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BLOODVEIN FIRST NATION  
CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2017

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# BLOODVEIN FIRST NATION

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MARCH 31, 2017

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

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

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

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

Chief and Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditors' report.

The external auditors, Collins Barrow HMA LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of Bloodvein First Nation and meet when required.

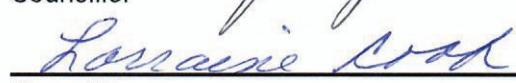
Chief



Councillor

Councillor

Councillor



Councillor

Councillor



## INDEPENDENT AUDITORS' REPORT

To the Chief, Council and Membership  
Bloodvein First Nation

**Collins Barrow HMA LLP**  
Suite 701 - 330 Portage Avenue  
Winnipeg, MB R3C 0C4  
T: 204.989.2229  
F: 204.944.9923  
TF: 1.866.730.4777  
[www.collinsbarrow.com](http://www.collinsbarrow.com)

We have audited the accompanying consolidated financial statements of Bloodvein First Nation, which comprise the consolidated statement of financial position as at March 31, 2017, and the consolidated statements of operations, changes 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 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 of 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 audit opinion.

### **Opinion**

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Bloodvein First Nation as at March 31, 2017, and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*Collins Barrow HMA LLP*  
Chartered Professional Accountants

Winnipeg, Manitoba  
September 8, 2017



# BLOODVEIN FIRST NATION

STATEMENT 1

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

MARCH 31

2017

2016

### FINANCIAL ASSETS

Cash	\$ 209,233	\$ 464,676
Restricted cash (Note 2)	1,572,028	54,705
Accounts receivable (Note 3)	1,137,880	1,435,315
Long term investments (Note 4)	<u>3,306,568</u>	<u>3,434,292</u>
Total financial assets	<u>6,225,709</u>	<u>5,388,988</u>

### LIABILITIES

Accounts payable and accrued liabilities (Note 5)	785,829	1,386,288
Deferred revenue (Note 6)	1,578,189	80,315
Long term debt (Note 7)	<u>8,353,954</u>	<u>7,365,351</u>
Total liabilities	<u>10,717,972</u>	<u>8,831,954</u>
Net debt	( 4,492,263)	( 3,442,966)

### NON-FINANCIAL ASSETS

Tangible capital assets (Note 8)	21,430,889	20,229,386
Prepaid expenses	77,393	23,999
Construction in progress	-	799,540
Total non-financial assets	<u>21,508,282</u>	<u>21,052,925</u>
Accumulated surplus	\$ <u>17,016,019</u>	\$ <u>17,609,959</u>

Contingent liabilities (Note 9)

Approved on behalf of Council

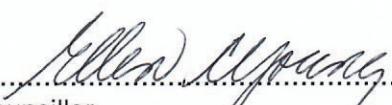
Chief



Councillor

Councillor

Councillor



Councillor

Councillor

# BLOODVEIN FIRST NATION

STATEMENT 2

## CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31

	BUDGET (UNAUDITED)	2017	2016
<b>REVENUE</b>			
Indigenous and Northern Affairs Canada	\$ 7,574,029	\$ 7,633,347	\$ 6,184,694
First Nations and Inuit Health	1,547,188	1,476,448	1,257,640
Canada Mortgage and Housing Corporation	545,709	362,407	290,487
Employment and Social Development Canada	341,195	217,458	150,349
Canada Post	16,082	16,082	16,082
Casino capital distribution and grants	650,000	700,000	650,000
Community Economic Development Office	82,000	41,116	108,231
Norwin Construction Ltd.		168,351	154,858
Other revenue	412,254	1,394,864	2,451,170
	<u>11,168,457</u>	<u>12,010,073</u>	<u>11,263,511</u>
<b>EXPENDITURES</b>			
Administration	288,377	2,265,403	670,511
Capital	924,853	1,551,786	2,144,612
Economic Development	186,615	67,374	78,795
Education	1,943,317	2,031,297	2,108,962
Employment and Training	481,175	399,970	185,588
First Nation programs	762,047	742,351	1,276,529
Health	1,678,376	1,674,906	1,526,873
Housing	1,929,396	823,531	448,938
Operations and Maintenance	293,927	668,738	1,310,524
Social Assistance	2,391,164	2,408,657	2,313,537
	<u>10,879,247</u>	<u>12,634,013</u>	<u>12,064,869</u>
ANNUAL DEFICIT	289,210	( 623,940)	( 801,358)
ALLOCATION TO SCHOOL BUS RESERVE		30,000	
ACCUMULATED SURPLUS, <i>beginning of year</i>	<u>18,573,731</u>	<u>17,609,959</u>	<u>18,411,317</u>
ACCUMULATED SURPLUS, <i>end of year</i>	<u>\$ 18,862,941</u>	<u>\$ 17,016,019</u>	<u>\$ 17,609,959</u>

# BLOODVEIN FIRST NATION

STATEMENT 3

## CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT

YEAR ENDED MARCH 31

	BUDGET (UNAUDITED)	2017	2016
Annual deficit	\$ 289,210	<u><u>\$ (623,940)</u></u>	<u><u>\$ (801,358)</u></u>
Acquisition of tangible capital assets	(2,976,044)	<u><u>(2,976,044)</u></u>	(1,782,664)
Transfer of construction in progress	799,540	<u><u>799,540</u></u>	
Amortization of tangible capital assets		<u><u>1,774,541</u></u>	1,733,165
Acquisition of construction in progress			( 799,540)
Allocation to School Bus Reserve	<u><u>-</u></u>	<u><u>30,000</u></u>	<u><u>-</u></u>
	<u><u>(2,176,504)</u></u>	<u><u>( 371,963)</u></u>	<u><u>( 849,039)</u></u>
Acquisition of supplies and inventories			( 23,999)
Acquisition of prepaid expenses		<u><u>( 77,393)</u></u>	
Use of prepaid expenses	<u><u>-</u></u>	<u><u>23,999</u></u>	<u><u>20,752</u></u>
	<u><u>-</u></u>	<u><u>( 53,394)</u></u>	<u><u>( 3,247)</u></u>
CHANGE IN NET DEBT FOR YEAR	(1,887,294)	<u><u>(1,049,297)</u></u>	(1,653,644)
NET DEBT, <i>beginning of year</i>	<u><u>(1,626,908)</u></u>	<u><u>(3,442,966)</u></u>	<u><u>(1,789,322)</u></u>
NET DEBT, <i>end of year</i>	<u><u>\$ (3,514,202)</u></u>	<u><u>\$ (4,492,263)</u></u>	<u><u>\$ (3,442,966)</u></u>

# BLOODVEIN FIRST NATION

STATEMENT 4

## CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED MARCH 31

	2 0 1 7	2 0 1 6
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### CASH FLOW FROM

#### *OPERATING ACTIVITIES*

Cash receipts from I.N.A.C.	\$ 8,994,849	\$ 6,206,494
Cash received from other funding sources	4,592,511	4,748,287
Cash paid to suppliers and employees	<u>(11,137,579)</u>	<u>(9,500,742)</u>
	<u><u>2,449,781</u></u>	<u><u>1,454,039</u></u>

#### *CAPITAL ACTIVITIES*

Purchase of capital assets	<u>(2,176,504)</u>	<u>(2,582,204)</u>
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#### *FINANCING ACTIVITIES*

Proceeds from long term debt	1,873,505	1,649,810
Repayment of long term debt	<u>(884,902)</u>	<u>(702,148)</u>
	<u><u>988,603</u></u>	<u><u>947,662</u></u>

NET INCREASE (DECREASE) IN CASH DURING YEAR 1,261,880 ( 180,503)

CASH, *beginning of year* 519,381 699,884

CASH, *end of year* \$ 1,781,261 \$ 519,381

### CASH COMPRISED OF

Cash	\$ 209,233	\$ 464,676
Restricted cash	<u>1,572,028</u>	<u>54,705</u>
	<u><u>\$ 1,781,261</u></u>	<u><u>\$ 519,381</u></u>

# BLOODVEIN FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

**MARCH 31, 2017**

### 1. BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### *BASIS OF PRESENTATION*

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments, as defined by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

#### *REPORTING ENTITY*

The Bloodvein First Nation ("B.F.N.") reporting entity includes the Bloodvein 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 summary financial statements combine the assets, liabilities and results of operations for the following entities which use accounting principles which lend themselves to combination:

#### B.F.N. Programs:

- Bloodvein First Nation
- Bloodvein First Nation Health Services
- Bloodvein First Nation Housing Authority

Incorporated and unincorporated business entities which are owned and controlled by the First Nation but which are not dependent on the First Nation for their continuing operations are included in the consolidated financial statements using the modified equity method. These include:

- Bloodvein First Nation Construction Inc.
- South Beach Casino Limited Partnership

All inter-entity balances have been eliminated on consolidation; however, transactions between departments have not been eliminated in order to present the results of operations for each specific department.

Long term investments in enterprises that do not form part of the First Nation reporting entity are accounted for using the cost method.

#### *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 provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets, prepaid expenses and inventories of supplies.

#### *NET DEBT*

The First Nation's 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 liabilities less its financial assets. Net debt is comprised of two components, non-financial assets and accumulated surplus.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****MARCH 31, 2017****1. BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)******TANGIBLE CAPITAL ASSETS***

Tangible capital assets are stated at cost and recorded in tangible capital assets. Social housing assets acquired under Canada Mortgage and Housing Corporation ("C.M.H.C.") sponsored programs are amortized over their estimated useful lives at a rate equivalent to the annual principal reduction in the related long-term debt. Amortization for other tangible capital assets is provided using the straight-line method at the following annual rates;

Environmental Infrastructure	2.50%
Equipment	10 - 33%
Facilities	2.50 - 5%
Transportation Infrastructure	2.50%
Vehicles	20%

Amortization is computed at one-half of the annual amortization in the year of acquisition.

***REVENUErecognition***

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfer revenue is recognized in the statement of operations as the stipulations are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service performed is deferred and recognized when the fee is earned or service performed.

***SEGMENTS***

B.F.N. conducts its business through a number of reportable segments. These operating segments are established by senior management to facilitate the achievement of B.F.N.'s long-term objectives to aid in resource allocation decisions, and to assess operational performance.

***USE OF ESTIMATES***

The preparation of 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, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates include providing for amortization of capital assets. Actual results could differ from these estimates.

***FINANCIAL INSTRUMENTS***

Financial instruments include cash, accounts receivable, accounts payable and accrued liabilities, mortgage advances and long-term debt. Unless otherwise stated, it is management's opinion that B.F.N. is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Unless otherwise stated, the carrying value of B.F.N.'s financial assets and liabilities approximates their fair value.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****MARCH 31, 2017****1. BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)*****FAIR VALUE***

Due to the short term nature of all financial instruments other than long term debt, the carrying value as presented in the consolidated financial statements are reasonable estimates of fair value. Management has estimated fair value by reference to established financial markets. As is true for all estimates, actual fair value could differ from this estimate, and if so, any difference would be accounted for in the period in which it becomes known. For long term debt it is not practicable within constraints of timeliness or cost to determine the fair value with sufficient reliability because the instruments are not traded in an organized financial market.

**2. RESTRICTED CASH*****C.M.H.C. REPLACEMENT RESERVE***

Under the terms of the operating agreements with C.M.H.C., the Replacement Reserve is to be credited with an annual allocation of \$58,583 pro-rated for the portion of the year in which the various housing projects were available for use. These funds, along with accumulated interest, must be held in a separate bank account and/or invested in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by C.M.H.C. from time to time. The funds in the account may only be used as approved by C.M.H.C. Expenditures are charged to accumulated interest first and then to principal. As of March 31, 2017, the C.M.H.C. Replacement Reserve has an accumulated balance of \$393,564 of which there is a separate bank account with a balance of \$390,124 leaving a remaining of \$3,440 unfunded and due from operating.

***I.N.A.C. OTTAWA TRUST***

Capital trust monies are derived from non-renewable resource transactions on the sale of lands or other band capital assets. Capital trust monies are expended on the authorization of the Minister, with the consent of the B.F.N. Council. Revenue trust monies are generated primarily through land-leasing transactions or interest earned on deposits in the Consolidated Revenue fund of the Government of Canada. Revenue trust monies are, in most cases, managed and expended under the provisions of the Indian Act.

***I.N.A.C. ROAD UPGRADE PROJECT***

The road upgrade project is funded by I.N.A.C. and funds held in separate bank account jointly with Shawano Consulting. Funds are restricted for use as approved by I.N.A.C. for road upgrade project.

	2 0 1 7	2 0 1 6
C.M.H.C. Replacement Reserve	\$ 390,124	\$ 37,279
I.N.A.C. Ottawa Trust	18,623	17,426
I.N.A.C. Road Upgrade Project	<u>1,163,281</u>	-
	<u><u>\$ 1,572,028</u></u>	<u><u>\$ 54,705</u></u>

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2017

## 3. ACCOUNTS RECEIVABLE

	2 0 1 7	2 0 1 6
Canadian Mortgage and Housing Corporation	23,140	5,110
BNF Construction Inc.	<u>716,445</u>	1,118,944
First Nations and Inuit Health Branch		10,300
INAC Agreements	163,088	
SERDC - Pathways		105,666
Trade and other	<u>245,207</u>	<u>195,295</u>
	<u><u>\$ 1,147,880</u></u>	<u><u>\$ 1,435,315</u></u>

## 4. LONG TERM INVESTMENTS

	2 0 1 7	2 0 1 6
South Beach Casino Partnership	<u>\$ 3,306,568</u>	<u>\$ 3,434,292</u>

## 5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2 0 1 7	2 0 1 6
Indigenous and Northern Affairs Canada	172,760	520,079
Accrued liabilities	<u>353,823</u>	201,548
Trade payables	<u>259,246</u>	664,661
	<u><u>\$ 785,829</u></u>	<u><u>\$ 1,386,288</u></u>

## 6. DEFERRED REVENUE

	2 0 1 7	2 0 1 6
I.N.A.C.	\$	\$
Capital Road Repairs		26,092
Renovations and Additions	173,684	
Capacity and Development	45,670	
Innovation Funding	59,615	
CFS 3 Unit Lot Servicing	127,693	
Road Upgrade Project	1,144,020	
FPDI - Pathways	<u>27,507</u>	<u>54,223</u>
	<u><u>\$ 1,578,189</u></u>	<u><u>\$ 80,315</u></u>

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2017

7. LONG TERM DEBT	2017	2016
CMHC mortgage, 1.46%, repayable in monthly installments of \$3,305 (P&I), due March 2022.	\$ 345,874	\$ 379,917
CMHC mortgage, 1.71%, repayable in monthly installments of \$1,945 (P&I), due September 2017.	317,756	335,532
CMHC mortgage, 1.67%, repayable in monthly installments of \$2,966 (P&I), due June 2018.	504,125	531,098
CMHC mortgage, 1.85%, repayable in monthly installments of \$2,510 (P&I), due August 2019.	446,664	468,357
CMHC mortgage, 1.14%, repayable in monthly installments of \$3,013 (P&I), due June 2021.	627,309	655,310
CMHC mortgage, 1.31%, repayable in monthly installments of \$2,305 (P&I), due December 2021.	477,777	498,270
CMHC mortgage, 1.60%, repayable in monthly installments of \$3,312 (P&I), due January 2018.	703,976	732,272
CMHC mortgage, 1.77%, repayable in monthly installments of \$2,264 (P&I), due November 2019.	509,258	526,397
CMHC mortgage, 1.30%, repayable in monthly installments of \$1,531 (P&I), due December 2020.	375,470	388,892
CMHC mortgage 1.11% repayable in monthly installments of \$3,240 due April 2021	821,538	848,721
Caterpillar Financial Services Limited, interest at 5.95%, repaid in 2017.		235,130
First Nations Bank of Canada loan, 4.30%, repayable in monthly installments of interest only and annual installments of \$23,326, due December 2019.	69,977	93,302
First Nations Bank of Canada loan, 4.70%, repaid in 2017.		215,485
First Nations Bank of Canada loan, 4.07%, repayable in monthly installments of \$5,291 (P&I), due December 2019.	630,576	667,575

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 20177. LONG TERM DEBT *(continued)*

	2 0 1 7	2 0 1 6
First Nations Bank of Canada loan, 3.16%, repayable in monthly installments of \$1,921 (P&I), due September 2019.	309,301	322,421
First Nations Bank of Canada loan, 3.16%, repayable in monthly installments of \$1,420 (P&I), due September 2019.	228,590	238,286
First Nations Bank of Canada loan, 4.30%, repaid in 2017		78,300
First Nations Bank of Canada loan, 4.73%, repayable in monthly installments of \$919 (P&I), due September 2018.	125,815	130,764
First Nations Bank of Canada loan, 4.30%, repaid in 2017.		19,322
First Nations Bank of Canada loan, 5.20%, repayable in monthly principal installments, due May 2021	679,948	
First Nations Bank of Canada loan, 4.70%, repayable in monthly principal installements, due December 2021	<u>1,180,000</u>	-
	<u><u>\$ 8,353,954</u></u>	<u><u>\$ 7,365,351</u></u>

Loans payable to Canada Mortgage and Housing Corporation are secured by the specific assets financed and a ministerial guarantee by the Government of Canada.

Loans payable to First Nations Bank of Canada are secured by a general security agreement, the specific assets financed and various Band Council Resolutions authorizing the assignment of certain incoming funding for debt repayment purposes.

The estimated annual principal payments required in each of the next five years to meet retirement provisions are as follows:

March 31, 2018	\$ 380,617
2019	316,854
2020	323,225
2021	329,759
2022	336,461

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2017

## 8. TANGIBLE CAPITAL ASSETS

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****MARCH 31, 2017****9. CONTINGENT LIABILITIES**

(a) The First Nation receives funding from various government agencies based on specified program needs and budgets and allocates certain expenses to the various programs. In many cases the funding agent has the right to review the accounting records to ensure compliance with the terms and conditions of their agreements. At this time no estimate of the requirements, if any, to reimburse the agencies can be made. If any amounts become repayable, they will be accounted for in the year of determination.

(b) Bloodvein First Nation is contingently liable as guarantor of loans for BFN Construction Inc. in the aggregate amount \$313,730 (2016 - \$930,738).

**10. RECONCILIATION OF INDIGENOUS AND NORTHERN AFFAIRS CANADA REVENUE**

	<b>2 0 1 7</b>	<b>2 0 1 6</b>
Per I.N.A.C. confirmation March 31	\$ 9,184,028	\$ 6,423,355
Plus: Revenue deferred from previous year		
Water Treatment Plant	6,412	
Less: Revenue deferred to subsequent year		
Capital Road Repairs	( 26,092)	
Renovations and Additions	( 173,684)	
Capacity Development	( 45,670)	
Community Road Project	( 1,144,019)	
Innovation	( 59,615)	
CFS 3 Unit Housing Project	( 127,693)	
Less: I.N.A.C. Recoveries		
Basic Needs	( 164,607)	
Capacity Development	( 4,772)	
In-Home Care	( 15,275)	
Special Needs	( 4,210)	
Student Transportation	( 30,117)	
<b>TOTAL I.N.A.C. REVENUE PER FINANCIAL STATEMENTS</b>	<b>\$ 7,633,347</b>	<b>\$ 6,184,694</b>

**11. ECONOMIC DEPENDENCE**

B.F.N. receives a significant portion of its revenue from I.N.A.C. as a result of treaties entered into with the Government of Canada. These treaties are administered by I.N.A.C. under the terms and conditions of the Indian Act. The ability of B.F.N. to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

**12. BUDGET**

The disclosed budget information has been approved by Chief and Council of Bloodvein First Nation. The budget figures have not been audited, reviewed or otherwise verified and consequently we do not express an opinion on them.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****MARCH 31, 2017****13. COMPARATIVE FIGURES**

Certain prior year comparative amounts have been reclassified where necessary to conform to the current year's presentation.

**14. EXPENDITURES BY OBJECT**

The following is a summary of expenditures by object:

	<b>2 0 1 7</b>	<b>2 0 1 6</b>
Amortization	\$ 1,774,540	\$ 1,733,165
Equipment and supplies	422,250	305,581
Insurance	373,557	281,109
Interest and bank charges	205,808	214,444
Other	1,844,286	1,634,182
Professional fees	195,897	180,695
Repairs and maintenance	907,941	1,694,471
Salaries and benefits	3,876,536	3,320,563
Social assistance	1,998,587	2,172,116
Training and workshops	160,806	103,104
Travel	393,900	248,617
Utilities	<u>479,905</u>	<u>176,822</u>
	<u><u>\$ 12,634,013</u></u>	<u><u>\$ 12,064,869</u></u>

# BLOODVEIN FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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MARCH 31, 2017

### 16. SEGMENT DISCLOSURE

Bloodvein First Nation provides a range of services to its members. For management reporting purposes, operations and activities are reported by department. For each segment separately reported, the segment revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The presentation by segment is based on the same accounting policies as described in the summary of Significant Accounting Policies as described in Note 1. The segment results for the year are as follows:

	Administration		Economic Development		Social Assistance		Education	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Revenues</b>								
Federal Government	\$ 595,160	\$ 496,381	\$ 45,000	\$ -	\$ 2,391,164	\$ 2,062,453	\$ 1,821,076	\$ 1,658,769
I.N.A.C.	595,160	496,381	45,000	-	2,391,164	2,062,453	1,821,076	1,658,769
Subtotal	<u>125,455</u>	<u>62,701</u>	<u>45,888</u>	<u>108,231</u>	<u>(19,812)</u>	<u>-</u>	<u>43,688</u>	<u>57,997</u>
Other revenue	<u>720,615</u>	<u>559,082</u>	<u>90,888</u>	<u>108,231</u>	<u>2,371,352</u>	<u>2,062,453</u>	<u>1,864,764</u>	<u>1,716,766</u>
Total revenue	<u><u>808,112</u></u>	<u><u>37,816</u></u>	<u><u>67,374</u></u>	<u><u>78,795</u></u>	<u><u>2,299,341</u></u>	<u><u>2,186,475</u></u>	<u><u>257,868</u></u>	<u><u>326,860</u></u>
<b>Expenses</b>								
Amortization	989,307	296,461	67,374	78,795	2,299,341	2,186,475	393,054	440,834
Debt servicing	430,169	374,050	-	-	109,316	127,062	1,380,374	1,318,376
Other	<u>2,265,403</u>	<u>670,511</u>	<u>67,374</u>	<u>78,795</u>	<u>2,408,657</u>	<u>2,313,537</u>	<u>2,031,296</u>	<u>2,108,962</u>
Salaries and benefits	<u><u>\$( 1,544,788)</u></u>	<u><u>\$( 111,429)</u></u>	<u><u>\$ 23,514</u></u>	<u><u>\$ 29,436</u></u>	<u><u>\$( 37,305)</u></u>	<u><u>\$( 251,084)</u></u>	<u><u>\$( 166,532)</u></u>	<u><u>\$( 392,196)</u></u>
Total expenses	<u><u>\$( 1,544,788)</u></u>	<u><u>\$( 111,429)</u></u>	<u><u>\$ 23,514</u></u>	<u><u>\$ 29,436</u></u>	<u><u>\$( 37,305)</u></u>	<u><u>\$( 251,084)</u></u>	<u><u>\$( 166,532)</u></u>	<u><u>\$( 392,196)</u></u>
Surplus (Deficit)	<u><u>\$( 1,544,788)</u></u>	<u><u>\$( 111,429)</u></u>	<u><u>\$ 23,514</u></u>	<u><u>\$ 29,436</u></u>	<u><u>\$( 37,305)</u></u>	<u><u>\$( 251,084)</u></u>	<u><u>\$( 166,532)</u></u>	<u><u>\$( 392,196)</u></u>

# BLOODVEIN FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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### 16. SEGMENT DISCLOSURE (continued)

	Operations and Maintenance <u>2017</u>	Operations and Maintenance <u>2016</u>	Employment and Training <u>2017</u>	Employment and Training <u>2016</u>	Health <u>2017</u>	Health <u>2016</u>	Capital <u>2017</u>	Capital <u>2016</u>
<b>Revenues</b>								
Federal Government								
I.N.A.C.	\$ 313,296	\$ 553,496	\$ 109,622	\$ 53,325	\$ 1,476,448	\$ 1,257,640	\$ 912,331	\$ 1,346,270
FNIIH								
CMHC								
ESDC								
Subtotal								
Other revenue								
Total revenue								
<b>Expenses</b>								
Amortization	11,547	333,392			27,967	31,423	313,395	848,149
Debt servicing	448							
Other	427,018	584,191	94,841	20,980	726,936	604,710	922,626	82,106
Salaries and benefits	229,725	392,941	305,129	164,608	958,168	890,740	315,765	1,199,105
Total expenses								
Surplus (Deficit)	\$ ( 150,976)	\$ ( 598,116)	\$ 71,858	\$ 18,086	\$ 37,684	\$ ( 138,511)	\$ ( 533,107)	\$ 208,802

# BLOODVEIN FIRST NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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### 16. SEGMENT DISCLOSURE *(continued)*

	2017	Housing	2016	First Nation Programs	2017	TOTAL	2016
				2016			
Revenues							
Federal Government							
I.N.A.C.	\$ 1,432,898	\$		\$ 12,800	\$	\$ 7,633,347	\$ 6,184,694
FNIH	362,407		242,987			1,476,448	1,257,640
CMHC						362,407	290,487
ESDC						217,458	150,349
Other						16,082	16,082
Subtotal							
	1,795,305		242,987	28,882	16,082	9,705,742	7,899,252
	261,466		317,619	1,155,942			
	2,056,771		560,606	1,184,824	1,598,515	12,010,073	11,263,511
Other revenue							
Total revenue							
Expenses							
Amortization	225,020		193,341	130,631		1,774,540	1,733,165
Debt servicing	119,770		109,446	47,774		205,808	214,444
Other	384,135		122,552	548,828		6,853,460	6,796,697
Salaries and benefits	94,606		23,599	15,119		3,838,371	3,320,563
Total expenses						12,634,013	12,064,869
Surplus (Deficit)							
	\$ 1,233,240	\$ 111,668	\$ 442,472	\$ 321,986	\$ ( 623,940)	\$ ( 801,358)	