

**Nekaneet First Nation
Consolidated Financial Statements
March 31, 2020**

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March 31, 2020

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Nekaneet First Nation
Management's Responsibility for Financial Reporting
March 31, 2020

To the Members of Nekaneet First Nation:

The accompanying consolidated financial statements of Nekaneet First Nation are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

Chief and Council is responsible for overseeing management in the performance of its financial reporting responsibilities and for approving the consolidated financial statements. Chief and Council fulfills these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors.

Chalupiak & Associates CPA Professional Corporation, an independent firm of Chartered Professional Accountants, is appointed by Chief and Council to audit the consolidated financial statements and report directly to the Members; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both Chief and Council and management to discuss their audit findings.

On behalf of Nekaneet First Nation:

Signature on file
Nekaneet First Nation

November 30, 2020
Date



Chalupiak & Associates CPA Professional Corporation

Chartered Professional Accountants
3261 Saskatchewan Drive
Regina, Saskatchewan S4T 6S4
Phone: 306-359-3711 Fax: 306-569-3030

Independent Auditors' Report

To the Members of
Nekaneet First Nation

Opinion

We have audited the consolidated financial statements of Nekaneet First Nation, which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations, accumulated surplus, change in net debt and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2020, and the results of its consolidated operations, its changes in its consolidated net debt, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the First Nation in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the consolidated financial statements, management is responsible for assessing the First Nation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the First Nation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the First Nation's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- ◆ Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ◆ Obtain an understanding of internal control relevant to the audit 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.
- ◆ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ◆ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.
- ◆ Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ◆ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.
- ◆ Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Regina, Saskatchewan
November 27, 2020

Chalupiak & Associates
Chartered Professional Accountants

Nekaneet First Nation
Consolidated Statement of Financial Position
March 31, 2020

	2020	2019
Financial Assets		
Cash (Note 3)	\$ 45,303	\$ 153,361
Restricted cash - capital projects (Note 3)	225,864	68,607
Restricted cash - CMHC reserves (Note 3)	114,758	112,925
Trust funds held by federal government (Notes 3 and 4)	42,030	51,403
Accounts receivable (Notes 5 and 6)	165,112	169,023
Due from New Horizon First Nations Administration (Note 7)	422,619	544,919
Portfolio investment (Note 8)	60,000	60,000
	1,075,686	1,160,238
Liabilities		
Bank indebtedness (Note 3)	167,458	-
Accounts payable (Notes 9 and 10)	622,394	601,074
Deferred revenue - unexpended funds - ISC (Note 11)	370,951	31,954
Deferred revenue - unexpended funds - FNIHB (Note 12)	56,352	31,269
Deferred revenue - unexpended - other (Note 13)	34,765	46,873
Deferred revenue (Note 14)	230,512	190,227
Current portion of long-term debt (Note 15)	389,931	388,889
Current portion of CMHC mortgages (Note 16)	89,871	75,755
Long-term debt (Note 15)	2,704,052	3,324,950
CMHC mortgages (Note 16)	1,047,679	714,431
Reserve for losses in related business entity (Note 17)	1,299,816	1,299,816
	7,013,781	6,705,238
Net debt	(5,938,095)	(5,545,000)
Non-financial Assets		
Capital assets (Note 18)	7,734,086	7,976,494
Prepaid expenses (Note 19)	47,439	1,493
	7,781,525	7,977,987
Accumulated Surplus (Note 20)	\$ 1,843,430	\$ 2,432,987

Approved on behalf of the Nekaneet First Nation:

 Signature on file

 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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
Indigenous Services Canada (ISC)	\$ 2,113,039	\$ 2,091,869	\$ 1,502,911
ISC - First Nations & Inuit Health Branch (FNIHB)	427,801	382,572	309,760
CMHC	107,468	151,550	172,470
Funds held in trust by Federal Government	-	260,561	82,090
FHQ Tribal Council	300,797	338,304	349,936
First Nation GST	360,000	400,903	444,792
First Nations Trust	-	167,027	167,592
Specific Claims Settlement Trust	311,725	288,182	332,927
SIGA	-	9,000	-
Keseechiwan Holdings - monetary benefit agreement	-	81,505	55,377
Keseechiwan Holdings - casino dividend	-	60,000	-
Casino Holdings Ltd - gaming development grant	-	75,000	-
Yorkton Tribal Council	-	15,000	-
Living Sky Community Development Corporation	-	16,294	23,727
Government of Saskatchewan - Tax Rebate	65,780	70,212	74,614
Rental Income	65,730	66,248	25,045
Interest revenue	-	47	1,892
Other revenue	17,200	159,298	379,707
Administration fees	70,457	104,705	83,491
Unexpended funds transferred - prior year	-	143,163	298,614
Deferred revenue - prior	-	190,227	40,914
Deferred revenue - current	-	(230,512)	(190,227)
Write down of old payables	-	-	76,813
	3,839,997	4,841,155	4,232,445
Expenses			
Community Development (Schedule 1)	1,016,919	756,873	834,619
Economic Development (Schedule 2)	33,369	36,576	59,258
Education (Schedule 3)	446,861	513,421	584,219
Indian Government Support (Schedule 4)	541,729	800,385	537,769
Social Development (Schedule 5)	261,589	273,418	237,417
Indian Registration (Schedule 6)	5,000	5,117	5,305
Governance and Institutions of Government (Schedule 7)	200,015	127,035	132,227
Health Services (Schedule 8)	419,510	431,481	333,324
CMHC Operations (Schedule 9)	165,312	147,464	155,547
Band Programs (Schedule 10)	702,722	1,394,107	944,253
Amortization (Schedule 11)	-	482,764	478,004
	3,793,026	4,968,641	4,301,942
Current deficit before unexpended funds	46,971	(127,487)	(69,497)
Unexpended funds			
Unexpended funds transferred to deferred revenue	-	(462,067)	(110,096)
Current deficit	\$ 46,971	\$ (589,554)	\$ (179,593)

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, 2020

	2020	2019
Surplus at beginning of year	\$ 2,432,987	\$ 2,612,580
Current deficit	(589,554)	(179,593)
Surplus at end of year	\$ 1,843,433	\$ 2,432,987

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Current deficit	\$ 46,971	\$ (589,554)	\$ (179,593)
Acquisition of tangible capital assets	-	(256,819)	(44,126)
Amortization of tangible capital assets	-	468,106	478,004
Disposal of tangible capital assets - NBV	-	31,118	-
	-	242,405	433,878
Acquisition of prepaid asset	-	(47,439)	(1,493)
Use of prepaid asset	-	1,493	1,134
	-	(45,946)	(359)
Increase in net financial assets	46,971	(393,095)	253,926
Net debt at beginning of year	(5,545,000)	(5,545,000)	(5,798,926)
Net debt at end of year	\$ (5,498,029)	\$ (5,938,095)	\$ (5,545,000)

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, 2020

	2020	2019
Cash flows from Operating activities		
Current deficit	\$ (589,554)	\$ (179,593)
Items not affecting cash		
Depreciation	482,764	478,004
Disposal of tangible capital assets - NBV	31,118	-
	(75,672)	298,411
Change in non-cash operating working capital		
Accounts receivable	3,911	(56,413)
Prepaid expenses	(45,946)	(359)
Accounts payable	21,319	75,716
Deferred revenue - unexpended funds - ISC	338,997	(268,546)
Deferred revenue - unexpended funds - FNIHB	25,083	(60,113)
Deferred revenue - unexpended - other	(12,108)	46,873
Deferred revenue	40,285	149,313
Trust funds held by federal government	9,373	152,204
	305,242	337,086
Capital activities		
Capital asset purchases	(271,474)	(44,126)
Financing activities		
Due from New Horizon First Nations Administration	122,300	(2,060)
Long term debt - proceeds	226,747	-
Long term debt - repaid	(846,605)	(648,642)
CMHC mortgage - proceeds	440,622	379,881
CMHC mortgages - repaid	(93,258)	(66,576)
	(150,194)	(337,397)
Investing activities		
Restricted cash - CMHC reserves	(1,833)	72,172
Increase in cash and cash equivalents	(118,259)	27,735
Cash and cash equivalents, beginning of year	221,968	194,233
Cash and cash equivalents, end of year	\$ 103,709	\$ 221,968
Represented by		
Cash	\$ 45,303	\$ 153,361
Bank indebtedness	(167,458)	-
Restricted cash - capital projects	225,864	68,607
	\$ 103,709	\$ 221,968

The accompanying notes are an integral part of the financial statements

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

1. General

Nekaneet First Nation is a First Nation 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.

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

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, 2020.

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.

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

2. Basis of presentation and significant accounting policies, continued

(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 the estimated useful life of each asset beginning in the year the asset is put into service.

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	25 years Straight line
Band Housing	25 years Straight line
Machinery & Equipment	15 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 in these statements. Assets under construction are not amortized until the asset is available to be put into service.

(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.

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

2. Basis of presentation and significant accounting policies, continued

(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, 2020

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.

	2020	2019
Unrestricted cash (Bank indebtedness)		
Peace Hills Trust - operations	\$ (162,010)	\$ 8,551
Bank of Montreal - operations	(5,412)	9,894
Bank of Montreal - Elders	(36)	-
CMHC	27,060	12,986
Community Development	6,764	116,383
Waskahikana	475	5,547
Lawyer - funds held in trust	11,004	-
	<hr/>	<hr/>
	(122,155)	153,361
Restricted cash - capital projects		
Water Treatment Plant / Lagoon project	225,864	68,607
Restricted cash - CMHC reserves		
Replacement reserve	34,758	32,925
Replacement reserve term deposits	80,000	80,000
	<hr/>	<hr/>
	114,758	112,925
Restricted cash - trust funds held by federal government		
Capital	38,564	38,564
Revenue	3,466	12,839
	<hr/>	<hr/>
	42,030	51,403
	<hr/>	<hr/>
	\$ 260,497	\$ 386,296
	<hr/>	<hr/>

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

3. Cash and cash equivalents, continued

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, 2020 PHT accounts were overdrawn \$147 (2019 - \$nil) and there were outstanding cheques issued in excess of deposits totaling \$161,828 (2019 - \$nil).

The First Nation has no authorized overdraft protection with the Bank of Montreal (BMO) general account, any amounts overdrawn bear interest at 21%; on March 31, 2020 the BMO general account was overdrawn \$5,013 (2019 - \$nil) and there were outstanding cheques issued in excess of deposits totaling \$655 (2019 - \$nil).

The First Nation has overdraft protection with the Bank of Montreal (BMO) Elders account of \$30,000 bearing interest at prime plus 2.25%, any amounts overdrawn bear interest at 21%; on March 31, 2020 the BMO Elders' account was overdrawn \$36 (2019 - \$nil) and there were outstanding cheques issued in excess of deposits totaling \$nil (2019 - \$nil).

4. Trust funds held by federal government

	2020	2020	2020	2019
	Revenue	Capital	Total	Total
Surplus, beginning of year	\$ 12,839	\$ 38,564	\$ 51,403	\$ 203,607
Withdrawals	(232,000)	-	(232,000)	(193,300)
Lease revenue	220,195	-	220,195	37,470
Interest earnings	2,432	-	2,432	3,626
Surplus, end of year	\$ 3,466	\$ 38,564	\$ 42,030	\$ 51,403

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

5. Accounts receivable

	2020	2019
Due from members		
Advances	\$ 69,402	\$ 69,508
Due from others		
File Hills Qu'Appelle Tribal Council	30,154	30,532
Bank of Canada - BMO dormant account	7,849	7,849
GST	23,474	10,385
Other	38,753	76,354
	<hr/> 100,230	<hr/> 125,120
Due from government and other government organizations		
Indigenous Services Canada (ISC)	6,827	3,015
ISC - First Nations & Inuit Health Branch (FNIHB)	15,614	-
CMHC - subsidy	8,388	7,076
First Nation GST	33,678	33,331
	<hr/> 64,507	<hr/> 43,422
Allowance for doubtful accounts	234,139	238,050
	<hr/> (69,027)	<hr/> (69,027)
	<hr/> <hr/> \$ 165,112	<hr/> <hr/> \$ 169,023

6. ISC - accounts receivable

	2020	2019
Basic needs	\$ 6,827	\$ -
Band Employee Benefits	-	3,015
	<hr/> \$ 6,827	<hr/> \$ 3,015

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

7. Due from New Horizon First Nations Administration

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.

	2020	2019
New Horizon First Nations Administration Inc.		
Operations	\$ 39,926	\$ 200,160
New Horizon surpluses payable to funds held in trust	382,693	344,759
	<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>
	\$ 422,619	\$ 544,919

8. Portfolio investments

	2020	2019
Keseechiwan Holdings LP (8.3% interest)	\$ 60,000	\$ 60,000
	<hr/>	<hr/>

9. Accounts payable

	2020	2019
Due to members		
Accrued payroll	\$ 33,856	\$ 20,317
	<hr/>	<hr/>
Due to others		
Trade payables	479,010	520,704
FHQ Loan	40,000	-
Group pension	883	-
Group insurance	-	1,367
Accrued interest	7,500	9,468
	<hr/>	<hr/>
	527,393	531,539
	<hr/>	<hr/>
Due to government and other government organizations		
Indigenous Services Canada (ISC)	6,906	9,209
ISC - First Nations & Inuit Health Branch (FNIHB)	46,574	35,797
CRA payroll deductions	7,665	4,212
	<hr/>	<hr/>
	61,145	49,218
	<hr/>	<hr/>
	\$ 622,394	\$ 601,074
	<hr/>	<hr/>

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

10. ISC - accounts payable

	2020	2019
<u>Institutional Care</u>	\$ 6,906	\$ 9,209

11. 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.

	2020	2019
P & ID - Operational Review	\$ 21,500	\$ -
P & ID - Strategic Action Plan & Training	35,000	-
P & ID - Accounting training	11,481	-
Emergency Preparedness	21,857	-
P & ID - Emergency Management	8,518	-
Student Support	2,135	-
Renos and Additions - Immediate Needs	177,686	-
Skills Link	12,069	-
Summer Work Experience	1,848	-
Recovery - COVID-19	1,905	-
Land support services - designation	50	-
Institutional Care	6,258	-
Home Care	-	2,744
Student transportation	28,226	1,778
Special Needs	5,022	1,057
Basic Needs	19,610	26,375
Special Needs - COVID-19	1,234	-
Employment & Training	16,552	-
	<hr/>	<hr/>
	\$ 370,951	\$ 31,954

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

12. Deferred revenue - unexpended funds - FNIHB

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 - FNIHB" on the financial statements.

	2020	2019
Solvent Abuse	\$ 1,161	\$ 4,743
Prenatal Nutrition	6,659	4,622
NNADAP	-	6,331
Health Management	13,990	12,707
Fetal Alcohol Spectrum Disorder	-	1,812
Mental Health	8,821	1,054
Medical Transportation Coordinator	15,778	-
Health Infrastructure - Connectivity & Maintenance	3,047	-
HIV/AIDS Prevention Promotion & Education	6,896	-
	<hr/>	<hr/>
	\$ 56,352	\$ 31,269
	<hr/>	<hr/>

13. Unexpended funds - other

	2020	2019
FHQ - Daycare	\$ -	\$ 18,164
FHQ - Aboriginal Head Start	28,785	28,709
FHQ - Case Management	2,605	-
FHQ - Parent Mentor	3,375	-
	<hr/>	<hr/>
	\$ 34,765	\$ 46,873
	<hr/>	<hr/>

14. Deferred revenue

	March 31, 2019	Funding received, 2020	Revenue recognized, 2020	March 31, 2020
Federal government				
Water Treatment Plant	\$ 64,336	\$ 200,000	\$ (42,743)	\$ 221,593
Other				
Specific Claims settlement trust	125,891	288,199	(405,171)	8,919
	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 190,227	\$ 488,199	\$ (447,914)	\$ 230,512
	<hr/>	<hr/>	<hr/>	<hr/>

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

15. Long-term debt

	2020	2019
BMO - Water Well and Infrastructure Term loan, bearing interest at prime plus 2.00%, repayable in monthly interest payments and annual principle payments of \$8,675 amortized over 10 years. The loan is secured by BCR. Final payment due March 2030.	\$ 86,747	\$ -
Peace Hills Trust #28 Consolidate loans #25, 26 and 27 Term loan bearing interest at 7.00% per annum, repayable in monthly blended payments of \$20,000 and quarterly principle payments of \$27,016, due on demand. The loan is secured by GSA, ISC, FNT & FNGST. The loan matures on January 1, 2025.	1,420,066	1,615,007
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 April 7, 2023.	- 8,037	
Peace Hills Trust #30 - Purchase of Grader and Backhoe repairs Term loan bearing interest at 7.00% per annum, repayable in monthly blended payments of \$3,386. The loan is secured by GSA, ISC, FNT & FNGST. The loan matures on July 4, 2023.	120,493	-
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 \$91,677 amortized over 20 years. The loan is secured by BCR and insurance with loss payable to BMO. Final payment due March 2036.	1,466,677	2,090,795
Current portion	389,931	388,889
	<hr/> \$ 2,704,052	<hr/> \$ 3,324,950

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

2021	\$ 389,931
2022	408,144
2023	427,507
2024	420,450
2025 and thereafter	1,447,951
	<hr/> \$ 3,093,983

	2020	2019
Interest expense for the year on long-term debt	\$ 201,229	\$ 251,794

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

15. Long-term debt, continued

16. CMHC mortgages

	Phase number	Renewal date	Interest rate	Monthly payment	2020	2019
Scotia	6	1/1/2022	3.74%	\$ 665	\$ 14,186	\$ 21,252
Scotia	9	1/1/2020	4.79%	676	-	6,095
CMHC	10	9/1/2020	0.94%	1,107	63,784	76,399
CMHC	11	6/1/2023	2.50%	1,390	109,390	123,156
CMHC	12	10/1/2020	1.04%	1,477	176,263	192,065
CMHC	13	10/1/2023	2.68%	2,563	350,128	371,219
CMHC	14	4/1/2024	1.86%	2,198	423,799	-
<hr/>						
<hr/>						1,137,550
<hr/>						790,186
<hr/>						89,871
<hr/>						75,755
<hr/>						
<hr/>						\$ 1,047,679
<hr/>						\$ 714,431

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

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.

	2020	2019
<u>New Horizon First Nation Administration Inc.</u>	<u>\$ 1,299,816</u>	<u>\$ 1,299,816</u>
	December 31, 2019	December 31, 2018
Cash	\$ -	\$ 10,435
Accounts receivable	9,107	10,194
Fixed assets	245,642	206,888
<u>Total assets</u>	<u>\$ 254,749</u>	<u>\$ 227,517</u>
Bank indebtedness	\$ 3,485	\$ -
Accounts payable	95,965	64,921
Tenant deposits	12,594	12,594
Due to Ottawa Trust Fund	382,693	344,759
Due to related party	49,676	207,095
Long-term debt	1,010,152	897,964
<u>Total liabilities</u>	<u>1,554,565</u>	<u>1,527,333</u>
Contributed surplus	260,596	260,596
Deficit	(1,560,412)	(1,560,412)
<u>Total equity</u>	<u>(1,299,816)</u>	<u>(1,299,816)</u>
<u>Total liabilities and equity</u>	<u>\$ 254,749</u>	<u>\$ 227,517</u>

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

17. Reserve for losses in related business entity, continued

	December 31, 2019	December 31, 2018
<u>Revenue</u>	\$ 235,134	\$ 245,635
Operating expenses	149,319	161,242
Interest on long term debt	47,881	43,399
<u>Payable to Ottawa Trust Funds</u>	<u>37,934</u>	<u>40,994</u>
<u>Total expenses</u>	<u>(235,134)</u>	<u>(245,635)</u>
<u>Net income (loss)</u>	<u>\$ -</u>	<u>\$ -</u>

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

18. Tangible capital assets

	Cost	Additions	Disposals	Accumulated depreciation	2020 Net book value
Land	\$ 1,377,971	\$ 25,000	\$ -	\$ -	\$ 1,402,971
Buildings	6,544,719	-	-	5,209,967	1,334,752
Automotive equipment	445,130	123,599	41,491	416,987	110,250
Computer equipment	4,012	2,876	-	4,970	1,918
Furniture and equipment	518,716	-	-	511,135	7,581
Infrastructure	2,051,727	-	-	366,838	1,684,889
CMHC houses	2,379,378	1,013,528	-	1,918,608	1,474,298
Band Housing	2,837,877	(1,013,528)	-	218,922	1,605,427
Machinery & Equipment	-	120,000	-	8,000	112,000
	\$ 16,159,530	\$ 271,475	\$ 41,491	\$ 8,655,427	\$ 7,734,086
	Cost	Additions	Disposals	Accumulated depreciation	2019 Net book value
Land	\$ 1,377,971	\$ -	\$ -	\$ -	\$ 1,377,971
Buildings	6,544,719	-	-	4,987,509	1,557,210
Automotive equipment	403,639	41,491	-	378,907	66,223
Computer equipment	4,012	-	-	2,674	1,338
Furniture and equipment	516,080	2,636	-	506,888	11,828
Infrastructure	2,051,727	-	-	315,398	1,736,329
CMHC houses	2,379,378	-	-	1,764,630	614,748
Band Housing	2,837,877	-	-	227,030	2,610,847
	\$ 16,115,403	\$ 44,127	\$ -	\$ 8,183,036	\$ 7,976,494

In 2017 Nekaneet First Nation acquired 14 trailers that were reported as band housing. They have since transferred 5 of those units to the CMHC program. In the current year we have recorded the asset transfer of the 5 units and the corresponding accumulated depreciation.

19. Prepaid expenses

	2020	2019
Insurance	\$ 4,935	\$ 1,493
April living allowance	14,560	-
COVID	27,944	-
	\$ 47,439	\$ 1,493

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

20. Accumulated surplus

	2020	2019
Restricted		
Invested in tangible capital assets	\$ 5,053,830	\$ 4,987,825
Funds held in trust by federal government	42,030	51,403
CMHC reserves	450,395	460,042
Reserve for losses in related entity	<u>(917,123)</u>	<u>(955,084)</u>
	4,629,132	4,544,186
Unrestricted		
Operating deficit	<u>(2,785,701)</u>	<u>(2,111,199)</u>
	<u>\$ 1,843,431</u>	<u>\$ 2,432,987</u>

21. Indigenous Services Canada (ISC) reconciliation

	2020	2019
Total per ISC confirmation	\$ 2,094,884	\$ 1,527,605
Receivable (payable) previous year		
Band Employee Benefits	(3,015)	-
P&ID - Leadership & Fin Mgt Capacity Dev	-	(18,500)
Current year receivable (payable)		
Band Employee Benefits	-	3,015
Institutional Care	-	(9,209)
	<u>\$ 2,091,869</u>	<u>\$ 1,502,911</u>

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

22. Government Transfers

	2020		
	Operating	Capital	Total
Federal government transfers			
Indigenous Services Canada (ISC)	\$ 1,107,388	\$ 984,481	\$ 2,091,869
ISC - First Nations and Inuit Health Branch (FNIHB)	382,572	-	382,572
Canada Mortgage and Housing Corporation	149,800	1,750	151,550
First Nation GST	400,903	-	400,903
Total	2,040,663	986,231	3,026,894
Provincial government transfers	70,212	-	70,212
	\$ 2,110,875	\$ 986,231	\$ 3,097,106
	2019		
	Operating	Capital	Total
Federal government transfers			
Indigenous Services Canada (ISC)	\$ 1,253,730	\$ 249,181	\$ 1,502,911
ISC - First Nations and Inuit Health Branch (FNIHB)	309,760	-	309,760
Canada Mortgage and Housing Corporation	146,000	26,470	172,470
First Nation GST	444,792	-	444,792
Total	2,154,282	275,651	2,429,933
Provincial government transfers	74,614	-	74,614
	\$ 2,228,896	\$ 275,651	\$ 2,504,547

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

23. Unexpended funds - prior period adjustment

Funding agreements with Indigenous Services Canada and ISC - First Nations and Inuit Health Branch (FNIHB) stipulate that unexpended funds in some programs can be carried forward and spent in the next fiscal year. In some instances First Nations and / or funding agencies may revise the amount of unexpended funds when expenses are resubmitted in a program or when the funding agency completes a review of the program. When there is a variance from the prior year audited schedules any necessary adjustments are recorded in the current year as either "Unexpended funds - unrecorded prior period" or as "Unexpended funds - prior period adjustment".

	2020	2019
Unexpended funds - prior period adjustment		
Basic Needs	\$ 6,729	\$ 6,408
Special Needs	5,022	(6,159)
Home Care	(1,084)	(2,135)
Brighter Futures	2,469	(14,792)
Solvent Abuse	-	(10,260)
Pre Natal	-	(7,854)
NNADAP	(477)	(33,584)
FASD	-	(1,523)
Health Research & Engagement	-	(4,096)
Health Planning & Management	-	(15,879)
Student Transportation	5,041	-
Land Support services Designation	50	-
Skills Link	15,317	-
Support Services	-	(3,394)
	<hr/> \$ 33,067	<hr/> \$ (93,268)

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, 2020 the reserve accounts were under-funded by \$335,637 (2019 - \$347,117). The amount required to be set aside was \$450,395 (2019 - \$460,042) and the amount in the reserve bank account was \$114,758 (2019 - \$112,925). (The reserve amount of \$450,395 is not reported separately on these financial statements, but is included in equity).

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

25. 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, 2020.

26. 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.

27. 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, 2019 there was an outstanding balance of \$1,010,152 (2018 - \$894,150).

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:

	2020	2019
Nekaneet Treaty Benefits Claims Trust	<u>\$ 10,896,091</u>	<u>\$ 10,142,810</u>

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

29. Economic dependence

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

30. Subsequent events

On March 11, 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential economic effects within the First Nation's environment and in the global markets due to the possible disruption in supply chains, and measures being introduced at various levels of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and social distancing) could have a material impact on the First Nation's operations.

The extent of the impact of this outbreak and related containment measures on the First Nation's operations cannot be reliably estimated at this time.

In July 2020, Nekaneet First Nation was named as a defendant in an application filed in the Federal Court of Canada in connection with the 2020 election for Chief & Council.

31. Budgeted figures

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

32. Expenses by object

	2020 Budget	2020 Actual	2019 Actual
Administration	\$ 89,897	\$ 102,955	\$ 91,656
Depreciation	-	482,764	478,004
Assistance	193,623	289,876	215,867
Bad debts (recovery)	-	-	(9,531)
Child Nutrition	11,700	9,000	18,723
Christmas program	-	211,910	8,903
Consultants and contractors	574,314	323,014	518,145
Cultural programs	58,820	136,332	164,265
Donations	-	2,800	500
Elders	8,000	138,050	13,470
Equipment	11,200	187,298	63,091
Fire safety	-	-	5,500
Fuel	36,100	42,276	29,080
Funeral assistance	18,200	1,900	4,050
Governance	-	63,471	26,289
Graduation, awards, prizes	7,631	6,311	4,600
Home to work transition	-	6,386	-
Honorariums	150,220	151,000	273,150
Insurance	65,264	87,756	73,595

Nekaneet First Nation
Notes to Consolidated Financial Statements
March 31, 2020

32. Expenses by object, continued

Interest and bank charges	120,444	28,775	7,376
Janitorial	2,750	2,071	750
Long-term debt - CMHC mortgage interest	58,812	23,472	13,207
Long-term debt - interest	240,000	201,229	251,794
Per capita distribution	-	21,546	177,252
Professional fees	135,300	241,199	222,053
Program expenses	41,553	92,451	62,348
Property taxes	-	62,310	15,000
Registration fees	1,500	8,208	8,512
Rent - equipment	-	30,627	16,882
Rent - office	11,600	17,861	7,200
Repairs and maintenance	99,092	203,213	159,572
Replacement reserve allocation	20,000	-	-
Septic pump outs	4,442	3,500	1,858
Student allowance	83,000	149,966	161,593
Student transportation	1,000	1,300	6,565
Supplies	218,373	199,997	167,971
Taxes	-	9,875	14,485
Telephone	19,680	21,898	18,297
Training	194,553	93,963	39,991
Travel - medical transportation	12,000	44,484	28,624
Travel, meetings, per diems	103,005	221,084	178,088
Tuition	70,000	93,194	107,106
Utilities	44,077	59,851	54,715
Vehicles	70,667	59,525	-
Vehicle registration	4,919	-	-
Wages and benefits	1,011,290	1,044,232	738,740
Unexpended funds - prior period adjustment (Note 23)	-	33,067	(93,268)
Loss (gain) on disposal of capital assets	-	3,118	-
Transfer to capital assets	-	(246,474)	(44,126)
	<hr/>	<hr/>	<hr/>
	\$ 3,793,026	\$ 4,968,641	\$ 4,301,942
	<hr/>	<hr/>	<hr/>

Schedule #1
Nekaneet First Nation
Community Development
Schedule of Operations
For the year ended March 31, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
Indigenous Services Canada - fixed	\$ 222,430	\$ 134,411	\$ 172,797
Indigenous Services Canada - flexible	686,001	774,020	197,281
FHQ Tribal Council	10,620	13,500	9,900
Rental Income	21,000	4,550	8,938
Unexpended funds transferred - prior year	-	-	256,268
Deferred revenue - prior	-	64,336	3,921
Deferred revenue - current	-	(221,593)	(64,336)
	940,051	769,224	584,769
Expenses			
Administration	3,872	10,700	-
Consultants and contractors	472,225	165,688	281,035
Fuel	20,100	25,210	19,055
Honorariums	-	-	100
Insurance	32,114	31,690	46,001
Interest and bank charges	11,000	2,761	1,302
Janitorial	2,500	1,967	300
Long-term debt - payments (principle & interest)	-	744,167	510,468
Long-term debt - principle repayment	-	(643,626)	(379,881)
Professional fees	22,800	21,732	-
Registration fees	-	300	-
Rent - equipment	-	27,911	16,099
Repairs and maintenance	84,531	147,400	113,378
Septic pump outs	4,442	3,500	1,858
Supplies	157,496	45,940	102,764
Telephone	4,600	10,490	3,577
Training	4,200	1,405	1,057
Travel, meetings, per diems	8,700	8,918	8,458
Utilities	38,620	55,907	50,191
Wages and benefits	144,800	94,813	58,857
Vehicle registration	4,919	-	-
	1,016,919	756,873	834,619
Current surplus (deficit) before unexpended funds	(76,868)	12,351	(249,850)
Unexpended funds			
Unexpended funds transferred to deferred revenue	-	(199,543)	-
Current deficit before transfers	(76,868)	(187,192)	(249,850)

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Transfers			
Transfer - Band Programs	-	252,835	127,000
Transfer - Amortization	-	(364,425)	(412,666)
Current deficit	\$ (76,868)	\$ (298,782)	\$ (535,516)

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
Indigenous Services Canada - fixed	\$ -	\$ -	\$ 32,000
FHQ Tribal Council	33,369	33,369	33,369
Unexpended funds transferred - prior year	-	50	-
	33,369	33,419	65,369
Expenses			
Administration	3,337	3,337	-
Consultants and contractors	26,032	13,417	42,750
Professional fees	-	8,000	12,339
Travel, meetings, per diems	4,000	7,997	4,169
Tuition	-	3,825	-
	33,369	36,576	59,258
Current surplus (deficit) before unexpended funds	-	(3,157)	6,111
Unexpended funds			
Unexpended funds transferred to deferred revenue	-	(50)	-
Current surplus (deficit)	\$ -	\$ (3,207)	\$ 6,111

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
Indigenous Services Canada - fixed	\$ 468,459	\$ 468,459	\$ 488,927
Indigenous Services Canada - set	-	-	5,000
Unexpended funds transferred - prior year	-	24,605	11,124
	468,459	493,064	505,051
Expenses			
Administration	26,453	27,556	17,267
Child Nutrition	11,700	9,000	18,723
Consultants and contractors	-	3,450	9,655
Cultural programs	3,570	2,000	6,067
Elders	-	-	200
Equipment	10,000	-	-
Fuel	10,000	7,000	8,025
Graduation, awards, prizes	7,631	6,311	4,600
Insurance	750	1,242	862
Long-term debt - payments (principle & interest)	-	-	20,000
Long-term debt - principle repayment	-	-	(19,535)
Professional fees	20,000	15,575	8,000
Program expenses	3,000	-	-
Registration fees	1,500	2,323	3,468
Rent - office	800	-	-
Repairs and maintenance	1,791	3,923	7,257
Student allowance	83,000	149,966	161,593
Student transportation	1,000	1,300	6,565
Supplies	13,446	12,848	8,373
Training	6,000	2,800	2,005
Travel, meetings, per diems	4,200	8,566	4,688
Tuition	70,000	89,369	106,486
Wages and benefits	172,020	170,192	209,921
	446,861	513,421	584,220
Current deficit before unexpended funds	21,598	(20,357)	(79,169)
Unexpended funds			
Unexpended funds transferred to deferred revenue	-	(44,278)	(1,778)
Current deficit before transfers	21,598	(64,635)	(80,947)
Transfers			
Transfer - Band Programs	-	-	14,000
Transfer - Amortization	-	-	(20,500)
Current deficit	\$ 21,598	\$ (64,635)	\$ (87,447)

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
Indigenous Services Canada - grant	\$ 263,030	\$ 235,030	\$ 232,032
Indigenous Services Canada - fixed	2,835	-	1,441
Indigenous Services Canada - set	3,049	-	2,254
Indigenous Services Canada - flexible	-	5,884	-
ISC - current year receivable (payable)	-	-	3,015
Other revenue	-	16,608	2,184
Administration fees	-	79,124	-
	268,914	336,646	240,926
Expenses			
Consultants and contractors	20,000	31,989	22,540
Elders	-	-	100
Fuel	-	5,706	1,550
Governance	-	10,249	-
Honorariums	143,000	150,700	271,450
Insurance	3,600	19,693	3,165
Interest and bank charges	300	21,034	941
Professional fees	75,000	176,535	100,639
Registration fees	-	200	1,252
Rent - equipment	-	2,716	783
Repairs and maintenance	5,000	9,898	6,726
Supplies	2,500	11,137	1,239
Telephone	5,000	1,023	5,181
Training	-	1,399	-
Travel, meetings, per diems	60,000	79,766	48,097
Wages and benefits	227,329	278,340	74,106
	541,729	800,385	537,769
Current deficit before transfers	(272,815)	(463,739)	(296,843)
Transfers			
Transfer - Band programs	-	27,000	-
Transfer - Amortization	-	(5,164)	(7,963)
Current deficit	\$ (272,815)	\$ (441,903)	\$ (304,806)

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
Indigenous Services Canada - fixed	\$ 27,269	\$ 27,269	\$ 27,255
Indigenous Services Canada - set	25,353	25,353	25,353
Indigenous Services Canada - flexible	209,598	216,425	206,830
ISC - current year receivable (payable)	-	-	(9,208)
Unexpended funds transferred - prior year	-	40,843	12,722
	262,220	309,890	262,952
Expenses			
Assistance	148,623	143,936	130,128
Consultants and contractors	-	3,886	2,440
Fuel	-	370	400
Home to work transition	-	6,386	-
Interest and bank charges	-	31	237
Professional fees	-	-	4,188
Program expenses	25,353	23,172	25,964
Registration fees	-	1,625	701
Supplies	23,799	33,661	11,380
Telephone	714	210	190
Training	17,410	459	12,229
Travel, meetings, per diems	500	2,462	3,678
Utilities	-	500	-
Wages and benefits	45,190	56,720	45,882
	261,589	273,418	237,417
Current surplus before unexpended funds	631	36,472	25,535
Unexpended funds			
Unexpended funds transferred to deferred revenue	-	(50,581)	(30,176)
Current deficit	\$ 631	\$ (14,109)	\$ (4,641)

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
Indigenous Services Canada - fixed	\$ 5,000	\$ 5,000	\$ 5,000
Expenses			
Supplies	-	40	198
Travel, meetings, per diems	-	-	890
Wages and benefits	5,000	5,077	4,217
	5,000	5,117	5,305
Current deficit	\$ -	\$ (117)	\$ (305)

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
Indigenous Services Canada - fixed	\$ 105,000	\$ 105,000	\$ 131,435
Indigenous Services Canada - flexible	95,015	95,018	-
ISC - prior period revenue (recovery)	-	-	(18,500)
Other revenue	-	-	2,114
Unexpended funds transferred - prior year	-	-	18,500
	200,015	200,018	133,549
Expenses			
Administration	8,500	7,000	2,000
Consultants and contractors	-	200	1,200
Cultural programs	-	1,300	2,220
Equipment	-	-	21,100
Fuel	-	1,300	-
Honorariums	3,000	-	-
Professional fees	-	-	70,840
Rent - office	4,800	4,800	-
Repairs and maintenance	-	-	763
Supplies	321	2,449	300
Training	115,015	39,702	-
Travel, meetings, per diems	15,200	16,270	19,088
Wages and benefits	53,179	54,014	17,352
Transfer to capital assets	-	-	(2,636)
	200,015	127,035	132,227
Current surplus before unexpended funds	-	72,983	1,322
Unexpended funds			
Unexpended funds transferred to deferred revenue	-	(76,499)	-
Current surplus (deficit)	\$ -	\$ (3,516)	\$ 1,322

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
ISC - First Nations & Inuit Health Branch - set	\$ 124,437	\$ 124,437	\$ 29,500
ISC - FNIHB - flexible	303,364	303,364	280,260
ISC - FNIHB - prior period revenue (recovery)	-	(45,229)	-
Administration fees	20,665	25,581	27,604
Unexpended funds transferred - prior year	-	30,792	-
	448,466	438,945	337,364
Expenses			
Administration	24,432	24,447	27,604
Consultants and contractors	28,785	37,371	53,355
Cultural programs	40,050	27,315	33,075
Elders	-	100	1,350
Equipment	-	-	500
Honorariums	4,220	300	1,600
Insurance	2,000	2,008	245
Interest and bank charges	1,080	657	-
Janitorial	250	103	250
Professional fees	10,000	15,900	787
Program expenses	13,200	20,992	10,934
Registration fees	-	100	242
Repairs and maintenance	6,770	5,106	2,583
Supplies	16,011	30,773	15,380
Telephone	8,298	8,743	6,533
Training	35,774	21,112	9,000
Travel - medical transportation	12,000	44,484	28,624
Travel, meetings, per diems	10,405	31,536	26,415
Utilities	5,457	3,445	4,525
Vehicles	70,667	59,525	-
Wages and benefits	130,111	159,864	110,323
Transfer to capital assets	-	(62,401)	-
	419,510	431,480	333,325
Current surplus before unexpended funds	28,956	7,465	4,039
Unexpended funds			
Unexpended funds transferred to deferred revenue	-	(56,352)	(31,269)
Current deficit before transfers	28,956	(48,887)	(27,230)
Transfers			
Transfer - Amortization	-	(15,840)	-
Current deficit	\$ 28,956	\$ (64,727)	\$ (27,230)

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
CMHC - subsidy	\$ 107,468	\$ 107,300	\$ 69,025
CMHC - RRAP	-	1,750	26,470
CMHC - HIIFNHY	-	14,100	7,290
CMHC - other	-	20,000	69,685
CMHC - HIIFNHY prior period revenue (recovery)	-	8,400	-
Interest revenue	-	31	1,854
Rental Income	44,730	42,507	12,908
	<hr/> 152,198	194,088	187,232
Expenses			
Consultants and contractors	-	3,000	30,917
Equipment	-	4,000	-
Fuel	-	865	-
Insurance	25,000	28,307	21,840
Interest and bank charges	-	120	147
Long-term debt - CMHC mortgage interest	58,812	23,472	13,207
Professional fees	7,500	-	1,360
Repairs and maintenance	-	6,405	11,101
Replacement reserve allocation	20,000	-	-
Supplies	-	13,851	13,254
Travel, meetings, per diems	-	40	2,083
Wages and benefits	54,000	67,404	61,638
	<hr/> 165,312	147,464	155,547
Current surplus before transfers	(13,114)	46,624	31,685
Transfers			
Transfer - Amortization	-	(72,896)	(18,081)
Current surplus (deficit)	\$ (13,114)	\$ (26,272)	\$ 13,604

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue			
Funds held in trust by Federal Government	\$ -	\$ 260,561	\$ 82,090
FHQ Tribal Council	256,808	291,436	306,667
First Nation GST	360,000	400,903	444,792
First Nations Trust	-	167,027	167,592
Specific Claims Settlement Trust	311,725	288,182	332,927
SIGA	-	9,000	-
Yorkton Tribal Council	-	15,000	-
Living Sky Community Development Corporation	-	16,294	23,727
Government of Saskatchewan - Tax Rebate	65,780	70,212	74,614
Keseechiwan Holdings - monetary benefit agreement	-	81,505	55,377
Keseechiwan Holdings - casino dividend	-	60,000	-
Casino Holdings Ltd - gaming development grant	-	75,000	-
Rental Income	-	19,190	3,200
Interest revenue	-	16	39
Other revenue	17,200	142,690	375,406
Administration fees	49,792	-	55,887
Deferred revenue - prior	-	125,891	36,993
Deferred revenue - current	-	(8,919)	(125,891)
Unexpended funds transferred - prior year	-	46,873	-
Write down of old payables	-	-	76,813
	1,061,305	2,060,861	1,910,233

Expenses			
Administration	23,303	29,916	44,785
Assistance	45,000	145,940	85,739
Bad debts (recovery)	-	-	(9,531)
Christmas program	-	211,910	8,903
Consultants and contractors	27,272	64,012	74,253
Cultural programs	15,200	105,717	122,903
Donations	-	2,800	500
Elders	8,000	137,950	11,820
Equipment	1,200	183,298	41,491
Fire safety	-	-	5,500
Fuel	6,000	1,825	50
Funeral assistance	18,200	1,900	4,050
Governance	-	53,222	26,289
Insurance	1,800	4,816	1,482
Interest and bank charges	108,064	4,171	4,750
Janitorial	-	-	200
Long-term debt - interest	240,000	100,688	120,743
Per capita distribution	-	21,546	177,252
Professional fees	-	3,457	23,900
Program expenses	-	48,287	25,450

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Property taxes	-	62,310	15,000
Registration fees	-	3,660	2,849
Rent - office	6,000	13,061	7,200
Repairs and maintenance	1,000	30,482	17,763
Supplies	4,800	49,298	15,085
Taxes	-	9,875	14,485
Telephone	1,068	1,431	2,816
Training	16,154	27,085	15,699
Travel, meetings, per diems	-	65,530	60,522
Tuition	-	-	620
Wages and benefits	179,661	157,808	156,444
Unexpended funds - prior period adjustment (Note 23)	-	33,067	(93,268)
Loss (gain) on disposal of capital assets	-	3,118	-
Transfer to capital assets	-	(184,073)	(41,491)
	702,722	1,394,107	944,253
Current surplus before unexpended funds	358,583	666,754	965,980
Unexpended funds			
Unexpended funds transferred to deferred revenue	-	(34,765)	(46,873)
Current surplus before transfers	358,583	631,989	919,107
Transfers			
Transfer - Indian Government Support	-	(27,000)	-
Transfer - Community Development	-	(252,835)	(127,000)
Transfer - Education	-	-	(14,000)
Transfer - Amortization	-	(24,439)	(18,794)
Current surplus	\$ 358,583	\$ 327,715	\$ 759,313

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, 2020

	2020 Budget	2020 Actual	2019 Actual
Revenue	\$ -	\$ -	\$ -
Expenses			
Community Development	-	364,426	412,666
Education	-	-	20,500
Indian Government Support	-	5,163	7,963
Health Services	-	15,840	-
CMHC Operations	-	72,896	18,081
Band Programs	-	24,439	18,794
	-	482,764	478,004
Current deficit before transfers	-	(482,764)	(478,004)
Transfers			
Transfer - Programs	-	482,764	478,004
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements