

# **O-CHI-CHAK-KO-SIPI FIRST NATION**

## **CONSOLIDATED FINANCIAL STATEMENTS**

**MARCH 31, 2015**

# O-CHI-CHAK-KO-SIPI FIRST NATION

MARCH 31, 2015

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## MANAGEMENT'S RESPONSIBILITY

To the Members of the O-Chi-Chak-Ko-Sipi First Nation:

The accompanying consolidated financial statements of O-Chi-Chak-Ko-Sipi First Nation and all the information in this annual report 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. Financial statements are not precise since they include certain amounts based upon estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

The First Nation maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable, and accurate and the First Nation's assets are appropriately accounted for and adequately safeguarded.

The First Nation's Chief and 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 Finance Department reviews the First Nation's financial statements with Chief and Council and recommends their approval. Chief and Council meet periodically with the Finance Department, 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 annual report, the consolidated financial statements and the external auditor's report.

Zaplitny and Zamrykut, Chartered Accountants were appointed by Chief and Council to audit the consolidated financial statements and report directly to them and the members of the First Nation; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both Chief and Council and management to discuss their findings.

	Chief		Councillor
_____	Councillor		Councillor
_____	Councillor		Councillor

## AUDITORS' REPORT

To the Members of the O-Chi-Chak-Ko-Sipi First Nation:

We have audited the accompanying consolidated financial statements of the O-Chi-Chak-Ko-Sipi First Nation, which comprise of the statement of financial position as at March 31, 2015 and the statements of accumulated surplus (deficit), changes in net financial debt, statement of operations, 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's responsibility 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 financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's 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 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 auditor's judgment, 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 to provide a basis for an audit opinion.

### Opinion

Due the lack of documentation and supporting records concerning O-Chi-Chak-Ko-Sipi's own source revenue accounts, we were unable to satisfy ourselves on whether those particular schedules of operations were fairly stated, and as a result, we were unable to determine whether adjustments if any, were required with respect to the recorded or unrecorded assets, recorded or unrecorded liabilities and the components making up the accumulated deficit.

In our opinion, except for the effects on the consolidated financial statements of the matters described in the preceding paragraph, the financial statements present fairly, in all material respects, the financial position of the O-Chi-Chak-Ko-Sipi First Nation as at March 31, 2015, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



ZAPLITNY & ZAMRYKUT,  
Chartered Accountants

Dauphin, Manitoba  
September 29, 2015

**O-CHI-CHAK-KO-SIPI FIRST NATION**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2015**

	2015	2014
<b>FINANCIAL ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 311,282	\$ 372,749
Accounts Receivable - Note 4	390,932	493,857
Inventory for Resale	41,017	43,518
	743,231	910,124
<b>FINANCIAL LIABILITIES</b>		
<b>CURRENT</b>		
Bank Indebtedness	\$ 1,672	\$ 104,595
Accounts Payable and Accrued Liabilities - Note 6	800,932	1,518,650
Deferred Revenue - Note 7	71,042	-
Current Portion of Long Term Debt - Note 8	541,258	499,773
	1,414,904	2,123,018
<b>LONG TERM</b>		
Long Term Debt - Note 8	5,466,555	5,783,124
	6,881,459	7,906,142
<b>NET FINANCIAL DEBT</b>	(6,138,228)	(6,996,018)
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets - Note 9	6,710,894	7,019,692
Prepaid Expenses	20,479	63,658
	6,731,373	7,083,350
<b>ACCUMULATED SURPLUS</b>	\$ 593,145	\$ 87,332

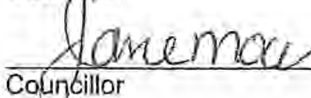
Approved by Chief and Council:

  
 Chief

  
 Councillor

Councillor

  
 Councillor

  
 Councillor

Councillor

# O-CHI-CHAK-KO-SIPI FIRST NATION

## CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS (DEFICIT)

FOR THE YEAR ENDED MARCH 31, 2015

	(Unaudited) 2015 Budget	2015	2014
<b>REVENUE</b>			
Aboriginal Affairs and Northern Development Canada (AANDC)	\$ -	\$ 4,796,975	\$ 6,650,895
First Nation and Inuit Health Branch (FNIHB)	-	999,454	834,267
Canada Mortgage and Housing Corporation (CMHC)	-	204,182	206,729
First Peoples Development Inc.	-	253,603	301,635
Province of Manitoba	-	50,030	20,977
VLT Proceeds - Net	-	570,926	517,827
Concession - Net	-	5,592	2,992
Tobacco Tax Rebates	-	458,622	455,925
Confectionary - Net	-	292,556	246,029
Solicitor General	-	33,318	24,144
Rent	-	469,889	365,444
Other	-	14,907	255,111
Revenue Deferred to Subsequent Year-Note 6	-	(71,042)	-
	-	8,079,012	9,881,975
<b>EXPENSES</b>			
Governance and Administration	-	650,541	618,835
Social	-	878,186	1,075,331
Health	-	1,014,092	923,716
Housing	-	446,980	559,469
Economic Development	-	947,462	962,593
Education	-	1,668,459	1,651,421
Operations and Maintenance	-	1,143,802	2,044,149
Training and Other	-	278,243	272,269
Gaming	-	545,434	498,122
	-	7,573,199	8,605,905
<b>ANNUAL SURPLUS</b>	\$ -	505,813	1,276,070
<b>ACCUMULATED DEFICIT, BEGINNING OF YEAR</b>		87,332	(1,188,738)
<b>ACCUMULATED SURPLUS (DEFICIT), END OF YEAR</b>		\$ 593,145	\$ 87,332



# O-CHI-CHAK-KO-SIPI FIRST NATION

## STATEMENT OF CHANGES IN NET FINANCIAL DEBT

FOR THE YEAR ENDED MARCH 31, 2015

	2015	2014
<b>ANNUAL SURPLUS</b>	\$ 505,813	\$ 1,276,070
Acquisition of Tangible Capital Assets	(199,681)	(889,822)
Amortization of Tangible Capital Assets	508,479	491,844
(Increase) Decrease in Prepaid Expenses	43,179	(43,053)
<b>CHANGE IN NET FINANCIAL DEBT</b>	857,790	835,039
<b>NET FINANCIAL DEBT, BEGINNING OF YEAR</b>	(6,996,018)	(7,831,057)
<b>NET FINANCIAL DEBT, END OF YEAR</b>	\$ (6,138,228)	\$ (6,996,018)



# O-CHI-CHAK-KO-SIPI FIRST NATION

## CONSOLIDATED STATEMENT OF CASH FLOWS

MARCH 31, 2015

	2015	2014
<b>CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Cash Received From Contributors	\$ 8,079,012	\$ 9,749,847
Cash Paid to Suppliers	(4,860,232)	(6,029,691)
Cash Paid to Employees	(2,731,185)	(1,953,185)
Interest Paid	(109,620)	(294,558)
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>377,975</b>	<b>1,472,413</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long Term Debt Repayments	(275,087)	(518,274)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital Assets Purchased	(199,681)	(889,822)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(96,793)</b>	<b>64,317</b>
<b>NET CASH AND CASH EQUIVALENTS, beginning of year</b>	<b>268,154</b>	<b>203,837</b>
<b>NET CASH AND CASH EQUIVALENTS, end of year</b>	<b>\$ 171,361</b>	<b>\$ 268,154</b>
<b>Cash and Cash Equivalents consists of:</b>	<b>2015</b>	<b>2014</b>
Cash	\$ 311,282	\$ 372,749
Bank Indebtedness	(1,672)	(104,595)
	<b>\$ 309,610</b>	<b>\$ 268,154</b>

(The accompanying notes are an integral part of these financial statements.)

# O-CHI-CHAK-KO-SIPI FIRST NATION

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2015

### 1. NATURE OF ORGANIZATION

The O-Chi-Chak-Ko-Sipi First Nation is a community located near Crane River, Manitoba. The First Nation provides general government, education, protection, housing and health programs to the general membership through various departments and organizations. The First Nation receives program funding direct from Aboriginal Affairs and Northern Development Canada (AANDC), the Canada Mortgage and Housing Corporation (CMHC), and Health Canada and carries out programs within the community in accordance with the provisions set forth in the annual funding agreements.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian public sector accounting standards and include the following significant accounting policies:

#### (a) Reporting Entity and Principles of Financial Reporting

The First Nation's reporting entity includes the First Nation's 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:

- O-Chi-Chak-Ko-Sipi First Nation
- O-Chi-Chak-Ko-Sipi Health Authority
- Crane River CMHC Housing Authority
- O-Chi-Chak-Ko-Sipi Band Store
- O-Chi-Chak-Ko-Sipi Gaming
- O-Chi-Chak-Ko-Sipi Employment and Training

All inter-entity balances have been eliminated for the purposes of consolidating all of the above entities.

#### (b) Revenue Recognition

Funding received under the terms of agreements is recognized as revenue when the related expenses are incurred. Funding received but not yet expended is recorded as deferred revenue or a liability to the funding body depending upon the nature of the program revenue. Other revenue is recognized as it is earned.

# O-CHI-CHAK-KO-SIPI FIRST NATION

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2015

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### (c) Long-Lived Assets

Long-lived assets consist of capital assets with finite useful lives. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the asset's value. Impairment is measured as the amount by which the asset's carrying value exceeds its fair value. Any impairment is included in earnings for the year.

#### (d) Measurement Uncertainty

The preparation of 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 and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may vary from current estimates. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

# O-CHI-CHAK-KO-SIPI FIRST NATION

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2015

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### (e) Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor. Certain assets are disclosed at a nominal value as the determination of current fair market value was not available.

#### General Tangible Capital Assets

Land	Indefinite
Land Improvements	10 to 30 years
Buildings and Leasehold Improvements	
Buildings	25 to 40 years
Leasehold Improvements	Life of lease
Vehicles and Equipment	
Vehicles	5 to 10 years
Machinery, Equipment and Furniture	5 to 20 years
Maintenance and Road Construction Equipment	20 years
Computer Hardware and Software	4 years

#### Infrastructure Assets

Transportation	
Land	Indefinite
Road Surface	20 years
Road Grade	20 years
Bridges	30 to 45 years
Water and Sewer	
Land	Indefinite
Buildings	25 to 40 years
Underground Networks	30 years
Machinery and Equipment	20 years

Certain assets which have historical or cultural value including works of art, historical documents as well as historical and cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of the future benefits associated with such property cannot be made. Intangibles, Crown lands that have not been purchased by the Community, forests, water, and other natural resources are not recognized as tangible capital assets.

# O-CHI-CHAK-KO-SIPI FIRST NATION

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2015

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### (f) Financial Segment Reporting

The First Nation conducts its business through 10 reportable segments as reported below. These operating segments are established by senior management to facilitate the achievement to the First Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

The First Nation's segments are as follows:

- Governance and administration - reports on governance and administration activities

- Social - reports on social assistance programs

- Health - Reports on health and wellness programs funded by Health Canada

- Housing - Reports on activities related to developing and sustaining housing, including CMHC subsidized housing

- Economic Development - Reports on services that facilitate economic development

- Education - Reports on the operations of education programs

- Operations and Maintenance - Reports on general operations and maintenance programs in the First Nation

- Ottawa Trust - Reports on funding held in the Ottawa Trust

- Training and Other - Reports on training and other activities

- Gaming - Reports on the Video Lottery Terminal operations.

Inter-segment transfers are recorded at their exchange amount. The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the Significant Accounting Policies.

# O-CHI-CHAK-KO-SIPI FIRST NATION

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2015

### 3. FINANCIAL INSTRUMENTS

The First Nation classifies its financial instruments into one of the following categories based on the purpose for which the asset was acquired or liability was incurred. The First Nation's accounting policy for each category is as follows:

#### **Assets held-for-trading**

Financial instruments classified as assets held-for-trading are reported at fair value at each balance sheet date, and any change in fair value is recognized in net income (loss) in the period during which the change occurs. Transaction costs are expensed when incurred. In these financial statements, cash and cash equivalents have been classified as held-for-trading. The carrying amount of these items approximates the fair value because of the short term maturity of these instruments.

#### **Available-for-sale investments**

Financial instruments classified as available-for-sale are reported at fair value at each balance sheet date, and any change in fair value is recognized in net assets in the period in which the change occurs. All transactions related to marketable securities are recorded on a settlement date basis. In these financial statements, there are no assets classified as available for sale.

#### **Held-to-maturity**

Financial instruments classified as held-to-maturity are financial assets with fixed or determinable payments and fixed maturities that the organization's management has the positive intention and ability to hold to maturity. These assets are initially recorded at fair value and subsequently carried at amortized cost, using the effective rate method. Transaction costs are included in the amount initially recognized. In these financial statements, no assets have been classified as held-to-maturity.

#### **Loans and receivables and other financial liabilities**

Financial instruments classified as loans and receivables and other financial liabilities are carried at amortized cost using the effective interest method. Transaction costs are expensed when incurred.

In these financial statements, accounts receivable have been classified as loans and receivables. Accounts payable and accrued liabilities have been classified as other financial liabilities. The carrying value of these items approximates the fair value because of the short term nature of these instruments and because they are subject to normal credit terms.

#### **Risk**

The First Nation as part of its operations carries a number of financial instruments. It is management's opinion that the First Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments.



# O-CHI-CHAK-KO-SIPI FIRST NATION

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2015

### 4. ACCOUNTS RECEIVABLE

	2015	2014
Aboriginal Affairs and Northern Development Canada	\$ 390,932	\$ 388,252
First Nations Inuit and Health Branch	-	9,988
Goods and Services Tax	-	279
Band Members	-	185
Solicitor General	-	5,649
Province of Manitoba - EMO	-	89,504
	\$ 390,932	\$ 493,857

### 5. FUNDS HELD IN TRUST

The Ottawa trust accounts 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 and are subject to audit by the Office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

### 6. ACCOUNTS PAYABLE

	2015	2014
Trade	\$ 766,765	\$ 1,490,535
Accrued Interest	4,850	5,969
Payroll Liabilities	-	77,594
Band Members	29,317	-
	\$ 800,932	\$ 1,574,098

### 7. DEFERRED REVENUE

	2015	2014
FNIHB - Health Planning	\$ 71,042	\$ -



# O-CHI-CHAK-KO-SIPI FIRST NATION

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2015

### 8. LONG TERM DEBT

These loans are secured by a ministerial guarantee by the Government of Canada unless otherwise noted.

	2015	2014
TD Canada Trust Terms: Monthly payments of \$1,610 including interest Interest: 4.34% Maturity Date: January 31, 2020	\$ 82,873	\$ 99,537
TD Canada Trust Terms: Monthly payments of \$1,892 including interest Interest: 4.34% Maturity Date: April 30, 2019	97,091	103,472
TD Canada Trust Terms: Monthly payments of \$1,362 including interest Interest: 4.64% Maturity Date: May 31, 2016	17,208	33,624
TD Canada Trust Terms: Monthly payments of \$1,730 including interest Interest: 3.29% Maturity Date: July 31, 2018	57,649	77,726
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$486 including interest Interest: 4.24% Maturity Date: July 1, 2015	493	6,637
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$1,480 including interest Interest: 1.53% Maturity Date: July 7, 2027	199,493	214,084
Subtotal	\$ 454,807	\$ 535,080

# O-CHI-CHAK-KO-SIPI FIRST NATION

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2015

### 8. LONG TERM DEBT - Continued

	2015	2014
Subtotal - Continued From Last Page	\$ 454,807	\$ 535,080
Canada Mortgage and Housing Corporation	175,546	186,638
Terms: Monthly payments of \$1,278 including interest		
Interest: 2.35%		
Maturity Date: July 1, 2028		
Canada Mortgage and Housing Corporation	405,938	426,127
Terms: Monthly payments of \$2,254 including interest		
Interest: 1.65%		
Maturity Date: June 1, 2032		
TD Canada Trust	369,208	385,306
Terms: Monthly payments of \$1,947 including interest		
Interest: 1.92%		
Maturity Date: December 31, 2033		
Peace Hills	1,070,926	1,173,486
Terms: Monthly payments of \$12,818 including interest		
Interest: 7.00%		
Maturity Date: December 15, 2014		
Canada Mortgage and Housing Corporation	963,016	1,004,496
Terms: Monthly payments of \$5,182 including interest		
Interest: 2.11%		
Maturity Date: December 1, 2033		
First Nations Bank of Canada	2,514	31,234
Terms: Monthly payments of \$2,478 including interest		
Interest: 5.75%		
Maturity Date: April 30, 2015		
Canada Mortgage and Housing Corporation	662,408	697,477
Terms: Monthly payments of \$3,856 including interest		
Interest: 1.65%		
Maturity Date: July 1, 2031		
Subtotal	\$ 4,104,363	\$ 4,439,844

# O-CHI-CHAK-KO-SIPI FIRST NATION

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2015

### 8. LONG TERM DEBT - Continued

	2015	2014
Subtotal - Continued From Last Page	\$ 4,104,363	\$ 4,439,844
Peace Hills Trust	1,028,563	1,062,965
Terms: Monthly payments of \$6,776 including interest		
Interest: 4.65%		
Maturity Date: February 1, 2019		
Frontier School Division	780,088	780,088
Terms: Annual payments of \$216,887 plus interest		
Interest: Prime plus 1.00%		
Maturity Date: March 31, 2019		
First Nations Bank of Canada	94,799	-
Terms: Monthly payments of \$1,930 including interest		
Interest: 5.68%		
Maturity Date: November 1, 2019		
	6,007,813	6,282,897
Less: Current Portion of Long Term Debt	541,258	499,773
	\$ 5,466,555	\$ 5,783,124

Principal repayments of long term debt over the next five years have been estimated as follows:

2015-16	\$541,258
2016-17	542,911
2017-18	559,936
2018-19	532,186
2019-20	346,676
Thereafter	3,484,846

**O-CHI-CHAK-KO-SIPI FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2015**

**9. TANGIBLE CAPITAL ASSETS**

	Vehicles and Equipment	Buildings	Roads and Bridges	Water and Sewer	Housing	Computers	2015
<b>COST</b>							
Opening Balance	\$ 988,544	\$ 2,507,985	\$ 3,292,096	\$ 1,844,452	\$ 7,638,803	\$ 33,362	\$ 16,305,242
Additions	149,681	50,000	-	-	-	-	199,681
Ending Balance	1,138,225	2,557,985	3,292,096	1,844,452	7,638,803	33,362	16,504,923
<b>ACCUMULATED AMORTIZATION</b>							
Opening Balance	546,381	2,298,731	2,088,648	1,060,681	3,272,155	18,954	9,285,550
Amortization	55,302	65,094	70,153	54,677	255,813	7,440	508,479
Ending Balance	601,683	2,363,825	2,158,801	1,115,358	3,527,968	26,394	9,794,029
<b>NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS</b>	<b>\$ 536,542</b>	<b>\$ 194,160</b>	<b>\$ 1,133,295</b>	<b>\$ 729,094</b>	<b>\$ 4,110,835</b>	<b>\$ 6,968</b>	<b>\$ 6,710,894</b>

**O-CHI-CHAK-KO-SIPI FIRST NATION**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2015**

**8. TANGIBLE CAPITAL ASSETS**

	Vehicles and Equipment	Buildings	Roads and Bridges	Water and Sewer	Housing	Computers	2014
<b>COST</b>							
Opening Balance	\$ 693,633	\$ 2,451,484	\$ 3,292,096	\$ 1,324,052	\$ 7,638,803	\$ 15,352	\$ 15,415,420
Additions	294,911	56,501	-	520,400	-	18,010	889,822
Ending Balance	988,544	2,507,985	3,292,096	1,844,452	7,638,803	33,362	16,305,242
<b>ACCUMULATED AMORTIZATION</b>							
Opening Balance	506,047	2,235,304	2,018,495	1,006,004	3,016,342	11,514	8,793,706
Amortization	40,334	63,427	70,153	54,677	255,813	7,440	491,844
Ending Balance	546,381	2,298,731	2,088,648	1,060,681	3,272,155	18,954	9,285,550
<b>NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS</b>	<b>\$ 442,163</b>	<b>\$ 209,254</b>	<b>\$ 1,203,448</b>	<b>\$ 783,771</b>	<b>\$ 4,366,648</b>	<b>\$ 14,408</b>	<b>\$ 7,019,692</b>

# O-CHI-CHAK-KO-SIPI FIRST NATION

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2015

### 9. REVENUE RECONCILIATION

	2015	2014
Revenue per AANDC Cash Flow	\$ 4,796,975	\$ 6,650,895
AANDC Revenue per Financial Statements	\$ 4,796,975	\$ 6,650,895

	2015	2014
Revenue per FNIHB Cash Flow	\$ 999,454	\$ 834,267
Less:		
Health Planning Funding Deferred to 2015-16	(71,042)	-
FNIHB Revenue per Financial Statements	\$ 928,412	\$ 834,267

### 10. DEFINED CONTRIBUTION PENSION PLAN

The First Nation has a defined contribution pension plan covering most full-time Band employees. The First Nation remits monthly contributions to the administrator of the plan and remittances were current at year-end.

### 11. CONTINGENT LIABILITIES

#### Potential Government Funding Recoveries

The First Nation is subject to funding recoveries according to their agreements with federal government agencies. At year-end, it was not yet determined to what extent any additional funding amounts, other than amounts already included in accounts payable and accruals, might be recovered by these federal government agencies.

### 12. ECONOMIC DEPENDENCE

The First Nation receives a significant portion of its revenues pursuant to a funding arrangement with the Government of Canada.

### 13. COMPARATIVE FIGURES

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