

**GOD'S LAKE FIRST NATION  
CONSOLIDATED FINANCIAL STATEMENTS  
MARCH 31, 2014**



Imani Chartered Accountant Inc.

**GOD'S LAKE FIRST NATION  
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GOD'S LAKE FIRST NATION**

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**GOD'S LAKE FIRST NATION  
MARCH 31, 2014**

**MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS**

The accompanying consolidated financial statement of God's Lake First Nation are the responsibility of management and have been approved by the 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.

The 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.

The Chief and Council meets 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, Imani Chartered Accountant Inc., conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditor has full and free access to financial management of the God's Lake First Nation and meet when required.

On behalf of God's Lake First Nation:

  
\_\_\_\_\_  
Chief

  
\_\_\_\_\_  
Councillor

  
\_\_\_\_\_  
Councillor

  
\_\_\_\_\_  
Councillor

October 8, 2014





# Imani Chartered Accountant Inc.

102 B-326 WARDLAW AVENUE, WINNIPEG, MB, R3L 0L6

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## INDEPENDENT AUDITOR'S REPORT

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To the Chief and Council  
**GOD'S LAKE FIRST NATION**

I have audited the accompanying consolidated financial statements of **God's Lake First Nation**, which comprise the consolidated statement of financial position as at **March 31, 2014** and the consolidated statements of operations, change in net debt and cash flow 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

My responsibility is to express an opinion on these consolidated financial statements based on my audit. I conducted my audit 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 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 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 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.

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

### Opinion

In my opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of **God's Lake First Nation** as at **March 31, 2014**, and the results of its operations, changes in its net debt, and its cash flows for the year ended **March 31, 2014** in accordance with Canadian public sector accounting standards.

Winnipeg, Manitoba  
October 8, 2014

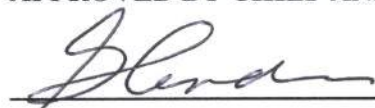
*Imani Chartered Accountant*  
CHARTERED PROFESSIONAL ACCOUNTANT

**GOD'S LAKE FIRST NATION  
CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT MARCH 31, 2014**

**STATEMENT 1**

	2014 \$	2013 \$
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents (Note 3)	1,578,575	3,976,596
Accounts receivable (Note 4)	32,114	38,144
Loans receivable (Note 5)	119,565	137,767
Due from government organizations (Note 6)	427,434	1,002,667
Trust Funds held by Federal Government (Note 7)	<u>110,550</u>	<u>108,288</u>
<b>TOTAL FINANCIAL ASSETS</b>	<u>2,268,238</u>	<u>5,263,462</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 8)	3,402,775	3,842,881
Due to government organizations (Note 9)	188,434	436,082
Deferred revenues (Note 10)	2,855,842	4,349,791
Long-term debt (Note 11)	<u>5,199,349</u>	<u>6,348,661</u>
<b>TOTAL LIABILITIES</b>	<u>11,646,400</u>	<u>14,977,415</u>
<b>NET DEBT</b>	<u>(9,378,162)</u>	<u>(9,713,953)</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Note 13)	22,824,299	23,896,892
Construction in progress (Note 13)	8,730,130	2,360,589
Prepaid expenses	<u>1,533,967</u>	<u>999,419</u>
<b>TOTAL NON-FINANCIAL ASSETS</b>	<u>33,088,396</u>	<u>27,256,900</u>
<b>ACCUMULATED SURPLUS</b>	<u>23,710,234</u>	<u>17,542,947</u>
<b>CONTINGENCIES (Note 14)</b>		


**APPROVED BY CHIEF AND COUNCIL**

 Chief

 Councillor

\_\_\_\_ Councillor

 Councillor

 Councillor

See Auditor's Report and accompanying notes



**GOD'S LAKE FIRST NATION  
CONSOLIDATED STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED MARCH 31, 2014**

**STATEMENT 2**

	Budget (Unaudited)	2014 \$	2013 \$
<b>REVENUE</b>			
Federal government transfers for operating	13,781,493	<b>14,018,254</b>	14,029,554
Federal government transfers for capital	6,243,700	<b>7,648,375</b>	3,990,576
Provincial government transfers for operating	333,166	<b>485,963</b>	356,725
Amounts earned and held in trust by federal government	-	<b>2,263</b>	3,272
Rent	-	<b>235,611</b>	286,743
Other	<u>2,272,360</u>	<u><b>3,227,107</b></u>	<u>2,011,341</u>
	<u>22,630,719</u>	<u><b>25,617,573</b></u>	<u>20,678,211</u>
<b>EXPENDITURES</b>			
Governance and Administration	1,115,775	<b>1,203,496</b>	1,414,482
Economic Development	326,000	<b>535,064</b>	172,345
Community Services	984,553	<b>1,955,698</b>	1,529,032
Housing	1,021,400	<b>659,708</b>	553,064
Capital and Construction	6,403,219	<b>1,954,324</b>	2,279,825
Social Services	4,563,111	<b>4,862,058</b>	4,610,312
Training and Development	532,170	<b>515,550</b>	467,319
Health	2,018,328	<b>2,217,523</b>	1,994,873
Child Care	193,000	<b>186,758</b>	221,367
Education	4,784,794	<b>4,932,949</b>	5,085,193
Other	<u>199,187</u>	<u><b>427,158</b></u>	<u>227,512</u>
	<u>22,141,537</u>	<u><b>19,450,286</b></u>	<u>18,555,324</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	489,182	<b>6,167,287</b>	2,122,887
<b>ACCUMULATED SURPLUS, beginning of year</b>	<u>-</u>	<u><b>17,542,947</b></u>	<u>15,420,060</u>
<b>ACCUMULATED SURPLUS, end of year</b>	<u>-</u>	<u><b>23,710,234</b></u>	<u>17,542,947</u>

See Auditor's Report and accompanying notes

**GOD'S LAKE FIRST NATION  
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT  
FOR THE YEAR ENDED MARCH 31, 2014**

**STATEMENT 3**

	2014 \$	2013 \$
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u><b>6,167,287</b></u>	<u><b>2,122,887</b></u>
Acquisition of tangible capital assets	(115,303)	(834,977)
Amortization of tangible capital assets	<b>1,187,896</b>	1,175,845
Acquisition of/transfer from construction in progress	<b>(6,369,541)</b>	(2,360,589)
Acquisition of prepaid expenses	<b>(1,533,967)</b>	(999,419)
Use of prepaid expenses	<u><b>999,419</b></u>	<u>770,166</u>
	<u><b>(5,831,496)</b></u>	<u>(2,248,974)</u>
<b>NET CHANGE IN DEBT FOR THE YEAR</b>	<b>335,791</b>	(126,087)
<b>NET DEBT, beginning of year</b>	<u><b>(9,713,953)</b></u>	<u>(9,587,866)</u>
<b>NET DEBT, end of year</b>	<u><b>(9,378,162)</b></u>	<u>(9,713,953)</u>

See Auditor's Report and accompanying notes

**GOD'S LAKE FIRST NATION  
CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED MARCH 31, 2014**

**STATEMENT 4**

	2014 \$	2013 \$
<b>OPERATING ACTIVITIES:</b>		
Excess (Deficiency) of revenues over expenditures	6,167,287	2,122,887
Items not affecting cash - Amortization of capital assets	<u>1,187,896</u>	<u>1,175,845</u>
	7,355,183	3,298,732
(Increase) decrease in loans receivable	18,202	(14,620)
(Increase) decrease in accounts receivable	6,030	(1,849)
(Increase) decrease in amount due from government organizations	575,233	(711,451)
(Increase) decrease in funds held by federal government	(2,262)	(3,272)
(Increase) decrease in accounts payable	(440,106)	(41,962)
(Increase) decrease in amount due to government organizations	(247,648)	(350,456)
(Increase) decrease in deferred revenues	(1,493,949)	4,235,545
(Increase) decrease in prepaid expenses	<u>(534,548)</u>	<u>(229,253)</u>
Cash provided by operating activities	<u>5,236,135</u>	<u>6,181,414</u>
<b>CAPITAL ACTIVITIES:</b>		
Purchase of tangible capital assets	(115,303)	(834,977)
Construction in progress	<u>(6,369,541)</u>	<u>(2,360,589)</u>
Cash provided by (used for) capital activities	<u>(6,484,844)</u>	<u>(3,195,566)</u>
<b>FINANCING ACTIVITIES:</b>		
Proceeds from debt	89,804	3,057,510
Repayment of debt	<u>(1,239,116)</u>	<u>(1,260,350)</u>
Cash provided by (used for) financing activities	<u>(1,149,312)</u>	<u>1,797,160</u>
<b>INCREASE (DECREASE) IN CASH FOR THE YEAR</b>	<b>(2,398,021)</b>	<b>4,783,008</b>
<b>CASH, beginning of year</b>	<u><b>3,976,596</b></u>	<u><b>(806,412)</b></u>
<b>CASH, end of year</b>	<u><b>1,578,575</b></u>	<u><b>3,976,596</b></u>

See Auditor's Report and accompanying notes



**GOD'S LAKE FIRST NATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2014**

**1. DESCRIPTION OF ORGANIZATION**

God's Lake First Nation, as represented by the Chief and Council, has responsibility for representing and serving the needs of the First Nation members. In order to do so the First Nation has established various entities and organizations. None of these entities are separately incorporated.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**A) BASIS OF ACCOUNTING**

These consolidated financial statements have been prepared 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.

**B) REPORTING ENTITY**

God's Lake First Nation reporting entity includes the God's Lake 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. Inter-organizational balances and transactions are eliminated upon consolidation. Organizations consolidated in God's Lake First Nation's financial statements include:

CMHC 10 Unit Project  
CMHC 15 Unit Project  
CMHC 20 Unit Project  
CMHC 14 Unit Project  
CMHC 5 Unit Project

**D) CASH AND CASH EQUIVALENTS**

Cash and cash equivalents includes cash on hand and balances with banks, net of bank overdrafts and term deposits having a maturity of twelve 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, development, improvement or betterment of the assets. Costs include overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset. Amortization is provided for on a declining balance basis as follows:

Facilities	5%
Roads	5%
Environmental infrastructure	5%
Vehicles	20%
Heavy equipment	12%
Computer equipment	50%

Tangible capital assets are written down when conditions indicate they no longer contribute to God's Lake 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.

## F) REVENUE

Revenues are recognized in the period in which the transactions or events occurred that give rise to the revenues. All revenues are recorded on the 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. 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 is performed.

## G) MEASUREMENT UNCERTAINTY

In preparing the financial statements for the government of God's Lake First Nation, management is required 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 consolidated financial statements and the reported amounts of revenue and expenses during the period. The main estimates used in preparing these financial statements include accounts receivables, advances, tangible capital assets and accrued liabilities. Actual results could differ from these estimates.

## 3. CASH

The current account has an unused overdraft facility in the amount of \$240,595 with interest at 6%. Under the terms of an agreement with Canada Mortgage and Housing Corporation, God's Lake First Nation must set aside funds annually for the repairs, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in 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 Housing Replacement and subsidy fund.

Cash is comprised of the following:

	2014 \$	2013 \$
Externally restricted:		
CMHC Replacement Reserve	21	80,064
Term deposit	<u>102,911</u>	<u>102,255</u>
	<u>102,932</u>	<u>182,319</u>
Internally restricted:		
Capital projects	<u>2,608,511</u>	<u>4,107,883</u>
Unrestricted:		
Operating	<u>(1,132,868)</u>	<u>(348,579)</u>
Total cash	<u>1,578,575</u>	<u>3,941,623</u>



#### 4. ACCOUNTS RECEIVABLE

	2014 \$	2013 \$
Keewatin Tribal Council	8,720	8,720
Meskanow Wellness	-	17,310
Awasis Agency	-	10,832
TLE Trust	15,424	1,282
Other	<u>7,970</u>	<u>-</u>
Total accounts receivable	<u>32,114</u>	<u>38,144</u>

#### 5. LOANS RECEIVABLE

	2014 \$	2013 \$
Loans to First Nation members	435,394	437,593
Less allowance	<u>(315,829)</u>	<u>(299,826)</u>
	<u>119,565</u>	<u>137,767</u>

#### 6. DUE FROM GOVERNMENT ORGANIZATIONS

	2014 \$	2013 \$
Federal government:		
Aboriginal Affairs and Northern Development Canada	146,385	901,385
Health Canada	<u>55,781</u>	<u>16,693</u>
	202,166	918,078
Province of Manitoba	<u>225,268</u>	<u>84,589</u>
	<u>427,434</u>	<u>1,002,667</u>

#### 7. TRUST FUNDS HELD BY FEDERAL GOVERNMENT

Trust funds arise from moneys derived from capital as revenue sources as outlined in Section 62 of the Indian Act. These funds are held 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.

	Opening Balance \$	Additions \$	Withdrawals \$	Closing Balance \$	2013 \$
Revenue	3,683	-	-	3,683	3,683
Capital	<u>104,605</u>	<u>2,262</u>	<u>-</u>	<u>106,867</u>	<u>104,605</u>
Total	<u>108,288</u>	<u>2,262</u>	<u>-</u>	<u>110,550</u>	<u>108,288</u>



**8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	2014 \$	2013 \$
Trade payables	3,353,575	3,807,701
Accrued liabilities	<u>49,200</u>	<u>35,179</u>
	<u>3,402,775</u>	<u>3,842,880</u>

**9. DUE TO GOVERNMENT ORGANIZATIONS**

	2014 \$	2013 \$
Federal government	<u>188,434</u>	<u>436,082</u>

**10. DEFERRED REVENUE**

	Opening Balance \$	Funding Received \$	Revenue Recognized \$	Closing Balance \$	2013 \$
Federal government::					
Capital Projects	4,235,244	5,039,102	6,543,876	2,730,470	4,235,244
Other	<u>23,060</u>	<u>-</u>	<u>-</u>	<u>23,060</u>	<u>23,060</u>
	<u>4,258,304</u>	<u>5,039,102</u>	<u>6,543,876</u>	<u>2,753,530</u>	<u>4,258,304</u>
Other:					
Unearned fees	<u>91,487</u>	<u>578,928</u>	<u>568,103</u>	<u>102,312</u>	<u>91,487</u>
	<u>4,349,791</u>	<u>5,618,030</u>	<u>7,111,979</u>	<u>2,855,842</u>	<u>4,349,791</u>

**11. LONG-TERM DEBT**

	2014 \$	2013 \$
Mortgage payable with payments of \$4,700 per month including interest of 1.53% per annum, maturing December 1, 2017, secured by ministerial guarantee from Aboriginal Affairs and Northern Development Canada and a first mortgage on ten housing units.	216,230	256,151
Mortgage payable with payments of \$10,213 per month including interest of 4.64% per annum, maturing February 1, 2018, secured by ministerial guarantee from Aboriginal Affairs and Northern Development Canada and a first mortgage on fifteen housing units.	281,727	351,004
Mortgage payable with payments of \$7,588 per month including interest of 3.64% per annum, maturing April 1, 2015, secured by ministerial guarantee from Aboriginal Affairs and Northern Development Canada and a first mortgage on twenty housing units.	478,051	550,166

Mortgage payable with payments of \$7,588 per month including interest of 3.64% per annum, maturing April 1, 2015, secured by ministerial guarantee from Aboriginal Affairs and Northern Development Canada and a first mortgage on fourteen housing units.

**1,442,040** 1,507,348

Mortgage payable with payments of \$3,189 per month including interest of 1.65% per annum, maturing June 1, 2017, secured by ministerial guarantee from Aboriginal Affairs and Northern Development Canada and a first mortgage on five housing units.

**598,300** 626,481

Fuel purchase loan of \$150,000 payable on demand and repayable in twelve equal monthly installments of \$12,979 including interest at 7.00% per annum commencing April 1, 2013 and ending March 1, 2014.

- 150,000

Demand loan of \$2,700,000 repayable in ninety equal monthly payments of \$30,000 plus interest at Credit Union prime plus 4% commencing February 1, 2013 to April 1, 2020.

**2,093,197** 2,676,408

Demand loan of \$230,000 repayable by one payment of interest only on April 1, 2013 at Credit Union prime plus 4% floating along with the principal payment of \$230,000 plus interest due April 15, 2013.

- 231,103

Commercial loan of \$89,804 repayable by monthly blended payments of \$7,729 at 6%.

**89,804** -

**5,199,349** **6,348,661**

Scheduled principal repayments are estimated as follows:

	<b>Mortgage Loan \$</b>	<b>Operating Loan \$</b>	<b>Total \$</b>
2015	271,817	449,804	721,621
2016	282,452	360,000	642,452
2017	293,521	360,000	653,521
2018	305,240	360,000	665,240
2019	317,542	360,000	293,196
thereafter	<u>1,545,777</u>	<u>293,196</u>	<u>1,838,973</u>
	<u><b>3,016,349</b></u>	<u><b>2,183,000</b></u>	<u><b>4,815,003</b></u>

## 12. EMPLOYEE BENEFIT OBLIGATIONS

God's Lake First Nation provides a defined contribution plan for eligible members of its education staff. Members are required to contribute 5% of their salary while God's Lake First Nation contributes 5% which is contributed directly to the staff's contribution account. The amount of the retirement benefit to be received by the employees will be the amount of retirement annuity that could be purchased based on the staff's share of the pension plan at the time of the staff's withdrawal from the plan. God's Lake First Nation contributed during the year \$100,559 (2013 - \$133,107) for retirement benefits. God's Lake First Nation does not have any other obligations with regards to the pension plan as at March 31, 2014.



## 13. TANGIBLE CAPITAL ASSETS

	Cost			Accumulated Amortization				
	Opening Balance \$	Additions/ (Disposals) \$	Closing Balance \$	Opening Balance \$	Amortization \$	Closing Balance \$	2014 Net Book Value \$	2013 Net Book Value \$
Facilities	52,001,571	-	52,001,571	46,075,985	311,016	46,387,001	5,614,570	5,925,586
Roads	6,469,425	-	6,469,425	4,022,582	112,342	4,134,924	2,334,501	2,446,843
Environmental infrastructure	15,270,956	-	15,270,956	6,605,363	346,624	6,951,987	8,318,969	8,665,595
Vehicles	3,668,624	115,304	3,783,928	2,998,430	125,252	3,123,682	660,246	670,194
Computer equipment	20,958	-	20,958	5,240	7,859	13,099	7,859	15,718
CMHC housing	8,337,336	-	8,337,336	2,164,380	284,802	2,449,182	5,888,154	6,172,956
Construction in progress	85,768,870	115,304	85,884,174	61,871,980	1,187,895	63,059,875	22,824,299	23,896,892
	2,360,589	6,369,541	8,730,130	-	-	-	8,730,130	2,360,589
	88,129,459	6,484,845	94,614,304	61,871,980	1,187,895	63,059,875	31,554,429	26,257,481

#### 14. CONTINGENCIES

God's Lake First Nation has entered in contribution agreements with various federal government departments. Funding received under these contribution agreements are 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 operations, God's Lake First Nation may become 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 or estimated liability is accrued and an expense recorded on God's Lake First Nation's financial statements.

#### 15. GOVERNMENT TRANSFERS

	2014			2013		
	Operating \$	Capital \$	Total \$	Operating \$	Capital \$	Total \$
Federal government:						
Aboriginal Affairs and Northern Development Canada	11,406,031	7,625,220	19,031,251	11,323,399	3,565,728	14,889,127
Health Canada	1,867,907	23,155	1,891,062	1,823,529	424,848	2,248,377
Canada Mortgage and Housing Corp.	264,720	-	264,720	265,915	-	265,915
Other	479,596	-	479,596	616,711	-	616,711
	<u>14,018,254</u>	<u>7,648,375</u>	<u>21,666,629</u>	<u>14,029,554</u>	<u>3,990,576</u>	<u>18,020,130</u>
Provincial government	485,963	-	485,963	356,725	-	356,725
	<u>14,504,217</u>	<u>7,648,375</u>	<u>22,152,592</u>	<u>14,386,279</u>	<u>3,990,576</u>	<u>18,376,855</u>

#### 16. ECONOMIC DEPENDENCE

The government of God's Lake 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 dependant on this source of revenue.

## 17. SEGMENT DISCLOSURE

The presentation by segment is based on the same accounting policies as described in the summary of significant accounting policies as described in Note 2. The following table presents the expenses incurred and the revenue generated by main object of expense and by major revenue type. The segment results are as follows:

	Budget			Budget			Budget			Budget		
	2014	2014	2013	2014	2014	2013	2014	2014	2013	2014	2014	2013
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
	<b>Education</b>											
	<b>Health</b>											
	<b>Economic Development</b>											
	<b>Housing</b>											
Revenues												
Federal Capital	-	-	-	-	-	-	-	-	-	635,800	575,800	608,254
Federal Operating	4,814,794	4,872,502	4,805,419	1,819,407	1,867,907	1,823,529	168,585	168,585	-	-	255,405	265,915
Provincial Operating	-	-	-	-	-	-	-	-	-	-	-	-
Economic Activities	-	-	-	-	-	-	250,000	-	-	-	-	-
Other revenue	20,000	104,311	39,476	-	-	-	-	-	-	147,000	391,853	327,640
Total revenue	4,834,794	4,976,813	4,844,895	1,819,407	1,867,907	1,823,529	418,585	168,585	-	782,800	1,223,058	1,201,809
Expenses												
Salaries & benefits	3,180,104	2,957,000	3,069,695	1,063,201	887,694	741,569	40,000	169,889	-	145,000	214,855	120,846
Amortization	-	17,095	6,807	-	93,303	101,385	-	-	-	-	476,950	474,336
Debt servicing	-	-	-	-	-	-	-	-	-	-	75,582	106,461
Other expenses	1,604,690	1,958,854	2,008,691	955,127	1,236,526	1,151,919	286,000	365,175	172,345	876,400	711,123	677,741
Total expenses	4,784,794	4,932,949	5,085,193	2,018,328	2,217,523	1,994,873	326,000	535,064	172,345	1,021,400	1,478,510	1,379,384
Annual surplus (deficit)	50,000	43,864	(240,298)	(198,921)	(349,616)	(171,344)	92,585	(84,679)	(3,760)	(238,600)	(255,452)	(177,575)



	Social Services			Governance & Admin			Community Services			Training & Development		
Revenues												
Federal Capital	-	-	-	-	-	-	-	-	-	-	-	-
Federal Operating	4,438,251	4,485,251	4,368,472	889,995	825,463	980,046	930,291	999,097	945,037	532,170	534,729	451,184
Provincial Government	-	-	-	284,380	434,836	590,622	69,180	11,120	36,112	-	-	-
Other revenue	-	-	-	-	-	-	-	-	-	-	-	-
Total revenue	4,438,251	4,485,251	4,368,472	1,174,375	1,260,299	1,570,668	999,471	1,010,217	981,149	532,170	534,729	451,184
Expenses												
Salaries & benefits	210,600	58,122	-	357,300	348,354	297,401	493,853	409,288	369,288	92,000	149,078	100,006
Amortization	-	-	-	-	7,859	5,240	-	551,801	550,017	-	-	-
Debt servicing	-	92,044	-	-	-	316,810	-	-	15,338	-	-	-
Other expenses	4,352,511	4,711,892	4,610,312	758,475	847,283	795,031	490,700	994,609	594,339	440,170	366,472	367,313
Total expenses	4,563,111	4,862,058	4,610,312	1,115,775	1,203,496	1,414,482	984,553	1,955,698	1,528,982	532,170	515,550	467,319
Annual surplus (deficit)	(124,860)	(376,807)	(241,840)	58,600	56,803	156,186	14,918	(945,481)	(547,833)	-	19,179	(16,135)
Budget 2014												
2014	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Capital & Construction												
Revenues												
Federal Capital	5,227,900	6,692,575	3,002,322	-	-	-	380,000	380,000	380,000	6,243,700	7,648,375	3,990,576
Federal Operating	-	-	-	188,000	182,943	221,367	-	-	-	13,781,493	14,191,882	14,029,554
Provincial Government	283,166	412,790	303,380	-	-	-	50,000	53,184	201,221	333,166	465,974	504,601
Economic Activities	-	-	-	-	-	-	-	-	-	250,000	281,800	-
Other revenue	1,166,800	1,699,047	1,108,450	5,000	3,815	-	330,000	384,559	51,180	2,022,360	3,029,541	2,153,480
Total revenue	6,677,866	8,804,412	4,414,152	193,000	186,758	221,367	760,000	817,743	632,401	22,630,719	25,617,572	20,678,211
Expenses												
Salaries & benefits	450,307	477,119	483,546	96,500	92,920	87,101	-	36,958	37,324	6,128,865	5,801,277	5,306,776
Amortization	-	33,769	38,060	-	-	-	156,687	-	-	156,687	324,414	1,175,845
Debt servicing	-	-	-	-	-	-	42,500	233,412	190,188	15,855,985	12,143,817	438,659
Other expenses	5,952,912	6,24,633	931,899	96,500	93,838	134,266	-	-	-	-	-	-
Total expenses	6,403,219	1,135,521	1,453,505	193,000	186,758	221,367	199,187	427,158	227,512	22,141,537	19,450,285	18,555,324
Annual surplus (deficit)	274,647	7,668,891	2,960,647	-	-	-	560,813	390,585	404,889	489,182	6,167,287	2,122,887

**18. ANNUAL SURPLUS NET OF CAPITAL RELATED REVENUES AND AMORTIZATION**

	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
Annual surplus	<u><b>6,167,287</b></u>	<u>2,122,887</u>
Less capital related revenue included in annual surplus *: Federal government transfers for capital	<b>(7,245,220)</b>	(2,840,920)
Add amortization	<u><b>1,187,896</b></u>	<u>1,175,845</u>
	<u><b>(6,057,324)</b></u>	<u>(1,665,075)</u>
Annual surplus net of capital related revenues and amortization	<u><b>109,963</b></u>	<u>457,812</u>

\* Capital related revenue include only those capital amounts that have no related expenditures.

**19. BUDGETED FIGURES**

Unaudited budgeted figures have been provided for comparison purposes and have been derived from the estimates approved by the Chief and Council of God's Lake First Nation.