

Muskoday First Nation

Consolidated Financial Statements
March 31, 2016

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

August 15, 2016


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



Executive Director



August 16, 2016

Independent Auditor's Report

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, 2016 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.

*PricewaterhouseCoopers LLP
128 4th Avenue South, Suite 600, Saskatoon, Saskatchewan, Canada S7K 1M8
T: +1 306 668 5900, F: +1 306 652 1315*

"PwC" refers to PricewaterhouseCoopers LLP, an Ontario limited liability partnership.

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, 2016 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.

PricewaterhouseCoopers LLP

Chartered Professional Accountants

Muskoday First Nation

Consolidated Statement of Financial Position

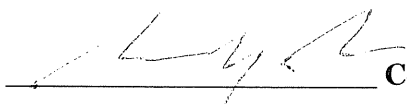
As at March 31, 2016

	2016 \$	2015 \$
Financial Assets		
Portfolio investments	364,261	108,471
Equity investments	-	180,562
Accounts receivable (note 3)	832,111	964,782
Inventory	151,917	192,713
Restricted Investments – reserves (note 4)	4,846,891	4,727,653
Restricted cash – reserves and trust	549,805	1,677,635
	<u>6,744,985</u>	<u>7,851,816</u>
Financial Liabilities		
Bank indebtedness	265,520	754,668
Accounts payable and accrued liabilities	452,371	647,089
Notes payable and long-term debt (note 5)	1,730,604	720,672
Deferred revenue (note 7)	961,896	1,348,531
Deferred capital contribution (note 7)	605,057	630,268
	<u>4,015,448</u>	<u>4,101,228</u>
Net Financial Position	<u>2,729,537</u>	<u>3,750,588</u>
Non-Financial Assets		
Tangible capital assets (note 15)	20,265,335	18,971,666
Prepaid expenses	213,793	123,930
	<u>20,479,128</u>	<u>19,095,596</u>
Accumulated surplus (note 6)	<u>23,208,665</u>	<u>22,846,184</u>
Contingent Liabilities (note 8)		

Approved by Band Council

 Chief

Councillor

 Councillor

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

Muskoday First Nation

Consolidated Statement of Change in Net Financial Assets

For the year ended March 31, 2016

	2016 \$	2015 \$
Annual Surplus	362,481	267,546
Acquisition of tangible capital assets	(2,139,342)	(1,184,651)
Amortization of tangible capital assets	845,673	825,209
Disposal of tangible capital assets	-	135,900
(Increase) decrease in prepaid expenses	(89,863)	41,360
	(1,383,532)	(182,182)
Net change in net financial assets	(1,021,051)	85,364
Net financial assets – Beginning of year	3,750,588	3,665,224
Net financial assets – End of year	2,729,537	3,750,588

Muskoday First Nation

Consolidated Statement of Operations

For the year ended March 31, 2016

	Budget \$ (Unaudited)	2016 \$	2015 \$
Revenue			
Indigenous and Northern Affairs Canada	5,777,215	6,752,259	8,005,569
Gas bar sales	5,101,285	4,074,913	4,152,995
Fuel/tobacco tax fund	1,616,600	1,133,687	1,161,428
Other revenue	342,164	554,200	542,735
Saskatoon Tribal Council Health & Family Services Inc.	812,064	934,594	873,114
Saskatoon Tribal Council Inc.	246,006	718,918	702,258
First Nation Trust – gaming	650,000	646,592	647,055
Band leases	400,000	476,124	447,090
Dakota Dunes Community Development Corporation	319,476	301,106	400,891
Health Canada	203,365	161,980	175,953
Interest Income	3,000	111,643	109,451
Individual leases	-	3,150	-
Saskatoon Tribal Council Casino Holdings	74,000	72,243	71,669
Rent	20,016	46,706	45,361
Recreation	100,000	24,213	34,194
Dividend income (net of foreign taxes)	-	25,684	24,428
Province of Saskatchewan	-	21,000	21,000
Canada Mortgage and Housing Corporation	-	40,958	-
Deferred revenue – prior year	-	1,348,531	734,374
Deferred revenue – current year	-	(923,349)	(1,348,531)
Deferred capital contribution – prior year	-	630,268	656,529
Deferred capital contribution – current year	-	(605,057)	(630,268)
	15,665,191	16,550,363	16,827,295
Expenses (note 14)			
Other Programs	7,511,809	6,376,382	6,537,904
Education	2,501,736	3,469,719	3,389,524
Community development	1,271,257	1,449,016	1,935,740
Indian Government support	1,211,685	1,628,482	1,485,339
Social development	1,530,358	1,353,933	1,306,853
Health	1,277,222	1,021,741	989,216
Economic development	63,000	42,936	89,964
	15,367,067	15,342,209	15,734,540
Annual surplus (deficit) before amortization	298,124	1,208,154	1,092,755
Amortization of tangible capital assets	-	845,673	825,209
Annual surplus (deficit)	298,124	362,481	267,546
Accumulated surplus – Beginning of year	22,846,184	22,846,184	22,578,638
Accumulated surplus – End of year	23,144,308	23,208,665	22,846,184

Muskoday First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2016

	2016 \$	2015 \$
Cash provided by (used in)		
Operating activities		
Annual surplus (deficit)	362,481	267,546
Items not affecting cash		
Amortization of tangible capital assets	845,673	825,209
Write-off equity investments	180,562	185,675
Net change in non-cash items on statement of financial position		
Accounts receivable	132,671	374,988
Inventories for resale	40,796	(26,729)
Prepaid expenses	(89,863)	41,360
Accounts payable and accrued liabilities	(194,718)	53,678
Deferred revenue	(386,635)	614,157
Deferred capital contribution	(25,211)	(26,261)
	865,756	2,309,623
Capital activities		
Acquisition of tangible capital assets	(2,139,342)	(1,184,651)
Disposal of tangible capital assets	-	135,900
	(2,139,342)	(1,184,651)
Investing activities		
Decrease (increase) of portfolio investments	(255,790)	100,116
Decrease (increase) of restricted investments	(119,238)	(10,567)
Transfers (to) from restricted cash – reserves and trust fund	1,127,830	(1,640,936)
Decrease (increase) in equity investments	-	19,716
	752,802	(1,531,671)
Financing activities		
Proceeds from debt issued	1,165,500	39,500
Debt repayments	(155,568)	(300,432)
	1,165,500	39,500
Net change in cash	489,148	(531,731)
Net cash – Beginning of year	(754,668)	(222,937)
Net cash – End of year	(265,520)	(754,668)
Supplemental disclosure of cash flow information		
Interest paid in year	46,300	22,972

Muskoday First Nation

Consolidated Statement of Cash Flows

For the year ended March 31, 2016

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. These consist of GICs having a maturity of up to one year at acquisition, which are held for the purpose of earning interest. 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.

Muskoday First Nation

Notes to Consolidated Financial Statements

March 31, 2016

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, General, Health and Revenue fund and Treaty Land Entitlement Trust.

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 consolidated 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 consolidated statement of operations.

Muskoday First Nation

Notes to Consolidated Financial Statements

March 31, 2016

3 Accounts receivable

	2016 \$	2015 \$
Saskatoon Tribal Council (STC)	435,273	322,121
Dakota Dunes Community Development Corporation	121,197	210,272
Other	101,706	82,684
Store and gas bar – Band receivables	65,344	54,181
Land/farming leases	62,638	69,520
Indigenous and Northern Affairs Canada	22,095	-
Accrued interest	21,191	22,653
Health Canada	2,667	-
First Nations Trust	-	147,815
Saskatchewan Finance	-	43,704
STC Casino Holdings	-	11,832
	<u>832,111</u>	<u>964,782</u>

4 Restricted investments - Trust

	2016 \$	2015 \$
Fixed income investments (market value – \$4,123,449)	4,096,830	4,018,970
Marketable securities (market value – \$954,233)	750,061	708,683
	<u>4,846,891</u>	<u>4,727,653</u>

The restricted investments (fixed income investments and marketable securities) are restricted as per the Treaty Land Entitlement Agreement and managed by an independent trust advisor.

5 Notes payable and long-term debt

	2016 \$	2015 \$
Mortgage payable in monthly payments of \$800 including interest at 3.015%, due February 1, 2016	-	8,650
Mortgage payable in monthly payments of \$518 including interest at 2.965%, due March 1, 2017	6,087	12,020
Canadian Imperial Bank of Commerce, payable in annual instalments of \$6,200, interest at prime plus 1% (3.7%), due April 2, 2020	31,000	37,200
Canadian Imperial Bank of Commerce, payable in monthly instalments of \$1,643, interest at prime plus 1% (3.7%), due May 5, 2024	167,865	180,562
Canadian Imperial Bank of Commerce, payable in annual instalments of \$4,800, interest at prime plus 1% (3.7%), due April 2, 2021	28,800	33,600
Canadian Imperial Bank of Commerce, payable in annual instalments of \$22,260, interest at prime plus 1% (3.7%), due May 1, 2016	22,260	44,524
Canadian Imperial Bank of Commerce, payable in annual instalments of \$20,000, interest at prime plus 1%, (3.7%) due April 1, 2022	140,000	160,000

Muskoday First Nation

Notes to Consolidated Financial Statements

March 31, 2016

Canadian Imperial Bank of Commerce, payable in annual instalments of \$27,858, interest at prime plus 1%, (3.7%) due April 15, 2019	111,426	139,284
Canadian Imperial Bank of Commerce, payable in annual instalments of \$4,000, interest at prime plus 1%, due April 15, 2022	28,000	32,000
Canadian Imperial Bank of Commerce, payable in annual instalments of \$16,666, interest at prime plus 1%, due April 15, 2016	16,666	33,332
Canadian Imperial Bank of Commerce, payable in annual instalments of \$26,500, interest at prime plus 1%, (3.7%) due April 15, 2024	238,500	39,500
Canadian Imperial Bank of Commerce, payable in annual instalments of \$92,000, blended principal and interest at prime plus 1.5% (4.2%), due April 15, 2025	920,000	-
Canadian Imperial Bank of Commerce, payable in annual instalments of \$20,000, blended principal and interest at prime plus 1.5% (4.2%), due April 15, 2021	20,000	-
	<u>1,730,604</u>	<u>720,672</u>

The mortgages are secured by a guarantee from Indigenous and Northern Affairs Canada (INAC).

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

	\$
2017	266,082
2018	201,074
2019	201,074
2020	201,068
2021	173,216

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 INAC 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.

Muskoday First Nation

Notes to Consolidated Financial Statements

March 31, 2016

6 Appropriated surplus

	2016 \$	2015 \$
CMHC Replacement Reserve and CMHC Subsidy Surplus Reserve		
Balance – Beginning of year	41,726	38,060
Allocation from general	1,752	3,624
Interest earned	62	42
	<hr/>	<hr/>
Balance – End of year	43,540	41,726
Funds held in Trust		
Balance – Beginning of year	861	-
Interest earned	-	861
Transfers to First Nation	-	-
	<hr/>	<hr/>
Balance – End of year	861	861
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	44,401	42,587
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Muskoday First Nation

Notes to Consolidated Financial Statements

March 31, 2016

7 Deferred revenue

	Balance at March 31, 2015 \$	Funding Received \$	Revenue Recognized \$	Balance at March 31, 2016 \$
INAC				
FNLMI	363,244	287,447	(332,075)	318,616
Post-secondary education	164,276	638,351	(647,940)	154,687
Skills link	1,868	17,215	(19,083)	-
Institutional care	-	214,842	(191,051)	23,791
Income Assistance	-	937,829	(796,252)	141,577
Capital Projects	819,143	917,329	(1,451,794)	284,678
Provincial government				
Capital projects	630,268	-	(25,211)	605,057
Other	-	38,547	-	38,547
	<u>1,978,799</u>	<u>3,051,560</u>	<u>(3,463,406)</u>	<u>1,566,953</u>
	Balance at March 31, 2014 \$	Funding Received \$	Revenue Recognized \$	Balance at March 31, 2015 \$
INAC				
FNLMI	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
Provincial government				
Capital projects	656,529	-	(26,261)	630,268
Other	242,770	-	(242,770)	-
	<u>1,390,903</u>	<u>2,902,750</u>	<u>(2,314,854)</u>	<u>1,978,799</u>

8 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.

Muskoday First Nation

Notes to Consolidated Financial Statements

March 31, 2016

9 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 Indigenous and Northern Affairs 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.

10 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.

11 Comparative Figures

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

12 Remeasurement gains and losses

There is no remeasurement gains and losses reported.

13 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 Indigenous and Northern Affairs 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, 2016

14 Expense type

	Budget \$	2016 \$	2015 \$
Administration fees	279,113	191,051	198,095
Adult care	-	-	-
Amortization	-	845,673	825,209
Bad debt	10,114	76,852	47,529
Contingency	45,460	59,698	52,231
Contracts	251,290	267,938	302,149
Cost of goods sold	5,526,900	4,481,038	4,460,102
Cultural and special events	224,100	145,599	182,455
Early childhood intervention	-	-	3,779
Early learning and child care programs	747	3,943	8,470
Economic development	-	-	-
Elders	75,500	45,095	28,295
Environmental screening	-	-	-
Equipment	166,624	236,425	238,426
Family violence programs	15,650	12,711	15,327
Fire department	52,695	67,103	49,608
Focus on Families programs	-	59,527	79,643
Garbage	18,000	18,067	26,707
Governance	565,323	330,717	304,872
Grants and donations	10,500	22,995	24,846
Individual leases	61,000	14,990	99,310
Insurance	184,953	246,216	216,909
Interest and bank charges	110,184	70,525	47,373
Joint venture	-	-	-
Living allowances	352,262	396,928	327,413
Loss on disposal of capital assets	-	-	51,498
Loss on sale of investments	-	-	112,155
Low income family support	10,000	1,625	5,819
Materials and supplies	336,757	750,839	821,459
Medical cab	150,780	78,508	132,754
Meeting and honorariums	276,294	75,503	52,389
Member distribution	90,000	89,627	84,201
Non-recurring expenses	-	-	-
Other	392,998	159,816	148,092
Professional fees	549,667	200,751	137,283
Projects	149,612	63,843	173,680
Recreation	140,000	242,529	239,823
Repairs and maintenance	295,616	318,707	314,875
Salaries and benefits	2,779,163	4,358,285	4,351,767
Seniors fuel allowance	-	23,100	23,800
Sewer and water	50,000	66,398	74,615
Special needs	96,000	83,346	88,461
STC service agreement	13,000	48,935	48,935
Subsistence	714,749	489,101	531,637
Training and workshops	195,033	64,708	84,834
Travel	94,789	190,280	207,155
Treaty land entitlement	22,000	26,438	24,484
Tuition and books	581,424	660,760	633,758
Utilities	283,270	343,769	337,321
Water purchase	195,500	257,923	340,206
	15,367,067	16,187,882	16,559,749

Muskoday First Nation

Notes to Consolidated Financial Statements

March 31, 2016

15 Tangible capital assets

	Cost				Accumulated amortization				2016
	Beginning of year \$	Additions \$	Disposals \$	End of year \$	Beginning of year \$	Amortization \$	Disposals \$	End of year \$	Net \$
Housing	10,545,894	1,005,273	-	11,551,166	4,997,449	327,562	-	5,325,011	6,226,154
Buildings	2,140,356	54,892	-	2,195,248	684,635	73,213	-	757,848	1,437,402
Community infrastructure	7,077,043	925,214	-	8,002,257	3,892,893	112,215	-	4,005,108	3,997,149
Equipment and tools	1,246,019	13,414	-	1,259,433	1,102,717	43,895	-	1,146,612	112,821
Heavy equipment	548,904	-	-	548,904	480,931	20,392	-	501,323	47,581
Paving	18,000	-	-	18,000	9,540	338	-	9,878	8,122
School	5,808,189	-	-	5,808,189	2,325,017	174,159	-	2,499,176	3,309,013
Vehicles	462,130	140,549	-	602,679	296,953	91,718	-	388,671	214,008
CMHC housing	750,979	-	-	750,979	707,357	2,181	-	709,538	41,441
Land	4,871,644	-	-	4,871,644	-	-	-	-	4,871,644
	33,469,158	2,139,342	-	35,608,499	14,497,492	845,673	-	15,343,165	20,265,335

	Cost				Accumulated amortization				2015
	Beginning of year \$	Additions \$	Disposals \$	End of year \$	Beginning 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	3,184,150
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

Muskoday First Nation

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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 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.

16 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:

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17 Segment disclosure

	Indian Government Support			Education			Community Development		
	Budget			Budget			Budget		
	2016	2016	2015	2016	2016	2015	2016	2016	2015
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues									
Band leases	-	-	-	-	-	-	-	-	-
Deferred revenue	-	44,628	(53,008)	-	11,457	(342)	-	559,676	(792,882)
Federal government transfers	1,059,910	1,236,319	1,181,013	2,389,839	2,639,174	2,624,479	1,002,933	1,701,909	2,974,907
First Nations Trust	-	-	-	-	-	-	-	-	-
Gas bar revenues	-	-	-	-	-	-	-	-	-
Other revenue	8,820	54,285	242,719	30,156	65,201	98,382	-	13,365	193,757
Provincial government transfers	-	-	-	-	-	-	-	-	-
Saskatoon Tribal Council Health & Family Services Inc.	-	-	-	-	-	-	-	-	-
Saskatoon Tribal Council Inc.	-	62,829	77,363	30,000	393,602	354,179	-	-	553
	<u>1,068,730</u>	<u>1,398,061</u>	<u>1,448,087</u>	<u>2,449,995</u>	<u>3,109,434</u>	<u>3,076,698</u>	<u>1,002,933</u>	<u>2,274,950</u>	<u>2,376,335</u>
Expenses									
Administration fees	500	-	14,063	30,311	-	1	-	-	-
Amortization	-	-	-	-	-	-	-	-	-
Cost of sales	-	-	-	-	-	-	-	-	-
Insurance	-	-	-	500	993	410	-	-	-
Materials and supplies	27,000	225,451	142,688	96,502	172,691	174,523	30,600	216,453	327,549
Meetings and honorariums	111,314	10,124	11,962	20,580	33,914	18,067	117,400	4,050	4,050
Other expenditures	162,474	172,463	191,349	272,517	350,370	310,608	214,884	101,962	179,845
Professional fees	431,000	70,730	37,204	15,000	5,455	2,564	-	-	-
Program costs	55,500	-	1,000	911,286	1,013,390	976,525	-	-	-
Repairs and maintenance	66,935	74,201	13,204	-	-	-	181,681	232,021	293,048
Salaries and benefits	313,463	935,022	937,732	1,083,216	1,798,111	1,777,544	426,652	502,294	646,222
Training and workshops	31,500	5,736	4,236	5,500	6,842	38,779	5,500	1,094	838
Travel	12,000	87,244	91,450	15,224	35,651	40,296	12,700	12,170	15,936
Utilities	-	47,511	40,451	51,100	52,302	50,207	281,840	378,972	468,252
	<u>1,211,686</u>	<u>1,628,482</u>	<u>1,485,339</u>	<u>2,501,736</u>	<u>3,469,719</u>	<u>3,389,524</u>	<u>1,271,257</u>	<u>1,449,016</u>	<u>1,935,740</u>
Surplus (deficit) for the year	<u>(142,956)</u>	<u>(230,421)</u>	<u>(37,252)</u>	<u>(51,741)</u>	<u>(360,285)</u>	<u>(312,826)</u>	<u>(268,324)</u>	<u>825,934</u>	<u>440,595</u>

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17 Segment disclosure (continued)

	Economic Development			Social Development			Health		
	Budget			Budget			Budget		
	2016	2016	2015	2016	2016	2015	2016	2016	2015
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues									
Band leases	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	(165,368)	15,566	-	-	-
Federal government transfers	58,776	58,776	58,048	1,211,263	1,152,671	1,112,515	257,859	161,980	230,560
First Nations Trust	-	-	-	-	-	-	-	-	-
Gas bar revenues	-	-	-	-	-	-	-	-	-
Other revenue	-	1,500	980	108,476	143,191	126,580	260,283	85,297	38,630
Provincial government transfers	-	-	-	-	-	-	-	-	-
Saskatoon Tribal Council Health & Family Services Inc.	-	-	-	-	-	-	812,064	934,594	873,114
Saskatoon Tribal Council Inc.	5,500	30,133	34,020	155,726	176,124	156,526	17,030	17,030	17,030
	64,276	90,409	93,048	1,475,465	1,306,618	1,411,187	1,347,236	1,198,901	1,159,334
Expenses									
Administration fees	-	-	-	-	-	-	55,885	-	-
Amortization	-	-	-	-	-	-	-	-	-
Cost of sales	-	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-	-
Materials and supplies	35,000	7,875	51,982	4,700	34,906	19,371	101,955	24,137	41,725
Meetings and honorariums	-	10	-	-	-	-	3,000	2,194	2,050
Other expenditures	-	7,276	13,002	52,935	92,833	62,766	196,598	115,266	66,658
Professional fees	-	-	-	-	-	-	31,667	23,167	25,667
Program costs	23,000	8,322	22,365	945,666	740,016	760,804	343,112	182,740	253,836
Repairs and maintenance	-	-	-	-	3,961	-	17,000	107	1,119
Salaries and benefits	-	-	-	262,433	333,205	309,957	430,901	590,038	503,783
Training and workshops	-	18,020	-	114,744	6,086	4,302	34,589	26,097	36,515
Travel	5,000	1,433	2,615	16,000	7,859	5,895	32,665	34,731	37,463
Utilities	-	-	-	133,880	135,067	143,758	29,850	23,264	20,400
	63,000	42,936	89,964	1,530,358	1,353,933	1,306,853	1,277,222	1,021,741	989,216
Surplus (deficit) for the year	1,276	47,473	3,084	(54,893)	(47,315)	104,334	70,014	177,160	170,118

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17 Segment disclosure (continued)

	Justice			Band - Owned		
	Budget			Budget		
	2016	2016	2015	2016	2016	2015
	\$	\$	\$	\$	\$	\$
Revenues						
Band leases	-	-	-	400,000	476,124	447,090
Deferred revenue	-	-	-	-	-	-
Federal government transfers	-	-	-	-	-	-
First Nations Trust	-	-	-	650,000	646,592	647,055
Gas bar revenues	-	-	-	6,717,885	5,208,600	5,314,423
Other revenue	-	1,166	160	450,921	779,308	770,291
Provincial government transfers	-	21,000	21,000	-	-	-
Saskatoon Tribal Council Health & Family Services Inc.	-	-	-	-	-	-
Saskatoon Tribal Council Inc.	37,750	39,200	62,587	-	-	-
	37,750	61,366	83,747	8,218,806	7,110,624	7,178,859
Expenses						
Administration fees	-	-	-	18,500	-	14,316
Amortization	-	-	-	-	-	-
Cost of sales	-	-	-	5,526,900	4,481,038	4,460,102
Insurance	-	-	-	59,453	245,223	216,419
Materials and supplies	2,500	4,067	14,333	27,500	65,259	49,288
Meetings and honorariums	24,000	25,211	16,260	67,500	43,645	25,920
Other expenditures	-	-	-	663,255	435,902	600,537
Professional fees	-	-	-	72,000	101,399	71,848
Program costs	-	-	-	403,639	417,644	551,177
Repairs and maintenance	-	-	-	30,000	8,417	7,504
Salaries and benefits	43,962	44,191	24,318	524,500	461,387	443,144
Training and workshops	1,000	300	-	2,200	533	164
Travel	10,000	8,255	10,907	2,800	2,937	2,593
Utilities	-	-	-	32,100	30,974	29,074
	81,462	82,024	65,818	7,430,347	6,294,358	6,472,086
Surplus (deficit) for the year	(43,712)	(20,658)	17,929	788,459	816,266	706,773

