

Listuguj Mi'gmaq Government
Net Debt Detail
29-Sep-14

Purpose: To provide in detail the LMG's overall debt situation by netting the value of the company's liabilities and debts with its cash and other similar liquid assets. In this situation, Tangible Capital Assets (buildings, vehicles, others) and Prepaid expenses are not included in the calculation due to their liquid nature. This is as define by the Public Sector Accounting Standards.

Audited
31-Mar-14

Financial Assets

| | |
|--------------------------------|----------------------|
| Cash (Unrestricted) | 633,207.00 |
| Accounts Receivables (Note 1) | 13,326,953.00 |
| Long Term Receivables (Note 2) | 2,665,444.00 |
| Replacement Reserve Fund | 100,000.00 |
| investment | <u>100.00</u> |
| Total Financial Assets | 16,725,704.00 |

Liabilities

| | |
|--|------------------------|
| Bank Overdraft | 1,599,918.00 |
| Line of Credit | 2,292,500.00 |
| Accounts Payable | 10,360,986.00 |
| AANDC Payable | 2,407,076.00 |
| Deferred Revenue | 51,499.00 |
| Deferred Rev - Econ Dev. | 219,938.00 |
| Reserve for Future Funding | 69,576.00 |
| Long Term Debt (Note 3) | <u>18,754,013.00</u> |
| Total Liabilities | 35,755,506.00 |
| Net Debt (Financial Assets - Liabilities) | (19,029,802.00) |

Note 1

Collection efforts have been increased over Accounts Receivables, statements have been provided to members, utilization of the Financial By-Law will be used to collect money where possible. At the end of the year, amounts that are deemed to be uncollectable will be written off.

Note 2

| | |
|----------------------|------------------|
| Lease to Own Housing | 2,572,039.02 |
| Long Term - AR | <u>93,405.26</u> |
| | 2,665,444.28 |

There is significant reason to doubt that this full amount is fully collectible. Additional efforts are continued to be used to start bringing in cash from the Lease to Own Housing

Note 3

The long term debt is made up several items detailed below, they are significant drains on the cashflow

| | Average Interest rate | Amount | Average*** Cost per Month | Notes |
|---------------------------|----------------------------------|---------------|--------------------------------------|-------------------------------|
| Payable to Province of NB | 10.69% | 2,736,807.00 | 25,000.00 | |
| RBC Mortgage | 3.07% | 327,338.00 | 4,975.00 | Made up of 4 separate loans |
| CHMC Mortgage | 2.30% | 3,433,147.00 | 20,966.00 | Made up of 18 different loans |
| RBC Loans | 4.82% | 11,543,220.00 | 127,536.00 | Made up of 25 loans |

| | | | | |
|-------------------|-------|-------------------|------------------|--------------------|
| RBC Capital Lease | 5.44% | <u>713,501.00</u> | <u>29,222.00</u> | Made up of 9 loans |
| Total | | 18,754,013.00 | 207,699.00 | |

*** - This states that this is the average cost per month as some payments are made on an annual or semi-annual basis