



Cumberland House Cree Nation
Consolidated Financial Statements

March 31, 2020



Cumberland House Cree Nation

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For the year ended March 31, 2020

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Management's Responsibility



To the Members of Cumberland House Cree Nation:

The accompanying consolidated financial statements of Cumberland House Cree Nation (the "Cree Nation") are the responsibility of management and have been approved by the Chief and Council.

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

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

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

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

July 27, 2020

(signature on file)

Expert Resource Advisor

Independent Auditor's Report

To the Members of Cumberland House Cree Nation:

Opinion

We have audited the consolidated financial statements of Cumberland House Cree Nation (the "Cree Nation"), which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations and accumulated surplus, change in net debt and cash flows, and the related schedules 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 Cree Nation as at March 31, 2020, and the results of its consolidated operations, its consolidated change in 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 Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Cree 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 Council 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 Cree 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 has no realistic alternative but to cease operations.

Council are responsible for overseeing the Cree Nation's financial reporting process.

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

Independent Auditor's Report *(continued from previous page)*

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 Cree 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 Cree 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 auditor's 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 auditor's report. However, future events or conditions may cause the Cree 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 Cree Nation 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.

We communicate with Council 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.

Saskatoon, Saskatchewan

July 27, 2020

MNP LLP

Chartered Professional Accountants

MNP



Cumberland House Cree Nation

Consolidated Statement of Financial Position

As at March 31, 2020

	2020	2019
Financial assets		
Current		
Restricted cash - capital projects (Note 3)	322,377	223,152
Accounts receivable (Note 4)	3,318,926	1,159,109
Due from Nation business entities (Note 5)	34,110	34,110
	3,675,413	1,416,371
Restricted cash - CMHC (Note 3)	2,658,966	3,272,292
Portfolio investments (Note 6)	39,600	39,600
Investments in Nation business entities (Note 7)	736,466	529,725
Funds held in trust (Note 8)	15,141	19,374
Total financial assets	7,125,586	5,277,362
Liabilities		
Current		
Bank indebtedness	185,069	348,504
Accounts payable and accruals (Note 10)	2,513,213	2,348,911
Promissory notes (Note 11)	1,502,708	1,297,558
Deferred revenue (Note 12)	879,490	822,460
Current portion of long-term debt (Note 13)	702,766	693,239
	5,783,246	5,510,672
Long-term debt (Note 13)	8,076,645	8,292,660
Total liabilities	13,859,891	13,803,332
Net debt	(6,734,305)	(8,525,970)
Contingencies (Note 14)		
Non-financial assets		
Tangible capital assets (Note 15) (Schedule 1)	21,952,285	20,356,613
Prepaid expenses	121,842	15,385
Total non-financial assets	22,074,127	20,371,998
Accumulated surplus (Note 16)	15,339,822	11,846,028
Approved on behalf of the Council		
<u>(signature on file)</u>	Chief	<u>(signature on file)</u> Councillor



Cumberland House Cree Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31, 2020

	<i>Schedules</i>	<i>2020 Budget (Note 17)</i>	<i>2020</i>	<i>2019</i>
Revenue				
Government funding (Note 19)				
Indigenous Services Canada		6,260,365	12,298,212	8,965,133
First Nations and Inuit Health Branch		694,693	1,509,361	1,016,999
Canada Mortgage and Housing Corporation		656,144	630,255	703,158
Province of Saskatchewan		-	-	3,023
		7,611,202	14,437,828	10,688,313
Insurance settlement		-	1,688,936	-
Prince Albert Grand Council		1,190,232	1,535,520	1,650,749
Child and Family Services		-	782,438	-
First Nations Trust		524,141	523,635	525,643
Rental income		432,000	472,555	512,158
Other revenue		252,700	489,117	672,550
Investment income (loss)		96,000	206,741	(118,615)
Northern Lights CDC		50,000	108,168	134,453
Northern Lights School Division		-	80,053	212,575
Portfolio investment income		-	50,000	15,000
		10,156,275	20,374,991	14,292,826
Program expenses				
Claims Support	3	-	813,056	519,481
Community Development	4	587,234	1,781,792	2,515,250
Economic Development	5	17,300	53,526	80,199
Education	6	3,724,836	5,503,777	4,488,614
Indian Government Support	7	581,499	1,467,170	1,047,516
Social Development	8	2,191,786	2,339,243	2,675,273
Health	9	1,102,235	2,376,881	1,601,148
Rental Housing	10	553,100	1,076,191	1,217,038
Other Programs	11	555,324	1,469,561	953,387
		9,313,314	16,881,197	15,097,906
Surplus (deficit)		842,961	3,493,794	(805,080)
Accumulated surplus, beginning of year		11,846,028	11,846,028	12,651,108
Accumulated surplus, end of year (Note 16)		12,688,989	15,339,822	11,846,028

The accompanying notes are an integral part of these financial statements



Cumberland House Cree Nation

Consolidated Statement of Change in Net Debt

For the year ended March 31, 2020

	2020 Budget (Note 17)	2020	2019
Annual surplus (deficit)	842,961	3,493,794	(805,080)
Purchases of tangible capital assets	-	(2,956,930)	(333,552)
Amortization of tangible capital assets	-	1,361,258	1,332,648
Acquisition of prepaid expenses	-	(121,842)	(15,385)
Use of prepaid expenses	-	15,385	2,369
Decrease in net debt	842,961	1,791,665	181,000
Net debt, beginning of year	(8,525,970)	(8,525,970)	(8,706,970)
Net debt, end of year	(7,683,009)	(6,734,305)	(8,525,970)

The accompanying notes are an integral part of these financial statements



Cumberland House Cree Nation

Consolidated Statement of Cash Flows

For the year ended March 31, 2020

	2020	2019
Cash provided by (used for) the following activities		
Operating activities		
Surplus (deficit)	3,493,794	(805,080)
Non-cash items		
Amortization	1,361,258	1,332,648
Investment (income) loss	(206,741)	118,615
	4,648,311	646,183
Changes in working capital accounts		
Accounts receivable	(2,159,817)	323,193
Prepaid expenses	(106,457)	(13,016)
Accounts payable and accruals	164,302	(953,401)
Deferred revenue	57,030	(183,458)
	2,603,369	(180,499)
Financing activities		
Advances of long-term debt	478,304	4,412,323
Repayment of long-term debt	(684,792)	(3,179,701)
Issuance of promissory notes	205,150	624,131
	(1,338)	1,856,753
Capital activities		
Purchases of tangible capital assets	(2,956,930)	(333,552)
Investing activities		
Change in restricted cash - CMHC	613,326	(1,653,053)
Change in restricted cash - capital projects	(99,225)	170,547
Change in Ottawa Trust funds	4,233	(648)
Withdrawal from investment in Nation business entities	-	101,538
	518,334	(1,381,616)
Increase (decrease) in cash deficiency	163,435	(38,914)
Cash deficiency, beginning of year	(348,504)	(309,590)
Cash deficiency, end of year	(185,069)	(348,504)

The accompanying notes are an integral part of these financial statements



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

1. Operations

The Cumberland House Cree Nation (the "Cree Nation") is located in the province of Saskatchewan, and provides various services to its members.

2. Significant accounting policies

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

Reporting entity consolidated

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

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

- Cumberland House Cree Nation
- CMHC Section 95 Housing Program

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.

Cumberland House Cree Nation business entities controlled by the Cree Nation's Council but not dependent on the Cree 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 Cree Nation. Thus, the Cree 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:

Saskatchewan River Business Corporation (SRBC)

Cumberland House Saskatchewan River LP (CHSRLP)

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.

Revenue recognition

Non-government funding

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

Government transfers

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

Other revenue

Investment and interest income are recognized when earned. Rent and other revenue is recognized when the related services are provided.



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

2. Significant accounting policies (Continued from previous page)

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.

Tangible capital assets

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

Amortization

Tangible capital assets are amortized annually using the following methods at rates intended to amortize the cost of the assets over their estimated useful lives with half the rate taken in the year of purchase:

	Method	Years
Buildings	straight-line	25-40 years
Equipment	straight-line	4-15 years
CMHC - Houses	straight-line	20 years
Infrastructure assets	straight-line	30-40 years

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 operating purposes is included in restricted cash.

Portfolio investments

Long-term investments in entities that are not controlled by the Cree Nation reporting entity are accounted for using the cost method. They are recorded at cost, less any provision for other than temporary impairment.

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.

Liabilities for contaminated sites are estimated based on the best information available regarding potentially contaminated sites that the Cree Nation is responsible for.

These estimates are reviewed periodically and, as adjustments become necessary, they are reported in income in the periods in which they become known.

Liability for contaminated sites

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the Cree Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2020.



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

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

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

There are no currently no liabilities for contaminated sites reported by the Cree Nation.

Segments

The Cree Nation conducts its business through nine reportable segments: claims support, community development, economic development, education, Indian government support, social development, health, rental housing, and other programs. These operating segments are established by senior management to facilitate the achievement of the Cree Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

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

3. Restricted cash

	2020	2019
Capital projects	322,377	223,152
CMHC reserves	2,658,966	3,272,292

Cash received to fund capital projects under construction is restricted to fund deferred revenue as per Note 12.

As required by the operating agreements signed with Canada Mortgage and Housing Corporation ("CMHC"), the Cree Nation is required to restrict cash for the purposes of replacement and operating reserves. As of March 31, 2020, the Cree Nation's CMHC reserves have excess cash of \$348,795 (2019 - excess cash \$1,081,641).

4. Accounts receivable

	2020	2019
Other receivables	1,674,963	50,376
Rent receivable	785,631	722,391
Indigenous Services Canada	626,942	223,201
Peter Chapman Band	301,097	272,069
Northern Lights School Division	300,189	220,136
Northern Lights Community Development Corporation	184,657	101,953
Prince Albert Grand Council	117,541	92,797
Canada Mortgage and Housing Corporation	47,037	75,394
Due from members	25,717	298,047
	4,063,774	2,056,364
Less: Allowance for doubtful accounts	744,848	897,255
	3,318,926	1,159,109



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

5. Due from Nation business entities

Amounts due from Nation business entities have no fixed terms of repayment and are non-interest bearing.

6. Portfolio investments

	2020	2019
Prince Albert Development Corporation (8.33%)	39,600	39,600
Prince Albert First Nation Business Development Limited Partnership (8.25%)	-	-
Cumberland House Development Corporation (50%)	-	-
Eastern Sector Community Development Corporation (33.3%)	-	-
Eastern Sector Community Development LP (33.3%)	-	-

7. Investments in Nation business entities

The Cree Nation has investments in the following entities:

Saskatchewan River Business Corporation (SRBC)

Cumberland House Saskatchewan River LP (CHSRLP)

	<i>Investment balance, beginning of year</i>	<i>Contributions</i>	<i>Withdrawals</i>	<i>Share of profit/loss</i>	<i>Total investment</i>
Wholly-owned Businesses:					
SRBC	(1,436)	-	-	21	(1,415)
CHSRLP	531,161	-	-	206,720	737,881
	529,725	-	-	206,741	736,466

	<i>Investment balance, beginning of year</i>	<i>Contributions</i>	<i>Withdrawals</i>	<i>Share of profit/loss</i>	<i>Total Investment</i>
Wholly-owned Businesses:					
SRBC	(1,436)	-	-	-	(1,436)
CHSRLP	751,314	-	(101,538)	(118,615)	531,161
	749,878	-	(101,538)	(118,615)	529,725



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

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

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

	<i>SRBC & CHSRLP As at March 31, 2020</i>
Assets	
Current assets	744,664
Tangible capital assets	322,632
Investments	3,000
Loans receivable	19,333
Total assets	1,089,629
Liabilities	
Current liabilities	315,593
Due to Cree Nation	37,570
Total liabilities	353,163
Net assets	736,466
Total revenue	3,991,023
Expenses	3,784,281
Comprehensive loss	206,742

During the year, the following Cree Nation business entities had transactions with the Cree Nation:

<i>Name of business entity</i>	<i>Name of organization</i>	<i>Nature of transactions/balances</i>
CHSRLP	Various Departments of the Cree Nation	Sale of fuel and other supplies from the Chief's Island Community Store

8. Funds held in trust

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

	2020	2019
Capital trust		
Balance, beginning of year	15,556	15,556
Less: Transfers to Cree Nation	4,516	-
Balance, end of year	11,040	15,556
Revenue trust		
Balance, beginning of year	3,818	3,170
Interest	283	648
Balance, end of year	4,101	3,818
	15,141	19,374



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

9. Available credit

The Cree Nation has an approved loan up to \$2,700,000 with Peace Hills Trust. To date the Cree Nation has received advances of \$2,545,437.

10. Accounts payable and accruals

	2020	2019
Northern Lights School Division	1,466,520	1,047,317
Trade payables	807,062	1,047,228
Prince Albert Grand Council	239,631	254,366
	2,513,213	2,348,911

11. Promissory notes

The Cree Nation is seeking compensation for failure of the Crown to provide certain benefits to the Cree Nation. There are two claims outstanding, a Specific Claim and an Agricultural Claim. The balance payable represents funds advanced via Promissory Notes by the Government of Canada to the Cree Nation to finance its costs to pursue the claim. The Promissory Notes are non-interest bearing and are to be repaid starting the earlier of March 31, 2021 or the date on which the claim is settled.

12. Deferred revenue

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

	<i>Balance, beginning of 2019</i>	<i>Contributions received</i>	<i>Amount recognized</i>	<i>Balance, end of 2020</i>
Indigenous Services Canada - Flood Mitigation	1,176	-	1,176	-
Indigenous Services Canada - Well Upgrade	168,032	-	13,185	154,847
Indigenous Services Canada - School Renovations	85,546	1,386,290	1,266,710	205,126
First Nation and Inuit Health Branch	-	107,900	4,227	103,673
Prince Albert Grand Council - Special Education	395,187	451,134	553,047	293,274
Prince Albert Grand Council - First Nation Student Support	49,949	-	49,949	-
Prince Albert Grand Council - New Paths	122,570	-	-	122,570
	822,460	1,945,324	1,888,294	879,490

13. Long-term debt

	2020	2019
Peace Hills Trust (PHT) loan repayable in quarterly interest only payments, including interest at 3.95%. Matures Aug 1, 2020.	2,545,437	2,219,221
PHT loan repayable in quarterly payments of \$64,032 including interest at 4.20%. Matures April 1, 2023.	1,732,846	1,913,245
CMHC loan repayable in monthly payments of \$15,712 including interest at 2.70%. Matures June 1, 2028.	1,393,753	1,542,600



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

13. Long-term debt (Continued from previous page)

	2020	2019
CMHC loan repayable in monthly payments of \$8,406 including interest at 1.11%. Matures April 1, 2026.	593,119	686,836
CMHC loan repayable in monthly payments of \$4,587 including interest at 1.30%. Matures December 1, 2030.	552,022	599,559
CMHC loan repayable in monthly payments of \$4,745 including interest at 1.77%. Matures November 1, 2029.	505,657	553,202
CMHC loan repayable in monthly payments of \$4,210 including interest at 1.87%. Matures January 1, 2029.	410,277	452,575
CMHC loan repayable in monthly payments of \$3,527 including interest at 1.91%. Matures January 1, 2028.	307,820	344,022
CMHC loan advance, repayable upon completion of housing project.	248,312	96,224
CMHC loan repayable in monthly payments of \$3,443 including interest at 1.12%. Matures January 1, 2025.	194,272	233,171
CMHC loan repayable in monthly payments of \$1,342 including interest at 1.31%. Matures December 1, 2026.	103,990	118,628
CMHC loan repayable in monthly payments of \$1,220 including interest at 1.13%. Matures January 1, 2026.	82,581	96,198
CMHC loan repayable in monthly payments of \$1,144 including interest at 1.39%. Matures June 1, 2025.	69,495	82,166
CMHC loan repayable in monthly payments of \$743 including interest at 1.12%. Matures October 1, 2024.	39,830	48,252
	8,779,411	8,985,899
Less: current portion	702,766	693,239
	8,076,645	8,292,660

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

2021	702,766
2022	717,867
2023	735,131
2024	753,311
2025	758,824



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

14. Contingencies and compliance with authorities

These financial statements are subject to review by the Cree Nation's funding agents. It is possible that adjustments could be made based on the results of their reviews.

15. Tangible capital assets

The tangible capital assets reconciliation is included in Schedule 1.

Tangible capital assets includes assets under construction with a carrying value of \$2,829,079 (2019 - \$253,180). No amortization of these assets have been recorded during the year because they are currently under construction and not being used.

During the year a building that the Cree Nation's administration and daycare operated out of was lost to a fire. The building had a nominal net book value at the time of the fire.

The Cree Nation holds works of art and historical treasures which have not been included in tangible capital assets due to the inability of estimating future benefits associated with such property.

16. Accumulated surplus

Accumulated surplus consists of the following:

	2020	2019
Equity in Ottawa Trust Funds	15,141	19,374
CMHC reserves	2,310,183	2,190,663
Investment in Nation business entities	736,466	529,724
Tangible capital assets	17,451,157	15,503,180
Operating deficit	(5,173,125)	(6,396,913)
	15,339,822	11,846,028

17. Budget information

The disclosed budget information has been approved by the Chief and Council of the Cumberland House Cree Nation at a council meeting held in March 25, 2019.

The disclosed budget is required to be presented on the same basis as the actual results. The Cree Nation has not budgeted for amortization, funding for capital projects and earnings from Nation business entities. The Cree Nation budgeted \$680,000 of principal repayments on long-term debt which has not been included as a budgeted expenses in the statement of operations and accumulated surplus or schedules.

18. Commitments

The Cree Nation is committed to a capital project to update a water treatment plant well totaling \$6,500,000. It is expected that the project will be fully funded by Indigenous Services Canada.

The Cree Nation is also committed to the construction of a new office and daycare centre. The total expected cost of the project is \$5,144,000. The Cree Nation is planning on using insurance proceeds of \$1,450,000 and financing the rest through a loan.



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

19. Government funding reconciliation

	2020	2019
Indigenous Services Canada		
ISC per confirmation	12,400,254	8,759,012
Add: deferred revenue from prior year	254,754	508,854
Less: revenue deferred during the year	(359,973)	(254,754)
Prior year ISC adjustments	-	(47,979)
Current year ISC adjustment	3,177	-
	12,298,212	8,965,133
First Nations and Inuit Health		
First Nations and Inuit Health per confirmation	1,613,034	1,016,999
Less: revenue deferred during the year	(103,673)	-
	1,509,361	1,016,999
Canada Mortgage and Housing Corporation		
Mortgage subsidy	570,586	570,217
RRAP	59,669	132,941
	630,255	703,158
Province of Saskatchewan funding	-	3,023
	14,437,828	10,688,313

20. Economic dependence

Cumberland House Cree Nation receives substantially all of its revenue from Indigenous Services Canada ("ISC") as a result of Treaties entered into with the Government of Canada. These Treaties are administered by ISC under the terms and conditions of the *Indian Act*. The ability of the Cree Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these Treaties.

21. Significant event

During the year, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on the Cree Nation due to restrictions put in place by the Canadian, provincial, and municipal governments regarding travel, business operations, and isolation/quarantine orders. The Cree Nation has been impacted by office closures, travel restrictions, cancellation of events and increased costs of compliance with other guidelines and regulation. It is expected that future funding from First Nations Trust and Northern Light Community Development Corporation will be negatively impacted by the pandemic due to the temporary closure of SIGA casinos. Funding has been received to cover some of the additional costs associated with the pandemic through government transfers.

At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Cree Nation as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.



Cumberland House Cree Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2020

	<i>Buildings</i>	<i>Equipment</i>	<i>CMHC - houses</i>	<i>Infrastructure assets</i>	<i>Assets under construction</i>	<i>2020</i>	<i>2019</i>
Cost							
Balance, beginning of year	11,578,086	1,155,107	11,057,898	13,393,190	253,180	37,437,461	37,103,909
Acquisition of tangible capital assets	75,000	306,031	-	-	2,575,899	2,956,930	333,552
Balance, end of year	11,653,086	1,461,138	11,057,898	13,393,190	2,829,079	40,394,391	37,437,461
Accumulated amortization							
Balance, beginning of year	5,985,238	1,014,446	6,081,997	3,999,167	-	17,080,848	15,748,200
Annual amortization	387,279	85,628	552,895	335,456	-	1,361,258	1,332,648
Balance, end of year	6,372,517	1,100,074	6,634,892	4,334,623	-	18,442,106	17,080,848
Net book value of tangible capital assets	5,280,569	361,064	4,423,006	9,058,567	2,829,079	21,952,285	20,356,613
Net book value - 2019	5,592,848	140,661	4,975,901	9,394,023	253,180	20,356,613	



Cumberland House Cree Nation

Schedule 2 - Consolidated Schedule of Expenses by Object

For the year ended March 31, 2020

	2020 Budget (Note 17)	2020	2019
Consolidated expenses by object			
Salaries and benefits	3,273,202	4,139,098	3,667,421
Social assistance	1,964,173	2,052,615	2,413,406
Amortization	-	1,361,258	1,332,648
Tuition	165,718	1,249,541	832,175
Contracted services	356,079	1,075,458	784,978
Repairs and maintenance	510,664	914,853	930,764
Supplies	432,865	811,408	693,871
Community support	212,006	810,322	487,423
Transportation	371,969	705,364	395,080
Professional fees	84,000	598,142	748,548
Student expenses	479,500	540,102	529,309
Travel	233,400	460,292	350,270
Fuel and utilities	188,300	350,456	298,141
Honouraria	26,100	333,662	230,338
Program expense	65,200	276,198	152,481
Interest on long-term debt	222,979	255,027	256,155
Program education	88,583	162,443	142,065
Community events	73,000	157,630	139,248
Insurance	161,439	155,793	129,791
Training	114,599	141,117	169,276
Telephone	70,600	98,557	56,491
Bad debts	-	63,240	113,000
Rent	51,056	61,158	114,089
Funeral	18,000	53,739	26,146
Bank charges and interest	7,800	29,760	26,786
Miscellaneous	43,500	22,475	298
Meeting	-	1,489	24,761
Administration	98,582	-	52,947
	9,313,314	16,881,197	15,097,906



Cumberland House Cree Nation
Claims Support
Schedule 3 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 17)	2020	2019
Revenue			
Other revenue	-	3,514	-
Expenses			
Professional fees	-	375,183	287,422
Honouraria	-	248,664	176,536
Contracted services	-	148,316	41,572
Program expense	-	40,893	13,731
Salaries and benefits	-	-	24
Meeting	-	-	143
Bank charges and interest	-	-	53
	-	813,056	519,481
Deficit	-	(809,542)	(519,481)



Cumberland House Cree Nation
Community Development
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 17)	2020	2019
Revenue			
Indigenous Services Canada	513,207	3,113,060	1,684,067
Canada Mortgage and Housing Corporation	-	59,669	132,941
Prince Albert Grand Council	13,000	160,544	163,022
Rental income	36,000	33,110	35,008
Other revenue	56,100	29,985	33,308
	618,307	3,396,368	2,048,346
Expenses			
Repairs and maintenance	205,500	560,523	526,140
Amortization	-	375,356	670,731
Salaries and benefits	72,507	255,752	384,713
Contracted services	120,179	206,518	194,321
Supplies	11,000	183,935	271,982
Fuel and utilities	72,900	76,278	221,880
Insurance	71,261	55,241	65,270
Administration	23,087	38,112	106,573
Program expense	-	14,681	2,856
Professional fees	-	4,458	50,720
Travel	3,000	3,637	5,017
Telephone	4,800	3,007	4,581
Honouraria	-	2,313	900
Training	-	1,334	400
Miscellaneous	3,000	617	297
Bank charges and interest	-	30	507
Rent	-	-	8,362
	587,234	1,781,792	2,515,250
Surplus (deficit)	31,073	1,614,576	(466,904)



Cumberland House Cree Nation
Economic Development
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 17)	2020	2019
Revenue			
Indigenous Services Canada	-	19,200	46,100
Prince Albert Grand Council	17,300	17,300	17,300
Other revenue	-	2,065	1,708
	17,300	38,565	65,108
Expenses			
Program education	12,770	19,757	6,265
Professional fees	-	19,700	49,750
Fuel and utilities	-	4,160	2,867
Program expense	-	3,950	6,000
Administration	1,730	2,982	-
Supplies	2,800	1,461	420
Insurance	-	1,139	2,985
Contracted services	-	300	-
Repairs and maintenance	-	77	155
Travel	-	-	452
Community support	-	-	11,305
	17,300	53,526	80,199
Deficit	-	(14,961)	(15,091)



Cumberland House Cree Nation Education

Schedule 6 - Consolidated Schedule of Revenue and Expenses

For the year ended March 31, 2020

	2020 Budget (Note 17)	2020	2019
Revenue			
Indigenous Services Canada	2,988,399	5,146,634	3,536,624
Prince Albert Grand Council	736,458	644,017	857,600
Northern Lights School Division	-	80,053	212,575
Other revenue	-	49,580	23,848
	3,724,857	5,920,284	4,630,647
Expenses			
Salaries and benefits	1,940,315	2,297,925	1,988,097
Tuition	165,718	1,249,541	832,175
Student expenses	479,500	540,102	529,309
Administration	339,585	413,779	359,535
Amortization	-	315,957	20,880
Supplies	337,867	192,073	183,599
Fuel and utilities	91,400	138,182	18,317
Program expense	45,850	78,227	85,066
Training	81,699	50,817	104,554
Rent	36,893	49,190	35,949
Travel	18,000	47,431	22,695
Repairs and maintenance	54,000	33,555	11,997
Honouraria	10,500	25,996	26,900
Community events	45,000	23,146	31,787
Miscellaneous	40,500	19,888	-
Telephone	6,800	8,112	9,236
Insurance	13,209	6,899	5,152
Professional fees	9,000	6,357	20,549
Contracted services	9,000	5,100	202,817
Community support	-	1,500	-
	3,724,836	5,503,777	4,488,614
Surplus	21	416,507	142,033



Cumberland House Cree Nation
Indian Government Support
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	<i>2020 Budget (Note 17)</i>	<i>2020</i>	<i>2019</i>
Revenue			
Indigenous Services Canada	531,359	1,148,249	968,371
Child and family services	-	193,500	-
Other revenue	50,600	157,750	95,165
Northern Lights CDC	-	105,668	131,953
Prince Albert Grand Council	-	30,767	13,850
	581,959	1,635,934	1,209,339
Expenses			
Salaries and benefits	600,628	806,088	713,662
Travel	180,000	304,102	222,375
Contracted services	100,000	238,699	73,807
Community support	-	198,950	50,850
Professional fees	60,000	141,707	213,595
Supplies	24,000	126,820	93,471
Fuel and utilities	1,200	67,595	8,191
Telephone	30,000	67,594	30,909
Training	15,600	41,370	38,207
Amortization	-	30,772	23,737
Community events	-	28,772	56,795
Bank charges and interest	7,800	27,109	22,081
Program expense	7,800	16,496	25,953
Honouraria	-	16,360	-
Insurance	3,000	14,016	3,328
Repairs and maintenance	-	6,876	-
Rent	6,746	5,033	62,999
Meeting	-	1,418	22,816
Administration	(455,275)	(672,607)	(615,260)
	581,499	1,467,170	1,047,516
Surplus	460	168,764	161,823



Cumberland House Cree Nation
Social Development
Schedule 8 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2020

	<i>2020 Budget (Note 17)</i>	<i>2020</i>	<i>2019</i>
Revenue			
Indigenous Services Canada	2,191,674	2,835,344	2,655,994
Other revenue	-	481	-
	2,191,674	2,835,825	2,655,994
Expenses			
Social assistance	1,964,173	2,052,615	2,413,406
Program education	75,813	142,686	135,800
Salaries and benefits	91,150	83,617	96,395
Administration	22,750	26,260	14,245
Supplies	13,700	11,883	9,632
Contracted services	-	7,500	500
Training	6,000	4,847	951
Bank charges and interest	-	2,277	-
Travel	-	2,035	644
Telephone	11,000	2,004	2,200
Fuel and utilities	1,200	1,600	1,200
Program expense	-	1,569	-
Community support	-	200	-
Honouraria	6,000	150	100
Professional fees	-	-	200
	2,191,786	2,339,243	2,675,273
Surplus (deficit)	(112)	496,582	(19,279)



Cumberland House Cree Nation Health

Schedule 9 - Consolidated Schedule of Revenue and Expenses

For the year ended March 31, 2020

	2020 Budget (Note 17)	2020	2019
Revenue			
First Nations and Inuit Health	694,693	1,509,361	1,016,999
Indigenous Services Canada	35,726	35,726	73,977
Prince Albert Grand Council	351,474	480,415	444,953
Other revenue	-	-	194
	1,081,893	2,025,502	1,536,123
Expenses			
Transportation	371,969	705,364	395,080
Salaries and benefits	418,736	483,394	403,446
Contracted services	95,700	402,999	236,937
Supplies	43,498	192,724	132,432
Administration	78,025	128,456	97,073
Program expense	4,350	95,889	16,750
Amortization	-	86,278	64,404
Travel	27,600	81,645	74,485
Fuel and utilities	21,600	62,154	45,536
Training	11,300	37,972	22,094
Honouraria	-	25,800	20,814
Professional fees	-	24,871	41,842
Repairs and maintenance	5,300	16,935	11,444
Telephone	15,600	14,440	9,565
Rent	7,417	6,935	7,138
Community support	-	5,979	-
Insurance	1,140	4,137	2,260
Community events	-	909	14,221
Bank charges and interest	-	-	3,825
Meeting	-	-	1,802
	1,102,235	2,376,881	1,601,148
Deficit	(20,342)	(351,379)	(65,025)



Cumberland House Cree Nation Rental Housing

Schedule 10 - Consolidated Schedule of Revenue and Expenses

For the year ended March 31, 2020

	2020 Budget (Note 17)	2020	2019
Revenue			
Canada Mortgage and Housing Corporation	656,144	570,586	570,217
Rental income	396,000	439,445	477,150
	1,052,144	1,010,031	1,047,367
Expenses			
Amortization	-	552,895	552,895
Repairs and maintenance	219,864	196,685	349,372
Interest on long-term debt	80,000	84,330	81,245
Insurance	72,829	72,829	50,796
Bad debts	-	63,240	78,000
Administration	88,680	51,806	88,980
Salaries and benefits	69,527	36,874	-
Professional fees	15,000	17,532	15,750
Travel	4,800	-	-
Telephone	2,400	-	-
	553,100	1,076,191	1,217,038
Deficit	499,044	(66,160)	(169,671)



Cumberland House Cree Nation Other Programs

Schedule 11 - Consolidated Schedule of Revenue and Expenses

For the year ended March 31, 2020

	2020 Budget (Note 17)	2020	2019
Revenue			
Province of Saskatchewan	-	-	3,023
Other revenue	146,000	245,741	518,326
Child and family services	-	588,938	-
First Nations Trust	524,141	523,635	525,643
Investment income (loss)	96,000	206,741	(118,615)
Prince Albert Grand Council	72,000	202,477	154,024
Northern Lights CDC	50,000	2,500	2,500
Portfolio investment income	-	50,000	15,000
Insurance settlement	-	1,688,936	-
	888,141	3,508,968	1,099,901
Expenses			
Community support	212,006	603,693	425,269
Salaries and benefits	80,339	175,447	81,084
Interest on long-term debt	142,979	170,697	174,910
Community events	28,000	104,802	36,445
Supplies	-	102,513	2,336
Repairs and maintenance	26,000	100,202	31,656
Contracted services	31,200	66,026	35,024
Funeral	18,000	53,739	26,146
Program expense	7,200	24,494	2,124
Travel	-	21,442	24,603
Honouraria	9,600	14,380	5,088
Administration	-	11,212	1,800
Professional fees	-	8,335	68,721
Training	-	4,777	3,071
Telephone	-	3,400	-
Miscellaneous	-	1,970	-
Insurance	-	1,533	-
Fuel and utilities	-	487	149
Bank charges and interest	-	343	321
Meeting	-	69	-
Rent	-	-	(360)
Bad debts	-	-	35,000
	555,324	1,469,561	953,387
Surplus	332,817	2,039,407	146,514