

O-CHI-CHAK-KO-SIPI FIRST NATION

CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2016

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O-CHI-CHAK-KO-SIPI FIRST NATION

MARCH 31, 2016

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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 Professional 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

INDEPENDENT AUDITORS' REPORT

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

We have audited the consolidated statement of financial position of the O-Chi-Chak-Ko-Sipi First Nation as at March 31, 2016 and the consolidated statements of operations, changes in net debt, cash flows, the consolidated schedule of tangible capital assets (Schedule 1) 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on conducting an audit in accordance with Canadian generally accepted auditing standards. Because of the matters described in the Basis of Disclaimer of Opinion paragraph, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis of Disclaimer of Opinion

Due to the inadequate documentation and limited access to supporting accounting records relating to the March 31, 2016 fiscal year, we were not able to satisfy ourselves by alternative means concerning the balances as at that date. We were also not able to obtain program budgets and therefore these records have not been included in the consolidated statements.

As a result of the above noted matters, we were unable to determine the extent of adjustments that would be found necessary in respect of the elements making up the consolidated statement of financial position, consolidated statement of operations and accumulated surplus, consolidated statement of changes in net debt and the consolidated statement of cash flows.

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the consolidated financial statements.

ZAPLITNY & ZAMRYKUT,
Chartered Professional Accountants

Dauphin, Manitoba
January 30, 2017

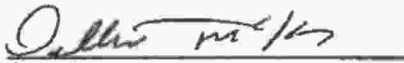
O-CHI-CHAK-KO-SIPI FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2016

	2016	2015
FINANCIAL ASSETS		
CURRENT		
Cash	\$ 123,879	\$ 311,282
Accounts Receivable - Note 4	10,785	390,832
Inventory for Resale	42,587	41,017
	177,251	743,231
FINANCIAL LIABILITIES		
CURRENT		
Bank Indebtedness	\$ 81,740	\$ 1,672
Accounts Payable and Accrued Liabilities - Note 6	654,294	1,017,819
Deferred Revenue - Note 7	-	71,042
Term Loans Due on Demand - Note 8	500,000	-
	1,236,034	1,090,533
LONG TERM		
Long Term Debt - Note 9	5,116,777	5,822,350
	6,352,811	6,912,883
NET FINANCIAL DEBT	(6,175,560)	(6,169,652)
NON-FINANCIAL ASSETS		
Tangible Capital Assets - Note 10	6,333,108	6,710,894
Prepaid Expenses	56,004	20,479
	6,389,112	6,731,373
ACCUMULATED SURPLUS	\$ 213,552	\$ 561,721

Contingent Liabilities - Note 13


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

FOR THE YEAR ENDED MARCH 31, 2016

	(Unaudited) 2016 Budget	2016	2015
REVENUE			
Aboriginal Affairs and Northern Development Canada (AANDC)	\$ -	\$ 4,305,735	\$ 4,796,975
First Nation and Inuit Health Branch (FNIHB)	-	1,314,561	999,454
Canada Mortgage and Housing Corporation (CMHC)	-	200,872	204,182
First Peoples Development Inc.	-	287,103	253,603
Province of Manitoba	-	104,312	50,030
VLT Proceeds - Net	-	744,815	570,926
Concession - Net	-	10,516	5,592
Tobacco Tax Rebates	-	457,890	458,622
Confectionary - Net	-	363,371	292,556
Solicitor General	-	8,407	33,318
Rent	-	444,839	469,889
Other	-	37,387	14,907
Revenue Deferred to Subsequent Year-Note 6	-	71,042	(71,042)
	-	8,350,850	8,079,012
EXPENSES			
Governance and Administration	-	685,117	650,541
Social	-	828,070	878,186
Health	-	1,399,229	1,014,092
Housing	-	458,842	446,980
Economic Development	-	1,298,250	978,886
Education	-	1,915,075	1,668,459
Operations and Maintenance	-	997,480	1,143,802
Training and Other	-	382,232	278,243
Gaming	-	734,724	545,434
	-	8,699,019	7,604,623
ANNUAL SURPLUS (DEFICIT)	\$ -	(348,169)	474,389
ACCUMULATED SURPLUS, BEGINNING OF YEAR		561,721	87,332
ACCUMULATED SURPLUS, END OF YEAR		\$ 213,552	\$ 561,721

O-CHI-CHAK-KO-SIPI FIRST NATION**CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL DEBT
FOR THE YEAR ENDED MARCH 31, 2016**

	2016	2015
ANNUAL SURPLUS (DEFICIT)	\$ (348,169)	\$ 474,389
Acquisition of Tangible Capital Assets	(150,648)	(199,681)
Amortization of Tangible Capital Assets	528,434	508,479
(Increase) Decrease in Prepaid Expenses	(35,525)	43,179
CHANGE IN NET FINANCIAL DEBT	(5,908)	826,366
NET FINANCIAL DEBT, BEGINNING OF YEAR	(6,169,652)	(6,996,018)
NET FINANCIAL DEBT, END OF YEAR	\$ (6,175,560)	\$ (6,169,652)

O-CHI-CHAK-KO-SIPI FIRST NATION**CONSOLIDATED STATEMENT OF CASH FLOWS****MARCH 31, 2016**

	2016	2015
CASH PROVIDED BY OPERATING ACTIVITIES		
Cash Received From Contributors	\$ 8,350,850	\$ 8,079,012
Cash Paid to Suppliers	(4,741,398)	(4,721,983)
Cash Paid to Employees	(2,731,185)	(2,731,185)
Interest Paid	(109,826)	(109,620)
NET CASH PROVIDED BY OPERATING ACTIVITIES	768,441	516,224
CASH FLOWS FROM FINANCING ACTIVITIES		
Long Term Debt Repayments	(842,677)	(275,087)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Assets Purchased	(150,648)	(199,681)
NET INCREASE IN CASH AND CASH EQUIVALENTS	(224,884)	41,456
NET CASH AND CASH EQUIVALENTS, beginning of year	309,610	268,154
NET CASH AND CASH EQUIVALENTS, end of year	\$ 84,726	\$ 309,610
Cash and Cash Equivalents consists of:	2016	2015
Cash	\$ 123,879	\$ 311,282
Bank Indebtedness	(81,740)	(1,672)
	\$ 42,139	\$ 309,610

(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, 2016

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, 2016

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, 2016

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, 2016

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, 2016

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, 2016

4. ACCOUNTS RECEIVABLE

	2016	2015
Aboriginal Affairs and Northern Development Canada	\$ -	\$ 390,932
First Nations Inuit and Health Branch	10,506	-
Goods and Services Tax	279	-
	\$ 10,785	\$ 390,932

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

	2016	2015
Trade	\$ 620,127	\$ 983,652
Accrued Interest	4,850	4,850
Band Members	29,317	29,317
	\$ 654,294	\$ 1,017,819

7. DEFERRED REVENUE

	2016	2015
FNIHB - Health Planning	\$ -	\$ 71,042

8. TERM LOANS DUE ON DEMAND

	2016	2015
Royal Bank of Canada	\$ 500,000	\$ -
Terms: No fixed terms		
Interest: 2.20%		

O-CHI-CHAK-KO-SIPI FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2016

9. LONG TERM DEBT

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

	2016	2015
TD Canada Trust Terms: Monthly payments of \$1,610 including interest Interest: 4.34% Maturity Date: January 31, 2020	\$ 68,181	\$ 82,873
TD Canada Trust Terms: Monthly payments of \$1,892 including interest Interest: 4.34% Maturity Date: April 30, 2019	65,436	97,091
TD Canada Trust Terms: Monthly payments of \$1,362 including interest Interest: 4.64% Maturity Date: May 31, 2016	2,703	17,208
TD Canada Trust Terms: Monthly payments of \$1,730 including interest Interest: 3.29% Maturity Date: July 31, 2018	40,124	57,649
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$486 including interest Interest: 4.24% Maturity Date: July 1, 2015	-	493
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$1,480 including interest Interest: 1.53% Maturity Date: July 7, 2027	184,684	199,493
Subtotal	\$ 361,128	\$ 454,807

O-CHI-CHAK-KO-SIPI FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2016

9. LONG TERM DEBT - Continued

	2016	2015
Subtotal - Continued From Last Page	\$ 361,128	\$ 454,807
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$1,278 including interest Interest: 2.35% Maturity Date: July 1, 2028	164,200	175,546
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$2,254 including interest Interest: 1.65% Maturity Date: June 1, 2032	385,429	405,938
TD Canada Trust Terms: Monthly payments of \$1,947 including interest Interest: 1.92% Maturity Date: December 31, 2033	352,780	369,208
Peace Hills Terms: Monthly payments of \$12,818 including interest Interest: 7.00% Maturity Date: December 15, 2017	-	1,070,926
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$5,182 including interest Interest: 2.11% Maturity Date: December 1, 2033	920,702	963,016
First Nations Bank of Canada Terms: Monthly payments of \$2,478 including interest Interest: 5.75% Maturity Date: April 30, 2015	-	2,514
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$3,856 including interest Interest: 1.85% Maturity Date: July 1, 2031	626,782	662,408
Subtotal	\$ 2,811,021	\$ 4,104,363

O-CHI-CHAK-KO-SIPI FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2016

9. LONG TERM DEBT - Continued

	2016	2015
Subtotal - Continued From Last Page	\$ 2,811,021	\$ 4,104,363
Peace Hills Trust	993,709	1,028,563
Terms: Monthly payments of \$6,776 including interest		
Interest: 4.65%		
Maturity Date: February 1, 2019		
Frontier School Division	200,455	594,625
Terms: Annual payments of \$216,887 plus interest		
Interest: Prime plus 1.00%		
Maturity Date: March 31, 2019		
First Nations Bank of Canada	77,449	94,799
Terms: Monthly payments of \$1,930 including interest		
Interest: 5.68%		
Maturity Date: November 1, 2019		
Royal Bank Canada	1,034,143	-
Terms: Monthly payments of \$11,902 including interest		
Interest: 4.62%		
	5,116,777	5,822,350

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

2016-17	\$555,653
2017-18	364,892
2018-19	356,734
2019-20	338,583
2020-21	314,642
Thereafter	3,186,273

O-CHI-CHAK-KO-SIPI FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2016

10. TANGIBLE CAPITAL ASSETS

	Vehicles and Equipment	Buildings	Roads and Bridges	Water and Sewer	Housing	Computers	2016
COST							
Opening Balance	\$ 1,138,225	\$ 2,557,985	\$ 3,292,096	\$ 1,844,452	\$ 7,638,803	\$ 33,362	\$ 16,504,923
Additions	150,648	-	-	-	-	-	150,648
Ending Balance	1,288,873	2,557,985	3,292,096	1,844,452	7,638,803	33,362	16,655,571
ACCUMULATED AMORTIZATION							
Opening Balance	601,683	2,363,825	2,158,801	1,115,358	3,527,968	26,394	9,794,029
Amortization	75,729	65,094	70,153	54,677	255,813	6,968	528,434
Ending Balance	677,412	2,428,919	2,228,954	1,170,035	3,783,781	33,362	10,322,463
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	\$ 611,461	\$ 129,066	\$ 1,063,142	\$ 674,417	\$ 3,855,022	\$ -	\$ 6,333,108

O-CHI-CHAK-KO-SIPI FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2016

10. TANGIBLE CAPITAL ASSETS

	Vehicles and Equipment	Buildings	Roads and Bridges	Water and Sewer	Housing	Computers	2015
COST							
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
ACCUMULATED AMORTIZATION							
Opening Balance	548,381	2,298,731	2,088,648	1,080,681	3,272,155	18,954	9,285,550
Amortization	55,302	85,094	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
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	\$ 536,542	\$ 194,160	\$ 1,133,295	\$ 729,094	\$ 4,110,835	\$ 6,968	\$ 6,710,894

O-CHI-CHAK-KO-SIPI FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2016

11. REVENUE RECONCILIATION

	2016	2015
Revenue per AANDC Cash Flow	\$ 4,305,735	\$ 4,796,975
AANDC Revenue per Financial Statements	\$ 4,305,735	\$ 4,796,975

	2016	2015
Revenue per FNIHB Cash Flow	\$ 1,314,561	\$ 999,454
Less:		
Health Planning Funding Deferred to 2015-16	71,042	(71,042)
FNIHB Revenue per Financial Statements	\$ 1,385,603	\$ 928,412

12. 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.

13. CONTINGENT LIABILITIES

Potential Government Funding Recoveries

The First Nation is subject to funding recoveries according to their agreements with federal government agencies. Susequent to the year end date, the First Nation and Inuit Health Branch had communicated its intention to recover unexpended funding from the First Nation amounting to \$48,972 that related to the 2013-14 fiscal year.

14. ECONOMIC DEPENDENCE

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

15. BUDGETS

There were no budgets available for review and are therefore not reported in these financial statements.

O-CHI-CHAK-KO-SIPI FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2016

16. COMPARATIVE FIGURES

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