

Muskoday First Nation

Consolidated Financial Statements
March 31, 2017



September 11, 2017

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

	2017 \$	2016 \$
Financial Assets		
Portfolio Investments	314,894	364,261
Accounts receivable (note 3)	1,686,293	832,111
Inventory	214,204	151,917
Restricted investments – reserves (note 4)	4,834,591	4,848,891
Restricted cash – reserves and trust	638,963	649,806
	<u>7,588,935</u>	<u>6,744,985</u>
Financial Liabilities		
Bank indebtedness	812,056	285,520
Accounts payable and accrued liabilities	414,426	452,371
Notes payable and long-term debt (note 5)	2,773,451	1,730,604
Deferred revenue (note 7)	1,727,648	961,896
Deferred capital contribution (note 7)	680,855	605,057
	<u>6,308,435</u>	<u>4,016,448</u>
Net Financial Position	<u>1,277,500</u>	<u>2,728,537</u>
Non-Financial Assets		
Tangible capital assets (note 15)	21,103,644	20,265,336
Prepaid expenses	160,918	213,783
	<u>21,254,462</u>	<u>20,479,128</u>
Accumulated surplus (note 6)	<u>22,531,962</u>	<u>23,208,665</u>
Contingent Liabilities (note 8)		
Subsequent events (note 13)		

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, 2017

	2017	2016
	\$	\$
Annual Surplus	<u>(676,703)</u>	<u>362,481</u>
Acquisition of tangible capital assets	(1,822,521)	(2,139,342)
Amortization of tangible capital assets	984,312	845,673
Disposal of tangible capital assets	-	-
(Increase) decrease in prepaid expenses	<u>62,875</u>	<u>(89,863)</u>
	<u>(775,334)</u>	<u>(1,383,532)</u>
Net change in net financial assets	<u>(1,452,037)</u>	<u>(1,021,051)</u>
Net financial assets – Beginning of year	<u>2,729,537</u>	<u>3,750,588</u>
Net financial assets – End of year	<u>1,277,500</u>	<u>2,729,537</u>

Muskoday First Nation**Consolidated Statement of Operations****For the year ended March 31, 2017**

	Budget \$ (Unaudited)	2017 \$	2016 \$
Revenue			
Indigenous and Northern Affairs Canada	6,913,077	7,722,712	6,752,259
Gas bar sales	4,523,000	3,917,822	4,074,913
Fuel/tobacco tax fund	1,217,000	1,079,049	1,133,687
Saskatoon Tribal Council Health & Family Services Inc.	916,130	912,479	934,594
Saskatoon Tribal Council Inc.	471,737	796,767	718,918
First Nation Trust – gaming	650,000	605,321	646,592
Other revenue	-	555,895	554,200
Band leases	540,000	544,137	476,124
Dakota Dunes Community Development Corporation	410,856	391,743	301,106
Health Canada	225,374	227,523	161,980
Interest income	-	102,018	111,643
Saskatoon Tribal Council Casino Holdings	74,000	72,790	72,243
Rent	58,016	34,876	46,706
Dividend income (net of foreign taxes)	-	22,868	25,684
Recreation	-	20,969	24,213
Canada Mortgage and Housing Corporation	-	3,346	40,958
Province of Saskatchewan	-	750	21,000
Individual leases	-	-	3,150
Deferred revenue – prior year	-	923,349	1,348,531
Deferred revenue – current year	-	(1,688,658)	(923,349)
Deferred capital contribution – prior year	582,359	605,057	630,268
Deferred capital contribution – current year	-	(580,855)	(605,057)
	16,582,549	16,269,958	16,550,363
Expenses (note 14)			
Other programs	6,543,092	6,296,236	6,376,382
Education	2,793,271	3,747,396	3,469,719
Social developments	1,399,205	1,294,459	1,353,933
Indian Government support	1,367,723	1,372,790	1,628,482
Community development	1,209,837	2,134,201	1,449,016
Health	1,146,673	1,065,811	1,021,741
Economic development	65,846	51,456	42,936
	14,525,647	15,962,349	15,342,209
Annual surplus (deficit) before amortization	2,056,902	307,609	1,208,154
Amortization of tangible capital assets	-	984,312	845,673
Annual surplus (deficit)	2,056,902	(676,703)	362,481
Accumulated surplus – Beginning of year	23,208,665	23,208,665	22,846,184
Accumulated surplus – End of year	25,265,567	22,531,962	23,208,665
Segment disclosure (note 17)			

Muskoday First Nation

Consolidated Statement of Cash Flows

For the year ended March 31, 2017

	2017 \$	2016 \$
Cash provided by (used in)		
Operating activities		
Annual surplus (deficit)	(676,703)	362,481
Items not affecting cash		
Amortization of tangible capital assets	984,312	845,673
Write-off equity investments	-	180,562
Net change in non-cash items on statement of financial position		
Accounts receivable	(853,172)	132,671
Inventories for resale	(62,287)	40,796
Prepaid expenses	62,875	(89,863)
Accounts payable and accrued liabilities	(37,946)	(194,718)
Deferred revenue	765,752	(386,635)
Deferred capital contribution	(24,202)	(25,211)
	<u>158,629</u>	<u>865,756</u>
Capital activities		
Acquisition of tangible capital assets	<u>(1,822,521)</u>	<u>(2,139,342)</u>
Investing activities		
Transfers (to) from restricted cash – reserves and trust fund	12,842	1,127,830
Decrease (increase) of restricted investments	12,300	(119,238)
Decrease (increase) of portfolio investments	49,367	(255,790)
	<u>74,509</u>	<u>752,802</u>
Financing activities		
Proceeds from debt issued	1,411,260	1,165,500
Debt repayments	<u>(368,413)</u>	<u>(155,568)</u>
	<u>1,042,847</u>	<u>1,009,932</u>
Net increase (decrease) in net cash	<u>(546,536)</u>	<u>489,148</u>
Net cash – Beginning of year	<u>(265,520)</u>	<u>(754,668)</u>
Net cash – End of year	<u>(812,056)</u>	<u>(265,520)</u>
Supplemental disclosure of cash flow information		
Interest paid in year	<u>92,697</u>	<u>46,300</u>

Muskoday First Nation**Notes to Consolidated Financial Statements****March 31, 2017**

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.

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Notes to Consolidated Financial Statements

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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

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, 2017****3 Accounts receivable**

	2017 \$	2016 \$
Saskatoon Tribal Council (STC)	766,395	435,273
Indigenous and Northern Affairs Canada	657,010	22,095
Store and gas bar – Band receivables	88,241	65,344
Dakota Dunes Community Development Corporation	86,063	121,197
Other	65,756	101,706
Accrued interest	18,959	21,191
Health Canada	2,859	2,667
Land/farming leases	-	62,638
	<u>1,685,283</u>	<u>832,111</u>

4 Restricted investments - Trust

	2017 \$	2016 \$
Fixed income investments (market value – \$4,061,696)	4,016,003	4,096,830
Marketable securities (market value – \$1,122,205)	818,588	750,061
	<u>4,834,591</u>	<u>4,846,891</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

	2017 \$	2016 \$
Mortgage payable in monthly payments of \$518 including interest at 2.965%, due March 1, 2017	-	6,087
Canadian Imperial Bank of Commerce, payable in annual instalments of \$6,200, interest at prime plus 1% (3.7%), due April 2, 2020	24,800	31,000
Canadian Imperial Bank of Commerce, payable in monthly instalments of \$1,643, interest at prime plus 1% (3.7%), due May 5, 2024	145,823	167,865
Canadian Imperial Bank of Commerce, payable in annual instalments of \$4,800, interest at prime plus 1% (3.7%), due April 2, 2021	24,000	28,800
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
Canadian Imperial Bank of Commerce, payable in annual instalments of \$20,000, interest at prime plus 1%, (3.7%) due April 1, 2022	120,000	140,000
Canadian Imperial Bank of Commerce, payable in annual instalments of \$27,858, interest at prime plus 1%, (3.7%) due April 15, 2019	83,568	111,426
Canadian Imperial Bank of Commerce, payable in annual instalments of \$4,000, interest at prime plus 1%, due April 15, 2022	24,000	28,000

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Canadian Imperial Bank of Commerce, payable in annual instalments of \$16,666, interest at prime plus 1%, due April 15, 2016	-	16,666
Canadian Imperial Bank of Commerce, payable in annual instalments of \$26,500, interest at prime plus 1%, (3.7%) due April 15, 2024	212,000	238,500
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	828,000	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
Canadian Imperial Bank of Commerce, payable in quarterly instalments of \$30,500, interest at prime plus 1.5% (4.2%), due 120 months from the date of first regular payment date on December 31, 2027	1,086,651	-
Canadian Imperial Bank of Commerce, payable in instalments of \$12,461, interest at prime plus 1.5% (4.2%), due April 15, 2026	124,609	-
Canadian Imperial Bank of Commerce, payable in annual at prime plus 1.5% (4.2%) due in 6 months from the date of the first regular payment date.	100,000	-
	<u>2,773,451</u>	<u>1,730,604</u>

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

	\$
2018	288,613
2019	335,535
2020	335,529
2021	307,677
2022	307,677

The First Nation has lines of credit available for use in the General Fund to a maximum of \$300,000 and for use of the Muskoday 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, 2017**

6 Appropriated surplus

	2017	2016
	\$	\$
Funds held in Trust		
Balance – Beginning of year	861	861
Interest earned	-	-
Transfers to First Nation	-	-
	<hr/>	<hr/>
Balance – End of year	<hr/> 861	<hr/> 861

Muskoday First Nation

Notes to Consolidated Financial Statements

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7 Deferred revenue

	Balance at March 31, 2016 \$	Funding Received \$	Revenue Recognized \$	Balance at March 31, 2017 \$
INAC				
FNLMI	318,616	276,322	(127,815)	467,123
Post-secondary education	154,687	657,175	(621,004)	190,858
Institutional care	23,791	199,955	(161,690)	62,056
Income assistance	141,577	965,484	(754,645)	352,416
Capital projects	284,678	1,641,925	(1,310,398)	616,205
Provincial government				
Capital projects (note 8)	605,057	-	(24,202)	580,855
Other	38,547	38,990	(38,547)	38,990
	<u>1,566,953</u>	<u>3,779,851</u>	<u>(3,038,301)</u>	<u>2,308,503</u>
	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
Water treatment facility	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>

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

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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 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.

13 Subsequent events

Subsequent to year-end the First Nation was notified of non-compliance with the Provincial government's housing program. As a result, the Provincial government deferred revenue related to capital projects (i.e. housing) is subject to renegotiation or repayment in the 2018 fiscal year.

Muskoday First Nation**Notes to Consolidated Financial Statements****March 31, 2017****14 Expense type**

	Budget	2017	2016
	\$	\$	\$
Administration fees	439,979	161,629	191,051
Amortization	-	984,312	845,673
Bad debt	1,635	64,134	76,852
Contingency	78,434	135,860	59,698
Contracts	247,886	257,906	267,938
Costs of goods sold	4,631,009	4,049,066	4,481,038
Cultural and special events	123,687	202,507	145,599
Early learning and child care program	-	1,294	3,943
Elders	31,300	49,228	45,095
Environmental screening	33,000	-	-
Equipment	214,500	209,844	236,425
Family violence programs	16,179	16,000	12,711
Fire department	50,440	52,838	67,103
Focus on Families programs	61,250	45,117	59,527
Garbage	18,000	23,303	18,067
Governance	315,143	352,330	330,717
Grants and donations	21,600	45,039	22,995
Individual leases	51,000	95,534	14,990
Insurance	31,000	245,144	246,216
Interest and bank charges	38,148	118,727	70,525
Living allowances	338,262	371,450	396,928
Low income family support	14,000	13,611	1,625
Materials and supplies	437,739	832,263	750,839
Medical cab	123,333	135,881	78,508
Meeting and honorariums	58,580	41,780	75,503
Member distribution	100,000	91,624	89,627
Other	552,352	427,149	159,816
Professional fees	108,552	137,589	200,751
Projects	143,654	64,986	63,843
Recreation	140,000	190,279	242,529
Repairs and maintenance	276,470	380,918	318,707
Salaries and benefits	3,700,230	4,705,105	4,358,285
Seniors fuel allowance	23,500	25,725	23,100
Sewer and water	60,000	110,532	66,398
Special needs	77,000	98,988	83,346
STC service agreement	48,935	44,857	48,935
Subsistence	710,464	440,819	489,101
Training and workshops	62,557	100,418	64,708
Travel	143,071	188,931	190,280
Treaty land entitlement	20,000	24,462	26,438
Tuition and books	580,392	702,638	660,760
Utilities	333,070	383,834	343,769
Water purchase	69,296	323,010	257,923
	14,525,647	16,946,661	16,187,882

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15 Tangible capital assets

	Cost				Accumulated amortization				2017
	Beginning of year \$	Additions \$	Disposals \$	End of year \$	Beginning of year \$	Amortization \$	Disposals \$	End of year \$	Net \$
Housing	11,551,169	137,935	-	11,689,104	5,327,465	318,075	-	5,645,540	6,043,564
Buildings	2,140,356	1,293,151	-	3,433,507	757,797	131,556	-	889,353	2,544,154
Community infrastructure	8,002,257	309,085	-	8,311,342	4,005,108	215,312	-	4,220,420	4,090,922
Equipment and tools	1,261,830	82,350	-	1,344,180	1,146,611	56,576	-	1,203,187	140,993
Heavy equipment	548,904	-	-	548,904	501,323	14,274	-	515,597	33,307
Paving	18,000	-	-	18,000	9,878	325	-	10,203	7,797
School	5,808,189	-	-	5,808,189	2,499,175	165,451	-	2,664,626	3,143,563
Vehicles	657,573	-	-	657,573	388,671	80,671	-	469,342	188,231
CMHC housing	750,979	-	-	750,979	709,538	2,072	-	711,610	39,369
Land	4,871,644	-	-	4,871,644	-	-	-	-	4,871,644
	35,610,901	1,822,521	-	37,433,422	15,345,566	984,312	-	16,329,878	21,103,544

	Cost				Accumulated amortization				2016
	Beginning of year \$	Additions \$	Disposals \$	End of year \$	Beginning of year \$	Amortization \$	Disposals \$	End of year \$	Net \$
Housing	10,545,896	1,005,273	-	11,551,169	4,999,903	327,562	-	5,327,465	6,223,704
Buildings	2,085,464	54,892	-	2,140,356	684,584	73,213	-	757,797	1,382,559
Community infrastructure	7,077,043	925,214	-	8,002,257	3,892,893	112,215	-	4,005,108	3,997,149
Equipment and tools	1,248,416	13,414	-	1,261,830	1,102,716	43,895	-	1,146,611	115,219
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	2,325,016	174,159	-	2,499,175	3,309,014
Vehicles	517,024	140,549	-	657,573	296,953	91,718	-	388,671	268,902
CMHC housing	750,979	-	-	750,979	707,357	2,181	-	709,538	41,441
Land	4,871,644	-	-	4,871,644	-	-	-	-	4,871,644
	33,471,559	2,139,342	-	35,610,901	14,499,893	845,673	-	15,345,566	20,265,335

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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.

Muskoday First Nation - Consolidated

Notes to the Consolidated Financial Statements

For the year ended March 31, 2017

17 Segment disclosure

	Indian Government Support			Education			Community Development		
	Budget			Budget			Budget		
	2017	2017	2016	2017	2017	2016	2017	2017	2016
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues									
Band leases	-	-	-	-	-	-	-	-	-
Deferred revenue	-	(148,507)	44,628	-	(36,171)	11,457	-	(307,325)	559,676
Federal government transfers	1,133,690	1,144,251	1,236,319	2,947,168	2,947,168	2,639,174	1,540,271	2,408,339	1,701,909
First Nations Trust	-	-	-	-	-	-	-	-	-
Gas bar revenues	-	-	-	-	-	-	-	-	-
Other revenue	293,455	(12,901)	54,285	3,908	6,991	65,201	325,856	327,494	13,365
Provincial government transfers	-	-	-	-	-	-	-	-	-
Saskatoon Tribal Council Health & Family Services Inc.	-	-	-	-	-	-	-	-	-
Saskatoon Tribal Council Inc.	-	63,677	62,829	270,556	454,879	393,602	-	-	-
	<u>1,427,145</u>	<u>1,046,520</u>	<u>1,398,061</u>	<u>3,221,632</u>	<u>3,372,867</u>	<u>3,109,434</u>	<u>1,866,127</u>	<u>2,428,508</u>	<u>2,274,950</u>
Expenses									
Administration fees	-	-	-	-	-	-	-	-	-
Amortization	-	-	-	-	-	-	-	-	-
Cost of sales	-	-	-	-	-	-	-	-	-
Insurance	-	-	-	1,000	-	993	-	-	-
Materials and supplies	63,000	76,058	225,451	105,214	192,965	172,691	169,501	415,908	216,453
Meetings and honorariums	10,000	7,040	10,124	16,580	19,704	33,914	4,000	4,500	4,050
Other expenditures	217,147	185,428	172,463	396,461	422,689	350,370	118,500	154,087	101,962
Professional fees	31,360	31,904	70,730	2,500	3,829	5,455	-	-	-
Program costs	-	600	-	925,341	1,037,921	1,013,390	-	-	-
Repairs and maintenance	30,100	9,375	74,201	-	-	-	225,000	274,389	232,021
Salaries and benefits	898,416	927,816	935,022	1,272,121	1,951,939	1,798,111	511,000	743,967	502,294
Training and workshops	13,000	963	5,736	4,080	25,797	6,842	2,000	-	1,094
Travel	57,200	89,898	87,244	19,874	36,987	35,651	12,000	15,242	12,170
Utilities	47,500	43,709	47,511	50,100	55,565	62,302	167,836	526,109	378,972
	<u>1,367,723</u>	<u>1,372,791</u>	<u>1,628,482</u>	<u>2,793,271</u>	<u>3,747,396</u>	<u>3,469,719</u>	<u>1,209,837</u>	<u>2,134,202</u>	<u>1,449,016</u>
Surplus (deficit) for the year	<u>59,422</u>	<u>(326,271)</u>	<u>(230,421)</u>	<u>428,361</u>	<u>(374,529)</u>	<u>(360,285)</u>	<u>656,290</u>	<u>294,306</u>	<u>825,934</u>

Muskoday First Nation - Consolidated
Notes to the Consolidated Financial Statements
For the year ended March 31, 2017

17 Segment disclosure (continued)

	Economic Development			Social Development			Health		
	Budget			Budget			Budget		
	2017	2017	2016	2017	2017	2016	2017	2017	2016
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues									
Band leases	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	(249,104)	(165,368)	-	-	-
Federal government transfers	60,509	60,509	58,776	1,231,439	1,165,439	1,152,671	225,374	227,523	161,980
First Nations Trust	-	-	-	-	-	-	-	-	-
Gas bar revenues	-	-	-	-	-	-	-	-	-
Other revenue	-	-	1,500	1,000	104,999	143,191	(4)	3,393	85,297
Provincial government transfers	-	-	-	-	-	-	-	-	-
Saskatoon Tribal Council Health & Family Services Inc.	-	-	-	-	-	-	916,130	912,479	934,594
Saskatoon Tribal Council Inc.	11,346	15,435	30,133	135,055	196,599	176,124	17,030	17,030	17,030
	<u>71,855</u>	<u>75,944</u>	<u>90,409</u>	<u>1,367,494</u>	<u>1,217,933</u>	<u>1,306,618</u>	<u>1,158,530</u>	<u>1,160,425</u>	<u>1,198,901</u>
Expenses									
Administration fees	-	-	-	-	-	-	59,698	-	-
Amortization	-	-	-	-	-	-	-	-	-
Cost of sales	-	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-	-
Materials and supplies	25,000	21,184	7,875	8,000	17,319	34,906	27,455	44,135	24,137
Meetings and honorariums	20,000	-	10	-	-	-	3,000	1,900	2,194
Other expenditures	10,846	10,008	7,276	60,635	73,228	92,833	106,207	105,393	115,266
Professional fees	-	1,197	-	-	-	-	25,667	31,467	23,167
Program costs	-	-	8,322	914,693	677,879	740,016	274,701	217,960	182,740
Repairs and maintenance	-	-	-	2,000	4,437	3,961	2,000	54,008	107
Salaries and benefits	-	18,287	-	250,247	332,683	333,205	561,121	540,140	590,038
Training and workshops	5,000	200	18,020	5,850	44,552	6,086	31,077	24,842	26,097
Travel	5,000	580	1,433	18,500	9,813	7,859	28,447	22,769	34,731
Utilities	-	-	-	139,280	134,548	135,067	27,300	23,197	23,264
	<u>65,846</u>	<u>51,456</u>	<u>42,936</u>	<u>1,399,205</u>	<u>1,294,459</u>	<u>1,353,933</u>	<u>1,146,673</u>	<u>1,065,811</u>	<u>1,021,741</u>
Surplus (deficit) for the year	<u>6,009</u>	<u>24,488</u>	<u>47,473</u>	<u>(31,711)</u>	<u>(76,526)</u>	<u>(47,315)</u>	<u>11,857</u>	<u>94,614</u>	<u>177,160</u>

Muskoday First Nation - Consolidated

Notes to the Consolidated Financial Statements

For the year ended March 31, 2017

17 Segment disclosure (continued)

	Justice			Band - Owned		
	Budget			Budget		
	2017	2017	2016	2017	2017	2016
	\$	\$	\$	\$	\$	\$
Revenues						
Band leases	-	-	-	540,000	544,137	476,124
Deferred revenue	-	-	-	-	-	-
Federal government transfers	-	-	-	-	-	-
First Nations Trust	-	-	-	650,000	605,321	646,592
Gas bar revenues	-	-	-	5,740,000	4,996,871	5,208,600
Other revenue	21,000	21,429	1,166	481,016	750,106	779,308
Provincial government transfers	-	750	21,000	-	-	-
Saskatoon Tribal Council Health & Family Services Inc.	-	-	-	-	-	-
Saskatoon Tribal Council Inc.	37,750	48,147	39,200	-	-	-
	58,750	71,326	61,366	7,411,016	6,896,435	7,110,624
Expenses						
Administration fees	-	-	-	236,537	(61)	-
Amortization	-	-	-	-	-	-
Cost of sales	-	-	-	4,631,009	4,049,066	4,481,038
Insurance	-	-	-	30,000	245,009	245,223
Materials and supplies	500	1,526	4,067	25,369	63,169	65,259
Meetings and honorariums	5,000	8,636	25,211	30,000	47,728	43,646
Other expenditures	-	-	-	633,434	777,495	435,902
Professional fees	-	-	-	49,025	69,192	101,399
Program costs	-	-	-	327,430	428,214	417,644
Repairs and maintenance	-	-	-	7,370	38,709	8,417
Salaries and benefits	47,237	45,283	44,191	475,231	470,316	461,387
Training and workshops	1,000	892	300	550	3,172	533
Travel	10,000	7,131	8,255	3,050	6,511	2,937
Utilities	-	200	-	30,350	34,048	30,974
	63,737	63,668	82,024	6,479,355	6,232,568	6,294,358
Surplus (deficit) for the year	(4,987)	7,658	(20,658)	931,661	663,867	816,266