

White Bear First Nations
Consolidated Financial Statements
March 31, 2020

White Bear First Nations

Contents

For the year ended March 31, 2020

Page

Management's Responsibility

Independent Auditor's Report

Consolidated Financial Statements

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

Notes to the Consolidated Financial Statements.....	6
---	---

Schedules

Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	23
Schedule 2 - Schedule of Consolidated Expenses by Object.....	25
Schedule 3 - Schedule of Revenue and Expenses - Membership.....	26
Schedule 4 - Schedule of Revenue and Expenses - Education.....	27
Schedule 5 - Schedule of Revenue and Expenses - Social Development.....	28
Schedule 6 - Schedule of Revenue and Expenses - Community Infrastructure.....	29
Schedule 7 - Schedule of Revenue and Expenses - Band Government.....	30
Schedule 8 - Schedule of Revenue and Expenses - Capital.....	31
Schedule 9 - Schedule of Revenue and Expenses - Economic Development.....	32
Schedule 10 - Schedule of Revenue and Expenses - Health.....	33
Schedule 11 - Schedule of Revenue and Expenses - Other Band Programs.....	34

Management's Responsibility

To the Members of White Bear First Nations:

The accompanying financial statements of White Bear First Nations (the "Nation") 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 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 may meet periodically and separately with, both the Council and management to discuss their audit findings.

July 20, 2020

"Original Signed By Yvonne Lonechild"

Independent Auditor's Report

To the Members of White Bear First Nations:

Opinion

We have audited the consolidated financial statements of White Bear First Nations (the "Nation"), which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations and accumulated surplus, changes in net financial assets, and cash flows and related schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Nation as at March 31, 2020, 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.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Nation in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Chief and Council for the Consolidated Financial Statements

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

In preparing the consolidated financial statements, management is responsible for assessing the Nation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Nation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Independent Auditor's Report Continued

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Regina, Saskatchewan

July 20, 2020

MNP LLP

Chartered Professional Accountants

White Bear First Nations
Consolidated Statement of Financial Position
As at March 31, 2020

	2020	2019
Financial assets		
Current		
Cash and cash equivalents <i>(Note 9)</i>	4,249,268	3,316,521
Project management cash <i>(Note 3)</i>	618,130	1,279,892
Marketable securities <i>(Note 2)</i>	15,000	15,000
Accounts receivable <i>(Note 4)</i>	480,468	344,371
	5,362,866	4,955,784
Long-term investment <i>(Note 5)</i>	10	10
Advances to White Bear Lake Golf Course Inc. <i>(Note 6)</i>	282,809	282,809
Scholarship fund	19,133	19,133
Investment in Nation partnerships and business entities <i>(Note 7)</i>	2,825,882	2,708,848
Funds held in trust <i>(Note 8)</i>	9,096,235	9,155,060
Replacement reserve fund bank - CMHC <i>(Note 10)</i>	426,591	384,602
Operating reserve fund bank - CMHC <i>(Note 10)</i>	707,135	706,175
Total financial assets	18,720,661	18,212,421

The accompanying notes are an integral part of these financial statements

White Bear First Nations
Consolidated Statement of Financial Position
As at March 31, 2020

	2020	2019
Liabilities		
Current		
Accounts payable and accruals	889,036	567,849
Deferred revenue (Note 11)	2,673,484	2,297,211
Current portion of long-term debt (Note 12)	109,121	357,252
	3,671,641	3,222,312
Long-term debt (Note 12)	3,034,971	2,774,256
Advances from related Nation entities (Note 13)	722,691	695,567
Total liabilities	7,429,303	6,692,135
Net financial assets	11,291,358	11,520,286
Contingencies (Note 14)		
Guarantees (Note 7)		
Significant event (Note 23)		
Non-financial assets		
Tangible capital assets (Note 15) (Schedule 1)	17,867,194	17,375,573
Prepaid expenses	21,991	15,771
Total non-financial assets	17,889,185	17,391,344
Accumulated surplus (Note 16)	29,180,543	28,911,630
Approved on behalf of the Council		

"Original Signed By Debbie Maxie" **Councillor**

"Original Signed By Brett Standingready" **Councillor**

White Bear First Nations

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31, 2020

	<i>Schedules</i>	<i>2020 Budget (Note 20)</i>	<i>2020</i>	<i>2019</i>
Revenue				
Indigenous Services Canada (Note 18)		6,104,130	7,585,706	10,946,044
First Nations and Inuit Health Branch (Note 19)		1,085,160	1,191,402	1,257,772
SITAG		17,200	358,377	448,560
Canada Mortgage and Housing Corporation		-	56,050	188,062
Federation of Sovereign Indigenous Nations		-	278,515	177,322
Earnings from investment in Nation partnerships and business entities		66,918	755,805	360,949
First Nations Trust		776,451	769,424	729,695
Taxation		513,257	507,532	478,653
Other		278,451	421,841	499,466
Donations		-	418,622	453,000
Royalties		-	308,965	386,972
Lease income		-	279,548	277,652
Rental income		3,156	206,280	211,113
Bear Claw Community Development Incorporated		-	132,777	-
Insurance Proceeds		-	85,718	-
User fees		37,118	28,806	17,706
Contributions		-	18,011	-
Interest income		-	8,756	10,655
		8,881,841	13,412,135	16,443,621
Program expenses				
Membership	3	19,915	17,820	16,395
Education	4	2,888,416	3,154,433	3,055,670
Social Development	5	1,275,371	1,207,988	1,221,295
Community Infrastructure	6	719,009	1,236,002	1,277,008
Band Government	7	1,094,553	2,063,732	1,700,521
Capital	8	345,864	1,043,195	1,025,587
Economic Development	9	254,566	529,206	480,549
Health	10	1,197,883	1,238,917	1,178,227
Other Band Programs	11	765,489	2,163,097	2,031,141
		8,561,066	12,654,390	11,986,393
Surplus before other income		320,775	757,745	4,457,228
Other (expense) income				
(Loss) gain on disposal of tangible capital assets		-	(488,832)	35,441
Annual surplus		320,775	268,913	4,492,669
Accumulated surplus, beginning of year		28,911,630	28,911,630	24,418,961
Accumulated surplus, end of year (Note 16)		29,232,405	29,180,543	28,911,630

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, 2020

	2020 Budget (Note 20)	2020	2019
Annual surplus	320,775	268,913	4,492,669
Purchases of tangible capital assets	-	(2,014,479)	(5,141,848)
Amortization of tangible capital assets	-	1,034,026	922,549
Loss (gain) on disposal of tangible capital assets	-	488,832	(35,441)
Proceeds of disposal of tangible capital assets	-	-	96,796
	-	(491,621)	(4,157,944)
Acquisition of prepaid expenses	-	(21,991)	(15,772)
Use of prepaid expenses	-	15,771	42,844
	-	(6,220)	27,072
(Decrease) increase in net financial assets	320,775	(228,928)	361,797
Net financial assets, beginning of year	11,520,286	11,520,286	11,158,489
Net financial assets, end of year	11,841,061	11,291,358	11,520,286

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, 2020

	2020	2019
Cash provided by (used for) the following activities		
Operating activities		
Annual surplus	268,913	4,492,669
Non-cash items		
Amortization	1,034,026	922,549
Bad debts	17,723	111,431
Increase in investment in Nation business entities	(755,805)	(360,949)
Loss (gain) on disposal of tangible capital assets	488,832	(35,441)
	1,053,689	5,130,259
Changes in working capital accounts		
Accounts receivable	(153,820)	(56,770)
Prepaid expenses	(6,220)	27,072
Other restricted cash	107,198	(107,198)
Accounts payable and accruals	321,186	(870,519)
Deferred revenue	376,273	(3,713,747)
	1,698,306	409,097
Financing activities		
Advances of long-term debt	196,766	1,119,660
Repayment of long-term debt	(184,182)	(211,664)
	12,584	907,996
Capital activities		
Purchases of tangible capital assets	(2,014,479)	(5,141,851)
Proceeds of disposal of tangible capital assets	-	96,796
	(2,014,479)	(5,045,055)
Investing activities		
Withdrawals from Nation partnerships and business entities	638,771	150,000
Net advances (repayment) from (to) related Nation entities	27,124	(55,000)
Decrease in project management cash	554,565	4,766,644
Increase in replacement reserve cash	(41,989)	(105,083)
Increase in operating reserve cash	(960)	(873)
Decrease in funds held in trust	58,825	183,805
Increase in scholarship trust fund	-	(754)
	1,236,336	4,938,739
Increase in cash resources	932,747	1,210,777
Cash resources, beginning of year	3,316,521	2,105,744
Cash resources, end of year	4,249,268	3,316,521

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, 2020

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 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, 2019 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., 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, 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.
- White Bear Industrial Works Limited Partnership
- White Bear Industrial Works Ltd.

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

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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

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 twelve member First Nations, whose purpose is to provide child and family services to the twelve member Nations.

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 Dakota Dunes, Painted Hand, and Northern Lights Casinos 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 revenue 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.

Marketable securities

Marketable securities are valued at the lower of cost and market value. Market value of marketable securities at March 31, 2020 include \$15,000 (2019 - \$15,000) subject to interest of 1.75%, maturing in December 2020, and \$422,653 (2019 - \$1,200,000), included in cash and cash equivalents, subject to interest of 1.00% (2019 - 1.15%), maturing in April 2020.

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.

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

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 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 Nation is determined by its financial assets less its liabilities. Net financial assets is comprised of two components, non-financial assets and accumulated surplus.

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

Revenue recognition

Government transfers

The 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 Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Tax revenue

The 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.

Commercial 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 Nation evaluates the tax receivable for collectability and records a valuation allowance to reflect the tax receivable at its net recoverable amount, if necessary.

Non-government funding

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

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.

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 and amounts due to White Bear Lake Golf Course Inc., 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. Legal contingencies are based on estimates provided by the Nation's legal counsel when the settlement is probable and the amount can be reasonably measured.

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 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 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.

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

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

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 Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2020.

At each financial reporting date, the 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 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. No liability for contaminated sites exists as at March 31, 2020.

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

Recent accounting pronouncements

Asset Retirement Obligations

In August 2018, new PS 3280 Assets Retirement Obligations was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new PS 3280 establishes standards on how to account for and report a liability for asset retirement obligations (ARO). As asset retirement obligations associated with landfills are included in the scope of new PS 3280, PS 3270 Solid Waste Landfill Closure and Post-Closure Liability will be withdrawn.

The main features of this standard are as follows:

- An ARO represents a legal obligation associated with the retirement of a tangible capital asset.
- Asset retirement costs increase the carrying amount of the related tangible capital asset and are expensed in a rational and systematic manner.
- When an asset is no longer in productive use, the associated asset retirement costs are expensed.
- Measurement of the ARO liability should result in the best estimate of the amount required to retire a tangible capital asset at the financial statement date.
- Subsequent measurement of the ARO liability results in either a change in the carrying amount of the related tangible capital asset or an expense. The accounting treatment depends on the nature of the remeasurement and whether the asset remains in productive use.
- The best method to estimate the liability is often a present value technique.

This standard is effective for fiscal years beginning on or after April 1, 2021. Early adoption is permitted. The impact on the Nation is uncertain at this time.

Financial Instruments

In June 2011, the Public Sector Accounting Board (PSAB) issued new PS 3450 Financial Instruments. The new standard establishes requirements for recognition, measurement, derecognition, presentation and disclosure of financial assets and financial liabilities, including derivatives. The main features of the new standard are:

- Financial instruments are classified into two measurement categories: fair value, or cost or amortized cost.
 - Almost all derivatives, including embedded derivatives not closely related to the host contract, are measured at fair value.
 - Portfolio investments in equity instruments quoted in an active market are measured at fair value.
 - Other financial assets and financial liabilities are generally measured at cost or amortized cost.
 - An entity may elect to measure any group of financial assets or financial liabilities (or both) at fair value when the entity has a risk management or investment strategy to manage those items on a fair value basis.
- Remeasurement gains and losses on financial instruments measured at fair value are reported in the statement of remeasurement gains and losses until the financial instrument is derecognized.
- Budget to actual comparisons are not required within the statement of remeasurement gains and losses;
- Financial liabilities are derecognized when, and only when, they are extinguished.
- Financial assets and financial liabilities are only offset and reported on a net basis if a legally enforceable right to set off the recognized amounts exists, and the entity intends to settle on a net basis or realize/settle the amounts simultaneously.

In May 2012, the transitional provisions for this Section were amended, effective at the time the standard is initially applied, to clarify that the measurement provisions are applied prospectively. Adjustments to previous carrying amounts are recognized in opening accumulated remeasurement gains or losses. Additionally, a new transitional provision has been added that applies to government organizations transitioning from the standards in Part V of the CPA Canada Handbook – Accounting with items classified as available for sale. Accumulated other comprehensive income (OCI) from items classified as available for sale is recognized in accumulated remeasurement gains or losses on transition.

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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

PS 3450 was to be effective for fiscal years beginning on or after April 1, 2019. In March 2018, the Public Sector Accounting Board (PSAB) approved an extension of the effective date to fiscal years beginning on or after April 1, 2021. In the period that a public sector entity applies PS 3450, it also applies PS 1201, PS 2601 and PS 3041. Early adoption is permitted. The impact on the Nation is uncertain at this time.

3. Project management cash

Restricted cash consists of cash managed by capital project managers who are responsible for payment of expenses relating to capital projects funded by ISC. At March 31, 2020 this amounted to \$618,130 (2019 - \$1,279,892). There was no restricted investments managed by these capital project managers as at March 31, 2020 (2019 - \$nil).

4. Accounts receivable

	2020	2019
Indigenous Services Canada	27,832	-
First Nations and Inuit Health Branch	43,597	50,314
CMHC	3,367	6,561
Members	618,305	602,033
Rent	212,765	411,459
Other	469,775	371,266
	1,375,641	1,441,633
Allowance for doubtful accounts	(895,173)	(1,097,262)
	480,468	344,371

White Bear First Nations

Notes to the Consolidated Financial Statements

For the year ended March 31, 2020

5. Long-term investment

Effective December 17, 2015, a Partnership owned by the First Nation and consolidated within these financial statements 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 in 2016. An additional \$30,000 was provided in 2017 for a total of \$529,990. 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. The full amount of the loan receivable has been fully allowed for.

6. Advances to White Bear Lake Golf Course Inc.

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.

	2020	2019
Advances to White Bear Lake Golf Course Inc.	402,496	402,496
Less: allowance for doubtful accounts	(119,687)	(119,687)
	282,809	282,809

7. Investment in Nation partnerships and business entities

The Nation has investments in the following entities:

	2020	2019
Wholly-owned Business - Modified Equity		
White Bear Lake Golf Course Inc.	1,497,992	1,493,707
White Bear Lake Resort Inc.	516,732	642,701
White Bear Holdings Ltd.	592,521	213,620
White Bear Industrial Works Limited Partnership and Ltd.	218,637	358,820
Net assets	2,825,882	2,708,848

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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

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

	<i>White Bear Lake Golf Course Inc. As at October 31, 2019</i>	<i>White Bear Lake Resort Inc. As at September 30, 2019</i>	<i>White Bear Holdings Ltd. As at November 30, 2019</i>	<i>White Bear Industrial Works Limited Partnership and Ltd. As at December 31, 2019</i>
Assets				
Cash and cash equivalents	203,171	252,846	191,375	193,944
Other current	19,034	79,822	9,181	10,763
Advances to related parties	-	-	5,000	17,531
Property and equipment	1,650,489	595,366	1,000,828	-
Total assets	1,872,694	928,034	1,206,384	222,238
Liabilities				
Current	27,386	115,845	6,180	3,601
Advances from related parties	293,585	38,579	117,835	-
Deferred revenue	31,390	256,878	40,000	-
Current portion of term loan due on demand	-	-	502,037	-
Other long-term	22,341	-	-	-
Total liabilities	374,702	411,302	666,052	3,601
Net assets	1,497,992	516,732	540,332	218,637
Total revenue	615,623	1,175,612	599,937	710,016
Total expenses	611,336	1,231,585	273,227	158,223
	4,287	(55,973)	326,710	551,793

The above assets, liabilities, net assets (liabilities), revenue, expenses and earnings (loss) 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. White Bear Holding Ltd. was adjusted for inter-organization allowance for doubtful accounts in the amount of \$170,912. White Bear Lake Resort Inc. was adjusted for a \$70,000 contribution to White Bear First Nation CMHC Housing. White Bear Industrial Works Limited Partnership was adjusted for a \$450,048 contribution to the Nation.

The Nation's business entities have a different year end than March 31, 2020. The First Nations uses the business entities year end financial statements to account for its investment in these investees. There was one significant event in the intervening period of White Bear Holdings Ltd., which was adjusted to the investment balance:

- \$118,723 was paid as a contribution to the Nation.

Principal repayments on long-term debt of the Nation's business enterprises in each of the next two years are estimated as follows as at March 31, 2020:

	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>	<i>Thereafter</i>	<i>Total</i>
Long-term debt owed to parties external to the Nation							
White Bear Holdings Ltd.	348,238	-	-	-	-	-	348,238

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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

The White Bear First Nations has guaranteed a loan of White Bear Holdings Ltd. in the amount of \$348,238. The loan is in good standing at March 31, 2020 and as such no liability has been recorded in the First Nations records. Terms for the loan include monthly instalments of \$40,000 including interest at 4.2% per annum. The loan matures August 1, 2020.

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

8. Funds held in trust

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

	2020	2019
Capital Trust		
Balance, beginning of year	323,273	428,022
Oil royalties	235,779	315,760
	559,052	743,782
Less: Expenditures and Transfers to Nation	296,888	420,509
Balance, end of year	262,164	323,273
Revenue Trust		
Balance, beginning of year	126,928	205,984
Interest	8,756	10,652
Land leases	275,448	273,552
	411,132	490,188
Less: Transfers to Nation	281,920	363,260
Balance, end of year	129,212	126,928
Suspense		
Balance, beginning and end of year	8,704,859	8,704,859
Total	9,096,235	9,155,060

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 Services 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 Indigenous Services the opportunity to apply to the Federal Court seeking direction regarding 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 to 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 and any royalty and lease fees on the disputed land in the suspense accounts has not been made available and therefore any possible interest, royalties or lease fees earned has not been recorded. It will be adjusted for in the period in which the interest, royalties and lease fees becomes known. It is estimated that the balance in suspense is in excess of \$12,000,000 as at March 31, 2020.

During the current year, \$578,808 (2019 - \$783,769) was transferred to White Bear First Nations from the capital & revenue accounts through requests for funds held in trust. The transfer of funds is recorded in the following segments/programs:

Other Band Programs - Band Trust Funds	\$578,808
--	-----------

There are no outstanding transfers from Funds held in Trust as of March 31, 2020.

As of March 31, 2020, the First Nations has unexpended transfers from the Funds held in Trust in the amount of \$607,388 (2019 - \$477,467).

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

9. Bank indebtedness

At March 31, 2020, the Nation had lines of credit totaling \$315,000 (2019 – \$315,000), of which \$58,175 (2019 - \$63,089) 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 ISC 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 \$90 per unit per month are provided for in the statement of operations for Phase XV, and \$100 per unit per month for Phase XVI and Phase XVII.

At March 31, 2020, the replacement reserve fund is over funded by \$103,662 (2019 - under funded by \$233,473) and the operating reserve fund is over funded by \$145,641 (2019 - over funded by \$159,059).

11. Deferred revenue

		2020	2019
Social Assistance	ISC	159,679	44,903
Taxation		126,095	129,247
Emergency Preparedness	ISC	44,160	44,160
Housing - Renovations and Additions	ISC	729,829	-
Band Based Capital	ISC	54,868	-
Brighter Futures	FNIHB	6,837	-
First Nations Trust		603,820	549,638
School Evaluation	ISC	135,560	155,771
Aboriginal Diabetes Initiative	FNIHB	38,637	15,537
Urban Office		56,878	65,000
Capital Projects - Water Treatment Plant	ISC	337,814	1,084,970
Canada Prenatal Nutrition	FNIHB	15,226	11,619
Health Planning Management	FNIHB	150,956	135,442
HIV/AIDS	FNIHB	8,674	7,473
Drop In	FNIHB	87,525	45,533
Health Research & Engagement	FNIHB	5,065	7,918
Suicide Prevention	FNIHB	3,000	-
Home and Community Care	FNIHB	11,275	-
Mental Health	FNIHB	9,189	-
Health Operations and Maintenance	FNIHB	9,673	-
Youth Recreation		45,925	-
CDSS	FNIHB	4,000	-
Tuberculosis Control	FNIHB	1,044	-
Communicable Disease	FNIHB	20,523	-
Pandemic Assistance	ISC	7,232	-
		2,673,484	2,297,211

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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

The following table represents changes in the deferred revenue balances:

	Balance, beginning of year	Funds received	Recognized as revenue	Balance, end of year
Taxation	129,247	589,437	592,589	126,095
Social Assistance - Employment & Training	44,903	136,213	21,437	159,679
Urban Office	65,000	58	8,180	56,878
Emergency Preparedness	44,160	-	-	44,160
Housing - Renovations and Additions	-	785,850	56,021	729,829
Band Based Capital	-	345,979	291,111	54,868
Brighter Futures	-	167,554	160,717	6,837
Drop In	45,533	171,297	129,305	87,525
First Nations Trust	549,638	823,605	769,423	603,820
School Evaluation	155,771	-	20,211	135,560
Aboriginal Diabetes Initiative	15,537	106,289	83,189	38,637
Capital Projects - Water Treatment Plant	1,084,970	156,000	903,156	337,814
Health Planning Management	135,442	98,363	82,849	150,956
Canada Prenatal Nutrition	11,619	26,981	23,374	15,226
HIV/AIDS	7,473	6,465	5,264	8,674
Health Research & Engagement	7,918	4,219	7,072	5,065
Suicide Prevention	-	3,000	-	3,000
Home and Community Care	-	251,768	240,493	11,275
Mental health	-	109,923	100,734	9,189
Health Operations and Maintenance	-	55,000	45,327	9,673
Youth Recreation	-	104,579	58,654	45,925
CDSS	-	4,000	-	4,000
Tuberculosis Control	-	3,000	1,956	1,044
Communicable Disease	-	20,523	-	20,523
Pandemic Assistance	-	88,902	81,670	7,232
	2,297,211	4,059,005	3,682,732	2,673,484

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

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 Including Interest</u>	<u>Interest rate</u>	<u>Maturity Date</u>	2020	2019
10	2,284	5.84%	July 1, 2019	-	9,246
14	2,296	1.83%	Oct. 1, 2019	-	13,675
15	1,081	1.11%	Apr. 1, 2025	35,394	76,280
16	2,002	2.48%	May 1, 2027	157,646	177,501
17	1,478	1.39%	June 1, 2030	124,142	140,134
18	-	-	-	285,620	215,000
19	-	-	-	195,717	124,571
				798,519	756,407
Bank of Montreal Loan, interest at 3.97%, quarterly principal and interest payments of \$36,895, secured by gaming and taxation revenue, matures March 2034.				2,197,596	1,502,035
Bank of Montreal Loan, interest at 5.20%, monthly principal and interest payments of \$6,512, secured by gaming and taxation revenue. Consolidated with the Bank of Montreal loan above.				-	429,775
Bank of Montreal Loan, interest at 5.20%, monthly principal and interest payments of \$2,773, secured by gaming and taxation revenue. Consolidated with the Bank of Montreal loan above.				-	248,640
Bank of Montreal Loan, interest at 5.20%, monthly principal and interest payments of \$1,573, secured by gaming and taxation revenue. Consolidated with the Bank of Montreal loan above.				-	101,674
Native Claims Loan, interest-free until maturity, due on the earlier of March 31, 2022 or the date on which the claim is settled, no monthly repayment, secured by a Promissory Note made by the First Nation payable to the Receiver General for Canada.				92,977	92,977
Native Claims Loan, interest-free until maturity, due on the earlier of March 31, 2024 or the date on which the claim is settled, no monthly repayment, secured by a Promissory Note made by the First Nation payable to the Receiver General for Canada.				55,000	-
				3,144,092	3,131,508
Less: current portion				109,121	357,252
				3,034,971	2,774,256

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

2021	109,121
2022	112,450
2023	115,896
2024	119,464
2025	123,158

Interest paid on long-term debt was \$100,867 (2019 - \$11,299).

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

13. Advances from related Nation entities

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.

	2020	2019
Advances from White Bear Holdings Ltd.	520,947	520,946
Advances from White Bear Lake Resort Inc.	174,621	174,621
Advances from White Bear Industrial Works Limited Partnership	27,123	-
	722,691	695,567

14. Contingencies

The Nation is involved in two legal claims relating to labour disputes. The likelihood of loss and estimated liability for these claims is not determinable at March 31, 2020. If any liability results from these claims, it will be accounted for as an expenditure at that time.

Continued receipt of funding from federal government agencies is dependent upon the programs being managed and operated within the terms and conditions of the funding agreements that have been made with federal government agencies. The Nation is currently in line with these agreements.

The Nation is involved in a TLE claim with the federal government with respect to disputed lands. It is probable the claim could result in a significant cash inflow to the Nation. The amount of the probable settlement is unknown as at March 31, 2020.

15. Tangible capital assets

The tangible capital assets reconciliation is included in Schedule 1.

Assets under construction includes costs of \$644,062 for Phase 18 (2019 - \$nil) and \$79,379 for Phase 19 (2019 - \$nil) in White Bear First Nation CMHC Housing.

Tangible capital assets include roads, water lines and sewer lines disclosed at a nominal amount; all of which having reached the end of their amortization period.

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

16. Accumulated surplus

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

Accumulated surplus consists of the following:

	2020	2019
Equity in Ottawa Trust Funds	9,096,235	9,155,060
Equity in CMHC operating reserve	561,494	547,116
Equity in CMHC replacement reserve	322,929	618,075
Equity in tangible capital assets	15,304,197	15,109,730
Equity in controlled business entities	2,825,882	2,708,848
Unrestricted surplus	1,069,806	772,801
	29,180,543	28,911,630

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

17. Economic dependence

White Bear First Nations receives a significant portion of its revenue from Indigenous Services Canada (ISC) as a result of treaties entered into with the Government of Canada. These treaties are administered by ISC under the terms and conditions of the Indian Act. The ability of the 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 Services Canada

	2020	2019
Funding per ISC confirmation	7,735,696	7,054,930
Deferred revenue - prior year	1,329,804	5,253,779
Deferred revenue - current year	(1,469,142)	(1,329,804)
	7,596,358	10,978,905
Less: recoveries		
Planning Risk Management	-	(15,000)
HR Management	-	(7,000)
CORP	-	(1,759)
Assisted living	(2,353)	(9,102)
Band Employee Benefits	(8,299)	-
	(10,652)	(32,861)
Funding total per financial statements	7,585,706	10,946,044

19. Reconciliation of funding from First Nations and Inuit Health Branch

	2020	2019
Funding per FNIHB confirmation	1,294,148	1,250,969
Deferred revenue - prior year	223,523	312,210
Deferred revenue - current year	(371,624)	(223,522)
	1,146,047	1,339,657
Add (less) program reconciliations (recoveries):		
Health Clinic	-	(970)
Prenatal	-	(5,370)
Health O&M	-	(17,690)
HIV/AIDS	-	(260)
Medical transportation	45,355	(5,252)
Brighter futures	-	(52,343)
	45,355	(81,885)
Funding total per financial statements	1,191,402	1,257,772

White Bear First Nations
Notes to the Consolidated Financial Statements
For the year ended March 31, 2020

20. Budget information

The disclosed budget information was approved on April 8, 2019 by the Chief and Council of White Bear First Nations.

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:

Membership - 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.

23. Significant event

During the year, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on organizations and businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Nation as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus. While the extent of the impact is unknown, we anticipate this outbreak will have a minimal affect on the Nation.

White Bear First Nations
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2020

	<i>Buildings</i>	<i>Equipment</i>	<i>Roads</i>	<i>Utility systems</i>	<i>Vehicles</i>	<i>Land improvements</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	12,982,858	1,275,751	1	4,592,144	1,268,857	623,337	20,742,948
Acquisition of tangible capital assets	53,270	252,197	-	903,156	58,777	-	1,267,400
Construction-in-progress	-	-	-	-	-	-	-
Disposal of tangible capital assets	-	-	-	(1,601,969)	-	-	(1,601,969)
Transfer of tangible capital assets	-	-	-	8,647,246	-	-	8,647,246
Balance, end of year	13,036,128	1,527,948	1	12,540,577	1,327,634	623,337	29,055,625
Accumulated amortization							
Balance, beginning of year	8,560,658	1,028,543	1	3,469,045	1,126,900	363,796	14,548,943
Annual amortization	410,018	64,911	-	259,748	53,015	24,527	812,219
Accumulated amortization on disposals	-	-	-	(1,113,137)	-	-	(1,113,137)
Balance, end of year	8,970,676	1,093,454	1	2,615,656	1,179,915	388,323	14,248,025
Net book value of tangible capital assets	4,065,452	434,494	-	9,924,921	147,719	235,014	14,807,600
2019 Net book value of tangible capital assets	4,422,200	247,208	-	1,123,099	141,957	259,541	6,194,005

White Bear First Nations
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2020

	<i>Subtotal</i>	<i>Housing</i>	<i>Assets under construction</i>	<i>2020</i>	<i>2019</i>
Cost					
Balance, beginning of year	20,742,948	15,779,006	9,612,526	46,134,480	41,267,718
Acquisition of tangible capital assets	1,267,400	23,637	-	1,291,037	5,141,851
Construction-in-progress	-	-	723,442	723,442	-
Disposal of tangible capital assets	(1,601,969)	-	-	(1,601,969)	(275,089)
Transfer of tangible capital assets	8,647,246	965,280	(9,612,526)	-	-
Balance, end of year	29,055,625	16,767,923	723,442	46,546,990	46,134,480
Accumulated amortization					
Balance, beginning of year	14,548,943	14,209,964	-	28,758,907	28,050,093
Annual amortization	812,219	221,807	-	1,034,026	922,549
Accumulated amortization on disposals	(1,113,137)	-	-	(1,113,137)	(213,735)
Balance, end of year	14,248,025	14,431,771	-	28,679,796	28,758,907
Net book value of tangible capital assets	14,807,600	2,336,152	723,442	17,867,194	17,375,573
2019 Net book value of tangible capital assets	6,194,005	1,569,042	9,612,526	17,375,573	

White Bear First Nations
Schedule 2 - Schedule of Consolidated Expenses by Object
For the year ended March 31, 2020

	2020 Budget (Note 20)	2020	2019
Consolidated expenses by object			
Salaries and benefits	3,305,521	4,651,580	4,609,071
Assistance	1,205,114	1,179,484	1,211,737
Amortization	-	1,034,026	922,549
Program costs and community projects	224,919	944,208	474,341
Repairs and maintenance	617,454	848,166	929,117
Student costs	488,200	523,801	469,982
Meetings and travel	375,820	486,388	523,007
Professional fees	435,498	454,055	413,705
Contracted services	192,725	485,071	557,427
Materials and supplies	812,855	328,660	325,445
Tuition	242,235	241,114	243,129
Utilities	107,240	208,523	141,438
Recreation activities	-	199,021	93,264
Wakes and funerals	-	172,435	63,877
Professional development, workshops and training	129,379	163,161	179,360
Honouraria	47,122	130,331	93,332
Interest on long-term debt	-	100,867	11,299
Telephone	64,200	100,831	97,406
Minor equipment	68,005	78,315	73,759
Donations and grants	6,300	67,891	-
Community events	30,477	66,266	45,450
Insurance	54,980	50,044	196,871
Rent	4,200	31,240	21,672
Bank charges and interest	11,230	30,308	19,921
Miscellaneous	38,236	28,297	72,893
Election	89,656	19,436	-
Bad debts	-	17,723	111,431
Advertising and promotion	9,700	11,981	10,844
SAMA assessment fee	-	1,167	13,000
Claims compensation	-	-	8,950
Contributions	-	-	56,432
Donations	-	-	(4,316)
	8,561,066	12,654,390	11,986,393

White Bear First Nations
Membership
Schedule 3 - Schedule of Revenue and Expenses
For the year ended March 31, 2020

	<i>2020 Budget (Note 20)</i>	<i>2020</i>	<i>2019</i>
Revenue			
Indigenous Services Canada	20,112	20,275	20,112
Expenses			
Salaries and benefits	14,781	14,633	14,565
Meetings and travel	2,000	1,688	1,830
Administration fee	1,334	1,419	-
Materials and supplies	1,800	80	-
	19,915	17,820	16,395
Surplus	197	2,455	3,717

White Bear First Nations
Education
Schedule 4 - Schedule of Revenue and Expenses
For the year ended March 31, 2020

	<i>2020 Budget (Note 20)</i>	<i>2020</i>	<i>2019</i>
Revenue			
Indigenous Services Canada	3,051,637	3,270,537	2,720,893
SITAG	7,200	230,737	164,232
First Nations & Inuit Health Branch	-	22,646	-
Other	7,290	44,472	94,608
Contributions	-	25,000	-
Rental income	3,156	15,114	12,845
	3,069,283	3,608,506	2,992,578
Expenses			
Salaries and benefits	1,607,856	1,640,183	1,569,916
Student costs	488,200	511,251	452,101
Tuition	242,235	241,114	243,129
Program costs and community projects	39,500	220,187	246,579
Materials and supplies	184,030	123,729	116,911
Meetings and travel	88,000	91,970	89,119
Repairs and maintenance	38,973	70,237	39,218
Contracted services	102,682	86,141	107,330
Honouraria	11,400	52,498	39,248
Amortization	-	38,126	36,413
Minor equipment	26,800	28,654	39,595
Telephone	10,800	13,845	8,307
Utilities	8,400	12,088	6,699
Professional development, workshops and training	22,000	10,602	23,159
Bank charges and interest	3,840	3,238	1,879
Donations and grants	3,000	3,195	873
Advertising and promotion	2,500	2,476	2,731
Insurance	-	2,200	973
Community events	5,000	1,805	1,131
Professional fees	3,200	1,233	21,043
Miscellaneous	-	206	1,109
Legal settlement	-	-	8,950
Bad debts (recovery)	-	(545)	(743)
	2,888,416	3,154,433	3,055,670
Surplus (deficit) before transfers	180,867	454,073	(63,092)
Transfers between programs	(206,960)	(243,960)	-
Surplus (deficit)	(26,093)	210,113	(63,092)

White Bear First Nations
Social Development
Schedule 5 - Schedule of Revenue and Expenses
For the year ended March 31, 2020

	<i>2020 Budget (Note 20)</i>	<i>2020</i>	<i>2019</i>
Revenue			
Indigenous Services Canada	1,225,924	1,192,336	1,122,097
First Nations & Inuit Health Branch	-	3,106	-
Other	154,955	71,174	70,953
Bear Claw Community Development Incorporated	-	6,320	-
	1,380,879	1,272,936	1,193,050
Expenses			
Assistance	1,085,114	1,059,886	1,056,066
Salaries and benefits	86,100	69,120	80,156
Program costs and community projects	-	24,431	21,622
Meetings and travel	55,000	15,199	17,966
Materials and supplies	6,672	14,785	17,662
Professional development, workshops and training	7,200	10,758	14,941
Donations and grants	-	5,688	-
Administration fee	6,987	3,902	3,902
Repairs and maintenance	-	1,952	-
Miscellaneous	25,778	1,551	7,410
Telephone	1,200	1,175	1,200
Bank charges and interest	1,320	541	470
Bad debts (recovery)	-	(1,000)	(100)
	1,275,371	1,207,988	1,221,295
Surplus (deficit)	105,508	64,948	(28,245)

White Bear First Nations
Community Infrastructure
Schedule 6 - Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 20)	2020	2019
Revenue			
Indigenous Services Canada	435,066	467,205	852,593
User fees	37,118	7,142	6,979
Other	-	129	163
	472,184	474,476	859,735
Expenses			
Amortization	-	507,590	440,674
Salaries and benefits	261,613	272,806	280,916
Repairs and maintenance	227,407	196,524	255,945
Utilities	86,600	128,147	47,369
Contracted services	64,143	76,565	174,932
Materials and supplies	22,200	27,322	28,180
Telephone	8,400	12,714	7,976
Community events	3,300	3,156	3,156
Meetings and travel	5,500	2,899	1,476
Professional development, workshops and training	6,000	2,719	2,743
Administration fee	30,000	2,486	30,163
Advertising and promotion	3,156	2,453	2,986
Bank charges and interest	690	621	492
	719,009	1,236,002	1,277,008
Deficit before other items	(246,825)	(761,526)	(417,273)
Other expense			
Loss on disposal of tangible capital assets	-	(488,832)	-
Deficit before transfers	(246,825)	(1,250,358)	(417,273)
Transfers between programs	206,960	216,960	84,199
Deficit	(39,865)	(1,033,398)	(333,074)

White Bear First Nations
Band Government
Schedule 7 - Schedule of Revenue and Expenses
For the year ended March 31, 2020

	<i>2020 Budget (Note 20)</i>	<i>2020</i>	<i>2019</i>
Revenue			
Indigenous Services Canada	770,900	1,018,471	1,064,345
Bear Claw Community Development Incorporated	-	34,553	-
Contributions	-	11,005	-
Other	-	4,985	9,149
	770,900	1,069,014	1,073,494
Expenses			
Salaries and benefits	368,467	1,012,349	1,032,863
Professional fees	414,378	359,151	277,102
Meetings and travel	165,166	171,837	180,487
Program costs and community projects	-	81,670	-
Honouraria	35,722	68,823	49,484
Contracted services	-	60,191	21,547
Donations and grants	-	57,057	26,690
Materials and supplies	58,720	54,033	46,886
Professional development, workshops and training	9,000	49,733	30,059
Telephone	25,200	43,881	52,608
Utilities	9,000	39,697	31,419
Election	-	19,436	-
Student costs	-	12,550	17,881
Minor equipment	-	11,820	3,273
Amortization	-	11,777	11,777
Bank charges and interest	3,500	11,102	5,010
Repairs and maintenance	-	9,181	7,742
Community events	3,000	6,101	2,925
Rent	-	4,682	6,672
Miscellaneous	-	4,414	13,137
Advertising and promotion	2,400	2,400	1,564
Bad debts (recovery)	-	(397)	2,607
Administration fee (recovery)	-	(27,756)	(121,212)
	1,094,553	2,063,732	1,700,521
Deficit before transfers	(323,653)	(994,718)	(627,027)
Transfers between programs	114,214	265,932	531,296
Deficit	(209,439)	(728,786)	(95,731)

White Bear First Nations
Capital
Schedule 8 - Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 20)	2020	2019
Revenue			
Indigenous Services Canada	345,864	1,286,898	4,815,416
First Nations and Inuit Health Branch	-	-	124,813
Canada Mortgage and Housing Corporation	-	-	78,110
Rental income	-	41,378	67,975
Other	-	7,859	90,952
Contributions (expense)	-	(30,756)	-
	345,864	1,305,379	5,177,266
Expenses			
Repairs and maintenance	295,864	431,453	521,701
Bad debts	-	179,277	13,357
Amortization	-	144,792	48,264
Contracted services	-	137,041	134,887
Salaries and benefits	-	104,294	95,356
Meetings and travel	-	15,854	40,700
Professional development, workshops and training	-	15,302	8,550
Materials and supplies	-	9,740	1,769
Telephone	-	2,322	1,787
Administration fee	-	1,156	1,156
Bank charges and interest	-	1,378	1,450
Honouraria	-	586	-
Insurance	50,000	-	84,633
Contributions	-	-	56,432
Miscellaneous	-	-	15,545
	345,864	1,043,195	1,025,587
Surplus before transfers	-	262,184	4,151,679
Transfers between programs	142,237	156,892	281,729
Surplus	142,237	419,076	4,433,408

White Bear First Nations
Economic Development
Schedule 9 - Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 20)	2020	2019
Revenue			
Indigenous Services Canada	254,628	329,984	350,587
Other	-	85,712	88,670
Royalties	-	73,186	71,212
Contributions	-	-	7,500
	254,628	488,882	517,969
Expenses			
Salaries and benefits	84,074	171,235	205,849
Contracted services	6,000	71,460	41,401
Program costs and community projects	27,800	60,964	11,498
Meetings and travel	9,600	37,877	33,031
Materials and supplies	2,200	36,938	65,579
Minor equipment	37,000	27,997	10,833
Professional fees	9,600	25,117	6,390
Amortization	-	24,531	25,320
Repairs and maintenance	16,000	20,048	22,521
Administration fee	17,832	18,794	24,664
Professional development, workshops and training	28,500	12,645	17,294
Honouraria	-	7,025	1,400
Advertising and promotion	4,800	4,269	3,215
Bad debts (recovery)	-	4,122	(682)
Telephone	3,600	4,015	3,992
Bank charges and interest	360	1,500	1,823
Miscellaneous	7,200	669	6,421
	254,566	529,206	480,549
(Deficit) surplus before transfers	62	(40,324)	37,420
Transfers between programs	-	37,000	-
(Deficit) surplus	62	(3,324)	37,420

White Bear First Nations
Health
Schedule 10 - Schedule of Revenue and Expenses
For the year ended March 31, 2020

	2020 Budget (Note 20)	2020	2019
Revenue			
First Nations and Inuit Health Branch	1,085,160	1,165,650	1,132,958
Bear Claw Community Development Incorporated	-	25,250	-
Other	45,961	958	5,019
	1,131,121	1,191,858	1,137,977
Expenses			
Salaries and benefits	824,869	749,475	685,255
Program costs and community projects	103,394	131,324	43,305
Meetings and travel	48,655	103,059	92,551
Community events	22,477	55,204	38,239
Professional development, workshops and training	52,119	36,782	62,537
Materials and supplies	23,426	31,142	19,988
Repairs and maintenance	39,010	24,688	45,570
Professional fees	2,685	21,368	16,554
Contracted services	19,300	20,563	53,288
Miscellaneous	-	17,064	19,670
Amortization	-	17,011	11,314
Telephone	15,000	15,413	13,097
Bank charges and interest	1,520	7,428	4,131
Minor equipment	4,205	6,343	4,586
Utilities	3,240	3,878	4,125
Administration fee	33,503	-	61,327
Insurance	4,480	-	-
Bad debts (recovery)	-	(1,825)	2,690
	1,197,883	1,238,917	1,178,227
Deficit before transfers	(66,762)	(47,059)	(40,250)
Transfers between programs	-	19,000	15,000
Deficit	(66,762)	(28,059)	(25,250)

White Bear First Nations
Other Band Programs
Schedule 11 - Schedule of Revenue and Expenses
For the year ended March 31, 2020

	<i>2020 Budget (Note 20)</i>	<i>2020</i>	<i>2019</i>
Revenue			
SITAG	10,000	127,641	284,328
Canada Mortgage and Housing Corporation	-	56,050	109,952
Earnings from investment in Nation partnerships and business entities	66,918	755,805	360,949
First Nations Trust	776,451	769,424	729,695
Taxation	513,257	507,532	478,653
Donations	-	418,622	453,000
Lease income	-	279,548	277,652
Federation of Sovereign Indigenous Nations	-	278,515	177,322
Royalties	-	235,779	315,760
Other	70,245	206,551	139,951
Rental income	-	149,789	130,293
Bear Claw Community Development Incorporated	-	66,654	-
User fees	-	21,664	10,727
Contributions (expense)	-	12,763	(7,500)
Interest income	-	8,756	10,655
	1,436,871	3,895,093	3,471,437
Expenses			
Salaries and benefits	57,762	617,484	644,193
Program costs and community projects	54,225	425,632	151,336
Amortization	-	290,199	348,787
Recreation activities	-	199,021	93,264
Wakes and funerals	-	172,435	63,877
Assistance	120,000	119,598	155,671
Interest on long-term debt	-	100,867	11,299
Repairs and maintenance	200	94,084	36,421
Insurance	500	47,844	111,265
Professional fees	5,635	47,186	92,615
Meetings and travel	1,900	46,006	65,846
Contracted services	-	33,111	24,043
Materials and supplies	514,407	30,890	28,471
Rent	4,200	26,558	15,000
Utilities	-	24,714	51,826
Professional development, workshops and training	4,560	24,620	20,076
Telephone	-	7,466	8,438
Bank charges and interest	-	4,500	4,667
Miscellaneous	2,100	4,390	9,600
Minor equipment	-	3,500	15,472
Donations and grants (recovery)	-	1,951	(31,875)
Honouraria	-	1,400	3,200
SAMA assessment fee	-	1,167	13,000
Advertising and promotion	-	384	348
Bad debts (recovery)	-	(161,910)	94,301
	765,489	2,163,097	2,031,141
Surplus before other income	671,382	1,731,996	1,440,296

Continued on next page

White Bear First Nations
Other Band Programs
Schedule 11 - Schedule of Revenue and Expenses
For the year ended March 31, 2020

	<i>2020 Budget (Note 20)</i>	<i>2020</i>	<i>2019</i>
Surplus before other income <i>(Continued from previous page)</i>	671,382	1,731,996	1,440,296
Other income			
Gain on disposal of capital assets	-	-	35,441
Surplus before transfers	671,382	1,731,996	1,475,737
Transfers between programs	(256,451)	(451,824)	(912,224)
Surplus	414,931	1,280,172	563,513