

**Nekaneet First Nation  
Consolidated Financial Statements  
March 31, 2021**

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*March 31, 2021*

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**Nekaneet First Nation**  
**Management's Responsibility for Financial Reporting**  
*March 31, 2021*

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

October 25, 2022  
Date



## Chalupiak & Associates CPA Professional Corporation

Chartered Professional Accountants

3261 Saskatchewan Drive

Regina, Saskatchewan S4T 6S4

Phone: 306-359-3711 Fax: 306-569-3030

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### Independent Auditors' Report

To the Members of  
Nekaneet First Nation

#### ***Qualified Opinion***

We have audited the consolidated financial statements of Nekaneet First Nation, which comprise the consolidated statement of financial position as at March 31, 2021, 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.

Except as noted in the following paragraph, in our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the First Nation as at March 31, 2021 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 Qualified Opinion***

The First Nation incorporated Nekaneet First Nation Investment Holdings Limited ("NFNIHL") on October 23, 2020. NFNIHL subsequently incorporated two wholly owned subsidiaries, Nekaneet First Nation Development (SK) Corporation and Nekaneet First Nation Development (AB) Corporation (together the "consolidated investment group"). The consolidated investment group reported revenue of \$869,052 and expenses of the same amount; however, we were unable to obtain sufficient appropriate audit evidence about the accuracy and completeness of these amounts and therefore we were unable to determine whether any adjustments to the assets, liabilities, revenues or expenses of the consolidated investment group were necessary and what effect this may have, if any, on the assets, liabilities, revenues and expenses of the First Nation's consolidated financial statements. We were also unable to obtain sufficient appropriate audit evidence related to subsequent events of the consolidated investment group from March 31, 2021 to the date of this report. As a result, we are unable to determine whether any adjustments to assets, liabilities, revenues and expenses of the consolidated investment group were necessary and what effect this may have, if any, on the assets, liabilities, revenues and expenses of the First Nation's consolidated financial statements.

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 qualified 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.
- ◆ 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.

**Nekaneet First Nation**  
**Consolidated Statement of Financial Position**  
*March 31, 2021*

	2021	2020
<b>Financial Assets</b>		
Cash (Note 3)	\$ 112,311	\$ 45,303
Restricted cash - capital projects (Note 3)	110,947	225,864
Restricted cash - CMHC reserves (Note 3)	114,959	114,758
Trust funds held by federal government (Notes 3 and 4)	20,612	42,030
Accounts receivable (Notes 5 and 6)	263,062	165,112
Due from New Horizon First Nations Administration (Note 7)	204,573	422,619
Portfolio investment (Note 8)	60,000	60,000
	886,464	1,075,686
<b>Liabilities</b>		
Bank indebtedness (Note 3)	85,636	167,458
Accounts payable (Note 9)	588,742	622,394
Deferred revenue - unexpended funds - ISC (Note 10)	502,024	592,544
Deferred revenue - unexpended funds - FNIHB (Note 11)	170,335	56,352
Deferred revenue - unexpended - other (Note 12)	430,251	43,684
Current portion of long-term debt (Note 13)	367,799	389,931
Current portion of CMHC mortgages (Note 14)	90,332	89,871
Long-term debt (Note 13)	2,454,503	2,704,052
CMHC mortgages (Note 14)	956,132	1,047,679
Reserve for losses in related business entity (Note 15)	1,299,816	1,299,816
	6,945,570	7,013,781
<b>Net debt</b>	<b>(6,059,106)</b>	<b>(5,938,095)</b>
<b>Non-financial Assets</b>		
Capital assets (Note 16)	8,238,281	7,734,086
Prepaid expenses (Note 17)	6,497	47,439
	8,244,778	7,781,525
<b>Accumulated Surplus</b> (Note 18)	<b>\$ 2,185,672</b>	<b>\$ 1,843,430</b>

**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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
Indigenous Services Canada (ISC)	\$ 4,032,179	\$ 3,900,865	\$ 2,091,870
ISC - First Nations & Inuit Health Branch (FNIHB)	1,191,008	1,229,557	382,572
Trust funds held by federal government	121,000	177,537	260,561
Canada Mortgage and Housing Corporation (CMHC)	126,134	149,475	151,550
FHQ Tribal Council	311,177	480,728	338,304
First Nation GST	324,916	313,641	400,903
First Nations Trust	-	123,625	167,027
Federation of Sovereign Indigenous Nations (FSIN)	-	5,274	-
Specific Claims Settlement Trust	280,000	432,639	288,182
Saskatchewan Indian Gaming Authority (SIGA)	-	-	9,000
Nekaneet First Nation Investment Holdings Limited	-	776,552	-
Keseechiwan Holdings - monetary benefit agreement	-	81,505	81,505
Keseechiwan Holdings - casino dividend	60,000	60,000	60,000
Casino Holdings Ltd - gaming development grant	-	-	75,000
Yorkton Tribal Council Child & Family Services	-	56,800	15,000
Living Sky Community Development Corporation	-	18,170	16,294
Government of Saskatchewan - tax rebate	30,000	16,263	70,212
Rental income	494,856	45,690	66,248
TC Keystone Pipeline LP	-	386,000	35,309
Correctional Service Canada	-	160,598	71,658
Interest revenue	-	185	47
Other revenue	5,884	206,781	52,330
Administration fees - internal allocation	73,543	210,577	104,705
Gain on disposal of assets	-	25,000	-
Unexpended funds transferred - prior year	233,074	686,927	333,390
	7,283,771	9,544,389	5,071,667
<b>Expenses</b>			
Community Development (Schedule 1)	1,779,987	1,519,046	756,873
Economic Development (Schedule 2)	76,884	61,665	36,576
Education (Schedule 3)	946,076	895,668	513,421
Indigenous Government Support (Schedule 4)	610,721	694,922	800,385
Social Development (Schedule 5)	514,477	497,917	273,418
Registration and Membership (Schedule 6)	5,000	4,120	5,117
Governance and Institutions of Government (Schedule 7)	427,707	403,523	127,035
Health Services (Schedule 8)	1,139,712	1,090,141	431,480
CMHC Operations (Schedule 9)	198,665	15,957	147,464
Band Programs (Schedule 10)	1,117,685	2,363,238	1,394,107
Depreciation (Schedule 11)	-	553,345	482,764
	6,816,914	8,099,542	4,968,640
<b>Current surplus before unexpended funds</b>	<b>466,857</b>	<b>1,444,846</b>	<b>103,022</b>

The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Consolidated Statement of Operations**  
*For the year ended March 31, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(1,102,609)	(692,579)
<b>Current surplus (deficit)</b>	<b>\$ 466,857</b>	<b>\$ 342,237</b>	<b>\$ (589,557)</b>

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, 2021*

	2021	2020
<b>Surplus at beginning of year</b>	\$ 1,843,430	\$ 2,432,987
<b><u>Current surplus (deficit)</u></b>	<u>342,237</u>	<u>(589,557)</u>
<b>Surplus at end of year</b>	<b>\$ 2,185,667</b>	<b>\$ 1,843,430</b>

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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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Current surplus (deficit)</b>	\$ 466,857	\$ 342,237	\$ (589,557)
Acquisition of tangible capital assets	-	(1,057,536)	(271,474)
Depreciation of tangible capital assets	-	553,346	482,764
<u>Disposal of tangible capital assets - NBV</u>	<u>-</u>	<u>-</u>	<u>31,118</u>
	-	(504,190)	242,408
Acquisition of prepaid asset	-	(6,497)	(47,439)
<u>Use of prepaid asset</u>	<u>-</u>	<u>47,439</u>	<u>1,493</u>
	-	40,942	(45,946)
Increase (decrease) in net financial assets	466,857	(121,011)	(393,095)
<b>Net debt at beginning of year</b>	<b>(5,938,095)</b>	<b>(5,938,095)</b>	<b>(5,545,000)</b>
<b>Net debt at end of year</b>	<b>\$ (5,471,238)</b>	<b>\$ (6,059,106)</b>	<b>\$ (5,938,095)</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, 2021*

	2021	2020
<b>Cash flows from</b>		
<b>Operating activities</b>		
Current surplus (deficit)	\$ 342,237	\$ (589,557)
Items not affecting cash		
Depreciation	553,346	482,764
Disposal of tangible capital assets - NBV	-	31,118
	895,583	(75,675)
Change in non-cash operating working capital		
Accounts receivable	(97,950)	3,911
Prepaid expenses	40,942	(45,946)
Accounts payable	(33,649)	21,322
Deferred revenue - unexpended funds - ISC	(90,520)	496,254
Deferred revenue - unexpended funds - FNIHB	113,983	25,083
Deferred revenue - unexpended - other	386,567	(129,080)
Trust funds held by federal government	21,418	9,373
	1,236,374	305,242
<b>Capital activities</b>		
Acquisition of capital assets	(1,057,540)	(271,474)
<b>Financing activities</b>		
Due from New Horizon First Nations Administration Inc.	218,046	122,300
Long-term debt - proceeds	99,109	226,747
Long-term debt - repayment	(370,789)	(846,605)
CMHC mortgages - proceeds	-	440,622
CMHC mortgages - repayment	(91,086)	(93,258)
	(144,720)	(150,194)
<b>Investing activities</b>		
Restricted cash - CMHC reserves	(201)	(1,833)
<b>Increase (decrease) in cash and cash equivalents</b>	33,913	(118,259)
<b>Cash and cash equivalents, beginning of year</b>	103,709	221,968
<b>Cash and cash equivalents, end of year</b>	\$ 137,622	\$ 103,709
<b>Represented by</b>		
Cash	\$ 112,311	\$ 45,303
Bank indebtedness	(85,636)	(167,458)
Restricted cash - capital projects	110,947	225,864
	\$ 137,622	\$ 103,709

The accompanying notes are an integral part of the financial statements

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
March 31, 2021

**1. General**

Nekaneet First Nation is a First Nation band ("First Nation") located in the province of Saskatchewan and provides services to its members. These financial statements include the 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.

The band office address is P.O. Box 548, Maple Creek, Saskatchewan, S0N 1N0, Canada.

**2. Basis of presentation and significant accounting policies**

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

**(a) Reporting entity**

The 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.

Organizations accounted for on a fully consolidated basis include:

Nekaneet First Nation Investments Holdings Limited and its subsidiaries:

Nekaneet First Nation Development (AB) Corporation;

Nekaneet First Nation Development (SK) Corporation.

**(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 and prepaid expenses.

**(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.

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**2. Basis of presentation and significant accounting policies, continued**

**(e) Cash and cash equivalents**

Cash and cash equivalents include cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments. Cash subjected to restrictions that prevent its use for current purposes is included in restricted cash.

**(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, 2021. No contaminated sites have been identified as at March 31, 2021.

**(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.

Depreciation 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 - 7 years Straight line
Computer equipment	3 years Straight line
Furniture and equipment	5 - 7 years Straight line
Infrastructure	10 - 40 years Straight line
CMHC houses	25 years Straight line
Band housing	25 years Straight line
Machinery & equipment	15 years Straight line

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**2. Basis of presentation and significant accounting policies, continued**

**(g) Tangible capital assets, continued**

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.

Assets under construction are not depreciated 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) Trust funds**

Funds earned and held in trust on behalf of First Nation members by the Government of Canada. Trust moneys consist of:

- Capital Trust moneys derived from non-renewable resources transactions on the sale of land or other First Nation capital assets; and,
- Revenue trust moneys generated primarily through land leasing transactions or interest earned on deposits held in trust.

Revenues from Trust moneys are recognized when measurable, earned and collection is reasonably assured. These moneys are reported on by the Government of Canada.

**(j) 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.

**(k) 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.

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**2. Basis of presentation and significant accounting policies, continued**

**(l) Internal charges and transfers**

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

**(m) Revenue recognition**

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

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

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

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

**(n) Expense recognition**

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

**(o) Comparative figures**

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, 2021*

**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.

	2021	2020
Unrestricted cash		
Bank of Montreal - operations	\$ 5,993	\$ -
CMHC operations	22,705	27,060
Community Development	83,210	6,764
Waskahikana	403	475
Lawyer - funds held in trust	-	11,004
	<hr/> 112,311	<hr/> 45,303
Restricted cash - capital projects		
Water Treatment Plant / Lagoon project	110,947	225,864
Restricted cash - CMHC reserves		
Replacement reserve	34,959	34,758
Replacement reserve term deposits	80,000	80,000
	<hr/> 114,959	<hr/> 114,758
Restricted cash - trust funds held by federal government		
Capital	17,564	38,564
Revenue	3,048	3,466
	<hr/> 20,612	<hr/> 42,030
Bank indebtedness		
Peace Hills Trust - operations	(85,625)	(162,010)
Bank of Montreal - operations	-	(5,412)
Bank of Montreal - Elders	(11)	(36)
	<hr/> (85,636)	<hr/> (167,458)
	<hr/> \$ 273,193	<hr/> \$ 260,497

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**3. Cash and cash equivalents, continued**

The First Nation has a line of credit with Peace Hills Trust (PHT) of \$60,000 bearing interest at prime plus 2%, any amounts in excess of \$60,000 bear interest at 24%; on March 31, 2021 PHT accounts were overdrawn \$nil (2020 - \$147) and there were outstanding cheques issued in excess of deposits totaling \$85,625 (2020 - \$161,863).

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, 2021 the BMO general account was overdrawn \$nil (2020 - \$5,013) and there were outstanding cheques issued in excess of deposits totaling \$nil (2020 - \$655).

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, 2021 the BMO Elders' account was overdrawn \$11 (2020 - \$36) and there were outstanding cheques issued in excess of deposits totaling \$nil (2020 - \$nil).

**4. Trust funds held by federal government**

The Trust funds held by federal government arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada and are subject to audit by the office of the Auditor General of Canada. The management of these funds are primarily governed by the Sections 63 to 69 of the Indian Act.

	2021 Revenue	2021 Capital	2021 Total	2020 Total
Surplus, beginning of year	\$ 3,465	\$ 38,564	\$ 42,029	\$ 51,403
Withdrawals	(131,000)	(21,000)	(152,000)	(232,000)
Lease revenue	129,817	-	129,817	220,195
Interest earnings	766	-	766	2,432
<b>Surplus, end of year</b>	<b>\$ 3,048</b>	<b>\$ 17,564</b>	<b>\$ 20,612</b>	<b>\$ 42,030</b>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**5. Accounts receivable**

	2021	2020
<b>Due from members</b>		
Advances	\$ 6,226	\$ 69,402
<b>Due from others</b>		
File Hills Qu'Appelle Tribal Council (FHQTC)	83,478	30,154
Bank of Canada - BMO dormant account	7,849	7,849
GST receivable	44,475	23,474
Other	72,483	38,753
	<hr/> 208,285	<hr/> 100,230
<b>Due from government and other government organizations</b>		
Indigenous Services Canada (ISC)	23,418	6,827
ISC - First Nations & Inuit Health Branch (FNIHB)	-	15,614
CMHC - subsidy	8,344	8,388
First Nation GST	24,638	33,678
	<hr/> 56,400	<hr/> 64,507
Allowance for doubtful accounts	270,911 (7,849)	234,139 (69,027)
	<hr/> \$ 263,062	<hr/> \$ 165,112

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**6. ISC - accounts receivable**

	2021	2020
Basic needs	\$ -	\$ 6,827
Provincial school tuition	<u>23,418</u>	-
	<u><u>\$ 23,418</u></u>	<u><u>\$ 6,827</u></u>

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

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

Due from amounts are unsecured, non-interest bearing and there are no fixed repayment schedules.

	Dec 31, 2020	Dec 31, 2019
<i>New Horizon First Nations Administration Inc.</i>		
Operations	\$ 39,926	\$ 39,926
New Horizon surpluses payable to funds held in trust	<u>164,647</u>	<u>382,693</u>
	<u><u>\$ 204,573</u></u>	<u><u>\$ 422,619</u></u>

**8. Portfolio investments**

	2021	2020
Keseechiwan Holdings LP (8.3% interest)	<u><u>\$ 60,000</u></u>	<u><u>\$ 60,000</u></u>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**9. Accounts payable**

	2021	2020
<b>Due to members</b>		
Accrued payroll	\$ 1,758	\$ 33,856
<b>Due to others</b>		
Trade payables	486,983	479,010
FHQ Loan	40,000	40,000
Group pension	2,488	883
Accrued interest	8,550	7,500
	<hr/> 538,021	<hr/> 527,393
<b>Due to government and other government organizations</b>		
Indigenous Services Canada (ISC)	6,906	6,906
ISC - First Nations & Inuit Health Branch (FNIHB)	37,691	46,574
CRA payroll deductions	4,366	7,665
	<hr/> 48,963	<hr/> 61,145
	<hr/> <hr/> \$ 588,742	<hr/> <hr/> \$ 622,394

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**10. 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.

	2021	2020
<i>Fixed funding</i>		
Wastewater systems	\$ 78,442	\$ -
Water systems	48,107	-
Provincial school tuition	11,104	-
FN school protect formula	2,772	-
Skills link	11,406	12,069
Summer work experience	-	1,848
Summer work experience - COVID-19	27,504	-
Student support	-	2,135
Student transportation	-	28,226
Land support services - designation	-	50
<i>Flexible funding</i>		
COVID-19 ICSF 3 perimeter security	37,504	-
COVID-19 ICSF 3 food security	21,001	-
WTP (TF25)	44,675	221,593
Renovations - budget 2017 immediate needs	74,326	177,686
Emergency preparedness	17,449	21,857
Home care - COVID-19	4,000	-
Provincial school targeted HCSE	9,054	-
Employment & training	15,078	16,552
Special Needs	-	5,022
Special needs - COVID-19	3,945	1,234
Basic needs	30,917	19,610
Basic needs - COVID-19	14,683	-
P & ID - community development	42,500	-
P & ID - band administration training	5,950	-
P & ID - operational review	-	21,500
P & ID - strategic action plan & training	-	35,000
P & ID - accounting training	-	11,481
P & ID - emergency management	-	8,518
Recovery - COVID-19	-	1,905
<i>Set funding</i>		
Institutional Care	1,607	6,258
	<hr/>	<hr/>
	\$ 502,024	\$ 592,544
	<hr/>	<hr/>

# **Nekaneet First Nation**

## **Notes to Consolidated Financial Statements**

**March 31, 2021**

## 11. 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.

		2021	2020
<b><i>Fixed funding</i></b>			
Health infrastructure - connectivity & maintenance	\$ 9,654	\$ -	
Medical transportation - admin	34,981	-	
<b><i>Flexible funding</i></b>			
Health research & engagement	602	-	
Mental wellness	1,554	-	
CDE planning & response	6,157	-	
Fetal alcohol spectrum disorder	1,400	-	
HIV/AIDS prevention promotion & education	5,646	6,896	
TB prevention and promotion	2,800	-	
Capital investments	16,405	-	
COVID-19 health facility	20,332	-	
Solvent abuse	-	1,161	
Prenatal nutrition	-	6,659	
Health planning management	-	13,990	
Building healthy communities	-	8,821	
CDCM - Public health nurse & CHR	70,804	-	
<b><i>Set funding</i></b>			
Health infrastructure - connectivity & maintenance	-	3,047	
Medical transportation - admin	-	15,778	
	\$ 170,335	\$ 56,352	

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**12. Unexpended funds - other**

	2021	2020
FHQ - Daycare	\$ 13,039	\$ -
FHQ - Daycare - COVID-19	47,067	-
FHQ - Aboriginal head start	35,080	28,785
FHQ - Aboriginal head start - COVID-19	12,094	-
FHQ - Case management	2,652	2,605
FHQ - Parent mentor	600	3,375
TC Keystone Pipeline LP	222,543	-
Living Sky consumption tax	1,019	-
Specific Claims settlement trust	96,157	8,919
	<hr/>	<hr/>
	\$ 430,251	\$ 43,684
	<hr/>	<hr/>

**13. Long-term debt**

	2021	2020
BMO - Water Well and Infrastructure: Term loan, bearing interest at prime plus 2.00%, repayable in monthly interest payments and annual principal payments of \$8,675 amortized over 10 years. The loan is secured by BCR. Final payment due March 30, 2030.	\$ 78,072	\$ 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 principal 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	  1,420,066
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.	87,242	120,493
Peace Hills Trust #31 Consolidate loans #28 and purchase of Blue Bird Vision School Bus: Term loan bearing interest at 6.00% per annum, repayable in monthly blended payments of \$18,500 and quarterly blended payments of \$20,000, due on demand. The loan is secured by GSA, ISC, FNT & FNGST. The loan matures on October 1, 2025.	1,281,979	-
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 principal 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 30, 2036.	1,375,009	1,466,677
	<hr/>	<hr/>
	2,822,302	3,093,983
<u>Less current portion</u>	<u>367,799</u>	<u>389,931</u>
	<hr/>	<hr/>
	\$ 2,454,503	\$ 2,704,052
	<hr/>	<hr/>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

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

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

2022	\$ 367,799
2023	384,672
2024	374,974
2025	377,733
2026 and thereafter	<u>1,317,124</u>

	\$ 2,822,302
	2021
Interest expense for the year on long-term debt	<u>\$ 155,955</u>

**14. CMHC mortgages**

	Phase number	Renewal date	Interest rate	Monthly payment	2021	2020
Scotia	6	1/1/2022	3.74%	\$ 668	\$ 6,568	\$ 14,186
CMHC	10	2/1/2025	0.75%	1,101	50,995	63,784
CMHC	11	6/1/2023	2.50%	1,390	95,265	109,390
CMHC	12	4/1/2026	1.30%	1,493	160,115	176,263
CMHC	13	10/1/2023	2.68%	2,563	328,425	350,128
CMHC	14	4/1/2024	1.86%	2,198	405,095	423,799
					1,046,463	1,137,550
Less current portion					90,332	89,871
					<u>956,132</u>	<u>1,047,679</u>

Principal portion of CMHC mortgages due within the next five years:

2022	90,332
2023	85,362
2024	86,995
2025	87,745
2026 and thereafter	<u>696,029</u>

\$ 1,046,463

Total interest on mortgages \$23,175 (2020 - \$23,472).

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**15. 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.

	2021	2020
<u>New Horizon First Nations Administration Inc.</u>	<u>\$ 1,299,816</u>	<u>\$ 1,299,816</u>
	December 31, 2020	December 31, 2019
<u>Cash</u>	<u>\$ 26,551</u>	<u>\$ -</u>
Accounts receivable	4,661	9,107
<u>Property, plant and equipment</u>	<u>250,466</u>	<u>245,642</u>
<u>Total assets</u>	<u>\$ 281,678</u>	<u>\$ 254,749</u>
Bank indebtedness	\$ -	\$ 3,485
Accounts payable	100,760	91,388
Tenant deposits	-	12,594
Due to Ottawa Trust Fund	429,647	382,693
Due to related party	46,806	49,676
<u>Long-term debt</u>	<u>1,004,281</u>	<u>1,014,729</u>
<u>Total liabilities</u>	<u>1,581,494</u>	<u>1,554,565</u>
Contributed surplus	260,596	260,596
<u>Deficit</u>	<u>(1,560,412)</u>	<u>(1,560,412)</u>
<u>Total equity</u>	<u>(1,299,816)</u>	<u>(1,299,816)</u>
<u>Total liabilities and equity</u>	<u>\$ 281,678</u>	<u>\$ 254,749</u>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
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**15. Reserve for losses in related business entity, continued**

	December 31, 2020	December 31, 2019
Revenue	\$ 231,477	\$ 235,134
<u>Other revenue</u>	<u>156,500</u>	-
	<u>387,977</u>	<u>235,134</u>
Operating expenses	195,359	150,019
Interest on long-term debt	49,796	47,181
Payable to Ottawa Trust Funds	24,954	37,934
<u>Other expenses</u>	<u>117,868</u>	-
<u>Total expenses</u>	<u>(387,977)</u>	<u>(235,134)</u>
<u>Net income (loss)</u>	<u>\$ -</u>	<u>\$ -</u>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**16. Tangible capital assets**

	Cost				Accumulated depreciation				2021 net book value
	Balance, beginning of year	Additions	Disposals	Balance, end of year	Balance, beginning of year	Depreciation	Accumulated depreciation on disposals	Balance, end of year	
Land	\$ 1,402,971	\$ -	\$ -	\$ 1,402,971	\$ -	\$ -	\$ -	\$ -	\$ 1,402,971
Buildings	6,544,719	-	-	6,544,719	5,209,967	222,459	-	5,432,426	1,112,293
Automotive equipment	527,237	132,750	(105,526)	554,461	416,987	69,667	(105,526)	381,128	173,333
Computer equipment	6,888	7,229	-	14,117	4,970	3,368	-	8,338	5,779
Furniture and equipment	518,716	118,551	-	637,267	511,135	23,947	-	535,082	102,185
Infrastructure	2,051,727	8,641	-	2,060,368	366,838	52,304	-	419,142	1,641,226
CMHC houses	3,392,906	-	-	3,392,906	1,918,608	72,896	-	1,991,504	1,401,402
Band housing	1,824,349	574,826	-	2,399,175	218,922	95,967	-	314,889	2,084,286
Machinery & equipment	120,000	71,063	-	191,063	8,000	12,737	-	20,737	170,326
Assets under construction	-	144,480	-	144,480	-	-	-	-	144,480
	\$ 16,389,513	\$ 1,057,540	\$ (105,526)	\$ 17,341,527	\$ 8,655,427	\$ 553,345	\$ (105,526)	\$ 9,103,246	\$ 8,238,281

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
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**16. Tangible capital assets, continued**

	Cost				Accumulated depreciation				2020 Net book value
	Balance, beginning of year	Additions	Disposals	Balance, end of year	Balance, beginning of year	Depreciation	Accumulated depreciation on disposals	Balance, end of year	
Land	\$ 1,377,971	\$ 25,000	\$ -	\$ 1,402,971	\$ -	\$ 222,458	\$ -	\$ -	\$ 1,402,971
Buildings	6,544,719	-	-	6,544,719	4,987,509	-	-	5,209,967	1,334,752
Automotive equipment	445,130	123,598	(41,491)	527,237	378,907	48,453	(10,373)	416,987	110,250
Computer equipment	4,012	2,876	-	6,888	2,674	2,296	-	4,970	1,918
Furniture and equipment	518,716	-	-	518,716	506,888	4,247	-	511,135	7,581
Infrastructure	2,051,727	-	-	2,051,727	315,398	51,440	-	366,838	1,684,889
CMHC houses	2,379,378	1,013,528	-	3,392,906	1,764,630	153,978	-	1,918,608	1,474,298
Band housing	2,837,877	(1,013,528)	-	1,824,349	227,030	(8,108)	-	218,922	1,605,427
Machinery & equipment	-	120,000	-	120,000	-	8,000	-	8,000	112,000
	\$ 16,159,530	\$ 271,474	\$ (41,491)	\$ 16,389,513	\$ 8,183,036	\$ 482,764	\$ (10,373)	\$ 8,655,427	\$ 7,734,086

In 2017 Nekaneet First Nation acquired 14 trailers that were reported as band housing; 5 of those units have been transferred to the CMHC (Section 95) program. In the prior year, we recorded the asset transfer of the 5 units and the corresponding accumulated depreciation.

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**17. Prepaid expenses**

	2021	2020
Insurance	\$ 6,497	\$ 4,935
April living allowance	-	14,560
COVID-19	-	27,944
	<hr/> <hr/> <hr/> <hr/> <hr/>	<hr/> <hr/> <hr/> <hr/> <hr/>
	\$ 6,497	\$ 47,439

**18. Accumulated surplus**

	2021	2020
Restricted		
Invested in tangible capital assets	\$ 5,638,356	\$ 5,005,425
Trust funds held by federal government	20,612	42,030
CMHC reserves	425,056	405,733
Reserve for losses in related entity (net of receivable)	(1,095,273)	(877,197)
Portfolio investment	60,000	60,000
	<hr/> <hr/> <hr/> <hr/> <hr/>	<hr/> <hr/> <hr/> <hr/> <hr/>
	5,048,751	4,635,991
Unrestricted		
Operating deficit	(2,863,079)	(2,792,561)
	<hr/> <hr/> <hr/> <hr/> <hr/>	<hr/> <hr/> <hr/> <hr/> <hr/>
	\$ 2,185,672	\$ 1,843,430

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

	2021	2020
Total per ISC confirmation	\$ 3,900,865	\$ 2,094,884
Total per ISC (FNIHB) confirmation	1,229,557	382,572
Receivable (payable) previous year		
Band Employee Benefits	-	(3,015)
	<hr/> <hr/> <hr/> <hr/> <hr/>	<hr/> <hr/> <hr/> <hr/> <hr/>
	\$ 5,130,422	\$ 2,474,441

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**20. Government Transfers**

	<u>2021</u>		
	Operating	Capital	Total
<b>Federal government transfers</b>			
Indigenous Services Canada (ISC)	\$ 2,656,988	\$ 1,243,877	\$ 3,900,865
ISC - First Nations and Inuit Health Branch (FNIHB)	1,111,493	118,064	1,229,557
Canada Mortgage and Housing Corporation (CMHC)	149,475	-	149,475
First Nation GST	313,641	-	313,641
<b>Total</b>	<b>4,231,597</b>	<b>1,361,941</b>	<b>5,593,538</b>
<b>Provincial government transfers</b>	<b>16,263</b>	<b>-</b>	<b>16,263</b>
	<b>\$ 4,247,860</b>	<b>\$ 1,361,941</b>	<b>\$ 5,609,801</b>
 <u>2020</u>			
	Operating	Capital	Total
<b>Federal government transfers</b>			
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 (CMHC)	149,800	1,750	151,550
First Nation GST	400,903	-	400,903
<b>Total</b>	<b>2,040,663</b>	<b>986,231</b>	<b>3,026,894</b>
<b>Provincial government transfers</b>	<b>70,212</b>	<b>-</b>	<b>70,212</b>
	<b>\$ 2,110,875</b>	<b>\$ 986,231</b>	<b>\$ 3,097,106</b>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**21. Unexpended funds - prior period adjustment**

Funding agreements with Indigenous Services Canada (ISC) 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".

	2021	2020
Unexpended funds - prior period adjustment		
Basic Needs	\$ -	\$ 6,729
Special Needs	- -	5,022
Building Healthy Communities	(1,054)	-
Home Care	- -	(1,084)
Brighter Futures	- -	2,469
Pre Natal	(4,622)	-
NNADAP	- -	(477)
Health Research & Engagement	24	-
Student Transportation	- -	5,041
Land Support services Designation	- -	50
Skills Link	- -	15,317
	<hr/>	<hr/>
	\$ (5,652)	\$ 33,067
	<hr/>	<hr/>

**22. CMHC housing restricted funds**

It is a requirement of the CMHC operating agreements that operating and replacement reserves be established and monies be set aside in separate bank accounts. On March 31, 2021, the reserve accounts were under-funded by \$310,097 (2020 - \$335,637). The amount required to be set aside was \$425,056 (2020 - \$450,395) and the amount in the reserve bank account was \$114,959 (2020 - \$114,758). (The reserve amount of \$425,056 is not reported separately on these financial statements, but is included in equity).

**23. 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, 2021.

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
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**24. 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.

**25. 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, 2020 there was an outstanding balance of \$1,004,281 (2019 - \$1,014,729).

**26. Trusts under administration**

Nekaneet First Nation holds assets in trust as a result of a settlement claim with Canada; these assets are managed by a corporate trustee and 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:

	December 31, 2020	December 31, 2019
Nekaneet Treaty Benefits Claims Trust	<u>\$ 11,042,145</u>	<u>\$ 10,896,091</u>

**27. Economic dependence**

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

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
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**28. Subsequent events**

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. Subsequent to the March 31, 2021 year end, the courts ruled in favor of the First Nation. The First Nation was awarded court costs but it is not known whether they will ever be able to collect this debt; therefore, no receivable has been included in these financial statements.

Subsequent to the March 31, 2021 year end the following new business entities have been incorporated and/or registered with Information Services Corporation - Saskatchewan Corporate Registry:

Nekaneet Management Ltd  
Nekaneet Land Holdings GP Ltd  
Nekaneet Land Holdings GP LP  
Nekaneet Holdings GP Ltd  
Nekaneet Holdings GP LP  
Nekaneet Fuel GP Inc

Subsequent to the March 31, 2021 year end the following entity has been struck from the Saskatchewan Corporate Registry:

Nekaneet First Nation Developments (SK) Corporation

Subsequent to the March 31, 2021 year end Nekaneet First Nation and Carbon RX Inc. ("Carbon RX") formed a new ESG (Environmental, Social, and Governance) partnership.

**29. COVID-19**

In early March 2020, the global outbreak of COVID-19 (corona virus) began to have a significant impact on the First Nation due to office closures, travel restrictions, cancellation of events and increased cost of compliance with other guidelines and regulations. The First Nation received additional funding from ISC to assist with COVID-19 related costs. However, the First Nation received less funding from First Nation's Trust due to the closure of SIGA casinos.

**30. 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.

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
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**31. Expenses by object**

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Administration	\$ 140,014	\$ 210,577	\$ 102,955
Assistance	516,548	379,130	289,876
Bad debts (recovery)	-	5,596	-
Child Nutrition	11,700	11,700	9,000
Christmas program	94,000	190,450	211,910
Consultants and contractors	1,401,877	1,576,571	323,014
Cultural programs	226,394	391,134	136,332
Depreciation	-	553,345	482,764
Donations	-	-	2,800
Elders	-	142,710	138,050
Equipment	81,845	292,898	187,298
First Nations Trust	45,562	80,726	57,500
Fuel	58,343	43,167	42,276
Funeral assistance	9,500	-	1,900
Governance	-	19,215	63,471
Graduation, awards, prizes	3,824	11,000	6,311
Home to work transition	-	529	6,386
Honorariums	276,000	275,550	294,750
Insurance	66,010	87,843	87,756
Interest and bank charges	215,380	12,798	28,775
Janitorial	5,050	2,880	2,071
Long-term debt - CMHC mortgage interest	112,835	23,175	23,472
Long-term debt - interest	216,000	155,955	201,229
Nekaneet First Nation Investment Holdings Limited	-	869,052	-
Per capita distribution	-	24,066	21,546
Professional fees	168,000	412,969	241,199
Program expenses	43,060	41,728	38,451
Property taxes	-	-	62,310
Registration fees	364	596	7,648
Rent - equipment	7,186	53,077	30,627
Rent - office	6,000	9,600	17,861
Repairs and maintenance	147,942	127,846	203,213
Replacement reserve allocation	20,000	-	-
Student allowance	111,000	168,296	149,966
Student transportation	1,000	-	1,300
Supplies	1,046,869	1,139,509	200,556
Taxes	-	1,940	9,875
Telephone	15,499	27,047	21,898
Training	125,361	178,235	93,963
Travel - medical transportation	12,000	7,661	44,484
Travel, meetings, per diems	153,669	139,031	221,084
Tuition	431,314	407,321	93,194
Utilities	49,077	59,940	59,851
Vehicles	6,500	-	59,525

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**31. Expenses by object, continued**

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Vehicle registration	4,919	-	-
Wages and benefits	986,272	1,027,872	900,482
Unexpended funds - prior period adjustment	-	(5,652)	33,067
Loss (gain) on disposal of capital assets	-	-	3,118
Transfer to capital assets	-	(1,057,541)	(246,474)
	<hr/>	<hr/>	<hr/>
	\$ 6,816,914	\$ 8,099,542	\$ 4,968,640
	<hr/>	<hr/>	<hr/>

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**32. Segmented information**

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

**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.

**Indigenous 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.

**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.

**Nekaneet First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2021*

**32. Segmented information, continued**

**Registration and Membership:**

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

**Governance and Institutions of Government:**

Costs associated with Governance and Institution of Government activities.

**Health Services:**

Reports on costs associated with the development of safe and healthy communities.

**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.

**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.

Inter-segment transfers are recorded at their exchange amount. Details of the segment revenues and expenses are provided in the accompanying schedules. There are no revenues or expenses that have not been allocated to a segment.

**Schedule #1**  
**Nekaneet First Nation**  
**Community Development**  
**Schedule of Operations**  
*For the year ended March 31, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ 438,828	\$ 438,828	\$ 134,411
Indigenous Services Canada - flexible	1,278,725	1,282,597	774,020
FHQ Tribal Council	14,400	14,400	13,500
Rental income	-	11,000	4,550
Unexpended funds transferred - prior year	221,593	421,136	64,336
	1,953,546	2,167,961	990,817
<b>Expenses</b>			
Administration	33,000	30,988	10,700
Consultants and contractors	872,196	1,057,330	165,688
First Nations Trust	4,442	4,875	3,500
Fuel	25,800	20,753	25,210
Insurance	32,860	34,326	31,690
Interest and bank charges	11,000	348	2,761
Janitorial	4,800	2,100	1,967
Long-term debt - payments (principle & interest)	-	209,197	744,167
Long-term debt - principle repayment	-	(133,593)	(643,626)
Professional fees	4,000	3,543	21,732
Registration fees	-	-	300
Rent - equipment	7,186	45,368	27,911
Repairs and maintenance	129,531	73,831	147,400
Supplies	426,368	499,834	45,940
Telephone	3,000	2,552	10,490
Training	-	170	1,405
Travel, meetings, per diems	27,356	8,838	8,918
Utilities	38,620	50,460	55,907
Vehicle registration	4,919	-	-
Wages and benefits	154,909	209,892	94,813
Transfer to capital assets	-	(601,765)	-
	1,779,987	1,519,047	756,873
<b>Current surplus before unexpended funds</b>	173,559	648,914	233,944
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(262,999)	(421,136)
<b>Current surplus (deficit) before transfers</b>	173,559	385,915	(187,192)

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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Transfers</b>			
Transfer - Band Programs	-	203,643	252,835
Transfer - Depreciation	-	(388,718)	(364,425)
<b>Current surplus (deficit)</b>	<b>\$ 173,559</b>	<b>\$ 200,840</b>	<b>\$ (298,782)</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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ 43,515	\$ 43,515	\$ -
FHQ Tribal Council	33,369	33,369	33,369
Unexpended funds transferred - prior year	-	50	50
	<b>76,884</b>	<b>76,934</b>	<b>33,419</b>
<b>Expenses</b>			
Administration	3,337	3,337	3,337
Consultants and contractors	69,547	28,600	13,417
Professional fees	-	25,727	8,000
Travel, meetings, per diems	4,000	4,000	7,997
Tuition	-	-	3,825
	<b>76,884</b>	<b>61,664</b>	<b>36,576</b>
<b>Current surplus (deficit) before unexpended funds</b>	<b>-</b>	<b>15,270</b>	<b>(3,157)</b>
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	-	(50)
<b>Current surplus (deficit) before transfers</b>	<b>-</b>	<b>15,270</b>	<b>(3,207)</b>
<b>Transfers</b>			
Transfer - Band Programs	-	(12,500)	-
<b>Current surplus (deficit)</b>	<b>\$ -</b>	<b>\$ 2,770</b>	<b>\$ (3,207)</b>

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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ 918,582	\$ 918,582	\$ 468,459
Indigenous Services Canada - flexible	9,054	9,054	-
ISC - First Nations & Inuit Health Branch - fixed	16,106	16,106	-
Gain on disposal of assets	-	25,000	-
Unexpended funds transferred - prior year	-	44,278	24,605
	<b>943,742</b>	<b>1,013,020</b>	<b>493,064</b>
<b>Expenses</b>			
Administration	22,499	55,213	27,556
Child Nutrition	11,700	11,700	9,000
Consultants and contractors	13,608	25,678	3,450
Cultural programs	-	-	2,000
Equipment	10,000	111,750	-
Fuel	10,000	7,200	7,000
Graduation, awards, prizes	3,824	11,000	6,311
Insurance	750	1,440	1,242
Professional fees	-	17,000	15,575
Registration fees	364	500	2,323
Repairs and maintenance	1,791	278	3,923
Student allowance	111,000	168,296	149,966
Student transportation	1,000	-	1,300
Supplies	138,988	11,200	12,848
Training	-	-	2,800
Travel, meetings, per diems	3,000	2,310	8,566
Tuition	431,314	407,320	89,369
Wages and benefits	186,238	176,532	170,192
Transfer to capital assets	-	(111,750)	-
	<b>946,076</b>	<b>895,667</b>	<b>513,421</b>
<b>Current surplus (deficit) before unexpended funds</b>	<b>(2,334)</b>	<b>117,353</b>	<b>(20,357)</b>
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(61,841)	(44,278)
<b>Current surplus (deficit) before transfers</b>	<b>(2,334)</b>	<b>55,512</b>	<b>(64,635)</b>
<b>Transfers</b>			
Transfer - Depreciation	-	(16,828)	-
<b>Current surplus (deficit)</b>	<b>\$ (2,334)</b>	<b>\$ 38,684</b>	<b>\$ (64,635)</b>

The accompanying notes are an integral part of the financial statements

**Schedule #4**  
**Nekaneet First Nation**  
**Indigenous Government Support**  
**Schedule of Operations**  
*For the year ended March 31, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
Indigenous Services Canada - grant	\$ 235,030	\$ 235,030	\$ 235,030
Indigenous Services Canada - flexible	5,884	5,884	5,884
Other revenue	5,884	6,578	16,608
Administration fees - internal allocation	52,878	183,282	79,124
	<b>299,676</b>	<b>430,774</b>	<b>336,646</b>
<b>Expenses</b>			
Consultants and contractors	75,000	5,666	31,989
Fuel	-	5,032	5,706
Governance	-	-	10,249
Honorariums	273,000	273,300	294,450
Insurance	3,600	22,269	19,693
Interest and bank charges	300	10,770	21,034
Professional fees	42,000	167,925	176,535
Registration fees	-	-	200
Rent - equipment	-	7,708	2,716
Repairs and maintenance	5,000	2,256	9,898
Supplies	2,500	17,826	11,137
Telephone	5,000	6,842	1,023
Training	-	795	1,399
Travel, meetings, per diems	75,000	48,438	79,766
Wages and benefits	129,321	126,095	134,590
	<b>610,721</b>	<b>694,922</b>	<b>800,385</b>
<b>Current deficit before transfers</b>	<b>(311,045)</b>	<b>(264,148)</b>	<b>(463,739)</b>
<b>Transfers</b>			
Transfer - Band programs	-	-	27,000
Transfer - Depreciation	-	(3,527)	(5,164)
<b>Current deficit</b>	<b>\$ (311,045)</b>	<b>\$ (267,675)</b>	<b>\$ (441,903)</b>

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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ 37,082	\$ 37,082	\$ 27,269
Indigenous Services Canada - set	16,728	16,728	25,353
Indigenous Services Canada - flexible	634,797	457,111	216,425
Unexpended funds transferred - prior year	-	50,581	40,843
	<b>688,607</b>	<b>561,502</b>	<b>309,890</b>
<b>Expenses</b>			
Administration	2,500	16,921	-
Assistance	287,048	258,851	143,936
Consultants and contractors	20,336	31,909	3,886
Cultural programs	26,164	25,300	-
Fuel	9,543	2,502	370
Home to work transition	-	529	6,386
Interest and bank charges	-	-	31
Professional fees	-	2,706	-
Program expenses	22,728	36,819	23,172
Registration fees	-	-	1,625
Repairs and maintenance	-	769	-
Supplies	60,084	39,235	33,661
Telephone	1,431	-	210
Training	29,017	31,852	459
Travel, meetings, per diems	950	1,305	2,462
Utilities	5,000	4,911	500
Wages and benefits	49,676	44,307	56,720
	<b>514,477</b>	<b>497,916</b>	<b>273,418</b>
<b>Current surplus before unexpended funds</b>	<b>174,130</b>	<b>63,586</b>	<b>36,472</b>
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(70,230)	(50,581)
<b>Current deficit</b>	<b>\$ 174,130</b>	<b>\$ (6,644)</b>	<b>\$ (14,109)</b>

The accompanying notes are an integral part of the financial statements

**Schedule #6**  
**Nekaneet First Nation**  
**Registration and Membership**  
**Schedule of Operations**  
*For the year ended March 31, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ 5,000	\$ 5,000	\$ 5,000
<b>Expenses</b>			
Supplies	- -	146	40
Travel, meetings, per diems	- -	878	-
Wages and benefits	5,000	3,096	5,077
	5,000	4,120	5,117
<b>Current surplus (deficit)</b>	<b>\$ -</b>	<b>\$ 880</b>	<b>\$ (117)</b>

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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
Indigenous Services Canada - fixed	\$ 85,000	\$ 85,000	\$ 105,000
Indigenous Services Canada - flexible	305,677	348,177	95,018
Unexpended funds transferred - prior year	11,481	76,499	-
	<b>402,158</b>	<b>509,676</b>	<b>200,018</b>
<b>Expenses</b>			
Administration	6,375	-	7,000
Consultants and contractors	190,524	103,996	200
Cultural programs	32,274	22,150	1,300
Fuel	2,000	1,950	1,300
Honorariums	3,000	2,000	-
Rent - office	-	-	4,800
Supplies	116,648	144,046	2,449
Training	18,511	70,111	39,702
Travel, meetings, per diems	5,000	5,535	16,270
Wages and benefits	53,375	54,966	54,014
Transfer to capital assets	-	(1,232)	-
	<b>427,707</b>	<b>403,522</b>	<b>127,035</b>
<b>Current surplus before unexpended funds</b>	<b>(25,549)</b>	<b>106,154</b>	<b>72,983</b>
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(106,955)	(76,499)
<b>Current deficit</b>	<b>\$ (25,549)</b>	<b>\$ (801)</b>	<b>\$ (3,516)</b>

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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
ISC - First Nations & Inuit Health Branch - fixed	\$ 6,500	\$ 111,120	\$ -
ISC - First Nations & Inuit Health Branch - set	104,620	-	124,437
ISC - FNIHB - flexible	1,063,782	1,102,331	303,364
ISC - FNIHB - prior period revenue (recovery)	-	-	(45,229)
Administration fees - internal allocation	20,665	27,295	25,581
Unexpended funds transferred - prior year	-	50,700	30,792
	<b>1,195,567</b>	<b>1,291,446</b>	<b>438,945</b>
<b>Expenses</b>			
Administration	47,062	58,795	24,447
Consultants and contractors	135,720	174,623	37,371
Cultural programs	157,456	241,220	27,315
Elders	-	-	100
Equipment	70,645	62,579	-
Fuel	5,000	3,847	-
Honorariums	-	-	300
Insurance	2,000	2,978	2,008
Interest and bank charges	1,080	-	657
Janitorial	250	780	103
Professional fees	60,500	81,400	15,900
Program expenses	20,332	924	6,278
Registration fees	-	96	100
Repairs and maintenance	10,620	5,974	5,106
Senior and youth activities	33,620	45,782	14,713
Supplies	278,164	173,322	30,773
Telephone	5,000	16,935	8,743
Training	61,679	46,016	21,112
Travel - medical transportation	12,000	7,661	44,484
Travel, meetings, per diems	31,863	41,382	31,536
Utilities	5,457	3,956	3,446
Vehicles	6,500	-	59,525
Wages and benefits	194,764	184,449	159,864
Transfer to capital assets	-	(62,579)	(62,401)
	<b>1,139,712</b>	<b>1,090,140</b>	<b>431,480</b>
<b>Current surplus before unexpended funds</b>	<b>55,855</b>	<b>201,306</b>	<b>7,465</b>
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(170,335)	(56,352)
<b>Current surplus (deficit) before transfers</b>	<b>55,855</b>	<b>30,971</b>	<b>(48,887)</b>

The accompanying notes are an integral part of the financial statements

**Schedule #8, continued**  
**Nekaneet First Nation**  
**Health Services**  
**Schedule of Operations**  
*For the year ended March 31, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Transfers</b>			
Transfer - Depreciation	-	(25,066)	(15,840)
<b>Current surplus (deficit)</b>	<b>\$ 55,855</b>	<b>\$ 5,905</b>	<b>\$ (64,727)</b>

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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
CMHC - subsidy	\$ 126,134	\$ 100,355	\$ 107,300
CMHC - RRAP	-	-	1,750
CMHC - HIIFNHY	-	29,120	14,100
CMHC - other	-	-	20,000
CMHC - HIIFNHY prior period revenue (recovery)	-	-	8,400
CMHC - OTJT - prior period revenue (recovery)	-	20,000	-
Interest revenue	-	152	31
Rental income	44,730	28,364	42,507
	170,864	177,991	194,088
<b>Expenses</b>			
Consultants and contractors	-	6,435	3,000
Equipment	-	5,913	4,000
Fuel	-	-	865
Insurance	25,000	24,261	28,307
Interest and bank charges	-	215	120
Long-term debt - CMHC mortgage interest	112,835	23,175	23,472
Professional fees	7,500	-	-
Repairs and maintenance	-	2,974	6,405
Replacement reserve allocation	20,000	-	-
Supplies	-	61,380	13,851
Travel, meetings, per diems	-	362	40
Wages and benefits	33,330	35,722	67,404
Transfer to capital assets	-	(144,480)	-
	198,665	15,957	147,464
<b>Current surplus before transfers</b>	(27,801)	162,034	46,624
<b>Transfers</b>			
Transfer - Depreciation	-	(72,896)	(72,896)
<b>Current surplus (deficit)</b>	\$ (27,801)	\$ 89,138	\$ (26,272)

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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>			
Indigenous Services Canada - flexible	\$ 18,277	\$ 18,277	\$ -
Trust funds held by federal government	121,000	177,537	260,561
FHQ Tribal Council	263,408	432,959	291,436
First Nation GST	324,916	313,641	400,903
First Nations Trust	-	123,625	167,027
Federation of Sovereign Indigenous Nations (FSIN)	-	5,274	-
Specific Claims Settlement Trust	280,000	432,639	288,182
Saskatchewan Indian Gaming Authority (SIGA)	-	-	9,000
Yorkton Tribal Council Child & Family Services	-	56,800	15,000
Living Sky Community Development Corporation	-	18,170	16,294
Government of Saskatchewan - tax rebate	30,000	16,263	70,212
Nekaneet First Nation Investment Holdings Limited	-	776,552	-
Keseechiwan Holdings - monetary benefit agreement	-	81,505	81,505
Keseechiwan Holdings - casino dividend	60,000	60,000	60,000
Casino Holdings Ltd - gaming development grant	-	-	75,000
TC Keystone Pipeline LP	-	386,000	35,309
Correctional Service Canada	-	160,598	71,658
Rental income	450,126	6,325	19,190
Interest revenue	-	33	16
Other revenue	-	200,203	35,723
Unexpended funds transferred - prior year	-	43,684	172,764
	1,547,727	3,310,085	2,069,780
<b>Expenses</b>			
Administration	25,241	45,324	29,916
Assistance	229,500	120,279	145,940
Bad debts (recovery)	-	5,596	-
Christmas program	94,000	190,450	211,910
Consultants and contractors	24,946	142,334	64,012
Cultural programs	10,500	102,465	105,717
Donations	-	-	2,800
Elders	-	142,710	137,950
Equipment	1,200	112,657	183,298
First Nations Trust	7,500	30,069	39,287
Fuel	6,000	1,882	1,825
Funeral assistance	9,500	-	1,900
Governance	-	19,215	53,222
Honorariums	-	250	-
Insurance	1,800	2,570	4,816
Interest and bank charges	203,000	1,465	4,171
Long-term debt - interest	216,000	80,350	100,688
Nekaneet First Nation Investment Holdings Limited	-	869,052	-
Per capita distribution	-	24,066	21,546

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, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
Professional fees	54,000	114,667	3,457
Program expenses	-	3,985	9,000
Property taxes	-	-	62,310
Registration fees	-	-	3,100
Rent - office	6,000	9,600	13,061
Repairs and maintenance	1,000	41,764	30,482
Supplies	24,117	192,515	49,858
Taxes	-	1,940	9,875
Telephone	1,068	718	1,431
Training	16,154	29,291	27,085
Travel, meetings, per diems	6,500	25,983	65,530
Utilities	-	613	-
Wages and benefits	179,659	192,813	157,808
Unexpended funds - prior period adjustment	-	(5,652)	33,067
Loss (gain) on disposal of capital assets	-	-	3,118
Transfer to capital assets	-	(135,735)	(184,073)
	1,117,685	2,363,236	1,394,107
<b>Current surplus before unexpended funds</b>	<b>430,042</b>	<b>946,849</b>	<b>675,673</b>
<b>Unexpended funds</b>			
Unexpended funds transferred to deferred revenue	-	(430,251)	(43,684)
<b>Current surplus before transfers</b>	<b>430,042</b>	<b>516,598</b>	<b>631,989</b>
<b>Transfers</b>			
Transfer - Indigenous Government Support	-	-	(27,000)
Transfer - Community Development	-	(203,643)	(252,835)
Transfer - Economic Development	-	12,500	-
Transfer - Depreciation	-	(46,310)	(24,439)
<b>Current surplus</b>	<b>\$ 430,042</b>	<b>\$ 279,145</b>	<b>\$ 327,715</b>

The accompanying notes are an integral part of the financial statements

**Schedule #11**  
**Nekaneet First Nation**  
**Depreciation**  
**Schedule of Operations**  
*For the year ended March 31, 2021*

	2021 Budget (unaudited)	2021 Actual	2020 Actual
<b>Revenue</b>	\$ -	\$ -	\$ -
<b>Expenses</b>			
Community Development	-	388,718	364,426
Education	-	16,828	-
Indigenous Government Support	-	3,527	5,163
Health Services	-	25,066	15,840
CMHC Operations	-	72,896	72,896
Band Programs	-	46,310	24,439
	-	553,345	482,764
<b>Current deficit before transfers</b>	-	(553,345)	(482,764)
<b>Transfers</b>			
Transfer - Programs	-	553,345	482,764
<b>Current surplus</b>	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements