

**Kahkewistahaw First Nation**  
**Consolidated Financial Statements**  
*March 31, 2017*

# Kahkewistahaw First Nation

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*For the year ended March 31, 2017*

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To the Members of Kahkewistahaw First Nation:

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

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

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

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

July 12, 2017

Signed By: Michael Bob

\_\_\_\_\_  
Management

To the Members of Kahkewistahaw First Nation:

We have audited the accompanying consolidated financial statements of Kahkewistahaw First Nation, which comprise the consolidated statement of financial position as at March 31, 2017, 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 a summary of significant accounting policies and other explanatory information.

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

Management is responsible for the preparation and fair presentation of these 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.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Kahkewistahaw First Nation as at March 31, 2017 and the results of its operations, changes in net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### *Emphasis of Matter*

Without modifying our opinion, we draw attention to Notes 12 and 14 to the consolidated financial statements which describe that Kahkewistahaw First Nation initiated a Qu'Appelle Valley Indian Development Authority (QVIDA) flood claim against the Government of Canada for damages sustained by the First Nation. The First Nation has obtained a loan to fund costs of negotiations and has taken insurance to cover the repayment of the loan if it is in excess of settlement proceeds.

Saskatoon, Saskatchewan

July 12, 2017

*MNP LLP*

Chartered Professional Accountants

# Kahkewistahaw First Nation

## Consolidated Statement of Financial Position

As at March 31, 2017

	2017	2016 (Restated - Note 22)
<b>Financial assets</b>		
<b>Current</b>		
Cash resources	1,659,256	2,106,779
Accounts receivable (Note 3)	1,143,565	664,207
Due from related parties (Note 4)	31,499	77,153
Portfolio investments (Note 5)	965	25
Restricted cash (Note 6)	8,548,582	10,624,728
	11,383,867	13,472,892
<b>Investments in First Nation business entities (Note 7)</b>	5,360,814	6,053,667
<b>Funds held in Ottawa Trust Fund (Note 8)</b>	30,914	19,730
<b>Total financial assets</b>	16,775,595	19,546,289
<b>Financial liabilities</b>		
<b>Current</b>		
Accounts payable and accruals	990,507	878,533
Deferred revenue (Note 9)	7,424,655	9,632,427
Due to Kahkewistahaw 1907 Surrender Trust - Trust Account (Note 10)	898,122	1,183,560
Unearned contribution in lieu of taxes	-	545,000
Current portion of long-term debt (Note 11)	937,094	435,739
	10,250,378	12,675,259
Term loans subject to refinancing (Note 11)	2,382,069	8,968,706
	12,632,447	21,643,965
<b>Long-term debt (Note 11)</b>	14,265,347	4,799,851
<b>Total financial liabilities</b>	26,897,794	26,443,816
<b>Net debt</b>	(10,122,199)	(6,897,527)
<b>Contingent asset (Note 12)</b>		
<b>Subsequent event (Note 23)</b>		
<b>Contingent liabilities (Note 24)</b>		
<b>Non-financial assets</b>		
Tangible capital assets (Note 13)	37,627,285	34,130,412
Prepaid expenses	57,300	60,075
<b>Total non-financial assets</b>	37,684,585	34,190,487
<b>Accumulated surplus (Note 14)</b>	27,562,386	27,292,960
<b>Approved on behalf of the First Nation</b>		
Signed By: Michael Bob	Chief	Signed By: Iris Taypotat-Srife
		Councillor

The accompanying notes are an integral part of these consolidated financial statements

# Kahkewistahaw First Nation

## Consolidated Statement of Operations and Accumulated Surplus

*For the year ended March 31, 2017*

	<b>2017 Budget (Note 16)</b>	<b>2017 Actual</b>	<b>2016 Actual (Restated - Note 22)</b>
<b>Revenues</b>			
Indigenous and Northern Affairs Canada (Note 19)	6,722,594	8,139,668	6,835,937
Kahkewistahaw Community Improvement Fee	865,728	959,855	197,432
Grants in lieu of taxes	833,000	853,242	838,971
Canada Mortgage and Housing Corporation	270,000	828,968	346,632
First Nations Trust	625,000	619,450	664,411
Health Canada (Note 20)	515,789	552,620	885,874
Other	455,965	564,460	389,507
Enbridge Inc. and TransCanada Corporation grants	-	441,850	-
CMHC rental	320,900	380,827	304,365
Fuel and tobacco rebate	368,000	245,108	382,031
Contribution Kahkewistahaw 1907 Trust	241,957	245,022	241,957
Yorkton Tribal Council	164,860	271,994	226,625
Tuition income	-	213,239	24,000
Land lease	-	199,874	38,125
Painted Hand Community Development Corporation	-	162,895	152,557
Member service fee	395,190	112,680	354,702
Insurance proceeds	-	75,800	428,412
PHC Holdings Limited Partnership	50,000	52,880	58,986
Interest	21,200	25,744	14,853
Loss from investments in First Nation business entities (Note 7)	(240,000)	(898,623)	(819,561)
<b>Total revenues</b>	<b>11,610,183</b>	<b>14,047,553</b>	<b>11,565,816</b>
<b>Program expenses</b>			
Band Development	241,957	260,788	251,022
Band Government	1,314,000	1,484,662	1,483,997
Band Project Revenue	2,423,222	3,812,385	2,944,172
Community Infrastructure	821,320	1,685,394	1,319,373
Capital	440,000	641,980	507,163
Education	3,617,357	4,583,055	3,963,505
Land, Reserves and Trusts	334,828	556,450	960,935
Social Development	1,253,794	842,560	932,251
Health	515,789	640,853	627,697
<b>Total expenses</b>	<b>10,962,267</b>	<b>14,508,127</b>	<b>12,990,115</b>
<b>Surplus (deficit) before other item</b>	<b>647,916</b>	<b>(460,574)</b>	<b>(1,424,299)</b>
<b>Land contributed by Kahkewistahaw 1907 Trust (purchased)</b>	<b>-</b>	<b>730,000</b>	<b>860,000</b>
<b>Surplus (deficit)</b>	<b>647,916</b>	<b>269,426</b>	<b>(564,299)</b>
<b>Accumulated surplus, beginning of year</b>	<b>27,292,960</b>	<b>27,292,960</b>	<b>26,683,778</b>
Correction of errors (Note 22)	-	-	1,173,481
<b>Accumulated surplus, beginning of year, as restated</b>	<b>27,292,960</b>	<b>27,292,960</b>	<b>27,857,259</b>
<b>Accumulated surplus, end of year</b>	<b>27,940,876</b>	<b>27,562,386</b>	<b>27,292,960</b>

The accompanying notes are an integral part of these consolidated financial statements

**Kahkewistahaw First Nation**  
**Consolidated Statement of Changes in Net Debt**  
*For the year ended March 31, 2017*

	<b>2017 Budget (Note 16)</b>	<b>2017 Actual</b>	<b>2016 Actual (Restated - Note 22)</b>
<b>Surplus (deficit)</b>	<b>647,916</b>	<b>269,426</b>	<b>(564,299)</b>
Purchases of tangible capital assets	-	<b>(4,774,003)</b>	(10,717,360)
Amortization of tangible capital assets	-	<b>2,007,130</b>	1,398,831
Land contributed by Kahkewistahaw 1907 Trust	-	<b>(730,000)</b>	(860,000)
	-	<b>(3,496,873)</b>	(10,178,529)
Acquisition of prepaid expenses	-	-	(15,075)
Use of prepaid expenses	-	<b>2,775</b>	-
	-	<b>2,775</b>	(15,075)
<b>Decrease (increase) in net debt</b>	<b>647,916</b>	<b>(3,224,672)</b>	(10,757,903)
<b>Net debt, beginning of year</b>	<b>(6,897,527)</b>	<b>(6,897,527)</b>	3,860,376
<b>Net debt, end of year</b>	<b>(6,249,611)</b>	<b>(10,122,199)</b>	<b>(6,897,527)</b>

*The accompanying notes are an integral part of these consolidated financial statements*

**Kahkewistahaw First Nation**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2017*

	2017	2016 (Restated - Note 22)
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Surplus (deficit)	269,426	(564,299)
Non-cash items		
Amortization	2,007,130	1,398,831
Land contributed by Kahkewistahaw 1907 Trust	(730,000)	(860,000)
Loss from investments in First Nation business entities	898,623	819,561
	2,445,179	794,093
Changes in:		
Accounts receivable	(479,358)	(64,335)
Prepaid expenses	2,775	(15,075)
Accounts payable and accruals	111,974	345,798
Unearned contribution in lieu of taxes	(545,000)	-
Deferred revenue	(2,207,772)	1,683,751
	(672,202)	2,744,232
<b>Financing activities</b>		
Repayments of long-term debt	(4,741,659)	(3,161,727)
Advances of long-term debt	8,121,873	13,171,476
Decrease in due to (from) related parties (net)	(239,784)	1,347,302
	3,140,430	11,357,051
<b>Capital activities</b>		
Purchases of tangible capital assets	(4,774,003)	(10,717,360)
<b>Investing activities</b>		
Decrease (increase) in restricted cash	2,076,146	(2,713,810)
Increase in funds held in Ottawa Trust Fund	(11,184)	(205)
Increase in portfolio investments	(940)	-
Withdrawals from First Nation business entities	-	106,900
Contributions to First Nation business entities	(205,770)	(156,900)
	1,858,252	(2,764,015)
<b>Increase (decrease) in cash resources</b>	(447,523)	619,908
<b>Cash resources, beginning of year</b>	2,106,779	1,486,871
<b>Cash resources, end of year</b>	1,659,256	2,106,779
<b>Supplementary cash flow information</b>		
Interest paid	345,508	248,355

The accompanying notes are an integral part of these consolidated financial statements



# Kahkewistahaw First Nation

## Notes to the Consolidated Financial Statements

*For the year ended March 31, 2017*

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### 1. Operations

The Kahkewistahaw First Nation (the "First Nation") is located in Treaty 4 Territory, Canada, and provides various services to its Members. The Kahkewistahaw First Nation financial reporting entity includes the First Nation's operations, and all related entities that are accountable to the First Nation, and are either owned or controlled by the First Nation.

### 2. Significant accounting policies

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

#### ***Reporting entity***

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity, except for First Nation business entities which are recorded using the modified equity method.

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

- Kahkewistahaw First Nation
- Kahkewistahaw First Nation CMHC Housing
- Kahkewistahaw 1907 Trust - Band Account

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.

Kahkewistahaw First Nation business entities, owned or controlled by the First Nation but not dependent on the First Nation for their continuing operations, are included in the consolidated financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity accounting principles are not adjusted to conform to those of the First Nation. Thus, the First Nation's investment in these entities is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received. Entities accounted for by the modified equity basis include:

- Kahkewistahaw Economic Management Corporation
- Kahkewistahaw Reserve #72 A-1 Land (Yorkton Development - Commercial Land)
- Kahkewistahaw Development Limited Partnership
- Kahkewistahaw Management Limited Partnership

The Kahkewistahaw 1907 Trust - Trust Account and Kahkewistahaw 1907 Trust - Authorized Expense Account are not included in the consolidated financial statements as these entities are administered and controlled by Trustees and relate to the operations of the Trust.

#### ***Basis of presentation***

Sources of financing and expenditures are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures 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.

#### ***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.

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

**Cash resources**

Cash resources includes balances with banks and short-term investments with maturities of three months or less.

**Restricted cash**

Restricted cash consists of school expansion project funds included in the administration account and funds held in 1907 Trust - Band Account, CMHC replacement reserve and operating reserve bank accounts, Pillipow Scholarship Fund and capital project bank accounts.

**Portfolio investments**

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

**Funds held in Ottawa Trust Fund**

Funds held in trust on behalf of the First Nation's Members by the Government of Canada consist of:

- Capital trust moneys derived from non-renewable resource transactions or the sale of land or other First Nation capital assets; and
- Revenue trust moneys generated primarily through land leasing transactions or interest earned or deposits held in trust.

**Net financial assets (net debt)**

The First Nation's consolidated financial statements are presented so as to highlight net financial assets (net debt) as the measurement of financial position. The net financial assets (net debt) of the First Nation is determined by its financial assets less its liabilities. Net financial assets (net debt) combined with non-financial assets comprises a second indicator of financial position, accumulated surplus.

**Tangible capital assets**

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

The First Nation's original reserve land is not recognized in the consolidated financial statements.

**Amortization**

Tangible capital assets are amortized annually using the straight line method at rates intended to amortize the cost of the assets over their estimated useful lives:

	Rate
Buildings	20-40 years
Equipment	5-15 years
Housing (CMHC and First Nation)	20-40 years
Roads	40 years
Water infrastructure	10-40 years

Purchased land is not amortized. Projects under construction is not amortized until assets are put into use.

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

**Revenue recognition**

**Government Transfers**

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

**Funding**

Revenue 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 is reflected as deferred revenue on the consolidated statement of financial position in the year of receipt.

**Other revenues**

Rental and lease revenue is recognized over the rental term. Grants in lieu of taxes and other revenues are earned from other services provided by the First Nation and are recognized when the service has been provided. Kahkewistahaw Community Improvement Fee (FNGST) is recognized in the period in which the expenses on which the fee is charged are incurred.

**Use of estimates**

The preparation of consolidated 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 consolidated financial statements, and the reported amounts of revenues and expenditures during the reporting period. These estimates/assumptions are reviewed periodically and, as adjustments become necessary, they are reported in the records in the periods in which they become known.

Accounts receivable, and amounts due from related entities and departments, 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.

**Liability for contaminated sites**

A liability for remediation of a contaminated site is recognized at the best estimate of the amounts required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2017. No liability has been recorded at March 31, 2017.

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

**Segments**

The First Nation conducts its business through 12 reportable segments - see Note 17. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenues and expenditures represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information. Administration fees have been apportioned based on a percentage of budgeted revenues, where permitted by the funder. Land contributed by Kahkewistahaw 1907 Trust has been allocated to the appropriate segment.

**Other economic interests**

The First Nation is a member of several other entities. The First Nation does not share in the profit or loss of these entities. As a result these entities have not been reported in these consolidated financial statements.

**Recent accounting pronouncements**

**Financial instruments**

In June 2011, the Public Sector Accounting Board (PSAB) issued PS 3450 Financial Instruments to establish standards for recognition, measurement, presentation and disclosure of financial assets, financial liabilities and non-financial derivatives. A related standard, PS 1201, was issued to address changes to financial statement presentation related to financial instruments. In June 2015, the effective date was deferred to fiscal years beginning on or after April 1, 2019. Earlier adoption is permitted.

**PS 3210 Assets, PS 3320 Contingent Assets and PS 3380 Contractual Rights**

In June 2015, PSAB issued the following new standards: PS 3210 *Assets*, PS 3320 *Contingent Assets* and PS 3380 *Contractual Rights*.

PS 3210 *Assets* provides additional guidance to clarify the definition of assets set out in PS 1000 Financial Statement Concepts.

PS 3320 *Contingent Assets* establishes disclosure standards on contingent assets.

PS 3380 *Contractual Rights* establishes disclosure standards on contractual rights, and does not include contractual rights to exchange assets where revenue does not arise. The main features of this Standard are as follows:

- Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.
- Until a transaction or event occurs under a contract or agreement, an entity only has a contractual right to an economic resource. Once the entity has received an asset, it no longer has a contractual right.
- Contractual rights are distinct from contingent assets as there is no uncertainty related to the existence of the contractual right.

The standards are effective for fiscal years beginning on or after April 1, 2017. Early adoption is permitted.

**Kahkewistahaw First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

**3. Accounts receivable**

	<b>2017</b>	<b>2016</b>
Canada Mortgage and Housing Corporation	<b>319,721</b>	35,485
Amounts due from individuals and organizations	<b>248,539</b>	168,120
Indigenous and Northern Affairs Canada	<b>100,650</b>	-
Enbridge Inc.	<b>100,000</b>	-
Kahkewistahaw Community Improvement Fee	<b>72,627</b>	-
Ochapowace / Kahkewistahaw Home & Community Care	<b>45,466</b>	-
Cowessess First Nation	<b>43,200</b>	-
Yorkton Tribal Council	<b>37,469</b>	3,633
Painted Hand Community Development Corporation	<b>21,559</b>	14,341
Ochapowace Nation	<b>21,550</b>	-
Kahkewistahaw 1907 Trust - Authorized Expense Account	<b>12,516</b>	18,533
SITAG	<b>7,000</b>	7,000
Insurance proceeds	-	162,324
TransCanada Pipelines Ltd.	-	45,000
Health Canada	-	11,169
	<b>1,030,297</b>	465,605
Kahkewistahaw Sand & Gravel Limited Partnership (related party)	<b>170,414</b>	170,414
Kahkewistahaw Gas & Convenience Store Limited Partnership (related party)	<b>27,824</b>	11,090
Mamawi Holdings Limited Partnership (related party)	<b>10,700</b>	-
Kahkewistahaw Economic Management Company (related party)	<b>4,330</b>	19,329
Penipa Hotel Limited Partnership (related party)	-	97,769
	<b>213,268</b>	298,602
Allowance for doubtful accounts	<b>(100,000)</b>	<b>(100,000)</b>
	<b>1,143,565</b>	664,207

Accounts receivable includes amounts due from related parties as noted above. These balances arise from normal operations and are therefore included in receivables rather than being disclosed as due from related parties. The entities identified as related parties above are directly or indirectly 100% owned by the First Nation and are consolidated on the modified equity basis.

**4. Due from related parties**

	<b>2017</b>	<b>2016</b>
Kahkewistahaw Bingo Account	<b>64,300</b>	54,712
Penipa Hotel Limited Partnership	<b>40,769</b>	-
Kahkewistahaw Economic Management Corporation	<b>1,575</b>	3,675
Kahkewistahaw Minor Hockey	-	18,189
Kahkewistahaw 1907 Trust - Authorized Expense Account	<b>(6,970)</b>	9,347
Kahkewistahaw Ochapowace Community Care	<b>(12,390)</b>	(1,927)
Chief Kahkewistahaw Community School	<b>(55,785)</b>	(6,843)
	<b>31,499</b>	77,153

The advances are non-interest bearing, unsecured, and have no set terms of repayment. The First Nation is the Beneficiary of the 1907 Trust. Penipa Hotel Limited Partnership is owned by the First Nation through its investment in Kahkewistahaw Development Limited Partnership. Kahkewistahaw Economic Management Corporation is 100% owned by the First Nation. The remaining parties are related through common membership.

**Kahkewistahaw First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

**5. Portfolio investments**

The First Nation has a 14.28% investment in PHC Holdings Limited Partnership and 537 common shares (0.0041% of outstanding common shares) in First Nations Bank.

**6. Restricted cash**

	2017	2016
School expansion project (general administration account)	4,380,300	-
Kahkewistahaw 1907 Trust - Band Account	3,415,063	9,724,114
Kahkewistahaw First Nation CMHC Housing Projects	360,789	472,824
Lagoon & WTP Repairs Project	215,758	18,464
Headstart Daycare Project	106,219	349,327
Pillipow Scholarship Fund GIC	67,953	59,999
SAL scholarship term deposit	2,500	-
	<b>8,548,582</b>	<b>10,624,728</b>

**7. Investments in First Nation business entities**

Summary financial information for each First Nation government business enterprise, accounted for using the modified equity method, for their respective year-ends is as follows

	2016	Contributions (April 1 - December 31)	Comprehensive loss	Contributions (January 1 - March 31)	2017
<b>Government Business Enterprises - 100%:</b>					
Kahkewistahaw Development Limited Partnership	5,849,107	35,000	(716,018)	95,000	5,263,089
Kahkewistahaw Reserve #72 A-1 Land (Yorkton Development)	531,961	-	-	-	531,961
Kahkewistahaw Economic Management Corporation	(306,471)	75,770	(179,497)	-	(410,198)
Kahkewistahaw Management Limited Partnership	(20,930)	-	(3,108)	-	(24,038)
	<b>6,053,667</b>	<b>110,770</b>	<b>(898,623)</b>	<b>95,000</b>	<b>5,360,814</b>

# Kahkewistahaw First Nation

## Notes to the Consolidated Financial Statements

*For the year ended March 31, 2017*

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

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

	<i>Kahkewistahaw Development Limited Partnership As at December 31, 2016</i>	<i>Kahkewistahaw Reserve #72 A-1 Land (Yorkton Development) As at December 31, 2016</i>	<i>Kahkewistahaw Economic Management Corporation As at December 31, 2016</i>	<i>Kahkewistahaw Management Limited Partnership As at December 31, 2016</i>
<b>Assets</b>				
Current	1,362,605	-	9,825	-
Long-term	10,052,957	531,961	172,323	500
<b>Total assets</b>	<b>11,415,562</b>	<b>531,961</b>	<b>182,148</b>	<b>500</b>
<b>Liabilities</b>				
Current	778,294	-	35,682	24,538
Long-term	5,469,179	-	556,664	-
<b>Total liabilities</b>	<b>6,247,473</b>	<b>-</b>	<b>592,346</b>	<b>24,538</b>
<b>Net assets (liabilities)</b>	<b>5,168,089</b>	<b>531,961</b>	<b>(410,198)</b>	<b>(24,038)</b>
<b>Total revenues</b>	<b>9,809,062</b>	<b>-</b>	<b>233,292</b>	<b>-</b>
<b>Total expenses</b>	<b>10,525,080</b>	<b>-</b>	<b>412,789</b>	<b>3,108</b>
<b>Comprehensive loss</b>	<b>(716,018)</b>	<b>-</b>	<b>(179,497)</b>	<b>(3,108)</b>

#### Contributions (January 1 - March 31)

Kahkewistahaw Developments Limited Partnership received contributions from the First Nation of \$95,000 between January 1, 2017 and March 31, 2017. These amounts are not included in the summary financial information above as they occurred after the business enterprise's year-end.

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

Kahkewistahaw Sand & Gravel Limited Partnership (an entity 100% owned by Kahkewistahaw Development Limited Partnership) has the following debt for which the First Nation has issued a guarantee for repayment:

- RBC demand loans of \$657,000 and \$187,314 bearing interest at RBC prime plus 2%, with monthly principal payments of \$110,000 and \$5,556 plus interest, maturing May 2023 and October 2019 respectively.

### 8. Funds held in Ottawa Trust Fund

	<i>Opening balance</i>	<i>Interest</i>	<i>Lease revenue</i>	<i>Ending balance</i>
Capital	3,655	-	-	3,655
Revenue	16,075	693	10,491	27,259
	<b>19,730</b>	<b>693</b>	<b>10,491</b>	<b>30,914</b>

**Kahkewistahaw First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

**9. Deferred revenue**

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

	<i>Balance, beginning of year</i>	<i>Contributions received</i>	<i>Contributions utilized</i>	<i>Balance, end of year</i>
INAC - School Expansion	-	4,380,300	71,970	4,308,330
Kahkewistahaw 1907 Trust - Band Account	8,540,554	-	6,023,613	2,516,941
Band Development - Senior Programs	229,600	3,581	30,597	202,584
INAC - Budget 2016 - Innovation	-	105,000	-	105,000
INAC - Land Management	78,212	-	-	78,212
Other	40,478	58,382	29,041	69,819
Pillipow Scholarship Fund	67,473	481	-	67,954
Health Programs	27,004	24,360	-	51,364
Residential School ITF Personal Credits	23,617	-	-	23,617
Painted Hand CDC - Stepping Stones	834	-	-	834
INAC - Lagoon & WTP Repair Project	606,298	-	606,298	-
Ministry of Justice - Police Management Board	18,357	-	18,357	-
	<b>9,632,427</b>	<b>4,572,104</b>	<b>6,779,876</b>	<b>7,424,655</b>

**10. Due to Kahkewistahaw 1907 Surrender Trust - Trust Account**

Due to Kahkewistahaw 1907 Surrender Trust - Trust Account relates to amounts in the Kahkewistahaw 1907 Surrender Trust - Band Account that have been committed to be contributed back to the Trust Account. The amount is non-interest bearing and is expected to be paid in the 2018 fiscal year.



**Kahkewistahaw First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

**11. Long-term debt**

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

<i>Phase</i>	<i>Monthly Payment Including Interest</i>	<i>Interest Rate</i>	<i>Renewal Date</i>	<b>2017</b>	<b>2016</b>
I	4,751	21.50%	1-Sep-17	<b>26,833</b>	73,003
VII	3,149	5.04%	1-May-18	<b>42,742</b>	77,454
IX	---	---	---	---	2,580
X	703	4.39%	19-Apr-17	<b>704</b>	8,913
XI	765	3.29%	1-Sep-17	<b>4,544</b>	13,377
XII	1,389	6.85%	1-Jul-17	<b>19,630</b>	34,165
XIII	1,086	1.11%	1-Apr-21	<b>112,569</b>	124,210
XIV	1,374	1.65%	1-Jun-17	<b>153,043</b>	166,891
XV	532	1.67%	1-Jun-18	<b>65,008</b>	70,265
XVI	2,092	1.04%	1-Oct-20	<b>202,243</b>	225,124
XVII	3,291	1.62%	1-Mar-18	<b>551,435</b>	581,776
XVIII	1,418	1.12%	1-Feb-20	<b>276,088</b>	289,939
XIX	1,772	1.12%	1-Feb-20	<b>345,029</b>	362,338
XX	2,495	1.43%	1-Apr-22	<b>522,555</b>	543,833
XXI	11,261	1.04%	1-Mar-21	<b>1,700,163</b>	1,816,418
XXII	23,687	0.69%	1-Aug-21	<b>3,799,468</b>	---
				<b>7,822,054</b>	4,390,286
RBC Headstart Daycare Project loan with monthly instalments of \$28,960 including interest at RBC prime plus 0.75%, maturing April 2037, secured by a general security agreement and a guarantee from Kahkewistahaw Gas & Convenience Store Limited Partnership				<b>4,979,562</b>	3,887,221
RBC water system bridge financing loan with interest only payments at RBC prime plus 0.75%, due September 1, 2017, secured by a general security agreement and a guarantee from Kahkewistahaw Gas & Convenience Store Limited Partnership				<b>1,200,000</b>	-
RBC rodeo pow wow project bridge financing loan with interest at RBC prime plus 0.75%, due September 2017, secured by a general security agreement and a guarantee from Kahkewistahaw Gas & Convenience Store Limited Partnership.				<b>1,182,069</b>	-
RBC subdivision loan with annual payments of \$114,000 including interest at RBC prime plus 1.25%, maturing April 2028, secured by a general security agreement and a guarantee from Kahkewistahaw Gas & Convenience Store Limited Partnership				<b>1,168,644</b>	1,269,960
RBC flood claim insurance loan with interest at RBC prime with no fixed repayment terms, secured by insurance policy with AmTrust Europe Limited, due December 2020 (Note 12)				<b>631,500</b>	557,452
RBC loan repayable in annual instalments of \$41,230 including interest at RBC prime plus 1.25%, maturing July 2029, secured by a general security agreement and a guarantee from Kahkewistahaw Gas & Convenience Store Limited Partnership				<b>422,255</b>	-
RCAP Capital Lease repayable in monthly instalments of \$3,475 including interest at 6.91%, maturing January 2021, secured by 2015 Mack Heavy Duty Truck, with a net book value of \$192,100				<b>164,832</b>	200,000
Ford Credit Canada loan repayable in monthly instalments of \$1,735 including interest at 6.29%, maturing January 2018, secured by 2012 Ford F550				<b>13,594</b>	34,411

**Kahkewistahaw First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

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

	<b>2017</b>	<b>2016</b>
RBC CMHC Housing Phase 22 bridge financing	-	3,351,525
RBC subdivision term loan	-	260,000
RBC CMHC Housing Phase 21 term loan	-	253,441
	<b>17,584,510</b>	14,204,296
Less: current portion of long-term debt	<b>937,094</b>	435,739
Less: term loans subject to refinancing	<b>2,382,069</b>	8,968,706
	<b>14,265,347</b>	4,799,851

Term loans subject to refinancing (RBC bridge financing loans) and without fixed repayment terms (RBC flood claim insurance loan) have not been included in estimated minimum principal repayments. Minimum principal repayments for the next five years for long-term debt with fixed repayment terms, assuming renewal at similar rates and terms, are as follows:

2018	937,094
2019	827,702
2020	840,456
2021	861,773
2022	881,255

**12. Contingent asset**

Kahkewistahaw First Nation has initiated a Qu'Appelle Valley Indian Development Authority (QVIDA) flood claim against the Government of Canada. The First Nation has obtained a loan to finance the costs of negotiating the settlement. Insurance has been obtained to mitigate the risk that the settlement proceeds may be less than the total loan outstanding at such time the claim is resolved.

As of March 31, 2017, expenses totalling \$631,500 have been incurred and available financing drawn (Note 11). The First Nation anticipates these costs will be paid from settlement proceeds. When the claim is finalized or the insurance proceeds are paid the amounts will be recognized in revenue.

The First Nation is liable for a contingency fee of 4% of any settlement achieved for services provided by a previous law firm on this claim.

**Kahkewistahaw First Nation**  
**Notes to the Consolidated Financial Statements**  
For the year ended March 31, 2017

**13. Tangible capital assets**

**For the year ended March 31, 2017**

	Cost					Accumulated Amortization				2017
	Opening balance	Additions	Transfers	Disposals	Ending balance	Opening balance	Current amortization	Amortization on disposals	Ending balance	Net book value
Buildings	18,419,833		5,324,989	-	23,744,822	11,063,268	772,379	-	11,835,647	11,909,175
Equipment	3,039,287	195,357	-	-	3,234,644	2,047,757	198,791	-	2,246,548	988,096
Housing	11,569,816		3,943,913	305,980	15,207,749	6,692,901	684,316	305,980	7,071,237	8,136,512
Roads	170,652	-	-	-	170,652	72,851	10,330	-	83,181	87,471
Water Infrastructure	5,674,461	-	2,976,378	-	8,650,839	784,027	341,314	-	1,125,341	7,525,498
Projects Under Construction	8,762,840	4,578,646	(12,245,280)	-	1,096,206	-	-	-	-	1,096,206
Purchased Land	7,154,327	730,000	-	-	7,884,327	-	-	-	-	7,884,327
	54,791,216	5,504,003	-	305,980	59,989,239	20,660,804	2,007,130	305,980	22,361,954	37,627,285

**For the year ended March 31, 2016**

	Cost (restated - Note 22)					Accumulated Amortization				2016 (restated - Note 22)
	Opening balance	Additions	Transfers	Disposals	Ending balance	Opening balance	Current amortization	Amortization on disposals	Ending balance	Net book value
Buildings	18,419,833	-	-	-	18,419,833	10,504,691	558,577	-	11,063,268	7,356,565
Equipment	2,687,491	351,796	-	-	3,039,287	1,884,895	162,862	-	2,047,757	991,530
Housing	9,693,418	-	1,876,398	-	11,569,816	6,250,377	442,524	-	6,692,901	4,876,915
Roads	170,652	-	-	-	170,652	60,278	12,573	-	72,851	97,801
Water Infrastructure	5,674,461	-	-	-	5,674,461	561,732	222,295	-	784,027	4,890,434
Projects Under Construction	273,674	10,365,564	(1,876,398)	-	8,762,840	-	-	-	-	8,762,840
Purchased Land	6,294,327	860,000	-	-	7,154,327	-	-	-	-	7,154,327
	43,213,856	11,577,360	-	-	54,791,216	19,261,973	1,398,831	-	20,660,804	34,130,412

# Kahkewistahaw First Nation

## Notes to the Consolidated Financial Statements

*For the year ended March 31, 2017*

### 14. Accumulated surplus

Accumulated surplus consists of the following:

	2017	2016
Operating	996,029	299,693
Capital asset	20,674,275	20,483,568
Commercial	5,360,814	6,053,667
CMHC operating reserve	310,819	238,639
CMHC replacement reserve	189,535	197,663
Ottawa Trust Funds	30,914	19,730
	<b>27,562,386</b>	<b>27,292,960</b>

At March 31, 2017, a cumulative \$631,500 of costs incurred for the QVIDA flood claim have decreased the operating surplus as disclosed in Note 12.

### 15. Funds and reserves

The Kahkewistahaw First Nation maintains the following funds and reserves as part of its operations:

- Operating Fund reports on the general activities of the First Nation's administration.
- Capital Asset Fund reports on the capital assets and projects of the First Nation.
- Commercial Fund reports on commercial business operations owned by the First Nation.
- CMHC Operating Reserve is required as part of the First Nation's CMHC Housing Program, which receives funds pursuant to the Post 1997 - Fixed Subsidy Program. Any surpluses are externally restricted and reserved for future operating losses that relate to the operation of houses under the Program.
- CMHC Replacement Reserve is required as part of the First Nation's CMHC Housing Program. It has been established for replacement of capital equipment and for major repairs to the houses.
- Ottawa Trust Funds reports on trust moneys owned by the First Nation and held by the Government of Canada.

### 16. Budget information

The disclosed budget information was approved by Chief and Council of Kahkewistahaw First Nation in March 2016 as the original planned results of the First Nation.

Certain capital projects were not included in the original budget as the funding/financing for these projects was not approved or did not become available until after the completion and approval of the consolidated budget. Individual budgets are prepared for capital projects as part of their approval process.

# Kahkewistahaw First Nation

## Notes to the Consolidated Financial Statements

*For the year ended March 31, 2017*

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### 17. Segments

The First Nation has 12 reportable segments. These segments are differentiated by the major activities or services they provide. The First Nation's segments are as follows:

- Band Development - includes the internally funded activities of the First Nation for Band Member development.
- Band Government - includes administration and governance activities.
- Band Project Revenue - includes other band programs.
- Community Infrastructure - includes operations for the maintenance of the First Nation's buildings and infrastructure.
- Economic Development - includes activities for economic development.
- Capital - includes capital projects.
- Education - includes the operations of education programs.
- Land, Reserves and Trusts - includes activities for the development of the First Nation's land.
- Investments in Commercial Enterprises - reports on the operations of the First Nation's business investments.
- Social Services - includes the operations and delivery of social programs.
- Health - includes the First Nation's Health Canada funded programs.
- Ottawa Trust Funds - includes trust funds held by a third party.

Inter-segment transfers have been recorded at their exchange amount. The accounting policies of the segments are the same as those described in Note 2.

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

### 18. Economic dependence

Kahkewistahaw First Nation receives a significant portion of its revenues from Indigenous and Northern Affairs Canada (INAC) as a result of Treaties entered into with Her Majesty the Queen. These Treaties are administered by INAC 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.

### 19. Indigenous and Northern Affairs Canada reconciliation

Funding per INAC confirmation	\$ 11,947,768
Add:	
2016 deferred revenue	606,298
Minus:	
2017 deferred revenue	(4,413,330)
Funding recovered	(1,068)
	\$ 8,139,668

# Kahkewistahaw First Nation

## Notes to the Consolidated Financial Statements

*For the year ended March 31, 2017*

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### 20. Health Canada reconciliation

Funding per Health Canada confirmation	\$ 586,389
Minus:	
Accreditation - deferred revenue	(33,769)
	<u>\$ 552,620</u>

### 21. Comparative figures

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

### 22. Correction of errors

During the year, management determined that land purchased in 2015 and 2016 by Kahkewistahaw 1907 Surrender Trust on behalf of the First Nation had not been reported in the consolidated financial statements. The impacts of this correction on the amounts previously reported for 2016 are: an increase of \$2,424,000 in tangible capital assets (land), an increase of \$1,564,000 in opening accumulated surplus, an increase of \$860,000 in contribution from Kahkewistahaw 1907 Surrender Trust, and an increase of \$2,424,000 in ending accumulated surplus.

Management also determined that amounts previously reported for the cost of the portfolio investment in PHC Holdings Limited Partnership included allocations of partnership earnings which are not considered part of cost under public sector accounting standards. The impact of this correction on amounts previously reported for 2016 are: a decrease in opening accumulated surplus of \$390,519, a decrease in portfolio investment of \$331,533, an increase in PHC Holdings Limited Partnership revenue of \$58,986, and a decrease in ending accumulated surplus of \$331,533.

### 23. Subsequent event

Subsequent to year-end the First Nation entered into an agreement to purchase property in Saskatoon for \$12,300,000 with a closing date of April 24, 2017. Temporary financing of \$12,350,000 was obtained for this purchase. It is the First Nation's intention to utilize trust capital from the Kahkewistahaw 1907 Surrender Trust to repay the financing.

### 24. Contingent liabilities

Certain former employees have made claims seeking compensation for alleged wrongful dismissal. The claims are at an early stage and are subject to many uncertainties, so it is not possible to predict their ultimate outcomes or to estimate the loss, if any, which may result. The First Nation plans to contest these claims. If any amount becomes payable in relation to any of these claims, it will be accounted for as an expense at the time of resolution.

**Kahkewistahaw First Nation**  
**- Schedule of Consolidated Expenses by Object**  
*For the year ended March 31, 2017*

	<b>2017 Budget (Note 16)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
Wages and employee benefits	3,389,734	3,653,344	3,469,622
Amortization	-	2,007,130	1,398,831
Repairs and maintenance	1,061,609	1,156,463	750,374
Income assistance	1,021,200	636,500	673,706
Professional fees	320,000	633,586	588,639
Member Christmas payout	350,000	526,549	329,000
Yorkton Municipal Services Agreement	520,000	508,785	520,944
Living allowance	456,485	496,600	420,108
Travel	312,257	464,653	365,428
Utilities	397,057	435,237	402,162
Interest on long-term debt	80,500	372,037	248,355
Cultural	375,000	356,188	164,589
Chief and council remuneration	338,000	326,309	331,182
Supplies	421,148	314,670	343,585
Tuition	260,000	314,421	251,696
Student	274,460	313,255	199,364
Insurance	172,400	242,055	229,529
Training	144,796	228,572	157,166
Program aids	170,298	221,845	221,838
Vehicle	158,461	202,664	246,041
Busing	217,370	198,787	224,647
CDC project expenses	-	166,980	163,086
Rent	100,000	107,224	152,749
Emergency needs	70,000	77,468	65,324
Office	67,500	74,921	70,135
Adult care	67,634	73,083	73,411
Telephone	67,260	69,155	53,203
Medical transportation	41,300	67,021	37,333
Funerals and wakes	80,000	60,021	59,738
Meetings	62,700	44,063	21,672
Per diems	41,950	36,380	30,530
Administration	(112,062)	28,981	(71,236)
Bank charges and interest	20,210	28,641	36,036
QVIDA professional fees	-	21,796	255,366
QVIDA insurance	-	16,373	280,922
Christmas and advertising	5,000	21,170	36,362
Winter and summer games	10,000	5,200	68,854
Bad debts	-	-	119,824
	<b>10,962,267</b>	<b>14,508,127</b>	<b>12,990,115</b>

**Kahkewistahaw First Nation**  
**Band Development**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<b>2017 Budget (Note 16)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>			
Contribution Kahkewistahaw 1907 Trust	<b>241,957</b>	<b>245,022</b>	241,957
Other	<b>-</b>	<b>18,833</b>	7,010
	<b>241,957</b>	<b>263,855</b>	248,967
<b>Expenses</b>			
Utilities	<b>196,957</b>	<b>223,970</b>	210,034
Emergency needs	<b>35,000</b>	<b>36,818</b>	25,238
Supplies	<b>10,000</b>	<b>-</b>	15,750
	<b>241,957</b>	<b>260,788</b>	251,022
<b>Surplus (deficit)</b>	<b>-</b>	<b>3,067</b>	(2,055)



**Kahkewistahaw First Nation**  
**Band Government**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<i>2017 Budget (Note 16)</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
<b>Revenues</b>			
Indigenous and Northern Affairs Canada	949,510	1,022,929	1,283,240
Other	50,700	99,175	169,426
Member service fee	25,190	15,000	15,000
Interest	20,000	12,672	11,572
Yorkton Tribal Council	3,600	3,900	1,350
	<b>1,049,000</b>	<b>1,153,676</b>	<b>1,480,588</b>
<b>Expenses</b>			
Wages and employee benefits	476,000	413,903	484,864
Chief and council remuneration	338,000	326,309	331,182
Travel	193,200	317,876	255,270
Student	120,460	131,100	43,957
Professional fees	72,500	124,855	120,985
Supplies	62,300	96,723	92,702
Office	20,000	47,469	23,399
Meetings	51,400	39,187	16,067
Telephone	26,940	38,575	21,479
Interest on long-term debt	-	25,361	-
Bank charges and interest	20,000	20,823	20,327
Vehicle	17,500	17,193	13,063
Training	47,500	16,254	63,029
Emergency needs	10,000	12,682	9,965
Per diems	16,700	12,250	13,850
Utilities	6,500	6,834	2,531
Winter and summer games	10,000	5,200	68,854
Cultural	3,000	2,530	1,554
Insurance	3,000	1,910	2,250
Christmas and advertising	5,000	1,170	12,101
Program aids	-	50	-
Amortization	-	-	3,226
Rent	25,000	-	21,041
CDC project expenses	-	-	2,204
Administration	(211,000)	(173,592)	(139,903)
	<b>1,314,000</b>	<b>1,484,662</b>	<b>1,483,997</b>
<b>Deficit before transfers</b>	<b>(265,000)</b>	<b>(330,986)</b>	<b>(3,409)</b>
<b>Transfers between programs</b>	<b>265,000</b>	<b>371,768</b>	<b>222,046</b>
<b>Surplus</b>	<b>-</b>	<b>40,782</b>	<b>218,637</b>

**Kahkewistahaw First Nation**  
**Band Project Revenue**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<b>2017</b> <i>Budget</i> <i>(Note 16)</i>	<b>2017</b> <i>Actual</i>	<b>2016</b> <i>Actual</i> <i>(Restated - see</i> <i>note 22)</i>
<b>Revenues</b>			
Indigenous and Northern Affairs Canada	-	44,871	87,711
Kahkewistahaw Community Improvement Fee	865,728	959,855	197,432
Grants in lieu of taxes	833,000	853,242	838,971
Canada Mortgage and Housing Corporation	270,000	828,968	311,513
First Nations Trust	625,000	619,450	664,411
Enbridge Inc. and TransCanada Corporation grants	-	441,850	-
CMHC rental	320,900	380,827	304,365
Fuel and tobacco rebate	360,000	245,108	375,393
Other	349,912	264,210	110,731
Painted Hand Community Development Corporation	-	158,730	151,151
PHC Holdings Limited Partnership	50,000	52,880	58,986
Yorkton Tribal Council	32,200	30,373	37,260
Interest	1,200	1,888	21
Earnings (loss) from investment in Nation business entities	(240,000)	-	-
	<b>3,467,940</b>	<b>4,882,252</b>	<b>3,137,945</b>

*Continued on next page*

**Kahkewistahaw First Nation**  
**Band Project Revenue**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<i>2017 Budget (Note 16)</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
<b>Revenues</b> <i>(Continued from previous page)</i>	<b>3,467,940</b>	<b>4,882,252</b>	<b>3,137,945</b>
<b>Expenses</b>			
Amortization	-	<b>662,266</b>	413,072
Member Christmas payout	<b>350,000</b>	<b>526,549</b>	329,000
Yorkton Municipal Services Agreement	<b>520,000</b>	<b>508,785</b>	520,944
Repairs and maintenance	<b>502,800</b>	<b>403,952</b>	301,753
Professional fees	<b>197,500</b>	<b>340,301</b>	337,366
Interest on long-term debt	<b>80,500</b>	<b>330,873</b>	242,217
Cultural	<b>360,000</b>	<b>319,726</b>	157,947
CDC project expenses	-	<b>158,730</b>	151,151
Administration	<b>49,693</b>	<b>134,785</b>	19,876
Rent	<b>75,000</b>	<b>107,224</b>	75,186
Insurance	<b>60,000</b>	<b>83,643</b>	55,950
Funerals and wakes	<b>80,000</b>	<b>60,021</b>	59,738
Travel	<b>12,100</b>	<b>41,529</b>	6,573
Program aids	<b>10,812</b>	<b>30,765</b>	27,043
Wages and employee benefits	<b>43,387</b>	<b>28,834</b>	29,635
Emergency needs	<b>25,000</b>	<b>27,968</b>	30,121
Christmas and advertising	-	<b>20,000</b>	22,749
Utilities	<b>15,000</b>	<b>8,632</b>	18,986
Telephone	<b>10,720</b>	<b>8,267</b>	7,339
Per diems	<b>4,500</b>	<b>6,280</b>	3,405
Office	<b>6,000</b>	<b>2,981</b>	4,997
Meetings	-	<b>500</b>	-
Bad debts	-	-	119,824
Bank charges and interest	<b>210</b>	<b>(13)</b>	390
Supplies	<b>20,000</b>	<b>(213)</b>	8,910
	<b>2,423,222</b>	<b>3,812,385</b>	2,944,172
<b>Surplus before transfers</b>	<b>1,044,718</b>	<b>1,069,867</b>	193,773
<b>Transfers between programs</b>	<b>(265,000)</b>	<b>(256,768)</b>	(192,211)
<b>Surplus</b>	<b>779,718</b>	<b>813,099</b>	1,562

**Kahkewistahaw First Nation**  
**Community Infrastructure**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<i><b>2017</b></i> <i><b>Budget</b></i> <i><b>(Note 16)</b></i>	<i><b>2017</b></i> <i><b>Actual</b></i>	<i><b>2016</b></i> <i><b>Actual</b></i>
<b>Revenues</b>			
Indigenous and Northern Affairs Canada	661,820	864,297	528,440
Member service fee	150,000	5,750	291,816
Other	1,500	5,041	63,045
Fuel and tobacco rebate	8,000	-	6,638
Interest	-	-	3,055
	<b>821,320</b>	<b>875,088</b>	892,994
<b>Expenses</b>			
Amortization	-	810,306	426,380
Wages and employee benefits	320,300	480,598	476,762
Vehicle	115,000	134,512	166,341
Utilities	82,400	81,949	83,445
Supplies	187,900	68,883	87,569
Insurance	37,000	31,332	36,004
Repairs and maintenance	39,760	45,136	18,114
Training	12,500	18,221	4,635
Travel	20,000	9,975	15,304
Telephone	6,460	4,482	4,819
	<b>821,320</b>	<b>1,685,394</b>	1,319,373
<b>Deficit</b>	-	<b>(810,306)</b>	(426,379)

**Kahkewistahaw First Nation**  
**Economic Development**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<i><b>2017</b></i> <i><b>Budget</b></i> <i><b>(Note 16)</b></i>	<i><b>2017</b></i> <i><b>Actual</b></i>	<i><b>2016</b></i> <i><b>Actual</b></i>
<b>Revenue</b>			
Indigenous and Northern Affairs Canada	<b>50,000</b>	<b>50,000</b>	50,000
<b>Transfers between programs</b>	<b>(50,000)</b>	<b>(50,000)</b>	(50,000)
<b>Surplus</b>	-	-	-

**Kahkewistahaw First Nation**  
**Capital**

**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<b>2017 Budget (Note 16)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>			
Indigenous and Northern Affairs Canada	220,000	1,481,994	616,631
Member service fee	220,000	91,930	47,886
Insurance proceeds	-	75,800	428,412
Other	-	24,860	6,175
Canada Mortgage and Housing Corporation	-	-	35,119
	<b>440,000</b>	<b>1,674,584</b>	<b>1,134,223</b>
<b>Expenses</b>			
Repairs and maintenance	346,183	508,866	350,243
Insurance	-	60,889	54,423
Wages and employee benefits	34,000	23,410	72
Utilities	5,000	18,462	3,675
Vehicle	4,000	13,977	24,248
Travel	12,880	7,716	2,841
Per diems	4,500	6,825	3,600
Meetings	2,400	1,319	3,726
Telephone	720	480	720
Interest on long-term debt	-	36	2,785
Office	9,500	-	10,127
Rent	-	-	56,522
Bank charges and interest	-	-	33
Supplies	20,817	-	1,497
Administration	-	-	(7,349)
	<b>440,000</b>	<b>641,980</b>	<b>507,163</b>
<b>Surplus</b>	<b>-</b>	<b>1,032,604</b>	<b>627,060</b>

**Kahkewistahaw First Nation**  
**Education**

**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<i>2017 Budget (Note 16)</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
<b>Revenues</b>			
Indigenous and Northern Affairs Canada	3,319,495	3,340,207	3,014,627
Yorkton Tribal Council	129,060	237,721	188,015
Tuition income	-	213,239	24,000
Other	42,000	141,174	28,080
Painted Hand Community Development Corporation	-	4,165	1,406
	<b>3,490,555</b>	<b>3,936,506</b>	<b>3,256,128</b>
<b>Expenses</b>			
Wages and employee benefits	2,042,600	2,207,839	1,988,324
Living allowance	456,485	496,600	420,108
Amortization	-	472,046	492,537
Tuition	260,000	314,421	251,696
Busing	217,370	198,787	224,647
Training	67,500	192,409	83,605
Student	154,000	182,155	120,407
Repairs and maintenance	82,660	155,859	34,259
Supplies	94,141	135,769	99,492
Utilities	78,200	85,198	79,375
Insurance	62,900	55,495	61,293
Travel	33,500	28,744	35,658
Office	26,000	24,410	29,551
Telephone	19,540	15,191	16,828
Vehicle	10,461	9,310	10,846
CDC project expenses	-	8,250	9,731
Income assistance	-	572	-
Cultural	12,000	-	3,636
Christmas and advertising	-	-	1,512
	<b>3,617,357</b>	<b>4,583,055</b>	<b>3,963,505</b>
<b>Deficit before transfers</b>	<b>(126,802)</b>	<b>(646,549)</b>	<b>(707,377)</b>
<b>Transfers between programs</b>	<b>(55,000)</b>	<b>125,000</b>	<b>75,165</b>
<b>Deficit</b>	<b>(181,802)</b>	<b>(521,549)</b>	<b>(632,212)</b>

**Kahkewistahaw First Nation**  
**Land, Reserves and Trusts**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<b>2017 Budget (Note 16)</b>	<b>2017 Actual</b>	<b>2016 Actual (Restated - Note 22)</b>
<b>Revenues</b>			
Indigenous and Northern Affairs Canada	334,828	459,693	364,481
Land lease	-	199,874	38,125
Other	-	1,413	590
	<b>334,828</b>	<b>660,980</b>	<b>403,196</b>
<b>Expenses</b>			
Wages and employee benefits	148,900	179,977	147,638
Professional fees	-	126,180	93,308
Repairs and maintenance	84,692	38,269	42,899
Travel	22,280	38,150	24,122
Cultural	-	33,932	1,452
Vehicle	11,500	26,867	31,543
QVIDA professional fees	-	21,796	255,366
Program aids	14,500	20,142	-
QVIDA insurance	-	16,373	280,922
Interest on long-term debt	-	15,767	3,353
Administration	-	15,481	6,726
Bank charges and interest	-	7,831	15,286
Supplies	14,100	5,323	11,574
Per diems	12,000	5,250	4,950
Office	1,500	2,113	127
Meetings	8,400	1,559	1,641
Telephone	2,160	1,440	1,194
Training	14,796	-	3,834
Student	-	-	35,000
	<b>334,828</b>	<b>556,450</b>	<b>960,935</b>
<b>Surplus (deficit) before other item</b>	-	<b>104,530</b>	<b>(557,739)</b>
<b>Land contributed by Kahkewistahaw 1907 Trust (purchased)</b>	-	<b>730,000</b>	<b>860,000</b>
<b>Surplus before transfers</b>	-	<b>834,530</b>	<b>302,261</b>
<b>Transfers between programs</b>	-	<b>(185,000)</b>	<b>-</b>
<b>Surplus</b>	-	<b>649,530</b>	<b>302,261</b>



**Kahkewistahaw First Nation**  
**Investments in Commercial Enterprises**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<i><b>2017 Budget (Note 16)</b></i>	<i><b>2017 Actual</b></i>	<i><b>2016 Actual</b></i>
<b>Revenues</b>			
Loss from investments in commercial enterprises	-	<b>(898,623)</b>	(819,561)
<b>Transfers between programs</b>	<b>50,000</b>	<b>50,000</b>	-
<b>Surplus (deficit)</b>	<b>50,000</b>	<b>(848,623)</b>	(819,561)

**Kahkewistahaw First Nation**  
**Social Development**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<i>2017 Budget (Note 16)</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
<b>Revenues</b>			
Indigenous and Northern Affairs Canada	1,186,941	875,677	890,807
Other	11,853	9,754	4,450
	<b>1,198,794</b>	<b>885,431</b>	<b>895,257</b>
<b>Expenses</b>			
Income assistance	1,021,200	635,928	673,706
Wages and employee benefits	129,580	106,780	137,815
Adult care	67,634	73,083	73,411
Travel	9,100	8,682	5,894
Supplies	10,000	8,185	18,696
Insurance	3,000	3,396	13,174
Program aids	3,060	2,122	2,857
Per diems	2,000	1,725	2,325
Training	2,500	1,688	2,063
Meetings	500	1,498	238
Vehicle	-	805	-
Telephone	720	720	824
Office	4,500	(2,052)	1,248
	<b>1,253,794</b>	<b>842,560</b>	<b>932,251</b>
<b>Surplus (deficit) before transfers</b>	<b>(55,000)</b>	<b>42,871</b>	<b>(36,994)</b>
<b>Transfers between programs</b>	<b>55,000</b>	<b>(55,000)</b>	<b>(55,000)</b>
<b>Deficit</b>	<b>-</b>	<b>(12,129)</b>	<b>(91,994)</b>

**Kahkewistahaw First Nation**  
**Health**

**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<b>2017 Budget (Note 16)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenue</b>			
Health Canada	515,789	552,620	885,874
<b>Expenses</b>			
Wages and employee benefits	194,967	212,003	204,512
Program aids	141,926	168,766	191,938
Medical transportation	41,300	67,021	37,333
Amortization	-	62,512	63,616
Administration	49,245	52,307	49,414
Professional fees	50,000	42,250	36,980
Travel	9,197	11,981	19,766
Utilities	13,000	10,192	4,116
Insurance	6,500	5,390	6,435
Repairs and maintenance	5,514	4,381	3,106
Per diems	2,250	4,050	2,400
Office	-	-	686
Supplies	1,890	-	7,395
	515,789	640,853	627,697
<b>Surplus (deficit)</b>	-	(88,233)	258,177

**Kahkewistahaw First Nation**  
**Ottawa Trust Funds**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<b>2017 Budget (Note 16)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenue</b>			
Interest	-	11,184	205
<b>Surplus</b>	-	11,184	205