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**KEY FIRST NATION**  
Financial Statements  
March 31, 2014

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

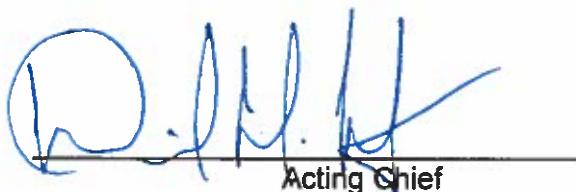
To The Members of  
Key First Nation

Management of the Key First Nation has the responsibility for preparing the accompanying financial statements and ensuring that all information in the related reports is consistent with the statements. This responsibility includes selecting appropriate accounting policies and making objective judgments and estimates in accordance with Canadian public sector accounting standards.

In discharging its responsibilities for the integrity and fairness of the financial statements and for the accounting systems from which they are derived, management maintains the necessary systems of internal controls designed to provide assurance that transactions are authorized, assets are safeguarded and proper records maintained.

Ultimate responsibility for financial statements to the members of the First Nation lies with the council who review the financial statements in detail with management prior to their approval for publication.

External auditors are appointed by the council to audit the financial statements and are available to meet separately with both the council and management to review their findings. The external auditors have full and free access to the council to discuss their audit and their findings as to the integrity of the First Nation's financial reporting and the adequacy of the system of internal controls.



Acting Chief



Councillor

**INDEPENDENT AUDITORS' REPORT**

To the Members  
Key First Nation

We have audited the accompanying financial statements of the **KEY FIRST NATION**, which comprise the statement of financial position as at March 31, 2014 and the statements of operations, changes in net financial assets, 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 public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

***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' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Opinion***

In our opinion, the financial statements present fairly, in all material respects, the financial position of the **KEY FIRST NATION** as at March 31, 2014 and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

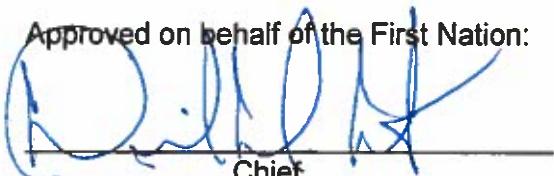
*Dudley & Company LLP*  
Dudley & Company  
Chartered Accountants LLP

Regina, Saskatchewan  
September 12, 2014

**KEY FIRST NATION**  
**Statement of Financial Position**  
**As at March 31, 2014**

	Notes	<u>2014</u>	Restated <u>2013</u>
<b>FINANCIAL ASSETS</b>			
Cash		\$ 1,113,350	\$ 644,416
Accounts receivable	2	333,891	120,897
Member advances	3	3,864	4,801
Funds held in trust	1, 4	6,046	9,280
Investments	1	33,998	44,292
<b>Total Financial Assets</b>		<u>1,491,149</u>	<u>823,686</u>
<b>LIABILITIES</b>			
Accounts payable and accrued liabilities	8	221,474	206,409
Deferred revenue	9	322,294	284,193
Long term debt - CMHC	7	1,113,295	1,215,153
Long term debt	6	34,201	145,298
<b>Total Liabilities</b>		<u>1,691,264</u>	<u>1,851,053</u>
<b>NET FINANCIAL ASSETS</b>		( 200,115)	( 1,027,367)
<b>NON-FINANCIAL ASSETS</b>			
Tangible capital assets	1, 5	6,574,574	5,237,525
Prepayment and deferred charges	1	14,290	94,351
<b>Total Non-Financial Assets</b>		<u>6,588,864</u>	<u>5,331,876</u>
<b>ACCUMULATED SURPLUS</b>		<u>\$ 6,388,749</u>	<u>\$ 4,304,509</u>

Approved on behalf of the First Nation:



Chief

Councillor

Councillor

Councillor

The accompanying notes form an integral part of these financial statements.

**KEY FIRST NATION**  
**Statement of Operations**  
For the year ended March 31, 2014

			Restated
	<u>2014 Budget</u>	<u>2014 Actual</u>	<u>2013 Actual</u>
<b>REVENUE</b>			
Aboriginal Affairs - note 10	\$ 2,313,825	\$ 2,241,688	\$ 2,194,979
Health Canada	359,732	312,520	320,181
Yorkton Tribal Council	163,760	220,144	214,860
C.M.H.C.	-	128,954	131,962
Ottawa trust funds	322,000	302,000	409,000
Rentals	100,830	147,019	100,560
Pelly Haylands	-	3,013,051	621,500
Painted Hand Casino	25,000	224,203	198,600
First Nations Trust	543,000	448,988	465,701
Interest income	-	38	8
Other	<u>166,692</u>	<u>242,753</u>	<u>268,064</u>
<b>Total Revenue</b>	<u>3,994,839</u>	<u>7,281,358</u>	<u>4,925,415</u>
<b>EXPENSES</b>			
Government	893,375	1,013,051	1,053,770
Education	1,123,289	1,165,580	1,163,200
Economic development	258,296	235,017	183,096
Social assistance	472,506	535,209	540,641
Community	187,522	305,227	384,453
Housing	94,969	105,254	176,294
Community health	504,722	513,535	542,632
C.M.H.C. housing rental	-	227,607	248,180
Casino trust funds	2,500	852	1,164
Pelly Land Settlement	-	933,722	343,115
Pelly Haylands Corp.	-	1,705,744	3,569
Key Band Land Holdings Corp.	<u>90,970</u>	<u>3,089</u>	<u>5,266</u>
<b>Total Expenses</b>	<u>3,628,149</u>	<u>6,743,887</u>	<u>4,645,380</u>
<b>Operating surplus (deficit) before other items</b>	366,690	537,471	280,035
Amortization	-	( 385,181)	( 422,830)
Transfer to capital assets	-	1,722,229	254,823
Mortgage principle payments	-	212,955	167,622
Increase (Decrease) in funds in trust	-	( 3,234)	( 111,844)
<b>Operating Surplus (Deficit)</b>	<u>366,690</u>	<u>2,084,240</u>	<u>167,806</u>
Accumulated Surplus - beginning of the year	4,304,509	4,304,509	4,136,703
Accumulated Surplus - end of the year	<u>\$ 4,671,199</u>	<u>\$ 6,388,749</u>	<u>\$ 4,304,509</u>

The accompanying notes form an integral part of these financial statements.

**KEY FIRST NATION**  
**Statement of Changes in Net Financial Assets**  
For the year ended March 31, 2014

<b>SUPPLUS (DEFICIT)</b>	<u>2014</u>	<u>2013</u>
(Acquisition) of tangible capital assets	\$ 2,084,240	\$ 167,806
Amortization of tangible capital assets	( 1,722,229)	( 254,823)
Surplus (Deficit) of Capital Expenses over Expenditures	<u>385,181</u>	<u>422,830</u>
(Acquisition) of prepaid expense	747,192	335,813
Increase (Decrease) in Net Financial Assets	<u>80,060</u>	<u>( 52,684)</u>
Net Financial Assets - beginning of the year	827,252	283,129
Net Financial Assets - end of the year	<u>( 1,027,367)</u>	<u>( 1,310,496)</u>
	<u><u>\$ ( 200,115)</u></u>	<u><u>\$ ( 1,027,367)</u></u>

The accompanying notes form an integral part of these financial statements.

**KEY FIRST NATION**  
**Statement of Cash Flows**  
For the year ended March 31, 2014

<b>CASH FLOWS FROM (FOR) OPERATING ACTIVITIES</b>	<u>2014</u>	<u>2013</u>
Increase (Decrease) in net assets	\$ 2,084,240	\$ 167,806
Adjustments for:		
Non-cash charges - amortization	<u>385,181</u>	<u>422,830</u>
	<u>2,469,421</u>	<u>590,636</u>
Changes in non-cash working capital		
Advances	937	951
Prepayments and deferred charges	80,060	( 52,684)
Accounts receivable	( 212,994)	191,910
Accounts payable	15,065	( 127,573)
Deferred revenue	<u>38,101</u>	<u>98,609</u>
Cash Flows From (For) Operating Activities	<u>2,390,590</u>	<u>701,849</u>
<b>CASH FLOWS FROM (FOR) INVESTING ACTIVITIES</b>		
Trust funds	3,234	111,844
Investments increase	10,294	( 1,055)
Purchase of capital assets	(1,722,229)	( 254,823)
Cash Flows From (For) Investing Activities	<u>(1,708,701)</u>	<u>( 144,034)</u>
<b>CASH FLOWS FROM (FOR) FINANCING ACTIVITIES</b>		
Increase (decrease) in long term debt	<u>( 212,955)</u>	<u>( 63,056)</u>
Net change in cash	468,934	494,759
<b>CASH - start of year</b>	<b>644,416</b>	<b>149,657</b>
<b>- end of year</b>	<b><u>\$1,113,350</u></b>	<b><u>\$ 644,416</u></b>
<b>ADDITIONAL INFORMATION</b>		
Interest paid	<u>\$ 48,399</u>	<u>\$ 59,719</u>

The accompanying notes form an integral part of these financial statements.

**KEY FIRST NATION**  
**Notes to the Financial Statements**  
March 31, 2014

**GENERAL**

The Key First Nation is an Indian Band subject to the provisions of the Indian Act. These financial statements include the First Nation Government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared by management in accordance with the local government standards established by the Public Sector Accounting Board of the Accounting Standards Oversight Council and the "Year End Reporting Handbook" as outlined by the Aboriginal Affairs and Northern Development Canada.

The following accounting policies are considered to be significant:

**(a) Fund Accounting**

A fund basis of accounting is used. The funds are the operations, trust, and capital funds. The various programs the First Nation carries out through its operations have been amalgamated for the purpose of conciseness of presentation in the Statement of Financial Activities. Details of each program are set out in supplementary schedules.

The capital fund contains the land, buildings (including social housing), and equipment owned by the band and any long term financing to purchase these assets.

The trust fund is funds held in the Government of Canada's Consolidated Revenue Fund. The balance of these trust funds is as reported by Aboriginal Affairs and does not include any accruals for receivables or payables with respect to these funds. Pelly Haylands trust funds are not included in these statements except for contributions from the trust. Separate financial statements are prepared for this trust.

The operating fund relates to the activities for the delivery of programs and services. It contains the assets, liabilities, revenues, and expenditures not included in either the capital or trust funds.

A replacement reserve fund is established in order to pay for the cost of replacing worn out capital equipment and major repairs to the C.M.H.C. houses and is not available for ordinary maintenance and minor repairs to the buildings and grounds or other uses. It is included as part of the operating fund.

**(b) Revenue Recognition**

Revenues are recognized on the accrual basis when the transactions or events giving rise to the revenues occur, providing reasonable estimates for the amounts can be made.

Government grants (transfers) are recognized as revenue in the period during which the transfer is authorized by the transferor and any eligibility criteria are met, except when and to the extent that the transfer stipulations create a liability. A liability (deferred revenue) for the First Nation arises when transfer stipulations establish both specific performance requirements not yet met as well as identifiable and enforceable return requirements. Specific performance requirements must include both a stipulation regarding the purpose of the grant that leaves the First Nation with little or no discretion over the use of the transferred resources and a time stipulation requiring specific timing of the use of assets. When a transfer is initially recognized as a liability by the First Nation, revenue is recognized as the transfer stipulations are subsequently met. For example, transfers under shared cost agreements are recognized when the First Nation incurs eligible expenditures (including capital assets) and there is a legal agreement that the transferring government must reimburse the First Nation for the specified amount or percentage of those eligible expenditures.

**KEY FIRST NATION**  
**Notes to the Financial Statements**  
March 31, 2014

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(b) Revenue Recognition (continued)**

The revenues for the Band Trust Funds, as indicated in Note 4, are recorded on the cash basis when they are received in the trust funds rather than when they are actually earned, as Section 2 of the Indian Act defines Indian Moneys to be all moneys collected, received or held by her Majesty for the use and benefit of bands. Indian Affairs reports these funds to the First Nation on the basis of receipts and cash disbursements. The trust funds are not audited.

**(c) Expenditure Recognition**

Expenditures are recognized in the period the goods and services are acquired and a liability is incurred. They also include grants and contributions made where no direct goods or services were received directly in return. Grants are recognized as expenditures in the earliest period during which the transfer is either authorized with any eligibility criteria being met, or is paid by the First Nation. Expenditures include amounts for interest on debt outstanding, but do not include debt repayments or transfers to other funds.

**(d) Investments**

Investments are valued at the lower of cost and market value.

**(e) Consolidation of Investments**

The financial statements of entities that are directly or indirectly controlled by the First Nation are consolidated into these financial statements. Entities included in these financial statements are as follows:

<u>Entity</u>	<u>Basis of recording</u>
Key Band Land Holdings Corp.	Consolidated
CMHC Phases 1 - 12	Consolidated
Key First Nation Pelly Haylands Corp.	Consolidated

**(f) Tangible Capital Assets**

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible assets that were acquired or developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization as disclosed in Note 5. Amortization is taken in the year of acquisition.

**(g) Cash and Cash Equivalents**

Short term investments with an original maturity of 12 months or less are considered to be cash equivalents.

**KEY FIRST NATION**  
 Notes to the Financial Statements  
March 31, 2014

**2. ACCOUNTS RECEIVABLE**

Accounts receivable are comprised of the following:	<u>2014</u>	<u>2013</u>
Health Canada	\$ 2,043	\$ 5,052
AANDC	107,432	35,125
Yorkton Tribal Council	31,259	38,765
C.M.H.C. subsidy, loan proceeds and RRAP	10,583	10,583
Painted Hand Casino	20,909	16,500
Ottawa trust	141,000	-
Other	-	( 128)
Pelly Haylands	15,000	15,000
Co-op equity	5,665	-
Total Accounts Receivable	<u>\$ 333,891</u>	<u>\$ 120,897</u>

**3. ADVANCES**

Advances owed to the band	<u>2014</u>	<u>2013</u>
Allowance for overdue advances	\$ 111,132	\$ 106,704
Total Due	<u>( 107,268)</u>	<u>( 101,903)</u>
	<u>\$ 3,864</u>	<u>\$ 4,801</u>

**4. AANDC REVENUE TRUST FUNDS**

Revenue trust fund balance - April 1	<u>2014</u>	<u>2013</u>
Interest	\$ 8,774	\$ 120,618
Lease collections	4,841	3,230
Paid to Key First Nation	293,925	293,926
Balance - March 31 - Revenue Account	<u>( 302,000)</u>	<u>( 409,000)</u>
	<u>5,540</u>	<u>8,774</u>

Capital trust fund balance - April 1	506	506
Capital and Revenue Trust balance - March 31	<u>\$ 6,046</u>	<u>\$ 9,280</u>

**5. CAPITAL ASSETS**

	<u>Cost</u>	<u>Rate</u>	<u>Accumulated Amortization</u>	<u>Net 2014</u>	<u>Net 2013</u>
				<u>S/L</u>	<u>2014</u>
Land	\$ 1,822,932	\$ -	\$ 1,822,932	\$ 129,234	
Buildings	2,581,135	20yrs	1,115,412	1,465,723	1,588,051
Automotive equipment	154,066	5yrs	86,905	67,161	76,921
Equipment - office	85,620	5yrs	62,628	22,992	23,901
Equipment - maintenance	83,628	5yrs	83,628	-	-
Equipment - road	367,076	5yrs	310,322	56,754	88,770
		20/40			
Water and sewer	614,560	yrs	265,379	349,181	377,407
Band houses	1,019,165	10yrs	947,917	71,248	87,164
CMHC houses	2,902,706	25yrs	890,848	2,011,858	2,127,902
Infrastructure	1,258,000	40yrs	551,275	706,725	738,175
Total Capital Assets	<u>\$ 10,888,888</u>		<u>\$ 4,314,314</u>	<u>\$ 6,574,574</u>	<u>\$ 5,237,525</u>

During the year the First Nation purchased:

- a) Land in Hudson Bay Saskatchewan - \$1,643,698
- b) Land in Norquay Saskatchewan - \$50,000
- c) Garage situated on land purchased in Norquay Saskatchewan \$5,550
- d) 5 - Dell Optiplex computers - \$7,981

**KEY FIRST NATION**  
**Notes to the Financial Statements**  
March 31, 2014

e) Truck and trailer for sanitation - \$15,000

<b>6. LONG TERM LIABILITIES</b>		<b>2014</b>	<b>2013</b>
(a) Royal Bank - semi annual payments of \$12,000 + interest at prime + 2%. Matures April 30, 2014.		\$ 12,000	\$ 36,000
(b) Royal Bank capital lease - quarterly payments of \$11,101 including interest at 5.525%. Due November 11, 2014.		22,201	63,500
(c) Royal Bank - quarterly payments of \$12,000 + interest at prime + 3%. Due April 30, 2014.		-	45,798
<b>Total Long-term Debt</b>		<b>\$ 34,201</b>	<b>\$ 145,298</b>

The above loans are secured by the assets in which the funds were used to purchase.

<b>7. CMHC LOANS</b>	Maturity Date	Rate %	2014	2013
			\$	\$
(a) CMHC - Phase 1	01/03/17	18.5	\$ 47,810	\$ 59,410
(b) CMHC - Phase 2	01/06/17	18.25	53,202	64,374
(c) Royal Bank - Phase 5	01/03/17	2.99	24,454	32,122
(d) Industrial Alliance - Phase 6	01/12/17	3.352	79,469	99,033
(e) Scotia Mortgage - Phase 7	01/09/16	4.39	19,849	25,915
(f) CMHC - Phase 8	01/04/24	1.92	39,994	43,579
(g) CMHC - Phase 9	01/03/26	2.63	144,904	155,052
(h) CMHC - Phase 10	01/11/27	1.53	173,587	184,925
(i) CMHC - Phase 11	01/01/29	1.92	116,171	122,942
(j) CMHC - Phase 12	01/07/36	2.37	413,855	427,801
<b>Total CMHC Loans</b>			<b>\$1,113,295</b>	<b>\$ 1,215,153</b>

The estimated principal repayments for the next five years are as follows:

2015	\$ 106,450
2016	113,790
2017	122,400
2018	75,040
2019	50,660
<b>2020 to maturity</b>	<b>644,955</b>
<b>Total</b>	<b>\$ 1,113,295</b>

The above loans are secured by the assets in which the funds were used to purchase.

**KEY FIRST NATION**  
**Notes to the Financial Statements**  
March 31, 2014

**8. ACCOUNTS PAYABLE**

Accounts payable are comprised of the following:

	<u>2014</u>	<u>2013</u>
AANDC	\$ 33,484	\$ 45,411
Trade	187,990	160,998
<b>Total Accounts Payable</b>	<b>\$ 221,474</b>	<b>\$ 206,409</b>

**9. DEFERRED REVENUE**

Revenue has been deferred for the following:

	<u>2014</u>	<u>2013</u>
Tuition	\$ 132,816	\$ 157,768
CHR	1,773	-
Health Committee	1,074	-
Post secondary education	-	16,347
Sanitation	10,134	9,400
CPNP	1,049	-
Prevention	1,400	-
Mental health	1,422	-
Lands	150,119	90,098
COHI	2,134	-
NNADAP	3,579	-
Brighter futures	13,484	2,050
Education	3,310	2,905
Reinvestment	-	5,625
<b>Total Deferred Revenue</b>	<b>\$ 322,294</b>	<b>\$ 284,193</b>

**KEY FIRST NATION**  
**Notes to the Financial Statements**  
March 31, 2014

<b>10. AANDC FINANCIAL TRANSFER AGREEMENT</b>	<u>2014</u>	<u>2013</u>
Revenue per agreement	\$ 2,269,505	\$ 2,336,602
Band employee benefits - prior year recovery	( 1,191)	-
Band employee benefits - prior year deferred	-	2,376
Band employee benefits - recovery	6,788	1,191
Child tax benefit/NCB - prior year repayable recovered	-	1,099
Band government - recovery	-	( 5,575)
Basic needs - recovery	12,606	6,435
Basic needs - prior year recovery	( 6,434)	-
Prevention - current year deferred	( 1,400)	-
Special needs - recovery	( 9,245)	( 3,681)
School transportation - prior year deferred	-	12,399
Post secondary - current year deferred	-	( 16,347)
Post secondary - prior year deferred	16,347	22,776
Education - current year deferred	( 3,310)	( 2,905)
Education - prior year deferred	2,905	-
Health - recovery	-	( 830)
Tuition - current year deferred	( 132,814)	( 157,768)
Tuition - prior year deferred	157,768	135,878
Tuition - recovery	( 14,708)	( 39,204)
Sanitation - current year deferred	( 10,134)	( 9,400)
Sanitation - prior year deferred	9,400	2,355
Welfare administrator - prior year deferred	-	460
Lands - current year deferred	( 150,118)	( 90,098)
Lands - prior year deferred	90,098	4,841
Reinvestment - current year deferred	-	( 5,625)
Reinvestment - prior year deferred	<u>5,625</u>	<u>-</u>
Revenue per Financial Statements	<u>\$ 2,241,688</u>	<u>\$ 2,194,979</u>

**11. USE OF ESTIMATES**

The amounts recorded for the allowance for doubtful accounts, estimated useful life of capital assets and deferred revenue are based on management's best estimate. These estimates are reviewed periodically and as adjustments become necessary they are reported in earnings in the period in which they become known. By their nature, estimates are subject to measurement uncertainty and the effect on the financial statements of any changes in estimates could be significant.

**12. ENVIRONMENTAL COSTS**

Under environmental law there is a requirement to properly close and maintain all landfill sites, whether active or inactive. The First Nation is not presently aware of any liability in this regard.

The operations of the First Nation have been, and may in the future be, affected from time to time to varying degree by changes in environmental regulations. Both the likelihood of new regulations and their overall effect upon the First Nation vary greatly and are not predictable. The First Nation is not able to determine the impact on its financial position, if any, of environmental laws and regulations that may be enacted in the future due to the uncertainty surrounding the form that the enforcement of these laws and regulations may take. No liability has been recorded in regards to these contingent liabilities.

**KEY FIRST NATION**  
 Notes to the Financial Statements  
March 31, 2014

**13. FAIR VALUE**

The fair value of the financial assets and liabilities, except the investments, approximates their carrying value due to their short term nature. It is not practicable to determine fair value with sufficient reliability for the investments because of the limited market for them. The fair value of the First Nation's long term debt is not disclosed as it is not practicable to determine fair value with sufficient reliability. The terms of the long term debt are disclosed in Notes 6 and 7.

**14. INTEREST RATE RISK**

The First Nation is not exposed to significant interest rate risk on its monetary current assets and current liabilities, due to their short term maturity. The First Nation is exposed to interest rate price risk on its long term debt that has a fixed interest rate. The interest rates and maturity dates of the debt are disclosed in Notes 6 and 7.

**15. ECONOMIC DEPENDENCE**

The First Nation is dependant on funding from Aboriginal Affairs and Northern Development Canada.

**16. CONTINGENT LIABILITIES**

The First Nation is contingently liable for loans from CMHC under the RRAP program. Each loan is forgiven over a period of time and therefore no liability has been recorded in these statements.

**17. EXPENSES BY TYPE**

	<u>2014</u>	<u>2013</u>
Assistance	\$ 1,285,614	\$ 884,885
Audit and legal	110,020	229,445
Advertising	1,969	4,627
Interest and bank charges	22,678	18,235
Contract	268,256	274,285
Maintenance	314,462	183,691
Council honoraria	256,810	247,741
Replacement reserve allocation	10,045	11,844
Insurance	83,469	93,158
Capital loan payments and interest	256,645	223,398
Material	144,964	130,596
Other	144,089	145,998
Travel and meeting	338,977	255,206
Tuition	666,937	616,181
Wages	686,690	665,238
Benefits	91,825	70,344
Utilities, fuel and telephone	140,523	84,268
Training	18,414	14,925
Rental	2,121	24,122
Administration	177,150	212,370
Asset purchases	1,722,229	254,823
<b>Total Expenses</b>	<b>\$ 6,743,887</b>	<b>\$ 4,645,380</b>

**KEY FIRST NATION**  
**Notes to the Financial Statements**  
**March 31, 2014**

**18. PRIOR YEAR FINANCIAL STATEMENT RESTATEMENT**

The First Nation has restated it's financial statements due to error's found while preparing the 2014 audited statements. Two parcels of land owned by Key First Nation Pelly Haylands Corporation where not recorded when the First Nation adopted the Tangible Captial Asset policy. These adjustments are as follows:

**Effect of Changes on 2012 Statement of Financial Position:**

2012 Accumulated Surplus as previously reported	\$ 4,034,969
Add: Land previously not recorded on the adoption of the TCA policy	<u>101,734</u>
Restated 2012 Accumulated Surplus	<u><u>\$ 4,136,703</u></u>