

TYENDINAGA MOHAWK COUNCIL MINUTES
JULY 28, 2011

A special meeting of the Tyendinaga Mohawk Council was held on Thursday, July 28, 2011 at 7:00 p.m. in the Council Chambers to review the Mohawks of the Bay of Quinte Audited Financial Statements as at March 31, 2011.

Present: Chief R. Donald Maracle
Councillors: Roy C. Maracle, Douglas E. Maracle, Keith A. Sero and Velma Hill-Dracup
Staff: Sue Maracle, Finance
Guests: Dan Dickenson, Wilkinson Chartered Accounts
Jon Tuer, Wilkinson Chartered Accounts

Dan Dickenson, Auditor, Wilkinson and Company Chartered Accountants presented the Mohawks of the Bay of Quinte Audit statements and audit schedule for the period ending March 31, 2011. The Audit follows normal auditing standards and assesses risks in a multi program diverse organization. The MBQ audit report is a clean audit and is an unqualified opinion.

The audit examines any weaknesses in internal control, illegal acts, related party transactions and any difficulties performing the audit.

MBQ Management is responsible for preparing the unaudited financial statements for review and examination of the Auditors. MBQ has used consistent accounting principles.

The audit fee for the Mohawks of the Bay of Quinte March 31, 2011 Audit is \$60,000.00.

MOTION #1: Moved by Roy C. Maracle, seconded by Velma Hill-Dracup that Council approve the Audited Financial Statements for the Mohawks of the Bay of Quinte as at March 31, 2011 as audited by Wilkinson and Company Chartered Accountants.

Carried.

Some of the highlights of the Audit follow:

In May 2010, the Public Sector Accounting Board issued an exposure draft to revise Government Transfer, section PS 3140 which applies to all levels of government, for the fiscal year beginning April 1, 2012. This may affect the consolidated Financial Statements.

Indian and Northern Affairs Canada has decreased by \$1.3 million due to fewer capital projects. Overall revenue has increased by 5 million dollars mostly from Casino Rama.

During the year cash increased by \$1.5 million due to Casino Rama one time settlement payments.

Funds held in Trust at Indian and Northern Affairs Canada increased by \$24,000.00 with a balance of \$620,823.00.

Interest income is \$1,013,056.00 as at March 31, 2011 compared with \$938,647.00 as at March 31, 2010.

Net assets as at March 31, 2011 is \$30,703,418.00.

Loans from Members is \$19,156,418.00 as at March 31, 2011 compared with \$17,621,383.00 as at March 31, 2010.

Band Operation expenses have increased by 1 million dollars.

Receivables from Government have increased by 2 million dollars.

Disclaimer: Comments of individual members may not necessarily reflect the opinion of the whole Council.

Deferred revenue has decreased to \$31,303.00 down by \$500,000.00 due to the completion of capital projects related to the Police Building, Skate Park Project and the Community Wellbeing Building.

Insurance proceeds for the generator was \$82,500.00 destroyed by fire at the Mohawk Airport in July 2010.

Loans payable has paid down by \$3,000,000.00 released to the Canada Mortgage and Housing Corporation (CMHC) Housing projects leaving a balance of \$4,075,400.00.

MBQ has issued 353 mortgages; collection is getting better with 37 in arrears and 1 in foreclosure.

Estimates for doubtful accounts have been set at \$570,000.00 (\$470,000.00 for housing, mortgages and old rental arrears and \$100,000.00 in general).

The Culbertson Loan agreement receivable is \$473,271.00 as at March 31, 2011.

The Tangible Capital assets as at March 31, 2011 is \$78,580,010.00. The net book value of Tangible Capital Assets as at March 31, 2011 is \$45,491,944.00 contingent liabilities.

The Mohawks of the Bay of Quinte have loans at the Bank of Montreal – 25 loans totaling \$1,825,481.00 for housing purposes. All payments have been made on time to date.

The Band has guaranteed 2 commercial loans totaling \$169,375.00 for on-reserve businesses. All payments have been made on time.

MOTION #2: Moved by Douglas E. Maracle, seconded by Keith A. Sero that Council approve accepting Annex C Statement of Receipt and Expenditures of Indian moneys. Trust moneys of the Mohawks of the Bay of Quinte for March 31, 2011 which were forwarded to the Iroquois Caucus. The auditors expressed no opinion on Annex C.
Carried.

MOTION #3: Moved by Douglas E. Maracle, seconded by Velma Hill-Dracup that Council approve accepting the Audit Findings Report to Council as at March 31, 2011.
Carried.

MOTION #4: Moved by Velma Hill-Dracup, seconded by Douglas E. Maracle that Council approve responding to the report for fraud, error, conflict of interest disclosure to the Council.
Carried.

MOTION #5: Moved by Douglas E. Maracle, seconded by Velma Hill-Dracup that this meeting adjourn. (9:37 p.m.)
Carried.

Recorded by:

Chief R. Donald Maracle