

SANDY LAKE FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2020

SANDY LAKE FIRST NATION

MANAGEMENT'S REPORT

MARCH 31, 2020

Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of Sandy Lake First Nation are the responsibility of management and have been approved by the Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

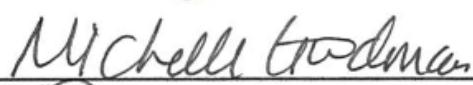
The Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditor's report.

The external auditors, Heartland Chartered Professional Accountants LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of Sandy Lake First Nation and meet when required.

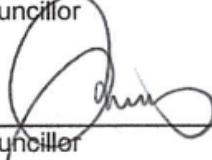
On behalf of Sandy Lake First Nation:



Chief



Councillor



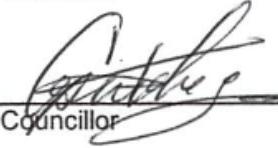
Councillor



Councillor



Councillor



Councillor

INDEPENDENT AUDITOR'S REPORT

To the Members of Sandy Lake First Nation:

Opinion

We have audited the consolidated financial statements of Sandy Lake First Nation (the "First Nation"), which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations and accumulated surplus, change in net debt and cash flows for the year then ended, and the notes to the financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of Sandy Lake First Nation as at March 31, 2020 and the results of its consolidated operations and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the First Nation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, 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.

In preparing the financial statements, management is responsible for assessing the First Nation's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the First Nation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the First Nation's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Independent Auditor's Report (*continued*)

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Winnipeg, Manitoba
August 13, 2021



CHARTERED PROFESSIONAL ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS

SANDY LAKE FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
MARCH 31, 2020

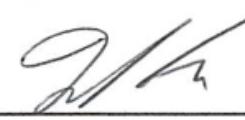
	2020	2019
FINANCIAL ASSETS		
Cash and cash equivalents (Note 2)	\$ 12,889,037	5,190,968
Accounts receivable (Note 3)	2,561,148	3,775,760
Trust funds held by the federal government (Note 5)	60,567	53,795
Inventories for resale	886,992	684,831
	<hr/>	<hr/>
	16,397,744	9,705,354
LIABILITIES		
Accounts payable and accrued liabilities (Note 9)	5,794,590	6,597,113
Temporary borrowings (Note 6)	216,690	691,311
Incomplete projects (Note 10)	10,625,481	3,153,270
Long-term debt (Note 11)	8,769,111	9,857,624
	<hr/>	<hr/>
	25,405,872	20,299,318
NET DEBT	\$ 9,008,128	10,593,964
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 8)	65,835,718	52,300,676
Construction in progress (Note 4)	2,646,601	187,412
Investments (Note 7)	1,308,329	1,308,329
Inventories held for use	275,547	113,372
Prepaid expenses	186,480	-
	<hr/>	<hr/>
	\$ 70,252,675	53,909,789
ACCUMULATED SURPLUS	\$ 61,244,547	43,315,825

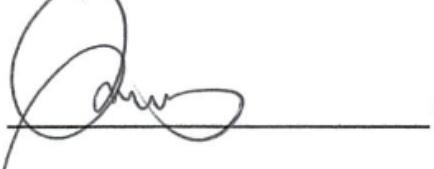
APPROVED ON BEHALF OF THE FIRST NATION:

 **CHIEF**

 **COUNCILLOR**

 **COUNCILLOR**

 **COUNCILLOR**

 **COUNCILLOR**

 **COUNCILLOR**

SANDY LAKE FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED MARCH 31, 2020

	2020	2019
REVENUE		
ISC (page 15)	\$ 39,968,657	24,670,481
Province of Ontario	9,899,461	9,945,702
Health Canada (page 45)	18,659,460	18,493,511
Business enterprises - net	706,178	383,613
CMHC	316,235	316,235
Other	11,911,360	8,460,864
Net transfer (to) from incomplete projects	<u>(7,472,211)</u>	<u>(566,397)</u>
	<u>73,989,140</u>	<u>61,704,009</u>
EXPENSES		
Community development	7,713,684	11,384,845
Economic development	-	25,071
Education	18,003,398	14,219,376
Governance	15,000	65,000
Government support	2,520,097	2,618,144
Social development	11,766,356	11,224,299
Health	12,967,232	8,803,558
Amortization	<u>3,074,651</u>	<u>2,948,213</u>
	<u>56,060,418</u>	<u>51,288,506</u>
ANNUAL SURPLUS		
ACCUMULATED SURPLUS AT BEGINNING OF YEAR	<u>43,315,825</u>	<u>32,900,322</u>
ACCUMULATED SURPLUS AT END OF YEAR	\$ 61,244,547	<u>43,315,825</u>

SANDY LAKE FIRST NATION

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT
FOR THE YEAR ENDED MARCH 31, 2020

	2020	2019
ANNUAL SURPLUS	\$ 17,928,722	10,415,503
Acquisition of tangible capital assets	(16,609,693)	(11,762,384)
Amortization of tangible capital assets	<u>3,074,651</u>	<u>2,948,213</u>
	<u>(13,535,042)</u>	<u>(8,814,171)</u>
Net (increase) decrease in construction in progress	(2,459,189)	65,032
Net (increase) decrease in inventories held for use	(162,175)	78,807
Net (increase) decrease in prepaid expenses	<u>(186,480)</u>	<u>114,759</u>
	<u>(2,807,844)</u>	<u>258,598</u>
CHANGE IN NET DEBT	1,585,836	1,859,930
NET DEBT AT BEGINNING OF YEAR	<u>10,593,964</u>	<u>12,453,894</u>
NET DEBT AT END OF YEAR	<u>\$ 9,008,128</u>	<u>10,593,964</u>

SANDY LAKE FIRST NATION

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED MARCH 31, 2020

	2020	2019
OPERATING TRANSACTIONS		
Annual surplus	\$ 17,928,722	10,415,503
Item not affecting cash:		
Amortization	<u>3,074,651</u>	<u>2,948,213</u>
	21,003,373	13,363,716
Change in non-cash charges to operations		
Accounts receivable	1,214,612	(1,211,193)
Trust funds held by the federal government	(6,772)	(6,807)
Inventories for resale	(202,161)	(434,831)
Inventories held for use	(162,175)	78,807
Prepaid expenses	(186,480)	114,759
Accounts payable and accrued liabilities	(802,523)	1,600,534
Incomplete projects	<u>7,472,211</u>	<u>566,397</u>
	<u>28,330,085</u>	<u>14,071,382</u>
CAPITAL TRANSACTIONS		
Purchase of tangible capital assets	(16,609,693)	(11,762,384)
Construction in progress	<u>(2,459,189)</u>	<u>65,032</u>
	<u>(19,068,882)</u>	<u>(11,697,352)</u>
FINANCING ACTIVITIES		
Temporary borrowing	(474,621)	(376,369)
Debt issues	(260,000)	628,195
Debt retirement	<u>(828,513)</u>	<u>(1,003,834)</u>
	<u>(1,563,134)</u>	<u>(752,008)</u>
INCREASE IN CASH POSITION	7,698,069	1,622,022
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	5,190,968	3,568,946
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 12,889,037	5,190,968

SANDY LAKE FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Basis of accounting

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

b) Reporting entity

The Sandy Lake First Nation reporting entity includes the Sandy Lake First Nation government and all related entities that are controlled by the First Nation.

c) Principles of consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the Consolidated Financial Statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only Sandy Lake First Nation's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of Sandy Lake First Nation.

Organizations accounted for on an modified equity basis:

- Sandy Lake Community Development Services Inc. ("SLCDSI")
- 1944299 Ontario Inc.

d) Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.

e) Portfolio investments

Portfolio investments are recorded at cost. Portfolio investments are written down where there has been a loss in value that is other than a temporary decline.

f) Tangible capital assets

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Sandy Lake First Nation's incremental cost of borrowing.

SANDY LAKE FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

f) Tangible capital assets (continued)

Amortization is provided at the following rates and methods:

Buildings - CMHC	Amount of principal repayment of mortgage
Buildings - other	5% straight line
Infrastructure	5% straight line
Equipment	20% straight line
Vehicles	30% straight line

Tangible capital assets are written down when conditions indicate that they no longer contribute to Sandy Lake First Nation's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

g) Revenue recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

h) Measurement uncertainty

In preparing the consolidated financial statements for Sandy Lake First Nation, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent liabilities, at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the period. Items requiring the use of significant estimates include the allowance for doubtful accounts and the estimated life of tangible capital assets. Actual results could differ from these estimates.

SANDY LAKE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

2) CASH AND CASH EQUIVALENTS

Under the terms of an agreement with Canada Mortgage and Housing Corporation, Sandy Lake First Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by fund are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the Replacement Reserve Fund. Cash and cash equivalents is comprised of the following:

	2020	2019
Externally restricted		
Replacement Reserve Fund	\$ -	-
Internally restricted		
Incomplete projects	10,625,481	3,153,270
Unrestricted	<u>2,263,556</u>	<u>2,037,698</u>
Total cash and cash equivalents	<u>\$ 12,889,037</u>	<u>5,190,968</u>

3) ACCOUNTS RECEIVABLE

	2020	2019
Trade receivables	\$ 777,673	869,576
Due from government and other government organizations		
Federal government		
Indigenous and Northern Affairs Canada	1,160,122	2,469,018
Health Canada	326,044	-
Canada Mortgage and Housing Corporation	135,903	135,903
Provincial government	161,406	301,263
Total Accounts Receivable	<u>\$ 2,561,148</u>	<u>3,775,760</u>

4) CONSTRUCTION IN PROGRESS

	2020	2019
Housing materials purchased for band housing to be completed in the subsequent fiscal year	\$ 409,024	187,412
Berens River project	3,021	-
Health Centre - 4 plex	<u>2,234,556</u>	<u>-</u>
Total Construction in Progress	<u>\$ 2,646,601</u>	<u>187,412</u>

SANDY LAKE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

5) TRUST FUNDS HELD BY THE FEDERAL GOVERNMENT

	March 31, 2019	Additions 2020	Withdrawals 2020	March 31, 2020
Revenue	\$ 49,481	6,807	-	56,288
Capital	4,314	-	-	4,314
	<u>\$ 53,795</u>	<u>6,807</u>	<u>-</u>	<u>60,602</u>

The trust funds arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

6) TEMPORARY BORROWINGS

The First Nation has a series of revolving and non-revolving demand and term facilities and lease lines of credit available to address operating requirements and to bridge capital expenditures.

Interest on the above credit facilities bear interest at a floating interest at the bank's prime lending rate plus 1.85%. The credit facilities are secured by a general security agreement over all the assets of the First Nation, assignment of Casino Rama funds and assignment of certain ISC minor capital funds.

As at March 31, 2020, the amount drawn under the revolving demand facilities was \$Nil (2019 - \$250,000) and the amount drawn under the non-revolving term facilities (see Note 11) was \$4,980,642 (2019 - \$5,838,690).

SANDY LAKE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

7) INVESTMENTS - at cost

The First Nation has an investment in Sandy Lake Tank Farm Inc. and is recorded at a carrying value of \$719,329. Recent summary financial information is not available for this entity.

The First Nation has an investment in Wasaya Partnership and Wasaya Group Inc. and is recorded at a carrying value of \$239,000. Recent summary financial information is not available for these entities.

During the prior year, the First Nation acquired an investment in Northway Camp Lodge. The investment is recorded at a carrying value of \$350,000. Recent summary financial information is not available for this entity.

8) TANGIBLE CAPITAL ASSETS

	2020		2019	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Buildings - CMHC	\$ 7,476,479	2,021,774	8,282,667	2,251,717
Buildings - other	61,897,583	14,785,935	53,180,385	12,632,524
Infrastructure	21,769,712	9,561,776	13,623,580	8,796,741
Equipment	983,053	807,742	983,053	684,283
Vehicles	<u>4,846,898</u>	<u>3,960,780</u>	<u>4,294,346</u>	<u>3,698,090</u>
	<u><u>\$ 96,973,725</u></u>	<u><u>31,138,007</u></u>	<u><u>80,364,031</u></u>	<u><u>28,063,355</u></u>
Net book value	<u><u>\$ 65,835,718</u></u>		<u><u>52,300,676</u></u>	

SANDY LAKE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

9) ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2020	2019
Trade payables	\$ 5,503,430	6,208,393
Due to government and other government organizations		
Federal government	291,160	302,907
Provincial government	-	85,813
	\$ 5,794,590	6,597,113

10) INCOMPLETE PROJECTS

	Balance March 31, 2019	Funding Received 2020	Revenue Recognized 2020	Balance March 31, 2020
<u>Federal Government</u>				
Capital projects	\$ 2,758,961	16,665,032	(10,795,985)	8,628,008
Other	<u>242,879</u>	<u>17,726,018</u>	<u>(16,025,624)</u>	<u>1,943,273</u>
	<u>3,001,840</u>	<u>34,391,050</u>	<u>(26,821,609)</u>	<u>10,571,281</u>
<u>Provincial Government</u>				
Capital projects	-	-	-	-
Other	<u>151,430</u>	<u>50,000</u>	<u>(147,230)</u>	<u>54,200</u>
	<u>\$ 3,153,270</u>	<u>34,441,050</u>	<u>(26,968,839)</u>	<u>10,625,481</u>

SANDY LAKE FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2020

11) LONG-TERM DEBT

	2020	2019
CMHC mortgage loan #191-508-38-001, bearing interest at 1.08%, repayable in blended monthly instalments of \$3,566, maturing May 1, 2025 with a renewal date of August 1, 2020	\$ 215,002	255,244
CMHC mortgage loan #191-508-38-002, bearing interest at 1.92%, repayable in blended monthly instalments of \$3,915, maturing April 1, 2034 with a renewal date of May 1, 2020	579,611	615,108
CMHC mortgage loan #191-508-38-003, bearing interest at 1.85%, repayable in blended monthly instalments of \$5,842, maturing June 1, 2034 with a renewal date of May 1, 2020	877,914	931,259
CMHC mortgage loan #191-508-38-004, bearing interest at 1.30%, repayable in blended monthly instalments of \$7,332, maturing June 1, 2037 with a renewal date of June 1, 2022	1,359,402	1,429,231
CMHC mortgage loan #191-508-38-005, bearing interest at 1.30%, repayable in blended monthly instalments of \$3,467, maturing December 1, 2040 with a renewal date of December 1, 2020	756,540	788,092
RBC Royal Bank non-revolving term loan, interest at 4.95%, repayable in monthly blended payments of \$19,050, maturing March 27, 2022	1,008,845	1,182,631
RBC Royal Bank non-revolving term loan, interest at 4.01%, repayable in monthly blended payments of \$14,239, maturing March 20, 2021	1,157,790	1,279,420
RBC Royal Bank non-revolving term loan, repaid during the year	-	260,000
RBC Royal Bank non-revolving term loan, interest at 4.59%, repayable in monthly blended payments of \$2,097, maturing March 29, 2023	259,251	-
RBC Royal Bank lease, interest at 4.879%, monthly lease payments of \$8,604, maturing March 12, 2023	287,597	374,498
RBC Royal Bank non-revolving term loan, interest at 4.55%, repayable in monthly blended payments of \$36,356, maturing April 20, 2020	1,977,146	2,314,751
RBC Royal Bank non-revolving term loan, interest at 4.54%, repayable in monthly blended payments of \$10,960, maturing March 28, 2022	250,933	368,195
RBC Royal Bank non-revolving term loan, interest at 4.21%, repayable in monthly blended payments of \$1,852, maturing January 17, 2022	39,080	59,195
	\$ 8,769,111	9,857,624

SANDY LAKE FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2020

11) LONG-TERM DEBT (continued)

Anticipated annual principal payments over the next three years are as follows:

March 31, 2021	\$ 6,055,725
March 31, 2022	1,164,288
March 31, 2023	1,549,098

12) EXPENSES BY OBJECT

The following is a summary of expenses by object:

	2020	2019
Salaries, wages and benefits	\$ 23,277,939	20,887,474
Staff development	856,322	397,898
Supplies and services	9,259,546	20,881,402
Interest	283,392	339,991
Professional services	4,169,117	1,590,584
Rental expenditures	413,876	233,585
Fees and contract services	14,725,575	4,009,359
Amortization	<u>3,074,651</u>	<u>2,948,213</u>
	<u>\$ 56,060,418</u>	<u>51,288,506</u>

13) CONTINGENT LIABILITY

Sandy Lake First Nation has been named as a defendant in a legal action in which damages have been sought. The outcome of this action is not determinable as at the date of reporting and accordingly, no provision has been made in these consolidated financial statements for any liability that may result. The settlement, if any, will be recorded in the financial statements in the year in which the amount is determinable.

14) COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current year's method of presentation. Comparative figures are provided where it is practicable to do so.

SANDY LAKE FIRST NATION

SCHEDULE OF ISC FUNDING

FOR THE YEAR ENDED MARCH 31, 2020

(Unaudited)

	PAGE	REVENUE TRANSFER					EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURE	
		ISC	OTHER	FROM INCOMPLETE		TO INCOMPLETE	TOTAL	EXPENDITURE
				FROM INCOMPLETE	TO INCOMPLETE			
Band support	16	\$ 1,074,830	1,442,951	-	-	2,517,781	2,233,819	283,962
Governance	17	-	-	95,000	(80,000)	15,000	15,000	-
Band employee benefits-admin	19	-	-	-	-	-	138,416	(138,416)
COVID 19 response	19	-	-	-	-	-	31,150	(31,150)
Berens River Access Road	19	10,000	-	-	(10,000)	-	-	-
Fire Hall construction	20	544,964	665,000	-	(833,514)	376,450	376,450	-
Aboriginal Headstart - on reserve	20	222,731	-	-	(222,731)	-	-	-
LEDSP	21	-	-	-	-	-	-	-
Prevention / Least Disrupt. Measures	21	524,310	-	404,878	(795,302)	133,886	133,886	-
Child and Family Services	21	268,818	-	-	-	268,818	-	268,818
Education	22	17,371,872	2,151,087	-	(1,067,970)	18,454,989	17,003,836	1,451,153
Social services	35	1,085,704	9,273,665	-	-	10,359,369	10,519,728	(160,359)
Social assistance for employment and training	40	529,920	-	-	-	529,920	529,920	-
Summer work experience	41	32,530	-	-	-	32,530	27,574	4,956
Skills Link	35	36,565	-	-	-	36,565	43,863	(7,298)
Capital	42	14,458,743	534,047	2,211,459	(7,228,040)	9,976,209	10,396,369	(420,160)
Operations and Maintenance -								
School	52	1,305,785	1,475,241	-	-	2,781,026	2,705,278	75,748
Fire prevention	53	175,374	-	-	-	175,374	172,194	3,180
Water and wastewater	54	1,518,890	(629,250)	-	-	889,640	931,774	(42,134)
Asset Condition Reporting System	54	31,662	-	-	-	31,662	-	31,662
Community buildings	55	202,072	121,350	-	-	323,422	324,030	(608)
Sandy Lake Community Development Services Inc.	56	555,887	2,339,632	-	-	2,895,519	2,691,891	203,628
Health Canada	57	-	18,659,460 166,344	2,736,600	(610,559)	20,951,845	21,055,238	(103,393)
Other programs		18,000	5,459,511	(2,294,667)	222,635	3,405,479	(13,269,998)	16,675,477
		\$ 39,968,657	41,659,038	3,153,270	(10,625,481)	74,155,484	56,060,418	18,095,066