

FINANCIAL STATEMENTS
For
MOHAWK COUNCIL OF AKWESASNE
For year ended
MARCH 31, 2012

**MOHAWK COUNCIL OF AKWESASNE
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MARCH 31, 2012**

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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 Akwesasne (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 Akwesasne



Michael Mitchell
Grand Chief
Mohawk Council of Akwesasne

Dated: April 9, 2013

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, 2012 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, 2012 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.

Other Matters

The financial statements of **Mohawk Council of Akwesasne** for the year ended March 31, 2011, were audited by another auditor who expressed an unmodified opinion on those statements on February 14, 2012.

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



**Chartered Accountants
Licensed Public Accountants**


**Cornwall, Ontario
April 9, 2013**

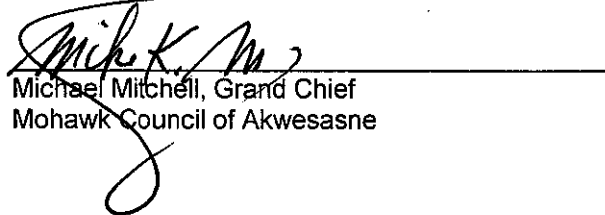
MOHAWK COUNCIL OF AKWESASNE
STATEMENT OF FINANCIAL POSITION
MARCH 31, 2012

	<u>2012</u>	<u>2011</u>
Financial Assets		
Cash	\$ 3,935,729	\$ 5,405,402
Contributions receivable (note 3)	11,472,057	7,833,259
Accounts receivable	1,375,339	1,612,061
Temporary investments (note 8)	58,379,869	56,424,495
Ontario Power Generation settlement receivable (note 17)	14,752,476	16,443,240
Housing and housing construction loans (note 4)	4,830,648	4,673,284
Funds held in trust by INAC	<u>84,544</u>	<u>84,544</u>
Total Financial Assets	<u>94,830,662</u>	<u>92,476,285</u>
Financial Liabilities		
Accounts payable and accrued liabilities (note 9)	7,757,772	8,332,624
Contributions repayable	1,018,363	892,567
Deferred revenue (note 11)	2,090,532	1,804,918
Long-term debt (note 12)	9,100,028	8,744,202
Promissory notes (note 10)	<u>3,299,437</u>	<u>2,683,134</u>
Total Financial Liabilities	<u>23,266,132</u>	<u>22,457,445</u>
Net Financial Assets	<u>71,564,530</u>	<u>70,018,840</u>
Non-Financial Assets		
Tangible capital assets (note 5)	103,268,564	103,373,397
Tangible capital assets under construction (note 6)	9,648,189	7,022,799
Other assets held for resale (note 7)	82,072	82,072
Deferred charges	2,850,697	2,688,250
Prepaid expenses	<u>746,234</u>	<u>502,268</u>
Total non-financial assets	<u>116,595,756</u>	<u>113,668,786</u>
Total Net Assets (note 16)	<u>\$ 188,160,286</u>	<u>\$ 183,687,626</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, 2012

	<u>Budget</u> (Unaudited)	<u>2012</u>	<u>2011</u>
Revenues			
Contributions	\$ 64,885,440	\$ 70,548,678	\$ 69,204,584
Casino Rama	1,300,000	4,393,162	7,998,709
Administration fees and user charges	2,654,772	690,380	854,831
Land leases	481,000	500,427	501,805
Interest	650,000	2,379,632	1,947,404
Other income	4,237,157	2,990,529	2,798,217
Rental	3,939,087	561,571	775,749
	<u>78,147,456</u>	<u>82,064,379</u>	<u>84,081,299</u>
Operating expenses (note 20)			
Akwesasne Mohawk Board of Education	12,845,248	14,144,139	13,109,271
Akwesasne Mohawk Police Service	5,073,893	5,156,927	5,129,158
Community and social services	9,879,777	10,372,088	10,072,850
Executive services	15,015,567	12,420,128	12,294,769
Health	22,239,276	22,891,894	22,535,182
Housing	3,210,573	2,531,957	3,796,810
Justice	1,354,357	1,307,148	1,349,993
Mohawk government	1,143,299	1,588,983	1,844,522
Technical services	7,207,043	7,178,455	7,233,956
	<u>77,969,033</u>	<u>77,591,719</u>	<u>77,366,511</u>
Annual surplus	178,423	4,472,660	6,714,788
Net assets at beginning of year	<u>183,687,626</u>	<u>183,687,626</u>	<u>176,972,838</u>
Net assets at end of year	<u>\$ 183,866,049</u>	<u>\$ 188,160,286</u>	<u>\$ 183,687,626</u>

(See accompanying notes)

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MOHAWK COUNCIL OF AKWESASNE
STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
YEAR ENDED MARCH 31, 2012

	<u>Budget</u> (Unaudited)	<u>2012</u>	<u>2011</u>
Annual surplus	\$ 5,000,000	\$ 4,472,660	\$ 6,714,788
Acquisition of tangible capital assets	(1,500,000)	(1,935,078)	(1,749,461)
Acquisition of tangible capital assets under construction	-	(4,560,058)	(4,296,912)
Proceeds on disposal of tangible capital assets	-	10,700	25,000
Amortization of tangible capital assets	3,800,000	3,858,108	3,898,689
(Gain)/loss on disposal of tangible capital assets	-	3,453	(25,000)
Write-downs of tangible capital assets	-	102,318	-
	<u>2,300,000</u>	<u>(2,520,557)</u>	<u>(2,147,684)</u>
Acquisition of prepaid expenses	(600,000)	(746,234)	(502,268)
Acquisition of deferred charges	-	(162,447)	(354,140)
Use of prepaid expenses	<u>502,268</u>	<u>502,268</u>	<u>201,396</u>
	<u>(97,732)</u>	<u>(406,413)</u>	<u>(655,012)</u>
Increase in net financial assets	7,202,268	1,545,690	3,912,092
Net financial assets at beginning of year	<u>70,018,840</u>	<u>70,018,840</u>	<u>66,106,748</u>
Net financial assets at end of year	<u>\$ 77,221,108</u>	<u>\$ 71,564,530</u>	<u>\$ 70,018,840</u>

(See accompanying notes)

MOHAWK COUNCIL OF AKWESASNE
STATEMENT OF CASH FLOWS
YEAR ENDED MARCH 31, 2012

	<u>2012</u>	<u>2011</u>
Cash provided by (used for):		
Operating activities		
Net revenues over expenses	\$ 4,472,660	\$ 6,714,787
Items not affecting cash:		
Amortization	3,858,108	3,898,689
Unrealized gains on investments	10,696	(115,029)
Writedown of tangible capital assets	102,318	-
Loss on disposal of tangible capital assets	3,453	-
Net change in non-cash working capital items:		
Contributions receivable	(3,638,798)	(852,107)
Accounts receivable	236,722	(289,873)
Prepaid expenses	(243,966)	(300,872)
Ontario Power Generation Settlement receivable	1,690,764	1,609,692
Accounts payable and accrued liabilities	(574,852)	1,765,666
Contributions repayable	125,796	(31,522)
Deferred revenue	<u>285,614</u>	<u>(402,283)</u>
Cash applied to operating transactions	<u>6,328,515</u>	<u>11,997,148</u>
Capital activities		
Purchase of tangible capital assets and under construction	<u>(6,495,136)</u>	<u>(6,046,372)</u>
Cash applied to capital transactions	<u>(6,495,136)</u>	<u>(6,046,372)</u>
Investing activities		
Advances for housing and housing construction loans	(959,282)	(466,728)
Housing loans repaid	801,918	752,269
Deferred charges	(162,447)	(354,140)
Redemption of investments	14,535,360	10,931,908
Purchases of investments	<u>(16,490,730)</u>	<u>(14,942,495)</u>
	<u>(2,275,181)</u>	<u>(4,079,186)</u>
Financing activities		
Proceeds from long-term debt	1,016,291	25,523
Repayments of long-term debt	(660,465)	(594,181)
Proceeds from promissory note	<u>616,303</u>	<u>-</u>
	<u>972,129</u>	<u>(568,658)</u>
Increase (decrease) in cash	(1,469,673)	1,302,932
Cash at beginning of year	<u>5,405,402</u>	<u>4,102,470</u>
Cash at end of year	<u>\$ 3,935,729</u>	<u>\$ 5,405,402</u>

(See accompanying notes)

Welch LLP

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MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2012

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, 2012, Canada confirmed a settlement offer of the Easterbrook land claim for \$4.1 million. This offer will be presented to the Community for ratification.

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, 2012

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, 2012

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 2012 fiscal year amounted to \$1,950,473 (2011 - \$2,334,729).

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 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, 2012

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 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 \$55,115,658 (2011 - \$55,504,117) which have a weighted average yield of 2.54% (2011 - 2.28%) and maturing within 4 years (2011 - 7 years) of the year end.

3. CONTRIBUTIONS RECEIVABLE

	<u>2012</u>	<u>2011</u>
Aboriginal Affairs and Northern Development Canada	\$ 6,730,601	\$ 4,670,040
Human Resources Development Canada	152,314	51,495
Health Canada	217,923	321,662
Province of Ontario	783,549	735,292
Province of Quebec	587,586	138,067
Other Federal contributions	<u>3,000,084</u>	<u>1,916,703</u>
	<u>\$ 11,472,057</u>	<u>\$ 7,833,259</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>2012</u>	<u>2011</u>
Principal outstanding	\$ 11,841,584	\$ 11,438,249
Less: allowance for doubtful loans	<u>7,010,936</u>	<u>6,764,965</u>
	<u>\$ 4,830,648</u>	<u>\$ 4,673,284</u>

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd.
YEAR ENDED MARCH 31, 2012

5. TANGIBLE CAPITAL ASSETS

	Land	Building & Major Infrastructure	Computer Hardware	Computer Software	Equipment	Equipment under a Capital Lease	Furniture and Fixtures	Roads	Vehicles	Total 2012	Total 2011
Cost											
Opening Costs	\$ 582,277	\$ 129,490,899	\$ 3,333,275	\$ 423,882	\$ 5,624,825	\$ 504,822	\$ 1,889,349	\$ 5,326,054	\$ 6,029,315	\$ 153,204,698	\$ 151,455,237
Additions	4,764	2,785,160	57,928	164,646	330,495	-	102,918	-	423,973	3,869,884	1,749,461
Disposals	-	-	-	-	-	-	-	-	58,921	58,921	-
Write-downs	-	102,318	-	-	-	-	-	-	-	102,318	-
Closing Costs	<u>587,041</u>	<u>132,173,741</u>	<u>3,391,203</u>	<u>588,528</u>	<u>5,955,320</u>	<u>504,822</u>	<u>1,992,267</u>	<u>5,326,054</u>	<u>6,394,367</u>	<u>156,913,343</u>	<u>153,204,698</u>
Accumulated Amortization											
Opening accumulated	-	34,783,006	2,432,584	402,100	3,520,453	395,258	992,028	2,829,658	4,476,214	49,831,301	45,932,612
Disposals	-	-	-	-	-	-	-	-	44,630	44,630	-
Amortization Expense	-	2,368,500	185,930	52,057	451,548	21,913	94,878	249,697	433,585	3,858,108	3,898,689
Closing 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
Net Book Value	<u>\$ 587,041</u>	<u>\$ 95,022,235</u>	<u>\$ 772,689</u>	<u>\$ 134,371</u>	<u>\$ 1,983,319</u>	<u>\$ 87,651</u>	<u>\$ 905,361</u>	<u>\$ 2,246,699</u>	<u>\$ 1,529,198</u>	<u>\$ 103,268,564</u>	<u>\$ 103,373,397</u>
Opening Balance	\$ 582,277	\$ 94,707,893	\$ 900,691	\$ 21,782	\$ 2,104,372	\$ 109,564	\$ 897,321	\$ 2,496,396	\$ 1,553,101	\$ 103,373,397	\$ 105,522,625
Closing Balance	587,041	95,022,235	772,689	134,371	1,983,319	87,651	905,361	2,246,699	1,529,198	103,268,564	103,373,397
Increase (Decrease) in Net Book Value	<u>\$ 4,764</u>	<u>\$ 314,342</u>	<u>\$ (128,002)</u>	<u>\$ 112,589</u>	<u>\$ (121,053)</u>	<u>\$ (21,913)</u>	<u>\$ 8,040</u>	<u>\$ (249,697)</u>	<u>\$ (23,903)</u>	<u>\$ (104,833)</u>	<u>\$ (2,149,228)</u>

(See accompanying notes)

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd.
YEAR ENDED MARCH 31, 2012

6. TANGIBLE CAPITAL ASSETS UNDER CONSTRUCTION

	Total Committed <u>(unaudited)</u>	<u>2012</u>	<u>2011</u>
Snye Homemakers Reconstruction	\$ 615,000	\$ -	\$ 621,060
Kanonhkwatsheri:io Renovations - Phase I	805,667	3,134,343	1,889,410
New Roads Garage St. Regis	465,566	-	329,532
Wishe Delormier Road Construction	300,000	-	255,526
Kanonhkwatsheri:io Parking Lot	88,745	-	62,350
09/10 Oak Court (4 Units)	672,220	-	527,072
10-11 Whoville (4 Units)	680,000	595,589	-
Housing Units Rent to Own	-	-	147,454
First Street Reconstruction	500,000	296,003	-
Snye Waterline	<u>3,956,198</u>	<u>5,622,254</u>	<u>3,190,395</u>
	<u>\$ 8,083,396</u>	<u>\$ 9,648,189</u>	<u>\$ 7,022,799</u>

7. OTHER ASSETS HELD FOR SALE

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.

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, 2012 the carrying value recorded is \$82,072 (2011 - \$82,072). Two cabins remain and none were sold during the year. No impairment write down was considered necessary or recorded for 2012.

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd.
YEAR ENDED MARCH 31, 2012

8. TEMPORARY INVESTMENTS

<u>Holder</u>	<u>Type</u>	<u>Maturity</u>	<u>Interest</u>	<u>Amount</u>
TD Mortgage Corp.	GIC	March 2013	1.350%	\$ 3,500,000
CDN Western Bank	GIC	April 2013	2.400%	2,000,000
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
Advisors Advantage	GIC	June 2012	2.650%	229,000
National Bank	GIC	June 2014	3.960%	2,096,000
TD Mortgage Corp.	GIC	March 2013	3.700%	884,000
TD Mortgage Corp.	GIC	March 2013	1.350%	917,000
Advisors Advantage	GIC	December 2012	1.950%	2,617,874
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
TD Mortgage Corp.	GIC	December 2012	2.100%	5,210,000
TD Mortgage Corp.	GIC	December 2014	2.170%	3,279,000
Montreal Trust	GIC	November 2012	2.350%	2,595,000
Maple Trust	GIC	January 2013	2.450%	100,000
Canadian Western Bank	GIC	November 2013	2.200%	2,954,000
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
TD Mortgage Corp.	GIC	March 2013	1.300%	754,000
TD Mortgage Corp.	GIC	May 2012	1.380%	450,110
Royal Bank of Canada	GIC	May 2012	2.200%	3,025,500
Town of St. Jerome	Fixed income fund	October 2012	5.200%	200,191
Town of Quebec	Fixed income fund	May 2015	3.250%	196,224
University of Montreal	Fixed income fund	June 2015	3.500%	191,363
Municipality of Petite Riviere	Fixed income fund	May 2016	3.050%	199,614
Town of Levis	Fixed income fund	December 2016	2.700%	199,580
Community Funds				
BMO Guardian	GIC - \$US			515,947
Fund 650-0951-19	Shares			167,297
Fund 650-02095-12	Shares			487,564
Fund 650-02095-12	Shares			90,424
Fund 650-02094-13	Shares			345,433
Cash on hand in MCA Funds				<u>1,657,546</u>
Total Short-Term Investments				<u>\$ 58,379,869</u>

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd.
YEAR ENDED MARCH 31, 2012

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities consist of the following

	<u>2012</u>	<u>2011</u>
Trade payables	\$ 3,402,275	\$ 4,085,595
Accrued salaries and employee benefits payable	2,046,040	1,923,979
Other accrued liabilities	<u>2,309,457</u>	<u>2,323,050</u>
Total accounts payable	<u>\$ 7,757,772</u>	<u>\$ 8,332,624</u>

10. PROMISSORY NOTES

The Council has entered into a loan funding agreement with Indian and Northern Affairs 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>\$ 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, 2012 INAC has approved promissory note advances of \$3,299,437 (2011 - \$2,683,134) of which Council has expended \$2,688,250 (2011 - \$2,688,250) for purposes of the intended use.

Subsequent to the end of the year, the promissory note in the amount of \$567,098 was settled as part of the settlement of the Easterbrook land claim settlement.

11. DEFERRED REVENUE

	<u>2012</u>	<u>2011</u>
Indian and Northern Affairs Canada	\$ 1,161,816	\$ 324,357
Health Canada	515,000	808,851
Province of Ontario	200,000	232,613
Province of Quebec	105,304	254,033
Other	<u>108,412</u>	<u>185,064</u>
	<u>\$ 2,090,532</u>	<u>\$ 1,804,918</u>

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd.
YEAR ENDED MARCH 31, 2012

12. LONG-TERM DEBT

	<u>2012</u>	<u>2011</u>
3.96% mortgage, due May 2012, payable in equal monthly installments of \$4,881 including principal and interest (Sweetgrass Manor - Net Book Value \$545,458). \$	9,544	\$ 66,521
1.65% mortgage, due August 2016, payable in equal monthly installments of \$6,669 including principal and interest (Kawenoke Riverview Apartments - Net Book Value \$689,282).	340,679	414,814
1.65% mortgage, due September 2016, payable in equal monthly installments of \$10,086 including principal and interest (Kawenoke Riverview Apartments - Net Book Value \$991,894).	524,643	636,638
4.07% mortgage, due May 2013, payable in equal monthly installments of \$2,443 including principal and interest (Family Violence Centre - Net Book Value \$339,972).	153,633	176,253
4.07% mortgage, due May 2013, payable in equal monthly installments of \$2,443 including principal and interest (Adolescent Treatment Centre - Net Book Value \$297,796).	153,633	176,253
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 \$520,829).	531,494	564,232
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 \$956,028).	827,541	862,833
4.28% mortgage, due December 2012, payable in equal monthly installments of \$6,207 including principal and interest (CMHC Section 95 Project 02/03 - Net Book Value \$889,322).	854,572	891,851
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 \$1,198,904).	745,275	768,666
3.41% mortgage, due December 2012, payable in equal monthly installments of \$6,305 including principal and interest. 17 Units (CMHC Section 95 Project 05/06 - Net Book Value \$2,004,053).	1,151,399	1,187,412
4.64% mortgage, due December 2012, payable in equal monthly installments of \$5,860 including principal and interest. 9 Units (CMHC Section 95 Project 05/06 - Net Book Value \$1,131,453).	934,847	961,764
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 \$2,681,789).	1,387,559	1,436,929
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 \$527,072).	479,186	-
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).	508,370	600,036
Loans - Caisse Populaire Desjardins de Kahnawake - 5.4-6.4%, due May 2013, payable in equal monthly installments of \$61,730 including principal and interest	<u>497,653</u>	<u>-</u>
	<u>\$ 9,100,028</u>	<u>\$ 8,744,202</u>

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(See accompanying notes)

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd.
YEAR ENDED MARCH 31, 2012

12. LONG-TERM DEBT - Cont'd

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 \$70,848 (2011 - \$106,031).

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:

2013	\$	704,479
2014		712,180
2015		732,368
2016		753,310
2017		625,846
2018 and beyond		5,571,845

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

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd.
YEAR ENDED MARCH 31, 2012

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>2012</u>	<u>2011</u>
Akwesasne Settlement Fund	\$ <u>58,697</u>	\$ <u>58,375</u>

14. INTERNAL CHARGES

Added to tangible capital asset and deferred charges during the year are certain administrative and salary amounts totaling \$380,031 (2011 - \$439,846).

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, 2012 the Council had guarantees outstanding under this program of \$5,966,764 (2011 - \$5,988,383). 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, 2012, 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 \$30,143 (2011 - \$89,291) 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.

MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd.
YEAR ENDED MARCH 31, 2012

17. ONTARIO POWER GENERATION SETTLEMENT

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, 2011, the third 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, 2012 the net present value of the future payments is recorded as a receivable of \$14,752,476 (2011 - \$16,443,240). Accreted interest of \$869,236 was recorded in 2012 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.

19. MINISTRY OF COMMUNITY SOCIAL AND YOUTH SERVICES

The Mohawk Council of Akwesasne has a Service Contract (CFSA Approval Number 25080) with the Ministry of Community and Social Services and the Ministry of Children and Youth Services. A reconciliation report summarizes by service (detail code), all revenues and expenditures and identifies any resulting surplus or deficit that relates to the Service Contract (CFSA Approval). These reports show the following services to be in a surplus (deficit) position as at March 31, 2012. Any deficit amounts are included within net assets.

	<u>Gross Revenue</u>	<u>Total Expense</u>	<u>Surplus/ (Deficit)</u>
a. A347 B091-B155 106003 Child Welfare Native Serv. on Reserve a surplus/(deficit) of \$	37,883	60,335	(22,452)
b. A347 B091-B155 106003 Child Welfare Native Serv. on Reserve a surplus/(deficit) of	106,930	106,930	-
c. A347 B091-B155 106003 Child Welfare Native Serv. on Reserve a surplus/(deficit) of	471,622	471,622	-
d. A347 B091-B155 106003 Child Welfare Native Serv. on Reserve a surplus/(deficit) of	488,604	736,957	(248,353)
e. A370 B076-B165 106003 Indian Bands Fee Subsidies(DNA) a surplus/(deficit) of	671,508	769,500	(97,992)
f. A392 B076-B170 106003 Childcare FN Wage Subsidy a surplus/(deficit) of	206,932	206,932	-
g. A556 B091-B245 106003 C & FI Operating Non-resident a surplus/(deficit) of	26,251	26,251	-
h. A562 B091-B245 106003 Children's Mental Health 0-6 a surplus/(deficit) of	25,572	25,572	-

(See accompanying notes)

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MOHAWK COUNCIL OF AKWESASNE
NOTES TO FINANCIAL STATEMENTS - Cont'd.
YEAR ENDED MARCH 31, 2012

20. OPERATING EXPENSES

	<u>2012</u>	<u>2011</u>
Salaries, benefits and honoraria	\$ 38,773,745	\$ 38,300,307
Travel and training	1,694,063	1,384,826
Program supplies	5,386,490	5,554,460
Equipment repairs/lease and small equipment purchases	1,334,297	1,260,795
Professional fees	4,851,313	5,477,046
Non-Insured Health Benefits	7,346,470	7,396,760
Office	1,489,429	2,080,248
Facility costs	2,899,450	3,377,086
Student tuition and allowances	5,578,047	4,756,530
Community support	3,877,744	3,183,626
Minor capital	<u>4,360,671</u>	<u>4,594,827</u>
	<u>\$ 77,591,719</u>	<u>\$ 77,366,511</u>

21. 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, 2012

Health Transfer Services Agreement

	<u>MAR</u>	<u>Restricted For Health Programs</u>	<u>Total</u>
Balance at beginning of year	\$ 380,135	\$ 1,270,000	\$ 1,650,135
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	-	-	-
	<u>\$ 398,926</u>	<u>\$ 1,370,000</u>	<u>\$ 1,768,926</u>

(See accompanying notes)

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MOHAWK COUNCIL OF AKWESASNE
SCHEDULE 2 - REPORT ON HEALTH EXPENSES (unaudited)
YEAR ENDED MARCH 31, 2012

Health Services Transfer Agreement

	<u>2012</u>	<u>2011</u>
Funds available		
Funds deferred in previous year	\$ 714,183	\$ 963,865
Funds from Health Services Transfer Agreement	3,795,126	3,690,503
Funds appropriated for health facility renovations	-	-
Funds allocated to MAR	(18,791)	(18,791)
Funds allocated to additional MAR	(100,000)	(100,000)
Funds deferred to future years	(500,000)	(714,183)
	<u>3,890,518</u>	<u>3,821,394</u>
 Expenses - Health Transfer		
Administration	854,584	940,580
Community health nurses	605,895	564,009
Wholistic health and wellness	817,809	852,265
Environment	66,700	66,700
	<u>2,344,988</u>	<u>2,423,554</u>
 Surplus	<u>1,545,530</u>	<u>1,397,840</u>
 Expenditures - other health related		
Tsiionkwanonhso:te - Chronic Care facility	682,843	631,295
Iakhisohta - Long-Term Care facility	278,113	253,256
Ambulance	328,741	265,860
Home & Community Care	8	-
Adolescent Treatment Centre	-	317,133
Non-Insured Health Benefits	300,278	115,013
AHWS Health Access Center	221	51,797
AHWS Healthy Babies & Children	-	4,079
MOHLTC Community Support Fund	2,166	-
Minor Capital	62,335	-
Financial Analyst	50,000	50,000
Health Projects	39,218	28,539
	<u>1,743,923</u>	<u>1,716,972</u>
 Deficit	(198,393)	(319,132)
 Funds from other sources (for information only)		
Ministry of Community & Social Services	63,455	63,475
Ministry of Citizenship, INAC & Donation	-	6,000
Health Canada	66,204	4,380
Aboriginal Healing & Wellness Foundation	-	131,378
Independent First Nation & AHWS	9,199	9,199
Miscellaneous earned income	59,734	52,375
	<u>199</u>	<u>(52,325)</u>
 Closing Balance	<u>\$ 199</u>	<u>\$ (52,325)</u>

MOHAWK COUNCIL OF AKWESASNE

SCHEDULE 3 - SCHEDULE OF FEDERAL REVENUE TRUST FUNDS (unaudited)

YEAR ENDED MARCH 31, 2012

Schedule of Federal Revenue Trust Funds**Revenue from land leases**

Paid to Indian and Northern Affairs Canada	\$ 500,427
	<u>\$ 500,427</u>

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

Executive Services	\$ 60,000
Records Management	60,000
Conservation	90,000
Roads	60,000
Computer Services	60,000
Emergency Measures	60,000
Environment	70,000
Office of Vital Statistics	<u>40,427</u>
Total revenue applied to programs	<u>\$ 500,427</u>

Note: In addition to the rental revenues received, interest in the amount of \$89,199 was received in fiscal year ended March 31, 2012. This interest income has been applied to global Council operations and is not disclosed separately on the Statement of Financial Activities.

(See accompanying notes)

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MOHAWK COUNCIL OF AKWESASNE

SCHEDULE 4 - SCHEDULE OF FUNDING CONTRIBUTIONS (unaudited)

YEAR ENDED MARCH 31, 2012

Schedule of Funding Contributions

	<u>2012</u>	<u>2011</u>
Indian and Northern Affairs Canada	\$ 36,016,722	\$ 35,054,622
Human Resources Development Canada	342,048	489,486
Canadian Mortgage and Housing Corporation	582,929	1,170,001
Health Canada	15,015,679	14,836,249
Canada Border Services Agency	686,600	725,888
Emergency Preparedness Canada	2,954,391	3,143,317
Other Federal	<u>175,672</u>	<u>333,175</u>
	55,774,041	55,752,738
Province of Ontario	12,652,246	11,024,385
Province of Quebec	1,927,302	2,391,692
Other contributions	<u>195,090</u>	<u>35,769</u>
	<u>\$ 70,548,679</u>	<u>\$ 69,204,584</u>

MOHAWK COUNCIL OF AKWESASNE
SCHEDULE 5 - SCHEDULE OF FUNDING RECONCILIATION INAC (unaudited)
YEAR ENDED MARCH 31, 2012

Schedule of Funding Reconciliation INAC

	<u>2012</u>	<u>2011</u>
INAC Revenue per Financial Statements	\$ 35,941,621	\$ 35,054,623
Less: prior year deferred revenue	(324,357)	(210,071)
Less: prior year repayable revenue	(164,980)	(334,001)
Add: current year deferred revenue	1,161,817	324,357
Add: current year repayable revenue	<u>339,697</u>	<u>164,980</u>
Adjusted INAC funding received	36,953,798	34,999,888
INAC revenue per funding confirmation	<u>37,001,189</u>	<u>35,098,077</u>
Difference	<u>\$ (47,391)</u>	<u>\$ (98,189)</u>

Explanation of differences:

Recovery of 2008/2009 repayables	\$ (47,391)	\$ (181,180)
ABC Grant of 08/09 received on INAC confirmation 09/10	-	8,207
10-11 FNIF Recycling Bin Project - not confirmed	-	47,391
10-11 Snye Waterline & Distribution - not confirmed	<u>-</u>	<u>27,394</u>
	<u>\$ (47,391)</u>	<u>\$ (98,188)</u>

MOHAWK COUNCIL OF AKWESASNE

SCHEDULE 5 - SCHEDULE OF FUNDING RECONCILIATION INAC (unaudited)

YEAR ENDED MARCH 31, 2012

	Akwesasne Mohawk Board of Education 2012	Akwesasne Mohawk Police 2012	Department of Community & Social Services 2012	Mohawk Government 2012	Health 2012	Housing 2012	Justice 2012	Department of Technical Services 2012	Executive Services 2012	Consolidated Totals 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	<u>110,887</u>	<u>15,209</u>	<u>400,844</u>	<u>558,989</u>	<u>1,499,669</u>	<u>678,291</u>	<u>174,964</u>	<u>3,691,870</u>	<u>5,684,966</u>	<u>12,815,689</u>
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	<u>256,712</u>	<u>148,397</u>	<u>193,606</u>	<u>78,830</u>	<u>586,637</u>	<u>122,295</u>	<u>63,184</u>	<u>635,981</u>	<u>450,923</u>	<u>2,536,565</u>
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>
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>

(See accompanying notes)

MOHAWK COUNCIL OF AKWESASNE

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

YEAR ENDED MARCH 31, 2011

	Akwesasne Mohawk Board of Education 2011	Akwesasne Mohawk Police 2011	Department of Community & Social Services 2011	Mohawk Government 2011	Health 2011	Housing 2011	Justice 2011	Department of Technical Services 2011	Executive Services 2011	Consolidated Totals 2011
Revenues										
Federal Government	\$ 11,302,470	\$ 3,143,317	\$ 6,534,510	\$ -	\$ 14,498,888	\$ 1,256,268	\$ 102,350	\$ 7,142,730	\$ 11,693,850	\$ 55,674,383
Provincial Government	-	2,045,951	2,505,589	950,308	5,892,566	-	364,517	579,012	1,361,792	13,699,735
Other Revenues	<u>204,687</u>	<u>36,038</u>	<u>382,843</u>	<u>723,993</u>	<u>1,590,567</u>	<u>765,328</u>	<u>404,440</u>	<u>3,510,592</u>	<u>12,712,976</u>	<u>20,331,464</u>
Sub-total	11,507,157	5,225,306	9,422,942	1,674,301	21,982,021	2,021,596	871,307	11,232,334	25,768,618	89,705,582
Inter-Segment Eliminations	-	-	-	-	-	-	-	<u>(3,278,987)</u>	<u>(2,345,296)</u>	<u>(5,624,283)</u>
Total Revenues	<u>11,507,157</u>	<u>5,225,306</u>	<u>9,422,942</u>	<u>1,674,301</u>	<u>21,982,021</u>	<u>2,021,596</u>	<u>871,307</u>	<u>7,953,347</u>	<u>23,423,322</u>	<u>84,081,299</u>
Expenses										
Salaries & Benefits	6,876,721	3,694,663	4,704,415	28,835	9,825,906	871,984	849,425	3,450,699	8,141,428	38,444,076
Operating Costs	5,590,829	861,327	4,533,425	1,637,471	10,836,342	2,389,249	371,497	3,791,098	4,812,235	34,823,473
Rent	196,379	161,700	530,974	27,000	984,197	42,000	59,250	157,750	875,209	3,034,459
Amortization Expenses	200,668	259,045	104,488	21,117	268,004	344,273	10,523	2,480,161	210,410	3,898,689
Other Expenses	<u>244,674</u>	<u>152,423</u>	<u>199,548</u>	<u>130,099</u>	<u>620,733</u>	<u>149,304</u>	<u>59,298</u>	<u>633,235</u>	<u>600,783</u>	<u>2,790,097</u>
Sub-total	13,109,271	5,129,158	10,072,850	1,844,522	22,535,182	3,796,810	1,349,993	10,512,943	14,640,065	82,990,794
Inter-Segment Eliminations	-	-	-	-	-	-	-	<u>(3,278,987)</u>	<u>(2,345,296)</u>	<u>(5,624,283)</u>
Total Expenses	<u>13,109,271</u>	<u>5,129,158</u>	<u>10,072,850</u>	<u>1,844,522</u>	<u>22,535,182</u>	<u>3,796,810</u>	<u>1,349,993</u>	<u>7,233,956</u>	<u>12,294,769</u>	<u>77,366,511</u>
Total Surplus/(Deficit)	<u>\$ (1,602,114)</u>	<u>\$ 96,148</u>	<u>\$ (649,908)</u>	<u>\$ (170,221)</u>	<u>\$ (553,161)</u>	<u>\$ (1,775,214)</u>	<u>\$ (478,686)</u>	<u>\$ 719,391</u>	<u>\$ 11,128,553</u>	<u>\$ 6,714,788</u>

(See accompanying notes)

MOHAWK COUNCIL OF AKWESASNE

SCHEDULE 8 - STATEMENT OF CHANGE IN NET ASSETS (unaudited)

YEAR ENDED MARCH 31, 2012

	Investment in property, plant and equipment	Investment in housing and housing construction loans	Internally restricted			Unrestricted accumulated operating deficit	2012	2011
			INAC	Casino Rama	Other			
Balance at beginning of year	\$ 101,734,065	\$ 4,774,283	\$ 5,072,478	\$ 23,601,481	\$ 51,011,734	\$ (2,506,415)	\$ 183,687,626	\$ 176,972,838
Net revenues over expenses for the year	7,127,612	1,848,241	1,438,625	1,591,199	3,939,678	(11,472,695)	4,472,660	6,714,788
Inter-fund transfer to (from) unrestricted	(4,471,719)	(1,791,877)	(631,238)	(1,755,475)	(1,192,961)	9,843,270	-	-
Change in net asset for the year	<u>2,655,893</u>	<u>56,364</u>	<u>807,387</u>	<u>(164,276)</u>	<u>2,746,717</u>	<u>(1,629,425)</u>	<u>-</u>	<u>6,714,788</u>
Balance at end of year	<u>\$ 104,389,958</u>	<u>\$ 4,830,647</u>	<u>\$ 5,879,865</u>	<u>\$ 23,437,205</u>	<u>\$ 53,758,451</u>	<u>\$ (4,135,840)</u>	<u>\$ 188,160,286</u>	<u>\$ 183,687,626</u>

(See accompanying notes)