

**INDEPENDENT AUDITOR'S REPORT****TO THE CHIEF, COUNCIL AND MEMBERSHIP  
BEHDZI AHDA' FIRST NATION BAND****Opinion**

We have audited the consolidated financial statements of Behdzi Ahda' First Nation Band (the First Nation), which comprise the consolidated statement of financial position as at March 31, 2019, and the consolidated statements of operations, accumulated surplus, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the First Nation as at March 31, 2019, and the results of its operations and its cash flows for the year then ended in accordance with Canadian 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 Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the First Nation in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical 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 Consolidated Financial Statements**

Management is responsible for the preparation and fair presentation of the 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.

In preparing the consolidated financial statements, management is responsible for assessing the First Nation'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 First Nation or to cease operations, or has no realistic alternative but to do so.

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

**Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 consolidated 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. We also:

Identify and assess the risks of material misstatement of the consolidated 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 First Nation'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 First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated 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 auditor's report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient appropriate audit evidence regarding the consolidated financial information of the entities or business activities within the First Nation to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the First Nation 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.



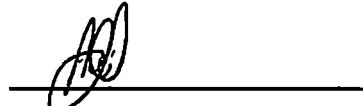
July 24, 2019  
Winnipeg, Manitoba

CHARTERED PROFESSIONAL ACCOUNTANTS

**BEHDZI AHDA' FIRST NATION BAND**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2019**

	<b>2019</b>	<b>2018</b>
<b>FINANCIAL ASSETS</b>		
Unrestricted cash and term deposits, note 3	\$ 2,275,963	\$ 2,129,470
Restricted cash and term deposits, note 4	2,305,417	1,601,673
Accounts and loans receivable, Schedule 55	1,660,218	1,654,083
Investment in Berah Gutone Tue" Enterprises Ltd., note 5	50	50
Due from related parties, note 6	750,000	783,606
	<b>6,991,648</b>	<b>6,168,882</b>
<b>LIABILITIES</b>		
Accounts payable and accrued, Schedule 56	\$ 387,929	\$ 486,475
Contributions repayable, note 7	5,461	5,461
Deferred revenue, note 8	2,305,417	1,676,018
Due to related parties, note 9	216,838	240,607
	<b>2,915,645</b>	<b>2,408,561</b>
<b>NET FINANCIAL ASSETS</b>	<b>\$ 4,076,003</b>	<b>\$ 3,760,321</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets, Schedule 57	\$ 7,401,851	\$ 7,483,301
Prepaid expenses and deposits	42,649	40,309
	<b>7,444,500</b>	<b>7,523,610</b>
<b>ACCUMULATED SURPLUS, Schedule 58</b>	<b>\$ 11,520,503</b>	<b>\$ 11,283,931</b>
<b>CONTINGENCIES, note 10</b>		

Approved on Behalf of the First Nation:

**BEHDZI AHDA' FIRST NATION BAND**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
**FOR THE YEAR ENDED MARCH 31, 2019**

	Budget Unaudited	2019 Actual	2018 Actual
<b>REVENUE</b>			
Grants - Government of the Northwest Territories			
Operating	\$ 1,805,469	\$ 1,918,676	\$ 1,739,429
Capital	847,500	196,074	489,351
Grants - Federal government			
Aboriginal Affairs and Northern Development			
Canada	1,076,127	1,076,127	1,070,508
Federal gas tax funding	350,000		
Contributions and donations	28,885	214,722	160,268
Ducks Unlimited			5,154
Interest	23,750	47,341	16,984
Management support		118,169	126,068
Rental	18,000	18,000	18,000
Sahtu Dene Council	93,471	93,471	99,395
Sahtu Health and Social Services Authority	9,191	9,191	13,633
Sahtu Secretariat Inc.	172,921	172,921	170,000
Utilities	75,000	84,532	88,328
Total revenue (Schedule 1)	4,500,314	3,949,224	3,997,118
<b>EXPENSES</b>			
Band government	1,276,720	1,322,262	1,397,754
Community services	258,836	393,377	268,669
Health services	93,493	93,579	76,838
Protective services			22,225
Recreation and cultural services	145,305	236,653	177,099
Regional planning and economic development	18,013	20,238	19,731
Resource conservation	172,921	172,921	175,154
Self government	946,417	989,907	908,397
Transportation services	158,844	300,012	271,244
Water and sewer services	351,900	183,703	266,884
Total expenses (Schedule 1)	3,422,449	3,712,652	3,583,995
<b>SURPLUS FOR THE YEAR</b>	<b>\$ 1,077,865</b>	<b>\$ 236,572</b>	<b>\$ 413,123</b>

The accompanying notes are an integral part of the financial statements

**BEHDZI AHDA' FIRST NATION BAND**  
**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**  
**FOR THE YEAR ENDED MARCH 31, 2019**

	<b>2019</b>	<b>2018</b>
<b>ANNUAL SURPLUS</b>	<b>\$ 236,572</b>	<b>\$ 413,123</b>
Purchase of tangible capital assets	(232,996)	(532,804)
Amortization of tangible capital assets	314,446	305,333
<b>Increase in prepaid expenses</b>	<b>(2,340)</b>	<b>(2,450)</b>
	79,110	(229,921)
<b>CHANGE IN NET FINANCIAL ASSETS</b>	<b>315,682</b>	<b>183,202</b>
<b>NET FINANCIAL ASSETS, BEGINNING OF YEAR</b>	<b>3,760,321</b>	<b>3,577,119</b>
<b>NET FINANCIAL ASSETS, END OF YEAR</b>	<b>\$ 4,076,003</b>	<b>\$ 3,760,321</b>

**BEHDZI AHDA' FIRST NATION BAND**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED MARCH 31, 2019**

	<b>2019</b>	<b>2018</b>
<b>CASH FLOW FROM OPERATING TRANSACTIONS</b>		
Cash receipts from funding arrangements and customers	\$ 4,495,298	\$ 3,983,478
Cash paid to suppliers, employees and others	(3,466,980)	(3,302,254)
Interest received	47,341	16,984
Interest paid	(2,263)	(5,598)
	<b>1,073,396</b>	<b>692,610</b>
<b>CASH FLOW FROM CAPITAL TRANSACTIONS</b>		
Purchase of tangible capital assets	(232,996)	(532,804)
Repayment of amounts due to related parties	(23,769)	-
	<b>(256,765)</b>	<b>(532,804)</b>
<b>CASH FLOW FROM INVESTING TRANSACTIONS</b>		
Purchase of investments/interest reinvested	(1,394,353)	(15,838)
Repayment of amounts due from related parties	33,606	(1,571)
	<b>(1,360,747)</b>	<b>(17,409)</b>
<b>INCREASE (DECREASE) IN CASH</b>	<b>(544,116)</b>	<b>142,397</b>
<b>CASH, BEGINNING OF YEAR</b>	<b>1,355,199</b>	<b>1,212,802</b>
<b>CASH, END OF YEAR</b>	<b>\$ 811,083</b>	<b>\$ 1,355,199</b>
<b>CASH IS COMPRISED OF:</b>		
Unrestricted cash, note 3	\$ 345,179	\$ 224,180
Restricted cash, note 4	465,904	1,131,019
	<b>\$ 811,083</b>	<b>\$ 1,355,199</b>

**BEHDZI AHDA' FIRST NATION BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2019**

---

**1. SIGNIFICANT ACCOUNTING POLICIES**

These consolidated financial statements have been prepared in accordance with generally accepted accounting principles for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

**Reporting Entity**

The Behdzi Ahda' First Nation reporting entity includes Behdzi Ahda' First Nation and all related entities that are either owned or controlled by the First Nation. Control is defined as the power to govern the financial and operating policies of another organization with expected benefits or the risk of loss from the other organization's activities. Control exists regardless of whether the government chooses not to exercise its power to govern so long as it has the ability to govern. Control must exist at the financial statement date, without the need to amend agreements.

**Principles of Consolidation**

These consolidated financial statements report on the assets, liabilities and results of operations for all the following entities which are considered to be extensions of the Behdzi Ahda' First Nation Band government operations:

Behdzi Ahda' First Nation Band  
Colville Lake Development Fund

All of the above entities were subject to an audit. All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions between them have not necessarily been eliminated on the individual schedules.

**Fund Accounting**

The Behdzi Ahda' First Nation Band uses fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. These funds have been amalgamated for the purpose of presentation in the consolidated financial statements. The Behdzi Ahda' First Nation Band maintains the following funds:

- (i) Operating fund which reports the general activities of the First Nation Administration.
- (ii) Capital fund which reports the tangible capital assets of the First Nation not included in other funds, together with their related financing.
- (iii) Water and sewer services fund which reports the water and sewer activities of the First Nation Administration.

**Asset Classification**

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or 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 normally include tangible capital assets, prepaid expenses and inventories of supplies.

**Cash**

Cash and cash equivalents include cash on hand and balances with banks net of outstanding cheques and bank overdrafts.

**BEHDZI AHDA' FIRST NATION BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2019**

---

**Significant Accounting Policies - continued**

**Term Deposits and Investment**

The term deposits are recorded at market value. The investments in Berah Gutone Tue" Enterprises Ltd. is recorded at cost.

**Tangible Capital Assets**

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor.

Certain assets which have historical or cultural value including works of art, historical documents as well as historical or cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of the future benefits associated with such property cannot be made. Assets under construction are not amortized until the asset is available to be put into service.

Amortization is provided for as follows:

	<u>Rate</u>	<u>Method</u>
Land improvements	3 to 30 years	Straight line
Buildings	20 to 50 years	Straight line
Vehicles and equipment	5 to 10 years	Straight line
Computer hardware and software	4 years	Straight line
Roads and streets	30 to 40 years	Straight line
Water and sewer	25 to 30 years	Straight line

**Net Financial Assets**

The First Nation's consolidated financial statements are presented so as to highlight net financial assets or net debt as the measurement of financial position. The net financial assets of the First Nation is determined by its financial assets less its liabilities.

**Revenue Recognition**

All revenue is recorded on an accrual basis whereby amounts received or recorded as receivable but not earned by the end of the fiscal year are recorded as deferred revenue.

Funding received under the terms of contribution agreements is recognized as revenue once eligibility criteria have been met. Funding is recorded as deferred revenue if it has been restricted for a stated purpose, such as a specific program or the purchase of tangible capital assets. Deferred revenue is recognized in revenue over time as the recognition criteria are met.

**BEHDZI AHDA' FIRST NATION BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2019**

---

**Significant Accounting Policies - continued**

**Measurement Uncertainty**

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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

**Economic Dependence**

The primary source of cash flow is funding from Aboriginal Affairs and Northern Development Canada and the Government of the Northwest Territories. The funding agreement can be cancelled if the First Nation does not observe certain established guidelines. The First Nation's ability to continue viable operations is dependent upon maintaining its current funding agreements.

**2. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT**

**Fair Value of Financial Instruments**

The fair values of cash, term deposits, accounts and loans receivable, loan receivable, accounts payable and accrued liabilities and contributions repayable approximate their carrying values due to their short-term maturity.

The fair values of the amounts due from and to related parties cannot be readily and have not been disclosed due to the fact that the amounts are non-interest bearing, have no terms of repayment and cash flow stream is not determinable.

The fair values of due from and to related parties and investment in Berah Gutone Tue" Enterprises Ltd. cannot be readily determined.

**Financial Risk Management - overview**

The First Nation has exposure to the following risks from its use of financial instruments: credit risk; liquidity risk; market risk; interest risk; and foreign currency risk.

**Credit Risk**

Credit risk is the risk that one party to a financial instrument fails to discharge an obligation and causes financial loss to another party. Financial instruments which potentially subject the First Nation to credit risk consist principally of cash, term deposits, accounts and loans receivables, loans receivables and due from related parties.

**BEHDZI AHDA' FIRST NATION BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2019**

---

Financial Instruments and Financial Risk Management - continued

The maximum exposure of the First Nation to credit risk at year end is:

	<b>2019</b>	<b>2018</b>
Unrestricted cash and term deposits	\$ 2,275,963	\$ 2,129,470
Restricted cash and term deposits	2,305,417	1,601,673
Accounts and loans receivables	1,660,218	1,654,083
Due from related parties	750,000	783,606
	<b>\$ 6,991,598</b>	<b>\$ 6,168,832</b>

**Cash and term deposits:** The First Nation is not exposed to significant credit risk as the cash and term deposits are primarily held by major financial institutions.

**Accounts and loans receivables:** The First Nation is not exposed to significant credit risk as no one party accounts for a significant balance and payment in full is typically collected when it is due. The First Nation establishes an allowance for doubtful accounts that represents its estimate of potential credit losses. The allowance for doubtful accounts is based on management's estimates and assumptions regarding current market conditions, customer analysis and historical payment trends. These factors are considered when determining whether past due accounts are allowed for or written off.

**Due from related parties:** The First Nation is exposed to normal credit risk which has been mitigated due to offsetting amounts due to certain related parties.

The change in the allowance for doubtful accounts during the year was as follows:

	<b>2019</b>	<b>2018</b>
Balance, beginning of the year	\$ 5,421	\$ 5,421
Provision for receivable impairment	6,000	-
Amounts written off	-	-
Amounts recovered	-	-
<b>Balance, end of the year</b>	<b>\$ 11,421</b>	<b>\$ 5,421</b>

**Liquidity Risk**

Liquidity risk is the risk that the First Nation will not be able to meet its financial obligations as they come due.

The First Nation manages liquidity risk by maintaining adequate cash balances and monitoring by management to ensure adequate funding will be received to meet the obligations.

**Market Risk**

Market risk is the risk that changes in market prices, such as interest rates and foreign exchange rates, will affect the First Nation's income or the fair values of its financial instruments. The significant market risks the First Nation is exposed to are interest rate risk and foreign currency risk.

**BEHDZI AHDA' FIRST NATION BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2019**

---

Financial Instruments and Financial Risk Management - continued

**Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The interest rate exposure relates to the term deposit.

The interest rate risk on the term deposit is considered to be low because of the short term nature.

**Foreign Currency Risk**

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The First Nation is not exposed to significant foreign currency risk as it does not have any financial instruments denominated in foreign currency.

<b>3. UNRESTRICTED CASH AND TERM DEPOSITS</b>	<b>2019</b>	<b>2018</b>
<b>General operations</b>		
Guaranteed investment certificate earning interest at 2.05% and maturing September 3, 2019. The balance includes \$1,171,150 principal plus \$13,944 accrued interest (2018 - interest at 0.45%, maturing December 10, 2018, \$1,167,264 principal plus \$1,626 accrued interest)	\$ 1,185,094	\$ 1,168,890
Cash	<u>(667,893)</u>	<u>(524,969)</u>
	517,201	643,921
<b>Water and sewer</b>		
Guaranteed investment certificate earning interest at 2.15% and maturing December 8, 2019. The balance includes \$738,124 principal plus \$7,566 accrued interest (2018 - interest at 0.95%, maturing June 29, 2018, \$736,208 principal plus \$192 accrued interest)	745,690	736,400
Cash	<u>1,013,072</u>	<u>749,149</u>
	1,758,762	1,485,549
	<hr/> <u>\$ 2,275,963</u>	<hr/> <u>\$ 2,129,470</u>

The First Nation does not have a bank overdraft. The cash for general operations and water and sewer are held in the same bank account.

**BEHDZI AHDA' FIRST NATION BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2019**

<b>4. RESTRICTED CASH AND TERM DEPOSITS</b>	<b>2019</b>	<b>2018</b>
<b>CPI Funding</b>		
Guaranteed investment certificate earning interest at 2.05% and maturing September 3, 2019. The balance includes \$469,284 principal plus \$5,588 accrued interest (2018 - interest at 0.45%, maturing December 10, 2018, \$467,727 principal plus \$651 accrued interest)	\$ 474,872	\$ 468,378
Guaranteed investment certificate earning interest at 2.30% and maturing November 6, 2019. The balance includes \$1,000,000 principal plus \$9,137 accrued interest	1,009,137	
Cash	6,896	610,715
Required balance	1,490,905	1,079,093
<b>Federal Gas Tax Funding</b>		
Guaranteed investment certificate earning interest at 2.00% and maturing September 3, 2019. The balance includes \$2,280 principal plus \$26 accrued interest (2018 - interest at 0.45%, maturing December 10, 2018, \$2,272 principal plus \$4 accrued interest)	2,306	2,276
Guaranteed investment certificate earning interest at 2.30% and maturing November 6, 2019. The balance includes \$350,000 principal plus \$3,198 accrued interest	353,198	
Cash	104,971	374,775
Required balance	460,475	377,051
<b>Community Capacity Building Fund - cash</b>	43,191	43,191
<b>Sahtu Renewable Resources Board - cash</b>	28,297	28,297
<b>MACA - New sewage lagoon - cash</b>	69,872	69,872
<b>Ducks Unlimited - cash</b>	25,177	-
<b>Supportive Home Services - cash</b>	4,978	4,169
<b>Community Capacity Building - cash</b>	69,282	-
<b>Community Log Cutting/Hauling - cash</b>	113,240	-
	<b>\$ 2,305,417</b>	<b>\$ 1,601,673</b>

At year end, the actual CPI bank account (cash) has a balance of \$81,663 resulting in a surplus of \$74,767 (2018 - \$161,424). The actual Federal Gas Tax funding bank account (cash) has a balance of \$162,970 resulting in a surplus of \$57,999 (2018 - shortfall of \$16,512). The remaining restricted cash is not held in separate bank accounts.

**BEHDZI AHDA' FIRST NATION BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2019**

---

**5. INVESTMENT IN BERAH GUTONE TUE" ENTERPRISES LTD.**

The First Nation owns 50 Class A common voting shares (50% ownership) of Berah Gutone Tue" Enterprises Ltd.

**6. DUE FROM RELATED PARTIES** 2019                    2018

Ayoni Keh Land Corporation, non-interest bearing, unsecured loan with no specific terms of repayment, a corporation set up to administer lands within the region with common board membership.	\$                    -                    \$                    33,606
Behdzi Ahda' First Nation Economic Development Trust, non-interest bearing loan with no specific terms of repayment, a Trust set up to administer land claims for the band members.	750,000                    750,000
	<hr/> \$                    750,000                    \$                    783,606

**7. CONTRIBUTIONS REPAYABLE** 2019                    2018

Contributions repayable represent unexpended funding which according to the terms of the funding agreement are to be repaid to the issuer as follows:	
Government of the Northwest Territories Healthy Children Initiative - Summer Pre-School Day Camp 2017/2018	\$                    5,461                    \$                    5,461

**BEHDZI AHDA' FIRST NATION BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2019**

---

**8. DEFERRED REVENUE**

---

Deferred revenue consists of amounts received from various sources in excess of eligible amounts expended or for the expenditures that will be incurred in a subsequent fiscal period. This amount is comprised of the following:

	<b>Balance, Beginning of Year</b>	<b>Funding Received</b>	<b>Interest Earned</b>	<b>Funding Expended</b>	<b>Balance, End of Year</b>
<b>Government of the Northwest Territories</b>					
Community Capacity Building Fund					
Plan (Sch. 47)	\$ 43,191	\$ -	\$ -	\$ -	<b>43,191</b>
P3 Project Feasibility Analysis (Sch. 41)	18,013	- -	- -	18,013	- -
Community Public Infrastructure Funding (Sch. 59)	1,079,093	675,000	15,989	279,177	<b>1,490,905</b>
MACA - Sewage Lagoon	69,872	- -	- -	- -	<b>69,872</b>
<b>Sahtu Health and Social Services</b>					
Supportive Living Assistance (Sch. 25)	4,169	10,000	- -	9,191	<b>4,978</b>
<b>Sahtu Renewable Resources     Board</b>					
	28,297	- -	- -	- -	<b>28,297</b>
<b>Federal Gas Tax Funding (Sch. 60)</b>					
	377,051	80,000	3,424	- -	<b>460,475</b>
<b>Ducks Unlimited (Sch. 50)</b>					
	25,177	- -	- -	- -	<b>25,177</b>
<b>AANDC</b>					
Consultation and Policy Development					
- Governance (Sch. 27)	31,155	- -	- -	31,155	- -
Comm. Capacity Building (Sch. 45)	- -	148,000	- -	78,718	<b>69,282</b>
<b>Other</b>					
Community Log Cutting/Hauling, (Sch. 37)	- -	200,000	- -	86,760	<b>113,240</b>
	<b>\$ 1,676,018</b>	<b>\$ 1,113,000</b>	<b>\$ 19,413</b>	<b>\$ 503,014</b>	<b>\$ 2,305,417</b>

**BEHDZI AHDA' FIRST NATION BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2019**

---

<b>9. DUE TO RELATED PARTIES</b>	<b>2019</b>	<b>2018</b>
Behdzi Ahda' First Nation Economic Development Trust, non-interest bearing loan with no specific terms of repayment, a Trust set up to administer land claims for the band members.	\$ 216,838	\$ 240,607

The balance due to Behdzi Ahda' First Nation Economic Development Trust is unsecured and non-interest bearing with no specific terms of repayment. Since the related party has indicated that it is not their intention to request repayment of these amounts during the next fiscal year, this amount has been classified as a non-current liability in the accompanying consolidated financial statements. The fair value cannot be readily determined and transactions were recorded at the agreed upon value.

Additional related party accounts and loans receivable on Schedule 55 and accounts payable on Schedule 56 are transactions in the normal course of business and are measured at the exchange amount being the amount of consideration established and agreed upon by the related parties.

---

**10. CONTINGENCIES**

---

The First Nation has entered into contribution agreements with Aboriginal Affairs and Northern Development Canada and the Government of the Northwest Territories. Funding received under these contribution agreements is subject to the repayment if the First Nation fails to comply with the terms and conditions of the agreements.

<b>11. EXPENSES BY OBJECT</b>	<b>2019</b>	<b>2018</b>
Amortization	\$ 314,446	\$ 305,333
Bad debts	6,000	-
Bank charges and interest	2,263	5,598
Consulting and contract work	451,744	224,239
Equipment rental	130,008	149,433
Fuel, street lighting and utilities	545,626	586,331
Honoraria	10,850	33,350
Insurance	41,921	43,813
Office	26,211	25,594
Repairs and maintenance	34,089	24,113
Supplies and other	267,789	188,256
Professional fees	360,316	401,467
Transfers to other programs	29,849	60,912
Travel, meals and accommodation	526,780	584,979
Wages and benefits	964,760	950,577
	<hr/>	<hr/>
	\$ 3,712,652	\$ 3,583,995

**BEHDZI AHDA' FIRST NATION BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**MARCH 31, 2019**

---

**12. BUDGET INFORMATION**

The budget information was prepared by management and approved by Chief and Council and has not been subject to an audit. There are not formal budgets prepared for all departments.