



O-Pipon-Na-Piwin Cree Nation

March 31, 2017

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February 13, 2021

Shirley Ducharme
O-Pipon-Na-Piwin Cree Nation
1200-242 Hargrave Street
Winnipeg, MB R3C 0T8

PRIVATE AND CONFIDENTIAL

Dear Shirley Ducharme:

RE: FISCAL YEAR-END MARCH 31, 2017

We have completed our audit of the financial statements of O-Pipon-Na-Piwin Cree Nation ("the First Nation") for the year ended March 31, 2017 and enclose the following:

FINANCIAL STATEMENTS

An electronic copy of the March 31, 2017 audited financial statements.

OTHER ENCLOSURES

1. A PDF copy of our Management Letter. Please distribute the letter to the appropriate Company officials.
2. A PDF copy of our Audit Findings report as previously provided to the Audit Committee.
3. A PDF copy of our Independence Letter as previously provided to the Audit Committee.
4. A PDF copy of the year-end journal entries as previously reviewed and approved by you and a PDF copy of the closing trial balance for your records. Please ensure that these journal entries are posted to your general ledger, the general ledger is properly closed and your retained earnings balance agrees to the enclosed financial statements.
5. An electronic copy of the Schedule of Remuneration and Expenses - Chief and Council and Unelected Senior Officials as well as an electronic copy of the Schedules of Federal Funded Programs.

All records and documents should be retained in safekeeping for a minimum of seven years in the event that the Canada Revenue Agency demands them for audit purposes. This seven-year period is by Statute and, even after this time, the Canada Revenue Agency's permission to destroy records should be obtained.

We thank you for appointing our Firm as your auditors. Please contact us at any time if you have questions on accounting, finance, tax or other general business concerns. We would also be pleased to discuss our suite of services with your friends and business associates. We appreciate your business and any referrals you may make to our Firm.



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If you have any questions or comments, or if we can be of additional assistance, please feel free to contact me at (204) 927-2943.

Sincerely,



Jerry Griffiths, CPA, CA
Partner, Assurance Services

Encls.

MNP

O-Pipon-Na-Piwin Cree Nation
Consolidated Financial Statements
March 31, 2017

O-Pipon-Na-Piwin Cree Nation

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Management's Responsibility

To the Chief and Council of O-Pipon-Na-Piwin Cree Nation:

The accompanying consolidated financial statements of O-Pipon-Na-Piwin Cree Nation (the "Cree 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 O-Pipon-Na-Piwin Cree Nation Chief and Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. The Chief and Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Chief and Council is also responsible for recommending the appointment of the Cree Nation's external auditors.

MNP LLP is appointed by the Chief and Council, on behalf of the members, 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 Chief and Council and management to discuss their audit findings.

December 17, 2020



To the Members of O-Pipon-Na-Piwin Cree Nation:

We were engaged to audit the accompanying consolidated financial statements of O-Pipon-Na-Piwin Cree Nation, which comprise the consolidated statement of financial position as at March 31, 2017, 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 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 misstatements of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the Cree Nation's preparation and fair presentation of the consolidated financial statement 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 Cree Nation'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.

Basis for Disclaimer of Opinion

The Cree Nation has not provided us adequate information to perform the audit of the consolidated financial statements for the year ended March 31, 2017. We have been provided internal trial balances that agree to the accompanying consolidated financial statements, but have not otherwise performed sufficient audit work in relation to the completeness, existence, valuation, or rights and obligations of amounts presented in the consolidated statement of financial position. We have also not performed sufficient work related to the occurrence, completeness, accuracy, cutoff or classification of amounts presented in the consolidated statement of operations and accumulated surplus, consolidated statement of change in net debt, consolidated statement of cash flows, notes the consolidated financial statements, or accompanying schedules.

During the course of the audit, we noted several classification issues in the accounting records, relating to revenues and expenses. With exception of revenues from Indigenous and Northern Affairs Canada and First Nation and Inuit Health Branch, we are unable to offer an opinion on the classification of revenues and expenses in the consolidated statement of operations and in each of the related program schedules.

Due to the scope limitations noted above, we were unable to obtain sufficient appropriate audit evidence on the balances reported on the consolidated statement of financial position as at March 31, 2016 and as a result we were unable to determine the balances as at April 1, 2016 were not materially misstated. As a result, we were not able to satisfy ourselves that transactions were properly record in each fiscal year.

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the consolidated financial statements.



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Other Matter

The consolidated financial statements as at March 31, 2016 and for the year then ended were audited by another firm of public accountants who issued a disclaimer of opinion in their report. The report was not dated as the financial statements were issued in draft form only.

Winnipeg, Manitoba

December 17, 2020

MNP LLP
Chartered Professional Accountants

MNP LLP

O-Pipon-Na-Piwin Cree Nation
Consolidated Statement of Financial Position
As at March 31, 2017

	2017	2016 (Restated)
Financial assets		
Cash	1,077,145	-
Funds held in trust (Note 3)	1,302,208	1,342,613
Accounts receivable (Note 4)	95,486	2,065,221
	2,474,839	3,407,834
Liabilities		
Bank indebtedness (Note 5)	352,936	1,867,552
Accounts payable and accruals (Note 6)	1,703,685	1,727,277
Deferred revenue (Note 7)	-	2,704,017
Long-term debt (Note 8)	1,115,813	1,423,941
	3,172,434	7,722,787
Net debt	(697,595)	(4,314,953)
Contingent liabilities (Note 10)		
Non-financial assets		
Tangible capital assets (Schedule 1)	30,957,364	31,716,829
Accumulated surplus (Note 12)	30,259,769	27,401,876

Approved on behalf of the Council

S. Ducharme - Chief
G. O. Opest - Councillor
Brian Worzel - Councillor

The accompanying notes are an integral part of these consolidated financial statements

O-Pipon-Na-Piwin Cree Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2017

	Schedules	2017	2016 (Restated)
Revenue			
Indigenous and Northern Affairs Canada (INAC) (Note 11)		7,714,447	5,073,870
First Nation and Inuit Health Branch (FNIH) (Note 11)		1,008,444	888,548
Other revenue		1,130,896	3,134,490
Provincial Government		462,635	88,889
Fuel		174,326	224,153
Rental income		105,395	95,144
Deferred revenue - prior year (Note 7)		2,704,017	2,704,017
Deferred revenue - current year (Note 7)		-	(2,704,017)
		13,300,160	9,503,094
Segment expenses			
Band Support Administration	4	2,183,150	1,821,128
Health Services	5	879,603	942,280
Education	6	960,681	564,949
Income Assistance and Social Support	7	2,040,203	2,656,612
Community Economic Development	8	55,860	190,338
Housing	9	-	1,096,937
Public Works	10	871,150	1,302,467
Capital	11	469,720	1,020,742
CUFMA	12	1,502	15,564
Daycare	13	11,904	31,471
Lands	14	727,569	79,501
Business Enterprises	15	675,582	728,355
		8,876,924	10,450,344
Surplus (deficit) before other items		4,423,236	(947,250)
Other items			
Difference in opening retained earnings		-	(491,677)
Amortization		(1,565,343)	(1,695,737)
		(1,565,343)	(2,187,414)
Annual surplus (deficit)		2,857,893	(3,134,664)
Accumulated surplus, beginning of year, as previously stated		29,097,613	30,536,540
Prior period adjustment (Note 14)		(1,695,737)	-
Accumulated surplus, beginning of year, as restated		27,401,876	30,536,540
Accumulated surplus, end of year		30,259,769	27,401,876

The accompanying notes are an integral part of these consolidated financial statements

O-Pipon-Na-Piwin Cree Nation
Consolidated Statement of Change in Net Debt
For the year ended March 31, 2017

	2017	2016 <i>(Restated)</i>
Annual surplus (deficit)	2,857,893	(3,134,664)
Purchases of tangible capital assets	(805,878)	(104)
Amortization on tangible capital assets	1,565,343	1,695,737
Decrease (increase) in net debt	3,617,358	(1,439,031)
Net debt, beginning of year	(4,314,953)	(2,875,922)
Net debt, end of year	(697,595)	(4,314,953)

The accompanying notes are an integral part of these consolidated financial statements

O-Pipon-Na-Piwin Cree Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2017

	2017	2016 (Restated)
Cash provided by (used for) the following activities		
Operating activities		
Annual surplus (deficit)	2,857,893	(3,134,664)
Non-cash items		
Amortization	1,565,343	1,695,737
	4,423,236	(1,438,927)
Changes in working capital accounts		
Accounts receivable	1,969,735	10,092
Funds held in trust	40,405	-
Accounts payable and accruals	(23,592)	124,940
Deferred revenue	(2,704,017)	-
	3,705,767	(1,303,895)
Financing activities		
Advances of current portion of long-term debt	49,803	-
Repayment of current portion of long-term debt	(357,931)	(300,922)
	(308,128)	(300,922)
Capital activities		
Purchases of tangible capital assets	(805,878)	(104)
Increase (decrease) in cash resources	2,591,761	(1,604,921)
Cash resources (deficiency), beginning of year	(1,867,552)	(262,631)
Cash resources (deficiency), end of year	724,209	(1,867,552)
Cash resources (deficiency) are composed of:		
Cash	1,077,145	-
Bank indebtedness	(352,936)	(1,867,552)
	724,209	(1,867,552)

The accompanying notes are an integral part of these consolidated financial statements

O-Pipon-Na-Piwin Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

1. Operations

The O-Pipon-Na-Piwin Cree Nation (the "Cree Nation") is located in the Province of Manitoba and provides various services to its Members. O-Pipon-Na-Piwin Cree Nation includes the Cree Nation's members, government and all related entities that are accountable to the Cree Nation and are either owned or controlled by the Cree 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:

Reporting entity consolidated

The financial statements consolidate the financial activities of all entities and departments comprising the Cree Nation reporting entity. Trusts administered on behalf of third parties by O-Pipon-Na-Piwin Cree Nation are excluded from the Cree Nation reporting entity.

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

- O-Pipon-Na-Piwin Cree Nation
- South Bay Construction Ltd.
- OPCN Inc.
- 5681490 Manitoba Ltd. (o/a South Indian Lake Rock Crushing Company)

All inter-entity balances have been eliminated on consolidation.

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

Cash includes balances with banks. Cash subject to restrictions that prevent its use for current purposes is included in funds held in trust.

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 declining balance methods at the following rates which are intended to amortize the cost of the assets over their estimated useful lives:

	<i>Method</i>	<i>Rate</i>
Buildings	declining balance	4 %
Equipment	declining balance	20 %
Motor Vehicles	declining balance	20 %
Computers and office equipment	declining balance	30 %
Infrastructure	declining balance	4 %

Capital construction in progress

The Cree Nation uses an external project manager for certain projects. Costs that have been included in capital construction in progress will be included as acquisitions of tangible capital assets and amortized upon completion.

O-Pipon-Na-Piwin Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

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 Cree 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 Cree Nation. Any impairment is included in operations for the year.

Net debt

The Cree Nation's consolidated financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt of the Cree 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 (deficit).

Non-financial assets

The Cree Nation's tangible capital assets and other non-financial assets are accounted for as assets because they can be used to provide services in future periods. These assets do not normally provide resources to discharge the liabilities of the Cree Nation unless they are sold.

Revenue recognition

Government transfers

The Cree 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 Cree Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Fuel sales and other revenue is recognized when the services are provided or the goods are shipped and subsequent collection is reasonably assured.

Rental income is recognized on a monthly basis in accordance with the agreements.

Liability for contaminated site

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 Cree 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, 2017.

At each financial reporting date, the Cree 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 Cree 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.

O-Pipon-Na-Piwin Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

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

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. Amortization is based on the estimated useful lives of tangible capital assets. Deferred revenue is recorded based on management's analysis of the extent to which eligibility requirements have been met on government transfer revenue.

These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in the consolidated statement of operations in the year in which they become known.

Segments

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

Band Support Administration
Health Services
Education
Income Assistance and Social Support
Community Economic Development
Housing
Public Works
Capital
CUFMA
Daycare
Lands
Business Enterprises

The segments are established by senior management to facilitate the achievement of the Cree 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.

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.

Financial instruments

Financial instruments include cash, funds held in trust, accounts receivable, bank indebtedness, accounts payables and accruals and long-term debt. Unless otherwise stated, it is management's opinion that the Cree Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments.

O-Pipon-Na-Piwin Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

3. Funds held in trust

Funds are held in trust for capital construction projects.

	2017	2016
Funds Held in Trust - BDEK		
	93,630	93,630
Funds Held in Trust - CUFMA		
	1,208,578	1,208,578
Funds Held in Trust - other		
	-	40,405
	1,302,208	1,342,613

4. Accounts receivable

	2017	2016
Indigenous and Northern Affairs Canada	-	(5,723)
Indigenous and Northern Affairs Canada - EcDev - Allocations	83,486	-
Indigenous and Northern Affairs Canada - Fisheries & Oceans	6,000	-
Indigenous and Northern Affairs Canada - Transport Canada	6,000	-
Trade receivables	-	889,276
Band members	-	745,486
FNIHB	-	(102,411)
Province of Manitoba	-	999,650
Daycare subsidy receivable	-	1,132
	95,486	2,527,410
Less: allowance for doubtful accounts	-	(462,189)
	95,486	2,065,221

5. Bank indebtedness

O-Pipon-Na-Piwin Cree Nation has a line of credit of \$270,000 (2016 - \$270,000) through the Royal Bank of Canada. Interest on this line of credit is charged at a rate of prime (2.70%) plus 2% (2016 - prime (2.70%) plus 2%).

Bank indebtedness consists of cheques written in excess of funds on deposit.

6. Accounts payable and accruals

	2017	2016
Trade accounts payable	1,209,781	903,064
Accrued liabilities	150,000	154,501
Due to Nisichawisihk Cree Nation	307,904	312,248
Indigenous and Northern Affairs Canada recovery	36,000	-
Due to CMHC	-	303,559
Government remittances	-	53,905
	1,703,685	1,727,277

O-Pipon-Na-Piwin Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

7. Deferred revenue

Included in deferred revenue is \$Nil (2016 - \$370,902) from Indigenous and Northern Affairs Canada.

	2017	2016
Indigenous and Northern Affairs Canada	-	370,902
First Nation and Inuit Health Branch	-	44,572
Province of Manitoba	-	2,208,228
Mental Health Research Canada	-	80,315
	-	2,704,017

8. Long-term debt

	2017	2016
Frontier School Division loan bearing interest at prime (2.70%) plus 1.00%, repayable in monthly blended payments of \$30,262. The loan matures on May 28, 2020.	1,066,624	1,391,177
Ford Credit Canada loan repayable monthly payments of \$1,107 bearing interest at 14.45%.	45,397	-
Ford Credit Canada loan repayable monthly payments of \$1,296 bearing interest at 6.00%.	3,792	32,764
	1,115,813	1,423,941

Principal repayments on long-term debt in each of the next four years, assuming long-term debt subject to refinancing is renewed, are estimated as follows:

2018	340,296
2019	350,756
2020	365,913
2021	58,848
	1,115,813

9. Economic dependence

O-Pipon-Na-Piwin Cree Nation receives substantially all of its revenue from Indigenous and Northern Affairs Canada as a result of Treaties entered into with the Government of Canada. These Treaties are administered by Indigenous and Northern Affairs Canada under the terms and conditions of the Indian Act. The ability of the Cree Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

O-Pipon-Na-Piwin Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

10. Contingent liabilities

The Cree Nation is involved in a legal dispute with a supplier over payment for services provided. Because neither the outcome nor the potential liability can be reasonably determined, no accrual has been made.

O-Pipon-Na-Piwin Cree Nation has signed funding agreements with the Indigenous and Northern Affairs Canada and other governmental bodies for funding of programs which state that the funding party may require surpluses to be returned. The total of such surpluses were undeterminable and the amount could be material. Payments or recoveries of prior year surpluses will be recorded in the year recovered or paid.

First Nations Financial Transparency Act

The Cree Nation is required to post its consolidated financial statements on a website and submit the consolidated financial statements to INAC by July 29, 2017. Since the audit report is dated after this date, the Cree Nation has not complied with this requirement. The possible effect of this non-compliance has not yet been determined.

Provision for site rehabilitation

The Manitoba Environmental Protection Act sets out the regulatory requirements to properly close and maintain active and inactive landfill sites. Under this environmental law, there is a requirement for closure and post-closure care of solid waste sites including covering and landscaping and ongoing environmental monitoring, site inspection and maintenance.

As directed by PS 3270, a liability must be recognized beginning when the landfill first accepts waste to the date the landfill stops accepting waste. The liability for closure and post-closure care is recognized as the site capacity is used to the extent of the proportion of site capacity used compared to the estimated total expenditure required for closure and post-closure care.

The estimated total expenditure represents the sum of discounted future cash flows associated with closure and post-closure care considering current technology, the length of the post-closure care period and current environmental regulations. Expenditures that relate to an existing condition caused by past operations, and which do not contribute to future asset service potential, are expensed in the current year.

At year-end, the extent to which the Nation is bound by environmental laws of The Manitoba Environmental Protection Act was not determinable, and therefore, no liability has been recorded in these consolidated financial statements.

For accounting purposes, any amounts assessed or claims paid will be accounted for in the year of determination.

O-Pipon-Na-Piwin Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

11. INAC and FNIH Revenue reconciliation

	2017	2016
INAC revenue reconciliation		
INAC revenue per funding agreement	7,714,447	5,073,870
INAC revenue per consolidated financial statement	(7,714,447)	(5,073,870)
	-	-
FNIH revenue reconciliation		
FNIH revenue per funding agreement	1,008,444	888,548
FNIH revenue per consolidated financial statements	(1,008,444)	(888,548)
	-	-

12. Accumulated surplus

Accumulated surplus is comprised of the following:

	2017	2016
Operating surplus (deficit)	(648,406)	(4,314,953)
Investment in tangible capital assets	30,908,175	31,716,829
	30,259,769	27,401,876

13. Financial Instruments

The Cree Nation as part of its operations carries a number of financial instruments. Unless otherwise stated, it is management's opinion that the Cree Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Credit risk

The Cree Nation is subject to credit risk through its accounts receivable. Accounts receivable credit risk is reduced as most of the Cree Nation's receivables relate to contracts and agreements with federal and provincial governments.

Liquidity risk

The Cree Nation manages its liquidity risks by maintaining cash and credit facilities and by updating cash flow projections on an as-needed basis.

Fair value

Fair value estimates are subjective in nature and involve uncertainties and matters of significant judgment. Changes in the following assumptions could significantly affect the estimates.

The fair values of cash, funds held in trust, accounts receivable, bank indebtedness, and accounts payable and accruals approximate their carrying values due to their short-term nature.

O-Pipon-Na-Piwin Cree Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

14. Prior period adjustment

In the prior year, the Cree Nation did not record any amortization on its tangible capital assets. This error has been corrected in these statements. The following table presents the changes resulting from the prior period adjustment on the statement of financial position as at March 31, 2016 and on the statements of operations and change in net debt for the year ended March 31, 2016.

	As Previously Stated	Adjustment	As Restated
Consolidated Statement of Financial Position			
Tangible capital assets, net book value	\$33,412,566	\$(1,695,737)	\$31,716,830
Consolidated Statement of Operations and Accumulated Surplus			
Amortization expense	nil	1,695,737	1,695,737
Surplus (deficit)	(1,438,927)	(1,695,737)	(3,134,664)
Accumulated surplus, end of year	29,097,613	(1,695,737)	27,401,876
Consolidated Statement of Change in Net Debt:			
Net Debt balance, end of year	(4,314,953)	-	(4,314,953)

O-Pipon-Na-Piwin Cree Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2017

	Land	Buildings	Equipment	Motor vehicles	Computer and office equipment	Infrastructure	Subtotal
Cost							
Balance, beginning of year	31,500	24,074,947	4,496,238	2,001,354	283,752	12,293,453	43,181,244
Acquisition of tangible capital assets	-	-	-	66,404	-	-	66,404
Construction-in-progress	-	2,863,885	-	-	-	-	2,863,885
Balance, end of year	31,500	26,938,832	4,496,238	2,067,758	283,752	12,293,453	46,111,533
Accumulated amortization							
Balance, beginning of year	-	6,811,654	2,583,889	1,779,189	256,656	2,896,912	14,328,300
Annual amortization	-	747,809	382,470	51,073	8,129	375,862	1,565,343
Balance, end of year	-	7,559,463	2,966,359	1,830,262	264,785	3,272,774	15,893,643
Net book value of tangible capital assets	31,500	19,379,369	1,529,879	237,496	18,967	9,020,679	30,217,890
2016 Net book value of tangible capital assets (Restated)	31,500	17,263,293	1,912,349	222,165	27,096	9,398,541	28,852,944

O-Pipon-Na-Piwin Cree Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2017

	<i>Subtotal</i>	<i>Construction in progress</i>	<i>2017</i>	<i>2016</i>
				<i>(Restated)</i>
Cost				
Balance, beginning of year	43,181,244	2,863,885	46,045,129	46,045,025
Acquisition of tangible capital assets	66,404	739,474	805,878	104
Construction-in-progress	2,863,885	(2,863,885)	-	-
Balance, end of year	46,111,533	739,474	46,851,007	46,045,129
Accumulated amortization				
Balance, beginning of year	14,328,300	-	14,328,300	12,632,563
Annual amortization	1,565,343	-	1,565,343	1,695,737
Balance, end of year	15,893,643	-	15,893,643	14,328,300
Net book value of tangible capital assets	30,217,890	739,474	30,957,364	31,716,829
2016 Net book value of tangible capital assets (Restated)	28,852,944	2,863,885	31,716,829	

O-Pipon-Na-Piwin Cree Nation
Schedule 2 - Schedule of Consolidated Expenses by Object
For the year ended March 31, 2017

	2017	2016
Consolidated expenses by object		
Administration and office	54,090	169,842
Advertising	8,731	4,650
Animal control	972	570
Audit fees	132,078	-
Bad debts (recovery)	45,827	(218,700)
Bank charges and interest	75,777	49,360
Basic needs	1,862,079	2,269,095
Bereavement, funeral and compassionate	66,145	96,796
Bursary	-	673
Chemicals	49,875	33,232
Crown lands	11,001	819
Donations	38,310	28,051
Elections	-	20,047
Festival	-	1,220
Freight	7,590	85,789
Honourarium	10,059	-
License, registration and insurance	159,050	294,004
Materials, supplies and repairs and maintenance	376,254	1,745,585
Other and miscellaneous	487,097	689,368
P.O. items	-	409
Private home placement	567	1,880
Professional and legal fees	380,123	332,886
Programs, workshops and meetings	399	312
Registration	1,467	-
Reimbursement	1,159	602
Rentals	61,015	3,559
Salaries and benefits	3,160,209	2,957,810
Special needs	83,530	226,152
Student expenses	259,154	164,799
Support	-	4,081
Transportation	6,029	6,341
Tuition, books and graduation	347,362	261,224
Utilities, internet and telephone	248,322	253,392
Vehicle, travel and gas	942,653	945,511
Water delivery	-	20,985
	8,876,924	10,450,344

O-Pipon-Na-Piwin Cree Nation
Schedule 3 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	<i>Schedule #</i>	<i>Fed gov't Funding</i>	<i>Other Revenue</i>	<i>Deferred Revenue</i>	<i>Total Revenue</i>	<i>Total Expenses</i>	<i>Current Surplus (Deficit)</i>	<i>Prior Year Surplus (Deficit)</i>
Program								
Band Support Administration	4	716,557	1,100,617	2,704,017	4,521,391	2,183,150	2,338,241	1,650,945
Health Services	5	-	1,008,444	-	1,008,444	879,603	128,841	(53,732)
Education	6	947,944	60,669	-	1,008,613	960,681	47,932	267,850
Income Assistance and Social Support	7	2,751,751	-	-	2,751,751	2,040,203	711,548	(175,920)
Community Economic Development	8	155,102	-	-	155,102	55,860	99,242	(21,181)
Housing	9	-	-	-	-	-	-	(1,096,937)
Public Works	10	1,193,093	224	-	1,193,317	871,150	322,167	(327,211)
Capital	11	1,950,000	-	-	1,950,000	469,720	1,480,280	(626,258)
CUPMA	12	-	-	-	-	1,502	(1,502)	(15,564)
Daycare	13	-	-	-	-	11,904	(11,904)	(31,471)
Lands	14	-	537,216	-	537,216	727,569	(190,353)	(13,986)
Business Enterprises	15	-	174,326	-	174,326	675,582	(501,256)	(503,785)
Total		7,714,447	2,881,696	2,704,017	13,300,160	8,876,924	4,423,236	(947,250)

O-Pipon-Na-Piwin Cree Nation
Band Support Administration
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue		
Indigenous and Northern Affairs Canada		
INAC - Fixed Contribution	157,889	30,509
INAC - Grant	473,347	462,840
INAC - Set Contribution	85,321	97,622
Other revenue	960,003	2,786,158
Provincial Government	35,419	-
Rental income	105,395	95,144
Deferred revenue - prior year	2,704,017	2,704,017
Deferred revenue - current year	-	(2,704,017)
	4,521,391	3,472,073
Expenses		
Administration and office	10,957	14,739
Advertising	8,731	4,850
Animal control	70	570
Audit fees	132,078	-
Bad debts	45,827	(218,700)
Bank charges and interest	31,145	32,308
Bereavement, funeral and compassionate	66,145	96,796
Crown lands	11,001	819
Donations	37,598	28,051
Elections	-	20,047
Festival	-	1,220
Freight	4,991	6,800
License, registration and insurance	78,169	78,204
Materials, supplies and repairs and maintenance	56,254	108,084
Other and miscellaneous	173,476	216,830
P.O. items	-	409
Professional and legal fees	169,291	258,421
Programs, workshops and meetings	399	259
Registration	1,467	-
Reimbursement	-	602
Rentals	6,763	3,559
Salaries and benefits	803,375	762,161
Utilities, internet and telephone	43,463	80,404
Vehicle, travel and gas	501,950	324,895
	2,183,150	1,821,128
Surplus	2,338,241	1,650,945

O-Pipon-Na-Piwin Cree Nation
Health Services
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue		
First Nation and Inuit Health Branch		
FNIH - Set Contribution	933,444	888,548
FNIH - Flexible Contribution	75,000	-
	1,008,444	888,548
Expenses		
Administration and office	7,533	101,202
Bank charges and interest	2,303	-
Donations	350	-
Freight	535	75,836
Honourarium	490	-
License, registration and insurance	3,944	4,603
Materials, supplies and repairs and maintenance	93,403	98,497
Other and miscellaneous	-	29
Professional and legal fees	27,439	-
Rentals	1,500	-
Salaries and benefits	584,519	540,178
Utilities, internet and telephone	63,473	51,400
Vehicle, travel and gas	94,114	70,535
	879,603	942,280
Surplus (deficit)	128,841	(53,732)

O-Pipon-Na-Piwin Cree Nation
Education
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue		
Indigenous and Northern Affairs Canada		
INAC - Fixed Contribution	725,192	691,799
INAC - Set Contribution	222,752	141,000
Other revenue	60,669	-
	1,008,613	832,799
Expenses		
Administration and office	4,481	411
Bank charges and interest	726	-
Bursary	-	673
Freight	60	-
Materials, supplies and repairs and maintenance	16,926	14,823
Other and miscellaneous	746	(121,319)
Private home placement	567	1,880
Salaries and benefits	164,096	50,970
Special needs	83,530	137,557
Student expenses	259,154	164,799
Support	-	4,081
Transportation	6,029	6,341
Tuition, books and graduation	347,362	257,446
Utilities, internet and telephone	9,016	4,117
Vehicle, travel and gas	67,988	43,170
	960,681	564,949
Surplus	47,932	267,850

O-Pipon-Na-Piwin Cree Nation
Income Assistance and Social Support
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue		
Indigenous and Northern Affairs Canada		
INAC - Fixed Contribution	75,203	75,203
INAC - Set Contribution	2,676,548	2,405,489
	2,751,751	2,480,692
Expenses		
Administration and office	8,497	27,511
Bank charges and interest	23,454	14,571
Basic needs	1,862,079	2,269,095
Donations	361	-
Honourarium	210	-
Materials, supplies and repairs and maintenance	9,387	16,692
Other and miscellaneous	3,490	114,403
Salaries and benefits	112,891	123,189
Special needs	-	88,595
Utilities, internet and telephone	1,484	58
Vehicle, travel and gas	18,350	2,498
	2,040,203	2,656,612
Surplus (deficit)	711,548	(175,920)

O-Pipon-Na-Piwin Cree Nation
Community Economic Development
Schedule 8 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue		
Indigenous and Northern Affairs Canada		
INAC - Fixed Contribution	155,102	169,157
Expenses		
Administration and office	-	467
Materials, supplies and repairs and maintenance	331	14,733
Other and miscellaneous	-	6,344
Professional and legal fees	-	1,582
Programs, workshops and meetings	-	53
Salaries and benefits	55,529	146,744
Utilities, internet and telephone	-	7,978
Vehicle, travel and gas	-	12,437
	55,860	190,338
Surplus (deficit)	99,242	(21,181)

O-Pipon-Na-Piwin Cree Nation
Housing
Schedule 9 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue	-	-
Expenses		
Administration and office	-	2,648
Freight	-	192
License, registration and insurance	-	6,097
Materials, supplies and repairs and maintenance	-	81,835
Salaries and benefits	-	952,048
Utilities, internet and telephone	-	19
Vehicle, travel and gas	-	54,098
	-	1,096,937
Surplus (deficit)	-	(1,096,937)

O-Pipon-Na-Piwin Cree Nation
Public Works
Schedule 10 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue		
Indigenous and Northern Affairs Canada	1,193,093	975,258
Other revenue	224	-
	1,193,317	975,258
Expenses		
Administration and office	5,837	1,932
Animal control	902	-
Bank charges and interest	4,938	2,393
Chemicals	49,875	33,232
Freight	938	1,205
License, registration and insurance	61,758	188,929
Materials, supplies and repairs and maintenance	116,248	188,929
Other and miscellaneous	1,571	267,054
Rentals	356	-
Salaries and benefits	424,787	262,842
Utilities, internet and telephone	123,321	98,187
Vehicle, travel and gas	80,619	116,425
Water delivery	-	20,985
Water truck purchase	-	120,354
	871,150	1,302,467
Surplus (deficit)	322,167	(327,211)

O-Pipon-Na-Piwin Cree Nation
Capital
Schedule 11 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue		
Indigenous and Northern Affairs Canada		
INAC - Fixed Contribution	1,950,000	394,484
Expenses		
Materials, supplies and repairs and maintenance	12,111	1,020,742
Salaries and benefits	421,870	-
Vehicle, travel and gas	11,450	-
Bank charges and interest	1,827	-
License, registration and insurance	1,659	-
Administration and office	803	-
Professional and legal fees	20,000	-
	469,720	1,020,742
Surplus (deficit)	1,480,280	(626,258)

O-Pipon-Na-Piwin Cree Nation
CUFMA
Schedule 12 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue	-	-
Expenses		
Vehicle, travel and gas	240	5,235
Materials, supplies and repairs and maintenance	1,262	10,329
	1,502	15,564
Deficit	(1,502)	(15,564)

O-Pipon-Na-Piwin Cree Nation
Daycare

Schedule 13 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue	-	-
Expenses		
License, registration and insurance	6,575	7,874
Salaries and benefits	5,329	23,797
	11,904	31,471
Deficit	(11,904)	(31,471)

O-Pipon-Na-Piwin Cree Nation
Business Enterprises
Schedule 15 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2017

	2017	2016
Revenue		
Other revenue	-	417
Fuel	174,326	224,153
	174,326	224,570
Expenses		
Administration and office	15,983	20,931
Bank charges and interest	11,384	44
Freight	1,066	1,756
License, registration and insurance	6,946	8,497
Materials, supplies and repairs and maintenance	46,688	190,014
Other and miscellaneous	146,820	69,665
Professional and legal fees	138,700	72,884
Salaries and benefits	164,954	55,503
Tuition, books and graduation	-	3,778
Utilities, internet and telephone	5,930	9,000
Vehicle, travel and gas	137,111	296,283
	675,582	728,355
Deficit	(501,256)	(503,785)

