

**Nekaneet First Nation  
Consolidated Financial Statements  
March 31, 2014**

**Nekaneet First Nation**  
**Consolidated Financial Statements**  
*March 31, 2014*

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**Nekaneet First Nation**  
**Management's Responsibility for Financial Reporting**  
*March 31, 2014*

The financial statements have been prepared by management in accordance with the recommendations of the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants and the reporting requirements of the funding agreement with Aboriginal Affairs and Northern Development Canada. Financial statements are not precise since they contain certain amounts based on estimates and judgments. When alternative methods exist, management has chosen what it deems most appropriate, in the circumstances, in order to ensure that the financial statements are presented fairly in all material respects.

Management is also responsible for implementing and maintaining a system of internal controls designed to give reasonable assurance that transactions are appropriately authorized, assets are safeguarded from loss and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

Chief and Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control. The consolidated financial statements have been reviewed and approved by Chief and Council.

The Chief and Council review and approve the financial statements for issuance to Band members. The Chief and Council meet periodically with management, as well as external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and review the financial statements and the external auditor's report.

Chalupiak & Associates, an independent firm of Certified Management Accountants, has been engaged to examine the consolidated financial statements in accordance with Canadian generally accepted auditing standards. Their report stating the scope of their examination and opinion on the consolidated financial statements, follows.

Signature on file

Nekaneet First Nation

November 10, 2014

Date

**Chalupiak & Associates**  
**Certified Management Accountants**  
**3261 Saskatchewan Drive, Regina, SK S4T 6S4**  
**Phone (306) 359-3711 Fax (306) 569-3030**

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**Independent Auditors' Report**

To the Members of  
**Nekaneet First Nation**

We have audited the accompanying consolidated financial statements of Nekaneet First Nation, which comprise the consolidated statement of financial position as at March 31, 2014, and the consolidated statements of operations, accumulated surplus, change in net debt, cash flows and the related schedules for the year then ended, and a summary of significant accounting policies and other explanatory information.

*Management's Responsibility for the Consolidated 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.

*Auditors' Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from 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 auditors' 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 First Nation'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 First Nation'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.

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 consolidated financial statements present fairly, in all material respects, the financial position of Nekaneet First Nation as at March 31, 2014, and the results of its operations, accumulated surplus, the changes in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

**Regina, Saskatchewan**  
**November 10, 2014**

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**Certified Management Accountants**

**Nekaneet First Nation**  
**Consolidated Statement of Financial Position**  
*March 31, 2014*

	2014	2013 Restated
<b>Financial Assets</b>		
Restricted cash - capital projects (Note 4)	\$ 201,275	\$ 530,596
Restricted cash - CMHC reserves (Note 4)	113,744	82,457
Restricted cash - other (Note 4)	47	15,043
Funds held in trust by federal government (Note 4 and 5)	509,422	169,488
Accounts receivable (Notes 6 and 7)	545,881	762,038
Due from New Horizon First Nations Administration (Note 8)	23,746	107,073
Portfolio investment (Note 9)	60,000	60,000
Equity in related business entity (Note 10)	-	63,788
	<u>1,454,115</u>	<u>1,790,483</u>
<b>Liabilities</b>		
Bank indebtedness (Note 4 and 11)	25,384	236,364
Accounts payable (Note 12 and 13)	385,302	278,029
Reserve for losses in related business entity (Note 10)	1,031,927	-
Deferred revenue - unexpended funds (Note 14)	191,744	123,151
Deferred revenue (Note 15)	171,271	500,519
Current portion of long-term debt (Note 16)	279,876	184,015
Current portion of CMHC mortgages (Note 17)	74,067	81,994
Long-term debt (Note 16)	410,760	263,497
CMHC mortgages (Note 17)	689,993	764,509
	<u>3,260,324</u>	<u>2,432,078</u>
<b>Net debt</b>	<u>(1,806,209)</u>	<u>(641,595)</u>
<b>Non-financial Assets</b>		
Capital assets (Note 18)	6,797,565	5,245,579
Prepaid expenses (Note 19)	-	10,955
	<u>6,797,565</u>	<u>5,256,534</u>
<b>Accumulated Surplus</b> (Note 20)	<u>\$ 4,991,356</u>	<u>\$ 4,614,939</u>

**Approved on behalf of the Nekaneet First Nation:**

Signature on file \_\_\_\_\_, **Nekaneet First Nation**

Signature on file \_\_\_\_\_, **Nekaneet First Nation**

The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Consolidated Statement of Operations**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Restated
<b>Revenue</b>			
AANDC - grant	\$ 206,538	\$ 206,538	\$ 206,538
AANDC - fixed	600,168	565,126	605,668
AANDC - set	442,371	448,228	459,201
AANDC - flexible	475,000	227,600	475,000
AANDC - current year receivable (payable)	-	(74)	(14,654)
Health Canada	193,391	204,773	219,577
Health Canada - prior period revenue (recovery)	-	(3,503)	(12,089)
CMHC - subsidy	78,846	75,020	78,846
CMHC rental income	70,407	74,517	70,407
CMHC - RRAP	15,586	8,722	15,586
FHQ Tribal Council	203,816	207,487	244,443
First Nation GST	157,698	413,191	157,698
First Nations Trust	141,251	178,706	141,251
Specific Claims Settlement Trust	294,821	341,988	294,821
Contribution - New Horizon Administration Inc. (Note 23)	-	972,309	-
Keseechiwan Holdings - monetary benefit agreement	-	376,975	-
Ottawa Trust Funds	294,529	354,802	294,529
Administration (Note 2i)	17,476	34,998	17,478
Interest revenue	-	2,545	-
Other revenue	113,794	162,306	113,792
Unexpended funds transferred - prior year	123,151	123,151	119,688
Deferred revenue - prior	166,440	500,519	250,119
Deferred revenue - current	-	(171,271)	(500,519)
	<b>3,595,283</b>	<b>5,304,653</b>	<b>3,237,380</b>
<b>Expenses</b>			
Community Development (Schedule 1)	889,844	233,082	151,501
Economic Development (Schedule 2)	56,386	28,756	56,386
Education (Schedule 3)	280,644	257,514	288,974
Indian Government Support (Schedule 4)	457,199	850,300	459,230
Social Development (Schedule 5)	439,647	456,907	439,647
Indian Registration (Schedule 6)	5,536	7,547	5,536
Governance and Institutions of Government (Schedule 7)	20,000	20,000	20,000
Health Services (Schedule 8)	215,126	236,293	239,156
CMHC Operations (Schedule 9)	64,863	25,687	64,863
Band Programs (Schedule 10)	825,462	2,237,571	867,367
Amortization (Schedule 11)	401,172	382,833	401,172
	<b>3,655,879</b>	<b>4,736,490</b>	<b>2,993,832</b>
<b>Current surplus before unexpended funds</b>	<b>(60,596)</b>	<b>568,163</b>	<b>243,548</b>
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	(168,614)	(191,744)	(123,151)
<b>Current surplus</b>	<b>\$ (229,210)</b>	<b>\$ 376,419</b>	<b>\$ 120,397</b>

The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Consolidated Statement of Accumulated Surplus**  
*For the year ended March 31, 2014*

	2014	2013 Restated
<b>Surplus at beginning of year</b>	\$ 4,614,935	\$ 4,494,538
<b>Current surplus</b>	376,419	120,397
<b>Surplus at end of year (Note 20)</b>	\$ 4,991,354	\$ 4,614,935

The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Consolidated Statement of Change in Net Debt**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Restated	2013 Restated
<b>Current surplus</b>	\$ (229,210)	\$ 376,419	\$ 120,397
Acquisition of tangible capital assets	(42,038)	(1,934,821)	(305,174)
Amortization of tangible capital assets	401,172	382,833	401,172
	-	(1,551,988)	95,998
Acquisition of prepaid asset	10,955	-	(10,955)
Use of prepaid asset	-	10,955	20,670
	10,955	10,955	9,715
(Decrease) increase in net financial assets	(218,255)	(1,164,614)	226,110
Net debt at beginning of year	-	(641,595)	(867,705)
<b>Net debt at end of year</b>	<b>\$ -</b>	<b>\$ (1,806,209)</b>	<b>\$ (641,595)</b>

The accompanying notes are an integral part of the financial statements



**Nekaneet First Nation**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2014*

	2014	2013 Restated
<b>Cash flows from Operating activities</b>		
Current surplus	\$ 376,419	\$ 120,397
Items not affecting cash		
Amortization	382,833	401,172
	759,252	521,569
Change in non-cash operating working capital		
Accounts receivable	216,157	(363,933)
Prepaid expenses	10,955	9,715
Accounts payable	107,271	(11,789)
Deferred revenue - unexpended funds	68,593	3,463
Deferred revenue	(329,248)	250,400
Current portion of CMHC mortgages	(7,927)	7,593
Funds held in trust by federal government	(339,934)	(41,089)
	485,119	375,929
<b>Capital activities</b>		
Capital asset purchases	(1,934,819)	(305,177)
<b>Financing activities</b>		
Due from New Horizon First Nations Administration	83,327	(107,073)
CMHC mortgages	(74,516)	(84,396)
Long term debt - proceeds	432,800	495,662
Long term debt - repaid	(189,676)	(216,228)
	251,935	87,965
<b>Investing activities</b>		
Loss (gain) on investments	1,095,715	(5,311)
Restricted cash - CMHC reserves	(31,287)	(79,823)
Restricted cash - capital projects	329,321	(250,330)
Restricted cash - other	14,996	(15,043)
	1,408,745	(350,507)
<b>Increase (decrease) in cash and cash equivalents</b>	210,980	(191,790)
<b>Cash and cash equivalents, beginning of year</b>	(236,364)	(44,574)
<b>Cash and cash equivalents, end of year</b>	\$ (25,384)	\$ (236,364)

The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**1. General**

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

**2. Basis of presentation and significant accounting policies**

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

**(a) Reporting entity**

Nekaneet First Nation reporting entity includes the Nekaneet First Nation government and all related entities that are controlled by the First Nation.

**(b) Principles of consolidation**

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the Consolidated Statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only Nekaneet First Nation's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of Nekaneet First Nation.

Organizations accounted for on a modified equity basis include:  
New Horizon First Nations Administration Inc.

**(c) Asset classification**

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or to finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible assets, prepaid expenses and inventory of supplies.

**(d) Net debt or net financial assets**

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

**(e) Cash and cash equivalents**

Cash and cash equivalents include cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.

**2. Basis of presentation and significant accounting policies (continued)**

**(f) Tangible capital assets**

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Nekaneet First Nation's incremental cost of borrowing.

Amortization is provided for on a straight-line basis over their estimated useful lives as follows:

Buildings	25 years Straight line
Equipment	5 years Straight line
Infrastructure	40 years Straight line
Vehicles	4 years Straight line

Tangible capital assets are written down when conditions indicate that they no longer contribute to Nekaneet 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.

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

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

**(g) Use of estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. These estimates/assumptions are reviewed periodically and as adjustments become necessary they are reported in the records in the year in which they become known.

**(h) Segments**

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

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

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**2. Basis of presentation and significant accounting policies (continued)**

**(i) Internal charges and transfers**

The central administration office provides services to other program areas. To recognize the cost of these services a corresponding revenue and expense is recorded and referred to as "Administration fees."

**(j) Revenue recognition**

Revenue is recorded in the period specified in the funding agreements entered into with government agencies and other organizations. Funds received in advance of making the related expenses are reflected as deferred revenue in the year of receipt and classified as such in the financial statements. Any funding received pursuant to an agreement that that does not have a provision for the deferral of unexpended funds is reported as a repayment of revenue.

**(k) Expense recognition**

Expenses are accounted for in the period the goods or services are acquired and a liability is incurred or transfers are due.

**(l) Comparative figures**

Prior years' comparative amounts have been reclassified, where necessary, to conform to the current year's presentation.

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**3. Prior period restatement**

In the previous year proceeds on long-term debt were received for the purpose of financing accounts payable related to legal fees and property taxes with the balance placed in trust with Olive, Waller, Zinkhan & Waller LLP. The use of these funds was capitalized as opposed to recording the expenditures for which the long-term debt was intended. These financial statements have been restated for the 2013 fiscal year to accurately present the financial position of the First Nation.

The 2013 fiscal year restatement is as follows:

Accumulated surplus - March 31, 2013

Surplus as at March 31, 2013 as previously reported	\$ 4,762,892
Less: revision to 2013 expenditures	<u>(147,959)</u>
Surplus as at March 31, 2013 - restated	<u><u>\$ 4,614,933</u></u>

Capital assets - March 31, 2013

Capital assets as at March 31, 2013 as previously reported	\$ 5,450,579
Less: revision to 2013 expenditures	<u>(205,000)</u>
Capital assets as at March 31, 2013 - restated	<u><u>\$ 5,245,579</u></u>

2013 annual surplus

2013 annual surplus as previously reported	\$ 268,354
Less: revision to 2013 expenditures	<u>(147,959)</u>
2013 annual surplus - restatement	<u><u>\$ 120,395</u></u>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**4. Cash and cash equivalents**

(I) The CMHC agreements require that funds to cover future repairs to CMHC houses be maintained in a separate bank account. Under the terms of the agreement with Canada Mortgage and Housing Corporation, Nekaneet First Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in accounts or 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 the Replacement and Subsidy Fund.

(II) Monies are held in a lawyer's trust account; monies are dispersed from this trust account as directed by Chief and Council for specific purposes, for example land purchases or the payment of property taxes.

(III) Capital projects are managed by a project manager. The bank accounts are maintained by the project manager for use specifically for these projects.

	2014	2013
Cash		
Bank indebtedness	\$ (25,384)	\$ (236,364)
Restricted cash - capital projects		
Lagoon project	155,465	421,341
Water - Backup Well and Mudslide Mitigation	37,796	101,169
School project	8,014	8,086
	201,275	530,596
Restricted cash - CMHC reserves		
Replacement reserve	1,808	2,457
Term deposits	111,936	80,000
	113,744	82,457
Restricted cash - other		
Lawyer's trust - Olive, Waller, Zinkhan & Waller	47	15,043
Funds held in trust by federal government		
Capital	38,564	38,564
Revenue	470,858	130,924
	509,422	169,488
	\$ 799,104	\$ 561,220

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**5. Restricted cash - trust funds held by federal government**

	2014 Revenue	2014 Capital	2014 Total	2013 Total
Surplus, beginning of year	\$ 130,924	\$ 38,564	\$ 169,488	\$ 128,399
Lease revenue	332,684	-	332,684	37,334
Interest earnings	7,250	-	7,250	3,755
Surplus, end of year	\$ 470,858	\$ 38,564	\$ 509,422	\$ 169,488

Nekaneet First Nation derives income from leasing operations of a building located on a parcel of land that is reserve status. The net income of these operations is to be paid to the trust funds held by the federal government. The amounts owing are not included in the amounts reported in the table above. The cumulative amount of \$268,308 (2013 - \$253,440) has been recorded as receivable and will be reflected in the balances in the trust funds held by federal government when they are received.

**6. Accounts receivable**

	2014	2013
<b>Due from members</b>		
Advances	\$ 31,548	\$ 8,974
<b>Due from others</b>		
Nekaneet Treaty Benefits Claims Trust	127,692	272,077
File Hills Qu'Appelle Tribal Council	25,769	38,386
New Horizon First Nation Administration - funds held in trust	268,308	253,440
	421,769	563,903
<b>Due from government and other government organizations</b>		
AANDC	6,820	4,000
Health Canada	8,240	7,786
CMHC	6,253	161,446
CRA - GST	8,700	15,929
First Nation GST	62,551	-
	92,564	189,161
	\$ 545,881	\$ 762,038

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**7. AANDC - accounts receivable**

	2014	2013
Basic needs	\$ 1,595	\$ -
BEB	5,225	-
CEOP	-	4,000
	<u>\$ 6,820</u>	<u>\$ 4,000</u>

**8. Due from New Horizon First Nations Administration Inc.**

New Horizon First Nation Administration Inc. financed the purchase of land with new debt totaling \$1,000,000 during the year. It is the intention of the company and Nekaneet First Nation to convert the land to reserve status at which time the asset and associated benefits will be transferred to the First Nation. The long-term debt payable to Peace Hills Trust is secured by the land and guaranteed by the First Nation. As such, the asset has been recognized in the financial statements for Nekaneet First Nation for the year ended March 31, 2014.

**9. Portfolio investment**

	2014	2013
Keseechiwan Holdings LP (8.3% interest)	\$ 60,000	\$ 60,000



**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
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**10. Reserve for losses in related business entity**

Commercial enterprises are those organizations that meet the definition of government business enterprises as described by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Government business enterprises have the power to contract in their own name, have the financial and operating authority to carry on a business, sell goods and services to customers outside the First Nation government as their principal activity, and that can, in the normal course of their operations, maintain operations and meet liabilities from revenues received from outside the First Nation government.

	2014	2013
New Horizon First Nation Administration Inc.	\$ (1,031,927)	\$ 63,788

	2013	2012
Cash	\$ 8,181	\$ 109,676
Accounts receivable	23,015	11,271
Prepaid expenses	10,397	1,917
Due from related party	10,254	22,610
Fixed assets	240,009	250,898
<b>Total assets</b>	<b>\$ 291,856</b>	<b>\$ 396,372</b>

Accounts payable	\$ 56,139	\$ 29,063
Tenant deposits	12,594	12,594
Due to Ottawa Trust Fund	268,308	253,440
Long-term debt	986,742	37,487

<b>Total liabilities</b>	<b>1,323,783</b>	<b>332,584</b>
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Contributed surplus	260,596	260,596
Deficit	(1,292,523)	(196,808)

<b>Total equity</b>	<b>(1,031,927)</b>	<b>63,788</b>
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<b>Total liabilities and equity</b>	<b>\$ 291,856</b>	<b>\$ 396,372</b>
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	2013	2012
Revenue	\$ 519,093	\$ 935,250
Expenses	642,499	907,352
Payment to Nekaneet First Nation	972,309	-
<b>Net income</b>	<b>\$ (1,095,715)</b>	<b>\$ 27,898</b>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**11. Bank indebtedness**

The First Nation has a line of credit of \$50,000 bearing interest at prime plus 2%, secured with a Band Council Resolution.

**12. Accounts payable**

	2014	2013
<b>Due to members</b>		
Vacation payable	\$ -	\$ 4,805
<b>Due to others</b>		
Trade	371,146	233,314
FHQ Tribal Council	-	10,000
Group pension	3,135	-
	374,281	243,314
<b>Due to government and other government organizations</b>		
AANDC	6,894	14,654
Health Canada	-	5,208
CRA payroll deductions	4,127	10,048
	11,021	29,910
	\$ 385,302	\$ 278,029

**13. AANDC payable**

	2014	2013
Special Needs	\$ 6,894	\$ 5,857
Band Employee Benefits - Statutory	-	464
Basic Needs	-	8,333
	\$ 6,894	\$ 14,654

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**14. Deferred revenue - unexpended funds**

AANDC funding agreements stipulate the terms and conditions that apply to situations where revenue received exceeds expenditures. Depending on the funding arrangement the unexpended funds may be retained by the recipient, repaid to AANDC, deferred to the following year, or transferred to another AANDC program area. Any funding arrangements that have a provision that allows the recipient to retain the excess funds are recorded as surpluses. All other excess funds are recorded as a liability and classified as "Deferred revenue - unexpended funds" on the financial statements.

	2014	2013
Education	\$ 165,182	\$ 90,788
Post Secondary	26,562	32,363
	<u>\$ 191,744</u>	<u>\$ 123,151</u>

**15. Deferred revenue**

	March 31, 2013	Funding received, 2014	Revenue recognized, 2014	March 31, 2014
<b>Federal government</b>				
Mudslide Mitigation	\$ 47,104	\$ -	\$ (10,057)	\$ 37,047
Water - Backup Well	56,218	-	(53,315)	2,903
Water Treatment Plant	397,197	227,600	(493,476)	131,321
	<u>\$ 500,519</u>	<u>\$ 227,600</u>	<u>\$ (556,848)</u>	<u>\$ 171,271</u>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**16. Long-term debt**

	2014	2013
Peace Hills Trust #11 - Lojek Legal Billing settlement Term loan payable in blended quarterly installments of \$10,000 bearing interest at 7.00%, secured by AANDC, First Nations Trust and GST, maturing April 1, 2014.	\$ 9,685	\$ 48,013
Peace Hills Trust #12 - Land and Legal Billing Term loan payable in blended monthly installments of \$8,900 bearing interest at 5.00%, secured by AANDC, First Nations Trust and GST, maturing December 15, 2017.	367,048	143,184
Peace Hills Trust #13 - equipment and bus Term loan payable in blended quarterly installments of \$21,500 bearing interest at 7.00%, secured by AANDC, First Nations Trust, GST and chattel mortgage, maturing January 1, 2016.	141,935	177,241
Peace Hills Trust #14 - CMHC Reserve and Replace Term loan payable in blended monthly installments of \$1,508 bearing interest at 5.00%, secured by cash, maturing February 1, 2018.	64,527	79,074
Peace Hills Trust #15 - Operating Term loan payable at maturity bearing interest at 5.00%, secured by cash, maturing April 4, 2014.	31,258	-
Peace Hills Trust #16 - Operating Term loan payable in blended monthly installments of \$8,750 bearing interest at 7.50%, secured by AANDC, First Nations Trust and GST, maturing December 1, 2014.	76,183	-
	690,636	447,512
Current portion	279,876	184,015
	\$ 410,760	\$ 263,497
Principal portion of long-term debt due within the next five years:		
2015	\$ 279,876	
2016	196,029	
2017	116,812	
2018	97,919	
	\$ 690,636	
	2014	2013
Interest expense for the year on long-term debt	\$ 38,572	\$ 19,418

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**17. CMHC mortgages**

	Phase number	Maturity date	Interest rate	Monthly payment	2014	2013
Industrial Alliance	2	01/02/2015	2.70%	\$ 707	\$ 7,678	\$ 15,843
PHT	4	01/03/2014	5.79%	733	-	8,584
PHT	5	01/04/2015	5.85%	745	25,467	32,749
Scotia	6	01/07/2014	4.15%	394	52,205	57,717
Scotia	7	01/06/2017	4.99%	654	13,915	17,844
Scotia	8	01/01/2016	3.99%	650	31,220	37,680
Scotia	9	01/12/2014	5.59%	686	40,609	46,397
CMHC	10	01/06/2015	2.76%	1,203	135,992	146,875
CMHC	11	01/02/2018	1.69%	1,342	190,359	203,167
CMHC	12	10/10/2015	2.40%	1,627	266,616	279,647
					764,061	846,503
Less current portion					74,068	81,994
<b>Total</b>					<b>\$ 689,993</b>	<b>\$ 764,509</b>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**18. Tangible capital assets**

	Cost	Additions	Accumulated amortization	2014 Net book value
Land	\$ -	\$ 1,377,971	\$ -	\$ 1,377,971
Buildings	6,544,719	-	3,875,215	2,669,504
Automotive equipment	194,551	-	163,023	31,528
Furniture and equipment	404,981	-	298,805	106,176
Infrastructure	1,350,695	556,848	59,217	1,848,326
CMHC houses	2,379,378	-	1,615,318	764,060
<b>Total</b>	<b>\$ 10,874,324</b>	<b>\$ 1,934,819</b>	<b>\$ 6,011,578</b>	<b>\$ 6,797,565</b>

	Cost	Additions	Accumulated amortization	2013 Net book value
Buildings	\$ 6,544,719	\$ -	\$ 3,652,756	\$ 2,891,963
Automotive equipment	152,513	42,038	152,513	42,038
Furniture and equipment	404,981	-	263,413	141,568
Infrastructure	1,087,556	263,139	27,189	1,323,506
CMHC houses	2,379,378	-	1,532,874	846,504
<b>Total</b>	<b>\$ 10,569,147</b>	<b>\$ 305,177</b>	<b>\$ 5,628,745</b>	<b>\$ 5,245,579</b>

**19. Prepaid expenses**

	2014	2013
Post secondary living allowance	\$ -	\$ 10,955

**20. Accumulated surplus**

	2014	2013
Invested in tangible capital assets	\$ 5,568,065	\$ 4,221,836
Funds held in trust by federal government	509,422	169,488
CMHC reserves	414,680	378,739
Equity in related entity	(1,031,927)	63,788
Operating deficit	(468,884)	(218,912)
	<b>\$ 4,991,356</b>	<b>\$ 4,614,939</b>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**21. AANDC reconciliation**

	2014	2013
Total per AANDC confirmation	\$ 1,447,491	\$ 1,746,407
Current year receivable (payable)		
Basic Needs	1,595	(8,333)
Band Employee Benefits	5,225	(464)
Special Needs	(6,894)	(5,857)
	<u>\$ 1,447,417</u>	<u>\$ 1,731,753</u>

**22. Government Transfers**

	2014		
	Operating	Capital	Total
<b>Federal government transfers</b>			
Aboriginal Affairs and Northern Development Canada	\$ 1,219,817	\$ 227,600	\$ 1,447,417
Health Canada	201,270	-	201,270
Canada Mortgage and Housing Corporation	158,259	-	158,259
<b>Total</b>	1,579,346	227,600	1,806,946
<b>Provincial government transfers</b>	-	-	-
	<u>\$ 1,579,346</u>	<u>\$ 227,600</u>	<u>\$ 1,806,946</u>
	2013		
	Operating	Capital	Total
<b>Federal government transfers</b>			
Aboriginal Affairs and Northern Development Canada	\$ 1,256,753	\$ 475,000	\$ 1,731,753
Health Canada	207,488	-	207,488
Canada Mortgage and Housing Corporation	164,839	-	164,839
<b>Total</b>	1,629,080	475,000	2,104,080
<b>Provincial government transfers</b>	-	-	-
	<u>\$ 1,629,080</u>	<u>\$ 475,000</u>	<u>\$ 2,104,080</u>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**23. Contribution from New Horizon First Nations Administration Inc.**

New Horizon First Nation Administration Inc. financed the purchase of land with new debt totaling \$1,000,000 during the year. It is the intention of the company and Nekaneet First Nation to convert the land to reserve status at which time the asset and associated benefits will be transferred to the First Nation. The long-term debt payable to Peace Hills Trust is secured by the land and guaranteed by the First Nation. As such, revenue of \$972,309 has been reported as a contribution from New Horizon First Nation Administration Inc. and the asset has been included in the consolidated statement of financial position.

**24. CMHC housing restricted funds**

It is a requirement of the CMHC operating agreements that subsidy surplus, operating and replacement reserves be established and monies be set aside in separate bank accounts. On March 31, 2014 the reserve accounts were under-funded by \$300,936. The amount required to be set aside was \$414,680 and the amount in the reserve bank account was \$113,744. (The reserve amount of \$414,680 is not reported separately on these financial statements, but is included in equity).

**25. Employee benefit obligations**

**Vacation and overtime**

The vacation and overtime liability is comprised of the vacation and overtime that employees are deferring to future years. Employees have either earned the benefits or are entitled to these benefits within the next budgetary year.

**Post-employment benefits**

Nekaneet First Nation does not provide extended health, dental and life insurance benefits to retirees and their surviving spouses and therefore has no obligations with regards to post employment benefits

**Pension plan**

Nekaneet First Nation provides a defined contribution plan for eligible members of its staff. Members are required to contribute 5% of their salary and Nekaneet First Nation contributes a matching portion. Nekaneet First Nation contributed \$14,927 (2013 - \$11,441) during the year for retirement benefits. Nekaneet First Nation does not have any other obligations with regards to the pension plan as at March 31, 2014.

**26. Contractual Obligations**

The nature of Nekaneet First Nation's activities can result in some multi-year contracts whereby it will be obligated to make future payments when the goods or services are received. There are no significant contractual obligations.



**27. Contingent liabilities**

Nekaneet First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is 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 its operations, Nekaneet First Nation becomes 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, an estimated liability is accrued and an expense recorded on Nekaneet First Nation's financial statements.

Nekaneet First Nation is involved in the following legal proceedings:

1. The First Nation is contingently liable for a loan of New Horizon First Nation Administration Inc. with Peace Hills Trust. As of March 31, 2014 there was an outstanding balance of \$999,159.
2. The First Nation is a defendant in various law suits commenced by former employees under the Canada Labour Code. Subsequent to year end the First Nation agreed to pay a former employee \$13,500 and two additional claims were awarded in the amount of \$53,919.

**28. Related party transactions**

Transactions with related parties are in the normal course of business and are for fair consideration that is mutually agreed upon by the related parties.

**29. Economic dependence**

Nekaneet First Nation receives a major portion of its revenue pursuant to funding agreements with Aboriginal Affairs and Northern Development Canada and Health Canada.

**30. Budgeted figures**

Budgeted figures have been provided for comparison purposes and have been derived from estimates approved by Nekaneet First Nation.

**31. Segmented information**

**1) Aboriginal Affairs and Northern Development Canada (AANDC)**

**Claims and Indian Government:**

Costs associated with the negotiation, settlement and implementation of specific claims and comprehensive land claim agreements as well as special claims and self-government agreements.

**Community Development:**

Costs to acquire, construct, operate and maintain basic community facilities and services such as water and sewage, roads, electrification, schools, community buildings and fire protection. Also costs associated with ensuring that these facilities and community services meet recognized standards and are comparable to the services provided to nearby communities by provincial and municipal governments.

**31. Segmented information, continued**

**Economic Development:**

Costs associated with economic development planning, proposal development, and planning and implementation of ongoing activities and one-time projects. Also costs to pursue economic objectives in areas such as the employment of community members, the development of community-owned and community member businesses, the development of land and resources under community control, access to economic opportunities on land and resources beyond community control, investment promotion, and research and advocacy.

**Education:**

Costs to support First Nation and Inuit communities in expressing, preserving, developing and promoting their cultural heritage, through the establishment and operation of First Nation and Inuit cultural education centres and programs. Costs to provide eligible students living on reserve and eligible Inuit with elementary/secondary education programs and services including instructional services in federal, provincial, band-operated schools, or a private/independent school (recognized by the province in which the school is located as an elementary/secondary institution), and student support services such as transportation, accommodation, guidance and counselling services. Costs associated with AANDC's First Nations and Inuit Youth Employment Strategy to develop and enhance essential employability skills, such as communication, problem solving, and working with others, expose youth to a variety of career options, and promote the benefits of education as being key to labor market participation. Also, costs to support eligible First Nation and Inuit students to access education opportunities at the post-secondary level and supports the development and delivery of college and university level courses for First Nation and Inuit students, and research and development on First Nation and Inuit education. Costs for the provision of special education services and programs and costs to provide internet access, information technology equipment, technical support and training to students and school staff.

**Indian Government Support:**

Costs to support the further development of competent, stable, legitimate, and accountable community governments by strengthening First Nations and Inuit governance and by funding initiatives which address needs in the areas of professional and institutional development at the local level and at the level of emerging regional and national organizations. Also, costs to enable tribal councils to provide advisory services such as financial management, band government, economic development, community planning, technical services to the member First Nations and to defray the costs of administering programs on behalf of member communities and to provide funding for equivalent advisory services to large First Nations which are not affiliated with a tribal council.

**Land Management:**

Costs associated to the administration of land transactions on designated and non-designated lands under sections 53 and 60 of the Indian Act.

**Social Development:**

First Nations people, like other Canadian citizens, are responsible for managing their own affairs and maintaining themselves to the extent that their resources permit. Some individuals and families are unable to provide for themselves and their dependents. Situations therefore exist in which assistance must be available to community members in need. Income Assistance is one type of income supplement available to eligible persons. Other income supports include Old Age Security, Child Tax Benefits, etc.

**Indian Registration:**

Costs associated with the maintenance of the Indian Register, a record of everyone who is registered as an Indian under the Indian Act.

**31. Segmented information, continued**

**Governance and Institutions of Government:**

Costs associated with Governance and Institution of Government activities.

2) **Health Programs (FNIHB)**

Health Canada provides funding for costs associated with the development of safe and healthy communities in the following areas:

Children and Youth; Mental Health and Addictions; Chronic Disease and Injury Prevention; Communicable Disease Control; Environmental Health and Research Component; Primary Care; Non-Insured Health Benefits; Health Governance and Infrastructure; Capital; Treatment Centres; Aboriginal Health Transition Fund; Headquarter projects.

3) **Canada Mortgage and Housing Corporation (CMHC)**

Non-Profit On-Reserve Housing Program (Section 95); Residential Rehabilitation Assistance Program (RRAP); Home Adaptations for Seniors' Independence Program (HASI); Shelter Enhancement Program; Housing Internship Initiative for First Nations and Inuit Youth

4) **Band programs**

Other programs that vary based on own source revenue. These could include First Nations Trust, Tribal Council, CDC, Band Trust Funds and other business ventures. These outside revenue sources are used to fund programs such as recreational or cultural activities for the benefit of membership that are not funded by government agencies.

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**32. Expenses by object**

	2014 Budget	2014 Actual	2013 Actual
Administration	\$ 24,150	\$ 34,998	\$ 24,476
Amortization	401,172	382,833	401,172
Assistance	440,477	439,118	440,476
Band capital expenditures	158,765	54,300	117,662
Consultants and contractors	716,235	710,015	379,243
Cultural programs	42,711	215,187	42,607
Donations	300	-	300
Elders	8,077	271	8,077
Equipment	42,038	-	42,038
First Nations Trust	140,203	208,056	140,203
Fuel	12,358	3,183	12,358
Governance	14,777	203,415	14,777
Honorariums	24,338	650	24,339
Insurance	48,735	17,893	30,735
Interest and bank charges	25,861	78,712	25,861
Janitorial	3,030	6,595	3,031
Long-term debt - payments (principle & interest)	214,221	335,465	214,221
Long-term debt - principle repayment	(161,592)	(274,421)	(161,593)
Loss (gain) on investments	-	1,095,715	(5,311)
NCBR - community based support	19,611	25,409	19,611
NCBR - home to work	12,870	7,406	12,870
Per capita distribution	88,858	136,471	88,858
Professional fees	191,692	131,224	191,692
Program expenses	63,561	69,880	64,487
Property taxes	-	12,311	-
Registration fees	830	697	830
Rent - equipment	12,385	15,072	12,385
Rent - office	-	6,000	-
Repairs and maintenance	93,851	136,393	89,612
Student allowance	132,675	113,585	132,675
Student transportation	1,869	-	1,869
Supplies	80,855	56,057	80,854
Telephone	21,814	24,350	25,068
Training	9,339	12,570	9,339
Travel, meetings, per diems	202,563	190,527	196,038
Tuition	35,920	59,784	35,921
Utilities	40,235	31,111	40,235
Wages and benefits	533,133	752,506	541,993
Transfer to capital assets	(42,038)	(556,848)	(305,177)
	<b>\$ 3,655,879</b>	<b>\$ 4,736,490</b>	<b>\$ 2,993,832</b>

**Schedule #1**  
**Nekaneet First Nation**  
**Community Development**  
**Schedule of Operations**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - fixed	\$ 192,587	\$ 192,587	\$ 192,587
AANDC - set	27,000	27,000	41,000
AANDC - flexible	475,000	227,600	475,000
FHQ Tribal Council	1,180	1,180	1,179
Other revenue	-	16,800	-
Deferred revenue - prior	166,440	500,519	250,119
Deferred revenue - current	-	(171,271)	(500,519)
	862,207	794,415	459,366
<b>Expenses</b>			
Band capital expenditures	158,765	54,300	117,662
Consultants and contractors	582,159	567,087	169,114
Fuel	2,706	400	2,706
Insurance	24,945	17,380	6,945
Janitorial	2,684	1,795	2,684
Repairs and maintenance	18,680	31,252	11,625
Supplies	7,360	6,809	7,359
Telephone	183	4,401	183
Training	531	1,281	531
Travel, meetings, per diems	3,734	8,010	3,734
Utilities	32,958	25,924	32,958
Wages and benefits	55,139	71,292	59,139
Transfer to capital assets	-	(556,848)	(263,139)
	889,844	233,083	151,501
<b>Current surplus before transfers</b>	(27,637)	561,332	307,865
<b>Transfers</b>			
Transfer - Amortization	(324,370)	(289,879)	(324,370)
<b>Current surplus (deficit)</b>	\$ (352,007)	\$ 271,453	\$ (16,505)

The accompanying notes are an integral part of the financial statements

**Schedule #2**  
**Nekaneet First Nation**  
**Economic Development**  
**Schedule of Operations**

*For the year ended March 31, 2014*

		2014		2014		2013
		Budget		Actual		Actual
<hr/>						
<b>Revenue</b>						
AANDC - fixed	\$	34,000	\$	-	\$	34,000
FHQ Tribal Council		33,369		33,369		33,369
		67,369		33,369		67,369
<hr/>						
<b>Expenses</b>						
Consultants and contractors		56,386		28,756		56,386
<hr/>						
<b>Current surplus</b>	\$	10,983	\$	4,613	\$	10,983
<hr/>						

The accompanying notes are an integral part of the financial statements

**Schedule #3**  
**Nekaneet First Nation**  
**Education**  
**Schedule of Operations**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - fixed	\$ 326,107	\$ 326,107	\$ 331,607
AANDC - set	-	-	2,830
FHQ Tribal Council	-	-	3,108
Unexpended funds transferred - prior year	123,151	123,151	119,688
	<b>449,258</b>	<b>449,258</b>	<b>457,233</b>
<b>Expenses</b>			
Assistance	618	1,480	618
Consultants and contractors	17,920	12,595	20,920
Elders	100	-	100
Equipment	42,038	-	42,038
Fuel	9,337	2,783	9,337
Honorariums	1,400	-	1,400
Insurance	1,604	513	1,604
Interest and bank charges	-	330	-
Program expenses	9,975	3,610	12,475
Registration fees	380	-	380
Repairs and maintenance	1,488	4,718	1,488
Student allowance	132,675	113,585	132,675
Student transportation	1,869	-	1,869
Supplies	8,004	6,601	8,004
Training	-	1,181	-
Travel, meetings, per diems	20,948	12,781	20,948
Tuition	35,920	59,784	35,921
Wages and benefits	38,406	37,553	41,236
Transfer to capital assets	(42,038)	-	(42,038)
	<b>280,644</b>	<b>257,514</b>	<b>288,975</b>
<b>Current surplus before unexpended funds</b>	<b>168,614</b>	<b>191,744</b>	<b>168,258</b>
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	(168,614)	(191,744)	(123,151)
<b>Current surplus before transfers</b>	<b>-</b>	<b>-</b>	<b>45,107</b>
<b>Transfers</b>			
Transfer - Amortization	-	(10,510)	-
<b>Current surplus (deficit)</b>	<b>\$ -</b>	<b>\$ (10,510)</b>	<b>\$ 45,107</b>

The accompanying notes are an integral part of the financial statements

**Schedule #4**  
**Nekaneet First Nation**  
**Indian Government Support**  
**Schedule of Operations**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - grant	\$ 206,538	\$ 206,538	\$ 206,538
AANDC - fixed	2,474	1,431	2,474
AANDC - set	2,665	2,201	2,665
AANDC - current year receivable (payable)	-	5,225	(464)
First Nation GST	157,698	413,191	157,698
Other revenue	38,977	5,805	38,977
Administration	-	14,033	-
	<hr/> 408,352	<hr/> 648,424	<hr/> 407,888
<b>Expenses</b>			
Assistance	39,744	103,389	39,744
Consultants and contractors	11,957	57,572	11,957
Donations	300	-	300
Elders	4,827	-	4,827
Honorariums	6,423	-	6,423
Insurance	552	-	552
Interest and bank charges	21,597	72,450	21,597
Professional fees	36,667	84,084	36,667
Rent - equipment	6,385	9,072	6,385
Repairs and maintenance	1,360	3,683	1,360
Supplies	3,264	5,392	3,264
Telephone	16,504	12,382	16,504
Training	368	-	368
Travel, meetings, per diems	130,562	114,558	130,562
Wages and benefits	176,689	387,719	178,720
	<hr/> 457,199	<hr/> 850,301	<hr/> 459,230
<b>Current deficit</b>	<hr/> \$ (48,847)	<hr/> \$ (201,877)	<hr/> \$ (51,342)

The accompanying notes are an integral part of the financial statements



**Schedule #5**  
**Nekaneet First Nation**  
**Social Development**  
**Schedule of Operations**

*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - fixed	\$ 40,000	\$ 40,000	\$ 40,000
AANDC - set	392,706	404,027	392,706
AANDC - current year receivable (payable)	-	(5,299)	(14,190)
	432,706	438,728	418,516
<b>Expenses</b>			
Assistance	296,133	309,804	296,132
Consultants and contractors	4,360	2,775	4,360
Cultural programs	6,887	2,796	6,887
Honorariums	100	-	100
NCBR - community based support	19,611	25,409	19,611
NCBR - home to work	12,870	7,406	12,870
Program expenses	-	2,131	-
Registration fees	-	142	-
Supplies	7,259	4,688	7,259
Training	-	6,265	-
Travel, meetings, per diems	6,204	6,109	6,204
Wages and benefits	86,223	89,382	86,223
	439,647	456,907	439,646
<b>Current deficit</b>	\$ (6,941)	\$ (18,179)	\$ (21,130)

The accompanying notes are an integral part of the financial statements

**Schedule #6**  
**Nekaneet First Nation**  
**Indian Registration**  
**Schedule of Operations**

*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - fixed	\$ 5,000	\$ 5,000	\$ 5,000
<b>Expenses</b>			
Interest and bank charges	-	45	-
Supplies	75	240	75
Training	386	-	386
Travel, meetings, per diems	-	2,762	-
Wages and benefits	5,075	4,500	5,075
	5,536	7,547	5,536
<b>Current deficit</b>	\$ (536)	\$ (2,547)	\$ (536)

The accompanying notes are an integral part of the financial statements

**Schedule #7**  
**Nekaneet First Nation**  
**Governance and Institutions of Government**  
**Schedule of Operations**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - set	\$ 20,000	\$ 15,000	\$ 20,000
<b>Expenses</b>			
Consultants and contractors	10,550	11,000	10,550
Supplies - materials	6,196	3,200	6,196
Training	1,200	-	1,200
Travel, meetings, per diems	2,054	5,800	2,054
	20,000	20,000	20,000
<b>Current deficit</b>	\$ -	\$ (5,000)	\$ -

The accompanying notes are an integral part of the financial statements

**Schedule #8**  
**Nekaneet First Nation**  
**Health Services**  
**Schedule of Operations**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
Health Canada	\$ 193,391	\$ 201,270	\$ 207,488
Administration	17,476	20,965	17,475
	210,867	222,235	224,963
<b>Expenses</b>			
Administration	17,150	20,965	17,476
Consultants and contractors	24,280	14,230	50,115
Cultural programs	3,452	24,008	3,348
Elders	2,500	-	2,500
Honorariums	15,915	500	15,916
Interest and bank charges	1,603	749	1,604
Janitorial	346	-	346
Professional fees	-	13,939	-
Program expenses	9,828	8,197	8,256
Registration fees	-	75	-
Repairs and maintenance	1,604	1,758	4,420
Supplies	24,797	17,138	24,797
Telephone	2,465	5,766	5,718
Training	4,950	3,543	4,949
Travel, meetings, per diems	18,307	27,903	11,781
Utilities	2,277	1,227	2,277
Wages and benefits	85,652	96,296	85,652
	215,126	236,294	239,155
<b>Current deficit</b>	\$ (4,259)	\$ (14,059)	\$ (14,192)

The accompanying notes are an integral part of the financial statements

**Schedule #9**  
**Nekaneet First Nation**  
**CMHC Operations**  
**Schedule of Operations**

*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
CMHC	\$ 164,839	\$ 158,259	\$ 164,840
Interest revenue	-	2,545	-
Other revenue	3,936	6,166	3,935
	<b>168,775</b>	<b>166,970</b>	<b>168,775</b>
<b>Expenses</b>			
Consultants and contractors	1,473	-	1,473
Insurance	19,634	-	19,634
Interest and bank charges	644	2,318	644
Long-term debt - payments (principle & interest)	110,013	104,915	110,013
Long-term debt - principle repayment	(76,802)	(82,444)	(76,802)
Professional fees	7,000	-	7,000
Repairs and maintenance	562	598	562
Training	-	300	-
Wages and benefits	2,339	-	2,339
	<b>64,863</b>	<b>25,687</b>	<b>64,863</b>
<b>Current surplus before transfers</b>	<b>103,912</b>	<b>141,283</b>	<b>103,912</b>
<b>Transfers</b>			
Transfer - Amortization	(76,802)	(82,444)	(76,802)
<b>Current surplus</b>	<b>\$ 27,110</b>	<b>\$ 58,839</b>	<b>\$ 27,110</b>

The accompanying notes are an integral part of the financial statements

**Schedule #10**  
**Nekaneet First Nation**  
**Band Programs**  
**Schedule of Operations**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
FHQ Tribal Council	\$ 169,267	\$ 162,439	\$ 206,787
FHQ Tribal Council - prior year revenue (recovery)	-	10,500	-
First Nations Trust	141,251	178,706	141,251
Ottawa Trust Funds	294,529	354,802	294,529
Specific Claims Settlement Trust	294,821	341,988	294,821
Keseechiwan Holdings - monetary benefit agreement	-	376,975	-
Other revenue	70,881	133,536	70,881
Contribution - New Horizon Administration Inc.	-	972,309	-
	970,749	2,531,255	1,008,269
<b>Expenses</b>			
Administration	7,000	14,033	7,000
Assistance	103,982	24,446	103,982
Consultants and contractors	7,150	16,000	54,368
Cultural programs	32,372	188,383	32,372
Elders	650	271	650
First Nations Trust	140,203	208,056	140,203
Fuel	315	-	315
Governance	14,777	203,415	14,777
Honorariums	500	150	500
Insurance	2,000	-	2,000
Interest and bank charges	2,017	2,820	2,017
Janitorial	-	4,800	-
Long-term debt - payments (principle & interest)	104,208	230,550	104,208
Long-term debt - principle repayment	(84,790)	(191,977)	(84,790)
Loss (gain) on investments	-	1,095,715	(5,311)
Per capita distribution	88,858	136,471	88,858
Professional fees	148,025	33,201	148,025
Program expenses	43,758	55,942	43,757
Property taxes	-	12,311	-
Registration fees	450	480	450
Rent - equipment	6,000	6,000	6,000
Rent - office	-	6,000	-
Repairs and maintenance	70,157	94,382	70,157
Supplies	23,900	11,989	23,900
Telephone	2,662	1,800	2,662
Training	1,904	-	1,904
Travel, meetings, per diems	20,754	12,603	20,755
Utilities	5,000	3,960	5,000
Wages and benefits	83,610	65,770	83,607
	825,462	2,237,571	867,366
<b>Current surplus</b>	\$ 145,287	\$ 293,684	\$ 140,903

The accompanying notes are an integral part of the financial statements

**Schedule #11**  
**Nekaneet First Nation**  
**Amortization**  
**Schedule of Operations**

*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>	\$ -	\$ -	\$ -
<b>Expenses</b>			
CMHC Operations	76,802	82,444	76,802
Education	-	10,510	-
Mudslide Mitigation	20,388	21,034	20,388
Public Works	297,181	257,851	297,181
Water - Backup Well	6,801	10,994	6,801
	401,172	382,833	401,172
<b>Current deficit before transfers</b>	(401,172)	(382,833)	(401,172)
<b>Transfers</b>			
Transfer - Amortization	401,172	382,833	401,172
<b>Current surplus</b>	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements