

**NUNATSIAVUT ASSEMBLY
IL 2011-02**

BUDGET ACT, 2011

**AN ACT TO IMPLEMENT THE CONSOLIDATED FINANCIAL PLAN OF THE
NUNATSIAVUT GOVERNMENT FOR THE FISCAL YEAR BEGINNING
APRIL 1, 2011 AND ENDING MARCH 31, 2012**

CONTENTS

1. Short title
2. Interpretation
3. Budget approved and adopted
4. Authorization respecting revenues
5. Additional revenues
6. Payments must be authorized
7. Time limit on payments authorized under this Act
8. Appropriations
9. Authorization for the payment of loans, guarantees and indemnities
10. Other requisitions must be budgeted for and be authorized by Executive Council
11. Transfers between funds or departmental budgets
12. Effective date

ANNEX

Be it enacted by the President of Nunatsiavut and the Nunatsiavut Assembly as follows:

SHORT TITLE

1. This Inuit Law may be cited as the *Budget Act, 2011*.

INTERPRETATION

2. In this Act unless the context otherwise requires:
 - (a) "Act" means the *Budget Act, 2011*;
 - (b) "budget" means the Consolidated Financial Plan referred to in section 3 of this Act and annexed to this Act;

*Patricia Jod
March 17, 2011*

mga

- (c) "Nunatsiavut Fund" means the consolidated revenue fund of the Nunatsiavut Government established and maintained in terms of Chapter 8 of the Labrador Inuit Constitution;

BUDGET APPROVED AND ADOPTED

3. The Consolidated Financial Plan of the Nunatsiavut Government for the fiscal year beginning April 1, 2011 and ending March 31, 2012, a copy of which is annexed to this Act, is hereby approved and adopted as the Consolidated Financial Plan of the Nunatsiavut Government for the fiscal period April 1, 2011 to March 31, 2012.

AUTHORIZATIONS RESPECTING REVENUES

4. The Nunatsiavut Treasurer is hereby authorized and directed
- (a) to bring the following surplus as at March 31, 2009, into the amounts available to the Nunatsiavut Government for the fiscal year starting April 1, 2011:
- \$1,916,499
- (b) to bring the following amount receivable from the Government of Canada under the current Fiscal Financing Agreement into the amounts available to the Nunatsiavut Government for the fiscal year starting April 1, 2011:
- \$31,966,362
- and
- (c) to raise and collect the following revenues and to pay the same into the Nunatsiavut Fund during the fiscal year starting April 1, 2011:

Interest/Investment Revenue	\$ 3,935,289
Self Government funding & Culture and Language (FFA)	\$ 1,390,413
Personal Income Tax	\$ 3,000,000
Goods and Services Tax	\$ 951,996
Government of Newfoundland & Labrador (Mining Royalty)	\$ 2,800,000
Cash Reserves	\$ 322,205
Program Revenue	<u>\$ 1,045,869</u>
	<u>\$47,328,634</u>

ADDITIONAL REVENUES

5. The amounts referred to in subsection 4(a) are estimates and nothing in section 4 prevents or shall be construed to prevent the Nunatsiavut Government from

collecting or receiving additional money provided such money is paid into the Nunatsiavut Fund, but nothing in this section authorizes or shall be construed to authorize an increase in any tax payable by Inuit, whether under an agreement with a taxing authority or otherwise. □

PAYMENTS MUST BE AUTHORIZED

6. No payments may be made out of the Nunatsiavut Fund during the fiscal period April 1, 2011 to March 31, 2012, except:
 - (a) in accordance with the budget;
 - (b) with the authorization of the President-in-Council where the payment is made pursuant to a funding agreement entered into by the Nunatsiavut Government and the payment does not exceed the amount payable to or received by the Nunatsiavut Government pursuant to the agreement; or
 - (c) in accordance with an authorization under some other Act of the Assembly including the *Nain Health Building Act*, the *Torngat Loan Guarantee Act, 2011* and the *Land Claims Agreement Funding Act*.

TIME LIMIT ON PAYMENTS AUTHORIZED UNDER THIS ACT

7. Subject to section 64 of the *Financial Administration Act*, no payment may be made under this Act after March 31, 2012.

APPROPRIATIONS

8. Subject to Part 9 of the *Financial Administration Act*, the following persons may, in accordance with the budget, requisition from and out of the Nunatsiavut Fund up to the following amounts for the fiscal year beginning on April 1, 2011, for the following purposes:

NUNATSIAVUT ASSEMBLY

- (a) \$ 2,634,795 in respect of the Assembly and the members on the requisition of the Speaker.

NUNATSIAVUT SECRETARIAT

- (b) \$ 1,815,202 in respect of the functions, programs and services of the Nunatsiavut Secretariat on the requisition of the President.

DEPARTMENT OF NUNATSIAVUT AFFAIRS

- (c) \$ 4,248,770 in respect of the functions, programs and services of the Department of Nunatsiavut Affairs on the requisition of the First Minister.

DEPARTMENT OF FINANCE AND HUMAN RESOURCES

- (d) \$ 4,483,790 in respect of the functions, programs and services of the Department of Finance and Human Resources on the requisition of the Nunatsiavut Treasurer.

DEPARTMENT OF LANDS AND NATURAL RESOURCES

- (e) \$ 3,109,157 in respect of the functions, programs and services of the Department of Lands and Resources on the requisition of the Nunatsiavut Minister of Lands and Resources.

DEPARTMENT OF HEALTH AND SOCIAL DEVELOPMENT

- (f) \$ 14,336,997 in respect of the functions, programs and services of the Department of Health and Social Development on the requisition of the Nunatsiavut Minister of Health and Social Development.

DEPARTMENT OF EDUCATION AND ECONOMIC DEVELOPMENT

- (g) \$ 7,307,747 in respect of the functions, programs and services of the Department of Education and Economic Development on the requisition of the Nunatsiavut Minister of Education and Economic Development.

DEPARTMENT OF CULTURE, RECREATION AND TOURISM

- (h) \$1,379,594 in respect of the functions, programs and services of the Department of Culture, Recreation and Tourism on the requisition of the Nunatsiavut Minister of Culture, Recreation and Tourism.

APPROPRIATION IN RESPECT OF INUIT COMMUNITY GOVERNMENT BUDGETS

- (i) \$7,862,581 in respect of the functions, programs and services of the Inuit Community Governments on the requisition of the Nunatsiavut Treasurer provided the Treasurer is satisfied that:
- (A) the budget of each Inuit Community Government has been approved in accordance with section 10.3.6 of the Labrador Inuit Constitution; and

- (B) the requisition is consistent with the advice of the Communities Joint Management Committee with respect to the equitable division among the Inuit Community Governments of the amount of \$7,862,581.

APPROPRIATION IN RESPECT OF INUIT COMMUNITY CORPORATION BUDGETS

- (j) \$150,000 in respect of the functions, programs and services of the Inuit Community Corporations on the requisition of the Nunatsiavut Treasurer provided the annual budget of the Inuit Community Corporation has been approved by the Nunatsiavut Executive Council.

AUTHORIZATION FOR THE PAYMENT OF LOANS, GUARANTEES AND INDEMNITIES

9.

- (1) The Treasurer is authorized to make all payments necessary to meet the payment obligations required of the Nunatsiavut Government in connection with the land claims negotiation loan pursuant to Part 19.2 of the Labrador Inuit Land Claims Agreement.
- (2) The Treasurer is authorized to make all payments necessary to meet the payment obligations required of the Nunatsiavut Government pursuant to the following loan agreements with the Bank of Montreal:
- (a) Bank of Montreal loan maturing March 2015 having a balance at February 28, 2011, of \$292,137 with interest at prime plus 1.0%, payable in monthly payments of \$6,667 plus interest,
- (b) Bank of Montreal loan maturing October 2014 balance at February 28, 2011, of \$127,776 with interest at prime plus 1.0%, payable in monthly payments of \$1,389 plus interest.
- (3) The Executive Council is authorized to continue existing agreements with the Bank of Montreal for purposes of funding, subsidizing or guaranteeing the payment of debt servicing obligations of Nunak Land Corporation incurred for the purposes set out in subsection (4) and is authorized to order the making of any and all payments required of the Nunatsiavut Government pursuant to those agreements.
- (4) The authority to make payments under subsection (3) is limited to obligations of Nunak Land Corporation incurred in order to purchase and/or construct buildings as follows:

- (a) a new building in Makkovik, NL,
- (b) 2-6 Royal Street, Happy Valley-Goose Bay, NL and
- (c) Kelland Drive, Happy Valley-Goose Bay, NL.

OTHER REQUISITIONS MUST BE BUDGETED FOR AND BE AUTHORIZED BY EXECUTIVE COUNCIL

10. Any requisition for a payment from and out of the Nunatsiavut Fund that is not specifically authorized in sections 6, 7 and 8 of this Act but that has been provided for in the budget must first be authorized by order of the Nunatsiavut Executive Council.

TRANSFERS BETWEEN FUNDS OR DEPARTMENTAL BUDGETS

11. Nothing in this Act prevents the transfer of an amount between funds or departmental budgets in accordance with sections 49 and 50 of the *Financial Administration Act*.

EFFECTIVE DATE

12. This Act has effect on and after April 1, 2011.

ANNEX TO THE
BUDGET ACT, 2011

**Consolidated Financial Plan of the Nunatsiavut Government for the Fiscal Year Beginning April 1,
2011 and ending March 31, 2012**

Annex "A"

Consolidated Financial Plan of the Nunatsiavut Government for the Fiscal Year beginning April 1, 2011 and ending March 31, 2012

DEPARTMENT	ADMINISTRATION	FISCAL FINANCING AGREEMENT	TOTAL
HOUSE OF ASSEMBLY	2,634,795		2,634,795
NUNATSIAVUT SECRETARIAT	1,815,202		1,815,202
NUNATSIAVUT AFFAIRS	2,116,687	2,132,083	4,248,770
DEPT. OF FINANCE & HUMAN RESOURCES	3,210,105	1,273,685	4,483,790
DEPT. OF LANDS & RESOURCES	2,879,157	230,000	3,109,157
DEPT. OF HEALTH & SOCIAL DEVELOPMENT	500,997	13,836,000	14,336,997
DEPT. OF EDUCATION & ECONOMIC DEVELOP.	792,462	6,515,285	7,307,747
DEPT. OF CULTURE RECREATION & TOURISM	1,262,866	116,728	1,379,594
INUIT COMMUNITY GOVERNMENTS		7,862,581	7,862,581
INUIT COMMUNITY CORPORATIONS	150,000		150,000
	<u>15,362,272</u>	<u>31,966,362</u>	<u>47,328,634</u>

**NUNATSIAVUT GOVERNMENT
PROJECTED REVENUE AND EXPENDITURE
APRIL 1, 2011 - MARCH 31, 2012**

REVENUE

NUNATSIAVUT GOVERNMENT (SECTION 1)	15,362,272
FISCAL FINANCING AGREEMENT (SECTION 2)	<u>31,966,362</u>
TOTAL PROJECTED REVENUE	47,328,634

EXPENDITURES

NUNATSIAVUT GOVERNMENT (SECTION 1)	15,362,272
FISCAL FINANCING AGREEMENT (SECTION 2)	<u>31,966,362</u>
TOTAL PROJECTED EXPENDITURE	<u>47,328,634</u>
SURPLUS <Deficit>	<u><u>(0)</u></u>

**NUNATSIAVUT GOVERNMENT
PROJECTED REVENUE
SOURCES OF REVENUE
APRIL 1, 2011 - MARCH 31, 2012**

SECTION 1

Sources of Revenue

Personal Income Tax	\$3,000,000
Self Government Funds & Culture & Language (FFA)	\$1,390,413
Interest Revenue (Projected)	\$3,935,289
GST Agreement	\$951,996
Program Revenue	\$1,006,269
Mining Tax Royalty	\$2,800,000
Rental Revenue	\$39,600
Cash reserves	\$322,205
Surplus Audited Financial Statements March 31, 2009	\$1,916,499

Sub-total \$15,362,272

Total Expenditure \$15,362,272

Surplus<Deficit> (\$0)

**NUNATSIAVUT GOVERNMENT
PROJECTED BUDGET
APRIL 1, 2011 - MARCH 31, 2012**

Revenue

Program Revenue **1,006,269**

Expenditure

Department Budgets **11,809,472**

Contingency Fund 2.5% **295,237**

Inuit Community Corporations **150,000**

House Of Assembly **2,634,795**

Implementation Plan **472,768**

Capital Infrastructure **0**

Sub-total Expenditure **15,362,272**

Budget Requested **14,356,003**

**NUNATSIAVUT GOVERNMENT
PROJECTED BUDGET
FIVE YEAR PLAN
YEAR ENDED MARCH 31**

	Budgeted <u>2010</u>	Budgeted <u>2011</u>	Budgeted <u>2012</u>	Budgeted <u>2013</u>	Budgeted <u>2014</u>
Revenue					
Program Revenue	628,786	1,773,182	1,006,269	1,026,394	1,046,922
Expenditure					
Department Budgets (See Page 4)	9,868,415	10,254,824	11,809,472	12,237,605	12,683,897
Contingency Fund 2.5%	246,710	256,370	295,237	305,940	317,097
Inuit Community Corporations	150,000	150,000	150,000	150,000	150,000
House Of Assembly (See Page 5)	1,709,031	2,574,567	2,634,795	2,687,491	2,741,241
Implementation Plan	591,575	591,575	472,768	452,769	452,769
Capital Infrastructure	6,123,814	0	0	0	0
Sub-total Expenditure	<u>18,689,545</u>	<u>13,827,336</u>	<u>15,362,272</u>	<u>15,833,804</u>	<u>16,345,003</u>
Budget Requested	<u>18,060,759</u>	<u>12,054,154</u>	<u>14,356,003</u>	<u>14,807,410</u>	<u>15,298,081</u>

**NUNATSIAVUT GOVERNMENT
TOTAL DEPARTMENT
APRIL 1, 2011 - MARCH 31, 2012**

	Nunatsiavut Secretariat	Nunatsiavut Affairs	Finance	Lands & Resources	Health & Social	Education & Economic	Tourism & Culture	Administration	Total
Revenue									
Revenue	92,000		156,505	665,260			92,504		1,006,269
Expenditure									
Salary	987,363	639,765	1,202,778	1,702,712	432,227	286,002	958,971		6,209,818
Professional Fees	335,220	324,000	239,000	435,500		50,000	75,000		1,458,720
Travel	259,115	173,740	181,790	334,345	52,415	99,960	175,095		1,276,460
Administration								933,700	933,700
Programs		20,000	195,000	180,000	5,025	340,000	30,000		770,025
Rent and maintenance		250,000		29,000			3,200		282,200
Office Furniture	6,500	74,340	7,000	71,500		3,000			162,340
Training	40,000	4,000	25,000	38,500		2,500	5,000		115,000
Computers	13,500	3,000	56,000	10,500	2,000	4,000	1,500		90,500
Translation	72,504	7,000	4,500	5,000	1,500	2,000			92,504
Supplies	30,000	3,500	31,000	19,500	3,000		1,500		88,500
Membership Committee Meetings and Workshops		80,000							80,000
Telephone(cell)	12,500	11,200	16,600	18,800	3,580	5,000	9,600		77,280
Maintenance of Registry Law		52,375							52,375
Freight	30,000		16,000	6,300			500		52,800
Advertising	28,500	1,000	6,500	11,500	1,250		2,500		51,250
Insurance				16,000					16,000
Printing/Promotional			6,000	7,100	2,000		500		15,600
Ministerial Tour	15,000								15,000
Heat and Light				12,500					12,500
Archaeology							5,000		5,000
Total Expenditure	1,815,202	1,643,920	1,981,168	2,879,157	500,997	792,462	1,262,866	933,700	11,809,472
Total Budget from NG	1,723,202	1,643,920	1,824,663	2,213,897	500,997	792,462	1,170,362	933,700	10,803,203

**NUNATSIAVUT GOVERNMENT
NUNATSIAVUT BUDGET
APRIL 1, 2011 - MARCH 31, 2012**

Salaries & Benefits	1,942,535
Travel	108,000
House of Assembly Committees	81,860
Constituency Allowance	182,000
Professional Fees	210,000
Operating Costs	<u>110,400</u>
	<u><u>2,634,795</u></u>

**Nunatsiavut Government
 Labrador Inuit Land Claims Agreement - Implementation Plan
 APRIL 1, 2011 - MARCH 31, 2012**

	Budgeted <u>2010</u>	Budgeted <u>2011</u>	Budgeted <u>2012</u>	Budgeted <u>2013</u>	Budgeted <u>2014</u>
Joint Secretariat	105,145.00	117,107.00	109,160.00	105,250.00	216,559.00
Torngat Joint Fisheries	137,896.00	143,684.00	163,034.00	138,034.00	109,335.00
Wildlife & Plant Co-management Board	137,896.00	156,939.00	163,034.00	138,034.00	109,335.00
Enrollment Appeals Commision	79,471.00	0.00	0.00	0.00	0.00
Land Use Plan	150,000.00	162,635.00	26,317.50	6,317.50	6,317.50
Dispute Resolution	11,210.00	11,210.00	11,222.00	11,222.00	11,222.00
	<u>621,618.00</u>	<u>591,575.00</u>	<u>472,767.50</u>	<u>398,857.50</u>	<u>452,768.50</u>

**Nunatsiavut Government
Fiscal Financing Agreement
April 1, 2011 - March 31, 2012**

SECTION 2

**Annual
Budget**

REVENUE

FISCAL FINANCING AGREEMENT - Government of Canada)

31,966,362

EXPENDITURE

Department of Health & Social Development

13,836,000

Education

PSSSP

2,367,564

ISSP

110,548

Labrador School Board

2,828,355

CONA

113,898

MUN

372,066

5,792,433

Inuit Community Governments

4,131,905

Torngat Regional Housing Association

2,132,083

Community Governments Capital Works

3,730,676

Self Government

1,273,685

Economic Development (CAEDS)

698,509

Fisheries & Wildlife

230,000

Culture & Language

116,728

Employment Benefits

24,343

31,966,362