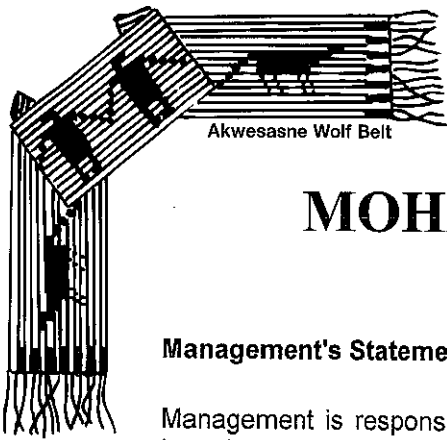


FINANCIAL STATEMENTS
For
MOHAWK COUNCIL OF AKWESASNE
For year ended
MARCH 31, 2013

**MOHAWK COUNCIL OF AKWESASNE
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MARCH 31, 2013**

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Akwasasne Wolf Belt

Box 579, Cornwall, Ontario K6H 5T3

MOHAWK COUNCIL OF AKWESASNE

Management's Statement of Responsibility

Management is responsible for the preparation of the accompanying financial statements and for their integrity and objectivity. The financial statements have been prepared in accordance with Canadian generally accepted accounting principles for local governments recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants (CICA) and as such, include amounts that are the best estimates and judgments of management based on currently available information.

Management is further responsible for maintaining an internal control structure designed to provide reasonable assurance that the books and records reflect the transactions of the Mohawk Council of Akwasasne (Council) and that the Council's assets are safeguarded. Because of inherent limitations in any system, there can be no absolute assurance that errors or irregularities will not occur. Nevertheless, management believes the internal control structure provides reasonable assurance that assets are safeguarded and that financial information is objective and reliable.

Chiefs and Management staff meet periodically with the independent auditors to discuss Council's internal control structure, financial statements and the nature, extent and results of the audit efforts. This is to ensure that management and the independent auditors are properly discharging their responsibilities. The auditors meet separately with Council to discuss the results of their examination and their opinions on the adequacy of internal controls and the quality of financial reporting.

The Council's financial statements have been approved by Council resolution and have been audited by Welch LLP on behalf of the community members. The independent auditors have audited the Council's financial statements in accordance with Canadian generally accepted auditing standards and they provide an objective independent review of the fairness of reported operating results and financial position. The auditor's report outlines the scope of their audit and their opinion on the financial statements.

Sheree Bonaparte
Executive Director
Mohawk Council of Akwasasne

Michael Mitchell
Grand Chief
Mohawk Council of Akwasasne

Dated: January 16, 2014



INDEPENDENT AUDITOR'S REPORT

To:

MOHAWK COUNCIL OF AKWESASNE

We have audited the accompanying financial statements of **Mohawk Council of Akwesasne**, which comprise the statement of financial position as at March 31, 2013 and the statements of financial activities, changes in net financial assets and cash flows for the year then ended, and the related notes, which comprise a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those 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 evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the **Mohawk Council of Akwesasne** as at March 31, 2013 and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Schedules 1 to 8 accompanying the financial statements are presented as supplementary information only and are unaudited.

Welch LLP

**Chartered Accountants
Licensed Public Accountants**


**Cornwall, Ontario
January 16, 2014**

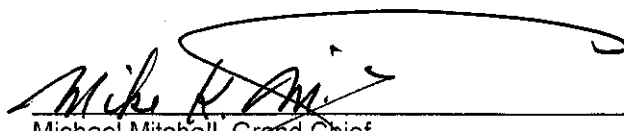
MOHAWK COUNCIL OF AKWESASNE
STATEMENT OF FINANCIAL POSITION
MARCH 31, 2013

	<u>2013</u>	<u>2012</u>
Financial Assets		
Cash	\$ 8,053,558	\$ 3,935,729
Contributions receivable (note 3)	12,150,840	11,472,057
Accounts receivable	4,603,673	1,375,339
Temporary investments (note 8)	56,000,551	58,379,869
Ontario Power Generation settlement receivable (note 17)	12,969,452	14,752,476
Housing and housing construction loans (note 4)	5,222,521	4,830,648
Funds held in trust by AANDC	<u>84,544</u>	<u>84,544</u>
Total Financial Assets	<u>99,085,139</u>	<u>94,830,662</u>
Financial Liabilities		
Accounts payable and accrued liabilities (note 9)	8,019,668	7,757,772
Contributions repayable	2,419,060	1,018,363
Deferred revenue (note 11)	1,627,367	2,090,532
Long-term debt (note 12)	8,910,977	9,100,028
Promissory notes (note 10)	<u>2,732,339</u>	<u>3,299,437</u>
Total Financial Liabilities	<u>23,709,411</u>	<u>23,266,132</u>
Net Financial Assets	<u>75,375,728</u>	<u>71,564,530</u>
Non-Financial Assets		
Tangible capital assets (note 5)	101,449,028	103,268,564
Tangible capital assets under construction (note 6)	11,456,135	9,648,189
Other assets held for resale (note 7)	242,196	82,072
Deferred charges	2,379,834	2,850,697
Prepaid expenses	<u>124,214</u>	<u>746,234</u>
Total non-financial assets	<u>115,651,407</u>	<u>116,595,756</u>
Total Net Assets (note 16)	<u>\$ 191,027,135</u>	<u>\$ 188,160,286</u>

Contingencies and commitments (note 15)

Approved by the Council


 Sheree Bonaparte, Executive Director
 Mohawk Council of Akwesasne


 Michael Mitchell, Grand Chief
 Mohawk Council of Akwesasne

(See accompanying notes)

Welch LLP

An Independent Member of BKR International

MOHAWK COUNCIL OF AKWESASNE
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED MARCH 31, 2013

	<u>Budget</u> (Unaudited)	<u>2013</u>	<u>2012</u>
Revenues			
Contributions	\$ 64,643,734	\$ 74,587,929	\$ 70,548,678
Casino Rama	3,191,216	4,005,821	4,393,162
Administration fees and user charges	174,990	961,379	690,380
Land leases	481,000	530,200	500,427
Interest	400,000	2,411,323	2,379,632
Other income	5,300,412	3,095,425	2,990,529
Rental	<u>552,969</u>	<u>630,588</u>	<u>561,571</u>
	<u>74,744,321</u>	<u>86,222,665</u>	<u>82,064,379</u>
Operating expenses (note 19)			
Akwesasne Mohawk Board of Education	13,340,008	15,095,037	14,144,139
Akwesasne Mohawk Police Service	5,052,770	5,031,546	5,156,927
Community and social services	11,369,647	11,911,628	10,372,088
Executive services	14,726,023	14,100,607	12,420,128
Health	23,441,503	23,701,492	22,891,894
Housing	1,993,459	1,827,953	2,531,957
Justice	1,501,242	1,332,812	1,307,148
Mohawk government	1,289,433	2,915,896	1,588,983
Technical services	<u>7,906,316</u>	<u>7,438,845</u>	<u>7,178,455</u>
	<u>80,620,401</u>	<u>83,355,816</u>	<u>77,591,719</u>
Annual surplus	(5,876,080)	2,866,849	4,472,660
Net assets at beginning of year	<u>188,160,286</u>	<u>188,160,286</u>	<u>183,687,626</u>
Net assets at end of year	<u>\$ 182,284,206</u>	<u>\$ 191,027,135</u>	<u>\$ 188,160,286</u>

(See accompanying notes)

Welch LLP

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MOHAWK COUNCIL OF AKWESASNE
STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
YEAR ENDED MARCH 31, 2013

	<u>Budget</u> (Unaudited)	<u>2013</u>	<u>2012</u>
Annual surplus	\$ (604,601)	\$ 2,866,849	\$ 4,472,660
Acquisition of tangible capital assets	(780,000)	(1,267,284)	(1,935,078)
Acquisition of tangible capital assets under construction	(3,000,000)	(2,699,538)	(4,560,058)
Proceeds on disposal of tangible capital assets	-	14,000	10,700
Amortization of tangible capital assets	3,800,000	3,785,129	3,858,108
(Gain) loss on disposal of tangible capital assets	-	19,159	3,453
Write-downs of tangible capital assets	-	-	102,318
	<u>20,000</u>	<u>(148,534)</u>	<u>(2,520,557)</u>
Acquisition of prepaid expenses	(124,214)	(124,214)	(746,234)
Acquisition of deferred charges	470,863	470,863	(162,447)
Use of prepaid expenses	746,234	746,234	502,268
	<u>622,020</u>	<u>1,092,883</u>	<u>(406,413)</u>
Increase in net financial assets	37,419	3,811,198	1,545,690
Net financial assets at beginning of year	<u>71,564,530</u>	<u>71,564,530</u>	<u>70,018,840</u>
Net financial assets at end of year	<u>\$ 71,601,949</u>	<u>\$ 75,375,728</u>	<u>\$ 71,564,530</u>

(See accompanying notes)

Welch LLP

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MOHAWK COUNCIL OF AKWESASNE
STATEMENT OF CASH FLOWS
YEAR ENDED MARCH 31, 2013

	<u>2013</u>	<u>2012</u>
Cash provided by (used for):		
Operating activities		
Net revenues over expenses	\$ 2,866,849	\$ 4,472,660
Items not affecting cash:		
Amortization	3,785,129	3,858,108
Unrealized gains on investments	14,004	10,696
Writedown of tangible capital assets	-	102,318
Loss on disposal of tangible capital assets	19,159	3,453
Net change in non-cash working capital items:		
Contributions receivable	(678,783)	(3,638,798)
Accounts receivable	(3,228,334)	236,722
Prepaid expenses	622,020	(243,966)
Ontario Power Generation Settlement receivable	1,783,024	1,690,764
Accounts payable and accrued liabilities	261,896	(574,852)
Contributions repayable	1,400,697	125,796
Deferred revenue	<u>(463,165)</u>	<u>285,614</u>
Cash applied to operating transactions	<u>6,382,496</u>	<u>6,328,515</u>
Capital activities		
Purchase of tangible capital assets and under construction	<u>(3,966,822)</u>	<u>(6,495,136)</u>
Cash applied to capital transactions	<u>(3,966,822)</u>	<u>(6,495,136)</u>
Investing activities		
Advances for housing and housing construction loans	(1,193,791)	(959,282)
Housing loans repaid	801,918	801,918
Deferred charges	470,863	(162,447)
Redemption of investments	18,062,839	14,535,360
Purchases of investments	<u>(15,683,526)</u>	<u>(16,490,730)</u>
	<u>2,458,303</u>	<u>(2,275,181)</u>
Financing activities		
Proceeds from long-term debt	535,479	1,016,291
Repayments of long-term debt	(724,529)	(660,465)
Net proceeds from promissory note	<u>(567,098)</u>	<u>616,303</u>
	<u>(756,148)</u>	<u>972,129</u>
Increase (decrease) in cash	4,117,829	(1,469,673)
Cash at beginning of year	<u>3,935,729</u>	<u>5,405,402</u>
Cash at end of year	<u>\$ 8,053,558</u>	<u>\$ 3,935,729</u>

(See accompanying notes)

Welch LLP

An Independent Member of BKR International

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2013

NATURE OF OPERATIONS

The Mohawk Council of Akwesasne (Council) is the body which administers various programs to the Akwesasne community. Activities are funded by Aboriginal Affairs and Northern Development Canada (AANDC) (formerly known as Indian and Northern Affairs Canada) (INAC) under a multi-year agreement which will expire March 31, 2015 and other agreements with federal and provincial government bodies. The operations of the Council are dependent upon continued funding under these agreements. The council is responsible for ensuring compliance with agreements.

The Council is not subject to income taxes.

1. SIGNIFICANT ACCOUNTING POLICIES

The Council prepares its financial statements in accordance with Canadian generally accepted accounting principles as set out by the Canadian Institute of Chartered Accountants (CICA) in the Public Sector Accounting Handbook which contains standards (PSA standards) applicable to local governments, such as the Council.

a) *Basis of accounting*

These financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned and measurable. Expenses are recognized as they are incurred and measurable based upon cost of goods and services acquired.

b) *Asset classification*

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services and may be consumed in normal operations. Non-financial assets consist of tangible capital assets, tangible capital assets under construction, other assets held for resale, deferred charges and prepaid expenses.

c) *Deferred charges*

Costs related to the Dundee and Easterbrook land claims negotiations which are ongoing and expected to continue into the foreseeable future are recorded as deferred charges until such time as settlement of the land claims have been confirmed by Canada and ratified by the Community. Accumulated deferred charges will then be recorded in operations and matched against settlement receipts. Should it become apparent that the anticipated settlement will not be received, the accumulated charges, at that point, will be recognized in the statement of financial activities. During fiscal year ended March 31, 2013, The Easterbrook land claim settlement was finalized and the Council received \$5,016,030 less a recovery of \$567,098 for accumulated deferred costs.

d) *Tangible capital assets*

Purchased tangible capital assets are recorded at cost less accumulated amortization. The costs of constructing tangible capital assets, including direct overhead and carrying costs, are recorded as tangible capital assets under construction until the assets are substantially complete, at which time they are transferred from tangible capital assets under construction to tangible capital assets and amortization is commenced. Government funding related to tangible capital assets is recorded using the percentage of completion method.

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd
YEAR ENDED MARCH 31, 2013

1. **SIGNIFICANT ACCOUNTING POLICIES (continued)**

d) *Tangible capital assets (continued)*

Amortization is recorded using the declining balance method at the following annual rates:

Buildings and major infrastructures	2.5%
Computer hardware	20%
Computer software	50%
Equipment	20%
Equipment under capital lease	20%
Furniture and fixtures	10%
Roads	10%
Vehicles	25%

Amortization is charged at 50% of the amount in the year of acquisition but no amortization is charged in the year of disposal.

e) *Net financial assets*

The Mohawk Council of Akwesasne's financial statements are presented so as to highlight net financial assets as the measurement of financial position. The net financial assets of the Mohawk Council of Akwesasne is determined by its financial assets less its financial liabilities. Net assets are comprised of two components, net financial assets and non-financial assets.

The Council restricts funds to recognize the investment in tangible capital assets, tangible capital assets under construction and housing and housing construction loans to meet reserve requirements of certain funding arrangements and to reflect internal restrictions placed on the use of certain funds by Council.

f) *Revenue recognition*

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

Where the terms of the agreement require unexpended contributions to be returned to the funder, the unexpended amount is recorded as a contribution repayable and not included in the determination of annual surplus for the year.

Administration fees and user charges and rental revenues represent internal charges to programs which are included in both revenues and expenses. Land lease income are fees collected from rental of land on Council territory and is recognized when it becomes receivable. Interest income represents interest earned on cash and temporary investments. Other income represents actual income earned from various Council operations and is recorded when the services are provided.

g) *Funds held in trust*

The Council receives revenue from the lease of certain Council owned lands and from interest on funds held by AANDC on behalf of Council. This interest and lease revenue is paid directly into trust funds administered by AANDC on Council's behalf. It is recorded as revenue of Council in the year in which it is paid into the AANDC trust accounts irrespective of whether or not Council has permitted the withdrawal of the funds from the trusts.

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd
YEAR ENDED MARCH 31, 2013

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

h) *Pension plan*

The Council operates a defined contribution pension plan which offers Council employees a pension benefit upon retirement or termination based on the accumulated contributions made by the individual employee and on the employee's behalf by Council plus any investment earnings on these contributions. The Council's contributions to the plan are based on participants' earnings up to a maximum of 9.00% and are expensed as incurred. Pension expense recorded in the accounts for the 2013 fiscal year amounted to \$2,644,100 (2012 - \$1,950,473).

The Council is not making any past service contributions to the plan.

i) *Use of estimates*

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting periods. Significant estimates include Ontario Power Generation settlement receivable, allowance for doubtful accounts receivable, certain accrued funding receivables, certain accrued liabilities and the estimated useful lives of tangible capital assets. Actual results could differ from these estimates.

j) *Temporary investments*

Temporary investments are short-term investments made to obtain a return on a temporary basis and are carried at market value.

2. FINANCIAL INSTRUMENTS

Financial instruments recognized in the statement of financial position consist of cash, contributions and accounts receivable, temporary investments, Ontario Power Generation Settlement receivable, housing and housing construction loans, funds held in trust by AANDC, accounts payable and accrued liabilities, contributions repayable, long-term debt and promissory note. The book value of these financial instruments approximate their fair value due to the short-term nature of the current items and the market rates of interest on the long-term items with the exception of housing and housing construction loans, the promissory notes and the Ontario Power Generation Settlement receivable. Ontario Power Generation Settlement receivable is recorded at amortized cost which approximates fair value. Housing and housing construction loans are repayable over 10 to 20 years and are non-interest bearing. Certain mortgages are subsidized by Canada Mortgage and Housing Corporation such that the effective annual rate of interest paid by Council is 2%. The promissory notes from AANDC are payable in full upon settlement of the related land claims and are interest free until maturity or unless Council is in default. Management considers it not practicable within the constraints of timeliness and cost to determine the fair value of the housing and housing construction loans and promissory notes with sufficient reliability.

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd
YEAR ENDED MARCH 31, 2013

2. FINANCIAL INSTRUMENTS (continued)

Financial instruments which potentially subject the Council to concentrations of credit risk consist of cash, contributions, and accounts receivable, temporary investments, Ontario Power Generation Settlement receivable, housing and housing construction loans and funds held in trust by AANDC. Cash and temporary investments are held at reputable financial institutions and contributions, accounts receivable and Ontario Power Generation settlement receivable are principally due from federal and provincial governments or bodies, therefore the Council believes the risk of non-performance to be remote. Housing and housing construction loans are due from community members and Council believes that an adequate provision has been made for the possibility of these loans proving uncollectible.

Included in temporary investments are financial securities totaling \$54,870,678 (2012 - \$55,115,658) which have a weighted average yield of 2.43% (2012 - 2.54%) and maturing within 4 years (2012 - 4 years) of the year end.

3. CONTRIBUTIONS RECEIVABLE

	<u>2013</u>	<u>2012</u>
Aboriginal Affairs and Northern Development Canada	\$ 5,317,860	\$ 6,730,601
Human Resources Development Canada	255,137	152,314
Health Canada	2,143,882	217,923
Province of Ontario	880,719	783,549
Province of Quebec	850,589	587,586
Other Federal contributions	<u>2,702,653</u>	<u>3,000,084</u>
	<u>\$ 12,150,840</u>	<u>\$ 11,472,057</u>

4. HOUSING AND HOUSING CONSTRUCTION LOANS

Housing and housing construction loans are advanced to residents to finance the purchase of homes constructed by Council. These loans are repayable over 10 to 20 years and are non-interest bearing.

	<u>2013</u>	<u>2012</u>
Principal outstanding	\$ 11,677,183	\$ 11,841,584
Less: allowance for doubtful loans	<u>6,454,662</u>	<u>7,010,936</u>
	<u>\$ 5,222,521</u>	<u>\$ 4,830,648</u>

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd.
YEAR ENDED MARCH 31, 2013

5. TANGIBLE CAPITAL ASSETS

	Land	Building and Major Infrastructure	Computer Hardware	Computer Software	Equipment	Equipment under a Capital Lease	Furniture and Fixtures	Roads	Vehicles	Total 2013	Total 2012
Cost											
Opening Costs	\$ 587,041	\$ 132,769,330	\$ 3,391,203	\$ 588,528	\$ 5,955,320	\$ 504,822	\$ 1,992,267	\$ 5,622,057	\$ 6,394,367	\$ 157,804,935	\$ 153,204,698
Additions	3,187	212,080	38,800	15,916	346,747	-	14,177	147,204	329,048	1,107,159	3,869,884
Disposals	-	-	-	-	-	-	-	-	57,792	57,792	58,921
Write-downs	-	-	-	-	-	-	-	-	-	-	102,318
Closing Costs	<u>590,228</u>	<u>132,981,410</u>	<u>3,430,003</u>	<u>604,444</u>	<u>6,302,067</u>	<u>504,822</u>	<u>2,006,444</u>	<u>5,769,261</u>	<u>6,665,623</u>	<u>158,854,302</u>	<u>156,913,343</u>
Accumulated Amortization											
Opening accumulated	-	37,151,506	2,618,514	454,157	3,972,001	417,171	1,086,906	3,079,355	4,865,169	53,644,779	49,831,301
Disposals	-	-	-	-	-	-	-	-	24,634	24,634	44,630
Amortization Expense	-	2,375,555	158,419	71,170	431,340	17,530	91,246	224,726	415,143	3,785,129	3,858,108
Closing Accumulated	<u>-</u>	<u>39,527,061</u>	<u>2,776,933</u>	<u>525,327</u>	<u>4,403,341</u>	<u>434,701</u>	<u>1,178,152</u>	<u>3,304,081</u>	<u>5,255,678</u>	<u>57,405,274</u>	<u>53,644,779</u>
Net Book Value	<u>\$ 590,228</u>	<u>\$ 93,454,349</u>	<u>\$ 653,070</u>	<u>\$ 79,117</u>	<u>\$ 1,898,726</u>	<u>\$ 70,121</u>	<u>\$ 828,292</u>	<u>\$ 2,465,180</u>	<u>\$ 1,409,945</u>	<u>\$ 101,449,028</u>	<u>\$ 103,268,564</u>
Opening Balance	\$ 587,041	\$ 95,617,824	\$ 772,689	\$ 134,371	\$ 1,983,319	\$ 87,651	\$ 905,361	\$ 2,542,702	\$ 1,529,198	\$ 104,160,156	\$ 103,373,397
Closing Balance	<u>590,228</u>	<u>93,454,349</u>	<u>653,070</u>	<u>79,117</u>	<u>1,898,726</u>	<u>70,121</u>	<u>828,292</u>	<u>2,465,180</u>	<u>1,409,945</u>	<u>101,449,028</u>	<u>103,268,564</u>
Increase (Decrease) in Net Book Value	<u>\$ 3,187</u>	<u>\$ (2,163,475)</u>	<u>\$ (119,619)</u>	<u>\$ (55,254)</u>	<u>\$ (84,593)</u>	<u>\$ (17,530)</u>	<u>\$ (77,069)</u>	<u>\$ (77,522)</u>	<u>\$ (119,253)</u>	<u>\$ (2,711,128)</u>	<u>\$ (104,833)</u>

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd
YEAR ENDED MARCH 31, 2013

6. TANGIBLE CAPITAL ASSETS UNDER CONSTRUCTION

	Total Remaining Commitment (unaudited)	<u>2013</u>	<u>2012</u>
Kanonhkwashteritio Renovations - Phase I	\$ 850,000	\$ 3,323,667	\$ 3,134,343
10-11 Whoville (4 Units)	N/A	-	595,589
Kawenoke Water Line Construction Extension	4,400,000	200,272	-
First Street Reconstruction	N/A	-	296,003
Snye Waterline	1,656,198	<u>7,932,196</u>	<u>5,622,254</u>
		<u>\$ 11,456,135</u>	<u>\$ 9,648,189</u>

7. OTHER ASSETS HELD FOR RESALE

Assets are classified as held for sale when certain criteria are met including Council's commitment to a plan, and availability of the asset for immediate sale in its present condition.

During 2013, the Council, under the Bank of Montreal Loan Guarantee program (BMO), paid the balance of a mortgage for a community member who was in default as stipulated in the terms of agreement under the program. As a result, the property acquired was classified as Other Assets Held for Sale.

In fiscal year 2006, Council designated the Stanley Island log cabins as held for sale. The carrying value of these log cabins have been written down to approximate fair value. As at March 31, 2013 the carrying value recorded for both the Stanley Island Cabins and the property acquired from the BMO housing program are \$242,196 (2012 - \$82,072). Two cabins remain and none were sold during the year. No impairment write down was considered necessary or recorded for 2013.

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd
YEAR ENDED MARCH 31, 2013

8. TEMPORARY INVESTMENTS

<u>Holder</u>	<u>Type</u>	<u>Maturity</u>	<u>Interest</u>	<u>Amount</u>
Advisors Advantage	GIC	May 2014	2.650%	\$ 1,000,000
Montreal Trust Co.	GIC	June 2016	3.000%	1,270,000
Montreal Trust Co.	GIC	December 2015	3.150%	82,250
TD Mortgage Corp.	GIC	December 2013	5.000%	1,615,000
Royal Bank of Canada	GIC	June 2015	3.500%	1,072,000
National Bank	GIC	June 2014	3.960%	2,096,000
Montreal Trust Co.	GIC	June 2015	2.300%	896,960
Canadian Western Bank	GIC	June 2015	2.300%	163,423
Advisors Advantage	GIC	December 2015	2.000%	1,361,600
National Bank	GIC	December 2014	1.900%	1,361,600
National Bank	GIC	March 2016	2.050%	919,178
Royal Bank of Canada	GIC	May 2013	2.800%	63,000
Home Trust	GIC	March 2014	2.700%	63,214
Royal Bank of Canada	GIC	December 2013	2.000%	2,714,000
Advisors Advantage	GIC	January 2014	2.550%	94,488
TD Mortgage Corp.	GIC	December 2013	5.000%	2,000,000
Canadian Western Bank	GIC	January 2015	1.900%	412,862
TD Mortgage Corp.	GIC	December 2014	2.170%	3,279,000
National Bank	GIC	December 2014	1.900%	5,000,000
Canadian Western Bank	GIC	November 2013	2.200%	2,954,000
Canadian Western Bank	GIC	April 2013	2.400%	2,000,000
Montreal Trust	GIC	November 2014	2.550%	3,000,000
Advisors Advantage	GIC	December 2015	3.150%	387,250
Advisors Advantage	GIC	January 2016	3.300%	560,000
Canadian Western Bank	GIC	October 2015	2.300%	2,036,000
National Bank of Canada	GIC	October 2016	2.610%	2,560,000
Royal Bank of Canada	GIC	December 2015	2.350%	2,000,000
National Bank of Canada	GIC	December 2016	2.660%	3,000,000
Advisors Advantage	GIC	November 2013	1.200%	2,912,000
Advisors Advantage	GIC	December 2015	2.000%	320,000
Montreal Trust Co.	GIC	March 2014	1.200%	625,473
Montreal Trust Co.	GIC	June 2014	1.650%	1,543,005
Royal Bank of Canada	GIC	May 2014	1.900%	1,543,005
Montreal Trust Co.	GIC	June 2014	2.200%	154,414
Advisors Advantage	GIC	February 2014	1.200%	2,097,890
Advisors Advantage	GIC	March 2014	1.200%	709,450
Town of Quebec	Fixed income fund	May 2015	3.250%	195,140
University of Montreal	Fixed income fund	February 2015	4.550%	192,579
Municipality of Petite Riviere	Fixed income fund	May 2016	3.050%	199,379
Town of Levis	Fixed income fund	December 2016	2.700%	200,142
Town of Kativik	Fixed income fund	May 2017	2.500%	216,376
Community Funds				
TD Canadian Equities	GIC			97,402
Fund 650-02095-12	Shares			535,531
Fund 650-02095-12	Shares			112,700
Fund 650-02094-13	Shares			384,240
Total Short-Term Investments				<u>\$ 56,000,551</u>

Welch LLP

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd
YEAR ENDED MARCH 31, 2013

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities consist of the following

	<u>2013</u>	<u>2012</u>
Trade payables	\$ 3,155,846	\$ 3,402,275
Accrued salaries and employee benefits payable	2,268,957	2,046,040
Other accrued liabilities	<u>2,594,865</u>	<u>2,309,457</u>
Total accounts payable	<u>\$ 8,019,668</u>	<u>\$ 7,757,772</u>

10. PROMISSORY NOTES

The Council has entered into a loan funding agreement with Aboriginal Affairs and Northern Development Canada for legal and administrative costs in pursuing settlement of two land claims. The promissory notes become immediately payable upon settlement of the land claims, or if earlier, and are currently due as follows.

Due March 31, 2014	\$ -	\$ 567,098
Due March 31, 2015	<u>2,732,339</u>	<u>2,732,339</u>
	<u>\$ 2,732,339</u>	<u>\$ 3,299,437</u>

The promissory notes are interest free until maturity or unless Council is in default under the agreement. As of March 31, 2013 INAC has approved promissory note advances of \$2,732,339 (2012 - \$3,299,437) of which Council has expended \$2,282,923 (2012 - \$2,688,250) for purposes of the intended use.

11. DEFERRED REVENUE

	<u>2013</u>	<u>2012</u>
Aboriginal Affairs and Northern Development Canada	\$ 531,251	\$ 1,161,816
Health Canada	508,910	515,000
Province of Ontario	210,000	200,000
Province of Quebec	246,179	105,304
Other	<u>131,027</u>	<u>108,412</u>
	<u>\$ 1,627,367</u>	<u>\$ 2,090,532</u>

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd
YEAR ENDED MARCH 31, 2013

12. LONG-TERM DEBT

	<u>2013</u>	<u>2012</u>
3.96% mortgage, due May 2012, payable in equal monthly installments of \$4,881 including principal and interest (Sweetgrass Manor - Net Book Value \$531,822).	\$ -	\$ 9,544
1.65% mortgage, due August 2016, payable in equal monthly installments of \$6,669 including principal and interest (Kawenoke Riverview Apartments - Net Book Value \$674,943).	265,701	340,679
1.65% mortgage, due September 2016, payable in equal monthly installments of \$10,086 including principal and interest (Kawenoke Riverview Apartments - Net Book Value \$964,204).	411,397	524,643
4.07% mortgage, due May 2013, payable in equal monthly installments of \$2,443 including principal and interest (Family Violence Centre - Net Book Value \$331,473).	130,083	153,633
4.07% mortgage, due May 2013, payable in equal monthly installments of \$2,443 including principal and interest (Adolescent Treatment Centre - Net Book Value \$290,351).	130,083	153,633
2.56% mortgage, due December 2015, payable in equal monthly installments of \$3,900 including principal and interest (CMHC Section 95 Project 97/98 - Net Book Value \$507,808).	497,909	531,494
2.84% mortgage, due April 2015, payable in equal monthly installments of \$4,874 including principal and interest (CMHC Section 95 Project 03/04 - Net Book Value \$932,127).	791,960	827,541
1.53% mortgage, due December 2017, payable in equal monthly installments of \$5,134 including principal and interest (CMHC Section 95 Project 02/03 - Net Book Value \$867,089).	813,281	854,572
1.67% mortgage, due April 2017, payable in equal monthly installments of \$3,653 including principal and interest (CMHC Section 95 Project 04/05 - Net Book Value \$1,168,931).	713,620	745,275
3.41% mortgage, due September 2013, payable in equal monthly installments of \$6,305 including principal and interest. 17 Units (CMHC Section 95 Project 05/06 - Net Book Value \$1,954,536).	1,114,148	1,151,399
1.53% mortgage, due December 2017, payable in equal monthly installments of \$4,433 including principal and interest. 9 Units (CMHC Section 95 Project 05/06 - Net Book Value \$1,103,167).	900,008	934,847
1.99% mortgage, due May 2014, payable in equal monthly installments of \$6,450 including principal and interest. 19 Units (CMHC Section 95 Project 06/07 - Net Book Value \$2,614,018).	1,337,201	1,387,559
2.63% mortgage, due June 2016, payable in equal monthly installments of \$2,226 including principal and interest. 4 Units (CMHC Section 95 Project Oak Court - Net Book Value \$513,895).	464,843	479,186
1.61% mortgage, due June 2016, payable in equal monthly installments of \$2,170 including principal and interest. 4 Units (CMHC Section 95 Project Hawthorne - Net Book Value \$658,038).	529,663	-
Prime plus 1% loan, due March 2016, payable in equal monthly principal installments of \$8,333 plus interest (Tsiionkwanonhsote Nursing Home - Net Book Value \$5,690,183).	408,376	508,370
Loans - Caisse Populaire Desjardins de Kahnawake - 5.4 - 6.4%, due May 2013, payable in semi-annual installments of \$61,730 including principal and interest	402,704	497,653
	<u>\$ 8,910,977</u>	<u>\$ 9,100,028</u>

Welch LLP

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd
YEAR ENDED MARCH 31, 2013

12. LONG-TERM DEBT (continued)

The mortgage loans are guaranteed by AANDC in lieu of a normal mortgage lien on properties. Canada Mortgage and Housing Corporation (CMHC) subsidizes the interest rate on certain mortgages such that the effective annual rate paid by the Council on these loans is 2%. CMHC also offers a housing development subsidy program such that approximately 50% of the operating expenses, including interest is subsidized. Interest expense on long-term debt, net of subsidies, totaled \$64,607 (2012 - \$70,848).

During the year, Council has entered into a Tri-Partite agreement with The Secretariat aux Affaires Autochtones-Quebec (SAA) and La Caisse Populaire Desjardins de Kahnawake (La Caisse). Under the terms of this agreement, SAA agrees to finance various minor capital projects put forward by Council. This enables Council to obtain financing by means of long-term loans from La Caisse, supported by the SAA's undertaking to assume the repayment of the principal, interest and other expenses of these loans.

The aggregate amount of principal payments required in each of the next five years and beyond, assuming renewal at similar rates and terms, to meet debt retirement provision is as follows:

2014	\$	752,999
2015		770,378
2016		789,001
2017		661,957
2017		404,994
2018 and beyond		5,531,648

Management has a practice of refinancing long-term debt in advance of maturity.

13. ASSETS HELD IN TRUST FOR OTHERS

The Council acts as trustee for a number of third parties, holding assets and administering them on their behalf. These assets held in trust are not included on the statement of financial position as assets of the Council. Amounts held in trust at the year-end are:

	<u>2013</u>	<u>2012</u>
Akwesasne Settlement Fund	<u>\$ 59,040</u>	<u>\$ 58,697</u>

14. INTERNAL CHARGES

Added to tangible capital asset and deferred charges during the year are certain administrative and salary amounts totaling \$147,721 (2012 - \$380,031).

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd
YEAR ENDED MARCH 31, 2013

15. CONTINGENCIES AND COMMITMENTS

The Council has a loan facility of up to \$7,000,000 with the Bank of Montreal which may be drawn on by qualified borrowers for the purchase, renovation or construction of owner-occupied homes.

Under the terms of this facility, the borrowers are responsible for the repayment of the loans and Council provides a guarantee for the amounts outstanding under the facility. As at March 31, 2013 the Council had guarantees outstanding under this program of \$5,711,873 (2012 - \$5,966,764). These amounts have not been recognized in these financial statements.

The nature of the Mohawk Council of Akwesasne's various activities is such that there is usually litigation pending or in prospect at any time. With respect to claims at March 31, 2013, management believes the Mohawk Council of Akwesasne has valid defences and appropriate insurance coverage in place. In the event any claims are successful, management believes that such claims are not expected to have a material effect on the Mohawk Council of Akwesasne's financial position.

The Council is committed under various operating lease agreements for office equipment to pay approximately \$22,146 (2012 - \$30,143) annually over the next 5 years.

The Council has committed to pursuing land claims that will require an estimated \$1,000,000 per year in professional fees over the next three to five years.

16. NET ASSETS

The Council restricts funds to recognize the investment in property, plant and equipment and housing and housing construction loans, to meet reserve requirements of certain funding arrangements and to reflect internal restrictions placed on the use of certain funds by Council.

17. ONTARIO POWER GENERATION SETTLEMENT RECEIVABLE

On October 2, 2008 the Mohawk Council of Akwesasne and the Ontario Power Generation Inc. (OPG) signed a Past Grievance Final Settlement Agreement (Agreement) in respect of any impact, loss or damage to the Reserve Lands and other lands of Traditional Territory and any infringement or impact on the aboriginal title, rights and treaty rights of the Mohawks of Akwesasne, whether proven or asserted.

Upon execution of the Agreement in November 2008, OPG paid \$20,363,520 to Council and agreed to pay beginning in October 2009, ten annual payments of \$2,560,000 on the respective anniversary of the Execution Date of the Agreement. On September 29, 2012, the fourth of the annual payments of \$2,560,000 was received.

The final settlement agreement was recorded as revenue in 2009 with the remaining future payments being recorded as a receivable using a discount rate of 5.5% based on comparable industry indices. As at March 31, 2013 the net present value of the future payments is recorded as a receivable of \$12,969,452 (2012 - \$14,752,476). Accreted interest of \$776,976 was recorded in 2013 and is included in the statement of financial activities within interest income.

18. ECONOMIC DEPENDENCE

The Council receives a major portion of its revenue from Aboriginal Affairs and Northern Development Canada and Health Canada. The nature and extent of this revenue is of such significant that the Council is economically dependent on this source of revenue.

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd
YEAR ENDED MARCH 31, 2013

19. OPERATING EXPENSES

	<u>2013</u>	<u>2012</u>
Salaries, benefits and honoraria	\$ 42,376,387	\$ 38,773,745
Travel and training	1,693,186	1,694,063
Program supplies	7,687,409	5,386,490
Equipment repairs/lease and small equipment purchases	1,525,112	1,334,297
Professional fees	4,871,038	4,851,313
Non-Insured Health Benefits	7,108,337	7,346,470
Office	661,571	1,489,429
Facility costs	2,853,270	2,899,450
Student tuition and allowances	6,082,008	5,578,047
Community support	4,249,942	3,877,744
Minor capital	<u>4,247,556</u>	<u>4,360,671</u>
	<u>\$ 83,355,816</u>	<u>\$ 77,591,719</u>

20. COMPARATIVE FIGURES

Comparative figures have been reclassified where necessary to conform to the presentation adopted in the current year.

MOHAWK COUNCIL OF AKWESASNE
SCHEDULE 1 - REPORT ON MOVEABLE ASSET RESERVE (MAR) (unaudited)
YEAR ENDED MARCH 31, 2013

Health Transfer Services Agreement

	<u>MAR</u>	<u>Restricted For Health Programs</u>	<u>Total</u>
Balance at beginning of year	\$ 398,926	\$ 1,370,000	\$ 1,768,926
Add: Amount provided in Agreement for MAR	18,791	-	18,791
Add: Additional amount for MAR	-	100,000	100,000
Add: Revenues generated	-	-	-
Less: Reserve applied to health operations	-	(21,368)	(21,368)
	<u>\$ 417,717</u>	<u>\$ 1,448,632</u>	<u>\$ 1,866,349</u>

MOHAWK COUNCIL OF AKWESASNE

SCHEDULE 2 - REPORT ON HEALTH EXPENSES (unaudited)

YEAR ENDED MARCH 31, 2013

Health Funding Contribution Agreement

	<u>2013</u>	<u>2012</u>
Funds available		
Funds deferred in previous year - Block Funding	\$ 500,000	\$ 714,183
Funds from Health Services Funding Agreement - Block Funding	5,260,324	3,795,126
Funds deferred to future years - Block Funding	(508,910)	(500,000)
Funds deferred in previous year - Set Funding	-	-
Funds from Health Services Funding Agreement - Set Funding	1,819,103	-
Funds repayable to Health Canada - Set Funding	(51,517)	-
Funds allocated to MAR	(18,791)	(18,791)
Funds allocated to additional MAR	<u>(100,000)</u>	<u>(100,000)</u>
	<u>6,900,209</u>	<u>3,890,518</u>
 Expenses - Health Agreement - Block Funding Programs		
HCD - Aboriginal Headstart	458,397	-
HCD - Canada Prenatal Nutrition	111,297	-
HCD - Maternal Child Health	221,394	-
HCD - Fetal Alcohol Spectrum Disorder	43,551	-
Wholistic Health Program - BF/NNADAP/BHC	871,497	817,809
Aboriginal Diabetes Initiatives	294,036	-
Community Health Promotions (CHN/CHR)	797,389	605,895
Health Administration	915,094	854,584
Environment	68,701	66,700
	<u>3,781,356</u>	<u>2,344,988</u>
 Expenses - Health Agreement - Set Funding Programs		
HIV/Aids Program	7,771	-
Communicable Disease Emergencies	2,000	-
Aboriginal Youth Suicide Prevention Strategy	25,596	-
Home and Community Care Program	1,668,744	-
Drinking Water Safety Program	11,700	-
Health Service Accreditation	63,980	-
	<u>1,779,791</u>	<u>-</u>
 Surplus	<u>1,339,062</u>	<u>1,545,530</u>
 Expenditures - other health related		
Tsiionkwanonhso:te - Chronic Care facility	576,783	682,843
Iakhisohtha - Long-Term Care facility	385,631	278,113
Ambulance	420,865	328,741
Home & Community Care	-	8
Iakhisohtha - Minor Capital	1,078	-
Non-Insured Health Benefits	89	300,278
AHWS Health Access Center	-	221
AHWS Healthy Babies & Children	471	-
MOHLTC Community Support Fund	8,368	2,166
Minor Capital	-	62,335
Financial Analyst	50,000	50,000
Health Projects	<u>(48)</u>	<u>39,218</u>
	<u>1,443,237</u>	<u>1,743,923</u>
 Deficit	<u>(104,175)</u>	<u>(198,393)</u>

MOHAWK COUNCIL OF AKWESASNE

SCHEDULE 2 - REPORT ON HEALTH EXPENSES (unaudited)

YEAR ENDED MARCH 31, 2013

Funds from other sources (for information only)

Ministry of Community & Social Services	63,475	63,455
Ministry of Citizenship, INAC & Donation	-	-
Health Canada	-	66,204
Aboriginal Healing & Wellness Foundation	-	-
Independent First Nation & AHWS	9,199	9,199
Miscellaneous earned income	<u>25,785</u>	<u>59,734</u>
Closing Balance	<u>\$ (5,716)</u>	<u>\$ 199</u>

MOHAWK COUNCIL OF AKWESASNE
SCHEDULE 3 - SCHEDULE OF FEDERAL REVENUE TRUST FUNDS (unaudited)
YEAR ENDED MARCH 31, 2013

Schedule of Federal Revenue Trust Funds

Revenue from land leases

Paid to Indian and Northern Affairs Canada	\$ <u>530,200</u>
	\$ <u>530,200</u>

The revenue received has been applied to Council programs and services as follows:

Executive Services	\$ 70,000
Conservation	95,000
Roads	80,000
Information Management	90,000
Emergency Measures	60,000
Environment	90,000
Office of Vital Statistics	<u>45,200</u>
Total revenue applied to programs	\$ <u>530,200</u>

Note: In addition to the rental revenues received, interest in the amount of \$78,414 was received in fiscal year ended March 31, 2013. This interest income has been applied to global Council operations and is not disclosed separately on the Statement of Financial Activities.

MOHAWK COUNCIL OF AKWESASNE
SCHEDULE 4 - SCHEDULE OF FUNDING CONTRIBUTIONS (unaudited)
YEAR ENDED MARCH 31, 2013

Schedule of Funding Contributions

	<u>2013</u>	<u>2012</u>
Aboriginal Affairs and Northern Development Canada	\$ 39,057,669	\$ 36,016,722
Human Resources Development Canada	345,634	342,048
Canadian Mortgage and Housing Corporation	617,055	582,929
Health Canada	15,226,477	15,015,679
Canada Border Services Agency	784,716	686,600
Emergency Preparedness Canada	2,837,960	2,954,391
Other Federal	<u>194,711</u>	<u>175,672</u>
	59,064,222	55,774,041
Province of Ontario	12,906,704	12,652,246
Province of Quebec	2,366,676	1,927,302
Other contributions	<u>250,327</u>	<u>195,089</u>
	<u>\$ 74,587,929</u>	<u>\$ 70,548,678</u>

MOHAWK COUNCIL OF AKWESASNE
SCHEDULE 5 - SCHEDULE OF FUNDING RECONCILIATION INAC (unaudited)
YEAR ENDED MARCH 31, 2013

Schedule of Funding Reconciliation AANDC

	<u>2013</u>	<u>2012</u>
AANDC Revenue	\$ 39,077,186	\$ 35,941,621
Less: prior year deferred revenue	(1,161,817)	(324,357)
Less: prior year repayable revenue	(339,697)	(164,980)
Add: current year deferred revenue	514,952	1,161,817
Add: current year repayable revenue	<u>1,063,955</u>	<u>339,697</u>
Adjusted AANDC funding received	39,154,579	36,953,798
AANDC revenue per funding confirmation	<u>39,371,352</u>	<u>37,001,189</u>
Difference	<u>\$ (216,773)</u>	<u>\$ (47,391)</u>

Explanation of differences:

Recovery of 2008/2009 repayables	\$ -	\$ (47,391)
Recovery of 2010/2011 repayables	(121,646)	-
Underspent 2010/2011 targets (never set up as repayable)	6,300	-
Targets - net of prior year repayables and receivables	<u>(101,427)</u>	<u>-</u>
	<u>\$ (216,773)</u>	<u>\$ (47,391)</u>

MOHAWK COUNCIL OF AKWESASNE

SCHEDULE 6 - SCHEDULE OF SEGMENT DISCLOSURE 2013 (unaudited)

YEAR ENDED MARCH 31, 2013

	Akwesasne Mohawk Board of Education	Akwesasne Mohawk Police	Department of Community & Social Services	Mohawk Government	Health	Housing	Justice	Department of Technical Services	Executive Services	Consolidated Totals
	2013	2013	2013	2013	2013	2013	2013	2013	2013	2013
Revenues										
Federal Government	\$ 11,556,188	\$ 2,837,960	\$ 7,039,075	\$ 5,041,070	\$ 15,809,422	\$ 503,322	\$ 164,725	\$ 5,318,513	\$ 11,364,326	\$ 59,634,601
Provincial Government	-	2,011,810	3,631,208	953,910	6,503,102	-	364,609	666,600	1,856,548	15,987,787
Other Revenues	<u>175,937</u>	<u>94,140</u>	<u>628,717</u>	<u>1,398,111</u>	<u>1,591,959</u>	<u>718,618</u>	<u>59,029</u>	<u>3,596,947</u>	<u>8,350,493</u>	<u>16,613,951</u>
Sub-total	11,732,125	4,943,910	11,299,000	7,393,091	23,904,483	1,221,940	588,363	9,582,060	21,571,367	92,236,339
Inter-Segment Eliminations	-	-	-	-	-	-	-	(3,321,367)	(2,692,307)	(6,013,674)
Total Revenues	<u>11,732,125</u>	<u>4,943,910</u>	<u>11,299,000</u>	<u>7,393,091</u>	<u>23,904,483</u>	<u>1,221,940</u>	<u>588,363</u>	<u>6,260,693</u>	<u>18,879,060</u>	<u>86,222,665</u>
Expenses										
Salaries & Benefits	7,188,127	3,817,007	5,012,695	501,683	10,844,956	955,678	978,460	3,791,334	9,066,964	42,156,904
Operating Costs	7,278,453	690,771	5,711,358	2,203,250	11,070,105	371,096	223,064	3,814,235	6,001,877	37,364,209
Rent	196,378	165,700	661,178	39,000	963,737	52,500	63,000	131,500	978,340	3,251,333
Amortization Expenses	168,584	211,701	131,656	14,737	265,695	341,474	8,295	2,379,340	263,647	3,785,129
Other Expenses	<u>263,495</u>	<u>146,367</u>	<u>394,741</u>	<u>157,226</u>	<u>556,999</u>	<u>107,205</u>	<u>59,993</u>	<u>643,803</u>	<u>482,086</u>	<u>2,811,915</u>
Sub-total	15,095,037	5,031,546	11,911,628	2,915,896	23,701,492	1,827,953	1,332,812	10,760,212	16,792,914	89,369,490
Inter-Segment Eliminations	-	-	-	-	-	-	-	(3,321,367)	(2,692,307)	(6,013,674)
Total Expenses	<u>15,095,037</u>	<u>5,031,546</u>	<u>11,911,628</u>	<u>2,915,896</u>	<u>23,701,492</u>	<u>1,827,953</u>	<u>1,332,812</u>	<u>7,438,845</u>	<u>14,100,607</u>	<u>83,355,816</u>
Annual Surplus/(Deficit)	<u>\$ (3,362,912)</u>	<u>\$ (87,636)</u>	<u>\$ (612,628)</u>	<u>\$ 4,477,195</u>	<u>\$ 202,991</u>	<u>\$ (606,013)</u>	<u>\$ (744,449)</u>	<u>\$ (1,178,152)</u>	<u>\$ 4,778,453</u>	<u>\$ 2,866,849</u>

MOHAWK COUNCIL OF AKWESASNE

SCHEDULE 7 - SCHEDULE OF SEGMENT DISCLOSURE 2012 (unaudited) - Cont'd.

	YEAR ENDED MARCH 31 2012									
	Akwesasne Mohawk Board of Education	Akwesasne Mohawk Police	Department of Community & Social Services	Mohawk Government	Health	Housing	Justice	Department of Technical Services	Executive Services	Consolidated Totals
	2012	2012	2012	2012	2012	2012	2012	2012	2012	2012
Revenues										
Federal Government	\$ 11,343,884	\$ 2,954,391	\$ 7,237,124	\$ -	\$ 15,462,337	\$ 569,198	\$ 110,546	\$ 7,252,743	\$ 10,692,045	\$ 55,622,268
Provincial Government	-	2,011,810	3,032,535	1,980,544	6,180,694	-	362,882	274,674	5,399,124	19,242,263
Other Revenues	110,887	15,209	400,844	558,989	1,499,669	678,291	174,964	3,691,870	5,684,966	12,815,689
Sub-total	11,454,771	4,981,410	10,670,503	2,539,533	23,142,700	1,247,489	648,392	11,219,287	21,776,135	87,680,220
Inter-Segment Eliminations	-	-	-	-	-	-	-	(3,236,180)	(2,379,661)	(5,615,841)
Total Revenues	<u>11,454,771</u>	<u>4,981,410</u>	<u>10,670,503</u>	<u>2,539,533</u>	<u>23,142,700</u>	<u>1,247,489</u>	<u>648,392</u>	<u>7,983,107</u>	<u>19,396,474</u>	<u>82,064,379</u>
Expenses										
Salaries & Benefits	6,936,466	3,864,052	4,670,627	149,012	9,895,730	848,832	874,192	3,373,423	8,099,787	38,712,121
Operating Costs	6,564,168	730,343	4,801,808	1,315,996	11,156,941	1,174,329	297,827	3,898,884	5,107,476	35,047,772
Rent	196,378	165,700	583,125	27,000	963,469	52,500	63,000	131,500	870,322	3,052,994
Amortization Expenses	190,415	248,435	122,922	18,145	289,117	334,001	8,945	2,374,847	271,281	3,858,108
Other Expenses	256,712	148,397	193,606	78,830	586,637	122,295	63,184	635,981	450,923	2,536,565
Sub-total	14,144,139	5,156,927	10,372,088	1,588,983	22,891,894	2,531,957	1,307,148	10,414,635	14,799,789	83,207,560
Inter-Segment Eliminations	-	-	-	-	-	-	-	(3,236,180)	(2,379,661)	(5,615,841)
Total Expenses	<u>14,144,139</u>	<u>5,156,927</u>	<u>10,372,088</u>	<u>1,588,983</u>	<u>22,891,894</u>	<u>2,531,957</u>	<u>1,307,148</u>	<u>7,178,455</u>	<u>12,420,128</u>	<u>77,591,719</u>
Annual Surplus/(Deficit)	<u>\$ (2,689,368)</u>	<u>\$ (175,517)</u>	<u>\$ 298,415</u>	<u>\$ 950,550</u>	<u>\$ 250,806</u>	<u>\$ (1,284,468)</u>	<u>\$ (658,756)</u>	<u>\$ 804,652</u>	<u>\$ 6,976,346</u>	<u>\$ 4,472,660</u>

MOHAWK COUNCIL OF AKWESASNE

Schedule 8 - Statement of Changes in Net Assets (unaudited)

YEAR ENDED MARCH 31, 2013

	Investment in property, plant and equipment	Investment in housing and housing construction loans	Internally restricted			Unrestricted accumulated operating deficit	2013	2012
			INAC	Casino Rama	Other			
Balance at beginning of year	\$ 104,389,958	\$ 4,830,647	\$ 5,879,865	\$ 23,437,205	\$ 53,758,451	\$ (4,135,840)	\$ 188,160,286	\$ 183,687,626
Net revenues over expenses for the year	4,596,347	902,479	420,534	705,074	7,826,276	(11,583,861)	2,866,849	4,472,660
Inter-fund transfer to (from) unrestricted	(4,339,317)	(510,606)	(1,520,165)	(2,898,088)	(934,397)	10,202,573	-	-
Change in net asset for the year	257,030	391,873	(1,099,631)	(2,193,014)	6,891,874	(1,381,283)	2,866,849	4,472,660
Balance at end of year	<u>\$ 104,646,988</u>	<u>\$ 5,222,520</u>	<u>\$ 4,780,234</u>	<u>\$ 21,244,191</u>	<u>\$ 60,650,325</u>	<u>\$ (5,517,123)</u>	<u>\$ 191,027,135</u>	<u>\$ 188,160,286</u>

(See accompanying notes)