

LISTUGUJ MI'GMAQ GOVERNMENT

SECTION 95 HOUSING
OPERATING AGREEMENT

FOR THE YEAR ENDED
MARCH 31, 2017

Please sign and return to
ALLEN, PAQUET & ARSENEAU LLP



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LISTUGUJ MI'GMAO GOVERNMENT

SECTION 95 HOUSING OPERATING AGREEMENT

INDEX

TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2017

	<u>Page</u>
Independent Auditors' Report	1.
Statutory Information	2.
Statement of Revenue and Expenditures (Program 16-202-699)	3.
Statement of Revenue and Expenditures (Program 19-072-537)	4.
Statement of Changes in Net Assets (Deficit)	5.
Balance Sheet	6.
Statement of Funded Reserves	7.
Notes To The Financial Statements	8 - 15.
Other Information	
Schedules	
A - Statement of Revenue and Expenditures Detailed (16-202-699)	16.
B - Statement of Revenue and Expenditures Detailed (19-072-537)	17.





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1.

INDEPENDENT AUDITORS' REPORT

To The Members of
Listuguj Mi'gmaq Government

Report on the Financial Statements

We have audited the accompanying financial statements of Listuguj Mi'gmaq Government's program entitled Section 95 Housing Operating Agreement, which comprise the balance sheet as at March 31, 2017, and the statements of revenue and expenditures, changes in net assets (deficit) and funded reserves for the year then ended, and a summary of significant accounting policies and other explanatory information. These financial statements have been prepared by management of the Listuguj Mi'gmaq Government based on the funding agreement between Listuguj Mi'gmaq Government and Canada Mortgage and Housing Corporation (CMHC).

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the funding agreement between the Listuguj Mi'gmaq Government and CMHC, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements of Listuguj Mi'gmaq Government's program entitled Section 95 Housing Operating Agreement for the year ended March 31, 2017 are prepared, in all material respects, in accordance with the funding agreement between the Listuguj Mi'gmaq Government and CMHC.

Basis of Accounting and Restriction on Use

Without modifying our opinion, we draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist Listuguj Mi'gmaq Government to comply with the reporting provisions of the funding agreement referred to above. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for Listuguj Mi'gmaq Government and CMHC and should not be used by parties other than the Listuguj Mi'gmaq Government and CMHC.

Campbellton, NB

July 20, 2017

Allen, Paquet & Arseneau LLP
Chartered Professional Accountants

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Campbellton, NB

625, ave St. Peter Ave
Bathurst, NB



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LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Statutory Information

For The Year Ended March 31, 2017

Listuguj Mi'gmaq Government is located at: 17 Riverside West Street, Listuguj, QC, G0C 2R0

Chief: Darcy Gray
Councillors: Lloyd Alcon
Annette Barnaby
Calvin Barnaby
Gordon Isaac Jr.
Dr. Cathy Martin
Sky Metallic
Wendell Metallic
Kevin Methot
Lorna Sook
Sheila Swasson
John Murvin Vicaire
Chris Wysote

CMHC reference numbers under agreement:

16-202-699 phases 001 to 004

19-072-537 phases 001 to 020

Number of units: Pre-1997 program: 23 units, which includes one unit that is rented to an individual
who lost her home due to a fire and is living there rent free
Post-1996 program: 70 units



LISTUGUJ M'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Statement of Revenue and Expenditures

For The Year Ended March 31, 2017

Program 16-202-699

	<u>2017</u>	<u>2016</u>
<u>Revenue</u>		
Income-Tested Occupants (Program 16-202-699)	\$ 89,738	\$ 89,500
Federal Assistance (Program 16-202-699)	35,521	35,521
Retrofit Initiative Revenues (Program 16-202-699)	71,484	-
Contribution Funds From Replacement Reserve (Program 16-202-699)	<u>63,107</u>	<u>-</u>
	<u>259,850</u>	<u>125,021</u>
<u>Expenditures</u>		
Administration	5,384	5,435
Amortization	53,542	51,931
Annual Contribution - Replacement Reserve (Program 16-202-699)	8,280	8,280
Bad Debts	10,405	15,658
Insurance	8,789	8,219
Mortgage Interest	6,157	7,768
Professional Fees	1,600	1,700
Repairs and Maintenance	14,350	24,986
Repairs - Replacement Reserve	63,107	-
Retrofit Initiative Expenses	57,968	-
Snow and Garbage Removal	8,800	8,800
Water and Sewerage	<u>4,400</u>	<u>4,400</u>
	<u>242,782</u>	<u>137,177</u>
<u>Operating Net Income (Deficit) (Schedule A - Page 16)</u>	17,068	(12,156)
<u>Transfer to Subsidy Surplus Reserve</u>	<u>-</u>	<u>-</u>
<u>Net Income (Deficit) For The Year - to Page 5</u>	<u>\$ 17,068</u>	<u>\$ (12,156)</u>



LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Statement of Revenue and Expenditures

For The Year Ended March 31, 2017

Program 19-072-537

	<u>2017</u>	<u>2016</u>
<u>Revenue</u>		
Rent (Program 19-072-537)	\$ 243,940	\$ 238,315
Federal Assistance (Program 19-072-537)	265,677	265,010
Retrofit Initiative Revenues (Program 19-072-537)	62,816	-
Contribution Funds From Replacement Reserve (Program 19-072-537)	<u>26,381</u>	<u>-</u>
	<u>598,814</u>	<u>503,325</u>
<u>Expenditures</u>		
Administration	14,637	14,551
Amortization	199,492	190,546
Annual Contribution - Replacement Reserve (Program 19-072-537)	57,453	58,717
Bad Debts (Recovery)	16,465	(16,185)
Heat and Lights	7,725	4,026
Insurance	25,019	23,007
Mortgage Interest	46,049	54,771
Professional Fees	8,367	7,000
Repairs and Maintenance	25,145	35,983
Repairs - Replacement Reserve	26,381	-
Retrofit Initiative Expenses	54,694	-
Snow and Garbage Removal	28,000	28,544
Water and Sewerage	<u>14,000</u>	<u>13,600</u>
	<u>523,427</u>	<u>414,560</u>
<u>Operating Income (Schedule B - Page 17)</u>	75,387	88,765
<u>Transfer to Subsidy Surplus Reserve</u>	<u>-</u>	<u>-</u>
<u>Net Income For The Year - to Page 5</u>	<u>\$ 75,387</u>	<u>\$ 88,765</u>



LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Statement of Changes in Net Assets (Deficit)

For The Year Ended March 31, 2017

	<u>2017</u>	<u>2016</u>
Balance, Beginning of Year	\$(332,280)	\$(412,104)
Prior Year Adjustments Requested by CMHC (Operating Fund)	(72,579)	(63,113)
Prior Year Adjustments Requested by CMHC (Pre-97 Deficit, 2014-2016)	27,415	-
Replacement Reserve Withdrawal	<u>-</u>	<u>66,328</u>
Adjusted Balance	(377,444)	(408,889)
<u>Add (Deduct):</u>		
Deficit Revenue Compared to Expenditures (16-202-699 Program) - Page 3	17,068	(12,156)
Surplus (Deficit) Revenue Compared to Expenditures (19-072-537 Program) - Page 4	75,387	88,765
Transfer to Operating Reserve Fund	<u>-</u>	<u>-</u>
Balance, End of Year - Page 6	<u>\$(284,989)</u>	<u>\$(332,280)</u>



LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Balance Sheet as at March 31, 2017

	<u>2017</u>	<u>2016</u>
<u>Assets</u>		
<u>Current Assets</u>		
Cash	\$ 56,558	\$ 160,318
Accounts Receivable (16-202-699) (Note 3a)	55,326	50,923
Account Receivable (19-072-537) (Note 3b)	140,706	133,455
C.M.H.C. Subsidies Receivable (Note 3c)	<u>25,087</u>	<u>25,166</u>
	<u>277,677</u>	<u>369,862</u>
<u>Restricted Funds</u>		
Replacement Reserve Fund (Program 16-202-699) (Note 4a)	103,837	139,943
Replacement Reserve Fund (Program 19-072-537) (Note 4b)	320,103	196,017
Operating Reserve Fund (Program 19-072-537) (Note 4d)	<u>229,001</u>	<u>229,001</u>
	<u>652,941</u>	<u>564,961</u>
<u>Capital Assets</u>		
Capital Assets (Program 16-202-699) (Note 5)	942,689	996,232
Capital Assets (Program 19-072-537) (Note 6)	<u>5,120,410</u>	<u>4,979,633</u>
	<u>6,063,099</u>	<u>5,975,865</u>
<u>Total Assets</u>	<u>\$ 6,993,717</u>	<u>\$ 6,910,688</u>
<u>Liabilities</u>		
<u>Current Liabilities</u>		
Accounts Payable and Accrued Liabilities (Note 7)	\$ 30,626	\$ 30,082
Due to Listuguj Mi'gmaq Government Operating Fund	327,706	428,570
Long Term Debt Due Within One Year (Program 16-202-699)	50,447	53,551
Long Term Debt Due Within One Year (Program 19-072-537)	<u>202,479</u>	<u>196,978</u>
	<u>611,258</u>	<u>709,181</u>
<u>Long Term Debt</u>		
Long Term Debt (Program 16-202-699) (Note 8)	121,028	171,466
Long Term Debt (Program 19-072-537) (Note 9)	<u>3,084,931</u>	<u>3,031,923</u>
	<u>3,205,959</u>	<u>3,203,389</u>
<u>Total Liabilities</u>	<u>3,817,217</u>	<u>3,912,570</u>
<u>Funded Reserves</u>		
Replacement Reserve Fund (Program 16-202-699) (Page 7)	40,729	139,943
Replacement Reserve Fund (Program 19-072-537) (Page 7)	452,187	376,729
Operating Reserve Fund (Program 19-072-537) (Page 7)	<u>364,737</u>	<u>292,158</u>
	<u>857,653</u>	<u>808,830</u>
<u>Equity</u>		
<u>Contributed Surplus</u> (Note 10)	<u>2,603,836</u>	<u>2,521,568</u>
<u>Net Assets (Deficit)</u> (Page 5)	<u>(284,989)</u>	<u>(332,280)</u>
<u>Total Equity</u>	<u>2,318,847</u>	<u>2,189,288</u>
	<u>\$ 6,993,717</u>	<u>\$ 6,910,688</u>

Approved on Behalf of the Listuguj Mi'gmaq Government

 _____ Chief

_____ Councillor



Allen, Paquet & Arseneau LLP

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LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Statement of Funded Reserves

For The Year Ended March 31, 2017

	<u>Capital</u>	<u>Interest</u>	<u>2017</u>	<u>Total</u> <u>2016</u>
<u>Replacement Reserve Fund (16-202-699) (Note 4a)</u>				
Balance, Beginning of Year	\$ 139,943	\$ -	\$ 139,943	\$ 131,663
<u>Add:</u> Allocation For The Year	8,280	-	8,280	8,280
CMHC Prior Year Adjustment	-	-	-	-
<u>Less:</u> CMHC Retrofit Withdrawal	(63,108)	-	(63,108)	-
Transfer To (19-072-537)	(44,386)	-	(44,386)	-
Balance, End of Year	<u>40,729</u>	<u>-</u>	<u>40,729</u>	<u>139,943</u>
 <u>Replacement Reserve Fund (19-072-537) (Note 4b)</u>				
Balance, Beginning of Year	376,729	-	376,729	384,340
<u>Add:</u> Allocation For The Year	57,453	-	57,453	58,717
Transfer from (16-202-699)	44,386	-	44,386	-
<u>Less:</u> CMHC Retrofit Withdrawal	(26,381)	-	(26,381)	(66,328)
Balance, End of Year	<u>452,187</u>	<u>-</u>	<u>452,187</u>	<u>376,729</u>
 <u>Subsidy Surplus Reserve Fund (Note 4c)</u>				
Balance, Beginning of Year	-	-	-	-
<u>Add:</u> CMHC Prior Year Adjustment	-	-	-	-
Balance, End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <u>Operating Reserve Fund (Note 4d)</u>				
Balance, Beginning of Year	292,158	-	292,158	229,045
<u>Add:</u> Transfer From (To)				
General Surplus	<u>72,579</u>	<u>-</u>	<u>72,579</u>	<u>63,113</u>
Balance, End of Year	<u>364,737</u>	<u>-</u>	<u>364,737</u>	<u>292,158</u>
 <u>Total Funded Reserves</u>	 <u>\$ 857,653</u>	 <u>\$ -</u>	 <u>\$ 857,653</u>	 <u>\$ 808,830</u>



LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2017

1. Status and Nature of Activities

These financial statements represent the activities of Listuguj Mi'gmaq Government's Section 95 Housing Operating Agreement program for the year ended March 31, 2017.

2. Significant Accounting Policies

a. Capital Assets and Amortization

Capital assets are recorded at cost of acquisition less any subsidies received for the capital assets. CMHC permits amortization for buildings purchased using loans that it has insured, at a rate equal to the annual reduction of the principal on the loans. No amortization is allocated to other capital elements, but a replacement reserve is maintained for future replacement of capital assets.

b. Revenue and Expenditures

Revenue and expenditures are recorded according to the accrual basis of accounting.

c. Replacement Reserve

The replacement reserve account is funded through an annual allocation, as opposed to allocation of surplus.

3. Accounts Receivable

a. Program 16-202-699

	<u>2017</u>	<u>2016</u>
Accounts Receivable	\$ 119,135	\$ 107,673
Less: Allowance for Doubtful Accounts	(63,809)	(56,750)
	<u>\$ 55,326</u>	<u>\$ 50,923</u>

Collecting Rate (Program 16-202-699)

Collecting Rate for the Current Year	<u>61 %</u>
Past Amounts Collected During the Current Year	<u>\$ 25,908</u>
Lost Rent for Vacancies of the Current Year	<u>\$ 3,488</u>

b. Program 19-072-537

Accounts Receivable	\$ 265,436	\$ 255,877
Less: Allowance for Doubtful Accounts	(124,730)	(122,422)
	<u>\$ 140,706</u>	<u>\$ 133,455</u>



LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2017

3. <u>Account Receivable (Cont'd)</u>	<u>2017</u>	<u>2016</u>
c. <u>C.M.H.C. Subsidies Receivable</u>		
Program 16-202-699	\$ 2,960	\$ 2,960
Program 19-072-537	<u>22,127</u>	<u>22,206</u>
	<u>\$ 25,087</u>	<u>\$ 25,166</u>

4. Contractual Obligations

a. Replacement Reserve Fund (Program 16-202-699)

Under the agreement with Canada Mortgage and Housing Corporation, an amount must be credited to the replacement reserve. These funds and the accrued interest must be placed in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or in any other way approved by CMHC from time to time. Any use of the funds from the account must be approved by CMHC. At the end of the fiscal year, the replacement reserve included the following elements:

Term Savings	\$ <u>103,837</u>	\$ <u>139,943</u>
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b. Replacement Reserve Fund (Program 19-072-537)

Under the agreement with Canada Mortgage and Housing Corporation, an amount set forth in Appendix B of the operating agreement must be credited to the replacement reserve. The annual amount may be increased by the First Nation. These funds and the accrued interest must be placed in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or in any other way approved by CMHC from time to time. Any use of the funds from the account must be approved by CMHC. At the end of the fiscal year, the replacement reserve included the following elements:

Term Savings	\$ <u>320,103</u>	\$ <u>196,017</u>
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LISTUGUJ M'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2017

4. Contractual Obligations (Cont'd)

c. Subsidy Surplus Reserve Fund (Program 16-202-699)

Under the agreement with the Canada Mortgage and Housing Corporation, surplus federal assistance payments received may be kept in a subsidy surplus reserve, the balance of which may not exceed \$500 per unit plus interest. The funds in this reserve must be placed in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or in any other way approved by CMHC from time to time. The funds in this account must only be used to make up the difference between the maximum federal assistance amount and the future subsidy needs of income-tested tenants. Withdrawals are first applied to interest, then to the principal. The current reserve balance is nil.

d. Operating Reserve Fund (Project 19-072-537)

Once all costs and expenses are paid, particularly the allocation to the replacement reserve, the First Nation keeps all excess income in an operating reserve. The First Nation agrees to keep the funds and accrued interest in the operating fund in a separate bank account or to invest it only in accounts or instruments insured by the Canada Deposit Insurance Corporation, or as agreed by common consent by the First Nation and CMHC. The housing project's operating reserve is to be used only for the operating expenses of housing projects that made undertakings as part of the 1997 On-Reserve Housing Program. The reserve may thus be used to cover deficits from previous years. Withdrawals are first applied to interest, then to the principal. At the end of the fiscal year, the operating reserve included the following elements:

Term Savings	\$ <u>229,001</u>	\$ <u>229,001</u>
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e. Canada Mortgage and Housing Corporation Subsidy

The First Nation receives a subsidy under a program administered by Canada Mortgage and Housing Corporation under the terms of Section 95 of the National Housing Act. This subsidy is tied to compliance with the conditions set forth in the agreement signed by the First Nation and CMHC. The amount of assistance received in the 2016/17 fiscal year was \$301,198.



LISTUGUJ MI'GMAO GOVERNMENT
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2017

5. Capital Assets (Program 16-202-699)

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	
			<u>2017</u>	<u>2016</u>
Land	\$ 11,500	\$ -	\$ 11,500	\$ 11,500
Buildings	<u>1,578,726</u>	<u>647,537</u>	<u>931,189</u>	<u>984,732</u>
	<u>\$ 1,590,226</u>	<u>\$ 647,537</u>	<u>\$ 942,689</u>	<u>\$ 996,232</u>

6. Capital Assets (Program 19-072-537)

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	
			<u>2017</u>	<u>2016</u>
Buildings	<u>\$ 6,708,010</u>	<u>\$ 1,587,600</u>	<u>\$ 5,120,410</u>	<u>\$ 4,979,633</u>

7. Accounts Payable and Accrued Liabilities

Other Payables	\$ 977	\$ 354
Accrued Professional Fees	9,200	9,200
Accrued Mortgage Payments	<u>20,449</u>	<u>20,528</u>
	<u>\$ 30,626</u>	<u>\$ 30,082</u>

8. Long Term Debt (Program 16-202-699)

	<u>Portion Due Within One Year</u>	<u>2017</u>	<u>2016</u>
Project #001, CMHC File #16-202-699 RBC Mortgage, 3.05%, repayable in equal monthly instalments of \$623, principal and interest, due in February 2019	\$ 6,835	\$ 24,222	\$ 30,851
Project #002, CMHC File #16-202-699 RBC Mortgage, 3.09%, repayable in equal monthly instalments of \$1,577, principal and interest, due in December 2017	13,984	13,984	32,165
Project #003, CMHC File #16-202-699 RBC Mortgage, 3.09%, repayable in equal monthly instalments of \$763, principal and interest, due in February 2019	<u>7,899</u>	<u>44,303</u>	<u>51,961</u>
Amount Carried Forward	<u>28,718</u>	<u>82,509</u>	<u>114,977</u>



LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2017

8. Long Term Debt (Program 16-202-699) (Cont'd)

	Portion Due Within <u>One Year</u>	<u>2017</u>	<u>2016</u>
Amount Brought Forward	\$ 28,718	\$ 82,509	\$ 114,977
Project #004, CMHC File #16-200-699 RBC Mortgage, 3.05%, repayable in equal monthly instalments of \$2,012, principal and interest, due in February 2019	<u>21,729</u>	<u>88,966</u>	<u>110,040</u>
	<u>\$ 50,447</u>	171,475	225,017
<u>Less: Amount Due Within One Year</u>		<u>50,447</u>	<u>53,551</u>
		<u>\$ 121,028</u>	<u>\$ 171,466</u>

9. Long Term Debt (Program 19-072-537)

Project #001, CMHC File #19-072-537 CMHC Mortgage, 1.08%, repayable in equal monthly instalments of \$1,466, principal and interest, due in August 2020	\$ 16,914	\$ 70,234	\$ 86,970
Project #002, CMHC File #19-072-537 CMHC Mortgage, 1.08%, repayable in equal monthly instalments of \$1,341, principal and interest, due in August 2020	14,984	109,712	124,540
Project #003, CMHC File #19-072-537 CMHC Mortgage, 1.53%, repayable in equal monthly instalments of \$1,240, principal and interest, due in December 2017	12,939	132,555	145,308
Project #004, CMHC File #19-072-537 CMHC Mortgage, 1.67%, repayable in equal monthly instalments of \$1,356, principal and interest, due in June 2018	13,858	150,965	164,607
Project #005, CMHC File #19-072-537 CMHC Mortgage, 1.08% repayable in equal monthly instalments of \$522, principal and interest, due in August 2020	<u>5,574</u>	<u>66,849</u>	<u>72,367</u>
Amount Carried Forward	<u>64,269</u>	<u>530,315</u>	<u>593,792</u>



LISTUGUJ MI'GMAO GOVERNMENT
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2017

9. Long Term Debt (Post-1997 Program)(Cont'd)

	Portion Due Within <u>One Year</u>	<u>2017</u>	<u>2016</u>
Amount Brought Forward	\$ 64,269	\$ 530,315	\$ 593,792
Project #006, CMHC File #19-072-537 CMHC Mortgage, 1.08%, repayable in equal monthly instalments of \$1,085, principal and interest, due in August 2020	11,577	138,842	150,302
Project #007, CMHC File #19-072-537 CMHC Mortgage, 1.14%, repayable in equal monthly instalments of \$815, principal and interest, due in June 2021	8,554	111,020	119,348
Project #008, CMHC File #19-072-537 CMHC Mortgage, 1.71%, repayable in equal monthly instalments of \$1,770, principal and interest, due in September 2017	17,071	251,776	268,582
Project #009, CMHC File #19-072-537 CMHC Mortgage, 1.67%, repayable in equal monthly instalments of \$1,448, principal and interest, due in June 2018	13,857	216,817	230,465
Project #010, CMHC File #19-072-537 CMHC Mortgage, 1.67%, repayable in equal monthly instalments of \$515, principal and interest, due in June 2018	4,925	77,068	81,919
Project #011, CMHC File #19-072-537 CMHC Mortgage, 1.67%, repayable in equal monthly instalments of \$1,123, principal and interest, due in June 2018	10,751	168,220	178,809
Project #012, CMHC File #19-072-537 CMHC Mortgage, 1.39%, repayable in equal monthly instalments of \$732, principal and interest, due in June 2020	<u>7,068</u>	<u>126,538</u>	<u>133,517</u>
Amount Carried Forward	<u>138,072</u>	<u>1,620,596</u>	<u>1,756,734</u>



LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2017

9. Long Term Debt (Post-1997 Program)(Cont'd)

	Portion Due Within <u>One Year</u>	<u>2017</u>	<u>2016</u>
Amount Brought Forward	\$ 138,072	\$ 1,620,596	\$ 1,756,734
Project #013, CMHC File #19-072-537 CMHC Mortgage, 1.39%, repayable in equal monthly instalments of \$1,468, principal and interest, due in June 2020	13,788	281,606	295,223
Project #014, CMHC File #19-072-537 CMHC Mortgage, 1.39%, repayable in equal monthly instalments of \$750, principal and interest, due in June 2020	7,047	143,926	150,886
Project #015, CMHC File #19-072-537 CMHC Mortgage, 1.39%, repayable in equal monthly instalments of \$1,396, principal and interest, due in June 2020	13,297	254,705	267,836
Project #16, CMHC File #19-072-537 CMHC Mortgage, 1.43%, repayable in equal monthly instalments of \$1,112, principal and interest, due in April 2022	10,101	231,225	240,948
Project #17, CMHC File #19-072-537 CMHC Mortgage, 1.39%, repayable in equal monthly instalments of \$1,140, principal and interest, due in August 2017	10,387	242,031	252,291
Project #18, CMHC File #19-072-537 CMHC Mortgage, 2.35%, repayable in equal monthly instalments of \$502, principal and interest, due in September 2018	3,684	101,365	104,980
Project #19, CMHC File #19-072-537 CMHC Mortgage, 1.04%, repayable in equal monthly instalments of \$640, principal and interest, due in October 2020	6,103	153,956	160,003
Project #20, CMHC File #19-072-537 CMHC Mortgage, terms of repayment to be determined in August 2017	-	258,000	-
	<u>\$ 202,479</u>	3,287,410	<u>3,228,901</u>
<u>Less: Amount Due Within One Year</u>		<u>202,479</u>	<u>196,978</u>
		<u>\$ 3,084,931</u>	<u>\$ 3,031,923</u>



LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2017

	<u>2017</u>	<u>2016</u>
10. <u>Contributed Surplus</u>		
Listuguj Mi'gmaq Government	\$ 1,138,408	\$ 1,056,140
Aboriginal Affairs and Northern Development Canada	<u>1,465,428</u>	<u>1,465,428</u>
	<u>\$ 2,603,836</u>	<u>\$ 2,521,568</u>

11. Financial Instruments

a. Credit Risk

The Listuguj Mi'gmaq Government is exposed to normal credit risk on the accounts receivable from its tenants.

b. Fair Values

The carrying amount of current assets and current liabilities approximates their fair value due to the short term maturities of these items.

The long term debt is carried at an amount which approximates the fair value as the outstanding interest rates are close to or at market rates.

12. Management of Net Assets

The objective of Listuguj Mi'gmaq Government in managing its net assets is to remain a sustainable operation while fulfilling its overall mandate as prescribe by the Section 95 Housing Operating Agreement program. It achieves its objective by strong day to day management of its cash flows and by regularly monitoring revenues and expenditures against its annual operating and capital budgets. When necessary, Listuguj Mi'gmaq Government takes prompt action to raise additional revenues when actual revenues do not meet its budget and to reduce expenditures or curtail programs when alternate sources of revenue can not be found.

13. Statement of Cash Flow

A statement of cash flow was not presented as the First Nation believes that it would not add any additional information for readers of the financial statements.



LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Schedule A
Statement of Revenue and Expenditures - Detailed

For The Year Ended March 31, 2017

Program 16-202-699

	<u>#001</u>	<u>#002</u>	<u>#003</u>	<u>#004</u>	<u>Total</u>
<u>Revenue</u>					
Income-Tested Occupants	\$ 16,800	\$ 17,100	\$ 16,338	\$ 39,500	\$ 89,738
Federal Assistance	4,335	8,703	5,319	17,164	35,521
Retrofit Initiative Revenues	-	-	44,744	26,740	71,484
Contribution Funds from Replacement Reserve	<u>45,640</u>	<u>761</u>	<u>15,280</u>	<u>1,426</u>	<u>63,107</u>
	<u>66,775</u>	<u>26,564</u>	<u>81,681</u>	<u>84,830</u>	<u>259,850</u>
<u>Expenditures</u>					
Administration	1,008	1,026	980	2,370	5,384
Amortization	6,629	18,181	7,658	21,074	53,542
Annual Contribution - Replacement Reserve	1,440	1,800	1,440	3,600	8,280
Bad Debts	2,543	679	1,060	6,123	10,405
Insurance	1,604	1,604	1,604	3,977	8,789
Mortgage Interest	850	741	1,499	3,067	6,157
Professional Fees	400	400	400	400	1,600
Repairs and Maintenance	5,464	557	5,353	2,976	14,350
Repairs - Replacement Reserve	45,640	761	15,280	1,426	63,107
Retrofit Initiative Expenses	-	-	36,266	21,702	57,968
Snow and Garbage Removal	1,600	1,600	1,600	4,000	8,800
Water and Sewerage	<u>800</u>	<u>800</u>	<u>800</u>	<u>2,000</u>	<u>4,400</u>
	<u>67,978</u>	<u>28,149</u>	<u>73,940</u>	<u>72,715</u>	<u>242,782</u>
<u>Operating Surplus (Deficit)</u>	(1,203)	(1,585)	7,741	12,115	17,068
<u>Transfer to Subsidy Surplus Reserve</u>					
	-	-	-	-	-
<u>Surplus (Deficit) For The Year</u>	<u>\$(1,203)</u>	<u>\$(1,585)</u>	<u>\$ 7,741</u>	<u>\$ 12,115</u>	<u>\$ 17,068</u>



LISTUGUJ MI'GMAQ GOVERNMENT
Section 95 Housing Operating Agreement

Schedule B
Statement of Revenue and Expenditures

For The Year Ended March 31, 2017

Program 19-072-537

	<u>#001</u>	<u>#002</u>	<u>#003</u>	<u>#004</u>	<u>#005</u>
<u>Revenue</u>					
Rent	\$ 19,560	\$ 17,950	\$ 16,500	\$ 21,600	\$ 7,500
Federal Assistance	16,579	16,579	13,653	16,777	11,221
Retrofit Initiative Revenues	62,816	-	-	-	-
Contribution Funds from Replacement Reserve	11,789	-	2,751	5,427	837
	<u>110,744</u>	<u>34,529</u>	<u>32,904</u>	<u>43,804</u>	<u>19,558</u>
<u>Expenditures</u>					
Administration	1,174	1,077	990	1,296	450
Amortization	16,264	15,300	12,754	13,643	8,878
Annual Contribution - Replacement Reserve	2,520	1,580	2,100	2,700	753
Bad Debts (Recoverable)	1,370	-	1,325	75	4,769
Heat and Lights	-	-	-	-	7,725
Insurance	1,804	1,804	1,924	2,341	622
Mortgage Interest	853	1,266	2,123	2,630	751
Professional Fees	200	200	400	400	300
Repairs and Maintenance	1,588	1,611	14	6,298	1,438
Repairs - Replacement Reserve	11,789	-	2,751	5,427	837
Retrofit Initiative Expenses	54,694	-	-	-	-
Snow and Garbage Removal	2,200	2,200	1,600	2,400	800
Water and Sewerage	1,100	1,100	800	1,200	400
	<u>95,556</u>	<u>26,138</u>	<u>26,781</u>	<u>32,983</u>	<u>27,723</u>
<u>Operating Surplus (Deficit)</u>	15,188	8,391	6,123	10,821	(8,165)
<u>Transfer to Subsidy Surplus Reserve</u>	-	-	-	-	-
<u>Surplus (Deficit) For The Year</u>	<u>\$ 15,188</u>	<u>\$ 8,391</u>	<u>\$ 6,123</u>	<u>\$ 10,821</u>	<u>\$ (8,165)</u>



#006	#007	#008	#009	#010	#011	#012
\$ 7,500	\$ 7,800	\$ 20,875	\$ 18,200	\$ 6,000	\$ 13,150	\$ 6,000
11,221	12,357	24,253	20,007	7,177	15,494	8,924
-	-	-	-	-	-	-
-	43	1,359	-	-	-	233
<u>18,721</u>	<u>20,200</u>	<u>46,487</u>	<u>38,207</u>	<u>13,177</u>	<u>28,644</u>	<u>15,157</u>
450	468	1,253	1,092	360	789	360
8,099	8,328	16,806	13,648	4,851	10,589	6,979
2,250	2,400	6,300	5,000	2,000	4,000	2,000
-	438	100	-	1,350	(598)	4,150
-	-	-	-	-	-	-
623	770	2,693	1,924	770	1,539	-
1,560	1,605	4,437	3,724	1,324	2,889	1,803
300	400	400	400	400	400	400
1,439	31	2,999	2,868	-	1,638	240
-	43	1,359	-	-	-	233
-	-	-	-	-	-	-
800	800	2,800	2,000	800	1,600	800
400	400	1,400	1,000	400	800	400
<u>15,921</u>	<u>15,683</u>	<u>40,547</u>	<u>31,656</u>	<u>12,255</u>	<u>23,646</u>	<u>17,365</u>
2,800	4,517	5,940	6,551	922	4,998	(2,208)
-	-	-	-	-	-	-
<u>\$ 2,800</u>	<u>\$ 4,517</u>	<u>\$ 5,940</u>	<u>\$ 6,551</u>	<u>\$ 922</u>	<u>\$ 4,998</u>	<u>\$ (2,208)</u>



#013	#014	#015	#016	#017	#018
\$ 13,872	\$ 6,936	\$ 12,468	\$ 11,475	\$ 12,204	\$ 6,300
17,779	9,231	19,061	16,879	11,366	8,554
-	-	-	-	-	-
-	2,219	1,454	86	-	-
<u>31,651</u>	<u>18,386</u>	<u>32,983</u>	<u>28,440</u>	<u>23,570</u>	<u>14,854</u>
832	416	748	689	732	378
13,617	6,960	13,131	9,723	10,260	3,615
4,400	2,400	4,800	4,800	3,450	2,000
715	1,209	1,062	500	-	-
1,972	770	1,234	1,282	1,203	641
3,997	2,043	3,622	3,928	3,425	2,412
400	400	400	400	400	400
55	896	1,089	2,833	-	72
-	2,219	1,454	86	-	-
-	-	-	-	-	-
1,600	800	1,600	1,600	1,200	800
800	400	800	800	600	400
<u>28,388</u>	<u>18,513</u>	<u>29,940</u>	<u>26,641</u>	<u>21,270</u>	<u>10,718</u>
3,263	(127)	3,043	1,799	2,300	4,136
-	-	-	-	-	-
<u>\$ 3,263</u>	<u>\$(127)</u>	<u>\$ 3,043</u>	<u>\$ 1,799</u>	<u>\$ 2,300</u>	<u>\$ 4,136</u>



<u>#019</u>	<u>#020</u>	<u>Total</u>
\$ 8,700	\$ 9,350	\$ 243,940
8,565	-	265,677
-	-	62,816
-	183	26,381
<u>17,265</u>	<u>9,533</u>	<u>598,814</u>
522	561	14,637
6,047	-	199,492
2,000	-	57,453
-	-	16,465
-	-	7,725
782	321	25,019
1,657	-	46,049
400	1,367	8,367
-	36	25,145
-	183	26,381
-	-	54,694
800	800	28,000
400	400	14,000
<u>12,608</u>	<u>3,668</u>	<u>523,427</u>
4,657	5,865	75,387
-	-	-
<u>\$ 4,657</u>	<u>\$ 5,865</u>	<u>\$ 75,387</u>

