

**Nekaneet First Nation  
Consolidated Financial Statements  
March 31, 2018**

**Nekaneet First Nation**  
**Consolidated Financial Statements**  
*March 31, 2018*

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**Nekaneet First Nation**  
**Management's Responsibility for Financial Reporting**  
*March 31, 2018*

The accompanying consolidated financial statements are the responsibility of management. The financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they contain certain amounts based on estimates and judgments. When alternative accounting 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.

The Chief and Council review and approve the financial statements for issuance to Band members. The 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  
Nekaneet First Nation

July 31, 2018  
Date

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

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**Independent Auditors' Report**

To the Members of  
**Nekaneet First Nation**

We have audited the accompanying consolidated financial statements of Nekaneet First Nation, which comprise the consolidated statement of financial position as at March 31, 2018, and the consolidated statements of operations, accumulated surplus, change in net debt, 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 Nekaneet First Nation as at March 31, 2018, and the results of its operations, accumulated surplus, the changes in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

**Regina, Saskatchewan**  
**July 31, 2018**

*Chalupiak & Associates*

**Chartered Professional Accountants**

**Nekaneet First Nation**  
**Consolidated Statement of Financial Position**  
*March 31, 2018*

	2018	2017
<b>Financial Assets</b>		
Cash (Note 3)	\$ 186,041	\$ -
Restricted cash - capital projects (Note 3)	8,192	809
Restricted cash - CMHC reserves (Note 3)	185,096	84,443
Trust funds held by federal government (Note 3 and 4)	203,607	348,229
Accounts receivable (Notes 5 and 6)	416,375	887,715
Due from New Horizon First Nations Administration (Note 7)	239,094	273,623
Portfolio investment (Note 8)	60,000	60,000
	<u>1,298,405</u>	<u>1,654,819</u>
<b>Liabilities</b>		
Bank indebtedness (Note 3 and 9)	-	112,072
Accounts payable (Note 10 and 11)	525,356	626,210
Deferred revenue - unexpended funds - ISC (Note 12)	300,500	28,248
Deferred revenue - unexpended funds - Health Canada (Note 13)	91,382	74,755
Deferred revenue (Note 14)	40,914	244,631
Current portion of long-term debt (Note 15)	406,549	606,072
Current portion of CMHC mortgages (Note 16)	58,812	65,152
Long-term debt (Note 15)	3,955,933	4,181,624
CMHC mortgages (Note 16)	418,069	505,832
Reserve for losses in related business entity (Note 17)	1,299,816	1,277,254
	<u>7,097,331</u>	<u>7,721,850</u>
<b>Net debt</b>	<u>(5,798,926)</u>	<u>(6,067,031)</u>
<b>Non-financial Assets</b>		
Capital assets (Note 18)	8,410,371	8,802,471
Prepaid expenses (Note 19)	1,134	17,906
	<u>8,411,505</u>	<u>8,820,377</u>
<b>Accumulated Surplus</b> (Note 20)	<u>\$ 2,612,579</u>	<u>\$ 2,753,346</u>

**Approved on behalf of the Nekaneet First Nation:**

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signature on file

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signature on file

The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Consolidated Statement of Operations**  
*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
Indigenous Services Canada - grant	\$ 210,899	\$ 232,267	\$ 210,899
Indigenous Services Canada - fixed	539,343	830,948	519,222
Indigenous Services Canada - set	24,203	34,506	183,257
Indigenous Services Canada - flexible	312,859	631,970	187,398
ISC - current year receivable (payable)	-	(3,894)	1,841
Health Canada	-	253,313	275,085
Health Canada - prior period revenue (recovery)	-	(61,366)	-
CMHC - subsidy	-	53,468	61,207
CMHC - retrofit	-	23,999	-
CMHC - other	-	29,800	-
Funds held in trust by Federal Government	-	170,915	134,705
FHQ Tribal Council	-	223,007	190,622
FHQ Developments Ltd	-	15,000	-
First Nation GST	-	379,199	373,196
First Nations Trust	-	165,416	163,165
Specific Claims Settlement Trust	-	348,117	334,988
Keseechiwan Holdings - monetary benefit agreement	-	-	251,916
Community Development Corporation	-	-	28,811
Government of Saskatchewan - Tax Rebate	-	65,780	-
Rental Income - CMHC section 95	-	60,098	30,748
Interest revenue	-	1,884	3
Other revenue	-	51,076	484,974
Administration fees (Note 2.k)	-	80,842	54,718
Unexpended funds transferred - prior year	-	103,003	92,523
Deferred revenue - prior	-	244,631	27,087
Deferred revenue - current	-	(40,914)	(244,631)
	1,087,304	3,893,065	3,361,734
<b>Expenses</b>			
Community Development (Schedule 1)	-	552,084	385,580
Economic Development (Schedule 2)	-	42,400	500
Education (Schedule 3)	-	555,128	349,558
Indian Government Support (Schedule 4)	-	540,623	1,120,196
Social Development (Schedule 5)	-	315,523	336,854
Indian Registration (Schedule 6)	-	5,000	14,910
Governance and Institutions of Government (Schedule 7)	-	-	-
Health Services (Schedule 8)	-	253,736	209,760
CMHC Operations (Schedule 9)	-	119,735	45,326
Band Programs (Schedule 10)	-	776,398	1,460,237
Amortization (Schedule 11)	-	481,324	391,821
	-	3,641,951	4,314,742
<b>Current surplus (deficit) before unexpended funds</b>	1,087,304	251,114	(953,010)

The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Consolidated Statement of Operations**  
*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<hr/>			
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(391,882)	(103,003)
<hr/>			
<b>Current deficit</b>	<b>\$ 1,087,304</b>	<b>\$ (140,768)</b>	<b>\$ (1,056,013)</b>
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The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Consolidated Statement of Accumulated Surplus**  
*For the year ended March 31, 2018*

	2018	2017
<b>Surplus at beginning of year</b>	\$ 2,753,347	\$ 3,809,360
<b>Current deficit</b>	(140,768)	(1,056,013)
<b>Surplus at end of year</b>	\$ 2,612,579	\$ 2,753,347

The accompanying notes are an integral part of the financial statements



**Nekaneet First Nation**  
**Consolidated Statement of Change in Net Debt**  
*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Current deficit</b>	\$ 1,087,304	\$ (140,768)	\$ (1,056,013)
Acquisition of tangible capital assets	-	(89,223)	(2,837,879)
Amortization of tangible capital assets	-	481,324	391,822
	-	392,101	(2,446,057)
Acquisition of prepaid asset	(1,134)	(1,134)	(17,906)
Use of prepaid asset	17,906	17,906	2,496
	16,772	16,772	(15,410)
Increase (decrease) in net financial assets	1,104,076	268,105	(3,517,480)
Net debt at beginning of year	(6,067,031)	(6,067,031)	(2,549,551)
<b>Net debt at end of year</b>	<b>\$ (4,962,955)</b>	<b>\$ (5,798,926)</b>	<b>\$ (6,067,031)</b>

The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2018*

	2018	2017
<b>Cash flows from</b>		
<b>Operating activities</b>		
Current deficit	\$ (140,768)	\$ (1,056,013)
Items not affecting cash		
Amortization	481,324	391,821
	340,556	(664,192)
Change in non-cash operating working capital		
Accounts receivable	471,340	(402,361)
Prepaid expenses	16,772	(15,410)
Accounts payable	(100,853)	127,315
Deferred revenue - unexpended funds - ISC	272,252	(64,275)
Deferred revenue - unexpended funds - Health Canad	16,627	74,755
Deferred revenue	(203,717)	217,544
Trust funds held by federal government	144,622	185,296
	957,599	(541,328)
<b>Capital activities</b>		
Capital asset purchases	(89,224)	(2,837,877)
<b>Financing activities</b>		
Due from New Horizon First Nations Administration	34,529	(75,477)
CMHC mortgages	(94,103)	(46,150)
Long term debt - proceeds	57,467	3,730,986
Long term debt - repaid	(482,681)	(149,753)
	(484,788)	3,459,606
<b>Investing activities</b>		
Loss (gain) on investments	22,562	6,375
Restricted cash - CMHC reserves	(100,653)	(645)
Restricted cash - other	-	121
	(78,091)	5,851
<b>Increase in cash and cash equivalents</b>	305,496	86,252
<b>Cash and cash equivalents, beginning of year</b>	(111,263)	(197,515)
<b>Cash and cash equivalents, end of year</b>	\$ 194,233	\$ (111,263)
<b>Represented by</b>		
Cash (Bank indebtedness)	\$ 186,041	\$ (112,072)
Restricted cash - capital projects	8,192	809
	\$ 194,233	\$ (111,263)

The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**1. General**

Nekaneet First Nation is an Indian Band subject to the provisions of the Indian Act. These financial statements include Nekaneet 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**

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

**(b) 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 statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only Nekaneet First Nation's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of Nekaneet First Nation.

Organizations accounted for on a modified equity basis include:  
New Horizon First Nations Administration 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.

**(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.

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

**(f) 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, 2018.

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.

**(g) 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 Nekaneet First Nation's incremental cost of borrowing.

Amortization is provided for on a straight-line basis over their estimated useful lives. No amortization is recorded in the year of acquisition.

Buildings	25 years Straight line
Automotive equipment	4 years Straight line
Computer equipment	3 years Straight line
Furniture and equipment	5 years Straight line
Infrastructure	40 years Straight line
CMHC houses	40 years Straight line
Band Housing	25 years Straight line

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

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

**(h) 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.

**(i) Use of estimates**

The preparation of consolidated 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 consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**(j) 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.

**(k) 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."

**(l) 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.

**(m) Expense recognition**

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

**(n) Comparative figures**

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

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**3. Cash and cash equivalents**

Under the terms of an agreement with Canada Mortgage and Housing Corporation, Nekaneet 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.

Cash received to complete capital projects is held in separate bank accounts or guaranteed investment certificates.

Funds held in trust are held by the federal government in trust for the First Nation.

	2018	2017
Unrestricted cash (Bank indebtedness)		
Operations	\$ 186,041	\$ -
Bank indebtedness	-	(112,072)
	186,041	(112,072)
Restricted cash - capital projects		
Lagoon project	8,192	809
Restricted cash - CMHC reserves		
Replacement reserve	105,096	4,443
Replacement reserve term deposits	80,000	80,000
	185,096	84,443
Restricted cash - trust funds held by federal government		
Capital	38,564	38,564
Revenue	165,043	309,665
	203,607	348,229
	\$ 582,936	\$ 321,409

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**4. Restricted cash - Trust funds held by federal government**

	2018 Revenue	2018 Capital	2018 Total	2017 Total
Surplus, beginning of year	\$ 309,841	\$ 38,564	\$ 348,405	\$ 533,524
Withdrawals	(280,080)	-	(280,080)	(320,000)
Lease revenue	128,427	-	128,427	127,646
Interest earnings	6,855	-	6,855	7,059
Surplus, end of year	\$ 165,043	\$ 38,564	\$ 203,607	\$ 348,229

**5. Accounts receivable**

	2018	2017
<b>Due from members</b>		
Advances	\$ 64,586	\$ 66,360
<b>Due from others</b>		
Nekaneet Treaty Benefits Claims Trust	-	240,812
File Hills Qu'Appelle Tribal Council	41,487	33,694
New Horizon First Nation Administration - funds held in trust	303,765	268,308
Bank of Montreal - dormant account	7,849	7,849
GST	12,285	19,084
Other	5,917	-
	371,303	569,747
<b>Due from government and other government organizations</b>		
Indigenous Services Canada (ISC)	71	107,720
Health Canada	-	23,756
CMHC - subsidy	4,463	194,340
CMHC - other	15,560	-
First Nation GST	29,419	-
	49,513	325,816
	485,402	961,923
Allowance for doubtful accounts	(69,027)	(74,208)
	\$ 416,375	\$ 887,715

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**6. ISC - accounts receivable**

	2018	2017
Basic needs	\$ -	\$ 10,307
Institutional Care	71	132
Band based capital	-	97,281
	<u>\$ 71</u>	<u>\$ 107,720</u>

**7. Due from New Horizon First Nations Administration Inc.**

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. Amounts payable and receivable bear no interest and have no fixed terms of repayment.

**8. Portfolio investments**

	2018	2017
Keseechiwan Holdings LP (8.3% interest)	\$ 60,000	\$ 60,000

**9. Bank indebtedness**

The First Nation has a line of credit with Peace Hills Trust (PHT) of \$50,000 bearing interest at prime plus 2%, any amounts in excess of \$50,000 bear interest at 24%; on March 31, 2018 PHT accounts were overdrawn \$nil (2017 - \$59,723) and there were outstanding cheques issued in excess of deposits totaling \$nil (2017 - \$43,004).

The First Nation does not have any approved overdraft protection with the Bank of Montreal (BMO), any amounts overdrawn bear interest at 21%; on March 31, 2018 BMO accounts were overdrawn \$10,718 (2017 - \$9,849) and there were outstanding cheques issued in excess of deposits totaling \$1,275 (2017 - \$255).



**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**10. Accounts payable**

	2018	2017
Accrued payroll	\$ -	\$ 13,250
<b>Due to others</b>		
Trade payables	457,609	583,032
Group pension	-	4,054
Group insurance	-	8,312
	457,609	595,398
<b>Due to government and other government organizations</b>		
Indigenous Services Canada (ISC)	3,965	8,598
Health Canada	61,366	6,000
CRA payroll deductions	2,416	2,964
	67,747	17,562
	\$ 525,356	\$ 626,210

**11. ISC - accounts payable**

	2018	2017
Special Needs	\$ -	\$ 2,224
Band Employee Benefits - Statutory	3,965	5,118
Home Care	-	1,256
	\$ 3,965	\$ 8,598

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**12. Deferred revenue - unexpended funds - ISC**

Indigenous Services Canada (ISC) 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 ISC, deferred to the following year, or transferred to another ISC program area. Any funding arrangements that have a provision that allows the recipient to retain the excess funds are recorded as surpluses. All other excess funds are recorded as a liability and classified as "Deferred revenue - unexpended funds - ISC" on the financial statements.

	2018	2017
Band Based Capital	\$ -	\$ 28,248
Recycle Waste Project	9,734	-
Skills Link	9,398	-
Immediate Needs - renos & additions	246,534	-
P & ID	18,500	-
Home Care	5,889	-
Student transportation	1,726	-
Special Needs	8,719	-
	<u>\$ 300,500</u>	<u>\$ 28,248</u>

**13. Deferred revenue - unexpended funds - Health Canada**

FNIHB 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 FNIHB, deferred to the following year, or transferred to another FNIHB program area. Any funding arrangements that have a provision that allows the recipient to retain the excess funds are recorded as surpluses. All other excess funds are recorded as a liability and classified as "Deferred revenue - unexpended funds - Health Canada" on the financial statements.

	2018	2017
Brighter Futures	\$ 14,792	\$ 4,158
Solvent Abuse	10,260	5,345
Prenatal Nutrition	7,854	3,310
Support Services	3,394	3,656
NNADAP	33,584	52,901
Medical Transportation	-	5,385
Health Management	15,879	-
Research and engagement	4,096	-
Fetal Alcohol Spectrum Disorder	1,523	-
	<u>\$ 91,382</u>	<u>\$ 74,755</u>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**14. Deferred revenue**

	March 31, 2017	Funding received, 2018	Revenue recognized, 2018	March 31, 2018
<b>Federal government</b>				
Water Treatment Plant	\$ 3,819	\$ 30,000	\$ (29,898)	\$ 3,921
<b>Other</b>				
Specific Claims settlement trust	240,812	348,135	(551,954)	36,993
	<u>\$ 244,631</u>	<u>\$ 378,135</u>	<u>\$ (581,852)</u>	<u>\$ 40,914</u>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**15. Long-term debt**

	2018	2017
Peace Hills Trust #25 Pow Wow & Operational expenses bearing interest at 7.0% per annum, repayable in monthly interest payments of \$583, and a principal payments of \$100,000, due on demand. The loan is secured by GSA, ISC, FNT & FNGST. The loan matures on April 1, 2017.	\$ -	\$ 100,000
Peace Hills Trust #26 Christmas Per Capita Distribution bearing interest at 7.0% per annum, repayable in monthly interest payments of \$1,415, and a principal payments of \$242,500, due on demand. The loan is secured by GSA, ISC, FNT & FNGST. The loan matures on March 1, 2017.	-	242,500
Peace Hills Trust #27 Rewrite from loan #24 bearing interest at 7.00% per annum, repayable in monthly payments of \$20,000 including interest, due on demand. The loan is secured by GSA, ISC, FNT & FNGST. The loan matures on September 30, 2022.	-	1,700,000
Peace Hills Trust #29 - Vehicle purchases Term loan bearing interest at 7.00% per annum, repayable in monthly blended payments of \$1,200, and one principle payment of \$30,000 in June 2018. The loan is secured by GSA, ISC, FNT & FNGST. The loan matures on Oct 1, 2019.	50,000	-
BMO - Construction of 14 new housing units Demand loan non-revolving bearing interest at prime plus 2.00%, repayable in monthly interest payments and annual principle payments of \$137,500 amortized over 20 years. Final payment due March 30, 2036.	2,470,676	2,745,196
Peace Hills Trust #28 - Consolidation Loan Term loan bearing interest at 7% per annum, repayable in monthly blended payments of \$20,000 and quarterly principal payments of \$27,016. The loan is secured by GSA, ISC, FNT & FNGST. Loan matures on October 10, 2019 and is amortized over 7 years.	1,841,806	-
	4,362,482	4,787,696
Current portion	406,549	606,072
	\$ 3,955,933	\$ 4,181,624

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**15. Long-term debt, continued**

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

2019	\$ 406,549
2020	387,181
2021	397,563
2022	416,363
2023 and thereafter	2,754,826
	<u>\$ 4,362,482</u>

	2018	2017
Interest expense for the year on long-term debt	\$ 282,433	\$ 199,557

**16. CMHC mortgages**

	Phase number	Renewal date	Interest rate	Monthly payment	2018	2017
PHT	5	4/01/17	2.94%	\$ 730	\$ -	\$ 1,070
Scotia	6	5/01/18	4.79%	665	27,499	36,545
Scotia	7	6/01/17	4.99%	394	-	2,425
Scotia	8	5/01/18	3.49%	647	2,958	12,615
Scotia	9	5/01/18	4.79%	676	13,095	23,236
CMHC	10	9/01/20	0.94%	1,107	88,899	106,916
CMHC	11	4/01/18	1.69%	1,342	136,721	157,373
CMHC	12	10/01/20	1.04%	1,477	207,709	230,804
					476,881	570,984
Less current portion					58,812	65,152
Total					<u>\$ 418,069</u>	<u>\$ 505,832</u>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**17. Reserve for losses in related business entity**

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.

	2018	2017
New Horizon First Nation Administration Inc.	\$ (1,299,816)	\$ (1,277,254)
	December 31, 2017	December 31, 2016
Accounts receivable	\$ 9,838	\$ 9,789
Fixed assets	199,313	208,508
<b>Total assets</b>	<b>\$ 209,151</b>	<b>\$ 218,297</b>
Bank indebtedness	\$ 3,459	\$ 6,205
Accounts payable	75,704	74,981
Tenant deposits	12,594	12,594
Due to Ottawa Trust Fund	303,765	268,308
Due to related party	260,379	244,480
Long-term debt	853,066	886,613
Deferred revenue	-	2,370
<b>Total liabilities</b>	<b>1,508,967</b>	<b>1,495,551</b>
Contributed surplus	260,596	260,596
Deficit	(1,560,412)	(1,537,850)
<b>Total equity</b>	<b>(1,299,816)</b>	<b>(1,277,254)</b>
<b>Total liabilities and equity</b>	<b>\$ 209,151</b>	<b>\$ 218,297</b>
	December 31, 2017	December 31, 2016
Revenue	\$ 213,109	\$ 170,826
Expenses	200,214	177,202
Debt servicing	35,457	-
<b>Net income</b>	<b>\$ (22,562)</b>	<b>\$ (6,376)</b>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**18. Tangible capital assets**

	Cost	Additions	Accumulated amortization	2018 Net book value
Land	\$ 1,377,971	\$ -	\$ -	\$ 1,377,971
Buildings	6,544,719	-	4,765,051	1,779,668
Automotive equipment	333,427	70,212	330,481	73,158
Computer equipment	-	4,012	1,337	2,675
Furniture and equipment	501,080	15,000	484,141	31,939
Infrastructure	2,051,727	-	263,958	1,787,769
CMHC houses	2,379,378	-	1,746,549	632,829
Band Housing	2,837,877	-	113,515	2,724,362
<b>Total</b>	<b>\$ 16,026,179</b>	<b>\$ 89,224</b>	<b>\$ 7,705,032</b>	<b>\$ 8,410,371</b>

	Cost	Additions	Accumulated amortization	2017 Net book value
Land	\$ 1,377,971	\$ -	\$ -	\$ 1,377,971
Buildings	6,544,719	-	4,542,592	2,002,127
Automotive equipment	333,427	-	278,209	55,218
Furniture and equipment	501,080	-	461,921	39,159
Infrastructure	2,051,727	-	212,518	1,839,209
CMHC houses	2,379,378	-	1,728,468	650,910
Band Housing	-	2,837,877	-	2,837,877
<b>Total</b>	<b>\$ 13,188,302</b>	<b>\$ 2,837,877</b>	<b>\$ 7,223,708</b>	<b>\$ 8,802,471</b>

**19. Prepaid expenses**

	2018	2017
Insurance	\$ 1,134	\$ 6,598
Special needs	-	11,308
	<b>\$ 1,134</b>	<b>\$ 17,906</b>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**20. Accumulated surplus**

	2018	2017
Restricted		
Invested in tangible capital assets	\$ 5,351,187	\$ 5,181,921
Funds held in trust by federal government	203,607	348,229
CMHC reserves	449,956	464,754
Equity in related entity	(1,254,692)	(1,277,254)
	4,750,058	4,717,650
Unrestricted		
Operating deficit	(2,092,355)	(1,964,304)
	\$ 2,657,703	\$ 2,753,346

**21. Indigenous Services Canada (ISC) reconciliation**

	2018	2017
Total per ISC confirmation	\$ 1,729,691	\$ 1,104,491
Receivable (payable) previous year		
Band Employee Benefits	-	(3,715)
Current year receivable (payable)		
Basic Needs	-	10,307
Band Employee Benefits	(3,965)	(5,118)
Home Care	-	(1,256)
Institutional Care	71	132
Special Needs	-	(2,224)
	\$ 1,725,797	\$ 1,102,617



**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**22. Government Transfers**

	2018		
	Operating	Capital	Total
<b>Federal government transfers</b>			
Indigenous Services Canada (ISC)	\$ 1,348,516	\$ 377,281	\$ 1,725,797
Health Canada	191,947	-	191,947
Canada Mortgage and Housing Corporation	83,268	23,999	107,267
<b>Total</b>	1,623,731	401,280	2,025,011
<b>Provincial government transfers</b>	-	-	-
	\$ 1,623,731	\$ 401,280	\$ 2,025,011
	2017		
	Operating	Capital	Total
<b>Federal government transfers</b>			
Indigenous Services Canada (ISC)	\$ 1,005,336	\$ 97,281	\$ 1,102,617
Health Canada	275,085	-	275,085
Canada Mortgage and Housing Corporation	61,207	-	61,207
<b>Total</b>	1,341,628	97,281	1,438,909
<b>Provincial government transfers</b>	-	-	-
	\$ 1,341,628	\$ 97,281	\$ 1,438,909

**23. 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, 2018 the reserve accounts were under-funded by \$264,860 (2017 - \$380,312). The amount required to be set aside was \$449,956 (2017 - \$464,754) and the amount in the reserve bank account was \$185,096 (2017 - \$84,442). (The reserve amount of \$449,956 is not reported separately on these financial statements, but is included in equity).

**24. 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**

Nekaneet 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**

Nekaneet First Nation provides a defined contribution plan for eligible members of its staff. Members are required to contribute 5% of their salary and Nekaneet First Nation contributes a matching portion. Nekaneet First Nation does not have any other obligations with regards to the pension plan as at March 31, 2018.

**25. Contractual Obligations**

The nature of Nekaneet 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.

**26. Contingent liabilities**

Nekaneet 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, Nekaneet 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 Nekaneet First Nation's financial statements.

The First Nation is contingently liable for a loan of New Horizon First Nation Administration Inc. with Peace Hills Trust. As of December 31, 2017 there was an outstanding balance of \$845,969 (2016 - \$886,613).

**27. 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.

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**28. Trusts under administration**

Nekaneet 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 Nekaneet First Nation. Amounts held in trust at the year-end are the following:

	2018	2017
Nekaneet Treaty Benefits Claims Trust	\$ 10,879,248	\$ 10,492,729
	<u>\$ 10,879,248</u>	<u>\$ 10,492,729</u>

**29. Economic dependence**

Nekaneet First Nation receives a major portion of its revenue pursuant to funding agreements with Indigenous Services Canada and Health Canada.

**30. Subsequent events**

There are no subsequent events to report.

**31. Budgeted figures**

Budgeted figures have been provided for comparison purposes and have been derived from estimates approved by Nekaneet First Nation.

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2018*

**32. Expenses by object**

	2018 Budget	2018 Actual	2017 Actual
Administration	\$ -	\$ 72,841	\$ 45,719
Amortization	-	481,324	391,821
Assistance	-	254,322	600,068
Bad debts	-	5,211	16,908
Christmas program	-	12,335	-
Consultants and contractors	-	258,818	3,460,843
Cultural programs	-	55,566	321,950
Elders	-	550	5,804
Equipment	-	74,262	-
First Nations Trust	-	12,800	41,705
Fuel	-	23,079	41,744
Funeral assistance	-	18,198	11,400
Governance	-	21,770	24,900
Graduation, awards, prizes	-	6,500	2,500
Home to work transition	-	2,661	-
Honorariums	-	282,025	319,005
Insurance	-	55,016	32,754
Interest and bank charges	-	15,661	62,814
Janitorial	-	4,571	5,158
Loan payments	-	365	-
Long-term debt - CMHC mortgage interest	-	6,688	24,648
Long-term debt - interest	-	282,433	199,557
Loss (gain) on investments	-	22,562	6,376
NCBR - community based support	-	-	24,033
Per capita distribution	-	146,663	13,618
Professional fees	-	109,383	119,090
Program expenses	-	60,922	6,500
Property taxes	-	21,285	-
Registration fees	-	4,189	5,632
Rent - equipment	-	7,968	14,572
Rent - office	-	1,750	-
Repairs and maintenance	-	152,250	85,293
Septic pump outs	-	12,670	1,260
Student allowance	-	158,454	119,285
Student transportation	-	4,920	1,000
Supplies	-	55,560	61,999
Support for parents	-	2,260	-
Telephone	-	18,719	23,187
Training	-	39,775	52,976
Travel - medical transportation	-	14,977	2,801
Travel, meetings, per diems	-	108,528	351,668
Tuition	-	85,226	63,515
Utilities	-	67,540	100,853
Wages and benefits	-	688,578	489,663
Transfer to capital assets	-	(89,224)	(2,837,877)
	\$ -	\$ 3,641,951	\$ 4,314,742

### 33. Segmented information

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

1) **Indigenous Services Canada (ISC)**

**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 ISC'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.

**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.

**Schedule #1**  
**Nekaneet First Nation**  
**Community Development**  
**Schedule of Operations**  
*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ 128,322	\$ 188,122	\$ 123,664
Indigenous Services Canada - flexible	97,281	377,281	-
Indigenous Services Canada - set	-	-	97,281
FHQ Tribal Council	-	9,900	-
Other revenue	-	-	27,936
Unexpended funds transferred - prior year	-	28,248	91,985
Deferred revenue - prior	-	3,819	27,087
Deferred revenue - current	-	(3,921)	(3,819)
Rental Income	-	15,368	-
	225,603	618,817	364,134
<b>Expenses</b>			
Administration	-	-	10,201
Consultants and contractors	-	91,389	2,919,545
Equipment	-	38,212	-
Fuel	-	7,571	4,831
Insurance	-	51,364	26,018
Interest and bank charges	-	1,016	11,715
Janitorial	-	721	358
Loan payments	-	365	-
Long-term debt - payments (principle & interest)	-	407,788	87,396
Long-term debt - principle repayment	-	(274,520)	-
Professional fees	-	-	255
Registration fees	-	175	-
Rent - equipment	-	1,904	-
Repairs and maintenance	-	101,560	24,604
Septic pump outs	-	12,250	1,260
Supplies	-	2,183	3,446
Telephone	-	6,122	266
Training	-	3,372	-
Travel, meetings, per diems	-	8,599	5,752
Utilities	-	62,173	48,818
Wages and benefits	-	68,051	78,993
Transfer to capital assets	-	(38,212)	(2,837,877)
	-	552,083	385,581
<b>Current surplus (deficit) before unexpended funds</b>	225,603	66,734	(21,447)
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(256,268)	(28,248)
<b>Current deficit before transfers</b>	225,603	(189,534)	(49,695)

The accompanying notes are an integral part of the financial statements

**Schedule #1, continued**  
**Nekaneet First Nation**  
**Community Development**  
**Schedule of Operations**  
*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Transfers</b>			
Transfer - Band Programs	-	370,735	-
Transfer - Amortization	-	(413,916)	(326,240)
<b>Current deficit</b>	<b>\$ 225,603</b>	<b>\$ (232,715)</b>	<b>\$ (375,935)</b>

The accompanying notes are an integral part of the financial statements



**Schedule #2**  
**Nekaneet First Nation**  
**Economic Development**  
**Schedule of Operations**

*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ -	\$ 42,400	\$ -
FHQ Tribal Council	-	33,369	33,369
	-	75,769	33,369
<b>Expenses</b>			
Consultants and contractors	-	42,400	500
<b>Current surplus</b>	\$ -	\$ 33,369	\$ 32,869

The accompanying notes are an integral part of the financial statements

**Schedule #3**  
**Nekaneet First Nation**  
**Education**  
**Schedule of Operations**  
*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ 367,263	\$ 534,536	\$ 346,889
Unexpended funds transferred - prior year	-	-	538
	367,263	534,536	347,427
<b>Expenses</b>			
Administration	-	33,651	-
Assistance	-	-	6,205
Consultants and contractors	-	1,300	12,350
Elders	-	300	-
Fuel	-	15,112	36,913
Graduation, awards, prizes	-	6,500	2,500
Insurance	-	414	677
Long-term debt - payments (principle & interest)	-	30,000	30,228
Long-term debt - principle repayment	-	(28,284)	(26,907)
Program expenses	-	22,245	900
Registration fees	-	2,876	2,582
Rent - equipment	-	322	-
Repairs and maintenance	-	1,010	1,139
Student allowance	-	158,454	119,285
Student transportation	-	4,920	1,000
Supplies	-	7,828	19,140
Training	-	1,440	-
Travel, meetings, per diems	-	3,306	27,374
Tuition	-	77,492	63,515
Wages and benefits	-	216,243	52,658
	-	555,129	349,559
<b>Current deficit before unexpended funds</b>	367,263	(20,593)	(2,132)
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(11,124)	-
<b>Current deficit before transfers</b>	367,263	(31,717)	(2,132)
<b>Transfers</b>			
Transfer - Band Programs	-	60,000	-
Transfer - Amortization	-	(20,500)	(31,010)
<b>Current surplus (deficit)</b>	\$ 367,263	\$ 7,783	\$ (33,142)

The accompanying notes are an integral part of the financial statements

**Schedule #4**  
**Nekaneet First Nation**  
**Indian Government Support**  
**Schedule of Operations**  
*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
Indigenous Services Canada - grant	\$ 210,899	\$ 232,267	\$ 210,899
Indigenous Services Canada - fixed	-	3,632	4,911
Indigenous Services Canada - set	10,203	6,219	11,337
ISC - current year receivable (payable)	-	(3,965)	(5,118)
	221,102	238,153	222,029
<b>Expenses</b>			
Consultants and contractors	-	40,934	254,580
Fuel	-	110	-
Governance	-	-	8,000
Honorariums	-	274,400	295,580
Insurance	-	434	-
Interest and bank charges	-	2,806	39,842
Professional fees	-	86,654	77,140
Registration fees	-	500	3,050
Rent - equipment	-	1,992	2,572
Repairs and maintenance	-	2,749	622
Supplies	-	3,112	8,652
Telephone	-	4,327	14,515
Training	-	550	44,500
Travel, meetings, per diems	-	66,792	248,871
Wages and benefits	-	58,012	122,272
Transfer to capital assets	-	(2,749)	-
	-	540,623	1,120,196
<b>Current deficit before transfers</b>	221,102	(302,470)	(898,167)
<b>Transfers</b>			
Transfer - Band Programs	-	108,796	320,000
Transfer - Amortization	-	(20,406)	(16,490)
<b>Current deficit</b>	\$ 221,102	\$ (214,080)	\$ (594,657)

The accompanying notes are an integral part of the financial statements

**Schedule #5**  
**Nekaneet First Nation**  
**Social Development**  
**Schedule of Operations**

*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ 38,758	\$ 38,758	\$ 38,758
Indigenous Services Canada - set	14,000	13,287	74,639
Indigenous Services Canada - flexible	215,578	254,689	187,398
ISC - current year receivable (payable)	-	71	6,959
	<u>268,336</u>	<u>306,805</u>	<u>307,754</u>
<b>Expenses</b>			
Administration	-	3,948	-
Assistance	-	205,964	187,071
Consultants and contractors	-	650	2,225
Cultural programs	-	2,000	6,637
Home to work transition	-	2,661	-
Interest and bank charges	-	480	-
NCBR - community based support	-	-	24,033
Professional fees	-	-	35,772
Program expenses	-	15,670	1,000
Supplies	-	3,829	7,651
Support for parents	-	2,260	-
Training	-	16,131	1,066
Travel, meetings, per diems	-	1,467	3,108
Tuition	-	5,034	-
Wages and benefits	-	55,428	68,291
	<u>-</u>	<u>315,522</u>	<u>336,854</u>
<b>Current deficit before unexpended funds</b>	268,336	(8,717)	(29,100)
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(14,608)	-
<b>Current deficit</b>	<u>\$ 268,336</u>	<u>\$ (23,325)</u>	<u>\$ (29,100)</u>

The accompanying notes are an integral part of the financial statements

**Schedule #6**  
**Nekaneet First Nation**  
**Indian Registration**  
**Schedule of Operations**

*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ 5,000	\$ 5,000	\$ 5,000
<b>Expenses</b>			
Consultants and contractors	-	-	500
Supplies	-	139	500
Travel, meetings, per diems	-	332	910
Wages and benefits	-	4,529	13,000
	-	5,000	14,910
<b>Current deficit</b>	\$ 5,000	\$ -	\$ (9,910)

The accompanying notes are an integral part of the financial statements

**Schedule #7**  
**Nekaneet First Nation**  
**Governance and Institutions of Government**  
**Schedule of Operations**  
*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
Indigenous Services Canada - set	\$ -	\$ 15,000	\$ -
Indigenous Services Canada - fixed	-	18,500	-
	-	33,500	-
<b>Expenses</b>			
Consultants and contractors	-	15,000	-
Transfer to capital assets	-	(15,000)	-
	-	-	-
<b>Current surplus before unexpended funds</b>	-	33,500	-
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(18,500)	-
<b>Current surplus</b>	\$ -	\$ 15,000	\$ -

The accompanying notes are an integral part of the financial statements

**Schedule #8**  
**Nekaneet First Nation**  
**Health Services**  
**Schedule of Operations**  
*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
Health Canada	\$ -	\$ 253,313	\$ 275,085
Health Canada - prior period revenue (recovery)	-	(61,366)	-
Unexpended funds transferred - prior year	-	74,755	-
Administration fees	-	-	20,877
	-	266,702	295,962
<b>Expenses</b>			
Administration	-	22,871	20,877
Consultants and contractors	-	19,132	39,769
Cultural programs	-	15,874	14,235
Honorariums	-	6,925	-
Insurance	-	-	20
Janitorial	-	450	-
Professional fees	-	8,200	-
Program expenses	-	9,919	-
Repairs and maintenance	-	2,316	5,088
Supplies	-	12,187	8,029
Telephone	-	7,856	8,407
Training	-	16,619	770
Travel - medical transportation	-	14,977	2,801
Travel, meetings, per diems	-	13,315	30,644
Utilities	-	3,864	4,643
Wages and benefits	-	99,230	74,475
	-	253,735	209,758
<b>Current surplus before unexpended funds</b>	-	12,967	86,204
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(91,382)	(74,755)
<b>Current surplus (deficit)</b>	\$ -	\$ (78,415)	\$ 11,449

The accompanying notes are an integral part of the financial statements

**Schedule #9**  
**Nekaneet First Nation**  
**CMHC Operations**  
**Schedule of Operations**

*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
CMHC - subsidy	\$ -	\$ 53,468	\$ 61,207
CMHC - retrofit	-	23,999	-
CMHC - other	-	29,800	-
Interest revenue	-	1,865	2
Other revenue	-	-	6,100
Rental Income	-	44,730	30,747
	-	153,862	98,056
<b>Expenses</b>			
Equipment	-	4,050	-
Insurance	-	1,900	6,000
Interest and bank charges	-	618	1,944
Long-term debt - CMHC mortgage interest	-	6,688	24,648
Professional fees	-	7,000	5,923
Repairs and maintenance	-	17,802	6,811
Septic pump outs	-	420	-
Supplies	-	21,500	-
Travel, meetings, per diems	-	1,437	-
Wages and benefits	-	58,320	-
	-	119,735	45,326
<b>Current surplus before transfers</b>	-	34,127	52,730
<b>Transfers</b>			
Transfer - Amortization	-	(18,081)	(18,081)
<b>Current surplus</b>	\$ -	\$ 16,046	\$ 34,649

The accompanying notes are an integral part of the financial statements



**Schedule #10**  
**Nekaneet First Nation**  
**Band Programs**  
**Schedule of Operations**  
*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>			
Funds held in trust by Federal Government	\$ -	\$ 170,915	\$ 134,705
FHQ Tribal Council	-	179,738	157,253
First Nation GST	-	379,199	373,196
First Nations Trust	-	165,416	163,165
Specific Claims Settlement Trust	-	348,117	334,988
Keseechiwan Holdings - monetary benefit agreement	-	-	251,916
Community Development Corporation	-	-	28,811
Government of Saskatchewan - Tax Rebate	-	65,780	-
FHQ Developments Ltd	-	15,000	-
Interest revenue	-	18	2
Other revenue	-	51,076	450,938
Administration fees	-	80,842	33,841
Deferred revenue - prior	-	240,812	-
Deferred revenue - current	-	(36,993)	(240,812)
	-	1,659,920	1,688,003
<b>Expenses</b>			
Administration	-	12,371	14,641
Assistance	-	48,358	406,792
Bad debts	-	5,211	16,908
Christmas program	-	12,335	-
Consultants and contractors	-	48,013	231,374
Cultural programs	-	37,692	301,078
Elders	-	250	5,804
Equipment	-	32,000	-
First Nations Trust	-	12,800	41,705
Fuel	-	285	-
Funeral assistance	-	18,198	11,400
Governance	-	21,770	16,900
Honorariums	-	700	23,425
Insurance	-	904	39
Interest and bank charges	-	10,741	9,313
Janitorial	-	3,400	4,800
Long-term debt - interest	-	147,449	108,840
Loss (gain) on investments	-	22,562	6,376
Per capita distribution	-	146,663	13,618
Professional fees	-	7,529	-
Program expenses	-	13,088	4,600
Property taxes	-	21,285	-
Registration fees	-	638	-
Rent - equipment	-	3,750	12,000
Rent - office	-	1,750	-
Repairs and maintenance	-	26,814	47,028
Supplies	-	4,782	14,580

The accompanying notes are an integral part of the financial statements

**Schedule #10, continued**  
**Nekaneet First Nation**  
**Band Programs**  
**Schedule of Operations**

*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
Telephone	-	415	-
Training	-	1,664	6,640
Travel, meetings, per diems	-	13,279	35,009
Tuition	-	2,700	-
Utilities	-	1,503	47,392
Wages and benefits	-	128,762	79,977
Transfer to capital assets	-	(33,263)	-
	-	776,398	1,460,239
<b>Current surplus before transfers</b>	-	883,522	227,764
<b>Transfers</b>			
Transfer - Indian Government Support	-	(108,796)	(320,000)
Transfer - Community Development	-	(370,735)	-
Transfer - Education	-	(60,000)	-
Transfer - Amortization	-	(8,421)	-
<b>Current surplus (deficit)</b>	\$ -	\$ 335,570	\$ (92,236)

The accompanying notes are an integral part of the financial statements

**Schedule #11**  
**Nekaneet First Nation**  
**Amortization**  
**Schedule of Operations**

*For the year ended March 31, 2018*

	2018 Budget	2018 Actual	2017 Actual
<b>Revenue</b>	\$ -	\$ -	\$ -
<b>Expenses</b>			
CMHC Operations	-	18,081	18,081
Education	-	20,500	31,010
Public Works	-	413,916	326,240
Band Support	-	19,890	16,490
Band Programs	-	8,421	-
Social Development	-	516	-
	-	481,324	391,821
<b>Current deficit before transfers</b>	-	(481,324)	(391,821)
<b>Transfers</b>			
Transfer - Programs	-	481,324	391,821
<b>Current surplus</b>	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements