

**White Bear First Nations  
Consolidated Financial Statements**  
*March 31, 2016*

**MNP**

# White Bear First Nations Contents

For the year ended March 31, 2016

---

	Page
<b>Management's Responsibility</b>	
<b>Independent Auditors' Report</b>	
<b>Consolidated Financial Statements</b>	
Consolidated Statement of Financial Position.....	1
Consolidated Statement of Operations and Accumulated Surplus.....	3
Consolidated Statement of Changes in Net Financial Assets.....	4
Consolidated Statement of Cash Flows.....	5
<b>Notes to the Consolidated Financial Statements.....</b>	<b>6</b>
<b>Schedules</b>	
Schedule 1 - Schedule of Consolidated Expenses by Object.....	22
Schedule 2 - Schedule of Revenue and Expenses - Reserves and Trusts.....	24
Schedule 3 - Schedule of Revenue and Expenses - Education.....	25
Schedule 4 - Schedule of Revenue and Expenses - Social Development.....	26
Schedule 5 - Schedule of Revenue and Expenses - Community Infrastructure.....	27
Schedule 6 - Schedule of Revenue and Expenses - Band Government.....	28
Schedule 7 - Schedule of Revenue and Expenses - Capital.....	29
Schedule 8 - Schedule of Revenue and Expenses - Economic Development.....	30
Schedule 9 - Schedule of Revenue and Expenses - Health.....	31
Schedule 10 - Schedule of Revenue and Expenses - Other Band Programs.....	32

## **Management's Responsibility**

---

To the Members of White Bear First Nations:

The accompanying financial statements of White Bear First Nations are the responsibility of management and have been approved by Chief and Council.

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

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

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

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

July 25, 2016

“Original Signed By”

Yvonne Lonechild

Director of Finance

## Independent Auditors' Report

To the Members of White Bear First Nations:

We have audited the accompanying consolidated financial statements of White Bear First Nations, which comprise the consolidated statement of financial position as at March 31, 2016, and the consolidated statements of operations and accumulated surplus, changes in net financial assets, 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 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 White Bear First Nations as at March 31, 2016 and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Regina, Saskatchewan

July 25, 2016

**MNP**  
LLP

Chartered Professional Accountants

**White Bear First Nations**  
**Consolidated Statement of Financial Position**  
*As at March 31, 2016*

	<b>2016</b>	<b>2015</b>
<b>Financial assets</b>		
<b>Current</b>		
Cash and cash equivalents (Note 3), (Note 9)	2,457,261	1,679,956
Temporary investments	15,000	15,000
Accounts receivable (Note 4)	364,989	605,959
	<b>2,837,250</b>	2,300,915
<b>Long-term investment (Note 5)</b>	<b>10</b>	-
<b>Loan receivable (Note 5)</b>	<b>499,990</b>	-
<b>Advances to related Nation entities (Note 6)</b>	<b>282,809</b>	270,809
<b>Scholarship fund</b>	<b>17,628</b>	17,628
<b>Investment in Nation business entities (Note 7)</b>	<b>1,662,366</b>	935,700
<b>Funds held in trust (Note 8)</b>	<b>10,506,363</b>	10,548,495
<b>Replacement reserve fund bank - CMHC (Note 3), (Note 10)</b>	<b>278,845</b>	21,245
<b>Operating reserve fund bank - CMHC (Note 3), (Note 10)</b>	<b>103,719</b>	53,688
<b>Total financial assets</b>	<b>16,188,980</b>	14,148,480

**White Bear First Nations**  
**Consolidated Statement of Financial Position**  
*As at March 31, 2016*

	<b>2016</b>	<b>2015</b>
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accruals	581,012	565,332
Deferred revenue (Note 11)	1,617,262	955,408
Current portion of long-term debt (Note 12)	286,543	444,376
	<b>2,484,817</b>	1,965,116
<b>Long-term debt (Note 12)</b>	<b>797,258</b>	1,103,078
<b>Advances from related Nation entities (Note 13)</b>	<b>549,512</b>	15,218
<b>Total liabilities</b>	<b>3,831,587</b>	3,083,412
<b>Net financial assets</b>	<b>12,357,393</b>	11,065,068
<b>Contingencies (Note 14)</b>		
<b>Guarantees (Note 7)</b>		
<b>Non-financial assets</b>		
Tangible capital assets (Note 15)	8,681,457	9,231,615
Prepaid expenses	571	4,994
<b>Total non-financial assets</b>	<b>8,682,028</b>	9,236,609
<b>Accumulated surplus (Note 16)</b>	<b>21,039,421</b>	20,301,677

**Approved on behalf of the Chief and Council**

“Original Signed By”

Brian Standingready

Chief

“Original Signed By”

Annette Lonechild

Councilor

**White Bear First Nations**  
**Consolidated Statement of Operations and Accumulated Surplus**  
*For the year ended March 31, 2016*

	<i>Schedules</i>	<i>2016 Budget (Note 21)</i>	<i>2016</i>	<i>2015</i>
<b>Revenue</b>				
Indigenous and Northern Affairs Canada (Note 18)		<b>4,361,070</b>	<b>5,596,207</b>	5,324,922
Health Canada (Note 19)		<b>930,980</b>	<b>927,944</b>	658,716
Canada Mortgage and Housing Corporation		-	261,331	283,895
SITAG		<b>109,643</b>	<b>148,796</b>	227,802
Federation of Saskatchewan Indian Nations		<b>87,500</b>	<b>146,340</b>	98,315
First Nations Trust		<b>200,000</b>	<b>784,604</b>	822,580
Earnings from investment in Nation business entities (Note 7)		-	726,666	440,005
Taxation		<b>548,296</b>	<b>348,226</b>	353,006
Royalties		-	318,896	779,732
Rental income		<b>67,556</b>	<b>306,720</b>	381,290
Lease income		-	279,783	269,181
Other		<b>319,559</b>	<b>249,367</b>	164,770
Insurance		-	89,834	192,277
Investment income		-	37,858	27,046
Bear Claw Community Development Incorporated		-	32,000	49,504
User fees		<b>26,000</b>	<b>19,985</b>	21,944
Contributions		-	-	112,766
		<b>6,650,604</b>	<b>10,274,557</b>	10,207,751
<b>Program expenses</b>				
Reserves & Trusts	2	<b>18,565</b>	<b>10,983</b>	9,315
Education	3	<b>2,329,271</b>	<b>2,546,230</b>	2,770,285
Social Development	4	<b>116,258</b>	<b>690,470</b>	668,994
Community Infrastructure	5	<b>652,465</b>	<b>1,169,153</b>	1,196,500
Band Government	6	<b>1,102,177</b>	<b>1,268,738</b>	1,191,758
Capital	7	<b>434,278</b>	<b>392,064</b>	1,045,113
Economic Development	8	<b>256,972</b>	<b>372,503</b>	380,044
Health	9	<b>964,743</b>	<b>965,761</b>	709,163
Other Band Programs	10	<b>710,856</b>	<b>2,120,911</b>	2,213,494
		<b>6,585,585</b>	<b>9,536,813</b>	10,184,666
<b>Annual surplus</b>		<b>65,019</b>	<b>737,744</b>	23,085
<b>Accumulated surplus, beginning of year</b>		<b>20,301,677</b>	<b>20,301,677</b>	20,278,592
<b>Accumulated surplus, end of year</b>		<b>20,366,696</b>	<b>21,039,421</b>	20,301,677

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

**White Bear First Nations**  
**Consolidated Statement of Changes in Net Financial Assets**  
*For the year ended March 31, 2016*

	<b>2016 Budget (Note 19)</b>	<b>2016</b>	<b>2015</b>
<b>Annual surplus</b>	<b>65,019</b>	<b>737,744</b>	<b>23,085</b>
Purchases of tangible capital assets	-	(392,631)	(37,539)
Amortization of tangible capital assets	-	942,787	945,455
	-	<b>550,156</b>	907,916
Acquisition of prepaid expenses	-	(571)	(4,996)
Use of prepaid expenses	-	4,996	32,800
	-	<b>4,425</b>	27,804
<b>Increase in net financial assets</b>	<b>65,019</b>	<b>1,292,325</b>	<b>958,805</b>
<b>Net financial assets, beginning of year</b>	<b>11,065,068</b>	<b>11,065,068</b>	<b>10,106,263</b>
<b>Net financial assets, end of year</b>	<b>11,130,087</b>	<b>12,357,393</b>	<b>11,065,068</b>

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

**White Bear First Nations**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2016*

	<b>2016</b>	<b>2015</b>
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Annual surplus	737,744	23,085
Non-cash items		
Amortization	942,787	945,455
Bad debts	129,977	50,858
Change in deferred revenue	661,853	85,601
Increase in investment in Nation business entities	(726,666)	(440,005)
	1,745,695	664,994
Changes in working capital accounts		
Accounts receivable	398,988	(174,822)
Prepaid expenses	4,425	27,804
Due from Band funds	-	62,000
Accounts payable and accruals	15,688	(14,852)
	2,164,796	565,124
<b>Financing activities</b>		
Repayment of long-term debt	(463,654)	(508,590)
<b>Capital activities</b>		
Purchases of tangible capital assets	(392,631)	(37,539)
<b>Investing activities</b>		
Advances to related Nation entities & departments	-	(135,250)
Repayment of advances to related Nation entities & departments	234,294	-
Loans receivable advanced	(499,990)	-
Purchase of investments	(10)	-
Increase in scholarship fund investment	-	(747)
(Accrue) decrease in replacement reserve cash	(257,600)	119,740
Increase in operating reserve cash	(50,031)	(426)
Decrease (increase) in funds held in trust	42,131	(177,498)
	(531,206)	(194,181)
<b>Increase (decrease) in cash resources</b>	<b>777,305</b>	<b>(175,186)</b>
<b>Cash resources, beginning of year</b>	<b>1,679,956</b>	<b>1,855,142</b>
<b>Cash resources, end of year</b>	<b>2,457,261</b>	<b>1,679,956</b>
<b>Supplementary cash flow information</b>		
Interest paid	59,927	96,380

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

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

**1. Operations**

The White Bear First Nations (the "Nation") is located in the province of Saskatchewan, and provides various services to its members. White Bear First Nations includes the Nation's members, government and all related entities that are accountable to the Nation and are either owned or controlled by the Nation.

**2. Significant accounting policies**

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

***Reporting entity***

The financial statements consolidate the financial activities of all entities and departments comprising the Nation reporting entity, except for Nation business entities.

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

- White Bear First Nations
- White Bear First Nation C.M.H.C. Housing
- White Bear Oil and Gas Enterprise
- White Bear Oil and Gas Ltd.
- Wabimusqua Oil and Gas Ltd.
- Wabimusqua Oil and Gas Limited Partnership

All inter-entity balances have been eliminated on consolidation. Wabimusqua Oil and Gas Ltd. and Wabimusqua Oil and Gas Limited Partnership have a year end of December 31, 2015 which are not coterminous with the Nation's year end. There were no significant events which would have affected the statement of financial position and statement of operations in the intervening period to the Nation's year end date. White Bear Oil and Gas Enterprise, White Bear Oil and Gas Ltd., Wabimusqua Oil and Gas Ltd., and Wabimusqua Oil and Gas Limited Partnership do not meet the definition of a government business enterprise and as such, have been consolidated.

White Bear First Nations business entities, owned or controlled by the Nation's Council but not dependent on the Nation for their continuing operations, are included in the financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to extent that the business entity accounting principles are not adjusted to conform to those of the Nation. Thus, the 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:

- White Bear Lake Resort Inc.
- White Bear Lake Golf Course Inc.
- White Bear Holdings Ltd.

Separate audits are performed on the above entities' financial statements.  
These entities are related by common ownership.

***Other economic interests***

White Bear First Nations is a member of Yorkton Tribal Council Child and Family Services Incorporated. The Yorkton Tribal Council Child and Family Services Incorporated is an organization of thirteen member First Nations, whose purpose is to provide child and family services to the thirteen member Nations.

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

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

White Bear First Nations is a member of the Southeast Treaty Four Tribal Council. The Tribal Council is an organization of two Nations. The Tribal Council is to enhance the services provided to the member Nations.

White Bear First Nations is a member of the Bear Claw Community Development Incorporated. The Bear Claw Community Development Incorporated facilitates the distribution of a portion of net proceeds derived from the Bear Claw Casino for charitable purposes to First Nations charities and non-First Nation charities located within the community of White Bear First Nations and surrounding area.

The First Nation does not have a share in the profit or loss of the above entities. As a result, the financial statements of Yorkton Tribal Council Child and Family Services Incorporated, Southeast Treaty Four Tribal Council, and Bear Claw Community Development Incorporated have not been consolidated with the financial statements of White Bear First Nations.

***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.

***Cash resources***

Cash resources includes balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

***Temporary investments***

Temporary investments are valued at the lower of cost and market value. Market value at March 31, 2016 was \$15,000 (2015 - \$15,000).

***Loans receivable***

Loans (Advances) are recorded at principal amounts, less any allowance for anticipated losses, plus accrued interest. Interest revenue is recorded on the accrual basis. Loan and administration fees are amortized over the term of the loan.

***Funds held in Ottawa Trust Fund***

Funds are held in trust on behalf of Nation members by the Government of Canada in the Ottawa Trust Fund. Trust moneys consist of:

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

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

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

***Tangible capital assets***

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

**Amortization**

Amortization for other tangible capital assets is provided using the straight-line method at rates intended to amortize the cost of the assets over their estimated useful lives. In the year of acquisition, amortization is taken at 1/2 of the annual amount.

	Rate
Buildings	25 - 40 years
Housing	10 - 35 years
Equipment	10 years
Land improvements	25 years
Vehicles	3 years
Roads	25 years
Utility systems	25 - 30 years

***Intangible assets***

The First Nation owns mineral rights, water resources and crown lands inherited from the Crown. These items are not recognized in the First Nation's financial statements in accordance with PS 1200 *Financial Statement Presentation*.

**Long-lived assets**

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the asset's carrying amount. Impairment is measured as the amount by which the asset's carrying value exceeds its fair value. Any impairment is included in surplus for the year.

**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.

**Net financial assets**

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

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

**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.

**Tax revenue**

The First Nation recognizes taxes as assets and revenue when they meet the definition of an asset, are authorized by council, and the taxable event has occurred.

Tax revenue is initially measured at management's best estimate of the amount resulting from the original taxable event in accordance with tax legislation. The related tax receivable is initially recognized at its realizable value at the date of acquisition. At each financial statement date, the First Nation evaluates the tax receivable for collectability and records a valuation allowance to reflect the tax receivable at its net recoverable amount, if necessary.

**Other revenue**

Rental revenue is recognized over the rental term. Investment income is recognized as it is earned. Revenue from gross overriding royalties on interest in natural gas and petroleum properties is recognized when measurable, earned and collection is reasonably assured. Other revenue are earned from other services provided by the First Nation and are recognized when the service has been provided.

The Nation recognizes externally restricted inflows as revenue in the period the resources are used for the purpose specified in accordance with an agreement or legislation. Until this time, the Nation records externally restricted inflows in deferred revenue.

***Measurement uncertainty***

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the reporting period.

Accounts receivable, taxes receivable, and amounts due from related Nation entities, are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets. Liabilities for contaminated sites are estimated based on the best information available regarding potentially contaminated sites that the First Nation is responsible for.

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

***Segments***

The First Nation conducts its business through 9 reportable segments as identified in the attached schedules. 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, to assess operational performance and as part of its funding requirements.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information and are apportioned based on a percentage of budgeted revenue, where permitted by funding agencies.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements.

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

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

***Liability for contaminated sites***

A liability for remediation of contaminated sites is recognized at the best estimate of the amount required to remediate the contaminated sites 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, 2016.

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

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

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

**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. As a result of issuance of PS 3450, there have been numerous consequential amendments made to other Sections. PS 3450 is effective for fiscal years beginning on or after April 1, 2019.

PS 3450 is applied prospectively in the fiscal year of initial adoption; therefore, financial statements of prior periods including comparative information, are not restated. The First Nation has not yet determined the effect of these new standards on its financial statements.

**Related Party Disclosures and Inter-Entity Transactions**

In March 2015, the Public Sector Accounting Board (PSAB) issued PS 2200 Related Party Disclosures and PS 3420 Inter-Entity Transactions. These new Sections define related parties and establish disclosures required for related party transactions. Disclosure is required when related party transactions have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, or could have, a material financial effect on the financial statements.

They also establish standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

This standards are effective for fiscal years beginning on or after April 1, 2017. Early adoption is permitted. The First Nation has not yet determined the effect of these new standards on its financial statements.

**Assets**

In June 2015, the PSAB issued PS 3210 Assets. The new Section provides guidance for applying the definition of assets set out in PS 1000 Financial Statement Concepts. Assets are defined as economic resources controlled by a government as a result of past transactions or events and from which future economic benefits are expected to be obtained.

An economic resource may meet the definition of an asset, but would not be recognized if there is no appropriate basis for measurement and a reasonable estimate cannot be made, or if another Handbook Section prohibits its recognition. Information about assets not recognized should be disclosed in the notes.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The First Nation has not yet determined the effect of these new standards on its financial statements.

**Contractual Rights**

In June 2015, the PSAB issued PS 3380 Contractual Rights. 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 events 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.

Disclosures should include descriptions about nature, extent and timing. The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The First Nation has not yet determined the effect of these new standards on its financial statements.

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

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

**Contingent Assets**

In June 2015, the PSAB issued PS 3320 Contingent Assets. Contingent assets are possible assets arising from existing conditions or situations involving uncertainty. That uncertainty will ultimately be resolved when one or more future events not wholly within the public sector entity's control occurs or fails to occur. Resolution of the uncertainty will confirm the existence or non-existence of an asset. Disclosures should include existence, nature and extent of contingent assets, as well as the reasons for any non-disclosure of extent and the bases for any estimates of extent made.

When a reasonable estimate can be made, disclosure should include a best estimate and a range of possible amounts (or a narrower range of more likely amounts), unless such disclosure would have an adverse impact on the outcome. The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The First Nation has not yet determined the effect of these new standards on its financial statements.

**3. Restricted cash**

Restricted cash consists of cash managed by capital project managers who are responsible for payment of expenses relating to capital projects funded by INAC. At March 31, 2016 this amounted to \$687,773 (2015 - \$361,409).

Restricted cash also consists of amounts relating to the CMHC replacement reserve of \$278,845 (2015 - \$21,245) and the CMHC operating reserve of \$103,719 (2015 - \$53,688).

**4. Accounts receivable**

	<b>2016</b>	<b>2015</b>
Indian and Northern Affairs Canada	-	191,832
Health and Welfare Canada	77,924	75,000
CMHC subsidy assistance	21,753	165,600
Members	572,898	558,651
Rent	1,149,485	1,306,612
Other	315,975	240,258
Allowance for doubtful accounts	<u>2,138,035</u> <u>(1,773,046)</u>	<u>2,537,953</u> <u>(1,931,994)</u>
	<b>364,989</b>	<b>605,959</b>

**5. Long-term investment**

Effective December 17, 2015, a Partnership owned by the First Nation purchased 10 Class A Common Voting Shares and 10,000 Class D Common Non-Voting Shares in the capital of a private oil and gas exploration company, for the purchase price of \$0.01 per Class A Common Voting Share and \$0.0009 per Class D Common Non-Voting Share. The shares represent 10% of the issued and outstanding shares of the company.

The Partnership also provided a shareholder loan to the company in the amount of \$499,990. The loan is non-interest bearing with no set terms of repayment. The loan is secured by a promissory note, a guarantee and general security agreement from a related company in respect to some equipment.

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

**6. Advances to related Nation entities**

Advances to related Nation entities are unsecured, non-interest bearing and without fixed terms of repayment. All transactions with related parties are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

	<b>2016</b>	<b>2015</b>
Advances to White Bear Lake Golf Course Inc.	402,496	402,496
Less: allowance for doubtful accounts	(119,687)	(131,687)
	<b>282,809</b>	270,809

**7. Investment in First Nation partnerships and business entities**

The First Nation has investments in the following entities:

	<b>2016</b>	<b>2015</b>
<b>Wholly-owned Business - Modified Equity</b>		
White Bear Lake Golf Course Inc.	1,644,916	1,581,881
White Bear Lake Resort Inc.	298,058	59,125
White Bear Holdings Ltd.	(280,608)	(705,306)
<b>Net asset</b>	<b>1,662,366</b>	935,700

Condensed financial information for each entity for their respective years as follows:

- White Bear Lake Golf Course Inc. - October 31, 2015;
- White Bear Lake Resort Inc. - September 30, 2015;
- White Bear Holdings Ltd. - November 30, 2015.

	<b>Assets</b>	<b>Liabilities</b>	<b>Net Assets (Liabilities)</b>	<b>Revenue</b>	<b>Expenses</b>	<b>Earnings</b>
White Bear Lake Golf Course Inc.	2,078,291	433,375	1,644,916	707,594	644,558	63,036
White Bear Lake Resort Inc.	718,058	420,000	298,058	1,064,320	825,387	238,933
White Bear Holdings Ltd.	1,413,134	1,693,742	(280,608)	578,095	153,398	424,697
	<b>4,209,483</b>	<b>2,547,117</b>	<b>1,662,366</b>	<b>2,350,009</b>	<b>1,623,343</b>	<b>726,666</b>

The above assets, liabilities, net assets (liabilities), revenue, expenses and earnings are as reported for each company's financial statements. The investment balance has been adjusted for any inter-organizational gains and losses and for the First Nations portion of ownership interest. White Bear Lake Golf Course Inc. was adjusted for inter-organization allowance for doubtful accounts in the amount of \$119,687.

The First Nations' business entities have a different year end than March 31, 2016. The First Nations uses the business entities year end financial statements to account for its investment in these investees. There were no significant events during the intervening period.

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

**7. Investment in First Nation partnerships and business entities** *(Continued from previous page)*

Principal repayments on long-term debt of the First Nation's business enterprises in each of the next four years are estimated as follows:

	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>Thereafter</b>	<b>Total</b>
<b>Long-term debt and capital lease obligations owed to parties external to the First Nation</b>							
White Bear Lake Golf							
Course Inc.	<b>36,305</b>	<b>33,366</b>	<b>35,948</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>105,619</b>
White Bear Holdings Ltd.	<b>428,378</b>	<b>446,721</b>	<b>465,848</b>	<b>82,997</b>	<b>-</b>	<b>-</b>	<b>1,423,944</b>

The White Bear First Nations has guaranteed a loan of White Bear Holdings Ltd. in the amount of \$1,423,944. The loan is in good standing at March 31, 2016 and as such no liability has been recorded in the First Nations records.

**8. Funds held in trust**

Capital and revenue trust moneys are transferred to the Nation on the authorization of the Minister of Aboriginal Affairs and Northern Development Canada, with the consent of the Nation's Council.

	<b>2016</b>	<b>2015</b>
<b>Capital Trust</b>		
Balance, beginning of year	<b>1,672,212</b>	1,575,536
Oil royalties	<b>252,768</b>	636,516
	<hr/>	<hr/>
Less: Expenditures and Transfers to Nation	<b>1,924,980</b>	2,212,052
	<b>337,572</b>	539,840
Balance, end of year	<b>1,587,408</b>	1,672,212
	<hr/>	<hr/>
<b>Revenue Trust</b>		
Balance, beginning of year	<b>171,424</b>	90,601
Interest	<b>37,857</b>	27,046
Land leases	<b>275,683</b>	265,082
Other	<b>411</b>	6,601
	<hr/>	<hr/>
Less: Transfers to Nation and PCD payments	<b>485,375</b>	389,330
	<b>271,279</b>	217,906
Balance, end of year	<b>214,096</b>	171,424
	<hr/>	<hr/>
<b>Suspense</b>		
Balance, beginning of year	<b>8,704,859</b>	8,704,859
Balance, end of year	<b>8,704,859</b>	8,704,859
Total	<b>10,506,363</b>	10,548,495

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

**8. Funds held in trust** *(Continued from previous page)*

In September 2009, \$5,333,334 of the Nation's funds held in its capital trust account at Ottawa were transferred into a suspense account by Indigenous and Northern Affairs Canada, pending settlement/judgement of a dispute over entitlement to an oil producing strip of land along the Nation's northern boundary. The funds put into suspense were thought to represent earnings derived from the disputed reserve lands. The Nation challenged this decision and was unsuccessful at the Federal Court, Trial Division with its judicial review application. The Nation appealed to the Federal Court of Appeal and was successful in overturning the Minister's decision to unilaterally suspend the Nation's trust moneys, however, the Court of Appeal gave the Minister of Aboriginal Affairs the opportunity to apply to the Federal Court seeking direction re what to do with the disputed funds via an interpleader proceeding. The Minister commenced an interpleader proceeding in late 2012 resulting in the Federal Court ordering the suspended moneys and all future revenue derived from the disputed northern boundary lands to be held in suspense until further order of the Court. The outcome of this dispute and the litigation involved is not determinable at this time. The suspended funds are still the legal property of the Nation, however; they are being held in 'suspense' until the underlying entitlement issue is finally resolved. As such, the Nation does not have access to these funds. The liability, if any, will be recorded in the period in which the dispute has been resolved. In 2014, an additional \$3,371,525 was transferred to suspense relating income earned on the northern boundary lands under dispute. There were no funds transferred to suspense in the current year from the capital or the revenue account. Interest earned on the funds held in the suspense accounts has not been made available and therefore any possible interest earned has not been recorded. It will be adjusted for in the period in which the interest earned becomes known.

During the current year, \$608,851 (2015 - \$460,146) was transferred to White Bear First Nations through requests for funds held in trust. The transfer of funds is recorded in the following segments/programs:

Other Band Programs - Band Trust Funds	\$308,851
Other Band Programs - Band Government Admin/CMHC Housing	\$300,000

There are no outstanding transfers from Funds held in Trust as of March 31, 2016.

As of March 31, 2016, the First Nations has unexpended transfers from the Funds held in Trust in the amount of \$150,622 (2015 - \$391,251).

**9. Bank indebtedness**

At 2016, the First Nation had lines of credit totaling \$315,000 (2015 – \$315,000), of which \$100,188 (2015 - \$150,833) was outstanding at year end. Interest is payable monthly on the outstanding balance at prime plus 2%. The following has been collateralized in connection with this line of credit:

- General security agreement; and
- Assignment of all INAC funding.

**10. CMHC Reserves**

Operating reserve

The First Nation's CMHC Housing Program receives funding 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 this program.

Replacement reserve

A replacement reserve fund has been established for replacement of capital equipment and for major repairs to the houses. Pursuant to CMHC agreements, operating provisions of \$40 per unit per month are provided for in the statement of operations for Phases I and III through X, \$40 per unit per month for Phase XII and XIII, \$100 per unit per month for Phase XIV, \$90 per unit per month for Phase XV, and \$100 per unit per month for Phase XVI and Phase XVII.

Subsidy Surplus reserve

For phases I through XIII (pre 1997 - 2% program), if a project has a surplus, a maximum of \$500 per house may be charged to operations and reserved for future operating losses.

At March 31, 2016, the replacement reserve fund is under funded by \$370,260 (2015 - under funded by \$571,492), the operating reserve fund is under funded by \$436,202, (2015 - under funded by \$453,727) and the subsidy surplus reserve fund is underfunded by \$14,546 (2015 - underfunded by \$14,546).

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

**11. Deferred revenue**

		<b>2016</b>	<b>2015</b>
Political		83,731	83,931
Taxation		2,822	4,636
Co-op Education	INAC	-	3,469
Consultation and Policy Development	INAC	-	41,500
First Nations Trust		421,370	294,892
Capital Projects	INAC	905,329	301,917
Flooding Road Repair	INAC	5,538	14,579
Emergency Management	INAC	-	22,940
Economic Development	INAC	-	91,009
Canada Prenatal Nutrition	Health Canada	8,626	6,487
Mental health	Health Canada	55,664	14,256
Solvent Abuse	Health Canada	12,671	10,142
NNADAP	Health Canada	37,367	36,462
Home and Community Care	Health Canada	-	9,303
Health Operations and Maintenance	Health Canada	18,096	4,576
Immunization	Health Canada	-	1,535
HIV/AIDS	Health Canada	-	260
Child Benefit Reinvestment	Health Canada	41,488	13,514
Suicide Prevention	INAC	3,000	-
Anti-drug Strategy	INAC	8,000	-
Child Care Initiative	INAC	6,206	-
Homecare	INAC	7,354	-
		<b>1,617,262</b>	<b>955,408</b>

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

**11. Deferred revenue (Continued from previous page)**

The following table represents changes in the deferred revenue balances:

	<b>Balance, beginning of year</b>	<b>Funds received</b>	<b>Recognized as revenue</b>	<b>Balance, end of year</b>
Political Council	83,931	334,922	335,122	<b>83,731</b>
Taxation	4,636	11,289	13,103	<b>2,822</b>
Co-op Education - NCBR	3,469	50,000	53,469	-
Consultation and Policy Development	41,500	-	41,500	-
First Nations Trust	294,892	911,081	784,603	<b>421,370</b>
Capital Projects - Water Treatment Plant	301,917	900,000	296,588	<b>905,329</b>
Flooding Road Repair	14,579	-	9,041	<b>5,538</b>
Emergency Management	22,940	-	22,940	-
Economic Development	91,009	-	91,009	-
Canada Prenatal Nutrition	6,487	24,340	22,201	<b>8,626</b>
Mental Health	14,256	99,164	57,756	<b>55,664</b>
Solvent Abuse	10,142	19,401	16,872	<b>12,671</b>
NNADAP	36,462	153,640	152,735	<b>37,367</b>
Home and Community Care	9,303	201,237	210,540	-
Health Operations and Maintenance	4,576	50,870	37,350	<b>18,096</b>
Immunization	1,535	4,267	5,802	-
HIV/AIDS	260	6,465	6,725	-
Child Benefit Reinvestment	13,514	98,147	70,173	<b>41,488</b>
Suicide Prevention	-	3,000	-	<b>3,000</b>
Anti-drug Strategy	-	8,000	-	<b>8,000</b>
Child Care Initiative	-	26,903	20,697	<b>6,206</b>
Homecare	-	55,737	48,383	<b>7,354</b>
	<b>955,408</b>	<b>2,958,463</b>	<b>2,296,609</b>	<b>1,617,262</b>

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

**12. Long-term debt**

The following CMHC 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:

<u>CMHC Phase</u>	<u>Monthly Payment</u> <u>Including Interest</u>	<u>Interest rate</u>	<u>Maturity Date</u>	<b>2016</b>	<b>2015</b>
I	2,816	14.00%	July 1, 2016	11,621	44,047
III	8,245	17.50%	Dec. 1, 2017	151,306	225,813
X	2,284	5.84%	July 1, 2019	83,021	106,519
XII	894	3.14%	Mar. 1, 2017	10,573	22,453
XIII	3,074	1.01%	Feb. 1, 2018	66,999	105,991
XIV	2,296	1.83%	Oct. 1, 2019	93,190	118,697
XV	1,081	2.69%	Apr. 1, 2025	111,979	122,724
XVI	1,933	1.65%	May 1, 2027	236,432	255,557
XVII	1,478	1.39%	June 1, 2030	229,283	243,352
				<b>994,404</b>	1,245,153
Bank of Montreal demand loan, interest at prime rate plus 1.50%, quarterly principal payments of \$45,350 plus interest in arrears, matured January 2016.				-	163,417
Peace Hills Trust loan, interest at 7.00%, monthly principal and interest payments of \$4,700, secured by an assignment of gaming, INAC and White Bear Oil and Gas revenue, matures December 2017.				89,397	138,884
				<b>1,083,801</b>	1,547,454
Less: current portion				<b>286,543</b>	444,376
				<b>797,258</b>	1,103,078

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

2017	286,543
2018	235,524
2019	99,919
2020	69,723
2021	48,548

**13. Advances from related Nation entities and departments**

Advances from related Nation entities are unsecured, non-interest bearing and without fixed terms of repayment. All transactions with related parties are measured at the exchange amount.

	<b>2016</b>	<b>2015</b>
Advances from White Bear Holdings Ltd.	374,891	16,976
Advances from (to) White Bear Lake Resort	174,621	(1,758)
	<b>549,512</b>	15,218

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

**14. Contingencies**

The First Nation is involved in four legal claims relating to labour disputes. The likelihood of loss and estimated liability for these claims is not determinable at March 31, 2016. If any liability results from these claims, it will be accounted for as an expenditure at that time.

Continued receipt of the subsidies from CMHC is dependent upon the Projects being managed and operated within the terms and conditions of the operating agreements that have been made with CMHC. The First Nations are currently in default of these agreements and funding has been suspended until a plan is agreed upon.

**15. Tangible capital assets**

	<b>Cost</b>	<b>Additions</b>	<b>Disposals</b>	<b>Accumulated amortization</b>	<b>2016 Net book value</b>
Buildings	<b>12,263,883</b>	-	-	<b>7,313,327</b>	<b>4,950,556</b>
Equipment	<b>1,049,149</b>	<b>35,627</b>	-	<b>838,817</b>	<b>245,959</b>
Roads	<b>1</b>	-	-	<b>1</b>	<b>-</b>
Utility systems	<b>4,592,143</b>	<b>296,588</b>	-	<b>2,933,632</b>	<b>1,955,099</b>
Vehicles	<b>1,053,562</b>	<b>60,416</b>	-	<b>1,061,126</b>	<b>52,852</b>
Land improvements	<b>520,360</b>	-	-	<b>294,334</b>	<b>226,026</b>
Housing	<b>15,366,282</b>	-	<b>77,378</b>	<b>14,037,939</b>	<b>1,250,965</b>
	<b>34,845,380</b>	<b>392,631</b>	<b>77,378</b>	<b>26,479,176</b>	<b>8,681,457</b>

	<b>Cost</b>	<b>Additions</b>	<b>Disposals</b>	<b>Accumulated amortization</b>	<b>2015 Net book value</b>
Buildings	<b>12,263,883</b>	-	-	<b>6,888,339</b>	<b>5,375,544</b>
Equipment	<b>1,035,326</b>	<b>13,823</b>	-	<b>769,793</b>	<b>279,356</b>
Roads	<b>1</b>	-	-	<b>1</b>	<b>-</b>
Utility systems	<b>4,584,361</b>	<b>7,783</b>	-	<b>2,755,162</b>	<b>1,836,982</b>
Vehicles	<b>1,053,562</b>	-	-	<b>1,053,562</b>	<b>-</b>
Land improvements	<b>504,427</b>	<b>15,933</b>	-	<b>273,520</b>	<b>246,840</b>
Housing	<b>15,431,954</b>	-	<b>65,672</b>	<b>13,873,389</b>	<b>1,492,893</b>
	<b>34,873,514</b>	<b>37,539</b>	<b>65,672</b>	<b>25,613,766</b>	<b>9,231,615</b>

During the year end March 31, 2016 amortization expense of \$942,787 (2015 - \$945,455) was recorded of which \$424,988 (2015 - \$424,988) related to Buildings, \$69,024 (2015 - \$76,489) related to Equipment, \$178,471 (2015 - \$178,341) related to Utility systems, \$7,564 (2015 - \$3,216) related to Vehicles, \$20,814 (2015 - \$20,495) related to land improvements and \$241,926 (2015 - \$241,926) related to Housing. The \$77,378 disposal relates to a fully amortized housing unit that was burned down and never replaced.

Utility systems includes a new water treatment plant with a carrying value of \$296,588 (2015 - \$nil). No amortization of this asset has been recorded during the year because it is currently under construction.

Tangible capital assets include roads, water lines and sewer lines disclosed at a nominal amount.

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

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

**16. Accumulated surplus**

White Bear First Nations does not have a moveable asset reserve.

Accumulated surplus consists of the following:

	<b>2016</b>	<b>2015</b>
Equity in Ottawa Trust Funds	<b>10,506,363</b>	10,548,495
Equity in CMHC subsidy surplus reserve	14,546	14,546
Equity in CMHC operating reserve	539,921	507,415
Equity in CMHC replacement reserve	649,113	592,737
Equity in tangible capital assets	7,687,794	7,987,198
Equity in controlled business entities	1,662,366	935,700
Unrestricted deficit	(20,682)	(284,414)
	<b>21,039,421</b>	20,301,677

**17. Economic dependence**

White Bear First Nations receives a significant portion of its revenue from Indigenous and Northern Affairs Canada (INAC) as a result of treaties entered into with the Government of Canada. These treaties are administered by INAC under the terms and conditions of the Indian Act. The ability of the Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

**18. Reconciliation of funding from Indigenous and Northern Affairs Canada**

	<b>2016</b>	<b>2015</b>
Funding per INAC confirmation	6,162,093	5,244,692
Deferred revenue - prior year	488,927	576,194
Deferred revenue - current year	(965,914)	(488,927)
	<b>5,685,106</b>	5,331,959
<b>Less: recoveries</b>		
Special needs	-	(11,261)
Social assistance	-	(8,055)
Professional & institutional development	-	(993)
Assisted living	-	(627)
Economic development	(75,000)	-
	<b>(75,000)</b>	(20,936)
<b>Add: repayments</b>		
Band employee benefits	-	13,899
<b>Less: revenues recognized in prior year</b>		
Band employee benefits	(13,899)	-
Funding total per financial statements	<b>5,596,207</b>	5,324,922

**White Bear First Nations**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2016*

---

**19. Reconciliation of funding from Health Canada**

	<b>2016</b>	<b>2015</b>
Funding per Health Canada confirmation	988,346	786,289
Deferred revenue - prior year	83,022	-
Deferred revenue - current year	(143,424)	(83,022)
	<b>927,944</b>	703,267
Less: recoveries		
Immunization	-	(1,646)
Brighter futures	-	(17,004)
Mental health	-	(19,831)
Aboriginal diabetes initiative	-	(6,070)
	-	(44,551)
Funding total per financial statements	<b>927,944</b>	658,716

**20. Budget information**

The disclosed budget information was approved on April 2, 2015 by the Chief and Council of White Bear First Nations. There were band departments where approved budgets were not prepared for the year. Therefore, the budget information provided in the Consolidated Statement of Operations and Accumulated Surplus is not presented for the same scope of activities as the actual results.

**21. Segments**

The First Nation has 9 reportable segments. These segments are differentiated by the major activities or services they provide. The First Nation's segment are as follows:

**Reserves and Trusts** - includes administration of membership

**Education** - includes the operations of education programs.

**Social Development** - activities include delivering social programs.

**Community Infrastructure** - includes activities for the maintenance of the community and its infrastructure.

**Band Government** - includes administration and governance activities.

**Capital** - reports on capital projects.

**Economic Development** - includes activities for the development of the First Nation's land and resources.

**Health** - includes the operations of health care programs.

**Other Band programs** - other band programs which do not meet the criteria for the other segments.

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

**22. Comparative figures**

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

**White Bear First Nations**  
**Schedule 1 - Schedule of Consolidated Expenses by Object**  
*For the year ended March 31, 2016*

	<b>2016 Budget (Note 21)</b>	<b>2016</b>	<b>2015</b>
<b>Consolidated expenses by object</b>			
Salaries and benefits	3,311,152	3,711,516	3,715,172
Amortization	-	942,787	945,455
Program costs	442,172	721,760	519,855
Assistance	-	527,340	515,367
Repairs and maintenance	657,040	487,890	810,204
Student costs	486,310	463,509	412,706
Meetings and travel	318,009	364,899	318,530
Professional fees	144,885	311,369	469,634
Contracted services	121,629	285,519	355,140
Tuition	282,435	224,356	283,967
Materials and supplies	213,314	178,458	162,581
Professional development, workshops and training	144,445	159,869	68,484
Utilities	101,440	144,931	219,958
Insurance	70,542	141,000	195,022
Bad debts	-	129,977	50,858
Wakes and funerals	-	125,546	63,063
Honouraria	82,400	91,723	112,915
Telephone	53,400	80,357	66,253
Donations	1,000	76,799	53,952
FNT allocations	-	61,750	59,894
Community events	25,974	60,240	12,923
Interest on long-term debt	-	59,927	96,380
Rent	-	47,853	158,480
Minor equipment	31,570	47,243	43,396
Miscellaneous	32,706	40,186	26,951
Bank charges and interest	15,774	38,360	43,343
Advertising and promotion	7,900	11,649	13,483
Subcontracts	-	-	7,600
SAMA assessment fee	45,000	-	5,500
Contribution to White Bear Holdings	-	-	80,000
Per Capita Distribution	-	-	297,600
Administration fee	(3,512)	-	-
	<b>6,585,585</b>	<b>9,536,813</b>	<b>10,184,666</b>

**White Bear First Nations**  
**Reserves & Trusts**  
**Schedule 2 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2016*

	<b>2016</b> <i>Budget</i>	<b>2016</b>	2015
<b>Revenue</b>			
Indigenous and Northern Affairs Canada	<b>19,063</b>	<b>18,979</b>	19,063
<b>Expenses</b>			
Salaries and benefits	13,431	10,824	8,982
Materials and supplies	1,200	159	91
Meetings and travel	2,000	-	242
Contracted services	600	-	-
Administration fee	1,334	-	-
	<b>18,565</b>	<b>10,983</b>	9,315
<b>Annual surplus</b>	<b>498</b>	<b>7,996</b>	9,748

**White Bear First Nations**  
**Education**  
**Schedule 3 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2016*

	<b>2016 Budget</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b>			
Indigenous and Northern Affairs Canada	2,264,554	2,395,582	2,396,564
SITAG	7,200	45,921	125,302
Other	3,090	33,836	26,939
Rental income	3,156	13,556	16,519
Bear Claw Community Development Incorporated	-	8,000	-
	<b>2,278,000</b>	<b>2,496,895</b>	<b>2,565,324</b>
<b>Expenses</b>			
Salaries and benefits	1,271,942	1,401,877	1,445,686
Student costs	404,310	391,980	410,306
Tuition	282,435	224,356	283,967
Program costs	15,800	167,160	246,001
Meetings and travel	101,650	78,440	70,445
Contracted services	66,129	74,882	95,324
Materials and supplies	82,400	51,382	64,183
Honouraria	20,000	43,200	41,921
Repairs and maintenance	26,300	34,698	35,285
Minor equipment	24,990	25,725	28,199
Bad debts (recovery)	-	14,113	(3,280)
Amortization	-	9,467	11,099
Utilities	9,000	8,828	9,762
Telephone	6,720	7,256	6,465
Bank charges and interest	4,195	3,603	3,316
Professional fees	3,200	2,892	3,814
Professional development, workshops and training	4,500	2,220	10,815
Advertising and promotion	2,500	1,243	1,649
Donations and grants	1,000	1,197	2,228
Community events	2,200	1,032	1,955
Miscellaneous	-	679	1,145
	<b>2,329,271</b>	<b>2,546,230</b>	<b>2,770,285</b>
<b>Annual deficit</b>	<b>(51,271)</b>	<b>(49,335)</b>	<b>(204,961)</b>

**White Bear First Nations**  
**Social Development**  
**Schedule 4 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2016*

	<b>2016 Budget</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b>			
Indigenous and Northern Affairs Canada	104,762	674,027	663,565
Other	46,080	48,633	44,587
	<b>150,842</b>	<b>722,660</b>	708,152
<b>Expenses</b>			
Assistance	-	526,790	462,867
Salaries and benefits	39,216	59,646	113,291
Program costs	-	56,096	44,623
Meetings and travel	33,000	22,928	14,196
Professional development, workshops and training	2,000	18,018	30,176
Administration fee	8,412	3,251	2,601
Materials and supplies	9,160	1,752	4,219
Bank charges and interest	1,320	1,740	774
Miscellaneous	23,150	1,472	-
Minor equipment	-	160	-
Subcontracts	-	-	7,600
Telephone	-	-	289
Bad debts (recovery)	-	(600)	(13,018)
Repairs and maintenance (recovery)	-	(783)	1,376
	<b>116,258</b>	<b>690,470</b>	668,994
<b>Annual surplus</b>	<b>34,584</b>	<b>32,190</b>	39,158

**White Bear First Nations**  
**Community Infrastructure**  
**Schedule 5 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2016*

	<b>2016 Budget</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b>			
Indigenous and Northern Affairs Canada	729,703	782,651	768,245
User fees	-	8,060	7,731
Other	33,705	10,280	1,502
	<b>763,408</b>	<b>800,991</b>	<b>777,478</b>
<b>Expenses</b>			
Amortization	-	499,915	504,715
Salaries and benefits	239,566	295,268	287,451
Repairs and maintenance	236,047	124,900	168,643
Contracted services	36,900	91,309	82,379
Utilities	65,580	67,870	97,236
Administration fee	30,960	30,697	30,967
Materials and supplies	23,600	29,929	5,597
Telephone	7,980	18,707	6,452
Meetings and travel	-	4,556	5,075
Professional development, workshops and training	3,600	2,747	150
Advertising and promotion	-	1,537	3,049
Community events	4,386	1,052	3,129
Bank charges and interest	690	666	1,657
Miscellaneous	3,156	-	-
	<b>652,465</b>	<b>1,169,153</b>	<b>1,196,500</b>
<b>Annual surplus (deficit) before transfers</b>	<b>110,943</b>	<b>(368,162)</b>	<b>(419,022)</b>
<b>Transfers between programs</b>	<b>-</b>	<b>68,500</b>	<b>96,812</b>
<b>Annual surplus (deficit)</b>	<b>110,943</b>	<b>(299,662)</b>	<b>(322,210)</b>

**White Bear First Nations  
Band Government**  
**Schedule 6 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2016*

	<b>2016 Budget</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b>			
Indigenous and Northern Affairs Canada	621,656	662,627	642,394
Taxation	198,932	335,123	334,490
Other	66,500	48,555	15,456
Bear Claw Community Development Incorporated	-	5,000	31,268
First Nations Trust	200,000	-	-
Rental income	9,600	-	-
	<b>1,096,688</b>	<b>1,051,305</b>	<b>1,023,608</b>
<b>Expenses</b>			
Salaries and benefits	754,742	784,570	769,322
Meetings and travel	126,000	123,987	118,582
Professional fees	72,000	79,638	76,119
Donations and grants	-	69,723	42,624
Materials and supplies	57,109	50,430	43,290
Honouraria	43,200	45,073	55,899
Contracted services	-	40,595	20,164
Telephone	21,600	40,361	35,085
Utilities	10,900	29,695	32,454
Minor equipment	1,500	17,947	11,585
Miscellaneous	-	17,879	6,472
Bank charges and interest	4,700	17,594	21,988
Student costs	2,000	6,647	2,400
Repairs and maintenance	115,653	5,894	8,858
Rent	-	4,753	7,393
Professional development, workshops and training	4,000	4,205	3,018
Advertising and promotion	1,800	1,200	1,800
Amortization	-	732	2,844
Community events (recovery)	3,000	(272)	1,047
Bad debts (recovery)	-	(14,029)	(15,174)
Administration fee (recovery)	(116,027)	(57,884)	(54,012)
	<b>1,102,177</b>	<b>1,268,738</b>	<b>1,191,758</b>
<b>Annual deficit before transfers</b>	<b>(5,489)</b>	<b>(217,433)</b>	<b>(168,150)</b>
<b>Transfers between programs</b>	<b>-</b>	<b>510,604</b>	<b>150,868</b>
<b>Annual deficit</b>	<b>(5,489)</b>	<b>293,171</b>	<b>(17,282)</b>

**White Bear First Nations**  
**Capital**  
**Schedule 7 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2016*

	<b>2016 Budget</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b>			
Indigenous and Northern Affairs Canada	344,356	668,007	480,955
Insurance	-	89,834	192,277
Rental income	54,800	31,004	48,656
Other	31,212	2,739	3,112
	<b>430,368</b>	<b>791,584</b>	<b>725,000</b>
<b>Expenses</b>			
Repairs and maintenance	201,050	184,201	412,495
Salaries and benefits	67,682	75,621	14,045
Student costs	80,000	64,882	-
Program costs	15,358	34,802	1,973
Meetings and travel	5,400	18,897	6,753
Contracted services	-	10,120	152,004
Bank charges and interest	840	1,844	1,370
Miscellaneous	-	1,320	12,657
Administration fee	-	1,156	1,156
Materials and supplies	-	-	432
Insurance	63,948	-	93,695
Bad debts (recovery)	-	(779)	348,533
	<b>434,278</b>	<b>392,064</b>	<b>1,045,113</b>
<b>Annual surplus (deficit)</b>	<b>(3,910)</b>	<b>399,520</b>	<b>(320,113)</b>

**White Bear First Nations**  
**Economic Development**  
**Schedule 8 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2016*

	<b>2016 Budget</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b>			
Indigenous and Northern Affairs Canada	256,977	312,137	265,733
Royalties	-	66,128	143,216
Other	-	3,493	304
	<b>256,977</b>	<b>381,758</b>	409,253
<b>Expenses</b>			
Salaries and benefits	89,861	141,793	145,678
Professional fees	47,000	52,201	70,426
Contracted services	16,800	42,020	223
Professional development, workshops and training	23,650	29,218	16,096
Program costs	-	28,388	25,018
Meetings and travel	4,800	24,074	37,973
Administration fee	17,988	17,824	17,988
Amortization	-	12,754	10,636
Repairs and maintenance	21,000	8,418	11,479
Advertising and promotion	3,600	5,685	1,455
Materials and supplies	3,300	5,080	6,354
Miscellaneous	3,400	5,049	5,344
Honouraria	19,200	2,750	15,095
Bank charges and interest	273	2,647	2,482
Telephone	4,500	2,485	4,797
Contribution to Wabimusqua Oil & Gas LP	-	-	8,500
Minor equipment	1,600	-	-
Bad debts (recovery)	-	(13,762)	500
Donations and grants	-	5,879	-
	<b>256,972</b>	<b>372,503</b>	380,044
<b>Surplus before transfers</b>	<b>5</b>	<b>9,255</b>	29,209
<b>Transfers between programs</b>	<b>-</b>	<b>(56,400)</b>	(56,400)
<b>Annual deficit</b>	<b>5</b>	<b>(47,145)</b>	(27,191)

**White Bear First Nations**  
**Health**  
**Schedule 9 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2016*

	<b>2016 Budget</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b>			
Health Canada	930,980	927,944	658,715
Other revenue	-	19,024	4,931
	<b>930,980</b>	<b>946,968</b>	<b>663,646</b>
<b>Expenses</b>			
Salaries and benefits	591,221	514,500	501,519
Program costs	61,509	114,596	52,539
Professional development, workshops and training	105,695	100,335	7,384
Community events	20,774	58,428	6,792
Meetings and travel	32,359	42,384	41,451
Repairs and maintenance	45,890	32,773	43,040
Contracted services	1,200	24,393	677
Miscellaneous	3,000	22,186	1,708
Materials and supplies	18,945	18,005	14,200
Professional fees	12,685	16,554	16,554
Telephone	12,600	5,777	7,633
Bank charges and interest	3,336	5,056	7,153
Utilities	5,160	4,556	3,633
Amortization	-	3,757	-
Minor equipment	3,480	3,411	1,580
Administration fee	40,295	650	1,300
Insurance	6,594	-	-
Bad debts (recovery)	-	(1,600)	2,000
	<b>964,743</b>	<b>965,761</b>	<b>709,163</b>
<b>Annual deficit</b>	<b>(33,763)</b>	<b>(18,793)</b>	<b>(45,517)</b>

**White Bear First Nations**  
**Other Band Programs**  
**Schedule 10 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2016*

	<b>2016 Budget</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b>			
Indigenous and Northern Affairs Canada	20,000	82,197	88,403
Canada Mortgage and Housing Corporation	-	261,331	283,895
SITAG	102,443	102,875	102,500
First Nations Trust	-	784,604	822,580
Earnings from investment in Nation business entities	-	726,666	440,005
Lease income	-	279,783	269,181
Rental income	-	262,160	316,115
Royalties	-	252,768	636,516
Federation of Saskatchewan Indian Nations	87,500	146,340	98,315
Other revenue	138,972	82,805	67,939
Investment income	-	37,858	27,046
Bear Claw Community Development Incorporated	-	19,000	18,236
Taxation	349,365	13,103	18,516
User fees	26,000	11,925	14,213
Contributions	-	-	112,766
	<b>724,280</b>	<b>3,063,415</b>	<b>3,316,226</b>

*Continued on next page*

**White Bear First Nations**  
**Other Band Programs**  
**Schedule 10 - Schedule of Revenue and Expenses**  
*For the year ended March 31, 2016*

	<b>2016 Budget</b>	<b>2016</b>	<b>2015</b>
<b>Revenue</b> <i>(Continued from previous page)</i>	<b>724,280</b>	<b>3,063,415</b>	<b>3,316,226</b>
<b>Expenses</b>			
Salaries and benefits	243,491	427,418	429,198
Amortization	2,000	416,161	416,161
Program costs	349,505	320,717	149,701
Professional fees	10,000	160,084	302,721
Bad debts (recovery)	-	146,634	(268,703)
Insurance	-	141,000	101,327
Wakes and funerals	-	125,546	63,063
Repairs and maintenance	11,100	97,789	129,028
Interest on long-term debt	-	59,927	96,380
Meetings and travel	12,800	49,632	23,814
Rent	-	43,100	151,087
FNT allocation - Senior fuel and power	-	41,750	30,112
Utilities	10,800	33,982	76,873
Materials and supplies	17,600	21,721	24,214
FNT allocation - Wahpimusqua	-	20,000	20,000
Telephone	-	5,778	5,535
Bank charges and interest	420	5,209	4,603
Administration fee	7,140	4,305	-
Professional development, workshops and training	1,000	3,125	845
Contracted services	-	2,200	4,368
Advertising and promotion	-	1,982	5,531
Honouraria	-	700	-
Assistance	-	550	52,500
Per Capita Distribution (recovery)	-	-	297,600
Minor equipment	-	-	2,032
Donations and grants	-	-	600
Contribution to White Bear Holdings Inc.	-	-	80,000
Other FNT allocations	-	-	9,779
SAMA assessment fee	45,000	-	5,500
Miscellaneous (recovery)	-	(8,399)	(375)
	<b>710,856</b>	<b>2,120,911</b>	<b>2,213,494</b>
<b>Annual surplus (deficit) before transfers</b>	<b>13,424</b>	<b>942,504</b>	<b>1,102,732</b>
<b>Transfers between programs</b>	<b>-</b>	<b>(522,704)</b>	<b>(191,279)</b>
<b>Annual surplus (deficit)</b>	<b>13,424</b>	<b>419,800</b>	<b>911,453</b>