

Financial Statements of

DELINE DENE BAND COUNCIL

(Operating as Deline First Nation)

Period from April 1, 2016 to August 31, 2016 being the
date of disestablishment of the Council



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NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of Deline Dene Band Council (operating as Deline First Nation) as at August 31, 2016 and the statements of operations and accumulated surplus (deficit) and changes in net debt for the period from April 1, 2016 to August 31, 2016 being the date of disestablishment of the Council. We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon. Readers are cautioned that these financial statements may not be appropriate for their purposes.

KPMG LLP

Chartered Professional Accountants

July 23, 2018
Edmonton, Canada

DELINE DENE BAND COUNCIL

(Operating as Deline First Nation)

Statement of Financial Position

August 31, 2016, with comparative information for March 31, 2016
(Unaudited – see Notice to Reader)

	August 31, 2016	March 31, 2016
Financial assets:		
Cash and cash equivalents	\$ -	\$ 14,401
Accounts and advances receivable	202,587	74,174
	202,587	88,575
Liabilities:		
Cheques issued in excess of cash on deposit	353	-
Accounts payable and accrued liabilities	163,403	162,557
Government transfers repayable	36,203	36,358
Deferred revenue	273,422	15,998
	473,381	214,913
Net debt	(270,794)	(126,338)
Non-financial assets:		
Tangible capital assets	155,160	160,301
Prepaid expenses and deposits	-	110
	155,160	160,411
Accumulated surplus (deficit)	\$ (115,634)	\$ 34,073

See accompanying notes to unaudited financial statements.

DELINE DENE BAND COUNCIL

(Operating as Deline First Nation)

Statement of Operations and Accumulated Surplus (Deficit)

Period from April 1, 2016 to August 31, 2016 being the date of disestablishment of the Council,
with comparative information for the year ended March 31, 2016
(Unaudited – see Notice to Reader)

	Period ended August 31, 2016	Year ended March 31, 2016 (Restated – note 2)
Revenues:		
Government transfers:		
Government of Northwest Territories	\$ 393,210	\$ 518,755
Government of Canada	237,648	901,088
Sahtu Dene Council	121,642	225,309
Other contributions and transfers	12,100	39,450
	764,600	1,684,602
Net amounts recognized (deferred)	(260,425)	28,969
Government transfers to be repaid	-	(26,643)
	504,175	1,686,928
Other income	55,240	465,520
	556,415	2,152,448
Expenses:		
Salaries, wages and benefits	392,287	798,170
Honoraria	6,100	17,200
Subcontracts and other external consultants	72,006	636,546
Professional fees	57,215	43,025
Facility and equipment costs	50,493	163,158
Office and administration	11,376	96,630
Travel, accommodation and meals	55,952	311,950
Provision for allowances (recoveries)	22,391	(45,048)
Debt servicing	1,032	2,090
Amortization of tangible capital assets	5,141	14,592
Community assistance and donations	32,129	70,687
	706,122	2,109,000
Annual surplus (deficit)	(149,707)	43,448
Accumulated surplus (deficit), beginning of period	34,073	(9,375)
Accumulated surplus (deficit), end of period	\$ (115,634)	\$ 34,073

See accompanying notes to unaudited financial statements.

DELINE DENE BAND COUNCIL

(Operating as Deline First Nation)

Statement of Changes in Net Debt

Period from April 1, 2016 to August 31, 2016 being the date of disestablishment of the Council,
with comparative information for the year ended March 31, 2016
(Unaudited – see Notice to Reader)

	Period ended August 31, 2016	Year ended March 31, 2016
Annual surplus (deficit)	\$ (149,707)	\$ 43,448
Amortization of tangible capital assets	5,141	14,592
Change in prepaid expenses and deposits	110	(91)
Decrease (increase) in net debt	(144,456)	57,949
Net debt, beginning of period	(126,338)	(184,287)
Net debt, end of period	\$ (270,794)	\$ (126,338)

See accompanying notes to unaudited financial statements.

DELINE DENE BAND COUNCIL

(Operating as Deline First Nation)

Notes to Financial Statements

Period from April 1, 2016 to August 31, 2016 being the date of disestablishment of the Council
(Unaudited – see Notice to Reader)

On March 12, 2014 the Deline Final Self-Government Agreement (the "Agreement") was ratified by the members of the Deline Dene Band Council (operating as Deline First Nation), as well as beneficiaries of the Sahtu Dene and Metis Comprehensive Land Claims Agreement in the Deline District, Northwest Territories. Following the ratification, the territorial and federal governments approved the Agreement and passed the legislation to recognize the Agreement.

On August 31, 2016 the Deline Land Corporation, Deline Financial Corporation, Deline Dene Band Council (operating as the Deline First Nation) and the Charter Community of Deline were disestablished and all operations, assets, liabilities, rights and obligations of the respective entities were transferred to the newly established Deline Got'ine Government (the "DGG") effective September 1, 2016.

1. Basis of presentation:

The recognition, measurement, presentation and disclosure principles in these financial statements may not be in accordance with the requirements of any of the financial reporting frameworks in the CPA Canada Handbook – Accounting.

2. Comparative information:

In the prior period, the Corporation reported various accounts in error. Accordingly, the comparative financial information for the year ended March 31, 2016 has been restated as follows:

	As previously reported	Adjustments	As restated
Statement of Financial Position			
Financial assets	\$ 116,794	\$ (28,219)	\$ 88,575
Liabilities	195,318	19,594	214,913
Non-financial assets	160,411	-	160,411
Accumulated surplus, end of period	81,887	(47,814)	34,073
Statement of Operations			
Revenues	2,198,450	(46,002)	2,152,448
Expenses	2,107,188	1,812	2,109,000
Annual surplus (deficit)	91,262	(47,814)	43,448
Accumulated surplus, beginning of period	(9,375)	-	(9,375)