

LIIDLII KUE FIRST NATION

Fort Simpson, NT

CONSOLIDATED FINANCIAL STATEMENTS

For the Year ended March 31, 2020

LIIDLII KUE FIRST NATION

CONSOLIDATED FINANCIAL STATEMENTS

For the Year ended March 31, 2020

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements of Łídlíj Kúé First Nation are the responsibility of management.

The consolidated financial statements have been prepared by management in accordance with the Canadian public-sector accounting standards. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

Łídlíj Kúé First Nation maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable costs. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Łídlíj Kúé First Nation's assets are appropriately accounted for and adequately safeguarded.

Łídlíj Kúé First Nation's Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The consolidated financial statements have been audited by Paul Teoh Professional Corporation in accordance with Canadian generally accepted auditing standards. Its report to the members of Łídlíj Kúé First Nation, stating the scope of its examination and opinion on the consolidated financial statements, follows.

Chief

Executive Director

Łídlíj Kúé, Denendeh
November 21, 2020



PAUL TEOH

Chartered Professional Accountants

INDEPENDENT AUDITORS' REPORT

To the members of Liidlil Kue First Nation

Opinion

We have audited the accompanying consolidated financial statements of Liidlil Kue First Nation, which comprise of the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations and net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information (Hereinafter referred as the "financial statements").

In our opinion, these financial statements present fairly, in all material respects, the consolidated financial position of Liidlil Kue First Nation ("LKFN") as at March 31, 2020, and the consolidated results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the LKFN in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for public sector accounting board, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the LKFN's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the LKFN or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the LKFN's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

2.



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We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 LKFN's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the LKFN's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the LKFN to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the LKFN to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Paul Teoh Professional Corporation
Chartered Professional Accountants

Calgary, Alberta
November 21, 2020

LIIDLII KUE FIRST NATION

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

March 31,	2020	2019
Financial Assets		
Cash and cash equivalents (note 2)	\$ 1,372,345	\$ 1,386,838
Accounts receivable (note 3)	347,096	180,226
Contributions receivable (note 4)	521,432	371,053
Total Financial Assets	2,240,873	1,938,117
Liabilities		
Accounts payable and accrued liabilities (note 5)	521,875	672,565
Contributions repayable (note 6)	99,547	12,500
Deferred contributions (note 7)	1,090,673	1,531,931
Deferred government assistance	1,255,795	1,313,033
Callable debt (note 8)	303,125	340,625
Total Liabilities	3,271,015	3,870,654
Net Financial Debt	(1,030,142)	(1,932,537)
Non-Financial Assets		
Tangible capital assets (note 9)	2,709,183	2,746,029
Long term investments (note 10)	2,662,914	2,343,342
Buildings under construction	19,097	665,212
Prepaid expenses and deposits	66,748	42,479
Total Non-Financial Assets	5,457,942	5,797,062
Accumulated Surplus (note 11)	\$ 4,427,800	\$ 3,864,525

Approved on behalf of the Council:

_____ Councillor

_____ Councillor

The accompanying notes and schedules are an integral part of these consolidated financial statements. 4.

LIIDLII KUE FIRST NATION

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

For the year ended March 31,	2020	2020	2019
	Budget (Unaudited)	Actual	Actual
Revenue			
Contributions:			
- Indigenous Services Canada	\$ -	\$ 451,971	\$ 634,419
- Dehcho First Nations	-	510,411	329,728
- Government of NWT	-	1,074,130	1,003,825
- Government of Canada	-	152,500	156,544
Enterprise income	-	660,950	803,329
Other revenue and recoveries	-	1,525,434	1,466,520
Add opening deferred revenue	-	486,232	454,045
Less closing deferred revenue	-	(359,663)	(486,232)
	-	4,501,965	4,362,178
Expenditure			
Administration - hosting	-	55,069	22,500
Administration - support	-	487,734	410,695
Advocacy	-	157,043	157,790
Cultural and historical	-	256,405	187,810
Education	-	193,542	184,652
Enterprises	-	399,284	265,796
Family development	-	334,296	321,958
Family health	-	796,361	708,642
Family youth	-	103,738	59,965
Governance	-	371,425	386,441
Lands, resource management, and economic development	-	1,049,345	940,387
Treaty	-	18,937	4,044
Loss (Gains) on Disposal of Capital Assets	-	(279,818)	-
	-	3,943,361	3,650,680
Operating Surplus (Deficit)	-	558,604	711,498
Equity Earnings (Loss) from Subsidiaries	-	4,671	622,023
Annual Surplus (Deficit)	-	563,275	1,333,521
Accumulated Surplus, beginning of year	3,864,525	3,864,525	2,531,004
Accumulated Surplus, end of year	\$ 3,864,525	\$ 4,427,800	\$ 3,864,525

The accompanying notes and schedules are an integral part of these consolidated financial statements. 5.

LIIDLII KUE FIRST NATION

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL DEBT

For the year ended March 31,	2020	2020	2019
	Budget (Unaudited)	Actual	Actual
Annual Surplus (Deficit)	\$ -	\$ 563,275	\$ 1,333,521
Acquisition of tangible capital assets	-	(76,409)	(472,665)
Proceeds on sale of tangible capital assets	-	280,000	-
Amortization of tangible capital assets	-	113,074	103,693
Loss (gains) on sale of tangible capital assets	-	(279,818)	-
Acquisitions of buildings under construction	-	646,115	(195,557)
Decrease (increase) in long term investments	-	(319,572)	(1,084,188)
	-	926,665	(315,196)
Decrease (increase) in prepaid expenses and deposits	-	(24,270)	22,453
Increase (Decrease) in Net Financial Assets	-	902,395	(292,743)
Net Financial Debt, beginning of year	(1,932,537)	(1,932,537)	(1,639,794)
Net Financial Debt, end of year	\$(1,932,537)	\$(1,030,142)	\$(1,932,537)

The accompanying notes and schedules are an integral part of these consolidated financial statements. 6.

LIIDLII KUE FIRST NATION **CONSOLIDATED STATEMENT OF CASH FLOWS**

For the year ended March 31,	2020	2019
Cash Flows from Operating Activities		
Cash receipts from government transfers and others	\$ 2,038,633	\$ 2,196,147
Cash receipts from contributions and recoveries	1,734,634	2,856,790
Cash paid to suppliers and employees	(4,285,065)	(3,363,845)
	(511,798)	1,689,092
Cash Flows from Financing Activities		
Proceeds from callable debt	-	375,000
Repayment of callable debt	(37,500)	(34,375)
	(37,500)	340,625
Cash Flows from Investing Activities		
Decrease (increase) in buildings under constructions	646,115	(195,557)
Decrease (increase) in long term investment	(314,901)	(462,165)
	331,214	(657,722)
Capital Transactions		
Purchase of tangible capital assets	(76,409)	(472,665)
Proceeds from disposal of tangible capital assets	280,000	-
	203,591	(472,665)
Net Increase (Decrease) in Cash and Cash Equivalents	(14,493)	899,330
Cash and Cash Equivalents, beginning of year	1,386,838	487,508
Cash and Cash Equivalents, end of year	\$ 1,372,345	\$ 1,386,838

The accompanying notes and schedules are an integral part of these consolidated financial statements. 7.

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

The Liidlil Kue First Nation ("LKFN") is an Indian Band registered under the *Indian Act*. It provides services to the band members of Liidlil Kue First Nation.

LKFN is exempt for income tax purposes under Section 149 of the *Income Tax Act*.

1. Significant Accounting Policies

(a) Basis of Preparation

These consolidated financial statements have been prepared by Council in accordance with generally accepted accounting principles for governments as recommended by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada.

(b) Reporting Entity

The consolidated financial statements includes the accounts of Liidlil Kue First Nation along with the following subsidiaries and associated business enterprises using the method listed below.

	Consolidation Method	Percentage Owned	Year End
Liidlil Kue Society	Line by Line	100%	March 31, 2020
Nogha Enterprises Ltd.	Modified Equity	100%	March 31, 2020
507409 N.W.T. Ltd.	Modified Equity	100%	March 31, 2020
Deh Cho Helicopters Regional Limited Partnership	Modified Equity	14.3%	May 31, 2019

(c) Long Term Investments

Long term investments have been accounted for on a modified equity basis. Under the modified equity basis, the business enterprise's accounting principles are not adjusted to conform to those of the LKFN and inter-organizational transactions and balances are not eliminated. Further, the business enterprise's accounting principles are not adjusted to conform with those of the Council and inter-organizational transactions and balances are not eliminated.

(d) Cash and Cash Equivalents

Cash includes cash and demand deposits. Cash equivalents includes highly liquid investments that can be readily converted into cash for a fixed amount and that matures less than three months from the date of acquisition.

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

1. Significant Accounting Policies (Continued)

(e) Fund Accounting

The Liidlil Kue First Nation follows the deferral method of accounting for capital contributions. Externally restricted contributions are recognized as revenue when the related capital expenditures are incurred. Contributions received in advance of making the related expenditures is recorded as deferred revenue.

The general operating fund reports the core operating accounts of LKFN and other programs in accordance with contribution agreements with funding agencies.

The Enterprise fund reports the assets, liabilities, revenue and expenditure relating to investments held by LKFN.

(f) Allocation of Expenditure

Certain common expenditure have been allocated to programs based on estimate of services provided.

(g) Revenue Recognition

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenues as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipts of goods or services and /or legal obligations to pay.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. Revenue is recognized in the period when the related expenses are incurred, services performed or the tangible capital assets are acquired.

(h) Use of Estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

(i) Government Transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

1. Significant Accounting Policies (Continued)

(i) Government Transfers (Continued)

Government transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

(j) Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the consolidated Change in Net Financial Assets (Debt) for the year.

(i) Tangible Capital Assets

Purchased tangible capital assets are recorded at cost. Amortization expense is recorded over the estimated useful lives of the assets using the following rates:

Buildings	4%	Declining Balance
Automotive equipment	30%	Declining Balance
Furniture and fixtures	30%	Declining Balance
Heavy equipment	40%	Declining Balance
Tools and equipment	30%	Declining Balance

(ii) Inventories

Inventories held for consumption are recorded at the lower of cost and replacement cost. There is no significant inventory at year end.

(k) Financial Instruments - Recognition and Measurement

LKFN has elected the following classifications with respect to its financial assets and financial liabilities:

- Cash and restricted cash are classified as assets held-for-trading and is subsequently measured at fair value with gains and losses arising from changes in the fair value recognized in net income in the period in which they arise. The estimated fair value of cash is assumed to approximate its carrying amount.

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

1. Significant Accounting Policies (Continued)

(k) Financial Instruments - Recognition and Measurement (Continued)

- Accounts receivable are classified as loans and receivables and are subsequently measured at amortized cost using the effective interest method. The amortized cost using the effective interest method approximates their fair values due to the short term nature.
- Accounts payable and accrued liabilities are classified as other financial liabilities and are subsequently measured at amortized cost using the effective interest method. At inception, the estimated fair values of accounts payable and accrued liabilities are assumed to approximate their carrying amounts.

Unless otherwise noted, it is management's opinion that LKFN is not exposed to significant interest, currency or credit risks arising from these financial instruments.

2. Cash and Cash Equivalents

	2020	2019
Liidlil Kue First Nation:		
- Petty cash	\$ 1,000	\$ 1,000
- Bank current account	233,176	566,542
- Guaranteed income certificates	685,583	668,809
Liidlil Kue Society:		
- Bank current account	452,586	150,487
	<u>\$ 1,372,345</u>	<u>\$ 1,386,838</u>

The guaranteed income certificates bears interest at 0.6% per annum.

3. Accounts Receivable

	2020	2019
Trade and other	\$ 389,532	\$ 182,494
GST refundable	32,045	57,379
	421,577	239,873
Less allowances for doubtful for trade and other	(74,481)	(59,647)
	<u>\$ 347,096</u>	<u>\$ 180,226</u>

LIIDLII KUE FIRST NATION **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

March 31, 2020

4. Contributions Receivable		2020	2019
Dehcho First Nations	\$	110,390	\$ 47,849
Indigenous Services Canada		311,411	258,118
Government of NWT		99,631	65,086
	\$	521,432	\$ 371,053
5. Accounts Payable and Accrued Liabilities		2020	2019
Trade and other	\$	244,195	\$ 456,761
Accrued wages and benefits		270,053	176,668
Security deposits payable		5,100	8,850
Remittances payable		2,527	30,286
	\$	521,875	\$ 672,565
6. Contributions Repayable		2020	2019
Indigenous Services Canada	\$	85,443	\$ -
Government of NWT - MACA		12,463	-
Government of NWT - ECE		1,641	-
Government of NWT - Hrealth and Social Services		-	12,500
	\$	99,547	\$ 12,500

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

7. Deferred Contributions

		2020	2019
Indigenous Services Canada:			
- ISC-19/20 Amd#2-Summer Work	2019/20	\$ 20,163	\$ 24,065
- ISC-18/19-Estates Management Amd#3	2018/19	13,310	13,310
- ISC-18/19-Sage Training Amd#7	2018/19	-	25,000
- ISC-17/18-Climate Change Adaptation	2018/19	111,243	111,243
- ISC-18/19-Sage Training Amd#7	2019/20	5,411	29,078
- ISC-18/19-Economic Development Officer CFA#9	2018/19	-	98,389
- ISC-19/20-Amd#4-Band Mgr's Wkg. Grp. Imp.	2019/20	5,900	19,619
Government of NWT - ENR			
- ENR-IRMA - Base Funding	2019/20	5,362	-
- ENR-Boreal Caribou Range Planning	2019/20	12,299	-
- ENR-Aquatic Monitoring Program	2019/20	907	-
Government of NWT - Health & Social Services			
- HSS-Community Wellness Plan	2019/20	6,470	-
- HSS-Long Term Care Study	2019/20	15,000	-
Government of NWT - Justice			
- JUS-Community Justice Program	2019/20	1,034	-
- JUS-Victim Services	2019/20	2,336	-
- JUS-Prevent It Facilitator Training & Workshops	2019/20	1,588	-
Dehcho First Nations			
- Environmental Management Agreement	2019/20	40,000	-
- DFN-Annual Assembly	2019/20	17,784	-
- DFN-Kids Corner	2019/20	26,110	-
- DFN-Negotiation Fund	2018/19	26,258	34,885
- DFN-Cl Lake Winter Work #004	2019/20	9,678	-
Ongoing Projects - Others			
- Council Travel Fund	2018/19	-	3,704
- LKS-Community Support Services	2018/19	-	78,280
- DDEC-Language & Literacy Revival	2018/19	3,472	7,886
- Rowes Royalties	2018/19	-	21,431
- NTHC-Northern Pathways	2019/20	35,338	19,342
Sub-total		359,663	486,232
Minnie Letcher Memorial Trust	2018/19	6,010	6,010
Enbridge - Community Development Fund	2018/19	600,000	600,000
Liidlil Kue Society			
Deferred revenue		125,000	439,689
		\$ 1,090,673	\$ 1,531,931

LIIDLII KUE FIRST NATION **NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

March 31, 2020

8. Callable Debt	2020	2019
Liidlil Kue Society		
CIBC demand term loan - prime plus 1% scheduled monthly installment of \$3,125 principal plus interest, due April 2028, secured by a General Security Agreement and guarantee from Liidlil Kue First Nation.	\$ 303,125	\$ 340,625
Less scheduled current portion of callable debt	37,500	37,500
	\$ 265,625	\$ 303,125

Unless demand by the bank, the scheduled principal repayment of the callable debt for the next five years are as follows:

2121	\$ 37,500
2122	37,500
2123	37,500
2124	37,500
2125	153,125
	\$ 303,125

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

9. Tangible Capital Assets

Cost	Beginning of Year	Additions	Disposals	End of Year
Lands	\$ 156,691	\$ -	\$ (182)	\$ 156,509
Buildings	3,062,001	17,934	-	3,079,935
Automotive equipment	465,544	2,400	-	467,944
Computer equipment	-	56,077	-	56,077
Furniture and fixtures	8,019	-	-	8,019
Heavy equipment	25,000	-	-	25,000
Tools and equipment	70,951	-	-	70,951
Total Cost	\$ 3,788,206	\$ 76,411	\$ (182)	\$ 3,864,435

Accumulated Amortization	Beginning of Year	Current Charge	Disposals	End of Year
Land	\$ -	\$ -	\$ -	\$ -
Buildings	474,493	103,859	-	578,352
Automotive equipment	464,830	575	-	465,405
Computer equipment	-	8,412	-	8,412
Furniture and fixtures	7,235	157	-	7,392
Heavy equipment	24,942	17	-	24,959
Tools and equipment	70,677	55	-	70,732
Total Accumulated Amortization	\$ 1,042,177	\$ 113,075	\$ -	\$ 1,155,252

Net Book Value	Beginning of Year	End of Year
Total Net Book Value	\$ 2,746,029	\$ 2,709,183

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

10. Long Term Investments

(i) Liidlil Kue Society

Liidlil Kue Society (the "Society") was incorporated under the *Societies Act of Northwest Territories* on April 1, 2003. On behalf of Dene members of the Liidlil Kue First Nation, the objects of the Society are to:

1. carry out the Dene Organization activities in the Fort Simpson areas;
2. assist Dene People in participating in the Canadian economic structure;
3. provide a vehicle to develop self-sufficiency, education, social and cultural programs

The Society is a government not-for-profit organization and is exempt for income tax purposes under Section 149 of the *Income Tax Act*.

The consolidated financial statements of Liidlil Kue Society includes the accounts of the Society and its following owned subsidiaries using the modified equity method:

- (a) Nogha Enterprises Ltd.
- (b) 507409 N.W.T. Ltd.

The following summarizes the consolidated financial position and consolidated results of operations of Liidlil Kue Society as at and for the year ended March 31, 2020.

	2020	2019
Consolidated Financial Position		
Current assets	\$ 492,467	\$ 202,667
Non-current assets	5,309,381	5,560,704
Total assets	5,801,848	5,763,371
Total liabilities	1,952,801	2,453,966
Net assets	\$ 3,849,047	\$ 3,309,405
Consolidated Financial Performance		
Revenue	\$ 660,950	\$ 815,329
Expenditure	(399,285)	(265,796)
Other revenue (expenditure)	277,977	591,087
Net earnings (loss)	\$ 539,642	\$ 1,140,620

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

10. Long Term Investments (Continued)

(ii) Nogha Enterprises Ltd.

Liidlil Kue Society owns 100% of Nogha Enterprises Ltd. The principal activities of the Company are general contracting, aviation fuel sales and fire suppression.

The following summarizes the financial position and results of operations of Nogha Enterprises Ltd. as at and for the year ended March 31, 2020.

	2020	2019
Consolidated Financial Position		
Current assets	\$ 1,055,778	\$ 2,017,464
Non-current assets	1,207,155	1,006,288
Total assets	2,262,933	3,023,752
Total liabilities	1,079,117	1,828,307
Total shareholder's equity (capital deficiency)	\$ 1,183,816	\$ 1,195,445
Consolidated Financial Performance		
Revenue	\$ 3,151,991	\$ 9,240,294
Direct costs	(1,858,898)	(2,832,960)
General and administration	(1,308,102)	(5,757,590)
Other revenue (expenses)	3,114	4,779
Income taxes recovered (paid)	265	(63,436)
Net earnings (loss)	\$ (11,630)	\$ 591,087
Investments		
Investment at cost	\$ 35	\$ 35
Amount receivable	91,981	811,218
Accumulated earnings	1,183,781	1,195,411
	\$ 1,275,797	\$ 2,006,664

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

10. Long Term Investments (Continued)

(iii) 507409 N.W.T. Ltd.

507409 N.W.T. Ltd. (the "Company") was incorporated under the Business Corporations Act of Northwest Territories on April 15, 2019 as a private company. The Company's principal activities is holding and operations of commercial real estate in Fort Simpson, Northwest Territories.

	2020	2019
Financial Position		
Current assets	\$ 944,177	\$ -
Non-current assets	1,452,026	-
Total assets	2,396,203	-
Total liabilities	1,001,103	-
Net assets	\$ 1,395,100	\$ -
Financial Performance		
Revenue	\$ -	\$ -
Expenditure	(5,000)	-
Net earnings (loss)	\$(5,000)	\$ -
Investment		
Investment at cost	\$ 280,000	\$ -
Amount receivable	754,138	-
Accumulated earnings (deficit)	(5,000)	-
Net earnings (loss)	\$ 1,029,138	\$ -

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

10. Long Term Investments (Continued)

- (iv) Deh Cho Helicopters Regional Limited Partnership

Liidlil Kue First Nation owns 14.3% of Deh Cho Helicopters Regional Limited Partnership.

Deh Cho Helicopters Regional Limited Partnership ("Partnership") was established in accordance with the limited partnership agreement dated June 1, 2004 pursuant the Partnership Act. The Partnership's principal activities are to own and lease an Eurocopter AS350 B2 Helicopter and other helicopter charters through Great Slave Helicopters Ltd. in the Deh Cho areas in Northwest Territories. The partners are:

(i)	Deh Cho Air Limited Partnership - Limited Partner	5,000 units
(ii)	Fort Simpson Metis Local 52 - Limited Partner	5,000 units
(iii)	Nahanni Butte Dene Band - Limited Partner	5,000 units
(iv)	Samba Ke First Nation - Limited Partner	5,000 units
(v)	Jean Marie River First Nation - Limited Partner	5,000 units
(vi)	Pehdzeh Ki First Nation - Limited Partner	5,000 units
(vii)	Liidlil Kue First Nation - Limited Partner	5,000 units

The following summarizes the financial position and results of operations of Deh Cho Helicopters Regional Limited Partnership as at and for the year ended May 31, 2019.

	2019	2018
Financial Position		
Current assets	\$ 2,549,910	\$ 2,258,416
Equipment	595,458	761,493
Total assets	3,145,368	3,019,909
Total liabilities	34,328	22,968
Total partners' equity	\$ 3,111,040	\$ 2,996,941
Partners' equity attributable to LKFN	\$ 336,678	\$ 336,678
Financial Performance		
Total revenue	\$ 445,609	\$ 477,629
Total expenses	331,511	261,073
Net earnings	114,098	216,556
Net earnings attributable to LKFN	\$ 21,301	\$ 30,936
Investments		
Investment at cost	\$ 5,000	\$ 5,000
Accumulated earnings	352,979	331,678
	\$ 357,979	\$ 336,678
Total investments	\$ 2,662,914	\$ 2,343,342

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

11. Accumulated Surplus		
	2020	2019
Unrestricted		
General Operating Fund	\$(944,297)	\$(1,224,846)
Enterprise Fund	2,662,914	2,343,342
Equity in Tangible Capital Assets	2,709,183	2,746,029
	<u>\$ 4,427,800</u>	<u>\$ 3,864,525</u>
12. Government Transfers		
	2020	2019
Government of Canada - Indigenous Services Canada	\$ 451,971	\$ 634,419
Dehcho First Nation	510,411	329,728
Government of NWT	1,074,130	1,003,825
Government of Canada	152,500	156,544
	<u>\$ 2,189,012</u>	<u>\$ 2,124,516</u>

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

13. Expenditure by Object

	2020	2019
Administration	\$ 112,056	\$ 134,395
Advertising and promotion	92	-
Amortization	113,074	103,693
Bad debts	13,890	(11,205)
Bank charges and interest	23,343	25,367
Community events	163,201	100,175
Contracted services	58,300	54,271
Contributions repaid	106,724	27,722
Donations	13,090	35,415
Honoraria	-	10,079
Insurance	20,923	16,943
Loss (gain) on disposal of assets	(279,818)	-
Materials and supplies	253,485	269,405
Meeting and workshop	73,460	58,092
Office	164,850	125,253
Professional fees	835,153	846,328
Property taxes	28,438	38,231
Rent	51,281	28,448
Repairs and maintenance	134,447	39,737
Telephone and Internet	36,906	31,877
Training and scholarships	2,259	914
Travel and accommodation	272,014	214,471
Utilities	109,437	92,228
Wages and benefits	1,636,756	1,408,841
Total Expenditure	\$ 3,943,361	\$ 3,650,680

14. Economic Dependence

LKFN receives a major portion of its revenue from the Indigenous Services Canada of the Government of Canada and the Government of Northwest Territories. The nature and extent of this revenue is of such significance that LKFN is economically dependent on this source of revenue.

LIIDLII KUE FIRST NATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2020

15. Comparative Figures

Certain figures presented for comparative purposes have been reclassified to conform with current year's presentation.

16. Financial Instruments and Risk Management

The LKFN's financial instruments are exposed to certain risks, which include credit risk, market risk, interest rate risk and liquidity risk.

Credit Risk - Credit risk refers to the potential that the funding agencies or counter party to a financial instrument will fail to discharge its contractual obligations. The LKFN is exposed mainly to credit risk from funding agencies' refusal to contribute the full funding due to the LKFN's non-compliance to the contribution agreements. The LKFN manages credit risk by ensuring that it complies with the terms and conditions of the contribution agreements.

Liquidity Risk - Liquidity risk is the risk that the LKFN will not be able to meet its financial obligations as they fall due. The LKFN manages liquidity risk through the management of its capital structure.

Unless otherwise noted, it is management's opinion that the LKFN is not exposed to other significant interest, currency and market risks arising from these financial instruments.

17. Subsequent Events

On March 11, 2020, the World Health Organization declared a global pandemic. In order to combat the spread of COVID-19, governments worldwide have enacted emergency measures including travel bans, legally enforced or self-imposed quarantine periods, social distancing, and business and organization closures. These measures have caused material disruptions to businesses, governments and other organizations resulting in an economic slowdown and increased volatility in national and global equity and commodity markets.

Central banks and governments, including Canadian federal, provincial and territorial governments, have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of any interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the society and its operations in future periods.

Other than the above item, no other subsequent events of note were identified during the audit.

LIIDLII KUE FIRST NATION

SCHEDULE 1 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - INDIGENOUS SERVICES CANADA

For the year ended March 31, 2020

	ISC-19/20- Band Support Funding	ISC-19/20 Amd#1- Computer Equipment	ISC-19/20 Amd#2- Summer Work	ISC-19/20 Amd#3- Finance & Training	ISC-19/20- Amd#4-Band Mgr's Wkg. Grp. Imp.	ISC-19/20 Amd#5-Band Mgr's Meeting	ISC-19/20 Amd#6- ICDNS Joint Working Group	ISC-18/19- Sage Training Amd#7
Revenue								
Contributions:								
- Indigenous Services Canada	\$ 183,370	\$ 45,000	\$ 59,300	\$ 115,000	\$ 39,914	\$ 2,275	\$ 3,047	\$ -
Add opening deferred revenue	-	29,078	24,066	-	19,619	-	-	25,000
Less closing deferred revenue	-	(5,411)	(20,164)	-	(5,900)	-	-	-
	183,370	68,667	63,202	115,000	53,633	2,275	3,047	25,000
Expenditure								
Administration	-	3,270	3,010	-	-	90	-	-
Contracted services	-	-	-	115,000	5,322	-	-	25,000
Office	-	9,320	-	-	-	-	-	-
Professional fees	-	-	-	-	48,311	-	-	-
Travel and accommodation	-	-	-	-	-	2,185	814	-
Wages and benefits	241,560	-	60,192	-	-	-	-	-
	241,560	12,590	63,202	115,000	53,633	2,275	814	25,000
Excess Revenue (Expenditure)	(58,190)	56,077	-	-	-	-	2,233	-
Purchase of Capital Assets	-	56,077	-	-	-	-	-	-
Repaid to Funding Agency	-	-	-	-	-	-	-	-
Net Excess Revenue (Expenditure)	\$(58,190)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,233	\$ -

LIIDLII KUE FIRST NATION

SCHEDULE 1 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - INDIGENOUS SERVICES CANADA (CONTINUED)

For the year ended March 31, 2020

	ISC-17/18- Climate Change Adaptation	ISC-18/19- Economic Development Officer CFA#9	ISC-18/19- Estates Management Amd#3	Total
Revenue				
Contributions:				
- Indigenous Services Canada	\$ -	\$ -	\$ -	\$ 447,906
Add opening deferred revenue	111,243	98,389	13,310	320,705
Less closing deferred revenue	(111,243)	-	(13,310)	(156,028)
	-	98,389	-	612,583
Expenditure				
Administration	-	616	-	6,986
Contracted services	-	-	-	145,322
Office	-	-	-	9,320
Professional fees	-	10,910	-	59,221
Travel and accommodation	-	1,419	-	4,418
Wages and benefits	-	-	-	301,752
	-	12,945	-	527,019
Excess Revenue (Expenditure)	-	85,444	-	85,564
Purchase of Capital Assets	-	-	-	56,077
Repaid to Funding Agency	-	85,443	-	85,443
Net Excess Revenue (Expenditure)	\$ -	\$ 1	\$ -	\$ (55,956)

LIIDLII KUE FIRST NATION

SCHEDULE 2 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GOVERNMENT OF NWT - ECE

For the year ended March 31, 2020

	Early Childhood	Early Intervention	Adult Colouring Book	Community Broadcasting Support	Total
Revenue					
Contributions:					
- Government of NWT	\$ 96,386	\$ 31,080	\$ 2,443	\$ 10,000	\$ 139,909
	96,386	31,080	2,443	10,000	139,909
Expenditure					
Administration	-	3,000	-	-	3,000
Materials and supplies	-	-	906	-	906
Wages and benefits	96,134	27,287	1,406	9,536	134,363
	96,134	30,287	2,312	9,536	138,269
Excess Revenue (Expenditure)	252	793	131	464	1,640
Purchase of Capital Assets	-	-	-	-	-
Repaid to Funding Agency	252	793	131	464	1,640
Net Excess Revenue (Expenditure)	\$ -	\$ -	\$ -	\$ -	\$ -

LIIDLII KUE FIRST NATION

SCHEDULE 3 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GOVERNMENT OF NWT - ENR

For the year ended March 31, 2020

	ENR-IRMA - Base Funding	ENR-IRMA - RPF	ENR-CHAP	ENR-Boreal Caribou Range Planning	ENR-Aquatic Monitoring Program	Total
Revenue						
Contributions:						
- Government of NWT	\$ 120,000	\$ 63,300	\$ 44,230	\$ 20,000	\$ 8,915	\$ 256,445
Less closing deferred revenue	(5,362)	-	-	(12,299)	(907)	(18,568)
	114,638	63,300	44,230	7,701	8,008	237,877
Expenditure						
Administration	10,500	6,330	4,423	2,500	1,163	24,916
Contracted services	-	3,716	-	-	-	3,716
Materials and supplies	2,467	-	221	-	-	2,688
Meeting and workshop	800	-	3,113	786	2,000	6,699
Office	1,407	-	-	898	-	2,305
Professional fees	3,092	53,254	-	-	-	56,346
Rent	6,139	-	4,000	-	-	10,139
Repairs and maintenance	-	-	190	-	-	190
Telephone and Internet	993	-	-	-	-	993
Travel and accommodation	11,821	-	26,904	3,478	4,778	46,981
Utilities	407	-	5,304	-	-	5,711
Wages and benefits	77,012	-	76	39	67	77,194
	114,638	63,300	44,231	7,701	8,008	237,878
Excess Revenue (Expenditure)	-	-	(1)	-	-	(1)
Purchase of Capital Assets	-	-	-	-	-	-
Repaid to Funding Agency	-	-	-	-	-	-
Net Excess Revenue (Expenditure)	\$ -	\$ -	\$(1)	\$ -	\$ -	\$(1)

LIIDLII KUE FIRST NATION

SCHEDULE 4 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GOVERNMENT OF NWT - HEALTH AND SOCIAL SERVICES

For the year ended March 31, 2020

	HSS-Long Term Care Study	HSS- Community Wellness Plan	HSS-Elders Community Kitchen	HSS- Traditional Elder	Total
Revenue					
Contributions:					
- Government of NWT	15,000	233,908	31,374	-	280,282
Other revenue and recoveries	-	-	-	6,019	6,019
Less closing deferred revenue	(15,000)	(6,470)	-	-	(21,470)
	-	227,438	31,374	6,019	264,831
Expenditure					
Administration	-	11,138	1,494	-	12,632
Contracted services	-	25,400	-	2,100	27,500
Donations	-	5,948	-	-	5,948
Materials and supplies	-	46,212	17,479	495	64,186
Meeting and workshop	-	21	-	-	21
Office	-	735	-	-	735
Rent	-	6,973	-	-	6,973
Repairs and maintenance	-	657	-	-	657
Telephone and Internet	-	1,533	-	-	1,533
Travel and accommodation	-	17,253	-	3,424	20,677
Utilities	-	457	-	-	457
Wages and benefits	-	111,109	12,401	-	123,510
	-	227,436	31,374	6,019	264,829
Excess Revenue (Expenditure)	-	2	-	-	2
Purchase of Capital Assets	-	-	-	-	-
Repaid to Funding Agency	-	-	-	-	-
Net Excess Revenue (Expenditure)	\$ -	\$ 2	\$ -	\$ -	\$ 2

LIIDLII KUE FIRST NATION

SCHEDULE 5 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GOVERNMENT OF NWT - ITI & MACA

For the year ended March 31, 2020

	ITI-Tourism Training Fund	ITI-Business Intelligence and Networking 2020-58	ITI-Traditional Gathering - 2020-09	ITI- Community Tourism Coordinator	ITI- Indigenous Tourism Conference 2020-41	ITI-Film Festival - 2020-72	MACA- Children and Youth Resiliency Program	MACA- Dreamcatcher Youth Conference
Revenue								
Contributions:								
- Government of NWT	\$ 158	\$ 1,718	\$ 25,000	\$ 50,000	\$ 3,230	\$ 5,484	\$ 13,636	\$ 4,000
	158	1,718	25,000	50,000	3,230	5,484	13,636	4,000
Expenditure								
Contracted services	-	-	4,073	-	-	850	-	-
Materials and supplies	-	-	8,016	-	-	-	1,125	-
Meeting and workshop	-	-	55	-	-	-	-	-
Office	-	513	216	-	870	256	47	1,318
Rent	-	-	-	-	-	2,035	-	-
Training and scholarships	158	-	-	-	-	-	-	-
Travel and accommodation	-	1,206	2,802	-	2,360	2,578	-	2,682
Wages and benefits	-	-	9,838	51,105	-	-	-	-
	158	1,719	25,000	51,105	3,230	5,719	1,172	4,000
Excess Revenue (Expenditure)	- (1)	- (1,105)	- (235)	12,464	-
Purchase of Capital Assets	-	-	-	-	-	-	-	-
Repaid to Funding Agency	-	-	-	-	-	-	12,463	-
Net Excess Revenue (Expenditure)	\$ -	\$ (1)	\$ -	\$ (1,105)	\$ -	\$ (235)	\$ 1	\$ -

LIIDLII KUE FIRST NATION

SCHEDULE 5 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GOVERNMENT OF NWT - ITI & MACA (CONTINUED)

For the year ended March 31, 2020

	ITI-Annual Assembly Events	Total
Revenue		
Contributions:		
- Government of NWT	\$ 13,600	\$ 116,826
	13,600	116,826
Expenditure		
Contracted services	7,863	12,786
Materials and supplies	-	9,141
Meeting and workshop	-	55
Office	-	3,220
Rent	-	2,035
Training and scholarships	-	158
Travel and accommodation	5,737	17,365
Wages and benefits	-	60,943
	13,600	105,703
Excess Revenue (Expenditure)	-	11,123
Purchase of Capital Assets	-	-
Repaid to Funding Agency	-	12,463
Net Excess Revenue (Expenditure)	\$ -	\$ (1,340)

LIIDLII KUE FIRST NATION

SCHEDULE 6 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GOVERNMENT OF NWT - JUSTICE

For the year ended March 31, 2020

	JUS- Community Justice Program	JUS-Victim Services	JUS-Prevent It Facilitator Training & Workshops	Total
Revenue				
Contributions:				
- Government of NWT	\$ 63,000	\$ 90,000	\$ 9,000	\$ 162,000
Less closing deferred revenue	(1,034)	(2,336)	(1,588)	(4,958)
	61,966	87,664	7,412	157,042
Expenditure				
Administration	6,000	4,500	-	10,500
Contracted services	500	-	300	800
Donations	2,250	-	-	2,250
Materials and supplies	1,099	427	2,417	3,943
Meeting and workshop	5,729	-	1,049	6,778
Office	1,411	2,721	100	4,232
Professional fees	6,102	3,000	-	9,102
Rent	820	4,800	-	5,620
Telephone and Internet	870	1,011	-	1,881
Travel and accommodation	716	4,111	3,490	8,317
Wages and benefits	36,468	67,094	57	103,618
	61,965	87,664	7,413	157,041
Excess Revenue (Expenditure)	1	-	(1)	1
Purchase of Capital Assets	-	-	-	-
Repaid to Funding Agency	-	-	-	-
Net Excess Revenue (Expenditure)	\$ 1	\$ -	\$ (1)	\$ 1

LIIDLII KUE FIRST NATION

SCHEDULE 7 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - OTHERS

For the year ended March 31, 2020

	General Fund	Council Travel Fund	LKFN Council Meetings	LKS- Community Support Services	Lights On	Treaty Days	Public Health- 17/18- Prenatal Nutrition Program	CCD-Cultural Projects-Reel Youth Project Fund
Revenue								
Contributions:								
- Indigenous Services Canada	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,065	\$ -	\$ -
- Government of Canada	-	-	-	-	-	-	152,500	-
Other revenue and recoveries	333,525	-	33,446	239,943	14,000	-	-	5,000
Add opening deferred revenue	-	3,704	-	78,280	-	-	-	-
	333,525	3,704	33,446	318,223	14,000	4,065	152,500	5,000
Expenditure								
Advertising and promotion	-	-	-	92	-	-	-	-
Administration	-	-	-	-	-	-	3,000	-
Amortization	8,412	-	-	-	-	-	-	-
Community events	-	-	-	163,201	-	-	-	-
Contracted services	6,721	-	300	700	-	-	-	5,000
Donations	2,030	-	-	31,522	-	1,243	-	-
Insurance	13,217	-	-	-	-	-	-	-
Materials and supplies	31,401	-	30	23,994	1,927	397	21,213	-
Meeting and workshop	3,743	-	27,136	-	70	-	-	-
Office	47,774	-	-	14,352	-	-	43	-
Professional fees	25,469	-	-	-	-	2	2,000	-
Rent	2,065	-	-	(125)	400	-	3,600	-
Repairs and maintenance	7,208	-	-	1,015	-	-	1,213	-
Telephone and Internet	13,884	-	5,934	-	-	-	3,093	-
Training and scholarships	2,101	-	-	-	-	-	-	-
Travel and accommodation	23,409	3,109	-	500	-	769	227	-
Utilities	23,990	-	-	9,155	-	-	9,659	-
Wages and benefits	205,532	-	1,292	20,240	4,767	-	108,453	(1)
	416,956	3,109	34,692	264,646	7,164	2,411	152,501	4,999
Excess Revenue (Expenditure)	(83,431)	595	(1,246)	53,577	6,836	1,654	(1)	1
Purchase of Capital Assets	-	-	-	-	-	-	-	-
Repaid to Funding Agency	-	-	-	-	-	-	-	-
Net Excess Revenue (Expenditure)	\$(83,431)	\$ 595	\$(1,246)	\$ 53,577	\$ 6,836	\$ 1,654	\$(1)	\$ 1

LIIDLII KUE FIRST NATION

SCHEDULE 7 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - OTHERS (CONTINUED)

For the year ended March 31, 2020

	DDEC- Language & Literacy Revival	Dehcho Regional Sewing Circle	Healthy Horizons	NTHC- Homelessnes s	NTHC- Northern Pathways	NT Parks- Generations on the Move	Parks- Drumming Workshop	Tides Canada
Revenue								
Contributions:								
- Government of NWT	\$ -	\$ -	\$ -	\$ 10,000	\$ 72,600	\$ -	\$ -	\$ -
Other revenue and recoveries	-	4,000	20,000	-	28,363	5,000	13,055	25,000
Add opening deferred revenue	7,886	-	-	-	19,342	-	-	-
Less closing deferred revenue	(3,472)	-	-	-	(35,338)	-	-	-
	4,414	4,000	20,000	10,000	84,967	5,000	13,055	25,000
Expenditure								
Administration	-	-	-	-	7,000	-	1,187	-
Donations	-	-	-	-	-	276	-	-
Materials and supplies	-	2,000	19,416	10,000	4,268	1,287	-	-
Meeting and workshop	-	-	-	-	77	-	-	-
Office	-	-	-	-	863	-	-	-
Professional fees	-	-	-	-	3,092	-	-	-
Rent	-	-	-	-	-	513	-	-
Repairs and maintenance	-	-	-	-	972	-	-	-
Telephone and Internet	-	-	-	-	5,264	-	-	-
Travel and accommodation	4,299	-	-	-	5,072	1,491	3,523	-
Utilities	-	-	-	-	5,543	-	-	-
Wages and benefits	116	1,697	-	-	52,816	1,292	8,346	-
	4,415	3,697	19,416	10,000	84,967	4,859	13,056	-
Excess Revenue (Expenditure)	(1)	303	584	-	-	141	(1)	25,000
Purchase of Capital Assets	-	-	-	-	-	-	-	-
Repaid to Funding Agency	-	-	-	-	-	-	-	-
Net Excess Revenue (Expenditure)	\$(1)	\$ 303	\$ 584	\$ -	\$ -	\$ 141	\$(1)	\$ 25,000

LIIDLII KUE FIRST NATION

SCHEDULE 7 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - OTHERS (CONTINUED)

For the year ended March 31, 2020

	Enbridge- Educational Pipeline Monitoring	Canadian Zinc Corporation	Rowes Royalties	Total
Revenue				
Contributions:				
- Indigenous Services Canada	\$ -	\$ -	\$ -	\$ 4,065
- Government of Canada	-	-	-	152,500
- Government of NWT	-	-	-	82,600
Other revenue and recoveries	15,000	611,882	-	1,348,214
Add opening deferred revenue	-	-	21,431	130,643
Less closing deferred revenue	-	-	-	(38,810)
	15,000	611,882	21,431	1,679,212
Expenditure				
Advertising and promotion	-	-	-	92
Administration	-	31,034	-	42,221
Amortization	-	-	-	8,412
Community events	-	-	-	163,201
Contracted services	-	1,950	-	14,671
Donations	-	400	-	35,471
Insurance	-	-	-	13,217
Materials and supplies	-	426	-	116,359
Meeting and workshop	-	18,923	-	49,949
Office	-	-	-	63,032
Professional fees	-	489,608	21,431	541,602
Rent	-	410	-	6,863
Repairs and maintenance	-	-	-	10,408
Telephone and Internet	-	-	-	28,175
Training and scholarships	-	-	-	2,101
Travel and accommodation	-	68,084	-	110,483
Utilities	-	-	-	48,347
Wages and benefits	674	1,046	-	406,270
	674	611,881	21,431	1,660,874
Excess Revenue (Expenditure)	14,326	1	-	18,338
Purchase of Capital Assets	-	-	-	-
Repaid to Funding Agency	-	-	-	-
Net Excess Revenue (Expenditure)	\$ 14,326	\$ 1	\$ -	\$ 18,338

LIIDLII KUE FIRST NATION

SCHEDULE 8 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - DEHCHO FIRST NATIONS

For the year ended March 31, 2020

	DFN-AAROM	DFN- Language Program	DFN- Traditional Literacy & Language	Environmenta l Managemen t Agreement	DFN-Annual Assembly	DFN-Kids Corner	DFN- Aboriginal Language Nest Program	DFN- Negotiation Fund
Revenue								
Contributions:								
- Government of NWT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 36,069	\$ -	\$ -
- Dehcho First Nation	40,322	54,431	15,000	40,000	71,134	139,500	80,000	-
Other revenue and recoveries	-	-	-	-	-	171,202	-	-
Add opening deferred revenue	-	-	-	-	-	-	-	34,885
Less closing deferred revenue	-	-	-	(40,000)	(17,784)	(26,110)	-	(26,258)
	40,322	54,431	15,000	-	53,350	320,661	80,000	8,627
Expenditure								
Administration	-	5,443	1,000	-	3,221	-	484	-
Bad debts (recovered)	-	-	-	-	-	13,890	-	-
Contracted services	-	11,062	-	-	-	-	-	-
Donations	-	343	-	-	-	600	-	-
Materials and supplies	32	526	-	-	13,091	23,996	-	-
Meeting and workshop	-	3,136	-	-	-	-	-	-
Office	-	-	-	-	-	3,888	-	-
Professional fees	-	-	-	-	-	-	-	8,627
Rent	-	1,767	2,250	-	2,560	12,300	-	-
Repairs and maintenance	649	-	-	-	-	9,682	-	-
Telephone and Internet	-	-	-	-	-	4,321	-	-
Travel and accommodation	5,136	7,315	-	-	1,128	1,027	-	-
Utilities	-	-	-	-	-	24,168	-	-
Wages and benefits	34,505	24,838	11,750	-	26,173	226,788	79,516	-
	40,322	54,430	15,000	-	46,173	320,660	80,000	8,627
Excess Revenue (Expenditure)	-	1	-	-	7,177	1	-	-
Purchase of Capital Assets	-	-	-	-	-	-	-	-
Repaid to Funding Agency	-	-	-	-	7,177	-	-	-
Net Excess Revenue (Expenditure)	\$ -	\$ 1	\$ -	\$ -	\$ -	\$ 1	\$ -	\$ -

LIIDLII KUE FIRST NATION

SCHEDULE 8 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - DEHCHO FIRST NATIONS (CONTINUED)

For the year ended March 31, 2020

	DFN-Youth Ecology Camp	DFN-CII Lake Winter Work #004	Reunification Gathering	DFN- Guardian Assistance for Permafrost Work	Total
Revenue					
Contributions:					
- Government of NWT	\$ -	\$ -	\$ -	\$ -	\$ 36,069
- Dehcho First Nation	40,536	9,678	16,529	3,282	510,412
Other revenue and recoveries	-	-	-	-	171,202
Add opening deferred revenue	-	-	-	-	34,885
Less closing deferred revenue	-	(9,678)	-	-	(119,830)
	40,536	-	16,529	3,282	632,738
Expenditure					
Administration	-	-	1,503	149	11,800
Bad debts (recovered)	-	-	-	-	13,890
Contracted services	-	-	-	-	11,062
Donations	-	-	-	-	943
Materials and supplies	9,445	-	-	-	47,090
Meeting and workshop	-	-	-	-	3,136
Office	-	-	-	-	3,888
Professional fees	-	-	-	-	8,627
Rent	775	-	-	-	19,652
Repairs and maintenance	900	-	-	-	11,231
Telephone and Internet	-	-	-	-	4,321
Travel and accommodation	1,852	-	15,026	49	31,533
Utilities	-	-	-	-	24,168
Wages and benefits	27,564	-	-	3,084	434,218
	40,536	-	16,529	3,282	625,559
Excess Revenue (Expenditure)	-	-	-	-	7,179
Purchase of Capital Assets	-	-	-	-	-
Repaid to Funding Agency	-	-	-	-	7,177
Net Excess Revenue (Expenditure)	\$ -	\$ -	\$ -	\$ -	\$ 2

LIIDLII KUE FIRST NATION

SCHEDULE 9 - SCHEDULE OF SALARIES, HONORARIA AND TRAVEL EXPENSES (ELECTED OFFICIALS)

For the year ended March 31, 2020

	Number of Months	Employee Salaries	Councillor Honouraria	Other Payments	Expenses	Total
Chief:						
- Gerald Antoine	12	\$ 87,487	\$ -	\$ 200	\$ 5,811	\$ 93,498
Sub-chief:						
- Kele Antoine	12	-	11,100	-	268	11,368
Council Members:						
- Brian Martineau	12	-	4,300	-	-	4,300
- Cathy Nahanni	12	-	5,600	-	-	5,600
- Eric Menicoche	12	-	14,375	-	3,024	17,399
- Ernest Cazon	12	-	700	-	-	700
- Ernest McPherson	12	-	5,850	-	-	5,850
- Hilda R Tsetso	12	-	3,200	-	850	4,050
- Sharon Allen	12	-	2,900	-	-	2,900
- William Michaud	12	-	700	-	-	700
		\$ 87,487	\$ 48,725	\$ 200	\$ 9,953	\$ 146,365

LIIDLII KUE FIRST NATION

SCHEDULE 10 - SCHEDULE OF SALARIES, HONORARIA AND TRAVEL EXPENSES (MANAGEMENT)

For the year ended March 31, 2020

	Number of Months	Salaries	Other Payments	Reimbursed Expenses	Travel & Per Diems	Total
Executive Director	12	\$ 87,487	\$ -	\$ 1,889	\$ 2,645	\$ 92,021
Controller *	12	124,549	-	-	9,030	133,579
		\$ 212,036	\$ -	\$ 1,889	\$ 11,675	\$ 225,600

* The salaries for the controller were paid through Nogha Enterprises Ltd., a related party and reimbursed by Liidlil Kue First Nation as professional fees.

LIIDLII KUE FIRST NATION

SCHEDULE 11 - SCHEDULE OF FEDERAL GOVERNMENT FUNDING

For the Year ended March 31, 2020

	Federal Funding Received	Unexpended Funding Beginning of Year	Adjustments	Total Funding Available	Funding Expended	Unexpended Funding End of Year
Health Canada:						
Indigenous Services Canada:						
Band Support Funding	\$ 183,370	\$ -	\$ -	\$ 183,370	\$ 183,370	\$ -
ISC-19/20 Amd#1-Computer Equipment	45,000	29,078	-	74,078	68,667	5,411
ISC-19/20 Amd#2-Summer Work	59,300	24,066	-	83,366	63,202	20,164
ISC-19/20 Amd#3-Finance & Training	115,000	-	-	115,000	115,000	-
ISC-19/20-Amd#4-Band Mgr's Wkg. Grp. Imp.	39,914	19,619	-	59,533	53,633	5,900
ISC-19/20 Amd#5-Band Mgr's Meeting	2,275	-	-	2,275	2,275	-
ISC-19/20 Amd#6-ICDNS Joint Working Group	3,047	-	-	3,047	3,047	-
ISC-18/19-Sage Training Amd#7	-	25,000	-	25,000	25,000	-
ISC-17/18-Climate Change Adaptation	-	111,243	-	111,243	-	111,243
ISC-18/19-Economic Development Officer CFA#9	-	98,389	-	98,389	98,389	-
ISC-18/19-Estates Management Amd#3	-	13,310	-	13,310	-	13,310
	\$ 447,906	\$ 320,705	\$ -	\$ 768,611	\$ 612,583	\$ 156,028

LIIDLII KUE FIRST NATION **SCHEDULE 12 - SCHEDULE OF FEDERAL GOVERNMENT FUNDING** **RECONCILIATION**

For the Year ended March 31, 2020

Accounting Reconciliation of Indigenous Services Canada Contributions

Indigenous Services Canada contributions as per financial statements	\$	451,971
Add prior year opening deferred contributions		
ISC-19/20 Amd#1-Computer Equipment		29,078
ISC-19/20 Amd#2-Summer Work		24,066
ISC-19/20-Amd#4-Band Mgr's Wkg. Grp. Imp.		19,619
ISC-18/19-Sage Training Amd#7		25,000
ISC-17/18-Climate Change Adaptation		111,243
ISC-18/19-Economic Development Officer CFA#9		98,389
ISC-18/19-Estates Management Amd#3		13,310
Less current year closing deferred contributions		
ISC-19/20 Amd#1-Computer Equipment	(5,411)
ISC-19/20 Amd#2-Summer Work	(20,164)
ISC-19/20-Amd#4-Band Mgr's Wkg. Grp. Imp.	(5,900)
DFN-Youth Ecology Camp	(111,243)
ISC-18/19-Estates Management Amd#3		13,310
Current year recognized Indigenous Services Canada contributions		643,268
Less prior year opening deferred contributions		-
Add current year closing deferred contributions		-

Indigenous Services Canada contributions as per funding confirmation	\$	643,268
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Cash Flows Reconciliation of Indigenous Services Canada Contributions

Indigenous Services Canada contributions received in current year	\$	395,750
Add contributions receivable from Indigenous Services Canada:		
ISC-19/20-Amd#4-Band Mgr's Wkg. Grp. Imp.		24,478
ISC-19/20 Amd#6-ICDNS Joint Working Group		3,047
ISC-19/20 Amd#3-Finance & Training		11,500
ISC-19/20 Amd#2-Summer Work		5,930
ISC-17/18-Climate Change Adaptation		4,500
ISC-18/19-Economic Development Officer CFA#9		3,991
ISC-17/18-Climate Change Adaptation		2,775

Indigenous Services Canada contributions as per financial statements	\$	451,971
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