

FOX LAKE CREE NATION
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

FOX LAKE CREE NATION
MARCH 31, 2015

COUNCIL

Chief
Councillor
Councillor

Walter Spence
Francis Neepin
Shawna Henderson

FIRST NATION ADMINISTRATION

First Nation Administrator
Health Director
Social Service Administrator

Victoria Henderson
Marie Henderson
Gordon Anderson

FOX LAKE CREE NATION
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FOR THE YEAR ENDED MARCH 31, 2015

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FOX LAKE CREE NATION
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2015

MANAGEMENT'S RESPONSIBILITY FOR CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements of the Fox Lake Cree Nation are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the integrity and objectivity of the consolidated financial statements. Estimates are necessary in the preparation of these consolidated financial statements and, based on careful judgments, have been properly reflected. Management has established systems of internal control, which are designed to provide reasonable assurance that assets are safeguarded from loss or unauthorized use and to produce reliable accounting records for the preparation of financial information.

The First Nations 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 consolidated financial statements have been audited by Holukoff Chiarella in accordance with Canadian generally accepted auditing standards on behalf of the members. Holukoff Chiarella have full and free access to Council.

Walter J. Spence CHIEF

S. Henderson COUNCILLOR

Iron Bird
COUNCILLOR

Holukoff Chiarella

CHARTERED ACCOUNTANTS

EXHIBIT "A"

Kevin Masse, B.Comm. (Hons), C.A.
(Practising as Kevin Masse Chartered Accountant Ltd.)
Ralph Orr, B.Comm. (Hons), C.A.
(Practising as Ralph Orr Chartered Accountant Ltd.)

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Winnipeg, Manitoba R3T 2A4
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INDEPENDENT AUDITORS' REPORT

To the Chief, Councillors and Members of
Fox Lake Cree Nation

We have audited the accompanying financial statements of Fox Lake Cree Nation, which comprise the consolidated statements of financial position as at March 31, 2015 and the consolidated statements of accumulated surplus, operations, revenue and expenses, changes in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these 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 auditors' judgement, 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 and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of Fox Lake First Nation as at March 31, 2015, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



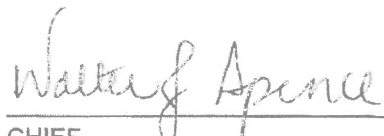
WINNIPEG, MANITOBA
September 3, 2015.

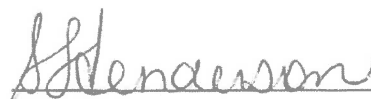
CHARTERED ACCOUNTANTS

FOX LAKE CREE NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2015

	<u>2015</u>	<u>2014</u> (Restated) (Note 21)
FINANCIAL ASSETS		
Cash, Note 3	\$ 1,608,306	122,589
Restricted cash and trust funds, Note 4	533,738	1,384,839
Accounts receivable, Note 5	14,783,180	13,986,857
Loans and advances receivable, Note 6	130,650	6,918
Due from related party, Note 7	25,881	
Investments, Note 8	<u>2,220,695</u>	<u>2,993,463</u>
	<u>19,302,450</u>	<u>18,494,666</u>
LIABILITIES		
Due to related party, Note 7		79,502
Accounts payable and accrued liabilities, Note 9	1,347,081	1,231,541
Deferred revenue, Note 10	16,773,847	17,066,726
Capital lease obligation, Note 11		12,758
Long term debt, Note 12	3,140,205	3,100,020
Reserve Funds, Note 13	<u>187,779</u>	<u>167,713</u>
	<u>21,448,912</u>	<u>21,658,260</u>
NET DEBT, Exhibit "F"	<u>(2,146,462)</u>	<u>(3,163,594)</u>
NON-FINANCIAL ASSETS		
Prepaid expenses, Note 14	2,432	10,968
Inventory, Note 8	35,775	
Tangible capital assets, Note 16	<u>22,821,989</u>	<u>21,802,929</u>
	<u>22,860,196</u>	<u>21,813,897</u>
ACCUMULATED SURPLUS, Exhibit "C"	\$ <u>20,713,734</u>	<u>18,650,303</u>
CONTINGENT LIABILITY, Note 22		

APPROVED ON BEHALF OF FIRST NATION COUNCIL


 CHIEF


 COUNCILLOR



 COUNCILLOR

EXHIBIT "C"

FOX LAKE CREE NATION
CONSOLIDATED STATEMENT OF ACCUMULATED SURPLUS
FOR THE YEAR ENDED MARCH 31, 2015

	<u>2015</u>	<u>2014</u> (Restated) (Note 21)
BALANCE AT BEGINNING OF YEAR AS PREVIOUSLY REPORTED	\$ 18,650,303	17,887,415
ADJUSTMENT OF PRIOR YEARS, Note 21	<u> </u>	<u>1,220,729</u>
BALANCE AT END OF YEAR AS RESTATED	18,650,303	19,108,144
CONTRIBUTED CAPITAL, KEEYASK	134,893	
ANNUAL SURPLUS (DEFICIT), Exhibit "D"	<u>1,928,538</u>	<u>(457,841)</u>
BALANCE AT END OF YEAR	\$ <u>20,713,734</u>	<u>18,650,303</u>

FOX LAKE CREE NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2015

	<u>2015</u>		<u>2014</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u> (Restated) (Note 21)
REVENUE			
Federal Government			
AANDC	\$ 3,183,649	3,136,050	2,796,047
Health Canada	778,388	794,328	828,022
Canada Mortgage and Housing Corporation	90,554	93,185	72,954
Government of Canada			172
Provincial government	148,291	57,642	15,103
Other	<u>4,391,291</u>	<u>9,460,531</u>	<u>6,874,559</u>
	<u>8,592,173</u>	<u>13,541,736</u>	<u>10,586,857</u>
EXPENSES			
First Nation Management	305,725	693,322	658,055
Social Services	866,362	866,973	866,406
Economic Development	76,894	78,238	87,313
Public Works	435,258	585,864	227,606
Education	1,338,070	1,263,683	1,211,327
Health Services	828,564	905,486	844,450
Capital	457,142	457,142	448,905
Band Housing	146,796	368,633	471,648
Gaming Centre		271,762	
CMHC Housing Operations	178,288	78,755	151,818
Operating Programs	1,240,039	940,381	640,431
Negotiations Office	2,848,654	3,019,604	3,852,224
Business Enterprise		879,305	266,212
Trust Funds		<u>280,202</u>	<u>311,481</u>
	<u>8,721,792</u>	<u>10,689,340</u>	<u>10,037,876</u>
ANNUAL SURPLUS (DEFICIT)			
BEFORE OTHER ITEMS	(129,619)	2,852,396	548,981
OTHER ITEMS			
Transfer to tangible capital assets		541,653	183,440
Amortization		(1,655,252)	(1,329,060)
Amortization recorded in operations		<u>189,741</u>	<u>138,798</u>
ANNUAL SURPLUS (DEFICIT)	\$ <u>(129,619)</u>	<u>1,928,538</u>	<u>(457,841)</u>

FOX LAKE CREE NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2015

	<u>2015</u>		<u>2014</u>
	<u>Revenue</u>	<u>Expenses</u>	<u>Annual Surplus (Deficit) (Restated) (Note 21)</u>
Operating Fund, Exhibit "E"	\$ 5,480,293	6,159,712	(679,419)
CMHC Housing, Exhibit "E"	180,919	78,755	102,164
Trust Fund, Exhibit "E"	280,711	280,202	509
Other, Exhibit "E"	<u>7,599,813</u>	<u>4,170,671</u>	<u>3,429,142</u>
	\$ <u>13,541,736</u>	<u>10,689,340</u>	2,852,396
OTHER ITEMS			
Transfer to tangible capital assets, Note 16			541,653
Amortization			(1,655,252)
Amortization recorded in operations			<u>189,741</u>
ANNUAL SURPLUS (DEFICIT)		\$ <u>1,928,538</u>	<u>(457,841)</u>

FOX LAKE CREE NATION
CONSOLIDATED STATEMENT OF OPERATIONS REVENUE AND EXPENSES
FOR THE YEAR ENDED MARCH 31, 2015

Schedule	(Unaudited) 2015		Transfers	Annual Surplus (Deficit)	2014 Annual Surplus (Deficit) (Restated) (Note 21)
	AANDC	Revenue Other	Expenses		
OPERATIONS					
1 First Nations Management	\$ 437,145	109,717	693,322	(146,460)	140,281
2 Social Services	866,957	16	695,803	(171,170)	(13,718)
3 Economic Development	74,945	74,945	78,238	(3,293)	(25,756)
4 Public Works	457,648	55,614	852,896	267,032	(49,983)
5 Education	746,213	312,776	1,263,683	(204,694)	(16,428)
6 Health Services		794,328	905,486	(111,158)	
7 Capital	457,142	457,142	190,110	(267,032)	(60,925)
8 Band Housing		324,719	390,537	21,914	(86,639)
10 Operating Programs	96,000	747,073	940,381	(97,308)	(113,158)
	3,136,050	2,344,243	6,010,456	(149,256)	
CMHC HOUSING OPERATING					
9 CMHC Housing		180,919	228,011	149,256	
TRUST FUND					
12 Nikanink Itapowin		280,202	280,202		172
15 (Future Vision) Trust		509		509	
Ottawa Trust Fund					172
		280,711	280,202		
OTHER					
11 Gaming Centre		248,812	271,762	(22,950)	
13 Negotiations Office		3,204,831	3,019,604	185,227	(101,827)
14 Business Enterprise		4,146,170	879,305	3,266,865	763,804
		7,599,813	4,170,671	3,429,142	661,977
TOTAL	\$ 3,136,050	10,405,686	10,689,340	2,852,396	548,981
AANDC FUNDING PER CONFIRMATION	\$ 3,136,050				

EXHIBIT "F"

FOX LAKE CREE NATION
CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT
FOR THE YEAR ENDED MARCH 31, 2015

	<u>2015</u>	<u>2014</u> (Restated) (Note 21)
ANNUAL SURPLUS (DEFICIT), Exhibit "D"	\$ 2,063,431	(457,841)
Acquisition of tangible capital assets	(2,674,312)	(1,112,155)
Amortization of tangible capital assets	1,655,252	1,320,218
Change in prepaid expenses	8,536	23,318
Change in inventory of supplies	<u>(35,775)</u>	<u> </u>
(INCREASE) DECREASE IN NET DEBT	1,017,132	(226,460)
NET DEBT AT BEGINNING OF YEAR	<u>(3,163,594)</u>	<u>(2,937,134)</u>
NET DEBT AT END OF YEAR	\$ <u>(2,146,462)</u>	<u>(3,163,594)</u>

FOX LAKE CREE NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2015

	<u>2015</u>	2014 (Restated) (Note 21)
OPERATING TRANSACTIONS		
Annual surplus (deficit), Exhibit "D"	\$ 1,928,538	(457,841)
Add non-cash items		
Amortization	1,655,252	1,329,060
Replacement reserve	20,066	18,400
Net change in financial assets/liabilities, prepaid expenses and inventory		
Restricted cash and trust funds	851,101	(1,290,885)
Accounts receivable	(796,323)	(265,349)
Inventory	(35,775)	
Prepaid expenses	8,536	23,315
Accounts payable	115,540	1,147,717
Advances	(123,732)	(5,445)
Due from related party	(105,383)	79,502
Deferred revenue	<u>(292,879)</u>	<u>(330,054)</u>
	<u>3,224,941</u>	<u>248,420</u>
CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	(3,560,114)	(226,353)
Change in capital assets under construction	<u>885,802</u>	<u>(885,802)</u>
	<u>(2,674,312)</u>	<u>(1,112,155)</u>
FINANCING TRANSACTIONS		
Contributed capital	134,893	
Repayment of capital lease obligations	(12,758)	(7,699)
Proceeds from long term debt	40,185	685,739
Principal repayments on long term debt		<u>(262,059)</u>
	<u>162,320</u>	<u>415,981</u>
INVESTING TRANSACTIONS		
Increase in long term investments	<u>772,768</u>	<u>(68,864)</u>
NET CHANGE IN CASH POSITION	1,485,717	(516,618)
CASH POSITION AT BEGINNING OF YEAR	<u>122,589</u>	<u>639,207</u>
CASH POSITION AT END OF YEAR	\$ <u>1,608,306</u>	<u>122,589</u>
CASH CONSISTS OF:		
Bank overdraft	\$ (5,516)	
Bank	<u>1,613,822</u>	<u>122,589</u>
	\$ <u>1,608,306</u>	<u>122,589</u>

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

1. BASIS OF PRESENTATION

These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles for local government entities, as defined in the Public Sector Accounting and Auditing Handbook of the Canadian Institute of Chartered Accountants.

a) Nature and Purpose of Organization

The purpose of the organization is the management and administration of all aspects of the Fox Lake Cree Nation. The organization operates with a Chief and Council, who are ultimately responsible for the establishment and administration of all programs of the First Nation.

b) Reporting Entity and Principles of Financial Reporting

Fox Lake Cree Nation reporting entity includes the Fox Lake Cree Nation 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 these entities, which all use accounting principles which lend themselves to consolidations.

All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual statements.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Revenue Recognition

The First Nation follows the deferral method of accounting for restricted revenues. Revenues restricted by legislation, regulation or agreement and not available for general government purposes are deferred on the consolidated balance sheet. The revenue is recognized in the year in which it is used for the specified purpose. Unrestricted revenues are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

b) Tangible Capital Assets

Tangible capital assets include acquired, built, developed and improved tangible capital assets, whose useful life extends beyond one year and which are intended to be used on an ongoing basis for producing goods and delivering services.

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

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

2. SIGNIFICANT ACCOUNTING POLICIES, continued

c) Amortization

Tangible capital assets are recorded at cost and are amortized annually as a charge against operations. Assets are amortized over their expected useful life using the straight line method at the following rates:

Infrastructure	5%
Buildings	5%
Band Housing	5%
CMHC Housing	5%
Heavy equipment	10%
IT equipment	25%
Vehicles	20%

Amortization commences in the following year after acquisition.

d) Reserves

The reserves accounts are funded by an annual charge against operations as opposed to an appropriation of surplus.

e) Financial Instruments

Initial and subsequent measurement

The First Nation initially measures its financial assets and liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The First Nation subsequently measures all its financial assets and liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in the fair value of these financial instruments are recognized in net income in the period incurred.

Financial assets measured at amortized cost on a straight-line basis include cash and accounts receivable.

Financial liabilities measured at amortized cost on a straight-line basis include accounts payable and accrued liabilities.

Financial assets measured at fair value include quoted shares.

Transaction costs

Transactions costs related to financial instruments that will be subsequently measured at fair value are recognized in net income in the period incurred. Transaction costs related to financial instruments subsequently measured at amortized cost are included in the original cost of the asset or liability and recognized in net income over the life of the instrument using the straight-line method.

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

2. SIGNIFICANT ACCOUNTING POLICIES, continued

f) Net Debt/Net Financial Assets

The First Nation's financial statements are presented so as to highlight net debt/net financial assets as the measurement of financial position. The net debt/net financial assets of the First Nation are determined by its financial assets less its liabilities. Net debt is comprised of two components, non-financial assets and accumulated surplus.

g) Use of Estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reported period. Actual results could differ from management's best estimates as additional information becomes available in the future.

3. CASH

Cash consist of cash on hand and balances with banks. Cash included in the cash flows statement comprise the following balance sheet amounts:

	<u>2015</u>	<u>2014</u>
CASH AT BANK		
Administration - Operations	\$ 577,332	(33,324)
Social Services	71,122	41,329
Health	39,248	3,993
Band Housing	(125)	6,218
CMHC - Construction	333	78
Gaming Division - VLT	205,833	
- Smoke Shop	49,780	
Fox Lake Ventures Limited Partnership	490,084	104,295
Keeyask Investments Inc. - Bank	215	
- GIC	180,000	
Negotiations Office	<u>(5,516)</u>	<u> </u>
CASH AND CASH EQUIVALENTS (BANK INDEBTEDNESS)	\$ <u>1,608,306</u>	<u>122,589</u>

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

4. RESTRICTED CASH AND TRUST FUNDS

	<u>2015</u>	<u>2014</u>
Restricted cash		
CMHC replacement reserve fund	\$ (12)	51
Nikanihk (Future Vision) Trust	51,342	816,919
Negotiations Office	<u>468,932</u>	<u>554,902</u>
	520,262	1,371,872
Trust Fund - Ottawa Trust Accounts	<u>13,476</u>	<u>12,967</u>
	\$ <u>533,738</u>	<u>1,384,839</u>

Cash is subject to the restrictions imposed upon by outside parties and can only be used for the purposes specified.

The Nikanihk Itapowin (Future Vision) Trust is a separately maintained fund of the Fox Lake Cree Nation. The Trust is the result of negotiations, in 2004, with Manitoba Hydro and the Province of Manitoba on past grievances. These funds are deemed by the Fox Lake Cree Nation Council to be used for assisting in the development of current and future generations of the Fox Lake Cree Nation membership.

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.

OTTAWA TRUST FUND

	<u>Revenue</u>	<u>Capital</u>	<u>Total</u>
Balance at beginning of year	\$ 11,332	1,635	12,967
Amounts placed on deposit during the year	<u>509</u>	<u>—</u>	<u>509</u>
Balance at end of year	\$ <u>11,841</u>	<u>1,635</u>	<u>13,476</u>

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

5. ACCOUNTS RECEIVABLE

	<u>2015</u>	<u>2014</u>
Administration		
AANDC	\$ 175,096	127,390
Manitoba Hydro		40,000
Trade receivables	<u>750,437</u>	<u>223,369</u>
	925,533	390,759
Allowance for doubtful accounts	<u>(11,890)</u>	<u>(11,890)</u>
	<u>913,643</u>	<u>378,869</u>
Social Services		
AANDC	—	<u>63,516</u>
Health		
FNIHB	<u>58,984</u>	<u>80,607</u>
CMHC		
Subsidy	<u>10,133</u>	<u>6,080</u>
Nikanihk Itapowin Trust		
Manitoba Hydro	12,035,705	12,235,705
Trade	<u>3,341</u>	
	<u>12,039,046</u>	<u>12,235,705</u>
Negotiations Office		
Manitoba Hydro	689,782	709,500
CRA - GST	131,803	100,631
Trade and other	<u>13,968</u>	<u>34,142</u>
	<u>835,553</u>	<u>844,273</u>
Fox Lake Ventures Limited Partnership		
Trade	<u>918,256</u>	<u>377,457</u>
Fox Lake Keeyask Investments Inc.		
Trade	<u>7,565</u>	<u>350</u>
TOTAL ACCOUNTS RECEIVABLE	\$ <u>14,783,180</u>	<u>13,986,857</u>

6. LOANS AND ADVANCES

	<u>2015</u>	<u>2014</u>
Member loans and advances		
Administration	\$ 23,347	15,303
Social Services	18,780	
Health		1,438
Negotiations Office		<u>1,654</u>
	<u>42,127</u>	18,395
Allowance for doubtful accounts	<u>(11,477)</u>	<u>(11,477)</u>
	30,650	6,918
Fox Lake Ventures Limited Partnership - Cash advance	<u>100,000</u>	
	\$ <u>130,650</u>	<u>6,918</u>

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

7. RELATED PARTY TRANSACTIONS

The following summarizes the organization's related party transactions during the year:

	<u>2015</u>	<u>2014</u>
REVENUE		
Nikanihk Itapowin (Future Vision) Trust	\$ 59,274	(64,625)

These transactions with commonly controlled entities are in the normal course of operations and are measured at the exchange amount.

At the end of the year, the amounts due (to) from related parties were as follows:

Fox Lake Employment Retention Services Joint Venture	\$ 25,881	
Nikanihk Itapowin (Future Vision) Trust	<u> </u>	<u>(79,502)</u>
	\$ <u>25,881</u>	<u>(79,502)</u>

These balances are interest-free, payable on demand and have arisen from transactions in the normal course of operations.

8. INVESTMENTS

- i) The Keeyask Hydro Power Limited Partnership was established to own, construct and operate the Keeyask Project with the objective of producing profits by generating and selling electrical energy. On May 11, 2009, FLCN Keeyask Investment Inc., which was established by Fox Lake Cree Nation to hold its investment in KHL, made its initial investment of \$450,000 into the KHL.

Pursuant to the Joint Keeyask Development Agreement and the FLCNKII Financing Agreement, on each anniversary date following the Initial Closing Date for Keeyask and up to the Final Closing Date, FLCNKII is entitled to an advance from Manitoba Hydro under the Common Unit Distribution Credit Facility based on the following formula:

$$(A - B) \times C$$

where,

- A is the Thirty Year Rate on the applicable anniversary date;
B is one and one-half (1.5%) percent; and
C is \$450,000

	<u>2015</u>	<u>2014</u>
\$	<u>450,000</u>	<u> </u>

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

8. INVESTMENTS, continued

ii) Nikanihk Itapowin (Future Vision) Trust

	<u>2015</u>	<u>2014</u>
CI Private managed assets	\$ <u>1,469,215</u>	<u>2,692,210</u>

CI Investments: Market value as at March 31, 2015 - \$2,028,444 (2014 - \$2,853,743). Market value of the CI Investments is reflected net of fees.

iii) Negotiations Office

Sun Life Financial - NBC Mortgage Funds	\$ 186,167	186,168
Peace Hills Trust - GIC (revolving 30 day maturity earning interest at 0.20%)	<u>115,313</u>	<u>115,085</u>
	\$ <u>301,480</u>	<u>301,253</u>

Market value of NBC Mortgage Funds is \$190,766 (2014 - \$188,211).

The Sun Life Financial investments are restricted for the Conawapa Advance Agreement deferred revenue and the Peace Hills Trust GIC are restricted for the Fox Lake Cree Nation Keeyask Adverse Effects Agreement deferred revenue in Note 10.

TOTAL INVESTMENTS	\$ <u>2,220,695</u>	<u>2,993,463</u>
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9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2015</u>	<u>2014</u>
Administration		
Manitoba Hydro	\$ 253,901	251,430
Wages and benefits	58,448	32,734
Receiver General	12,559	90,020
CRA - GST	119,167	10,328
Trade	<u>345,236</u>	<u>336,823</u>
	<u>789,311</u>	<u>721,335</u>
Social Services		
Trade	<u>12,816</u>	<u>3,384</u>
Health		
FNIHB	36,363	
Receiver General	1,821	2,561
Trade	<u>36,698</u>	<u>32,335</u>
	<u>74,882</u>	<u>34,896</u>
Band Housing		
Manitoba Hydro		5,827
Trade	<u> </u>	<u>21,959</u>
	<u> </u>	<u>27,786</u>

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES, continued

	<u>2015</u>	<u>2014</u>
Nikanihk Itapowin (Future Vision) Trust		
Trade	\$ <u>907</u>	<u>6,012</u>
CMHC		
Trade	<u>2,354</u>	—
CMHC Construction		
Trade	<u>3,250</u>	—
Gaming - VLT		
Wages and benefits	7,071	
Receiver General	14,485	
Trade	<u>11,563</u>	—
	<u>33,119</u>	—
Gaming - Smoke Shop		
Trade	<u>3,000</u>	—
Negotiations Office		
Manitoba Hydro - Cancelled severance	30,680	
Wages	220	15,602
Severance payable - Conawapa wind-down	106,494	
Trade	<u>177,466</u>	<u>386,601</u>
	<u>314,860</u>	<u>402,203</u>
Fox Lake Ventures Ltd.		
Trade	<u>1,200</u>	<u>1,000</u>
Makeso Land Corporation		
Trade	<u>1,200</u>	<u>2,500</u>
FLCN Gathering Centre Inc.		
Trade	<u>1,748</u>	<u>1,500</u>
Fox Lake Concrete Ltd.		
Trade	<u>1,200</u>	<u>500</u>
Fox Lake Land Corp.		
Trade	<u>1,200</u>	<u>2,250</u>
Fox Lake Ventures Limited Partnership		
CRA - GST	79,081	15,062
Trade	<u>14,725</u>	<u>6,713</u>
	<u>93,806</u>	<u>21,775</u>

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES, continued

	<u>2015</u>	<u>2014</u>
Makeso Land Limited Partnership		
Trade	\$ <u>1,600</u>	<u>2,300</u>
FLCN Gathering Centre Limited Partnership		
Trade	<u>1,500</u>	<u>2,100</u>
Fox Lake Concrete Limited Partnership		
Trade	<u>1,500</u>	<u>500</u>
Fox Lake Land Limited Partnership		
Trade	<u>2,687</u>	<u>1,500</u>
Keeyask Investments Inc.		
Trade	<u>4,941</u>	<u>—</u>
 TOTAL ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	 \$ <u>1,347,081</u>	 <u>1,231,541</u>

10. DEFERRED REVENUE

	<u>2015</u>	<u>2014</u>
i) Nikanihk Itapowin (Future Vision) Trust		
Manitoba Hydro	\$ <u>15,138,329</u>	<u>15,451,853</u>

As embodied in the Trust Indenture dated December 6, 2004, an agreement called the Impact Settlement Agreement was formed whereby the Province of Manitoba and Manitoba Hydro committed themselves to make payments to the Fox Lake Cree Nation for the Trust. These funds are used for assisting in the development of current and future generations of the Fox Lake Cree Nation membership.

ii) Negotiations Office		
Fox Lake Cree Nation Keeyask Adverse Effects Agreement		
Manitoba Hydro	\$ 418,309	590,168
Conawapa Advance Agreement		
Manitoba Hydro	969,451	969,451
Traditional Knowledge Aski Agreement		
Manitoba Hydro		43,910
Harmonized Gillam Development - CLO revenue		
Manitoba Hydro	<u>—</u>	<u>11,344</u>
	\$ <u>1,387,760</u>	<u>1,614,873</u>

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

10. DEFERRED REVENUE, continued

ii) Negotiations Office, continued

On May 28, 2009 Fox Lake Cree Nation and Manitoba Hydro entered into an agreement for the purposes of addressing the adverse effects of building the Keeyask Project, a hydro generating station on Gull Rapids on the Nelson River. Manitoba Hydro and Fox Lake Cree Nation have reached an agreement on Offsetting Programs which are designed to address the anticipated Keeyask adverse effects including, without limitation, impacts of the Keeyask Project on the exercise of Aboriginal and Treaty rights by Fox Lake and citizens. The programs require reporting on the progress of the Offsetting Programs by Fox Lake Cree Nation to Manitoba Hydro and an approval process is undertaken by Manitoba Hydro to access Offsetting Program funding.

Also on May 28, 2009 Fox Lake Cree Nation and Manitoba Hydro entered into an agreement whereby Manitoba Hydro would advance Fox Lake Cree Nation \$4,800,000 as a credit against adverse effects of the proposed Conawapa Project, a hydro generating station on the Nelson River. The advance will incur interest at a prescribed rate of 5.35% (2015 - 33,032, 2014 - \$33,032) for a period of five years from the date of signing of the agreement and be adjusted annually according to the Consumer Price Index subsequent to the five year period until the advance is applied against an adverse effects agreement. The program involves reporting to Manitoba Hydro on the usage of the advance in accordance with various aspects of the agreement to gain access to advance funding.

On August 1, 2013, Fox Lake Cree Nation and Manitoba Hydro entered into an agreement (Aski Agreement) for the purpose of informing the environmental assessment process as well as the adverse effects negotiations being undertaken for the Conawapa Project.

Harmonized Gillam Development - CLO revenue is deferred as this portion of funding relates to April and May 2014.

iii) Keeyask Adverse Effects

	<u>2015</u>	<u>2014</u>
\$	<u>171,859</u>	<u> </u>

As at the report date, the funds withdrawn have not been approved by Manitoba Hydro. As a result these funds have been deferred.

iv) Gaming Centre - VLT

<u>75,899</u>	<u> </u>
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Surplus from VLT operations has been deferred since Manitoba Lotteries Corporation restricts the use of the VLT surplus toward community development.

TOTAL DEFERRED REVENUE	\$ <u>16,773,847</u>	<u>17,066,726</u>
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FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

11. CAPITAL LEASE OBLIGATIONS

	<u>2015</u>	<u>2014</u>
National Lease lease bearing interest at 13.03% per annum, repayable in monthly blended payments of \$826. The lease matures on August 1, 2015 and is secured by specific equipment with a net book value of \$12,558.	\$	12,758
Less: current portion	_____	<u>8,764</u>
	\$ _____	<u>3,994</u>

12. LONG TERM DEBT AND ACCRUED INTEREST

	<u>2015</u>	<u>2014</u>
Frontier School Division Loan Interest at 4.0% per annum, repayable in blended monthly payments of \$14,600, due March 31, 2016. Secured by Ministerial guarantee.	\$ 170,891	335,664
GE Canada - School Bus Loan Interest at 7.9% per annum, repayable in blended monthly payments of \$2,328.25, maturing October 13, 2015. Secured by school bus.	15,877	41,454
Manitoba Hydro - Keeyask/Conowapa Project Interest at 5.35% per annum principal and interest, repayable on or before January 1, 2030. Secured by future adverse effects settlement funds.	403,701	383,200
Manitoba Hydro - Rental Advance Demand loan, non-interest bearing, due upon the completion of Keeyask funded projects.	100,000	100,000
Manitoba Hydro - Training Plan Loan Demand loan with interest at RBC prime rate. Prime rate as at March 31, 2015 was 2.85% (2014 - 3%).	826,177	802,178
The First Nation obtained financing to build 10 houses. Through this program the Housing Authority receives Government assistance of \$2,523.75 per month to operate the houses as rental units.		
Peace Hills Trust Loan Payable Interest at 5.10% per annum repayable at \$6,478.93 per month principal and interest, due June 1, 2015. Secured by Ministerial guarantee, CMHC undertaking to insure, and assignment of insurance.	19,359	94,435

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

12. LONG TERM DEBT AND ACCRUED INTEREST, continued

	<u>2015</u>	<u>2014</u>
The First Nation obtained financing to build 4 houses. Through this program the Housing Authority receives Government assistance of \$1,159.50 per month to operate the houses as rental units.		
CMHC Loan Payable	\$ 188,414	202,155
Interest at 1.53% per annum repayable at \$1,372.16 per month principal and interest, due December 1, 2017. Secured by Ministerial guarantee, CMHC undertaking to insure, and assignment of insurance.		
The First Nation obtained financing to build 2 houses. Through this program the Housing Authority receives Government assistance of \$804.25 per month to operate the houses as rental units.		
CMHC Loan payable	130,966	139,602
Interest at 2.01% per annum repayable at \$938.48 per month principal and interest, due September 1, 2019. Secured by Ministerial guarantee, CMHC undertaking to insure, and assignment of insurance.		
The First Nation obtained financing to build 6 houses. Through this program the Housing Authority receives Government assistance of \$1,592.00 per month to operate the houses as rental units.		
CMHC Loan payable	300,872	315,593
Interest at 1.62% per annum repayable at \$1,606.05 per month principal and interest, due March 1, 2018. Secured by Ministerial guarantee, CMHC undertaking to insure, and assignment of insurance.		
The First Nation obtained financing to build 5 houses. Through this program the Housing Authority receives Government assistance of \$1,592.00 per month to operate the houses as rental units.		
CMHC Loan payable	983,948	
Interest at 1.77% per annum repayable at \$4,101.88 per month principal and interest, due November 1, 2019. Secured by Ministerial guarantee, CMHC undertaking to insure, and assignment of insurance.		

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

12. LONG TERM DEBT AND ACCRUED INTEREST, continued

	<u>2015</u>	<u>2014</u>
CMHC Construction Loan Advance	\$	685,739
Due on demand, interest at 3.05% per annum.		
May be converted to CMHC mortgage upon completion and approval of project.		
	<u>3,140,205</u>	<u>3,100,020</u>
Current portion	<u>374,687</u>	<u>1,118,164</u>
	\$ <u>2,765,518</u>	<u>1,981,856</u>

Estimated principal payments for the next five years are as follows:

2016	\$ 374,687
2017	69,746
2018	70,953
2019	72,180
2020	73,430
Thereafter	<u>2,479,209</u>
	\$ <u>3,140,205</u>

13. REPLACEMENT RESERVE

Under the terms of the Section 95 operating agreements with CMHC, the replacement reserve is to be credited with an annual allocation as follows:

	<u>2015</u>	<u>2014</u>
Post 1996 Section 95 Program		
Ten Units	\$ 8,000	8,000
Four Units	3,200	3,200
Two Units	1,200	1,200
Six Units	6,000	6,000
Five Units 2015	<u>1,666</u>	<u> </u>
	\$ <u>20,066</u>	<u>18,400</u>

In accordance with the Section 95 operating agreements, these funds, along with accumulated interest, must be held in a separate bank account and/or invested in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC from time to time. The reserve funds may only be used as approved by CMHC.

Cumulative reserve funds allocation	\$ <u>187,779</u>	<u>167,713</u>
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The reserve is unfunded as at March 31, 2015.

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

14. PREPAID EXPENSES

	<u>2015</u>	<u>2014</u>
Fox Lake Ventures Limited Partnership Insurance	\$ 694	
Negotiations Office Insurance	<u>1,738</u>	<u>10,968</u>
	\$ <u>2,432</u>	<u>10,968</u>

15. INVENTORY

Inventory consists of merchandise for resale by Fox Lake Smoke Shop. Inventory on hand at March 31, 2015 was \$35,775 (2014 - \$NIL).

16. TANGIBLE CAPITAL ASSETS

		<u>2015</u>			
	<u>Cost</u>	<u>Additions</u>	<u>Cost</u>	<u>Accumulated</u>	<u>Net Book</u>
	<u>Mar. 31/14</u>	<u>(Disposals)</u>	<u>Mar. 31/15</u>	<u>Amortization</u>	<u>Value</u>
Land	\$ 1,207,150	41,187	1,248,337		1,248,337
Buildings	19,416,056	1,548,138	20,964,194	4,913,872	16,050,322
Computer	241,340	90,699	332,039	241,961	90,078
Vehicles	303,848	524,419	828,267	108,524	719,743
Equipment	4,520,000	350,000	4,870,000	2,708,128	2,161,872
CMHC Housing	2,576,294	1,005,671	3,581,965	1,030,328	2,551,637
Assets under construction	<u>885,802</u>	<u>(885,802)</u>			
	\$ <u>29,150,490</u>	<u>2,674,312</u>	<u>31,824,802</u>	<u>9,002,813</u>	<u>22,821,989</u>

		<u>2014</u>			
	<u>Cost</u>	<u>Additions</u>	<u>Cost</u>	<u>Accumulated</u>	<u>Net Book</u>
	<u>Mar. 31/13</u>	<u>(Disposals)</u>	<u>Mar. 31/14</u>	<u>Amortization</u>	<u>Value</u>
Land	\$ 1,207,150		1,207,150		1,207,150
Buildings	19,416,056		19,416,056	3,936,916	15,479,140
Computer	198,427	42,913	241,340	195,296	46,044
Vehicles	120,408	183,440	303,848	54,355	249,493
Equipment	4,520,000		4,520,000	2,253,441	2,266,559
CMHC Housing	2,576,294		2,576,294	907,553	1,668,741
Assets under construction		<u>885,802</u>	<u>885,802</u>		<u>885,802</u>
	\$ <u>28,038,335</u>	<u>1,112,155</u>	<u>29,150,490</u>	<u>7,347,561</u>	<u>21,802,929</u>

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

17. ACCUMULATED SURPLUS

A portion of this balance includes surpluses and/or deficits from funds contributed by government agencies. Such surpluses/deficits may be subject to repayment or recovery by the contributing agencies, depending on the terms and conditions of the relevant agreements.

18. ECONOMIC DEPENDENCE

The organization is economically dependent on the Government of Canada.

19. FEDERAL ASSISTANCE PAYMENTS

The projects have received federal assistance through Canada Mortgage and Housing Corporation pursuant to Section 95 of the National Housing Act to enable the project to provide housing to low-income individuals. The amount of assistance received in 2015 was \$93,184 (2014 - \$72,954).

20. CHANGES IN ACCOUNTING POLICY**Change in Year-End**

The Board of Directors of Nikanihk Itapowin (Future Vision) Trust approved a change in Nikanihk Itapowin (Future Vision) Trust's year end from December 31 to March 31.

Reporting Method for Controlled Entities

The reporting method of incorporated and unincorporated entities owned by Fox Lake Cree Nation has changed from the modified equity method to the consolidation method. Accordingly, net debt, non-financial assets and accumulated surplus relating to the consolidation of owned business entities have been restated to reflect this change and the First Nation's total accumulated surplus has been revised in accordance with Exhibit "C" and Note 21.

21. RESTATEMENT OF MARCH 31, 2014 FINANCIAL STATEMENTS

The comparative figures for the year ended March 31, 2014 have been restated to give retroactive treatment to the following:

- i) Deferred revenue, net debt and accumulated deficit at March 31, 2014 have been restated for the following:

Deferred revenue overstated	\$ 144,931
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As a result of the above restatement, deferred revenue, net debt and accumulated deficit have decreased by \$144,931. Deferred revenue in Note 10 for the Fox Lake Cree Nation Keeyask Adverse Effects agreement, previously reported as \$735,099 has been restated as \$590,168 as at March 31, 2014.

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

21. RESTATEMENT OF MARCH 31, 2014 FINANCIAL STATEMENTS, continued

- ii) Adjustment of prior years accumulated surplus due to change in accounting policy as described in Note 20

	March 31, <u>2014</u>	Prior <u>Periods</u>
Investment income adjustment due to change in method of reporting	\$ (1,316,773)	
Increase in limited partnership net income as a result of using consolidation method	<u>563,225</u>	<u>1,220,729</u>
	\$ <u>(753,548)</u>	<u>1,220,729</u>

22. CONTINGENT LIABILITIES

The Negotiations Office is involved in a dispute over the dismissal of its former executive director. The effects of any contingent claims relating to the dispute are not determinable at the date of this report.

The Negotiations Office receives funding from Manitoba Hydro based on various funding agreements. Manitoba Hydro has the right to review the accounting records to ensure compliance with the terms and conditions of the agreement. Adjustments to the financial statements as a result of these reviews, if any, will be recorded in the period in which they become known.

23. COMMITMENTS

On February 20, 2013, community members approved Chief and Council to withdraw \$437,962 from the Sun Life Financial portfolio investment account in Note 8. The funds were used to pay outstanding obligations not covered under the Conawapa Advance Agreement, and therefore, are required to be replaced from the Fox Lake Cree Nation Profit Management account.

24. COMPARATIVE AND BUDGET FIGURES

Prior year's comparative amounts have been reclassified where necessary to conform to the current period's presentation. Certain comparative figures for the previous period have not been shown as the information is considered not to be meaningful for comparison with the current period. The budget figures are unaudited.

25. FIRST NATIONS FINANCIAL TRANSPARENCY AND ACCOUNTABILITY ACT

The First Nation is required by the First Nations Financial Transparency and Accountability Act to post its consolidated financial statements on a website and submit the consolidated financial statements to AANDC by July 29, 2015. As the audit report is dated after this date, the First Nation is not in compliance with this requirement. The possible effect of this non-compliance has not yet been determined.

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

26. SEGMENT DISCLOSURE

	Band Government		Social Services		Economic Development	
	Budget	2015	2014	Budget	2015	2014
REVENUE						
Federal government	\$ 420,261	437,145	429,268	866,362	866,957	866,362
Provincial government		27,476	15,103			
Economic activities						
Net income (loss) from investments in government business enterprises						
Tangible capital asset addition		541,653	183,440			
Contributed capital - CMHC 2 units project						
Other revenue	9,007	82,241	353,965			44
TOTAL REVENUE	<u>429,268</u>	<u>1,088,515</u>	<u>981,776</u>	<u>866,362</u>	<u>866,973</u>	<u>866,406</u>
EXPENSES						
Honoraria	145,000	147,211	149,500			
Wages and benefits	304,533	217,978	270,005	62,924	59,564	57,057
Amortization		1,465,511	1,190,262			
Debt servicing/Interest long term		17,622	36,144			
Other expenses	(143,808)	310,511	202,406	609,111	636,239	597,046
TOTAL EXPENSES	<u>305,725</u>	<u>2,158,833</u>	<u>1,848,317</u>	<u>672,035</u>	<u>695,803</u>	<u>654,103</u>
SURPLUS (DEFICIT) BEFORE TRANSFERS	123,543	(1,070,318)	(866,541)	194,327	171,170	212,303
TRANSFERS				(194,327)	(171,170)	(212,303)
ANNUAL SURPLUS (DEFICIT)	<u>\$ 123,543</u>	<u>(1,070,318)</u>	<u>(866,541)</u>			

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

26. SEGMENT DISCLOSURE

	Education		Public Works		Capital Projects	
	Budget	2015	2014	Budget	2015	2014
REVENUE						
Federal government	\$ 791,605	746,213	797,869	478,684	457,142	448,905
Provincial government	106,880					
Economic activities						
Net income (loss) from investments in government business enterprises						
Tangible capital asset addition						
Contributed capital - CMHC 2 units project						
Other revenue	151,039	312,776	363,475			
TOTAL REVENUE	1,049,524	1,058,989	1,161,344	478,684	457,142	448,905
EXPENSES						
Honoraria						
Wages and benefits	604,910	464,008	514,747	235,195	175,118	150,552
Amortization						
Debt servicing/Interest long term						
Other expenses	733,160	799,675	840,214	467,205	14,992	17,713
TOTAL EXPENSES	1,338,070	1,263,683	1,354,961	702,400	190,110	168,265
SURPLUS (DEFICIT) BEFORE TRANSFERS	(288,546)	(204,694)	(193,617)	(223,716)	267,142	280,640
TRANSFERS			143,634	267,142	(267,142)	(280,640)
ANNUAL SURPLUS (DEFICIT)	\$ (288,546)	(204,694)	(49,983)	43,426		

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

26. SEGMENT DISCLOSURE

	Band Housing		Health		CMHC	
	<u>Budget</u>	<u>2015</u>	<u>Budget</u>	<u>2015</u>	<u>Budget</u>	<u>2015</u>
		<u>2014</u>		<u>2014</u>		<u>2014</u>
REVENUE						
Federal government						
Provincial government						
Economic activities						
Net income (loss) from investments in government business enterprises						
Tangible capital asset addition						
Contributed capital - CMHC 2 units project						
Other revenue	<u>448,905</u>	<u>324,719</u>	<u>410,723</u>		<u>87,734</u>	<u>78,864</u>
TOTAL REVENUE	<u>448,905</u>	<u>324,719</u>	<u>410,723</u>	<u>828,022</u>	<u>178,288</u>	<u>151,818</u>
EXPENSES						
Honoraria						
Wages and benefits	<u>160,729</u>	<u>54,284</u>	<u>457,629</u>	<u>401,003</u>		
Amortization						
Debt servicing/Interest long term						
Other expenses	<u>131,118</u>	<u>336,253</u>	<u>413,936</u>	<u>504,483</u>	<u>227,564</u>	<u>210,201</u>
TOTAL EXPENSES	<u>291,847</u>	<u>390,537</u>	<u>828,564</u>	<u>905,486</u>	<u>227,564</u>	<u>210,201</u>
SURPLUS (DEFICIT) BEFORE TRANSFERS	<u>157,058</u>	<u>(65,818)</u>	<u>(71,211)</u>	<u>(50,176)</u>	<u>(49,276)</u>	<u>(58,383)</u>
TRANSFERS	<u>145,051</u>	<u>21,914</u>	<u>10,286</u>		<u>49,276</u>	<u>58,383</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 302,109</u>	<u>(43,904)</u>	<u>(60,925)</u>	<u>(50,176)</u>	<u>(111,158)</u>	<u>102,164</u>

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

26. SEGMENT DISCLOSURE

	Community Development		Nikanihk Itapowin Trust		Negotiations Office	
	Budget	2015	2014	Budget	2015	2014
REVENUE						
Federal government	\$ 96,000	96,000				
Provincial government	41,411	30,166				
Economic activities						
Net income (loss) from investments in government business enterprises			280,202			322,684
Tangible capital asset addition						
Contributed capital - CMHC 2 units project						
Other revenue	1,161,500	965,719		2,533,106	3,204,831	3,750,397
TOTAL REVENUE	1,298,911	1,091,885		280,202	322,684	3,750,397
EXPENSES						
Honoraria						
Wages and benefits	439,169	570,101				
Amortization						
Debt servicing/Interest long term						
Other expenses	800,870	642,042		280,202	322,684	3,852,224
TOTAL EXPENSES	1,240,039	1,212,143		280,202	322,684	3,852,224
SURPLUS (DEFICIT) BEFORE TRANSFERS	58,872	(120,258)			(315,548)	(101,827)
TRANSFERS						
ANNUAL SURPLUS (DEFICIT)	\$ 58,872	(120,258)			(315,548)	(101,827)

FOX LAKE CREE NATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

26. SEGMENT DISCLOSURE

	Ottawa Trust Fund		Business Enterprises		Total	
	<u>Budget</u>	<u>2015</u>	<u>Budget</u>	<u>2015</u>	<u>Budget</u>	<u>2014</u>
REVENUE						
Federal government		509			4,052,591	4,024,072
Provincial government					148,291	57,642
Economic activities						15,103
Net income (loss) from investments in government business enterprises						
Tangible capital asset addition						
Contributed capital - CMHC 2 units project					280,202	322,684
Other revenue			4,146,170	1,030,016	4,391,291	9,179,820
TOTAL REVENUE		509	4,146,170	1,030,016	8,592,173	14,083,389
						10,781,500
EXPENSES						
Honoraria					1,793,463	147,211
Wages and benefits			71,844		867,660	2,392,064
Amortization					1,465,511	1,190,262
Debt servicing/Interest long term			7,568		1,929,982	26,301
Other expenses			799,893	266,212	4,130,687	8,123,764
TOTAL EXPENSES			879,305	266,212	8,721,792	11,239,341
						11,239,341
SURPLUS (DEFICIT) BEFORE TRANSFERS		509	3,266,865	763,804	(129,619)	1,928,538
						(457,841)
TRANSFERS						
ANNUAL SURPLUS (DEFICIT)		509	3,266,865	763,804	(129,619)	1,928,538
						(457,841)