

**MISTAWASIS FIRST NATION**  
**Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

ANNUC PA SASK 2015 AUG 10

**MISTAWASIS FIRST NATION**  
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**For the Year Ended March 31, 2015**

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements of Mistawasis First Nation and all of the information in these financial statements are the responsibility of management and have been approved by the Chief and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

Mistawasis First Nation maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate, and that Mistawasis First Nation assets are appropriately accounted for and adequately safeguarded.

Mistawasis First Nation is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The First Nation carries out this responsibility through the Chief and Council.

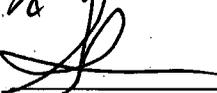
Chief and Council review Mistawasis First Nation consolidated financial statements and recommend their approval. Chief and Council meet periodically with management, as well as the external auditor, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the consolidated financial statements and the external auditor's report.

The consolidated financial statements have been audited by C.S. Skrupski CPA Professional Corporation in accordance with Canadian auditing standards on behalf of the members. C.S. Skrupski CPA Professional Corporation has full and free access to the Chief and Council, accountant and program directors. The report of the auditing firm is on the following page.

Chief

  
\_\_\_\_\_

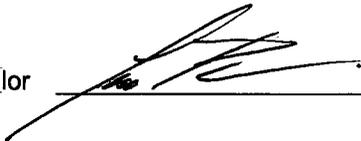
Councillor

  
\_\_\_\_\_

Councillor

  
\_\_\_\_\_

Councillor

  
\_\_\_\_\_

Councillor

  
\_\_\_\_\_

Date: August 10, 2015

*C.S. Skrupski*  
*CPA Professional Corporation*

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**INDEPENDENT AUDITOR'S REPORT**

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To the Chief and Council,  
Mistawasis First Nation:

I have audited the accompanying consolidated financial statements of Mistawasis First Nation, which are comprised of the consolidated statement of financial position as at March 31, 2015, and the consolidated statements of operations, change in net financial assets (net debt), cash flows and accumulated surplus for the year then ended, and a summary of significant accounting policies and other explanatory information.

*Management's Responsibility for the Consolidated Financial Statements*

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

*Auditor's Responsibility*

My responsibility is to express an opinion on these consolidated financial statements based on my audit. I conducted my audit in accordance with Canadian auditing standards. Those standards require that I 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 First Nation'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 First Nation'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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

*Opinion*

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of Mistawasis First Nation as at March 31, 2015, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

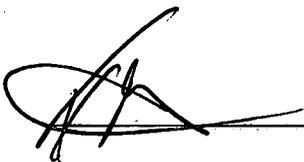
Rosthern, Saskatchewan  
August 10, 2015

  
CPA Professional Corporation

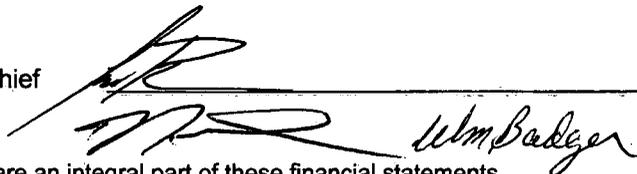
**MISTAWASIS FIRST NATION**  
**Consolidated Statement of Financial Position**  
**As at March 31, 2015**

		2015	2014
<b>Financial Assets</b>			
Cash and cash equivalents	(Note 2)	\$ 1,928,729	\$ 1,212,059
Accounts receivable	(Note 3)	954,282	1,113,357
Trust funds held by federal government	(Note 4)	6,361	231,087
Investments in government business enterprises	(Note 9)	4,064	4,065
Mistawasis specific claims trust	(Note 22)	16,897,058	16,607,971
		<b>19,790,494</b>	<b>19,168,539</b>
<b>Liabilities</b>			
Trust funds held by federal government	(Note 4)	6,361	231,087
Accounts payable and accrued liabilities	(Note 10)	855,221	1,468,254
Deferred revenue	(Note 12)	2,026,894	1,100,231
Long-term debt	(Note 13)	3,159,503	2,883,005
Mistawasis specific claims trust	(Note 22)	16,897,058	16,607,971
		<b>22,945,037</b>	<b>22,290,548</b>
<b>Net financial assets (net debt)</b>		<b>(3,154,543)</b>	<b>(3,122,009)</b>
<b>Non-financial assets</b>			
Tangible capital assets	(Note 16)	24,127,806	22,859,121
Prepaid expenses		9,017	25,172
		<b>24,136,823</b>	<b>22,884,293</b>
<b>Accumulated surplus (deficit)</b>		<b>\$ 20,982,280</b>	<b>\$ 19,762,284</b>

Approved on behalf of Mistawasis First Nation:



\_\_\_\_\_, Chief



\_\_\_\_\_, Councillor

**MISTAWASIS FIRST NATION**  
**Consolidated Statement of Operations**  
**For the Year Ended March 31, 2015**

		<i>Budget</i>	2015	2014
<b>Revenues</b>				
Federal government transfers for operating	(Note 19)	\$ 797,971	\$ 6,438,880	\$ 6,897,304
Federal government transfers for capital	(Note 19)	-	3,779,855	2,008,139
Provincial government transfers for operating	(Note 19)	38,300	1,108,391	1,079,003
Rent		-	300,054	158,507
Income from investment in government business enterprises		-	183,837	-
Other		1,267,050	2,880,975	4,229,698
		<u>2,103,321</u>	<u>14,691,992</u>	<u>14,372,651</u>
<b>Expenditures</b>				
Education		2,059,459	3,794,854	3,580,972
Health		1,395,914	1,551,286	1,197,130
Economic development		12,420	84,200	29,124
Housing		-	327,902	386,098
Community services		131,629	1,081,432	1,082,160
Social services		-	1,513,973	1,841,008
Band government		-	1,659,990	1,493,510
Capital		-	446,648	2,393,018
Other		115,200	1,709,232	928,460
Interest		-	104,950	93,842
Amortization		50,900	1,197,529	1,147,370
		<u>3,765,522</u>	<u>13,471,996</u>	<u>14,172,692</u>
<b>Annual surplus (deficit)</b>		<b>(1,662,201)</b>	<b>1,219,996</b>	<b>199,959</b>
<b>Accumulated surplus (deficit) at beginning of year</b>		<u>19,762,284</u>	<u>19,762,284</u>	<u>19,562,325</u>
<b>Accumulated surplus (deficit) at end of year</b>		<u>\$ 18,100,083</u>	<u>\$ 20,982,280</u>	<u>\$ 19,762,284</u>

**MISTAWASIS FIRST NATION**  
**Consolidated Statement of Change in Net Financial Assets (Net Debt)**  
**For the Year Ended March 31, 2015**

	<i>Budget</i>	2015	2014
Annual surplus (deficit)	\$ -	\$ 1,219,996	\$ 199,959
Tangible capital assets:			
Disposal (acquisition) of tangible capital assets	-	(2,466,214)	(1,858,444)
Amortization of tangible capital assets	-	1,197,529	1,147,370
(Gain) loss on disposal of tangible capital assets	-	-	4,000
	-	(1,268,685)	(707,074)
Acquisition of prepaid expenses	-	(9,017)	(25,172)
Use of prepaid expenses	-	25,172	4,041
	-	16,155	(21,131)
<b>Change in net financial assets (net debt)</b>	-	(32,534)	(528,246)
<b>Net financial assets (net debt) at beginning of year</b>	(3,122,009)	(3,122,009)	(2,593,763)
<b>Net financial assets (net debt) at end of year</b>	\$ (3,122,009)	\$ (3,154,543)	\$ (3,122,009)

**MISTAWASIS FIRST NATION**  
**Consolidated Statement of Cash Flows**  
**For the Year Ended March 31, 2015**

	2015	2014
<b>Operating transactions</b>		
Annual surplus (deficit)	1,219,996	199,959
Items not affecting cash:		
Amortization of tangible capital assets	1,197,529	1,147,370
(Gain) loss on disposal of tangible capital assets	-	4,000
Change in non-cash charges to operations		
Accounts receivable	159,075	617,171
Prepaid expenses	16,155	(21,131)
Accounts payable and accrued liabilities	(613,032)	648,585
Deferred revenue	926,663	(517,502)
Cash provided by (applied to) operating transactions	<u>2,906,386</u>	<u>2,078,452</u>
<b>Capital transactions</b>		
Purchase of tangible capital assets	<u>(2,466,214)</u>	<u>(1,858,444)</u>
Cash provided by (applied to) capital transactions	<u>(2,466,214)</u>	<u>(1,858,444)</u>
<b>Financing transactions</b>		
Debt issues	478,787	118,355
Debt retirement	(202,289)	(250,062)
Cash provided by (applied to) financing transactions	<u>276,498</u>	<u>(131,707)</u>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>716,670</b>	<b>88,301</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>1,212,059</b>	<b>1,123,758</b>
<b>Cash and cash equivalents at end of year</b>	<b>\$ 1,928,729</b>	<b>\$ 1,212,059</b>

**MISTAWASIS FIRST NATION**  
**Consolidated Statement of Accumulated Surplus**  
**For the Year Ended March 31, 2015**

	2014	Changes	2015
<b>Unappropriated surplus (deficit)</b>	\$ (798,145)	\$ 169,136	\$ (629,009)
<b>Appropriated reserves</b>			
CMHC replacement reserve	449,813	27,277	477,090
CMHC operating reserve	130,435	-	130,435
<b>Total appropriated reserves</b>	580,248	27,277	607,525
<b>Investment in band entities</b>			
Mistawasis Development Society	-	31,397	31,397
Misty Ventures Inc.	-	107	107
Misty Ventures Limited Partnership	4,065	(108)	3,957
<b>Total investment in band entities</b>	4,065	31,396	35,461
<b>Net investment in tangible capital assets</b>			
Tangible capital assets	22,859,121	1,268,685	24,127,806
Less: related debt	(2,883,005)	(276,498)	(3,159,503)
<b>Total net investment in tangible capital assets</b>	19,976,116	992,187	20,968,303
<b>Total accumulated surplus (deficit)</b>	\$ 19,762,284	\$ 1,219,996	\$ 20,982,280

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**1. Summary of Significant Accounting Policies**

**a) Basis of accounting**

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

**b) Reporting Entity**

The Mistawasis First Nation reporting entity includes the Mistawasis First Nation government and all related entities that are controlled by the First Nation.

**c) Principles of consolidation**

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the Consolidated Financial Statements on a proportionate consolidation basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Organizations consolidated in Mistawasis First Nation's financial statements include:

- Mistawasis Development Society
- Misty Ventures Inc.
- Misty Ventures Limited Partnership

**d) Cash and cash equivalents**

Cash and cash equivalents include cash on hand, balances with banks net of bank overdrafts, and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.

**e) Inventories for resale**

Inventories of supplies and goods available for resale are recorded at the lower of cost and net realizable value.

**f) Loans receivable**

Loans receivable are recorded at cost less any amount for valuation allowance. Valuation allowances are made when collection is in doubt as assessed by management. Loans are reviewed on an annual basis by management. Interest income is accrued on loans receivable to the extent it is deemed collectable.

**g) Portfolio investments**

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

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**1. Summary of Significant Accounting Policies** *(continued)*

**h) Tangible Capital Assets**

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement, or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Mistawasis First Nation's incremental cost of borrowing.

Amortization is provided for on a straight-line basis over their estimated useful lives as follows:

Vehicles - light	4 years
Computer, office, and other equipment	5 years
Vehicles - heavy	8 years
Heavy equipment	15 years
Residential housing	25 years
Service buildings	40 years
Water, sewer, and land improvements	40 years
Roads	40 years

Tangible capital assets are written down when conditions indicate that they no longer contribute to Mistawasis First Nation's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations.

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

Certain assets which have historical or cultural value, including works of art, historical documents, and historical and cultural artifacts are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

**i) Inventories held for use**

Inventories of supplies held for consumption are recorded at the lower of cost and replacement cost.

**j) Employee benefit obligations**

No employee future benefits are applicable.

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**1. Summary of Significant Accounting Policies** *(continued)*

**k) Revenue recognition**

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenues related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

**l) Foreign currency translation**

Foreign currency transactions are translated at the exchange rate prevailing at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rate prevailing at the financial statement date. Gains and losses resulting from foreign currency transactions are included in the consolidated statement of operations.

**m) Measurement uncertainty**

In preparing the consolidated financial statements for Mistawasis First Nation, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the consolidated financial statements and the reported amounts of revenues and expenditures during the period. Actual results could differ from these estimates.

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**2. Cash and Cash Equivalents**

Under the terms of an agreement with Canada Mortgage and Housing Corporation, Mistawasis First Nation must set aside funds annually for the repair, maintenance, and replacement of worn-out assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the CMHC Replacement and Reserve Fund. Cash and cash equivalents is comprised of the following:

	2015	2014
<b>Externally restricted</b>		
CMHC replacement and surplus reserve funds	\$ 261,139	\$ 515,577
Funds for future capital expenditures, Water Mains	-	354
Funds for future capital expenditures, Solid Waste	47,339	47,414
Funds for future capital expenditures, Road Upgrade	-	419,111
	<b>308,478</b>	<b>982,456</b>
<b>Internally restricted</b>		
Capital Planning	<b>1,241,945</b>	-
<b>Unrestricted</b>		
Operating	<b>378,306</b>	<b>229,603</b>
<b>Total cash and cash equivalents</b>	<b>\$ 1,928,729</b>	<b>\$ 1,212,059</b>

**3. Accounts Receivable**

	2015	2014
<b>Due from others:</b>		
Saskatoon Tribal Council	\$ 1,584,374	\$ 1,221,307
Aboriginal Affairs and Northern Development Canada	-	146,300
Other	57,986	49,252
	<b>1,642,360</b>	<b>1,416,859</b>
	<b>1,642,360</b>	<b>1,416,859</b>
Less: Allowance for doubtful accounts	<b>(688,078)</b>	<b>(303,502)</b>
<b>Total Accounts Receivable</b>	<b>\$ 954,282</b>	<b>\$ 1,113,357</b>

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**4. Trust Funds Held by Federal Government**

	March 31, 2014	Additions 2015	Withdrawals 2015	March 31, 2015
Revenues	\$ 229,958	\$ 90,274	\$ (315,000)	\$ 5,232
Capital	1,129	-	-	1,129
End balances	\$ 231,087	\$ 90,274	\$ (315,000)	\$ 6,361

The trust funds arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

**5. Inventories for Resale**

The First Nation has no inventories for resale.

**6. Due from Government and Other Government Organizations**

The First Nation has no funds due from government or other government organizations.

**7. Loans Receivable**

The First Nation has no loans receivable.

**8. Portfolio Investments**

The First Nation has no portfolio investments.

**9. Investments in Government Business Enterprises**

Mistawasis First Nation owns 100% of Mistawasis Development Society, Misty Ventures Inc., and Misty Ventures Limited Partnership.

Mistawasis First Nation's investments in government business enterprises consist of the following:

	2015	2014
Misty Ventures Inc.	\$ 107	\$ -
Misty Ventures Limited Partnership	3,957	4,065
	\$ 4,064	\$ 4,065

The following table presents condensed financial information for these commercial enterprises (*continues*):

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**9. Investments in Government Business Enterprises (continued)**

	Mistawasis Develop. Society	Misty Ventures Inc.	Misty Ventures Limited Partnership	2015 Total	2014 Total
Cash	\$ -	\$ -	\$ 74,577	\$ 74,577	\$ 22,453
Accounts Receivable	-	-	-	-	47,347
Other Assets	-	107	4,027	4,134	3,932
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 107</b>	<b>\$ 78,604</b>	<b>\$ 78,711</b>	<b>\$ 73,732</b>
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ 10,053
Other Liabilities	-	-	70,582	70,582	55,582
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>70,582</b>	<b>70,582</b>	<b>65,635</b>
Equity	-	107	8,022	8,129	8,097
<b>Total Liabilities and Equity</b>	<b>\$ -</b>	<b>\$ 107</b>	<b>\$ 78,604</b>	<b>\$ 78,711</b>	<b>\$ 73,732</b>
Revenues	\$ 31,397	\$ -	\$ 152,440	\$ 183,837	\$ -
Expenditures	-	-	(152,408)	(152,408)	-
<b>Net Income (loss)</b>	<b>\$ 31,397</b>	<b>\$ -</b>	<b>\$ 32</b>	<b>\$ 31,429</b>	<b>\$ -</b>

**10. Accounts Payable and Accrued Liabilities**

	2015	2014
Trade payables	\$ 693,513	\$ 1,332,428
Accrued salaries and benefits payable	116,590	101,381
Other accrued liabilities	45,118	34,445
	<b>\$ 855,221</b>	<b>\$ 1,468,254</b>

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**11. Due to Government and Other Government Organizations**

The First Nation has no funds due to government and other government organizations.

**12. Deferred Revenue**

	Balance March 31, 2014	Funding Received 2015	Revenue Recognized 2015	Balance March 31, 2015
<b><u>Federal Government</u></b>				
Capital, Low Pressure Watermains	\$ 354	\$ -	\$ (354)	\$ -
Capital, Roads	419,111	-	(419,111)	-
Capital, Solid Waste Station	47,414	-	(75)	47,339
Gasification Project	-	483,783	-	483,783
TLE Negotiations	182,668	-	(59,230)	123,438
Environmental Assessment Study	-	42,868	-	42,868
	<b>649,547</b>	<b>526,651</b>	<b>(478,770)</b>	<b>697,428</b>
<b><u>Provincial Government</u></b>				
Education/Health	406,371	44,630	(306,079)	144,922
	<b>406,371</b>	<b>44,630</b>	<b>(306,079)</b>	<b>144,922</b>
<b><u>Other</u></b>				
Employment Centre	44,313	-	(41,714)	2,599
Restricted contributions	-	1,241,945	(60,000)	1,181,945
	<b>44,313</b>	<b>1,241,945</b>	<b>(101,714)</b>	<b>1,184,544</b>
	<b>\$ 1,100,231</b>	<b>\$ 1,813,226</b>	<b>\$ (886,563)</b>	<b>\$ 2,026,894</b>

Deferred revenue represents the amount of funds received by the First Nation which must be spent on certain projects. As these projects had not been completed as of the year end, the revenue has been deferred until such time as the projects are carried out.

**13. Long-Term Debt and Obligations under Capital Leases**

	2015	2014
<b><u>Long-term debt financing tangible capital assets</u></b>		
Peace Hills Trust mortgage repayable at \$4,250 per month including interest at 5.85%. Guaranteed by Government of Canada; due August, 2020.	<b>\$ 169,694</b>	\$ 198,712
Peace Hills Trust mortgage repayable at \$1,153 per month including interest at 4.79%. Guaranteed by Government of Canada; due October, 2016.	<b>14,063</b>	26,562
Peace Hills Trust mortgage repayable at \$3,354 per month including interest at 3.95%. Guaranteed by Government of Canada; due August, 2018.	<b>151,527</b>	192,179

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**13. Long-Term Debt and Obligations under Capital Leases (continued)**

CMHC mortgage repayable at \$1,461 per month including interest at 2.65%. Guaranteed by Government of Canada; due February, 2026.	166,487	179,479
CMHC mortgage repayable at \$1,935 per month including interest at 1.71%. Guaranteed by Government of Canada; due August, 2027.	260,045	278,694
CMHC mortgage repayable at \$1,321 per month including interest at 1.62%. Guaranteed by Government of Canada; due March, 2028.	186,107	198,870
CMHC mortgage repayable at \$1,054 per month including interest at 1.82%. Guaranteed by Government of Canada; due September, 2029.	161,407	170,865
CMHC mortgage repayable at \$4,149 per month including interest at 2.76%. Guaranteed by Government of Canada; due June, 2035.	770,959	799,281
CMHC mortgage repayable at \$2,994 per month including interest at 1.49%. Guaranteed by Government of Canada; due January, 2037.	665,758	647,725
Canadian Western Bank loan repayable at \$4,868 per month including interest at 6.35%. Loan is due November, 2017.	134,669	190,638
Royal Bank of Canada loan repayable at \$10,175 per month including interest at prime plus 1.50%. Loan is due June, 2019.	478,787	-
<b>Total long-term debt</b>	<b>\$ 3,159,503</b>	<b>\$ 2,883,005</b>

Anticipated annual principal repayments over the next five years and thereafter are as follows:

2016	283,790
2017	315,829
2018	321,458
2019	327,858
2020	274,643
Thereafter	1,635,925

	<b>2015</b>	<b>2014</b>
Interest expense for the year on long-term debt	<b>\$ 104,950</b>	<b>\$ 93,842</b>

**Obligations under capital leases**

The First Nation has no obligations under capital leases.

**14. Risk Management**

The First Nation does not have a specifically identified risk management strategy.

**15. Employee Benefit Obligations**

The First Nation does not have any employee benefit obligations.

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**16. Tangible Capital Assets**

	Cost				Accumulated Amortization				Net Book Value		
	Opening Balance	Additions	Disposals	Transfers of Assets	Closing Balance	Opening Balance	Amortization	Disposals, Write-offs & Other Adjustments	Closing Balance	Total 2015	Total 2014
<b>Tangible Capital Assets</b>											
Housing and Other Buildings	\$ 25,626,347	\$ 370,986	\$ -	\$ 1,123,778	\$ 27,121,111	\$(12,626,136)	\$ (763,402)	\$ -	\$(13,389,538)	\$ 13,731,573	\$ 13,000,211
Water/Sewer Systems & Street Lights	7,976,492	71,522	-	-	8,048,014	(2,778,229)	(199,412)	-	(2,977,641)	5,070,373	5,198,263
Roads and Bridges	494,038	4,351	-	1,651,765	2,150,154	(229,525)	(12,351)	-	(241,876)	1,908,278	264,513
Mobile, Office, and Other Equipment	2,689,704	283,473	-	-	2,973,177	(1,632,518)	(222,364)	-	(1,854,882)	1,118,295	1,057,186
	<u>36,786,581</u>	<u>730,332</u>	<u>-</u>	<u>2,775,543</u>	<u>40,292,456</u>	<u>(17,266,408)</u>	<u>(1,197,529)</u>	<u>-</u>	<u>(18,463,937)</u>	<u>21,828,519</u>	<u>19,520,173</u>
<b>Assets Under Construction</b>											
Transfer Station	1,123,778	-	-	(1,123,778)	-	-	-	-	-	-	1,123,778
Road upgrade	1,651,765	-	-	(1,651,765)	-	-	-	-	-	-	1,651,765
Gasification Program	563,405	1,003,068	-	-	1,566,473	-	-	-	-	1,566,473	563,405
Water Treatment Plant upgrade	-	245,426	-	-	245,426	-	-	-	-	245,426	-
SPS upgrade	-	477,798	-	-	477,798	-	-	-	-	477,798	-
Well de-commissioning	-	9,590	-	-	9,590	-	-	-	-	9,590	-
	<u>3,338,948</u>	<u>1,735,882</u>	<u>-</u>	<u>(2,775,543)</u>	<u>2,299,287</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,299,287</u>	<u>3,338,948</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total</b>	<u>\$ 40,125,529</u>	<u>\$ 2,466,214</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,591,743</u>	<u>\$(17,266,408)</u>	<u>\$ (1,197,529)</u>	<u>\$ -</u>	<u>\$(18,463,937)</u>	<u>\$ 24,127,806</u>	<u>\$ 22,859,121</u>

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**17. Contractual Obligations**

The First Nation does not have any contractual obligations.

**18. Contingent Liabilities**

The First Nation does not have any contingent liabilities.

**19. Government Transfers**

	2015			2014		
	Operating	Capital	Total	Operating	Capital	Total
<b>Federal government transfers:</b>						
Aboriginal Affairs and Northern Development Canada	\$ 5,890,917	\$ 3,729,025	\$ 9,619,942	\$ 6,068,586	\$ 1,889,784	\$ 7,958,370
Health Canada	230,995	-	230,995	187,854	-	187,854
Canada Mortgage and Housing Corporation	251,986	50,830	302,816	350,050	118,355	468,405
Other	64,982	-	64,982	290,814	-	290,814
<b>Total</b>	<b>6,438,880</b>	<b>3,779,855</b>	<b>10,218,735</b>	<b>6,897,304</b>	<b>2,008,139</b>	<b>8,905,443</b>
<b>Provincial government transfers</b>	<b>1,108,391</b>	<b>-</b>	<b>1,108,391</b>	<b>1,079,003</b>	<b>-</b>	<b>1,079,003</b>
	<b>\$ 7,547,271</b>	<b>\$ 3,779,855</b>	<b>\$ 11,327,126</b>	<b>\$ 7,976,307</b>	<b>\$ 2,008,139</b>	<b>\$ 9,984,446</b>

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
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**20. Segment Disclosure**

Mistawasis First Nation provides a range of services to its members. For management reporting purposes, operations and activities are organized and reported on a segmented basis. For each segment separately reported, the segment revenues and expenditures 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 as described in Note 1. The segment results for the period are as follows:

	Education			Health			Economic Development			Housing		
	<i>Budget 2015</i>	2015	2014	<i>Budget 2015</i>	2015	2014	<i>Budget 2015</i>	2015	2014	<i>Budget 2015</i>	2015	2014
<b>Revenues:</b>												
Federal government operating transfers	\$ 252,640	\$ 2,713,334	\$ 2,812,454	\$ 275,066	\$ 292,107	\$ 248,966	\$ -	\$ -	\$ -	\$ -	\$ 251,986	\$ 350,050
Federal government capital transfers	-	-	-	-	-	-	-	-	-	-	50,830	-
Provincial government operating transfers	-	21,557	6,355	-	-	-	-	-	-	-	-	-
Other revenue	-	897,188	846,193	1,183,710	1,135,205	996,174	-	84,200	84,357	-	257,157	311,819
<b>Total Revenues</b>	<b>252,640</b>	<b>3,632,079</b>	<b>3,665,002</b>	<b>1,458,776</b>	<b>1,427,312</b>	<b>1,245,140</b>	<b>-</b>	<b>84,200</b>	<b>84,357</b>	<b>-</b>	<b>559,973</b>	<b>661,869</b>
<b>Expenditures:</b>												
Salaries and benefits	1,715,299	2,156,733	2,099,359	743,692	697,123	654,581	-	-	-	-	839	16,632
Debt Servicing	-	-	-	-	-	-	-	-	-	-	67,630	73,359
Amortization	-	165,790	165,790	50,900	89,591	89,591	-	-	-	-	253,403	253,403
Other Expenses	344,160	1,638,121	1,481,613	652,222	854,163	542,549	12,420	84,200	29,124	-	327,063	369,466
<b>Total Expenditures</b>	<b>2,059,459</b>	<b>3,960,644</b>	<b>3,746,762</b>	<b>1,446,814</b>	<b>1,640,877</b>	<b>1,286,721</b>	<b>12,420</b>	<b>84,200</b>	<b>29,124</b>	<b>-</b>	<b>648,935</b>	<b>712,860</b>
<b>Annual Surplus (Deficit)</b>	<b>\$ (1,806,819)</b>	<b>\$ (328,565)</b>	<b>\$ (81,760)</b>	<b>\$ 11,962</b>	<b>\$ (213,565)</b>	<b>\$ (41,581)</b>	<b>\$ (12,420)</b>	<b>\$ -</b>	<b>\$ 55,233</b>	<b>\$ -</b>	<b>\$ (88,962)</b>	<b>\$ (50,991)</b>

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
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**20. Segment Disclosure (continued)**

	Social Services			Band Government			Community Services			Capital		
	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014
<b>Revenues:</b>												
Federal government operating transfers	\$ -	\$ 1,487,136	\$ 1,900,323	\$ -	\$ 666,273	\$ 889,477	\$ 69,989	\$ 738,564	\$ 479,250	\$ -	\$ -	\$ -
Federal government capital transfers	-	-	-	-	-	-	-	-	-	-	3,729,025	2,008,139
Provincial government operating transfers	-	-	-	-	925,346	914,502	38,300	71,002	65,160	-	-	-
Other revenue	-	4,309	(5,090)	-	308,348	130,591	23,340	329,532	388,619	-	(1,092,399)	1,002,109
<b>Total Revenues</b>	-	<b>1,491,445</b>	<b>1,895,233</b>	-	<b>1,899,967</b>	<b>1,934,570</b>	<b>131,629</b>	<b>1,139,098</b>	<b>933,029</b>	-	<b>2,636,626</b>	<b>3,010,248</b>
<b>Expenditures:</b>												
Salaries and benefits	-	133,042	107,664	-	409,716	386,339	82,200	487,252	528,351	-	21,413	14,266
Debt Servicing	-	-	-	-	20,060	6,830	-	2,445	13,653	-	14,815	-
Amortization	-	-	-	-	41,639	22,710	-	646,543	615,313	-	-	-
Other Expenses	-	1,380,931	1,733,344	-	1,250,274	1,107,171	49,429	594,180	553,809	-	425,235	2,378,752
<b>Total Expenditures</b>	-	<b>1,513,973</b>	<b>1,841,008</b>	-	<b>1,721,689</b>	<b>1,523,050</b>	<b>131,629</b>	<b>1,730,420</b>	<b>1,711,126</b>	-	<b>461,463</b>	<b>2,393,018</b>
<b>Annual Surplus (Deficit)</b>	\$ -	\$ (22,528)	\$ 54,225	\$ -	\$ 178,278	\$ 411,520	\$ -	\$ (591,322)	\$ (778,097)	\$ -	\$ 2,175,163	\$ 617,230

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**20. Segment Disclosure (continued)**

	Other			Total Before Adjustments			Consolidation Adjustments			Consolidated Totals		
	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014
<b>Revenues:</b>												
Federal government operating transfers	\$ 200,276	\$ 289,480	\$ 216,784	\$ 797,971	\$ 6,438,880	\$ 6,897,304	\$ -	\$ -	\$ -	\$ 797,971	\$ 6,438,880	\$ 6,897,304
Federal government capital transfers	-	-	-	-	3,779,855	2,008,139	-	-	-	-	3,779,855	2,008,139
Provincial government operating transfers	-	90,486	92,986	38,300	1,108,391	1,079,003	-	-	-	38,300	1,108,391	1,079,003
Income from investments in government business enterprise	-	183,837	-	-	183,837	-	-	-	-	-	183,837	-
Other revenue	60,000	1,257,489	633,433	1,267,050	3,181,029	4,388,205	-	-	-	1,267,050	3,181,029	4,388,205
<b>Total Revenues</b>	<b>260,276</b>	<b>1,821,292</b>	<b>943,203</b>	<b>2,103,321</b>	<b>14,691,992</b>	<b>14,372,651</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,103,321</b>	<b>14,691,992</b>	<b>14,372,651</b>
<b>Expenditures:</b>												
Salaries and benefits	20,720	398,741	234,631	2,561,911	4,304,859	4,041,823	-	-	-	2,561,911	4,304,859	4,041,823
Debt Servicing	-	-	-	-	104,950	93,842	-	-	-	-	104,950	93,842
Amortization	-	563	563	50,900	1,197,529	1,147,370	-	-	-	50,900	1,197,529	1,147,370
Other Expenses	94,480	1,310,491	693,829	1,152,711	7,864,658	8,889,657	-	-	-	1,152,711	7,864,658	8,889,657
<b>Total Expenditures</b>	<b>115,200</b>	<b>1,709,795</b>	<b>929,023</b>	<b>3,765,522</b>	<b>13,471,996</b>	<b>14,172,692</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,765,522</b>	<b>13,471,996</b>	<b>14,172,692</b>
<b>Annual Surplus (Deficit)</b>	<b>\$ 145,076</b>	<b>\$ 111,497</b>	<b>\$ 14,180</b>	<b>\$ (1,662,201)</b>	<b>\$ 1,219,996</b>	<b>\$ 199,959</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,662,201)</b>	<b>\$ 1,219,996</b>	<b>\$ 199,959</b>

**MISTAWASIS FIRST NATION**  
**Notes to Consolidated Financial Statements**  
**For the Year Ended March 31, 2015**

**21. Expenditures by Object**

The following is a summary of expenditures by object:

	2015	2014
Salaries and wages	\$ 4,304,859	\$ 4,041,823
Staff development	212,440	198,633
Supplies and services	513,707	302,204
Interest	104,950	93,842
Professional services	183,896	141,874
Rental expenditures	6,300	2,592
Fees and contract services	1,741,878	3,235,550
Other	5,206,437	5,008,804
Amortization	1,197,529	1,147,370
	<b>\$ 13,471,996</b>	<b>\$ 14,172,692</b>

**22. Trusts Under Administration**

Mistawasis First Nation acts as a trustee for a number of third parties, holding assets and administering them on their behalf. These assets held in trust are not included on the statement of financial position as assets of Mistawasis First Nation. Amounts held in trust at the year-end are the following:

	2015	2014
Mistawasis Specific Claim Trust	<b>\$ 16,897,058</b>	<b>\$ 16,607,971</b>

The Mistawasis Specific Claim Trust was established on June 12, 2001 for the purpose to manage funds received under a Mistawasis First Nation Settlement Agreement between the Mistawasis First Nation and the Government of Canada dated January 9, 2001.

Pursuant to the Settlement Agreement, the Trust is required to purchase land, minerals, and improvements on behalf of the Mistawasis First Nation to a maximum of 18,155 acres within 25 years from execution of the Agreement.

**23. Subsequent Events**

The First Nation does not have any subsequent events.

**24. Budgeted Figures**

The budget figures are provided for information purposes only and were not covered by the scope of the external audit. Budget figures were not available for all programs.