

Consolidated Financial Statements of

WAGMATCOOK FIRST NATION

Year ended March 31, 2019

WAGMATCOOK FIRST NATION

Consolidated Financial Statements

Year ended March 31, 2019

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WAGMATCOOK FIRST NATION

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MANAGEMENT'S REPORT

Management's Responsibility for the Financial Statements

The accompanying consolidated financial statements of Wagmatcook 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 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, MGM & Associates, Chartered Professional Accountants, 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 Wagmatcook First Nation and meet when required.

On behalf of Wagmatcook First Nation:

A handwritten signature in blue ink, appearing to read "Allan MacNeil", is written over a horizontal line.

Allan MacNeil
CFO



MGM & Associates
Chartered Professional Accountants
Commerce Tower
15 Dorchester Street Suite 500
PO Box 1
Sydney NS B1P 6G9

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INDEPENDENT AUDITORS' REPORT

To the Members of
Wagmatcook First Nation

Qualified Opinion

We have audited the accompanying consolidated financial statements of Wagmatcook First Nation which comprise the consolidated statement of financial position as at March 31, 2019 and the consolidated statements of operations, change in fund balances, change in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph of our report, these consolidated financial statements present fairly, in all material respects, the financial position of Wagmatcook First Nation as at March 31, 2019 and the results of its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified 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 Consolidated Financial Statements section of our report. We are independent of the First Nation in accordance with ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

The statement of financial position includes intangible assets in the amount of \$4,949,500 relating to fishing licenses purchased by the First Nation. The First Nation's policy for intangible assets is identified in Note 1(i) of these financial statements. The policy is a departure from Canadian public sector accounting standards which requires costs of intangible assets to be expensed in the year of acquisition. Accordingly, both intangible assets and accumulated surplus are overstated by \$4,949,500 as at March 31, 2019. If intangible assets were to be in compliance with Canadian public sector accounting standards, intangible assets and accumulated surplus would both decrease by \$4,949,500.

Responsibility of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing consolidated financial statements, management is responsible for assessing the First Nation's ability to continue as a going concern, disclosing, as applicable, matters related 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.

Auditors' Responsibility for the Audit of the Consolidated Financial Statements

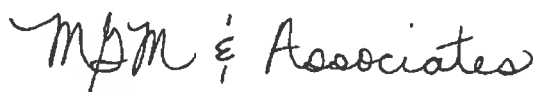
Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not 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 decision of users taken on the basis of these consolidated financial statements. 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 consolidated 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 First Nation'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 First Nation'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 consolidated 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 First Nation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

A handwritten signature in cursive script that reads "MGM & Associates".

Chartered Professional Accountants
Licensed Public Accountants

Sydney, Canada
July 21, 2019

WAGMATCOOK FIRST NATION

Consolidated Statement of Financial Position

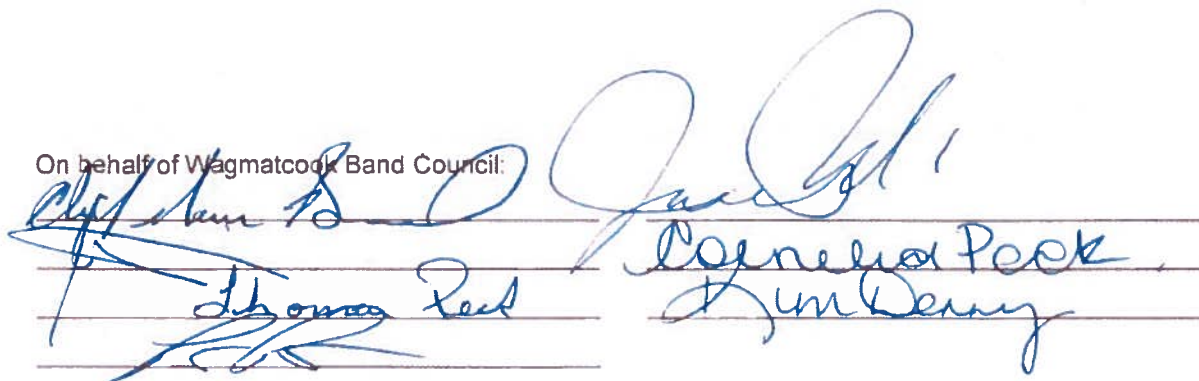
March 31, 2019, with comparative figures for 2018

	2019	2018
FINANCIAL ASSETS		
Cash (note 2)	\$ 418,781	\$ 332,151
Accounts receivable (note 3)	617,721	771,161
Inventories for resale (note 4)	186,358	189,045
Due from federal government (note 5)	2,101,337	1,214,668
Due from provincial government (note 6)	114,310	131,325
Trust funds – Indigenous Services Canada (note 7)	72,669	54,549
	<u>3,511,176</u>	<u>2,692,899</u>
FINANCIAL LIABILITIES		
Cheques issued in excess of funds on deposit (note 2)	1,717,143	1,705,791
Operating loans (note 8)	267,733	365,318
Accounts payable and accrued liabilities (note 9)	2,020,553	1,948,930
Deferred revenue (note 10)	563,583	784,188
Long-term debt (note 11)	5,581,849	4,741,454
	<u>10,150,861</u>	<u>9,545,681</u>
NET DEBT	<u>(6,639,685)</u>	<u>(6,852,782)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (note 12)	37,518,189	37,274,830
Intangible assets	4,949,500	4,949,500
Inventories held for use and prepaid expenses	272,411	253,136
	<u>42,740,100</u>	<u>42,477,466</u>
ACCUMULATED SURPLUS	<u>\$ 36,100,415</u>	<u>\$ 35,624,684</u>

Contingencies (note 18)

See accompanying notes to consolidated financial statements.

On behalf of Wagmatcook Band Council:

The block contains several handwritten signatures in blue ink. On the left, there are two signatures, one of which appears to be 'Thomas Reed'. On the right, there are two more signatures, one of which appears to be 'Catherine Peck'. The signatures are written over horizontal lines.

WAGMATCOOK FIRST NATION

Consolidated Statement of Operations

Year ended March 31, 2019, with comparative figures for 2018

	2019		2018
	Budget (unaudited)	Actual	Actual
REVENUES			
Federal Government			
Indigenous Services Canada	\$ 4,004,597	\$ 4,468,883	\$ 5,048,309
Mi'kmaw Kina'matnewey	2,769,511	3,507,034	3,375,522
Health Canada	1,252,043	1,677,064	1,230,011
Fisheries and Oceans Canada	171,000	171,000	301,000
Employment and Social Development Canada	282,014	282,013	299,690
Canada Mortgage and Housing Corporation	210,000	214,572	361,490
Public Service Canada	—	82,080	—
Province of Nova Scotia	110,000	239,783	117,319
Economic activities	11,840,000	13,098,215	12,927,139
Interest, rent and other	464,059	111,896	562,913
	21,103,224	23,852,540	24,223,393
EXPENSES			
Governance	1,727,221	1,927,902	1,624,688
Economic and employment development	574,674	368,909	485,481
Operations and maintenance	796,999	1,355,519	1,529,615
Social development	2,218,547	2,241,523	2,147,160
Education	2,902,307	3,847,461	3,601,563
Capital	381,000	11,000	244,551
Housing	858,046	1,225,614	1,164,086
Health program	1,141,093	1,374,310	1,254,361
Fisheries – treaty	177,234	180,015	178,138
Fisheries – commercial	2,512,530	2,812,103	2,664,580
Wagmatcook Gas Bar	3,561,732	4,046,594	3,612,756
Gaming	597,500	517,475	520,776
Enterprise, Heritage and Community Complex	1,229,369	1,430,812	1,502,272
Tobacco	2,080,050	2,059,901	2,122,154
	20,758,302	23,399,138	22,652,181
ANNUAL SURPLUS	\$ 344,922	\$ 453,402	\$ 1,571,212

See accompanying notes to consolidated financial statements.

WAGMATCOOK FIRST NATION

Consolidated Statement of Change in Fund Balances

Year ended March 31, 2019, with comparative figures for 2018

	2019					2018				
	Operating	Capital	Trust	Housing Replacement	Equipment Replacement	Sewer Equity	Community Building Fund	Moveable Asset Reserve	Total	Total
BALANCE, BEGINNING OF YEAR	\$ 1,477,919	\$33,092,360	\$ 54,549	\$ 329,737	\$ 400,000	\$ 190,210	\$ 75,000	\$ 4,909	\$ 35,624,684	\$ 34,032,283
Annual surplus (deficit)	973,974	(520,572)	-	-	-	-	-	-	453,402	1,571,212
Internal transfers	(682,542)	491,154	-	86,738	75,000	29,650	-	-	-	-
	291,432	(29,418)	-	86,738	75,000	29,650	-	-	453,402	1,571,212
External contribution	-	-	17,484	-	-	-	-	-	17,484	16,974
Current year allocations	(5,056)	-	-	-	-	-	-	5,056	-	-
Interest earned	-	-	636	4,209	-	-	-	-	4,845	4,215
BALANCE, END OF YEAR	\$ 1,764,295	\$33,062,942	\$ 72,669	\$ 420,684	\$ 475,000	\$ 219,860	\$ 75,000	\$ 9,965	\$ 36,100,415	\$ 35,624,684

WAGMATCOOK FIRST NATION

Consolidated Statement of Change in Net Debt

Year ended March 31, 2019, with comparative figures for 2018

	2019	2018
ANNUAL SURPLUS	\$ 453,402	\$ 1,571,212
Tangible capital assets		
Net acquisition of tangible capital assets	(1,618,998)	(3,607,299)
Amortization of tangible capital assets	1,359,336	1,343,458
Proceeds on disposal of tangible capital assets	5,000	—
Loss on disposal of tangible capital assets	11,303	—
	(243,359)	(2,263,841)
Other non-financial assets		
Increase in inventories held for use and prepaid expenses	(19,275)	(91,928)
Other		
Interest earned	4,845	4,215
External contributions to restricted funds	17,484	16,974
	22,329	21,189
DECREASE (INCREASE) IN NET DEBT	213,097	(763,368)
NET DEBT, BEGINNING OF YEAR	(6,852,782)	(6,089,414)
NET DEBT, END OF YEAR	\$ (6,639,685)	\$ (6,852,782)

See accompanying notes to consolidated financial statements.

WAGMATCOOK FIRST NATION

Consolidated Statement of Cash Flows

Year ended March 31, 2019, with comparative figures for 2018

	2019	2018
Cash provided by (used in)		
OPERATING ACTIVITIES		
Annual surplus	\$ 453,402	\$ 1,571,212
Items not involving cash		
Amortization of tangible capital assets	1,359,336	1,343,458
Loss on disposal of tangible capital assets	11,303	—
	1,824,041	2,914,670
Change in non-cash items		
Decrease (increase) in accounts receivable	153,440	(425,433)
Decrease in inventories for resale	2,687	15,423
Increase in due from federal government	(886,669)	(610,708)
Decrease (increase) in due from provincial government	17,015	(22,187)
Increase in inventories held for use and prepaid expenses	(19,275)	(91,928)
Increase in accounts payable and accrued liabilities	71,623	212,113
Decrease in deferred revenue	(220,605)	(1,731)
	(881,784)	(924,451)
FINANCING ACTIVITIES		
Issuance of operating loans	—	425,310
Principal payments on operating loans	(97,585)	(608,268)
Issuance of long-term debt	1,845,695	1,944,766
Principal payments on long-term debt	(1,005,300)	(676,074)
	742,810	1,085,734
INVESTING ACTIVITIES		
Additions to tangible capital assets	(1,618,998)	(3,607,299)
Increase in trust funds	22,329	21,189
Proceeds on disposal of tangible capital assets	5,000	—
	(1,591,669)	(3,586,110)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	93,398	(510,157)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	(1,319,091)	(808,934)
CASH AND CASH EQUIVALENTS, END OF YEAR	\$(1,225,693)	\$(1,319,091)
Cash and cash equivalents are comprised of the following		
Cash	\$ 418,781	\$ 332,151
Trust funds – Indigenous Services Canada	72,669	54,549
Cheques issued in excess of funds on deposit	(1,717,143)	(1,705,791)
	\$(1,225,693)	\$(1,319,091)

See accompanying notes to consolidated financial statements.

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2019

NATURE OF OPERATIONS

Wagmatcook First Nation Council is comprised of a Chief and seven councilors under the Indian Act of Canada. The Council is accountable to the local Mi'kmaq community members for the delivery of programs and services, management of all financial resources and planning to support future community-based self-government.

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of presentation

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards.

(b) Reporting entity

The Wagmatcook First Nation reporting entity includes Wagmatcook First Nation government and all related entities which are accountable to the First Nation.

(c) Principles of consolidation

These consolidated financial statements consolidate the assets, liabilities and results of operations for the following entities which use accounting principles which lend themselves to consolidation:

Wagmatcook First Nation Operating and Capital Funds
Wagmatcook First Nation Trust Funds
Wagmatcook Enterprise, Heritage and Community Complex
Wagmatcook Education Authority Limited

(d) Fund accounting

The resources and operations of the First Nation are comprised of the operating and capital funds. Transfers between funds are recorded as adjustments to the appropriate fund balance. Supporting schedules to the consolidated financial statements are included to show the financial activities and change in the balance of each fund.

(e) Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets, prepaid expenses and inventories of supplies.

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) 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.

(g) Inventories for resale

Inventory of goods available for resale, is recorded at the lower of cost and net realizable value.

(h) Tangible capital assets

Tangible capital assets acquired since 1987 are reported in the statement of financial position at cost net of accumulated amortization. All tangible capital assets acquired prior to 1987 have been written off. They are amortized on a straight-line basis over their estimated useful lives at the following rates:

Asset	Basis	Rate
Buildings	Straight-line	40 years
Equipment	Straight-line	5-10 years
Roads	Straight-line	50 years
Lagoons and water systems	Straight-line	40 years
Fishing vessels	Straight-line	15 years
Wharf	Straight-line	40 years

A full year's amortization is taken in the year of acquisition.

Tangible capital assets are written down when conditions indicate that they no longer contribute to Wagmatcook 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 operations.

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.

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(i) Intangible assets

Intangible assets consist of purchased fishing licenses and are recorded at cost. They are not amortized as they have an indefinite life.

(j) 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 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.

(k) Financial instruments

Measurement of financial instrument

The First Nation initially measures its financial assets and financial liabilities at fair value and subsequently measures its financial assets and financial liabilities as follows:

Financial instrument	Measurement basis
Cash/cheques issued in excess of funds on deposit	Fair value
Investments	Fair value
Receivable	Amortized cost
Accounts payable and accrued liabilities	Amortized cost
Bank loans	Amortized cost
Long-term debt	Amortized cost

Transaction costs related to financial assets are expensed as incurred.

Impairment

Financial assets measured at cost or amortized cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in income. A previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is not greater than the amount that

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in income.

(l) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, the disclosure of contingencies and the reported amounts of revenues and expenditures in the consolidated financial statements and accompanying notes. Items requiring the use of significant estimates include the valuation of receivables, inventories, capital assets and intangible assets. Due to the inherent uncertainty in making estimates, actual results could differ from those estimates.

2. CASH AND CASH EQUIVALENTS

	2019	2018
Externally restricted Replacement	\$ 418,781	\$ 332,151
Cheques issued in excess of funds on deposit	\$ 1,717,143	\$ 1,705,791
Trust funds – Indigenous Services Canada	\$ 72,669	\$ 54,549

3. ACCOUNTS RECEIVABLE

	2019	2018
Insurance receivable	\$ 116,112	\$ 106,523
Employees	61,613	62,323
Ultramar fuel rebate and credit	36,127	38,278
Nova Scotia Community College	7,272	41,549
Accrued interest	4,347	2,076
Waycobah First Nation	–	206,300
Other	446,221	268,786
Members	–	141,597
NSP Maritime Link Incorporated	–	100,000
Lottery retailers	–	32,996
	671,692	1,000,428
Allowance for doubtful accounts	(53,971)	(229,267)
	\$ 617,721	\$ 771,161

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

4. INVENTORIES FOR RESALE

	2019	2018
Gas bar	\$ 115,385	\$ 127,699
Gift shop	21,440	23,566
Tobacco shop	30,349	24,139
Cleanwave Restaurant	19,184	13,641
	\$ 186,358	\$ 189,045

5. DUE FROM FEDERAL GOVERNMENT

	2019	2018
Indigenous Services Canada	\$ 221,998	\$ 385,286
Employment and Social Development Canada	123,093	95,810
Fisheries and Oceans Canada	17,100	162,895
Canada Mortgage and Housing Corporation	1,061,361	236,204
Health Canada	288,917	—
Mi'kmaw Kina'matnewey	260,029	247,865
Public Safety Canada	88,920	—
Other	39,919	86,608
	\$ 2,101,337	\$ 1,214,668

6. DUE FROM PROVINCIAL GOVERNMENT

	2019	2018
Nova Scotia Gaming Commission	\$ 112,800	\$ 100,000
Province of Nova Scotia - other	1,510	31,325
	\$ 114,310	\$ 131,325

7. TRUST FUNDS HELD BY FEDERAL GOVERNMENT

Trust fund accounts arise from moneys 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.

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

8. OPERATING LOANS

	2019	2018
BMO		
Term loan repayable in monthly installments of \$6,499 including interest at 3.98%, maturing August, 2022	\$ 242,174	\$ 274,672
Term loan repayable in monthly installments of \$5,186 including interest at 3.54%, maturing August, 2019	25,559	90,646
	<u>\$ 267,733</u>	<u>\$ 365,318</u>

Principal payments required in each of the next five years are as follows:

2020	\$ 63,049
2021	42,486
2022	44,208
2023	117,990

The operating loans are part of the credit facilities with BMO Bank of Montreal as identified in Note 11.

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2019	2018
Trade payables	\$ 1,559,298	\$ 1,582,867
Government remittances payable	114,147	82,205
Accrued salaries and employee benefits payable	136,105	135,707
Other accrued liabilities	124,002	123,333
Harmonized sales tax payable	87,001	24,818
	<u>\$ 2,020,553</u>	<u>\$ 1,948,930</u>

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

10. DEFERRED REVENUE

	Balance March 31, 2018	Funding received 2019	Revenue recognized 2019	Balance March 31, 2019
Federal government				
Health Canada				
Health Services Integration				
Fund	\$ 83,417	\$ —	\$ 22,602	\$ 60,815
Health Facilities – Capital				
Investments	26,270	—	—	26,270
Jordan's Principle – Respite Care	45,600	—	—	45,600
Child First Initiative	—	81,840	56,548	25,292
	155,287	81,840	79,150	157,977
Indigenous Services Canada				
Community Infrastructure				
CORP – Capitalization	83,349	—	—	83,349
Wastewater – sewer treatment plant	161,903	—	135,681	26,222
Capacity Development				
Delivery of housing on reserve	11,000	—	11,000	—
A&C water leak detection and repair	—	54,100	12,135	41,965
Innovation				
Delivery of elder housing on reserve	36,000	81,553	42,986	74,567
	292,252	135,653	201,802	226,103
Mi'kmaw Kina'matnewey				
New community generator	300,000	—	159,277	140,723
Other	36,649	6,081	3,950	38,780
	\$ 784,188	\$ 223,574	\$ 444,179	\$ 563,583

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

11. LONG-TERM DEBT

	2019	2018
Social Housing		
TD Bank		
Mortgage repayable in monthly instalments of \$928 including interest at 2.79% over a 5 year term ending March 1, 2022	\$ 30,306	\$ 40,446
Mortgage repayable in monthly instalments of \$642 including interest at 2.79% over a 5 year term ending April 1, 2022	52,144	58,313
Mortgage repayable in monthly instalments of \$681 including interest at 2.99% over a 5 year term ending July 1, 2019	40,236	47,095
Mortgage repayable in monthly instalments of \$729 including interest at 3.04% over a 5 year term ending April 1, 2019	726	9,311
Mortgage repayable in monthly instalments of \$2,034 including interest at 2.64% over a 5 year term ending April 1, 2021	47,514	70,352
Mortgage repayable in monthly instalments of \$521 including interest at 2.49% over a 5 year term ending May 1, 2021	41,017	46,183
Mortgage repayable in monthly instalments of \$719 including interest at 2.49% over a 5 year term ending June 1, 2021	82,432	88,928
Mortgage repayable in monthly instalments of \$1,080 including interest at 2.49% over a 5 year term ending August 1, 2021	138,431	147,837
Repaid during the year	—	536,835
	432,806	1,045,300

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

11. LONG-TERM DEBT (CONTINUED)

	2019	2018
Carry forward	\$ 432,806	\$ 1,045,300
CMHC		
Mortgage payable in monthly instalments of \$689 including interest at 1.82% over a 5 year term ending September 1, 2019	111,716	117,903
Mortgage payable in monthly instalments of \$441 including interest at 1.11% over a 5 year term ending April 1, 2021	82,045	86,407
Mortgage payable in monthly instalments of \$400 including interest at 1.11% over a 5 year term ending April 1, 2021	74,677	78,626
Mortgage payable in monthly instalments of \$465 including interest at 1.48% over a 5 year term ending January 1, 2022	85,975	90,250
Mortgage repayable in monthly instalments of \$414 including interest at 1.84% over a 5 year term ending June 1, 2022	15,671	20,305
Mortgage payable in monthly instalments of \$506 including interest at 2.39% over a 5 year term ending February 1, 2023	92,446	96,271
Mortgage payable in monthly instalments of \$739 including interest at 2.39% over a 5 year term ending February 1, 2023	134,965	140,551
Mortgage payable in monthly instalments of \$506 including interest at 2.39% over a 5 year term ending February 1, 2023	92,446	96,271
Mortgage payable in monthly instalments of \$1,110 including interest at 1.67% over a 5 year term ending January 1, 2020	234,294	243,627
Mortgage payable in monthly instalments of \$473 including interest at 1.67% over a 5 year term ending January 1, 2020	99,932	103,913
	1,456,973	2,119,424

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

11. LONG-TERM DEBT (CONTINUED)

	2019	2018
Carry forward	\$ 1,456,973	\$ 2,119,424
CMHC (continued)		
Mortgage payable in monthly instalments of \$1,778 including interest at 1.03% over a 5 year term ending October 1, 2021	429,708	446,528
Mortgage payable in monthly instalments of \$2,080 including interest at 2.39% over a 5 year term ending March 1, 2023	456,141	470,076
Mortgage repayable in monthly instalments of \$714 including interest at 2.50% over a 5 year term ending June 1, 2023	68,999	—
Mortgage payable in monthly instalments of \$1,536 including interest at 2.49% over a 5 year term ending May 1, 2023	218,966	—
Mortgage payable in monthly instalments of \$512 including interest at 2.49% over a 5 year term ending May 1, 2023	72,948	—
Mortgage payable in monthly instalments of \$511 including interest at 2.49% over a 5 year term ending May 1, 2023	72,856	—
Mortgage repayable in monthly instalments of \$385 including interest at 2.49% over a 5 year term ending July 1, 2023	18,987	—
Mortgage repayable in monthly instalments of \$867 including interest at 2.49 % over a 5 year term ending April 1, 2023	40,361	—
Mortgages receivable on assets completed	808,860	—
Social housing	3,644,799	3,036,028

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

11. LONG-TERM DEBT (CONTINUED)

	2019	2018
Carry forward	\$ 3,644,799	\$ 3,036,028
Capital Fund		
BMO		
Term loan repayable in monthly instalments of \$4,155 plus interest at 3.98%, maturing August, 2022	378,786	455,441
Term loan repayable in annual principal instalments of \$100,000 interest paid monthly at prime plus 1%, maturing April, 2028	900,000	1,000,000
Term loan repayable in monthly instalments of \$5,296 including interest of BMO prime plus 1.00% maturing February, 2026	490,191	—
	1,768,977	1,455,441
TD Bank		
Mortgage repayable in monthly instalments of \$1,184 including interest at 2.99% over a 5 year term ending August 1, 2019	71,022	82,931
Nova Scotia Fisheries and Aquaculture Loan Board Vessel		
loan repayable in semi-annual principal instalments of \$34,920 plus interest at 6.5%, maturing 2020	97,051	167,054
Capital fund	1,937,050	1,705,426
	\$ 5,581,849	\$ 4,741,454

Principal payments required in each of the next five years are as follows:

2020	\$ 993,000
2021	460,000
2022	1,140,000
2023	1,101,000
2024	465,000

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

11. LONG-TERM DEBT (CONTINUED)

During the year, the First Nation entered into credit facilities with BMO Bank of Montreal secured by an assignment of the First Nation's fishing revenue together with an Irrevocable Direction to Pay associated there with and executed commitment letter. Details are as follows:

	Approved credit facility	Interest rate	2019 amount outstanding
Overdraft lending account	\$ 2,000,000	BMO Prime +1.00%	\$ 1,717,145
New school and renovations	655,108	Fixed 3.98%	620,960 (a)
Fishing vessels	45,857	Fixed 3.54%	25,559
On reserve housing loan program	500,000	To be established	—
Fishing	1,000,000	BMO prime + 1.00%	900,000
Crab licenses	3,380,000	BMO prime + 1.00%	—
Courthouse renovations	500,000	BMO prime + 1.00%	490,191

- (a) Management has classified the loan as operating and capital and reported the balance outstanding as \$242,174 and \$378,746, respectively.

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

12. TANGIBLE CAPITAL ASSETS

	Cost				
	Opening Balance	Additions	Disposals	Transfer of assets	Closing Balance
Land	\$ 35,659	\$ —	\$ —	\$ —	\$ 35,659
Buildings					
Heritage and Cultural Centre	3,813,806	532,574	—	—	4,346,380
First Nation housing	2,068,500	91,134	—	—	2,159,634
Wharf and buildings	1,745,633	—	—	—	1,745,633
Other buildings	719,827	—	—	—	719,827
Gas Bar	1,618,665	—	—	—	1,618,665
Health Centre	2,097,645	—	—	—	2,097,645
New school	8,814,848	—	—	—	8,814,848
NSCC Learning Centre	3,193,471	—	—	—	3,193,471
Equipment					
Heritage and Cultural Centre	819,596	159,277	—	—	978,873
Fire equipment	249,543	—	—	—	249,543
Fishing vessels	2,548,137	—	—	—	2,548,137
Fishing equipment	60,317	—	—	—	60,317
Health Centre	54,334	67,624	(54,334)	—	67,624
School equipment and buses	216,386	—	—	—	216,386
Other					
Lagoon and water systems	10,868,054	135,681	—	—	11,003,735
Wharf	2,764,350	—	—	—	2,764,350
Fire hydrants, roads	1,708,496	—	—	—	1,708,496
	43,397,267	986,290	(54,334)	—	44,329,223
Social housing					
Land	145,200	—	—	—	145,200
Housing	8,072,826	315,396	—	952,216	9,340,438
Equipment	108,270	—	—	—	108,270
Work in progress	952,216	317,312	—	(952,216)	317,312
Total	\$ 52,675,779	\$ 1,618,998	\$ (54,334)	\$ —	\$ 54,240,443

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

12. TANGIBLE CAPITAL ASSETS (CONTINUED)

	Accumulated amortization				Net book value	
	Opening Balance	Amortization	Disposals, write-offs and other adjustments	Closing Balance	Total 2019	Total 2018
Land	\$ —	\$ —	\$ —	\$ —	\$ 35,659	\$ 35,659
Buildings						
Heritage and Cultural						
Centre	1,395,181	108,657	—	1,503,838	2,842,542	2,418,625
First Nation housing	1,232,120	53,992	—	1,286,112	873,522	836,380
Wharf and buildings	651,040	43,640	—	694,680	1,050,953	1,094,593
Other buildings	62,890	17,996	—	80,886	638,941	656,937
Gas Bar	554,180	40,466	—	594,646	1,024,019	1,064,485
Health Centre	609,692	52,439	—	662,131	1,435,514	1,487,953
New school	1,334,347	220,371	—	1,554,718	7,260,130	7,480,501
NSCC Learning Centre	319,344	79,836	—	399,180	2,794,291	2,874,127
Equipment						
Heritage and Cultural						
Centre	819,596	31,855	—	851,451	127,422	—
Fire equipment	249,543	—	—	249,543	—	—
Fishing vessels	1,924,663	118,096	—	2,042,759	505,378	623,474
Fishing equipment	60,317	—	—	60,317	—	—
Health Centre	38,031	13,525	(38,031)	13,525	54,099	16,303
School equipment and buses	216,386	—	—	216,386	—	—
Other						
Lagoon and water systems	2,556,751	275,094	—	2,831,845	8,171,890	8,311,303
Wharf	1,176,597	69,109	—	1,245,706	1,518,644	1,587,753
Fire hydrants, roads	186,760	34,171	—	220,931	1,487,565	1,521,736
Social housing						
Land	—	—	—	—	145,200	145,200
Housing	1,941,102	198,090	—	2,139,192	7201,246	6,131,724
Equipment	72,409	1,999	—	74,408	33,862	35,861
Work in progress	—	—	—	—	317,312	952,216
Total	\$15,400,949	\$ 1,359,336	\$ (38,031)	\$16,722,254	\$ 37,518,189	\$ 37,274,830

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

13. GOVERNMENT TRANSFERS

	2019			2018		
	Operating	Capital	Total	Operating	Capital	Total
Federal government transfers						
Indigenous Services						
Canada	\$ 3,738,830	\$ 730,053	\$ 4,468,883	\$ 3,757,539	\$ 1,290,770	\$ 5,048,309
Mi'kmaw Kina'matnewey	3,347,757	159,277	3,507,034	3,156,846	218,676	3,375,522
Health Canada	1,637,934	39,130	1,677,064	1,200,361	29,650	1,230,011
Fisheries and Oceans						
Canada	171,000	—	171,000	301,000	—	301,000
Employment and Social Development Canada	282,013	—	282,013	299,690	—	299,690
Canada Mortgage and Housing Corporation	214,572	—	214,572	361,490	—	361,490
Public Service Canada	82,080	—	82,080	—	—	—
Total	9,474,186	928,460	10,402,646	9,076,926	1,539,096	10,616,022
Provincial government transfers	239,783	—	239,783	117,319	—	117,319
	\$ 9,713,969	\$ 928,460	\$10,642,429	\$ 9,194,245	\$ 1,539,096	\$10,733,341

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

14. SEGMENT DISCLOSURE

	Band Government		Economic Development		Operations and Maintenance	
	Budget 2019	Actual 2019	Budget 2019	Actual 2019	Budget 2019	Actual 2018
REVENUES						
Federal government operating transfers	\$ 503,360	\$ 506,901	\$ 384,639	\$ 394,148	\$ 493,699	\$ 512,252
Federal government capital transfers	—	—	—	—	—	—
Provincial government operating transfers	—	—	—	—	—	—
Mik'maw Kina'matnewey	—	—	—	—	—	—
Economic activities	—	—	—	101,505	—	—
Other revenue	330,000	703,097	170,000	—	—	—
	833,360	1,209,998	554,639	495,653	493,699	604,903
EXPENSES						
Salaries and benefits	1,107,778	1,079,991	320,000	221,513	152,000	206,200
Debt servicing	85,000	111,737	—	—	—	—
Other expenses	534,443	664,186	254,674	147,396	644,999	839,005
	1,727,221	1,855,914	574,674	368,909	796,999	1,045,205
Balance before amortization and other	(893,861)	(645,916)	(20,035)	126,744	(303,300)	(440,302)
Amortization	—	(71,988)	—	—	—	(484,410)
Consolidation revenue entries	(180,000)	(365,939)	—	—	—	—
Consolidation expense entries	—	—	—	—	—	—
ANNUAL SURPLUS (DEFICIT)	\$ (1,073,861)	\$ (1,083,843)	\$ (20,035)	\$ 126,744	\$ (303,300)	\$ (924,712)

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

14. SEGMENT DISCLOSURE

	Social Development		Education		Capital	
	Budget 2019	Actual 2019	Budget 2019	Actual 2019	Budget 2019	Actual 2019
REVENUES						
Federal government operating transfers	\$ 2,625,311	\$ 2,625,311	\$ 59,109	\$ 10,840	\$ -	\$ -
Federal government capital transfers	-	-	-	-	-	494,646
Provincial government operating transfers	-	-	-	-	-	88,920
Mi'kmaw Kina'matnewey	-	-	2,769,511	3,347,757	-	159,277
Economic activities	-	-	-	221,096	-	67,624
Other revenue	-	-	42,000	2,260	-	-
	2,625,311	2,643,782	2,870,620	3,581,953	-	810,467
						1,481,984
EXPENSES						
Salaries and benefits	318,000	404,093	1,932,103	2,345,293	-	17,175
Debt servicing	-	-	12,000	29,355	-	-
Other expenses	2,000,000	1,921,456	850,356	1,192,606	350,000	1,050,192
	2,318,000	2,325,549	2,794,459	3,567,254	350,000	1,067,367
						1,873,376
Balance before amortization and other	307,311	318,233	76,161	14,699	(350,000)	(391,392)
Amortization	-	-	-	(300,207)	-	-
Consolidation revenue entries	-	-	-	(168,803)	-	-
Consolidation expense entries	99,453	84,026	(107,848)	20,000	(31,000)	1,056,367
						1,628,825
ANNUAL SURPLUS (DEFICIT)	\$ 406,764	\$ 402,259	\$ (31,687)	\$ (434,311)	\$ (381,000)	\$ 799,467
						\$ 1,237,433

Notes to Consolidated Financial Statements (continued)

14. SEGMENT DISCLOSURE

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WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

14. SEGMENT DISCLOSURE

	Total before Adjustments		Consolidation Adjustments		Consolidation Total	
	Budget 2019	Actual 2019	Budget 2019	Actual 2019	Budget 2019	Actual 2019
REVENUES						
Federal government operating transfers	\$ 5,685,892	\$ 6,126,429	\$ -	\$ -	\$ 5,685,892	\$ 6,126,429
Federal government capital transfers	233,762	769,183	-	-	233,762	769,183
Provincial government operating transfers	110,000	239,783	-	-	110,000	239,783
Mi'kmaw Kina'matnewey	2,769,511	3,507,034	-	-	2,769,511	3,507,034
Economic activities	11,840,000	13,126,215	-	(30,000)	11,840,000	13,098,215
Other revenue	723,512	937,830	(259,453)	(825,934)	464,059	111,896
	21,362,677	24,708,474	(259,453)	(855,934)	21,103,224	23,852,540
						24,223,393
EXPENSES						
Salaries and benefits	6,519,948	7,815,111	-	-	6,519,948	7,815,111
Debt servicing	183,936	190,655	-	-	183,936	270,456
Other expenses	13,714,023	15,648,933	340,395	(1,694,698)	14,054,418	13,954,235
	20,417,907	23,734,500	340,395	(1,694,698)	20,758,302	22,039,802
Balance before amortization and other	944,770	973,974	(599,848)	838,764	344,922	1,812,738
Amortization	-	(1,359,336)	-	-	-	(1,359,336)
Consolidation revenue entries	(259,453)	(855,934)	259,453	855,934	-	-
Consolidation expense entries	(340,395)	1,694,698	340,395	(1,694,698)	-	-
ANNUAL SURPLUS (DEFICIT)	\$ 344,922	\$ 453,402	\$ -	\$ -	\$ 344,922	\$ 453,402
						\$ 1,571,212

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

15. EXPENSES BY OBJECT

The following is a summary of expenses by object.

	2019	2018
Salaries and wages	\$ 7,815,111	\$ 7,270,288
Staff development	135,053	160,583
Supplies and services	2,040,439	1,866,642
Interest	270,456	190,655
Cost of sales for economic activities	6,854,124	6,443,043
Professional services	140,797	193,100
Rental expenditures	115,926	113,883
Fees and contract services	382,179	396,184
Other	4,285,717	4,674,345
Amortization	1,359,336	1,343,458
	<u>\$ 23,399,138</u>	<u>\$ 22,652,181</u>

16. RETIREMENT PLAN

Wagmatcook First Nation provides a voluntary defined contribution RPP and a group RRSP for eligible employees. As part of this plan, the Wagmatcook First Nation matches employee contributions to the specified limit. The employer's portion for the years ended March 31, 2019 and 2018 was \$114,869 and \$97,385 respectively.

17. ECONOMIC DEPENDENCE

The Wagmatcook First Nation receives a major portion of its revenues pursuant to funding arrangements with the federal government and its agencies. The continued operation of the First Nation is dependent on the continuation of these funding arrangements.

18. CONTINGENCIES

The Wagmatcook First Nation has entered into contribution agreements with various federal government departments and agencies. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

WAGMATCOOK FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2019

19. FINANCIAL INSTRUMENTS

The First Nation is exposed to various risks through its financial instruments and includes the following significant risks at March 31, 2019.

Credit risk

The First Nation's credit risk results from trade accounts receivable and receivables from other levels of government.

The First Nation extends credit to members and also receives rebates from various sources. When required, the First Nation records an allowance for doubtful accounts for items where collection is no longer assured.

Amounts owing from other levels of government are based on funding agreements and subject to review by the applicable government body.

The First Nation is not exposed to significant concentration risk.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The First Nation's interest rate risk arises from long-term borrowings at a fixed rate that creates fair value interest rate risk. Changes in market interest rates cause the fair value of long-term debt with fixed interest rates to fluctuate but do not affect the statement of operations, as the First Nation's debt is carried at amortized cost and the carrying value does not change as interest rates change.

Liquidity risk

Liquidity risk is the risk that the First Nation will encounter difficulty in meeting obligations associated with financial liabilities. The First Nation manages this risk through preparing budgets and by monitoring forecasted and actual cash flows.

The First Nation's future obligations with respect to debt repayments are disclosed in notes 8 and 11.

20. BUDGETED FIGURES

Budgeted figures have been provided for comparison purposes and have been derived from the estimates approved by Chief and Council.

21. COMPARATIVE FIGURES

Certain of the 2018 comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

WAGMATCOOK FIRST NATION

Schedule A – Schedule of Operating Fund

Year ended March 31, 2019, with comparative figures for 2018
(Unaudited)

	2019		2018
	Budget	Actual	Actual
REVENUES			
Transfers from Federal Government			
Indigenous Services Canada	\$ 4,004,597	\$ 4,468,883	\$ 5,048,309
Mi'kmaw Kina'matnewey	2,769,511	3,507,034	3,375,522
Health Canada	1,252,043	1,677,064	1,230,011
Fisheries and Oceans Canada	171,000	171,000	301,000
Employment and Social Development Canada	282,014	282,013	299,690
Canada Mortgage and Housing Corporation	210,000	214,572	361,490
Public Service Canada	—	82,080	—
Province of Nova Scotia	110,000	239,783	117,319
Economic activities	11,840,000	13,128,215	12,957,139
Interest, rent and sundry	723,512	937,830	858,396
	21,362,677	24,708,474	24,548,876
EXPENSES			
Governance	1,727,221	1,855,914	1,530,022
Economic and employment development	574,674	368,909	485,481
Operations and maintenance	796,999	846,165	1,045,205
Social development	2,318,000	2,325,549	2,232,643
Education	2,794,459	3,567,254	3,319,870
Capital	350,000	1,067,367	1,873,376
Housing	658,046	1,245,614	1,184,086
Health program	1,161,093	1,642,651	1,216,489
Fisheries – treaty	177,234	180,015	178,138
Fisheries – commercial	2,311,530	2,601,258	2,415,572
Wagmatcook Gas Bar	3,581,732	4,026,128	3,592,290
Gaming	617,500	617,475	620,776
Enterprise, Heritage and Community Complex	1,249,369	1,310,300	1,426,929
Tobacco	2,100,050	2,079,901	2,142,154
	20,417,907	23,734,500	23,263,031
Net revenues before the following	944,770	973,974	1,285,845
Financing and transfers			
Term loan principal instalments	(599,848)	(491,154)	(337,236)
Transfer to replacement reserve fund	(121,000)	(191,388)	(94,185)
Net financing and transfers	(720,848)	(682,542)	(431,421)
ANNUAL SURPLUS	\$ 223,922	\$ 291,432	\$ 854,424

WAGMATCOOK FIRST NATION

Schedule B – Schedule of Capital Fund

Year ended March 31, 2019, with comparative figures for 2018
(Unaudited)

	2019	2018
REVENUES		
Capital grants	\$ 799,467	\$ 1,237,433
Reversal of prior year capital grant	(206,300)	—
Loss on disposal of capital assets	(11,303)	—
	581,864	1,237,433
EXPENSES		
Governance	71,988	94,666
Operations and maintenance	509,354	484,410
Education	300,207	301,693
Health program	65,964	57,872
Fisheries – commercial	230,845	269,008
Wagmatcook Gas Bar	40,466	40,466
Enterprise, Heritage and Community Complex	140,512	95,343
	1,359,336	1,343,458
Net expenditures before the following	(777,472)	(106,025)
Financing and transfers		
Transfer from operating fund	256,900	391,392
Debenture and term loan principal installments	491,154	337,236
Net financing and transfers	748,054	728,628
ANNUAL SURPLUS (DEFICIT)	\$ (29,418)	\$ 622,603

WAGMATCOOK FIRST NATION

Schedule C – Statement of Moveable Asset Reserve

Health Canada First Nations and Inuit Health Funding

Year ended March 31, 2019, with comparative figures for 2018
(Unaudited)

	2019	2018
BALANCE, BEGINNING OF YEAR	\$ 4,909	\$ –
Amount provided in agreement for Moveable Asset Reserve Annual contribution	5,056	4,909
Total funding available	9,965	4,909
Expenditures	–	–
BALANCE, END OF YEAR	\$ 9,965	\$ 4,909

WAGMATCOOK FIRST NATION

Schedule D – Schedule of Education

Year ended March 31, 2019, with comparative figures for 2018
(Unaudited)

		2019	2018
	Budget	Actual	Actual
REVENUES			
Indigenous Services Canada			
Culture education	\$ 10,840	\$ 10,840	\$ 16,340
Health Canada – Head Start Program	48,269	168,803	48,269
Mi'kmaw Kina'matnewey – current allocation	2,649,511	2,829,617	2,714,952
Mi'kmaw Kina'matnewey – special education	120,000	209,415	207,782
Mi'kmaw Kina'matnewey – other	–	308,725	234,112
Mi'kmaw Kina'matnewey – capital	–	–	300,000
Deferred to operating capital	–	–	(300,000)
Nova Scotia Community College	39,000	52,293	41,549
Preschool immersion – other	3,000	2,260	2,206
	2,870,620	3,581,953	3,265,210
EXPENSES			
Administration and band-operated school program	1,588,619	2,046,385	1,870,204
Post-secondary education	320,000	447,617	469,114
Operations and maintenance	250,000	281,287	256,371
Special education	210,000	209,415	207,782
Preschool immersion wages	70,000	183,011	191,766
Preschool immersion operating expenses	90,000	97,941	42,644
Learning Centre	80,000	95,715	86,878
Transportation	95,000	95,705	92,922
Guidance and counseling	50,000	51,983	48,313
Interest	12,000	29,355	28,036
Rent	18,000	18,000	15,000
Cultural education	10,840	10,840	10,840
	2,794,459	3,567,254	3,319,870
Net revenues (expenses) before the following	76,161	14,699	(54,660)
Financing and transfers			
Term loan principal instalments	(127,848)	(109,153)	(75,665)
Transfer from Social Development	100,800	100,800	100,800
Transfer from Economic Development	82,340	82,340	82,339
	55,292	73,987	107,474
EXCESS OF REVENUES OVER EXPENSES	\$ 131,453	\$ 88,686	\$ 52,814

WAGMATCOOK FIRST NATION

Schedule E – Schedule of Health Program

Year ended March 31, 2019, with comparative figures for 2018
(Unaudited)

		2019	2018
	Budget	Actual	Actual
REVENUES			
Health Canada			
Block funding	\$ 900,774	\$ 1,156,739	\$ 901,385
Set funding	247,000	402,045	259,503
Flex funding	56,000	81,840	64,924
Capital	–	39,130	29,650
Prior year deferral	–	155,287	129,836
Year end deferral	–	(157,977)	(155,287)
Indigenous Services Canada			
Protective services	35,000	35,000	35,000
Other	–	52,430	53,645
Province of Nova Scotia	20,000	25,000	25,000
	1,258,774	1,789,494	1,343,656
EXPENSES			
Block expenditures	896,235	1,039,497	791,505
Set expenditures	226,311	410,828	306,518
Flex expenditures	–	56,548	24,706
Capital expenditures	–	39,326	3,380
Non-Health Canada Expenses	3,547	61,452	55,180
Family violence program	35,000	35,000	35,000
	1,161,093	1,642,651	1,216,489
EXCESS OF REVENUES OVER EXPENSES	\$ 97,681	\$ 146,843	\$ 127,167

WAGMATCOOK FIRST NATION

Schedule F – Schedule of Nova Scotia Gaming Agreement

Year ended March 31, 2019, with comparative figures for 2018
(Unaudited)

	2019		2018
	Budget	Actual	Actual
REVENUES			
Machine revenue	\$ 520,000	\$ 712,905	\$ 642,737
Casino profits	110,000	125,863	92,319
Health Canada – child first initiative	–	40,000	–
	630,000	878,768	735,056
EXPENSES			
Seniors' contribution	240,000	247,316	220,364
Commissions	95,000	98,177	96,592
Wages and benefits	100,000	94,138	95,591
Management fee	50,000	50,000	50,000
Summer games	40,000	44,823	68,470
Security	34,500	30,660	30,703
Building rental	30,000	30,000	30,000
Bookkeeping	20,000	20,000	20,000
Telephone and utilities	6,500	6,073	6,699
Insurance	1,000	768	–
Miscellaneous	500	(4,480)	2,357
	617,500	617,475	620,776
Net revenues before the following	12,500	261,293	114,280
Financing and transfers			
Transfer to Governance	(110,000)	(125,863)	(92,319)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ (97,500)	\$ 135,430	\$ 21,961