

POPLAR HILL FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED MARCH 31, 2014 AND 2013

POPLAR HILL FIRST NATION
MARCH 31, 2014

COUNCIL

Chief	Patrick Owen
Deputy Chief	Jacob Strang
Councillors	Eli Moose
	Gary Owen
	Jim Suggashie
	Pardemus Owen

FIRST NATION ADMINISTRATION

Band Administrator	Charlie Moose
Social Services Director	Arnold Moose
Education Director	Donald Moose
Education Secretary	Anne Anderson
Power Authority Administrator	Jeffrey Owen

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**POPLAR HILL FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2014 AND 2013**

MANAGEMENT'S RESPONSIBILITY FOR CONSOLIDATED FINANCIAL STATEMENTS

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

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

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

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


CHIEF


COUNCILLOR


ADMINISTRATOR


COUNCILLOR

Holukoff Chiarella

CHARTERED ACCOUNTANTS

EXHIBIT "A"

Kevin Massee, B.Comm. (Hons), C.A.
(Practising as Kevin Massee Chartered Accountant Ltd.)
Ralph Orr, B.Comm. (Hons), C.A.
(Practising as Ralph Orr Chartered Accountant Ltd.)
Wayne H. Chiarella, B.A., C.A. (Retired 2011)
Sam Holukoff, C.A. (Retired 2005)

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INDEPENDENT AUDITORS' REPORT

To the Chief, Councillors and Members of
Poplar Hill First Nation

We have audited the accompanying consolidated financial statements of Poplar Hill First Nation, which comprise the consolidated statements of financial position as at March 31, 2014 and 2013 and the consolidated statements of operations and accumulated surplus, consolidated statements of operations, consolidated statements of change in net debt and consolidated statements of cash flows for the years then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

We did not observe the opening balance of fuel inventory at April 1, 2013 nor were we able to satisfy ourselves by alternative means as to the quantity and book value of fuel inventory at March 31, 2014. Since opening fuel inventory enters into the determination of the results of operations and changes in financial position, we were unable to determine what adjustments, if any, might be necessary to assets, annual surplus (deficit) and accumulated surplus.

The First Nation has undertaken to identify the total cost of tangible capital assets not previously recorded and any impairment or related amortization attributed to each of those assets. The full extent of these unrecorded assets and their appropriate amortization is not determinable as at the date of this audit report. As a result, we were unable to determine what further adjustments, if any, might be necessary to tangible capital assets, annual surplus and accumulated surplus.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraphs, the consolidated financial statements present fairly, in all material respects, the financial position of Poplar Hill First Nation as at March 31, 2014 and 2013, and its financial performance and its cash flows for the years then ended in accordance with Canadian generally accepted accounting principles.



WINNIPEG, MANITOBA
July 7, 2014

CHARTERED ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS

EXHIBIT "B"

POPLAR HILL FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
FINANCIAL ASSETS		
Cash, Note 2	\$ 164,589	355,535
Accounts receivable, Note 3	153,159	252,252
Funds, on deposit with AANDC, Note 4	<u>30,759</u>	<u>21,222</u>
Total financial assets	<u>348,507</u>	<u>629,009</u>
LIABILITIES		
Accounts payable and accrued liabilities, Note 5	1,160,681	1,458,566
Deferred revenue, Note 6	7,318	17,145
Obligations under Capital Lease, Note 7	66,400	97,719
Demand loan, Note 8	<u>1,210,145</u>	_____
Total liabilities	<u>2,444,544</u>	<u>1,573,430</u>
NET DEBT, Exhibit "E"	<u>(2,096,037)</u>	<u>(944,421)</u>
NON-FINANCIAL ASSETS		
Inventory, Note 9	1,059,539	1,150,023
Tangible capital assets, Note 10	<u>15,098,981</u>	<u>16,158,834</u>
	<u>16,158,520</u>	<u>17,308,857</u>
ACCUMULATED SURPLUS (DEFICIT), Exhibit "C"	<u>\$ 14,062,483</u>	<u>16,364,436</u>

APPROVED ON BEHALF OF FIRST NATION COUNCIL


CHIEF


ADMINISTRATOR


COUNCILLOR


COUNCILLOR

EXHIBIT "C"

POPLAR HILL FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEARS ENDED MARCH 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
REVENUE		
AANDC	\$ 4,292,745	3,950,453
Health Canada - Flexible Funding Agreement	839,688	826,040
Health Canada - Capital Funding Agreement	36,896	
Provincial funding	1,731,849	1,615,297
OFNLP	825,988	844,095
Other	<u>1,912,943</u>	<u>1,912,481</u>
	9,640,109	9,148,366
AANDC net deferred revenue	<u>9,264</u>	<u>(5,000)</u>
	<u>9,649,373</u>	<u>9,143,366</u>
EXPENSES		
Band Support	924,839	1,003,398
Social Services	2,063,452	1,919,700
Education Authority	1,580,944	1,589,218
Power Authority	1,508,575	998,961
Economic Development	348,504	360,703
Public Works	2,166,307	1,461,533
Capital	1,223,233	1,059,980
OFNLP	253	174
Operating Programs	<u>1,075,366</u>	<u>1,074,596</u>
	<u>10,891,473</u>	<u>9,468,263</u>
ANNUAL SURPLUS (DEFICIT) BEFORE OTHER ITEMS	(1,242,100)	(324,897)
OTHER ITEMS		
Transfer to tangible capital assets	70,583	
Amortization	<u>(1,130,436)</u>	<u>(1,127,154)</u>
ANNUAL SURPLUS (DEFICIT)	(2,301,953)	(1,452,051)
ACCUMULATED SURPLUS (DEFICIT) AT BEGINNING OF YEAR	<u>16,364,436</u>	<u>17,816,487</u>
ACCUMULATED SURPLUS (DEFICIT) AT END OF YEAR	\$ 14,062,483	16,364,436

EXHIBIT "D"

POPLAR HILL FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEARS ENDED MARCH 31, 2014 AND 2013

	Revenue			Annual Surplus (Deficit)
	<u>AANDC</u>	<u>Other</u>	<u>Transfers</u>	<u>Total</u>
BAND SUPPORT	\$ 492,428	155,603	94,416	742,447
SOCIAL SERVICES	556,466	1,550,172	(31,389)	2,075,249
EDUCATION AUTHORITY	1,367,438	155,775		1,523,213
POWER AUTHORITY	317,043	716,201	440,000	1,473,244
ECONOMIC DEVELOPMENT	50,000	407,902	(127,000)	330,902
PUBLIC WORKS	1,217,015	205,799	322,708	1,745,522
CAPITAL	301,619	245,765	127,000	674,384
OFNLP		825,988	(825,735)	253
OPERATING PROGRAMS		1,074,622		1,074,622
FUNDS ON DEPOSIT WITH AANDC		9,537		9,537
	<u>\$ 4,302,009</u>	<u>5,347,364</u>		<u>9,649,373</u>
OTHER ITEMS				9,537
Transfer to tangible capital assets				70,583
Amortization				(1,130,436)
ANNUAL SURPLUS (DEFICIT)				\$ (2,301,953)

EXHIBIT "E"

POPLAR HILL FIRST NATION
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT
FOR THE YEARS ENDED MARCH 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
ANNUAL SURPLUS (DEFICIT), Exhibit "C"	\$ (2,301,953)	(1,452,051)
Acquisition of tangible capital assets	(70,583)	
Amortization of tangible capital assets	1,130,436	1,127,154
Change in inventory	<u>90,484</u>	<u>(482,473)</u>
INCREASE (DECREASE) IN NET DEBT	(1,151,616)	(807,370)
NET DEBT AT BEGINNING OF YEAR	<u>(944,421)</u>	<u>(137,051)</u>
NET DEBT AT END OF YEAR	\$ (2,096,037)	<u>(944,421)</u>

EXHIBIT "F"

POPLAR HILL FIRST NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED MARCH 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ (2,301,953)	(1,452,051)
Add non-cash item		
Amortization	1,130,436	1,127,154
Net change in financial assets/liabilities		
Accounts receivable	99,093	115,447
Funds on deposit with AANDC	(9,537)	(509)
Accounts payable and accrued liabilities	(297,885)	348,524
Deferred revenue	(9,827)	(10,151)
Change in inventory	<u>90,484</u>	<u>(482,473)</u>
	<u>(1,299,189)</u>	<u>(354,059)</u>
CAPITAL TRANSACTIONS		
Acquisitions of tangible capital assets	<u>(70,583)</u>	_____
FINANCING TRANSACTIONS		
Proceeds of demand loan	1,824,570	
Increase (repayments) of long term debt	<u>(645,744)</u>	<u>(29,236)</u>
	<u>1,178,826</u>	<u>(29,236)</u>
NET CHANGE IN CASH POSITION	(190,946)	(383,295)
CASH POSITION AT BEGINNING OF YEAR	<u>355,535</u>	<u>738,830</u>
CASH POSITION AT END OF YEAR	<u>\$ 164,589</u>	<u>355,535</u>
 SUPPLEMENTARY CASH FLOW INFORMATION		
Interest paid	\$ 24,736	8,847
Interest received	1,326	964

POPLAR HILL FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2014

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

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

a) Nature and Purpose of Organization

The First Nation manages and administers all aspects of the Poplar Hill First Nation. The First Nation operates with a Chief and Council, who are ultimately responsible for the establishment and administration of all programs of the First Nation.

b) Reporting Entity and Principles of Financial Reporting

The Poplar Hill First Nation reporting entity includes the Poplar Hill First Nation government and all related entities, which are accountable to the First Nation and are either owned or controlled by the First Nation.

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

Poplar Hill First Nation Administration
Poplar Hill Education Authority
Obesahdekong Power Authority

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

Incorporated business entities, which are owned or controlled by the Poplar Hill First Nation Council and which are not dependent on the First Nation for their continuing operations, are included in the consolidated financial statements using the modified equity method. The Poplar Hill First Nation does not have any entities to report using the modified equity method.

Incorporated business entities, which are not controlled by the First Nation and are not dependent on the First Nation are recorded by the cost method. These investments are recorded by the cost method as opposed to the lower of cost or net realizable value because the net realizable value is determinable. The First Nation does not have any investments to report using the cost method.

c) Revenue Recognition

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

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

POPLAR HILL FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2014

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES, continued

d) Tangible Capital Assets

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

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

e) Amortization

Amortization is provided for on a straight-line basis over the expected useful life of the assets as follows. One-half of the annual amortization is charged in the year of acquisition.

Land improvements and grounds	10 years
Buildings	25 years
Furniture and equipment	5 years
Vehicles	4 years
Heavy equipment and large vehicles	10 years
Water and sewer	25 years
Fuel tanks and pumps	10 years
Power generation	20 years
Outdoor lighting	20 years

f) Net Debt/Net Financial Assets

The First Nation's financial statements are presented so as to highlight net debt/net financial assets as the measurement of financial position. The net debt/net financial assets of the First Nation are determined by its financial assets less its liabilities. Net financial assets are comprised of two components, non-financial assets and accumulated surplus.

g) Inventory

Inventory is valued at the lower of cost and net realized value. Cost is determined on a first-in first-out basis.

POPLAR HILL FIRST NATION
 NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2014

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES - continued

h) Financial Instruments

The First Nation's financial instruments consist of cash, accounts receivable, fund on deposit, accounts payable, accrued liabilities and long term debt. Unless otherwise noted, it is management's opinion that the First Nation is not exposed to significant interest, currency or credit risk arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

i) Use of Estimates

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

2. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents included in the cash flows statement comprise the following balance sheet amounts:

	<u>2014</u>	<u>2013</u>
Cash balances with banks	\$ 88,452	280,724
Guaranteed investment Certificates	<u>76,137</u>	<u>74,811</u>
Cash and cash equivalents	<u>\$ 164,589</u>	<u>355,535</u>

3. ACCOUNTS RECEIVABLE

ADMINISTRATION AND HEALTH

AANDC - Community Economic Development Program	\$ 4,171	4,171
- Student Transportation	<u>512</u>	<u>4,171</u>
	<u>4,683</u>	<u>4,171</u>
Trade receivables	<u>71,488</u>	<u>142,407</u>
	<u>\$ 76,171</u>	<u>146,578</u>

SOCIAL SERVICES

AANDC	\$ 301	301
Ministry of Community and Social Services General assistance	<u>76,480</u>	<u>48,339</u>
	<u>\$ 76,781</u>	<u>48,640</u>

EDUCATION

NNEC	\$ 207	621
Northern Chiefs	<u>207</u>	<u>6,250</u>
	<u>207</u>	<u>6,871</u>

POWER AUTHORITY

Trade receivables	\$ _____	50,163
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TOTAL ACCOUNTS RECEIVABLE

\$ 153,159 252,252

POPLAR HILL FIRST NATION
 NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2014

4. FUNDS ON DEPOSIT WITH AANDC

Ottawa Trust Funds arises from monies derived from capital or revenue source 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.

	<u>2014</u>	<u>2013</u>
BALANCE AT BEGINNING OF YEAR	\$ 21,222	20,713
AMOUNTS PLACED ON DEPOSIT DURING THE YEAR	<u>9,537</u>	<u>509</u>
BALANCE AT END OF YEAR	<u>30,759</u>	<u>21,222</u>

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2014</u>	<u>2013</u>
ADMINISTRATION		
Suncor Energy Products	\$ 286,280	290,525
AANDC	<u>12,592</u>	<u>24,809</u>
CRA - source deductions	<u>330,150</u>	<u>286,061</u>
Springhill Lumber	<u>286,061</u>	<u>248,020</u>
Trade payables - other	<u>902,491</u>	<u>575,946</u>
EDUCATION AUTHORITY		
Trade payables	<u>99,027</u>	<u>60,172</u>
POWER AUTHORITY		
Suncor Energy Products	<u>159,163</u>	<u>822,448</u>
TOTAL ACCOUNTS PAYABLE	<u>\$ 1,160,861</u>	<u>1,458,566</u>

6. DEFERRED REVENUE

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

Deferred revenue consists of the following:

	<u>Schedule</u>	<u>Opening Balance</u>	<u>Funding Received</u>	<u>Revenue Recognized</u>	<u>Closing Balance</u>
OFNLP	8	\$ 7,881	825,425	825,988	7,318
New School Study	7-1	<u>9,264</u>	<u>9,264</u>	<u>9,264</u>	<u>9,264</u>
		<u>\$ 17,145</u>	<u>825,425</u>	<u>835,252</u>	<u>7,318</u>

EXHIBIT "G"

POPLAR HILL FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2014

7. OBLIGATIONS UNDER CAPITAL LEASE

Poplar Hill First Nation entered into a capital lease with Caterpillar Financial for heavy equipment as follows:

	<u>2014</u>	<u>2013</u>
2012 Caterpillar D5K Tractor	\$ 66,400	97,719
Principal amount \$157,338 repayable at \$3,090.29 per month for 60 months including interest at 6.9%.	<u>66,400</u>	<u>97,719</u>
Current portion	<u>33,550</u>	<u>31,320</u>
	\$ 32,850	66,399

Estimated principle payments for the next two years are as follows:

2015	\$ 33,550
2016	<u>32,850</u>
	\$ 66,400

8. DEMAND LOAN

2014

Bank of Montreal, operating demand loan for fuel, interest at Bank of Montreal prime rate plus 2%, repayable at \$91,667 per month plus interest, maturing May 30, 2014.	\$ 210,575
Bank of Montreal, operating demand loan for fuel, interest at Bank of Montreal prime rate plus 1.875%, repayable at \$99,957 per month plus interest, payments beginning June 30, 2014 and maturing March 31, 2015.	999,570

The above loans are secured by:

1. Band Council Resolution
 - a) agreeing to contents of BMO's Commitment and acknowledging the outlined debt obligations to BMO
 - b) authorizing direction of funding of AANDC and OFNLP (Casino Rama) to BMO accounts
 - c) authorizing a credit report from the Bank of Nova Scotia
 - d) authorizing a Chief's Certificate.
2. Operating Demand Loan Agreement
3. Demand Loan Non-Revolving Agreement
4. Corporate Mastercard Agreement
5. Copy of AANDC Funding Agreement

\$ 1,210,145

EXHIBIT "G"

POPLAR HILL FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2014

9. INVENTORY

	<u>2014</u>	<u>2013</u>
Public Works, fuel	\$ 225,670	283,550
Power Authority, fuel	749,072	820,000
Education Authority, fuel	<u>84,797</u>	<u>46,473</u>
	\$ 1,059,539	1,150,023

10. TANGIBLE CAPITAL ASSETS

	<u>2014</u>				
	<u>Cost Mar. 31/13</u>	<u>Additions (Disposals)</u>	<u>Cost Mar. 31/14</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>
Buildings	\$ 8,921,205		8,921,205	2,726,228	6,194,977
Vehicles	97,383		97,383	89,251	8,132
Equipment		6,085	6,085	608	5,477
Heavy equipment and large vehicles	872,701	53,480	926,181	501,511	424,670
Water and sewer	11,506,194		11,506,194	5,737,029	5,769,165
Power generation	4,408,972		4,408,972	1,866,907	2,542,065
Outdoor lighting	4,884		4,884	2,565	2,319
Assets under construction					
School planning and design	<u>141,158</u>	<u>11,018</u>	<u>152,176</u>		<u>152,176</u>
	\$ 25,952,497	70,583	26,023,080	10,924,099	15,098,981

	<u>2013</u>				
	<u>Cost Mar. 31/12</u>	<u>Additions (Disposals)</u>	<u>Cost Mar. 31/13</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>
Buildings	\$ 8,921,205		8,921,205	2,391,630	6,529,575
Vehicles	163,110		163,110	130,633	32,477
Heavy equipment and large vehicles	872,701		872,701	411,566	461,135
Water and sewer	11,506,194		11,506,194	5,276,781	6,229,413
Power generation	4,408,972		4,408,972	1,646,459	2,762,513
Outdoor lighting	4,884		4,884	2,321	2,563
Assets under construction					
School planning and design	<u>141,158</u>		<u>141,158</u>		<u>141,158</u>
	\$ 26,018,224		26,018,224	9,859,390	16,158,834

11. SURPLUS (DEFICIT)

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

POPLAR HILL FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2014

12. ECONOMIC DEPENDENCE

The Poplar Hill First Nation receives a major portion of its revenues pursuant to a funding arrangement with Aboriginal Affairs and Northern Development Canada.

13. COMPARATIVE FIGURES

Prior year's comparative amounts have been reclassified where necessary to conform to the current period's presentation. Certain comparative figures for the previous period have not been shown as the information is considered not to be meaningful for comparison with the current period.

Budget data was included when available. The budget figures are unaudited.

POPLAR HILL FIRST NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2014

14. SEGMENT DISCLOSURE

	Band Support		Social Services		Education	
	Budget	2014	Budget	2014	Budget	2014
REVENUE						
Federal government	\$	492,428	500,338	556,466	543,794	1,367,438
Provincial government				1,537,368	1,425,428	1,285,466
Economic activities						
Net income from investments in government business enterprises		9,537	509			
Other revenue		250,272	532,192	(18,585)	(21,511)	
TOTAL REVENUE		<u>752,237</u>	<u>1,033,039</u>	<u>2,075,249</u>	<u>1,947,711</u>	<u>1,523,213</u>
 EXPENSES						
Honoraria	- Chief and Councillors	510,241	500,883			
	- Elders and Board Members					
Wages and benefits	36,505	151,436	255,084	252,161		
Amortization	1,130,436	810,992				
Tangible capital assets	(70,583)					
Interest	18,972	8,847				
Other expenses	359,374	342,232				
TOTAL EXPENSES		<u>1,984,945</u>	<u>1,814,390</u>	<u>2,063,452</u>	<u>1,919,700</u>	<u>1,580,944</u>
 ANNUAL SURPLUS (DEFICIT)	\$	<u>(1,232,708)</u>	<u>(781,351)</u>	<u>11,797</u>	<u>28,011</u>	<u>(57,731)</u>

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14. SEGMENT DISCLOSURE, continued

	Power Authority			Economic Development			Public Works			
	Budget	2014	2013	Budget	2014	2013	Budget	2014	2013	
REVENUE										
Federal government	\$	317,043			50,000	50,000		1,217,015	1,350,442	
Provincial government										
Economic activities				685,641		280,902	386,238			
Net income from investments in government business enterprises										
Other revenue		1,156,201	250,000			(80,000)		528,507	88,494	
TOTAL REVENUE		1,473,244	935,641			330,902	356,238	1,745,522	1,438,936	
 EXPENSES										
Honoraria	- Chief and Councillors									
	- Elders and Board Members									
Wages and benefits		123,073	127,462		114,123	116,544		482,408	571,641	
Amortization			220,448							
Tangible capital assets										
Interest										
Other expenses		1,385,502	871,499		234,381	244,159		1,683,899	889,892	
TOTAL EXPENSES		1,508,575	1,219,409		348,504	360,703		2,166,307	1,461,533	
 ANNUAL SURPLUS (DEFICIT)	\$		(35,331)	(283,768)		(17,602)	(4,465)		(420,785)	(22,597)

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14. SEGMENT DISCLOSURE, continued

	<u>Capital and Housing</u>	Health and Operating			<u>Budget</u>	<u>2014</u>	<u>Totals</u>
		<u>Budget</u>	<u>2014</u>	<u>2013</u>			
REVENUE							
Federal government	\$ 338,515	222,420	839,688	819,033	5,178,593	4,771,493	
Provincial government			194,481	189,869	1,731,849	1,615,297	
Economic activities					280,902	1,071,879	
Net income from investments in government business enterprises							
Other revenue	335,869	684,703		40,453	58,407		
TOTAL REVENUE	674,384	907,123		1,074,622	1,067,309		9,143,192
 EXPENSES							
Honoraria	- Chief and Councillors						
	- Elders and Board Members						
Wages and benefits	361,481	476,030	950,243	919,031	3,408	3,269,768	3,695,185
Amortization						1,130,436	1,127,154
Tangible capital assets						(70,583)	
Interest						18,972	8,847
Other expenses	861,752	583,950		121,715	155,739		7,054,284
TOTAL EXPENSES	1,223,233	1,059,980		1,075,366	1,074,770		11,951,326
 ANNUAL SURPLUS (DEFICIT)	\$ (548,849)	(152,857)		(744)	(7,461)		(2,301,953)
							(1,452,051)