

NUNATSIAVUT ASSEMBLY

BUDGET ACT, 2020

AN ACT TO IMPLEMENT THE CONSOLIDATED FINANCIAL PLAN OF THE NUNATSIAVUT GOVERNMENT FOR THE FISCAL YEAR BEGINNING APRIL 1, 2020 AND ENDING MARCH 31, 2021

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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, 2020*.

INTERPRETATION

2. In this Act unless the context otherwise requires:
 - (a) “Act” means the *Budget Act, 2020*;
 - (b) “budget” means the Consolidated Financial Plan referred to in section 3 of this Act and annexed to this Act;

- (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, 2020 and ending March 31, 2021, 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, 2020 to March 31, 2021.

AUTHORIZATIONS RESPECTING REVENUES

4.

The Nunatsiavut Treasurer is hereby authorized and directed

- (a) to bring the following surplus as of March 31, 2019, into the amounts available to the Nunatsiavut Government for the fiscal year starting April 1, 2020:

\$5,810,000

- (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, 2020:

\$110,308,000

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, 2020:

Interest/Investment Revenue	\$ 2,242,500
Fiscal Financing Agreement	\$10,318,000
Personal Income Tax	\$ 5,000,000
Goods and Services Tax	\$ 1,716,000
Labrador Land Claims Implementation Trust Fund	\$ 2,600,000
Mining Royalties	\$ 0
Rental revenue	\$ 54,500
Access Fees from Fishers	\$ 300,000
Program Revenue	<u>\$ 5,658,000</u>
	<u>\$144,007,000</u>

ADDITIONAL REVENUES

5.

The amounts referred to in subsection 4(c) 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, 2020 to March 31, 2021, 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 or receivable by the Nunatsiavut Government pursuant to the agreement; or
- (c) in accordance with an authorization under some other Act of the Assembly including 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, 2021.

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, 2019, for the following purposes:

NUNATSIAVUT ASSEMBLY

- (a) \$ 3,361,500 in respect of the Assembly and the members on the requisition of the Speaker.

NUNATSIAVUT SECRETARIAT

- (b) \$ 2,216,500 in respect of the functions, programs and services of the Nunatsiavut Secretariat on the requisition of the President.

NUNATSIAVUT AFFAIRS

- (c) \$ 37,529,250 in respect of the functions, programs and services of the Nunatsiavut Affairs on the requisition of the First Minister.

DEPARTMENT OF FINANCE AND HUMAN RESOURCES

- (d) \$ 29,165,500 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) \$ 9,274,000 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) \$ 26,515,500 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) \$ 21,022,250 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 LANGUAGE, CULTURE AND TOURISM

- (h) \$ 3,903,500 in respect of the functions, programs and services of the Department of Language, Culture and Tourism on the requisition of the Nunatsiavut Minister of Culture, Recreation and Tourism.

APPROPRIATION IN RESPECT OF INUIT COMMUNITY GOVERNMENT BUDGETS

- (i) \$10,865,000 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 \$10,865,000.

APPROPRIATION IN RESPECT OF INUIT COMMUNITY CORPORATION BUDGETS

- (j) \$154,000 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.

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.

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, 8 and 9 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 April 1, 2020.

Annex "A"
 Consolidated Financial Plan of the Nunatsiavut Government
 for the Fiscal Year beginning April 1, 2020 and ending March 31, 2021

DEPARTMENT	ADMINISTRATION	FISCAL FINANCING AGREEMENT	TOTAL
NUNATSIAVUT ASSEMBLY	3,361,500	-	3,361,500
NUNATSIAVUT SECRETARIAT	2,216,500	-	2,216,500
NUNATSIAVUT AFFAIRS	7,475,750	30,053,500	37,529,250
DEPT. OF FINANCE & HUMAN RESOURCES	4,955,500	24,210,000	29,165,500
DEPT. OF LANDS & NATURAL RESOURCES	9,039,000	235,000	9,274,000
DEPT. OF HEALTH & SOCIAL DEVELOPMENT	1,183,500	25,332,000	26,515,500
DEPT. OF EDUCATION & ECONOMIC DEVELOPMENT	1,565,750	19,456,500	21,022,250
DEPT. OF LANGUAGE, CULTURE & TOURISM	3,747,500	156,000	3,903,500
INUIT COMMUNITY GOVERNMENTS	-	10,865,000	10,865,000
INUIT COMMUNITY CORPORATIONS	154,000	-	154,000
	<u>33,699,000</u>	<u>110,308,000</u>	<u>144,007,000</u>

**NUNATSIAVUT GOVERNMENT
PROJECTED REVENUE AND EXPENDITURE
APRIL 1, 2020 - MARCH 31, 2021**

REVENUE

NUNATSIAVUT GOVERNMENT (SECTION 1)	33,699,000
FISCAL FINANCING AGREEMENT (SECTION 2)	<u>110,308,000</u>
TOTAL PROJECTED REVENUE	<u>144,007,000</u>

EXPENDITURES

NUNATSIAVUT GOVERNMENT (SECTION 1)	33,699,000
FISCAL FINANCING AGREEMENT (SECTION 2)	<u>110,308,000</u>
TOTAL PROJECTED EXPENDITURE	<u>144,007,000</u>
SURPLUS <Deficit>	<u><u>-</u></u>

**NUNATSIAVUT GOVERNMENT
 PROJECTED SOURCES OF REVENUE
 APRIL 1, 2020 - MARCH 31, 2021**

SECTION 1

Sources of Revenue

Personal Income Tax	\$5,000,000
Fiscal Financing Agreement	\$10,318,000
Interest and Investment Revenue	\$2,242,500
Labrador Inuit Land Claims Implementation Trust Fund	\$2,600,000
GST Agreement	\$1,716,000
Program Revenue	\$5,658,000
Access Fees from Fishers	\$300,000
Mining Tax Royalty	\$0
Rental Revenue	\$54,500
Surplus, March 31, 2019	\$5,810,000
	<hr/>
Sub-total	\$33,699,000
Total Expenditure	<hr/> \$33,699,000
Surplus<Deficit>	<hr/> <hr/> \$0

**NUNATSIAVUT GOVERNMENT
PROJECTED BUDGET
APRIL 1, 2020 - MARCH 31, 2021**

Revenue

Program Revenue 6,103,000

Expenditure

Department Budgets 25,147,500

Contingency Fund 2.5% 628,500

OSR Clawback 0

Inuit Community Corporations 154,000

Nunatsiavut Assembly 3,361,500

Implementation Plan 507,500

Capital Infrastructure 3,900,000

Sub-total Expenditure 33,699,000

Budget Requested 27,596,000

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

	Budgeted 2019	Budgeted 2020	Budgeted 2021	Budgeted 2022	Budgeted 2023
Revenue					
Program Revenue	3,501,500.00	5,051,000.00	6,103,000	6,225,500.00	6,350,000.00
Expenditure					
Department Budgets	19,457,500.00	23,261,000.00	25,147,500	25,651,000.00	26,164,000.00
Contingency Fund 2.5%	486,500.00	581,500.00	628,500	641,000.00	654,000.00
OSR Clawback	0.00	0.00	0	0.00	0.00
Inuit Community Corporations	154,000.00	154,000.00	154,000	154,000.00	154,000.00
Nunatsiavut Assembly	3,090,500.00	3,189,000.00	3,361,500	3,328,500.00	3,495,000.00
Implementation Plan	399,500.00	399,500.00	507,500	605,500.00	723,000.00
Capital Infrastructure	4,450,000.00	5,600,000.00	3,900,000	9,450,000.00	6,250,000.00
Sub-total Expenditure	28,038,000	33,185,000	33,699,000	39,830,000	37,440,000
Budget Requested	24,536,500	28,134,000	27,596,000	33,604,500	31,090,000

**NUNATSIAVUT GOVERNMENT
TOTAL DEPARTMENT
APRIL 1, 2020 - MARCH 31, 2021**

	Nunatsiavut Secretariat	Nunatsiavut Affairs	Finance & Human Resources	Lands & Natural Resources	Health & Social Development	Education & Economic Development	Language, Culture & Tourism	Administration	Total
Revenue									
Revenue	54,000	162,000	144,000	5,328,000		415,000			6,103,000
Expenditure									
Salary	1,491,500	1,496,500	2,267,000	2,494,000	847,000	736,000	1,811,000	28,000	11,171,000
Programs	13,000	25,000	25,000	5,327,500	185,000	671,000	1,486,500		7,708,000
Professional Fees	205,000	274,000	486,500	287,500	5,000	10,000	122,000		1,390,000
Travel	215,000	151,000	141,000	345,500	110,000	124,000	220,000		1,306,500
Rent and maintenance	83,500	546,000	385,500	195,500	19,000		12,000	275,000	1,516,500
Printing, Promotional and Subscriptions	22,000	33,000	8,000	17,000	2,500	5,000	8,000	25,000	120,500
Heat and light		113,000		45,000			3,000	150,000	311,000
Telephone	5,000	5,000	11,000	23,000	2,000	4,500		180,000	235,000
Membership Committees		225,000							225,000
Training	22,500	29,000	20,500	61,000		7,000	40,000		180,000
Supplies	42,500	14,000	35,500	29,500	5,500	1,000	3,500	60,000	191,500
Capital Assets Purchased	25,000		103,000	50,000					178,000
Furniture and equipment	18,500	23,500	54,500	36,500	6,500	6,500	9,500	15,000	170,500
Insurance		151,500		22,000			2,000		175,500
Resource and research				90,000			10,000		100,000
Advertising and sponsorships	37,000	2,500	5,500	7,500	1,000	750	11,500	64,000	117,000
Postage and shipping	5,000	4,250	11,000	7,500			4,000	15,000	48,500
Maintenance of Registry Law	31,000								31,000
Bank charges								25,000	25,000
Total Expenditure	2,216,500	3,088,250	3,554,000	9,039,000	1,183,500	1,565,750	3,747,500	773,000	25,147,500
Total Budget from NG	2,162,500	2,906,250	3,410,000	3,711,000	1,183,500	1,150,750	3,747,500	773,000	19,044,500

**NUNATSIAVUT GOVERNMENT
NUNATSIAVUT ASSEMBLY
APRIL 1, 2020 - MARCH 31, 2021**

Salaries & Benefits	2,514,000
Travel	246,000
House of Assembly Committees	104,000
Constituency Allowance	113,000
Professional Fees	87,000
Election Costs	156,500
Operating Costs	<u>141,000</u>
	<u><u>3,361,500</u></u>

**NUNATSIAVUT GOVERNMENT
IMPLEMENTATION PLAN
YEAR ENDED**

	Actual 2019	Actual 2020	Budgeted 2021	Projected 2022	Projected 2023
Torngat Joint Fisheries Board	191,000	191,000	245,000	294,000	352,800
Torngat Wildlife & Plant Co-Management Board	191,000	191,000	245,000	294,000	352,800
Land Use Plan	6,500	6,500	6,500	6,500	6,500
Dispute Resolution	11,000	11,000	11,000	11,000	11,000
	399,500	399,500	507,500	605,500	723,100

**NUNATSIAVUT GOVERNMENT
CAPITAL INFRASTRUCTURE
YEAR ENDED**

	2021	2022	2023	2024	2025
Office Buildings and Renovations	3,650,000.00	9,200,000.00	6,000,000.00	0.00	0.00
Staff Housing	250,000.00	250,000.00	250,000.00	250,000.00	250,000.00
	3,900,000.00	9,450,000.00	6,250,000.00	250,000.00	250,000.00

Nunatsiavut Government
 Fiscal Financing Agreement (Projected)
 APRIL 1, 2020 - MARCH 31, 2021

SECTION 2

**Annual
 Budget**

REVENUE

FISCAL FINANCING AGREEMENT - (Government of Canada) 70,466,000
 FISCAL FINANCING AGREEMENT - Internally Restricted 39,842,000

110,308,000

EXPENDITURE

Department of Health & Social Development 25,332,000

Education 15,716,500

Inuit Community Governments 5,923,000

Torngat Regional Housing Association 2,838,500

Housing 27,215,000

Community Governments Capital Works 4,942,000

Governance 24,210,000

Economic Development 3,740,000

Culture & Language 156,000

Lands and Natural Resources 235,000

110,308,000

**Nunatsiavut Government
Fiscal Financing Agreement
APRIL 1, 2020 - MARCH 31, 2021**

	<u>Actual 2020</u>	<u>Allocation</u>	<u>Budget 2021</u>	<u>Allocation</u>
Nain Inuit Community Government	1,963,000.00	36.2%	1,982,500.00	33.5%
Hopedale Inuit Community Government	1,061,000.00	19.6%	1,166,500.00	19.7%
Postville Inuit Community Government	701,000.00	12.9%	849,000.00	14.3%
Makkovik Inuit Community Government	872,000.00	16.1%	945,500.00	16.0%
Rigolet Inuit Community Government	826,000.00	15.2%	979,500.00	16.5%
	<u>5,423,000.00</u>	100.0%	<u>5,923,000.00</u>	100.0%