

ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

FINANCIAL STATEMENTS

FOR YEAR ENDED MARCH 31, 2009

(see accompanying notes)

**Wilfred J. Lamb
CHARTERED ACCOUNTANT**

AUDITOR'S REPORT

To the Trustees and Members of

Algonquin Treaty Negotiation Funding Trust

I have audited the balance sheet as at March 31, 2009 of the Algonquin Treaty Negotiation Funding Trust and the statements of revenue and expenses for the Workplan, the Negotiations Preparedness Initiative, Consultation Program, Gathering Strength - Reorientation of Self Government and Frontenac Ventures for the year then ended. These financial statements are the responsibility of the Trust's management. My responsibility is to express an opinion on these financial statements based on my audit.

I have conducted my audit in accordance with generally accepted auditing standards. These standards require that I plan and perform an audit to obtain reasonable assurance whether these financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles and significant estimates made by management, as well as evaluating the overall statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Trust as at March 31, 2009 and the results of the operations of the Workplan, the Negotiations Preparedness Initiative, Consultation Program, Gathering Strength - Reorientation of Self Government and Frontenac Ventures for the year then ended in accordance with generally accepted accounting principles.


Wilfred J. Lamb CA
Licensed Public Accountant

May 21, 2009

Kanata, Ontario

ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

BALANCE SHEET

AS AT MARCH 31, 2009

(With 2008 figures for comparison)

ASSETS

	<u>2009</u>	<u>2008</u>
CURRENT ASSETS		
Cash in trust account	\$ 721,788	\$ 82,071
Funding receivables	<u>60,878</u>	<u>129,548</u>
	<u>\$ 782,666</u>	<u>\$ 211,619</u>

LIABILITIES AND NET LIABILITIES

CURRENT LIABILITIES

Accounts payable and accrued liabilities	\$ 782,666	\$ 211,619
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LONG TERM DEBT

Loan payable - note 4	8,476,000	7,276,000
	<u>9,258,666</u>	<u>7,487,619</u>

NET LIABILITIES

Balance at beginning of year	(7,276,000)	(6,070,014)
Excess of (Expenses over Revenue) for year - Workplan	(1,200,000)	(1,200,000)
Excess of (Expenses over Revenue) for year -Negotiation Preparedness Initiative		(5,986)
	<u>(8,476,000)</u>	<u>(7,276,000)</u>
Balance at end of year	<u>\$ 782,666</u>	<u>\$ 211,619</u>

(see accompanying notes)

**Wilfred J. Lamb
CHARTERED ACCOUNTANT**

ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

WORKPLAN

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2009

(With 2008 figures for comparison)

	Budget Total	2009		2008 Total
		INAC	Other	
Revenue				
Ministry of Aboriginal Affairs	\$ 666,225	\$	\$ 666,225	\$ 590,000
Ontario Ministry of Natural Resources	80,960		80,960	70,960
	<u>747,185</u>		<u>747,185</u>	<u>660,960</u>
Expenditures				
Remuneration	768,000	809,443	-	754,919
Professional services	340,132	80,782	248,488	306,645
Travel expenses	127,633	73,430	56,488	92,154
Accommodations and meals	67,020	70,128		70,728
Office expenses	402,500	135,787	236,309	392,426
Enrolment	56,600		56,600	52,408
Elections	48,340		48,340	45,020
Newsletter	46,000	30,430	10,000	41,279
Communication program	20,000		20,000	34,421
Algonquin Harvest	70,960		70,960	70,960
	<u>1,947,185</u>	<u>1,200,000</u>	<u>747,185</u>	<u>1,860,960</u>
Excess of (Expenses over Revenue) for year	\$ <u>(1,200,000)</u>	\$ <u>(1,200,000)</u>	\$ <u>0</u>	\$ <u>(1,200,000)</u>

(see accompanying notes)

Wilfred J. Lamb
CHARTERED ACCOUNTANT

ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

NEGOTIATIONS PREPAREDNESS INITIATIVE

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2009

(With 2008 figures for comparison)

Revenue	<u>Budget</u>	<u>2009</u>	<u>2008</u>
Indian and Northern Affairs Canada	\$ <u>550,000</u>	\$ <u>550,000</u>	\$ <u>670,140</u>
Expenditures			
Accounting and reporting services	30,300	47,568	34,945
Audit	2,000	5,500	2,000
Professional services	317,700	210,152	344,779
Elders	75,000	75,000	70,954
Enrolment and boundary research		58,107	
Legal	50,000	18,993	35,036
Miscellaneous (Repayment of prior years surplus)		-	5,987
Principal negotiator and senior legal counsel	75,000	134,680	172,227
Travel		-	10,199
	<u>550,000</u>	<u>550,000</u>	<u>676,127</u>
Excess of (Expenses over Revenue) for year	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(5,987)</u>

(see accompanying notes)

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ALGONQUIN TREATY NEGOTIATION FUNDING TRUST
GATHERING STRENGTH - REORIENTATION OF SELF GOVERNMENT

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2009

(With 2008 figures for comparison)

	<u>Budget</u>	<u>2009</u>	<u>2008</u>
Revenue			
Indian and Northern Affairs Canada	\$ <u>200,000</u>	\$ <u>200,000</u>	\$ <u>240,000</u>
Expenditures			
Accounting and reporting services	5,900	10,000	6,316
Audit	-	2,000	2,300
Capacity Building	50,000	49,848	
Community Meetings	15,000	14,579	
Developing Constitution	25,000	24,325	
Elders	25,000	24,707	
Election			36,720
Legal			18,455
On going enrolment			39,544
Principal negotiator and senior legal counsel	11,600	16,872	36,710
Professional services	25,000	15,000	12,840
Communication program	<u>42,500</u>	<u>42,669</u>	<u>87,115</u>
	<u>200,000</u>	<u>200,000</u>	<u>240,000</u>
Excess of Revenue over Expenses for year	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

(see accompanying notes)

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ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

CONSULTATION PROGRAM

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2009

(With 2008 figures for comparison)

	<u>Budget</u>	<u>2009</u>	<u>2008</u>
Revenue			
Ministry of Aboriginal Affairs	\$ 465,791	\$ 465,791	\$ 100,000
Less overpayment received from Ministry of Aboriginal Affairs	<u>13,677</u>	<u>13,677</u>	<u>-</u>
	<u>452,114</u>	<u>452,114</u>	<u>100,000</u>
Expenditures			
Accounting and reporting services	8,370	15,415	3,900
Audit		2,500	1,000
Elders	50,000	14,850	
Boundary research	15,000	14,999	
Office equipment		69,313	13,677
Principal negotiator and senior legal counsel	40,000	15,700	7,000
Professional services	150,433	154,138	74,423
Retrofit	<u>188,311</u>	<u>165,199</u>	<u>-</u>
	<u>452,114</u>	<u>452,114</u>	<u>100,000</u>
Excess of Revenue over Expenses for year	\$ <u>-</u>	\$ <u>-</u>	\$ <u>--</u>

(see accompanying notes)

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ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

FRONTENAC VENTURES

STATEMENT OF REVENUE AND EXPENSES

FOR YEAR ENDED MARCH 31, 2009

(With 2008 figures for comparison)

	<u>Budget</u>	<u>2009</u>	<u>2008</u>
Revenue			
Ministry of Aboriginal Affairs	\$ <u>73,758</u>	\$ <u>73,758</u>	\$ <u>-</u>
Expenditures			
Accounting and reporting services	5,205	7,500	-
Audit	1,500	2,500	-
Remuneration	1,200	12,211	-
Office travel	3,997	3,505	-
Principal negotiator and senior legal counsel	12,338	21,000	-
Professional services	<u>49,518</u>	<u>27,042</u>	<u>-</u>
	<u>73,758</u>	<u>73,758</u>	<u>-</u>
Excess of Revenue over Expenses for year	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

(see accompanying notes)

Wilfred J. Lamb
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ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

NOTES TO FINANCIAL STATEMENTS

FOR YEAR ENDED MARCH 31, 2009

Note 1 The Algonquin Treaty Negotiation Funding Trust was created December 20, 2005. The objects of the Trust are to facilitate the negotiations for self-government and land claim agreements with the Crown. The trust is overseen by sixteen elected individuals from ten Algonquin communities, three of whom are appointed as trustees.

Note 2 **Significant Accounting Policies**

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies;

Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles require the Trust's management to make estimates that affect the reported amounts of assets and liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period presented.

Revenue and expenditures are recorded on the accrual basis of accounting.

Note 3 **Financial instruments**

The Trust's financial instruments consist of cash, funding receivables, accounts payable and accrued liabilities and loan payable. Unless otherwise noted, it is management's opinion that the Trust is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values unless otherwise noted.

**Wilfred J. Lamb
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ALGONQUIN TREATY NEGOTIATION FUNDING TRUST

NOTES TO FINANCIAL STATEMENTS

FOR YEAR ENDED MARCH 31, 2009

Note 4 **Loan payable represents advances from the Minister of Indian Affairs and Northern Development for the purpose of financing costs incurred in the negotiations of land claims. The loans are to be deemed advances on an eventual claim settlement.**

Total advances in the year amounted to \$ 1,200,000. Loans will be interest free until the earliest of;

- 1) The date such advances become due**
- 2) The actual claims settlement date**
- 3) The date of demand by the Minister in event of a default having occurred**

Interest rates on advances bear interest rates equal to rates payable by Crown Corporations on loans from the consolidated revenue fund for a term of years equal to the term of years between the cheque issue date for the advance and the due date of the advance.

	2009	2008
Balance at beginning of year	\$ 7,276,000	\$ 6,076,000
Advances current year on Workplan	<u>1,200,000</u>	<u>1,200,000</u>
Balance at end of year	\$ <u>8,476,000</u>	\$ <u>7,276,000</u>

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