

**Little Pine First Nation  
Consolidated Financial Statements**  
*March 31, 2019*





## Little Pine First Nation Contents

For the year ended March 31, 2019

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|  | Page     |
|--|----------|
| <b>Management's Responsibility</b>   |          |
| <b>Independent Auditors' Report</b>  |          |
| <b>Consolidated Financial Statements</b>   |          |
| Consolidated Statement of Financial Position.....  | 1        |
| Consolidated Statement of Operations and Accumulated Surplus.....  | 2        |
| Consolidated Statement of Changes in Net Financial Assets (Net Financial Debt).....                            | 3        |
| Consolidated Statement of Cash Flows.....  | 4        |
| <b>Notes to the Consolidated Financial Statements.....</b>   | <b>5</b> |
| <b>Schedules</b>   |          |
| Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....   | 18       |
| Schedule 2 - Consolidated Schedule of Expenses by Object.....  | 20       |
| Schedule 3 - Consolidated Schedule of Revenues and Expenses and Surplus (Deficit) - Government.....            | 21       |
| Schedule 4 - Consolidated Schedule of Revenues and Expenses and Surplus (Deficit) - Capital.....               | 22       |
| Schedule 5 - Consolidated Schedule of Revenues and Expenses and Surplus (Deficit) - Infrastructure.....        | 23       |
| Schedule 6 - Consolidated Schedule of Revenues and Expenses and Surplus (Deficit) - Education.....             | 24       |
| Schedule 7 - Consolidated Schedule of Revenues and Expenses and Surplus (Deficit) - Social Services.....       | 25       |
| Schedule 8 - Consolidated Schedule of Revenues and Expenses and Surplus (Deficit) - First Nation Programs..... | 26       |
| Schedule 9 - Consolidated Schedule of Revenues and Expenses and Surplus (Deficit) - Other Programs.....        | 27       |

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# Management's Responsibility

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To the Members of Little Pine First Nation:

The accompanying consolidated financial statements of Little Pine First 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 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 fulfil 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 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 the Members of Little Pine First Nation; 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.

May 18, 2022

**(Signature on file)**

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Management

## Independent Auditors' Report

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To the Members of Little Pine First Nation:

### *Disclaimer of Opinion*

We were engaged to audit the accompanying consolidated financial statements of Little Pine First Nation, which comprise the consolidated statement of financial position as at March 31, 2019, and the consolidated statements of operations and accumulated surplus, changes in consolidated net financial assets (net financial debt), consolidated cash flows and the related schedules for the year then ended, and a summary of significant accounting policies and other explanatory information.

We do not express an opinion on the accompanying consolidated financial statements of the Little Pine First Nation. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these consolidated financial statements.

### *Basis for Disclaimer of Opinion*

Our audit indicated serious deficiencies in the accounting records and in the system of internal controls of Little Pine First Nation. Specifically, the First Nation did not reconcile bank accounts and accounts payable and accruals. As such, we were unable to satisfy ourselves that non-government transfer revenue was recorded completely and classified correctly, expenses were classified correctly, and accounts payable and accruals existed.

We were unable to attain sufficient audit evidence over the value, completeness, and rights and obligations of the investment in Nation business entities. As a result, we could not verify if any adjustments to the carrying value, income (loss), or disclosures related to the investment in Nation business entities was necessary.

We were unable to attain sufficient audit evidence for possible unrecorded contingent assets and liabilities and the related operating accounts.

As a result of the above, we were unable to determine whether adjustments were required in respect of recorded or unrecorded assets and liabilities and the components making up the consolidated statements of operations and accumulated surplus, changes in net debt and cash flows.

Additionally, the statement of operations and accumulated surplus and changes in net financial assets (net financial debt) do not present a comparison of the results of the accounting period with those originally planned (a budget) which constitutes a departure from Canadian public sector accounting standards.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these 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 conduct an audit of the Little Pine First Nation's consolidated financial statements in accordance with Canadian generally accepted auditing standards and to issue an auditor's report. However, because of the matters described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these consolidated financial statements.

We are independent of Little Pine First Nation in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Prince Albert, Saskatchewan

May 25, 2022

**MNP**  
LLP

Chartered Professional Accountants



**Little Pine First Nation**  
**Consolidated Statement of Financial Position**  
As at March 31, 2019

|   | <b>2019</b>       | <b>2018</b> |
|---|-------------------|-------------|
| <b>Financial assets</b>                                 |                   |             |
| <b>Current</b>  |                   |             |
| Cash and cash equivalents                               | 278,929           | 158,568     |
| Accounts receivable (Note 3)                            | 118,448           | 343,641     |
| Receivable from members                                 | 38,786            | 62,731      |
| Restricted cash (Note 4)                                | 1,406,482         | 832,932     |
| Inventory for resale (Note 5)                           | 58,093            | 58,093      |
| <b>Subtotal of current assets</b>                       | <b>1,900,738</b>  | 1,455,965   |
| <b>Investments in Nation business entities (Note 7)</b> | <b>6,632,310</b>  | 6,611,395   |
| <b>Funds held in Trust (Note 6)</b>                     | <b>4,812,925</b>  | 1,175,303   |
| <b>Restricted cash (Note 8)</b>                         | <b>268,057</b>    | 909,577     |
| <b>Total financial assets</b>                           | <b>13,614,030</b> | 10,152,240  |
| <b>Liabilities</b>                                      |                   |             |
| <b>Current</b>  |                   |             |
| Bank indebtedness (Note 9)                              | 379,902           | 593,752     |
| Accounts payable and accruals                           | 2,019,957         | 2,268,820   |
| Deferred revenue (Note 10)                              | 1,506,792         | 1,117,320   |
| Current portion of long-term debt (Note 11)             | 1,209,147         | 1,218,273   |
| <b>Subtotal of current liabilities</b>                  | <b>5,115,798</b>  | 5,198,165   |
| <b>Long-term debt (Note 11)</b>                         | <b>3,774,143</b>  | 5,020,301   |
| <b>Total financial liabilities</b>                      | <b>8,889,941</b>  | 10,218,466  |
| <b>Net financial assets (net debt)</b>                  | <b>4,724,089</b>  | (66,226)    |
| <b>Contingencies (Note 12)</b>                          |                   |             |
| <b>Non-financial assets</b>                             |                   |             |
| Tangible capital assets (Schedule 1)                    | 36,735,866        | 36,818,652  |
| <b>Accumulated surplus (Note 13)</b>                    | <b>41,459,955</b> | 36,752,426  |
| <b>Approved on behalf of Chief and Council</b>          |                   |             |

(Signature on file)

Chief

(Signature on file)

Councillor



**Little Pine First Nation**  
**Consolidated Statement of Operations and Accumulated Surplus**  
*For the year ended March 31, 2019*

|  | <i>Schedules</i> | <i>2019<br/>Actual</i> | <i>2018<br/>Actual</i> |
|--|------------------|------------------------|------------------------|
| <b>Revenues</b>  |                  |                        |                        |
| Indigenous and Northern Affairs Canada (Note 14)                     |                  | <b>14,758,156</b>      | 6,534,715              |
| Canada Mortgage and Housing Corporation                              |                  | <b>453,451</b>         | 392,741                |
| First Nations and Inuit Health Branch                                |                  | <b>23,336</b>          | 35,000                 |
| Forfeited INAC funding (Note 15)                                     |                  | <b>(45,954)</b>        | (406)                  |
|  |                  | <b>15,188,989</b>      | 6,962,050              |
| Retail gas and convenience store sales                               |                  | <b>2,585,146</b>       | 2,440,887              |
| Permit income  |                  | <b>1,574,224</b>       | 1,438,630              |
| Little Pine Legacy Trust   |                  | <b>798,750</b>         | -                      |
| Other revenue  |                  | <b>709,121</b>         | 862,903                |
| First Nations Trust  |                  | <b>639,751</b>         | 643,798                |
| Rental income  |                  | <b>150,020</b>         | 86,250                 |
| Lease and royalty income   |                  | <b>86,080</b>          | 152,529                |
| Interest income  |                  | <b>53,524</b>          | 34,194                 |
| Administration fees  |                  | <b>42,013</b>          | 1,350                  |
| Band housing - user fees   |                  | <b>7,639</b>           | 15,378                 |
| Battleford Agency Tribal Chiefs CDC                                  |                  | <b>1,054</b>           | 119,491                |
| Earnings (loss) from investment in Nation business entities (Note 7) |                  | <b>(522,641)</b>       | (291,862)              |
| Insurance Proceeds   |                  | <b>-</b>               | 1,155,452              |
|  |                  | <b>21,313,670</b>      | 13,621,050             |
| <b>Program expenses</b>  |                  |                        |                        |
| Government   | 3                | <b>2,815,227</b>       | 1,437,487              |
| Capital  | 4                | <b>494,046</b>         | 533,397                |
| Infrastructure   | 5                | <b>902,381</b>         | 951,284                |
| Education  | 6                | <b>3,663,280</b>       | 3,376,530              |
| Social Services  | 7                | <b>1,328,917</b>       | 1,677,725              |
| First Nation Programs  | 8                | <b>4,084,137</b>       | 2,632,111              |
| Other Programs   | 9                | <b>3,318,153</b>       | 3,624,955              |
|  |                  | <b>16,606,141</b>      | 14,233,489             |
| <b>Surplus (deficit)</b>   |                  | <b>4,707,529</b>       | (612,439)              |
| <b>Accumulated surplus, beginning of year</b>                        |                  | <b>36,752,426</b>      | 37,364,865             |
| <b>Accumulated surplus, end of year (Note 13)</b>                    |                  | <b>41,459,955</b>      | 36,752,426             |



**Little Pine First Nation**  
**Consolidated Statement of Change in Net Financial Assets (Net Debt)**  
*For the year ended March 31, 2019*

|  | <b>2019<br/>Actual</b> | <b>2018<br/>Actual</b> |
|--|------------------------|------------------------|
| <b>Annual surplus (deficit)</b>              | <b>4,707,529</b>       | (612,439)              |
| Acquisition of tangible capital assets (net) | (1,041,908)            | (1,527,719)            |
| Amortization of tangible capital assets      | 1,124,694              | 1,187,638              |
| Use of prepaid expenses                      | -                      | 1,995                  |
| <b>Decrease in net financial assets</b>      | <b>4,790,315</b>       | (950,525)              |
| <b>Net debt, beginning of year</b>           | <b>(66,226)</b>        | 884,299                |
| <b>Net financial assets, end of year</b>     | <b>4,724,089</b>       | (66,226)               |



**Little Pine First Nation**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2019*

|   | <b>2019</b>        | <b>2018</b> |
|---|--------------------|-------------|
| <b>Cash provided by (used for) the following activities</b>   |                    |             |
| <b>Operating activities</b>                                   |                    |             |
| Surplus (deficit)   | 4,707,529          | (612,439)   |
| Non-cash items  |                    |             |
| Amortization  | 1,124,694          | 1,187,638   |
| Loss from investment in Nation business                       | 522,641            | 291,862     |
|   | <b>6,354,864</b>   | 867,061     |
| Changes in working capital accounts                           |                    |             |
| Accounts receivable   | 225,193            | (66,635)    |
| Prepaid expenses  | -                  | 1,995       |
| Restricted cash   | 67,978             | (386,698)   |
| Accounts payable and accruals                                 | (248,862)          | 610,604     |
| Deferred revenue  | 389,472            | 612,437     |
| First Nation member receivables                               | 23,931             | 45,863      |
| Inventory for resale  | -                  | 1,116       |
|   | <b>6,812,576</b>   | 1,685,743   |
| <b>Financing activities</b>                                   |                    |             |
| Advances of long-term debt                                    | 35,392             | 1,642,427   |
| Repayment of long-term debt                                   | (1,290,675)        | (1,759,162) |
| Repayment of bank indebtedness                                | (213,849)          | 280,848     |
| Increase in funds held in trust                               | (3,637,620)        | (38,705)    |
|   | <b>(5,106,752)</b> | 125,408     |
| <b>Capital activities</b>                                     |                    |             |
| Acquisition of tangible capital assets (net)                  | (1,041,908)        | (1,527,719) |
| <b>Investing activities</b>                                   |                    |             |
| Contributions of investment in Nation business entities (net) | (543,555)          | (258,665)   |
| <b>Increase in cash resources</b>                             | <b>120,361</b>     | 24,767      |
| <b>Cash resources, beginning of year</b>                      | <b>158,568</b>     | 133,801     |
| <b>Cash resources, end of year</b>                            | <b>278,929</b>     | 158,568     |
| <b>Supplementary cash flow information</b>                    |                    |             |
| Interest paid   | 612,466            | 161,760     |



# Little Pine First Nation

## Notes to the Consolidated Financial Statements

For the year ended March 31, 2019

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### 1. Operations

The Little Pine First Nation (the "First Nation") is located in the province of Saskatchewan, and provides various services to its members. Little Pine First Nation financial reporting entity includes all related entities that are accountable to the First Nation and are either owned or controlled by the First Nation.

#### *Impact on operations of COVID-19 (coronavirus)*

In early March 2020 the global outbreak of COVID-19 (coronavirus) began to have a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders.

The First Nation's operations were impacted by COVID-19 due to distancing measures, reduced gaming revenues from First Nations Trust, and reduced office hours. As the First Nation provides essential services to its members, Indigenous Services Canada has increased the amount of financial resources provided to the First Nation in order to ensure the safe and orderly provision of services. The First Nation's total revenues were not negatively impacted as a result.

### 2. Significant accounting policies

These 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**

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity, except for First Nation business entities. Trusts administered on behalf of third parties by Little Pine First Nation are excluded from the First Nation reporting entity.

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

- Little Pine First Nation;
- Little Pine CMHC Housing;
- Little Pine Gas Bar and Convenience Store;
- Little Pine Treaty Land Entitlement - Band Account;
- Little Pine First Nation Permit Enterprise; and,
- Blue Hill Energy Inc.

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.

Little Pine First Nation business entities, owned or controlled by the First Nation's Council but not dependent on the First Nation for their continuing operations, are included in the financial statements 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. Entities accounted for by the modified equity basis include:

- Little Pine Business Developments Limited Partnership
- Little Pine Business Developments Inc.
- Little Pine Gas Holdings Limited Partnership
- Little Pine Gas Holdings Inc.



# Little Pine First Nation

## Notes to the Consolidated Financial Statements

*For the year ended March 31, 2019*

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

#### Other economic interests

The First Nation does not either share in the control or the profit or loss of the following entities. As a result, the financial statements of the following entities have not been consolidated or proportionately consolidated with the financial statements of Little Pine First Nation.

- The First Nation is a member of the Northwest Professional Services Corp. (NPSC). The NPSC is an organization of three Nations. The NPSC is mandated to enhance the services provided to the member Nations.
- The First Nation is a member of Battlefords Tribal Council (BTC). The BTC is an organization of seven Nations. The BTC is mandated to enhance the services provided to the member Nations.
- The First Nation is provided Health Services through Battle River Treaty 6 Health Centre Inc. Battle River Treaty 6 Health Centre provides community based health services to promote, support, and encourage the physical, mental, social and spiritual health of the people living on Little Pine First Nation and other member First Nations.

#### ***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.

#### ***Restricted cash***

Restricted cash consists of funds held in a project bank account for specific capital projects. Long-term restricted cash consists of funds held in the CMHC replacement reserve bank account; the CMHC replacement reserve is used to pay eligible expenditures of the CMHC units.

#### ***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.

#### ***Tangible capital assets***

Tangible capital assets are initially recorded at cost. Contributed tangible assets are recorded at their fair value at the date of contribution.

#### ***Amortization***

Amortization for tangible capital assets is provided using the following methods at rates intended to amortize the cost of the assets over their estimated useful lives:

|                                | Rate      |
|--------------------------------|-----------|
| Buildings                      | 2.5 - 5 % |
| Band housing                   | 4 - 5 %   |
| CMHC housing                   | 5 %       |
| Water and sewer                | 2.5 - 5 % |
| Vehicles and equipment         | 4 - 25 %  |
| Computer hardware and software | 20 - 25 % |

Projects under construction are not amortized until they are put into use.



## Little Pine First Nation

### Notes to the Consolidated Financial Statements

*For the year ended March 31, 2019*

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

##### ***Funds held in Trust***

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the statement of financial position. Trust moneys consist of:

- Capital trust moneys derived from non-renewable resource transactions, 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.

Revenues from trust moneys are recognized when measurable, earned and collection is reasonably assured. These moneys are reported on by the Government of Canada.

Funds held in trust also include moneys from the Specific Claim - Treaty Annuities settlement against the Government of Canada; the funds are held in the Little Pine Legacy Trust account.

##### ***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 First 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 its 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 surplus for the year.

##### ***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 financial assets***

The First Nation's financial statements are presented so as to highlight net debt as the measurement of financial position. The net financial assets of the First Nation is determined by its financial assets less its liabilities. Net financial assets is comprised of two components, non-financial assets and accumulated surplus.



# Little Pine First Nation

## Notes to the Consolidated Financial Statements

*For the year ended March 31, 2019*

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

#### ***Revenue recognition***

##### 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.

##### Funds held in Trust Fund

Revenue is recognized when amounts can be reasonably estimated and collectability is known.

##### Permit income

Revenue is recognized over the lease term, when amounts can be reasonably estimated, and collectability is known.

##### Other revenue

Rental revenue is recognized over the rental term.

Revenue from retail sales are recognized upon completion of the sale transaction and the customer takes possession of the merchandise.

Other revenue is earned from other services provided by the First Nation and are recognized when the service has been provided.

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

#### ***Measurement uncertainty***

The preparation of 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 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. Legal provisions are recorded when the likelihood of loss and amount of settlement can be determined. Liabilities for contaminated sites are estimated based on the best information available regarding potentially contaminated sites for which the First Nation is responsible.

#### ***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 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 cost directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2019.

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.

There are no liabilities for contaminated sites as at March 31, 2019.



**Little Pine First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

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

**Segments**

The First Nation conducts its business through 7 reportable segments: Government, Capital, Infrastructure, Education, Social Services, First Nation Programs and Other Programs. 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. Administration fees have been apportioned based on a percentage of budgeted revenue, where permitted by the funder.

The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in the significant accounting policies.

**3. Accounts receivable**

|                                    | <b>2019</b>          | <b>2018</b>          |
|------------------------------------|----------------------|----------------------|
| Land permits                       | 132,679              | 120,184              |
| Other trade receivables            | 100,723              | 192,355              |
| CMHC subsidy assistance receivable | 39,164               | 93,705               |
| Goods and services tax             | 36,576               | 28,064               |
| Battlefords Tribal Council         | -                    | 52,171               |
| Indigenous Services Canada         | -                    | 28,625               |
| Battlefords Agency Tribal Chiefs   | -                    | 7,856                |
| Allowance for doubtful accounts    | 309,142<br>(190,694) | 522,960<br>(179,319) |
|                                    | <b>118,448</b>       | <b>343,641</b>       |

**4. Restricted cash**

|                                  | <b>2019</b>      | <b>2018</b> |
|----------------------------------|------------------|-------------|
| Capital projects - Major capital | <b>1,406,482</b> | 832,932     |

Restricted cash consists of cash managed by a capital project manager who is responsible for payment of expenses relating to capital projects funded by INAC.

**5. Inventory for resale**

Inventory for resale from the Little Pine Gas Bar and Convenience Store represents fuel, tobacco and confectionary items.

The cost of inventories recognized as an expense and included in cost of sales amounted to \$2,212,993 (2018 – \$2,041,055).



**Little Pine First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**6. Funds held in Trust**

Capital and revenue trust monies are transferred to the First Nation on the authorization of the First Nation's Council, with the consent of the Minister of Indigenous Services Canada.

|  | <b>2019</b> | <b>2018</b> |
|--|-------------|-------------|
| <b>Capital Trust</b>                           |             |             |
| Balance, beginning of year                     | 1,050,131   | 974,685     |
| Oil and gas royalties                          | 2,995       | 75,446      |
|  | 1,053,126   | 1,050,131   |
| Less: Transfers to Nation                      | 526,089     | -           |
| Balance, end of year                           | 527,037     | 1,050,131   |
| <b>Revenue Trust</b>                           |             |             |
| Balance, beginning of year                     | 125,172     | 161,912     |
| Interest                                       | 22,877      | 26,170      |
| Land leases                                    | 83,085      | 77,083      |
|  | 231,134     | 265,165     |
| Less: Transfers to Nation                      | 198,650     | 139,993     |
| Balance, end of year                           | 32,484      | 125,172     |
| <b>Little Pine Legacy Trust</b>                |             |             |
| Settlement of specific claim - annuities claim | 6,876,341   | -           |
| Interest                                       | 18,989      | -           |
| Professional fees and claim expenditures       | (1,587,087) | -           |
|  | 5,308,243   | -           |
| Less: Transfers to Nation                      | 1,054,839   | -           |
| Balance, end of year                           | 4,253,404   | -           |
|  | 4,812,925   | 1,175,303   |

| Date and No. of BCR | Date Funds Released to First Nation | Balance Beginning of Year | Amount Received from Trust Fund | Actual Amount Spent | Balance End of Year | Purpose for Release of Funds |
|---------------------|-------------------------------------|---------------------------|---------------------------------|---------------------|---------------------|------------------------------|
| 2018-19-57          | Dec 14, 2018                        | ---                       | 526,089                         | 526,089             | ---                 | Sub-note 1                   |
| 2018-19-33          | Nov 28, 2018                        | ---                       | 137,500                         | 137,500             | ---                 | Sub-note 2                   |
| 2018-19-60          | Feb 4, 2019                         | ---                       | 61,150                          | 61,150              | ---                 | Sub-note 3                   |

Sub-note 1 - Per Capita payments have been paid to Nation members and are identified in the First Nations Programs segment schedule #8.

Sub-note 2 - Purchase of Sewer Truck has been completed and can be identified as an increase in vehicles and equipment on the Consolidated Schedule of Tangible Capital Assets.

Sub-note 3 - Interest on long-term debt and payment of loan principal have been paid and are identified in the First Nations Programs segment schedule #8 and a reduction of loan principal.



**Little Pine First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**7. Investments in Nation business entities**

Summary financial information for each business entity, accounted for using the modified equity method, for their respective year-end is as follows:

The First Nation has investments in the following entities:

|  | <i>Opening</i>   | <i>Contributions</i> | <i>Withdrawals</i> | <i>Share of earnings (loss)</i> | <i>Ending</i> |
|--|------------------|----------------------|--------------------|---------------------------------|---------------|
| <b>First Nation business entities:</b>                         |                  |                      |                    |                                 |               |
| Little Pine Business Developments Inc. (100%)                  | (79)             | -                    | -                  | (30)                            | (109)         |
| Little Pine Gas Holdings Inc. (100%)                           | (10)             | -                    | -                  | (426)                           | (436)         |
| <b>First Nation Business Partnerships:</b>                     |                  |                      |                    |                                 |               |
| Little Pine Business Developments Limited Partnership (99.99%) | 6,013,578        | 116,418              | (15,264)           | (29,708)                        | 6,085,024     |
| Little Pine Gas Holdings Limited Partnership (99.99%)          | 597,906          | 442,401              | -                  | (492,476)                       | 547,831       |
|  | <b>6,611,484</b> | <b>558,819</b>       | <b>(15,264)</b>    | <b>(522,184)</b>                | <b>-</b>      |

The First Nation's investments in Little Pine Business Development Limited Partnership and its general partner, Little Pine Business Development Inc. and Little Pine Gas Holdings Limited Partnership and its general partner, Little Pine Gas Holdings Inc. were established to develop and maintain land for the future development of a gas station, business centre and casino in the City of Lloydminster, Saskatchewan.

Summary financial information for each First Nation business partnership, accounted for using the modified equity method, for their respective year-end is as follows:

|                                   | <i>Little Pine Business Developments Limited Partnership As at March 31, 2019</i> | <i>Little Pine Gas Holdings Limited Partnership As at March 31, 2019</i> |
|-----------------------------------|---|--|
| <b>Assets</b>                     |   |  |
| Accounts receivable               | <b>120,000</b>  | -  |
| Goods and Services Tax receivable | <b>4,785</b>  | -  |
| Trade and other receivables       | -   | <b>66,153</b>  |
| Advances to related parties       | -   | <b>335,636</b>   |
| Property, plant and equipment     | <b>7,050,715</b>  | <b>4,618,151</b>   |
| Investments                       | -   | <b>10,803</b>  |
| <b>Total assets</b>               | <b>7,175,500</b>  | <b>5,030,743</b>   |
| <b>Liabilities</b>                |   |  |
| Bank indebtedness                 | -   | <b>247,831</b>   |
| Trade and other payables          | <b>247,626</b>  | <b>1,296,683</b>   |
| Payable to partners               | <b>335,636</b>  | -  |
| Current portion of long-term debt | <b>198,567</b>  | -  |
| Long-term debt                    | <b>308,757</b>  | <b>2,899,254</b>   |
| Goods and Services Tax payable    | -   | <b>39,580</b>  |
| <b>Total liabilities</b>          | <b>1,090,586</b>  | <b>4,483,348</b>   |
| <b>Equity</b>                     | <b>6,084,914</b>  | <b>547,395</b>   |



**Little Pine First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**7. Investments in Nation business entities (Continued from previous page)**

|                           |                 |                  |
|---------------------------|-----------------|------------------|
| <b>Total revenue</b>      | <b>80,000</b>   | -                |
| <b>Total expenses</b>     | <b>109,738</b>  | <b>492,902</b>   |
| <b>Net loss</b>           | <b>(29,738)</b> | <b>(492,902)</b> |
| <b>Comprehensive loss</b> | <b>(29,738)</b> | <b>(492,902)</b> |

Principal repayments on long-term debt of the First Nation's business enterprises in each of the next five years assuming all term debt is subject to contractual terms of repayment, are estimated as follows:

|   | <b>2020</b> | <b>2021</b> | <b>2022</b> | <b>2023</b> | <b>2024</b> | <b>Thereafter</b> | <b>Total</b> |
|---|-------------|-------------|-------------|-------------|-------------|-------------------|--------------|
| Little Pine Business Developments Limited Partnership | 198,567     | 206,554     | 103,564     | -           | -           | -                 | 508,685      |
| Little Pine Gas Holdings Limited Partnership          | 2,899,254   | -           | -           | -           | -           | -                 | 2,899,254    |

The First Nation has guaranteed the following debt on behalf of its First Nation business enterprises:

Little Pine Business Developments Limited Partnership has the following long-term debt which the First Nation has issued a guarantee for repayment:

- Innovation Credit Union mortgage repayable at \$53,950 quarterly including interest at 3.95% per annum, secured by land with a carrying value of \$2,430,508. The loan is secured by the First Nation through use of First Nation Trust - Gaming funds as collateral.

Little Pine Gas Holdings Limited Partnership has long-term debt of \$2,899,254 with interest only payments of 7.05%. The long-term debt is secured by buildings with a carrying value of \$4,618,151;

**8. Restricted cash - long-term**

|                          | <b>2019</b>    | <b>2018</b>    |
|--------------------------|----------------|----------------|
| CMHC replacement reserve | 267,619        | 909,121        |
| CMHC operating reserve   | 438            | 456            |
|                          | <b>268,057</b> | <b>909,577</b> |

Long-term restricted cash funds held in the CMHC replacement reserve bank account are to be used to pay eligible expenditures of the CMHC housing units.

**9. Bank indebtedness**

Bank indebtedness represents cash on deposit less outstanding cheque's.

At March 31, 2019, the First Nation had lines of credit totaling \$200,000 charging interest at prime + 1.55%, of which \$18,771 were drawn.



**Little Pine First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

## 10. Deferred revenue

The following table represents changes in the deferred revenue balance attributable to each major category of external restrictions:

|                                     | <i>Balance,<br/>beginning<br/>of year</i> | <i>Contributions<br/>received</i> | <i>Amount<br/>recognized as<br/>revenue</i> | <i>Balance, end<br/>of year</i> |
|-------------------------------------|---|-----------------------------------|---|---------------------------------|
| Water - INAC                        | 45,025                                    | -                                 | 45,025                                      | -                               |
| Well Development - INAC             | 583,971                                   | -                                 | -   | 583,971                         |
| Lagoon - INAC                       | 106,546                                   | -                                 | -   | 106,546                         |
| School Renovations - INAC           | 24,952                                    | -                                 | 5,482                                       | 19,470                          |
| Solid Waste Transfer Station - INAC | 53,488                                    | 1,020,000                         | 650,072                                     | 423,416                         |
| Land permits                        | 303,338                                   | 1,631,782                         | 1,561,731                                   | 373,389                         |
|                                     | <b>1,117,320</b>                          | <b>2,651,782</b>                  | <b>2,262,310</b>                            | <b>1,506,792</b>                |

## 11. Long-term debt

The following loans are secured by government guarantees, and relate to the construction of on reserve housing. The First Nation receives a subsidy from Canada Mortgage and Housing Corporation to assist with the payment of principal and interest on the following mortgages:

| CMHC Phase   | Monthly Payment<br>Including Interest | Interest Rate | Renewal Date | 2019             | 2018      |
|--|---------------------------------------|---------------|--------------|------------------|-----------|
| I  | 703                                   | 1.92%         | 1-Apr-19     | 40,845           | 48,423    |
| II   | 1,626                                 | 1.05%         | 1-Aug-21     | 133,109          | 151,119   |
| III  | 1,326                                 | 2.52%         | 1-Sep-23     | 132,376          | 145,769   |
| IV   | 1,258                                 | 1.82%         | 1-Sep-19     | 144,192          | 156,728   |
| V  | 1,247                                 | 1.05%         | 1-Apr-20     | 155,373          | 168,630   |
| VI   | 5,423                                 | 1.04%         | 1-Oct-20     | 408,889          | 469,384   |
| VII  | 7,867                                 | 2.08%         | 1-May-19     | 845,528          | 921,564   |
| VIII   | 7,080                                 | 1.01%         | 1-Feb-21     | 953,591          | 1,028,531 |
| IX   | 1,982                                 | 1.43%         | 1-Apr-22     | 467,640          | 484,619   |
| X  | 2,217                                 | 2.41%         | 1-Apr-23     | 486,446          | 450,875   |
| CMHC loans   |                                       |               |              | <b>3,767,989</b> | 4,025,642 |
| Loan with Royal Bank of Canada; bridge loan for the reconstruction of the First Nation band office; repayable interest only at a rate of prime plus 1.35%. Total available loan approved is \$1,540,602 and is available to draw down by request of project manager. Loan is due January 1, 2020 and is secured by insurance settlement equalling \$1,540,602. |                                       |               |              | 385,151          | 385,151   |
| Loan with innovation Credit Union; repayable in quarterly installments of \$28,375 at an interest rate of prime plus 2.25%. Loan matures July 2021 and is secured by general security agreement and assignment of First Nations Trust revenues and direction of Land Lease Revenue.  |                                       |               |              | 241,020          | 336,440   |
| Loan with Royal Bank of Canada; operating loan; blended repayment of interest and principal at prime rate plus 2.00%. Loan is due January 1, 2020 is secured by general security agreement and assignment of First Nation Trust revenues and direction of Land Lease Revenue.  |                                       |               |              | 217,305          | 416,000   |



**Little Pine First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**11. Long-term debt** *(Continued from previous page)*

Loan with Royal Bank of Canada; operating loan; blended repayment of interest and principal at prime rate plus 2.42%. Loan is due January 1, 2020 and secured by general security agreement and assignment of First Nations Trust revenues and direction of Land Lease Revenue.

194,130

212,882

Loan with Innovation Credit Union; repayable in quarterly principal and interest installments of \$43,902 at an interest rate of prime plus 1.75%. Loan matures April 2020.

125,507

328,138

Loan with Brandt Tractor Financing, payable in monthly and principal installments of \$1,646 at an interest rate of 7.25% and is secured by a Bobcat tractor having a net book value of \$59,850.

22,023

39,484

Loan with Brandt Tractor Financing, payable in monthly principal and interest installments of \$1,679 at an interest rate of 4.50%. Loan matures in February 2020 and is secured by a John Deere 310SLT loader backhoe having a net book value of \$41,424.

18,063

36,939

Loan with Brandt Tractor Financing, payable in monthly principal and interest installments of \$1,555 at an interest rate of 7.25%. Loan matures in November 2019 and is secured by a John Deere 333EXT Tractor having a net book value of \$36,331.

12,102

29,207

Loan with innovation Credit Union; interest payable in monthly installments of \$959 at a rate of prime plus 1.75%. Loan matures on March 2019 and is secured by general security agreement and assignment of First Nations Trust revenues and direction of Land Lease Revenue.

-

422,812

Loan with Brandt Tractor Financing, payable in monthly and principal installments of \$2,949 at an interest rate of 8.25% and is secured by a 2007 Case Excavator having a net book value of \$52,734.

-

5,879

4,983,290

6,238,574

**Less: current portion**

**1,209,147**

1,218,273

**3,774,143**

5,020,301

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

|      |           |
|------|-----------|
| 2020 | 1,209,146 |
| 2021 | 447,140   |
| 2022 | 341,828   |
| 2023 | 347,788   |
| 2024 | 354,063   |

**12. Contingencies**

These 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 reviews.



**Little Pine First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

**13. Accumulated surplus**

Accumulated surplus consists of the following:

|  | <b>2019</b>        | <b>2018</b>        |
|--|--------------------|--------------------|
| Equity in funds held in trust  |                    |                    |
| Balance, beginning of year   | 1,175,303          | 1,136,597          |
| Contributions  | 5,417,200          | 170,699            |
| Withdrawals  | <u>(1,779,578)</u> | <u>(131,993)</u>   |
|  | <b>4,812,925</b>   | 1,175,303          |
| Equity in CMHC reserves  |                    |                    |
| Balance, beginning of year   | 1,544,144          | 1,401,238          |
| Provision  | 199,567            | 134,970            |
| Interest   | <u>-</u>           | <u>7,936</u>       |
|  | <b>1,743,711</b>   | 1,544,144          |
| Equity in tangible capital assets                                    |                    |                    |
| Balance, beginning of year   | 32,296,350         | 31,252,874         |
| Acquisition of tangible capital assets                               | 1,041,908          | 1,527,719          |
| Advances of long-term debt   | (35,392)           | (846,546)          |
| Repayment of long-term debt  | 1,290,675          | 1,549,941          |
| Amortization   | <u>(1,124,694)</u> | <u>(1,187,638)</u> |
|  | <b>33,468,847</b>  | 32,296,350         |
| Equity in investments in Nation business entities                    |                    |                    |
| Balance, beginning of year   | 6,611,463          | 6,644,660          |
| Contributions  | 543,422            | 258,665            |
| Share of loss  | <u>(522,575)</u>   | <u>(291,862)</u>   |
|  | <b>6,632,310</b>   | 6,611,463          |
| Unrestricted deficit   |                    |                    |
| Balance, beginning of year   | (4,874,768)        | (3,070,506)        |
| Transfer (to) from equity in funds held in trust                     | (3,637,622)        | (38,706)           |
| Transfer to equity in CMHC reserves                                  | (199,567)          | (142,906)          |
| Transfer (to) from equity in tangible capital assets                 | (1,172,498)        | (1,043,477)        |
| Transfer to (from) equity in investments in Nation business entities | (20,912)           | 33,132             |
| Current surplus (deficit)  | <u>4,707,529</u>   | <u>(612,371)</u>   |
|  | <b>(5,197,838)</b> | (4,874,834)        |
|  | <b>41,459,955</b>  | 36,752,426         |

The First Nation does not have a Moveable Asset Reserve.



**Little Pine First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2019*

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**14. Indigenous Services Canada reconciliation**

|  |                   |
|--|-------------------|
| INAC funding per confirmation                                | 15,077,576        |
| Add:   |                   |
| 2018-19 Recognition of revenue from ongoing capital projects | 813,983           |
| Less:  |                   |
| 2018-19 Deferral of revenue for ongoing capital projects     | (1,133,403)       |
| <b>Total funding per consolidated financial statements</b>   | <b>14,758,156</b> |

**15. Forfeited INAC funding**

|  |        |
|--|--------|
| 2018-19 Assisted Living Reconciliation | 7,595  |
| 2018-19 BEB Reconciliation             | 38,359 |
| <hr/>                                  |        |
|  | 45,954 |

**16. Economic dependence**

Little Pine First Nation receives a significant portion of its revenues from the Government of Canada as a result of Treaties entered into with the Crown in Right of Canada. These Treaties are administered by Indigenous Services Canada 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.

**17. Canada Mortgage and Housing Corporation reserves**

Under agreements with CMHC the First Nation has established the following:

A replacement reserve, established to ensure replacement of capital equipment and for major repairs to the housing units requires an annual cash allocation to the reserve. At March 31, 2019 the replacement reserve is underfunded \$847,960 (2018 - underfunded \$115,382).

An operating surplus reserve established for housing units under the Post 1997 Fixed Subsidy Program require surpluses to be retained in cash to offset future operating losses. At March 31, 2019 the operating surplus reserve is underfunded \$625,589 (2018 - underfunded \$516,655).



# Little Pine First Nation

## Notes to the Consolidated Financial Statements

*For the year ended March 31, 2019*

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### **18. Segments**

The First Nation has 7 reportable segments. These segments are differentiated by the major activities or services they provide. The First Nation's segment are as follows:

**Government** - includes administration and governance activities.

**Capital** - reports on capital projects.

**Infrastructure** - includes activities for the maintenance of the First Nation's buildings and infrastructure.

**Education** - includes the operations of education programs.

**First Nation Programs** - includes the activities of First Nations Trust funding, Ottawa Trust and band revenue,

**Other Programs** - other programs not funded by INAC or Health Canada.

**Social Services** - includes the operations and delivery of social programs.

Details of the segment revenues and expenses are provided in the accompanying schedules. There are no revenues or expenses that have not been allocated to a segment.

### **19. Comparative figures**

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

### **20. Compliance with authorities**

The First Nation is required to make its financial statements publicly available and submit its financial statements to Indigenous Services Canada by July 29, 2019. As the audit report date is dated after July 29, 2019, the First Nation is in breach of this requirement. The possible effect of this breach has not yet been determined.



**Little Pine First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**

For the year ended March 31, 2019

|   | <i>Buildings</i> | <i>Band housing</i> | <i>CMHC housing</i> | <i>Water and sewer</i> | <i>Land and land improvements</i> | <i>Vehicles and equipment</i> | <i>Subtotal</i>   |
|---|------------------|---------------------|---------------------|------------------------|-----------------------------------|-------------------------------|-------------------|
| <b>Cost</b>   |                  |                     |                     |                        |                                   |                               |                   |
| Balance, beginning of year                            | 6,126,317        | 2,025,281           | 9,188,585           | 7,297,734              | 18,365,146                        | 3,281,774                     | 46,284,837        |
| Acquisition of tangible capital assets                | -                | -                   | 35,361              | -                      | -                                 | 161,500                       | 196,861           |
| Transfer from assets under construction               | -                | -                   | -                   | -                      | -                                 | -                             | -                 |
| <b>Balance, end of year</b>                           | <b>6,126,317</b> | <b>2,025,281</b>    | <b>9,223,946</b>    | <b>7,297,734</b>       | <b>18,365,146</b>                 | <b>3,443,274</b>              | <b>46,481,698</b> |
| <b>Accumulated amortization</b>                       |                  |                     |                     |                        |                                   |                               |                   |
| Balance, beginning of year                            | 1,741,359        | 918,045             | 3,589,766           | 2,258,574              | -                                 | 2,003,822                     | 10,511,566        |
| Annual amortization                                   | 204,797          | 82,948              | 461,197             | 79,213                 | -                                 | 283,506                       | 1,111,661         |
| <b>Balance, end of year</b>                           | <b>1,946,156</b> | <b>1,000,993</b>    | <b>4,050,963</b>    | <b>2,337,787</b>       | <b>-</b>                          | <b>2,287,328</b>              | <b>11,623,227</b> |
| <b>Net book value of tangible capital assets</b>      | <b>4,180,161</b> | <b>1,024,288</b>    | <b>5,172,983</b>    | <b>4,959,947</b>       | <b>18,365,146</b>                 | <b>1,155,946</b>              | <b>34,858,471</b> |
| <b>2018 Net book value of tangible capital assets</b> | <b>4,384,958</b> | <b>1,107,236</b>    | <b>5,598,819</b>    | <b>5,039,160</b>       | <b>18,365,146</b>                 | <b>1,277,952</b>              | <b>35,773,271</b> |



**Little Pine First Nation**  
**Schedule 1 - Consolidated Schedule of Tangible Capital Assets**

For the year ended March 31, 2019

|  | <i>Subtotal</i>   | <i>Computer hardware and software</i> | <i>Projects under construction</i> | <i>2019</i>       | <i>2018</i>       |
|--|-------------------|---------------------------------------|------------------------------------|-------------------|-------------------|
| <b>Cost</b>                                      |                   |                                       |                                    |                   |                   |
| Balance, beginning of year                       | 46,284,837        | 113,454                               | 1,017,697                          | 47,415,988        | 45,888,270        |
| Acquisition of tangible capital assets           | 196,861           | -                                     | 845,047                            | 1,041,908         | 5,245,998         |
| Transfer from assets under construction          | -                 | -                                     | -                                  | -                 | (3,718,280)       |
| Balance, end of year                             | 46,481,698        | 113,454                               | 1,862,744                          | 48,457,896        | 47,415,988        |
| <b>Accumulated amortization</b>                  |                   |                                       |                                    |                   |                   |
| Balance, beginning of year                       | 10,511,566        | 85,770                                | -                                  | 10,597,336        | 9,409,699         |
| Annual amortization                              | 1,111,661         | 13,033                                | -                                  | 1,124,694         | 1,187,637         |
| Balance, end of year                             | 11,623,227        | 98,803                                | -                                  | 11,722,030        | 10,597,336        |
| <b>Net book value of tangible capital assets</b> | <u>34,858,471</u> | <u>14,651</u>                         | <u>1,862,744</u>                   | <u>36,735,866</u> | <u>36,818,652</u> |
| 2018 Net book value of tangible capital assets   | 35,773,271        | 27,684                                | 1,017,697                          | 36,818,652        |                   |



**Little Pine First Nation**  
**Schedule 2 - Schedule of Consolidated Expenses by Object**  
*For the year ended March 31, 2019*

|                              | <b>2019<br/>Actual</b> | <b>2018<br/>Actual</b> |
|------------------------------|------------------------|------------------------|
| Salaries and benefits        | 4,489,053              | 4,207,406              |
| Cost of sales                | 2,212,993              | 2,041,055              |
| Per capita distribution      | 1,663,861              | 439,408                |
| Professional fees            | 1,358,840              | 367,590                |
| Basic needs                  | 1,182,688              | 1,366,885              |
| Amortization                 | 1,124,694              | 1,187,638              |
| Repairs and maintenance      | 764,118                | 999,615                |
| Travel                       | 455,435                | 371,571                |
| Living allowance             | 396,327                | 407,079                |
| Utilities                    | 358,754                | 145,389                |
| Supplies                     | 319,049                | 245,523                |
| Tuition                      | 247,999                | 200,042                |
| Activities and recreation    | 214,002                | 213,365                |
| Insurance                    | 213,241                | 320,080                |
| Community events             | 156,510                | 156,071                |
| Band member assistance       | 151,500                | 124,404                |
| Interest on long-term debt   | 146,993                | 161,760                |
| Office supplies and expenses | 126,088                | 88,169                 |
| Program expense              | 119,916                | 15,804                 |
| Meeting                      | 105,586                | 115,722                |
| Elders fees                  | 102,642                | 211,682                |
| Bank charges and interest    | 95,527                 | 46,514                 |
| Contracted services          | 84,635                 | 166,540                |
| Health                       | 84,396                 | 88,800                 |
| Fuel                         | 80,630                 | 57,002                 |
| Administration               | 59,911                 | 2,222                  |
| Student expenses             | 51,066                 | 59,370                 |
| Telephone                    | 45,930                 | 40,381                 |
| Community donations          | 39,201                 | 47,296                 |
| Rent                         | 32,855                 | 125,126                |
| Training                     | 31,266                 | 39,288                 |
| Honourarium                  | 29,160                 | 16,672                 |
| Office equipment lease       | 18,111                 | 19,706                 |
| Election                     | 15,224                 | 15,224                 |
| Property tax                 | 11,778                 | 74,967                 |
| Bad debts                    | 11,376                 | 11,564                 |
| Advertising and promotion    | 3,972                  | 6,123                  |
| Miscellaneous                | 813                    | 20,423                 |
| Chief and council per diems  | -                      | 10,012                 |
|                              | <b>16,606,140</b>      | <b>14,233,488</b>      |



**Little Pine First Nation**  
**Government**  
**Schedule 3 - Schedule of Revenue and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2019*

|  | <b>2019</b><br><i>Actual</i> | <b>2018</b><br><i>Actual</i> |
|--|------------------------------|------------------------------|
| <b>Revenue</b>                         |                              |                              |
| Indigenous and Northern Affairs Canada | 7,614,780                    | 743,882                      |
| Forfeited INAC funding                 | (38,359)                     | -                            |
| Other revenue                          | 162,622                      | 271,889                      |
| Interest income                        | 28,218                       | -                            |
| Band housing - user fees               | 7,639                        | 9,156                        |
| Administration fees                    | -                            | 1,350                        |
|  | <b>7,774,900</b>             | 1,026,277                    |
| <b>Expenses</b>                        |                              |                              |
| Professional fees                      | 1,326,380                    | 255,432                      |
| Salaries and benefits                  | 635,759                      | 677,539                      |
| Utilities                              | 215,125                      | 41,713                       |
| Insurance                              | 132,014                      | 11,342                       |
| Supplies                               | 125,030                      | 4,360                        |
| Travel                                 | 114,363                      | 79,525                       |
| Office supplies and expenses           | 51,420                       | 21,574                       |
| Meeting                                | 41,477                       | 19,656                       |
| Bank charges and interest              | 25,672                       | 18,704                       |
| Contracted services                    | 22,660                       | -                            |
| Telephone                              | 19,643                       | 18,529                       |
| Rent                                   | 18,188                       | 121,587                      |
| Administration                         | 17,898                       | 2,222                        |
| Repairs and maintenance                | 16,865                       | 32,190                       |
| Election                               | 15,224                       | 15,224                       |
| Interest on long-term debt             | 13,255                       | 56,266                       |
| Fuel                                   | 7,446                        | 8,397                        |
| Band member assistance                 | 7,372                        | 25,798                       |
| Student expenses                       | 5,250                        | -                            |
| Community donations                    | 2,500                        | -                            |
| Community events                       | 877                          | 500                          |
| Training                               | 609                          | 3,018                        |
| Per capita distribution                | 200                          | 22,608                       |
| Activities and recreation              | -                            | 320                          |
| Miscellaneous                          | -                            | 17                           |
| Health                                 | -                            | 966                          |
|  | <b>2,815,227</b>             | 1,437,487                    |
| <b>Surplus (deficit)</b>               | <b>4,959,673</b>             | (411,210)                    |



**Little Pine First Nation**  
**Capital**

**Schedule 4 - Schedule of Revenue and Expenses and Surplus (Deficit)**

For the year ended March 31, 2019

|  | <b>2019</b><br><i>Actual</i> | <b>2018</b><br><i>Actual</i> |
|--|------------------------------|------------------------------|
| <b>Revenue</b>                         |                              |                              |
| Indigenous and Northern Affairs Canada | 1,120,711                    | 529,019                      |
| Administration fees                    | 42,013                       | -                            |
| Other revenue                          | 255                          | 26,164                       |
| Insurance Proceeds                     | -                            | 1,155,452                    |
|  | <b>1,162,979</b>             | 1,710,635                    |
| <b>Expenses</b>                        |                              |                              |
| Repairs and maintenance                | 361,918                      | 337,420                      |
| Insurance                              | 47,693                       | 100,750                      |
| Administration                         | 42,013                       | -                            |
| Salaries and benefits                  | 20,235                       | 41,547                       |
| Supplies                               | 14,073                       | 1,121                        |
| Travel                                 | 6,248                        | 1,954                        |
| Contracted services                    | 1,250                        | 6,100                        |
| Telephone                              | 600                          | -                            |
| Bank charges and interest              | 16                           | 122                          |
| Meeting                                | -                            | 10,849                       |
| Fuel                                   | -                            | 33,534                       |
|  | <b>494,046</b>               | 533,397                      |
| <b>Surplus</b>                         | <b>668,933</b>               | 1,177,238                    |



**Little Pine First Nation**  
Infrastructure

**Schedule 5 - Schedule of Revenue and Expenses and Surplus (Deficit)**

For the year ended March 31, 2019

|  | <b>2019</b><br><i>Actual</i> | <b>2018</b><br><i>Actual</i> |
|--|------------------------------|------------------------------|
| <b>Revenue</b>                         |                              |                              |
| Indigenous and Northern Affairs Canada | 364,235                      | 261,292                      |
| <b>Expenses</b>                        |                              |                              |
| Amortization                           | 312,765                      | 320,816                      |
| Salaries and benefits                  | 279,678                      | 331,712                      |
| Repairs and maintenance                | 129,767                      | 194,129                      |
| Fuel                                   | 66,363                       | 5,470                        |
| Supplies                               | 29,630                       | 8,823                        |
| Insurance                              | 26,500                       | 10,244                       |
| Utilities                              | 22,346                       | 35,992                       |
| Travel                                 | 14,694                       | 17,363                       |
| Contracted services                    | 11,000                       | 14,032                       |
| Rent                                   | 4,669                        | -                            |
| Office supplies and expenses           | 3,500                        | -                            |
| Telephone                              | 1,469                        | 1,118                        |
| Interest on long-term debt             | -                            | 11,585                       |
|  | 902,381                      | 951,284                      |
| <b>Deficit</b>                         | <b>(538,146)</b>             | <b>(689,992)</b>             |



**Little Pine First Nation  
Education**

**Schedule 6 - Schedule of Revenue and Expenses and Surplus (Deficit)**

For the year ended March 31, 2019

|  | <b>2019<br/>Actual</b> | <b>2018<br/>Actual</b> |
|--|------------------------|------------------------|
| <b>Revenue</b>                         |                        |                        |
| Indigenous and Northern Affairs Canada | 3,417,369              | 3,199,159              |
| Other revenue                          | 263,961                | 259,074                |
| Rental income                          | 6,155                  | -                      |
|  | <b>3,687,485</b>       | 3,458,233              |
| <b>Expenses</b>                        |                        |                        |
| Salaries and benefits                  | 2,466,147              | 2,169,446              |
| Living allowance                       | 396,327                | 407,079                |
| Tuition                                | 247,999                | 200,042                |
| Supplies                               | 118,385                | 167,149                |
| Activities and recreation              | 80,013                 | 47,939                 |
| Repairs and maintenance                | 68,728                 | 111,994                |
| Travel                                 | 68,276                 | 34,962                 |
| Utilities                              | 42,690                 | 37,403                 |
| Student expenses                       | 41,966                 | 53,990                 |
| Meeting                                | 30,817                 | 25,008                 |
| Office supplies and expenses           | 25,784                 | 34,674                 |
| Training                               | 17,700                 | 9,878                  |
| Amortization                           | 17,278                 | 19,870                 |
| Contracted services                    | 12,178                 | 15,588                 |
| Rent                                   | 7,938                  | 3,539                  |
| Professional fees                      | 6,843                  | -                      |
| Telephone                              | 5,515                  | 2,818                  |
| Insurance                              | 4,542                  | 4,950                  |
| Fuel                                   | 1,735                  | 4,693                  |
| Bank charges and interest              | 1,663                  | 9,703                  |
| Honourarium                            | 600                    | 1,000                  |
| Community donations                    | 100                    | 210                    |
| Miscellaneous                          | 56                     | 14,124                 |
| Interest on long-term debt             | -                      | 471                    |
|  | <b>3,663,280</b>       | 3,376,530              |
| <b>Surplus</b>                         | <b>24,205</b>          | 81,703                 |



**Little Pine First Nation**  
**Social Services**

**Schedule 7 - Schedule of Revenue and Expenses and Surplus (Deficit)**

For the year ended March 31, 2019

|  | <b>2019</b><br><i>Actual</i> | <b>2018</b><br><i>Actual</i> |
|--|------------------------------|------------------------------|
| <b>Revenue</b>                         |                              |                              |
| Indigenous and Northern Affairs Canada | 1,335,732                    | 1,609,041                    |
| Forfeited ISC funding                  | (7,595)                      | (406)                        |
|  | <b>1,328,137</b>             | 1,608,635                    |
| <b>Expenses</b>                        |                              |                              |
| Basic needs                            | 1,164,115                    | 1,355,080                    |
| Salaries and benefits                  | 78,622                       | 63,452                       |
| Program expense                        | 66,263                       | 33,646                       |
| Office supplies and expenses           | 15,000                       | 14,027                       |
| Travel                                 | 2,567                        | 1,000                        |
| Activities and recreation              | 1,250                        | -                            |
| Supplies                               | 485                          | 5,873                        |
| Band member assistance                 | 315                          | 500                          |
| Training                               | 300                          | 17,211                       |
| Contracted services                    | -                            | 43,771                       |
| Telephone                              | -                            | 5,794                        |
| Community events                       | -                            | 137,371                      |
|  | <b>1,328,917</b>             | 1,677,725                    |
| <b>Deficit</b>                         | <b>(780)</b>                 | (69,090)                     |



**Little Pine First Nation**  
**First Nation Programs**  
**Schedule 8 - Schedule of Revenue and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2019*

|  | <b>2019</b><br><i>Actual</i> | <b>2018</b><br><i>Actual</i> |
|--|------------------------------|------------------------------|
| <b>Revenue</b>                         |                              |                              |
| Indigenous and Northern Affairs Canada | 355,329                      | 192,321                      |
| First Nations and Inuit Health Branch  | 23,336                       | 35,000                       |
| Permit income                          | 1,574,224                    | 1,438,630                    |
| Little Pine Legacy Trust               | 798,750                      | -                            |
| First Nations Trust                    | 639,751                      | 643,798                      |
| Other revenue                          | 114,485                      | 253,529                      |
| Lease and royalty income               | 86,080                       | 152,529                      |
| Interest income                        | 22,948                       | 26,197                       |
| Battleford Agency Tribal Chiefs CDC    | 1,054                        | 119,491                      |
| Band housing - user fees               | -                            | 6,223                        |
|  | <b>3,615,957</b>             | 2,867,718                    |
| <b>Expenses</b>                        |                              |                              |
| Per capita distribution                | 1,663,661                    | 416,800                      |
| Salaries and benefits                  | 719,996                      | 594,669                      |
| Amortization                           | 327,574                      | 349,352                      |
| Travel                                 | 217,220                      | 149,692                      |
| Community events                       | 155,633                      | 16,856                       |
| Band member assistance                 | 143,814                      | 96,607                       |
| Activities and recreation              | 132,739                      | 165,106                      |
| Elders fees                            | 102,642                      | 211,682                      |
| Health                                 | 84,396                       | 87,834                       |
| Utilities                              | 72,087                       | 22,360                       |
| Repairs and maintenance                | 71,494                       | 128,377                      |
| Bank charges and interest              | 55,771                       | 8,564                        |
| Interest on long-term debt             | 52,643                       | 41,791                       |
| Community donations                    | 31,551                       | 27,659                       |
| Program expense                        | 29,881                       | (25,169)                     |
| Meeting                                | 29,593                       | 40,013                       |
| Supplies                               | 28,471                       | 25,182                       |
| Contracted services                    | 26,626                       | 79,306                       |
| Professional fees                      | 20,000                       | 90,120                       |
| Basic needs                            | 18,572                       | 11,805                       |
| Office supplies and expenses           | 18,035                       | 7,459                        |
| Telephone                              | 17,579                       | 8,638                        |
| Honourarium                            | 14,860                       | -                            |
| Training                               | 12,657                       | 7,318                        |
| Property tax                           | 11,778                       | 57,885                       |
| Bad debts                              | 11,376                       | -                            |
| Fuel                                   | 5,085                        | 4,909                        |
| Student expenses                       | 3,850                        | 5,380                        |
| Insurance                              | 2,493                        | 1,916                        |
| Rent                                   | 2,060                        | -                            |
|  | <b>4,084,137</b>             | 2,632,111                    |
| <b>Surplus (deficit)</b>               | <b>(468,180)</b>             | 133,246                      |



**Little Pine First Nation**  
**Other Programs**

**Schedule 9 - Schedule of Revenue and Expenses and Surplus (Deficit)**

*For the year ended March 31, 2019*

|   | <b>2019</b><br><i>Actual</i> | <b>2018</b><br><i>Actual</i> |
|---|------------------------------|------------------------------|
| <b>Revenue</b>  |                              |                              |
| Indigenous and Northern Affairs Canada                      | 550,000                      | -                            |
| Canada Mortgage and Housing Corporation                     | 453,451                      | 392,741                      |
| Retail gas and convenience store sales                      | 2,585,146                    | 2,440,887                    |
| Other revenue   | 167,799                      | 52,248                       |
| Rental income   | 143,865                      | 86,250                       |
| Interest income   | 2,358                        | 7,998                        |
| Earnings (loss) from investment in Nation business entities | (522,641)                    | (291,862)                    |
|   | <b>3,379,978</b>             | 2,688,262                    |
| <b>Expenses</b>   |                              |                              |
| Cost of sales   | 2,212,993                    | 2,041,055                    |
| Amortization  | 467,077                      | 497,600                      |
| Salaries and benefits                                       | 288,617                      | 329,039                      |
| Repairs and maintenance                                     | 115,347                      | 195,505                      |
| Interest on long-term debt                                  | 81,095                       | 51,646                       |
| Travel  | 32,068                       | 87,074                       |
| Program expense   | 23,773                       | 7,328                        |
| Office equipment lease                                      | 18,111                       | 19,706                       |
| Honourarium   | 13,700                       | 15,672                       |
| Bank charges and interest                                   | 12,405                       | 9,421                        |
| Office supplies and expenses                                | 12,350                       | 10,436                       |
| Contracted services   | 10,922                       | 7,743                        |
| Utilities   | 6,507                        | 7,921                        |
| Professional fees   | 5,617                        | 22,037                       |
| Community donations   | 5,050                        | 19,427                       |
| Advertising and promotion                                   | 3,972                        | 6,123                        |
| Meeting   | 3,699                        | 20,196                       |
| Supplies  | 2,975                        | 33,016                       |
| Telephone   | 1,125                        | 3,485                        |
| Miscellaneous   | 750                          | 6,283                        |
| Chief and council per diems                                 | -                            | 10,012                       |
| Training  | -                            | 1,863                        |
| Community events  | -                            | 1,344                        |
| Band member assistance                                      | -                            | 1,500                        |
| Bad debts   | -                            | 11,564                       |
| Property tax  | -                            | 17,082                       |
| Insurance   | -                            | 190,877                      |
|   | <b>3,318,153</b>             | 3,624,955                    |
| <b>Surplus (deficit)</b>                                    | <b>61,825</b>                | (1,039,054)                  |