
BLOODVEIN FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

BLOODVEIN FIRST NATION

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MARCH 31, 2018

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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.

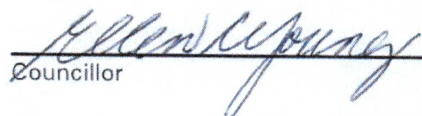
Chief and Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

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.

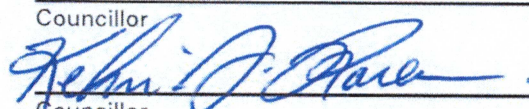


Chief



Councillor

Councillor

Councillor


Councillor

Councillor

INDEPENDENT PRACTITIONERS' REVIEW ENGAGEMENT REPORT

To the Chief, Council and Membership
Bloodvein First Nation

We have reviewed the accompanying consolidated financial statements of Bloodvein First Nation, which comprise the consolidated statement of financial position as at March 31, 2018, and the consolidated statements of operations and accumulated surplus, 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.

Practitioner's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our review. 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, 2018, and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Winnipeg, Manitoba
July 27, 2018

Collins Barrow HMA LLP
Chartered Professional Accountants

BLOODVEIN FIRST NATION

STATEMENT 1

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

MARCH 31

2018

2017

FINANCIAL ASSETS

Cash	\$ 209,137	\$ 209,233
Restricted cash (Note 2)	417,575	1,572,028
Accounts receivable (Note 3)	681,333	1,137,880
Long term investments (Note 4)	<u>3,401,087</u>	<u>3,306,568</u>
	<u>4,709,132</u>	<u>6,225,709</u>

LIABILITIES


Accounts payable and accrued liabilities (Note 5)	911,939	785,829
Deferred revenue (Note 6)	273,904	1,578,189
Long term debt (Note 7)	<u>8,188,082</u>	<u>8,353,954</u>
	<u>9,373,925</u>	<u>10,717,972</u>
Net debt	(4,664,793)	(4,492,263)

NON-FINANCIAL ASSETS

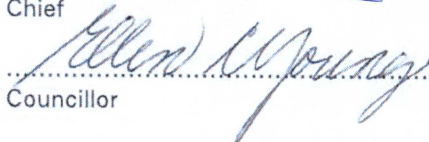
Tangible capital assets (Note 8)	20,030,041	21,430,889
Prepaid expenses	<u>26,984</u>	<u>77,393</u>
	<u>20,057,025</u>	<u>21,508,282</u>
Accumulated surplus	\$ <u>15,392,232</u>	\$ <u>17,016,019</u>

Contingent liabilities (Note 9)

Approved on behalf of Council



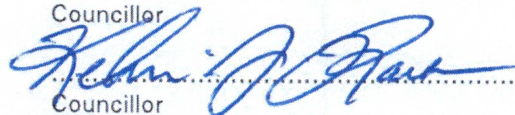
Chief



Councillor

Councillor

Councillor



Councillor

Councillor

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

YEAR ENDED MARCH 31

	BUDGET (UNAUDITED)	2 0 1 8	2 0 1 7
REVENUE			
Indigenous and Northern Affairs Canada	\$ 3,722,822	\$ 5,588,082	\$ 7,633,347
First Nations and Inuit Health	1,978,531	2,059,742	1,476,448
Canada Mortgage and Housing Corporation	742,171	453,397	362,407
Employment and Social Development Canada	192,444	9,024	217,458
Canada Post	16,082	14,742	16,082
Casino capital distribution and grants	700,000	700,000	700,000
Community Economic Development Office	82,000	102,789	41,116
Norwin Construction Ltd.		246,283	168,351
Private Funds	1,399,857	2,086,573	1,394,864
Deferred from prior year	<u>406,662</u>	<u>406,662</u>	<u>-</u>
	<u>9,240,569</u>	<u>11,667,294</u>	<u>12,010,073</u>
EXPENDITURES			
Administration	540,095	2,067,103	2,265,403
Capital Projects	924,853	2,588,944	1,551,786
Economic Development	186,615	143,276	67,374
Education	1,943,317	945,841	2,031,296
Employment and Training	249,622	132,088	399,970
First Nation Programs	762,047	720,760	742,352
Health	1,678,376	2,388,586	1,674,906
Housing	1,929,396	1,408,020	823,531
Operations and Maintenance	293,927	896,086	668,738
Social Assistance	<u>1,724,123</u>	<u>1,970,377</u>	<u>2,408,657</u>
	<u>10,232,371</u>	<u>13,261,081</u>	<u>12,634,013</u>
ANNUAL DEFICIT	(991,802)	(1,593,787)	(623,940)
ALLOCATION TO (FROM) SCHOOL BUS RESERVE	(30,000)	(30,000)	30,000
ACCUMULATED SURPLUS, <i>beginning of year</i>	<u>18,862,941</u>	<u>17,016,019</u>	<u>17,609,959</u>
ACCUMULATED SURPLUS, <i>end of year</i>	<u>\$ 17,841,139</u>	<u>\$ 15,392,232</u>	<u>\$ 17,016,019</u>

CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT

YEAR ENDED MARCH 31

	BUDGET (UNAUDITED)	2 0 1 8	2 0 1 7
Annual deficit	\$ (991,802)	\$ (1,593,787)	\$ (623,940)
Acquisition of tangible capital assets	(2,976,044)	(419,825)	(2,976,044)
Transfer of construction in progress	799,540		799,540
Amortization of tangible capital assets	1,820,673	1,820,673	1,774,541
Allocation to (from) School Bus Reserve	(30,000)	(30,000)	30,000
	(385,831)	1,370,848	(371,963)
Acquisition of prepaid expenses		(26,984)	(77,393)
Use of prepaid expenses	-	77,393	23,999
	-	50,409	(53,394)
CHANGE IN NET DEBT FOR YEAR	(1,377,633)	(172,530)	(1,049,297)
NET DEBT, <i>beginning of year</i>	(1,626,908)	(4,492,263)	(3,442,966)
NET DEBT, <i>end of year</i>	\$ (3,004,541)	\$ (4,664,793)	\$ (4,492,263)

BLOODVEIN FIRST NATION

STATEMENT 4

CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED MARCH 31

	2018	2017
CASH FLOW FROM		
<i>OPERATING ACTIVITIES</i>		
Cash receipts from I.N.A.C.	\$ 7,202,540	\$ 8,994,849
Cash received from other funding sources	2,997,710	4,592,511
Cash paid to suppliers and employees	(10,769,102)	(11,137,579)
	(568,852)	2,449,781
<i>CAPITAL ACTIVITIES</i>		
Purchase of capital assets	(419,825)	(2,176,504)
<i>FINANCING ACTIVITIES</i>		
Proceeds from long term debt	1,083,174	1,873,505
Repayment of long term debt	(1,249,046)	(884,902)
	(165,872)	988,603
NET INCREASE (DECREASE) IN CASH DURING YEAR	(1,154,549)	1,261,880
CASH, <i>beginning of year</i>	1,781,261	519,381
CASH, <i>end of year</i>	\$ 626,712	\$ 1,781,261
CASH COMPRISED OF		
Cash	\$ 209,137	\$ 209,233
Restricted cash	417,575	1,572,028
	\$ 626,712	\$ 1,781,261

BLOODVEIN FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

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, 2018

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.

REVENUE RECOGNITION

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, 2018

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.

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 8	2 0 1 7
C.M.H.C. Replacement Reserve	\$ 397,609	\$ 390,124
I.N.A.C. Ottawa Trust	19,966	18,623
I.N.A.C. Road Upgrade Project	<u>-</u>	<u>1,163,281</u>
	<u>\$ 417,575</u>	<u>\$ 1,572,028</u>

3. ACCOUNTS RECEIVABLE

	2 0 1 8	2 0 1 7
Canadian Mortgage and Housing Corporation	35,060	23,140
BFN Construction Inc.	145,659	706,445
INAC Agreements	132,200	163,088
Trade and other	<u>368,414</u>	<u>245,207</u>
	<u>\$ 681,333</u>	<u>\$ 1,137,880</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2018
4. LONG TERM INVESTMENTS

	2 0 1 8	2 0 1 7
South Beach Casino Partnership	\$ <u>3,401,087</u>	\$ <u>3,306,568</u>

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2 0 1 8	2 0 1 7
Indigenous and Northern Affairs Canada	197,916	172,760
Accrued liabilities	209,221	353,823
Trade payables	<u>504,802</u>	<u>259,246</u>
	\$ <u>911,939</u>	\$ <u>785,829</u>

6. DEFERRED REVENUE

	2 0 1 8	2 0 1 7
F.N.I.H.	\$	\$
Jordan's Principle	19,469	
Brighter Futures Initiative	5,231	
Mental Health	4,530	
Community Health Representative Accreditation	13,218	
	29,538	
I.N.A.C.		
Waste Site Management Plan	123,000	
Burn Unit Repairs	71,585	
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		27,507
Other	<u>7,333</u>	<u>-</u>
	\$ <u>273,904</u>	\$ <u>1,578,189</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

7. LONG TERM DEBT

	2 0 1 8	2 0 1 7
CMHC mortgage, 1.46%, repayable in monthly installments of \$3,305 (P&I), due March 2022.	\$ 311,023	\$ 345,874
CMHC mortgage, 1.71%, repayable in monthly installments of \$1,945 (P&I), due September 2022.	299,775	317,756
CMHC mortgage, 1.67%, repayable in monthly installments of \$2,966 (P&I), due June 2018.	476,720	504,125
CMHC mortgage, 1.85%, repayable in monthly installments of \$2,510 (P&I), due August 2019.	424,586	446,664
CMHC mortgage, 1.14%, repayable in monthly installments of \$3,013 (P&I), due June 2021.	598,131	627,309
CMHC mortgage, 1.31%, repayable in monthly installments of \$2,305 (P&I), due December 2021.	456,226	477,777
CMHC mortgage, 1.60%, repayable in monthly installments of \$3,312 (P&I), due January 2023.	675,453	703,976
CMHC mortgage, 1.77%, repayable in monthly installments of \$2,264 (P&I), due November 2019.	491,832	509,258
CMHC mortgage, 1.30%, repayable in monthly installments of \$1,531 (P&I), due December 2020.	361,887	375,470
CMHC mortgage 1.11% repayable in monthly installments of \$3,240 due April 2021	791,605	821,538
First Nations Bank of Canada loan, 4.30%, repayable in monthly installments of interest only and annual installments of \$23,326, due December 2019.	46,651	69,977
Loan payable to Best Buy Trailer Home.	16,500	
First Nations Bank of Canada loan, 5.64%, repayable in monthly installments of interest only and annual installments of \$33,716, due May 2022.	646,232	
CMHC mortgage, 2.41%, repayable in monthly installments of \$1,884 (P&I), due November 2019.	420,442	
First Nations Bank of Canada loan, 4.07%, repayable in monthly installments of \$5,291 (P&I), due December 2019.	592,044	630,576

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

7. LONG TERM DEBT *(continued)*

	2 0 1 8	2 0 1 7
First Nations Bank of Canada loan, 3.16%, repayable in monthly installments of \$1,921 (P&I), due September 2019.	295,763	309,301
First Nations Bank of Canada loan, 3.16%, repayable in monthly installments of \$1,420 (P&I), due September 2019.	218,585	228,590
First Nations Bank of Canada loan, 4.73%, repayable in monthly installments of \$919 (P&I), due September 2018.	120,626	125,815
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 installments, due December 2021	<u>944,000</u>	<u>1,180,000</u>
	<u>\$ 8,188,082</u>	<u>\$ 8,353,954</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, 2019	\$ 387,376
2020	347,987
2021	355,447
2022	363,113
2023	370,991
Thereafter	<u>6,363,168</u>
	<u>\$ 8,188,082</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

8. TANGIBLE CAPITAL ASSETS

	Cost			Accumulated Amortization			Net Book Value	
	Opening Balance	Additions	Closing Balance	Opening Balance	Amortization	Closing Balance	Total 2 0 1 8	Total 2 0 1 7
CMHC Housing	\$ 6,866,881	\$ 419,825	\$ 7,286,706	\$ 1,290,271	\$ 242,508	\$ 1,532,779	\$ 5,753,927	\$ 5,576,609
Environmental Infrastructure	5,671,501		5,671,501	3,981,320	109,439	4,090,759	1,580,742	1,690,181
Equipment	317,200		317,200	305,158	4,149	309,307	7,893	12,043
Facilities	43,212,484		43,212,484	31,495,983	1,164,302	32,660,285	10,552,199	11,716,502
Land	1,583,382		1,583,382	287,530	98,127	385,657	1,197,725	1,295,852
Transportation Infrastructure	2,021,273		2,021,273	1,328,996	32,504	1,361,500	659,773	692,276
Vehicles	2,780,008		2,780,008	2,332,582	169,644	2,502,226	277,782	447,426
	<u>\$ 62,452,729</u>	<u>\$ 419,825</u>	<u>\$ 62,872,554</u>	<u>\$ 41,021,840</u>	<u>\$ 1,820,673</u>	<u>\$ 42,842,513</u>	<u>\$ 20,030,041</u>	<u>\$ 21,430,889</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

9. CONTINGENT LIABILITIES

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.

10. RECONCILIATION OF INDIGENOUS AND NORTHERN AFFAIRS CANADA REVENUE

	2 0 1 8	2 0 1 7
Per I.N.A.C. confirmation March 31	\$ 4,638,647	\$ 9,184,028
Plus: Revenue deferred from previous year Community Road Project	1,144,020	
Less: Revenue deferred to subsequent year		
Burn Unit Repairs	(71,585)	
Planning & Infrastructure	(123,000)	
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	-	-
TOTAL I.N.A.C. REVENUE PER FINANCIAL STATEMENTS	\$ <u>5,588,082</u>	\$ <u>7,633,347</u>

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.

13. COMPARATIVE FIGURES

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**MARCH 31, 2018**

14. EXPENDITURES BY OBJECT

The following is a summary of expenditures by object:

	2 0 1 8	2 0 1 7
Amortization	\$ 1,820,673	\$ 1,774,540
Supplies	411,182	422,250
Insurance	231,218	373,557
Interest and bank charges	162,695	205,808
Purchased goods and services	1,643,792	1,844,286
Professional fees	196,364	195,897
Repairs and maintenance	3,360,082	907,941
Salaries and benefits	3,002,143	3,876,536
Social assistance	1,585,433	1,998,587
Training and workshops	154,202	160,806
Travel	262,103	393,900
Utilities	431,194	479,905
	<u>\$ 13,261,081</u>	<u>\$ 12,634,013</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

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	
	2018	2017	2018	2017	2018	2017	2018	2017
Revenues								
Federal Government								
I.N.A.C.	\$ 588,185	\$ 595,160	\$ 20,000	\$ 45,000	\$ 1,972,531	\$ 2,391,164	\$ 480,119	\$ 1,821,076
Subtotal	588,185	595,160	20,000	45,000	1,972,531	2,391,164	480,119	1,821,076
Other revenue	184,651	125,455	162,404	45,888	(4,772)	(19,812)	181,757	43,688
Total revenue	772,836	720,615	182,404	90,888	1,967,759	2,371,352	661,876	1,864,764
Expenses								
Amortization	876,841	808,112					249,476	257,868
Debt servicing	13,479	37,816			445		8,393	
Other	797,330	951,141	143,276	67,374	1,866,411	2,299,341	216,482	393,054
Salaries and benefits	379,453	468,334	-	-	103,521	109,316	471,490	1,380,374
Total expenses	2,067,103	2,265,403	143,276	67,374	1,970,377	2,408,657	945,841	2,031,296
Surplus (Deficit)	\$ (1,294,267)	\$ (1,544,788)	\$ 39,128	\$ 23,514	\$ (2,618)	\$ (37,305)	\$ (283,965)	\$ (166,532)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

16. SEGMENT DISCLOSURE (continued)

	Operations and Maintenance		Employment and Training		Health		Capital Projects	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Revenues								
Federal Government								
I.N.A.C.	\$ 99,575	\$ 313,296	\$ 57,178	\$ 109,622	\$ 2,059,742	\$ 1,476,448	\$ 1,876,158	\$ 912,331
FNIH	-	-	9,024	217,458	-	-	-	-
ESDC	-	-	-	-	-	-	-	-
Subtotal	99,575	313,296	66,202	327,080	2,059,742	1,476,448	1,876,158	912,331
Other revenue	<u>799,472</u>	<u>204,466</u>	<u>50,624</u>	<u>144,748</u>	<u>250,483</u>	<u>236,142</u>	<u>421,122</u>	<u>106,348</u>
Total revenue	<u>899,047</u>	<u>517,762</u>	<u>116,826</u>	<u>471,828</u>	<u>2,310,225</u>	<u>1,712,590</u>	<u>2,297,280</u>	<u>1,018,679</u>
Expenses								
Amortization	6,284	11,547			56,772	27,967	145,302	313,395
Debt servicing	54	448			65		109	
Other	638,912	427,018	25,820	94,841	977,712	688,771	2,270,553	922,626
Salaries and benefits	<u>250,836</u>	<u>229,725</u>	<u>106,268</u>	<u>305,129</u>	<u>1,354,037</u>	<u>958,168</u>	<u>172,980</u>	<u>315,765</u>
Total expenses	<u>896,086</u>	<u>668,738</u>	<u>132,088</u>	<u>399,970</u>	<u>2,388,586</u>	<u>1,674,906</u>	<u>2,588,944</u>	<u>1,551,786</u>
Surplus (Deficit)	<u>\$ 2,961</u>	<u>\$ (150,976)</u>	<u>\$ (15,262)</u>	<u>\$ 71,858</u>	<u>\$ (78,361)</u>	<u>\$ 37,684</u>	<u>\$ (291,664)</u>	<u>\$ (533,107)</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

16. SEGMENT DISCLOSURE (continued)

	Housing		First Nation Programs		TOTAL	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Revenues						
Federal Government						
I.N.A.C.	\$ 481,092	\$ 1,432,898	\$ 13,244	\$ 12,800	\$ 5,588,082	\$ 7,633,347
FNIH					2,059,742	1,476,448
CMHC	453,397	362,407			453,397	362,407
ESDC					9,024	217,458
Other	-	-	-	16,082	-	16,082
Subtotal	934,489	1,795,305	13,244	28,882	8,110,245	9,705,742
Other revenue	392,435	261,466	1,118,873	1,155,942	3,557,049	2,304,331
Total revenue	1,326,924	2,056,771	1,132,117	1,184,824	11,667,294	12,010,073
Expenses						
Amortization	242,508	225,020	243,490	130,631	1,820,673	1,774,540
Debt servicing	35,467	119,770	104,683	47,774	162,695	205,808
Other	994,271	384,135	344,803	548,828	8,275,570	6,777,129
Salaries and benefits	135,774	94,606	27,784	15,119	3,002,143	3,876,536
Total expenses	1,408,020	823,531	720,760	742,352	13,261,081	12,634,013
Surplus (Deficit)	\$ (81,096)	\$ 1,233,240	\$ 411,357	\$ 442,472	\$ (1,593,787)	\$ (623,940)