

Obashkaandagaang First Nation
Consolidated Financial Statements
March 31, 2014

Obashkaandagaang First Nation

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For the year ended March 31, 2014

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Management's Responsibility

To the Members and Chief and Council of Obashkaandagaang First Nation:

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

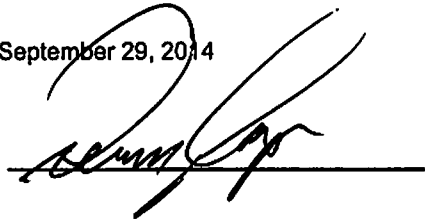
Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Obashkaandagaang First Nation Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management, and external auditors. The Council is also responsible for recommending the appointment of the Nation's external auditors.

MNP LLP is appointed by Chief and Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

September 29, 2014

A handwritten signature in black ink, appearing to be 'Dennis G. [unclear]', written over a horizontal line.

Band Manager

Independent Auditors' Report

To the Members and Chief and Council of Obashkaandagaang First Nation:

We have audited the accompanying consolidated financial statements of Obashkaandagaang First Nation, which comprise the consolidated statement of financial position as at March 31, 2014, and the consolidated statements of operations and accumulated deficit, change in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated 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.

Auditors' 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 auditors' 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 adverse audit opinion.

Basis for Adverse Opinion

Beginning January 1, 2009 generally accepted accounting policies required that the First Nation record the net value of the tangible capital assets in its financial statements. The First Nation has not applied these new financial reporting standards and has not adjusted the value of tangible capital assets on its statement of financial position, nor had it recorded any related amortization or impairment in its statement of operations because the First Nation did not provide us with a completed capital asset register reflecting the total cost of tangible capital assets owned by the First Nation and any impairment or related amortization attributable to each of those assets. We were unable to determine the new value of the tangible capital assets that should have been recorded as an asset and the related amortization or impairment that should have been recorded as an expense in the current and prior year. The effect on the consolidated financial statements of the failure to record tangible capital assets has not been determined.

In addition, we were unable to obtain sufficient, appropriate audit evidence to support various material balances in accounts receivable and accounts payable. As such, we were unable to determine what adjustment, if any, might have been necessary to these accounts and to the consolidated statement of operations and accumulated deficit.

Adverse Opinion

In our opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion paragraph, the consolidated financial statements do not present fairly the financial position of Obashkaandagaang First Nation as at March 31, 2014, and the results of their operations, change in net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

MNP LLP

Chartered Professional Accountants

Licensed Public Accountants

Kenora, Ontario

September 29, 2014

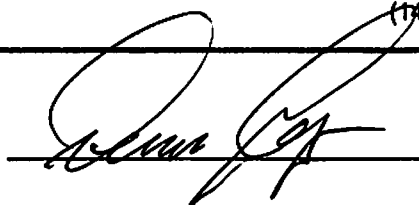
Obashkaandagaang First Nation
Consolidated Statement of Financial Position
As at March 31, 2014

| | 2014 | 2013 (Restated) |
|---|------------------|--------------------|
| Financial assets | | |
| Cash (Note 3) | 233,769 | 131,896 |
| Accounts receivable (Note 4) | 758,487 | 844,785 |
| Due from members | - | 10,579 |
| Funds held in Ottawa Trust Fund (Note 5) | 85,790 | 83,671 |
| Due from Washagamis Bay Investment Corporation (Note 6) | 16,000 | 16,000 |
| Total financial assets | 1,094,046 | 1,086,931 |
| Liabilities | | |
| Bank indebtedness | - | 42,329 |
| Accounts payable and accruals (Note 7) | 501,037 | 686,294 |
| Deferred revenue (Note 8) | 302,733 | - |
| Due to Washagamis Bay Investment Corporation (Note 6) | 140,000 | - |
| Repayable to funder | 30,275 | - |
| Long-term debt (Note 9) | 478,951 | 483,130 |
| Total liabilities | 1,452,996 | 1,211,753 |
| Net debt | (358,950) | (124,822) |
| Contingent liability (Note 10) | | |
| Non-financial assets | | |
| Tangible capital assets | 211,338 | - |
| Accumulated deficit | (147,612) | (124,822) |

Approved on behalf of the Council



Chief



Councillor

Obashkaandagaang First Nation
Consolidated Statement of Operations and Accumulated Deficit
For the year ended March 31, 2014

| | <i>Schedules</i> | <i>2014 Budget</i> | <i>2014</i> | <i>2013 (Restated)</i> |
|---|------------------|------------------------|-------------|----------------------------|
| Revenue | | | | |
| Aboriginal Affairs and Northern Development Canada | | - | 1,829,005 | 1,675,231 |
| Ministry of Community and Social Services | | - | 520,508 | 558,429 |
| Ontario First Nations Limited Partnership | | - | 449,250 | 451,837 |
| First Nations and Inuit Health | | - | 275,111 | 313,383 |
| Province of Ontario | | - | - | 22,017 |
| Kenora Chiefs Advisory Inc. | | - | 160,366 | 110,163 |
| Ministry of Aboriginal Affairs | | - | 135,017 | 117,638 |
| Other revenue | | - | 84,272 | 159,298 |
| Shooniyaa Wa-Biltong | | - | 33,543 | - |
| Ministry of Health and Long-Term Care | | - | 15,423 | 11,046 |
| Interest income | | - | 752 | 117 |
| Repayment of funding | | - | (151,759) | (141,226) |
| Deferred revenue - current year (Note 8) | | - | (302,733) | - |
| | | - | 3,048,755 | 3,277,933 |
| Segment expenses | | | | |
| Administration | 3 | - | 308,216 | 361,905 |
| Education | 4 | - | 694,868 | 753,301 |
| O&M | 5 | - | 152,856 | 122,426 |
| Social Assistance | 6 | - | 927,501 | 861,106 |
| Health | 7 | - | 278,771 | 324,961 |
| Minor Capital | 8 | - | 198,432 | 237,924 |
| Ontario First Nations Limited Partnership | 9 | - | 303,113 | 357,042 |
| Land Management | 10 | - | 207,787 | 173,398 |
| Total expenses (Schedule 1) | | - | 3,071,544 | 3,192,063 |
| Operating surplus (deficit) | | - | (22,789) | 85,870 |
| Accumulated surplus (deficit), beginning of year, as previously stated | | - | 97,520 | (35,460) |
| Prior period adjustment (Note 17) | | - | (222,343) | (175,233) |
| Accumulated deficit, beginning of year, as restated | | - | (124,823) | (210,693) |
| Accumulated deficit, end of year | | - | (147,612) | (124,823) |

The accompanying notes are an integral part of these financial statements

Obashkaandagaang First Nation
Consolidated Statement of Change in Net Debt
For the year ended March 31, 2014

| | 2014 Budget | 2014 | 2013 (Restated) |
|--|------------------------|-------------|----------------------------|
| Annual surplus (deficit) | - | (22,789) | 85,870 |
| Acquisition of tangible capital assets | - | (211,339) | - |
| Use of prepaid expenses | - | - | 21,553 |
| (Increase) decrease in net debt | - | (234,128) | 107,423 |
| Net debt, beginning of year | - | (124,822) | (232,245) |
| Net debt, end of year | - | (358,950) | (124,822) |

The accompanying notes are an integral part of these financial statements

Obashkaandagaang First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2014

| | 2014 | 2013 (Restated) |
|---|----------------|--------------------|
| Cash provided by (used for) the following activities | | |
| Operating activities | | |
| Operating surplus (deficit) | (22,789) | 85,870 |
| Changes in working capital accounts | | |
| Accounts receivable | 86,298 | (394,108) |
| Prepaid expenses | - | 21,553 |
| Decrease in due from members | 10,579 | - |
| Accounts payable and accruals | (185,257) | 115,226 |
| Due to Washagamis Bay Investment Corporation | 140,000 | (16,000) |
| Change in deferred revenue | 302,733 | - |
| Repayable to funder | 30,275 | - |
| | 361,839 | (187,459) |
| Financing activities | | |
| Proceeds from long-term debt | - | 141,226 |
| Repayment of long-term debt | (4,179) | (19,723) |
| | (4,179) | 121,503 |
| Capital activities | | |
| Acquisition of tangible capital assets | (211,339) | - |
| Investing activities | | |
| Increase in Funds held in Ottawa Trust Fund | (2,119) | (2,006) |
| Increase (decrease) in cash resources | 144,202 | (67,962) |
| Cash resources, beginning of year | 89,567 | 157,529 |
| Cash resources, end of year | 233,769 | 89,567 |
| Cash resources are composed of: | | |
| Cash resources | 233,769 | 131,896 |
| Bank indebtedness | - | (42,329) |
| | 233,769 | 89,567 |
| Supplementary cash flow information | | |
| Interest paid | 9,652 | 9,760 |

The accompanying notes are an integral part of these financial statements

Obashkaandagaang First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

1. Operations

Obashkaandagaang First Nation (the "First Nation") is located in the Province of Ontario, and provides various services to its members.

2. Significant accounting policies

These consolidated financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards including the following significant accounting policies:

Reporting entity

The consolidated financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity.

The First Nation has consolidated the assets, liabilities, revenues and expenses of the following entities and departments:

- Obashkaandagaang First Nation
- Obashkaandagaang First Nation Third Party Trust

Basis of presentation

Sources of revenue and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Funds held in Ottawa Trust Fund

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position with an offsetting amount in revenue on the consolidated statement of operations and accumulated surplus (deficit). Trust monies consist of:

- Capital trust monies derived from non-renewable resource transactions on the sale of land or other First Nation tangible capital assets; and
- Revenue trust monies generated primarily through land leasing transactions or interest earned on deposits held in trust.

Cash resources

Cash includes cash on hand and balances with banks net of bank overdrafts.

Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not normally provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale in the normal course of operations. Non-financial assets include prepaid expenses.

Net debt

The First Nation's consolidated financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt of the First Nation is determined by its financial assets less its liabilities. Net debt combined with non-financial assets comprises a second indicator of financial position, accumulated surplus (deficit).

Tangible capital assets

Tangible capital assets were historically all expensed. In the current year, the First Nation capitalized construction costs related to the Elders' Centre. No amortization has been recorded as this asset was not yet in use as at March 31, 2014.

Obashkaandagaang First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

2. Significant accounting policies *(Continued from previous page)*

Revenue recognition

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under funding arrangements that relate to a subsequent fiscal period are reflected as deferred revenue on the consolidated statement of financial position in the year of receipt.

Other revenues are earned from other services provided by the First Nation and are recognized when the service has been provided and collectability is reasonably assured.

Government Transfers

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Use of estimates

The preparation of the consolidated 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 and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period. These estimates and assumptions are reviewed periodically and as adjustments become necessary, they are reported in the records in the periods in which they become known.

Notes receivable, accounts receivable, and amounts due from members, are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

Accounts payable and accruals are estimated based on historical charges for unbilled goods and services at year end.

Segments

The First Nation conducts its business through eight reportable segments. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the Significant Accounting Policies.

3. Cash

Cash is comprised of the following bank account balances:

| | 2014 | 2013 (Restated) |
|-----------------------------------|----------------|--------------------|
| Royal Bank of Canada | 17,319 | - |
| TD Canada Trust | (5,820) | - |
| Third party managed funds - BDO | 169,831 | - |
| Flood claim - funds held in trust | 52,439 | 131,896 |
| | 233,769 | 131,896 |

Obashkaandagaang First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

4. Accounts receivable

| | 2014 | 2013 <i>(Restated)</i> |
|--|----------------|----------------------------------|
| Aboriginal Affairs and Northern Development Canada | 662,314 | 630,371 |
| Other accounts receivable | 56,368 | 43,284 |
| Harmonized Sales Tax receivable | 40,790 | 28,441 |
| AANDC - Flood Claim | 18,958 | - |
| First Nations and Inuit Health | - | 58,681 |
| Ministry of Aboriginal Affairs | - | 70,138 |
| Ministry of Community and Social Services | (19,943) | 13,870 |
| | 758,487 | 844,785 |

5. Funds held in Ottawa Trust Fund

Capital and revenue trust monies are transferred to the First Nation on the authorization of the Minister of Aboriginal Affairs and Northern Development Canada (AANDC), with the consent of the First Nation's Council.

| | 2014 | 2013 |
|----------------------------|---------------|---------------|
| Capital Trust | | |
| Balance, beginning of year | 26,109 | 26,109 |
| | 26,109 | 26,109 |
| Revenue Trust | | |
| Balance, beginning of year | 57,562 | 55,556 |
| Interest | 2,119 | 2,006 |
| | 59,681 | 57,562 |
| | 85,790 | 83,671 |

6. Due from/to Washagamis Bay Investment Corporation

Balances due from/to Washagamis Bay Investment Corporation are unsecured, non-interest bearing and there are no set terms of repayment.

7. Accounts payable and accruals

| | 2014 | 2013 <i>(Restated)</i> |
|---|----------------|----------------------------------|
| Trade payables and accruals | 296,109 | 380,232 |
| Funding repayable to Aboriginal Affairs and Northern Development Canada | 170,684 | 182,806 |
| Source remittances | - | 1,282 |
| Wages and vacation payable | - | 14,147 |
| Flood claim repayable | 34,244 | 107,827 |
| | 501,037 | 686,294 |

Obashkaandagaang First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

8. Deferred revenue

| | Balance March 31, 2013 (Restated) | Funding Received 2014 | Other Revenue 2014 | Revenue Recognized 2014 | Balance March 31, 2014 |
|---------------------------|--|-----------------------------|--------------------------|-------------------------------|------------------------------|
| Federal Government | | | | | |
| Education activities | - | 792,130 | (92,587) | 694,497 | 5,046 |
| O&M activities | - | 412,718 | 28,299 | 170,903 | 270,114 |
| Minor Capital activities | - | 178,591 | 8,470 | 159,488 | 27,573 |
| | - | 1,383,439 | (55,818) | 1,024,888 | 302,733 |

9. Long-term debt

Long-term debt consists of the following:

| | 2014 | 2013 |
|--|---------|---------|
| CMHC loan, repayable in blended monthly payments of principal and interest in the amount of \$2,308, bearing interest at 4.5%. Secured by a Ministerial guarantee. | 147,436 | 170,573 |
| AANDC promissory note related to flood claim negotiations, non-interest bearing, unsecured, no set terms of repayment. | 331,515 | 312,557 |
| | 478,951 | 483,130 |

Principal repayments on long-term debt in each of the next five years, assuming long-term debt subject to refinancing is renewed, are estimated as follows:

| | Principal |
|------------|-----------|
| 2015 | 20,430 |
| 2016 | 21,369 |
| 2017 | 22,350 |
| 2018 | 23,377 |
| 2019 | 24,451 |
| | 111,977 |
| Thereafter | 366,974 |

Interest on long-term debt amounted to \$5,064 (2013 - \$5,665).

10. Contingent liability

The First Nation has agreements with AANDC and other government bodies for each restricted fund which states that the First Nation may be required to return any surplus which may arise. The First Nation is solely responsible for any deficits.

Obashkaandagaang First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

11. Government transfers

| | Operating | Capital | 2014 | 2013 |
|--|------------------|---------------|------------------|------------------|
| Federal government transfers: | | | | |
| Aboriginal Affairs and Northern Development Canada | 1,754,741 | 74,264 | 1,829,005 | 1,796,681 |
| First Nations and Inuit Health | 275,111 | - | 275,111 | 313,383 |
| Total Federal: | 2,029,852 | 74,264 | 2,104,116 | 2,110,064 |
| Provincial government transfers: | | | | |
| Ministry of Community Services | 520,508 | - | 520,508 | 558,429 |
| Ministry of Health and Long-Term Care | 15,423 | - | 15,423 | 11,046 |
| Ministry of Aboriginal Affairs | 135,017 | - | 135,017 | 117,638 |
| Province of Ontario | - | - | - | 22,017 |
| Total Provincial: | 670,948 | - | 670,948 | 709,130 |
| | 2,700,800 | 74,264 | 2,775,064 | 2,819,194 |

12. CMHC replacement reserve

In accordance with terms of the agreements, CMHC reserve monies must be held or invested only in accounts or instruments guaranteed by the Canada Deposit Insurance Corporation, or as otherwise approved by CMHC. Reserve withdrawals are credited first to interest and then to principal. As at March 31, 2014, the replacement reserve was unfunded.

13. Ontario First Nations Limited Partnership

Commencing with the 2012 fiscal year and in each fiscal year thereafter during the initial and renewal terms of the agreement between the Province of Ontario and Ontario First Nations Limited Partnership (OFNLP), the Province of Ontario shall pay to OFNLP 12 monthly payments equal to one-twelfth of 1.7% of the aggregate provincial gross gaming revenues. OFNLP then distributes to the First Nation its share of these revenues according to a formula used for that purpose. The use of these funds, according to agreements, is restricted to community development, health, education, cultural development and economic development.

14. Economic dependence

Obashkaandagaang First Nation receives 60% (2013 - 50%) of its revenue from Aboriginal Affairs and Northern Development Canada (AANDC) as a result of treaties entered into with the Government of Canada. These treaties are administered by AANDC under the terms and conditions of the Indian Act. The ability of the Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

15. Segments

The First Nation has eight reportable segments. These segments are differentiated by the major activities or services they provide.

The First Nations segments are as follows:

Administration - includes administration and governance activities.

Education - includes the operation of education programs.

Operations and Maintenance - includes activities for the maintenance of infrastructure on First Nation property.

Social Assistance - includes the operations of the social assistance programs.

Health - includes the operations of health programs.

Minor Capital - includes the operations of housing programs.

Ontario First Nations Limited Partnership - includes the use of the funding provided by the Ontario First Nations Limited Partnership.

Land Management - includes activities for the maintenance of the community.

Inter-segment transfers are recorded at their exchange amount. The accounting policies are the same as those described in Note 2.

16. Comparative figures

Certain comparative figures have been reclassified to conform with current years presentation.

17. Prior period adjustment

During the year the First Nation determined the federal and provincial flood claims from 2013 and prior years had not been properly recorded in the amount of \$222,343. Of this amount, \$175,233 related to years prior to 2013 and \$47,110 related to the 2013 fiscal year. As a result, the 2013 opening accumulated deficit has been adjusted by \$175,233, the 2013 expenses have been restated to reflect additional expenses in the amount of \$47,110 and the 2014 opening accumulated deficit has been adjusted by \$222,343.

18. First Nations Financial Transparency and Accountability Act

The First Nation is required by the First Nations Transparency and Accountability Act to post its consolidated financial statements on a website and submit the consolidated financial statements to AANDC by July 29, 2014. As the audit report date is after this date, the First Nation is not in compliance with the requirement. The possible effect of this non-compliance has not yet been determined.

Obashkaandagaang First Nation
Schedule 1 - Consolidated Schedule of Expenses by Object
For the year ended March 31, 2014

| | <i>2014 Budget</i> | <i>2014 Actual</i> | <i>2013 Actual</i> |
|------------------------------|------------------------|------------------------|------------------------|
| Expenses by object | | | |
| Administration | - | 48,425 | 42,107 |
| Allowance | - | - | 4,800 |
| Ancillary support | - | 4,900 | - |
| Bad debts (recoveries) | - | (56,155) | - |
| Bank charges and interest | - | 8,257 | 9,760 |
| Bottled water expense | - | 14,629 | 20,670 |
| Child care | - | 35,484 | 28,695 |
| Co-Management fees | - | 19,200 | 12,960 |
| Community events | - | 120,014 | 195,022 |
| Community garbage | - | 13,800 | - |
| Contractors | - | 53,314 | 201,578 |
| Courier and postage | - | 737 | 595 |
| Employment related expense | - | 18,813 | 19,279 |
| Equipment rental | - | 865 | 3,736 |
| Financial assistance | - | 5,250 | - |
| First Nation costs | - | 10,073 | 2,160 |
| Freight charges expense | - | - | 166 |
| Fuel and oil | - | 6,239 | 5,088 |
| Funeral | - | 4,500 | - |
| Hydro | - | 15,067 | - |
| Insurance | - | 19,786 | 27,289 |
| Meetings | - | 17,352 | 12,892 |
| Monitoring fees | - | 31,079 | 3,898 |
| Mortgage | - | - | 5,666 |
| Office supplies and expenses | - | 20,941 | 22,108 |
| Social assistance | - | 346,928 | 438,936 |
| Basic needs | - | 45,000 | - |
| Professional fees | - | 213,536 | 182,542 |
| Program expense | - | 49,882 | 500 |
| Project management | - | 22,993 | 26,280 |
| Purchased equipment | - | 633 | 35,947 |
| Rent | - | - | 27,400 |
| Repairs and maintenance | - | 122,489 | 87,291 |
| Salaries and benefits | - | 825,669 | 749,152 |
| Special needs | - | 3,500 | - |
| Supplies | - | 50,588 | 59,519 |
| Telephone and internet | - | 28,429 | 27,479 |
| Third-party management fees | - | 180,650 | 128,042 |
| Training | - | 6,506 | 10,121 |
| Transportation | - | 63,343 | 99,013 |
| Travel | - | 166,234 | 167,428 |
| Tuition | - | 492,859 | 504,881 |
| Utilities | - | 39,735 | 29,063 |
| | - | 3,071,544 | 3,192,063 |

Obashkaandagaang First Nation

Schedule 2 - Consolidated Schedule of Revenue and Expenses and Surplus (Deficit)

For the year ended March 31, 2014

| | <i>Schedule #</i> | <i>AANDC Revenue</i> | <i>Other Revenue</i> | <i>Deferred Revenue</i> | <i>Total Revenue</i> | <i>Total Expenses</i> | <i>Adjustments/ Transfers From (To)</i> | <i>Current Operating Surplus (Deficit)</i> |
|---|-------------------|--------------------------|----------------------|-----------------------------|----------------------|---------------------------|---|--|
| Segment | | | | | | | | |
| Administration | 3 | 235,373 | 54,119 | - | 289,492 | 308,216 | 43,200 | 24,476 |
| Education | 4 | 785,080 | (83,991) | (5,046) | 696,043 | 694,868 | - | 1,175 |
| O&M | 5 | 412,718 | 3,750 | (270,114) | 146,354 | 152,856 | - | (6,502) |
| Social Assistance | 6 | 217,243 | 646,556 | - | 863,799 | 927,501 | - | (63,702) |
| Health | 7 | - | 279,835 | - | 279,835 | 278,771 | - | 1,064 |
| Minor Capital | 8 | 178,591 | 36,043 | (27,573) | 187,061 | 198,432 | - | (11,371) |
| Ontario First Nations Limited Partnership | 9 | - | 388,572 | - | 388,572 | 303,113 | (43,200) | 42,259 |
| Land Management | 10 | - | 197,599 | - | 197,599 | 207,787 | - | (10,188) |
| Total | | 1,829,005 | 1,522,483 | (302,733) | 3,048,755 | 3,071,544 | - | (22,789) |

Obashkaandagaang First Nation
Administration
Schedule 3 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2014

| | 2014 Budget | 2014 | 2013 |
|--|------------------------|-----------------|-----------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | - | 235,373 | 252,827 |
| Other revenue | - | 54,119 | 54,898 |
| | - | 289,492 | 307,725 |
| Expenses | | | |
| Administration | - | - | 1,800 |
| Bad debts (recoveries) | - | (56,155) | - |
| Bank charges and interest | - | 640 | 6,654 |
| Community events | - | - | 2,789 |
| Community garbage | - | 13,800 | - |
| Contractors | - | - | 38,600 |
| Courier and postage | - | - | 595 |
| Equipment rental | - | - | 2,323 |
| Freight charges expense | - | - | 166 |
| Insurance | - | 6,000 | 27,289 |
| Meetings | - | - | 2,201 |
| Office supplies and expenses | - | 10,647 | 6,981 |
| Professional fees | - | 32,400 | 4,000 |
| Purchased equipment | - | - | 5,629 |
| Salaries and benefits | - | 89,485 | 72,407 |
| Supplies | - | - | 2,857 |
| Telephone and internet | - | 15,043 | 18,186 |
| Third-party management fees | - | 180,650 | 128,042 |
| Travel | - | 15,706 | 22,625 |
| Utilities | - | - | 18,761 |
| | - | 308,216 | 361,905 |
| Deficit before transfers | - | (18,724) | (54,180) |
| Transfers between programs | - | 43,200 | 36,000 |
| Surplus (deficit) | - | 24,476 | (18,180) |

Obashkaandagaang First Nation
Education
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2014

| | 2014 Budget | 2014 | 2013 |
|--|------------------------|----------------|----------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | - | 785,080 | 800,394 |
| Other revenue | - | 6,550 | 3,400 |
| Repayment of funding | - | (90,541) | - |
| Deferred revenue - current year (Note 8) | - | (5,046) | - |
| | - | 696,043 | 803,794 |
| Expenses | | | |
| Allowance | - | - | 4,800 |
| Ancillary support | - | 4,900 | - |
| Community events | - | - | 4,397 |
| Financial assistance | - | 5,250 | - |
| Professional fees | - | - | 5,000 |
| Program expense | - | 2,000 | - |
| Purchased equipment | - | - | 1,041 |
| Salaries and benefits | - | 108,261 | 122,016 |
| Supplies | - | 15,159 | 9,159 |
| Transportation | - | 63,343 | 99,013 |
| Travel | - | 3,096 | 2,994 |
| Tuition | - | 492,859 | 504,881 |
| | - | 694,868 | 753,301 |
| Surplus | - | 1,175 | 50,493 |

Obashkaandagaang First Nation
O&M

Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2014

| | 2014 Budget | 2014 | 2013 |
|--|------------------------|-------------|-------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | - | 412,718 | 92,289 |
| Other revenue | - | 3,750 | 24,037 |
| Deferred revenue - current year (Note 8) | - | (270,114) | - |
| | - | 146,354 | 116,326 |
| Expenses | | | |
| Bank charges and interest | - | - | 68 |
| Bottled water expense | - | - | 20,670 |
| Contractors | - | - | 56,133 |
| Hydro | - | 15,067 | - |
| Insurance | - | 7,280 | - |
| Professional fees | - | - | 1,500 |
| Program expense | - | 36,382 | - |
| Repairs and maintenance | - | 23,559 | 11,391 |
| Salaries and benefits | - | 29,616 | 18,284 |
| Supplies | - | 5,291 | 8,438 |
| Utilities | - | 35,661 | 5,942 |
| | - | 152,856 | 122,426 |
| Deficit | - | (6,502) | (6,100) |

Obashkaandagaang First Nation
Social Assistance
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2014

| | 2014 Budget | 2014 | 2013 |
|--|------------------------|-------------|-------------|
| Revenue | | | |
| Ministry of Community and Social Services | - | 520,508 | 558,429 |
| Aboriginal Affairs and Northern Development Canada | - | 217,243 | 208,646 |
| Province of Ontario | - | - | 22,017 |
| Kenora Chiefs Advisory Inc. | - | 160,366 | 110,163 |
| Ministry of Health and Long-Term Care | - | 15,423 | 11,046 |
| Other revenue | - | 11,477 | 6,717 |
| Repayment of funding | - | (61,218) | - |
| | - | 863,799 | 917,018 |
| Expenses | | | |
| Administration | - | 2,272 | 14,200 |
| Bank charges and interest | - | 3,613 | 1,542 |
| Basic needs | - | 45,000 | - |
| Child care | - | 35,484 | 28,420 |
| Co-Management fees | - | 14,400 | - |
| Community events | - | 52,395 | 83,119 |
| Contractors | - | 29,909 | 1,021 |
| Courier and postage | - | 677 | - |
| Employment related expense | - | 18,813 | 19,279 |
| Equipment rental | - | - | 1,412 |
| Fuel and oil | - | 432 | 1,060 |
| Funeral | - | 4,500 | - |
| Meetings | - | 1,947 | 2,556 |
| Monitoring fees | - | 31,079 | 3,898 |
| Office supplies and expenses | - | 7,663 | 13,999 |
| Professional fees | - | 2,600 | - |
| Program expense | - | 6,500 | - |
| Project management | - | 22,993 | 26,280 |
| Purchased equipment | - | - | 10,860 |
| Rent | - | - | 27,000 |
| Salaries and benefits | - | 202,420 | 144,121 |
| Social assistance | - | 346,928 | 438,936 |
| Special needs | - | 3,500 | - |
| Supplies | - | 33,035 | 10,554 |
| Training | - | 3,716 | 3,655 |
| Travel | - | 57,625 | 29,194 |
| | - | 927,501 | 861,106 |
| Surplus (deficit) | - | (63,702) | 55,912 |

**Obashkaandagaang First Nation
Health**

Schedule 7 - Consolidated Schedule of Revenue and Expenses

For the year ended March 31, 2014

| | 2014 Budget | 2014 | 2013 |
|--------------------------------|------------------------|-------------|-------------|
| Revenue | | | |
| First Nations and Inuit Health | - | 275,111 | 313,383 |
| Other revenue | - | 4,724 | 5,507 |
| | - | 279,835 | 318,890 |
| Expenses | | | |
| Administration | - | - | 1,100 |
| Bank charges and interest | - | 605 | 123 |
| Co-Management fees | - | 4,800 | 12,960 |
| Community events | - | 57,981 | 37,603 |
| Contractors | - | 22,620 | 75,585 |
| Courier and postage | - | 72 | - |
| Fuel and oil | - | 5,807 | 4,028 |
| Office supplies and expenses | - | 1,367 | 1,128 |
| Professional fees | - | - | 6,000 |
| Purchased equipment | - | 633 | 1,500 |
| Repairs and maintenance | - | - | 302 |
| Salaries and benefits | - | 174,447 | 160,619 |
| Supplies | - | 1,884 | 7,844 |
| Travel | - | 5,983 | 11,937 |
| Utilities | - | 2,572 | 4,232 |
| | - | 278,771 | 324,961 |
| Surplus (deficit) | - | 1,064 | (6,071) |

Obashkaandagaang First Nation

Minor Capital

Schedule 8 - Consolidated Schedule of Revenue and Expenses

For the year ended March 31, 2014

| | 2014 Budget | 2014 | 2013 |
|--|----------------|----------|---------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | - | 178,591 | 179,849 |
| Shooniyaa Wa-Blitong | - | 33,543 | - |
| Other revenue | - | 2,500 | 63,989 |
| Deferred revenue - current year (Note 8) | - | (27,573) | - |
| | - | 187,061 | 243,838 |
| Expenses | | | |
| Bank charges and interest | - | 33 | 4 |
| Contractors | - | - | 28,741 |
| Equipment rental | - | 865 | - |
| Insurance | - | 6,506 | - |
| Professional fees | - | - | 3,000 |
| Repairs and maintenance | - | 98,327 | 75,597 |
| Salaries and benefits | - | 89,590 | 102,976 |
| Supplies | - | 3,111 | 17,452 |
| Training | - | - | 2,566 |
| Travel | - | - | 7,459 |
| Utilities | - | - | 129 |
| | - | 198,432 | 237,924 |
| Surplus (deficit) | - | (11,371) | 5,914 |

Obashkaandagaang First Nation
Ontario First Nations Limited Partnership
Schedule 9 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2014

| | 2014 Budget | 2014 | 2013 |
|---|------------------------|-------------|-------------|
| Revenue | | | |
| Ontario First Nations Limited Partnership | - | 387,420 | 426,432 |
| Other revenue | - | 1,152 | - |
| | - | 388,572 | 426,432 |
| Expenses | | | |
| Administration | - | 39,100 | 18,900 |
| Bank charges and interest | - | 3,366 | 1,351 |
| Bottled water expense | - | 14,629 | - |
| Child care | - | - | 275 |
| Community events | - | 9,637 | 66,964 |
| Contractors | - | 785 | 1,498 |
| Courier and postage | - | (12) | - |
| Meetings | - | 565 | 5,385 |
| Office supplies and expenses | - | 1,264 | - |
| Professional fees | - | 25,015 | 27,996 |
| Program expense | - | 5,000 | 500 |
| Purchased equipment | - | - | 16,917 |
| Rent | - | - | 400 |
| Repairs and maintenance | - | 603 | - |
| Salaries and benefits | - | 124,078 | 120,958 |
| Supplies | - | (7,892) | 3,215 |
| Telephone and internet | - | 13,386 | 9,293 |
| Training | - | 2,790 | 3,900 |
| Travel | - | 69,298 | 79,490 |
| Utilities | - | 1,501 | - |
| | - | 303,113 | 357,042 |
| Surplus before transfers | - | 85,459 | 69,390 |
| Transfers between programs | | | |
| Transfer to OFNLP Comm. Development | - | (10,492) | - |
| Transfer from OFNLP Health | - | 10,492 | - |
| Transfer to Band Support | - | (43,200) | (36,000) |
| | - | (43,200) | (36,000) |
| Surplus | - | 42,259 | 33,390 |

Obashkaandagaang First Nation
Land Management
Schedule 10 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2014

| | 2014 Budget | 2014 | 2013 (Restated) |
|--|------------------------|-------------|----------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | - | - | 141,226 |
| Ontario First Nations Limited Partnership | - | 61,830 | 25,405 |
| Ministry of Aboriginal Affairs | - | 135,017 | 117,638 |
| Interest income | - | 752 | 117 |
| Other revenue | - | - | 750 |
| Repayment of funding | - | - | (141,226) |
| | - | 197,599 | 143,910 |
| Expenses | | | |
| Administration | - | 7,055 | 6,107 |
| Bank charges and interest | - | - | 18 |
| Community events | - | - | 150 |
| First Nation costs | - | 10,073 | 2,160 |
| Meetings | - | 14,840 | 2,750 |
| Mortgage | - | - | 5,666 |
| Professional fees | - | 153,521 | 135,046 |
| Salaries and benefits | - | 7,772 | 7,772 |
| Travel | - | 14,526 | 13,729 |
| | - | 207,787 | 173,398 |
| Deficit | - | (10,188) | (29,488) |