

**Carry the Kettle First Nation
Consolidated Financial Statements
March 31, 2015**

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Carry the Kettle First Nation
Management's Responsibility for Financial Reporting
March 31, 2015

The financial statements have been prepared by management in accordance with the recommendations of the Public Sector Accounting Board (PSAB) and the reporting requirements of the funding agreement with Aboriginal Affairs and Northern Development Canada. Financial statements are not precise since they contain certain amounts based on estimates and judgments. When alternative methods exist, management has chosen what it deems most appropriate, in the circumstances, in order to ensure that the financial statements are presented fairly in all material respects.

Management is also responsible for implementing and maintaining a system of internal controls designed to give reasonable assurance that transactions are appropriately authorized, assets are safeguarded from loss and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

Chief and Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control. The consolidated financial statements have been reviewed and approved by Chief and Council.

Chief and Council review and approve the financial statements for issuance to Band members. Chief and Council meet periodically with management, as well as external auditors, 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 review the financial statements and the external auditor's report.

Chalupiak & Associates, an independent firm of Chartered Professional Accountants, has been engaged to examine the consolidated financial statements in accordance with Canadian generally accepted auditing standards. Their report stating the scope of their examination and opinion on the consolidated financial statements, follows.

Signature on file

Carry the Kettle First Nation

August 6, 2015

Date

Chalupiak & Associates
Chartered Professional Accountants
3261 Saskatchewan Drive, Regina, SK S4T 6S4
Phone (306) 359-3711 Fax (306) 569-3030

Independent Auditors' Report

To the Members of
Carry the Kettle First Nation

We have audited the accompanying consolidated financial statements of Carry the Kettle First Nation, which comprise the consolidated statement of financial position as at March 31, 2015, and the consolidated statements of operations, accumulated surplus, change in net financial assets, cash flows and the related schedules 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.

Auditors' 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 auditors' 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.

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 financial position of Carry the Kettle First Nation as at March 31, 2015, and the results of its operations, accumulated surplus, the changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Regina, Saskatchewan
August 6, 2015

Chartered Professional Accountants

Carry the Kettle First Nation
Consolidated Statement of Financial Position
March 31, 2015

	2015	2014
		Restated
Financial Assets		
Cash (Note 3)	\$ 67,156	\$ 120,492
Restricted cash - other (Note 3)	39,908	188,226
Restricted cash - CMHC reserves (Notes 3 and 24)	523,571	462,353
Accounts receivable (Note 4)	1,035,843	600,213
Due from related business entities (Note 6)	29,060	267,847
Portfolio investment (Note 7)	60,000	60,000
Equity in related entities (Note 8)	406,894	1,156,358
Trust funds held by federal government (Note 3 and 9)	<u>17,467,099</u>	<u>17,161,002</u>
	19,629,531	20,016,491
Liabilities		
Accounts payable (Note 11)	1,289,376	908,454
Deferred revenue - unexpended funds (Note 13)	137,736	-
Deferred revenue (Note 14)	40,875	173,539
Current portion of long-term debt (Note 15)	598,371	754,227
Current portion of CMHC mortgages (Note 16)	301,801	282,459
Long-term debt (Note 15)	1,848,045	1,556,527
CMHC mortgages (Note 16)	<u>2,288,288</u>	<u>2,591,330</u>
	6,504,492	6,266,536
Net financial assets	13,125,039	13,749,955
Non-financial Assets		
Capital assets (Note 17)	40,330,880	40,454,525
Prepaid expenses (Note 18)	-	13,218
	40,330,880	40,467,743
Accumulated Surplus (Note 19)	\$ 53,455,919	\$ 54,217,698

Approved on behalf of the Carry the Kettle First Nation:

Signature on file _____, Carry the Kettle First Nation

Signature on file _____, Carry the Kettle First Nation

The accompanying notes are an integral part of the financial statements

Carry the Kettle First Nation
Consolidated Statement of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Restated
Revenue			
AANDC - grant	\$ 469,799	\$ 469,799	\$ 469,799
AANDC - fixed	3,813,637	3,297,457	3,695,863
AANDC - set	1,906,809	1,934,629	3,394,600
AANDC - flexible	-	379,349	21,000
AANDC - current year receivable (payable)	-	(59,227)	(27,957)
AANDC - prior period revenue (recovery)	-	(18,000)	-
Health Canada	1,177,390	1,293,151	1,231,891
CMHC - subsidy	-	332,912	329,720
CMHC - RRAP	-	10,125	13,152
FHQ Tribal Council	204,324	280,799	409,451
First Nations Trust	-	954,771	986,118
Earned and held in trust by federal government	951,000	1,883,156	1,969,080
Saskatchewan Government	-	19,195	312,991
Keseechiwan Holdings LP	-	70,000	60,000
Insurance proceeds	-	332,410	-
Taxation revenue	694,426	738,546	701,389
Community Development Corporation	-	117,222	-
Other revenue	77,500	716,940	523,116
Rental income - CMHC housing	-	149,786	127,737
Increase (decrease) in value of investments	-	(749,464)	24,243
Gain on sale of assets	-	-	140,000
Administration fees - internal allocation	86,000	146,548	123,208
Unexpended funds transferred - prior year (Note 13)	-	269,940	-
Deferred revenue - previous year	-	173,539	1,629,635
Deferred revenue - current year	-	(40,875)	(173,539)
	9,380,885	12,702,708	15,961,497
Expenses			
Community Development (Schedule 1)	1,380,974	1,677,120	3,811,908
Economic Development (Schedule 2)	98,415	78,974	32,816
Education (Schedule 3)	3,366,165	3,115,235	3,183,975
Indian Government Support (Schedule 4)	1,038,965	1,267,277	1,482,126
Land Management (Schedule 5)	196,418	274,218	466,314
Social Development (Schedule 6)	1,532,851	1,642,052	1,844,450
Indian Registration (Schedule 7)	42,327	68,823	26,387
Governance and Institutions of Government (Schedule 8)	-	-	27,726
Health (Schedule 9)	1,414,116	1,495,430	1,470,150
CMHC (Schedule 10)	-	279,800	299,281
Other Programs (Schedule 11)	1,123,000	2,250,509	1,469,055
Amortization (Schedule 12)	-	1,177,312	1,231,971
	10,193,231	13,326,750	15,346,159
Current surplus (deficit) before unexpended transfers	(812,346)	(624,043)	615,338

The accompanying notes are an integral part of the financial statements

Carry the Kettle First Nation
Consolidated Statement of Operations
For the year ended March 31, 2015

	2015 Actual	2014 Actual
Unexpended transfers		
Unexpended funds transferred to deferred revenue	- (137,736)	- -
Current surplus (deficit)	\$ (812,346)	\$ (761,779) \$ 615,338

The accompanying notes are an integral part of the financial statements

Carry the Kettle First Nation
Consolidated Statement of Accumulated Surplus
For the year ended March 31, 2015

	2015	2014
		Restated
Surplus at beginning of year	\$ 54,217,698	\$ 53,602,360
Current surplus (deficit)	<u>(761,779)</u>	<u>615,338</u>
Surplus at end of year	\$ 53,455,919	\$ 54,217,698

The accompanying notes are an integral part of the financial statements

Carry the Kettle First Nation
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Restated
Current surplus (deficit)	\$ (812,346)	\$ (761,779)	\$ 615,338
Acquisition of tangible capital assets	-	(1,001,768)	(1,520,577)
<u>Amortization of tangible capital assets</u>	<u>-</u>	<u>1,125,413</u>	<u>1,231,971</u>
	-	123,645	(288,606)
Acquisition of prepaid asset	-	-	(13,218)
<u>Use of prepaid asset</u>	<u>13,218</u>	<u>13,218</u>	<u>-</u>
	13,218	13,218	(13,218)
(Decrease) increase in net financial assets	(799,128)	(624,916)	313,514
<u>Net financial assets at beginning of year</u>	<u>-</u>	<u>13,749,955</u>	<u>13,436,441</u>
Net financial assets at end of year	\$ -	\$ 13,125,039	\$ 13,749,955

The accompanying notes are an integral part of the financial statements

Carry the Kettle First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2015

	2015	2014 Restated
Cash flows from Operating activities		
Current surplus (deficit)	\$ (761,779)	\$ 615,338
Items not affecting cash		
Amortization	1,125,413	1,231,971
	363,634	1,847,309
Change in non-cash operating working capital		
Accounts receivable	(435,630)	(57,726)
Prepaid expenses	13,218	(13,218)
Portfolio investment	-	(60,000)
Accounts payable	380,919	229,668
Deferred revenue - unexpended funds	137,736	-
Deferred revenue	(132,664)	(1,456,096)
	327,213	489,937
Capital activities		
Additions to capital assets	(1,070,968)	(1,520,577)
Disposals of capital assets net of accumulated amortization	69,200	-
	(1,001,768)	(1,520,577)
Financing activities		
Due from (to) related business entities	238,787	(83,155)
Proceeds from long-term debt	1,288,534	903,300
Long term debt repaid	(1,152,869)	(254,223)
CMHC mortgage advances	-	153,203
CMHC mortgages repaid	(283,700)	(263,336)
	90,752	455,789
Investing activities		
Equity in related entities	749,464	35,757
Restricted cash - other	148,318	1,127,115
Restricted cash - CMHC	(61,218)	(152,259)
Ottawa Trust Funds	(306,097)	(977,436)
	530,467	33,177
Decrease in cash and cash equivalents	(53,336)	(541,674)
Cash and cash equivalents, beginning of year	120,492	662,166
Cash and cash equivalents, end of year	\$ 67,156	\$ 120,492
Represented by		
Cash	\$ 67,156	\$ 120,492

The accompanying notes are an integral part of the financial statements

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

1. General

Carry the Kettle First Nation is an Indian Band subject to the provisions of the Indian Act. These financial statements include Carry the Kettle First Nation government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

2. Basis of presentation and significant accounting policies

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board.

(a) Reporting entity

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

(b) Principles of consolidation

The consolidated financial statements include the financial activities of all operations under the direct control of the First Nation. They do not, however, include the Treaty Land Entitlement Trust nor the lease revenues and earnings of the trust. The Trust is governed by trustees appointed by the First Nation.

Carry the Kettle First Nation business entities, owned or controlled by the First Nation, but not dependent on the First Nation for their continuing operations, are included in the financial statements using the modified equity method. Under the modified equity method the business accounting policies are not adjusted to conform with those of the First Nation. It reports the net financial position and operating results in the consolidated financial statements.

Organizations accounted for on a modified equity basis include:

CTK Plastics Ltd.
CTK Plastics Limited Partnership
CTK Developments Ltd.
Nakota Junction Convenience Store Inc.

(c) Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or to finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible assets, prepaid expenses and inventory of supplies.

(d) Net debt or net financial assets

The financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt or net financial asset is determined by financial assets less liabilities. Net debt or net financial assets, is comprised of two components, non-financial assets and accumulated surplus.

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

2. Basis of presentation and significant accounting policies (continued)

(e) 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.

(f) 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 Carry the Kettle First Nation's incremental cost of borrowing.

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

Buildings	25 years Straight line
Computer equipment	4 years Straight line
Vehicles	4 years Straight line
Equipment - office	4 years Straight line
Machinery	10 years Straight line
Infrastructure	40 years Straight line
Houses - Band	25 years Straight line
Houses - CMHC	25 years Straight line

Tangible capital assets are written down when conditions indicate that they no longer contribute to Carry the Kettle 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.

(g) Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates/assumptions are reviewed periodically and, as adjustments become necessary, they are reported in the records in the year in which they become known.

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

2. Basis of presentation and significant accounting policies (continued)

(h) Liability for contaminated sites

A liability for remediation of a contaminated site is recognized at the best estimate of the amounts required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2015.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it's settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

No liability has been recognized in these statements.

(i) Segments

The First Nation conducts its business through reportable segments. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives, aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenues and expenses represent both amounts that are directly attributed to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

(j) Internal charges and transfers

The central administration office provides services to other program areas. To recognize the cost of these services a corresponding revenue and expense is recorded and referred to as "Administration fees - internal allocation."

(k) Revenue recognition

Revenue is recorded in the period specified in the funding agreements entered into with government agencies and other organizations. Funds received in advance of making the related expenses are reflected as deferred revenue in the year of receipt and classified as such in the financial statements. Any funding received pursuant to an agreement that does not have a provision for the deferral of unexpended funds is reported as a repayment of revenue.

(l) Recognition of expenses

Expenses are accounted for in the period the goods or services are acquired and a liability is incurred or transfers are due.

(m) Comparative figures

Prior year's comparative amounts have been reclassified, where necessary, to conform to the current year's presentation.

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

3. Cash and cash equivalents

Under the terms of an agreement with Canada Mortgage and Housing Corporation, Carry the Kettle 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 Replacement and Subsidy Fund.

	2015	2014
Cash		
CMHC operations	\$ 11,845	\$ 28,020
Health operations	132,317	73,822
Project accounts	5,397	127,785
Band operations	(82,403)	(109,135)
	<hr/> 67,156	<hr/> 120,492
Restricted cash - CMHC reserves		
Replacement reserve	273,571	210,376
Replacement reserve - GIC	250,000	251,977
	<hr/> 523,571	<hr/> 462,353
Restricted cash - other		
Low pressure water	-	60,702
Lawyers' Trust - specific claims	39,908	127,524
	<hr/> 39,908	<hr/> 188,226
Trust funds held by federal government		
Capital	15,574,419	15,144,213
Revenue	1,892,680	2,016,789
	<hr/> 17,467,099	<hr/> 17,161,002
	<hr/> \$ 18,097,734	<hr/> \$ 17,932,073

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

4. Accounts receivable

	2015	2014
Due from government and other government organizations		
AANDC	\$ 37,838	\$ 39,107
CMHC Subsidy	39,623	32,983
Total due from government and other government organizations	77,461	72,090
Due from members		
Advances - administration	496,901	505,192
Advances - health	10,049	5,710
Advances - social development	18,982	18,982
Total due from members	525,932	529,884
Due from others		
FHQ Tribal Council	169,133	46,365
Taxation revenue	431,731	409,144
Funds held in trust by federal government	433,007	146,579
Health programs	18,989	9,469
Cypress Hills	119,925	117,734
Other	25,721	16,376
Total due from others	1,198,506	745,667
Allowance for doubtful accounts	1,801,899	1,347,641
	(766,056)	(747,428)
Total accounts receivable	\$ 1,035,843	\$ 600,213

The allowance for doubtful accounts is comprised of taxation revenue \$235,802 (2014-\$235,802) and band members \$530,254 (2014-\$511,626)

5. AANDC - accounts receivable

	2015	2014
Land Management	\$ -	\$ 5,162
Basic Needs	15,138	33,945
Institutional Care	22,700	-
	\$ 37,838	\$ 39,107

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

6. Due from (to) related business entities

	2015	2014
CTK Plastics LP	\$ (162,643)	\$ 69,260
CTK Holdings Ltd.	2,700	2,700
<u>Nakota Junction Convenience Store Inc.</u>	<u>189,003</u>	<u>195,887</u>
Total	\$ 29,060	\$ 267,847

7. Portfolio investments

	2015	2014
<u>Keseechiwan Holdings LP (8.3% interest)</u>	<u>\$ 60,000</u>	<u>\$ 60,000</u>

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

8. Equity in related entities

Commercial enterprises are those organizations that meet the definition of government business enterprises as described by the Public Sector Accounting Board. Government business enterprises have the power to contract in their own name, have the financial and operating authority to carry on a business, sell goods and services to customers outside the First Nation government as their principal activity, and that can, in the normal course of their operations, maintain operations and meet liabilities from revenues received from outside the First Nation government.

The equity reported below is derived from the latest available financial statements: (CTK Plastics Ltd. - August 31, 2014; CTK Plastics Limited Partnership - December 31, 2014; CTK Developments Ltd. - March 31, 2015; Nakota Junction Convenience Store Inc. - August 31, 2014).

	2015	2014
CTK Plastics Ltd.	\$ 685,260	\$ 686,372
CTK Plastics Limited Partnership	(214,043)	671,246
CTK Developments Ltd.	(6,300)	(24,156)
Nakota Junction Convenience Store Inc.	(58,023)	(177,104)
Total	\$ 406,894	\$ 1,156,358

	CTK Plastics Ltd. & CTK Plastics LP	CTK Development Ltd.	Nakota Junction Convenience Store Inc.	2015 Total	2014 Total
Current assets	\$ 90,211	\$ -	\$ 149,973	\$ 240,184	\$ 801,230
Tangible capital assets	207,638	-	107,140	314,778	999,502
Investments	-	-	-	-	270,000
Due from related entities	685,260	-	-	685,260	-
Total assets	\$ 983,109	\$ -	\$ 257,113	\$ 1,240,222	\$ 2,070,732
Current liabilities	\$ 21,021	\$ 6,300	\$ 176,635	\$ 203,956	\$ 175,473
Long-term liabilities	-	-	-	-	738,901
Due to related entities	490,871	-	138,501	629,372	-
Total liabilities	511,892	6,300	315,136	833,328	914,374
Equity	471,217	(6,300)	(58,023)	406,894	1,156,358
Total equity	471,217	(6,300)	(58,023)	406,894	1,156,358
Total liabilities and equity	\$ 983,109	\$ -	\$ 257,113	\$ 1,240,222	\$ 2,070,732

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

8. Equity in related entities, continued

	CTK Plastics	CTK Dev Ltd	Nakota Junction	2015 Total	2014 Total
<u>Revenue</u>	\$ 227,525	\$ -	\$ 2,682,679	\$ 2,910,204	\$ 3,862,555
Cost of Sales	452,879	-	2,171,735	2,624,614	3,138,035
Expenses	661,047	300	471,863	1,133,210	760,239
<u>Total expenses</u>	1,113,926	300	2,643,598	3,757,824	3,898,274
<u>Net income</u>	\$ (886,401)	\$ (300)	\$ 39,081	\$ (847,620)	\$ (35,719)

9. Restricted cash - trust funds held by federal government

	2015 Revenue	2015 Capital	2015 Total	2014 Total
Surplus, beginning of year	\$ 2,016,790	\$ 15,144,213	\$ 17,161,003	\$ 16,183,566
Withdrawals	(1,211,559)	(365,500)	(1,577,059)	(991,645)
Royalties	-	795,706	795,706	909,867
Interest	417,419	-	417,419	471,177
Lease revenue	670,030	-	670,030	588,037
<u>Surplus, end of year</u>	<u>\$ 1,892,680</u>	<u>\$ 15,574,419</u>	<u>\$ 17,467,099</u>	<u>\$ 17,161,002</u>

10. Bank indebtedness

The First Nation has an approved line of credit of \$250,000 with Peace Hills Trust. On March 31, 2015 the line of credit used was \$31,146 and there were cheques issued in excess of deposits of \$49,995.

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

11. Accounts payable

	2015	2014
Due to government and other government organizations		
AANDC	\$ 74,365	\$ 61,902
CRA payroll deductions	153,900	56,614
	<hr/> 228,265	<hr/> 118,516
Due to others		
General suppliers	848,895	582,396
General suppliers - social development	149,156	41,291
General suppliers - health	37,008	25,555
General suppliers - CMHC	26,052	73,986
Pension - London Life	-	29,480
Group insurance - Great West Life	-	37,230
	<hr/> 1,061,111	<hr/> 789,938
	<hr/> <hr/> \$ 1,289,376	<hr/> <hr/> \$ 908,454

12. Contingent liabilities

Carry the Kettle First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

In addition, in the normal course of its operations, Carry the Kettle First Nation becomes involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on Carry the Kettle First Nation's financial statements.

Carry the Kettle First Nation is involved in the following legal proceedings.

1. The First Nation is a defendant in a law suit commenced by Grizzly Resources Inc. This lawsuit revolves around whether funds advanced by Grizzly were provided by way of loan or were a non-refundable contribution by Grizzly Resources Inc. and at this point it is impossible to determine the outcome.
2. The First Nation is a defendant in various law suits commenced by former employees, of which the outcome is not known with any degree of certainty.

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

13. Deferred revenue - unexpended funds

ANDC funding agreements stipulate the terms and conditions that apply to situations where revenue received exceeds expenditures. Depending on the funding arrangement the unexpended funds may be retained by the recipient, repaid to AANDC, deferred to the following year, or transfer to another AANDC program upon approval from AANDC.. All excess funds are recorded as a liability and classified as "Deferred revenue - unexpended funds" on the financial statements.

The 2014 AANDC review letter indicated unexpended funds of \$269,940 that were not recognized in the 2014 audited financial statements. These amounts have been adjusted for in the current year by recording the unexpended funds in the applicable programs with an offsetting expense in the First Nations "Other Programs - Schedule 11". The amounts included in the 2014 column of this note are for information purposes only.

	2015	2014
School maintenance	\$ 137,736	\$ 114,838
Instructional services	-	20,435
Low cost special education	-	1,857
Bussing	-	15,730
Land management	-	18,447
Water	-	86,469
Roads	-	2,238
Other protection	-	3,391
Band	-	6,535
	<hr/>	<hr/>
	\$ 137,736	\$ 269,940
	<hr/>	<hr/>

14. Deferred revenue

	March 31, 2014	Revenue recognized, 2015	March 31, 2015
Federal government			
Water Treatment Expansion	\$ 58,943	\$ (58,943)	\$ -
Other			
Specific Land Claims	28,014	(28,014)	-
Nakota Development Projects	11,593	-	11,593
Emergency Planning	29,282	-	29,282
Community Initiatives	45,707	(45,707)	-
	<hr/>	<hr/>	<hr/>
Total other	114,596	(73,721)	40,875
	<hr/>	<hr/>	<hr/>
Total	\$ 173,539	\$ (132,664)	\$ 40,875
	<hr/>	<hr/>	<hr/>

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

15. Long-term debt

	2015	2014
Peace Hills Trust - #30 Infrastructure loan Interest at 6.5%, quarterly blended payments of \$74,400, secured by assignment of taxation, gaming, and AANDC monies, maturing July 1, 2018.	\$ 915,237	\$ 1,149,067
Peace Hills Trust - #34 Heavy Equipment loan Interest at 6.5%, quarterly blended payments of \$23,900, secured by assignment of taxation, gaming, and AANDC monies, maturing October 1, 2018.	315,602	389,226
Peace Hills Trust - #35 School buses loan Interest at 6.5%, monthly blended payments of \$4,675, secured by assignment of taxation, gaming, and AANDC monies, maturing November 1, 2018.	183,366	226,317
Peace Hills Trust - #36 Bridge financing loan - CMHC Interest at 6.5%, quarterly blended payments of \$18,750, secured by assignment of taxation, gaming, and AANDC monies, maturing October 1, 2018.	256,480	188,789
Peace Hills Trust - #37 Headstart renovation loan Interest at 6.5%, annual blended payment of \$79,844, secured by assignment of taxation, gaming, and AANDC monies, maturing September 30, 2019.	342,116	-
Peace Hills Trust - #39 CMHC cost overrun loan Interest at 6.5%, annual blended payment of \$111,344, secured by assignment of taxation, gaming, and AANDC monies, maturing October 31, 2018.	345,092	-
Royal Bank - Health - Headstart renovation loan Term loan, interest at bank prime plus 2.0%, was due June 30, 2012, secured by a Band Council Resolution.	-	324,986
GMAC Financing - Health Term loan, interest at 3.90% per year, monthly blended payments of \$714.24, payable in full December 31, 2016, secured by a 2011 Chevrolet Equinox Utility AWD.	-	17,228
GMAC Financing - Health Term loan, interest at 3.90% per year, monthly blended payments of \$714.24, payable in full December 31, 2016, secured by a 2011 Chevrolet Equinox Utility AWD.	-	15,141
Royal Bank - Health Term loan, interest at 5% per year, monthly blended payments of \$861, due March 16, 2020 secured by a vehicle.	45,629	-

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

15. Long-term debt, continued

	2015	2014
Royal Bank - Health		
Term loan, interest at 5% per year, monthly blended payments of \$810, due March 16, 2020 secured by a vehicle.	42,894	-
Current portion	2,446,416	2,310,754
	598,371	754,227
	<hr/>	<hr/>
	\$ 1,848,045	\$ 1,556,527
	<hr/>	<hr/>

Principal portion of long-term debt due within the next five years:

2016	\$ 598,371	
2017	638,192	
2018	680,668	
2019	430,824	
2020 and thereafter	98,361	
	<hr/>	
	\$ 2,446,416	
	<hr/>	

	2015	2014
Interest expense for the year on long-term debt	\$ 152,771	\$ 119,273
	<hr/>	<hr/>

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

16. CMHC mortgages

	Phase number	Maturity date	Interest rate	Monthly payment	2015	2014
CMHC	1	03/01/2017	21.50%	\$ 9,207	\$ 182,902	\$ 250,758
PHT	10	01/01/2017	5.29%	2,326	48,972	73,740
PHT	11	01/01/2018	5.24%	3,765	119,224	157,341
PHT	12	02/01/2020	4.915%	2,416	126,966	149,087
PHT	13	05/01/2016	6.47%	933	12,628	22,722
RBC	14	02/01/2016	3.99%	2,020	66,627	87,759
RBC	15	09/01/2018	2.49%	560	20,448	26,577
CMHC	16	12/01/2019	1.83%	1,010	107,555	117,410
CMHC	17	12/01/2015	2.56%	1,908	214,080	231,330
CMHC	18	06/01/2017	1.65%	824	108,420	116,465
CMHC	19	08/01/2016	2.26%	2,194	360,314	378,368
CMHC (not fully advanced)	20			-	426,331	426,331
CMHC	21	08/01/2017	1.39%	4,296	795,622	835,901
					2,590,089	2,873,789
<u>Current portion</u>					301,801	282,459
					<u>\$ 2,288,288</u>	<u>\$ 2,591,330</u>

Carry the Kettle First Nation

Notes to Consolidated Financial Statements

March 31, 2015

17. Tangible capital assets

	Cost	Additions	Disposals	Accumulated amortization	2015 Net book value
Land	\$ 20,089,430	\$ -	\$ -	\$ -	\$ 20,089,430
Buildings	12,071,177	-	-	6,756,654	5,314,523
Vehicles	524,335	69,882	-	290,447	303,770
Equipment	981,494	72,400	69,200	531,492	453,202
Housing	7,673,876	-	-	2,795,345	4,878,531
Infrastructures	6,937,128	-	-	2,203,697	4,733,432
Assets under construction	3,629,307	928,686	-	-	4,557,993
	\$ 51,906,747	\$ 1,070,968	\$ 69,200	\$ 12,577,635	\$ 40,330,881

	Cost	Additions	Disposals	Accumulated amortization	2014 Net book value
Land	\$ 20,089,430	\$ -	\$ -	\$ -	\$ 20,089,430
Buildings	12,043,933	27,244	-	6,204,765	5,866,411
Vehicles	215,335	309,000	-	250,981	273,354
Equipment	729,902	565,200	313,608	493,765	487,730
Housing	7,673,876	-	-	2,449,485	5,224,391
Infrastructures	6,937,128	-	-	2,053,226	4,883,903
Assets under construction	3,010,173	619,134	-	-	3,629,307
	\$ 50,699,777	\$ 1,520,578	\$ 313,608	\$ 11,452,222	\$ 40,454,526

18. Prepaid expenses

	2015	2014
<u>Prepaid social assistance</u>	\$ -	\$ 13,218
	\$ -	\$ 13,218

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

19. Accumulated surplus

The accumulated surplus consists of the following:

	2015	2014
Invested in tangible capital assets	\$ 35,294,375	\$ 35,269,982
Funds held in trust by federal government	17,467,099	17,161,002
Equity in related entities	406,894	1,156,358
CMHC reserves	644,193	602,364
<u>Operating surplus (deficit)</u>	<u>(356,642)</u>	<u>27,992</u>
	<hr/> <u>\$ 53,455,919</u>	<hr/> <u>\$ 54,217,698</u>

20. Prior period adjustment

The 2014 consolidated statement has been restated to adjust for an overstatement of the accounts payable. This resulted in a net decrease to the accounts payable of \$136,975 and an increase in operating equity of \$136,975.

21. Revenue, expenditures and surplus (deficit) by segment

	Revenue	Expenditures	Transfers	Surplus (deficit)
Community Development	1,528,757	1,677,121	(589,858)	(738,222)
Economic Development	98,415	78,974	-	19,441
Education	2,806,497	3,115,236	76,976	(231,763)
Indian Government Support	604,292	1,267,277	442,299	(220,686)
Land Management	274,218	274,218	(2,841)	(2,841)
Social Development	1,463,246	1,642,052	23,086	(155,720)
Indian Registration	19,890	68,823	22,437	(26,496)
Governance and Institutions of Government	(18,000)	-	-	(18,000)
Health	1,605,804	1,495,428	(60,978)	49,398
CMHC	482,697	279,800	(345,860)	(142,963)
Other Programs	3,699,155	2,250,508	(742,573)	706,074
Amortization	-	1,177,312	1,177,312	-
	<hr/> <u>12,564,971</u>	<hr/> <u>13,326,749</u>	<hr/> <u>-</u>	<hr/> <u>(761,778)</u>

Carry the Kettle First Nation

Notes to Consolidated Financial Statements

March 31, 2015

22. Reconciliation of AANDC revenue

The following is a reconciliation of the funds received from AANDC:

	2015	2014
Balance per AANDC confirmation	\$ 6,081,234	\$ 7,657,847
Receivable (payable) previous year		
Basic Needs	-	(72,862)
Band Employee Benefits	-	(3,723)
P & ID	(18,000)	-
Receivable (payable) current year		
Band Employee Benefits	(40,589)	(5,278)
Basic Needs	15,138	33,945
National Child Benefit Re-investment	(5,255)	(17,356)
Special Needs	(15,008)	(35,112)
ECIP	-	(1,000)
Institutional Care	(13,513)	-
Home Care	-	(3,156)
	<hr/>	<hr/>
	\$ 6,004,007	\$ 7,553,305

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

23. Government Transfers

	2015		
	Operating	Capital	Total
Federal government transfers			
Aboriginal Affairs and Northern Development Canada	\$ 5,624,658	\$ 379,349	\$ 6,004,007
Health Canada	1,293,151	-	1,293,151
Canada Mortgage and Housing Corporation	343,037	-	343,037
Total	7,260,846	379,349	7,640,195
Provincial government transfers			
	19,195	-	19,195
Total	\$ 7,280,041	\$ 379,349	\$ 7,659,390
	2014		
	Operating	Capital	Total
Federal government transfers			
Aboriginal Affairs and Northern Development Canada	\$ 7,532,305	\$ 21,000	\$ 7,553,305
Health Canada	1,231,891	-	1,231,891
Canada Mortgage and Housing Corporation	342,872	-	342,872
Total	9,107,068	21,000	9,128,068
Provincial government transfers			
	312,991	-	312,991
Total	\$ 9,420,059	\$ 21,000	\$ 9,441,059

24. CMHC housing restricted funds

It is a requirement of the CMHC operating agreements that subsidy surplus, operating and replacement reserves be established and monies be set aside in separate bank accounts. On March 31, 2015 the reserve accounts were underfunded by \$120,622 (2014 - \$140,011). The amount required to be set aside was \$644,193 and the amount in the reserve bank account was \$523,571. (The reserve amount of \$644,193 is not reported separately on these financial statements, but is included in equity).

25. Health Canada - Movable Assets Reserve (MAR)

Health Canada funding agreements require the First Nation to report on funding received and related expenditures for all assets over \$1,000 that are not permanently attached to the health facility building (e.g. medical equipment, furniture, vehicles). As at year end there was a surplus of \$15,238 (2014 - \$14,338).

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

26. Employee benefit obligations

Vacation and overtime

The vacation and overtime liability is comprised of the vacation and overtime that employees are deferring to future years. Employees have either earned the benefits or are entitled to these benefits within the next budgetary year.

Post-employment benefits

Carry the Kettle First Nation does not provide extended health, dental and life insurance benefits to retirees and their surviving spouses and therefore has no obligations with regards to post employment benefits

Pension plan

Carry the Kettle First Nation provides a defined contribution plan for eligible members of its staff. Members are required to contribute 5% of their salary and Carry the Kettle First Nation contributes a matching portion. Carry the Kettle First Nation does not have any other obligations with regards to the pension plan as at March 31, 2015.

27. Contractual Obligations

The nature of Carry the Kettle First Nation's activities can result in some multi-year contracts whereby it will be obligated to make future payments when the goods or services are received. There are no significant contractual obligations.

28. Related party transactions

Transactions with related parties are in the normal course of business and are for fair consideration that is mutually agreed upon by the related parties.

29. Economic dependence

Carry the Kettle First Nation receives a major portion of its revenue pursuant to funding agreements with Aboriginal Affairs and Northern Development Canada and Health Canada.

30. Budgeted figures

Budgeted figures are unaudited and have been provided for comparison purposes and have been derived from the estimates approved by the Carry the Kettle First Nation. The budget was approved on June 4, 2014.

31. Subsequent events

There are no subsequent events to report.

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

32. AANDC funding

The First Nation (Recipient) receives funding from Aboriginal Affairs and Northern Development Canada (AANDC) by entering into an agreement with AANDC.

There are five approaches that AANDC may consider in the design and delivery of transfer payment programs:

1. **Grant approach** – A grant is a transfer payment that is subject to pre-established eligibility and other entitlement criteria. Recipients are not required to account for the grant, but they may be required to report on results. The grant funding approach can be used for any duration of time necessary to achieve program results.
2. **Set contribution approach** – A set contribution is a transfer payment that is subject to performance conditions outlined in a funding agreement. Set contributions must be accounted for and are subject to audits. Funds are to be expended as identified in the funding agreement and cannot be redirected to other programs. Any unspent funding and any funding spent on ineligible expenditure must be returned to AANDC annually.
3. **Fixed contribution approach** – Fixed contribution funding is an option where annual funding amounts are established on a formula basis or where the total expenditure is based on a fixed-cost approach. Fixed funding is distributed on a program basis. It is possible under this approach for recipients to keep any unspent funding provided that program requirements set out in the funding agreement have been met and the recipient agrees to use the unspent funds for purposes consistent with the program objectives or any other purpose agreed to by AANDC. A plan must be submitted and approved by AANDC prior to spending the unspent funds. If the funds are not spent according to the plan within the agreed upon time period they will be recovered by AANDC.
4. **Flexible contribution approach** – Flexible contribution funding is an option which allows funds to be moved within cost categories of a single program during the life of the project/agreement. However, unspent funds must be returned to AANDC at the end of the project, program or agreement.
5. **Block contribution approach** – Block contribution funding is an option which allows funds to be reallocated within the block of programs during the agreement, as long as progress towards program objectives is being achieved. It is possible under this approach for recipients to keep any unspent funding provided that program delivery standards have been met and the recipient agrees to use the unspent funding for purposes consistent with the block program objectives or any other purpose agreed to by AANDC.

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

33. Segmented information

As previously discussed in note 2 (h) the First Nation conducts its business through reportable segments as follows:

1) Aboriginal Affairs and Northern Development Canada (AANDC)

Claims and Indian Government:

Costs associated with the negotiation, settlement and implementation of specific claims and comprehensive land claim agreements as well as special claims and self-government agreements.

Community Development:

Costs to acquire, construct, operate and maintain basic community facilities and services such as water and sewage, roads, electrification, schools, community buildings and fire protection. Also costs associated with ensuring that these facilities and community services meet recognized standards and are comparable to the services provided to nearby communities by provincial and municipal governments.

Economic Development:

Costs associated with economic development planning, proposal development, and planning and implementation of ongoing activities and one-time projects. Also costs to pursue economic objectives in areas such as the employment of community members, the development of community-owned and community member businesses, the development of land and resources under community control, access to economic opportunities on land and resources beyond community control, investment promotion, and research and advocacy.

Education:

Costs to support First Nation and Inuit communities in expressing, preserving, developing and promoting their cultural heritage, through the establishment and operation of First Nation and Inuit cultural education centres and programs. Costs to provide eligible students living on reserve and eligible Inuit with elementary/secondary education programs and services including instructional services in federal, provincial, band-operated schools, or a private/independent school (recognized by the province in which the school is located as an elementary/secondary institution), and student support services such as transportation, accommodation, guidance and counselling services. Costs associated with AANDC's First Nations and Inuit Youth Employment Strategy to develop and enhance essential employability skills, such as communication, problem solving, and working with others, expose youth to a variety of career options, and promote the benefits of education as being key to labor market participation. Also, costs to support eligible First Nation and Inuit students to access education opportunities at the post-secondary level and supports the development and delivery of college and university level courses for First Nation and Inuit students, and research and development on First Nation and Inuit education. Costs for the provision of special education services and programs and costs to provide internet access, information technology equipment, technical support and training to students and school staff.

Indian Government Support:

Costs to support the further development of competent, stable, legitimate, and accountable community governments by strengthening First Nations and Inuit governance and by funding initiatives which address needs in the areas of professional and institutional development at the local level and at the level of emerging regional and national organizations. Also, costs to enable tribal councils to provide advisory services such as financial management, band government, economic development, community planning, technical services to the member First Nations and to defray the costs of administering programs on behalf of member communities and to provide funding for equivalent advisory services to large First Nations which are not affiliated with a tribal council.

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

33. Segmented information, continued

Land Management:

Costs associated to the administration of land transactions on designated and non-designated lands under sections 53 and 60 of the Indian Act.

Social Development:

First Nations people, like other Canadian citizens, are responsible for managing their own affairs and maintaining themselves to the extent that their resources permit. Some individuals and families are unable to provide for themselves and their dependents. Situations therefore exist in which assistance must be available to community members in need. Income Assistance is one type of income supplement available to eligible persons. Other income supports include Old Age Security, Child Tax Benefits, etc.

Indian Registration:

Costs associated with the maintenance of the Indian Register, a record of everyone who is registered as an Indian under the Indian Act.

Governance and Institutions of Government:

Costs associated with Governance and Institution of Government activities.

2) Health Programs (FNIHB)

Health Canada provides funding for costs associated with the development of safe and healthy communities in the following areas:

Children and Youth; Mental Health and Addictions; Chronic Disease and Injury Prevention; Communicable Disease Control; Environmental Health and Research Component; Primary Care; Non-Insured Health Benefits; Health Governance and Infrastructure; Capital; Treatment Centres; Aboriginal Health Transition Fund; Headquarter projects.

3) Canada Mortgage and Housing Corporation (CMHC)

Non-Profit On-Reserve Housing Program (Section 95); Residential Rehabilitation Assistance Program (RRAP); Home Adaptations for Seniors' Independence Program (HASI); Shelter Enhancement Program; Housing Internship Initiative for First Nations and Inuit Youth

4) Band programs

Other programs that vary based on own source revenue. These could include First Nations Trust, Tribal Council, CDC, Band Trust Funds and other business ventures. These outside revenue sources are used to fund programs such as recreational or cultural activities for the benefit of membership that are not funded by government agencies.

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

34. Expenses by object

	2015 Budget	2015 Actual	2014 Restated
Administration	\$ 131,759	\$ 179,834	\$ 253,686
Advertising, promotions, sponsorships	4,500	2,074	10,397
Amortization	-	1,177,312	1,231,971
Assistance - social development	1,129,295	1,239,666	1,409,866
Assistance to band members	649,000	691,558	687,393
Bad debts	-	11,225	49,956
Committee expenses	129,000	43,185	94,739
Consultants and contractors	1,535,499	1,419,533	3,208,430
Cultural programs	56,487	37,609	86,809
Donations and sponsorships	15,200	7,990	43,932
Equipment leases	126,502	53,014	40,929
Equipment purchases	69,900	84,605	900,718
FNT Expenses	-	-	65,500
Fuel	66,551	61,493	58,272
Graduation, awards, prizes	46,000	41,336	35,813
Honorariums	348,001	317,055	327,831
Insurance	154,670	158,549	77,375
Interest and bank charges	22,100	62,966	50,225
Janitorial services	3,563	6,837	4,547
Leases	10,500	10,324	12,611
Living allowance	528,456	531,041	562,106
Long term debt - interest	5,200	247,216	234,216
Loss (gain) on disposal of assets	-	(7,363)	-
NCBR - administration	10,000	7,235	43,532
NCBR - community based support	115,850	94,708	116,396
NCBR - home to work	57,520	76,435	118,387
Other expenses	36,550	29,086	30,257
PCD reconciliation repayment	-	74,500	-
Per capita distribution	-	292,713	56,500
Pow wow expenses	-	119,000	110,000
Prenatal clinic	6,660	2,217	5,757
Professional fees	95,900	327,084	257,350
Program expenses	131,863	182,409	173,518
Public relations	8,000	5,770	9,587
Recreational activities	221,420	199,557	197,997
Rent	8,000	8,000	8,000

Carry the Kettle First Nation
Notes to Consolidated Financial Statements
March 31, 2015

34. Expenses by object, continued

	2015 Budget	2015 Actual	2014 Restated
Repairs and maintenance	319,355	907,198	1,029,376
Repairs and maintenance - mold remediation	-	-	969
Security	2,850	3,198	3,343
Student allowance	20,000	12,202	7,755
Supplies	477,958	461,391	385,655
TCPL program	-	53,648	-
Telephone	83,589	63,159	65,776
Training	147,037	153,730	176,303
Travel - medical transportation	3,000	17,084	18,774
Travel, meetings, per diems	297,873	312,349	312,002
Tuition	302,206	360,293	369,271
Unexpended funds not recognized in prior year	-	269,940	-
Utilities	22,506	123,263	54,880
Wages and benefits	3,791,676	3,765,498	3,862,229
Youth activities	5,000	2,910	5,800
Transfer to capital assets	(1,003,765)	(974,886)	(1,520,577)
	<hr/> \$ 10,193,231	<hr/> \$ 13,326,750	<hr/> \$ 15,346,159

Schedule #1
Carry the Kettle First Nation
Community Development
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Restated
Revenue			
AANDC - fixed	\$ 997,629	\$ 603,485	\$ 982,834
AANDC - set	28,050	28,050	1,096,050
AANDC - flexible	-	379,349	21,000
CMHC	-	10,125	13,152
FHQ Tribal Council	-	6,251	6,251
Mortgage funds received	-	-	153,203
Mortgage received transferred to long-term debt	-	-	(153,203)
Insurance proceeds	-	332,410	-
Saskatchewan Government	-	19,195	312,991
Other revenue	2,500	15,214	43,420
Unexpended funds transferred - prior year (Note 13)	-	213,471	-
Deferred revenue - previous year	-	58,943	1,489,794
Deferred revenue - current year	-	-	(58,943)
	1,028,179	1,666,493	3,906,549
Expenses			
Administration	37,934	7,745	146,379
Consultants and contractors	1,152,399	1,025,030	2,630,853
Equipment leases	41,902	2,219	-
Equipment purchases	50,000	11,959	574,543
Fuel	40,000	41,233	30,589
Insurance	127,200	69,374	-
Interest and bank charges	500	781	1,455
Long term debt - interest	5,200	21,976	8,126
Janitorial services	2,163	1,269	52
Other expenses	30,000	25,159	24,000
Repairs and maintenance	290,446	711,715	811,792
Repairs and maintenance - mold remediation	-	-	969
Supplies	199,625	212,417	141,328
Telephone	5,460	3,352	2,454
Training	-	285	3,648
Travel, meetings, per diems	22,700	21,220	20,127
Utilities	-	85,502	18,049
Wages and benefits	379,210	364,571	578,179
Transfer to capital assets	(1,003,765)	(928,686)	(1,180,634)
	1,380,974	1,677,121	3,811,909
Current surplus (deficit) before unexpended transfers	(352,795)	(10,628)	94,640
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	(137,736)	-
Current surplus (deficit) before transfers	(352,795)	(148,364)	94,640

The accompanying notes are an integral part of the financial statements

Schedule #1, continued
Carry the Kettle First Nation
Community Development
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Restated
Transfers			
Transfer - Other Programs	-	100,000	219,820
Transfer - Amortization	-	(689,858)	(694,379)
Current deficit	\$ (352,795)	\$ (738,222)	\$ (379,919)

The accompanying notes are an integral part of the financial statements

Schedule #2
Carry the Kettle First Nation
Economic Development
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Revenue			
FHQ Tribal Council	\$ 98,415	\$ 98,415	\$ 98,415
Expenses			
Assistance to band members	90,000	70,559	32,666
Administration	8,415	8,415	-
Travel, meetings, per diems	-	-	150
	98,415	78,974	32,816
Current surplus	\$ -	\$ 19,441	\$ 65,599

The accompanying notes are an integral part of the financial statements

Schedule #3
Carry the Kettle First Nation
Education
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Revenue			
AANDC - fixed	\$ 2,442,857	\$ 2,343,755	\$ 2,346,275
AANDC - set	389,006	398,395	489,759
FHQ Tribal Council	25,632	25,632	56,719
Other revenue	-	693	1,758
Administration fees - internal allocation	-	-	19,012
Unexpended funds transferred - prior year (Note 13)	-	38,022	-
	2,857,495	2,806,497	2,913,523
Expenses			
Administration	4,496	-	2,748
Advertising, promotions, sponsorships	2,500	-	1,880
Committee expenses	-	-	10,000
Consultants and contractors	143,900	130,718	159,437
Cultural programs	4,487	3,242	-
Donations and sponsorships	500	400	5,140
Equipment leases	68,100	-	19,017
Equipment purchases	-	475	314,246
Graduation, awards, prizes	46,000	41,336	35,813
Insurance	8,500	7,369	9,300
Long term debt - interest	-	13,149	5,517
Living allowance	528,456	531,041	562,106
Professional fees	-	-	13,902
Recreational activities	41,500	58,884	38,218
Repairs and maintenance	15,989	11,791	4,233
Student allowance	20,000	12,202	7,755
Supplies	192,000	162,311	145,227
Telephone	16,200	4,898	6,760
Training	33,000	9,781	10,372
Travel, meetings, per diems	63,661	50,452	61,004
Tuition	302,206	360,293	369,271
Wages and benefits	1,874,670	1,716,894	1,713,131
Transfer to capital assets	-	-	(311,100)
	3,366,165	3,115,236	3,183,977
Current deficit before transfers	(508,670)	(308,739)	(270,454)
Transfers			
Transfer - Other Programs	-	154,751	47,000
Transfer - Amortization	-	(77,775)	(77,775)
Current deficit	\$ (508,670)	\$ (231,763)	\$ (301,229)

The accompanying notes are an integral part of the financial statements

Schedule #4
Carry the Kettle First Nation
Indian Government Support
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Restated
Revenue			
AANDC - grant	\$ 469,799	\$ 469,799	\$ 469,799
AANDC - fixed	47,933	37,599	53,259
AANDC - set	114,074	121,471	126,749
AANDC - current year receivable (payable)	-	(40,589)	(5,278)
Other revenue	-	16,012	29,897
	631,806	604,292	674,426
Expenses			
Administration	10,000	370	-
Advertising, promotions, sponsorships	1,000	1,371	5,892
Bad debts	-	-	50,907
Consultants and contractors	34,450	84,991	35,269
Equipment purchases	-	3,300	2,914
Donations and sponsorships	200	700	-
Honorariums	348,001	317,055	327,831
Insurance	-	2,980	-
Interest and bank charges	17,000	53,314	43,157
Professional fees	85,000	104,021	177,241
Equipment leases	15,000	25,167	15,371
Repairs and maintenance	2,500	508	-
Long term debt - interest	-	-	78,093
Supplies	22,050	28,898	42,053
Telephone	38,389	35,934	32,487
Training	18,250	8,676	47,379
Travel, meetings, per diems	130,660	143,392	152,921
Wages and benefits	316,465	456,600	470,611
	1,038,965	1,267,277	1,482,126
Current deficit before transfers	(407,159)	(662,985)	(807,700)
Transfers			
Transfer - Other Programs	-	442,299	470,000
Transfer - Social Development	-	-	(25,600)
Current deficit	\$ (407,159)	\$ (220,686)	\$ (363,300)

The accompanying notes are an integral part of the financial statements

Schedule #5
Carry the Kettle First Nation
Land Management
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Revenue			
AANDC - fixed	\$ 207,757	\$ 207,757	\$ 203,069
AANDC - set	-	20,000	31,620
Other revenue	-	-	233,952
Unexpended funds transferred - prior year (Note 13)	-	18,447	-
Deferred revenue - previous year	-	28,014	53,259
Deferred revenue - current year	-	-	(28,014)
	207,757	274,218	493,886
Expenses			
Administration	2,500	24,481	10,574
Consultants and contractors	3,000	30,164	228,047
Equipment purchases	19,000	22,372	3,506
Professional fees	-	-	41,214
Program expenses	-	30,648	32,287
Supplies	1,000	1,262	3,280
Telephone	3,200	3,523	2,587
Training	2,000	1,850	4,081
Travel, meetings, per diems	14,000	12,035	13,937
Wages and benefits	151,718	147,883	126,802
	196,418	274,218	466,315
Current surplus before transfers	11,339	-	27,571
Transfers			
Transfer - Amortization	-	(2,841)	(2,841)
Current surplus (deficit)	\$ 11,339	\$ (2,841)	\$ 24,730

The accompanying notes are an integral part of the financial statements

Schedule #6
Carry the Kettle First Nation
Social Development
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Revenue			
AANDC - fixed	\$ 97,571	\$ 84,971	\$ 78,700
AANDC - set	1,375,679	1,366,713	1,644,422
AANDC - current year receivable (payable)	-	(18,638)	(22,679)
FHQ Tribal Council	(37,775)	30,200	-
Other revenue	-	-	402
	1,435,475	1,463,246	1,700,845
Expenses			
Administration	3,808	3,808	4,808
Assistance - social development	1,129,295	1,238,048	1,409,866
Consultants and contractors	-	16,735	5,685
Interest and bank charges	2,100	2,100	2,228
NCBR - administration	10,000	7,235	43,532
NCBR - community based support	115,850	94,708	116,396
NCBR - home to work	57,520	76,435	118,387
Professional fees	400	-	-
Supplies	12,333	11,896	4,659
Telephone	2,400	1,201	2,067
Training	11,890	9,820	14,041
Travel, meetings, per diems	7,267	7,840	3,661
Utilities	340	390	180
Wages and benefits	179,648	171,836	118,940
	1,532,851	1,642,052	1,844,450
Current deficit before transfers	(97,376)	(178,806)	(143,605)
Transfers			
Transfer - Health	-	-	(1,080)
Transfer - Indian Government Support	-	-	25,600
Transfer - Other Programs	-	23,086	-
Current deficit	\$ (97,376)	\$ (155,720)	\$ (119,085)

The accompanying notes are an integral part of the financial statements

Schedule #7
Carry the Kettle First Nation
Indian Registration
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Revenue			
AANDC - fixed	\$ 19,890	\$ 19,890	\$ 19,726
Expenses			
Consultants and contractors	-	3,692	-
Repairs and maintenance	500	398	-
Supplies	1,000	923	376
Telephone	1,200	1,100	-
Travel, meetings, per diems	6,785	33,572	3,179
Wages and benefits	32,842	29,138	22,832
	42,327	68,823	26,387
Current deficit before transfers	(22,437)	(48,933)	(6,661)
Transfers			
Transfer - Other Programs	-	22,437	10,000
Current surplus (deficit)	\$ (22,437)	\$ (26,496)	\$ 3,339

The accompanying notes are an integral part of the financial statements

Schedule #8
Carry the Kettle First Nation
Governance and Institutions of Government
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Revenue			
AANDC - fixed	\$ -	\$ -	\$ 12,000
AANDC - set	- -	- -	6,000
AANDC - prior period revenue (recovery)	- -	(18,000)	- -
	- -	(18,000)	18,000
Expenses			
Consultants and contractors	- -	- -	18,475
Training and workshops	- -	- -	7,926
Travel, meetings, per diems	- -	- -	1,325
	- -	- -	27,726
Current deficit	\$ -	\$ (18,000)	\$ (9,726)

The accompanying notes are an integral part of the financial statements

Schedule #9
Carry the Kettle First Nation
Health
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Restated
Revenue			
Health Canada	\$ 1,177,390	\$ 1,293,151	\$ 1,231,891
FHQ Tribal Council	118,052	120,302	117,400
Other revenue	50,000	75,536	68,857
Administration fees - internal allocation	86,000	116,815	92,985
	1,431,442	1,605,804	1,511,133
Expenses			
Administration	63,606	113,007	88,177
Advertising, promotions, sponsorships	1,000	703	2,626
Assistance - social development	-	1,618	-
Assistance to band members	9,000	928	5,170
Bad debts	-	11,225	(951)
Consultants and contractors	49,750	78,189	109,143
Cultural programs	2,000	-	1,712
Donations and sponsorships	4,500	1,634	7,408
Equipment leases	1,500	12,213	6,542
Equipment purchases	900	43,000	700
Fuel	26,551	20,261	27,683
Insurance	18,970	31,423	29,799
Interest and bank charges	2,500	3,271	3,384
Janitorial services	1,400	5,568	4,495
Leases	10,500	10,324	12,611
Long term debt - interest	-	9,150	27,537
Loss (gain) on disposal of assets	-	(7,363)	-
Other expenses	6,550	2,631	5,781
Prenatal clinic	6,660	2,217	5,757
Professional fees	10,500	11,650	10,033
Program expenses	131,863	151,761	141,231
Public relations	8,000	5,770	9,587
Rent	8,000	8,000	8,000
Repairs and maintenance	9,860	24,552	34,713
Security	2,850	3,198	3,343
Supplies	49,950	37,611	37,973
Telephone	15,540	12,368	15,878
Training	81,897	79,182	66,956

The accompanying notes are an integral part of the financial statements

Schedule #9, continued
Carry the Kettle First Nation
Health
Schedule of Operations
For the year ended March 31, 2015

	2015 Actual	2014 Restated
Travel - medical transportation	3,000	17,084
Travel, meetings, per diems	35,800	34,150
Utilities	22,166	37,371
Wages and benefits	824,303	776,022
Youth activities	5,000	2,910
Transfer to capital assets	-	(46,200)
	1,414,116	1,495,428
Current surplus before transfers	17,326	110,376
Transfers		
Transfer - Social Development	-	-
Transfer - Amortization	-	(60,978)
		(111,115)
Current surplus (deficit)	\$ -	\$ 49,398
		\$ (69,053)

The accompanying notes are an integral part of the financial statements

Schedule #10
Carry the Kettle First Nation
CMHC
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Revenue			
CMHC	\$ -	\$ 332,911	\$ 329,720
Rental income - CMHC housing	- 149,786	127,737	
	- 482,697	457,457	
Expenses			
Insurance	- 36,569	38,276	
Long term debt - interest	- 94,445	114,943	
Professional fees	- 14,960	14,961	
Repairs and maintenance	- 133,826	131,101	
	- 279,800	299,281	
Current surplus before transfers	- 202,897	158,176	
Transfers			
Transfer - Amortization	- (345,860)	(345,860)	
Current deficit	\$ - (142,963)	\$ (187,684)	

The accompanying notes are an integral part of the financial statements

Schedule #11
Carry the Kettle First Nation
Other Programs
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Restated
Revenue			
FHQ Tribal Council	\$ -	\$ -	\$ 130,667
Keseechiwan Holdings LP	- -	70,000	60,000
First Nations Trust	- -	954,771	986,118
Earned and held in trust by federal government	951,000	1,883,156	1,969,080
Community Development Corporation	- -	117,222	- -
Taxation revenue	694,426	738,546	701,389
Other revenue	25,000	609,484	144,830
Increase (decrease) in value of investments	- -	(749,464)	24,243
Gain on sale of assets	- -	- -	140,000
Administration fees - internal allocation	- -	29,733	11,211
Deferred revenue - previous year	- -	86,582	86,582
Deferred revenue - current year	- -	(40,875)	(86,582)
	1,670,426	3,699,155	4,167,538
Expenses			
Administration	1,000	22,008	1,000
Assistance to band members	550,000	620,071	649,557
Committee expenses	129,000	43,185	84,739
Consultants and contractors	152,000	50,013	21,521
Cultural programs	50,000	34,367	85,097
Donations and sponsorships	10,000	5,256	31,384
Education and education facilities	- -	- -	65,500
Equipment leases	- -	13,416	- -
Equipment purchases	- -	3,500	4,810
Insurance	- -	10,833	- -
Interest and bank charges	- -	3,500	- -
Long term debt - interest	- -	108,495	- -
Other expenses	- -	1,296	477
PCD reconciliation repayment	- -	74,500	- -
Per capita distribution	- -	292,713	56,500
Pow wow expenses	- -	119,000	110,000
Recreational activities	179,920	140,672	159,779
Professional fees	- -	196,453	- -
Repairs and maintenance	60	24,407	47,537
Supplies	- -	6,074	10,759
TCPL program	- -	53,648	- -
Telephone	1,200	783	3,544
Training	- -	44,137	21,900
Travel, meetings, per diems	17,000	9,687	9,659
Unexpended funds not recognized in prior year (Note 13)	- -	269,940	- -
Wages and benefits	32,820	102,554	105,291
	1,123,000	2,250,508	1,469,054

The accompanying notes are an integral part of the financial statements

Schedule #11, continued
Carry the Kettle First Nation
Other Programs
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Restated
Current surplus before transfers	547,426	1,448,647	2,698,484
Transfers			
Transfer - Community Development	-	(100,000)	(219,821)
Transfer - Education	-	(154,751)	(47,000)
Transfer - Indian Government Support	-	(442,299)	(470,000)
Transfer - Indian Registration	-	(22,437)	(10,000)
Transfer - Social Development	-	(23,086)	-
Current surplus	\$ 547,426	\$ 706,074	\$ 1,951,663

The accompanying notes are an integral part of the financial statements

Schedule #12
Carry the Kettle First Nation
Amortization
Schedule of Operations
For the year ended March 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Revenue	\$ -	\$ -	\$ -
Expenses			
CMHC Operations	- 345,860	345,860	345,860
Community Buildings	- 23,367	23,367	27,889
Daycare	- 14,086	14,086	14,086
Health Transfer	- 36,142	36,142	79,729
Infrastructure Assets	- 132,570	132,570	132,570
Land Management	- 2,841	2,841	2,841
Medical Transportation	- 10,750	10,750	17,300
Roads	- 72,161	72,161	72,161
Sanitation	- 240	240	240
School Maintenance	- 459,870	459,870	459,870
Student transportation	- 77,775	77,775	77,775
Water	- 1,650	1,650	1,650
	- 1,177,312	1,177,312	1,231,971
Current deficit before transfers	- (1,177,312)	(1,177,312)	(1,231,971)
Transfers			
Transfer - Programs	- 1,177,312	1,177,312	1,231,971
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements