

Financial Statements of

**WEST POINT FIRST NATION**

March 31, 2018



## INDEPENDENT AUDITORS REPORT

### To the Members of Council:

We have audited the financial statements of West Point First Nation, which comprise the statement of financial position as at March 31, 2018, and the statement of operations, changes in net financial assets (debt) and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards required that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risks assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of West Point First Nation as at March 31, 2018 and the results of its operations, change in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



ASHTON  
Chartered Accountants  
Business Advisors


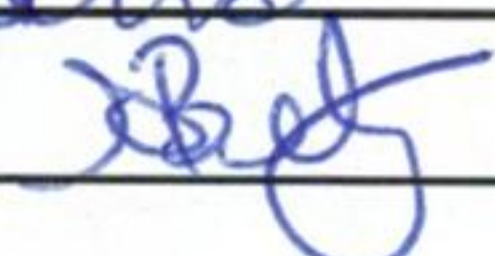
Hay River, NT  
July 19, 2018



**WEST POINT FIRST NATION**  
**Statement of Financial Position**  
**As at March 31, 2018**

	2018	2017
<b>Financial Assets</b>		
Cash	\$ 31,331	\$ 21,049
Accounts receivable, Note 4	219,138	131,357
GST recoverable	5,126	9,883
	<b>255,595</b>	<b>162,289</b>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	80,464	21,491
Deferred revenue, Note 6	84,927	81,509
	<b>165,391</b>	<b>103,000</b>
Net Financial Assets (Debt)	\$ 90,204	\$ 59,289
<b>Non-Financial Assets</b>		
Prepaid expenses	\$ 4,444	\$ 4,844
	<b>4,444</b>	<b>4,844</b>
Accumulated Surplus (Deficit)	\$ 94,648	\$ 64,133

Approved by the Council:

  
 \_\_\_\_\_ Council Member  
  
 \_\_\_\_\_ Council Member



**WEST POINT FIRST NATION****Statement of Operations and Changes in Accumulated Surplus (Deficit)****For the year ended March 31, 2018**

	2018	2017
<b>Revenue</b>		
Government of Northwest Territories	\$ 106,291	\$ 64,956
Deh Cho First Nations	149,185	186,035
Indigenous and Northern Affairs Canada	356,361	219,994
Hay River Metis Council	59,600	
Other revenues and recoveries	59,069	127,331
Contributions repayable	-	-
Deferred revenue, opening, Schedule 1	-	19,885
Deferred revenue, closing, Schedule 1	(84,927)	(81,509)
	<b>645,579</b>	<b>536,692</b>
<b>Expenses</b>		
Salaries and wages	131,483	104,760
Honorariums	81,925	84,125
Professional fees	92,898	58,972
Utilities	11,226	11,769
Office	42,628	19,170
Administration	29,538	45,631
Travel	49,982	50,513
Equipment	31,753	45,776
Interest and bank charges	2,928	1,591
Supplies	54,951	26,762
Bad debt expense (recovery)	-	4,976
Cultural event	31,134	9,225
Insurance	5,718	1,334
Project Management fees	48,900	50,000
Training	-	7,411
	<b>615,064</b>	<b>522,015</b>
<b>Excess of revenue over expenditure for the year</b>	<b>\$ 30,515</b>	<b>\$ 14,677</b>
Accumulated Deficit, beginning of year	64,133	49,456
Accumulated Surplus (Deficit), end of year	<b>\$ 94,648</b>	<b>\$ 64,133</b>



**WEST POINT FIRST NATION**  
**Statement of Changes in Net Financial Assets (Debt)**  
**For the year ended March 31, 2018**

	2018	2017
Excess of revenue over expenditure for the year	\$ 30,515	\$ 14,677
Change in prepaid expenses	400	24
Increase in net financial assets	30,915	14,701
Net financial debt, beginning of year	59,289	44,588
Net financial assets (debt), end of year	\$ 90,204	\$ 59,289



**WEST POINT FIRST NATION**  
**Statement of Cash Flow**  
**For the year ended March 31, 2018**

	2018	2017
<b>Operating Activities</b>		
Excess of revenue over expenditure for the year	\$ 30,515	\$ 14,677
Changes in non-cash working capital balances:		
Accounts receivable	(87,782)	(88,638)
Prepaid expenses	400	24
Accounts payable and accrued liabilities	58,973	887
Payroll taxes payable	-	-
Deferred revenue	3,418	61,625
GST recoverable	4,757	(5,367)
	10,281	(16,792)
Increase in cash during the year	10,281	(16,792)
Bank, beginning of year	21,049	37,841
Cash, end of year	\$ 31,330	\$ 21,049



**WEST POINT FIRST NATION**  
**Notes to Financial Statements**  
**For the year ended March 31, 2018**

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**Note 1. Nature of operations**

West Point First Nation (the "organization") is recognized pursuant to the Indian Act as an Indian Band and as such is a non-taxable entity in the Northwest Territories.

The purpose of the West Point First Nation is the following: uphold and protect the treaty and aboriginal rights of members; to ensure that members benefit from effective programs and services in the areas of education, housing, employment, economic development, recreation, health, the environment and other essential areas; to strengthen First Nation governance within the West Point First Nation traditional land base.

**Note 2. Summary of significant accounting policies**

Cash and cash equivalents

Cash includes cash and investments with maturities at the date of purchase of less than ninety days.

Revenue recognition

West Point First Nation follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Property and equipment

Property and equipment are expensed in the year of acquisition. Major categories of tangible capital assets and estimated cost of assets in those categories is disclosed in the notes. The amount of capital assets expensed in the year is disclosed in Note 5.

Measurement uncertainty

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Contributed services

Volunteers contribute a significant amount of their time each year. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.



**WEST POINT FIRST NATION**  
**Notes to Financial Statements**  
**For the year ended March 31, 2018**

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**Note 2. Summary of significant accounting policies (*continued*)**

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. Financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Comparative figures

Certain comparative amounts have been reclassified to conform to the current year's presentation.

**Note 3. Financial instruments**

**Credit Risk**

Credit risk arises from the potential that a counter party will fail to perform its obligations. The organization is exposed to credit risk from customers. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The organization has a significant number of customers which minimizes concentration of credit risk.

**Fair Value**

The organization's carrying value of cash and cash equivalents, accounts receivable, and accounts payable approximates its fair value due to the immediate or short term maturity of these instruments.

**Note 4. Accounts receivable**

	2018	2017
Accounts receivable	\$ 219,138	\$ 131,357
	\$ 219,138	\$ 131,357



**WEST POINT FIRST NATION**  
**Notes to Financial Statements**  
**For the year ended March 31, 2018**

**Note 5. Capital assets**

The estimated cost of capital assets is as follows:

	2018	2017
New band office	\$ 294,360	\$ 294,360
Building	285,680	285,680
Furniture and equipment	91,785	91,785
Band vehicle	39,148	39,148
Computer equipment	41,265	19,988
	<b>\$ 752,238</b>	<b>\$ 730,961</b>

The following capital assets were expensed in the year:

Furniture and equipment	\$ -	\$ 1,388
Band vehicle	-	39,148
Computer equipment	21,277	-
	<b>\$ 21,277</b>	<b>\$ 40,536</b>

**Note 6. Deferred revenue**

	2018	2017
Deh Cho First Nations	\$ -	\$ 81,509
INAC	84,927	-
	<b>\$ 84,927</b>	<b>\$ 81,509</b>

**Note 7. Economic dependence**

The organization receives base funding plus specific program funding pursuant to funding arrangements with Indigenous and Northern Affairs Canada, the Government of the Northwest Territories and Deh Cho First Nations. It may therefore be considered economically dependent upon government-source funding for its core operating activities.