

**FIRST PEOPLES DEVELOPMENT INC.**

**FINANCIAL STATEMENTS**

**YEAR ENDED MARCH 31, 2014**

## **INDEPENDENT AUDITOR'S REPORT**

### **To the Board of Directors First Peoples Development Inc.**

I have audited the accompanying financial statements of First Peoples Development Inc., which comprise the statement of financial position as at March 31, 2014, and the statements of revenues and expenses and changes in net assets, and cash flows for the year then ended, and 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 accounting standards for not-for-profit organizations, 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.

#### **Auditors' Responsibility**

My responsibility is to express an opinion on these financial statements in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 organization'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.

**AUDITOR'S REPORT - PAGE 2**

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

**Opinion**

In my opinion, these financial statements present fairly, in all material respects, the financial position of First Peoples Development Inc.as at March 31, 2014 and the results if its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.



Winnipeg, Manitoba  
December 10, 2014

Chartered Accountant

**FIRST PEOPLES DEVELOPMENT INC.**

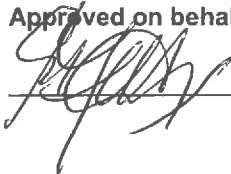
**STATEMENT OF FINANCIAL POSITION**

**AS AT MARCH 31, 2014**

|  | <b>2014</b>  | <b>2013</b>  |
|--|--------------|--------------|
| <b>ASSETS</b>  |              |              |
| <b>Current assets</b>                                    |              |              |
| Cash and short-term investments                          | \$ 2,354,478 | \$ 3,068,318 |
| Accounts receivable                                      | 10,839       | 161,967      |
| Prepaid expenses   | -            | 14,432       |
| Excess funding to sub-agreement holders (Note 3)         | 744,144      | 163,437      |
|  | \$ 3,109,461 | \$ 3,408,154 |
| <b>LIABILITIES</b>                                       |              |              |
| <b>Current liabilities</b>                               |              |              |
| Accounts payable and accrued liabilities                 | \$ 30,106    | \$ 47,923    |
| Deferred revenue (Note 4)                                | 1,725,371    | 1,851,059    |
| Current portion of long-term debt (Note 5)               | 169,296      | 155,188      |
|  | 1,924,773    | 2,054,170    |
| <b>Long-term debt</b>                                    |              |              |
| Due to Employment and Social Development Canada (Note 5) | 111,520      | 280,816      |
|  | 2,036,293    | 2,334,986    |
| <b>NET ASSETS</b>  |              |              |
|  | 1,073,168    | 1,073,168    |
|  | \$ 3,109,461 | \$ 3,408,154 |

Contingent liabilities - See Note 8

Approved on behalf of the Board:



Director



Director

**FIRST PEOPLES DEVELOPMENT INC.**  
**SCHEDULE OF REVENUES AND EXPENSES - ADMINISTRATION**  
**FOR THE YEAR ENDED MARCH 31, 2014**

|  | <u>2014</u>      | <u>2013</u>      |
|--|------------------|------------------|
| <b>Revenue</b>                           |                  |                  |
| Employment and Social Development Canada | \$ 1,073,141     | \$ 1,058,329     |
| Other income                             |                  |                  |
| Interest income                          | 33,659           | 29,222           |
| Miscellaneous income                     | 4,172            | 17,488           |
|  | <u>1,110,972</u> | <u>1,105,039</u> |
| <b>Expenses</b>                          |                  |                  |
| Advertising and promotion                | 2,485            | 5,407            |
| Bank charges                             | 5,375            | 8,089            |
| Capacity building                        | 10,782           | 22,956           |
| Computer costs                           | 11,104           | -                |
| Insurance                                | 3,721            | 4,236            |
| Office costs                             | 25,244           | 17,032           |
| Meeting facilities                       | 5,323            | 10,386           |
| Miscellaneous                            | 3,597            | 14,203           |
| Professional fees                        | 201,867          | 127,220          |
| Rent                                     | 49,323           | 40,982           |
| Salaries and benefits                    | 669,078          | 710,320          |
| Telephone                                | 17,050           | 18,088           |
| Travel                                   | 106,023          | 122,837          |
|  | <u>1,110,972</u> | <u>1,101,756</u> |
| <b>Excess of revenue over expenses</b>   | \$ <u>-</u>      | \$ <u>3,283</u>  |

FIRST PEOPLES DEVELOPMENT INC.

SCHEDULE OF REVENUES AND EXPENSES - CONSOLIDATED REVENUE FUND

FOR THE YEAR ENDED MARCH 31, 2014

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|  | <u>2014</u>      | <u>2013</u>      |
|--|------------------|------------------|
| <b>Revenue</b>                               |                  |                  |
| Employment and Social Development Canada     | \$ 9,350,413     | \$ 9,119,346     |
| <b>Expenses</b>                              |                  |                  |
| Administration                               | 633,226          | 617,008          |
| Core program services                        | 2,030,389        | 1,726,230        |
| Employment benefit                           | 3,154,961        | 2,860,403        |
| Employment support measures                  | 2,752,348        | 3,107,173        |
| Employment and training - youth and disabled | 600,060          | 590,802          |
| Partnership development                      | 44,910           | 197,306          |
| Geothermal project                           | 132,903          | -                |
| Other  | 1,616            | 20,424           |
|  | <u>9,350,413</u> | <u>9,119,346</u> |
| <b>Excess of revenue over expenses</b>       | \$ <u>-</u>      | \$ <u>-</u>      |

FIRST PEOPLES DEVELOPMENT INC.

SCHEDULE OF REVENUES AND EXPENSES - EMPLOYMENT INSURANCE

FOR THE YEAR ENDED MARCH 31, 2014

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|  | <u>2014</u>      | <u>2013</u>      |
|--|------------------|------------------|
| <b>Revenue</b>                               |                  |                  |
| Employment and Social Development Canada     | \$ 3,855,096     | \$ 3,873,625     |
| <b>Expenses</b>                              |                  |                  |
| Administration                               | 454,047          | 373,943          |
| Core program services                        | 1,153,534        | 1,543,768        |
| Employment benefit                           | 1,009,400        | 936,654          |
| Employment support measures                  | 1,182,834        | 904,653          |
| Employment and training - youth and disabled | 32,907           | 109,619          |
| Partnership development                      | 20,960           | 2,488            |
| Other  | 1,414            | 2,500            |
|  | <u>3,855,096</u> | <u>3,873,625</u> |
| <b>Excess of revenue over expenses</b>       | \$ <u>-</u>      | \$ <u>-</u>      |

**FIRST PEOPLES DEVELOPMENT INC.**  
**SCHEDULE OF REVENUES AND EXPENSES - CHILD CARE**  
**FOR THE YEAR ENDED MARCH 31, 2014**

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|  | <u>2014</u>      | <u>2013</u>      |
|--|------------------|------------------|
| <b>Revenue</b>                           |                  |                  |
| Employment and Social Development Canada | \$ 5,275,672     | \$ 4,332,160     |
| <b>Expenses</b>                          |                  |                  |
| Administration                           | 475,275          | 415,913          |
| Core program services                    | 2,027,917        | 1,109,943        |
| Employment benefit                       | 5,559            | 2,875            |
| Capital costs - daycare                  | 507,155          | 162,202          |
| Program costs - daycare                  | 2,258,429        | 2,641,227        |
| Partnership development                  | 1,337            | -                |
|  | <u>5,275,672</u> | <u>4,332,160</u> |
| <b>Excess of revenue over expenses</b>   | \$ <u>-</u>      | \$ <u>-</u>      |



FIRST PEOPLES DEVELOPMENT INC.

SCHEDULE OF REVENUES AND EXPENSES - FIRST NATIONS JOB FUND

FOR THE YEAR ENDED MARCH 31, 2014

|  | <u>2014</u>   | <u>2013</u> |
|--|---------------|-------------|
| <b>Revenue</b>                                     |               |             |
| Aboriginal Skills and Employment Training Strategy | \$ 43,306     | \$ -        |
| <b>Expenditures</b>                                |               |             |
| Administration                                     | 1,489         |             |
| Core program services                              | 31,009        |             |
| Employment benefit                                 | 8,865         |             |
| Employment support measures                        | 993           |             |
| Employment and training - youth and disabled       | 700           |             |
| Partnership development                            | 250           | -           |
|  | <u>43,306</u> | <u>-</u>    |
| <b>Excess of revenues over expenditures</b>        | \$ <u>-</u>   | \$ <u>-</u> |