

**Wood Mountain First Nation
Consolidated Financial Statements
March 31, 2018**

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Wood Mountain First Nation
Management's Responsibility for Financial Reporting
March 31, 2018

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 Indigenous Services Canada (ISC). 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 Chartered Professional 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
Wood Mountain First Nation

July 21, 2018
Date

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

Independent Auditors' Report

To the Members of
Wood Mountain First Nation

We have audited the accompanying consolidated financial statements of Wood Mountain First Nation, which comprise the consolidated statement of financial position as at March 31, 2018, and the consolidated statements of operations, accumulated surplus, change in net financial assets, 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 Wood Mountain First Nation as at March 31, 2018, and the results of its operations, the changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Regina, Saskatchewan
July 21, 2018

Chalupiak & Associates
Chartered Professional Accountants

Wood Mountain First Nation
Consolidated Statement of Financial Position
March 31, 2018

	2018	2017
Financial Assets		
Cash and cash equivalents (Note 3)	\$ 103,936	\$ 94,904
Restricted cash (Note 3)	14,627	19,387
Accounts receivable (Note 4)	31,125	64,498
Portfolio investments (Note 6)	60,000	60,000
Trust funds held by federal government (Note 7)	56,950	35,929
	<u>266,638</u>	<u>274,718</u>
Liabilities		
Accounts payable and accrued liabilities (Note 8)	64,635	99,645
Deferred revenue - unexpended funds (Note 9)	91,333	-
Deferred revenue (Note 10)	14,627	97,813
	<u>170,595</u>	<u>197,458</u>
Net financial assets	<u>96,043</u>	<u>77,260</u>
Non-financial Assets		
Capital assets (Note 11)	770,117	746,838
Prepaid expenses (Note 12)	9,295	7,060
	<u>779,412</u>	<u>753,898</u>
Accumulated Surplus (Note 13)	<u>\$ 875,455</u>	<u>\$ 831,158</u>

Approved on behalf of the Chief and Council:

_____, **signature on file**, **Chief**

_____, **signature on file**, **Councilor**

The accompanying notes are an integral part of the financial statements

Wood Mountain First Nation
Consolidated Statement of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - grant funding	\$ 132,381	\$ 132,381	\$ 132,381
Indigenous Services Canada - fixed contribution	205,667	227,637	201,908
Indigenous Services Canada - set contribution	135,490	135,490	35,328
Indigenous Services Canada - flexible contribution	179,437	179,088	379,274
ISC - current year receivable (payable)	-	-	(440)
Health Canada - set	91,912	91,912	89,235
First Nations Trust	100,000	101,881	100,550
FHQ Tribal Council	31,384	33,784	30,308
Living Sky Community Development Corporation	20,000	-	21,121
QBOW Child & Family Services Inc.	13,500	13,515	17,500
FHQ Developments Ltd.	-	15,000	-
Earned and held in Trust by federal government	15,900	21,022	10,523
Keseechiwan Holdings LP	60,000	60,000	60,000
Other revenue	30,000	42,908	29,573
Administration fees	35,000	5,803	35,085
Deferred revenue - prior year	97,813	97,813	115,897
Deferred revenue - current year	-	(14,627)	(97,813)
	1,148,484	1,143,607	1,160,430
Expenses			
Claims and Indian Government (Schedule 1)	135,490	107,242	36,206
Community Development (Schedule 2)	193,267	192,198	234,483
Economic Development (Schedule 3)	29,108	31,042	19,730
Education (Schedule 4)	88,588	91,557	72,829
Indian Government Support (Schedule 5)	162,082	175,519	180,342
Land Management (Schedule 6)	137,395	27,839	23,301
Social Development (Schedule 7)	30,500	35,043	30,168
Health Programs (Schedule 8)	91,912	91,095	91,235
Band Programs (Schedule 9)	194,000	210,130	210,687
Amortization (Schedule 10)	-	46,313	44,940
	1,062,342	1,007,978	943,921
Current surplus before unexpended transfers	86,142	135,629	216,510
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(91,333)	-
Current surplus	\$ 86,142	\$ 44,296	\$ 216,510

The accompanying notes are an integral part of the financial statements

Wood Mountain First Nation
Consolidated Statement of Accumulated Surplus
For the year ended March 31, 2018

	2018	2017
Surplus at beginning of year	\$ 831,158	\$ 614,648
Current surplus	44,296	216,510
Surplus at end of year	\$ 875,454	\$ 831,158

The accompanying notes are an integral part of the financial statements

Wood Mountain First Nation
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Current surplus	\$ 86,142	\$ 44,296	\$ 216,510
Acquisition of tangible capital assets	-	(69,591)	(247,502)
Amortization of tangible capital assets	-	46,313	44,941
	-	(23,278)	(202,561)
Acquisition of prepaid asset	(9,295)	(9,295)	(7,060)
Use of prepaid asset	7,060	7,060	5,964
	(2,235)	(2,235)	(1,096)
Increase (decrease) in net financial assets	83,907	18,783	12,853
Net financial assets at beginning of year	77,260	77,260	64,407
Net financial assets at end of year	\$ 161,167	\$ 96,043	\$ 77,260

The accompanying notes are an integral part of the financial statements

Wood Mountain First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2018

	2018	2017
Cash flows from		
Operating activities		
Current surplus	\$ 44,296	\$ 216,510
Amortization	46,313	44,940
	90,609	261,450
Change in non-cash operating working capital		
Accounts receivable	33,373	29,532
Prepaid expenses	(2,235)	(1,096)
Accounts payable and accrued liabilities	(35,008)	60,504
Deferred revenue - unexpended funds	91,333	-
Deferred revenue	(83,186)	(18,084)
	94,886	332,306
Capital activities		
Capital asset purchases	(69,592)	(247,500)
Financing activities		
Restricted cash	4,760	(19,387)
Investing activities		
Trust funds held by federal government	(21,022)	(10,523)
Increase in cash and cash equivalents	9,032	54,896
Cash and cash equivalents, beginning of year	94,904	40,008
Cash and cash equivalents, end of year	\$ 103,936	\$ 94,904
Represented by		
Cash and cash equivalents	\$ 103,936	\$ 94,904

The accompanying notes are an integral part of the financial statements

Wood Mountain First Nation
Notes to Consolidated Financial Statements
March 31, 2018

1. General

The Wood Mountain First Nation is an Indian Band subject to the provisions of the Indian Act.

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

The Wood Mountain First Nation reporting entity includes the Wood Mountain First Nation government and all programs administered 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 Wood Mountain 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 Wood Mountain First Nation.

There are no controlled entities included in the Wood Mountain First Nation consolidated financial statements and there are no entities included on a modified equity basis.

(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 assets is determined by its 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) Liability for contaminated site

A liability for remediation of a contaminated site is recognized at the best estimate of the amounts required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2018.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it's settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

(g) 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 Wood Mountain 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
Machinery & equipment	10-15 years Straight line
Roads	40 years Straight line
Office equipment	5 years Straight line
Band houses	25 years Straight line
Infrastructure	40 years Straight line

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

Wood Mountain First Nation
Notes to Consolidated Financial Statements
March 31, 2018

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

(h) Use of estimates

The preparation of consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated 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 periods in which they become known.

(i) Fund accounting

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.

(j) 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."

3. Cash and cash equivalents

Cash and cash equivalents is comprised of the following:

	2018	2017
Cash and cash equivalents		
Bank accounts	\$ 57,405	\$ 85,875
Lawyers' Trust account	46,531	9,029
	<u>103,936</u>	<u>94,904</u>
Restricted cash		
Capital projects	14,627	19,387
	<u>\$ 118,563</u>	<u>\$ 114,291</u>

Wood Mountain First Nation
Notes to Consolidated Financial Statements
March 31, 2018

4. Accounts receivable

	2018	2017
Due from government and other government organizations		
Indigenous Services Canada (ISC) (Note 5)	\$ -	\$ 4,647
Due from others		
FHQ Tribal Council	3,415	1,075
Living Sky Community Development Corporation	1,523	21,562
First Nations Trust	23,687	19,514
Other	2,500	17,700
Total due from others	31,125	59,851
Total accounts receivable	\$ 31,125	\$ 64,498

5. Indigenous Services Canada (ISC) - accounts receivable

The amount reported as receivable from Indigenous Services Canada in note 4 is comprised of the following:

	2018	2017
Specific Claims - Inherent right consultation	\$ -	\$ 4,416
Basic needs	-	231
	\$ -	\$ 4,647

6. Portfolio investments

	2018	2017
Keseechiwan Holdings LP (8.3%)	\$ 60,000	\$ 60,000

Wood Mountain First Nation
Notes to Consolidated Financial Statements
March 31, 2018

7. Trust funds held by federal government

The Trust funds held by federal government 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 are primarily governed by the Sections 63 to 69 of the Indian Act. As these are not the assets or liabilities of the First Nation, they have not been included in these consolidated financial statements.

	2018 Revenue	2018 Capital	2018 Total	2017 Total
Surplus, beginning of year	\$ 32,045	\$ 3,883	\$ 35,928	\$ 25,406
Lease revenue	19,994	-	19,994	9,710
Interest earnings	1,028	-	1,028	813
Surplus, end of year	<u>\$ 53,067</u>	<u>\$ 3,883</u>	<u>\$ 56,950</u>	<u>\$ 35,929</u>

8. Accounts payable and accrued liabilities

	2018	2017
Trade payables and accrued liabilities	\$ 64,157	\$ 98,974
Indigenous Services Canada (ISC)	-	671
Canada Revenue Agency	478	-
Total accounts payable	<u>\$ 64,635</u>	<u>\$ 99,645</u>

9. Deferred revenue - unexpended funds

Indigenous Services Canada (ISC) 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 Indigenous Services Canada, deferred to the following year, or transferred to another Indigenous Services Canada 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.

	2018	2017
Specific Claims	\$ 28,248	\$ -
Home care	700	-
LEDSP - fencing project	62,385	-
	<u>\$ 91,333</u>	<u>\$ -</u>

Wood Mountain First Nation
Notes to Consolidated Financial Statements
March 31, 2018

10. Deferred revenue

	March 31, 2017	Funding received, 2018	Revenue recognized, 2018	March 31, 2018
Federal government				
Sanitation	\$ 19,387	\$ 71	\$ (4,831)	\$ 14,627
Other Sources				
Non capital	78,426	-	(78,426)	-
Total	\$ 97,813	\$ 71	\$ (83,257)	\$ 14,627

	2018	2017
Capital projects	\$ 14,627	\$ 19,387
Band Funds	-	78,426
	\$ 14,627	\$ 97,813

Wood Mountain First Nation
Notes to Consolidated Financial Statements
March 31, 2018

11. Tangible capital assets

	Cost	Additions	Accumulated amortization	2018 Net book value
Buildings	\$ 949,005	\$ 15,010	\$ 361,657	\$ 602,358
Machinery & equipment	44,407	-	27,140	17,267
Roads	86,786	-	51,414	35,372
Office equipment	10,000	5,072	11,014	4,058
Band houses	749,812	-	710,735	39,077
Infrastructure	53,611	-	31,136	22,475
Land Improvements	-	49,510	-	49,510
	<u>\$ 1,893,621</u>	<u>\$ 69,592</u>	<u>\$ 1,193,096</u>	<u>\$ 770,117</u>

	Cost	Additions	Accumulated amortization	2017 Net book value
Buildings	\$ 701,505	\$ 247,500	\$ 326,207	\$ 622,798
Machinery & equipment	44,407	-	24,674	19,733
Roads	86,786	-	49,244	37,542
Office equipment	10,000	-	10,000	-
Band houses	749,812	-	706,622	43,190
Infrastructure	53,611	-	30,036	23,575
	<u>\$ 1,646,121</u>	<u>\$ 247,500</u>	<u>\$ 1,146,783</u>	<u>\$ 746,838</u>

12. Prepaid expenses

	2018	2017
Social assistance	\$ -	\$ 510
Honoraria	-	4,900
Living allowance	4,300	1,650
Sewing machines	4,995	-
	<u>\$ 9,295</u>	<u>\$ 7,060</u>

Wood Mountain First Nation
Notes to Consolidated Financial Statements
March 31, 2018

13. Accumulated surplus

	2018	2017
Invested in tangible capital assets	\$ 770,170	\$ 746,858
Trust funds held by federal government	56,950	35,929
Operating fund	48,335	48,371
	<u>\$ 875,455</u>	<u>\$ 831,158</u>

14. Contingent liabilities

Wood Mountain 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, Wood Mountain First Nation may become involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on Wood Mountain First Nation's financial statements.

Wood Mountain First Nation is involved in the following legal proceedings.

1. Lecaine v. Harry Lafond et. al. - 2005 action commenced by the First Nation against the trustees of the First Nations Trust. Amount at stake - approximately \$100,000. Inactive since January 2006.
2. Kirk Goodtrack v. Wood Mountain Lakota First Nation - 2007 action commenced by Kirk Goodtrack against the First Nation. Amount at stake - \$148,138. Inactive since August 2008.
3. Wood Mountain First Nation has entered into a Native Claims Loan Agreement with Canada specifically related to alienation of reserve lands. The loan is interest free and payable on the date in which the claim is settled. Wood Mountain First Nation is contingently liable to repay all funds advanced by the Government of Canada if the First Nation fails to observe the conditions of the Loan agreement. Loan advances in the current fiscal year were \$135,490,

Wood Mountain First Nation
Notes to Consolidated Financial Statements
March 31, 2018

15. 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

Wood Mountain First Nation does not provide extended health, dental and life insurance benefits and therefore has no obligations with regards to post employment benefits.

Pension plan

Wood Mountain First Nation does not provide a defined contribution plan and therefore has no obligations with regards to a pension plan.

16. Contractual Obligations

The nature of Wood Mountain 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 that can be reasonably estimated.

17. Indigenous Services Canada (ISC) contributions

The following is a reconciliation of the funds received from Indigenous Services Canada:

	2018	2017
Balance per Indigenous Services Canada confirmation	\$ 539,106	\$ 748,891
Indigenous Services Canada - Specific Claims	135,490	-
Current year - receivable (payable)		
In-Home care	-	(574)
Basic needs	-	231
NCBR	-	(97)
	<u>\$ 674,596</u>	<u>\$ 748,451</u>

Wood Mountain First Nation
Notes to Consolidated Financial Statements
March 31, 2018

18. Government Transfers

	2018		
	Operating	Capital	Total
Federal government transfers			
Indigenous Services Canada (ISC)	\$ 484,289	\$ 190,307	\$ 674,596
Health Canada	91,912	-	91,912
Total	576,201	190,307	766,508
Provincial government transfers	-	-	-
Total	\$ 576,201	\$ 190,307	\$ 766,508

	2017		
	Operating	Capital	Total
Federal government transfers			
Indigenous Services Canada (ISC)	\$ 380,609	\$ 367,842	\$ 748,451
Health Canada	89,235	-	89,235
Total	469,844	367,842	837,686
Provincial government transfers	-	-	-
Total	\$ 469,844	\$ 367,842	\$ 837,686

19. Historical access to accounting records and contingent liabilities

As reported in the March 31, 2007 audit, records were not available to complete a consolidated audit for the fiscal years ended March 31, 2004; March 31, 2005; and March 31, 2006. The March 31, 2003 audited financial statements reported cash assets of \$320,581; these assets were held in trust by the Merchant Law Group. In the 2009 fiscal year the funds being held were released and a total of \$262,350 was entered as other revenue into the program Other Band Programs.

The First Nation has not been able to gain access to the records for the three year period and therefore it has never been determined whether or not they received all the monies they may have been entitled to. The amount of revenue received during that three year period and how those monies were spent has not been reported on.

20. Economic dependence

Wood Mountain First Nation receives a significant portion of its revenue pursuant to a funding arrangement with Indigenous Services Canada (ISC).

Wood Mountain First Nation
Notes to Consolidated Financial Statements
March 31, 2018

21. Budgeted figures

Budgeted figures are unaudited and have been provided for comparison purposes and have been derived from the estimates approved by the Wood Mountain First Nation.

22. Subsequent events

In 2013 the First Nation commenced a claim against William and Edith Goodtrack for trespassing and unauthorized use of the First Nation's Reserve lands in contravention of the First Nation's Lands Management Policy. On June 7, 2018 the First Nation obtained a summary judgement granting the First Nation control over the land.

23. Expenses by object

	2018 Budget	2018 Actual	2017 Actual
Administration	\$ 18,808	\$ 5,803	\$ 35,085
Amortization	-	46,313	44,940
Assistance	10,400	17,640	10,132
Assistance to band members	13,400	13,696	14,267
Child nutrition	295	295	772
Consultants and contractors	260,220	189,501	283,455
Cultural programs	16,095	22,524	16,352
First Nations Trust expenses	100,000	121,773	102,067
Honorariums	119,100	128,673	119,827
Insurance	4,350	4,919	4,914
Interest and bank charges	1,308	1,253	1,394
Janitorial services	3,000	3,392	821
Living allowance	27,000	27,625	17,325
Professional fees	62,082	82,667	108,111
Rent - office	6,000	6,000	6,000
Repairs and maintenance	4,900	4,728	4,624
Supplies	136,297	162,257	169,113
Telephone	10,225	11,988	9,347
Training	2,000	1,919	-
Travel, meetings, per diems	128,205	80,962	103,270
Tuition	51,743	54,967	47,678
Utilities	15,803	19,486	22,676
Wages and benefits	71,111	69,189	69,251
Transfer to capital assets	-	(69,592)	(247,500)
	\$ 1,062,342	\$ 1,007,978	\$ 943,921

24. Segmented information

As previously discussed in note 2 (i) the First Nation conducts its business through reportable segments as follows:

1 - Indigenous Services Canada (ISC)

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.

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 Indigenous Services Canada'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.

24. Segmented information, continued

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.

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.

Schedule #1
Wood Mountain First Nation
Claims and Indian Government
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - set contribution	\$ 135,490	\$ 135,490	\$ 35,328
Expenses			
Consultants and contractors	45,500	38,190	-
Honorariums	16,800	26,473	2,900
Professional fees	35,000	42,579	33,306
Travel, meetings, per diems	38,190	-	-
	135,490	107,242	36,206
Current surplus (deficit) before unexpended transfers	-	28,248	(878)
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(28,248)	-
Current deficit before transfers	-	-	(878)
Transfers			
Transfer - Band Programs	-	-	878
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements

Schedule #2
Wood Mountain First Nation
Community Development
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - fixed contribution	\$ 73,647	\$ 95,617	\$ 73,647
Indigenous Services Canada - flexible contribution	56,442	56,442	367,842
FHQ Tribal Council	2,276	4,676	1,200
Other revenue	-	71	-
Deferred revenue - prior year	19,387	19,387	9,629
Deferred revenue - current year	-	(14,627)	(19,387)
	151,752	161,566	432,931
Expenses			
Administration	11,523	5,803	28,033
Consultants and contractors	73,767	61,480	219,448
Cultural programs	-	150	584
Honorariums	-	200	-
Insurance	3,850	4,919	2,492
Interest and bank charges	108	-	108
Janitorial services	3,000	3,392	52
Professional fees	-	-	42,000
Repairs and maintenance	4,900	4,728	4,489
Supplies	48,346	73,338	130,901
Telephone	3,725	4,870	3,211
Travel, meetings, per diems	115	58	523
Utilities	15,803	19,486	21,051
Wages and benefits	28,130	28,785	29,091
Transfer to capital assets	-	(15,010)	(247,500)
	193,267	192,199	234,483
Current surplus (deficit) before transfers	(41,515)	(30,633)	198,448
Transfers			
Transfer - Band Programs	-	30,632	44,201
Transfer - Amortization	-	(46,313)	(44,940)
Current surplus (deficit)	\$ (41,515)	\$ (46,314)	\$ 197,709

The accompanying notes are an integral part of the financial statements

Schedule #3
Wood Mountain First Nation
Economic Development
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
FHQ Tribal Council	\$ 29,108	\$ 29,108	\$ 29,108
Expenses			
Assistance to band members	12,000	12,230	13,666
Consultants and contractors	17,108	18,812	5,000
Cultural programs	-	-	285
Honorariums	-	-	522
Supplies	-	-	257
	29,108	31,042	19,730
Current surplus (deficit) before transfers	-	(1,934)	9,378
Transfers			
Transfer - Band Programs	-	1,934	-
Current surplus	\$ -	\$ -	\$ 9,378

The accompanying notes are an integral part of the financial statements

Schedule #4
Wood Mountain First Nation
Education
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - fixed contribution	\$ 88,588	\$ 88,588	\$ 72,829
Expenses			
Child nutrition	295	295	-
Living allowance	27,000	27,625	17,325
Student travel	1,200	-	1,200
Supplies	350	552	350
Tuition	51,743	54,967	47,678
Wages and benefits	8,000	8,118	6,276
	88,588	91,557	72,829
Current deficit before transfers	-	(2,969)	-
Transfers			
Transfer - Band Programs	-	2,969	-
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements

Schedule #5
Wood Mountain First Nation
Indian Government Support
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - grant funding	\$ 132,381	\$ 132,381	\$ 132,381
Indigenous Services Canada - fixed contribution	5,000	5,000	17,000
Other revenue	-	2,500	-
	137,381	139,881	149,381
Expenses			
Consultants and contractors	1,000	895	2,500
Cultural programs	-	775	452
Honorariums	102,300	102,000	116,405
Insurance	500	-	2,422
Interest and bank charges	1,200	1,253	1,286
Professional fees	21,082	34,174	32,804
Supplies	7,500	7,405	8,679
Telephone	6,500	7,118	6,055
Training	2,000	1,919	-
Travel, meetings, per diems	17,000	16,899	5,614
Utilities	-	-	1,624
Wages and benefits	3,000	3,081	2,500
	162,082	175,519	180,341
Current deficit before transfers	(24,701)	(35,638)	(30,960)
Transfers			
Transfer - Band Programs	-	35,638	30,644
Current deficit	\$ (24,701)	\$ -	\$ (316)

The accompanying notes are an integral part of the financial statements

Schedule #6
Wood Mountain First Nation
Land Management
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - fixed contribution	\$ 21,822	\$ 21,822	\$ 21,822
Indigenous Services Canada - flexible contribution	111,895	111,895	-
	133,717	133,717	21,822
Expenses			
Consultants and contractors	86,895	28,823	21,684
Supplies	50,500	48,526	1,617
Transfer to capital assets	-	(49,510)	-
	137,395	27,839	23,301
Current surplus (deficit) before unexpended transfers	(3,678)	105,878	(1,479)
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(62,385)	-
Current surplus (deficit) before transfers	(3,678)	43,493	(1,479)
Transfers			
Transfer - Band Programs	-	6,017	1,479
Current surplus	\$ (3,678)	\$ 49,510	\$ -

The accompanying notes are an integral part of the financial statements

Schedule #7
Wood Mountain First Nation
Social Development
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - fixed contribution	\$ 16,610	\$ 16,610	\$ 16,610
Indigenous Services Canada - flexible contribution	11,100	10,751	11,432
ISC - current year receivable (payable)	-	-	(440)
	<u>27,710</u>	<u>27,361</u>	<u>27,602</u>
Expenses			
Assistance	10,400	17,640	10,132
Child nutrition	-	-	772
Travel, meetings, per diems	1,200	1,270	971
Wages and benefits	18,900	16,133	18,292
	<u>30,500</u>	<u>35,043</u>	<u>30,167</u>
Current deficit before unexpended transfers	(2,790)	(7,682)	(2,565)
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(700)	-
Current deficit before transfers	(2,790)	(8,382)	(2,565)
Transfers			
Transfer - Band Programs	-	793	-
Current deficit	<u>\$ (2,790)</u>	<u>\$ (7,589)</u>	<u>\$ (2,565)</u>

The accompanying notes are an integral part of the financial statements

Schedule #8
Wood Mountain First Nation
Health Programs
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Health Canada - set	\$ 91,912	\$ 91,912	\$ 89,235
Expenses			
Administration	7,285	-	7,052
Assistance - elders	1,400	1,467	600
Consultants and contractors	29,950	35,301	26,823
Cultural programs	12,095	15,440	11,567
Janitorial services	-	-	769
Rent - office	6,000	6,000	6,000
Repairs and maintenance	-	-	135
Supplies	22,101	24,886	25,056
Telephone	-	-	81
Travel, meetings, per diems	-	-	58
Wages and benefits	13,081	13,072	13,094
Transfer to capital assets	-	(5,072)	-
	91,912	91,094	91,235
Current surplus (deficit) before transfers	-	818	(2,000)
Transfers			
Transfer - Band Programs	-	4,255	-
Current surplus (deficit)	\$ -	\$ 5,073	\$ (2,000)

The accompanying notes are an integral part of the financial statements

Schedule #9
Wood Mountain First Nation
Band Programs
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
First Nations Trust	\$ 100,000	\$ 101,881	\$ 100,550
FHQ Developments Ltd.	-	15,000	-
Living Sky Community Development Corporation	20,000	-	21,121
Earned and held in Trust by federal government	15,900	21,022	10,523
Keseechiwan Holdings LP	60,000	60,000	60,000
QBOW Child & Family Services Inc.	13,500	13,515	17,500
Other revenue	30,000	40,336	29,573
Administration fees	35,000	5,803	35,085
Deferred revenue - prior year	78,426	78,426	106,268
Deferred revenue - current year	-	-	(78,426)
	352,826	335,983	302,194
Expenses			
Consultants and contractors	6,000	6,000	8,000
Cultural programs	4,000	6,160	3,465
First Nations Trust expenses	100,000	121,773	102,067
Professional fees	6,000	5,913	-
Supplies	7,500	7,548	2,253
Travel, meetings, per diems	70,500	62,735	94,902
	194,000	210,129	210,687
Current surplus before transfers	158,826	125,854	91,507
Transfers			
Transfer - Claims and Indian Government	-	-	(878)
Transfer - Community Development	-	(30,632)	(44,201)
Transfer - Economic Development	-	(1,934)	-
Transfer - Education	-	(2,969)	-
Transfer - Indian Government Support	-	(35,638)	(30,644)
Transfer - Land Management	-	(6,017)	(1,479)
Transfer - Social Development	-	(793)	-
Transfer - Health	-	(4,255)	-
Current surplus	\$ 158,826	\$ 43,616	\$ 14,305

The accompanying notes are an integral part of the financial statements

Schedule #10
Wood Mountain First Nation
Amortization
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue	\$ -	\$ -	\$ -
Expenses			
Roads and Bridges	-	4,636	4,636
Sanitation Systems	-	550	550
Water Systems	-	550	550
Community Buildings	-	36,464	35,091
Band Based Capital	-	4,113	4,113
	-	46,313	44,940
Current deficit before transfers	-	(46,313)	(44,940)
Transfers			
Transfer - Programs	-	46,313	44,940
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements