

**Alexander First Nation
Consolidated Financial Statements**
March 31, 2016

HAND DELIVERED TO: Anil Patel
name
ON JUN 16 2017
date AP
Initials

Alexander First Nation

Contents

For the year ended March 31, 2016

	Page
Independent Auditors' Report	
Consolidated Financial Statements	
Consolidated Statement of Financial Position.....	1
Consolidated Statement of Operations and Accumulated Surplus.....	2
Consolidated Statement of Remeasurement Gains and Losses.....	3
Consolidated Statement of Change in Net Financial Assets	4
Notes to the Consolidated Financial Statements.....	5
Schedules	
Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	6
Consolidated Schedules of Revenue and Expenses	7

Independent Auditors' Report

To the Members of Alexander First Nation:

We were engaged to audit the accompanying consolidated financial statements of Alexander First Nation, which comprise the consolidated statement of financial position as at March 31, 2016, and the consolidated statements of operations and accumulated surplus, remeasurement gains and losses, and change in net financial assets 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 conducting the March 31, 2016 audit in accordance with Canadian generally accepted auditing standards. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

Our audit procedures performed have identified a significant amount of transactions for which no support or insufficient supporting documentation was available. As a result of this matter, we are unable to obtain sufficient appropriate audit evidence to conclude whether the consolidated financial statements for the year ended March 31, 2016 are free from material misstatement.

Disclaimer of Opinion

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the consolidated financial statements.

Edmonton, Alberta

June 9, 2017

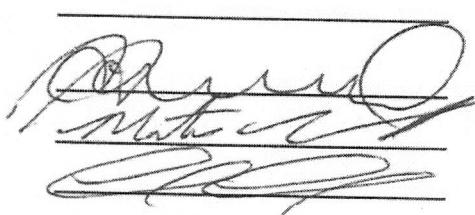
MNP LLP

Chartered Professional Accountants

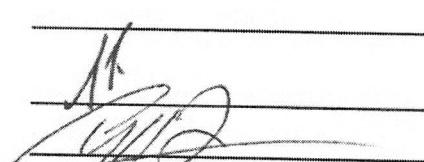
Alexander First Nation
Consolidated Statement of Financial Position
As at March 31, 2016

	2016	2015
Financial assets		
Cash and cash equivalents	708,320	2,385,160
Accounts receivable	213,693	1,008,048
Restricted cash - capital reserve (MAR)	158,935	147,059
INAC Band Funds	3,126,060	2,179,813
Restricted investments - Land Surrender Claim	54,578,170	51,194,937
Total of assets	58,785,178	56,915,017
Liabilities		
Bank indebtedness	48,042	300,000
Accounts payable and accruals	1,564,361	1,407,321
Deferred revenue	-	1,692,749
Long-term debt	8,865,589	8,093,080
Distributions due to minors	2,785,464	3,199,152
Total of financial liabilities	13,263,456	14,692,302
Net financial assets	45,521,722	42,222,715
Non-financial assets		
Tangible capital assets	23,438,187	24,099,322
Accumulated surplus	68,959,909	66,322,037
Accumulated surplus is comprised of:		
Accumulated surplus	66,829,810	66,322,039
Accumulated remeasurement gains	2,130,099	-
	68,959,909	66,322,039

Approved on behalf of the First Nation



Chief
 Councilor
 Councilor
 Councilor



Councilor
 Councilor
 Councilor

Alexander First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2016

	<i>Schedules</i>	2016	2015
Revenue			
Indigenous and Northern Affairs Canada			
Block funding	7,664,654	7,776,689	
Fixed funding	292,334	243,740	
Set funding	848,342	771,869	
Other revenue	3,408,101	4,298,391	
Human Resources and Development grant	115,000	122,560	
Health Canada	2,768,814	2,854,618	
Canada Mortgage and Housing Corporation	465,589	609,713	
Transfers from LSC	1,612,174	261,008	
First Nation Development Fund Grants	695,595	660,000	
Forestry revenue	772,818	580,591	
Industry Relations Corporation revenue	854,221	1,104,573	
Province of Alberta	493,082	883,141	
Transfers from INAC band funds	3,516,624	-	
	23,507,348	20,166,893	
Expenses			
Band Government	2	6,238,461	7,083,176
Public Works	3	1,553,470	1,514,451
Kipohatkawkmik Lodge	4	1,664,513	1,496,382
Economic Development	5	551,406	473,767
Community Services	6	877,074	999,185
Housing	7	148,400	147,644
Amortization	8	2,128,133	1,519,528
Health	9	3,014,859	2,877,842
Social Services	10	1,118,854	1,242,535
Education Authority	11	4,983,206	4,532,990
Farm	12	134,856	192,553
Forestry	13	731,989	652,135
KMC	14	607,186	-
Employment and Labour Services	15	548,511	615,596
Industry Relations Corporation	16	951,697	1,058,887
1905 Land Surrender Claim Trust	17	485,241	327,771
Lands	18	460,125	246,349
Total expenditures		26,197,981	24,980,791
Deficit before other items		(2,690,633)	(4,813,898)
Other income (expense)			
INAC band funds capital account income		4,255,842	-
INAC band funds revenue account income		234,935	-
Transfers of band funds to other departments		(3,516,624)	-
LSC investment income		3,730,845	6,406,384
Transfer of LSC income to other departments		(1,506,594)	-
		3,198,404	6,406,384
Surplus		507,771	1,592,486
Accumulated surplus, beginning of year		66,322,039	64,729,553
Accumulated surplus, end of year		66,829,810	66,322,039

The accompanying notes are an integral part of these consolidated financial statements

Alexander First Nation
Consolidated Statement of Remeasurement Gains and Losses
For the year ended March 31, 2016

	2016	2015
Accumulated remeasurement gains, beginning of year	-	-
Unrealized gains (losses) attributable to:		
2014 Accumulated remeasurement gain	3,175,166	-
2015 Unrealized loss	(1,045,067)	-
Change in remeasurement gains, for the year	2,130,099	-
Accumulated remeasurement gains (losses), end of year	2,130,099	-

Alexander First Nation
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2016

	2016	2015
Annual surplus		
Amortization of tangible capital assets (Schedule 1)	507,771	1,592,486
Purchase of tangible capital assets	2,340,747	1,765,551
Change in remeasurement gains (losses) for the year	(1,679,610)	(505,488)
	2,130,099	-
Increase in net financial assets	3,299,007	2,852,549
Net financial assets, beginning of year	42,222,715	39,370,166
Net financial assets, end of year	45,521,722	42,222,715

The accompanying notes are an integral part of these consolidated financial statements

Alexander First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

1. Operations

The Alexander First Nation (the "First Nation") is located in the province of Alberta, and provides various services to its members. The Alexander First Nation reporting entity includes the the Alexander First Nation government and all related entities which are accountable to the First Nation and are either owned or controlled by Alexander First Nation.

2. Salary advances

The following individuals received net salary advances (advances less repayments) during the reporting period. This is in addition to the amounts reported on the Schedule of Remuneration and Expenses.

	2016	2015
Edwin Paul	20,695	-
Marty Arcand	17,100	-
Kurt Burnstick	16,250	-
Craig Yellowdirt	6,600	-
Armand Arcand	3,725	-
Audra Arcand	1,000	-
Allan Paul	-	-
	65,370	-

Alexander First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2016

	<i>Buildings</i>	<i>Automotive equipment</i>	<i>Furniture and fixtures</i>	<i>Equipment</i>	<i>Infrastructure</i>	<i>2016</i>	<i>2015</i>
Cost							
Balance, beginning of year	1,511,126	1,216,546	1,438,332	1,247,162	39,886,133	45,299,299	44,793,812
Acquisition of tangible capital assets	-	-	-	-	1,679,612	1,679,612	505,487
Balance, end of year	1,511,126	1,216,546	1,438,332	1,247,162	41,565,745	46,978,911	45,299,299
Accumulated amortization							
Balance, beginning of year	728,196	1,066,368	1,352,651	904,754	17,148,008	21,199,977	19,434,427
Annual amortization	129,566	55,963	8,268	152,642	1,994,308	2,340,747	1,765,550
Balance, end of year	857,762	1,122,331	1,360,919	1,057,396	19,142,316	23,540,724	21,199,977
Net book value of tangible capital assets							
2015 Net book value of tangible capital assets	782,930	150,178	85,681	342,408	22,738,125	24,099,322	