

SKOWNAN FIRST NATION

**CONSOLIDATED
FINANCIAL STATEMENTS**

MARCH 31, 2021

SKOWNAN FIRST NATION

MARCH 31, 2021

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AUDITORS' REPORT

To the Members of the Skownan First Nation:

Opinion

We have audited the accompanying consolidated financial statements of the Skownan First Nation which comprise of the statement of consolidated financial position as at March 31, 2021 and the consolidated statements of operations and accumulated surplus, change in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Basis for Disclaimer of Opinion

We were unable to obtain adequate audit evidence on expenditures. Furthermore, no budget was prepared or approved by Council for the fiscal year. As a result of these matters, we are unable to determine whether any adjustments might have been found necessary to the statement of financial position, and the elements making up the statement of operations and changes in net debt and cash flows.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian accounting standards for 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 the consolidated financial statements, management is responsible for assessing the Program'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 Program or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the 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 decisions of users taken on the basis of these consolidated financial statements. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

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 Program'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 Program'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 Program 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 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.

ZAPLITNY & ZAMRYKUT,
Chartered Professional Accountants

Dauphin, Manitoba
May 17, 2022

SKOWNAN FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2021

	2021	2020
FINANCIAL ASSETS		
CURRENT		
Cash	\$ 4,363,245	\$ 3,009,580
Restricted Cash - Note 3	341,369	337,705
Accounts Receivable - Note 4	200,415	131,769
Inventory	6,337	9,914
	4,911,366	3,488,968
LONG TERM		
Investments	10,000,000	10,000,000
	\$ 14,911,366	\$ 13,488,968
FINANCIAL LIABILITIES		
CURRENT		
Bank Indebtedness	\$ 13,746	\$ 676,576
Accounts Payable and Accrued Liabilities - Note 5	485,961	74,844
Deferred Revenue - Note 6	1,036,539	1,012,142
	1,536,246	1,763,562
LONG TERM		
Long Term Debt - Note 7	18,334,406	15,282,412
	19,870,652	17,045,974
NET DEBT	(4,959,286)	(3,557,006)
NON-FINANCIAL ASSETS		
Tangible Capital Assets - Note 9	24,327,375	23,389,589
ACCUMULATED SURPLUS - NOTE 8	\$ 19,368,089	\$ 19,832,583


Approved on Behalf of Skownan First Nation:

Chief: 

Councillor: 

Councillor: _____

Councillor: _____

Councillor: 

(The accompanying notes are an integral part of these financial statements.)

SKOWNAN FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2021

	2021	2020
FINANCIAL ASSETS		
CURRENT		
Cash	\$ 4,363,245	\$ 3,009,580
Restricted Cash - Note 3	341,369	337,705
Accounts Receivable - Note 4	200,415	131,769
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	\$ 14,911,366	\$ 13,488,968
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Chief: _____

Councillor: _____

Councillor: _____

Councillor: _____

Councillor: _____

(The accompanying notes are an integral part of these financial statements.)

SKOWNAN FIRST NATION

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

FOR THE YEAR ENDED MARCH 31, 2021

	(Unaudited) 2021 Budget	2021	2020
REVENUE			
Indigenous Services Canada	\$ -	\$ 11,542,759	\$ 10,114,289
Government of Canada	-	14,750	75,000
First Nation and Inuit Health Branch (FNIHB)	-	3,700,530	2,774,099
Canada Mortgage and Housing Corporation (CMHC)	-	551,159	613,469
First Peoples Development Inc.	-	319,840	344,208
Contract Revenue	-	836,777	795,921
VLT Proceeds - Net	-	251,074	483,312
Concession - Net	-	1,966	5,876
Bison	-	-	32,011
Tobacco Tax Rebates	-	304,776	220,817
Solicitor General	-	36,996	18,678
Confectionary and Fuel - Net	-	384,611	300,300
Interest Income	-	65	174
Rent	-	275,914	290,781
Deferred Revenue - Prior Year - Note 6	-	1,012,142	-
Deferred Revenue - Current Year - Note 6	-	(1,036,539)	(1,012,142)
	-	18,196,820	15,056,793
EXPENSES			
Governance and Administration	-	1,779,663	953,559
Social	-	1,748,110	1,292,635
Health	-	3,545,403	2,711,773
Housing	-	794,645	874,377
Economic Development	-	1,325,591	1,652,330
Education	-	4,189,627	3,906,321
Operations and Maintenance	-	4,512,747	2,155,848
Training and Other	-	502,483	496,151
Gaming	-	263,045	984,837
	-	18,661,314	15,027,831
ANNUAL SURPLUS (DEFICIT)	\$ -	(464,494)	28,962
ACCUMULATED SURPLUS, BEGINNING OF YEAR		19,832,583	19,803,621
ACCUMULATED SURPLUS, END OF YEAR		\$ 19,368,089	\$ 19,832,583

(The accompanying notes are an integral part of these financial statements.)

SKOWNAN FIRST NATION**CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT
FOR THE YEAR ENDED MARCH 31, 2021**

	2021	2020
ANNUAL SURPLUS (DEFICIT)	\$ (464,494)	\$ 28,962
Acquisition of Tangible Capital Assets	(2,288,103)	(1,810,695)
Amortization of Tangible Capital Assets	1,350,317	1,449,252
CHANGE IN NET DEBT	(1,402,280)	(332,481)
NET DEBT, BEGINNING OF YEAR	(3,557,006)	(3,224,525)
NET DEBT, END OF YEAR	\$ (4,959,286)	\$ (3,557,006)

(The accompanying notes are an integral part of these financial statements.)

SKOWNAN FIRST NATION

CONSOLIDATED STATEMENT OF CASH FLOWS

MARCH 31, 2021

	2021	2020
CASH PROVIDED BY OPERATING ACTIVITIES		
Cash Received From Contributors	\$ 18,234,468	\$ 15,094,441
Cash Paid to Suppliers	(11,143,495)	(8,802,609)
Cash Paid to Employees	(3,775,247)	(3,543,958)
Interest Paid	(97,832)	(101,587)
NET CASH PROVIDED BY OPERATING ACTIVITIES	3,217,894	2,646,287
CASH FLOWS FROM FINANCING ACTIVITIES		
Long Term Debt Repayments	(220,882)	(301,625)
Advances of Long Term Debt	1,311,250	1,348,702
NET CASH PROVIDED BY FINANCING ACTIVITIES	1,090,368	1,047,077
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Additions	(2,288,103)	(1,810,695)
NET INCREASE IN CASH AND CASH EQUIVALENTS	2,020,159	1,882,669
NET CASH AND CASH EQUIVALENTS, beginning of year	2,670,709	788,040
NET CASH AND CASH EQUIVALENTS, end of year	\$ 4,690,868	\$ 2,670,709
Cash and Cash Equivalents consists of:	2021	2020
Cash	\$ 4,363,245	\$ 3,009,580
Restricted Cash	341,369	337,705
Bank Indebtedness	(13,746)	(676,576)
	\$ 4,690,868	\$ 2,670,709

(The accompanying notes are an integral part of these financial statements.)

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2021

1. NATURE OF ENTITY

The Skownan First Nation (the "First Nation") is located in the province of Manitoba, and provides various services to its Members. Skownan First Nation includes the First Nation's government and all related entities that are accountable to the First Nation and are either owned or controlled by the First Nation.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards and include the following significant accounting policies:

Reporting Entity and Principles of Financial Reporting

The First Nation's reporting entity includes the First Nation's government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation. These financial statements consolidate the assets, liabilities, and results of operations for the following entities:

Skownan First Nation
Skownan CMHC Housing
Skownan Employment Training and Daycare
Skownan Health Authority
Skownan VLT Operation
SKO Construction Inc.

All inter-entity balances have been eliminated for the purposes of consolidating all of the above entities. However, transactions between programs have not been eliminated in reporting the results of operations.

Basis of presentation

Sources of revenue and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Cash resources

Cash resources include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Funds held in Ottawa Trust Fund

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position with an offsetting amount in accumulated surplus. Trust moneys consist of capital trust moneys derived from non-renewable resource transactions on the sale of land or other First Nation tangible capital assets; and revenue trust moneys generated primarily through land leasing transactions or interest earned on deposits held in trust.

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2021

Net debt

The First Nation's financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt of the First Nation is determined by its financial assets less its liabilities. Net debt combined with non-financial assets comprise a second indicator of financial position, accumulated surplus.

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution.

Amortization

Tangible capital assets are amortized annually using the following method at rates intended to amortize the cost of the assets over their estimated useful lives. Assets under construction are not amortized until the assets are put into use.

	Method	Rate
Buildings	Straight-line	20-50 years
Housing	Straight-line	25 years
Equipment	Straight-line	5-10 years
Roads and Bridges	Straight-line	30-50 years
Vehicles	Straight-line	3-15 years
Land Improvements	Straight-line	20 years

Long-lived assets

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured in the applicable accounting policies.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, exceeds the value of future economic benefits associated with the asset. Impairment is measured as the amount by which the assets' carrying value exceeds the residual value of the assets' service potential to the First Nation. Any impairment is included in operations for the year.

Liability for contaminated sites

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2021.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2021

Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the weighted average method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated selling costs.

Revenue Recognition

Government transfer revenue, including, but not limited to, Indigenous Services Canada, Health Canada and Canada Mortgage and Housing Corporation funding, is recognized as the funding becomes receivable under the terms of applicable funding agreements. Funding received under the funding arrangements that relate to a subsequent fiscal period is reflected as deferred revenue on the consolidated statement of financial position in the year of receipt, and is matched with related department expenses in the year of their occurrence. Funding that is restricted for particular purposes is deferred and recognized when the eligible expenses have been incurred.

Investment and interest revenue is recognized on an accrual basis in the year that it is earned.

All other types of revenue are recognized by the First Nation when the services are provided or the goods are shipped and collectability is reasonably assured.

Segments

The First Nation conducts its business through nine reportable segments as identified below. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions and to assess operational performance. For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information. These segments are differentiated by the major activities or services they provide. The First Nation's segments are as follows:

Governance and administration - reports on governance and administration activities

Social - reports on social assistance programs

Health - Reports on health and wellness programs funded by Health Canada

Housing - Reports on activities related to developing and sustaining housing, including CMHC subsidized housing

Economic Development - Reports on services that facilitate economic development

Education - Reports on the operations of education programs

Operations and Maintenance - Reports on general operations and maintenance programs in the First Nation

Training and Other - Reports on training and other activities

Gaming - Reports on the Video Lottery Terminal operations.

Inter-segment transfers are recorded at their exchange amount. The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the Significant Accounting Policies.

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2021

Employee future benefits

The First Nation's employee future benefit programs consist of a defined contribution pension plan. The First Nation's contributions to the defined contribution plans are expenses as incurred.

3. RESTRICTED CASH

	2021	2020
CMHC Replacement Reserve Fund	\$ 333,736	\$ 330,470
Ottawa Trust Fund	7,633	7,235
	\$ 341,369	\$ 337,705

4. ACCOUNTS RECEIVABLE

	2021	2020
Indigenous Services Canada	\$ 200,415	\$ 131,769

Ottawa Trust Fund The Ottawa Trust Fund arises 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 and are subject to audit by the Office of the Auditor General of Canada. The management of these funds is similarly governed by Sections 63 to 69 of the Indian Act. Revenue from the Ottawa Trust Fund is recognized in the year in which it is earned, when it is measurable and when collection is reasonably assured. Capital and Revenue trust monies are transferred to the First Nation on the authorization of the Minister of Indigenous Services Canada, with consent of the First Nation's Chief and Council. The fund earned interest in the amount of \$398 during the fiscal year (\$471 2019-20).

CMHC replacement reserve As required as part of the First Nation's Canada Mortgage and Housing Corporation ("CMHC") Housing program, a separate bank account has been established for replacement of capital equipment and for major repairs to the houses. Under the terms of the agreements with CMHC, the replacement reserve must either be held in a separate bank account or invested in accounts or instruments secured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC from time to time. At March 31, 2021, the replacement reserve bank account was fully funded (2019-20 - fully funded).

SKOWNAN FIRST NATION**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****MARCH 31, 2021****5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	2021	2020
Trade	\$ 478,969	\$ 67,348
Accrued Interest	6,992	7,496
	\$ 485,961	\$ 74,844

6. DEFERRED REVENUE

	2021	2020
Indigenous Services Canada -		
Skills Link	\$ -	\$ 25,226
Fisheries	-	127,610
Capacity Development	109,525	15,500
Capacity Innovation	12,553	7,894
Response	385,042	385,042
Private Admin 2nd Level	108,918	50,513
Solid Waste WMP	75,000	75,000
Waste Division WMP	200,000	200,000
Provincial Private Tuition	70,967	26,290
Culture and Recreation	-	56,960
Student Transportation	-	42,107
FNIHB - Jordan's Principle	74,534	-
	\$ 1,036,539	\$ 1,012,142

SKOWNAN FIRST NATION**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****MARCH 31, 2021****7. LONG TERM DEBT**

These loans are secured by a ministerial guarantee by the Government of Canada unless otherwise noted.

	2021	2020
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$3,742 including interest Interest: 2.49%	\$ 87,535	\$ 129,703
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$4,036 including interest Interest: 2.50%	314,280	354,377
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$3,977 including interest Interest: 1.44%	675,403	713,153
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$1,694 including interest Interest: 0.46%	366,662	383,814
TD Canada Trust Terms: Monthly payments of \$3,698 including interest Interest: 3.95%	-	11,256
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$1,659 including interest Interest: 0.46%	359,048	375,843
Subtotal	\$ 1,802,928	\$ 1,968,146

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2021

7. LONG TERM DEBT - Continued

	2021	2020
Subtotal - Continued from last page	\$ 1,802,928	\$ 1,968,146
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$2,670 including interest Interest: 2.50%	443,777	464,522
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$1,493 including interest Interest: 1.97%	253,461	266,281
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$3,436 including interest Interest: 2.50%	434,939	464,965
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$5,606 including interest Interest: 2.52%	721,224	769,796
First Nations Finance Authority Terms: Monthly payments of \$59,275 including interest Interest: 3.65%	11,392,042	11,348,702
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$4,117 including interest Interest: 0.69%	890,398	-
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$7,410 including interest Interest: 1.91%	1,669,628	-
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$2,932 including interest Interest: 0.96%	726,009	-
	\$ 18,334,406	\$ 15,282,412

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2021

7. LONG TERM DEBT - Continued

Principal repayments over the next five years are estimated as follows:

2021-22	\$529,482
2022-23	536,855
2023-24	498,980
2024-25	379,388
2025-26	386,075
Subsequent Years	16,003,626

8. ACCUMULATED SURPLUS

	2021	2020
Equity in Ottawa Trust Funds	\$ 7,911	\$ 8,423
CMHC Replacement Reserve	333,736	336,283
CMHC Operating Surplus	53,132	53,132
Investment In Tangible Capital Assets	19,697,543	18,107,177
Unrestricted Accumulated Surplus (Deficit)	(724,233)	1,327,568
	\$ 19,368,089	\$ 19,832,583

SKOWNAN FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021

9. TANGIBLE CAPITAL ASSETS

	Land	Buildings	Vehicles and Equipment	Roads	Water and Sewer	CMHC Housing	2021
COST							
Balance, Beginning of Year	\$ 110,000	\$ 31,115,643	\$ 2,869,679	\$ 725,411	\$ 6,298,711	\$ 8,471,868	\$ 49,591,312
Acquisition of Tangible Capital Assets	-	-	249,373	-	369,102	1,669,628	2,288,103
Disposals & Write Downs	-	-	-	-	-	-	-
Balance, End of Year	110,000	31,115,643	3,119,052	725,411	6,667,813	10,141,496	51,879,415
ACCUMULATED AMORTIZATION							
Balance, Beginning of Year	-	18,705,505	1,615,212	640,613	1,310,209	3,930,184	26,201,723
Amortization	-	662,075	210,609	16,870	183,954	276,809	1,350,317
Balance, End of Year	-	19,367,580	1,825,821	657,483	1,494,163	4,206,993	27,552,040
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS							
	\$ 110,000	\$ 11,748,063	\$ 1,293,231	\$ 67,928	\$ 5,173,650	\$ 5,934,503	\$ 24,327,375

SKOWNAN FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021

9. TANGIBLE CAPITAL ASSETS

	Land	Buildings	Vehicles and Equipment	Roads	Water and Sewer	CMHC Housing	2020
COST							
Balance, Beginning of Year	\$ 110,000	\$ 29,618,943	\$ 2,793,003	\$ 725,411	\$ 6,298,711	\$ 8,234,549	\$ 47,780,617
Acquisition of Tangible Capital Assets	-	1,496,700	76,676	-	-	237,319	1,810,695
Disposals & Write Downs	-	-	-	-	-	-	-
Balance, End of Year	110,000	31,115,643	2,869,679	725,411	6,298,711	8,471,868	49,591,312
ACCUMULATED AMORTIZATION							
Balance, Beginning of Year	-	17,983,562	1,365,536	623,743	1,126,255	3,653,375	24,752,471
Amortization	-	721,943	249,676	16,870	183,954	276,809	1,449,252
Balance, End of Year	-	18,705,505	1,615,212	640,613	1,310,209	3,930,184	26,201,723
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS							
	\$ 110,000	\$ 12,410,138	\$ 1,254,467	\$ 84,798	\$ 4,988,502	\$ 4,541,684	\$ 23,389,589

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2021

10. REVENUE RECONCILIATION

	2021	2020
Revenue per ISC Cash Flow Statement	\$ 11,542,759	\$ 10,114,289
ISC Revenue per Financial Statements	\$ 11,542,759	\$ 10,114,289

	2021	2020
Revenue per FNIHB Cash Flow Statement	\$ 3,700,530	\$ 2,774,099
FNIHB Revenue per Financial Statements	\$ 3,700,530	\$ 2,774,099

11. ECONOMIC DEPENDENCE

The First Nation receives a significant portion of its revenues pursuant to a funding arrangement with the Government of Canada.

12. PRIOR YEAR COMPARATIVES

Certain prior year comparatives have been restated to conform to the current years presentation.

SKOWNAN FIRST NATION

SCHEDULE 1 - SCHEDULE OF CONSOLIDATED EXPENSES BY OBJECT FOR THE YEAR ENDED MARCH 31, 2021

	2021	2020
Accommodations	\$ 100,550	\$ 250,539
Administration	303,059	107,455
Allowances	277,057	217,155
Amortization	1,350,317	1,449,252
Bank Charges and Interest	60,955	127,217
Basic Needs	1,397,234	1,052,795
Board Travel, Training and Honoraria	254,630	248,650
Community and Band Member Assistance	86,415	185,000
Contract Work	124,422	773,790
Emergency Pandemic	1,188,208	-
Equipment Rental	28,670	25,342
Fuel	202,866	211,858
Insurance	278,255	232,724
Interest on Long Term Debt	83,372	557,248
Office	154,572	161,346
Professional Development	95,281	59,163
Professional Fees	161,139	153,579
Projects and Program Costs	606,466	632,992
Recoveries	-	3,176
Repairs and Maintenance	3,842,797	1,600,583
Salaries and Benefits	4,025,239	3,444,318
Travel	232,832	379,612
Tuition	3,254,416	2,831,654
Utilities	334,784	118,216
Workshops	187,278	204,167
	\$ 18,661,314	\$ 15,027,831

SKOWNAN FIRST NATION

SCHEDULE 2 - GOVERNANCE AND ADMINISTRATION

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2021

	(Unaudited) 2021 Budget	2021	2020
REVENUE			
Indigenous Services Canada	\$ -	\$ 1,598,115	\$ 652,692
Government of Canada	-	14,750	75,000
Solicitor General	-	36,996	18,768
Deferred Revenue - Current Year - Note 6	-	(122,078)	-
	-	1,527,783	746,460
EXPENSES			
Amortization	-	205,633	229,789
Automotive	-	2,958	-
Bank Charges and Interest	-	3,775	4,289
Chief and Council Honoraria and Travel	-	254,630	248,650
Emergency Pandemic	-	500,278	-
Office	-	32,262	18,236
Professional Fees	-	38,311	25,103
Recovery	-	-	1,691
Salaries and Benefits	-	423,053	374,233
Security	-	249,992	-
Supplies	-	8,371	4,681
Telephone	-	15,337	15,715
Training	-	10,500	7,668
Travel	-	33,186	23,504
Utilities	-	1,377	-
	-	1,779,663	953,559
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ (251,880)	\$ (207,099)

SKOWNAN FIRST NATION**SCHEDULE 3 - SOCIAL****CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES
FOR THE YEAR ENDED MARCH 31, 2021**

	<i>(Unaudited)</i>		
	2021		
	Budget	2021	2020
REVENUE			
Indigenous Services Canada	\$ -	\$ 1,643,626	\$ 1,187,530
EXPENSES			
Amortization	-	103,547	104,517
Basic Needs Allowance	-	1,397,234	1,052,795
Office	-	4,333	4,361
Salaries and Benefits	-	242,996	129,155
Travel	-	-	1,807
	-	1,748,110	1,292,635
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ (104,484)	\$ (105,105)

SKOWNAN FIRST NATION

SCHEDULE 4 - HEALTH

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES FOR THE YEAR ENDED MARCH 31, 2021

	<i>(Unaudited)</i>		
	2021	2021	2020
	Budget		
REVENUE			
First Nation and Inuit Health Branch (FNIHB)	\$ -	\$ 3,700,530	\$ 2,774,099
Indigenous Services Canada	-	14,000	14,000
Deferred Revenue - Current Year - Note 6	-	(74,534)	-
	-	3,639,996	2,788,099
EXPENSES			
Administration Fees	-	200,513	44,112
Aid and Assistance	-	2,007	600
Amortization	-	229,651	236,888
Bank Charges and Interest	-	180	120
Equipment Purchase	-	30,500	-
Insurance	-	6,047	10,094
Office	-	77,731	116,378
Pandemic	-	418,612	-
Professional Development	-	35,567	58,502
Projects and Program Costs	-	347,927	209,766
Professional Fees	-	41,197	23,218
Repairs and Maintenance	-	83,040	203,249
Salaries and Benefits	-	1,686,509	1,472,230
Travel	-	172,814	167,807
Utilities	-	25,830	27,224
Workshops	-	187,278	141,585
	-	3,545,403	2,711,773
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ 94,593	\$ 76,326

SKOWNAN FIRST NATION**SCHEDULE 5 - HOUSING****CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES
FOR THE YEAR ENDED MARCH 31, 2021**

	<i>(Unaudited)</i> 2021 Budget	2021	2020
REVENUE			
Canada Mortgage and Housing Corporation (CMHC)	\$ -	\$ 551,159	\$ 613,469
Rent	-	275,914	290,781
	-	827,073	904,250
EXPENSES			
Administration	-	19,200	19,200
Amortization	-	269,145	276,809
Insurance	-	87,564	60,595
Interest on Long Term Debt	-	83,372	86,730
Professional Fees	-	3,500	3,500
Repairs and Maintenance	-	326,049	427,543
Travel	-	5,815	-
	-	794,645	874,377
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ 32,428	\$ 29,873

SKOWNAN FIRST NATION

SCHEDULE 6 - ECONOMIC DEVELOPMENT

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2021

	<i>(Unaudited)</i>		
	2021		
	Budget	2021	2020
REVENUE			
Indigenous Services Canada	\$ -	\$ 68,645	\$ 364,110
Contract Revenue	-	836,777	795,921
Confectionary and Fuel - Net	-	384,611	300,300
Bison	-	-	32,011
Deferred Revenue - Current Year - Note 6	-	-	(127,610)
Deferred Revenue - Prior Year - Note 6	-	127,610	-
	-	1,417,643	1,364,732
EXPENSES			
Amortization	-	96,333	88,256
Administration	-	70,891	44,143
Bank and Interest Charges	-	8,091	8,989
Community Activities	-	-	8,898
Emergency Pandemic	-	269,318	-
Equipment Rental	-	28,670	25,342
Fuel	-	180,113	188,483
Insurance	-	57,135	15,191
Office	-	4,926	5,193
Professional Fees	-	73,350	99,947
Projects and Program Costs	-	-	77,414
Repairs and Maintenance	-	134,194	388,826
Salaries and Benefits	-	379,229	682,086
Telephone	-	5,378	5,151
Travel	-	7,677	7,917
Utilities	-	10,286	6,494
	-	1,325,591	1,652,330
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ 92,052	\$ (287,598)

SKOWNAN FIRST NATION

SCHEDULE 7 - EDUCATION

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES FOR THE YEAR ENDED MARCH 31, 2021

	(Unaudited) 2021 Budget	2021	2020
REVENUE			
Indigenous Services Canada	\$ -	\$ 4,076,271	\$ 3,964,601
Deferred Revenue - Prior Year - Note 6	-	175,870	-
Deferred Revenue - Current Year - Note 6	-	(179,885)	(175,870)
	-	4,072,256	3,788,731
EXPENSES			
Accommodations	-	100,550	250,539
Allowances	-	224,529	217,155
Amortization	-	112,477	108,962
Office	-	9,806	2,994
Professional Development	-	636	661
Recoveries	-	-	1,485
Repairs and Maintenance	-	-	3,161
Salaries and Benefits	-	157,512	147,832
Special Activities	-	49,307	54,414
Student Transportation	-	275,017	262,336
Travel Staff	-	5,377	25,128
Tuition	-	3,254,416	2,831,654
	-	4,189,627	3,906,321
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ (117,371)	\$ (117,590)

SKOWNAN FIRST NATION

SCHEDULE 8 - OPERATIONS AND MAINTENANCE

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2021

	(Unaudited) 2021 Budget	2021	2020
REVENUE			
Indigenous Services Canada	\$ -	\$ 3,926,079	\$ 3,782,696
Deferred Revenue - Prior Year-Note 6	-	660,042	-
Deferred Revenue - Current Year-Note 6	-	(660,042)	(660,042)
	-	3,926,079	3,122,654
EXPENSES			
Amortization	-	284,575	349,100
Fuel	-	22,753	23,375
Insurance	-	124,422	143,244
Office	-	6,263	9,187
Repairs and Maintenance	-	1,323,077	548,949
Salaries and Benefits	-	536,465	270,552
Supplies and Materials	-	1,942,765	765,043
Travel	-	1,823	5,257
Utilities	-	270,604	41,141
	-	4,512,747	2,155,848
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ (586,668)	\$ 966,806

SKOWNAN FIRST NATION

SCHEDULE 9 - TRAINING AND OTHER CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES FOR THE YEAR ENDED MARCH 31, 2021

	<i>(Unaudited)</i>		
	2021		
	Budget	2021	2020
REVENUE			
Indigenous Services Canada	\$ -	\$ 216,023	\$ 148,660
First Peoples Development Inc.	-	319,840	344,208
Deferred Revenue - Prior Year - Note 6	-	48,620	-
Deferred Revenue - Current Year - Note 6	-	-	(48,620)
	-	584,483	444,248
EXPENSES			
Administration	-	12,455	-
Amortization	-	41,520	47,511
Interest and Bank Charges	-	2,414	1,459
Office	-	17,461	23,175
Participant Allowances	-	52,528	82,306
Program Costs	-	58,001	126,403
Professional Development	-	49,214	12,144
Professional Fees	-	3,500	3,500
Repairs and Maintenance	-	4,649	-
Salaries and Benefits	-	259,431	198,153
Travel	-	1,310	1,500
	-	502,483	496,151
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ 82,000	\$ (51,903)

SKOWNAN FIRST NATION**SCHEDULE 10 - GAMING****CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES****FOR THE YEAR ENDED MARCH 31, 2021**

	<i>(Unaudited)</i>		
	2021		
	Budget	2021	2020
REVENUE			
Gaming Proceeds - Net	\$ -	\$ 251,074	\$ 483,312
Interest	-	65	176
Tobacco Rebates	-	304,745	220,817
Concessions - Net	-	1,966	5,876
Other	-	31	-
	-	557,881	710,181
EXPENSES			
Aid and Assistance	-	60,863	-
Amortization	-	7,436	7,420
Donations	-	23,545	175,502
Insurance	-	3,087	3,600
Interest and Bank Charges	-	893	470,518
MLC Commissions and Fees	-	45,602	113,819
Office	-	1,790	1,822
Professional Fees	-	1,281	1,811
Repairs and Maintenance	-	20,249	24,174
Salaries and Benefits	-	90,052	152,314
Supplies	-	403	-
Travel	-	1,872	11,366
Telephone and Utilities	-	5,972	22,491
	-	263,045	984,837
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ 294,836	\$ (274,656)