,624	\$ 3,932,514
Canada	-	-	-	10,800	9,073	4,346	769,460	778,800	1,168,746
Ontario	-	-	-	-	-	14,362	979,549	944,047	780,963
Anishinabek organizations	-	-	-	6,373	6,373	8,215	884,399	890,704	919,791
OFNLP	-	3,705	-	-	-	-	860,904	847,597	836,024
Interest and other revenue	860,904	847,597	836,024	-	-	-	254,725	2,237,959	128,769
User fees, leases, rentals, sales and fundraising	44,000	45,040	19,304	127,025	125,576	34,000	1,186,705	1,608,556	2,098,295
Transfers between segments	767,057	1,181,964	1,723,217	-	-	-	-	-	-
	(974,628)	(987,734)	(990,564)	48,724	48,724	34,362	-	-	-
	697,333	1,090,572	1,587,981	192,922	189,746	95,285	10,169,012	12,442,287	9,865,102
Due from (to) Indigenous Affairs	-	-	-	-	-	-	-	-	(77,997)
Deferred revenue, beginning of year	-	-	-	7,477	7,477	77,407	816,278	816,278	685,263
Deferred revenue, end of year	-	-	-	-	(86,029)	(7,477)	-	(740,064)	(816,278)
	697,333	1,090,572	1,587,981	200,399	111,194	165,215	10,985,290	12,518,501	9,656,090
<b>Expenses</b>									
Salaries, wages and benefits	141,110	434,780	605,959	112,396	98,805	89,971	3,046,594	3,253,170	3,304,134
Materials and supplies	25,096	192,521	205,531	48,086	16,109	12,880	1,124,339	1,207,859	1,033,861
Contracted services	186,621	222,151	191,462	39,917	2,325	63,166	2,847,238	3,219,755	2,020,975
Rents and financial expenses	-	2,245	2,548	-	-	-	165,824	159,065	212,657
External transfers and other	-	-	-	-	995	28,262	2,131,228	2,045,478	2,263,791
Amortization	121,623	128,201	121,623	-	-	-	1,187,805	1,205,212	1,167,190
Transfers between segments - administration	-	-	-	-	-	-	-	-	-
Impairment writedown on investment	-	-	-	-	1,753,422	-	-	1,753,422	-
	474,450	979,898	1,127,123	200,399	1,871,656	194,279	10,503,028	12,843,961	10,002,608
<b>Annual surplus (deficit)</b>	\$ 222,883	\$ 110,674	\$ 460,858	\$ -	\$ (1,760,462)	\$ (29,064)	\$ 482,262	\$ (325,460)	\$ (346,518)

The accompanying notes are an integral part of these financial statements.