



Cumberland House Cree Nation
Consolidated Financial Statements

March 31, 2021



Cumberland House Cree Nation

Contents

For the year ended March 31, 2021

Page

Management's Responsibility

Independent Auditor's Report

Consolidated Financial Statements

Consolidated Statement of Financial Position.....	1
Consolidated Statement of Operations and Accumulated Surplus.....	2
Consolidated Statement of Change in Net Debt.....	3
Consolidated Statement of Cash Flows.....	4

Notes to the Consolidated Financial Statements.....	5
--	----------

Schedules

Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	16
Schedule 2 - Consolidated Schedule of Expenses by Object.....	17
Schedule 3 - Consolidated Schedule of Revenue and Expenses - Claims Support.....	18
Schedule 4 - Consolidated Schedule of Revenue and Expenses - Community Development.....	19
Schedule 5 - Consolidated Schedule of Revenue and Expenses - Economic Development.....	20
Schedule 6 - Consolidated Schedule of Revenue and Expenses - Education.....	21
Schedule 7 - Consolidated Schedule of Revenue and Expenses - Indian Government Support.....	22
Schedule 8 - Consolidated Schedule of Revenue and Expenses - Social Development.....	23
Schedule 9 - Consolidated Schedule of Revenue and Expenses - Health.....	24
Schedule 10 - Consolidated Schedule of Revenue and Expenses - Rental Housing.....	25
Schedule 11 - Consolidated Schedule of Revenue and Expenses - Other Programs.....	26

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 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.

December 21, 2021

(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, 2021, and the consolidated statements of operations and accumulated surplus, changes 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, 2021, and the results of its consolidated operations and accumulated surplus, 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

December 21, 2021

MNP LLP

Chartered Professional Accountants

MNP



Cumberland House Cree Nation

Consolidated Statement of Financial Position

As at March 31, 2021

	2021	2020
Financial assets		
Current		
Restricted cash - capital projects (Note 3)	665,709	322,377
Accounts receivable (Note 4)	2,440,965	3,318,926
Due from Nation business entities (Note 5)	34,110	34,110
	3,140,784	3,675,413
Restricted cash - CMHC (Note 3)	2,513,670	2,658,966
Portfolio investments (Note 6)	39,600	39,600
Investments in Nation business entities (Note 7)	536,568	736,466
Funds held in trust (Note 8)	15,318	15,141
Total financial assets	6,245,940	7,125,586
Liabilities		
Current		
Bank indebtedness (Note 9)	150,692	185,069
Accounts payable and accruals (Note 10)	3,802,060	2,513,213
Promissory notes (Note 11)	2,210,971	1,502,708
Deferred revenue (Note 12)	1,707,375	879,490
Current portion of long-term debt (Note 13)	531,624	702,766
	8,402,722	5,783,246
Long-term debt (Note 13)	10,801,201	8,076,645
Total liabilities	19,203,923	13,859,891
Net debt	(12,957,983)	(6,734,305)
Contingencies (Note 14)		
Non-financial assets		
Tangible capital assets (Note 15) (Schedule 1)	27,117,305	21,952,285
Prepaid expenses	730,193	121,842
Total non-financial assets	27,847,498	22,074,127
Accumulated surplus (Note 16)	14,889,515	15,339,822
Approved on behalf of the Council		
(Signature on file)	Chief	(Signature on file) Councillor

The accompanying notes are an integral part of these financial statements



Cumberland House Cree Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31, 2021

	<i>Schedules</i>	<i>2021 Budget (Note 17)</i>	<i>2021</i>	<i>2020</i>
Revenue				
Government funding (Note 19)				
Indigenous Services Canada		9,135,530	12,497,410	12,298,212
First Nations and Inuit Health Branch		718,693	1,926,556	1,509,361
Canada Mortgage and Housing Corporation		561,936	578,042	630,255
Environment Climate Change Canada		-	150,000	-
		10,416,159	15,152,008	14,437,828
Prince Albert Grand Council		1,281,247	1,328,830	1,535,520
Other revenue		93,100	537,029	489,117
Rental income		432,000	504,963	472,555
First Nations Trust		524,141	381,667	523,635
East Central First Nation Education Authority		-	380,841	-
Northern Lights School Division		-	164,546	80,053
Insurance settlement		-	145,841	1,688,936
Portfolio investment income		50,000	50,000	50,000
Northern Lights CDC		-	28,906	108,168
Child and Family Services		138,000	-	782,438
Investment income (loss)		96,000	(325,628)	206,741
		13,030,647	18,349,003	20,374,991
Program expenses				
Claims Support	3	788,654	578,107	813,056
Community Development	4	1,013,559	1,922,733	1,781,792
Economic Development	5	25,122	247,685	53,526
Education	6	5,356,574	5,597,851	5,503,777
Indian Government Support	7	830,260	1,591,036	1,467,170
Social Development	8	3,026,219	3,345,107	2,339,243
Health	9	1,193,144	2,672,453	2,376,881
Rental Housing	10	1,002,193	1,097,541	1,076,191
Other Programs	11	573,448	1,746,797	1,469,561
		13,809,173	18,799,310	16,881,197
Surplus (deficit)		(778,526)	(450,307)	3,493,794
Accumulated surplus, beginning of year		15,339,822	15,339,822	11,846,028
Accumulated surplus, end of year (Note 16)		14,561,296	14,889,515	15,339,822

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, 2021

	<i>2021 Budget (Note 17)</i>	<i>2021</i>	<i>2020</i>
Annual surplus (deficit)	(778,526)	(450,307)	3,493,794
Purchases of tangible capital assets	-	(7,000,857)	(2,956,930)
Impairments loss on tangible capital assets	-	293,000	-
Amortization of tangible capital assets	1,312,661	1,542,837	1,361,258
Acquisition of prepaid expenses	-	(730,193)	(121,842)
Use of prepaid expenses	-	121,842	15,385
Decrease (increase) in net debt	534,135	(6,223,678)	1,791,665
Net debt, beginning of year	(6,734,305)	(6,734,305)	(8,525,970)
Net debt, end of year	(6,200,170)	(12,957,983)	(6,734,305)

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, 2021

	2021	2020
Cash provided by (used for) the following activities		
Operating activities		
Surplus (deficit)	(450,307)	3,493,794
Non-cash items		
Amortization	1,542,837	1,361,258
Impairment loss	293,000	-
Investment (income) loss	325,628	(206,741)
	1,711,158	4,648,311
Changes in working capital accounts		
Accounts receivable	877,961	(2,159,817)
Prepaid expenses	(608,351)	(106,457)
Accounts payable and accruals	1,288,847	164,302
Deferred revenue	827,885	57,030
	4,097,500	2,603,369
Financing activities		
Advances of long-term debt	7,350,804	478,304
Repayment of long-term debt	(4,797,390)	(684,792)
Issuance of promissory notes	708,263	205,150
	3,261,677	(1,338)
Capital activities		
Purchases of tangible capital assets	(7,000,857)	(2,956,930)
Investing activities		
Change in restricted cash - CMHC	145,296	613,326
Change in restricted cash - capital projects	(343,332)	(99,225)
Change in Ottawa Trust funds	(177)	4,233
Contributions to Investments in Nation partnerships	(245,730)	-
Withdrawals from Investments in Nation partnerships	120,000	-
	(323,943)	518,334
Decrease in cash deficiency	34,377	163,435
Cash deficiency, beginning of year	(185,069)	(348,504)
Cash deficiency, end of year	(150,692)	(185,069)

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, 2021

1. Operations

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

Impact on operations of COVID-19 (coronavirus)

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

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

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
- Saskatchewan River Community Development Corporation

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.



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2021

2. Significant accounting policies (Continued from previous page)

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.

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.



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2021

2. Significant accounting policies (Continued from previous page)

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, 2021.

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

	2021	2020
Capital projects	665,709	322,377
CMHC reserves	2,513,670	2,658,966

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, 2021, the Cree Nation's CMHC reserves have excess cash of \$82,061 (2020 - excess cash \$348,795).



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2021

4. Accounts receivable

	2021	2020
Rent receivable	872,481	785,631
Indigenous Services Canada	666,980	626,942
Other receivables	590,285	1,674,964
Peter Chapman Band	522,547	301,097
Northern Lights School Division	244,598	300,189
Northern Lights Community Development Corporation	160,063	184,657
First Nations Trust	95,417	-
Canada Mortgage and Housing Corporation	87,619	47,037
Prince Albert Grand Council	23,721	117,541
Due from members	22,102	25,716
	3,285,813	4,063,774
Less: Allowance for doubtful accounts	844,848	744,848
	2,440,965	3,318,926

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

	2021	2020
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%)	-	-



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2021

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)

	2021				
	<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	(1,415)	-	-	(33)	(1,448)
CHSRLP	737,881	245,730	(120,000)	(325,595)	538,016
	736,466	245,730	(120,000)	(325,628)	536,568

	2020				
	<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



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2021

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, 2021</i>
Assets	
Current assets	825,200
Tangible capital assets	1,442,414
Investments	3,000
Loans receivable	19,333
Total assets	2,289,947
Liabilities	
Current liabilities	822,129
Other liabilities	34,110
Long-term debt	860,000
Total liabilities	1,716,239
Non-controlling interest	(55,774)
Net assets	629,482
Total revenue	4,205,497
Expenses	4,842,074
Comprehensive loss	(636,577)
Non-controlling interest	310,949
Comprehensive loss	(325,628)

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

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

Cumberland House Saskatchewan River Limited Partnership has the following long-term debt which the Cree Nation has issued a guarantee for repayment:

- First Nations Bank (FNB) loan repayable in monthly interest only instalments at 4.30% which commenced March 1, 2021. To be followed by blended monthly instalments of \$5,466 commencing November 1, 2021 including interest at 4.30%. Secured by general security agreement covering all partnership assets and a guarantee from Cumberland House Cree Nation. Matures February 1, 2041.



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2021

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.

	2021	2020
Capital trust		
Balance, beginning of year	11,040	15,556
Less: Transfers to Cree Nation	-	4,516
Balance, end of year	11,040	11,040
Revenue trust		
Balance, beginning of year	4,101	3,818
Interest	177	283
Balance, end of year	4,278	4,101
	15,318	15,141

9. Available credit

The Cree Nation has available an operating loan available via overdraft up to \$400,000 with interest at prime plus 1.25%. At March 31, 2021, the Cree Nation has drawn \$nil against the operating loan.

The Cree Nation has an approved loan up to \$3,500,000 with First Nations Bank to finance the ongoing costs of its legal claims against the Government of Canada. To date the Cree Nation has received advances of \$2,700,000.

The Cree Nation has an approved loan up to \$3,750,000 with First Nations Bank to finance the costs of the construction of the new band office. To date, the Cree Nation has received advances of \$2,536,368.

10. Accounts payable and accruals

	2021	2020
Northern Lights School Division	1,047,319	1,466,520
Trade payables	810,698	807,062
Capital payable	1,477,108	-
Prince Albert Grand Council	466,935	239,631
	3,802,060	2,513,213



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2021

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 June 30, 2022 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 2020</i>	<i>Contributions received</i>	<i>Amount recognized</i>	<i>Balance, end of 2021</i>
Indigenous Services Canada - Non-capital	-	2,996,546	2,569,703	426,843
Indigenous Services Canada - Well Upgrade	154,847	400,000	64,974	489,873
Indigenous Services Canada - School Renovations	205,126	-	137,825	67,301
Indigenous Services Canada - Fire Hall & Equipment	-	100,000	-	100,000
First Nation and Inuit Health Branch	103,673	675,508	278,393	500,788
Prince Albert Grand Council - Special Education	293,274	-	293,274	-
Prince Albert Grand Council - New Paths	122,570	-	-	122,570
	879,490	4,172,054	3,344,169	1,707,375

13. Long-term debt

	<i>2021</i>	<i>2020</i>
First Nations Bank (FNB) loan repayable in monthly interest only payments at Prime plus 1.50%. Matures June 30, 2022.	2,700,000	-
FNB loan repayable in monthly interest only payments at prime plus 1.75%. Principal repayable upon completion of the new Band Office and Headstart buildings.	2,536,368	-
FNB loan repayable in monthly interest only payments at FNB Prime plus 1.50%. Matures February 17, 2023.	1,700,000	-
Canada Mortgage and Housing Corporation ("CMHC") loan repayable in monthly payments of \$15,712 including interest at 2.70%. Matures June 1, 2028.	1,240,690	1,393,753
CMHC loan repayable in monthly payments of \$4,398 including interest at 0.45%. Matures December 1, 2030.	503,333	552,022
CMHC loan repayable in monthly payments of \$8,445 including interest at 1.30%. Matures April 1, 2026.	498,329	593,119
CMHC loan repayable in monthly payments of \$4,534 including interest at 0.79%. Matures November 1, 2029.	455,579	505,657
CMHC loan repayable in monthly payments of \$2,263 including interest at 0.76%. Matures December 1, 2035.	378,824	-
CMHC loan repayable in monthly payments of \$4,200 including interest at 1.87%. Matures January 1, 2029.	367,132	410,277



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2021

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

	2021	2020
CMHC loan advance, repayable upon completion of housing project.	281,140	248,312
CMHC loan repayable in monthly payments of \$3,527 including interest at 1.91%. Matures January 1, 2028.	271,018	307,820
CMHC loan repayable in monthly payments of \$3,413 including interest at 0.75%. Matures January 1, 2025.	154,704	194,272
CMHC loan repayable in monthly payments of \$1,342 including interest at 1.31%. Matures December 1, 2026.	89,153	103,990
CMHC loan repayable in monthly payments of \$1,220 including interest at 1.13%. Matures January 1, 2026.	68,806	82,581
CMHC loan repayable in monthly payments of \$1,118 including interest at 0.45%. Matures June 1, 2025.	56,470	69,495
CMHC loan repayable in monthly payments of \$734 including interest at 0.46%. Matures October 1, 2024.	31,279	39,830
Peace Hills Trust (PHT) loan. Repaid March 2, 2021	-	2,545,437
PHT loan. Repaid March 2, 2021.	-	1,732,846
	11,332,825	8,779,411
Less: current portion	531,624	702,766
	10,801,201	8,076,645

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:

2022	531,624
2023	549,660
2024	566,578
2025	569,248
2026	519,590



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2021

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 \$6,708,835 (2020 - \$2,829,079). No amortization of these assets have been recorded during the year because they are currently under construction and not being used.

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:

	2021	2020
Equity in Ottawa Trust Funds	15,318	15,141
CMHC reserves	2,431,621	2,310,183
Investment in Nation business entities	536,568	736,466
Tangible capital assets	18,707,372	17,451,157
Deficit related to Specific and Agricultural Claim	(1,688,424)	(1,201,611)
Operating deficit	(5,112,940)	(3,971,514)
	14,889,515	15,339,822

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 June 9, 2020.

The disclosed budget is required to be presented on the same basis as the actual results. The Cree Nation has not budgeted for 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. As of March 31, 2021, the Cree Nation has incurred \$156,974 in capital cost (2020 - \$96,021).

The Cree Nation is also committed to the construction of a new office and daycare centre. The total expected cost of the project is \$5,996,000. The Cree Nation is planning on using insurance proceeds of \$1,450,000 and financing the rest through a loan. As of March 31, 2021, the Cree Nation has incurred \$5,880,263 in capital cost (2020 - \$nil).



Cumberland House Cree Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2021

19. Government funding reconciliation

	2021	2020
Indigenous Services Canada		
ISC per confirmation	13,593,389	12,400,254
Add: deferred revenue from prior year	359,973	254,754
Less: revenue deferred during the year	(1,084,017)	(359,973)
Current year ISC adjustment	(371,935)	3,177
	12,497,410	12,298,212
First Nations and Inuit Health		
First Nations and Inuit Health per confirmation	2,323,671	1,613,034
Add: deferred revenue from prior year	103,673	-
Less: revenue deferred during the year	(500,788)	(103,673)
	1,926,556	1,509,361
Canada Mortgage and Housing Corporation		
Mortgage subsidy	578,042	570,586
RRAP	-	59,669
	578,042	630,255
Environment and Climate Change Canada		
Environment and Climate Change Canada per agreement	150,000	-
	15,152,008	14,437,828

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. Comparative figures

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



Cumberland House Cree Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2021

	<i>Buildings</i>	<i>Equipment</i>	<i>CMHC - houses</i>	<i>Infrastructure assets</i>	<i>Assets under construction</i>	<i>2021</i>	<i>2020</i>
Cost							
Balance, beginning of year	11,653,086	1,461,138	11,057,898	13,393,190	2,829,079	40,394,391	37,437,461
Acquisition of tangible capital assets	-	227,955	-	-	6,772,902	7,000,857	2,956,930
Disposal of tangible capital assets	-	-	-	-	(293,000)	(293,000)	-
Transfers	2,210,502	-	389,643	-	(2,600,145)	-	-
Balance, end of year	13,863,588	1,689,093	11,447,541	13,393,190	6,708,836	47,102,248	40,394,391
Accumulated amortization							
Balance, beginning of year	6,372,517	1,100,074	6,634,892	4,334,623	-	18,442,106	17,080,848
Annual amortization	481,699	153,304	572,377	335,457	-	1,542,837	1,361,258
Balance, end of year	6,854,216	1,253,378	7,207,269	4,670,080	-	19,984,943	18,442,106
Net book value of tangible capital assets	7,009,372	435,715	4,240,272	8,723,110	6,708,836	27,117,305	21,952,285
Net book value - 2020	5,280,569	361,064	4,423,006	9,058,567	2,829,079	21,952,285	



Cumberland House Cree Nation

Schedule 2 - Schedule of Consolidated Expenses by Object

For the year ended March 31, 2021

	2021 Budget (Note 17)	2021	2020
Consolidated expenses by object			
Salaries and benefits	3,572,956	4,835,105	4,139,098
Social assistance	2,798,506	2,958,711	2,052,615
Amortization	1,312,661	1,542,837	1,361,258
Supplies	485,443	1,363,636	811,634
Tuition	1,374,620	1,006,707	1,249,541
Contracted services	424,031	1,000,130	1,075,458
Transportation	371,969	820,345	705,364
Community support	213,506	669,130	810,322
Professional fees	527,654	635,227	598,142
Student expenses	479,500	619,093	540,102
Repairs and maintenance	580,164	612,455	914,627
Travel	312,400	484,127	482,425
Interest on long-term debt	222,979	303,412	255,027
Impairment Loss	-	293,000	-
Fuel and utilities	191,700	286,480	350,456
Insurance	164,559	259,179	155,793
Honouraria	122,213	241,121	333,662
Program expense	116,407	190,518	276,198
Program education	87,443	151,295	162,443
Bad debts	-	100,000	63,240
Telephone	74,200	95,671	98,557
COVID assistance	-	74,112	-
Funeral	18,000	60,805	53,739
Bank charges and interest	7,800	58,069	29,760
Community events	88,724	44,784	157,630
Rent	51,056	36,304	61,158
Miscellaneous	73,500	19,860	22,475
Training	72,599	19,555	118,984
Office rent	-	10,800	-
Meeting	40,540	6,842	1,489
Administration	24,043	-	-
	13,809,173	18,799,310	16,881,197



Cumberland House Cree Nation
Claims Support
Schedule 3 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2021

	2021 Budget (Note 17)	2021	2020
Revenue			
Other revenue	-	-	3,514
Expenses			
Professional fees	443,654	249,316	375,183
Contracted services	85,000	131,958	148,316
Honouraria	96,113	117,819	248,664
Salaries and benefits	67,880	44,520	-
Program expense	48,007	34,494	40,893
Meeting	15,000	-	-
Miscellaneous	30,000	-	-
Supplies	3,000	-	-
	788,654	578,107	813,056
Deficit	(788,654)	(578,107)	(809,542)



Cumberland House Cree Nation
Community Development
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2021

	2021 Budget (Note 17)	2021	2020
Revenue			
Indigenous Services Canada	615,008	1,604,159	3,113,060
Canada Mortgage and Housing Corporation	-	-	59,669
Prince Albert Grand Council	13,000	157,484	160,544
Rental income	36,000	27,973	33,110
Other revenue	56,100	71,788	29,985
	720,108	1,861,404	3,396,368
Expenses			
Amortization	385,000	384,281	375,356
Repairs and maintenance	218,500	333,103	560,523
Impairment Loss	-	293,000	-
Salaries and benefits	71,485	230,004	255,752
Supplies	31,367	193,067	183,935
Contracted services	120,179	175,100	206,518
Insurance	71,261	130,103	55,241
Administration	32,067	102,425	38,112
Fuel and utilities	75,300	70,178	76,278
Travel	3,000	6,385	3,637
Telephone	2,400	4,102	3,007
Miscellaneous	3,000	985	617
Bank charges and interest	-	-	30
Training	-	-	1,334
Professional fees	-	-	4,458
Honouraria	-	-	2,313
Program expense	-	-	14,681
	1,013,559	1,922,733	1,781,792
Surplus (deficit)	(293,451)	(61,329)	1,614,576



Cumberland House Cree Nation
Economic Development
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2021

	<i>2021 Budget (Note 17)</i>	<i>2021</i>	<i>2020</i>
Revenue			
Indigenous Services Canada	95,515	95,515	19,200
Prince Albert Grand Council	-	-	17,300
Other revenue	-	2,182	2,065
	95,515	97,697	38,565
Expenses			
Salaries and benefits	-	84,638	-
Travel	-	53,145	-
Contracted services	-	51,043	300
Community support	-	15,813	-
Supplies	2,800	13,530	1,461
Office rent	-	10,800	-
Program education	11,630	7,825	19,757
Professional fees	-	7,455	19,700
Repairs and maintenance	-	2,059	77
Insurance	1,140	897	1,139
Meeting	-	480	-
Program expense	-	-	3,950
Administration	9,552	-	2,982
Fuel and utilities	-	-	4,160
	25,122	247,685	53,526
Deficit	70,393	(149,988)	(14,961)



Cumberland House Cree Nation Education

Schedule 6 - Consolidated Schedule of Revenue and Expenses

For the year ended March 31, 2021

	2021 Budget (Note 17)	2021	2020
Revenue			
Indigenous Services Canada	4,767,504	4,895,946	5,146,634
Other revenue	-	3,696	49,580
Prince Albert Grand Council	736,458	293,274	644,017
Northern Lights School Division	-	164,546	80,053
East Central First Nation Education Authority	-	174,754	-
East Central First Nation Education Authority	-	206,087	-
	5,503,962	5,738,303	5,920,284
Expenses			
Salaries and benefits	2,052,653	2,291,293	2,297,925
Tuition	1,374,620	1,006,707	1,249,541
Student expenses	479,500	619,093	540,102
Supplies	342,867	544,547	192,073
Administration	328,583	404,242	413,779
Amortization	315,000	375,288	315,957
Fuel and utilities	91,400	138,385	138,182
Repairs and maintenance	54,000	66,585	33,555
Travel	58,000	27,330	47,431
Program expense	45,850	21,166	78,227
Rent	36,893	20,830	49,190
Telephone	6,800	18,256	8,112
Transportation	-	14,173	-
Miscellaneous	40,500	14,121	19,888
Professional fees	9,000	11,000	6,357
Insurance	13,209	10,913	6,899
Training	41,699	9,847	50,817
Community events	45,000	2,632	23,146
Bank charges and interest	-	943	-
Contracted services	9,000	500	5,100
Community support	1,500	-	1,500
Honouraria	10,500	-	25,996
	5,356,574	5,597,851	5,503,777
Surplus	147,388	140,452	416,507



Cumberland House Cree Nation
Indian Government Support
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2021

	<i>2021 Budget (Note 17)</i>	<i>2021</i>	<i>2020</i>
Revenue			
Indigenous Services Canada	691,285	1,764,562	1,148,249
Other revenue	25,000	127,977	157,750
Northern Lights CDC	-	28,906	105,668
Rental income	-	16,800	-
Prince Albert Grand Council	-	-	30,767
Child and family services	54,000	-	193,500
	770,285	1,938,245	1,635,934
Expenses			
Salaries and benefits	685,079	1,244,320	806,088
Travel	217,000	308,943	304,102
Supplies	43,109	195,615	127,046
Contracted services	100,000	166,678	238,699
Professional fees	60,000	149,315	141,707
Community support	-	127,706	198,950
Amortization	9,000	85,361	30,772
Bank charges and interest	7,800	49,234	27,109
Telephone	31,200	45,056	67,594
Honouraria	-	31,003	16,360
Insurance	3,000	19,636	14,016
Meeting	25,540	6,362	1,418
Repairs and maintenance	54,000	6,319	6,650
Miscellaneous	-	4,579	-
Fuel and utilities	3,400	4,410	67,595
Rent	6,746	3,421	5,033
Program expense	9,400	2,619	16,496
Training	15,600	2,451	41,370
Transportation	-	26	-
Community events	-	-	28,772
Administration	(440,614)	(862,018)	(672,607)
	830,260	1,591,036	1,467,170
Surplus	(59,975)	347,209	168,764



Cumberland House Cree Nation
Social Development
Schedule 8 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2021

	<i>2021 Budget (Note 17)</i>	<i>2021</i>	<i>2020</i>
Revenue			
Indigenous Services Canada	3,026,007	3,501,232	2,835,344
Other revenue	-	-	481
	3,026,007	3,501,232	2,835,825
Expenses			
Social assistance	2,798,506	2,958,711	2,052,615
Program education	75,813	143,470	142,686
Salaries and benefits	91,150	117,612	83,617
COVID assistance	-	74,112	-
Administration	22,750	14,326	26,260
Travel	-	7,239	2,035
Contracted services	-	6,350	7,500
Telephone	11,000	6,044	2,004
Supplies	12,200	5,860	11,883
Bank charges and interest	-	5,694	2,277
Program expense	1,600	3,889	1,569
Fuel and utilities	1,200	1,700	1,600
Honouraria	6,000	100	150
Training	6,000	-	4,847
Community support	-	-	200
	3,026,219	3,345,107	2,339,243
Surplus	(212)	156,125	496,582



Cumberland House Cree Nation Health

Schedule 9 - Consolidated Schedule of Revenue and Expenses

For the year ended March 31, 2021

	2021 Budget (Note 17)	2021	2020
Revenue			
First Nations and Inuit Health	718,693	1,926,556	1,509,361
Indigenous Services Canada	35,726	56,450	35,726
Prince Albert Grand Council	364,274	795,455	480,415
Other revenue	-	62,975	-
	1,118,693	2,841,436	2,025,502
Expenses			
Transportation	371,969	806,146	705,364
Salaries and benefits	475,670	601,590	483,394
Contracted services	78,652	366,649	402,999
Supplies	43,500	222,044	192,724
Administration	71,705	197,438	128,456
Amortization	51,661	125,530	86,278
Program expense	4,350	117,870	95,889
Travel	29,600	79,022	103,778
Fuel and utilities	20,400	54,771	62,154
Repairs and maintenance	7,800	30,475	16,935
Honouraria	-	26,866	25,800
Telephone	18,000	18,414	14,440
Professional fees	-	9,100	24,871
Training	9,300	7,256	15,839
Rent	7,417	6,053	6,935
Insurance	3,120	2,759	4,137
Community support	-	470	5,979
Community events	-	-	909
	1,193,144	2,672,453	2,376,881
Surplus (deficit)	(74,451)	168,983	(351,379)



Cumberland House Cree Nation
Rental Housing
Schedule 10 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2021

	<i>2021 Budget (Note 17)</i>	<i>2021</i>	<i>2020</i>
Revenue			
Canada Mortgage and Housing Corporation	561,936	578,042	570,586
Rental income	396,000	460,190	439,445
	957,936	1,038,232	1,010,031
Expenses			
Amortization	552,000	572,377	552,895
Repairs and maintenance	219,864	152,660	196,685
Bad debts	-	100,000	63,240
Insurance	72,829	94,871	72,829
Interest on long-term debt	80,000	71,459	84,330
Salaries and benefits	48,700	66,714	36,874
Professional fees	15,000	15,750	17,532
Supplies	6,600	15,566	-
Rent	-	6,000	-
Telephone	2,400	1,200	-
Fuel and utilities	-	944	-
Travel	4,800	-	-
Administration	-	-	51,806
	1,002,193	1,097,541	1,076,191
Deficit	(44,257)	(59,309)	(66,160)



Cumberland House Cree Nation Other Programs

Schedule 11 - Consolidated Schedule of Revenue and Expenses

For the year ended March 31, 2021

	2021 <i>Budget</i> <i>(Note 17)</i>	2021	2020
Revenue			
Indigenous Services Canada	-	579,545	-
First Nations Trust	524,141	381,667	523,635
Other revenue	12,000	268,412	245,741
Prince Albert Grand Council	72,000	82,617	202,477
Insurance settlement	-	145,841	1,688,936
Child and family services	84,000	-	588,938
Northern Lights CDC	-	-	2,500
Portfolio investment income	50,000	50,000	50,000
Investment income (loss)	96,000	(325,628)	206,741
	838,141	1,182,454	3,508,968
Expenses			
Community support	212,006	525,141	603,693
Interest on long-term debt	142,979	231,953	170,697
Professional fees	-	193,291	8,335
Supplies	-	173,406	102,513
Salaries and benefits	80,339	154,414	175,447
Administration	-	143,587	11,212
Contracted services	31,200	101,853	66,026
Honouraria	9,600	65,333	14,380
Funeral	18,000	60,805	53,739
Community events	43,724	42,152	104,802
Repairs and maintenance	26,000	21,254	100,202
Fuel and utilities	-	16,092	487
Program expense	7,200	10,479	24,494
Telephone	2,400	2,600	3,400
Bank charges and interest	-	2,198	343
Travel	-	2,063	21,442
Miscellaneous	-	176	1,970
Insurance	-	-	1,533
Training	-	-	4,777
Meeting	-	-	69
	573,448	1,746,797	1,469,561
Surplus (deficit)	264,693	(564,343)	2,039,407