

# **Muskoday First Nation**

Consolidated Financial Statements  
**March 31, 2015**

## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

September 9, 2015

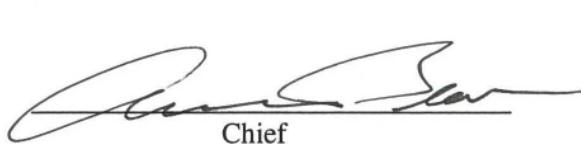
To the Members of  
Muskoday First Nation

Management of the Muskoday First Nation has the responsibility for preparing the accompanying consolidated financial statements and ensuring that all information in the related reports is consistent with the statements. This responsibility includes selecting appropriate accounting principles and making objective judgments and estimates in accordance with Canadian public sector accounting standards.

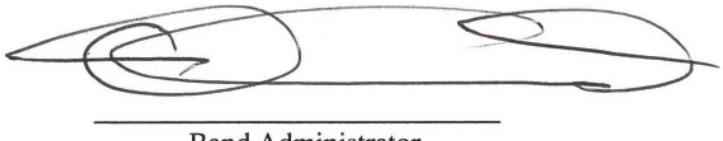
In discharging its responsibilities for the integrity and fairness of the consolidated financial statements and for the accounting systems from which they are derived, management maintains the necessary systems of internal controls designed to provide assurance that transactions are authorized, assets are safeguarded and proper records maintained.

Ultimate responsibility for consolidated financial statements to the members of the First Nation lies with the Council who review the consolidated financial statements in detail with management prior to their approval for publication.

External auditors are appointed by the Council to audit the consolidated financial statements and are available to meet separately with both the Council and management to review their findings. The external auditors have full and free access to the Council to discuss their audit and their findings as to the integrity of the First Nation's financial reporting and the adequacy of the system of internal controls.



Chief



Band Administrator

September 9, 2015

**To the Members of  
Muskoday First Nation**

We have audited the accompanying consolidated financial statements of Muskoday First Nation, which comprise the consolidated statement of financial position as at March 31, 2015 and the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and the related notes, which comprise a summary of significant accounting policies and other explanatory information.

**Management's responsibility for the consolidated financial statements**

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

**Auditor's 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 auditor's 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 consolidated financial position of Muskoday First Nation as at March 31, 2015 and the consolidated results of operations, changes in net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### **Other matter**

The supplementary information contained in the accompanying schedules is presented for purposes of additional information to the membership and Aboriginal Affairs and Northern Development Canada and does not form part of the consolidated financial statements. The schedules have not been audited other than in the course of our audit of the consolidated financial statements to the extent necessary to allow us to render an opinion thereon.

*PricewaterhouseCoopers LLP*

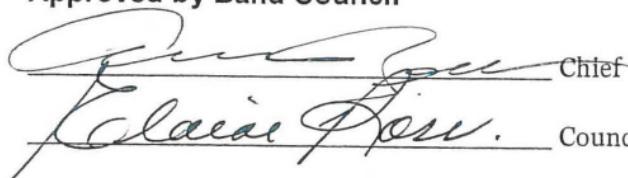
**Chartered Professional Accountants**

# Muskoday First Nation

## Consolidated Statement of Financial Position As at March 31, 2015

	2015 \$	2014 \$
<b>Financial Assets</b>		
Portfolio investments (note 4)	4,836,124	4,925,673
Other investments (note 5)	180,562	385,953
Accounts receivable (note 3)	964,782	1,339,770
Inventories for resale	192,713	165,984
Restricted cash – reserves and trust	1,239,041	36,699
	<hr/>	<hr/>
	7,413,222	6,854,079
<b>Financial Liabilities</b>		
Bank indebtedness	316,074	222,937
Accounts payable and accrued liabilities	647,089	593,411
Notes payable and long-term debt (note 6)	720,672	981,604
Deferred revenue (note 8)	1,348,531	734,374
Deferred capital contribution (note 8)	630,268	656,529
	<hr/>	<hr/>
	3,662,634	3,188,855
<b>Net Financial Assets</b>	<hr/>	<hr/>
	3,750,588	3,665,224
<b>Non-Financial Assets</b>		
Tangible capital assets (note 16)	18,971,666	18,748,124
Prepaid expenses	123,930	165,290
	<hr/>	<hr/>
	19,095,596	18,913,414
<b>Accumulated surplus</b>	<hr/>	<hr/>
	22,846,184	22,578,638
<b>Contingencies and commitments (note 9)</b>		

Approved by Band Council

  
Chief  
Palaeie Posse. Councillor

  
Councillor 4

# Muskoday First Nation

## Consolidated Statement of Change in Net Financial Assets

For the year ended March 31, 2015

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	2015 \$	2014 \$
<b>Annual Surplus (deficit)</b>	<b>267,546</b>	<b>(492,279)</b>
Acquisition of tangible capital assets	(1,184,651)	(180,271)
Amortization of tangible capital assets	825,209	875,219
Disposal of Tangible Capital Assets	135,900	-
Decrease in prepaid expenses	41,360	60,807
	<b>(182,182)</b>	<b>755,755</b>
<b>Net change in net financial assets</b>	<b>85,364</b>	<b>263,476</b>
<b>Net financial assets – Beginning of year</b>	<b>3,665,224</b>	<b>3,401,748</b>
<b>Net financial assets – End of year</b>	<b>3,750,588</b>	<b>3,665,224</b>

**Muskoday First Nation**  
**Consolidated Statement of Operations**  
**For the year ended March 31, 2015**

	<b>Budget</b> \$ (Unaudited)	<b>2015</b> \$	<b>2014</b> \$
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	5,610,803	8,005,569	6,159,301
Gas bar sales	3,923,116	4,152,995	4,475,591
Fuel/tobacco tax fund	950,000	1,161,428	1,256,724
Other revenue	766,815	542,735	162,233
Saskatoon Tribal Council Health & Family Services Inc.	884,699	873,114	1,067,123
Saskatoon Tribal Council Inc.	198,476	702,258	509,676
First Nation Trust – gaming	600,000	647,055	662,797
Band leases	400,000	447,090	470,590
Dakota Dunes Community Development Corporation	175,000	400,891	379,761
Health Canada	52,077	175,953	175,777
Interest	3,000	109,451	123,955
Saskatoon Tribal Council donations and reimbursements	74,000	71,669	72,304
Rent	24,908	45,361	53,016
Recreation	100,000	34,194	129,074
Dividend income (net of foreign taxes)	-	24,428	22,723
Province of Saskatchewan	-	21,000	21,000
Canada Mortgage and Housing Corporation	-	-	33,948
Deferred revenue – prior year	-	734,374	577,277
Deferred revenue – current year	-	(1,348,531)	(734,374)
Deferred capital contribution – prior year	-	656,529	683,884
Deferred capital contribution – current year	-	(630,268)	(656,529)
	<b>13,762,894</b>	<b>16,827,295</b>	<b>15,645,851</b>
<b>Expenses (note 15)</b>			
Other programs	6,008,514	6,537,904	7,265,616
Education	2,435,977	3,389,524	3,161,365
Community development	1,193,458	1,935,740	1,467,237
Indian Government support	1,356,737	1,485,339	1,096,770
Social development	1,217,532	1,306,853	1,021,832
Health	1,102,870	989,216	1,125,131
Economic development	60,594	89,964	124,960
	<b>13,375,682</b>	<b>15,734,540</b>	<b>15,262,911</b>
<b>Operating surplus (deficit) before amortization</b>	<b>387,212</b>	<b>1,092,755</b>	<b>382,940</b>
Amortization of tangible capital assets	-	825,209	875,219
<b>Annual surplus (deficit)</b>	<b>387,212</b>	<b>267,546</b>	<b>(492,279)</b>
<b>Accumulated surplus – Beginning of year</b>	<b>22,578,638</b>	<b>22,578,638</b>	<b>23,070,917</b>
<b>Accumulated surplus – End of year</b>	<b>22,965,850</b>	<b>22,846,184</b>	<b>22,578,638</b>

**Muskoday First Nation**  
 Consolidated Statement of Cash Flows  
 For the year ended March 31, 2015

	2015 \$	2014 \$
<b>Cash provided by (used in)</b>		
<b>Operating activities</b>		
Annual surplus (deficit)	267,546	(492,279)
Items not affecting cash		
Amortization of tangible capital assets	825,209	875,219
Net change in non-cash items on statement of financial position		
Accounts receivable	374,988	(173,146)
Inventories	(26,729)	82,227
Prepaid expenses	41,360	60,807
Accounts payable and accrued liabilities	53,678	190,807
Deferred revenue	614,157	162,354
Deferred capital contribution	(26,261)	(27,355)
	<hr/>	<hr/>
	2,123,948	678,634
<b>Capital activities</b>		
Acquisition of tangible capital assets	(1,184,651)	(180,271)
Disposal of tangible capital assets	135,900	-
	<hr/>	<hr/>
	(1,048,751)	(180,271)
<b>Investing activities</b>		
Purchase of portfolio investments	-	(37,869)
Proceeds from sale of portfolio investments	89,549	-
Transfers (to) from restricted cash – reserves and trust fund	(1,202,342)	18,195
Decrease (increase) in other investments	205,391	35,716
	<hr/>	<hr/>
	(907,402)	16,042
<b>Financing activities</b>		
Proceeds from debt issued	39,500	90,000
Debt repayments	(300,432)	(532,642)
	<hr/>	<hr/>
	(260,932)	(442,642)
<b>Net change in cash</b>	<hr/>	<hr/>
	(93,137)	71,763
<b>Net cash – Beginning of year</b>	<hr/>	<hr/>
	(222,937)	(294,700)
<b>Net cash – End of year</b>	<hr/>	<hr/>
	(316,074)	(222,937)
<b>Supplemental disclosure of cash flow information</b>		
Interest paid in year	<hr/>	<hr/>
	22,972	44,242

**Muskoday First Nation**  
Consolidated Statement of Cash Flows  
For the year ended March 31, 2015

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**1 Reporting entity**

The Muskoday First Nation (the “First Nation”) is organized under Treaty No. 6 and administered under the Indian Act, 1985.

**2 Summary of accounting policies**

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants and reflect the following significant accounting policies:

**Use of estimates**

The preparation of consolidated financial statements in conformity with Canadian public accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Items requiring the use of significant estimates include the useful life of tangible capital assets and provisions for uncollectible accounts receivable. Estimates are based on the best information available at the time of preparation of the financial statements and are reviewed annually to reflect new information as it becomes available. Measurement uncertainty exists in these consolidated financial statements. Actual results could differ from these estimates.

**Revenue recognition**

Funding received under the terms of an agreement is recognized as revenue when related expenditures are made or the balance of funding is receivable. Other revenues are recognized as services are provided.

**Portfolio investments**

Portfolio investments are carried at cost. Portfolio investments are written down where there has been a loss in value that is other than a temporary decline.

**Other investments**

Other investments are carried at the lower of cost and fair market value.

**Inventories**

Inventories are carried at the lower of cost and market value.

**Principles of consolidation**

All controlled entities are fully consolidated on a line-by-line basis. Inter-organizational balances and transactions are eliminated upon consolidation. Entities consolidated in the Muskoday First Nation’s financial statements include: Muskoday First Nation – Store and Gas Bar and Treaty General, Health and Revenue fund and Land Entitlement Trust.

# Muskoday First Nation

## Notes to Consolidated Financial Statements

**March 31, 2015**

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### **Tangible capital assets**

Tangible capital assets are recorded at acquisition or development cost.

Amortization is based on their estimated useful life using the following methods, term and rates:

Housing	5% declining balance
Buildings	4 – 5% declining balance
Community infrastructure	5% declining balance
Equipment	20 – 30% declining balance
Paving	4% declining balance
School	5% declining balance
Vehicles	30% declining balance

### **CMHC project transactions**

Excess subsidies and surplus repayments determined in accordance with CMHC housing project agreements are charged directly to accumulated surplus.

### **Impairment of long-lived assets**

Long-lived assets are tested for recoverability whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. An impairment loss is recognized when their carrying value exceeds the total undiscounted cash flows expected from their use and eventual disposition. The amount of the impairment loss is determined as the excess of the carrying value of the asset over its fair value.

### **Financial instruments**

The First Nation recognizes and measures its financial assets and liabilities as follows: cash, accounts receivable, restricted cash reserves and trust, bank indebtedness, portfolio investments, other investments, notes payable and long-term debt, other deferred revenue, deferred capital contribution, due from related parties, accounts payable and accrued liabilities are initially recorded at fair value. All financial assets and liabilities are subsequently measured at amortized cost. Interest attributable to financial instruments is reported in the statement of operations. Financial assets are tested for impairment at the end of each reporting period when there are indications that an asset may be impaired. When financial assets are impaired, impairment losses are recorded in the statement of operations.

# Muskoday First Nation

## Notes to Consolidated Financial Statements

March 31, 2015

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### 3 Accounts receivable

	2015 \$	2014 \$
Saskatoon District Tribal Council (STC)	322,121	580,614
Dakota Dunes Community Development Corporation	210,272	176,130
First Nations Trust	147,815	-
Other	82,684	212,806
Land/farming leases	69,520	139,898
Store and gas bar – Band receivables	54,181	42,863
Saskatchewan Finance	43,704	46,936
Accrued interest	22,653	26,066
STC Casino Holdings	11,832	12,117
Aboriginal Affairs and Northern Development Canada (AANDC)	-	100,039
Health Canada	-	4,253
Less: Allowance for doubtful accounts	964,782	1,341,722
	-	(1,952)
	964,782	1,339,770

### 4 Portfolio investments

	2015 \$	2014 \$
Short-term investments (market value – \$108,471)	108,471	208,587
Fixed income investments (market value – \$4,016,958)	4,018,970	3,960,687
Marketable securities (market value – \$976,511)	708,683	756,399
	4,836,124	4,925,673

The short-term investments are recorded at cost and consist of GICs having a maturity of up to one year at acquisition, which are held for the purpose of earning interest. The portfolio investments (fixed income investments and marketable securities) are restricted as per the Treaty Land Entitlement Agreement and managed by an independent trust advisor.

### 5 Other investments

	2015 \$	2014 \$
Dakota Dunes Hotel	-	185,675
Other equity investments	180,562	200,278
	180,562	385,953

In prior years, the First Nation established a joint venture operation of MFN & MB Holdings Inc., which has been effectively dissolved. As a result the First Nation has recognized the investment in the building and

# Muskoday First Nation

## Notes to Consolidated Financial Statements

March 31, 2015

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equipment as an equity investment. This is based upon the fact that this property is being rented with the associated rental income addressing the liabilities associated with this property. The liabilities consisting of a bank loan are disclosed within the long-term debt section of the notes.

The First Nation has also effectively sold its investment in the Dakota Dunes Hotel this year for \$75,000 at a loss of \$110,675.

### 6 Notes payable and long-term debt

	2015	2014
	\$	\$
Mortgage payable in monthly payments of \$800 including interest at 3.015%, due February 1, 2016	8,650	17,885
Mortgage payable in monthly payments of \$518 including interest at 2.965%, due March 1, 2017	12,020	17,837
Canadian Imperial Bank of Commerce, payable in annual instalments of \$146,000, interest at prime plus 1% (4%), due April 2, 2014	-	62,343
Canadian Imperial Bank of Commerce, payable in annual instalments of \$6,200, blended principal and interest at prime plus 1% (4%), due April 2, 2020	37,200	43,400
Canadian Imperial Bank of Commerce, payable in annual instalments of \$61,625, interest at prime plus 1% (4%), due April 2, 2014	-	61,625
Canadian Imperial Bank of Commerce, payable in monthly instalments of \$1,643, interest at prime plus 1% (4%), due May 5, 2024	180,562	200,184
Canadian Imperial Bank of Commerce, payable in annual instalments of \$4,800, interest at prime plus 1% (4%), due April 2, 2021	33,600	38,400
Canadian Imperial Bank of Commerce, payable in annual instalments of \$22,264, interest at prime plus 1% (4%), due May 1, 2016	44,524	66,788
Canadian Imperial Bank of Commerce, payable in annual instalments of \$20,000, interest at prime plus 1%, due April 1, 2022	160,000	180,000
Canadian Imperial Bank of Commerce, payable in annual instalments of \$27,858, interest at prime plus 1%, due April 15, 2019	139,284	167,142
Canadian Imperial Bank of Commerce, payable in annual instalments of \$4,000, interest at prime plus 1%, due April 15, 2022	32,000	36,000
Canadian Imperial Bank of Commerce, payable in annual instalments of \$40,000, interest at prime plus 1% (4%), due April 11, 2014	-	40,000
Canadian Imperial Bank of Commerce, payable in annual instalments of \$16,667, interest at prime plus 1%, due April 15, 2016	33,332	50,000
Canadian Imperial Bank of Commerce, payable in annual instalments of \$3,950, interest at prime plus 1%, due April 15, 1021	39,500	-
	<hr/>	<hr/>
	720,672	981,604

The mortgages are secured by a guarantee from Aboriginal Affairs and Northern Development Canada.

# Muskoday First Nation

## Notes to Consolidated Financial Statements

**March 31, 2015**

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The estimated principal repayments due in each of the next five years are as follows:

	\$
2016	140,053
2017	131,531
2018	86,524
2019	86,524
2020	86,524

The First Nation has lines of credit available for use in the General Fund to a maximum of \$100,000 and for use of the Musoday Store & Gas Bar to a maximum of \$100,000. Interest is charged at prime plus 0.5% and prime plus 1.5% respectively. The credit facilities are secured by the CIBC Retail Markets Credit Agreement and the Band Council Resolution authorizing AANDC to forward all present and future funding of the First Nation, under the Financial Transfer Agreement, and renewals thereof, to CIBC. This direction is irrevocable by present Chief and Council, and future Chiefs and Councils, as long as the First Nation continues to be indebted to CIBC, or unless agreed to otherwise jointly in writing by Muskoday First Nation and CIBC.

### 7 Appropriated surplus

	2015	2014
	\$	\$
<b>CMHC Replacement Reserve and CMHC Subsidy Surplus Reserve</b>		
Balance – Beginning of year	38,060	38,060
Allocation from general	3,624	-
Interest earned	42	-
Balance – End of year	<u>41,726</u>	<u>38,060</u>
<b>Funds held in Trust</b>		
Balance – Beginning of year	-	-
Interest earned	861	-
Transfers to First Nation	-	-
Balance – End of year	<u>861</u>	-
	<u>42,587</u>	<u>38,060</u>

# Muskoday First Nation

## Notes to Consolidated Financial Statements

March 31, 2015

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### 8 Deferred revenue

	Balance at March 31, 2014 \$	Funding received \$	Revenue recognized \$	Balance at March 31, 2015 \$
<b>AANDC</b>				
FNLM	310,236	328,237	(275,229)	363,244
Post-secondary education	146,943	638,424	(621,091)	164,276
Skills link	18,859	23,482	(40,473)	1,868
Institutional care	15,566	153,607	(169,173)	-
Water treatment facility	-	1,759,000	(939,857)	819,143
<b>Provincial government</b>				
Capital projects	656,529	-	(26,261)	630,268
<b>Other</b>	242,770	-	(242,770)	-
	<b>1,390,903</b>	<b>2,902,750</b>	<b>(2,314,854)</b>	<b>1,978,799</b>
	Balance at March 31, 2013 \$	Funding received \$	Revenue recognized \$	Balance at March 31, 2014 \$
<b>AANDC</b>				
FNLM	157,469	340,522	(187,755)	310,236
Post-secondary education	95,880	637,097	(586,034)	146,943
Skills link	11,478	47,774	(40,393)	18,859
Institutional care	12,247	99,000	(95,681)	15,566
<b>Provincial government</b>				
Capital projects	683,884	-	(27,355)	656,529
<b>Other</b>	294,946	1,924,383	(1,976,559)	242,770
	<b>1,255,904</b>	<b>3,048,776</b>	<b>(2,913,777)</b>	<b>1,390,903</b>

# **Muskoday First Nation**

## Notes to Consolidated Financial Statements

**March 31, 2015**

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### **9 Contingencies and commitments**

Pursuant to housing contracts with Canada Mortgage and Housing Corporation and in accordance with Section 56.1, Assistance of Northern Housing Act, the First Nation may be liable for the repayment of subsidy funds received in excess of allowed expenses. As the adjustment is based on a review by Canada Mortgage and Housing Corporation, the amount cannot be determined at this time. Repayments will be reflected as adjustments to surplus balances in the fiscal year in which they are repaid.

A variety of contingencies exist that relate to various First Nation administrative and economic development activities. While the potential outcomes of these contingencies are not determinable at this time, management estimates that the eventual settlement will not result in significant impact to the First Nation's financial position or operations.

### **10 Economic dependence**

The First Nation's existence as a going concern is dependent upon its ability to receive continued financial support from its funding agencies. If, as a result of a default or otherwise, the support of Aboriginal Affairs and Northern Development Canada is withdrawn, the First Nation may be unable to continue realizing its assets and discharging its liabilities in the normal course of business. These consolidated financial statements have been prepared on the basis that the First Nation will receive continued financial support.

### **11 Budget amounts**

The First Nation's management prepares all the budget amounts disclosed in the consolidated financial statements. These amounts are presented for information purposes and have not been audited.

### **12 Comparative figures**

Certain prior years' figures have been reclassified to conform to the current year's presentation.

### **13 Remeasurement gains and losses**

There is no remeasurement gains and losses reported.

# **Muskoday First Nation**

## Notes to Consolidated Financial Statements

**March 31, 2015**

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### **14 Risk management**

#### **Credit risk**

The First Nation's financial assets, including accounts receivable, are not exposed to significant credit risk.

#### **Liquidity risk**

Liquidity risk is the risk that the First Nation will not be able to meet its financial obligations as they become due. Liquidity risk also includes the risk of not being able to liquidate assets in a timely manner at a reasonable price. The First Nation is exposed to liquidity risk as a result of being economically dependent on funding from Aboriginal Affairs and Northern Development Canada. The First Nation approach to managing liquidity is to ensure that it has sufficient cash flows available to fund its operations and to meet its obligations when due, under both normal and stressed conditions.

# Muskoday First Nation

## Notes to Consolidated Financial Statements

March 31, 2015

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### 15 Expense type

	Budget \$	2015 \$	2014 \$
Cost of goods sold	4,005,000	4,460,102	4,891,243
Salaries and benefits	3,405,233	4,351,767	4,006,001
Amortization	-	825,209	875,219
Materials and supplies	317,722	821,459	586,565
Tuition and books	571,424	633,758	638,232
Subsistence	539,211	531,637	588,027
Water purchase	195,500	340,206	321,399
Utilities	269,866	337,321	339,456
Living allowances	355,262	327,413	326,817
Repairs and maintenance	276,857	314,875	297,558
Governance	562,180	304,872	267,236
Contracts	237,028	302,149	260,482
Recreation	140,000	239,823	334,002
Equipment	190,500	238,426	132,458
Insurance	43,786	216,909	214,372
Travel	131,619	207,155	186,222
Administration fees	310,844	198,095	55,162
Cultural and special events	98,000	182,455	138,640
Other	816,482	174,236	161,843
Projects	29,232	157,548	51,674
Professional fees	95,500	137,283	169,751
Medical Cab	-	132,754	-
Loss on sale of Investments	-	112,155	-
Individual leases	61,000	99,310	116,131
Special needs	67,519	88,461	105,756
Training and workshops	69,742	84,834	103,111
Member distribution	90,000	84,201	86,108
Focus on Families programs	96,202	79,643	86,842
Sewer and water	50,000	74,615	62,158
Contingency	10,160	52,231	38,407
Loss on disposal of capital asset	-	51,498	-
Fire department	52,080	49,608	33,173
STC service agreement	48,935	48,935	51,435
Bad debt	1,700	47,529	1,007
Interest and bank charges	71,674	47,373	47,952
Meetings and honorariums	41,580	42,377	78,750
Elders	43,700	28,295	71,822
Garbage	18,000	26,707	11,940
Grants and donations	21,500	24,846	15,858
Treaty land entitlement	22,000	24,484	33,920
Seniors' fuel allowance	-	23,800	23,450
Family violence programs	-	15,327	-
Early learning and child care program	-	8,470	150
Low income family support	5,000	5,819	4,310
Early childhood intervention	13,644	3,779	14,858
Adult care	-	-	95,681
Environmental screening	-	-	170
Economic development	-	-	75,000
Non-recurring expenses	-	-	137,782
	<b>13,375,682</b>	<b>16,559,749</b>	<b>16,138,130</b>

The budget figures presented do not include budgeted expenses of Muskoday store and gas bar operations.

**Muskoday First Nation**  
 Notes to Consolidated Financial Statements  
 March 31, 2015

**16 Tangible capital assets**

							2015								
							Accumulated amortization								
							Cost	Beginning of year \$	Additions \$	Disposals \$	End of year \$	Amortization \$	Disposals \$	End of year \$	Net \$
Housing	10,624,194	39,000	(117,300)	10,545,894	4,773,680	292,023	(68,254)	4,997,449			5,548,445				
Buildings	2,140,356	-	-	2,140,356	610,562	74,073	-	684,635			1,455,721				
Community infrastructure	6,137,186	939,857	-	7,077,043	3,774,773	118,120	-	3,892,893			3,184,302				
Equipment and tools	1,227,578	18,441	-	1,246,019	1,047,619	55,098	-	1,102,717			143,302				
Heavy equipment	548,904	-	-	548,904	451,800	29,131	-	480,931			67,973				
Paving	18,000	-	-	18,000	9,187	353	-	9,540			8,460				
School	5,808,189	-	-	5,808,189	2,141,692	183,325	-	2,325,017			3,483,172				
Vehicles	361,631	119,099	(18,600)	462,130	226,163	70,790	-	296,953			165,177				
CMHC housing	750,979	-	-	750,979	705,061	2,296	-	707,357			43,622				
Land	4,871,644	-	-	4,871,644	-	-	-	-			4,871,644				
	32,488,661	1,116,397	(135,900)	33,469,158	13,740,537	825,209	(68,254)	14,497,492			18,971,666				
							2014				Accumulated amortization				
							Cost	Beginning of year \$	Additions \$	Disposals \$	End of year \$	Amortization \$	Disposals \$	End of year \$	Net \$
Housing	10,514,261	109,933	-	10,624,194	4,465,758	307,922	-	4,773,680			5,850,514				
Buildings	2,140,356	-	-	2,140,356	532,648	77,914	-	610,562			1,529,794				
Community infrastructure	6,086,786	50,400	-	6,137,186	3,650,436	124,337	-	3,774,773			2,362,413				
Equipment and tools	1,223,135	4,443	-	1,227,578	978,006	69,613	-	1,047,619			179,959				
Heavy equipment	548,904	-	-	548,904	410,184	41,616	-	451,800			97,104				
Paving	18,000	-	-	18,000	8,820	367	-	9,187			8,813				
School	5,808,189	-	-	5,808,189	1,948,718	192,974	-	2,141,692			3,666,497				
Vehicles	346,136	15,495	-	361,631	168,104	58,059	-	226,163			135,468				
CMHC housing	750,979	-	-	750,979	702,644	2,417	-	705,061			45,918				
Land	4,871,644	-	-	4,871,644	-	-	-	-			4,871,644				
	32,308,390	180,271	-	32,488,661	12,865,318	875,219	-	13,740,537			18,748,124				

# **Muskoday First Nation**

## Notes to Consolidated Financial Statements

**March 31, 2015**

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Land represents land purchases made using Treaty Land Entitlement settlement dollars pursuant to the Treaty Land Entitlement Agreement. This land is held in fee simple until it achieves reserve status by way of declaration by the Governor General of Canada. At this time the land will be removed from the financial statements of the First Nation.

### **17 Segment disclosure**

The First Nation provides a range of services to its members. For management reporting purposes, operations and activities are organized and reported by department. The segments of the First Nation and the services provided by each are as follows:

- Indian government support – handles the finances and administration of the First Nation including support to Chief and Council and all other departments. The department provides internal support and central services to ensure the efficient and effective operations of the First Nation.
- Education – provides a variety of services for students from nursery school to a complete grade 12 that meets all provincial criteria with a cultural influence that reflects the First Nation's identity. The department includes a nutrition program, student counselling services, a resource centre, a Cree language and culture program, and a community school program.
- Community development– this department includes operating and maintenance of various facilities operated by the First Nation. Additionally this department includes capital and water projects.
- Economic Development – represents a variety of programs aimed at improving the economic environment in the community.
- Social Development–various social initiatives including adult care that require government funding.
- Health – offers community based programs aimed towards the well-being and health of the First Nation's residents. The First Nation operates home and community care programs, prevention programs and other community based health initiatives.
- Justice – handles the major justice activities, including the police management board and other justice initiatives operated by the First Nation.
- Band owned – represents a variety of band owned activities and economic development initiatives, including the Muskoday Store and Gas Bar, and revenue from the First Nation's revenue fund.

For each segment separately reported, the segment revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The presentation by segment is based on the same accounting policies as described in the Summary of Significant Accounting Policies. Segment results are as follows:

# Muskoday First Nation - Consolidated

## Notes to the Consolidated Financial Statements

### For the year ended March 31, 2015

Segment disclosure 17

	Indian Government Support						Community Development						
	Budget 2015		2015		2014		Budget 2015		2015		2014		
Revenues													
Band leases	-	-	-	-	-	-	-	-	-	-	-	-	
Deferred Revenue	-	(53,008)	(152,767)	-	-	-	(342)	(31,601)	-	-	(792,882)	-	
Federal Government Transfers	1,005,400	1,181,013	1,216,890	-	2,389,912	2,624,479	2,592,221	1,221,164	2,974,907	1,222,353	27,355	-	
First Nations Trust	-	-	-	-	-	-	-	-	-	-	-	-	
Gas Bar Revenues	-	-	-	-	-	-	-	-	-	-	-	-	
Other Revenue	408,081	242,719	5,531	-	36,156	98,382	52,411	22,892	193,757	79,701	-	-	
Provincial Government Transfers	-	-	-	-	-	-	-	-	-	-	-	-	
Saskatoon Tribal Council Health & Family Services Inc.	-	-	77,363	22,921	-	10,000	354,179	363,456	-	-	553	-	
Saskatoon Tribal Council Inc.	-	-	-	-	-	-	-	-	-	-	-	-	
	<b>1,413,481</b>	<b>1,448,087</b>	<b>1,092,575</b>		<b>2,436,068</b>	<b>3,076,698</b>	<b>2,976,487</b>		<b>1,244,056</b>	<b>2,376,335</b>	<b>1,329,409</b>		
Expenses													
Administration fees	102,086	14,063	33,916	-	30,311	-	-	-	6,584	-	-	-	-
Amortization	-	-	-	-	-	-	-	-	-	-	-	-	-
Cost of sales	-	-	-	-	-	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-	-	-	-	-	-
Materials and supplies	33,300	142,688	146,942	-	75,502	174,523	156,682	152,000	327,549	194,616	-	-	-
Meetings and Honorariums	5,300	1,950	3,035	-	19,580	18,067	16,709	3,600	4,050	3,099	-	-	-
Other Expenditures	222,246	201,361	130,748	-	311,425	310,608	286,459	100,838	179,845	64,679	-	-	-
Professional fees	31,000	37,204	55,189	-	1,500	2,564	19,132	-	-	-	-	-	-
Program Costs	300	1,000	591	-	893,886	976,525	975,294	-	-	-	-	-	-
Repairs and maintenance	27,284	13,204	203	-	-	-	-	-	-	-	-	-	-
Salaries and benefits	836,971	937,732	614,457	-	1,028,283	1,777,544	1,592,239	191,000	293,048	286,033	-	-	-
Training and workshops	14,500	4,236	3,672	-	4,500	38,779	8,311	440,836	646,222	486,396	-	-	-
Travel	46,250	91,450	74,509	-	19,724	40,296	45,947	11,400	15,936	8,509	1,006	-	-
Utilities	37,500	40,451	33,508	-	50,766	50,207	60,356	284,700	468,252	422,899	-	-	-
	<b>1,356,737</b>	<b>1,485,339</b>	<b>1,096,770</b>		<b>2,435,977</b>	<b>3,389,523</b>	<b>3,161,365</b>		<b>1,193,458</b>	<b>1,935,740</b>	<b>1,467,237</b>		
<b>Surplus (deficit) for the year</b>	<b>56,744</b>	<b>(37,252)</b>	<b>(4,195)</b>		<b>91</b>	<b>(312,825)</b>	<b>(184,878)</b>		<b>50,598</b>	<b>440,595</b>	<b>(137,828)</b>		

**Muskoday First Nation - Consolidated**  
 Notes to the Consolidated Financial Statements  
 For the year ended March 31, 2015

**17 Segment disclosure (continued)**

	Economic Development			Social Development			Health		
	Budget 2015 \$	2015 \$	2014 \$	Budget 2015 \$	2015 \$	2014 \$	Budget 2015 \$	2015 \$	2014 \$
<b>Revenues</b>									
Band leases	-	-	-	-	-	-	-	-	-
Deferred Revenue	-	-	-	-	-	-	-	-	-
Federal Government Transfers	58,783	58,048	58,661	935,544	1,112,515	1,048,630	52,077	230,560	230,271
First Nations Trust	-	-	-	-	-	-	-	-	-
Gas Bar Revenues	-	-	-	-	-	-	-	-	-
Other Revenue	-	980	31	125,100	126,580	417	103,470	38,630	55,973
Provincial Government Transfers	-	-	-	-	-	-	-	-	-
Saskatoon Tribal Council Health & Family Services Inc.	-	-	-	-	-	-	-	-	-
Saskatoon Tribal Council Inc.	5,000	34,020	93,688	145,726	156,526	-	884,699	873,114	1,067,123
	<b>63,783</b>	<b>93,048</b>	<b>152,380</b>	<b>1,206,370</b>	<b>1,411,187</b>	<b>1,046,990</b>	<b>1,040,246</b>	<b>1,159,334</b>	<b>1,353,367</b>
<b>Expenses</b>									
Administration fees	-	-	-	-	-	-	-	-	-
Amortization	-	-	-	-	-	-	-	-	-
Cost of sales	-	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-	-
Materials and supplies	1,000	51,982	189	6,400	19,371	-	31,120	41,725	71,119
Meetings and Honorariums	6,500	-	-	-	-	-	3,000	2,050	4,800
Other Expenditures	15,000	13,002	10,470	137,029	62,766	31,338	84,662	66,658	54,565
Professional fees	-	22,365	14,645	703,374	760,804	773,796	156,202	121,082	135,943
Program Costs	38,094	-	-	-	-	-	15,479	1,119	3,640
Repairs and maintenance	-	-	33,616	260,347	309,957	55,329	627,955	503,783	745,845
Salaries and benefits	-	66,040	-	7,582	4,302	2,710	45,634	36,515	20,444
Training and workshops	-	2,615	-	5,400	5,895	4,699	41,700	37,463	43,499
Travel	-	-	97,400	143,758	153,960	29,934	20,400	25,276	-
	<b>60,594</b>	<b>89,964</b>	<b>124,960</b>	<b>1,217,532</b>	<b>1,306,853</b>	<b>1,021,832</b>	<b>1,112,749</b>	<b>989,216</b>	<b>1,125,131</b>
<b>Surplus (deficit) for the year</b>	<b>3,189</b>	<b>3,084</b>	<b>27,420</b>	<b>(11,162)</b>	<b>104,334</b>	<b>25,158</b>	<b>(72,503)</b>	<b>170,118</b>	<b>228,236</b>

**Muskoday First Nation - Consolidated**  
 Notes to the Consolidated Financial Statements  
 For the year ended March 31, 2015

**17 Segment disclosure (continued)**

	Justice		Band - Owned	
	Budget 2015 \$	2015 \$	2014 \$	Budget 2015 \$
<b>Revenues</b>				
Band leases	-	-	-	400,000
Deferred Revenue	-	-	-	-
Federal Government Transfers	-	-	-	-
First Nations Trust	-	-	-	600,000
Gas Bar Revenues	-	-	-	4,873,116
Other Revenue	18,323	160	2,014	5,314,423
Provincial Government Transfers	-	21,000	21,000	770,291
Saskatoon Tribal Council Health & Family Services Inc.	-	-	-	-
Saskatoon Tribal Council Inc.	37,750	62,587	29,611	-
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	56,073	83,747	52,625	6,302,817
				7,178,859
				7,642,018
<b>Expenses</b>				
Administration fees	-	-	-	10,800
Amortization	-	-	-	-
Cost of sales	-	-	-	4,005,000
Insurance	-	-	-	43,286
Materials and supplies	500	14,333	1,589	17,500
Meetings and Honorariums	3,600	16,260	24,820	42,500
Other Expenditures	-	-	-	1,006,540
Professional fees	-	-	-	48,000
Program Costs	42,124	24,318	39,829	274,732
Repairs and maintenance	-	-	-	5,000
Salaries and benefits	-	-	-	471,537
Training and workshops	2,500	-	749	850
Travel	4,545	10,907	6,169	3,000
Utilities	-	-	-	26,500
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	53,269	65,818	73,156	5,955,245
				6,472,088
<b>Surplus (deficit) for the year</b>	<b>2,804</b>	<b>17,929</b>	<b>(20,531)</b>	<b>706,772</b>
				449,558
				7,192,460