

**DEHCHO FIRST NATIONS  
ASSOCIATION**  
Fort Simpson, NT

**CONSOLIDATED  
FINANCIAL STATEMENTS**

For the Year ended March 31, 2019

# **DEHCHO FIRST NATIONS ASSOCIATION**

## **CONSOLIDATED FINANCIAL STATEMENTS**

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For the Year ended March 31, 2019

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## **MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**

The accompanying consolidated financial statements of Dehcho First Nations Association is the responsibility of management.

The 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 financial statements are presented fairly, in all material respects.

Dehcho First Nations Association 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 Dehcho First Nations Association' assets are appropriately accounted for and adequately safeguarded.

Dehcho First Nations Association' Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the 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 Dehcho First Nations Association, stating the scope of its examination and opinion on the financial statements, follows.

*Bladyi Norwegian*  
Grand Chief

Fort Simpson, NT  
June 25, 2019

*[Signature]*  
for Executive Director



## **INDEPENDENT AUDITOR'S REPORT**

To the members of Dehcho First Nations Association

### **Opinion**

I have audited the accompanying consolidated financial statements of Dehcho First Nations Association, which comprise of the consolidated statement of financial position as at March 31, 2019, and the consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of Dehcho First Nations Association (the "Association") as at March 31, 2019, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### **Basis for Opinion**

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of my report. I am independent of the Association in accordance with the ethical requirements that are relevant to my audit of the consolidated financial statements in Canada, and I have fulfilled my other responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Responsibilities of Management and Those Charged with Governance 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 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 Association'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 Association or to cease operations, or has no realistic alternative but to do so.

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

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

My objective is 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit.

I 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 my 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 Association'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 Association's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Association 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 financial information of the entities or business activities within the Association to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the audit. I remain solely responsible for my audit opinion.

I 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 I identify during my audit.



Chartered Accountant

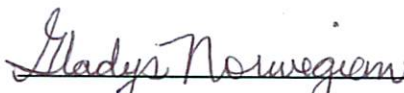
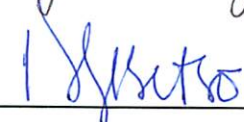
Calgary, Alberta  
June 25, 2019

# DEHCHO FIRST NATIONS ASSOCIATION

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

March 31,	2019	2018
<b>Financial Assets</b>		
Cash (note 3)	\$ 1,268,856	\$ 796,676
Short term investments	2,469,484	2,709,081
Accounts receivable (note 4)	128,189	161,198
Contributions receivable (note 5)	1,770,559	1,021,576
<b>Total Financial Assets</b>	<b>5,637,088</b>	<b>4,688,531</b>
<b>Liabilities</b>		
Accounts payable and accrued liabilities (note 6)	444,038	771,333
Contributions payable (note 7)	818,423	648,888
Deferred contributions (note 8)	3,160,108	2,027,581
<b>Total Liabilities</b>	<b>4,422,569</b>	<b>3,447,802</b>
<b>Net Financial Assets</b>	<b>1,214,519</b>	<b>1,240,729</b>
<b>Non-Financial Assets</b>		
Tangible capital assets (note 9)	114,263	59,201
Long term investments (note 10)	19,463,867	20,454,444
Prepaid expenses and deposits	14,300	16,375
<b>Total Non-Financial Assets</b>	<b>19,592,430</b>	<b>20,530,020</b>
<b>Accumulated Surplus</b> (note 11)	<b>\$ 20,806,949</b>	<b>\$ 21,770,749</b>

Approved on behalf of the Council:


Director  

Director

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

# DEHCHO FIRST NATIONS ASSOCIATION

## CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

For the year ended March 31,	2019	2019	2018
	Budget (Unaudited)	Actual	Actual
<b>Revenue</b>			
Contributions:			
- Indigenous Services Canada	\$ 500,000	\$ 2,341,343	\$ 2,699,884
- Employment and Social Development Canada	1,239,175	1,881,247	2,672,024
- Fisheries and Oceans Canada	-	746,794	781,304
- Government of NWT	-	1,888,873	1,342,645
- Others	-	1,404,000	75,000
Recoveries	131,498	130,205	227,204
Other revenue	441,013	937,485	1,003,648
Add opening deferred revenue	32,483	2,027,581	718,830
Less closing deferred revenue	-	( 3,160,108)	( 2,027,581)
	<b>2,344,169</b>	<b>8,197,420</b>	<b>7,492,958</b>
<b>Expenditure</b>			
<b>Federal Programs</b>			
Indigenous services administration	1,086,144	2,913,934	1,899,448
ASETS program costs (Schedule 3)	1,197,114	1,893,077	2,454,857
Department of fisheries, oceans and tides	-	916,467	736,627
Other federal funded programs	-	143,900	443,013
<b>Government of Northwest Territories</b>			
Environment and Natural Resources	-	238,940	200,454
Industry and Tourism	-	66,000	16,689
Education	-	1,280,001	932,000
Other GNWT programs	-	189,314	185,984
<b>General Funded Programs</b>			
Dehcho Economic Development Corp.	-	8,913	109,469
Administration	-	59,296	111,785
Trust	-	( 423)	108,311
Other programs	-	461,224	72,632
	<b>2,283,258</b>	<b>8,170,643</b>	<b>7,271,269</b>
<b>Operating Surplus (Deficit)</b>	<b>60,911</b>	<b>26,777</b>	<b>221,689</b>
<b>Equity Earnings (Loss) from Investments</b> (note 10)	<b>-</b>	<b>( 990,577)</b>	<b>( 38,478)</b>
<b>Annual Surplus (Deficit)</b>	<b>60,911</b>	<b>( 963,800)</b>	<b>183,211</b>
<b>Accumulated Surplus, beginning of year</b>	<b>21,770,749</b>	<b>21,770,749</b>	<b>21,587,538</b>
<b>Accumulated Surplus, end of year</b>	<b>\$ 21,831,660</b>	<b>\$ 20,806,949</b>	<b>\$ 21,770,749</b>

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

# DEHCHO FIRST NATIONS ASSOCIATION

## CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

For the year ended March 31,	2019	2019	2018
	Budget (Unaudited)	Actual	Actual
<b>Annual Surplus (Deficit)</b>	\$ 60,911	\$( 963,800)	\$ 183,211
Acquisition of tangible capital assets	-	( 86,988)	( 60,800)
Amortization of tangible capital assets	-	31,926	1,600
Decrease (increase) in long term investments	-	990,577	38,478
	60,911	( 28,285)	162,489
Decrease (increase) in prepaid expenses and deposits	-	2,075	( 2,075)
<b>Increase (Decrease) in Net Financial Assets</b>	60,911	( 26,210)	160,414
<b>Net Financial Assets, beginning of year</b>	1,240,729	1,240,729	1,080,315
<b>Net Financial Assets (Debt), end of year</b>	\$ 1,301,640	\$ 1,214,519	\$ 1,240,729

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



# DEHCHO FIRST NATIONS ASSOCIATION

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended March 31,	2019	2018
<b>Cash Flows from Operating Activities</b>		
Cash receipts from government transfers	\$ 6,109,274	\$ 7,450,397
Cash receipts from contributions and recoveries	2,504,699	1,275,118
Cash paid to suppliers and employees	( 8,054,805)	( 8,130,347)
	559,168	595,168
<b>Capital Transactions</b>		
Purchase of tangible capital assets	( 86,988)	( 60,800)
	( 86,988)	( 60,800)
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	472,180	534,368
<b>Cash and Cash Equivalents, beginning of year</b>	796,676	262,308
<b>Cash and Cash Equivalents, end of year</b>	<b>\$ 1,268,856</b>	<b>\$ 796,676</b>

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

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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March 31, 2019

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The Dehcho First Nations Association ("DFN") is the government of aboriginal peoples in the traditional Dehcho territory of the Northwest Territories. The membership consists of 10 member community governments (8 First Nations and 2 Metis Locals) as follows:

- (i) Deh Gah Got'ie First Nation
- (ii) Fort Providence Metis Nation
- (iii) Fort Simpson Metis Nation
- (iv) Ka'a'gee Tu First Nation
- (v) Liidlii Kue First Nation
- (vi) Naha Dehe Dene Band
- (vii) Pehdzeh Ki First Nation
- (viii) Sambaa K'e First Nation
- (ix) Tthets'ehk'edeli First Nation
- (x) West Point First Nation

DFN is registered as a not-for-profit corporation under the *Corporations Act* of Canada.

## 2. Significant Accounting Policies

### (a) Basis of Preparation

These consolidated financial statements have been prepared 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 Entities

The consolidated financial statements includes the accounts of Dehcho First Nations Association along with the following organizations beneficially owned for the members of DFN, using the modified equity method.

	Percentage Owned	Year End
Denendeh Investment Limited Partnership	16.7%	December 31, 2018
Dehcho First Nations Master Trust	100%	December 31, 2018

Under the modified equity basis, the related organizations' accounting principles are not adjusted to conform to those of DFN. Further, the related organizations' accounting principles are not adjusted to conform with those of DFN and inter-organizational transactions and balances are not eliminated.

### (c) 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.

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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March 31, 2019

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### 2. Significant Accounting Policies (Continued)

(d) Allocation of Expenditure

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

(e) 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.

Contributions received in advance of making the related expenditure are accounted for as deferred contributions.

(f) 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.

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.

(g) 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.

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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March 31, 2019

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### 2. Significant Accounting Policies (Continued)

#### (h) 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 on a straight-line basis over the estimated useful lives of the assets as follows:

	Years
Land improvements	15 - 20
Buildings	25 - 50
Office furniture & equipment	5 - 20
Vehicles	5

Threshold for capitalization has been set at \$5,000 by management, all assets below this threshold are expensed in the year acquired.

#### (ii) Inventories

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

#### (i) Financial Instruments - Recognition and Measurement

DFN 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.
- 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.

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2019

### 2. Significant Accounting Policies (Continued)

#### (j) Financial Instruments - Recognition and Measurement (Continued)

- 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 DFN is not exposed to significant interest, currency or credit risks arising from these financial instruments.

### 3. Cash and Cash Equivalents

	2019	2018
Bank current account - general operating	\$ 1,063,375	\$ 523,072
Bank current account - ASETS	205,481	273,604
	<b>\$ 1,268,856</b>	<b>\$ 796,676</b>

### 4. Accounts Receivable

	2019	2018
Trade and contributions receivable	\$ 100,597	\$ 148,397
Contributions receivable - ASETS	22,869	14,676
GST refundable	20,972	14,098
	144,438	177,171
Less allowances for doubtful for trade and other	( 16,249)	( 15,973)
	<b>\$ 128,189</b>	<b>\$ 161,198</b>

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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March 31, 2019

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**5. Contributions Receivable**

	2019	2018
Indigenous Services Canada	\$ 339,396	\$ 214,879
Fisheries and Oceans Canada	322,752	353,120
Government of NWT	141,517	298,733
Other funding agencies	991,151	189,180
Employment and Social Development Canada (ASETS):		
- Trade Awareness (GNWT ECE)	-	10,000
	1,794,816	1,065,912
Less allowances for contributions receivable	( 24,257)	( 44,336)
	\$ 1,770,559	\$ 1,021,576

**6. Accounts Payable and Accrued Liabilities**

	2019	2018
Trade and other	\$ 385,954	\$ 648,238
ASETS payable	16,845	86,862
Other payable	41,242	36,238
	\$ 444,041	\$ 771,338

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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March 31, 2019

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### 7. Contributions Payable

	2019	2018
<b>Contributions Payable to Related Entities:</b>		
- Acho Dene Koe First Nation	\$ 17,358	\$ 1,065
- Deh Gah Got'ie First Nation	122,806	153,703
- Fort Providence Metis Nation	-	31,325
- Fort Simpson Metis Nation	30,060	30,720
- Ka'a'gee Tu First Nation	31,808	6,778
- Liidli Kue First Nations	100,825	92,282
- Nahanni Butte Dene Band	24,943	13,730
- Pehdzeh Ki First Nation	51,487	42,932
- Sambaa K'e First Nation	57,957	106,409
- Tthets'ehk'edeli First Nation	73,829	57,904
- West Point First Nation	6,559	43,188
<b>Contributions Payable to Other Entities:</b>		
- Dene Roots	1,250	-
- Dezoa Undaa Gogha Goghaonete First Nation	10,000	7,995
- Katlodeeche First Nation	40,254	44,850
- Nogha Enterprises Ltd.	25,000	-
- Pehdzeh Ki Contractors	59,717	-
- Sambaa K'e Development Corp.	37,500	-
- W&N Michel	6,398	-
- Western Management Consultants	15,000	-
<b>Contributions Repayable to Funding Agencies:</b>		
- Government of NWT	56,140	16,007
- Federal Funding	49,532	-
	<b>\$ 818,423</b>	<b>\$ 648,888</b>

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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March 31, 2019

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8. Deferred Contributions	2019	2018
<b>Federal Funding</b>		
Indigenous Services Canada - IRDA Resource Royalties	\$ 1,529,465	\$ 1,497,997
Indigenous Services Canada - Band Employee Benefits	-	3,692
Indigenous Services Canada - Gathering Strength	-	87,612
Indigenous Services Canada - MVRMA	-	30,443
Indigenous Services Canada - Community Development & Capacity Building	-	44,220
Indigenous Services Canada - Youth Summer Employment	65,499	4,711
Indigenous Services Canada - P & ID	93,034	-
Parks Canada - Side Table	57,537	62,337
Edehzhie National Wildlife	1,242,702	-
<b>Other Funding</b>		
Dehcho Economic Corporation	-	17,053
DERC - Elder's Conference	16,740	8,600
Dehcho Helicopters - Lands and Youth	10,078	7,578
Enbridge - EMA	79,615	188,185
Centre for Indigenous Environmental Resources	-	14,300
Tides - Dehcho K'ehodi Stewardship & Guardian	9,149	28,372
<b>Government of Canada - Service Canada (ASETS):</b>		
Consolidated Revenue Fund	17,753	32,481
Employment Insurance	38,536	-
	<b>\$ 3,160,108</b>	<b>\$ 2,027,581</b>



# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2019

### 9. Tangible Capital Assets

Cost	Beginning of Year	Additions	Disposals	End of Year
Land	\$ 1	\$ -	\$ -	\$ 1
Building	158,900	-	-	158,900
Office equipment	302,299	7,893	-	310,192
Vehicles and boats	65,930	65,965	( 65,930)	131,895
<b>Assets Held In Transit</b>				
- Vehicles and boats	52,800	( 52,800)	-	-
<b>Total cost</b>	<b>\$ 579,930</b>	<b>\$ 21,058</b>	<b>\$( 65,930)</b>	<b>\$ 600,988</b>

Accumulated Amortization	Beginning of Year	Current Charge	Disposals	End of Year
Building	\$ 158,900	\$ -	\$ -	\$ 158,900
Office equipment	295,899	5,547	-	301,446
Vehicles	65,930	26,379	( 65,930)	26,379
<b>Total accumulated amortization</b>	<b>\$ 520,729</b>	<b>\$ 31,926</b>	<b>\$( 65,930)</b>	<b>\$ 486,725</b>

Net Book Value	Beginning of Year	End of Year
<b>Total Net Book Value</b>	<b>\$ 59,201</b>	<b>\$ 114,263</b>

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2019

### 10. Long Term Investments

#### Denendeh Investments Limited Partnership:

Denendeh Investments Limited Partnership (the "Partnership") is a Northwest Territories Partnership registered on March 17, 2000. Partnership units are available to the twenty seven Dene First Nations and to Denendeh Development Corporation.

The Partnership was formed to acquire the investments of Denendeh Development Corporation and all future growth and future investments. The Partnership's General Partner is Denendeh Investments Inc. Legal title to property and equipment is held in trust by Denendeh Investments Inc. on behalf of the Partnership

The following summarizes the financial position and results of operations of Partnership as at and for the year ended December 31, 2018.

	2018	2017
<b>Financial Position</b>		
Current assets	\$ 1,364,355	\$ 1,363,396
Non-current assets	5,500,491	8,293,343
<b>Total assets</b>	<b>6,864,846</b>	<b>9,656,739</b>
<b>Total liabilities</b>	<b>( 389,019)</b>	<b>( 560,414)</b>
<b>Total partners' equity</b>	<b>\$ 6,475,827</b>	<b>\$ 9,096,325</b>
<b>Financial Performance</b>		
Revenue	\$ 979,446	\$ 970,910
Expenses	( 1,170,509)	( 1,523,074)
Share of loss of investments	( 2,507,972)	( 542,407)
Recoveries (impairments) related parties	173,537	17,355
<b>Net earnings (loss)</b>	<b>\$( 2,525,498)</b>	<b>\$( 1,077,216)</b>
<b>Net earnings (loss) attributable to DFN</b>	<b>\$( 764,661)</b>	<b>\$( 372,693)</b>
<b>Investments:</b>		
Limited partnership units at cost	\$ 1,665	\$ 1,665
Accumulated earnings	296,765	1,061,426
<b>Net investments</b>	<b>\$ 298,430</b>	<b>\$ 1,063,091</b>

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2019

### 10. Long Term Investments (Continued)

#### Dehcho First Nations Master Trust:

Dehcho First Nations Master Trust (the "Trust") was settled effective March 8, 2006 for the purpose of receiving the Settlement Funds and Economic Development Funding and to enable the Dehcho First Nations to identify and implement economic development opportunities in relation to the Mackenzie Gas Project.

The beneficiaries of the Trust are:

- i) The Dehcho First Nations,
- ii) Each of the Dehcho First Nations (Acho Dene Koe First Nation, Deh Gah Got'ie First Nation, Ka'a'gee Tu First Nation, Natlodeeche First Nation, Liidli Kue First Nation, Na'ahde First Nation, Pehdzeh Ki First Nation, Sambaa K'e Dene Band, TtheK'edeli First Nation, West Point First Nation, Fort Liard Métis Local 67, Fort Providence Métis Council, Fort Simpson Métis Local 52),
- iii) Members of the Dehcho First Nations, and
- iv) Any other trust that may be established for the benefit of the Dehcho First Nations pursuant to the terms of this Trust.

CIBC Trust Corporation of Canada acts as the Corporate Trustee for the Trust.

The following summarizes the financial position and results of operations of the Dehcho First Nations Master Trust Fund, as at and for the year ended December 31, 2018.

	2018	2017
<b>Financial Position</b>		
Current assets	\$ 116,432	\$ 64,334
Non-current assets	19,061,605	19,339,019
<b>Total assets</b>	<b>19,178,037</b>	<b>19,403,353</b>
<b>Total liabilities</b>	<b>12,600</b>	<b>12,000</b>
<b>Total trust capital</b>	<b>\$ 19,165,437</b>	<b>\$ 19,391,353</b>
<b>Financial Performance</b>		
Revenue	\$ 432,435	\$ 400,218
Expenditure	( 435,776)	( 369,364)
Other revenue (expenditure)	754,562	693,090
<b>Net change to unrealized gains (losses)</b>	<b>( 977,137)</b>	<b>( 389,729)</b>
<b>Net earnings</b>	<b>\$( 225,916)</b>	<b>\$ 334,215</b>
<b>Net earnings attributable to DFN</b>	<b>\$( 225,916)</b>	<b>\$ 334,215</b>

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2019

### 10. Long Term Investments (Continued)

	2018	2017
<u>Dehcho First Nations Master Trust (Continued):</u>		
Investments:		
Trust capital	\$ 19,165,437	\$ 19,391,353
<b>Total net investments</b>	<b>\$ 19,165,437</b>	<b>\$ 19,391,353</b>
	2019	2018
Equity earnings (loss) from investments:		
Denendeh Investments Limited Partnership	\$( 764,661)	\$( 372,693)
Dehcho First Nations Master Trust	( 225,916)	334,215
	<b>\$( 990,577)</b>	<b>\$( 38,478)</b>
Total long term investments:		
Denendeh Investments Limited Partnership	\$ 298,430	\$ 1,063,091
Dehcho First Nations Master Trust	19,165,437	19,391,353
<b>Total long term investments</b>	<b>\$ 19,463,867</b>	<b>\$ 20,454,444</b>

### 11. Accumulated Surplus

	2019	2018
General Operating Fund	\$ 1,228,819	\$ 1,257,104
Investment Fund	19,463,867	20,454,444
Equity in Tangible Capital Assets	114,263	59,201
	<b>\$ 20,806,949</b>	<b>\$ 21,770,749</b>

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2019

### 12. Government Transfers

	2019	2018
Indigenous Services Canada	\$ 2,341,343	\$ 2,699,884
Employment and Social Development Canada	1,881,247	2,672,024
Fisheries and Oceans Canada	746,794	781,304
Government of NWT	1,888,873	1,342,645
	<b>\$ 6,858,257</b>	<b>\$ 7,495,857</b>

### 13. Expenditure by Object

	2019	2019	2018
	Budget	Actual	Actual
Administration	\$ 890,590	\$ 1,335,540	\$ 1,037,548
Advertising and promotion	5,960	17,481	27,221
Amortization	-	31,926	1,600
Bad debts	-	22,044	45,024
Bank charges and interest	4,390	4,636	4,890
Contracted services	8,500	1,300,614	491,171
Contributions repaid	-	173,810	13,508
Cash grants	7,000	134,213	165,738
Equipment rental	24,620	27,913	28,984
Freight and postage	4,800	8,035	6,672
Insurance	23,614	20,292	9,984
Materials and supplies	116,900	177,008	141,371
Meeting and workshop	150,000	34,854	149,438
Community contributions	-	1,261,950	1,116,170
Office	9,675	18,790	30,538
Professional fees	29,830	327,560	325,994
Program allocations	321,524	812,998	1,637,761
Rent	-	36,858	35,300
Repairs and maintenance	16,000	44,201	22,229
Telephone and Internet	25,000	34,617	26,921
Training and scholarships	63,000	76,810	132,061
Travel and accommodation	7,750	584,839	570,458
Utilities	24,500	26,036	39,487
Wages and benefits	549,605	1,657,618	1,211,201
<b>Total Expenditure</b>	<b>\$ 2,283,258</b>	<b>\$ 8,170,643</b>	<b>\$ 7,271,269</b>

# DEHCHO FIRST NATIONS ASSOCIATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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March 31, 2019

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### 14. Comparative Figures

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

### 15. Financial Instruments and Risk Management

The Council'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 Council is exposed mainly to credit risk from funding agencies' refusal to contribute the full funding due to the Council's non-compliance to the contribution agreements. The Council 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 Council will not be able to meet its financial obligations as they fall due. The Council manages liquidity risk through the management of its capital structure.

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

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 1 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - DEPARTMENT CONSOLIDATED

For the year ended March 31, 2019 and 2018

	ASETS		Federal		Dehcho Economic Corp		Government of NWT		Others	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
<b>Revenue</b>										
Contributions										
- Indigenous Services Canada	\$ -	\$ -	\$ 2,341,343	\$ 2,699,884	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
- Employment and Social Development Canada	1,579,878	2,263,063	2,089,681	1,244,264	-	-	-	-	-	-
- Government of NWT	-	21,000	136,845	-	-	-	1,747,755	1,342,645	4,270	-
- Dehcho Master Land Agreement	-	-	-	-	-	100,000	-	-	-	109,956
- Others	-	-	409,644	13,000	-	-	29,000	-	2,500	81,161
Other revenue and recoveries	-	-	626,682	669,337	-	-	-	-	362,345	257,398
Add opening deferred revenue	32,483	83,276	1,759,382	566,030	25,653	35,123	-	26,891	210,063	7,510
Less closing deferred revenue	( 56,289)	( 32,483)	( 2,997,386)	( 1,759,382)	( 16,740)	( 25,653)	-	-	( 89,693)	( 210,063)
	1,556,072	2,334,856	4,366,191	3,433,133	8,913	109,470	1,776,755	1,369,536	489,485	245,962
<b>Expenditure</b>										
Advertising and promotion	-	-	17,481	19,544	-	2,303	-	668	-	4,706
Administration	743,074	697,096	163,573	216,509	-	-	348,140	123,942	80,753	-
Amortization	-	-	-	1,600	-	-	-	-	31,926	-
Bad debts (recovered)	-	-	-	-	-	-	-	-	22,044	45,024
Bank charges and interest	-	-	4,622	4,429	-	-	2	-	13	462
Contracted services	-	-	1,024,078	351,900	-	1,650	233,711	99,361	42,824	38,260
Cash grants	-	-	76,988	46,790	4,650	3,550	47,900	46,350	4,675	69,048
Equipment rental	-	-	27,012	28,984	-	-	900	-	-	-
Freight and postage	-	-	6,332	6,585	-	-	1,197	21	507	67
Insurance	-	-	20,292	9,984	-	-	-	-	-	-
Materials and supplies	-	-	97,629	91,548	-	-	21,399	33,053	57,981	16,769
Meeting and workshop	-	-	30,714	128,722	-	-	2,890	18,505	1,250	2,211
Community contributions	-	-	569,836	325,300	( 8,140)	91,400	660,254	695,802	40,000	3,668
Office	-	-	16,721	24,963	-	-	( 646)	2,075	2,715	3,500
Professional fees	-	-	312,108	292,830	-	-	15,032	32,543	420	621
Program allocations	812,998	1,637,761	-	-	-	-	-	-	-	-
Rent	-	-	18,014	13,620	345	-	18,050	5,150	450	16,530
Repairs and maintenance	-	-	43,161	20,297	-	-	-	1,932	1,040	-
Telephone and Internet	-	-	26,812	26,655	-	-	3,202	-	4,603	266
Training and scholarships	-	-	62,935	132,081	-	-	-	-	13,875	-
Travel and accommodation	-	-	208,822	300,256	12,058	9,681	254,153	182,717	109,806	77,803
Utilities	-	-	26,036	39,364	-	-	-	123	-	-
Wages and benefits	-	-	1,466,176	1,122,147	-	885	65,318	74,376	126,125	13,793
	1,556,072	2,334,857	4,219,342	3,204,088	8,913	109,469	1,671,502	1,316,618	541,007	292,728
<b>Excess Revenue (Expenditure) before</b>										
Amortization	-	( 1)	146,849	229,045	-	1	105,253	52,918	( 51,522)	( 46,766)
Amortization	-	-	-	1,600	-	-	-	-	31,926	-
Excess Revenue (Expenditure)	-	( 1)	146,849	229,045	-	1	105,253	52,918	( 51,522)	( 46,766)
Purchase of Capital Assets	-	-	84,480	-	-	-	2,499	-	-	-
Repaid to Funding Agency	-	-	91,966	( 5,000)	-	-	102,754	18,508	( 20,909)	-
<b>Net Excess Revenue (Expenditure)</b>	\$ -	\$ ( 1)	\$ ( 29,607)	\$ 234,045	\$ -	\$ 1	\$ -	\$ 34,410	\$ ( 30,613)	\$ ( 46,766)

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 2 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - FEDERAL

For the year ended March 31, 2019

	Core (CFA Orig.)	IRDA - Resource Royalties	Band Employee Benefits	Joint Offer Consultation	Deh Cho Process Claims	Gathering Strength	IRDA OIL/GAS 150K	NWT NCP Regional Contaminants
<b>Revenue</b>								
Contributions:								
- Indigenous Services Canada	\$ 500,000	\$ 1,000,000	\$ 40,600	\$ 105,998	\$ 191,585	\$ -	\$ 150,000	\$ 50,910
- Others	3,250	-	-	-	-	-	-	-
Other revenue and recoveries	626,682	-	-	-	-	-	-	-
Add opening deferred revenue	-	1,497,997	3,692	-	-	87,612	-	-
Less closing deferred revenue	-	( 1,529,465)	-	-	-	-	-	-
	1,129,932	968,532	44,292	105,998	191,585	87,612	150,000	50,910
<b>Expenditure</b>								
Advertising and promotion	8,771	-	-	-	1,811	-	-	-
Administration	11,191	100,000	750	10,986	19,104	-	15,000	-
Bank charges and interest	4,239	-	-	-	9	-	-	-
Contracted services	8,429	737,500	-	3,561	7,291	-	8,148	33,660
Cash grants	4,425	-	-	19,500	14,526	-	3,163	-
Equipment rental	26,954	-	-	-	-	-	-	-
Freight and postage	5,814	-	-	-	31	-	-	-
Insurance	20,292	-	-	-	-	-	-	-
Materials and supplies	82,337	-	-	-	6,116	-	-	-
Meeting and workshop	28,959	-	-	-	-	-	1,754	-
Community contributions	931	131,032	-	-	2,469	-	-	-
Office	13,694	-	-	-	2,991	-	-	-
Professional fees	61,031	-	-	26,330	41,708	56,353	41,761	-
Rent	-	-	-	1,454	1,510	-	1,200	-
Repairs and maintenance	30,382	-	-	-	100	-	-	-
Telephone and Internet	24,105	-	-	-	-	-	-	-
Training and scholarships	62,935	-	-	-	-	-	-	-
Travel and accommodation	27,014	-	-	44,167	25,117	( 212)	13,071	-
Utilities	26,036	-	-	-	-	-	-	-
Wages and benefits	644,378	-	34,488	-	68,802	31,472	65,903	-
	1,091,917	968,532	35,238	105,998	191,585	87,613	150,000	33,660
<b>Excess Revenue (Expenditure)</b>	38,015	-	9,054	-	-	( 1)	-	17,250
<b>Purchase of Capital Assets</b>	69,941	-	-	-	-	-	-	-
<b>Repaid to Funding Agency</b>	-	-	9,054	-	-	-	-	17,250
<b>Net Excess Revenue (Expenditure)</b>	\$( 31,926)	\$ -	\$ -	\$ -	\$ -	\$( 1)	\$ -	\$ -



# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 2 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - FEDERAL (CONTINUED)

For the year ended March 31, 2019

	P & ID	Regional Inter governmental	MVRMA	Community Development Capacity Bldg	Youth Summer Employment
<b>Revenue</b>					
Contributions:					
- Indigenous Services Canada	\$ 145,000	\$ 50,000	\$ 35,000	\$ -	\$ 72,250
Add opening deferred revenue	-	-	30,443	44,220	4,711
Less closing deferred revenue	( 93,034)	-	-	-	( 65,499)
	51,966	50,000	65,443	44,220	11,462
<b>Expenditure</b>					
Advertising and promotion	760	-	-	-	-
Administration	-	-	-	-	1,042
Contracted services	45,000	31,240	-	-	-
Cash grants	-	11,200	-	-	-
Materials and supplies	-	600	-	-	-
Professional fees	-	-	-	44,000	-
Travel and accommodation	6,206	6,960	-	-	-
Wages and benefits	-	-	-	-	10,420
	51,966	50,000	-	44,000	11,462
<b>Excess Revenue (Expenditure)</b>	-	-	65,443	220	-
<b>Purchase of Capital Assets</b>	-	-	-	-	-
<b>Repaid to Funding Agency</b>	-	-	65,443	220	-
<b>Net Excess Revenue (Expenditure)</b>	\$ -	\$ -	\$ -	\$ -	\$ -

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 2 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - FEDERAL (CONTINUED)

For the year ended March 31, 2019

	AAROM	Aboriginal Fisheries Strategy	Dehcho K'hodi	On the Land	DFO - Kakisa	Dehcho K'ehodi Stewardship & Guardian
<b>Revenue</b>						
Contributions:						
- Fisheries and Oceans Canada	\$ 432,752	\$ 250,000	\$ -	\$ -	\$ 9,042	\$ 55,000
- Government of NWT	-	-	-	125,000	-	-
- Others	-	-	40,000	-	-	-
Add opening deferred revenue	-	-	-	-	-	28,372
Less closing deferred revenue	-	-	-	-	-	( 9,149)
	432,752	250,000	40,000	125,000	9,042	74,223
<b>Expenditure</b>						
Advertising and promotion	4,639	-	-	-	-	-
Administration	-	-	-	-	-	5,500
Bank charges and interest	13	13	-	-	-	15
Contracted services	98,385	12,873	-	-	-	13,450
Cash grants	2,200	400	-	-	-	11,100
Freight and postage	392	31	-	-	-	63
Materials and supplies	8,755	( 724)	-	-	-	34
Community contributions	107,122	193,521	-	120,000	9,042	-
Office	36	-	-	-	-	-
Professional fees	2,000	-	-	-	-	-
Rent	11,400	-	-	-	-	800
Repairs and maintenance	8,819	3,860	-	-	-	-
Telephone and Internet	2,078	-	-	-	-	-
Travel and accommodation	26,356	5,797	1,696	-	-	10,506
Wages and benefits	157,777	22,460	38,304	5,000	-	32,755
	429,972	238,231	40,000	125,000	9,042	74,223
<b>Excess Revenue (Expenditure)</b>	2,780	11,769	-	-	-	-
<b>Purchase of Capital Assets</b>	2,780	11,769	-	-	-	-
<b>Repaid to Funding Agency</b>	-	-	-	-	-	-
<b>Net Excess Revenue (Expenditure)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 2 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - FEDERAL (CONTINUED)

For the year ended March 31, 2019

	Edehzhie	Edehzhie National Wildlife	Edehzhie Signing	Park Side Table	Internal ASETS - General	Internal ASETS - Graphic	Total
<b>Revenue</b>							
Contributions:							
- Indigenous Services Canada	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,341,343
- Employment and Social Development Canada	75,000	948,000	17,802	-	301,369	717	2,089,682
- Government of NWT	-	-	-	-	-	11,845	136,845
- Others	-	341,000	-	-	-	25,394	409,644
Other revenue and recoveries	-	-	-	-	-	-	626,682
Add opening deferred revenue	-	-	-	62,337	-	-	1,759,384
Less closing deferred revenue	-	( 1,242,702)	-	( 57,537)	-	-	( 2,997,386)
	75,000	46,298	17,802	4,800	301,369	37,956	4,366,194
<b>Expenditure</b>							
Advertising and promotion	-	1,500	-	-	-	-	17,481
Administration	-	-	-	-	-	-	163,573
Bank charges and interest	-	-	-	-	-	335	4,624
Contracted services	1,600	14,342	3,800	4,800	-	-	1,024,079
Cash grants	8,574	1,900	-	-	-	-	76,988
Equipment rental	-	58	-	-	-	-	27,012
Freight and postage	-	-	-	-	-	-	6,331
Insurance	-	-	-	-	-	-	20,292
Materials and supplies	-	511	-	-	-	-	97,629
Meeting and workshop	-	-	-	-	-	-	30,713
Community contributions	-	-	5,719	-	-	-	569,836
Office	-	-	-	-	-	-	16,721
Professional fees	34,869	2,156	1,900	-	-	-	312,108
Rent	1,150	500	-	-	-	-	18,014
Repairs and maintenance	-	-	-	-	-	-	43,161
Telephone and Internet	-	629	-	-	-	-	26,812
Training and scholarships	-	-	-	-	-	-	62,935
Travel and accommodation	28,807	9,481	6,383	-	( 2,528)	-	208,821
Utilities	-	-	-	-	-	-	26,036
Wages and benefits	-	15,221	-	-	301,577	37,621	1,466,178
	75,000	46,298	17,802	4,800	299,049	37,956	4,219,344
<b>Excess Revenue (Expenditure)</b>	-	-	-	-	2,320	-	146,850
<b>Purchase of Capital Assets</b>	-	-	-	-	-	-	84,490
<b>Repaid to Funding Agency</b>	-	-	-	-	-	-	91,967
<b>Net Excess Revenue (Expenditure)</b>	\$ -	\$ -	\$ -	\$ -	\$ 2,320	\$ -	\$ ( 29,607)

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 3 - SCHEDULE OF REVENUE AND EXPENSES (ABORIGINAL SKILLS AND EMPLOYMENT TRAINING STRATEGY)

For the year ended March 31, 2019

	Employment Insurance	Consolidated Revenue Funds	Child Care	Total
<b>Revenue</b>				
Government of Canada				
- Employment and Social Development	\$ 375,898	\$ 862,777	\$ 341,203	\$ 1,579,878
Add opening deferred revenue	-	32,483	-	32,483
	<b>375,898</b>	<b>895,260</b>	<b>341,203</b>	<b>1,612,361</b>
<b>Expenses</b>				
<b>Administration</b>				
Office and administration	-	2,515	-	2,515
Professional services	-	1,120	-	1,120
Wages and benefits	-	67,051	-	67,051
<b>Core Program Services</b>				
Core services	102,916	346,091	-	449,007
Core Wages	18,332	205,046	-	223,378
<b>Agreement Holder Programs</b>				
Adult basic education	16,866	66,498	-	83,364
Building Trades Helper	9,546	2,189	-	11,735
Certificate Programs	17,535	6,700	-	24,235
Class 1 Air Brakes	15,594	-	-	15,594
Diploma Programs	50,304	11,657	-	61,961
Early Childhood	9,898	-	-	9,898
Introduction to Office Skills	2,533	1,281	-	3,814
Safety Training	12,550	10,418	-	22,968
Short Term Skills Program	8,304	8,924	-	17,228
Student Summer Investment	-	3,500	-	3,500
Surface Miner	1,590	4,098	-	5,688
Undergraduate Programs	71,453	61,250	-	132,703
<b>Child Care Programs</b>				
Program Costs	-	-	341,703	341,703
ECD Training	( 59)	5,058	-	4,999
<b>Partnership Developments</b>				
Partnership Development	-	73,611	-	73,611
	<b>337,362</b>	<b>877,007</b>	<b>341,703</b>	<b>1,556,072</b>
<b>Allowable Carryovers to Future Years</b>	<b>38,536</b>	<b>17,753</b>	<b>-</b>	<b>56,289</b>
<b>Excess Revenue (Expenses)</b>	<b>\$ -</b>	<b>\$ 500</b>	<b>\$( 500)</b>	<b>\$ -</b>

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 4 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GNWT

For the year ended March 31, 2019

	ENR - IRMA - Resource Pressures	ENR - Community Water Based Monitoring	ENR - NWT CIMP	ENR - Species & Risk	ENR - Wildlife Act Working Group	NWT CIMP Steering Committee	NWT Environmenta l Research
<b>Revenue</b>							
Contributions:							
- Government of NWT	\$ 54,000	\$ 101,235	\$ 32,275	\$ 8,500	\$ 15,000	\$ 18,032	\$ 9,900
	54,000	101,235	32,275	8,500	15,000	18,032	9,900
<b>Expenditure</b>							
Administration	5,400	13,205	4,210	-	-	269	1,036
Contracted services	37,356	41,635	7,520	-	-	-	-
Materials and supplies	-	293	-	-	-	-	-
Community contributions	7,278	16,515	-	-	-	-	-
Professional fees	216	-	-	-	-	-	-
Rent	3,750	-	-	-	-	-	-
Travel and accommodation	-	29,587	20,543	-	-	1,795	6,903
	54,000	101,235	32,273	-	-	2,064	7,939
<b>Excess Revenue (Expenditure)</b>	-	-	2	8,500	15,000	15,968	1,961
<b>Purchase of Capital Assets</b>	-	-	-	-	-	-	-
<b>Repaid to Funding Agency</b>	-	-	-	8,500	15,000	15,968	1,961
<b>Net Excess Revenue (Expenditure)</b>	\$ -	\$ -	\$ 2	\$ -	\$ -	\$ -	\$ -

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 4 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GNWT (CONTINUED)

For the year ended March 31, 2019

	ITI - Mineral Resources	ITI - Moose Boat	ITI - Nahanni Moosekin Boat	ECE - Aboriginal Language (CA 201718)	ECE - Aboriginal Language MAP	TAP	DOT - Prov Creek
<b>Revenue</b>							
Contributions:							
- Government of NWT	\$ 21,000	\$ 25,000	\$ 20,000	\$ 932,500	\$ 300,000	\$ 50,000	\$ 4,314
	21,000	25,000	20,000	932,500	300,000	50,000	4,314
<b>Expenditure</b>							
Administration	1,600	-	-	93,200	222,735	-	563
Bank charges and interest	-	-	-	-	2	-	-
Contracted services	-	25,000	20,000	48,991	1,950	26,000	2,500
Cash grants	-	-	-	25,000	11,500	-	-
Equipment rental	-	-	-	-	900	-	-
Freight and postage	-	-	-	1,197	-	-	-
Materials and supplies	-	-	-	11,955	5,714	-	-
Meeting and workshop	-	-	-	1,202	1,688	-	-
Community contributions	-	-	-	607,731	-	-	-
Office	-	-	-	( 646)	-	-	-
Professional fees	14,816	-	-	-	-	-	-
Rent	-	-	-	13,100	1,200	-	-
Telephone and Internet	-	-	-	-	3,202	-	-
Travel and accommodation	4,584	-	-	65,453	48,610	20,680	1,251
Wages and benefits	-	-	-	65,317	-	-	-
	21,000	25,000	20,000	932,500	297,501	46,680	4,314
<b>Excess Revenue (Expenditure)</b>	-	-	-	-	2,499	3,320	-
<b>Purchase of Capital Assets</b>	-	-	-	-	2,499	-	-
<b>Repaid to Funding Agency</b>	-	-	-	-	-	3,320	-
<b>Net Excess Revenue (Expenditure)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 4 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GNWT (CONTINUED)

For the year ended March 31, 2019

	EIA - Aboriginal Intergov. Meetings	MACA - Dehcho Youth Ecology Camp	MVEIRB Review	On The Land Wellness	Total
<b>Revenue</b>					
Contributions:					
- Government of NWT	\$ 36,000	\$ 30,000	\$ 60,000	\$ 30,000	\$ 1,747,756
- Others	-	25,000	-	4,000	29,000
	36,000	55,000	60,000	34,000	1,776,756
<b>Expenditure</b>					
Administration	3,600	106	2,217	-	348,141
Bank charges and interest	-	-	-	-	2
Contracted services	15,604	-	-	7,156	233,712
Cash grants	400	-	3,400	7,600	47,900
Equipment rental	-	-	-	-	900
Freight and postage	-	-	-	-	1,197
Materials and supplies	360	3,076	-	-	21,398
Meeting and workshop	-	-	-	-	2,890
Community contributions	-	28,730	-	-	660,254
Office	-	-	-	(	646)
Professional fees	-	-	-	-	15,032
Rent	-	-	-	-	18,050
Telephone and Internet	-	-	-	-	3,202
Travel and accommodation	16,036	23,088	11,378	4,244	254,152
Wages and benefits	-	-	-	-	65,317
	36,000	55,000	16,995	19,000	1,671,501
<b>Excess Revenue (Expenditure)</b>	-	-	43,005	15,000	105,255
<b>Purchase of Capital Assets</b>	-	-	-	-	2,499
<b>Repaid to Funding Agency</b>	-	-	43,005	15,000	102,754
<b>Net Excess Revenue (Expenditure)</b>	\$ -	\$ -	\$ -	\$ -	\$ 2

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 5 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GENERAL FUNDING

For the year ended March 31, 2019

	General Fund (Internal)	Executive Committee (Internal)	Trust (IMB)	Annual Assembly	Dehcho Lands & Youth	Enbridge EMA
<b>Revenue</b>						
Contributions:						
- Government of NWT	\$ 4,270	\$ -	\$ -	\$ -	\$ -	\$ -
- Others	-	-	-	-	2,500	-
Other revenue and recoveries	1,400	11,191	-	11,400	-	338,354
Add opening deferred revenue	-	-	-	-	7,578	188,185
Less closing deferred revenue	-	-	-	-	(10,078)	(79,615)
	5,670	11,191	-	11,400	-	446,924
<b>Expenditure</b>						
Administration	-	-	-	-	-	80,753
Amortization	31,926	-	-	-	-	-
Bad debts (recovered)	22,044	-	-	-	-	-
Bank charges and interest	-	-	-	-	-	13
Contracted services	-	-	-	-	-	28,524
Cash grants	-	4,675	-	-	-	-
Freight and postage	-	-	-	-	-	507
Materials and supplies	7,285	-	-	-	-	50,696
Meeting and workshop	-	-	-	-	-	1,250
Community contributions	-	-	-	-	-	40,000
Office	-	-	(225)	-	-	2,940
Professional fees	-	-	-	-	-	420
Rent	-	450	-	-	-	-
Repairs and maintenance	-	-	-	-	-	1,040
Telephone and Internet	-	96	2	-	-	4,504
Training and scholarships	-	-	-	-	-	13,875
Travel and accommodation	(3,641)	5,970	(200)	11,400	-	96,277
Wages and benefits	-	-	-	-	-	126,125
	57,614	11,191	(423)	11,400	-	446,924
<b>Excess Revenue (Expenditure)</b>	(51,944)	-	423	-	-	-
<b>Purchase of Capital Assets</b>	-	-	-	-	-	-
<b>Repaid to Funding Agency</b>	(20,909)	-	-	-	-	-
<b>Net Excess Revenue (Expenditure)</b>	\$(31,035)	\$ -	\$ 423	\$ -	\$ -	\$ -



# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 5 - SCHEDULE OF PROGRAM REVENUE AND EXPENDITURE - GENERAL FUNDING (CONTINUED)

For the year ended March 31, 2019

	Dehcho Regional Economic Corp	DMT - Elders Conference	CIER	Total
<b>Revenue</b>				
Contributions:				
- Government of NWT	\$ -	\$ -	\$ -	\$ 4,270
- Others	-	-	-	2,500
Other revenue and recoveries	-	-	-	362,345
Add opening deferred revenue	17,053	8,600	14,300	235,716
Less closing deferred revenue	-	( 16,740)	-	( 106,433)
	17,053	( 8,140)	14,300	498,398
<b>Expenditure</b>				
Administration	-	-	-	80,753
Amortization	-	-	-	31,926
Bad debts (recovered)	-	-	-	22,044
Bank charges and interest	-	-	-	13
Contracted services	-	-	14,300	42,824
Cash grants	4,650	-	-	9,325
Freight and postage	-	-	-	507
Materials and supplies	-	-	-	57,981
Meeting and workshop	-	-	-	1,250
Community contributions	-	( 8,140)	-	31,860
Office	-	-	-	2,715
Professional fees	-	-	-	420
Rent	345	-	-	795
Repairs and maintenance	-	-	-	1,040
Telephone and Internet	-	-	-	4,602
Training and scholarships	-	-	-	13,875
Travel and accommodation	12,058	-	-	121,864
Wages and benefits	-	-	-	126,125
	17,053	( 8,140)	14,300	549,919
<b>Excess Revenue (Expenditure)</b>	-	-	-	( 51,521)
<b>Purchase of Capital Assets</b>	-	-	-	-
<b>Repaid to Funding Agency</b>	-	-	-	( 20,909)
<b>Net Excess Revenue (Expenditure)</b>	\$ -	\$ -	\$ -	\$ ( 30,612)

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 6 - SCHEDULE OF SALARIES, HONORARIA AND TRAVEL EXPENSES (ELECTED OFFICIALS)

For the year ended March 31, 2019

	Number of Months	Salaries	Honoraria	Other Payments	Travel	Per Diems	Total
Grand Chief:							
- Norwegian, Gladys	8	\$ 68,285	\$ -	\$ -	\$ 5,371	\$ 6,438	\$ 80,094
- Norwegian, Herb	4	39,210	-	17,773	9,015	6,362	72,360
Executive Committee:							
- Bonnetrouge, Joachim	12	-	2,300	-	1,190	704	4,194
- McLeod, Clifford	12	-	1,650	-	3,204	1,611	6,465
- Chicot, Lloyd	12	-	3,275	-	2,205	889	6,369
- Moses, Maurice	12	-	4,325	-	6,220	2,695	13,240
		\$ 107,495	\$ 11,550	\$ 17,773	\$ 27,205	\$ 18,699	\$ 182,722

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 7 - SCHEDULE OF SALARIES, HONORARIA AND TRAVEL EXPENSES (MANAGEMENT)

For the year ended March 31, 2019

	Number of Months	Salaries	Travel	Per Diems	Total
Executive Director	12	\$ 110,370	\$ 8,034	\$ 7,529	\$ 125,933

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 8 - SCHEDULE OF FEDERAL GOVERNMENT FUNDING

For the Year ended March 31, 2019

	Federal Funding Received	Unexpended Funding Beginning of Year	Adjustments	Total Funding Available	Funding Expended	Unexpended Funding End of Year
<b>Indigenous Services Canada:</b>						
Core (CFA Orig.)	\$ 500,000	\$ -	\$ -	\$ 500,000	\$ 500,000	\$ -
IRDA - Resource Royalties	1,000,000	1,497,997	-	2,497,997	968,532	1,529,465
Band Employee Benefits	40,600	3,692	-	44,292	44,292	-
Band Employee Benefits	105,998	-	-	105,998	105,998	-
Deh Cho Process Claims	191,585	-	-	191,585	191,585	-
Gathering Strength	-	87,612	-	87,612	87,612	-
IRDA OIL/GAS 150K	150,000	-	-	150,000	150,000	-
NWT NCP Regional Contaminants	50,910	-	-	50,910	50,910	-
P & ID	145,000	-	-	145,000	51,966	93,034
Regional Inter governmental	50,000	-	-	-	-	-
MVRMA	35,000	30,443	-	65,443	65,443	-
Community Development Capacity Bldg	-	44,220	-	44,220	44,220	-
Youth Summer Employment	72,250	4,711	-	76,961	11,462	65,499
	<b>\$ 2,341,343</b>	<b>\$ 1,668,675</b>	<b>\$ -</b>	<b>\$ 3,960,018</b>	<b>\$ 2,272,020</b>	<b>\$ 1,687,998</b>

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE 9 - SCHEDULE OF FEDERAL GOVERNMENT FUNDING RECONCILIATION

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For the Year ended March 31, 2019

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### Accounting Reconciliation of Indigenous Services Canada Contributions

Indigenous Services Canada contributions as per financial statements	\$ 2,341,343
Add prior year opening deferred contributions	
IRDA - Resource Royalties	1,497,997
Band Employee Benefits	3,692
Gathering Strength	87,612
MVRMA	30,443
Community Development Capacity Bldg	44,220
Youth Summer Employment	4,711
Less current year closing deferred contributions	-
IRDA - Resource Royalties	( 1,529,465)
P & ID	( 93,034)
Youth Summer Employment	( 65,499)
<hr/>	
Current year recognized Indigenous Services Canada contributions	2,322,020
Less prior year opening deferred contributions:	
IRDA - Resource Royalties	( 1,497,997)
Band Employee Benefits	( 3,692)
Gathering Strength	( 87,612)
MVRMA	( 30,443)
Community Development Capacity Bldg	( 44,220)
Youth Summer Employment	( 4,711)
Add current year closing deferred contributions:	
IRDA - Resource Royalties	1,529,465
P & ID	93,034
Youth Summer Employment	65,499
<hr/>	
Indigenous Services Canada contributions as per funding confirmation	\$ 2,341,343

### Cash Flows Reconciliation of Indigenous Services Canada Contributions

Indigenous Services Canada contributions received in current year	\$ 1,996,947
Add contributions receivable from Indigenous Services Canada:	
IRDA - Resource Royalties	134,158
Band Employee Benefits	4,060
P & ID	104,500
Regional Inter governmental	5,000
Youth Summer Employment	72,250
Band Employee Benefits (2018/19)	3,938
MVRMA (2018/19)	5,000
Community Development Capacity Bldg (2018/19)	10,490
Youth Summer Employment (2018/19)	5,000
<hr/>	
Indigenous Services Canada contributions as per financial statements	\$ 2,341,343

# **DEHCHO FIRST NATIONS ASSOCIATION**

**Fort Simpson, NT**

## **SCHEDULE OF REMUNERATION AND EXPENSES FOR CHIEF AND COUNCILLORS**

**(Unaudited)**

**For the Year ended March 31, 2019**

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<b>Independent Practitioner's Review Engagement Report</b>	<b>1</b>
<b>Schedule of Remuneration and Expenses for Chief and Councillors</b>	<b>2</b>



## **INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT**

To the members of Dehcho First Nations Association

I have reviewed the accompanying Schedule of Remuneration and Expenses for Chief and Councillors of Dehcho First Nations Association (the "Schedule") for the year ended March 31, 2019. This Schedule has been prepared by management based on the reporting requirements in accordance with the Department of Indigenous Services Canada's year end reporting handbook.

### **Management's Responsibility for the Schedule**

Management is responsible for the preparation and fair presentation of this Schedule in accordance with the Department of Indigenous Services Canada's year end reporting handbook, and for such internal control as management determines is necessary to enable the preparation of the Schedule that are free from material misstatement, whether due to fraud or error.

### **Practitioner's Responsibility**

My responsibility is to express a conclusion on the accompanying Schedule based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.

A review of Schedule in accordance with Canadian generally accepted standards for review engagements is limited assurance engagements. The practitioner performs procedures – primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures – and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

### **Conclusion**

Based on my review, nothing has come to my attention that causes me to believe that the Schedule of Remuneration and Expenses for Chief and Councillors of Dehcho First Nations Association for the year ended March 31, 2019 is not prepared, in all material respects, in accordance with the reporting requirements of the Department of Indigenous Services Canada's year end reporting handbook.

### **Restriction of Use**

This report is to be used solely to satisfy the reporting requirements in accordance with the Department of Indigenous Services Canada's year end reporting handbook and should not be referred to or used for any other purposes.

Chartered Accountant

Calgary, Alberta  
June 25, 2019

# DEHCHO FIRST NATIONS ASSOCIATION

## SCHEDULE OF REMUNERATION AND EXPENSES FOR CHIEF AND COUNCILLORS

(Unaudited)

For the year ended March 31, 2019

Name	Position Title	Number of Months [note 1]	Remuneration [note 2]	Expenses [note 3]
Norwegian, Gladys	Grand Chief	8	\$ 68,285	\$ 11,809
Norwegian, Herb	Former Grand Chief	4	56,983	15,377
<b>Leadership:</b>				
Bonnetrouge, Joachim	Director	12	2,300	1,894
McLeod, Clifford	Director	12	1,650	4,815
Chicot, Lloyd	Director	12	3,275	3,094
Moses, Maurice	Director	12	\$ 4,325	\$ 8,915

**Notes:**

1. The number of months during the fiscal year that the individual was a Chief or Councillor

2. As per the First Nations Financial Transparency Act:

"Remuneration" means any salaries, wages, commissions, bonuses, fees, honoraria and dividends and any other monetary benefits - other than the reimbursement of expenses and non-monetary benefits.

3. As per the First Nations Financial Transparency Act:

"Expenses" includes the costs of transportation, accommodation, meals, hospitality and incidental expenses.





# DEHCHO FIRST NATIONS

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Website: [www.dehcho.org](http://www.dehcho.org)



Dehcho Annual Assembly  
June 25-27, 2019  
Fort Simpson, NT

Resolution # 01

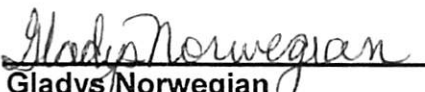
Moved by:

  
Chief Gerald Antoine  
Liidlii Kue First Nation

Seconded by:

  
Chief Kenny Cayen  
West Point First Nation

Certified copy of Resolution  
made in Fort Simpson, NT  
on June 25, 2019

  
Gladys Norwegian  
Grand Chief

**RE: Approval of Audited Financial Statements  
YE March 31, 2019**

**WHEREAS**, the Auditor has presented and reviewed the financial statements with the Board of Directors; and

**WHEREAS**, the Auditor has provided the Board of Directors with satisfactory explanations to all queries; and

**WHEREAS**, the Canadian Auditing Standards requires approval of audited financial statements by the Board of Directors prior to the Auditor's completion of his audit.

**THEREFORE BE IT RESOLVED THAT**, the Board of Directors approved the financial statements for the year ended March 31, 2019 of the Dehcho First Nations Association.