

**Mosquito Grizzly Bears Head Lean Man First Nation
Consolidated Financial Statements
March 31, 2021**

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Mosquito Grizzly Bears Head Lean Man First Nation Management's Responsibility for Financial Reporting

March 31, 2021

To the Members of Mosquito Grizzly Bears Head Lean Man First Nation:

The accompanying consolidated financial statements of Mosquito Grizzly Bears Head Lean Man 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.

Chief and Council is responsible for overseeing management in the performance of its financial reporting responsibilities and for approving the consolidated financial statements. Chief and Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors.

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

On behalf of Mosquito Grizzly Bears Head Lean Man First Nation:

Signature on file - Michelle Daniels

Mosquito Grizzly Bears Head
Lean Man First Nation

April 14, 2022

Date



Chalupiak & Associates CPA Professional Corporation

Chartered Professional Accountants
3261 Saskatchewan Drive
Regina, Saskatchewan S4T 6S4
Phone: 306-359-3711 Fax: 306-569-3030

Independent Auditors' Report

To the Members of

Mosquito Grizzly Bears Head Lean Man First Nation

Opinion

We have audited the consolidated financial statements of Mosquito Grizzly Bears Head Lean Man First Nation, which comprise the consolidated statement of financial position as at March 31, 2021, and the consolidated statements of operations, accumulated surplus, change in net debt and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2021, and the results of its consolidated operations, its changes in its consolidated net debt, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the First Nation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the First Nation or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- ♦ Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ♦ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the First Nation's internal control.
- ♦ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ♦ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.
- ♦ Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ♦ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.
- ♦ Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Regina, Saskatchewan
April 20, 2022**

Chalupiak & Associates

Chartered Professional Accountants

Mosquito Grizzly Bears Head Lean Man First Nation
Consolidated Statement of Financial Position
March 31, 2021

	2021	2020 Restated
Financial Assets		
Cash (Note 3)	\$ 1,002,245	\$ 250,793
Restricted cash - capital projects (Note 3)	561,938	137,312
Restricted cash - CMHC reserves (Note 3)	376,643	375,503
Restricted cash - other (Note 3)	1,361,012	1,355,356
Trust funds held by federal government (Notes 3 and 4)	103,043	80,237
Accounts receivable (Note 5)	287,384	141,904
Portfolio investment (Note 6)	50,000	50,000
Investment in government business enterprises (Notes 7 and 8)	405,951	938,053
Due from related parties (Note 9)	4,481,729	592,246
	8,629,945	3,921,404

Liabilities

Bank indebtedness (Note 3)	22,071	208,999
Accounts payable (Note 10)	1,989,986	1,384,024
Short-term financing (Note 11)	3,800,000	-
Deferred revenue - unexpended funds - ISC (Note 12)	2,339,852	417,827
Deferred revenue - unexpended funds - other (Note 13)	410,628	11,168
Deferred revenue (Note 14)	1,667,560	1,588,941
Due to related parties (Note 9)	11,492	-
Current portion of long-term debt (Note 15)	3,117,329	108,054
Current portion of CMHC mortgages (Note 16)	60,693	59,178
Long-term debt (Note 15)	2,079,275	4,725,970
CMHC mortgages (Note 16)	288,308	282,665
	15,787,194	8,786,826

Net debt	(7,157,249)	(4,865,422)
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Non-financial Assets

Capital assets (Note 17)	18,058,216	17,428,682
Prepaid expenses (Note 18)	81,132	14,167
	18,139,348	17,442,849

Accumulated Surplus (Note 19)	\$ 10,982,099	\$ 12,577,427
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Approved on behalf of the Mosquito Grizzly Bears Head Lean Man First Nation:

Signature on file

Tanya Aguilar-Antiman, **Chief**

Signature on file

Celeste Moosomin, **Councilor**

The accompanying notes are an integral part of the financial statements

Mosquito Grizzly Bears Head Lean Man First Nation

Consolidated Statement of Operations

For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Restated
Revenue			
Indigenous Services Canada (ISC)	\$ 12,575,025	\$ 12,769,247	\$ 6,894,883
ISC - First Nations & Inuit Health Branch (FNIHB)	-	-	182,500
Trust funds held by federal government	418,996	470,605	610,450
CMHC	370,228	68,107	88,198
CMHC rental income	77,377	50,450	72,227
First Nations Trust (FNT)	488,000	314,446	430,737
Battle River Treaty 6 Health Centre Inc.	121,315	114,133	9,925
BATC Community Development Corporation	104,498	78,253	187,200
Saskatchewan Government	110,000	36,982	93,075
Saskatchewan Indian Training Assessment Group (SITAG)	141,773	179,363	134,498
1905 Surrender Legacy Trust	3,800,000	3,800,000	-
Gains (losses) in government business enterprises	-	(532,102)	929,520
Treaty Six Education Council	-	-	24,342
Other revenue	580,093	702,441	579,323
Administration fees - internal allocation	372,134	461,121	279,367
Unexpended funds transferred - prior year	12,989	428,995	350,387
Deferred revenue - prior year	-	1,631,807	2,328,650
Deferred revenue - current year	-	(1,667,560)	(1,588,941)
	19,172,428	18,906,288	11,606,341
Expenses			
Treaties and Indigenous Government (Schedule 1)	3,800,000	4,301,204	1,775,518
Community Infrastructure (Schedule 2)	3,364,185	2,136,235	786,015
Economic Development (Schedule 3)	101,380	101,380	-
Education (Schedule 4)	4,638,485	4,176,572	2,970,871
Indigenous Government Support (Schedule 5)	1,180,217	1,433,483	1,346,585
Land Management (Schedule 6)	185,540	168,008	139,530
Social Development (Schedule 7)	2,688,979	2,224,583	1,833,736
Registration and Membership (Schedule 8)	10,801	15,138	11,318
Health (Schedule 9)	1,650,243	583,377	127,714
CMHC Operations (Schedule 10)	449,105	203,702	236,697
Other Band Programs (Schedule 11)	1,373,820	1,523,566	2,580,208
Depreciation (Schedule 12)	-	953,892	1,142,842
	19,442,755	17,821,140	12,951,034
Addition of reserve lands (Note 25)	-	70,000	-
Current surplus (deficit) before unexpended transfers	(270,327)	1,155,148	(1,344,697)
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(2,750,480)	(428,995)
Current deficit	\$ (270,327)	\$ (1,595,332)	\$ (1,773,692)

The accompanying notes are an integral part of the financial statements

Mosquito Grizzly Bears Head Lean Man First Nation
Consolidated Statement of Accumulated Surplus
For the year ended March 31, 2021

	2021	2020 Restated
Surplus at beginning of year	\$ 12,577,427	\$ 14,351,119
Current deficit	(1,595,332)	(1,773,692)
Surplus at end of year	\$ 10,982,095	\$ 12,577,427

The accompanying notes are an integral part of the financial statements

Mosquito Grizzly Bears Head Lean Man First Nation
Consolidated Statement of Change in Net Debt
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Restated
Current deficit	\$ (270,327)	\$ (1,595,332)	\$ (1,773,692)
Acquisition of tangible capital assets	-	(1,583,423)	(1,494,786)
Depreciation of tangible capital assets	-	953,893	1,142,843
	-	(629,530)	(351,943)
Acquisition of prepaid asset	-	(81,132)	(14,167)
Use of prepaid asset	-	14,167	39,600
	-	(66,965)	25,433
Decrease in net financial assets	(270,327)	(2,291,827)	(2,100,202)
Net debt at beginning of year	(4,865,422)	(4,865,422)	(2,765,220)
Net debt at end of year	\$ (5,135,749)	\$ (7,157,249)	\$ (4,865,422)

The accompanying notes are an integral part of the financial statements

Mosquito Grizzly Bears Head Lean Man First Nation

Consolidated Statement of Cash Flows

For the year ended March 31, 2021

	2021	2020 Restated
Cash flows from		
Operating activities		
Current deficit	\$ (1,595,332)	\$ (1,773,692)
Items not affecting cash		
Depreciation	953,893	1,142,843
Loss (earnings) from investment in business partnerships	328,756	30,093
Loss (earnings) from investment in incorporated businesses	216,485	307,821
	(96,198)	(292,935)
Change in non-cash operating working capital		
Accounts receivable	(145,480)	41,037
Prepaid expenses	(66,965)	25,433
Accounts payable	605,964	399,964
Deferred revenue - unexpended funds - ISC	1,922,025	104,774
Deferred revenue - unexpended funds - other	399,460	11,168
Deferred revenue	78,619	(739,709)
Due from related parties	(3,889,483)	(580,565)
Due to related parties	11,492	-
Restricted cash - other	(5,656)	1,326,948
	(1,186,222)	296,115
Capital activities		
Acquisition of capital assets	(1,583,425)	(1,494,785)
Financing activities		
Long-term debt - repayment	(160,125)	(39,848)
Long-term debt - proceeds	522,706	1,930,618
CMHC mortgages - repayment	(59,389)	(69,847)
CMHC mortgages - advances	66,546	82,125
Short term financing	3,800,000	-
	4,169,738	1,903,048
Investing activities		
Restricted cash - CMHC	(1,140)	(3,856)
Restricted cash - Trust funds held by federal government	(22,806)	89,575
Contributions to business partnerships	-	(1,198,100)
Contributions to incorporated businesses	(13,139)	(69,334)
	(37,085)	(1,181,715)
Increase in cash and cash equivalents	1,363,006	(477,337)
Cash and cash equivalents, beginning of year	179,106	656,443
Cash and cash equivalents, end of year	\$ 1,542,112	\$ 179,106
Represented by		
Cash	\$ 1,002,245	\$ 250,793
Restricted cash - capital projects	561,938	137,312
Bank indebtedness	(22,071)	(208,999)
	\$ 1,542,112	\$ 179,106

The accompanying notes are an integral part of the financial statements

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

1. General

Mosquito Grizzly Bears Head Lean Man First Nation ("the First Nation") is located in the province of Saskatchewan and provides services to its members. These financial statements include the First Nation government and all related entities that are accountable to the First Nation and are either owned or controlled by the First Nation. These financial statements do not include the Treaty Land Entitlement (TLE) Trust which is governed and controlled by appointed trustees.

The office of the First Nation is physically located at 52.49031, -108.24735 and the mailing address is PO Box 177, Cando, Saskatchewan, Canada.

2. Basis of presentation and significant accounting policies

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board.

(a) Reporting entity

The Mosquito Grizzly Bears Head Lean Man First Nation reporting entity includes the Mosquito Grizzly Bears Head Lean Man First Nation government and all related entities that are controlled by the First Nation.

(b) Principles of consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the consolidated statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only Mosquito Grizzly Bears Head Lean Man First Nation's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of Mosquito Grizzly Bears Head Lean Man First Nation.

Organizations accounted for on a modified equity basis include:

- Mosquito Daycare Center Inc. (prior year)
- Mosquito Grizzly Bears Head Lean Man TLE Makah Holding Corp.
- Mosquito Grizzly Bears Head Lean Man First Nation Economic Development Company LP.
- Mosquito Grizzly Bears Head Lean Man First Nation Economic Development Company Ltd.
- Mosquito Grizzly Bears Head Lean Man First Nation Petroleum Company Ltd.

(c) Asset classification

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

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

2. Basis of presentation and significant accounting policies, continued

(d) Net debt or net financial assets

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

(e) Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments. Cash subjected to restrictions that prevent its use for current purposes is included in restricted cash.

(f) Liability for contaminated sites

A liability for remediation of a contaminated site is recognized at the best estimate of the amounts required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2021. No contaminated sites have been identified as at March 31, 2021.

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

2. Basis of presentation and significant accounting policies, continued

(g) Tangible capital assets

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overheads directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Mosquito Grizzly Bears Head Lean Man First Nation's incremental cost of borrowing.

Depreciation is provided for on a straight-line basis over their estimated useful lives.

Buildings	20 years Straight line
Automotive equipment	5 years Straight line
Office equipment	3-5 years Straight line
Machinery & equipment	5-10 years Straight line
CMHC housing	25 years Straight line
Housing	20-25 years Straight line
Infrastructure	20-40 years Straight line
Land Improvement	15 years Straight line

Tangible capital assets are written down when conditions indicate that they no longer contribute to Mosquito Grizzly Bears Head Lean Man First Nation's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations.

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

Assets under construction are not depreciated until the asset is available to be put into service.

(h) Portfolio investments

Portfolio investments are recorded at cost. Portfolio investments are written down where there has been a loss in value that is other than a temporary decline.

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

2. Basis of presentation and significant accounting policies, continued

(i) Trust funds

Funds earned and held in trust on behalf of First Nation members by the Government of Canada. Trust moneys consist of:

- Capital Trust moneys derived from non-renewable resources transactions on the sale of land or other First Nation 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.

(j) Use of estimates

The preparation of consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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. Actual results could differ from those estimates.

(k) Segments

The First Nation conducts its business through reportable segments. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives, aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenues and expenses represent both amounts that are directly attributed 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.

(l) Internal charges and transfers

The central administration office provides services to other program areas. To recognize the cost of these services a corresponding revenue and expense is recorded and referred to as "Administration fees - internal allocation"

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

2. Basis of presentation and significant accounting policies, continued

(m) Revenue recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

(n) Expense recognition

Expenses are accounted for in the period the goods or services are acquired and a liability is incurred or transfers are due.

(o) Comparative figures

Comparative amounts have been reclassified, where necessary, to conform to the current year's presentation.

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

3. Cash and cash equivalents

Under the terms of an agreement with Canada Mortgage and Housing Corporation, Mosquito Grizzly Bears Head Lean Man First Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the Replacement and Subsidy Fund.

Cash received to complete capital projects is held in separate bank accounts or guaranteed investment certificates.

Funds held in trust are held by the federal government in trust for the First Nation.

	2021	2020
Unrestricted cash		
Health operations	\$ 145,213	\$ 42,979
CMHC operations	37,586	22,533
General operations	809,681	165,101
Lawyers' Trust accounts	9,765	20,180
	<u>1,002,245</u>	<u>250,793</u>
Bank indebtedness		
General operations	(22,071)	(208,999)
Restricted cash - capital projects		
Solid waste transfer station	461,927	37,283
Lagoon & SPS Assessment	99,984	100,007
Other	27	22
	<u>561,938</u>	<u>137,312</u>
Restricted cash - CMHC reserves		
Replacement reserve	324,177	323,762
Replacement reserve term deposits	52,466	51,741
	<u>376,643</u>	<u>375,503</u>
Restricted cash - trust funds held by federal government		
Revenue	103,043	80,237
Restricted cash - other		
Lawyers' Trust - Maurice Law - settlement claims	252,245	275,788
Per Capita Distribution	-	41,856
Annuity Accounts	1,108,767	1,037,712
	<u>1,361,012</u>	<u>1,355,356</u>
Total cash and cash equivalents	<u><u>\$ 3,382,810</u></u>	<u><u>\$ 1,990,202</u></u>

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

3. Cash and cash equivalents, continued

The First Nation has an approved overdraft of \$150,000 on the general and \$100,000 on the education account held with Innovation Credit Union. The overdraft on the general account bears interest at 4.7% and the overdraft on the education account bears interest at 4.7%; the unauthorized overdraft interest rate on all accounts is 19.80%. On March 31, 2021 the First Nation had issued cheques in excess of deposits totaling \$2,947 (2020 - \$186,576).

The First Nation also has an approved overdraft of \$50,000 with the Royal Bank of Canada (RBC) bearing interest at prime + 5.0%. On March 31, 2021 the First Nation had issued cheques in excess of deposits totaling \$19,124 (2020 - \$22,423).

4. Trust funds held by federal government

The Trust funds held by federal government arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada and are subject to audit by the office of the Auditor General of Canada. The management of these funds are primarily governed by the Sections 63 to 69 of the Indian Act.

	2021 Revenue	2021 Capital	2021 Total	2020 Total
Surplus, beginning of year	\$ 80,237	\$ -	\$ 80,237	\$ 169,813
Withdrawals	(447,799)	-	(447,799)	(700,026)
Lease revenue	468,873	-	468,873	605,460
Interest earnings	1,732	-	1,732	4,990
Surplus, end of year	\$ 103,043	\$ -	\$ 103,043	\$ 80,237

Mosquito Grizzly Bears Head Lean Man First Nation
Notes to Consolidated Financial Statements
March 31, 2021

5. Accounts receivable

	2021	2020
Due from members		
Advances - band	\$ 20,924	\$ 31,943
Advances - health	9,275	9,275
Advances - social development	2,644	5,603
	<u>32,843</u>	<u>46,821</u>
Due from others		
GST receivable	63,725	3,363
Saskatchewan Indian Training Assessment Group (SITAG)	37,590	-
Battleford Agency Tribal Chiefs (BATC)	71,391	40,043
Others	14,800	62,610
	<u>187,506</u>	<u>106,016</u>
Due from government and other government organizations		
CMHC	3,436	3,436
CMHC - RRAP	11,420	-
CMHC - Phase 8	66,546	-
	<u>81,402</u>	<u>3,436</u>
	301,751	156,273
Allowance for doubtful accounts	<u>(14,367)</u>	<u>(14,369)</u>
	<u>\$ 287,384</u>	<u>\$ 141,904</u>

6. Portfolio investments

The following investment is held through Battleford Tribal Council. We have not been able to verify the existence or value of this investment; no adjustment has been made.

	2021	2020
Avord Towers	\$ 50,000	\$ 50,000

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

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7. Investment in government business enterprises

Commercial enterprises are those organizations that meet the definition of government business enterprises as described by the Public Sector Accounting Board. Government business enterprises have the power to contract in their own name, have the financial and operating authority to carry on a business, sell goods and services to customers outside the First Nation government as their principal activity, and that can, in the normal course of their operations, maintain operations and meet liabilities from revenues received from outside the First Nation government.

For presentation purposes we have abbreviated the names of the business enterprises as follows:

Mosquito Grizzly Bears Head Lean Man TLE Makah Holding Corp (*MGBHLM TLE Makah Holding Corp*)

Mosquito Grizzly Bears Head Lean Man First Nation Economic Development Company Limited Partnership (*MGBHLM Ec Dev LP*)

Mosquito Grizzly Bear's Head Lean Man First Nation Economic Development Company Ltd. (*MGBHLM Ec Dev Ltd*)

Mosquito Grizzly Bear's Head Lean Man First Nation Petroleum Company Ltd. (*MGBHLM Petroleum Ltd*)

	2021	2020 Restated
Mosquito Daycare Centre Inc. - 100%	\$ -	\$ (13,139)
MGBHLM TLE Makah Holding Corp - 100%	32,835	35,740
MGBHLM Ec Dev LP - 99.999%	839,251	1,168,007
MGBHLM Ec Dev Ltd - 0.001%	(467,832)	(252,553)
MGBHLM Petroleum Ltd.	1,697	(2)
	<u>\$ 405,951</u>	<u>\$ 938,053</u>

	Investment, beginning of year	Contributions/ Purchases	Withdrawals	Undistributed earnings (loss)	Investment, end of year
Mosquito Daycare Centre Inc.	\$ (13,139)	\$ 13,139	\$ -	\$ -	\$ -
MGBHLM TLE Makah Holding Corp	35,740	-	-	(2,905)	32,835
MGBHLM Ec Dev LP	1,168,007	-	-	(328,756)	839,251
MGBHLM Ec Dev Ltd	(252,553)	-	-	(215,279)	(467,832)
MGBHLM Petroleum Ltd.	(2)	-	-	1,699	1,697
	<u>\$ 938,053</u>	<u>\$ 13,139</u>	<u>\$ -</u>	<u>\$ (545,241)</u>	<u>\$ 405,951</u>

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

8. Investment in government business enterprises

The financial summary of the activities of the investments is as follows:

	MGBHLM Econ Dev Comp Ltd. December 31, 2020	MGBHLM TLE Makah Holding Corp December 31, 2020	MGBHLM Ec Dev LP & Petrol. Comp Ltd. December 31, 2020	2021	2020 Restated
Cash	\$ 421,179	\$ 3,902	\$ 16,825	\$ 441,906	\$ 370,411
Accounts receivable	5,213	3,780	638	9,631	20,836
Inventory	-	-	44,575	44,575	-
Prepaid expenses	-	-	-	-	20,000
Real estate deposit	-	-	-	-	50,000
Due from related parties	519,076	46,314	11,554	576,944	97,406
Investment	216	-	-	216	299
Tangible capital assets	1,112,450	-	1,164,281	2,276,731	1,118,891
Total assets	\$ 2,058,134	\$ 53,996	\$ 1,237,873	\$ 3,350,003	\$ 1,677,843
Accounts payable & accrued liabilities	\$ 187,392	\$ 21,161	\$ 71,478	\$ 280,031	\$ 76,365
Deferred revenue	633,098	-	-	633,098	-
Long term debt	1,105,476	-	-	1,105,476	-
Reserve for investment losses	-	-	35	35	-
Due to related parties	600,000	-	325,448	925,448	650,289
Total liabilities	2,525,966	21,161	396,961	2,944,088	726,654
Equity	(467,832)	32,835	840,912	405,915	951,189
Total liabilities and equity	\$ 2,058,134	\$ 53,996	\$ 1,237,873	\$ 3,350,003	\$ 1,677,843

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

8. Investment in government business enterprises, continued

	MGBHLM Econ Dev Comp Ltd. December 31, 2020	MGBHLM TLE Makah Holding Corp December 31, 2019	MGBHLM Ec Dev LP & Petrol. Comp Ltd. December 31, 2020	2021	2020 Restated
Revenue	\$ 1,421,565	\$ 9,600	\$ 850,148	\$ 2,281,313	\$ 50,406
Cost of sales	-	-	554,295	554,295	-
Expenses	1,636,844	12,505	622,943	2,272,292	389,223
Contributions from the First Nation	-	-	-	-	(19,234)
Total expenses	1,636,844	12,505	1,177,238	2,826,587	369,989
Net income	\$ (215,279)	\$ (2,905)	\$ (327,090)	\$ (545,274)	\$ (319,583)

The daycare is now operating as a band program. In the current year the First Nation consolidated the daycare assets and liabilities into general operations. The investment has been written off.

9. Due from (to) related parties

Transactions with related parties, if any, are in the normal course of business, and are for fair consideration that is mutually agreed upon by the related parties.

Due to (from) amounts are unsecured, non-interest bearing and there are no fixed repayment schedules.

	2021	2020 Restated
Mosquito GBHLM First Nation Economic Development Company Ltd	\$ 681,729	\$ 592,246
Surrender Legacy Trust	3,800,000	-
Mosquito GBHLM Petroleum Company LP	(11,492)	-
	<u>\$ 4,470,237</u>	<u>\$ 592,246</u>

Mosquito Grizzly Bears Head Lean Man First Nation
Notes to Consolidated Financial Statements
March 31, 2021

10. Accounts payable

	2021	2020
Due to members		
Accrued payroll	\$ 160,304	\$ 118,292
Due to others		
Accounts payable - trade	537,072	416,965
Accounts payable - trade - CMHC	7,560	7,560
London Life - pension	6,382	-
Battleford River Treaty 6 Health Centre Inc.	-	14,120
Accrued interest	13,008	8,911
Maurice Law	1,246,493	815,005
	1,810,515	1,265,732
Due to government and other government organizations		
Canada Revenue Agency	19,167	3,171
	\$ 1,989,986	\$ 1,384,024

11. Short-term financing

The First Nation secured short-term financing for a per capita distribution secured by the redirection of funding, a general security agreement and the future settlement of a specific claim. The loan was repaid in full in July 2021.

Interest paid for the period ending March 31, 2021 was \$42,750.

	2021	2020
Innovation Credit Union - monthly interest at prime plus 1.5%	\$ 3,800,000	\$ -
	\$ 3,800,000	\$ -

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

12. Deferred revenue - unexpended funds - ISC

Indigenous Services Canada (ISC) funding agreements stipulate the terms and conditions that apply to situations where revenue received exceeds expenditures. Depending on the funding arrangement the unexpended funds may be retained by the recipient, repaid to ISC, deferred to the following year, or transferred to another ISC program area. Any funding arrangements that have a provision that allows the recipient to retain the excess funds are recorded as surpluses. All other excess funds are recorded as a liability and classified as "Deferred revenue - unexpended funds - ISC" on the financial statements.

	2021	2020
Post Secondary	\$ 92,611	\$ 153,055
Land Management	7,921	-
Elementary/secondary education	260,569	-
FN school second level	106,224	-
FN school protect second level	30,518	-
Institutional Care Co-Pmt	61,231	7,117
Emergency Management Assistance - COVID-19	76,461	65,842
Social Assistance - Employment & Training	-	38,776
Basic Needs	542,206	14,529
Special Needs	-	79,057
Registration & membership	1,183	520
IM/IT Gov Cap Dev	-	25
Leadership Gov Cap Dev	-	25,265
Gov Cap Dev - Grant Support Funding	-	15,959
Capacity Support - External Survey Boundary & Fencing	-	12,989
FIN Management Gov Cap Dev	-	4,693
Planning & risk management - governance capacity	52,134	-
COVID - Food security	56,498	-
COVID - Response	259,110	-
Medical transportation	72,944	-
Mental wellness	121,375	-
CDCM	356,965	-
Jordan's Principle	16,533	-
Dental treatment	7,817	-
Community oral health (COHI)	19,498	-
Healthy living	42,830	-
Healthy child development	46,326	-
Home & community care (H&CC)	23,604	-
Environmental public health	12,600	-
Health planning & management	47,311	-
Telehealth	25,383	-
	<u>\$ 2,339,852</u>	<u>\$ 417,827</u>

Mosquito Grizzly Bears Head Lean Man First Nation
Notes to Consolidated Financial Statements

March 31, 2021

13. Deferred revenue - unexpended funds - other

	2021	2020
New Housing - Insurance Replacement	\$ -	\$ 11,168
1905 Surrender Trust	248,360	-
Daycare	162,268	-
	<u>\$ 410,628</u>	<u>\$ 11,168</u>

14. Deferred revenue

	March 31, 2020	Funding received, 2021	Revenue recognized, 2021	March 31, 2021
Federal government				
A&C Wastewater	\$ 33,775	\$ 100,000	\$ (26,615)	\$ 107,160
School renovations project	177,219	100,000	(78,757)	198,462
Solid waste transfer station	298,380	-	(45,209)	253,171
Other sources				
Treaty Annuity settlement	1,079,567	33,087	(3,887)	1,108,767
	<u>\$ 1,588,941</u>	<u>\$ 233,087</u>	<u>\$ (154,468)</u>	<u>\$ 1,667,560</u>

Mosquito Grizzly Bears Head Lean Man First Nation
Notes to Consolidated Financial Statements
March 31, 2021

15. Long-term debt

	2021	2020 Restated
Royal Bank - Treaty 6 Benefits Specific Claim Term loan - bearing interest at prime plus 0.25%. Interest payments paid quarterly and total principle due on November 27, 2023, secured by a general security agreement, BCR and assignment of settlement trust proceeds. Further security is provided by an insurance policy guaranteeing repayment, should no settlement funds be received. The loan is approved for \$1,867,600 and drawdowns will coincide with settlement expenses incurred.	\$ 621,780	\$ 506,920
Innovation Credit Union - Grader Term Loan - bearing interest at 4.70%, monthly blended payments of \$2,073, maturing June 2, 2021, secured by equipment, a general security agreement, BCR and assignment of term deposit.	5,612	29,588
Royal Bank - Surrender Claim Term loan - bearing interest at prime plus 0.25%. Interest payments paid quarterly and total principle due on August 26, 2021, secured by a general security agreement, BCR and assignment of settlement trust proceeds. Further security is provided by an insurance policy guaranteeing repayment, should no settlement funds be received. The loan is approved for \$2,988,160 and drawdowns will coincide with settlement expenses incurred.	2,972,831	2,863,485
Innovation Credit Union - Petroleum LP costs Term Loan - bearing interest at 5.25%, monthly blended payments of \$4,785, maturing January 25, 2025, secured by assets, a general security agreement, BCR and assignment of term deposit.	568,719	595,566
Innovation Credit Union - 2 Vans and 2 Trucks Term loan - bearing interest at 5.50%, quarterly blended payments of \$14,392, maturing December 31, 2024, secured by assets, a general security agreement, BCR and assignment of term deposit.	175,866	222,220
Innovation Credit Union - Modular Homes Term loan - bearing interest at 5.25%, quarterly blended payments of \$14,028, maturing January 01, 2025, secured by assets, a general security agreement, BCR and assignment of term deposit.	549,627	580,000
Innovation Credit Union - Ford Transit Van Term loan - bearing interest at 5.50%, bi-weekly blended payments of \$511, maturing March 9, 2023, secured by assets, a general security agreement, BCR and assignment of term deposit.	24,638	36,245

Mosquito Grizzly Bears Head Lean Man First Nation
Notes to Consolidated Financial Statements
March 31, 2021

15. Long-term debt, continued

	2021	2020 Restated
Innovation Credit Union - Housing Foundations Term Loan - bearing interest at 3.90%, monthly blended payments of \$2,922, maturing September 16, 2025, secured by secured by assets, assignment of revenues, a general security agreement, BCR and assignment of term deposit.	277,531	-
	5,196,604	4,834,024
Current portion	3,117,329	108,054
	\$ 2,079,275	\$ 4,725,970

Principal portion of long-term debt due within the next five years:

2022	\$ 3,117,329
2023	767,780
2024	140,316
2025	115,239
2026 and thereafter	1,055,940
	\$ 5,196,604

	2021	2020
Interest expense for the year on long-term debt	\$ 169,362	\$ 132,939

16. CMHC mortgages

	Phase number	Renewal date	Interest rate	Monthly payment	2021	2020
Royal Bank	3	4/1/2024	3.12	\$ 764	\$ 26,859	\$ 35,054
Royal Bank	4	1/1/2025	2.87	1,519	66,177	82,257
Innovation Credit Union	5	10/1/2022	2.69	1,579	27,625	45,565
Innovation Credit Union	6	2/1/2025	5.33	1,840	79,669	96,843
CMHC advance	7			-	82,125	82,124
CMHC advance	8			-	66,546	-
					349,001	341,843
Less: Current portion					60,693	59,178
					\$ 288,308	\$ 282,665

Mosquito Grizzly Bears Head Lean Man First Nation
Notes to Consolidated Financial Statements
March 31, 2021

17. Tangible capital assets

	Cost			Accumulated depreciation			
	Balance, beginning of year	Additions	Balance, end of year	Balance, beginning of year	Depreciation	Balance, end of year	2021 net book value
Land	\$ 5,972,150	\$ 70,000	\$ 6,042,150	\$ -	\$ -	\$ -	\$ 6,042,150
Buildings	9,182,956	-	9,182,956	7,070,169	170,423	7,240,592	1,942,364
Automotive equipment	540,103	73,942	614,045	232,487	97,820	330,307	283,738
Office equipment	107,026	106,388	213,414	89,391	47,101	136,492	76,922
Machinery & equipment	458,417	66,301	524,718	308,853	47,555	356,408	168,310
CMHC housing	3,435,094	-	3,435,094	2,048,129	233,494	2,281,623	1,153,471
Housing	3,932,405	820,000	4,752,405	1,451,475	218,184	1,669,659	3,082,746
Infrastructure	8,449,669	-	8,449,669	4,525,392	138,026	4,663,418	3,786,251
Land Improvement	19,318	-	19,318	2,576	1,288	3,864	15,454
Assets Under Construction	1,060,016	446,794	1,506,810	-	-	-	1,506,810
	<u>\$ 33,157,154</u>	<u>\$ 1,583,425</u>	<u>\$ 34,740,579</u>	<u>\$ 15,728,472</u>	<u>\$ 953,891</u>	<u>\$ 16,682,363</u>	<u>\$ 18,058,216</u>

Mosquito Grizzly Bears Head Lean Man First Nation
Notes to Consolidated Financial Statements
March 31, 2021

17. Tangible capital assets, continued

	Cost			Accumulated depreciation			
	Balance, beginning of year	Additions	Balance, end of year	Balance, beginning of year	Depreciation	Balance, end of year	2020 Net book value
Land	\$ 5,972,150	\$ -	\$ 5,972,150	\$ -	\$ -	\$ -	\$ 5,972,150
Buildings	9,182,956	-	9,182,956	6,627,878	442,291	7,070,169	2,112,787
Automotive equipment	186,225	353,878	540,103	149,455	83,032	232,487	307,616
Office equipment	105,135	1,891	107,026	76,647	12,744	89,391	17,635
Machinery & equipment	379,417	79,000	458,417	254,070	54,783	308,853	149,564
CMHC housing	3,435,094	-	3,435,094	1,814,635	233,494	2,048,129	1,386,965
Housing	3,932,405	-	3,932,405	1,274,291	177,184	1,451,475	2,480,930
Infrastructure	8,449,669	-	8,449,669	4,387,366	138,026	4,525,392	3,924,277
Land Improvement	19,318	-	19,318	1,288	1,288	2,576	16,742
Assets Under Construction	-	1,060,016	1,060,016	-	-	-	1,060,016
	<u>\$ 31,662,369</u>	<u>\$ 1,494,785</u>	<u>\$ 33,157,154</u>	<u>\$ 14,585,630</u>	<u>\$ 1,142,842</u>	<u>\$ 15,728,472</u>	<u>\$ 17,428,682</u>

Mosquito Grizzly Bears Head Lean Man First Nation
Notes to Consolidated Financial Statements
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18. Prepaid expenses

	2021	2020
Insurance	\$ 2,302	\$ 5,317
Post Secondary - living allowance	43,700	-
Software annual support - Ferris	-	8,850
Social assistance	35,130	-
	<u>\$ 81,132</u>	<u>\$ 14,167</u>

19. Accumulated surplus

	2021	2020 Restated
Restricted		
Trust funds held by federal government	\$ 103,043	\$ 80,237
CMHC reserves	466,841	516,482
Capital assets	16,675,941	16,218,787
Investments	455,951	988,053
	<u>17,701,776</u>	<u>17,803,559</u>
Unrestricted		
Operating surplus / deficit	(3,125,066)	(1,855,727)
Settlement claims deficit	(3,594,611)	(3,370,405)
	<u>(6,719,677)</u>	<u>(5,226,132)</u>
	<u>\$ 10,982,099</u>	<u>\$ 12,577,427</u>

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

20. Prior period restatement

The previous year financial statements have been restated with a net effect on the accumulated surplus of a decrease of \$2,151.

	As previously stated in 2020	Adjustments Increase (Decrease)	Restated 2020
Consolidated Statement of Financial Position			
Financial assets			
Investment in government business enterprises	\$ 931,900	\$ 6,153	\$ 938,053
Due from related parties	4,984	587,262	592,246
Liabilities			
Long-term debt	4,130,404	595,566	4,725,970
Accumulated surplus	12,579,578	(2,151)	12,577,427
Consolidated Statement of Operations			
Revenue			
Gains (losses) in government business enterprises	\$ 923,367	\$ 6,153	\$ 929,520

21. Contingent assets

The First Nation has initiated a claim against Canada.

Treaty 6 Benefits Specific Claim

The First Nation has obtained a loan to finance the costs of negotiating the settlement. An insurance policy has been obtained to mitigate the risk that the settlement proceeds may be less than the total loan outstanding at such time that the claim is resolved. As at March 31, 2021, the loan amount outstanding is \$621,780 (2020 - \$506,920). The First Nation anticipates that these costs will be paid from settlement proceeds, and when the claim is finalized, or the insurance proceeds paid, the amount will be recognized as revenue.

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

22. Contingent liabilities

Mosquito Grizzly Bears Head Lean Man First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

In addition, in the normal course of its operations, Mosquito Grizzly Bears Head Lean Man First Nation becomes involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on Mosquito Grizzly Bears Head Lean Man First Nation's financial statements. The First Nation is currently not involved in any legal actions that are likely to result in a potential liability and no liabilities have been recorded in these financial statements.

Mosquito Grizzly Bears Head Lean Man First Nation is contingently liable for a loan at Innovation Credit Union for the purchase 138 acres of land and buildings located near Battleford, SK. The balance outstanding as of March 31, 2021 was \$1,081,667. The loan was secured by all present and future personal property of the First Nation. The loan requires 60 quarterly principal payment of \$18,333 with interest at the Prime Rate plus 1.5% per annum, and payable quarterly. On July 29, 2021, the loan was fully repaid.

23. ISC contributions

On April 1, 2020 the First Nation entered into an NFR (New Fiscal Relationship) transfer agreement with Indigenous Services Canada. The NFR provides ten years of guaranteed funding.

	2021	2020
ISC confirmation	\$ 12,776,364	\$ 7,099,943
Prior period revenue (recovery)		
Institutional Care	(7,117)	-
Community involvement Gov Cap Dev	-	(20,000)
CPP/QPP pension - FN Employer	-	(2,560)
	<u>\$ 12,769,247</u>	<u>\$ 7,077,383</u>

24. Trusts under administration

Mosquito Grizzly Bears Head Lean Man First Nation holds assets in trust as a result of a Treaty Land Entitlement Trust; these assets are managed by appointed trustees and are not included on the statement of financial position as assets of Mosquito Grizzly Bears Head Lean Man First Nation.

25. Addition of reserve lands

The First Nation signed a Treaty Land Entitlement agreement with the Government of Canada that provided \$9,596,792 to purchase "shortfall" acres of 20,096 to be converted to reserve status. In the current year there were 320 acres converted to reserve status (2020 - 0 acres). The total acres converted are 12,307 at total cost of \$6,042,150 (2020 - \$5,972,150).

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

26. Government Transfers

	2021		
	Operating	Capital	Total
Federal government transfers			
Indigenous Services Canada (ISC)	\$ 11,764,259	\$ 1,004,988	\$ 12,769,247
Canada Mortgage and Housing Corporation (CMHC)	41,237	26,870	68,107
Total	11,805,496	1,031,858	12,837,354
Provincial government transfers	36,982	-	36,982
	\$ 11,842,478	\$ 1,031,858	\$ 12,874,336
	2020		
	Operating	Capital	Total
Federal government transfers			
Indigenous Services Canada (ISC)	\$ 6,184,206	\$ 710,677	\$ 6,894,883
ISC - First Nations & Inuit Health Branch (FNIHB)	182,500	-	182,500
Canada Mortgage and Housing Corporation (CMHC)	88,198	-	88,198
Total	6,454,904	710,677	7,165,581
Provincial government transfers	93,075	-	93,075
	\$ 6,547,979	\$ 710,677	\$ 7,258,656

27. CMHC funding of reserves

It is a requirement of the CMHC operating agreements that subsidy surplus, operating and replacement reserves be established and monies be set aside in separate bank accounts. On March 31, 2021 the reserve accounts were underfunded by \$90,213 (2020 underfunded - \$140,992). The amount required to be set aside was \$466,841 and the amount in the reserve bank account was \$376,628. (The reserve amount of \$466,841 is not reported separately on these financial statements, but is included in equity).

28. 1905 Surrender claim

Mosquito Grizzly Bears Head Lean Man First Nation has entered into negotiations with Canada regarding a specific claim settlement. In the current year, the First Nation secured short term financing in the amount of \$3,800,000, secured by a settlement offer from Canada. The loan was repaid in full in July 2021. Revenue in this amount has been recorded as a receivable from the 1905 Surrender Legacy Trust. The funds were used for a per capita distribution.

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

29. Subsequent events

The First Nation settled the 1905 Surrender claim with the Government of Canada and was awarded \$141,159,349 on May 13, 2021. All outstanding loans and payables associated with the claim were paid subsequent to year end.

30. Employee benefit obligations

Vacation and overtime

The vacation and overtime liability is comprised of the vacation and overtime that employees are deferring to future years. Employees have either earned the benefits or are entitled to these benefits within the next budgetary year. There are no accrued liabilities reported in these statements for either vacation or overtime.

Post-employment benefits

Mosquito Grizzly Bears Head Lean Man First Nation does not provide extended health, dental and life insurance benefits to qualifying retirees and their surviving spouses from the date of retirement.

Pension plan

Mosquito Grizzly Bears Head Lean Man First Nation provides a defined contribution plan for eligible members of its staff. Members are required to contribute 5.0% of their salary. Mosquito Grizzly Bears Head Lean Man First Nation contributes a matching portion which is directed to the member's contribution account. Mosquito, Grizzly Bear's Head, Lean Man First Nation does not have any other obligations with regards to the pension plan as at March 31, 2021.

31. Economic dependence

Mosquito Grizzly Bears Head Lean Man First Nation receives a significant portion of its revenue pursuant to a funding agreement with Indigenous Services Canada (ISC).

32. COVID-19

In early March 2020, the global outbreak of COVID-19 (corona virus) began to have a significant impact on the First Nation due to office closures, travel restrictions, cancellation of events and increased cost of compliance with other guidelines and regulations. The First Nation received additional funding from ISC to assist with COVID-19 related costs. However, the First Nation received less funding from First Nation's Trust due to the closure of SIGA casinos. Revenues from the Nation business entities were also negatively impacted. These impacts are expected to continue until the end of the COVID-19 pandemic.

33. Budgeted figures

Budgeted figures are unaudited and have been provided for comparison purposes and have been derived from the estimates approved by the Mosquito Grizzly Bears Head Lean Man First Nation Chief and Council.

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

34. Expenses

	2021 Budget (unaudited)	2021 Actual	2020 Restated
Administration	\$ 447,303	\$ 470,762	\$ 289,167
Assistance - band members	1,158,774	946,761	553,233
Assistance - social development	2,242,474	1,885,126	1,568,983
Bad debts	-	-	11,760
Child care	8,400	8,400	8,400
Child nutrition	-	1,226	-
Consultants and contractors	3,357,117	2,984,101	2,040,688
Contribution to Mosquito Ec Dev LP - Land purchase	-	-	50,000
Contribution to Mosquito Ec Dev LP - Store acquisition	-	-	460,766
Cultural programs	130,457	202,272	403,477
Depreciation	-	953,892	1,142,842
Equipment purchases	30,493	497,205	1,014,769
Fuel	26,386	18,103	28,415
Graduation, awards, prizes	-	-	2,600
Honorariums	439,650	531,071	395,860
Insurance	206,710	255,047	306,199
Interest and bank charges	166,650	45,590	43,598
Interest on long term debt	-	212,113	141,243
Interest on long term debt - CMHC Mortgages	115,127	8,855	9,015
Land lease payments	44,000	44,000	27,500
Other expenses	-	600	1,171
Per capita distribution	3,618,200	3,460,839	275,800
Professional fees	568,320	1,012,171	1,264,058
Program expenses	121,210	95,544	-
Property taxes	-	-	5,150
Recreational activities	16,000	10,347	82,463
Registration fees	10,059	12,842	33,260
Rent - equipment	6,500	7,285	16,212
Repairs and maintenance	223,138	130,779	136,771
Student allowance	303,629	339,589	388,940
Student incentives	18,240	4,810	12,065
Supplies	1,413,016	508,123	368,202
Telephone	88,501	92,563	67,493
Training	23,160	2,497	6,658
Training initiatives	105,791	121,799	78,901
Travel - medical transportation	15,500	13,429	21,097
Travel, meetings, per diems	467,534	354,198	847,206
Tuition	1,473,816	1,176,150	234,399
Unexpended funds not recognized prior year	-	-	37,334
Utilities	109,343	132,063	137,357
Wages and benefits	2,487,257	2,505,150	1,932,767
Transfer to capital assets	-	(1,224,162)	(1,494,785)
	\$ 19,442,755	\$ 17,821,140	\$ 12,951,034

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

35. Segmented information

As previously discussed in note 2 (k) the First Nation conducts its business through reportable segments as follows:

Treaties and Indigenous Government:

Costs associated with the negotiation, settlement and implementation of specific claims and comprehensive land claim agreements as well as special claims and self-government agreements.

Community Infrastructure:

Costs to acquire, construct, operate and maintain basic community facilities and services such as water and sewage, roads, electrification, schools, community buildings and fire protection. Also costs associated with ensuring that these facilities and community services meet recognized standards and are comparable to the services provided to nearby communities by provincial and municipal governments.

Economic Development:

Costs associated with economic development planning, proposal development, and planning and implementation of ongoing activities and one-time projects. Also costs to pursue economic objectives in areas such as the employment of community members, the development of community-owned and community member businesses, the development of land and resources under community control, access to economic opportunities on land and resources beyond community control, investment promotion, and research and advocacy.

Education:

Costs to support First Nation and Inuit communities in expressing, preserving, developing and promoting their cultural heritage, through the establishment and operation of First Nation and Inuit cultural education centres and programs. Costs to provide eligible students living on reserve and eligible Inuit with elementary/secondary education programs and services including instructional services in federal, provincial, band-operated schools, or a private/independent school (recognized by the province in which the school is located as an elementary/secondary institution), and student support services such as transportation, accommodation, guidance and counselling services. Costs associated with ISC's First Nations and Inuit Youth Employment Strategy to develop and enhance essential employability skills, such as communication, problem solving, and working with others, expose youth to a variety of career options, and promote the benefits of education as being key to labor market participation. Also, costs to support eligible First Nation and Inuit students to access education opportunities at the post-secondary level and supports the development and delivery of college and university level courses for First Nation and Inuit students, and research and development on First Nation and Inuit education. Costs for the provision of special education services and programs and costs to provide internet access, information technology equipment, technical support and training to students and school staff.

Indigenous Government Support:

Costs to support the further development of competent, stable, legitimate, and accountable community governments by strengthening First Nations and Inuit governance and by funding initiatives which address needs in the areas of professional and institutional development at the local level and at the level of emerging regional and national organizations. Also, costs to enable tribal councils to provide advisory services such as financial management, band government, economic development, community planning, technical services to the member First Nations and to defray the costs of administering programs on behalf of member communities and to provide funding for equivalent advisory services to large First Nations which are not affiliated with a tribal council.

Lands Management:

Costs associated to the administration of land transactions on designated and non-designated lands under sections 53 and 60 of the Indian Act.

Mosquito Grizzly Bears Head Lean Man First Nation

Notes to Consolidated Financial Statements

March 31, 2021

35. Segmented information, continued

Social Development:

First Nations people, like other Canadian citizens, are responsible for managing their own affairs and maintaining themselves to the extent that their resources permit. Some individuals and families are unable to provide for themselves and their dependents. Situations therefore exist in which assistance must be available to community members in need. Income Assistance is one type of income supplement available to eligible persons. Other income supports include Old Age Security, Child Tax Benefits, etc.

Membership and Registration:

Costs associated with the maintenance of the Indian Register, a record of everyone who is registered as a member of the First Nation under the Indian Act.

Health

Reports on costs associated with the development of safe and healthy communities.

Canada Mortgage and Housing Corporation (CMHC)

Non-Profit On-Reserve Housing Program (Section 95); Residential Rehabilitation Assistance Program (RRAP); Home Adaptations for Seniors' Independence Program (HASI); Shelter Enhancement Program; Housing Internship Initiative for First Nations and Inuit Youth.

Other Band Programs

Other programs that vary based on own source revenue. These could include First Nations Trust, Tribal Council, CDC, Band Trust Funds and other business ventures. These outside revenue sources are used to fund programs such as recreational or cultural activities for the benefit of membership that are not funded by government agencies.

Inter-segment transfers are recorded at their exchange amount. 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.

Schedule #1
Mosquito Grizzly Bears Head Lean Man First Nation
Treaties and Indigenous Government
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue			
Indigenous Services Canada - fixed	\$ -	\$ 25,000	\$ 41,700
1905 Surrender Legacy Trust (Note 28)	3,800,000	3,800,000	-
Other revenue	-	33,087	33,610
Deferred revenue - prior year	-	1,079,567	2,074,520
Deferred revenue - current year	-	(1,108,767)	(1,079,567)
	3,800,000	3,828,887	1,070,263
Expenses			
Administration	-	3,267	3,000
Consultants and contractors	31,500	42,608	-
Contribution to Mosquito Ec Dev LP - Land purchase	-	-	50,000
Contribution to Mosquito Ec Dev LP - Store acquisition	-	-	460,766
Equipment purchases	-	-	51,000
Honorariums	-	21,050	-
Insurance	-	40,612	124,251
Interest and bank charges	144,000	18,806	7,675
Interest on specific claim insured loans	-	94,258	128,575
Long term debt - payments (principle & interest)	-	42,750	-
Per capita distribution	3,618,200	3,460,839	275,800
Professional fees	-	559,848	613,385
Supplies	5,000	414	-
Travel, meetings, per diems	1,300	16,752	112,065
Transfer to capital assets	-	-	(51,000)
	3,800,000	4,301,204	1,775,517
Current deficit before unexpended transfers	-	(472,317)	(705,254)
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(248,360)	-
Current deficit	\$ -	\$ (720,677)	\$ (705,254)

The accompanying notes are an integral part of the financial statements

Schedule #2
Mosquito Grizzly Bears Head Lean Man First Nation
Community Infrastructure
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue			
Indigenous Services Canada - NFR grant	\$ 499,829	\$ 499,829	\$ -
Indigenous Services Canada - fixed	267,534	267,534	177,132
Indigenous Services Canada - flexible	2,152,548	2,152,548	847,218
Battle River Treaty 6 Health Centre Inc.	-	-	5,000
Other revenue	17,434	84,981	189,500
Unexpended funds transferred - prior year	-	77,010	-
Deferred revenue - prior year	-	509,374	254,130
Deferred revenue - current year	-	(558,793)	(509,374)
	2,937,345	3,032,483	963,606
Expenses			
Administration	-	-	6,800
Assistance - band members	363,284	268,502	10,875
Consultants and contractors	2,069,554	1,756,464	387,504
Engineering and architecture	-	112,484	163,294
Equipment purchases	7,893	257,349	702,610
Fuel	10,886	11,739	8,441
Honorariums	46,500	46,500	-
Insurance	144,760	153,117	115,220
Interest and bank charges	-	39	92
Long term debt - payments (principle & interest)	-	98,122	39,268
Long term debt - principle repayment	-	(66,817)	(34,942)
Project disbursements	-	-	1,651
Project management	-	-	5,000
Rent - equipment	6,500	6,035	-
Repairs and maintenance	30,437	59,779	43,280
Supplies	433,616	174,096	88,494
Telephone	6,439	7,010	5,600
Travel, meetings, per diems	2,000	4,482	250
Utilities	59,343	82,947	55,152
Wages and benefits	182,973	152,766	80,661
Transfer to capital assets	-	(988,380)	(893,236)
	3,364,185	2,136,234	786,014
Current surplus before unexpended transfers	(426,840)	896,249	177,592
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(392,069)	(77,010)
Current surplus before transfers	(426,840)	504,180	100,582

The accompanying notes are an integral part of the financial statements

Schedule #2, continued
Mosquito Grizzly Bears Head Lean Man First Nation
Community Infrastructure
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
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Transfers			
Transfer - Other Band Programs	-	200,000	180,000
Transfer - Health	-	4,792	12,458
Transfer - Depreciation	-	(553,924)	(530,999)
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Current surplus (deficit)	\$ (426,840)	\$ 155,048	\$ (237,959)
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The accompanying notes are an integral part of the financial statements

Schedule #3
Mosquito Grizzly Bears Head Lean Man First Nation
Economic Development
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue			
Indigenous Services Canada - fixed	\$ 101,380	\$ 101,380	\$ -
Expenses			
Consultants and contractors	101,380	101,380	-
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements

Schedule #4
Mosquito Grizzly Bears Head Lean Man First Nation
Education
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue			
Indigenous Services Canada - NFR grant	\$ 3,575,546	\$ 3,575,546	\$ -
Indigenous Services Canada - fixed	794,637	794,637	2,865,108
Indigenous Services Canada - flexible	227,561	227,561	-
Other revenue	16,961	19,223	-
Unexpended funds transferred - prior year	-	153,055	273,988
	4,614,705	4,770,022	3,139,096
Expenses			
Administration	334,003	325,893	228,426
Assistance - band members	133,854	163,437	22,398
Consultants and contractors	407,230	327,396	410,634
Equipment purchases	-	88,299	78,717
Fuel	12,000	2,169	1,094
Graduation, awards, prizes	-	-	2,600
Honorariums	25,000	11,320	26,330
Insurance	-	1,378	6,291
Interest and bank charges	600	756	937
Long term debt - payments (principle & interest)	-	13,288	511
Long term debt - principle repayment	-	(11,607)	(472)
Professional fees	324,803	201,420	258,954
Recreational activities	16,000	8,412	10,479
Registration fees	7,821	9,213	5,022
Rent - equipment	-	-	550
Repairs and maintenance	11,500	8,689	12,161
Student allowance	298,629	336,908	351,791
Student incentives	18,240	2,842	11,915
Supplies	276,464	166,108	200,304
Telephone	15,000	18,457	20,750
Training	23,160	66	5,668
Travel, meetings, per diems	46,206	14,696	35,081
Tuition	1,357,657	1,112,038	169,042
Utilities	50,000	47,111	49,306
Wages and benefits	1,280,318	1,415,064	1,141,100
Transfer to capital assets	-	(86,780)	(78,717)
	4,638,485	4,176,573	2,970,872
Current surplus before unexpended transfers	(23,780)	593,449	168,224
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(489,922)	(153,055)
Current surplus before transfers	(23,780)	103,527	15,169

The accompanying notes are an integral part of the financial statements

Schedule #4, continued
Mosquito Grizzly Bears Head Lean Man First Nation
Education
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
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Transfers			
Transfer - Other Band Programs	-	-	23,300
Transfer - Depreciation	-	(69,633)	(314,345)
<hr/>			
Current surplus (deficit)	\$ (23,780)	\$ 33,894	\$ (275,876)
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The accompanying notes are an integral part of the financial statements

Schedule #5
Mosquito Grizzly Bears Head Lean Man First Nation
Indigenous Government Support
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue			
Indigenous Services Canada - NFR grant	\$ 402,574	\$ 402,574	\$ -
Indigenous Services Canada - grant	45,552	45,552	429,524
Indigenous Services Canada - fixed	85,000	85,000	288,333
Indigenous Services Canada - flexible	113,667	156,167	182,878
ISC - prior period revenue (recovery)	-	-	(22,560)
Other revenue	119,681	75,332	168,175
Administration fees - internal allocation	372,134	446,311	-
Unexpended funds transferred - prior year	-	45,942	37,824
	1,138,608	1,256,878	1,084,174
Expenses			
Administration	8,500	6,375	35,445
Consultants and contractors	60,567	127,496	21,897
Equipment purchases	-	9,322	125,101
Honorariums	360,000	393,550	331,144
Insurance	5,000	5,642	15,747
Interest and bank charges	5,000	22,919	2,500
Professional fees	78,260	165,004	211,843
Registration fees	738	1,929	6,863
Rent - equipment	-	1,250	100
Repairs and maintenance	2,500	1,561	1,404
Student incentives	-	1,968	-
Supplies	22,000	46,686	13,716
Telephone	58,912	56,789	34,901
Training	-	-	990
Travel, meetings, per diems	84,825	85,139	143,676
Utilities	-	-	4,065
Wages and benefits	493,915	517,175	522,293
Transfer to capital assets	-	(9,322)	(125,101)
	1,180,217	1,433,483	1,346,584
Current deficit before unexpended transfers	(41,609)	(176,605)	(262,410)
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(52,134)	(45,942)
Current deficit before transfers	(41,609)	(228,739)	(308,352)

The accompanying notes are an integral part of the financial statements

Schedule #5, continued
Mosquito Grizzly Bears Head Lean Man First Nation
Indigenous Government Support
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Transfers			
Transfer - Other Band Programs	-	93,834	93,075
Transfer - Depreciation	-	(36,346)	(33,644)
Current deficit	\$ (41,609)	\$ (171,251)	\$ (248,921)

The accompanying notes are an integral part of the financial statements

Schedule #6
Mosquito Grizzly Bears Head Lean Man First Nation
Land Management
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue			
Indigenous Services Canada - NFR grant	\$ 148,103	\$ 148,103	\$ -
Indigenous Services Canada - fixed	32,437	32,437	144,369
Unexpended funds transferred - prior year	12,989	12,989	-
	193,529	193,529	144,369
Expenses			
Administration	14,810	14,810	14,437
Consultants and contractors	76,261	73,827	70,482
Equipment purchases	22,600	20,155	-
Fuel	-	57	346
Insurance	-	162	-
Professional fees	10,000	10,000	3,322
Registration fees	-	-	300
Repairs and maintenance	-	319	-
Supplies	4,585	4,585	6,493
Telephone	1,800	3,675	1,625
Travel, meetings, per diems	9,438	13,792	20,385
Wages and benefits	46,046	44,226	22,140
Transfer to capital assets	-	(17,600)	-
	185,540	168,008	139,530
Addition of reserve lands (Note 25)	-	70,000	-
Current surplus before unexpended transfers	7,989	95,521	4,839
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(7,921)	(12,989)
Current surplus (deficit) before transfers	7,989	87,600	(8,150)
Transfers			
Transfer - Depreciation	-	(10,155)	(6,635)
Current surplus (deficit)	\$ 7,989	\$ 77,445	\$ (14,785)

The accompanying notes are an integral part of the financial statements

Schedule #7
Mosquito Grizzly Bears Head Lean Man First Nation
Social Development
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue			
Indigenous Services Canada - NFR grant	\$ 1,881,435	\$ 1,881,435	\$ -
Indigenous Services Canada - fixed	108,365	108,365	120,804
Indigenous Services Canada - flexible	705,858	705,858	1,785,180
Indigenous Services Canada - set	-	-	24,600
ISC - prior period revenue (recovery)	(7,117)	(7,117)	-
Unexpended funds transferred - prior year	-	139,479	37,334
	2,688,541	2,828,020	1,967,918
Expenses			
Assistance - social development	2,242,474	1,885,126	1,568,983
Child care	8,400	8,400	8,400
Consultants and contractors	166,601	123,676	92,397
Interest and bank charges	-	2,178	1,411
Registration fees	-	-	2,850
Supplies	87,788	11,490	6,089
Telephone	350	350	-
Training initiatives	105,791	121,799	78,901
Travel, meetings, per diems	394	394	3,119
Tuition	11,886	-	-
Wages and benefits	65,295	71,170	71,587
	2,688,979	2,224,583	1,833,737
Current surplus before unexpended transfers	(438)	603,437	134,181
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(603,437)	(139,479)
Current deficit	\$ (438)	\$ -	\$ (5,298)

The accompanying notes are an integral part of the financial statements

Schedule #8
Mosquito Grizzly Bears Head Lean Man First Nation
Registration and Membership
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue			
Indigenous Services Canada - NFR grant	\$ 10,801	\$ 10,801	\$ -
Indigenous Services Canada - fixed	5,000	5,000	10,597
Unexpended funds transferred - prior year	-	520	1,241
	15,801	16,321	11,838
Expenses			
Administration	-	1,080	1,059
Consultants and contractors	10,801	9,130	8,649
Supplies	-	4,928	550
Travel, meetings, per diems	-	-	1,060
	10,801	15,138	11,318
Current surplus before unexpended transfers	5,000	1,183	520
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(1,183)	(520)
Current surplus	\$ 5,000	\$ -	\$ -

The accompanying notes are an integral part of the financial statements

Schedule #9
Mosquito Grizzly Bears Head Lean Man First Nation
Health
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue			
Indigenous Services Canada - NFR grant	\$ 635,028	\$ 635,028	\$ -
Indigenous Services Canada - fixed	291,573	284,573	-
Indigenous Services Canada - flexible	497,714	497,714	-
ISC - First Nations & Inuit Health Branch (FNIHB)	-	-	182,500
Battle River Treaty 6 Health Centre Inc.	121,315	64,133	17,875
Battle River - prior period revenue (recovery)	-	-	(12,950)
	1,545,630	1,481,448	187,425
Expenses			
Administration	85,440	114,788	-
Consultants and contractors	308,103	52,039	36,633
Equipment purchases	-	98,712	57,341
Fuel	3,500	4,138	18,145
Honorariums	-	3,800	-
Insurance	5,500	2,007	2,776
Interest and bank charges	300	322	683
Professional fees	139,110	61,100	-
Program expenses	121,210	95,544	-
Repairs and maintenance	12,750	2,308	8,107
Supplies	566,563	34,626	2,283
Telephone	6,000	5,273	3,706
Training	-	2,432	-
Travel - medical transportation	15,500	13,429	21,097
Travel, meetings, per diems	18,871	8,593	1,148
Wages and benefits	367,396	182,978	33,137
Transfer to capital assets	-	(98,712)	(57,341)
	1,650,243	583,377	127,715
Current surplus before unexpended transfers	(104,613)	898,071	59,710
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(793,186)	-
Current surplus before transfers	(104,613)	104,885	59,710
Transfers			
Transfer - Community Development	-	(4,792)	(12,458)
Transfer - Depreciation	-	(41,666)	(19,725)
Current surplus	\$ (104,613)	\$ 58,427	\$ 27,527

The accompanying notes are an integral part of the financial statements

Schedule #10
Mosquito Grizzly Bears Head Lean Man First Nation
CMHC Operations
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue			
CMHC - subsidy	\$ 286,853	\$ 41,237	\$ 45,594
CMHC - other	83,375	26,870	42,604
CMHC rental income	77,377	50,450	72,227
Other revenue	1,500	1,095	3,702
	449,105	119,652	164,127
Expenses			
Consultants and contractors	30,721	33,547	30,721
Insurance	51,450	46,491	41,915
Interest and bank charges	16,750	186	310
Mortgages - payments (principle & interest)	115,127	68,244	78,862
Mortgages - principle repayment	-	(59,389)	(69,847)
Professional fees	10,510	7,560	7,560
Repairs and maintenance	165,951	45,512	71,125
Supplies	-	9,116	-
Travel, meetings, per diems	7,282	398	14,197
Wages and benefits	51,314	52,037	61,854
	449,105	203,702	236,697
Current deficit before transfers	-	(84,050)	(72,570)
Transfers			
Transfer - Depreciation	-	(233,494)	(233,494)
Current deficit	\$ -	\$ (317,544)	\$ (306,064)

The accompanying notes are an integral part of the financial statements

Schedule #11
Mosquito Grizzly Bears Head Lean Man First Nation
Other Band Programs
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Restated
Revenue			
ISC trust funds - revenue	\$ 418,996	\$ 470,605	\$ 610,450
First Nations Trust	488,000	314,446	430,737
Indigenous Services Canada - fixed	-	115,445	-
BATC Community Development Corporation	104,498	78,253	187,200
Battle River Treaty 6 Health Centre Inc.	-	50,000	-
Saskatchewan Government	110,000	36,982	93,075
Gains (losses) in government business enterprises	-	(532,102)	929,520
Indigenous Services Canada - flexible	-	18,277	-
Saskatchewan Indian Training Assessment Group (SITAG)	141,773	179,363	134,498
Treaty Six Education Council	-	-	24,342
Other revenue	424,517	488,723	184,336
Administration fees - internal allocation	-	14,810	279,367
Deferred revenue - prior year	-	42,866	-
	1,687,784	1,277,668	2,873,525
Expenses			
Administration	4,550	4,550	-
Assistance - band members	661,636	514,821	519,960
Bad debts	-	-	11,760
Child nutrition	-	1,226	-
Consultants and contractors	94,399	224,055	811,826
Cultural programs	130,457	202,272	403,477
Equipment purchases	-	23,369	-
Fuel	-	-	389
Honorariums	8,150	54,852	38,385
Insurance	-	5,638	-
Interest and bank charges	-	384	29,991
Land lease payments	44,000	44,000	27,500
Long term debt - payments (principle & interest)	-	115,320	8,303
Long term debt - principle repayment	-	(73,201)	-
Other expenses	-	600	1,171
Professional fees	5,637	7,240	168,994
Property taxes	-	-	5,150
Recreational activities	-	1,934	71,983
Registration fees	1,500	1,700	18,225
Rent - equipment	-	-	15,562
Repairs and maintenance	-	12,610	693
Student allowance	5,000	2,681	37,149
Student incentives	-	-	150
Supplies	17,000	56,074	50,271
Telephone	-	1,010	911
Travel, meetings, per diems	297,218	209,953	516,225
Tuition	104,273	64,112	65,357

The accompanying notes are an integral part of the financial statements

Schedule #11, continued
Mosquito Grizzly Bears Head Lean Man First Nation
Other Band Programs
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Restated
Unexpended funds not recognized prior year	-	-	37,334
Utilities	-	2,005	28,834
Wages and benefits	-	69,731	-
Transfer to capital assets	-	(23,369)	(289,390)
	1,373,820	1,523,567	2,580,210
Current surplus (deficit) before unexpended transfers	313,964	(245,899)	293,315
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(162,268)	-
Current surplus (deficit) before transfers	313,964	(408,167)	293,315
Transfers			
Transfer - Community Development	-	(200,000)	(180,000)
Transfer - Education	-	-	(23,300)
Transfer - Indian Government Support	-	(93,834)	(93,075)
Transfer - Depreciation	-	(8,673)	(4,000)
Current deficit	\$ 313,964	\$ (710,674)	\$ (7,060)

The accompanying notes are an integral part of the financial statements

Schedule #12
Mosquito Grizzly Bears Head Lean Man First Nation
Depreciation
Schedule of Operations
For the year ended March 31, 2021

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Revenue	\$ -	\$ -	\$ -
Expenses			
Community Development	-	553,925	530,999
Education	-	69,633	314,345
Indian Government Support	-	36,346	33,644
Land Management	-	10,155	6,635
Health	-	41,666	19,725
CMHC Operations	-	233,494	233,494
Other Band Programs	-	8,673	4,000
	-	953,892	1,142,842
Current deficit before transfers	-	(953,892)	(1,142,842)
Transfers			
Transfer - Programs	-	953,892	1,142,842
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements