

**Muscowpetung First Nation  
Consolidated Financial Statements  
March 31, 2014**

**Muscowpetung First Nation**  
**Consolidated Financial Statements**  
*March 31, 2014*

	<i>Page</i>
<b>Management's Responsibility for Financial Reporting</b>	1
<b>Independent Auditors' Report</b>	2
<b>Financial Statements</b>	
Consolidated Statement of Financial Position.....	3
Consolidated Statement of Operations .....	4
Consolidated Statement of Accumulated Surplus.....	5
Consolidated Statement of Change in Net Debt.....	6
Consolidated Statement of Cash Flows.....	7
Notes to Consolidated Financial Statements.....	8 - 24
<b>Program Schedules</b>	
Claims and Indian Government.....	25
Community Development.....	26
Economic Development.....	27
Education.....	28
Indian Government Support.....	29
Land Management.....	30
Social Development.....	31
Indian Registration.....	32
Health Programs.....	33
CMHC Operations .....	34
Other Band Programs.....	35
Amortization.....	36

**Muscowpetung First Nation**  
**Management's Responsibility for Financial Reporting**  
*March 31, 2014*

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

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

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

The Chief and Council review and approve the financial statements for issuance to Band members. The Chief and Council meet periodically with management, as well as external auditors, to discuss internal controls over the financial reporting process, auditing matters, and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the financial statements and the external auditor's report.

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

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Muscowpetung First Nation

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Date

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

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## **Independent Auditors' Report**

To the Members of  
**Muscowpetung First Nation**

We have audited the accompanying consolidated financial statements of Muscowpetung First Nation, which comprise the consolidated statement of financial position as at March 31, 2014, and the consolidated statements of operations, accumulated surplus, change in net debt, cash flows and the related schedules for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Consolidated Financial Statements*

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

### *Auditor's Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the First Nation's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the First Nation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Muscowpetung First Nation as at March 31, 2014, and the results of its operations, accumulated surplus, the changes in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

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**Regina, Saskatchewan**  
**October 20, 2014**

**Certified Management Accountants**

**Muscowpetung First Nation**  
**Consolidated Statement of Financial Position**  
*March 31, 2014*

	2014	2013
		Restated
<b>Financial Assets</b>		
Restricted cash (Note 3)	\$ 286,983	\$ 119,020
Accounts receivable (Note 4)	105,719	35,543
Due from Muscowpetung Legacy Trust (Note 18)	-	429,482
Portfolio investments (Note 5)	60,000	60,000
<u>Trust funds held by federal government (Note 6)</u>	<u>6,022</u>	<u>5,855</u>
	458,724	649,900
<b>Liabilities</b>		
Bank indebtedness (Note 3 and 7)	412,845	83,317
Accounts payable (Note 8)	1,907,370	1,367,675
Deferred revenue - unexpended funds (Note 9)	14,950	-
Deferred revenue (Note 10)	218,320	48,503
Current portion of long-term debt (Note 11)	437,635	382,459
Current portion of CMHC mortgages (Note 12)	113,866	57,395
Long-term debt (Note 11)	384,305	4,036,391
<u>CMHC mortgages (Note 12)</u>	<u>2,716,739</u>	<u>1,834,706</u>
	6,206,030	7,810,446
<b>Net debt</b>	<b>(5,747,306)</b>	<b>(7,160,546)</b>
<b>Non-financial Assets</b>		
<u>Capital assets (Note 13)</u>	<u>5,930,840</u>	<u>5,112,184</u>
<u>Accumulated Deficit (Note 14)</u>	<u>\$ 183,534</u>	<u>\$ (2,048,362)</u>

**Approved on behalf of Muscowpetung First Nation:**

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

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

**Muscowpetung First Nation**  
**Consolidated Statement of Operations**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Restated
<b>Revenue</b>			
AANDC - grant contribution	\$ 318,905	\$ 318,905	\$ 318,905
AANDC - fixed contribution	1,612,318	1,612,318	1,602,444
AANDC - set contribution	1,076,866	1,077,366	1,074,630
AANDC - flexible contribution	515,900	515,900	10,000
AANDC - prior period revenue (recovery)	-	(4,337)	119,080
AANDC - current year receivable (payable)	-	(176,216)	(88,924)
Health Canada	341,840	341,840	331,710
Health Canada recovery	-	(69,207)	(11,765)
Government of Saskatchewan	118,600	-	118,610
CMHC	88,000	134,452	87,998
First Nations Trust	492,000	478,868	491,642
FHQ Tribal Council	240,724	172,740	239,668
Keseechiwan Holdings LP dividend	60,000	60,000	60,000
Living Sky CDC	2,400	53,040	2,461
Interest earned	3,239	2,800	3,285
Muscowpetung Legacy Trust	429,500	4,103,199	429,482
Rental income (CMHC houses)	68,000	1,035	68,029
Administration fees - internal allocation	-	45,155	50
Insurance proceeds	-	-	8,420
Other revenue	136,400	131,196	179,324
Unexpended funds transferred - prior year	-	-	38,136
Deferred revenue - prior year	22,453	48,503	794,115
Deferred revenue - current year	-	(218,320)	(48,503)
	5,527,145	8,629,237	5,828,797
<b>Expenses</b>			
Claims and Indian Government (Schedule 1)	461,800	764,728	461,920
Community Development (Schedule 2)	1,401,300	1,302,820	1,418,012
Economic Development (Schedule 3)	72,300	8,290	86,812
Education (Schedule 4)	1,198,950	1,183,221	1,199,402
Indian Government Support (Schedule 5)	1,386,600	1,338,937	1,362,006
Land Management (Schedule 6)	-	-	20,550
Social Development (Schedule 7)	708,000	622,909	836,777
Indian Registration (Schedule 8)	13,300	10,689	13,287
Health Programs (Schedule 9)	358,750	373,058	360,875
CMHC Operations (Schedule 10)	68,700	86,845	68,826
Other Band Programs (Schedule 11)	446,700	316,075	542,178
Amortization (Schedule 12)	-	374,819	218,908
	6,116,400	6,382,391	6,589,553
<b>Current surplus (deficit) before unexpended transfers</b>	<b>(589,255)</b>	<b>2,246,846</b>	<b>(760,756)</b>
<b>Unexpended transfers</b>			
Unexpended funds transferred to deferred revenue	-	(14,950)	-
<b>Current surplus (deficit)</b>	<b>\$ (589,255)</b>	<b>\$ 2,231,896</b>	<b>\$ (760,756)</b>

The accompanying notes are an integral part of the financial statements

**Muscowpetung First Nation**  
**Consolidated Statement of Accumulated Surplus**  
*For the year ended March 31, 2014*

	2014	2013
<b>Deficit at beginning of year</b>	\$ (2,048,362)	\$ (1,287,606)
<b>Current surplus (deficit)</b>	2,231,896	(760,756)
<b>Surplus (deficit) at end of year</b>	<b>\$ 183,534</b>	<b>\$ (2,048,362)</b>

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The accompanying notes are an integral part of the financial statements

**Muscowpetung First Nation**  
**Consolidated Statement of Change in Net Debt**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Restated
<b>Current surplus (deficit)</b>	\$ (589,255)	\$ 2,231,896	\$ (760,756)
Acquisition of tangible capital assets	(1,200,000)	(1,193,475)	(989,798)
<u>Amortization of tangible capital assets</u>	<u>300,000</u>	<u>374,819</u>	<u>218,907</u>
	(900,000)	(818,656)	(770,891)
Decrease in net financial assets	(1,489,255)	1,413,240	(1,531,647)
<b>Net debt at beginning of year</b>	<b>-</b>	<b>(7,160,546)</b>	<b>(5,628,899)</b>
<b>Net debt at end of year</b>	<b>\$ -</b>	<b>\$ (5,747,306)</b>	<b>\$ (7,160,546)</b>

The accompanying notes are an integral part of the financial statements

**Muscowpetung First Nation**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2014*

	2014	2013
<b>Cash flows from Operating activities</b>		
Current surplus (deficit)	\$ 2,231,896	\$ (760,756)
Items not affecting cash		
Amortization	374,819	218,907
	2,606,715	(541,849)
Change in non-cash operating working capital		
Accounts receivable	(70,176)	213,722
Accounts payable	539,695	436,694
Deferred revenue - unexpended funds	14,950	(38,136)
Deferred revenue	169,817	(745,612)
	3,261,001	(675,181)
<b>Capital activities</b>		
Capital asset purchases	(1,193,475)	(989,799)
<b>Financing activities</b>		
Long-term debt - proceeds	123,607	4,990,392
Long-term debt - repaid	(3,720,517)	(3,316,193)
CMHC mortgages - advances	1,014,305	-
CMHC mortgages - repaid	(75,801)	(58,951)
	(2,658,406)	1,615,248
<b>Investing activities</b>		
Ottawa Trust Funds	(167)	(134)
Muscowpetung Legacy Trust	429,482	(429,482)
	429,315	(429,616)
<b>Decrease in cash and cash equivalents</b>	(161,565)	(479,348)
<b>Cash and cash equivalents, beginning of year</b>	35,703	515,051
<b>Cash and cash equivalents, end of year</b>	\$ (125,862)	\$ 35,703
<b>Represented by</b>		
Cash	\$ (412,845)	\$ (83,317)
Restricted cash	286,983	119,020
	\$ (125,862)	\$ 35,703

The accompanying notes are an integral part of the financial statements

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**1. General**

The Muscowpetung First Nation is an Indian Band subject to the provisions of the Indian Act. These financial statements include the Muscowpetung 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 of the Canadian Institute of Chartered Accountants.

**(a) Reporting entity**

The Muscowpetung First Nation reporting entity includes the Muscowpetung 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 Muscowpetung 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 Muscowpetung First Nation.

There are no entities included on a consolidated basis or modified equity basis.

**(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.

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
March 31, 2014

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

**(f) Tangible capital assets**

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

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

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

Buildings	25 years Straight line
Equipment - maintenance and office	5 years Straight line
Equipment - vehicles	4 years Straight line
Infrastructure	40 years Straight line
Houses	20 years Straight line

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

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

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

**(g) Use of estimates**

The preparation of 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.

**(h) 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.

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

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

**(i) 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."

**(j) 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.

**(k) Expense recognition**

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

**(l) Comparative figures**

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

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**3. Cash and cash equivalents**

(I) The CMHC agreements require that funds to cover future repairs to CMHC houses be maintained in a separate bank account. Under the terms of the agreement with Canada Mortgage and Housing Corporation, Muscowpetung 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.

(II) Monies received relating to the flood claim settlement are held in a lawyer's trust account. Monies are dispersed from this trust account as per the conditions specified in the funding agreement.

(III) Capital projects are managed by a project manager. The bank accounts are maintained by the project manager for use specifically for these projects.

Cash and cash equivalents is comprised of the following:

	2014	2013
<b>Cash</b>		
Social development	\$ 9,081	\$ (18,610)
Gaming	248	11,637
CMHC operating	379	7,556
Health	(15,306)	(4,597)
Operating	(407,234)	(238,306)
Other	(13)	(20)
Housing projects	-	159,023
	<hr/> (412,845)	<hr/> (83,317)
<b>Restricted cash</b>		
CMHC replacement reserve term deposits	97,000	97,000
School capital project	139,807	(413)
Flood repair capital project	50,189	22,453
CMHC replacement reserve	(13)	(20)
	<hr/> 286,983	<hr/> 119,020
<b>Trust funds held by federal government</b>		
Trust funds held by federal government	6,022	5,855
	<hr/> \$ (119,840)	<hr/> \$ 41,558

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**4. Accounts receivable**

	2014	2013
<b>Due from members</b>		
Advances	\$ 107,975	\$ 104,813
<b>Due from others</b>		
FHQ Tribal Council	15,039	7,000
<b>Due from government and other government organizations</b>		
AANDC	51,704	21,719
Health Canada	23,768	-
CMHC	14,333	6,824
	<hr/> 89,805	<hr/> 28,543
Allowance for doubtful accounts	212,819 (107,100)	140,356 (104,813)
	<hr/> \$ 105,719	<hr/> \$ 35,543

**5. Portfolio investments**

	2014	2013
Keseechiwan Holdings LP (8.3% interest)	<hr/> \$ 60,000	<hr/> \$ 60,000

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

The Ottawa trust funds are derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the consolidated revenue fund of the Government of Canada. The management of these funds is primarily governed by Section 63 to 69 of the Indian Act.

	2014	2014	2014	2013
	Revenue	Capital	Total	Total
Surplus, beginning of year	\$ 1,080	\$ 4,775	\$ 5,855	\$ 5,721
Interest earnings	167	-	167	134
<b>Surplus, end of year</b>	<hr/> \$ 1,247	<hr/> \$ 4,775	<hr/> \$ 6,022	<hr/> \$ 5,855

**7. Bank indebtedness**

The First Nation had an approved line of credit of \$950,000 at an interest rate of 24% on March 31, 2014; the balance in the general account as confirmed by the bank was \$184,127 overdrawn and there were cheques issued in excess of deposits totaling \$223,108.

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**8. Accounts payable**

	2014	2013
<b>Due to others</b>		
FHQ Tribal Council	\$ 48,975	\$ 47,285
FHQ Developments Inc.	31,020	31,020
Pension	13,343	10,801
Group insurance	-	8,980
General suppliers	1,215,536	892,413
	<hr/>	<hr/>
	1,308,874	990,499
<b>Due to government and other government organizations</b>		
AANDC	379,661	284,075
Health Canada	27,990	-
CRA	190,845	93,101
	<hr/>	<hr/>
	598,496	377,176
	<hr/>	<hr/>
	<hr/>	<hr/>
	\$ 1,907,370	\$ 1,367,675

**9. Deferred revenue - unexpended funds**

AANDC funding agreements stipulate the terms and conditions that apply to situations where revenue received exceeds expenditures. Depending on the funding arrangement the unexpended funds may be retained by the recipient, repaid to AANDC, deferred to the following year, or transferred to another AANDC 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" on the financial statements.

	2014	2013
Prevention projects	\$ 14,950	\$ -
<b>Total</b>	<hr/>	<hr/>

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**10. Deferred revenue**

	March 31, 2013	Funding received, 2014	Revenue recognized, 2014	March 31, 2014
<b>Federal government</b>				
School capital	\$ -	\$ 366,957	\$ (226,938)	\$ 140,019
Flood road repairs	22,453	250,237	(225,753)	46,937
Lagoon repairs	-	50,000	(44,686)	5,314
	<hr/>	<hr/>	<hr/>	<hr/>
	22,453	667,194	(497,377)	192,270
<b>Other</b>				
Qu'Appelle Beardy's Okemasis CFS	26,050	-	-	26,050
	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 48,503	\$ 667,194	\$ (497,377)	\$ 218,320

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**11. Long-term debt**

	2014	2013
Peace Hills Trust #6 - consolidation Term loan - bearing interest at 5.00%, annual blended payment of \$51,000 , maturing August 1, 2015. Secured by assignment of Economic Development funding and Gaming revenue.	\$ 92,917	\$ 138,305
Peace Hills Trust #14 - debt consolidation Term loan bearing interest at 5.0%, quarterly blended payment of \$90,000 and annual payment of \$50,000 - maturing October 1, 2014. Secured by general security agreement with specific interest in the First Nations Legacy Trust and AANDC funding as well as various chattel mortgages on band equipment and collateral assignment of CMHC replacement reserve GICs.	729,023	4,280,545
<u>Less current portion</u>	<u>821,940</u>	<u>4,418,850</u>
	<u>437,635</u>	<u>382,459</u>
	<u><u>\$ 384,305</u></u>	<u><u>\$ 4,036,391</u></u>

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

2015	\$ 437,635	
2016	384,305	
	<u><u>\$ 821,940</u></u>	
		2014
<u>Interest expense for the year on long-term debt</u>	<u><u>\$ 225,622</u></u>	<u><u>\$ 228,098</u></u>

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**12. CMHC mortgages**

	Phase number	Maturity date	Interest rate	Monthly payment	2014	2013
CMHC	1	01/02/2015	2.65%	\$ 2,158	\$ 242,707	\$ 261,676
CMHC	2	01/06/2017	1.65%	1,437	171,263	185,254
CMHC	3	01/08/2014	2.23%	3,521	687,639	714,376
CMHC	4	01/09/2018	2.35%	5,507	1,235,113	477,953
CMHC	5	01/09/2018	2.35%	2,203	493,883	252,842
					2,830,605	1,892,101
<u>Less current portion</u>					113,866	57,395
<u>Total</u>					<u>\$ 2,716,739</u>	<u>\$ 1,834,706</u>

**13. Tangible capital assets**

		Cost	Additions	Accumulated amortization	2014	Net book value
Buildings	\$ 121,026	\$ -	\$ 84,056	\$ 36,970		
Equipment	275,554	-	275,554			-
Store equipment	140,918	-	50,730	90,188		
Equipment	561,194	-	510,394	50,800		
CMHC - houses	4,933,809	1,193,475	1,090,277	5,037,007		
Infrastructure assets	1,047,500	-	331,625	715,875		
<u>Total</u>	<u>\$ 7,080,001</u>	<u>\$ 1,193,475</u>	<u>\$ 2,342,636</u>	<u>\$ 5,930,840</u>		

		Cost	Additions	Accumulated amortization	2013	Net book value
Buildings	\$ 121,026	\$ -	\$ 74,810	\$ 46,216		
Equipment	275,554	-	206,667	68,888		
Store equipment	140,918	-	35,699	105,219		
Equipment	561,194	-	484,994	76,200		
CMHC - houses	3,944,010	989,799	842,888	4,090,921		
Infrastructure assets	1,047,500	-	322,759	724,741		
<u>Total</u>	<u>\$ 6,090,202</u>	<u>\$ 989,799</u>	<u>\$ 1,967,817</u>	<u>\$ 5,112,185</u>		

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**14. Accumulated deficit**

	2014	2013
<b>Restricted</b>		
AANDC Trust Funds	\$ 6,022	\$ 5,855
Capital assets	3,100,235	3,220,083
CMHC reserves	377,897	290,419
	<hr/> 3,484,154	<hr/> 3,516,357
<b>Unrestricted</b>		
Operating	<hr/> (3,300,620)	<hr/> (5,564,719)
	<hr/> \$ 183,534	<hr/> \$ (2,048,362)

**15. Current year summary of surplus (deficit) by segment**

	Revenue	Expenditures	Transfers	Surplus (deficit)
Claims and Indian Government	\$ 4,103,199	\$ 764,728	\$ -	\$ 3,338,471
Community Development	1,256,052	1,302,819	(43,510)	(90,277)
Economic Development	51,000	8,290	(15,031)	27,679
Education	1,136,646	1,183,221	(61,389)	(107,964)
Indian Government Support	626,929	1,338,937	-	(712,008)
Social Development	516,213	622,910	-	(106,697)
Indian Registration	9,732	10,689	-	(957)
Health Programs	292,174	373,058	(7,500)	(88,384)
CMHC Operations	137,806	86,845	(247,389)	(196,428)
Other Band Programs	484,535	316,076	-	168,459
Amortization	-	374,819	374,819	-
	<hr/> \$ 8,614,286	<hr/> \$ 6,382,392	<hr/> \$ -	<hr/> \$ 2,231,894

# Muscowpetung First Nation

## Notes to Consolidated Financial Statements

March 31, 2014

## 16. AANDC Reconciliation

	2014	2013
<b>AANDC confirmation</b>	\$ 37,661,881	\$ 3,069,179
Specific Claims settlement (in trust)	(34,119,373)	-
<b>Receivable (payable) - prior year</b>		
Basic Needs	-	67,879
Band Employee Benefits	(18,019)	-
P&ID - MAP	(4,337)	-
Community Development	-	(12,000)
<b>Receivable (payable) - current year</b>		
Band Employee Benefits	(10,471)	18,019
Special Needs	(44,919)	(25,899)
Basic Needs	(68,523)	(79,301)
NCBR	(51,803)	-
ECIP	(500)	-
In Home Care	-	(1,743)

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**17. Government Transfers**

	2014		
	Operating	Capital	Total
<b>Federal government transfers</b>			
Aboriginal Affairs and Northern Development Canada	\$ 2,828,036	\$ 515,900	\$ 3,343,936
Health Canada	272,633	-	272,633
Canada Mortgage and Housing Corporation	134,452	-	134,452
<b>Total</b>	<b>3,235,121</b>	<b>515,900</b>	<b>3,751,021</b>
<b>Provincial government transfers</b>			
	<b>\$ 3,235,121</b>	<b>\$ 515,900</b>	<b>\$ 3,751,021</b>
	2013		
	Operating	Capital	Total
<b>Federal government transfers</b>			
Aboriginal Affairs and Northern Development Canada	\$ 3,026,135	\$ 10,000	\$ 3,036,135
Health Canada	319,945	-	319,945
Canada Mortgage and Housing Corporation	87,998	-	87,998
<b>Total</b>	<b>3,434,078</b>	<b>10,000</b>	<b>3,444,078</b>
<b>Provincial government transfers</b>	<b>118,610</b>	<b>-</b>	<b>118,610</b>
	<b>\$ 3,552,688</b>	<b>\$ 10,000</b>	<b>\$ 3,562,688</b>

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**18. Trusts under administration**

Muscowpetung First Nation finalized a settlement agreement with the Government of Canada and a trust agreement with Peace Hills Trust Company (PHT).

Muscowpetung First Nation holds assets in trust; these assets are managed by an appointed trustee and are not included on the statement of financial position as assets of Muscowpetung First Nation.

The following is provided for information purposes only, as audited financial statements for the Legacy Trust will not be available until after December 31, 2014, the first fiscal year end of the Trust.

	2014
Muscowpetung First Nation Legacy Trust settlement	\$ 34,119,373
Monies owed to the Government of Canada previously advanced for settlement	(3,475,955)
negotiation costs	(1,072,520)
Claim settlement costs	(3,782,681)
Monies paid to Peace Hills Trust	(750,000)
Monies approved for per capita distribution - March 2014	(1,550,000)
Monies approved for per capita distribution - April 2014	(200,000)
	<hr/>
	\$ 23,288,217

**19. Economic dependence**

Muscowpetung First Nation receives a significant portion of its revenue pursuant to a funding arrangement with Aboriginal Affairs and Northern Development Canada and Health and Welfare Canada.

**20. Contingent liabilities**

Muscowpetung 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, Muscowpetung 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 Muscowpetung First Nation's financial statements.

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**21. Contractual Obligations**

The nature of Muscowpetung 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. Significant contractual obligations that can be reasonably estimated are summarized as follows:

	2014
	Monthly
Konica Minolta - office equipment - band - through March 2017	\$ 668
Konica Minolta - office equipment - health centre - through March 2017	381
<hr/>	
<b>Total</b>	<b>\$ 1,049</b>

**22. Employee benefit obligations**

**Pension plan**

Muscowpetung First Nation provides a defined contribution plan for eligible members of its staff. Members are required to contribute a percentage of their basic salary; Muscowpetung First Nation matches the employee contributions. Muscowpetung First Nation does not have any other obligations with regards to the pension plan as at March 31, 2014.

**23. Subsequent events**

In April 2014 the First Nation received \$1,550,000 from the Legacy Trust to complete the per capita distributions to members as per the Trust agreement.

**24. Budgeted figures**

Budgeted figures are unaudited and have been provided for comparison purposes.

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
March 31, 2014

**25. Segmented information**

**1) Aboriginal Affairs and Northern Development Canada (AANDC)**

**Claims and Indian Government:**

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

**Community Development:**

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

**Economic Development:**

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

**Education:**

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

**Indian Government Support:**

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

**Land Management:**

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

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**25. Segmented information, continued**

**Social Development:**

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

**Indian Registration:**

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

**Governance and Institutions of Government:**

Costs associated with Governance and Institution of Government activities.

**2) Health Programs (FNIHB)**

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

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

**3) Canada Mortgage and Housing Corporation (CMHC)**

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

**4) Band programs**

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

**Muscowpetung First Nation**  
**Notes to Consolidated Financial Statements**  
*March 31, 2014*

**26. Expenses by object**

	2014 Budget	2014 Actual	2013 Actual
Administration	\$ 147,500	\$ 63,960	\$ 147,724
Amortization	-	374,819	218,908
Assistance to band members	319,900	237,412	400,733
Bad debts	14,000	-	13,896
Consultants and contractors	2,235,050	2,420,515	2,253,468
Cultural programs	18,900	7,398	18,911
Equipment purchases	14,300	40,085	25,272
Governance activities	50,500	58,400	50,522
Fuel	80,100	59,957	80,106
Graduation, awards, prizes	1,650	450	1,684
Honorariums	255,700	187,640	255,815
Insurance	39,000	38,957	39,099
Mortgage payments - principle and interest	86,000	131,060	86,157
Mortgage payments - principle repaid	(59,000)	(58,885)	(58,950)
Long term debt - principle and interest	291,200	3,901,258	315,872
Long term debt - principle repaid	-	(3,675,636)	(87,774)
Membership assistance - ineligible expenditures	-	-	105,980
Other expenses	54,600	20,717	54,976
Per capita distribution	-	751,200	-
Professional fees	302,100	78,946	314,562
Program expenses	32,900	63,516	32,875
Ratification vote	172,600	-	172,621
Recreational activities	21,300	-	21,309
Equipment rental/lease	54,900	61,324	56,176
Repairs and maintenance	89,050	63,829	89,406
Bank charges and interest	85,300	175,541	108,176
Social assistance - basic needs	437,200	401,837	437,211
Social assistance - special needs	25,200	25,184	47,787
Student allowance	194,600	234,478	194,284
Student incentives	5,500	6,130	5,647
Student tuition	146,000	163,346	146,001
Supplies	234,100	137,651	236,497
Telephone	25,000	26,259	24,926
Training	175,100	59,810	176,953
Travel, meetings, per diems	183,600	214,259	207,942
Utilities	98,900	117,210	98,984
Wages and benefits	1,231,850	1,139,135	1,243,850
Youth	41,800	48,104	41,746
Transfer to capital assets	(990,000)	(1,193,475)	(989,799)
	<hr/>	<hr/>	<hr/>
	\$ 6,116,400	\$ 6,382,391	\$ 6,589,553

**Schedule #1**  
**Muscowpetung First Nation**  
**Claims and Indian Government**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
Muscowpetung Legacy Trust	\$ 429,500	\$ 4,103,199	\$ 429,482
Deferred revenue - prior year	-	-	32,438
	<b>429,500</b>	<b>4,103,199</b>	<b>461,920</b>
<b>Expenses</b>			
Administration	19,000	-	19,000
Assistance to band members	600	-	650
Bank charges	100	-	115
Consultants and contractors	39,100	12,792	39,154
Long term debt - principle payment	-	3,675,636	-
Long term debt - principle repaid	-	(3,675,636)	-
Other expenses	2,800	-	2,800
Per capita distribution	-	751,200	-
Professional fees	227,600	-	227,580
Ratification vote	172,600	-	172,621
Telephone	-	736	-
	<b>461,800</b>	<b>764,728</b>	<b>461,920</b>
<b>Current surplus</b>	<b>(32,300)</b>	<b>3,338,471</b>	<b>-</b>
<b>Deficit at beginning of year</b>	<b>-</b>	<b>(89,340)</b>	<b>(89,340)</b>
<b>Surplus (deficit) at end of year</b>	<b>\$ -</b>	<b>\$ 3,249,131</b>	<b>\$ (89,340)</b>

The accompanying notes are an integral part of the financial statements

**Schedule #2**  
**Muscowpetung First Nation**  
**Community Development**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - fixed contribution	\$ 625,094	\$ 625,094	\$ 623,232
AANDC - set contribution	270,250	270,250	74,050
AANDC - flexible contribution	515,900	515,900	10,000
AANDC - prior period revenue (recovery)	-	-	(12,000)
FHQ Tribal Council	68,000	8,039	68,928
Living Sky CDC	2,400	-	2,461
Interest earned	900	293	825
Government of Saskatchewan	118,600	-	118,610
Other revenue	65,000	6,293	77,669
Deferred revenue - prior year	22,453	22,453	761,677
Deferred revenue - current year	-	(192,270)	(22,453)
	<b>1,688,597</b>	<b>1,256,052</b>	<b>1,702,999</b>
<b>Expenses</b>			
Administration	5,800	-	5,746
Bank charges	-	34	-
Consultants and contractors	1,909,850	2,165,784	1,926,256
Equipment rental/lease	45,000	55,023	45,029
Fuel	48,600	16,189	48,574
Interest on long term debt	9,100	5,612	9,073
Other expenses	-	675	-
Repairs and maintenance	51,450	50,388	51,495
Student tuition	2,900	998	2,967
Supplies	115,300	27,747	115,292
Telephone	3,300	2,767	3,302
Training	1,900	800	1,930
Travel, meetings, per diems	12,250	3,311	12,248
Utilities	67,800	61,862	67,885
Wages and benefits	118,050	105,104	118,013
Transfer to capital assets	(990,000)	(1,193,475)	(989,799)
	<b>1,401,300</b>	<b>1,302,819</b>	<b>1,418,011</b>
<b>Current surplus (deficit)</b>	<b>287,297</b>	<b>(46,767)</b>	<b>284,988</b>
<b>Surplus (deficit) at beginning of year</b>	<b>-</b>	<b>39,393</b>	<b>(202,086)</b>
<b>Transfers</b>			
Transfer - Amortization	-	(43,510)	(43,509)
<b>Surplus (deficit) at end of year</b>	<b>\$ -</b>	<b>\$ (50,884)</b>	<b>\$ 39,393</b>

The accompanying notes are an integral part of the financial statements

**Schedule #3**  
**Muscowpetung First Nation**  
**Economic Development**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
FHQ Tribal Council	\$ 51,000	\$ 51,000	\$ 51,000
<b>Expenses</b>			
Assistance to band members	1,800	-	1,800
Consultants and contractors	70,500	-	70,500
Equipment rental/lease	-	-	1,269
Governance activities	-	7,200	-
Interest on overdue accounts	-	-	481
Supplies	-	-	2,423
Training	-	1,090	-
Travel, meetings, per diems	-	-	10,339
	72,300	8,290	86,812
<b>Current surplus (deficit)</b>	<b>(21,300)</b>	<b>42,710</b>	<b>(35,812)</b>
<b>Surplus at beginning of year</b>	<b>-</b>	<b>10,889</b>	<b>61,732</b>
<b>Transfers</b>			
Transfer - Amortization	-	(15,031)	(15,031)
<b>Surplus at end of year</b>	<b>\$ -</b>	<b>\$ 38,568</b>	<b>\$ 10,889</b>

The accompanying notes are an integral part of the financial statements

**Schedule #4**  
**Muscowpetung First Nation**  
**Education**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - fixed contribution	\$ 920,073	\$ 920,073	\$ 912,929
AANDC - set contribution	120,619	120,619	212,674
FHQ Tribal Council	102,192	94,169	102,208
Other revenue	2,500	1,785	2,549
	<b>1,145,384</b>	<b>1,136,646</b>	<b>1,230,360</b>
<b>Expenses</b>			
Administration	-	14,133	-
Consultants and contractors	121,100	117,035	121,192
Fuel	31,500	43,768	31,531
Graduation, awards, prizes	1,650	450	1,684
Honorariums	1,200	2,100	1,248
Other expenses	-	3,185	-
Recreational activities	1,500	-	1,523
Repairs and maintenance	34,500	11,825	34,508
Student allowance	194,600	234,478	194,284
Student incentives	5,500	6,130	5,647
Student tuition	143,100	162,044	143,034
Supplies	82,800	52,647	82,877
Training	13,000	731	13,078
Travel, meetings, per diems	17,700	4,141	17,897
Utilities	-	7,688	-
Wages and benefits	549,100	522,866	549,174
Youth	1,700	-	1,724
	<b>1,198,950</b>	<b>1,183,221</b>	<b>1,199,401</b>
<b>Current surplus (deficit)</b>	<b>(53,566)</b>	<b>(46,575)</b>	<b>30,959</b>
<b>Surplus at beginning of year</b>	<b>-</b>	<b>985,158</b>	<b>1,015,588</b>
<b>Transfers</b>			
Transfer - Amortization	-	(61,389)	(61,389)
<b>Surplus at end of year</b>	<b>\$ -</b>	<b>\$ 877,194</b>	<b>\$ 985,158</b>

The accompanying notes are an integral part of the financial statements

**Schedule #5**  
**Muscowpetung First Nation**  
**Indian Government Support**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - grant contribution	\$ 318,905	\$ 318,905	\$ 318,905
AANDC - fixed contribution	17,419	17,419	17,005
AANDC - set contribution	29,589	29,589	22,570
AANDC - prior period revenue (recovery)	-	(4,337)	-
AANDC - current year receivable (payable)	-	(10,471)	18,019
Living Sky CDC	-	53,040	-
Interest earned	30	13	35
Keseechiwan Holdings LP dividend	60,000	60,000	60,000
Other revenue	33,000	117,616	32,685
Administration fees - internal allocation	-	45,155	50
	458,943	626,929	469,269
<b>Expenses</b>			
Administration	88,000	11,075	88,032
Assistance to band members	2,000	19,525	1,960
Bad debts	14,000	-	13,896
Bank charges	82,000	99,137	82,052
Consultants and contractors	74,800	110,129	74,803
Equipment purchases	7,800	33,269	18,821
Equipment rental/lease	6,300	2,776	6,303
Honorariums	254,000	183,090	254,017
Insurance	31,500	38,272	31,555
Interest on long term debt	282,100	220,010	219,025
Interest on overdue accounts	-	73,557	22,300
Other expenses	-	6,352	-
Professional fees	69,500	70,280	69,481
Repairs and maintenance	-	-	247
Supplies	21,200	25,376	21,018
Telephone	15,000	15,102	14,925
Training	26,700	2,851	26,736
Travel, meetings, per diems	101,200	165,822	106,225
Utilities	7,700	28,072	7,705
Wages and benefits	302,800	234,242	302,905
	1,386,600	1,338,937	1,362,006
<b>Current deficit</b>	<b>(927,657)</b>	<b>(712,008)</b>	<b>(892,737)</b>
<b>Deficit at beginning of year</b>	<b>-</b>	<b>(3,053,385)</b>	<b>(2,160,648)</b>
<b>Deficit at end of year</b>	<b>\$ -</b>	<b>\$ (3,765,393)</b>	<b>\$ (3,053,385)</b>

The accompanying notes are an integral part of the financial statements

**Schedule #6**  
**Muscowpetung First Nation**  
**Land Management**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
Unexpended funds transferred - prior year	\$ -	\$ -	\$ 38,136
<b>Expenses</b>			
Professional fees	- -	- -	12,500
Travel, meetings, per diems	- -	- -	8,050
	- -	- -	20,550
<b>Current surplus</b>			
	- -	- -	17,586
<b>Surplus at beginning of year</b>	- -	17,586	- -
<b>Surplus at end of year</b>	\$ -	\$ 17,586	\$ 17,586

The accompanying notes are an integral part of the financial statements

**Schedule #7**  
**Muscowpetung First Nation**  
**Social Development**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - fixed contribution	\$ 40,000	\$ 40,000	\$ 40,000
AANDC - set contribution	656,408	656,908	765,336
AANDC - prior period revenue (recovery)	-	-	131,080
AANDC - current year receivable (payable)	-	(165,745)	(106,943)
Other revenue	700	-	699
	<b>697,108</b>	<b>531,163</b>	<b>830,172</b>
<b>Expenses</b>			
Administration	4,800	6,730	4,875
Bank charges	200	1,008	195
Consultants and contractors	7,200	11,150	7,238
Cultural programs	7,500	7,398	7,513
Membership assistance - ineligible expenditures	-	-	105,980
Other expenses	51,800	10,407	51,806
Program expenses	32,900	63,516	32,875
Social assistance - basic needs	437,200	401,837	437,211
Social assistance - special needs	25,200	25,184	47,787
Supplies	4,900	11,134	4,870
Telephone	1,500	888	1,471
Training	28,400	1,973	28,441
Travel, meetings, per diems	11,000	13,381	11,084
Wages and benefits	95,400	68,304	95,432
	<b>708,000</b>	<b>622,910</b>	<b>836,778</b>
<b>Current deficit before unexpended transfers</b>	<b>(10,892)</b>	<b>(91,747)</b>	<b>(6,606)</b>
<b>Unexpended transfers</b>			
Unexpended funds transferred to deferred revenue	-	(14,950)	-
<b>Current deficit</b>	<b>(10,892)</b>	<b>(106,697)</b>	<b>(6,606)</b>
<b>Deficit at beginning of year</b>	<b>-</b>	<b>(674,882)</b>	<b>(668,276)</b>
<b>Deficit at end of year</b>	<b>\$ -</b>	<b>\$ (781,579)</b>	<b>\$ (674,882)</b>

The accompanying notes are an integral part of the financial statements

**Schedule #8**  
**Muscowpetung First Nation**  
**Indian Registration**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
AANDC - fixed contribution	\$ 9,732	\$ 9,732	\$ 9,277
<b>Expenses</b>			
Equipment purchases	700	-	668
Supplies	100	490	121
Training	600	-	570
Travel, meetings, per diems	800	-	846
<b>Wages and benefits</b>	<b>11,100</b>	<b>10,199</b>	<b>11,082</b>
	13,300	10,689	13,287
<b>Current deficit</b>	<b>(3,568)</b>	<b>(957)</b>	<b>(4,010)</b>
<b>Surplus at beginning of year</b>	<b>-</b>	<b>40,207</b>	<b>44,217</b>
<b>Surplus at end of year</b>	<b>\$ -</b>	<b>\$ 39,250</b>	<b>\$ 40,207</b>

The accompanying notes are an integral part of the financial statements

**Schedule #9**  
**Muscowpetung First Nation**  
**Health Programs**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
Health Canada	\$ 341,840	\$ 272,633	\$ 319,945
FHQ Tribal Council	19,532	19,532	19,532
Interest earned	9	9	9
Other revenue	35,000	-	65,521
Deferred revenue - prior year	-	26,050	-
Deferred revenue - current year	-	(26,050)	(26,050)
	396,381	292,174	378,957
<b>Expenses</b>			
Administration	29,900	31,022	30,071
Bank charges	2,200	1,037	2,268
Consultants and contractors	300	3,626	2,125
Equipment purchases	5,800	6,817	5,784
Equipment rental/lease	3,600	3,524	3,576
Honorariums	500	2,450	550
Other expenses	-	99	-
Repairs and maintenance	1,000	1,617	1,036
Student tuition	-	303	-
Supplies	9,800	20,257	9,806
Telephone	5,200	6,767	5,228
Training	93,400	47,315	93,382
Travel, meetings, per diems	26,650	27,605	26,748
Utilities	23,400	19,587	23,394
Wages and benefits	155,400	198,417	155,332
Youth	1,600	2,615	1,575
	358,750	373,058	360,875
<b>Current surplus (deficit)</b>	37,631	(80,884)	18,082
<b>Deficit at beginning of year</b>	-	(166,520)	(177,102)
<b>Transfers</b>			
Transfer - Amortization	-	(7,500)	(7,500)
<b>Deficit at end of year</b>	\$ -	\$ (254,904)	\$ (166,520)

The accompanying notes are an integral part of the financial statements

**Schedule #10**  
**Muscowpetung First Nation**  
**CMHC Operations**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
CMHC	\$ 82,400	\$ 134,452	\$ 82,398
Interest earned	2,300	2,319	2,276
Insurance proceeds	-	-	8,420
Rental income (CMHC houses)	68,000	1,035	68,029
	<b>152,700</b>	<b>137,806</b>	<b>161,123</b>
<b>Expenses</b>			
Administration	-	1,000	-
Bank charges	600	768	576
Consultants and contractors	6,600	-	6,558
Insurance	7,500	686	7,544
Interest on long term debt	27,000	72,175	27,207
Professional fees	5,000	8,666	5,000
Repairs and maintenance	2,100	-	2,121
Training	5,900	3,550	5,886
Travel, meetings, per diems	14,000	-	13,934
	<b>68,700</b>	<b>86,845</b>	<b>68,826</b>
<b>Current surplus</b>	<b>84,000</b>	<b>50,961</b>	<b>92,297</b>
<b>Surplus at beginning of year</b>	<b>-</b>	<b>468,889</b>	<b>468,070</b>
<b>Transfers</b>			
Transfer - Amortization	-	(247,389)	(91,478)
<b>Surplus at end of year</b>	<b>\$ -</b>	<b>\$ 272,461</b>	<b>\$ 468,889</b>

The accompanying notes are an integral part of the financial statements

**Schedule #11**  
**Muscowpetung First Nation**  
**Other Band Programs**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>			
CMHC	\$ 5,600	\$ -	\$ 5,600
FHQ Tribal Council	- -	- -	(2,000)
First Nations Trust	492,000	478,868	491,642
Interest earned	- -	167 140	140
Other revenue	200	5,500	200
	<b>497,800</b>	<b>484,535</b>	<b>495,582</b>
<b>Expenses</b>			
Assistance to band members	315,500	217,887	396,323
Bank charges	200	- -	189
Consultants and contractors	5,600	- -	5,642
Cultural programs	11,400	- -	11,398
Governance activities	50,500	51,200	50,522
Other expenses	- -	- -	370
Recreational activities	19,800	- -	19,786
Supplies	- -	- -	90
Training	5,200	1,500	6,931
Travel, meetings, per diems	- -	- -	571
Wages and benefits	- -	- -	11,908
Youth	38,500	45,489	38,447
	<b>446,700</b>	<b>316,076</b>	<b>542,177</b>
<b>Current surplus (deficit)</b>	<b>51,100</b>	<b>168,459</b>	<b>(46,595)</b>
<b>Surplus at beginning of year</b>	<b>-</b>	<b>373,644</b>	<b>420,239</b>
<b>Surplus at end of year</b>	<b>\$ -</b>	<b>\$ 542,103</b>	<b>\$ 373,644</b>

The accompanying notes are an integral part of the financial statements

**Schedule #12**  
**Muscowpetung First Nation**  
**Amortization**  
**Schedule of Operations and Equity**  
*For the year ended March 31, 2014*

	2014 Budget	2014 Actual	2013 Actual
<b>Revenue</b>	\$ -	\$ -	\$ -
<b>Expenses</b>			
Water Systems	-	31,938	31,938
Sanitation Systems	-	6,450	6,450
Community Buildings	-	5,122	5,122
Band Store	-	15,031	15,031
Student Transportation	-	61,389	61,389
Management and Support	-	7,500	7,500
CMHC Operations	-	247,389	91,478
	-	374,819	218,908
<b>Current deficit</b>	-	(374,819)	(218,908)
<b>Surplus at beginning of year</b>	-	-	-
<b>Transfers</b>			
Transfer amortization - programs	-	374,819	218,908
<b>Surplus at end of year</b>	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements