

Northwest Angle #33 First Nation
Consolidated Financial Statements
March 31, 2018

Northwest Angle #33 First Nation

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For the year ended March 31, 2018

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Management's Responsibility

To the Members and Chief and Council of Northwest Angle #33 First Nation:

The accompanying consolidated financial statements of Northwest Angle #33 First Nation are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Northwest Angle #33 First Nation Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the First Nation's external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by Chief and Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

April 30, 2019

Original Signed By:
JEFF ROSS

_____ Band Manager

Independent Auditors' Report



To the Members and Chief and Council of Northwest Angle #33 First Nation:

We were engaged to audit the accompanying consolidated financial statements of Northwest Angle #33 First Nation, which comprise the consolidated statement of financial position as at March 31, 2018, and the consolidated statements of operations and accumulated surplus, change in net 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 Consolidated Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on conducting the audit in accordance with Canadian generally accepted auditing standards. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

The scope of our audit was limited due to the lack of supporting documentation for accounts payable and expenses. Therefore, we were not able to determine whether any adjustments might be necessary to accounts payable, expenses, deficiency of revenue over expenses and cash flows from operations for the year ended March 31, 2018.

Disclaimer of Opinion

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

Kenora, Ontario

April 30, 2019

Chartered Professional Accountants

Licensed Public Accountants



Northwest Angle #33 First Nation
Consolidated Statement of Financial Position
As at March 31, 2018

	2018	2017	
Financial assets			
Current			
Accounts receivable (Note 3)	1,412,934	394,902	
Restricted cash (Note 4)	368,711	727,890	
Funds held in Ottawa Trust Fund (Note 5)	36,507	35,749	
Long-term investments (Note 6)	3	1	
Total financial assets	1,818,155	1,158,542	
Liabilities			
Current			
Bank indebtedness (Note 7)	262,776	37,064	
Accounts payable and accruals (Note 8)	1,281,182	380,437	
Deferred revenue (Note 9)	62,400	165,664	
Repayable to funder (Note 10)	1,160,020	1,225,325	
	2,766,378	1,808,490	
Long-term debt (Note 11)	4,381,237	4,462,186	
Total liabilities	7,147,615	6,270,676	
Net debt	(5,329,460)	(5,112,134)	
Contingencies (Note 12)			
Non-financial assets			
Tangible capital assets (Schedule 1)	8,642,636	8,979,444	
Prepaid expenses	-	342,760	
Total non-financial assets	8,642,636	9,322,204	
Accumulated surplus	3,313,176	4,210,070	
Approved on behalf of the Chief and Council			
Original Signed By: DARLENE COMEGAN	Chief	Original Signed By: LARA STOVERN	Councillor
Original Signed By: NORMA GIRARD	Councillor		Councillor
Original Signed By: INNES SANDY	Councillor		

The accompanying notes are an integral part of these financial statements

Northwest Angle #33 First Nation Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31, 2018

	<i>Schedules</i>	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Revenue				
Indigenous and Northern Affairs Canada <i>(Note 13), (Note 14)</i>		2,038,981	3,015,753	2,462,566
First Nations and Inuit Health - Set <i>(Note 14)</i>		452,179	469,404	555,857
Canada Mortgage and Housing Corporation <i>(Note 14)</i>		222,500	283,678	283,678
Indigenous and Northern Affairs Canada - Flood Claim <i>(Note 14)</i>		134,295	78,180	92,840
Ontario First Nations Limited Partnership		821,775	844,084	831,694
Ministry of Community and Social Services <i>(Note 14)</i>		271,300	298,877	335,089
Ministry of Education <i>(Note 14)</i>		-	287,069	-
Administration fees		130,000	243,039	203,457
Rental income		215,280	171,090	150,915
Shooniyaa Wa-Biitong		-	158,400	60,354
Anishinaabeg of Kabapikotawangag Resource Council		-	148,589	105,687
Anishinaabe Abinoojii Family Services		156,205	134,281	-
Ministry of Indigenous Relations and Reconciliation <i>(Note 14)</i>		136,000	128,448	130,000
Miscellaneous		33,500	117,420	73,198
Ministry of Children, Community and Social Service <i>(Note 14)</i>		112,346	112,346	112,346
Ministry of Health and Long-Term Care <i>(Note 14)</i>		16,101	77,413	17,026
Ministry of Children and Youth Services <i>(Note 14)</i>		28,800	28,800	27,600
Grand Council Treaty #3		-	20,916	36,211
Ministry of Northern Development and Mines <i>(Note 14)</i>		14,128	14,048	10,914
Interest income		-	1,379	963
HST and Sales Tax rebates		30,000	-	3,420
Deferred revenue - prior year <i>(Note 9)</i>		121,183	165,664	187,655
Deferred revenue - current year <i>(Note 9)</i>		-	(62,400)	(165,664)
Repayment of funding		-	(34,719)	(153,018)
Repayment of funding - Flood Claim		-	(78,180)	(92,840)
		4,934,573	6,623,579	5,269,948
Expenses				
Administration	4	1,430,975	1,477,604	1,380,401
Capital	5	341,670	400,623	262,600
Economic Development	6	50,000	47,651	24,999
Education	7	1,072,417	2,231,144	1,412,730
Governance	8	35,000	11,743	25,868
Health	9	762,130	935,062	948,118
Housing CMHC	10	410,680	600,325	674,671
Ontario First Nations Limited Partnership	11	-	18,750	-
Operations and Maintenance	12	591,369	1,011,306	543,424
Social Services	13	616,881	786,265	402,912
Total expenses <i>(Schedule 2)</i>		5,311,122	7,520,473	5,675,723
Deficit before transfers		(376,549)	(896,894)	(405,775)

Continued on next page

Northwest Angle #33 First Nation Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31, 2018

<i>Schedules</i>	2018 Budget	2018	2017
Deficit before transfers <i>(Continued from previous page)</i>	(376,549)	(896,894)	(405,775)
Transfer to Administration	(727,799)	(614,000)	(661,694)
Transfer from Ontario First Nations Limited Partnership	821,775	825,334	831,694
Transfer to Education	(15,200)	(117,804)	-
Transfer to Operations and Maintenance	(47,947)	(93,530)	(170,000)
Transfer to Health	(30,829)	-	-
	-	-	-
Deficit	(376,549)	(896,894)	(405,775)
Accumulated surplus, beginning of year	4,210,070	4,210,070	4,615,845
Accumulated surplus, end of year	3,833,521	3,313,176	4,210,070

The accompanying notes are an integral part of these financial statements

Northwest Angle #33 First Nation
Consolidated Statement of Change in Net Debt

For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Deficit	(376,549)	(896,894)	(405,775)
Purchases of tangible capital assets	-	(30,000)	(18,000)
Construction in progress	-	(142,094)	(51,163)
Amortization of tangible capital assets	250,000	508,902	504,625
	250,000	336,808	435,462
Acquisition of prepaid expenses	-	-	(256,084)
Use of prepaid expenses	-	342,760	13,106
	-	342,760	(242,978)
Increase in net debt	(126,549)	(217,326)	(213,291)
Net debt, beginning of year	(5,112,134)	(5,112,134)	(4,898,843)
Net debt, end of year	(5,238,683)	(5,329,460)	(5,112,134)

The accompanying notes are an integral part of these financial statements

Northwest Angle #33 First Nation Consolidated Statement of Cash Flows

For the year ended March 31, 2018

	2018	2017
Cash provided by (used for) the following activities		
Operating activities		
Deficit	(896,894)	(405,775)
Non-cash items		
Amortization	508,902	504,625
	(387,992)	98,850
Changes in working capital accounts		
Accounts receivable	(1,018,032)	(80,135)
Prepaid expenses	342,760	(242,978)
Restricted cash	359,179	(76,363)
Accounts payable and accruals	900,744	94,649
Deferred revenue	(103,264)	(21,991)
Repayable to funder	(65,305)	153,019
	28,090	(74,949)
Financing activities		
Advances of long-term debt	78,180	92,840
Repayment of long-term debt	(159,129)	(192,071)
Increase in Funds Held in Ottawa Trust Fund	(758)	(651)
	(81,707)	(99,882)
Capital activities		
Purchases of tangible capital assets	(30,000)	(18,000)
Construction in progress	(142,095)	(51,163)
	(172,095)	(69,163)
Decrease in cash resources	(225,712)	(243,994)
Cash resources (deficiency), beginning of year	(37,064)	206,930
Cash resources (deficiency), end of year	(262,776)	(37,064)
Supplementary cash flow information		
Interest paid	66,368	66,238
Interest received	1,379	963

The accompanying notes are an integral part of these financial statements

Northwest Angle #33 First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2018

1. Operations

Northwest Angle #33 First Nation (the "First Nation") is located in the Province of Ontario, and provides municipal-like services to its members.

2. Significant accounting policies

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting principles and include the following significant accounting policies:

Reporting entity

The Northwest Angle #33 First Nation reporting entity includes the First Nation Government and all related enterprises that are accountable to the First Nation and are either owned or controlled by the First Nation.

The First Nation has consolidated the assets, liabilities, revenue and expenses of the following entities and departments:

- Northwest Angle #33 First Nation
- CMHC Housing

All inter-entity balances have been eliminated on consolidation; however, transactions between departments have not been eliminated in order to present the results of operations for each specific department.

Basis of presentation

Sources of financing and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Cash

Cash includes balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Funds held in Ottawa Trust Fund

Funds held in trust on behalf of First Nation members by the Government of Canada are reported on the consolidated statement of financial position. Trust monies consist of:

- Capital trust monies derived from non-renewable resource transactions on the sale of land or other First Nation capital assets; and
- Revenue trust monies generated primarily through land leasing transactions or interest earned on deposits held in trust.

Northwest Angle #33 First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

2. **Significant accounting policies** (Continued from previous page)

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution.

Amortization

Amortization for other tangible capital assets is provided using the straight-line method at rates intended to amortize the cost of the assets over their estimated useful lives. No amortization is taken in the year of acquisition.

	Rate
Housing - General	25 years
Housing - CMHC	25 years
Infrastructure	25 years
Automotive	4 years
Machinery	5 years
Boats	7 years
Roads	30 years
Community Buildings	25 years
Landfill	30 years

A housing project with a carrying value of \$1,721,628 (2017 - \$1,579,530) is currently under construction. As such, amortization of these assets has not been recorded during the year.

Long-lived assets

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the asset's carrying amount. Impairment is measured as the amount by which the asset's carrying value exceeds its fair value. Any impairment is included in the statement of operations for the year in which the asset becomes impaired.

Net debt

The First Nation's consolidated financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt of the First Nation is determined by its financial assets less its liabilities. Net debt combined with non-financial assets comprises a second indicator of financial position, accumulated surplus.

Non-financial assets

The First Nation's tangible capital assets and other non-financial assets are accounted for as assets because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

Revenue recognition

Other revenue

Other revenue, such as rental income, is recognized when service is provided and collectability is reasonably assured.

Government Transfers

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Northwest Angle #33 First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

2. Significant accounting policies (Continued from previous page)

Use of estimates

The preparation of consolidated financial statements in accordance 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 consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period.

Accounts receivable is stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets. Accounts payable and accruals are based on historical charges for unbilled goods and services at year-end.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

Segments

The First Nation conducts its business through ten reportable segments: Administration, Capital, Economic Development, Education, Governance, Health, Housing CMHC, Ontario First Nations Limited Partnership, Operations and Maintenance, and Social Services. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the significant accounting policies.

3. Accounts receivable

	2018	2017
Indigenous and Northern Affairs Canada	562,601	103,488
Ministry of Education	323,832	16,237
CMHC rent receivable	307,900	229,143
CMHC subsidy assistance receivable	252,452	93,998
Shooniyaa Wa-Biitong	158,400	29,229
Advances to First Nation Members	152,084	150,380
Anishinaabeg of Kabapikotawangag Resource Council	73,157	102,874
Miscellaneous	38,610	23,672
First Nations and Inuit Health	3,882	15,404
Ministry of Indigenous Relations and Reconciliation	-	10,000
	1,872,918	774,425
Allowance for doubtful accounts	(459,984)	(379,523)
	1,412,934	394,902

The allowance for doubtful accounts includes \$152,084 (2017 - \$150,380) relating to member advances and \$307,900 (2017 - \$229,143) relating to CMHC rent receivable.

Northwest Angle #33 First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

4. Restricted Cash

Under agreements with Canada Mortgage and Housing Corporation (CMHC) the First Nation established the following:

- A replacement reserve established by an annual allocation of \$36,850, to ensure replacement of buildings financed by CMHC.
- A subsidy surplus reserve established by retaining excess federal assistance payments received. Reserve funds may be used to meet future subsidy requirements of income test occupants, over and above the maximum federal assistance.

In accordance with the terms of the agreements, CMHC replacement monies must be held or invested only in accounts or instruments guaranteed by the Canada Deposit Insurance Corporation, or as otherwise approved by CMHC. Replacement reserve withdrawals are credited first to principal and then to interest.

	2018	2017
Royal Bank - Operating Reserve	81,000	440,504
Royal Bank - Replacement Reserve	287,711	287,386
	368,711	727,890

5. Funds held in Ottawa Trust Fund

Capital and revenue trust monies are transferred to the First Nation on the authorization of the Minister of Indigenous and Northern Affairs Canada, with the consent of the First Nation's Council.

	2018	2017
Capital Trust		
Balance, beginning of year	7,795	7,795
Balance, end of year	7,795	7,795
Revenue Trust		
Balance, beginning of year	27,954	27,303
Interest	758	651
Balance, end of year	28,712	27,954
	36,507	35,749

6. Long-term investments

Long-term investments consist of the following:

	2018	2017
Ontario First Nations Limited Partnership	1	1
Ontario First Nations Sovereign Wealth GP	1	-
Ontario First Nations Asset Management GP Corporation	1	-
	3	1

Northwest Angle #33 First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

7. Bank indebtedness

	2018	2017
Royal Bank - General Account	(361,853)	(75,201)
Bank of Nova Scotia - Social Services Account	90,828	29,896
Guaranteed Investment Certificate	8,249	8,241
	(262,776)	(37,064)

8. Accounts payable and accruals

	2018	2017
Accounts payable - general	1,224,514	343,927
Receiver General	11,102	5,715
Audit accrual	30,000	30,000
Pension payable	15,566	795
	1,281,182	380,437

9. Deferred Revenue

	Balance March 31, 2017	Funding Received 2018	Other Revenue 2018	Revenue Recognized 2018	Balance March 31, 2018
Federal Government					
Capital	140,650	241,786	-	382,436	-
Health	9,445	474,204	343,601	827,250	-
Operations and Maintenance	15,569	379,777	169,127	564,473	-
Social Services	-	494,086	390,142	821,828	62,400
	165,664	1,589,853	902,870	2,595,987	62,400

10. Repayable to funder

	2018	2017
INAC - Tuition Agreements	639,886	705,191
INAC - Band Operated School - Direct Services	329,403	329,403
INAC - Special Education	151,815	151,815
INAC - SWOP	28,400	28,400
INAC - First Nation Training	10,435	10,435
INAC - Student Employment	81	81
	1,160,020	1,225,325

Northwest Angle #33 First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

11. Long-term debt

	2018	2017
Canada Mortgage and Housing Corporation loan, repayable in blended monthly payments of principal and interest in the amount of \$3,240, bearing interest at 1.71%, maturing September 1, 2032. Secured by a Ministerial Guarantee.	499,799	529,933
Canada Mortgage and Housing Corporation loan, repayable in blended monthly payments of principal and interest in the amount of \$948, bearing interest at 1.67%, maturing April 1, 2033. Secured by a Ministerial Guarantee.	151,943	160,732
Canada Mortgage and Housing Corporation loan, repayable in blended monthly payments of principal and interest in the amount of \$3,078, bearing interest at 1.53%, maturing December 1, 2032. Secured by a Ministerial Guarantee.	488,232	517,528
Canada Mortgage and Housing Corporation loan, repayable in blended monthly payments of principal and interest in the amount of \$3,516, bearing interest at 2.04%, maturing January 1, 2034. Secured by a Ministerial Guarantee.	572,054	602,166
Canada Mortgage and Housing Corporation loan, repayable in blended monthly payments of principal and interest in the amount of \$3,316, bearing interest at 2.35%, maturing July 1, 2033. Secured by a Ministerial Guarantee.	513,342	540,753
Canada Mortgage and Housing Corporation loan, repayable in blended monthly payments of principal and interest in the amount of \$3,091, bearing interest at 1.83%, maturing November 1, 2034. Secured by a Ministerial Guarantee.	533,553	560,704
Canada Mortgage and Housing Corporation loan, repayable in blended monthly payments of principal and interest in the amount of \$4,337, bearing interest at 1.04%, maturing October 1, 2040. Secured by a Ministerial Guarantee.	989,603	995,839
INAC promissory note related to ongoing flood claim negotiations, unsecured, repayable when claim is settled, interest free, maturing in March 2022 unless the claim is still in negotiations at which time the term will be extended for up to another five years.	141,226	141,226
INAC promissory note related to ongoing flood claim negotiations, unsecured, repayable when claim is settled, interest free, maturing in March 2018 unless the claim is still in negotiations at which time the term will be extended for up to another five years.	12,664	12,664
INAC promissory note related to ongoing flood claim negotiations, unsecured, repayable when claim is settled, interest free, maturing in March 2019 unless the claim is still in negotiations at which time the term will be extended for up to another five years.	40,675	40,675
INAC promissory note related to ongoing flood claim negotiations, unsecured, repayable when claim is settled, interest free, maturing in March 2020 unless the claim is still in negotiations at which time the term will be extended for up to another five years.	95,795	95,795
INAC promissory note related to ongoing flood claim negotiations, unsecured, repayable when claim is settled, interest free, maturing in March 2020 unless the claim is still in negotiations at which time the term will be extended for up to another five years.	171,331	171,331
INAC promissory note related to ongoing flood claim negotiations, unsecured, repayable when claim is settled, interest free, maturing in March 2021 unless the claim is still in negotiations at which time the term will be extended for up to another five years.	92,840	92,840
INAC promissory note related to ongoing flood claim negotiations, unsecured, repayable when claim is settled, interest free, maturing in March 2022 unless the claim is still in negotiations at which time the term will be extended for up to another five years.	78,180	-

Northwest Angle #33 First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

11. Long-term debt *(Continued from previous page)*

	2018	2017
	4,381,237	4,462,186

Principal repayments on long-term debt in each of the next five years, assuming long-term debt subject to refinancing is renewed at similar rates and terms, are estimated as follows:

	Principal
2019	197,495
2020	200,877
2021	204,321
2022	207,825
2023	211,394
	1,021,912
Thereafter	3,359,325

Interest on long-term debt amounted to \$66,368 (2017 - \$66,238).

12. Contingencies

The First Nation has entered into contribution agreements with various government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

13. INAC funding reconciliation

	2018	2017
INAC revenue per financial statements	3,015,753	2,462,566
INAC revenue per funding confirmation	3,015,753	2,462,566

Northwest Angle #33 First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2018

14. Government transfers

	Operating	Capital	2018	2017
Federal government transfers				
Indigenous and Northern Affairs Canada	2,774,083	241,670	3,015,753	2,462,566
First Nations and Inuit Health	469,404	-	469,404	555,857
Canada Mortgage and Housing Corporation	283,678	-	283,678	283,678
Indigenous and Northern Affairs Canada - Flood Claim	78,180	-	78,180	92,840
Total Federal	3,605,345	241,670	3,847,015	3,394,941
Provincial government transfers				
Ministry of Community and Social Services	298,877	-	298,877	335,089
Ministry of Education	287,069	-	287,069	-
Ministry of Indigenous Relations and Reconciliation	128,448	-	128,448	130,000
Ministry of Children, Community, and Social Services	112,346	-	112,346	112,346
Ministry of Health and Long-Term Care	77,413	-	77,413	17,026
Ministry of Children and Youth Services	28,800	-	28,800	27,600
Ministry of Northern Development and Mines	14,048	-	14,048	10,914
Total Provincial	947,001	-	947,001	632,975
	4,552,346	241,670	4,794,016	4,027,916

15. Ontario First Nations Limited Partnership

Commencing with the 2012 fiscal year and in each fiscal year thereafter during the initial and renewal terms of the agreement between the Province of Ontario and Ontario First Nations Limited Partnership (OFNLP), the Province of Ontario shall pay to OFNLP 12 monthly payments equal to one-twelfth of 1.7% of the aggregate provincial gross gaming revenues. OFNLP then distributes to the First Nation its share of these revenues according to a formula used for that purpose. The use of these funds, according to agreements, is restricted to community development, health, education, cultural development and economic development.

The First Nation holds a unit in the Ontario First Nations Limited Partnership, and a share in a related company Ontario First Nations General Partner Inc.

16. Economic dependence

The First Nation receives 46% (2017 - 47%) of its revenue from Indigenous and Northern Affairs Canada (INAC) as a result of treaties entered into with the Government of Canada. These treaties are administered by INAC under the terms and conditions of the Indian Act. The ability of the First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

17. Budget information

The disclosed budget information has been approved by the Chief and Council, and presented to the members of the First Nation.

18. First Nations Financial Transparency Act

The First Nation is required by the First Nations Transparency Act to post its consolidated financial statements on a website and submit the consolidated financial statements to INAC by July 28, 2018. As the audit report is dated after this date, the First Nation is not in compliance with this requirement. The possible effect of this non-compliance has not yet been determined.

19. Comparative figures

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

Northwest Angle #33 First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2018

	<i>Housing - General</i>	<i>Housing - CMHC</i>	<i>Infrastructure</i>	<i>Automotive</i>	<i>Machinery</i>	<i>Boats</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	3,120,308	6,452,248	2,958,928	149,954	32,000	33,330	12,746,768
Acquisition of tangible capital assets	-	-	-	-	-	30,000	30,000
Balance, end of year	3,120,308	6,452,248	2,958,928	149,954	32,000	63,330	12,776,768
Accumulated amortization							
Balance, beginning of year	2,373,297	2,541,456	936,727	118,530	14,000	28,578	6,012,588
Annual amortization	75,782	258,090	117,157	10,475	-	9,040	470,544
Balance, end of year	2,449,079	2,799,546	1,053,884	129,005	14,000	37,618	6,483,132
Net book value of tangible capital assets	671,229	3,652,702	1,905,044	20,949	18,000	25,712	6,293,636
2017 Net book value of tangible capital assets	747,011	3,910,792	2,022,202	31,424	18,000	4,752	6,734,181

Northwest Angle #33 First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2018

	<i>Subtotal</i>	<i>Roads</i>	<i>Community Buildings</i>	<i>Landfill</i>	<i>Construction- in-progress</i>	<i>2018</i>	<i>2017</i>
Cost							
Balance, beginning of year	12,746,768	207,221	1,208,096	447,648	1,579,530	16,189,263	16,120,103
Acquisition of tangible capital assets	30,000	-	-	-	142,098	172,098	69,163
Balance, end of year	12,776,768	207,221	1,208,096	447,648	1,721,628	16,361,361	16,189,266
Accumulated amortization							
Balance, beginning of year	6,012,588	188,091	840,022	169,121	-	7,209,822	6,705,197
Annual amortization	470,544	1,994	21,458	14,907	-	508,903	504,625
Balance, end of year	6,483,132	190,085	861,480	184,028	-	7,718,725	7,209,822
Net book value of tangible capital assets	6,293,636	17,136	346,616	263,620	1,721,628	8,642,636	8,979,444
2017 Net book value of tangible capital assets	6,734,181	19,131	368,075	278,527	1,579,530	8,979,444	

Northwest Angle #33 First Nation
Schedule 2 - Consolidated Schedule of Expenses by Object

For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Consolidated expenses by object			
Administrative expenses	126,838	240,904	203,458
Amortization of tangible capital assets	250,000	508,903	504,625
Bad debts	144,240	81,065	77,987
Bank charges and interest	7,800	8,923	6,798
Capital, operations and maintenance	95,845	229,996	230,693
Community events	130,124	157,490	103,710
Contracted services	573,384	940,171	452,082
Economic development	-	-	200
Education	1,122,466	1,713,945	1,172,917
Health	5,500	2,145	4,736
Honoraria, salaries, wages and benefits	1,466,407	1,596,323	1,449,166
Insurance	63,200	63,042	62,296
Interest on long-term debt	-	66,368	66,238
Office, materials, supplies and utilities	859,384	1,222,644	845,698
Professional fees	125,277	297,215	172,564
Training and travel	340,657	391,339	322,555
	5,311,122	7,520,473	5,675,723

Northwest Angle #33 First Nation
Schedule 3 - Summary of Consolidated Schedules of Revenue and Expenses by Segment

For the year ended March 31, 2018

	<i>Schedule #</i>	<i>INAC Revenue</i>	<i>Other Revenue</i>	<i>Deferred Revenue</i>	<i>Total Revenue</i>	<i>Total Expenses</i>	<i>Adjustments/ Transfers From (To)</i>	<i>Current Surplus (Deficit)</i>
Administration	4	352,423	518,258	-	870,681	1,477,604	614,000	7,077
Capital	5	241,786	-	140,649	382,435	400,623	-	(18,188)
Economic Development	6	50,000	-	-	50,000	47,651	-	2,349
Education	7	1,744,950	-	-	1,744,950	2,231,144	117,804	(368,390)
Governance	8	35,000	-	-	35,000	11,743	-	23,257
Health	9	4,800	813,005	9,445	827,250	935,062	-	(107,812)
Housing CMHC	10	-	420,478	-	420,478	600,325	-	(179,847)
Ontario First Nations Limited Partnership	11	-	844,084	-	844,084	18,750	(825,334)	-
Operations and Maintenance	12	379,777	169,127	15,569	564,473	1,011,306	93,530	(353,303)
Social Services	13	207,017	739,611	(62,400)	884,228	786,265	-	97,963
Total		3,015,753	3,504,563	103,263	6,623,579	7,520,473	-	(896,894)

**Northwest Angle #33 First Nation
Administration**

Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Revenue			
Indigenous and Northern Affairs Canada	242,881	352,423	242,324
Indigenous and Northern Affairs Canada - Flood Claim	134,295	78,180	92,840
First Nations and Inuit Health - Set	-	-	10,000
Administration fees	130,000	243,039	203,457
Ministry of Indigenous Relations and Reconciliation	136,000	128,448	130,000
Miscellaneous	30,000	110,721	41,623
Rental income	-	34,290	14,115
Interest income	-	1,379	963
Anishinaabeg of Kabapikotawangag Resource Council	-	400	11,600
HST and Sales Tax rebates	30,000	-	3,420
Repayment of funding	-	(19)	(6,637)
Repayment of funding - Flood Claim	-	(78,180)	(92,840)
	703,176	870,681	650,865
Expenses			
Administration	12,535	6,852	16,958
Amortization	250,000	250,812	246,535
Bad debts	-	1,036	18,830
Bank charges and interest	7,500	6,665	6,510
Consulting	35,000	247	-
Contracted services	500	678	610
Cultural enrichment	600	-	-
Election costs	12,000	-	14,282
Emergency assistance	60,000	38,022	44,739
Funerals	25,000	28,107	33,760
Honoraria	298,080	238,385	176,788
Insurance	17,000	6,989	7,118
Materials	-	10,815	29,702
Meetings	13,000	24,812	8,438
Miscellaneous	21,450	-	-
Office supplies	15,000	50,983	32,702
Professional fees	122,777	267,036	148,207
Rent	57,900	-	47,710
Repairs and maintenance	13,700	44,538	9,344
Salaries and benefits	281,342	233,198	313,951
Supplies	4,600	43,681	81,095
Training	-	-	846
Travel	139,991	178,506	97,715
Utilities	43,000	46,242	44,561
	1,430,975	1,477,604	1,380,401
Deficit before transfers	(727,799)	(606,923)	(729,536)
Transfers between segments			
Transfer from Ontario First Nations Limited Partnership	727,799	614,000	661,694
Surplus (deficit)	-	7,077	(67,842)

Northwest Angle #33 First Nation
Capital
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Revenue			
Indigenous and Northern Affairs Canada	241,670	241,786	243,773
Deferred revenue - prior year (Note 9)	100,000	140,649	159,476
Deferred revenue - current year (Note 9)	-	-	(140,649)
	341,670	382,435	262,600
Expenses			
Contracted services	-	56,968	7,329
Materials	270,170	146,151	101,162
Repairs and maintenance	22,000	35,706	28,693
Salaries and benefits	49,500	143,247	124,198
Training	-	6,723	-
Travel	-	5,597	-
Utilities	-	6,231	1,218
	341,670	400,623	262,600
Surplus (deficit)	-	(18,188)	-

Northwest Angle #33 First Nation
Economic Development
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Revenue			
Indigenous and Northern Affairs Canada	50,000	50,000	50,000
Expenses			
Administration	5,000	5,000	5,000
Consulting	25,589	-	-
Contracted services	-	1,000	-
Miscellaneous	300	36,736	3,173
Materials	-	1,309	-
Salaries and benefits	11,011	62	14,826
Training	2,800	-	2,000
Travel	3,300	3,483	-
User fees	2,000	61	-
	50,000	47,651	24,999
Surplus (deficit)	-	2,349	25,001

Northwest Angle #33 First Nation
Education
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Revenue			
Indigenous and Northern Affairs Canada	1,057,217	1,744,950	1,531,650
Repayment of funding	-	-	(146,381)
	1,057,217	1,744,950	1,385,269
Expenses			
Administration	17,725	52,746	55,336
Contracted services	116,000	218,713	40,000
Cultural enrichment	2,000	9,270	500
Insurance	-	3,085	-
Materials	-	2,341	-
Miscellaneous	-	5,850	-
Office supplies	700	587	60
Parental and community involvement	-	-	2,389
Program expense	-	12,700	-
Repairs and maintenance	-	60	-
Salaries and benefits	31,000	89,684	91,282
Student expenses	302,100	817,358	603,792
Supplies	11,700	56,352	6,383
Transportation	10,966	29,207	35,749
Travel	1,000	36,604	8,114
Tuition	579,226	896,587	569,125
	1,072,417	2,231,144	1,412,730
Deficit before transfers	(15,200)	(486,194)	(27,461)
Transfers between segments			
Transfer from Ontario First Nations Limited Partnership	15,200	117,804	-
Surplus (deficit)	-	(368,390)	(27,461)

**Northwest Angle #33 First Nation
Governance**

Schedule 8 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Revenue			
Indigenous and Northern Affairs Canada	35,000	35,000	-
Expenses			
Administration	3,500	-	-
Consulting	18,000	9,308	11,994
Meetings	3,000	-	806
Office supplies	500	-	-
Salaries and benefits	-	-	9,255
Training	6,000	-	-
Travel	4,000	2,435	3,813
	35,000	11,743	25,868
Surplus (deficit)	-	23,257	(25,868)

Northwest Angle #33 First Nation Health

Schedule 9 - Consolidated Schedule of Revenue and Expenses

For the year ended March 31, 2018

	2018 <i>Budget</i>	2018	2017
Revenue			
Indigenous and Northern Affairs Canada	14,000	4,800	14,800
First Nations and Inuit Health - Set	439,720	469,404	545,857
Anishinaabeg of Kabapikotawangag Resource Council	-	148,189	94,087
Ministry of Children, Community and Social Service	112,346	112,346	112,346
Ministry of Health and Long-Term Care	16,101	77,413	17,026
Ministry of Children and Youth Services	28,800	28,800	27,600
Miscellaneous	3,500	3,500	-
Grand Council Treaty #3	-	1,532	36,211
Deferred revenue - prior year <i>(Note 9)</i>	-	9,445	28,179
Deferred revenue - current year <i>(Note 9)</i>	-	-	(9,445)
Repayment of funding	-	(28,179)	-
	614,467	827,250	866,661
Expenses			
Administration	52,144	53,796	61,082
Advertising	-	-	200
Bank charges and interest	-	1,763	-
Consulting	21,785	-	-
Contracted services	4,300	12,452	5,029
Cultural enrichment	28,267	10,721	29,690
Health	5,500	2,145	4,736
Honoraria	4,300	4,550	26,164
Insurance	8,700	14,808	3,387
Materials	29,837	55,402	29,426
Meetings	18,293	9,436	10,672
Office supplies	600	544	626
Rent	2,000	2,000	1,750
Repairs and maintenance	10,217	43,540	77,173
Salaries and benefits	364,909	476,548	382,085
Supplies	33,246	92,219	107,807
Training	6,300	6,312	3,031
Transportation	65,000	27,467	56,391
Travel	47,576	54,735	87,080
User fees	30,516	28,403	34,163
Utilities	28,640	38,221	27,626
	762,130	935,062	948,118
Deficit before transfers	(147,663)	(107,812)	(81,457)
Transfers between segments			
Transfer from Ontario First Nations Limited Partnership	30,829	-	-
Surplus (Deficit)	(116,834)	(107,812)	(81,457)

**Northwest Angle #33 First Nation
Housing CMHC**

Schedule 10 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Revenue			
Canada Mortgage and Housing Corporation	222,500	283,678	283,678
Rental income	215,280	136,800	136,800
	437,780	420,478	420,478
Expenses			
Administration	-	36,020	36,020
Amortization	-	258,090	258,090
Bad debts	144,240	80,028	59,157
Bank charges and interest	300	-	-
Insurance	25,000	30,757	41,790
Interest on long-term debt	-	66,368	66,238
Professional fees	-	10,500	10,500
Repairs and maintenance	-	55,598	56,564
Student expenses	241,140	-	-
Utilities	-	62,964	146,312
	410,680	600,325	674,671
Surplus (deficit)	27,100	(179,847)	(254,193)

Northwest Angle #33 First Nation
Ontario First Nations Limited Partnership
Schedule 11 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Revenue			
Ontario First Nations Limited Partnership	821,775	844,084	831,694
Expenses			
Supplies	-	18,750	-
Surplus before transfers	821,775	825,334	831,694
Transfers between segments			
Transfer to Administration	(727,799)	(614,000)	(661,694)
Transfer to Operations and Maintenance	(47,947)	(93,530)	(170,000)
Transfer to Health	(30,829)	-	-
Transfer to Education	(15,200)	(117,804)	-
	(821,775)	(825,334)	(831,694)
Surplus (deficit)	-	-	-

Northwest Angle #33 First Nation
Operations and Maintenance
Schedule 12 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Revenue			
Indigenous and Northern Affairs Canada	337,999	379,777	334,719
Shooniyaa Wa-Biitong	-	158,400	60,354
Ministry of Northern Development and Mines	14,128	14,048	10,914
Miscellaneous	-	3,200	31,575
Deferred revenue - prior year (Note 9)	21,183	15,569	-
Deferred revenue - current year (Note 9)	-	-	(15,569)
Repayment of funding	-	(6,521)	-
	373,310	564,473	421,993
Expenses			
Administration	19,072	32,654	29,061
Bank charges and interest	-	379	-
Consulting	-	11,999	-
Contracted services	82,210	194,027	68,203
Insurance	12,500	5,553	10,000
Materials	500	1,251	1,542
Office supplies	-	260	-
Professional fees	-	15,569	11,356
Repairs and maintenance	23,334	40,054	58,920
Salaries and benefits	198,701	263,714	235,721
Supplies	6,000	127,238	24,329
Telephone	-	1,308	-
Training	-	424	-
Travel	7,952	16,857	4,264
User fees	500	175	-
Utilities	240,600	299,844	100,028
	591,369	1,011,306	543,424
Deficit before transfers	(218,059)	(446,833)	(121,431)
Transfers between segments			
Transfer from Ontario First Nations Limited Partnership	47,947	93,530	170,000
Surplus (deficit)	(170,112)	(353,303)	48,569

Northwest Angle #33 First Nation
Social Services
Schedule 13 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2018

	<i>2018 Budget</i>	<i>2018</i>	<i>2017</i>
Revenue			
Indigenous and Northern Affairs Canada	60,214	207,017	45,300
First Nations and Inuit Health - Set	12,459	-	-
Ministry of Community and Social Services	271,300	298,877	335,089
Ministry of Education	-	287,069	-
Anishinaabe Abinoojii Family Services	156,205	134,281	-
Grand Council Treaty #3	-	19,384	-
Deferred revenue - current year <i>(Note 9)</i>	-	(62,400)	-
	500,178	884,228	380,389
Expenses			
Administration	16,862	53,835	-
Bank charges and interest	-	115	288
Contracted services	-	191,233	-
Emergency assistance	210,000	206,134	274,180
Honoraria	3,000	1,100	-
Insurance	-	1,851	-
Materials	19,768	51,194	-
Meetings	6,214	32,560	-
Office supplies	3,952	14,880	4,334
Professional fees	2,500	3,500	2,500
Program expense	20,000	24,942	-
Repairs and maintenance	26,594	10,500	-
Salaries and benefits	224,564	145,836	74,893
Supplies	17,975	7,306	13,135
Training	2,000	700	2,102
Travel	43,772	23,955	21,450
User fees	16,480	16,624	10,030
Utilities	3,200	-	-
	616,881	786,265	402,912
Surplus (deficit)	(116,703)	97,963	(22,523)