

**KINONJEOSHTEGON FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2014**

KINONJEOSHTEGON FIRST NATION

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MARCH 31, 2014

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MANAGEMENT'S REPORT

Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of **Kinonjeoshtegon 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 prescribed for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants 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 are 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 meet periodically with management, as well as the external auditor, 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 auditor's report.

The external auditor, Robert J. Rutledge, Chartered Accountant, conducts an independent examination, in accordance with Canadian auditing standards, and express his opinion on the consolidated financial statements. The external auditor has full and free access to financial management of Kinonjeoshtegon First Nation and meets when required.

On behalf of Kinonjeoshtegon First Nation:


Chief David Traverse

AUGUST 29, 2014
Date


Councillor


Councillor


Councillor


Councillor

AUDITOR'S REPORT

**To the Chief and Council
Kinonjeoshtegon First Nation**

Report on the Financial Statements

I have audited the accompanying consolidated financial statements of Kinonjeoshtegon First Nation, which are comprised of the consolidated statement of financial position as at March 31, 2014, the consolidated statements of operations and accumulated surplus, changes in net financial assets (debt), and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Administration's Responsibility for the Consolidated Financial Statements

Administration is responsible for the preparation and fair presentation of those consolidated financial statements in accordance with generally accepted accounting principles for the public sector as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants, 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.

Auditor's Responsibility

My responsibility is to express an opinion on these consolidated financial statements in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 consolidated financial statements. The procedures selected depend on the auditor's 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 First Nation'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.

AUDITOR'S REPORT - PAGE 2

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of Kinonjeoshtegon First Nation as at March 31, 2014 and its financial performance and its cash flows for the year then ended in accordance with generally accepted accounting principles for the public sector as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.



Winnipeg, Manitoba

August 29, 2014


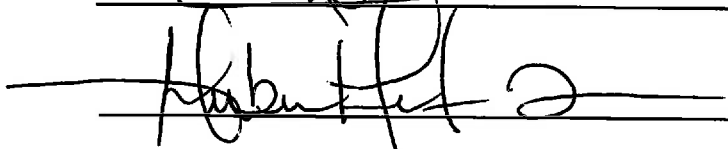
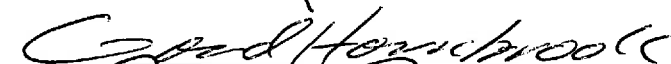
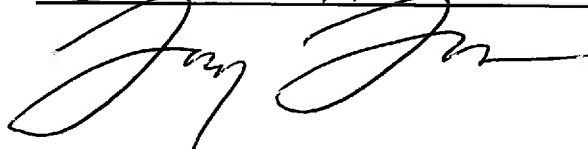
Chartered Accountant

KINONJEOSHTEGON FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2014

	<u>2014</u>	<u>2013</u>
Financial assets		
Cash and cash equivalents (Note 2)	\$ -	\$ -
Accounts receivable (Note 3)	1,139	5,200
Trust funds held by federal government (Note 4)	4,973	4,906
Due from government and other government organizations (Note 5)	<u>353,953</u>	<u>530,385</u>
	<u>360,065</u>	<u>540,491</u>
Liabilities		
Bank indebtedness (Note 2)	160,714	249,162
Accounts payable and accrued liabilities (Note 6)	1,246,154	1,582,072
Deferred revenue (Note 7)	138,553	147,213
Long-term debt (Note 8)	<u>3,398,704</u>	<u>3,497,855</u>
	<u>4,944,125</u>	<u>5,476,302</u>
Net financial assets (net debt)	<u>(4,584,060)</u>	<u>(4,935,811)</u>
Non-financial assets:		
Tangible capital assets (Schedule 12)	6,368,653	6,720,901
Prepaid expenses (Note 9)	<u>21,342</u>	<u>34,938</u>
	<u>6,389,995</u>	<u>6,755,839</u>
Accumulated Surplus	\$ <u>1,805,935</u>	\$ <u>1,820,028</u>
Contingent liabilities (Note 10)		

The accompanying notes and supplementary schedules are an integral part of these consolidated financial statements.

Approved on behalf of Chief and Council

	Chief
	Councillors
	Councillors
	

KINONJEOSHTEGON FIRST NATION

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

FOR THE YEAR ENDED MARCH 31, 2014

		2014		2013
		<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Revenue				
Federal government transfers for operating (Note 11)		\$ 3,579,432	\$ 3,955,024	\$ 3,678,106
Amortization of deferred revenue		-	8,660	8,660
Teacherage rental income		6,000	6,300	6,900
Shelter allowance rental income		104,038	77,972	73,062
Sundry income		<u>24,000</u>	<u>315,740</u>	<u>128,961</u>
		<u>3,713,470</u>	<u>4,363,696</u>	<u>3,895,689</u>
Expenditures				
Operating	<u>Schedule</u>			
Education - instruction	1	954,052	1,057,756	1,058,724
Education - post secondary	2	25,940	46,504	24,589
Education - operations and maintenance	3	161,086	183,025	159,144
Health	4	684,377	770,724	759,339
Economic development	5	48,000	52,000	48,610
Housing	6	287,648	161,020	367,910
Capital projects	7	182,000	157,113	169,940
Social services	8	578,846	621,299	541,764
Band government	9	291,479	517,951	452,363
Employment programs	10	162,512	180,088	177,796
Operations and maintenance	11	<u>198,180</u>	<u>221,060</u>	<u>350,606</u>
		<u>3,574,120</u>	<u>3,968,540</u>	<u>4,110,785</u>
Operating surplus (deficit)		139,350	395,156	(215,096)
Amortization		<u>-</u>	<u>(409,249)</u>	<u>(398,417)</u>
Annual surplus (deficit)		<u>139,350</u>	<u>(14,093)</u>	<u>(613,513)</u>
Accumulated surplus, beginning of year				
As previously reported		1,967,277	1,967,277	2,433,541
Correction of prior year's error in recording CMHC Phase 4 capital assets		<u>(147,249)</u>	<u>(147,249)</u>	<u>-</u>
As restated		<u>1,820,028</u>	<u>1,820,028</u>	<u>2,433,541</u>
Accumulated surplus, end of year		\$ <u>1,959,378</u>	\$ <u>1,805,935</u>	\$ <u>1,820,028</u>

KINONJEOSHTEGON FIRST NATION

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS (NET DEBT)

FOR THE YEAR ENDED MARCH 31, 2014

	<u>2014</u>	<u>2013</u>
Annual surplus (deficit)	\$ (14,093)	\$ (613,513)
Tangible capital assets:		
Acquisition of tangible capital assets	(57,000)	(169,722)
Amortization of tangible capital assets	409,249	398,417
Use of prepaid expenses	<u>13,595</u>	<u>(12,973)</u>
Change in net financial assets (net debt)	351,751	(397,791)
Net financial assets (net debt), beginning of year	<u>(4,935,811)</u>	<u>(4,538,020)</u>
Net financial assets (net debt), end of year	\$ <u>(4,584,060)</u>	\$ <u>(4,935,811)</u>

KINONJEOSHTEGON FIRST NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2014

	<u>2014</u>	<u>2013</u>
Operating activities		
Annual surplus (deficit)	\$ (14,093)	\$ (613,513)
Items not affecting cash		
Amortization of tangible capital assets	<u>409,249</u>	<u>398,417</u>
	395,156	(215,096)
Changes in non-cash items on the Statement of Financial Position		
Accounts receivable	4,061	13,979
Trust funds held by federal government	(67)	(112)
Due from government and other government organizations	176,432	(235,586)
Accounts payable and accrued liabilities	(335,918)	(11,339)
Due to government and other government organizations	-	(17,424)
Deferred revenue	(8,660)	(8,660)
Prepaid expenses	<u>13,596</u>	<u>(12,972)</u>
	<u>244,600</u>	<u>(487,210)</u>
Capital activities		
Acquisition of tangible capital assets	<u>(57,000)</u>	<u>(169,722)</u>
Financing activities		
Proceeds from debt	367,718	367,718
Payment of debt	<u>(466,870)</u>	<u>(184,905)</u>
	<u>(99,152)</u>	<u>182,813</u>
Increase (decrease) in cash for the year	88,448	(474,119)
Cash (bank indebtedness), beginning of year	<u>(249,162)</u>	<u>224,957</u>
Cash (bank indebtedness), end of year	\$ <u><u>(160,714)</u></u>	\$ <u><u>(249,162)</u></u>

**Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014**

1) Significant Accounting Policies

(a) Basis of Accounting

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

(b) Reporting Entity

The Kinonjeoshtegon First Nation reporting entity includes the Kinonjeoshtegon First Nation government and all related entities that are controlled by the First Nation.

(c) Principles of Consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the Consolidated Financial Statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only Kinonjeoshtegon First Nation's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of Kinonjeoshtegon First Nation.

Organizations consolidated in Kinonjeoshtegon First Nation's financial statements include:

- Kinonjeoshtegon First Nation Government
- Kinonjeoshtegon First Nation Health Program
- Kinonjeoshtegon First Nation Employment and Training
- Kinonjeoshtegon First Nation CMHC Program

(d) Cash and cash equivalents

Cash and cash equivalents (bank indebtedness) include cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.

(e) Tangible Capital Assets

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

**Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014**

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Kinonjeoshtegon First Nation's incremental cost of borrowing.

Amortization is provided for on a straight-line basis over the expected useful life of the assets as follows:

Land	Not amortized
Works and infrastructure	20 to 40 years
Informatics hardware	2 to 5 years
Informatics software	1 to 10 years
Buildings	15 to 30 years
Motor vehicles	2 to 10 years
Machinery and equipment	5 to 15 years
Leasehold improvements	Shorter of lease-term or useful life
Betterments	Shorter of useful life of betterment or asset
CMHC housing	Equal to the CMHC mortgage reduction

Tangible capital assets are written down when conditions indicate that they no longer contribute to Kinonjeoshtegon First Nation's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations.

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

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

(f) 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.

**Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014**

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. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities 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 is performed is deferred and recognized when the fee is earned or service performed.

(g) Measurement Uncertainty

In preparing the consolidated financial statements for Kinonjeoshtegon First Nation, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the consolidated financial statements and reported amounts of revenue and expenses during the period. Actual results could differ from these estimates.

2) Cash and cash equivalents (Bank indebtedness)

The current account has a overdraft facility in the amount of \$125,000.

Under the terms of an agreement with Canada Mortgage and Housing Corporation, Kinonjeoshtegon First Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the Housing Fund.

Cash and cash equivalents is comprised of the following:

	2014	2013
Externally restricted		
CMHC reserve account	\$ 30,193	\$ -
Unrestricted		
Operating	<u>(190,907)</u>	<u>(249,162)</u>
	<u>\$ (160,714)</u>	<u>\$ (249,162)</u>

Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014

3) Accounts receivable

	2014	2013
Loans due from members	\$ 1,139	\$ 12,849
Less: allowance for doubtful accounts	<u>-</u>	<u>(7,649)</u>
	<u><u>\$ 1,139</u></u>	<u><u>\$ 5,200</u></u>

4) Trust funds held by federal government

	2014	2013
Revenue Fund		
Opening balance	\$ 4,906	\$ 4,794
Additions	<u>67</u>	<u>112</u>
Closing balance	<u><u>\$ 4,973</u></u>	<u><u>\$ 4,906</u></u>

The trust funds arise from monies derived from capital or revenue sources 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. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

5) Due from Government and Other Government Organizations

	2014	2013
Federal government		
Aboriginal Affairs and Northern Development Canada	\$ 326,454	\$ 507,043
Health Canada	27,499	-
Canada Mortgage and Housing Corporation	<u>-</u>	<u>23,342</u>
	<u><u>\$ 353,953</u></u>	<u><u>\$ 530,385</u></u>

Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014

6) Accounts payable and accrued liabilities

	2014	2013
Trade payables	\$ 278,193	\$ 323,883
Accrued salaries and benefits payable	221,079	190,935
Capital projects	235,782	620,692
Education tuition	292,336	177,071
Loans payable	100,988	178,836
CMHC replacement reserve	117,776	90,655
	<u>\$ 1,246,154</u>	<u>\$ 1,582,072</u>

7) Deferred revenue

	2014	2013
Federal government		
Opening balance	\$ 147,213	\$ 155,873
Funding received for waste transfer station	-	-
Revenue recognized	(8,660)	(8,660)
Closing balance	<u>\$ 138,553</u>	<u>\$ 147,213</u>

As the waste transfer station is included in tangible capital assets, funding for the station has been deferred and is being recognized as revenue at rates equal to the amortization of the tangible capital asset.

Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014

8) Long-term debt

	2014	2013
Mortgage payable with payments of \$2,502 per month including interest at 2.2% per annum, maturing November 1, 2026, secured by a ministerial guarantee from Aboriginal Affairs and Northern Development Canada and a first mortgage on 7 housing units.	\$ 336,137	\$ 358,609
Mortgage payable with payments of \$2,068 per month including interest at 1.92% per annum, maturing January 1, 2029, secured by a ministerial guarantee from Aboriginal Affairs and Northern Development Canada and a first mortgage on 4 housing units.	320,845	339,543
Mortgage payable with payments of \$5,447 per month including interest at 2.97% per annum, maturing March 1, 2036, secured by a ministerial guarantee from Aboriginal Affairs and Northern Development Canada and a first mortgage on 7 housing units.	1,057,007	1,090,779
Mortgage payable with payments of \$2,837 per month including interest at 1.64% per annum, maturing February 1, 2037, secured by a ministerial guarantee from Aboriginal Affairs and Northern Development Canada and a first mortgage on 5 housing units.	651,148	674,387
Mortgage payable with payments of \$3,471 per month including interest at 1.39% per annum, maturing August 1, 2037, secured by a ministerial guarantee from Aboriginal Affairs and Northern Development Canada and a first mortgage on 5 housing units.	833,295	870,175
Mortgage payable with payments of \$1,486 per month including interest at 3.15% per annum.	151,384	164,362
Royal Bank school bus loan payable with monthly principal payments of \$1,528 plus interest at prime plus 1.9%, due November 2016	48,888	-
	<u>\$ 3,398,704</u>	<u>\$ 3,497,855</u>

Scheduled principal reduction is estimated as follows:

2015	\$ 157,534
2016	160,802
2017	158,048
2018	149,302
2019	152,878
2020 and subsequent years	2,620,140
	<u>\$ 3,398,704</u>

Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014

9) Prepaid expenses

	2014	2013
Septic pump outs	<u>\$ 21,342</u>	<u>\$ 34,938</u>

10) Contingent liabilities

Kinonjeoshtegon First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

In addition, in the normal course of its operations, Kinonjeoshtegon First Nation becomes involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on Kinonjeoshtegon First Nation's financial statements.

11) Government transfers

	2014	2013
Federal government transfers - operating		
Aboriginal Affairs and Northern Development Canada	\$ 2,933,411	\$ 2,649,457
Health Canada	663,900	639,655
Canada Mortgage and Housing Corporation	181,785	216,751
Human Resources and Social Development Canada	<u>175,928</u>	<u>172,243</u>
	<u>\$ 3,955,024</u>	<u>\$ 3,678,106</u>

12) Expenses by object

The following is a summary of expenses by object:

	2014	2013
Salaries and benefits	\$ 985,505	\$ 1,038,946
Staff development	-	12,137
Supplies and services	218,629	747,861
Interest	129,405	149,036
Professional services	20,193	15,799
Other	2,614,808	2,147,006
Amortization	<u>409,249</u>	<u>398,417</u>
	<u>\$ 4,377,789</u>	<u>\$ 4,509,202</u>

**Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014**

13) Economic dependence

The government of Kinonjeoshtegon First Nation receives a major portion of its revenue from Aboriginal Affairs and Northern Development Canada and Health Canada. The nature and extent of this revenue is of such significance that the First Nation is economically dependent on this source of revenue.

14) Budgeted figures

Budgeted figures have been provided for comparison purposes and have been derived from the estimates approved by management and Chief and Council.

15) Comparative Figures

Certain comparative figures have been changed to conform to the current year's presentation.

Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014

16) Segment Disclosure

Kinonjeoshtegon First Nation provides a range of services to its members. For management reporting purposes, operations and activities are organized and 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:

	Education			Health			Economic Development		
	Actual		Budget	Actual		Budget	Actual		Budget
	2014	2013		2014	2013		2014	2013	
Revenues									
Federal government transfers									
Operating	1,526,687	1,389,088	1,202,164	\$ 663,900	\$ 639,655	\$ 684,377	\$ 48,484	\$ 48,484	\$ 48,484
Capital	-	-	-	-	-	-	-	-	-
Other revenue	6,300	6,900	6,000	-	-	-	-	-	-
	<u>1,532,987</u>	<u>1,395,988</u>	<u>1,208,164</u>	<u>663,900</u>	<u>639,655</u>	<u>684,377</u>	<u>48,484</u>	<u>48,484</u>	<u>48,484</u>
Expenses									
Salaries and benefits	657,056	719,599	720,369	-	-	-	-	-	-
Amortization	219,447	211,807	-	-	-	-	-	-	-
Debt servicing	-	-	-	-	-	-	-	-	-
Other expenses	630,229	522,858	420,709	770,724	759,339	684,377	52,000	48,610	48,000
	<u>1,506,732</u>	<u>1,454,264</u>	<u>1,141,078</u>	<u>770,724</u>	<u>759,339</u>	<u>684,377</u>	<u>52,000</u>	<u>48,610</u>	<u>48,000</u>
Annual Surplus (Deficit)	<u>\$ 26,255</u>	<u>\$ (58,276)</u>	<u>\$ 67,086</u>	<u>\$ (106,824)</u>	<u>\$ (119,684)</u>	<u>\$ -</u>	<u>\$ (3,516)</u>	<u>\$ (126)</u>	<u>\$ 484</u>

Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014

16) Segment Disclosure - Continued

	Housing			Capital Projects			Social Services		
	Actual		Budget	Actual		Budget	Actual		Budget
	2014	2013	2014	2014	2013	2014	2014	2013	2014
Revenues									
Federal government transfers									
Operating	\$ 181,785	\$ 216,751	\$ 183,696	\$ 182,000	\$ 182,000	\$ 182,000	\$ 642,818	\$ 500,060	\$ 594,262
Capital	-	-	-	-	-	-	-	-	-
Other revenue	77,972	73,062	104,038	-	-	-	-	-	-
	<u>259,757</u>	<u>289,813</u>	<u>287,734</u>	<u>182,000</u>	<u>182,000</u>	<u>182,000</u>	<u>642,818</u>	<u>500,060</u>	<u>594,262</u>
Expenses									
Salaries and benefits	-	-	-	-	-	-	84,421	66,392	69,646
Amortization	135,061	100,869	-	-	-	-	-	-	-
Debt servicing	79,759	132,727	198,993	-	-	-	-	-	-
Other expenses	81,261	235,183	88,655	157,113	169,940	182,000	536,878	475,372	509,200
	<u>296,081</u>	<u>468,779</u>	<u>287,648</u>	<u>157,113</u>	<u>169,940</u>	<u>182,000</u>	<u>621,299</u>	<u>541,764</u>	<u>578,846</u>
Annual Surplus (Deficit)	<u>\$ (36,324)</u>	<u>\$ (178,966)</u>	<u>\$ 86</u>	<u>\$ 24,887</u>	<u>\$ 12,060</u>	<u>\$ -</u>	<u>\$ 21,519</u>	<u>\$ (41,704)</u>	<u>\$ 15,416</u>

Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
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16) Segment Disclosure - Continued

	Band Government			Employment Programs			Operations and Maintenance		
	Actual		Budget	Actual		Budget	Actual		Budget
	2014	2013		2014	2013		2014	2013	
Revenues									
Federal government transfers									
Operating	\$ 317,324	\$ 318,229	\$ 318,162	\$ 175,928	\$ 172,243	\$ 172,244	\$ 216,098	\$ 211,596	\$ 194,043
Capital	-	-	-	-	-	-	-	-	-
Other revenue	315,740	128,961	24,000	-	-	-	8,660	8,660	-
	<u>633,064</u>	<u>447,190</u>	<u>342,162</u>	<u>175,928</u>	<u>172,243</u>	<u>172,244</u>	<u>224,758</u>	<u>220,256</u>	<u>194,043</u>
Expenses									
Salaries and benefits	81,496	75,159	83,031	180,088	177,796	162,512	-	-	-
Amortization	-	-	-	-	-	-	54,741	85,741	-
Debt servicing	49,646	-	-	-	-	-	-	-	-
Other expenses	386,809	377,204	208,448	-	-	-	221,060	350,606	198,180
	<u>517,951</u>	<u>452,363</u>	<u>291,479</u>	<u>180,088</u>	<u>177,796</u>	<u>162,512</u>	<u>275,801</u>	<u>436,347</u>	<u>198,180</u>
Annual Surplus (Deficit)	<u>\$ 115,113</u>	<u>\$ (5,173)</u>	<u>\$ 50,683</u>	<u>\$ (4,160)</u>	<u>\$ (5,553)</u>	<u>\$ 9,732</u>	<u>\$ (51,043)</u>	<u>\$ (216,091)</u>	<u>\$ (4,137)</u>

Kinonjeoshtegon First Nation
Notes To The Consolidated Financial Statements
For The Year Ended March 31, 2014

16) Segment Disclosure - Continued

	Inter-segment Eliminations			Consolidated Totals		
	Actual		Budget	Actual		Budget
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>
Revenues						
Federal government transfers						
Operating	\$ -	\$ -	\$ -	3,955,024	3,678,106	3,579,432
Capital	-	-	-	-	-	-
Other revenue	-	-	-	408,672	217,583	134,038
	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,363,696</u>	<u>3,895,689</u>	<u>3,713,470</u>
Expenses						
Salaries and benefits	-	-	-	1,003,061	1,038,946	1,035,558
Amortization	-	-	-	409,249	398,417	-
Debt servicing	-	-	-	129,405	132,727	198,993
Other expenses	-	-	-	2,836,074	2,939,112	2,339,569
	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,377,789</u>	<u>4,509,202</u>	<u>3,574,120</u>
Annual Surplus (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,093)</u>	<u>\$ (613,513)</u>	<u>\$ 139,350</u>