

**RED EARTH CREE NATION
Consolidated Financial Statements
Year Ended March 31, 2021**

RED EARTH CREE NATION**Index to Consolidated Financial Statements****Year Ended March 31, 2021**

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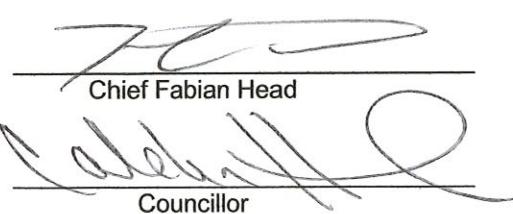
MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The consolidated financial statements of Red Earth Cree Nation have been prepared in accordance with Canadian public sector accounting standards. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Red Earth Cree Nation's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The First Nation Council is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Council carries out this responsibility principally through its Audit Committee. The Audit Committee is appointed by the Council and meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Audit Committee reports to the First Nation Council prior to its approval of the financial statements. The Committee also considers, for review by the Council and approval by the members, the engagement or re-appointment of the external auditors.

The consolidated financial statements have been audited on behalf of the members by Grant Thornton LLP, in accordance with Canadian public sector accounting standards.



Chief Fabian Head
Councillor



Charlene Head
Band Manager



Charlie McKay
Councillor

Red Earth, SK
Date: January 26, 2023

INDEPENDENT AUDITOR'S REPORT

To the Members of Red Earth Cree Nation

Opinion

We have audited the consolidated financial statements of Red Earth Cree Nation (the First 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 financial debt and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the First Nation as at March 31, 2021, and the results of its operations and its 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 First Nation in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter - Supplemental Information

Our audit was conducted for the purposes of forming an opinion on the financial statements taken as a whole. Schedules 4 through 12 are presented for purposes of additional information and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the financial statements taken as a whole.

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

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

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

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

(continues)

Independent Auditor's Report to the Members of Red Earth Cree Nation *(continued)*

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

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

Saskatoon, Canada
January 26, 2023

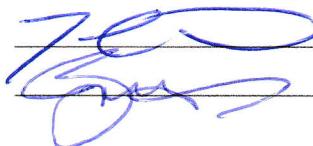
Grant Thornton LLP

Chartered Professional Accountants

RED EARTH CREE NATION
Consolidated Statement of Financial Position
March 31, 2021

	2021	2020
Financial assets		
Cash and temporary investments (Note 3)	\$ 3,627,714	\$ 921,527
Accounts receivable (Note 4)	866,336	395,513
Restricted cash - capital projects (Note 5)	10,002,327	7,028,653
Restricted cash - CMHC reserves (Note 6)	793,389	578,807
Portfolio investments (Note 7)	30,967	30,967
Trust Funds held by Federal Government (Note 8)	<u>15,305</u>	12,364
	<u>15,336,038</u>	8,967,831
Liabilities		
Accounts payable and accrued liabilities (Note 10)	876,182	454,178
Source deductions payable	827,853	855,561
Prince Albert Grand Council (PAGC) advances payable (Note 9)	-	35,000
Indigenous Services Canada (ISC) payable	1,289,243	1,289,243
Wages payable	286,895	208,198
Long term debt (Note 12)	3,258,826	3,815,648
Deferred income (Note 13)	<u>12,798,302</u>	7,132,602
	<u>19,337,301</u>	13,790,430
Net financial debt	<u>(4,001,263)</u>	<u>(4,822,599)</u>
Non-financial assets		
Inventory for resale	168,366	179,560
Prepaid expenses	53,666	1,832
Tangible capital assets (Schedule 1, 2)	<u>41,887,820</u>	42,294,154
	<u>42,109,852</u>	<u>42,475,546</u>
Accumulated surplus	<u>\$ 38,323,926</u>	<u>\$ 37,652,947</u>

APPROVED BY THE CHIEF AND COUNCIL


 Chief
 Councillor


 Councillor
 Councillor

RED EARTH CREE NATION

Consolidated Statement of Operations and Accumulated Surplus

Year Ended March 31, 2021

	Budget	2021	2020
Revenues			
Indigenous Services Canada (ISC)	\$ 13,819,274	\$ 19,381,277	\$ 15,101,889
Lionel Head Memorial Store revenues	-	3,931,351	3,216,399
Prince Albert Grand Council (PAGC)	1,078,381	949,502	2,820,246
Other revenue	602,868	1,152,510	1,223,629
First Nation's Trust	575,000	414,410	568,886
First Nations and Inuit Health Branch	-	-	47,900
Canadian Housing and Mortage Corporation	312,508	329,893	361,006
Rental revenue	414,651	217,167	295,335
Northern Lights Community Development Corporation	91,010	-	136,661
Emergency management	-	-	111,000
Health Canada	-	-	54,983
Gains on disposal of assets	-	-	50,000
Gains (losses) on portfolio investments	-	-	50,000
	16,893,692	26,376,110	24,037,934
EXPENSES			
Social Development (<i>Schedule 4</i>)	2,616,167	2,761,510	2,827,722
Band Government (<i>Schedule 5</i>)	1,339,570	6,029,988	4,628,592
Community Infrastructure (<i>Schedule 6</i>)	1,398,983	4,186,740	1,569,971
Education (<i>Schedule 7</i>)	8,059,852	8,254,225	7,947,600
Housing and Capital (<i>Schedule 8</i>)	1,195,888	1,067,799	763,409
CMHC Rental Housing (<i>Schedule 9</i>)	646,860	643,375	559,697
Community Health (<i>Schedule 10</i>)	1,404,604	1,578,054	1,486,400
Economic Development (<i>Schedule 11</i>)	161,685	117,466	200,685
Other Programs (<i>Schedule 12</i>)	1,039,000	1,281,312	1,324,510
	17,862,609	25,920,469	21,308,586
Annual surplus (deficit)	(968,917)	455,641	2,729,348
Accumulated surplus - beginning of year	37,652,947	37,652,947	34,923,599
Accumulated surplus - end of year	\$ 36,684,030	\$ 38,108,588	\$ 37,652,947

RED EARTH CREE NATION**Consolidated Statement of Changes in Net Financial Debt****Year Ended March 31, 2021**

	Budget	2021	2020
Annual surplus (deficit)	<u>\$ (968,917)</u>	\$ 455,641	\$ 2,729,348
Amortization of tangible capital assets	1,618,618	1,801,297	1,618,618
Purchase of tangible capital assets	(1,885,474)	(1,885,474)	(3,166,722)
Proceeds on disposal of tangible capital assets	490,511	490,511	47,000
(Gain) on disposal of assets	-	-	(50,000)
Decrease (increase) in prepaid expenses	(9,096)	(51,833)	33,685
Decrease in inventory for resale	11,194	11,194	55,965
	<u>225,753</u>	365,695	(1,461,454)
Decrease (increase) in net financial debt	<u>(743,164)</u>	821,336	1,267,894
Net financial debt - beginning of year	<u>(4,822,599)</u>	(4,822,599)	(6,090,493)
Net financial debt - end of year	<u>\$ (5,565,763)</u>	\$ (4,001,263)	\$ (4,822,599)

RED EARTH CREE NATION
Consolidated Statement of Cash Flows
Year Ended March 31, 2021

	2021	2020
Operating activities		
Surplus	\$ 455,641	\$ 2,729,348
Items not affecting cash:		
Amortization of tangible capital assets	1,801,297	1,618,618
(Gains) on disposal of assets	-	(50,000)
(Gains) losses from portfolio investments	-	(50,000)
	<hr/>	<hr/>
	2,256,938	4,247,966
Changes in non-cash working capital:		
Accounts receivable	(470,823)	179,754
Restricted cash - capital projects	(2,973,674)	2,417,178
Restricted cash - CMHC reserves	(214,582)	(261,010)
Inventory for resale	11,194	55,965
Prince Albert Grand Council (PAGC) advances payable	(35,000)	23,155
Accounts payable and accrued liabilities	422,007	(26,760)
Deferred income	5,665,700	(2,573,955)
Prepaid expenses	(51,834)	33,684
Source deductions payable	(27,708)	(241,106)
Wages payable	78,697	92,786
	<hr/>	<hr/>
	2,403,977	(300,309)
Cash flow from operating activities	<hr/>	<hr/>
	4,660,915	3,947,657
Investing activities		
Purchase of tangible capital assets	(1,885,474)	(3,166,722)
Proceeds on disposal of tangible capital assets	490,511	47,000
Return of capital from portfolio investments	-	50,000
Trust funds held by federal government	(2,941)	1,075
	<hr/>	<hr/>
Cash flow used by investing activities	<hr/>	<hr/>
	(1,397,904)	(3,068,647)
Financing activity		
Repayment of long term debt	<hr/>	<hr/>
	(556,825)	(587,107)
Cash flow used by financing activity	<hr/>	<hr/>
	(556,825)	(587,107)
Increase in cash flow	<hr/>	<hr/>
Cash - beginning of year	2,706,186	291,903
	<hr/>	<hr/>
Cash - end of year	<hr/>	<hr/>
	\$ 3,627,713	\$ 921,527

RED EARTH CREE NATION

Notes to Consolidated Financial Statements

Year Ended March 31, 2021

1. Purpose of the First Nation

Red Earth Cree Nation (the "First Nation") is located in the province of Saskatchewan. Management has determined that they are exempt from payment of income tax under Section 149(1) of the Income Tax Act.

The First Nation operates to provide various essential services to its members.

2. Summary of significant accounting policies

The consolidated consolidated financial statements were prepared in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the First Nation are as follows:

Reporting Entity

The Red Earth Cree Nation reporting entity includes the Red Earth Cree Nation government and all related entities that are either owned or controlled by the First Nation.

- a) Red Earth Cree Nation
- b) Red Earth Cree Nation Health Services
- c) Red Earth Cree Nation Section 95 Social Housing Operation
- d) Red Earth Cree Developments Inc. (operating as Lionel Head Memorial Store)

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of a government business enterprise which are accounted for using the modified equity method.

Principles of Consolidation

The consolidated financial statements include the assets, liabilities and results of operations of Red Earth Cree Nation and its controlled entities. A controlled entity is any entity over which Red Earth Cree Nation has the right and ability to exercise continuing power to determine the strategic operating, investing and financing policies without the co-operation of others, in order to obtain future economic benefits and where Red Earth Cree Nation is exposed to the related risks.

In preparing the consolidated financial statements, all intra-group balances and transactions between the entities in the consolidated group have been eliminated.

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

Red Earth Cree Nation Section 95 Social Housing Operation

Red Earth Cree Nation Health Services

Red Earth Cree Developments Inc. (operating as Lionel Head Memorial Store)

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RED EARTH CREE NATION

Notes to Consolidated Financial Statements

Year Ended March 31, 2021

2. Summary of significant accounting policies (*continued*)

Revenue Recognition

Red Earth Cree Nation follows accrual accounting for the reporting of contributions.

Government transfers are recorded when there is a reasonable assurance that the First Nation had complied with and will continue to comply with, all the necessary conditions to obtain the contribution, except to the extent that the transfer stipulations give rise to an obligation that meets the definition of a liability. Transfer revenue is recognized on the statement of operations as the stipulation liabilities are settled.

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

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

Rental income is recognized when earned. Deposits recorded in advance are deferred until they are repaid or applied against outstanding accounts.

Other revenue, including donations, fees for services provided, and user fees are recognized upon transfer of title of the product or upon performance of the service and when collectability is reasonably assured. Rental income is recognized when earned. Deposits recorded in advance are deferred until they are repaid or applied against outstanding accounts. Other revenue also consists of revenue from deferred capital projects. These are recognized upon the performance of work on the capital projects.

CMHC subsidy is recognized as it becomes receivable under the terms of applicable funding agreements. Rental revenue is recognized when earned and when collection is reasonably assured. Contribution from Red Earth Cree Nation revenue is recognized to fund any annual deficits in the fixed subsidy program.

Expenditure Recognition

The First Nation uses the accrual method of accounting for expenditures whereby the cost of goods and services acquired in the period, or a liability is incurred, are recorded regardless of whether payment has been made or invoices received.

(continues)

RED EARTH CREE NATION

Notes to Consolidated Financial Statements

Year Ended March 31, 2021

2. Summary of significant accounting policies (*continued*)

Basis of Segmentation

The First Nation has adopted the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment.

The segments (functions) are as follows:

Social Development: The social development segment is comprised of adult care, home care, day care, headstart, basic needs, special needs, social administration, and the National Child Benefit program.

Band Government: The band government segment provides for the administration of the First Nation and includes portfolio investments and other government organizations.

Community Infrastructure: The community infrastructure segment provides for the delivery of water, collecting and treating of wastewater, collection and disposal of solid waste, maintenance of community buildings and roads, fire protection, and fire suppression.

Education: The education segment provides for the delivery of educational services, student transportation services, maintenance of teacherages, and post secondary support.

Housing: The housing segment provides for the maintenance of band-owned housing as well as houses operated under the Section 95 Social Housing CMHC Program.

Community Health: The health segment delivers health services including prevention projects, medical transportation, mental health, solvent abuse, prenatal nutrition and oral health, among others.

Economic Development: The economic development segment delivers services aimed at stimulating economic development.

Other Programs: The other programs segment includes investment income earned from government business enterprises, income earned from trust funds held by the federal government, and the delivery of assistance and community services from the utilization of First Nations Trust gaming revenues.

Non-Financial Assets

Tangible capital and other non-financial assets are accounted for as assets by the First Nation because they can be used to provide services for future periods. These assets do not normally provide resources to discharge the liabilities of the First Nation unless they are sold.

Net Financial Debt

Net Financial Debt at the end of the accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

Cash and Cash Equivalents

Cash is represented by cash on hand and balances with banks. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash and that are subject to insignificant risk of changes in value.

(continues)

RED EARTH CREE NATION

Notes to Consolidated Financial Statements

Year Ended March 31, 2021

2. Summary of significant accounting policies (*continued*)

Accounts Receivable

The First Nation provides an allowance for uncollectible accounts based upon prior experience and management's assessment of the collectibility of existing specific accounts. The First Nation has amounts due from employees. The loans are non-interest bearing with monthly payments made through payroll withholding.

Restricted Cash

Restricted cash consists of funds held in the CMHC replacement reserve and operating reserve bank accounts and the funds managed by a project manager. The project manager is responsible for the completion of the capital projects and the CMHC replacement and operating reserves are used to pay eligible expenditures of the CMHC housing units.

Portfolio Investments

The First Nation holds the following portfolio investments which are accounted for at cost, less any provisions for other than temporary impairment.

Prince Albert Development Corporation (8.33%)

Prince Albert First Nations Business Development Limited Partnership (8.25%)

Red Earth Development Corporation (100%)

Red Earth Development Corporation Limited Partnership (100%)

Trust Funds Held by Federal Government

Funds held in trust on behalf of the First Nation members by the Government of Canada in the Ottawa Trust Fund consists of:

- (a) capital trust monies derived from non-renewable resource transactions on the sale of land or other First Nation capital assets; and
- (b) revenue trust monies generated primarily through land leasing transactions or interest earned on deposits held in trust.

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

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis. These amounts are held for sale in the normal course of operations of the Lionel Head Memorial Store.

(continues)

RED EARTH CREE NATION

Notes to Consolidated Financial Statements

Year Ended March 31, 2021

2. Summary of significant accounting policies (*continued*)

Tangible Capital Assets

Tangible capital assets are stated at cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods:

Dams and water structures	50 years	straight-line method
Bridges	50 years	straight-line method
Subdivision development	40 years	straight-line method
Schools	40 years	straight-line method
Gravel roads	40 years	straight-line method
Housing	25 years	straight-line method
Commercial buildings	20 years	straight-line method
Water and waste system equipment	10 years	straight-line method
Equipment and vehicles	5 years	straight-line method
Computer equipment	3 years	straight-line method
Building (Lionel Head Memorial Store)	4%	declining balance method
Equipment (Lionel Head Memorial Store)	20%	declining balance method
Motor vehicles (Lionel Head Memorial Store)	30%	declining balance method
Computers (Lionel Head Memorial Store)	30%	declining balance method

The First Nation regularly reviews its tangible capital assets to eliminate obsolete items and to write-down the value of the assets when conditions indicate that they no longer contribute to the First Nation's ability to provide goods and services or when the value of future economic benefits of the assets are less than their net book value. Net write-downs are accounted for as an expense in the consolidated statement of operations.

Tangible capital assets acquired during the year are not amortized until they are placed into use.

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Estimates include:

- a) Providing for amortization of tangible capital assets;
- b) The estimated useful lives of assets;
- c) The recoverability of tangible assets.

(continues)

RED EARTH CREE NATION

Notes to Consolidated Financial Statements

Year Ended March 31, 2021

2. Summary of significant accounting policies (*continued*)

Impairment of Tangible Capital Assets

The First Nation tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the tangible capital assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Government Transfers

Government transfers are the transfers of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:

- a) The transfers are authorized;
- b) Any eligibility criteria and stipulation have been met; and
- c) Reasonable estimates of the amounts can be made.

Unearned government transfer amounts will be recorded as deferred revenue until eligibility criteria or stipulations are met.

Earned government transfer amounts not received will be recorded as an amount receivable.

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

3. Cash and cash equivalents

	2021	2020
Red Earth Cree Nation	\$ 3,076,401	\$ 516,394
Red Earth Cree Nation - CMHC	120,835	123,688
Red Earth Cree Nation - Health	181,332	181,054
Lionel Head Memorial Store	<u>225,442</u>	100,391
	\$ 3,604,010	\$ 921,527

RED EARTH CREE NATION**Notes to Consolidated Financial Statements****Year Ended March 31, 2021****4. Accounts receivable**

	2021	2020
First Nations Trust	\$ 310,808	\$ -
Indigenous Services Canada	254,394	99,834
Lionel Head Memorial Store	119,205	112,598
Goods and Service Tax Rebate receivable	68,094	40,138
Prince Albert Grand Council	79,832	95,328
Canada Mortgage and Housing Corporation (CMHC)	24,267	24,615
Other	9,736	12,864
Northern Lights Community Development Corporation	-	2,750
Payroll advances	-	7,386
	<hr/>	<hr/>
	\$ 866,336	\$ 395,513

5. Restricted cash - Capital projects

Restricted cash relating to capital projects consists of funds managed by capital project managers who are responsible for payment of expenses relating to capital project funding by government funding agencies.

	2021	2020
TD Canada Trust - Water Supply	\$ 6,191,815	\$ 6,394,332
TD Canada Trust - Health Centre Facility	18,803	74,420
TD Canada Trust - Garbage Truck Project	-	23,581
TD Canada Trust - Health Centre Facility Holdback	2,412	2,410
TD Canada Trust - School Demolition	-	71,902
TD Canada Trust - Lagoon Repairs	1,413	81,935
TD Canada Trust - Band Based Capital Projects	636,562	380,073
TD Canada Trust - SPS 1,4,5,6 Upgrades	716,376	-
TD Canada Trust - Road Assessment & Upgrades	155,642	-
TD Canada Trust - Carrot River & Natacam Lagoon	185,016	-
TD Canada Trust - River Dike Extension	481,532	-
RBC - Waste Diversion Project	1,612,756	-
	<hr/>	<hr/>
	\$ 10,002,327	\$ 7,028,653

6. Restricted Cash - CMHC Reserves

The First Nation is required under agreement with CMHC to set aside funds to finance future qualifying housing expenditures. The First Nation has \$793,389 (2020 - \$578,807) of cash restricted to fund the required CMHC reserves. As at March 31, 2021, the reserves are underfunded by \$1,143,303 (2020 - \$1,332,521). The CMHC reserve cash consists of funds on deposit with financial institutions for the purpose of CMHC Housing Replacement Reserve and the CMHC Operating Reserve.

RED EARTH CREE NATION**Notes to Consolidated Financial Statements****Year Ended March 31, 2021****7. Portfolio investments**

	2021	2020
Prince Albert Development Corporation	\$ 39,600	\$ 39,600
Red Earth Development Corporation	(5,988)	(5,988)
Red Earth Development LP	<u>(2,645)</u>	<u>(2,645)</u>
	\$ 30,967	\$ 30,967

8. Trust funds

The trust funds arise from monies derived from capital or revenue sources as outlined in Section 62 of the *Indian Act*. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada. The management of these funds are primarily governed by Sections 63 to 69 of the *Indian Act*.

	Capital	Revenue	2021	2020
Balance, beginning of year	\$ 8,250	\$ 4,022	\$ 12,272	\$ 13,439
Increases - interest	-	3,033	3,033	4,725
Decreases - withdrawals	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,800)</u>
	\$ 8,250	\$ 7,055	\$ 15,305	\$ 12,364

9. PAGC Advances payable

Prince Albert Grand Council (PAGC) advances are non-interest bearing, unsecured, and have no set repayment terms.

10. Accounts payable

	2021	2020
Trade Payables	\$ 770,994	\$ 289,533
Red Earth Cree Nation Health Services	15,885	86,578
Canadian Mortgage and Housing Corporation (CMHC)	19,212	19,212
Lionel Head Memorial Store	<u>70,091</u>	<u>58,855</u>
	\$ 876,182	\$ 454,178

RED EARTH CREE NATION**Notes to Consolidated Financial Statements****Year Ended March 31, 2021****11. Other Revenue**

	2021	2020
Capital Projects	\$ 535,137	\$ 333,323
Red Earth Cree Nation Health Services	179,694	195,929
Miscellaneous Grants	128,543	33,388
Reimbursements	103,314	15,273
User Fees, Services, and Other	90,393	257,501
Canadian Mortgage and Housing Corporation (CMHC)	68,292	59,310
Tuition/Summer Students	20,548	14,555
Lagoon Repair	12,587	3,335
Donations	10,000	9,470
Rent	4,002	7,488
Lionel Head Memorial Store	-	15,500
ICFS Prevention	-	278,557
	\$ 1,152,510	\$ 1,223,629

12. Long term debt

Royal Bank Loan 2 loan bearing interest at 3.15% per annum, repayable in quarterly blended payments of \$27,500 and an annual principal payment of \$203,000. The loan matured on July 31, 2020 and was secured by accounts receivable and irrevocable letter of direction by ISC.

2021	2020
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\$ -	\$ 248,205
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Royal Bank Loan 3 loan bearing interest at 5% per annum, repayable in annual blended payments of \$67,449. The loan matures on June 30, 2030 and is secured by accounts receivable and irrevocable letter of direction by ISC.

444,118	487,269
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CMHC Mortgage 6 loan bearing interest at 1.67% per annum, repayable in monthly blended payments of \$1,262. The loan matures on March 1, 2024 and is secured by a guarantee by the Government of Canada.

45,503	59,767
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CMHC Mortgage 7 loan bearing interest at 1.84% per annum, repayable in monthly blended payments of \$2,273. The loan matures on March 1, 2024 and is secured by a guarantee by the Government of Canada.

130,205	154,852
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(continues)

RED EARTH CREE NATION**Notes to Consolidated Financial Statements****Year Ended March 31, 2021****12. Long term debt (*continued*)**

	2021	2020
CMHC Mortgage 8 loan bearing interest at 1.67% per annum, repayable in monthly blended payments of \$3,049. The loan matures on April 1, 2029 and is secured by a guarantee by the Government of Canada.	279,193	310,856
CMHC Mortgage 9 loan bearing interest at 1.05% per annum, repayable in monthly blended payments of \$1,941. The loan matures on March 1, 2025 and is secured by a guarantee by the Government of Canada.	188,907	221,013
CMHC Mortgage 10 loan bearing interest at 1.84% per annum, repayable in monthly blended payments of \$1,750. The loan matures on December 1, 2025 and is secured by a guarantee by the Government of Canada.	187,300	204,695
CMHC Mortgage 11 loan bearing interest at 2.21% per annum, repayable in monthly blended payments of \$6,973. The loan matures on July 1, 2033 and is secured by a guarantee by the Government of Canada.	903,034	966,137
CMHC Mortgage 12 loan bearing interest at 2.21% per annum, repayable in monthly blended payments of \$3,441. The loan matures on September 1, 2033 and is secured by a guarantee by the Government of Canada.	450,848	481,873
CMHC Mortgage 13 loan bearing interest at 1.39% per annum, repayable in monthly blended payments of \$4,237. The loan matures on January 1, 2030 and is secured by a guarantee by the Government of Canada.	629,718	680,981
	\$ 3,258,826	\$ 3,815,648

Principal repayment terms are approximately:

2022	\$ 294,235
2023	301,035
2024	308,035
2025	301,263
2026	307,162
Thereafter	<u>1,747,096</u>
	\$ 3,258,826

RED EARTH CREE NATION

Notes to Consolidated Financial Statements

Year Ended March 31, 2021

13. Deferred revenue

	Balance, beginning of year	Funding received	Funding recognized	Balance, end of year
ISC-School demolition	\$ 59,901	\$ -	\$ 59,901	\$ -
ISC-TCA project	12,000	-	12,000	-
ISC-Water supply and treatment study	6,051,010	140,805	-	6,191,815
ISC-Basic needs	-	1,008,773	-	1,008,773
ISC-Community plan/Drainage study	265,595	-	265,595	-
ISC-SPS & Water plant operation	77,728	-	77,728	-
ISC-Lagoon repairs	79,254	-	79,254	-
ISC-Teacherage repairs	2,682	-	1,267	1,415
ISC-Band Based Capital projects	380,073	610,540	359,403	631,210
ISC-Garbage truck	23,580	-	23,580	-
ISC-Waste Water Project	101,000	-	101,000	-
ISC-SPS 1,4,5,6 Upgrade Project	-	750,000	33,624	716,376
ISC-Road Assessment and Upgrade	-	250,000	94,358	155,642
ISC-Carrot River/Natacam Lagoon	-	221,253	36,238	185,015
ISC-River Dike	-	500,000	18,468	481,532
ISC-Water Diversion Project	-	1,612,756	-	1,612,756
Health Canada - Health facility	76,830	-	55,616	21,214
ISC-Food Security Program	-	431,120	431,120	-
ISC-COVID19 Safe RE ELE/SEC	-	132,299	98,025	34,274
ISC-Response (COVID-19)	-	1,019,360	726,027	293,333
ISC-Pandemic Planning Prepared	-	245,000	245,000	-
ISC-CDCM-Pub Health NS & CHRS	-	953,909	-	953,909
ISC-Community Building Adaptation	-	18,277	18,277	-
ISC-Nation Rebuilding	-	233,540	-	233,540
ISC-COVID-19 LEDSP Indig.	-	-	-	-
Comm. Business Funding	-	101,983	56,435	45,548
Lionel Head Memorial Store	2,949	-	590	2,359
PAGC - Health Services	-	165,830	16,583	149,247
ISC - Health Services	-	183,348	121,433	61,915
Other - Health Services	-	71,276	52,847	18,429
	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 7,132,602	\$ 8,650,069	\$ 2,984,369	\$ 12,798,302

RED EARTH CREE NATION

Notes to Consolidated Financial Statements

Year Ended March 31, 2021

14. Accumulated surplus

	2021	2020
Invested in tangible capital assets	\$ 41,887,821	\$ 42,294,154
CMHC reserves	2,007,905	1,911,329
Operating deficit	<u>(5,697,008)</u>	<u>(6,552,536)</u>
	<u>\$ 38,198,718</u>	<u>\$ 37,652,947</u>

Under agreements with Canada Mortgage and Housing Corporation (CMHC) the First Nation has established a replacement reserve of \$1,222,175 (2020 - \$1,161,167) to ensure replacement of capital equipment and for major repairs to CMHC housing units. An operating reserve of \$714,517 (2020 - \$750,162) has also been established for housing units under the post 1996 Fixed Subsidy Program which requires surpluses to be deposited to an operating reserve bank account to offset future operating losses. At March 31, 2021, \$793,389 (2020 - \$578,807) has been set aside to fund these two reserves.

15. Contingent liability

These financial statements are subject to review by the First Nation's funding agents. It is possible that adjustments to funding amounts could be made based on the results of their reviews. Such adjustments will be recognized in the year the adjustments are made.

16. Economic dependence

The First Nation receives a significant portion of its revenues 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 First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

Due to certain financial and non-financial deficiencies identified by Indigenous Services Canada (ISC), the First Nation is presently in Level Two intervention. The Recipient Appointed Advisor is tasked with working with Council and management to address the financial and non-financial defaults identified by ISC. At this time, ISC is satisfied with progress towards addressing the defaults. The First Nation is required to retain a Recipient Appointed Advisor before having the level of intervention reduced.

RED EARTH CREE NATION**Notes to Consolidated Financial Statements****Year Ended March 31, 2021**

17. Budget amounts

The budget figures contained in these consolidated financial statements were approved by Chief and Council on March 5, 2020. Public Sector Accounting Standards require a comparison of the results for the year with those originally planned on the same basis as that used for the actual results. A reconciliation of the approved and reported budget is below. The fiscal budget in the statement of change in net debt and statement of operations has been adjusted to be presented on a consistent basis as actual results. Below is a reconciliation of the figures from the approved fiscal budget to the budget per the financial statements.

Consolidated statement of change in net debt

	Approved fiscal budget	Adjustments	Fiscal budget per financial statements
Annual surplus (deficit)	\$ 444,794	\$ (1,413,711)	\$ (968,917)
Capital assets acquired (Schedule 1)	-	(1,885,474)	(1,885,474)
Capital assets disposed (Schedule 1)	-	490,511	490,511
Amortization	-	1,618,618	1,618,618
	444,794	(1,190,056)	(745,262)
Acquisition of prepaid expenses	-	(9,096)	(9,096)
Decrease in inventory for resale	-	11,194	11,194
	-	2,098	2,098
Increase in net financial debt	444,794	(1,187,958)	(743,164)
Net financial debt - beginning of year	(4,822,599)	-	(4,822,599)
Net financial debt - end of year	\$ (4,377,805)	\$ (1,187,958)	\$ (5,565,763)

RED EARTH CREE NATION

Notes to Consolidated Financial Statements

Year Ended March 31, 2021

18. Budget amounts (continued)

Consolidated statement of operations

	<u>Approved fiscal budget</u>	<u>Adjustments</u>	<u>Fiscal budget per financial statements</u>
Revenues			
Indigenous Services Canada (ISC)	\$ 13,819,274	\$ -	\$ 13,819,274
Lionel Head Memorial Store revenues	-	-	-
Prince Albert Grand Council (PAGC)	1,078,381	-	1,078,381
Other revenue	602,868	-	602,868
First Nation's Trust	575,000	-	575,000
First Nations and Inuit Health Branch	-	-	-
Canadian Housing and Mortgage Corporation	312,508	-	312,508
Rental revenue	414,651	-	414,651
Northern Lights Community Development Corporation	91,010	-	91,010
Emergency management	-	-	-
Health Canada	-	-	-
Gains on disposal of assets	-	-	-
Gains (losses) on portfolio investments	-	-	-
	<hr/>	<hr/>	<hr/>
	16,893,692	-	16,893,692
Expenses			
Social Development (<i>Schedule 4</i>)	-	-	-
Band Government (<i>Schedule 5</i>)	2,616,167	-	2,616,167
Community Infrastructure (<i>Schedule 6</i>)	817,850	521,720	1,339,570
Education (<i>Schedule 7</i>)	857,005	541,978	1,398,983
Housing and Capital (<i>Schedule 8</i>)	8,094,883	(35,031)	8,059,852
CMHC Rental Housing (<i>Schedule 9</i>)	1,077,061	118,827	1,195,888
Community Health (<i>Schedule 10</i>)	331,241	315,619	646,860
Other Programs (<i>Schedule 12</i>)	1,456,854	(52,250)	1,404,604
Economic Development (<i>Schedule 11</i>)	1,039,000	-	1,039,000
	<hr/>	<hr/>	<hr/>
	158,837	2,848	161,685
	<hr/>	<hr/>	<hr/>
	16,448,898	1,413,711	17,862,609
Annual surplus (deficit)	<hr/>	<hr/>	<hr/>
	\$ 444,794	\$ (1,413,711)	\$ (968,917)

19. Comparative figures

Some of the comparative figures may have been reclassified to conform to the current year's presentation.

RED EARTH CREE NATION**Notes to Consolidated Financial Statements****Year Ended March 31, 2021**

20. Impacts of COVID-19

Since December 31, 2019, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, including Canada, businesses were forced to cease or limit operations for long periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

Management has determined that the impacts to the First Nation for the 2021 fiscal year were limited to additional funding received for community assistance payment, preparedness and response.

It is not possible to reliably estimate the duration and severity of COVID-19, as well as the impact on the financial position and results of the entity for future periods.

RED EARTH CREE NATION

Consolidated Schedule of Tangible Capital Assets by Object

(Schedule 1)

Year Ended March 31, 2021

	Cost			Accumulated Amortization			Net Book Value	
	Opening Balance	Net Additions (Disposals)	Closing Balance	Opening Balance	Amortization	Disposals	Closing Balance	Total 2021
Tangible Capital Assets								
Buildings	\$ 42,634,370	\$ 243,437	\$ 42,877,807	\$ 13,504,406	\$ 1,036,023	\$ -	\$ 14,540,429	\$ 28,337,378
Subdivision development	3,474,396	-	3,474,396	868,599	86,860	-	955,459	2,518,937
Equipment and vehicles	812,493	654,748	1,467,241	525,634	142,817	-	668,451	798,790
Roads	862,148	-	862,148	151,870	20,417	-	172,287	689,861
Bridges	3,405,325	-	3,405,325	271,320	68,107	-	339,427	3,065,898
Dams and water structures	4,374,235	-	4,374,235	553,777	87,485	-	641,262	3,732,973
Water and waste system equipment	3,556,948	-	3,556,948	2,036,227	177,847	-	2,214,074	1,342,874
Tangible Capital Assets total	59,119,915	898,185	60,018,100	17,911,833	1,619,556	-	19,531,389	40,486,711
Assets Under Construction								
Water supply project	360,967	297,080	658,047	-	-	-	-	658,047
Community plan/drainage study	51,998	-	51,998	-	-	-	-	51,998
SPS & water plant operation	3,127	33,624	36,751	-	-	-	-	36,751
Lagoon project	195,570	800	196,370	-	-	-	-	196,370
Elementary school demo	331,293	(331,293)	-	-	-	-	-	-
Garbage truck project	65,333	(65,333)	-	-	-	-	-	65,333
Band based capital housing repair	77,784	281,096	358,877	-	-	-	-	358,877
Carrot River & Natacam lagoon repairs	-	36,237	-	-	-	-	-	-
Road assessment & upgrade	-	44,358	-	-	-	-	-	-
River dike extension	-	18,468	-	-	-	-	-	-
Assets Under Construction total	1,086,072	315,037	1,401,109	-	-	-	1,401,109	1,086,072
Total	\$ 60,205,987	\$ 1,213,222	\$ 61,419,209	\$ 17,911,833	\$ 1,619,556	\$ -	\$ 19,531,389	\$ 41,887,820
								\$ 42,294,154

RED EARTH CREE NATION

Consolidated Schedule of Tangible Capital Assets by Function

(Schedule 2)

Year Ended March 31, 2021

	Band Government	Band Based Capital / Housing	Community Infrastructure	Economic Development	Education	Health	Total 2021	Total 2020
Asset cost								
Opening asset cost	\$ 597,435	\$ 14,098,286	\$ 17,769,723	\$ 47,954	\$ 22,488,019	\$ 5,204,570	\$ 60,205,987	\$ 57,039,265
Additions during the year	174,009	-	901,099	-	238,481	81,373	1,394,962	3,166,722
Disposals during the year	-	(181,740)	-	-	-	-	(181,740)	-
Add: prior period adjustment	-	-	-	-	-	-	-	-
Closing asset cost	771,444	13,916,546	18,670,822	47,954	22,726,500	5,285,943	61,419,209	60,205,987
Accumulated amortization								
Opening accumulated amortization	(443,499)	(8,988,659)	(4,843,435)	(42,259)	(3,444,132)	(149,849)	(17,911,833)	(16,296,215)
Less: reductions	-	-	-	-	-	-	-	-
Add: amortization	(25,030)	(219,396)	(548,116)	(2,848)	(592,606)	(231,560)	(1,619,556)	(1,615,618)
Add: prior period adjustment	-	-	-	-	-	-	-	-
Closing accumulated amortization	(468,529)	(9,208,055)	(5,391,551)	(45,107)	(4,036,738)	(381,409)	(19,531,389)	(17,911,833)
Net book value	\$ 302,915	\$ 4,708,491	\$ 13,279,271	\$ 2,847	\$ 18,689,762	\$ 4,904,534	\$ 41,887,820	\$ 42,294,154

RED EARTH CREE NATION

Consolidated Schedule of Expenditures by Object

(Schedule 3)

Year Ended March 31, 2021

	Budget	2021	2020
EXPENDITURES			
Allowances - Chief and Council	\$ 400,000	\$ 422,732	\$ 345,108
Amortization	1,618,618	1,801,297	1,618,618
Assistance	3,222,861	3,215,518	3,340,935
Bank charges and interest	22,500	25,287	24,979
Board expenses	95,533	106,346	76,924
Building insurance	-	32,592	74,513
Contracted expenses	681,265	1,600,521	796,853
Elder expense	5,000	-	2,750
Election	-	24,976	42,561
Emergency response	30,000	-	20,458
Insurance	199,552	165,902	289,818
Lionel Head Memorial Store expenses	-	3,998,167	3,220,388
Materials and supplies	474,628	1,806,277	714,550
Member support	-	93,200	218,189
Mortgage interest	316,241	50,150	59,197
Other expenses	904,340	219,782	331,601
Professional fees	101,550	209,255	151,287
Program expenditures	517,560	270,624	331,413
Rent	188,187	156,467	96,874
Repairs and maintenance - buildings	210,464	1,121,047	539,647
Repairs and maintenance - equipment	67,029	261,562	92,971
Reserve allocation	109,876	-	-
Supplies	-	21,825	26,669
Training and workshops	562,920	248,962	276,978
Travel	257,454	612,107	472,471
Travel - Chief and Headmen	71,000	34,040	35,545
Tuition and books	305,109	314,972	245,224
Utilities and telephone	270,958	420,307	472,493
Vehicle	207,434	171,954	215,695
Wages and benefits	7,022,530	8,514,600	7,173,877
	\$ 17,862,609	\$ 25,920,469	\$ 21,308,586

RED EARTH CREE NATION

Consolidated Schedule of Revenue and Expenses - Social Development (Schedule 4)

Year Ended March 31, 2021

	Budget	2021	2020
REVENUES			
Indigenous Services Canada (ISC)	\$ 2,616,167	\$ 2,705,052	\$ 3,005,643
Other revenue	-	16,233	1,313
	<hr/>	<hr/>	<hr/>
	2,616,167	2,721,285	3,006,956
EXPENSES			
Assistance	2,152,062	2,161,570	2,298,846
Contracted services	151,005	265,856	278,807
Materials and supplies	-	69,141	4,560
Other	5,000	-	-
Program expenditures	75,310	192,819	177,059
Training and workshops	232,790	60,511	24,513
Utilities and telephone	-	-	99
Vehicle	-	3,871	1,691
Wages and benefits	-	7,742	42,147
	<hr/>	<hr/>	<hr/>
	2,616,167	2,761,510	2,827,722
INCOME (LOSS) FROM OPERATIONS	\$ -	\$ (40,225)	\$ 179,234

RED EARTH CREE NATION

Consolidated Schedule of Revenue and Expenses - Band Government

(Schedule 5)

Year Ended March 31, 2021

	Budget	2021	2020
REVENUES			
Lionel Head Memorial Store revenue	\$ -	\$ 3,931,351	\$ 3,216,399
Indigenous Services Canada (ISC)	718,308	1,033,027	837,922
ICFS Prevention	-	-	278,557
Other revenue	37,000	594,639	47,956
Prince Albert Grand Council (recovery)	-	-	1,300
Government Business Enterprises	-	-	50,000
	755,308	5,559,017	4,432,134
EXPENSES			
Allowances - Chief & Council	400,000	422,732	345,108
Amortization	19,623	25,030	19,623
Assistance	-	35,912	19,775
Bank charges and interest	19,500	21,244	20,946
Board expenses	16,400	6,335	10,153
Building insurance	-	32,592	74,513
Contracted services	24,000	167,313	56,164
Election	-	24,976	42,561
Lionel Head Memorial Store expenses	-	3,998,167	3,220,388
Materials and supplies	34,880	127,724	91,028
Other expenses	274,330	161,956	165,587
Professional fees	55,000	47,505	71,080
Rent	10,000	7,170	20,310
Repairs and maintenance - buildings	-	2,109	-
Repairs and maintenance - equipment	5,000	-	3,395
Training and workshops	16,000	52,101	1,250
Travel	39,000	63,411	96,013
Travel - Chief and Headmen	71,000	34,040	35,545
Utilities and telephone	10,000	5,900	18,979
Wages and benefits	344,837	793,771	316,174
	1,339,570	6,029,988	4,628,592
LOSS FROM OPERATIONS	\$ (584,262)	\$ (470,971)	\$ (196,458)

RED EARTH CREE NATION

**Consolidated Schedule of Revenue and Expenses - Community Infrastructure
(Schedule 6)**

Year Ended March 31, 2021

	Budget	2021	2020
REVENUES			
Indigenous Services Canada (ISC)	\$ 1,407,516	\$ 4,183,781	\$ 932,126
Other revenue	33,000	53,271	135,631
Emergency management	-	-	111,000
PAGC	-	10,000	-
	1,440,516	4,247,052	1,178,757
EXPENSES			
Amortization	509,978	548,117	509,977
Assistance	-	173,118	-
Board expenses	-	52,950	1,000
Contracted services	275,164	605,102	115,036
Emergency response	30,000	-	20,458
Insurance and licenses	31,000	-	5,287
Materials and supplies	58,158	858,614	106,906
Member support	10,000	93,200	218,189
Repairs and maintenance - buildings	23,000	498,088	49,803
Repairs and maintenance - equipment	23,434	202,722	44,722
Training and workshops	10,000	-	1,428
Travel	10,000	71,797	27,258
Utilities and telephone	96,750	191,072	148,244
Vehicle	72,700	86,463	106,570
Wages and benefits	248,799	805,497	215,093
	1,398,983	4,186,740	1,569,971
INCOME FROM OPERATIONS	\$ 41,533	\$ 60,312	\$ (391,214)

RED EARTH CREE NATION

Consolidated Schedule of Revenue and Expenses - Education

(Schedule 7)

Year Ended March 31, 2021

	Budget	2021	2020
REVENUES			
Indigenous Services Canada (ISC)	\$ 7,976,589	\$ 9,638,243	\$ 5,772,167
Prince Albert Grand Council	-	-	1,821,916
Rental revenue	71,400	-	44,490
Other revenue	141,000	10,675	42,573
	8,188,989	9,648,918	7,681,146
EXPENSES			
Amortization	567,961	592,606	567,961
Assistance	299,525	426,934	403,684
Board expenses	27,256	10,100	19,020
Contracted services	150,000	375	58,203
Insurance	5,646	1,517	25,801
Materials and supplies	236,000	564,973	339,472
Other expenses	12,000	500	2,100
Professional fees	30,000	-	-
Program expenditures	302,810	77,805	154,354
Rent	178,187	149,297	76,564
Repairs and maintenance - buildings	84,000	100,406	230,576
Repairs and maintenance - equipment	38,595	36,844	37,109
Training and workshops	214,259	52,997	144,897
Travel	75,000	56,330	67,988
Tuition and books	305,109	314,972	245,224
Utilities and telephone	148,008	171,440	277,633
Vehicle expenses	92,634	29,520	62,887
Wages and benefits	5,292,862	5,667,609	5,234,127
	8,059,852	8,254,225	7,947,600
INCOME (LOSS) FROM OPERATIONS	\$ 129,137	\$ 1,394,693	\$ (266,454)

RED EARTH CREE NATION

Consolidated Schedule of Revenue and Expenses - Housing and Capital **(Schedule 8)**

Year Ended March 31, 2021

	Budget	2021	2020
REVENUES			
Indigenous Services Canada (ISC)	\$ 474,290	\$ 536,903	\$ 3,474,718
Canada Mortgage and Housing Corporation	312,508	311,538	305,935
Gains (losses) on disposal of assets	-	-	50,000
Other revenue	278,252	185,055	339,466
Health Canada	-	-	54,983
Rent	-	-	777
PAGC Revenue	-	-	39,000
	1,065,050	1,033,496	4,264,879
EXPENSES			
Amortization	187,469	290,533	187,469
Board expenses	12,500	1,550	1,525
Capital expenditure	139,440	-	-
Contract services	-	21,200	3,406
Insurance	156,000	-	144,560
Other expense	280,000	28,338	1,931
Repairs and maintenance - building	103,464	410,460	172,413
Reserve allocation	109,876	-	-
Supplies	31,717	21,825	26,669
Training and workshops	-	14,435	5,404
Travel	28,952	48,839	29,185
Utilities and telephone	-	1,081	466
Vehicle expense	6,700	14,328	11,358
Wages and benefits	139,770	215,210	179,023
	1,195,888	1,067,799	763,409
INCOME (LOSS) FROM OPERATIONS	\$ (130,838)	\$ (34,303)	\$ 3,501,470

RED EARTH CREE NATION**Consolidated Schedule of Revenue and Expenses - CMHC Rental Housing (Schedule 9)****Year Ended March 31, 2021**

	Budget	2021	2020
REVENUES			
Rental revenue	\$ 343,251	\$ 235,524	\$ 305,139
EXPENSES			
Amortization	315,619	315,619	315,619
Insurance	-	148,686	94,901
Mortgage interest	316,241	50,150	59,197
Professional fees	15,000	19,625	3,125
Repairs and maintenance	-	109,295	86,855
	646,860	643,375	559,697
LOSS FROM OPERATIONS	\$ (303,609)	\$ (407,851)	\$ (254,558)

RED EARTH CREE NATION

Consolidated Schedule of Revenue and Expenses - Community Health (Schedule 10)

Year Ended March 31, 2021

	Budget	2021	2020
REVENUES			
Prince Albert Grand Council	\$ 885,681	\$ 746,802	\$ 769,069
Health Canada (FNIHB)	-	-	340,915
Other revenue	98,616	129,962	195,929
Indigenous Services Canada (ISC)	376,404	620,656	308,323
Northern Lights Community Development Corporation	-	-	2,249
	1,360,701	1,497,420	1,616,485
EXPENSES			
Amortization	15,120	26,544	15,121
Assistance	149,274	83,588	127,690
Bank charges and interest	3,000	2,737	3,152
Board expenses	37,377	35,411	38,525
Contract services	100,196	288,353	188,771
Insurance	6,906	15,699	19,269
Materials and supplies	95,473	170,538	126,368
Professional fees	1,550	13,675	12,500
Repairs and maintenance - building	7,200	689	-
Repairs and maintenance - equipment	-	21,996	7,745
Training and workshops	81,671	44,996	91,830
Travel	95,802	133,674	101,776
Utilities and telephone	16,200	50,814	27,072
Vehicle expenses	16,200	15,081	15,637
Wages and benefits	778,635	674,259	710,944
	1,404,604	1,578,054	1,486,400
INCOME (LOSS) FROM OPERATIONS	\$ (43,903)	\$ (80,634)	\$ 130,085

RED EARTH CREE NATION

Consolidated Schedule of Revenue and Expenses - Economic Development (Schedule 11)

Year Ended March 31, 2021

	Budget	2021	2020
REVENUES			
Indigenous Services Canada (ISC)	\$ -	\$ 25,002	\$ 31,352
Prince Albert Grand Council	52,700	52,700	48,961
Northern Lights Community Development Corporation	91,010	-	134,412
Other revenue	-	43,500	9,088
	143,710	121,202	223,813
EXPENSES			
Amortization	2,848	2,848	2,848
Assistance	10,000	-	4,787
Board expenses	-	-	525
Contract expenses	-	49,434	31,253
Other expenses	93,010	782	100,865
Training and workshops	1,000	895	2,327
Travel	7,000	8,599	13,009
Wages and benefits	47,827	54,908	45,071
	161,685	117,466	200,685
INCOME (LOSS) FROM OPERATIONS	\$ (17,975)	\$ 3,736	\$ 23,128

RED EARTH CREE NATION

Consolidated Schedule of Revenue and Expenses - Other Programs

(Schedule 12)

Year Ended March 31, 2021

	Budget	2021	2020
REVENUES			
Indigenous Services Canada (ISC)	\$ 250,000	\$ 624,636	\$ 446,623
Prince Albert Grand Council	140,000	140,000	140,000
Other programs	-	133,150	158,928
First Nation's Trust	575,000	414,410	568,886
Sask Lotteries	15,000	-	14,188
	<u>980,000</u>	<u>1,312,196</u>	<u>1,328,625</u>
EXPENSES			
Assistance	602,000	334,396	486,153
Bank charges and loan interest	-	1,306	881
Board expenses	2,000	-	6,176
Contracted services	-	202,888	104,235
Elder council	5,000	-	2,750
Materials and supplies	1,000	15,287	5,694
Other expenses	240,000	28,206	61,118
Professional fees	-	128,450	64,582
Training and workshops	-	23,027	6,829
Travel	-	229,457	137,242
Vehicle expense	19,200	22,691	17,552
Wages and benefits	169,800	295,604	431,298
	<u>1,039,000</u>	<u>1,281,312</u>	<u>1,324,510</u>
INCOME (LOSS) FROM OPERATIONS	\$ (59,000)	\$ 30,884	\$ 4,115