

WEBEQUIE FIRST NATION

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2015

WEBEQUIE FIRST NATION
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FOR THE YEAR ENDED MARCH 31, 2015

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WEBEQUIE FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

MANAGEMENT'S RESPONSIBILITY FOR CONSOLIDATED FINANCIAL STATEMENTS

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

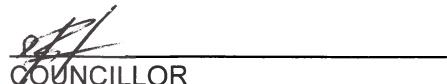
Management is responsible for the integrity and objectivity of the consolidated financial statements. Estimates are necessary in the preparation of these consolidated financial statements and, based on careful judgments, have been properly reflected. Management has established systems of internal control, which are designed to provide reasonable assurance that all 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 has full and free access to Council.



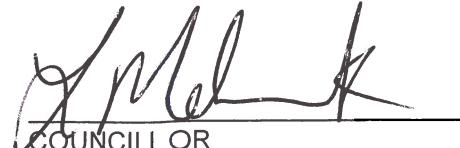
CHIEF



COUNCILLOR



COUNCILLOR



COUNCILLOR

Holukoff Chiarella

CHARTERED ACCOUNTANTS

EXHIBIT "A"

Kevin Masse, B.Comm. (Hons), C.A.
(Practising as Kevin Masse 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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Telephone (204) 452-6449
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INDEPENDENT AUDITORS' REPORT

To the Chief, Council and Members of
Webequie First Nation

We have audited the accompanying consolidated financial statements of Webequie First Nation, which comprise the consolidated statement of financial position as at March 31, 2015 and the consolidated statements of accumulated surplus, operations, 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 Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the requirements of Canadian public sector accounting standards, 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 audit opinion.

Holukoff Chiarella

CHARTERED ACCOUNTANTS

EXHIBIT "A"

Kevin Masse, B.Comm. (Hons), C.A.
(Practising as Kevin Masse Chartered Accountant Ltd.)
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INDEPENDENT AUDITORS' REPORT - continued

Basis for Qualified Opinion

The financial statements include investments in Wasaya LLP. The financial information for Wasaya LLP has not been audited. As a result, we were not able to determine if adjustments might have been found necessary in respect of the long-term investments and the elements making up the consolidated statement of financial position, consolidated statement of accumulated surplus, consolidated statement of operations, consolidated statement of change in net debt and consolidated statement of cash flows.

Inventory consists of fuel purchased for the community of Webequie First Nation plus materials and supplies for projects and operations. We did not observe the inventory counts at the beginning or end of the year and alternative means did not provide us with the necessary assurance concerning the existence and valuation of the inventory. As a result, we were unable to determine what adjustments, if any, might be necessary to assets, annual surplus (deficit) and accumulated surplus.

Our examination has indicated deficiencies in internal control over the recording of accounts payable and expenditures. As a consequence we were unable to satisfy ourselves that all expenditures and payables have been properly accrued or recorded. We were unable to determine by alternative means whether adjustments were required in respect of unrecorded accounts payable and accrued liabilities, expenditures, net surplus (deficit) for the year and the accumulated operating surplus.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of Webequie First Nation as at March 31, 2015, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



WINNIPEG, MANITOBA
July 17, 2015.

CHARTERED ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS

EXHIBIT "B"

WEBEQUIE FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2015

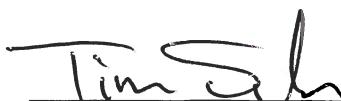
| | <u>2015</u> | <u>2014</u> |
|---|----------------------|--------------------------|
| FINANCIAL ASSETS | | |
| Cash, Note 3 | \$ 246,527 | 1,622,806 |
| Accounts receivable, Note 4 | 2,181,979 | 4,290,290 |
| Equity in commercial enterprises, Note 5 | 1,076,704 | 1,539,715 |
| Funds on deposit with Aboriginal Affairs and Northern Development Canada, Note 6 | <u>21,276</u> | <u>20,690</u> |
| Total financial assets | <u>3,526,486</u> | <u>7,473,501</u> |
| LIABILITIES | | |
| Bank indebtedness, Note 7 | 445,000 | 140,000 |
| Accounts payable, Note 8 | 2,950,730 | 4,759,996 |
| Deferred revenue, Note 9 | 366,452 | 786,638 |
| Long term debt, Note 10 | 3,578,832 | 4,447,753 |
| Reserves, Note 11 | <u>153,783</u> | <u>140,783</u> |
| Total liabilities | <u>7,494,797</u> | <u>10,275,170</u> |
| NET DEBT | <u>(3,968,311)</u> | <u>(2,801,669)</u> |
| NON-FINANCIAL ASSETS | | |
| Inventory and prepaid expenses | 369,176 | 254,660 |
| Tangible capital assets, Note 13 | <u>41,291,324</u> | <u>42,182,549</u> |
| | <u>41,660,500</u> | <u>42,437,209</u> |
| ACCUMULATED SURPLUS, Exhibit "C" | \$ 37,692,189 | <u>39,635,540</u> |

CONTINGENCIES AND COMMITMENTS, Notes 18 and 19

APPROVED BY:



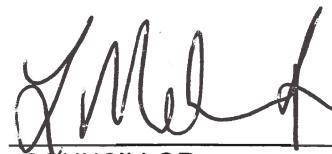
CHIEF



COUNCILLOR



COUNCILLOR



COUNCILLOR

EXHIBIT "C"

WEBEQUIE FIRST NATION
CONSOLIDATED STATEMENT OF ACCUMULATED SURPLUS
FOR THE YEAR ENDED MARCH 31, 2015

| | <u>2015</u> | <u>2014</u> |
|------------------------------|----------------------|-------------------|
| BALANCE AT BEGINNING OF YEAR | \$ 39,635,540 | 40,303,045 |
| ANNUAL SURPLUS (DEFICIT) | <u>(1,943,351)</u> | <u>(667,505)</u> |
| BALANCE AT END OF YEAR | <u>\$ 37,692,189</u> | <u>39,635,540</u> |

EXHIBIT "D"

WEBEQUIE FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2015

| | <u>2015</u> | <u>2014</u> |
|--|-----------------------|-------------------|
| REVENUE | | |
| AANDC | \$ 6,510,803 | 6,972,735 |
| Health Canada - Regular | 1,895,263 | 2,054,049 |
| Health Canada - Travel reimbursement | 8,590 | 8,510 |
| CMHC | 73,760 | 66,237 |
| OFNLP | 940,420 | 914,735 |
| Industry Canada - Fed Nor | 293,087 | |
| Ministry of Community and Social Services | 1,447,183 | 1,380,848 |
| Children's Aid | 199,100 | 199,100 |
| Ministry of Health - Province of Ontario | 167,882 | 144,466 |
| Public Safety Canada | | 43,175 |
| Ministry of Mines and Northern Development | 1,522,708 | 891,962 |
| Ministry of Natural Resources | 100,000 | 336,972 |
| Ministry of Aboriginal Affairs | 90,000 | 179,849 |
| Other | <u>3,457,875</u> | <u>1,323,374</u> |
| | <u>16,706,671</u> | <u>14,516,012</u> |
| EXPENSES | | |
| Band Support | 780,174 | 572,402 |
| Band O & M | 1,655,719 | 1,303,536 |
| Education Authority | 4,439,729 | 4,031,010 |
| Social Services | 2,435,356 | 2,186,405 |
| Economic Development | 869,594 | 978,368 |
| Capital Projects | 210,712 | 206,791 |
| Housing | 1,224,637 | 532,091 |
| OFNLP | 940,732 | 915,187 |
| Health Services | 2,293,021 | 2,462,981 |
| Lands and Resources | <u>2,247,023</u> | <u>1,273,250</u> |
| | <u>17,096,697</u> | <u>14,462,021</u> |
| ANNUAL SURPLUS (DEFICIT) BEFORE OTHER ITEMS | (390,026) | 53,991 |
| OTHER ITEMS | | |
| Recoveries | (228,316) | |
| Transfer to tangible capital assets | 128,901 | 301,898 |
| Amortization | (991,485) | (1,032,735) |
| Interest, Ottawa Trust Funds | 586 | 511 |
| Write-down of investments | (450,000) | |
| Investment income (loss) | <u>(13,011)</u> | <u>8,830</u> |
| ANNUAL SURPLUS (DEFICIT) | \$ (1,943,351) | (667,505) |

EXHIBIT "D-1"

WEBEQUIE FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2015

| | Revenue | | | Annual Surplus (Deficit) | |
|----------------------|---------------------|-------------------|-------------------|--------------------------|------------------|
| | <u>AANDC</u> | <u>Other</u> | <u>Total</u> | <u>Expenses</u> | <u>(Deficit)</u> |
| Band Support | \$ 576,631 | 185,877 | 762,508 | 780,174 | (17,666) |
| Band O & M | 1,040,301 | 434,053 | 1,474,354 | 1,655,719 | (181,365) |
| Education Authority | 3,792,764 | 336,242 | 4,129,006 | 4,439,729 | (310,723) |
| Social Services | 421,799 | 1,686,021 | 2,107,820 | 2,435,356 | (327,536) |
| Economic Development | 50,000 | 1,103,839 | 1,153,839 | 869,594 | 284,245 |
| Capital Projects | 191,174 | | 191,174 | 210,712 | (19,538) |
| Housing Authority | 287,622 | 1,036,824 | 1,324,446 | 1,224,637 | 99,809 |
| Casino Rama | | 940,732 | 940,732 | 940,732 | |
| Health Services | | 2,303,849 | 2,303,849 | 2,293,021 | 10,828 |
| Lands and Resources | <u>150,512</u> | <u>2,168,431</u> | <u>2,318,943</u> | <u>2,247,023</u> | <u>71,920</u> |
| | \$ 6,510,803 | 10,195,868 | 16,706,671 | 17,096,697 | (390,026) |

OTHER ITEMS

| | |
|-------------------------------------|-----------------|
| Recoveries | (228,316) |
| Transfer to tangible capital assets | 128,901 |
| Amortization | (991,485) |
| Interest Ottawa Trust Funds | 586 |
| Write-down of investments | (450,000) |
| Investment losses | <u>(13,011)</u> |

ANNUAL SURPLUS (DEFICIT) \$ (1,943,351)

AANDC Funding Per Confirmation \$ 6,510,803

WEBEQUIE FIRST NATIONS
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT
FOR THE YEAR ENDED MARCH 31, 2015

EXHIBIT "E"

EXHIBIT "F"

WEBEQUIE FIRST NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2015

| | <u>2015</u> | <u>2014</u> |
|---|---------------------|--------------------|
| OPERATING TRANSACTIONS | | |
| Annual surplus (deficit) | \$ (1,943,351) | (667,505) |
| Non-cash items | | |
| Amortization | 1,020,125 | 1,032,735 |
| Replacement reserve | 13,000 | 19,500 |
| Changes in financial assets/liabilities | | |
| Accounts receivable | 2,108,311 | 1,526,973 |
| Ottawa Trust Funds | (586) | (511) |
| Accounts payable | (1,809,266) | (735,315) |
| Deferred revenue | (420,186) | 661,233 |
| Changes in inventory and prepaid expenses | <u>(114,516)</u> | <u>249,404</u> |
| | <u>(1,146,469)</u> | <u>2,086,514</u> |
| CAPITAL TRANSACTIONS | | |
| Acquisitions/disposal of tangible capital costs and assets under construction | <u>(128,900)</u> | <u>(354,393)</u> |
| FINANCIAL TRANSACTIONS | | |
| Principal repayments on long-term debt | (1,168,921) | (1,304,927) |
| Increase in long-term debt | <u>300,000</u> | <u>304,262</u> |
| | <u>(868,921)</u> | <u>(1,000,665)</u> |
| INVESTING TRANSACTIONS | | |
| Decrease (increase) in long-term investments | <u>463,011</u> | <u>186,599</u> |
| NET CHANGE IN CASH POSITION | <u>(1,681,279)</u> | <u>918,055</u> |
| CASH POSITION AT BEGINNING OF YEAR | <u>1,482,806</u> | <u>564,751</u> |
| CASH POSITION AT END OF YEAR | <u>\$ (198,473)</u> | <u>1,482,806</u> |
| CASH POSITION CONSISTS OF: | | |
| Cash | \$ 246,527 | 1,622,806 |
| Bank indebtedness | <u>(445,000)</u> | <u>(140,000)</u> |
| | <u>\$ (198,473)</u> | <u>1,482,806</u> |
| SUPPLEMENTARY CASH FLOW INFORMATION | | |
| Interest paid | <u>\$ _____</u> | <u>132,198</u> |

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING PRINCIPLES

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

a) Basis of Accounting

These consolidated financial statements have been prepared in accordance with local government entities, as defined in the Public Sector Accounting and Auditing Handbook of the Canadian Institute of Chartered Accountants and to comply with Aboriginal Affairs and Northern Development Canada (AANDC) Year End Reporting Handbook for funding agreements covering 2014/15.

b) Nature and Purpose of Organization

The purpose of the organization is the management and administration of all aspects of the Webequie First Nation. The organization operates with a Chief and Council, who are ultimately responsible for the establishment and administration of all programs of the First Nation.

c) Reporting Entity and Principles of Financial Reporting

The Webequie First Nation reporting entity includes the Webequie 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:

Webequie First Nation Administration
Webequie Co-Management
Webequie Administration/Health
Webequie Housing Authority
Webequie Economic Development

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 Webequie 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.

Segment Reporting

The First Nation provides a wide range of services to its members. For management reporting purposes, the First Nation's operations and activities are organized and reported on by program and activity. The various programs are outlined in the various schedules of operations.

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING PRINCIPLES

d) Tangible Capital Assets

Tangible capital assets include purchased, built, developed and improved capital assets, the useful life of which extends beyond one year and which are intended to be used on an on-going basis for producing goods or delivery services. Tangible capital assets are recorded at cost. Capital assets under construction at year-end are capitalized but not amortized until the asset is available for productive use.

i) Capital assets acquired after March 31, 1996

Property, equipment and infrastructure expenditures incurred after March 31, 1996 are valued at acquisition cost and were recorded by the First Nation in accordance with Indian and Northern Affairs Canada requirements at that time. Expenditures incurred prior to April 1, 1996 are not reflected in the Fund, other than the cable TV equipment which was previously capitalized to the extent of the related debt funding. This equipment was transferred to the Fund at its net book value. This 1996 change in accounting policy was recorded on a prospective basis, restatement of the prior year was not appropriate as the information was not readily available.

ii) Tangible capital assets recognized at nominal value

In accordance with Canadian generally accepted accounting principles for local government entities, the First Nation is required, as of fiscal 2010, to value and capitalize all tangible assets of the First Nation. The First Nation has determined that it is either not feasible or economically reasonable to comply with this requirement for tangible assets acquired or constructed prior to March 31, 1996. Therefore certain assets, acquired prior to March 31, 1996, have been assigned a nominal value of one dollar.

iii) Capitalization of interest

The First Nation has a policy of capitalizing borrowing costs incurred when financing the acquisition of a tangible capital asset, for those interest costs incurred up to the date the asset goes into use.

iv) Amortization

Capital assets are amortized annually and charged to operating fund expenses for the program in which the assets are used. Assets are amortized over their expected useful life using the declining balance method at the following rates:

| | |
|---------------------------------|-----|
| Automobiles and heavy equipment | 30% |
| Buildings and improvements | 4% |
| General housing | 4% |
| Infrastructure | 4% |
| Office and general equipment | 20% |

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING PRINCIPLES

e) 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, is recognized upon transfer of title of the product or upon performance of the service and when collectability is reasonably assured.

f) Financial Instruments

Initial and subsequent measurement

The First Nation initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The First Nation subsequently measures all its financial assets and liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in the fair value of these financial instruments are recognized in net income in the period incurred.

Financial assets measured at amortized cost on a straight-line basis include cash and accounts and loans receivable and investments.

Financial liabilities measured at amortized cost on a straight-line basis include accounts payable, deferred revenues, accrued liabilities and long term debt.

Transaction costs

Transactions costs related to financial instruments that will be subsequently measured at fair value are recognized in net income in the period incurred. Transaction costs related to financial instruments subsequently measured at amortized cost are included in the original cost of the asset or liability and recognized in net income over the life of the instrument using the straight-line method.

g) Reserve Funds

The replacement reserve for the Webequie Housing Authority is funded by an annual charge against earnings as opposed to an appropriation of surplus.

The operating reserve for the Webequie Housing Authority is funded by an appropriation of surplus as specified by CMHC.

h) Use of Estimates

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

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING PRINCIPLES, continued

i) Net Debt/Net Financial Assets

The organization'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 organization are determined by its financial assets less its liabilities. Net financial assets are comprised of two components, non-financial assets and accumulated surplus.

2. ECONOMIC DEPENDENCE

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

3. CASH AND EQUIVALENTS

| | <u>2015</u> | <u>2014</u> |
|--|-------------------|------------------|
| Bank accounts at Royal Bank of Canada, Thunder Bay | | |
| General Operations: | | |
| - Administration | \$ (980) | |
| - Health | 82,963 | 200,529 |
| - Social Services | (10,214) | 377,347 |
| - Education | (97,666) | 215,921 |
| - Heavy Equipment | 5,575 | 4,751 |
| Capital: | | |
| - Project account - loan interest - Minor Capital | 29,969 | |
| - 13-unit Housing Project | 17 | |
| - Gravel Haul Project | 56,064 | |
| Other Operations: | | |
| - Broadband telecommunications | 6,330 | |
| - Women's Group | 2,661 | 2,757 |
| - Housing Authority | 18,948 | 7,771 |
| - Neebin Adaminawin | 27,288 | 808 |
| - Small Business Centre - Operations | 39,227 | 160,431 |
| - Small Business Centre - Agency Bank | 15,837 | 6,364 |
| - Small Business Centre - Agency Commission | 6,098 | 10,947 |
| - Ring of Fire Development Project | 13,898 | |
| - Airport Redevelopment Project | 121,916 | |
| - Community Sports Complex | 12,422 | |
| - Housing Replacement Fund | 155 | |
| - Reserve Project | 491 | |
| Balance carried forward | <u>\$ 238,619</u> | <u>1,080,006</u> |

EXHIBIT "G"

WEBEQUIE FIRST NATION
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

3. CASH AND EQUIVALENTS, continued

| | <u>2015</u> | <u>2014</u> |
|------------------------------------|-------------------|------------------|
| Balance brought forward | \$ 238,619 | 1,080,006 |
| Co-management Accounts: | | |
| - MNP - Operations | 1,773 | 113,623 |
| - MNP - Ring of Fire | 48 | 57,463 |
| - MNP - Cliffs | | 28,204 |
| - MNP - NorOnt | | 4,396 |
| - MNP - Ministries Trust | 40 | 105,914 |
| - BDO - Water and Sewer Project | 302 | 314 |
| - BDO - Electrical Upgrade | | 41,543 |
| Segregated Funds: | | |
| - Casino Rama | 5,740 | 259,241 |
| - Housing Authority - Reserve Fund | 5 | 5 |
| - Webequie Minerals Corporation | | <u>30,122</u> |
| | <u>\$ 246,527</u> | <u>1,720,831</u> |

4. ACCOUNTS AND LOANS RECEIVABLE

| | <u>2015</u> | <u>2014</u> |
|---|---------------------|--------------------|
| Accounts receivable - current: | | |
| Arnason Industries Ltd. (net) | \$ 99,474 | 1,459,296 |
| Aboriginal Affairs and Northern Development Canada | 337,391 | 1,159,915 |
| Canada Mortgage and Housing Corporation | 357,394 | 291,157 |
| CMHC - RAPP | | 47,500 |
| Health Canada | 228,745 | 17,292 |
| HST, GST and RST net taxes receivable | 367,824 | 269,818 |
| Ministry of Northern Development and Mines | 878,598 | 192,559 |
| Ministry of Aboriginal Affairs | | 58,581 |
| Other ministries, organizations, corporations and members | <u>2,505,661</u> | <u>3,440,713</u> |
| | 4,775,087 | 6,936,831 |
| Allowance for doubtful accounts | <u>(2,593,108)</u> | <u>(2,646,541)</u> |
| | <u>\$ 2,181,979</u> | <u>4,290,290</u> |

5. LONG-TERM INVESTMENTS

The First Nation holds minority share equity investments in certain profit-oriented corporations which are accounted for as follows:

| | <u>2015</u> | <u>2014</u> |
|---|---------------------|------------------|
| Modified equity method: | | |
| i) Wasaya Partnership - 12% interest, and Wasaya Corporation Limited - 1 common share (12.5%) | \$ 1,282,776 | 1,282,776 |
| ii) Cyr Drilling International Ltd. | <u>243,928</u> | <u>256,939</u> |
| | 1,526,704 | 1,539,715 |
| Less: Allowance for write-down in investments | <u>450,000</u> | <u> </u> |
| Net Investment | <u>\$ 1,076,704</u> | <u>1,539,715</u> |

WEBEQUIE FIRST NATION
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

5. LONG-TERM INVESTMENTS, continued

a) Wasaya Group

The First Nation owns 12% of Wasaya Partnership and 12.5% of Wasaya Group Inc. These business enterprise investments have been consolidated and then accounted for under the modified equity method.

| | <u>2015</u> | <u>2014</u> |
|---|---------------------|------------------|
| Equity in Wasaya Group | | |
| Balance, Beginning of year | \$ <u>1,282,776</u> | <u>1,478,205</u> |
| Equity in earnings for the year: | | |
| Interest on funds due from Wasaya Corporation Ltd. | | |
| 12.5% of Wasaya Group Inc. net earnings for the year | | |
| Share of Wasaya Partnership net earnings for the year | _____ | _____ |
| Drawings for the year | | |
| Credit note to offset payable | _____ | <u>195,429</u> |
| Net increase (decrease) in investment equity | _____ | <u>195,429</u> |
| Balance, End of year | \$ <u>1,282,776</u> | <u>1,282,776</u> |

Supplementary Financial Information:

Wasaya prepares a consolidated partnership group financial statement and a consolidated corporation group financial statement. However it does not prepare a consolidated partnership and corporate entity financial statement, therefore the supplementary financial information that is typically disclosed is not readily available for disclosure. See Note 19.

b) The First Nation, through Webequie Mineral Corporation, a wholly-owned corporation, owns a 20% equity interest in Cyr Drilling Ontario Inc. This business enterprise investment has been accounted for under the modified equity method. This investment was made in July 2008.

| | <u>2015</u> | <u>2014</u> |
|---|-------------------|----------------|
| Equity in Cyr Drilling Ontario Inc. ("CYR") | | |
| Balance, Beginning of year | \$ <u>256,939</u> | <u>248,109</u> |
| Equity in income (loss) for the period: | | |
| 6.67% share of CYR net income (loss) | | |
| for the year | (13,011) | 8,830 |
| Dividends received | _____ | _____ |
| Balance, End of year | \$ <u>243,928</u> | <u>256,939</u> |

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

6. OTTAWA TRUST ACCOUNT

The Ottawa Trust Account 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 Section 63 to 69 of the Indian Act.

| Funds on Deposit with Aboriginal Affairs and Northern Development Canada | <u>2015</u> | <u>2014</u> |
|--|------------------|---------------|
| Balance at beginning of year | \$ 20,690 | 20,179 |
| Interest and other income | <u>586</u> | <u>511</u> |
| Balance at end of year | <u>\$ 21,276</u> | <u>20,690</u> |

7. BANK INDEBTEDNESS

| Royal Bank revolving lines of credit: | <u>2015</u> | <u>2014</u> |
|---------------------------------------|-------------------|----------------|
| - General Account line of credit | \$ 370,000 | 80,000 |
| - Agency account line of credit | <u>75,000</u> | <u>60,000</u> |
| | <u>\$ 445,000</u> | <u>140,000</u> |

Royal Bank overdraft balances and revolving lines of credit bear interest at bank prime plus 3.95% and 2.45% are secured by Band Council resolutions.

Credit Facilities

The First Nation has the following credit facilities with the Royal Bank of Canada:

Facility #1 - \$400,000 revolving demand facility reducing to \$100,000 on May 15, 2019, revolve in \$5,000 increments at bank prime plus 3.95%.

Facility #2 - \$100,000 revolving demand facility revolve in \$5,000 increments at bank prime plus 3.95%.

Facility #3 - \$50,000 revolving demand facility by way of overdraft protection at bank prime plus 2.45%.

Visa Business to a maximum of \$15,000.

Security for the Borrowings and all other obligations of the Borrower to the Bank shall include:

- Letter signed by Aboriginal Affairs and Northern Development Canada agreeing not to move the Band and the Borrower has the rights to the land they are currently inhabiting;
- Band Council resolution signed by a quorum of the Chief and Council of the Borrower authorizing the Borrowings.

EXHIBIT "G"

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

| | <u>2015</u> | <u>2014</u> |
|--|---------------------|------------------|
| AANDC | \$ 18,500 | 18,500 |
| CRA | 13,774 | |
| Various other supplier corporations and entities | <u>2,717,506</u> | <u>4,727,722</u> |
| | <u>\$ 2,736,006</u> | <u>4,759,996</u> |

9. DEFERRED REVENUE

Funding (expenditures) in the current period to be applied against subsequent period programs are recorded as incomplete projects in the financial statements.

Deferred revenue consists of the following:

| | <u>Schedule</u> | <u>March 31, 2014</u> | <u>Funding Received</u> | <u>Revenue Recognized</u> | <u>Balance March 31, 2015</u> |
|-----------------------------------|-----------------|---------------------------|-----------------------------|-------------------------------|---------------------------------------|
| AANDC Capital project: | | | | | |
| - Housing - CEAP | 7-3 | \$ 3,488 | | 3,488 | |
| Emergency fund and miscellaneous | 9-12 | 74,417 | 37,965 | 39,017 | 73,365 |
| Special Services | 2-4 | 276,518 | 278,645 | 555,163 | |
| Housing | 7-2 | 285,427 | 287,622 | 573,049 | |
| Land Use Planning | 10-2 | 146,788 | 208,404 | 355,192 | |
| Airport FED NOR Feasibility Study | 10-8 | _____ \$ 786,638 | 293,087 <u>1,105,723</u> | _____ <u>1,525,909</u> | _____ <u>293,087 366,452</u> |

10. LONG TERM DEBT

| | <u>2015</u> | <u>2014</u> |
|--|-------------|-------------|
| Royal Bank variable term loan, interest at 2.96%, repayable at \$847.44 monthly principal and interest, maturing March 18, 2016. Secured by 2010 Dodge Ram 1500. | \$ 10,008 | 19,632 |
| Royal Bank term loan, interest at 2.96% repayable at \$5,096.37 monthly principal and interest, maturing March 18, 2016. Secured by heavy equipment. | 26,022 | 76,727 |
| Royal Bank variable term loan, plus interest at bank prime plus 3.25%. Secured by Band Council Resolution and supported by an irrevocable Letter of Direction acknowledged by Aboriginal Affairs and Northern Development Canada. Maturing May 15, 2014. | 260,900 | |
| Royal Bank variable term loan, repayable at \$11,602.84 per month including interest at bank prime plus 3.95% Secured by a Band Council Resolution and supported by an assignment of funding. Maturing October 4, 2015. | 360,297 | 473,171 |

EXHIBIT "G"

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

10. LONG TERM DEBT, continued

| | <u>2015</u> | <u>2014</u> |
|--|----------------------------|-------------------------|
| Aboriginal Affairs and Northern Development Canada capital advance repayable annually at the direction of AANDC from minor capital funding. The advance is non-interest bearing, secured by a Band Council Resolution, and there was no advance recovery in 2013 or 2014. | \$ 279,300 | 279,300 |
| Canada Mortgage and Housing Corporation (CMHC) Section 95 loan, blended principal and interest, at 2.11%, payable monthly at \$5,810.80, maturing on January 1, 2019. Secured by assignment of insurance proceeds and a guaranteed by Aboriginal Affairs and Northern Development Canada. | 824,795 | 876,724 |
| Nishnawbe-Aski Development Fund fuel term loan. Paid in full April 1, 2014. | 17,937 | |
| Nishnawbe-Aski Development Fund term loan, repayable at \$21,924.95 monthly principal and interest, interest at 11%, maturing February 1, 2015. Secured by a general security agreement. | 229,966 | |
| Nishnawbe-Aski Development Fund term loan repayable monthly at \$1,072.01 including principal and interest at 9.5%, secured by a school bus, maturing May 1, 2017. | 25,200 | 35,595 |
| Royal Bank variable term loan, repayable at \$25,545.00 per month including interest at 4.0%, maturing January 31, 2016. Secured by a general security agreement and Band Council Resolution. | 275,409 | |
| Hydro One non-interest bearing note repayable monthly at \$25,000, secured by a Band Council resolution and maturing February, 2019. The non-interest bearing term is conditional on the First Nation staying up to date with current hydro bills and the schedule note payments. Contingent on the First Nation fulfilling its conditions, Hydro One will forgive \$125,000 annually commencing in 2012 and \$34,000 in the final year of the agreement. \$125,000 was forgiven during the current fiscal year. | <u>1,777,801</u> | <u>2,177,801</u> |
| | 3,578,832 | 4,447,753 |
| Current portion | <u>1,035,616</u> | <u>1,405,746</u> |
| | <u>\$ 2,543,216</u> | <u>3,042,007</u> |

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

10. LONG TERM DEBT, continued

Estimated annual principal payments for the next five fiscal years are as follows:

| | |
|------------|-------------------------|
| 2016 | \$ 1,035,616 |
| 2017 | 366,051 |
| 2018 | 357,267 |
| 2019 | 356,315 |
| 2020 | 358,242 |
| Thereafter | <u>1,105,341</u> |
| | <u>\$ 3,578,832</u> |

11. RESERVES

Replacement Reserves

Under the terms of the agreement with Canada Mortgage and Housing Corporation, an annual allocation is to be credited to the Replacement Reserve account. These funds, along with accumulated interest, must be held in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC from time to time. The funds in the account may only be used as approved by CMHC. Withdrawals are credited to interest first and then principal.

The reserve has been partially funded in a separate interest bearing account.

The Housing Authority has approved eligible replacement expenditures totalling \$NIL for the year ended March 31, 2015.

Reserves are comprised of:

| | 2015 | 2014 |
|---|-------------------|----------------|
| Webequie Housing Authority Replacement reserve | \$ <u>153,783</u> | <u>140,783</u> |

Operating Reserve Fund - Post 1996 Section 95 Programs

Under the terms of the agreement with Canada Mortgage and Housing Corporation, any surplus remaining after the payment of all costs and expenses, including the allocation to the Replacement Reserve, should be retained by the First Nation in an Operating Reserve Fund. These funds, along with the accumulated interest, must be held in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be mutually agreed to by the First Nation and CMHC. The funds in this account may only be used for the ongoing operating costs of the project. Accordingly, future years' deficit may be recovered from this fund. Withdrawals are credited to interest first and then principal.

The reserve has not been funded in a separate interest bearing account.

EXHIBIT "G"

WEBEQUIE FIRST NATION
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

12. INVENTORY AND PREPAID EXPENSES

| | <u>2015</u> | <u>2014</u> |
|-------------------------------|-------------------|----------------|
| Fuel inventory | \$ 279,180 | 204,046 |
| Prepaid welfare disbursements | <u>89,996</u> | <u>50,614</u> |
| | \$ 369,176 | 254,660 |

13. TANGIBLE CAPITAL ASSETS AND ASSETS UNDER CONSTRUCTION

| | <u>2015</u> | | | | |
|--------------------------|----------------------|--------------------------|--------------------|-----------------------------|-------------------|
| | Cost Mar. 31/14 | Additions (Disposals) | Cost Mar. 31/15 | Accumulated Amortization | Net Book Value |
| Core and Administration | \$ 556,529 | 107,918 | 664,447 | 436,774 | 227,673 |
| Economic Development | 6,492,053 | | 6,492,053 | 2,991,511 | 3,500,542 |
| Capital/Infrastructure | 36,269,745 | | 36,269,745 | 4,833,997 | 31,435,748 |
| Health and Medical | 577,298 | 20,983 | 598,281 | 446,789 | 151,492 |
| Band Enterprise Programs | 1,276,696 | | 1,276,696 | 1,205,706 | 70,990 |
| Other Programs | 27,236 | | 27,236 | 21,524 | 5,712 |
| Education Authority | 2,620,353 | | 2,620,353 | 1,777,800 | 842,553 |
| Housing | 8,957,853 | | 8,957,853 | 4,240,821 | 4,717,032 |
| Telecom | <u>828,008</u> | | <u>828,008</u> | <u>488,426</u> | <u>339,582</u> |
| | \$ 57,605,771 | 128,900 | 57,734,672 | 16,443,348 | 41,291,324 |

| | <u>2014</u> | | | | |
|--------------------------|----------------------|--------------------------|--------------------|-----------------------------|-------------------|
| | Cost Mar. 31/13 | Additions (Disposals) | Cost Mar. 31/14 | Accumulated Amortization | Net Book Value |
| Core and Administration | \$ 500,073 | 56,456 | 556,529 | 362,310 | 194,219 |
| Economic Development | 6,476,428 | 15,625 | 6,492,053 | 2,837,724 | 3,654,329 |
| Capital/Infrastructure | 36,269,745 | | 36,269,745 | 4,459,961 | 31,809,784 |
| Health and Medical | 511,840 | 65,458 | 577,298 | 395,129 | 182,169 |
| Band Enterprise Programs | 1,276,696 | | 1,276,696 | 1,176,732 | 99,964 |
| Other Programs | 27,236 | | 27,236 | 20,096 | 7,140 |
| Education Authority | 2,440,370 | 179,983 | 2,620,353 | 1,668,965 | 951,388 |
| Housing | 8,957,853 | | 8,957,853 | 4,040,882 | 4,916,971 |
| Telecom | <u>791,137</u> | <u>36,871</u> | <u>828,008</u> | <u>461,423</u> | <u>366,585</u> |
| | \$ 57,251,378 | 354,393 | 57,605,771 | 15,423,222 | 42,182,549 |

EXHIBIT "G"

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

14. FUND BALANCE

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 contribution arrangements.

15. FEDERAL ASSISTANCE PAYMENTS

The Housing Authority has received federal assistance through Canada Mortgage and Housing Corporation to enable the project to provide housing to low-income individuals. The amount of assistance received in 2015 was \$63,760 (2014 - \$66,237).

16. COMPARATIVE FIGURES

Some of the comparative figures for the previous years have not been shown as the information is considered not to be meaningful for comparison with the current year. Certain comparative figures for the previous year have been reclassified to conform to the presentation of the current year.

17. BUDGET INFORMATION

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

18. CONTINGENT LIABILITIES

- a) The Operating Fund 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 agency depending on the terms and conditions of the relevant contribution arrangements. These transactions would be recorded in the year they become payable or recoverable. Some restrictions may apply to the use of fund balances.
- b) The First Nation is a partner in Wasaya Airways LP, which has provided the Royal Bank with a \$6,000,000 guarantee as collateral security on debt in Wasaya Airways Leasing Ltd., a \$910,000 guarantee as collateral security on debt in Wasaya Prop Shop Limited Partnership and a \$1,715,000 guarantee and postponement of claim on debt in Wasaya Airways Limited Partnership. Wasaya Group has not provided the First Nation with Financial Statements since 2011 so the actual outstanding loan balances or guarantees cannot be verified.

As part of the overall corporate financing terms and conditions for Wasaya Airways Leasing Ltd., the shareholders of the parent corporation, Wasaya Group Inc., have executed postponement of claims. Webequie First Nation has a one-eighth equity interest in Wasaya Group Inc. (see Investments - Note 5 and Other - Note 19).

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

19. OTHER

Webequie First Nation and the Wasaya Group are involved in arbitration negotiations during and subsequent to the year-end in order to resolve a dispute related to the retirement of Webequie from the Group. Due to the planned departure, Webequie was not allocated any profit sharing from the partnership and did not account for any change in their equity investment in the Wasaya Group, other than interest earned or drawings, for the fiscal years ended March 31, 2007 - 2015. Webequie entitlement to profits, if any, will be accounted for once the arbitration is settled. The arbitration process involves legal counsel costs which are based on a percentage of over-all proceeds, those costs will be deducted from the proceeds upon settlement.

EXHIBIT "G"

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

20. SEGMENT DISCLOSURE

| | | <u>Budget</u> | <u>2015</u> | <u>2014</u> | <u>Budget</u> | <u>2015</u> | <u>2014</u> | <u>Budget</u> | <u>2015</u> | <u>2014</u> |
|---|----|------------------|----------------|-------------|------------------|------------------|-------------|------------------|------------------|-------------|
| REVENUE | | | | | | | | | | |
| Federal government | \$ | 576,631 | 658,672 | | 1,040,301 | 1,076,080 | | 421,799 | 490,800 | |
| Provincial government | | | | | 157,135 | 148,500 | | 1,646,238 | 1,579,948 | |
| Economic activities | | (463,011) | | | | | | | | |
| Net income for investments in government business enterprises | | | 586 | 511 | | | | | | |
| Other revenue | | 185,877 | 267,487 | | 276,918 | (206,977) | | 39,738 | 32,554 | |
| TOTAL REVENUE | | 300,083 | 926,670 | | 1,474,354 | 1,017,603 | | 2,107,820 | 2,103,302 | |
| EXPENSES | | | | | | | | | | |
| Honoraria | | 516,999 | 469,756 | | 240 | | | 1,312 | 3,500 | |
| Chief and Councillors | | | 700 | | 331,163 | 292,791 | | 177,825 | 214,983 | |
| Elders and Board Members | | 242,154 | 207,243 | | | | | | | |
| Wages and benefits | | 498,675 | 519,997 | | | | | | | |
| Amortization | | (128,901) | (190,940) | | | | | | | |
| Tangible Capital Assets | | 3,627 | 52,163 | | | | | | | |
| Interest | | 17,394 | (159,395) | | 1,324,316 | 1,010,745 | | 2,256,219 | 1,966,880 | |
| Other expenses | | | | | | | | | | |
| TOTAL EXPENSES | | 1,149,948 | 899,524 | | 1,655,719 | 1,303,536 | | 2,435,356 | 2,186,405 | |
| ANNUAL SURPLUS (DEFICIT) | \$ | (849,865) | 27,146 | | (181,365) | (285,933) | | (327,536) | (83,103) | |

WEBEQUIE FIRST NATION
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 FOR THE YEAR ENDED MARCH 31, 2015

20. SEGMENT DISCLOSURE, continued

| | Economic Development | | Education | | Housing | |
|---|------------------------------|------------------|------------------------------|------------------|------------------------------|------------------|
| | <u>Budget</u> <u>2015</u> | <u>2014</u> | <u>Budget</u> <u>2015</u> | <u>2014</u> | <u>Budget</u> <u>2015</u> | <u>2014</u> |
| REVENUE | | | | | | |
| Federal government | \$ 50,000 | 50,000 | | 3,792,764 | 3,866,589 | |
| Provincial government | | 60,000 | | | | |
| Economic activities | | | | | | |
| Net income for investments in government business enterprises | | | | | | |
| Other revenue | 1,043,839 | 729,666 | | 336,242 | 324,762 | |
| TOTAL REVENUE | <u>1,153,839</u> | <u>779,666</u> | | <u>4,129,006</u> | <u>4,191,351</u> | |
| EXPENSES | | | | | | |
| Honoraria | 10,450 | | 35,800 | 33,900 | | |
| Chief and Councillors | 500 | | | | 7,300 | |
| Elders and Board Members | 314,842 | 361,074 | 2,232,927 | 2,140,288 | 408,384 | 256,904 |
| Wages and benefits | 180,789 | 184,418 | 60,422 | 65,705 | 199,940 | 209,531 |
| Amortization | | | (45,500) | | | |
| Tangible Capital Assets | | | | 3,538 | 17,800 | 23,358 |
| Interest | 26,360 | 56,677 | 2,171,002 | 1,853,284 | | |
| Other expenses | 527,892 | 550,167 | | | 791,153 | 251,829 |
| TOTAL EXPENSES | <u>1,050,383</u> | <u>1,162,786</u> | | <u>4,500,151</u> | <u>4,051,215</u> | |
| ANNUAL SURPLUS (DEFICIT) | <u>\$ 103,456</u> | <u>(383,120)</u> | | <u>(371,145)</u> | <u>140,136</u> | |
| | | | | | <u>(100,131)</u> | <u>(433,509)</u> |

EXHIBIT "G"

WEBEQUIE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

20. SEGMENT DISCLOSURE, continued

| | Health | | | Community Services | | | Total | | |
|---|---------------------|------------------|----------|--------------------|------------------|------|--------------------|-------------------|------|
| | Budget | 2015 | 2014 | Budget | 2015 | 2014 | Budget | 2015 | 2014 |
| REVENUE | | | | | | | | | |
| Federal government | \$ 1,903,853 | 2,062,599 | | 634,773 | 545,167 | | 8,781,503 | 9,101,531 | |
| Provincial government | 167,882 | 144,466 | | 1,495,573 | 1,303,458 | | 3,526,873 | 3,176,372 | |
| Economic activities | | | | | | | (463,011) | | |
| Net income for investments in government business enterprises | | | | | | | | | |
| Other revenue | 232,114 | 98,357 | | 1,320,503 | 1,042,756 | | 4,398,295 | 2,245,004 | |
| TOTAL REVENUE | 2,303,849 | 2,305,422 | | 3,450,849 | 2,891,381 | | 16,694,246 | 14,523,418 | |
| EXPENSES | | | | | | | | | |
| Honoraria | | | | 38,500 | 6,276 | | 591,299 | 514,106 | |
| Chief and Councillors | | | | | | | 9,352 | 11,366 | |
| Elders and Board Members | 1,367,845 | 1,047,260 | 470,422 | 353,352 | | | 5,545,562 | 4,873,895 | |
| Wages and benefits | 51,659 | 53,084 | | | | | 991,485 | 1,032,735 | |
| Amortization | | | (65,458) | | | | (128,901) | (301,898) | |
| Tangible Capital Assets | | | | | | | 47,787 | 136,778 | |
| Interest | | | | | | | | | |
| Other expenses | 1,086,493 | 1,414,831 | | 2,956,544 | 2,035,600 | | 11,131,013 | 8,923,941 | |
| TOTAL EXPENSES | 2,505,997 | 2,450,607 | | 3,465,466 | 2,395,228 | | 18,187,597 | 15,190,923 | |
| ANNUAL SURPLUS (DEFICIT) | \$ (202,148) | (92,101) | | (14,617) | 496,153 | | (1,943,351) | (667,505) | |