

Financial Statements of

## **WAHNAPITAE FIRST NATION**

And Independent Auditors' Report thereon

Year ended March 31, 2019

## **MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**

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

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles as described in note 1. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

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

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

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

The financial statements have been audited by KPMG LLP in accordance with Canadian generally accepted auditing standards on behalf of the First Nation.

L. Roque

Chief

J. Foxdale

Executive Director



KPMG LLP  
Claridge Executive Centre  
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## INDEPENDENT AUDITORS' REPORT

To the Members of Wahnapitae First Nation

### *Opinion*

We have audited the financial statements of Wahnapitae First Nation (the "First Nation"), which comprise:

- the statement of financial position as at March 31, 2019
- the statement of operations and accumulated surplus for the year then ended
- the statement of changes in net debt for the year then ended
- the statement of cash flows for the year then ended
- and the notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements")

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the First Nation as at March 31, 2019, and its results of operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB).

### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibility under those standards are further described in the "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

We are independent of the First Nation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other responsibilities in accordance with these requirements.

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



### ***Responsibility of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB), 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.

In preparing the financial statements, management is responsible for assessing the First Nation's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the First Nation or to cease operations or has no realistic alternative but to do so.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, internal omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the First Nation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to the events or conditions that may cast significant doubt on the First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

*KPMG LLP*  
KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants

Sudbury, Canada

July 29, 2019

# WAHNAPITAE FIRST NATION

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Year ended March 31, 2019

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## Financial Statements

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# WAHNAPITAE FIRST NATION

## Exhibit A - Statement of Financial Position

March 31, 2019, with comparative information for 2018

	2019	2018
<b>Financial assets</b>		
Cash	\$ 2,749,922	\$ 2,040,919
Accounts receivable (note 2)	736,411	601,969
Housing loans receivable (note 3)	192,169	197,911
Investment in N'Swakamok Forestry Corporation	1	1
Consolidated revenue fund	333,054	325,495
	<hr/> 4,011,557	<hr/> 3,166,295
<b>Financial liabilities</b>		
Accounts payable and accrued liabilities	438,073	340,444
Deferred revenue (note 5)	1,243,179	475,467
Loans payable to Indigenous Services Canada (note 6)	856,831	856,831
Long-term debt (note 7)	2,617,466	2,624,890
	<hr/> 5,155,549	<hr/> 4,297,632
Net debt	<hr/> (1,143,992)	<hr/> (1,131,337)
<b>Non-financial assets</b>		
Inventories	40,092	40,804
Tangible capital assets (note 8)	8,022,100	8,057,349
Prepaid expenses	-	4,050
	<hr/> 8,062,192	<hr/> 8,102,203
Contingent liabilities (note 9)		
Accumulated surplus (note 10)	<hr/> \$ 6,918,200	<hr/> \$ 6,970,866

See accompanying notes to financial statements.

On behalf of the First Nation:

L. Roque  
Chief

G. Fontaine  
Executive Director

# WAHNAPITAE FIRST NATION

## Exhibit B - Statement of Operations and Accumulated Surplus

Year ended March 31, 2019, with comparative information for 2018

	2019 Budget	2019 Total	2018 Total
(Note 13)			
Revenue:			
Indigenous Services Canada (note 11)	\$ 825,115	\$ 912,451	\$ 1,736,921
Health Canada	222,693	378,323	183,912
Provincial	567,914	634,278	341,910
Ontario First Nations Limited Partnership	606,663	743,498	586,633
Kinoomaadziwin Education Body	910,107	638,726	1,988
Mining agreements and services	402,600	459,532	487,320
Union of Ontario Indians	154,544	206,217	169,804
Canada Mortgage and Housing Corporation	101,344	153,354	141,344
Business Enterprise	-	1,726,239	1,456,838
Other	413,024	813,238	831,973
	4,204,004	6,665,856	5,938,643
Expenses:			
Band Government	875,996	1,375,430	1,292,516
Education	1,068,331	1,105,804	907,333
Public Works and Community Development	579,833	604,252	681,207
Health Services	532,132	901,439	560,480
Lands	861,291	680,868	1,044,853
Housing	295,432	196,217	257,586
Business Enterprise	164,718	1,854,512	1,651,676
	4,377,733	6,718,522	6,395,651
Deficiency of revenue over expenses	(173,729)	(52,666)	(457,008)
Accumulated surplus, beginning of year	6,970,866	6,970,866	7,427,874
Accumulated surplus, end of year	\$ 6,797,137	\$ 6,918,200	\$ 6,970,866

See accompanying notes to financial statements.

# WAHNAPITAE FIRST NATION

## Exhibit C - Statement of Changes in Net Debt

Year ended March 31, 2019, with comparative information for 2018

	2019	2018
Deficiency of revenue over expenses	\$ (52,666)	\$ (457,008)
Acquisition of tangible capital assets	(443,026)	(179,617)
Amortization of tangible capital assets	446,587	397,261
Net book value of disposal of tangible capital assets	31,688	-
	(17,417)	(239,364)
Use of inventories	712	16,711
Use (acquisition) of prepaid expenses	4,050	(4,050)
Change in net financial assets	(12,655)	(226,703)
Net debt, beginning of year	(1,131,337)	(904,634)
Net debt, end of year	\$ (1,143,992)	\$ (1,131,337)

See accompanying notes to financial statements.

# WAHNAPITAE FIRST NATION

## Exhibit D - Statement of Cash Flows

Year ended March 31, 2019, with comparative information for 2018

	2019	2018
<b>Operating transactions:</b>		
Deficiency of revenue over expenses	\$ (52,666)	\$ (457,008)
Adjustments for:		
Amortization of tangible capital assets	446,587	397,261
Loss on disposal of tangible capital assets	31,688	-
	<u>425,609</u>	<u>(59,747)</u>
<b>Change in non-cash working capital:</b>		
Accounts receivable	(134,442)	(324,107)
Accounts payable and accrued liabilities	97,629	(122,906)
Deferred revenue	767,712	123,612
Prepaid expenses	4,050	(4,050)
Inventories	712	16,711
	<u>1,161,270</u>	<u>(370,487)</u>
<b>Financing transactions:</b>		
Issuance of long-term debt	-	360,400
Principal payments on housing loans receivable	5,742	2,390
Principal payments on long-term debt	<u>(7,424)</u>	<u>(160,584)</u>
	<u>(1,682)</u>	<u>202,206</u>
<b>Investing transactions:</b>		
Cash used to acquire tangible capital assets	(443,026)	(179,617)
Consolidated revenue fund	<u>(7,559)</u>	<u>(6,764)</u>
	<u>(450,585)</u>	<u>(186,381)</u>
<b>Net increase (decrease) in cash position</b>	<b>709,003</b>	<b>(354,662)</b>
<b>Cash, beginning of year</b>	<b>2,040,919</b>	<b>2,395,581</b>
<b>Cash, end of year</b>	<b>\$ 2,749,922</b>	<b>\$ 2,040,919</b>

See accompanying notes to financial statements.

# WAHNAPITAE FIRST NATION

## Notes to Financial Statements

Year ended March 31, 2019

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The Wahnapitae First Nation (the "First Nation"), located in Capreol, Ontario, administers programs and provides services to First Nation members.

### 1. Significant accounting policies:

These financial statements of the First Nation are the representation of management and have been prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB) of Chartered Professional Accountants of Canada. The following is a summary of the significant accounting policies followed in the preparation of these financial statements:

#### (a) Reporting entity:

The reporting entity includes activities of all committees of the First Nation under the control of Chief and Council.

#### (b) Basis of accounting:

The First Nation follows the accrual method of accounting for revenues and expenses. Revenues are normally recognized in the year in which they are earned and measurable. Expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and/or the creation of a legal obligation to pay.

#### (c) Non-financial assets:

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

##### (i) Tangible capital assets:

Tangible capital assets are recorded at cost which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets, excluding land and landfill sites, are amortized on a straight-line basis over their estimated useful lives as follows:

Asset	Useful Life - Years
Land improvements	25
Buildings and building improvements	25 - 40
Vehicles	5 - 10
Furniture, computers and fixtures	3 - 10
Machinery and equipment	5 - 20
Roads infrastructure	40 - 50

Annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

# WAHNAPITAE FIRST NATION

## Notes to Financial Statements

Year ended March 31, 2019

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### 1. Significant accounting policies (continued):

#### (c) Non-financial assets (continued):

##### (ii) Natural resources:

Natural resources that have not been purchased are not recognized as assets in the financial statements.

##### (iii) Works of art and cultural and historic assets:

Works of art and cultural and historic assets are not recorded as assets in these financial statements.

#### (d) Revenue recognition:

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under the funding arrangements which relates to a subsequent fiscal period is reflected as deferred revenue in the year of receipt and classified as such on the statement of financial activities.

#### (e) Investment in N'Swakamok Forestry Corporation:

The investment is accounted for by the equity method and represents a 20% interest in the corporation.

#### (f) Consolidated revenue funds:

Funds held in trust are comprised of funds held in Ottawa Trust accounts and 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 and are subject to audit by the Office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

#### (g) Use of estimates:

The preparation of financial statements in conformity with Canadian public sector accounting standards 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 periods specified. Significant items subject to such estimates and assumptions include the carrying value of capital assets and valuation allowances for accounts receivable. Actual results could differ from those estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the year in which they become known.

# WAHNAPITAE FIRST NATION

## Notes to Financial Statements

Year ended March 31, 2019

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### 2. Accounts receivable:

	2019	2018
Vale Canada Limited	\$ 13,086	\$ —
Indigenous Services Canada	282,756	250,662
KGHM International	12,098	9,500
Mirarco – Mining Innovation	—	40,202
Health Canada	121,182	—
KEB	33,022	—
Batchewana First Nation	—	19,808
Canada Mortgage and Housing Corporation	8,763	49,292
Ontario Power Generation	20,000	20,000
Government of Canada	10,532	10,532
Glencore	2,200	7,538
Fednor	—	26,419
Department of Indigenous Services Canada	11,550	—
Ministry of Natural Resources	19,000	—
Independent Electricity System Operator	52,292	37,292
Union of Ontario Indians	52,981	—
Other	275,834	247,108
Allowance for doubtful accounts	(178,885)	(116,384)
	\$ 736,411	\$ 601,969

### 3. Housing loans receivable:

Housing loans to band members bear interest at various rates, have terms of five years and are secured by the specific band member's homes.

### 4. Line of credit:

The First Nation has available an operating line of credit in the amount of \$25,000, secured by a general security agreement over the assets of the First Nation. Interest on amounts drawn is charged at the prime lending rate plus 0.75%.

### 5. Deferred revenue:

Deferred revenue relates to cash received in advance for future periods. The balance includes \$77,850 (2018 - \$68,576) in tenant receipts for business enterprise lot fees. This revenue has been deferred as the services have yet to be provided.

### 6. Loans payable to Indigenous Services Canada:

The loans payable to Indigenous Services Canada ("ISC") are secured, by a promissory non-interest bearing note and are due on the earlier of the settlement of the land claim or March 31, 2022.

# WAHNAPITAE FIRST NATION

## Notes to Financial Statements

Year ended March 31, 2019

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### 7. Long-term debt:

	2019	2018
Canada Mortgage and Housing Corporation construction financing, payable in monthly instalments of \$779 including interest at 1.82%, due 2019	\$ 87,339	95,170
Canada Mortgage and Housing Corporation construction financing, payable in monthly instalments of \$567 including interest at 1.39%, due 2020	69,433	75,325
Canada Mortgage and Housing Corporation construction financing, payable in monthly instalments of \$1,894 including interest at 2.22%, due 2024	284,509	301,417
Canada Mortgage and Housing Corporation construction financing, payable in monthly instalments of \$1,654 including interest at 1.11%, due 2021	308,858	325,498
Canada Mortgage and Housing Corporation construction financing, payable in monthly instalments of \$1,610 including interest at 1.43%, due 2022	307,771	322,974
Canada Mortgage and Housing Corporation construction financing, payable in monthly instalments of \$1,990 including interest at 1.98%, due 2019	397,071	413,640
Canada Mortgage and Housing Corporation construction financing, payable in monthly instalments of \$1,403 Including interest at 1.03%, due 2021	329,789	343,360
Waubetek Business Development Corporation, payable in monthly installments of \$1,138 non-interest bearing, due 2024	68,309	—
Toronto Dominion Bank term loan, payable in monthly instalments of \$7,795 including interest at 4.91%, due 2028	681,684	740,463
Toronto Dominion Bank term loan, payable in monthly instalments of \$1,425 including interest at 4.92%, due 2023	82,703	7,043
	<hr/> \$ 2,617,466	<hr/> 2,624,890

No interest is incurred on the Waubetek Business Development Corporation loan until June 2019. The loan payable is secured by specific equipment and assets having a carrying value of \$69,875.

Principal payments required on long-term debt within each of the next five years are as follows:

2020	\$ 179,319
2021	185,763
2022	191,389
2023	196,550
2024	1,864,445

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# WAHNAPITAE FIRST NATION

Notes to Financial Statements

Year ended March 31, 2019

## 8. Tangible capital assets (continued):

Cost	Balance at March 31, 2018	Additions	Disposals	Balance at March 31, 2019
Land improvements	\$ 149,309	-	-	149,309
Buildings	6,145,999	81,537	-	6,227,536
Road infrastructure	1,514,668	-	-	1,514,668
Machinery and equipment	1,286,616	342,888	-	1,629,504
Furniture, computer and fixtures	203,662	18,601	(84,498)	137,765
Social housing	2,554,917	-	-	2,554,917
<b>Total</b>	<b>\$ 11,855,171</b>	<b>443,026</b>	<b>(84,498)</b>	<b>12,213,699</b>

  

Accumulated amortization	Balance at March 31, 2018	Disposals	Amortization expense	Balance at March 31, 2019
Land improvements	\$ 65,811	-	5,973	71,784
Buildings	1,357,744	-	267,576	1,625,320
Road infrastructure	615,821	-	30,748	646,569
Machinery and equipment	1,084,669	(52,810)	125,429	1,157,288
Furniture, computer and fixtures	175,313	-	16,861	192,174
Social housing	498,464	-	-	498,464
<b>Total</b>	<b>\$ 3,797,822</b>	<b>(52,810)</b>	<b>446,587</b>	<b>4,191,599</b>

  

	Net book value, March 31, 2018	Net book value, March 31, 2019
Land improvements	\$ 83,498	77,525
Buildings	4,788,255	4,602,216
Road infrastructure	898,847	868,099
Machinery and equipment	201,947	472,216
Furniture, computer and fixtures	28,349	(54,409)
Social housing	2,056,453	2,056,453
<b>Total</b>	<b>\$ 8,057,349</b>	<b>8,022,100</b>

# WAHNAPITAE FIRST NATION

Notes to Financial Statements

Year ended March 31, 2019

## 8. Tangible capital assets:

Cost	Balance at March 31, 2017	Additions	Disposals	Balance at March 31, 2018
Land improvements	\$ 149,309	-	-	149,309
Buildings	6,001,298	144,701	-	6,145,999
Road infrastructure	1,514,668	-	-	1,514,668
Machinery and equipment	1,256,940	29,676	-	1,286,616
Furniture, computer and fixtures	198,422	5,240	-	203,662
Social housing	2,554,917	-	-	2,554,917
<b>Total</b>	<b>\$ 11,675,554</b>	<b>179,617</b>	<b>-</b>	<b>11,855,171</b>
<hr/>				
Accumulated amortization	Balance at March 31, 2017	Disposals	Amortization expense	Balance at March 31, 2018
Land improvements	\$ 59,838	-	5,973	65,811
Buildings	1,179,120	-	178,624	1,357,744
Road infrastructure	585,073	-	30,748	615,821
Machinery and equipment	1,003,552	-	81,117	1,084,669
Furniture, computer and fixtures	160,215	-	15,098	175,313
Social housing	412,763	-	85,701	498,464
<b>Total</b>	<b>\$ 3,400,561</b>	<b>-</b>	<b>397,261</b>	<b>3,797,822</b>
<hr/>				
	Net book value, March 31, 2017	Net book value, March 31, 2018		
Land improvements	\$ 89,471	83,498		
Buildings	4,822,178	4,788,255		
Road infrastructure	929,595	898,847		
Machinery and equipment	253,388	201,947		
Furniture, computer and fixtures	38,207	28,349		
Social housing	2,142,154	2,056,453		
<b>Total</b>	<b>\$ 8,274,993</b>	<b>8,057,349</b>		

# WAHNAPITAE FIRST NATION

## Notes to Financial Statements

Year ended March 31, 2019

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### 9. Contingent liabilities:

#### (a) Government funding:

The First Nation has entered into accountable contribution arrangements with several government funding agencies. All such programs are subject to audit by the various governments, with audit adjustments repayable to the government.

#### (b) Loan guarantees - Band members:

The First Nation is contingently liable for loan guarantees to various chartered banks in favour of individual Band members. The guarantees total \$362,418 (2018 - \$258,399).

#### (c) In accordance with the terms and conditions of a financing arrangement between the Bank of Montreal and the Robinson Huron Treaty Trust ("Trust"), the First Nation as a beneficiary of the Trust has guaranteed borrowings in proportion to its beneficial interest in the Trust in the amount of \$203,000. As of March 31, 2019, its proportional outstanding loan balance as part of the Trust is \$203,000 (2018 - \$202,364).

### 10. Accumulated surplus:

Accumulated surplus consists of individual fund surplus and reserves as follows:

	2019	2018
Surplus (deficit):		
Invested in capital assets	\$ 5,439,478	5,436,299
Operations	(1,409,443)	(1,633,575)
Land claim	(1,152,496)	(856,831)
	2,877,539	2,945,893
Reserves set aside for specific purpose by Council:		
Consolidated revenue trust	333,054	325,495
Ontario First Nations Limited Partnership	1,111,475	1,111,475
Community Development	894,715	894,715
Education	45,698	45,698
CMHC replacement reserves	96,062	87,933
Ontario Power Generation Settlement	1,559,657	1,559,657
	4,040,661	4,024,973
	\$ 6,918,200	6,970,866

# WAHNAPITAE FIRST NATION

## Notes to Financial Statements

Year ended March 31, 2019

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### 11. Indigenous Services Canada Funding:

	2019	2018
Total funding per confirmation	\$ 1,253,832	\$ 1,758,274
Prior year funding adjustments	—	9,494
Deferred revenue – beginning	281,225	250,378
Deferred revenue – ending	(622,606)	(281,225)
<b>Total funding per financial statements</b>	<b>\$ 912,451</b>	<b>\$ 1,736,921</b>

Included in accounts receivable are amounts due from ISC of \$282,756 (2018 - \$285,844).

### 12. Comparative information:

Certain 2018 comparative information have been reclassified to conform with the presentation adopted in 2019.

### 13. Budget figures:

The budget data presented in these consolidated financial statements is based upon the operating and capital budgets approved by Council. The reconciliation of the approved budget to the budget figures reported on these consolidated financial statements is listed below.

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#### Approved revenue budget:

Total revenues per budget	\$ 4,204,004
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Revenue budget per financial statements	\$ 4,204,004
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#### Approved expense budget:

Total expenses per budget	\$ 3,935,873
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Add:

Amortization of tangible capital assets	441,860
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Expense budget per financial statements	\$ 4,377,733
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# WAHNAPITAE FIRST NATION

Notes to Financial Statements

Year ended March 31, 2019

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## **14. Segmented information:**

Wahnapitae First Nation is a diversified governmental institution that provides a wide range of services to its band members, including band support, health services, education, sustainable development and capital. 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.

### **General / Band Support**

The band support 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, the operations of the band's business operations, and management and assistance for computer and communications related projects and services.

### **Health Services**

The health services department provides a diverse bundle of services directed toward the well-being of the members of the First Nation including such activities as long-term care, health centers, diabetes, fetal alcohol syndrome, mental health, smoke free programs, traditional healing and training designed to enhance the health of member communities.

### **Education**

The education department provides education management services to the member First Nations as well as overseeing various small incentives on behalf of the communities.

### **Lands**

The lands department provides services to make use of the natural landscape of the First Nation in the form of mining and mineral agreements with local mining companies to provide long-term sustainable resources to the First Nation and its members.

### **Community Development**

The community development department provides services directed towards the wellbeing of member's in need on non-health related services such as member support and home support.

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 allocations 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 financial statements as disclosed in the summary of significant accounting policies.

# WAHNAPITAE FIRST NATION

## Notes to Financial Statements

Year ended March 31, 2019

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### 14. Segmented information (continued):

	General/Band Support	Health Services	Education	Lands	2019 Total
Revenue:	\$ 3,933,621	827,473	1,162,611	742,153	6,665,858
Expenses:					
Salaries, benefits and honoraria	1,026,951	453,073	230,182	384,135	2,094,341
Travel and training	161,060	75,053	32,426	51,094	319,633
Materials, supplies and rentals	1,793,923	119,445	204,737	36,086	2,154,191
Contractual and professional fees	461,024	140,296	34,813	102,486	738,619
Interest on long-term debt	60,678	-	2,963	-	63,641
Tuition and student allowances	-	-	619,552	-	619,552
Other	367,230	111,202	111,517	85,942	675,891
Amortization of tangible capital assets	376,488	27,971	20,974	21,154	446,587
Investment in tangible capital assets	(216,962)	(25,601)	(151,359)	-	(393,922)
	4,030,392	901,439	1,105,805	680,897	6,718,533
Excess (deficiency) of revenue over expenses	\$ (96,771)	(73,966)	56,806	61,256	(52,675)

# WAHNAPITAE FIRST NATION

## Notes to Financial Statements

Year ended March 31, 2019

### 14. Segmented information (continued):

		General/Band Support	Health Services	Education	Lands	2018 Total
Revenue:	\$ 3,640,772	543,992	890,733	863,146		5,938,643
Expenses:						
Salaries, benefits and honoraria	959,685	297,262	110,761	601,388		1,969,096
Travel and training	110,074	81,114	53,239	108,234		352,661
Materials, supplies and rentals	1,657,581	82,797	22,676	85,330		1,848,384
Contractual and professional fees	490,486	56,067	11,175	203,979		761,707
Interest on long-term debt	65,293	-	647	-		65,940
Tuition and student allowances	19	-	588,536	-		588,555
Other	406,995	60,968	89,121	34,581		591,665
Amortization of tangible capital assets	351,989	23,376	10,562	11,333		397,260
Investment in tangible capital assets	(171,102)	(8,515)	-	-		(179,617)
	3,871,020	593,069	886,717	1,044,845		6,395,651
Excess (deficiency) of revenue over expenses	\$ (230,248)	(49,077)	4,016	(181,699)		(457,008)