

Rolling River First Nation
Consolidated Financial Statements
March 31, 2016

Rolling River First Nation
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For the year ended March 31, 2016

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Management's Responsibility

To the Chief and Council and Members of Rolling River First Nation:

The accompanying consolidated financial statements of Rolling River First Nation (the "Nation") are the responsibility of management and have been approved by the Chief and Council.


Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Rolling River First Nation Council is responsible for overseeing management in the performance of its consolidated financial reporting responsibilities, and for approving the consolidated financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Nation's external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by the Chief and Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

November 28, 2016



Manager

Independent Auditors' Report

To the Chief and Council and Members of Rolling River First Nation:

We have audited the accompanying consolidated financial statements of Rolling River First Nation, which comprise the consolidated statement of financial position as at March 31, 2016, 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.

Management's Responsibility 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Rolling River First Nation as at March 31, 2016 and the results of its operations, change in net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Moosomin, Saskatchewan

November 28, 2016

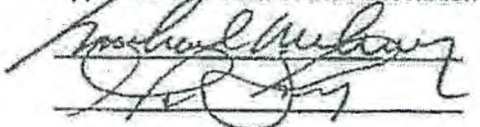
MNP LLP

Chartered Professional Accountants

Rolling River First Nation
Consolidated Statement of Financial Position
As at March 31, 2016

	2016	2015
Financial assets		
Current		
Cash and cash equivalents	98,270	332,816
Accounts receivable (Note 3)	878,138	676,043
Inventory for resale (Note 4)	30,742	36,891
	1,007,150	1,045,750
Funds held in Ottawa Trust Fund (Note 5)	2,148	2,104
Patronage equity	10,000	10,000
Notes receivable (Note 6)	499,168	530,520
Moveable asset reserve (Note 7)	31,539	30,393
VLT administration fee (Note 8)	540,100	42,000
Investment in KRW Limited Partnership (Note 9)	1,184,313	1,186,769
Total financial assets	3,274,418	2,847,536
Liabilities		
Current		
Bank indebtedness (Note 10)	241,282	11,840
Accounts payable and accruals (Note 11)	1,158,677	1,291,741
	1,399,959	1,303,581
Long-term debt (Note 12)	1,622,711	1,515,077
Capital lease obligations (Note 13)	36,143	-
Deferred revenue (Note 14)	808,696	840,141
Total liabilities	3,867,509	3,658,799
Net debt	(593,091)	(811,263)
Contingencies (Note 20)		
Non-financial assets		
Tangible capital assets (Schedule 1)	15,764,413	16,509,363
Prepaid expenses	64,927	52,682
Total non-financial assets	15,829,340	16,562,045
Accumulated surplus	15,236,249	15,750,782

Approved on behalf of the First Nation



Chief

Councillor



Councillor

The accompanying notes are an integral part of these financial statements

Rolling River First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2016

	<i>Schedules</i>	<i>2016 Budget</i>	<i>2016</i>	<i>2015</i>
Revenue				
Indigenous and Northern Affairs Canada (Note 15)		3,147,460	4,166,789	4,393,744
Health Canada (Note 15)		814,242	1,457,994	1,314,801
Canada Mortgage and Housing Corporation (Note 15)		12,600	5,830	12,510
First Peoples' Development Inc.		265,885	263,587	265,885
Additional government funding		51,700	116,822	67,365
Aboriginal Language Initiative		-	16,925	-
Administration fees		-	27,000	30,245
Band revenue funds		-	19,269	13,603
Debt forgiveness		-	247,356	20,284
Earnings from investment in joint partnership (Note 9)		-	2,875	3,333
Earnings (loss) from Band Farms		-	(412)	8,876
Earnings (loss) in TLE Trust		-	(31,352)	7,868
Gain (loss) on disposal of tangible capital assets		-	24,500	-
GST and Tobacco Tax rebates		-	159,296	178,444
Hydro line project		-	47,871	-
Income from Rolling River Trucking		80,500	35,618	80,494
Income from Southquill Gaming Centre		-	4,305,609	4,601,436
Income from Southquill Gas Bar		-	831,507	792,012
Income from Southquill Restaurant		-	508,900	503,853
Investment income		-	35,236	14,919
Lease income		-	140,542	131,338
Miscellaneous		-	12,460	676
National Association of Cultural Education		-	23,894	19,550
Parks Canada		-	121,004	9,423
Rental income		-	224,518	130,465
Repayment of funding		-	(48,965)	(27,023)
Residential schools		-	27,000	-
User fees		-	14,769	16,718
West Region Tribal Council		-	150	2,000
Deferred revenue - current year (Note 14)		1,136,000	(808,696)	(840,141)
Deferred revenue - prior year (Note 14)		-	840,141	846,048
		5,508,387	12,788,037	12,598,726
Expenses				
Southquill Health	4	806,279	1,419,680	1,388,405
Post Secondary	5	321,750	304,299	319,331
Social Assistance	6	364,900	412,829	363,970
Operations	7	4,678,122	5,556,207	5,176,788
Business	8	-	5,609,555	5,777,505
Total expenses (Schedule 2)		6,171,051	13,302,570	13,025,999
Deficit		(662,664)	(514,533)	(427,273)
Accumulated surplus, beginning of year		15,750,782	15,750,782	16,178,055
Accumulated surplus, end of year		15,088,118	15,236,249	15,750,782

The accompanying notes are an integral part of these financial statements

Rolling River First Nation
Consolidated Statement of Change in Net Debt
For the year ended March 31, 2016

	<i>2016 Budget</i>	<i>2016</i>	<i>2015</i>
Deficit	(662,664)	(514,533)	(427,273)
Purchases of tangible capital assets	-	(123,638)	(44,342)
Purchase of capital lease asset	-	(65,000)	-
Amortization of tangible capital assets	791,500	933,588	920,895
	791,500	744,950	876,553
Acquisition of prepaid expenses	-	(64,927)	(52,682)
Use of prepaid expenses	-	52,682	43,111
	-	(12,245)	(9,571)
Decrease in net debt	128,836	218,172	439,709
Net debt, beginning of year	(811,263)	(811,263)	(1,250,972)
Net debt, end of year	(682,427)	(593,091)	(811,263)

The accompanying notes are an integral part of these financial statements

Rolling River First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2016

	2016	2015
Cash provided by (used for) the following activities:		
Operating activities		
Cash receipts from contributors	12,070,269	12,206,482
Cash paid to suppliers	(10,092,135)	(9,415,363)
Cash paid to employees	(2,336,724)	(2,280,227)
Interest on long-term debt	(60,493)	(63,117)
	(419,083)	447,775
Financing activities		
Advances of long-term debt	929,000	-
Repayment of long-term debt	(821,366)	(240,008)
Repayment of capital lease obligations	(28,857)	-
	78,777	(240,008)
Capital activities		
Purchases of tangible capital assets	(123,638)	(44,342)
Investing activities		
Increase in Ottawa Trust Fund	(44)	(79)
Increase (decrease) in cash resources	(463,988)	163,346
Cash resources, beginning of year	320,976	157,630
Cash resources (deficiency), end of year	(143,012)	320,976
Cash resources (deficiency) are composed of:		
Cash and cash equivalents	98,270	332,816
Bank indebtedness	(241,282)	(11,840)
	(143,012)	320,976

The accompanying notes are an integral part of these financial statements

Rolling River First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

1. Operations

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

2. Significant accounting policies

These consolidated financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and including the following significant accounting policies:

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.

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity.

The First Nation has consolidated the assets, liabilities, revenue and expenses of the following entities and departments:

- Rolling River First Nation - Operations
- Southquill Health
- Rolling River Post Secondary
- Rolling River Social Services
- Southquill Gaming Centre
- Southquill Gas Bar

All inter-entity balances have been eliminated on consolidation; however, transactions between departments have not been eliminated in order to present the results of operations for each specific department.

Investment in the KRW Limited Partnership is accounted for using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity accounting principles are not adjusted to conform to those of the First Nation. Thus, the First Nation's investment in these entities is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received.

Cash resources

Cash resources includes cash on hand and balances with banks net of bank overdraft.

Inventory

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

Inventory held for resale is classified as a financial asset when all of the following criteria are met:

- Prior to March 31, 2016, the First Nation has committed to sell the asset;
- The asset is in a condition to be sold;
- The asset is publicly seen to be for sale;
- There is an active market for the asset;
- A plan exists for selling the asset; and
- A sale to a party external to the First Nation can reasonably be expected within one year.

Rolling River First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

2. Significant accounting policies *(Continued from previous page)*

Long-lived assets

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

The Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying amount of an asset, or group of assets, may not be recoverable. The carrying amount of a long-lived asset is not recoverable if the carrying amount exceeds the sum of the undiscounted future cash flows from their use and disposal. Impairment is measured as the amount by which the asset's carrying amount exceeds its fair value. Fair value is measured using prices for similar items. Any impairment is included in operations for the year.

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 methods at rates intended to amortize the cost of the assets over their estimated useful lives:

	Method	Rate
Buildings	straight-line	20 %
Housing	straight-line	4 %
Automotive (including leased)	straight-line	20 %
Equipment	straight-line	20 %
Infrastructure	declining balance	2.5 %
Signage	declining balance	20 %

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 normally provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale in the normal course of operations. Non-financial assets include tangible capital assets and prepaid expenses.

Net debt

The First Nation's consolidated 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 is comprised of two components, non-financial assets and accumulated surplus (deficit).

Measurement uncertainty

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Provisions are made for slow moving and obsolete inventory. Amortization is based on the estimated useful lives of tangible capital assets. Payable to funding agencies is based on anticipated repayment requirements; however, actual repayments will be determined upon funding agencies review of financial statements. These assumptions are reviewed periodically and, as adjustments become necessary, they are reported in the operations in the periods in which they become known.

Rolling River First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

2. Significant accounting policies: *(Continued from previous page)*

Revenue recognition

Funding

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under funding arrangements that relate to a subsequent fiscal period are reflected as deferred revenue on the statement of financial position in the year of receipt.

Government transfers

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Rental and other revenue

Rental revenue is recognized over the rental term. Other revenues earned from other services provided and goods sold by the Nation are recognized at their fair value when the service is provided or at time of sale.

Financial Instruments

Financial Instruments include cash, accounts receivable, restricted cash, bank indebtedness, accounts payable and accruals, advances from related parties and long-term debt. Unless otherwise stated, it is management's opinion that the Nation is not exposed to significant interest, currency or credit risk arising from financial instruments. Unless otherwise stated, the book value of the Nation's financial assets and liabilities approximates their fair value due to the short-term maturities of the instruments. The fair value of the Nation's long-term debt are approximated by their carrying value as the terms and conditions of similar instruments are not materially different from those associated with the Nation's current long-term debt.

Segments

The First Nation conducts its business through 5 reportable segments. These segments are differentiated by the major activities or services they provide. The First Nation's segments are as follows:

Southquill Health - reports on health and wellness programs funded by Health Canada
Post Secondary - reports on the operations of post secondary programs
Social Services - reports on social assistance programs
Operations - reports on general operations and maintenance programs in the First Nation
Business - reports on the enterprises undertaken by the First Nation

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 Note 2 the *Significant accounting policies*.

Rolling River First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

3. Accounts receivable

	2016	2015
Indigenous and Northern Affairs Canada	362,236	291,130
Other government agencies	197,824	184,796
Trade receivables	148,883	114,998
Members	143,119	111,459
Health and Welfare Canada	73,000	-
	925,062	702,383
Less: Allowance for doubtful accounts	46,924	26,340
	878,138	676,043

4. Inventory for resale

	2016	2015
Southquill Gas Bar	13,636	15,544
Southquill Gaming Centre	8,896	13,137
Rolling River Band Farm	8,210	8,210
	30,742	36,891

5. Funds held in Ottawa Trust Fund

The Ottawa Trust account 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. Sections 63 to 69 of the Indian Act primarily govern the management of these funds.

	2016	2015
Balance, beginning of year	2,104	2,025
Interest earned	44	79
	2,148	2,104

Rolling River First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

6. Notes receivable

Amounts owing from the Rolling River First Nation TLE Trust are unsecured, non-interest bearing and due on demand provided that the request from Council conforms to the provisions set out in the trust agreement. These funds are available to the Rolling River First Nation under the Framework Agreement signed on May 29, 1997. The Framework Agreement also states that the revenue earned from the Treaty Land Entitlement will have no effect on existing or future funding for programs.

Section 39.01 of the Framework Agreement states:

(1) Nothing in this agreement shall affect the ability of an Entitlement First Nation to have access to programs and services offered by Canada and Manitoba on the same basis as other First Nations in Canada in accordance with the laws and policies established from time to time for those programs and services;

(2) For greater certainty, neither the amount of the federal payment, nor the income from the federal payment shall be factored into or considered in any negative manner in the determination of any amount of funding for any programs or services of Canada or Manitoba for which an Entitlement First Nation qualifies under the criteria for those programs or services.

	2016	2015
Balance, beginning of year	530,520	522,652
Current year income (loss)	(31,352)	7,868
Balance, end of year	499,168	530,520

7. Moveable asset reserve

	2016	2015
Balance beginning of year	30,393	29,265
Annual allocation	1,146	1,128
	31,539	30,393

8. VLT Administration Fee

	2016	2015
Opening balance	42,000	90,000
Add: administration fee advance	561,000	-
Less: administration fee amortization	(62,900)	(48,000)
	540,100	42,000

Rolling River First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

9. Investment in KRW Limited Partnership

The Nation holds a one-third interest in a partnership with two other First Nations. The partnership owns land which it rents out.

	2016	2015
Balance, beginning of year	1,186,769	1,183,436
Add: Current year income (loss)	2,875	3,333
Less: Withdrawals/transfers	(5,331)	-
	<u>1,184,313</u>	<u>1,186,769</u>

10. Bank indebtedness

At March 31, 2016, the First Nation had lines of credit totaling \$200,000, in which \$153,022 (\$0 in 2015) were drawn. The interest rate on lines of credit are prime plus 3.30%, which at year end amounted to 6.00%. The First Nation had outstanding cheques at the end of the year which resulted in a bank indebtedness of \$241,282 (\$11,840 in 2015). The following has been collateralized in connection with this line of credit:

- General security agreement; and
- Band Council Resolution redirecting all funds from Indigenous and Northern Affairs Canada to the financial institution.

11. Accounts payable and accruals

	2016	2015
Trade payables	1,036,670	1,212,970
Payroll liabilities	54,347	40,061
Government remittances	30,777	21,094
Indigenous and Northern Affairs Canada payable	36,883	17,616
	<u>1,158,677</u>	<u>1,291,741</u>

Rolling River First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

12. Long-term debt

	2016	2015
First Canadian Fuels Ltd. term loan, repaid during the year.	-	375,489
First People's Economic Growth loan payable in monthly installments of \$2,344 including interest at 0%, secured by second charge general security agreement including assets with a net book value of \$296,335 (\$344,616 in 2015), due May 2024.	230,174	258,299
Median Credit Union loan payable in monthly installments of \$26,099 including interest at 5.70% (2015 - 6.00%), secured by general security agreement, due May 2018.	612,059	881,289
Median Credit Union loan payable in monthly installments of \$10,000 including interest at 7.00%, secured by general security agreement, due August 2018.	265,409	-
Liquor and Gaming Authority of Manitoba loan payable in weekly installments of \$1,672 including interest at 2.35%, secured by video lottery terminals having a net book value of \$540,100, due August 2022.	515,069	-
	<u>1,622,711</u>	<u>1,515,077</u>

Principle repayments on long-term debt in each of the next four years are estimated as follows:

2017	493,130
2018	519,820
2019	181,490
2020	109,350
2021	112,900

Interest on long-term debt amounted to \$60,493 (2015 - \$63,117).

13. Capital lease obligations

	2016	2015
National Leasing lease payable in monthly installments of \$1,570 including interest at 21.62%, secured by automotive equipment having a net book value of \$52,000, due October 2018.	36,143	-

Minimum lease payments related to the obligation under capital lease are as follows:

2017	12,190
2018	15,100
2019	8,853
	<u>36,143</u>

Rolling River First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

14. Deferred revenue

	Balance March 31, 2015	Funding Received 2016	Other Revenue (loss) Recognized 2015	Revenue (loss) Recognized 2015	Balance March 31, 2016
Other					
TLE Trust - community restricted	840,141	-	(31,352)	(93)	808,696

15. Government transfers

During the year, the First Nation recognized the following government transfers:

	2016			2015		
	Operating	Capital	Total	Operating	Capital	Total
Federal government transfers:						
Indigenous and Northern Affairs Canada	4,166,789	-	4,166,789	4,393,744	-	4,393,744
Health Canada	1,457,994	-	1,457,994	1,314,801	-	1,314,801
Canada Mortgage and Housing Corporation	5,830	-	5,830	12,510	-	12,510
Total	5,630,613	-	5,630,613	5,721,055	-	5,721,055

16. Indian pension agreement

The Rolling River First Nation has entered into an agreement with Indigenous and Northern Affairs Canada for funding contributions for an employee registered pension plan for Indigenous and Northern Affairs Canada funded employees. Employees participating in the pension agreement number 35 (2015 - 26). No pension obligations were outstanding at year end. The following amounts relate to the agreement.

	2016	2015
Total eligible salaries for participating employees	940,535	956,731
Private pension plan - employer contributions	44,066	35,125

17. Budget information

The disclosed budget information has been approved by the Chief and Council and presented to the members of the Rolling River First Nation at the budget meeting held on September 19, 2015. The budget information for the First Nation's business entities have not been reported in these financial statements.

18. Economic dependence

Rolling River First Nation receives 33% (2015 - 35%) of its revenue from Indigenous and Northern Affairs Canada (INAC) and 11% (2015 - 10%) of its revenue from Health Canada as a result of Treaties entered into with the Government of Canada. These treaties are administered by INAC under the terms and conditions of the Indian Act. The ability of the First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

Rolling River First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2016

19. Comparative figures

Certain comparative figures have been reclassified to conform with current year's presentation.

20. Contingent liabilities

These consolidated financial statements are subject to review by the First Nation's funding agents. It is possible that adjustments could be made based on the results of their review and amounts may be subject to repayment or recovery, depending on their terms and conditions of the relevant agreements.

21. Compliance with laws

The First Nations Financial Transparency Act required First Nations to make their financial statements publicly available and submit their consolidated financial statements to Indigenous and Northern Affairs Canada by July 29, 2016. As the audit is dated after July 29, 2016, the First Nation is in breach of this requirement.

Rolling River First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2016

	<i>Buildings</i>	<i>Housing</i>	<i>Automotive</i>	<i>Equipment</i>	<i>Infrastructure</i>	<i>Land</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	8,702,208	6,673,663	3,248,919	979,575	4,702,579	4,904,160	29,211,104
Acquisition of tangible capital assets	4,550	-	78,019	41,069	-	-	123,638
Disposal of tangible capital assets	-	-	130,475	-	-	-	130,475
Balance, end of year	8,706,758	6,673,663	3,457,413	1,020,644	4,702,579	4,904,160	29,465,217
Accumulated amortization							
Balance, beginning of year	3,880,137	3,399,814	2,519,727	593,539	2,310,759	-	12,703,976
Annual amortization	308,043	226,592	211,371	21,072	153,063	-	920,141
Accumulated amortization on disposals	-	-	130,475	-	-	-	130,475
Balance, end of year	4,188,180	3,626,406	2,861,573	614,611	2,463,822	-	13,754,592
Net book value of tangible capital assets	4,518,578	3,047,257	595,840	406,033	2,238,757	4,904,160	15,710,625
2015 Net book value of tangible capital assets	4,822,070	3,273,848	729,192	386,038	2,391,820	4,904,160	16,507,128

Rolling River First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2016

	<i>Subtotal</i>	<i>Signage</i>	<i>Automotive Leased</i>	<i>2016</i>	<i>2015</i>
Cost					
Balance, beginning of year	29,211,104	13,650	-	29,224,754	29,180,412
Acquisition of tangible capital assets	123,638	-	65,000	188,638	44,342
Disposal of tangible capital assets	130,475	-	-	130,475	-
Balance, end of year	29,465,217	13,650	65,000	29,543,867	29,224,754
Accumulated amortization					
Balance, beginning of year	12,703,976	11,415	-	12,715,391	11,794,496
Annual amortization	920,141	447	13,000	933,588	920,895
Accumulated amortization on disposals	130,475	-	-	130,475	-
Balance, end of year	13,754,592	11,862	13,000	13,779,454	12,715,391
Net book value of tangible capital assets	15,710,625	1,788	52,000	15,764,413	16,509,363
2015 Net book value of tangible capital assets	16,507,128	2,235	-	16,509,363	

Rolling River First Nation
Schedule 2 - Consolidated Schedule of Expenses by Object
For the year ended March 31, 2016

	2016 <i>Budget</i>	2016	2015
Consolidated expenses by object			
Administration	174,567	124,954	85,534
Advertising	-	2,479	16,148
Allowances	98,500	94,768	98,361
Amortization	791,500	933,588	920,895
Automotive	37,000	50,029	39,333
Bad debts	-	20,584	9,933
Bank charges and interest	2,000	72,867	162,131
Benefits	-	6,747	8,427
Building materials	138,000	88,543	137,796
Cash over/short	-	29,641	26
Community events	-	37,587	4,984
Computer	21,750	35,341	21,698
Consulting	-	62,070	13,230
Contracted services	12,000	11,706	18,592
Donations	-	72,954	123,110
Economic	-	63,282	40,178
Elders fees	6,700	6,176	7,737
Employable income support	234,000	211,600	233,330
Food and beverage	11,300	1,725	11,257
Fuel	122,400	101,482	122,513
Graduation	-	13,179	15,372
Honouraria	109,500	147,137	107,152
Instruction	-	1,201	1,345
Insurance	117,400	170,257	140,647
Interest on long-term debt	4,000	60,493	63,117
Lease payments	6,000	-	5,823
MLC Share	-	156,243	153,568
MLC registration fees	-	13,716	12,745
Miscellaneous	2,300	27,334	23,513
Off reserve travel	25,208	32,491	52,635
Office equipment lease	7,800	19,835	30,248
Office rent	10,900	15,000	19,393
Office supplies	65,300	80,879	58,641
Professional development	2,400	-	733
Professional fees	70,000	146,086	133,422
Program education	3,600	20,928	25,099
Program expense	134,800	217,177	154,322
Property taxes	-	71,500	-
Purchases	-	1,307,744	1,211,951
Renovations	38,100	38,348	38,080
Rent	11,600	19,237	11,580
Repairs and maintenance	611,600	574,130	779,703
Salaries and benefits	1,488,027	2,336,724	2,280,227
Supplies	30,200	108,883	85,272
Telephone	38,600	67,118	73,959
Training	17,800	19,880	12,725
Transportation	25,000	158,712	184,818
Travel	163,800	218,271	218,516
Tuition	1,316,400	1,474,501	1,223,052
Unemployable income support	43,500	102,623	43,482
User fees	2,700	2,554	2,678
Utilities	105,500	185,194	173,641
VLT payouts	-	3,398,373	3,545,758
Workshop	69,299	68,699	67,569
	6,171,051	13,302,570	13,025,999

Rolling River First Nation
Schedule 3 - Consolidated Schedule of Revenue and Expenses by Segment
For the year ended March 31, 2016

	<i>INAC Revenue</i>	<i>Other Revenue</i>	<i>Deferred Revenue</i>	<i>Funds Held in Trust</i>	<i>Total Revenue</i>	<i>Total Expenses</i>	<i>Adjustments/ Transfers From (To)</i>	<i>Current Surplus (Deficit)</i>
Southquill Health	-	1,479,788	-	-	1,479,788	1,419,680	40,610	100,718
Post Secondary	304,965	-	-	-	304,965	304,299	-	666
Social Services	392,672	(19,711)	-	-	372,961	412,829	-	(39,868)
Operations	3,469,152	1,296,492	31,445	(31,352)	4,765,737	5,556,207	(40,610)	(831,080)
Business	-	5,864,586	-	-	5,864,586	5,609,555	-	255,031
Total	4,166,789	8,621,155	31,445	(31,352)	12,788,037	13,302,570	-	(514,533)

Rolling River First Nation
Southquill Health
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2016

	2016 Budget	2016	2015
Revenue			
Health Canada	814,242	1,457,994	1,314,801
Aboriginal Language Initiative	-	3,000	-
Deferred revenue - prior year	-	-	13,700
GST and Tobacco Tax rebates	-	-	21,352
Investment income	-	1,994	1,528
Miscellaneous	-	-	676
Rental income	-	16,800	16,900
	814,242	1,479,788	1,368,957
Expenses			
Administration	39,545	22,012	6,267
Advertising	-	-	11,356
Amortization	-	72,494	56,376
Automotive	37,000	50,029	39,333
Bank charges and interest	-	2,156	2,046
Consulting	-	27,156	8,230
Contracted services	12,000	11,706	18,592
Elders fees	-	1,146	1,128
Honouraria	-	51,009	43,262
Insurance	5,000	19,895	20,753
Miscellaneous	-	18,069	20,209
Off reserve travel	25,208	32,491	52,635
Office equipment lease	-	9,601	16,634
Office rent	3,600	9,600	9,660
Office supplies	3,000	20,074	20,615
Professional development	2,400	-	733
Professional fees	1,000	10,093	664
Program expense	-	1,204	5,997
Repairs and maintenance	-	48,815	62,551
Salaries and benefits	541,227	752,450	727,831
Supplies	19,200	37,281	30,741
Telephone	5,000	25,516	29,342
Training	10,600	7,200	5,353
Transportation	25,000	79,878	93,190
Travel	7,200	12,625	15,970
Utilities	-	28,481	22,795
Workshop	69,299	68,699	66,142
	806,279	1,419,680	1,388,405
Surplus (deficit) before transfers	7,963	60,108	(19,448)
Transfers between segments	40,610	40,610	40,610
Surplus	48,573	100,718	21,162

Rolling River First Nation
Post Secondary
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2016

	2016 Budget	2016	2015
Revenue			
Indigenous and Northern Affairs Canada	313,794	304,965	322,340
Repayment of funding	-	-	(8,782)
	313,794	304,965	313,558
Expenses			
Administration	3,550	600	3,550
Allocation	98,500	94,768	98,361
Bank charges and interest	2,000	6,774	2,015
Benefits	-	6,747	8,427
Computer	2,300	1,126	2,254
Elders fees	6,700	5,030	6,609
Food and beverage	11,300	1,725	11,257
Honouraria	4,500	1,650	3,450
Miscellaneous	500	204	408
Office rent	7,300	5,400	7,226
Office supplies	8,700	8,189	6,648
Professional fees	9,500	6,773	9,431
Salaries and benefits	109,500	86,416	98,963
Supplies	-	2,110	2,025
Telephone	5,600	6,155	5,584
Travel	15,300	12,693	15,285
Tuition	36,500	57,939	36,411
Workshop	-	-	1,427
	321,750	304,299	319,331
Surplus (deficit)	(7,956)	666	(5,773)

Rolling River First Nation
Social Services
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2016

	<i>2016 Budget</i>	<i>2016</i>	<i>2015</i>
Revenue			
Indigenous and Northern Affairs Canada	393,500	392,672	392,620
Repayment of funding	-	(19,711)	-
	393,500	372,961	392,620
Expenses			
Employable income support	234,000	211,600	233,330
Supplies	9,900	15,362	9,822
User fees	2,700	2,554	2,678
Utilities	74,800	80,690	74,658
Unemployable income support	43,500	102,623	43,482
	364,900	412,829	363,970
Surplus (deficit)	28,600	(39,868)	28,650

Rolling River First Nation
Operations
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2016

	2016 <i>Budget</i>	2016	2015
Revenue			
Indigenous and Northern Affairs Canada	2,440,166	3,469,152	3,678,783
Canada Mortgage and Housing Corporation	12,600	5,830	12,510
First Peoples' Development Inc.	265,885	263,587	265,885
Additional government funding	51,700	116,822	67,365
Aboriginal Language Initiative	-	13,925	-
Administration fees	-	27,000	30,245
Band revenue funds	-	19,269	13,603
Debt forgiveness	-	30,196	20,284
Deferred revenue - current year (Note 14)	1,136,000	(808,696)	(840,141)
Deferred revenue - prior year (Note 14)	-	840,141	832,348
Earnings (loss) from Band Farms	-	(412)	8,876
Earnings from investment in joint partnership	-	2,875	3,333
GST and Tobacco Tax rebates	-	159,296	157,091
Gain (loss) on disposal of tangible capital assets	-	24,500	-
Hydro line project	-	47,871	-
Income (loss) in TLE Trust	-	(31,352)	7,868
Income from Rolling River Trucking	80,500	35,618	80,494
Investment income	-	33,242	13,391
Lease income	-	140,542	131,338
Miscellaneous	-	11,050	-
National Association of Cultural Education	-	23,894	19,550
Parks Canada	-	121,004	8,923
Rental income	-	207,718	113,565
Repayment of funding	-	(29,254)	(18,241)
Residential schools	-	27,000	-
User fees	-	14,769	16,720
West Region Tribal Council	-	150	2,000
	3,986,851	4,765,737	4,625,790

Continued on next page

Rolling River First Nation
Operations
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2016

	2016 Budget	2016	2015
Revenue <i>(Continued from previous page)</i>	3,986,851	4,765,737	4,625,790
Expenses			
Administration	131,472	102,342	75,718
Amortization	791,500	827,492	829,567
Bad debts	-	2,387	4,335
Band elections	-	5,375	3,752
Bank charges and interest	-	56,241	116,283
Building materials	138,000	88,543	137,796
Community events	-	32,212	1,232
Computer	19,450	34,214	19,444
Consulting	-	34,913	5,000
Economic	-	63,282	40,178
Fuel	122,400	101,482	122,513
Graduation	-	13,179	15,372
Honouraria	105,000	94,478	60,440
Instruction	-	1,201	1,345
Insurance	112,400	144,088	114,453
Interest on long-term debt	4,000	52,927	3,864
Lease payments	6,000	-	5,823
Miscellaneous	1,800	7,907	1,851
Office equipment lease	7,800	7,165	7,788
Office rent	-	-	2,508
Office supplies	53,600	44,151	25,932
Professional fees	59,500	113,708	106,361
Program education	3,600	20,928	25,099
Program expense	134,800	215,973	148,324
Property taxes	-	71,500	-
Renovations	38,100	38,348	38,080
Rent	11,600	19,237	11,580
Repairs and maintenance	611,600	507,827	693,001
Salaries and benefits	837,300	1,039,182	1,001,500
Southquill Gaming Centre	-	26,190	-
Supplies	1,100	40,669	30,717
Telephone	28,000	20,571	24,499
Training	7,200	2,810	6,466
Transportation	-	78,834	91,629
Travel	141,300	172,532	173,431
Tuition	1,279,900	1,416,562	1,186,640
Utilities	30,700	57,757	44,267
	4,678,122	5,556,207	5,176,788
Deficit before transfers	(691,271)	(790,470)	(550,998)
Transfers between segments	(40,610)	(40,610)	(40,610)
Deficit	(731,881)	(831,080)	(591,608)

Rolling River First Nation
Business
Schedule 8 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2016

	2016	2015
Revenue		
Debt forgiveness	217,160	-
Income from Southquill Gaming Centre	4,305,609	4,601,436
Income from Southquill Gas Bar	831,507	792,012
Income from Southquill Restaurant	508,900	503,853
Miscellaneous	1,410	-
Parks Canada	-	500
	5,864,586	5,897,801
Expenses		
Advertising	2,479	4,793
Amortization	33,602	34,951
Bad debts	18,196	5,598
Bank charges and interest	7,696	41,786
Cash over/short	29,641	26
Donations	72,954	123,110
Insurance	6,275	5,441
Interest on long-term debt	7,567	59,252
MLC Share	156,243	153,568
MLC registration fees	13,716	12,745
Miscellaneous	1,153	1,045
Office equipment lease	3,069	5,825
Office supplies	8,465	5,446
Professional fees	15,513	16,967
Purchases	1,307,744	1,211,951
Repairs and maintenance	17,488	24,151
Salaries and benefits	458,676	451,933
Southquill Gaming Centre	3,372,183	3,545,758
Supplies	13,460	11,967
Telephone	14,876	14,535
Training	9,870	906
Travel	20,422	13,830
Utilities	18,267	31,921
	5,609,555	5,777,505
Surplus	255,031	120,296