

**Muscowpetung First Nation
Consolidated Financial Statements
March 31, 2016**

Muscowpetung First Nation
Consolidated Financial Statements
March 31, 2016

	<i>Page</i>
Management's Responsibility for Financial Reporting	1
Independent Auditors' Report	2
Financial Statements	
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
Program schedules	
Claims and Indian Government.....	25
Community Development.....	26
Economic Development.....	27
Education.....	28
Indian Government Support.....	29
Social Development.....	30
Indian Registration.....	31
Health Programs.....	32
CMHC Operations.....	33
Other Band Programs.....	34
Amortization.....	36

Muscowpetung First Nation
Management's Responsibility for Financial Reporting
March 31, 2016

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

Signature on file

Muscowpetung First Nation

July 21, 2016

Date

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

Independent Auditors' Report

To the Members of
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, 2016, and the consolidated statements of operations, accumulated surplus, change in net debt, cash flows and the related schedules for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

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

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Muscowpetung First Nation as at March 31, 2016, and the results of its operations, the changes in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Regina, Saskatchewan
July 20, 2016

Chartered Professional Accountants

Muscowpetung First Nation
Consolidated Statement of Financial Position
March 31, 2016

	2016	2015
Financial Assets		
Cash (Note 3)	\$ -	\$ 173,521
Restricted cash (Note 3)	890,597	666,758
Accounts receivable (Note 4)	587,218	480,083
Portfolio investments (Note 5)	60,000	60,000
Trust funds held by federal government (Note 6)	6,294	6,167
	<u>1,544,109</u>	<u>1,386,529</u>
Liabilities		
Bank indebtedness (Note 3 and 7)	638,868	-
Accounts payable (Note 8)	464,947	661,917
Deferred revenue - unexpended funds (Note 9)	-	14,950
Deferred revenue (Note 10)	1,106,226	958,220
Current portion of long-term debt (Note 11)	464,451	361,158
Current portion of CMHC mortgages (Note 12)	121,814	119,559
Long-term debt (Note 11)	1,198,305	1,047,417
CMHC mortgages (Note 12)	2,470,590	2,592,975
	<u>6,465,201</u>	<u>5,756,196</u>
Net debt	<u>(4,921,092)</u>	<u>(4,369,667)</u>
Non-financial Assets		
Capital assets (Note 13)	5,655,207	6,012,535
Prepaid expenses (Note 14)	-	13,000
	<u>5,655,207</u>	<u>6,025,535</u>
Accumulated Surplus (Note 15)	<u>\$ 734,115</u>	<u>\$ 1,655,868</u>

Approved on behalf of the Muscowpetung First Nation:

Signature on file, Chief

Signature on file, Councilor

The accompanying notes are an integral part of the financial statements

Muscowpetung First Nation
Consolidated Statement of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - grant contribution	\$ 318,905	\$ 318,905	\$ 318,905
INAC - fixed contribution	1,418,601	1,415,251	1,506,305
INAC - set contribution	1,009,923	850,735	806,473
INAC - flexible	250,663	720,224	1,059,163
INAC - prior period revenue (recovery)	-	(11,006)	-
INAC - current year receivable (payable)	-	(16,691)	3,842
Health Canada	345,006	357,384	352,037
Health Canada recovery	-	-	(55,886)
CMHC	172,000	167,347	171,999
Rental income (CMHC houses)	60,000	65,014	34,478
First Nations Trust	478,308	471,547	478,308
FHQ Tribal Council	180,775	200,025	173,351
Keseechiwan Holdings LP dividend	125,000	60,000	70,000
Living Sky CDC	-	80,556	77,187
Muscowpetung Legacy Trust	363,949	363,949	2,057,020
Muscowpetung Legacy Trust loan proceeds	-	-	2,108,599
Interest earned	500	379	3,637
Other revenue - business ventures	530,000	528,495	281,566
Administration fees - internal allocation	45,000	64,270	56,433
Other revenue	307,300	324,994	77,505
Unexpended funds transferred - prior year	-	18,568	55,244
Deferred revenue - prior year	-	958,220	218,320
Deferred revenue - current year	-	(1,106,226)	(958,220)
	5,605,930	5,831,940	8,896,266
Expenses			
Claims and Indian Government (Schedule 1)	-	25,218	1,133,110
Community Development (Schedule 2)	998,562	1,216,870	1,672,383
Economic Development (Schedule 3)	406,500	368,385	69,342
Education (Schedule 4)	1,468,098	1,452,585	1,417,130
Indian Government Support (Schedule 5)	882,036	1,044,291	929,381
Social Development (Schedule 6)	788,465	678,034	739,723
Indian Registration (Schedule 7)	14,600	14,508	9,869
Health Programs (Schedule 8)	413,851	431,905	434,281
CMHC Operations (Schedule 9)	232,000	95,474	128,672
Other Band Programs (Schedule 10)	1,270,758	1,069,095	517,760
Amortization (Schedule 11)	-	357,328	357,328
	6,474,870	6,753,693	7,408,979
Current surplus (deficit) before unexpended transfers	(868,940)	(921,753)	1,487,287
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	-	(14,950)
Current surplus (deficit)	\$ (868,940)	\$ (921,753)	\$ 1,472,337

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, 2016

	2016	2015
Surplus at beginning of year	\$ 1,655,869	\$ 183,532
Current surplus (deficit)	(921,753)	1,472,337
Surplus at end of year	\$ 734,116	\$ 1,655,869

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, 2016

	2016 Budget	2016 Actual	2015 Restated
Current surplus (deficit)	\$ (868,940)	\$ (921,753)	\$ 1,472,337
Acquisition of tangible capital assets	-	-	(439,023)
Amortization of tangible capital assets	-	357,328	357,328
	-	357,328	(81,695)
Acquisition of prepaid asset	-	-	(13,000)
Use of prepaid asset	13,000	13,000	-
	13,000	13,000	(13,000)
(Decrease) increase in net financial assets	(855,940)	(551,425)	1,377,642
Net debt at beginning of year	-	(4,369,667)	(5,747,309)
Net debt at end of year	\$ -	\$ (4,921,092)	\$ (4,369,667)

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, 2016

	2016	2015
Cash flows from		
Operating activities		
Current surplus (deficit)	\$ (921,753)	\$ 1,472,337
Items not affecting cash		
Amortization	357,328	357,328
	(564,425)	1,829,665
Change in non-cash operating working capital		
Accounts receivable	(107,135)	(374,364)
Prepaid expenses	13,000	(13,000)
Accounts payable	(196,970)	(1,245,456)
Deferred revenue - unexpended funds	(14,950)	-
Deferred revenue	148,006	739,900
	(722,474)	936,745
Capital activities		
Capital asset purchases	-	(439,022)
Financing activities		
Long-term debt - proceeds	624,159	1,408,575
Long-term debt - repaid	(369,978)	(821,941)
CMHC mortgages - advances	-	4,900
CMHC mortgages - repaid	(120,130)	(122,971)
	134,051	468,563
Investing activities		
Trust funds held by federal government	(127)	(145)
Increase (decrease) in cash and cash equivalents	(588,550)	966,141
Cash and cash equivalents, beginning of year	840,279	(125,862)
Cash and cash equivalents, end of year	\$ 251,729	\$ 840,279
Represented by		
Cash	\$ -	\$ 173,521
Bank indebtedness	(638,868)	-
Restricted cash	890,597	666,758
	\$ 251,729	\$ 840,279

The accompanying notes are an integral part of the financial statements

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

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 assets is determined by its financial assets less liabilities. Net debt or net financial assets, is comprised of two components, non-financial assets and accumulated surplus.

(e) Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of three months or less at acquisition which are held for the purpose of meeting short-term cash commitments.

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

(f) 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
Vehicles	4 years Straight line
Office equipment	3 years Straight line
Store equipment	10 years Straight line
Machinery and equipment	10 years Straight line
CMHC - houses	25 years Straight line
Infrastructure assets	40 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.

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) Cash

Cash resources include balances with banks and short-term investments with maturities of 1 year or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

(m) 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, 2016

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 intended for future minor per capita distributions are held in a separate account that the First Nation restricts solely for that purpose. Monies are dispersed from this account as per the conditions specified in the trust 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:

	2016	2015
Cash (bank indebtedness)		
Bank accounts	\$ (638,868)	\$ 173,521
Restricted cash		
CMHC replacement reserve term deposits	465,678	97,000
School capital project	84,458	109,809
Flood repair capital project	56,697	154,443
CMHC replacement reserve	2,707	515
Per capita distribution	281,057	304,991
	890,597	666,758
Trust funds held by federal government		
Revenue and capital trust funds	6,294	6,167
	\$ 258,023	\$ 846,446

INAC released funds to the First Nation for capital projects. The terms of the agreement require the First Nation to transfer those funds to a restricted account managed by a project manager however not all of the funds were transferred. The total amount not transferred to the restricted account on March 31, 2016 was \$196,500. As of July 19, 2016 the funds had not yet been transferred.

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

4. Accounts receivable

	2016	2015
Due from members		
Advances	\$ 71,749	\$ 80,335
Social development	12,901	3,957
	<u>84,650</u>	<u>84,292</u>
Due from others		
FHQ Tribal Council	122,139	102,780
Legacy Trust - annual income	363,949	307,020
Other	28,187	13,826
CMHC rent	52,570	4,265
	<u>566,845</u>	<u>427,891</u>
Due from government and other government organizations		
INAC	-	25,745
Health Canada	-	2,950
CMHC	13,992	14,333
	<u>13,992</u>	<u>43,028</u>
	665,487	555,211
Allowance for doubtful accounts	<u>(78,269)</u>	<u>(78,269)</u>
	<u>\$ 587,218</u>	<u>\$ 480,083</u>

5. Portfolio investments

	2016	2015
Keseechiwan Holdings LP (8.3% interest)	\$ 60,000	\$ 60,000

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

6. Trust funds held by federal government

The Trust funds held by federal government 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.

	2016		2016		2016		2015	
	Revenue		Capital		Total		Total	
Surplus, beginning of year	\$	1,392	\$	4,775	\$	6,167	\$	6,022
Interest earnings		127		-		127		145
Surplus, end of year	\$	1,519	\$	4,775	\$	6,294	\$	6,167

7. Bank indebtedness

On March 31, 2016 the First Nation had the following operating facilities in place:

1. Approved line of credit (LOC) of \$150,000 at an interest rate of prime + 2% and 24% on amounts exceeding \$50,000. The balance on March 31, 2016 was \$150,517 (2015 - nil).
2. Overdraft protection of \$450,000 on the general operating account at an interest rate of 24%. The amount overdrawn on March 31, 2016 was \$324,391 (2015 - nil) and there were cheques issued in excess of deposits totaling \$152,723 (2015 - \$81,950).

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

8. Accounts payable

	2016	2015
Due to others		
FHQ Developments Ltd.	\$ 33,945	\$ 33,945
FHQ Tribal Council	6,507	40,724
Group insurance	-	1,697
General suppliers	404,987	490,583
	<u>445,439</u>	<u>566,949</u>
Due to government and other government organizations		
INAC	16,691	39,082
Health Canada	-	55,886
CRA	2,817	-
	<u>19,508</u>	<u>94,968</u>
	<u><u>\$ 464,947</u></u>	<u><u>\$ 661,917</u></u>

9. Deferred revenue - unexpended funds

INAC 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 INAC, deferred to the following year, or transferred to another INAC 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.

	2016	2015
Prevention projects	\$ -	\$ 14,950
Total	<u><u>\$ -</u></u>	<u><u>\$ 14,950</u></u>

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

10. Deferred revenue

	March 31, 2015	Funding received, 2016	Revenue recognized, 2016	March 31, 2016
Federal government				
Capital	\$ 234,310	\$ 469,655	\$ (353,457)	\$ 350,508
Other				
Non capital	723,910	364,046	(332,238)	755,718
	<u>\$ 958,220</u>	<u>\$ 833,701</u>	<u>\$ (685,695)</u>	<u>\$ 1,106,226</u>

	2016	2015
Legacy Trust	\$ 363,949	\$ 307,020
Per capita	391,769	416,890
Backup well	223,385	161,497
Lagoon repairs	22,557	62,592
School capital	104,566	10,221
	<u>\$ 1,106,226</u>	<u>\$ 958,220</u>

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

11. Long-term debt

	2016	2015
Peace Hills Trust - #15 - Debt consolidation Term loan - bearing interest at 5.00%. Quarterly blended payments of \$70,000, maturing January 1, 2019. Secured by general security agreement with specific interest in INAC, First Nations Trust and Economic Development funding and collateral assignment of GICs.	\$ 822,069	\$ 1,057,022
Peace Hills Trust - #16 - Debt consolidation Term loan - bearing interest at 5.00%. Monthly blended payments of \$10,650, maturing March 1, 2018. Secured by general security agreement with specific interest in INAC and First Nations Trust funding.	230,511	351,553
Peace Hills Trust - #17 - Band store Term loan bearing interest at 5.00%, annual principle payment of \$50,000, interest paid monthly, maturing October, 2020. Secured by assignment of Keseechiwan Holdings LP and store revenues.	251,042	-
Peace Hills Trust - #18 - CMHC reserves Term loan bearing interest at 5.00%, blended quarterly payments of \$15,724, maturing October, 2020. Secured by assignment of First Nations Trust funding.	359,134	-
	1,662,756	1,408,575
Less current portion	464,451	361,158
	<u>\$ 1,198,305</u>	<u>\$ 1,047,417</u>

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

2017	\$ 464,451	
2018	465,789	
2019	369,756	
2020	149,574	
2021 and thereafter	213,186	
	<u>\$ 1,662,756</u>	
	2016	2015
Interest expense for the year on long-term debt	<u>\$ 74,111</u>	<u>\$ 61,289</u>

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

12. CMHC mortgages

	Phase number	Maturity date	Interest rate	Monthly payment	2016	2015
CMHC	1	01/04/2020	1.05%	\$ 2,002	\$ 200,946	\$ 222,914
CMHC	2	01/06/2017	1.65%	1,437	141,902	156,701
CMHC	3	01/01/2020	1.67%	3,336	630,463	659,766
CMHC	4	01/09/2018	2.35%	5,507	1,156,603	1,195,215
CMHC	5	01/09/2018	2.35%	2,203	462,490	477,938
					2,592,404	2,712,534
Less current portion					121,814	119,559
Total					\$ 2,470,590	\$ 2,592,975

13. Tangible capital assets

	Cost	Additions	Disposals	Accumulated amortization	2016 Net book value
Buildings	\$ 121,026	\$ -	\$ -	\$ 93,299	\$ 27,727
Vehicles	282,054	-	245,554	33,250	3,250
Office equipment	27,949	-	-	18,631	9,318
Store equipment	140,918	-	-	80,792	60,126
Machinery and equipment	965,767	-	-	616,710	349,057
CMHC - houses	6,127,284	-	-	1,585,056	4,542,229
Infrastructure assets	1,047,500	-	-	383,999	663,501
Total	\$ 8,712,498	\$ -	\$ 245,554	\$ 2,811,737	\$ 5,655,208

	Cost	Additions	Disposals	Accumulated amortization	2015 Net book value
Buildings	\$ 121,026	\$ -	\$ -	\$ 88,677	\$ 32,349
Vehicles	275,554	6,500	-	277,179	4,875
Office equipment	-	27,949	-	9,316	18,633
Store equipment	140,918	-	-	65,761	75,157
Machinery and equipment	561,194	404,573	-	563,551	402,216
CMHC - houses	6,127,284	-	-	1,337,667	4,789,618
Infrastructure assets	1,047,500	-	-	357,812	689,688
Total	\$ 8,273,476	\$ 439,022	\$ -	\$ 2,699,963	\$ 6,012,536

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

14. Prepaid expenses

	2016	2015
Economic development	\$ -	\$ 3,000
Council honoraria	-	10,000
Total	\$ -	\$ 13,000

15. Accumulated surplus

	2016	2015
Restricted		
INAC Trust Funds	\$ 6,294	\$ 6,167
Capital assets	2,832,292	2,948,448
CMHC reserves	553,479	466,008
	3,392,065	3,420,623
Unrestricted		
Operating	(2,657,950)	(1,764,755)
	\$ 734,115	\$ 1,655,868

16. Current year summary of surplus (deficit) by segment

	Revenue	Expenditures	Transfers	Surplus (deficit)
Claims and Indian Government	\$ 25,218	\$ 25,218	\$ -	\$ -
Community Development	1,101,119	1,216,869	(46,000)	(161,750)
Economic Development	51,000	368,385	-	(317,385)
Education	1,222,103	1,452,585	153,258	(77,224)
Indian Government Support	464,275	1,044,291	517,803	(62,213)
Social Development	629,705	678,035	-	(48,330)
Indian Registration	9,884	14,508	-	(4,624)
Health Programs	415,423	431,906	-	(16,483)
CMHC Operations	232,361	95,474	(247,389)	(110,502)
Other Band Programs	1,680,851	1,069,095	(735,000)	(123,244)
Amortization	-	357,328	357,328	-
	\$ 5,831,939	\$ 6,753,694	\$ -	\$ (921,755)

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

17. INAC Reconciliation

	2016	2015
INAC confirmation	\$ 3,307,090	\$ 3,690,846
Payable (receivable) - prior year		
Band employee benefits	(1,975)	-
Special education - band direct services 13/14	(5,639)	-
FNIYES summer work experience 13/14	(5,367)	-
Receivable (payable) - current year		
Band employee benefits	(2,169)	1,975
Special needs	(7,794)	-
Basic needs	(2,589)	7,770
Home care	(2,883)	-
Institutional care	(1,256)	(5,903)
	<u>\$ 3,277,418</u>	<u>\$ 3,694,688</u>

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

18. Government Transfers

	2016		
	Operating	Capital	Total
Federal government transfers			
Indigenous and Northern Affairs Canada	\$ 2,557,194	\$ 720,224	\$ 3,277,418
Health Canada	357,384	-	357,384
Canada Mortgage and Housing Corporation	167,347	-	167,347
Total	3,081,925	720,224	3,802,149
Provincial government transfers	-	-	-
	\$ 3,081,925	\$ 720,224	\$ 3,802,149
	2015		
	Operating	Capital	Total
Federal government transfers			
Indigenous and Northern Affairs Canada	\$ 2,631,683	\$ 1,059,163	\$ 3,690,846
Health Canada	296,151	-	296,151
Canada Mortgage and Housing Corporation	171,999	-	171,999
Total	3,099,833	1,059,163	4,158,996
Provincial government transfers	-	-	-
	\$ 3,099,833	\$ 1,059,163	\$ 4,158,996

19. Trusts under administration

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 market value of the assets held in trust at the year-end are as follows:

	2016	2015
Muscowpetung First Nation Legacy Trust	\$ 29,689,003	\$ 29,448,558
	\$ 29,689,003	\$ 29,448,558

20. Economic dependence

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

Muscowpetung First Nation
Notes to Consolidated Financial Statements
March 31, 2016

21. CMHC Reserves

The CMHC funding agreements require that the First Nation set aside cash in specially funded reserve bank accounts. On March 31, 2016 the replacement reserve was underfunded by \$nil (2015 - \$169,503) and the operating reserve was underfunded by \$85,094 (2015 - \$198,990).

22. 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.

23. 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:

	2016 Monthly
Konica Minolta - office equipment - band - through March 2017	\$ 668
Konica Minolta - office equipment - health centre - through March 2017	381
Total	\$ 1,049

24. 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, 2016.

25. Subsequent events

There are no subsequent events to report.

26. Budgeted figures

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

27. Segmented information

1) Indigenous and Northern Affairs Canada (INAC)

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 INAC'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 labour 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.

27. 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, 2016

28. Expenses by object

	2016 Budget	2016 Actual	2015 Actual
Administration	\$ 73,814	\$ 126,063	\$ 97,496
Amortization	-	357,328	357,328
Assistance - band members	147,558	257,666	209,192
Assistance - social development	624,340	493,795	542,342
Bad debts	-	-	27,360
Bank charges and interest	18,200	44,026	30,074
CEAP recovery	33,179	33,178	-
Community support	95,000	88,898	99,499
Consultants and contractors	601,556	1,003,844	1,217,018
Cultural programs	220,328	200,910	1,750
Election fees	15,800	15,800	-
Equipment rental/lease	34,000	40,519	105,172
Fuel	46,000	48,399	83,128
Governance activities	1,500	1,500	9,249
Graduation, awards, prizes	1,000	778	-
Honorariums	322,185	326,050	285,699
Insurance	36,643	48,662	38,780
Long term debt - payments principle & interest	407,800	444,089	154,289
Long term debt - principle repayment	-	(369,978)	(93,000)
Mortgage payments - principle and interest	175,000	173,963	203,175
Mortgage payments - principle repaid	-	(120,130)	(122,971)
Other expenses	5,500	7,892	22,465
Per capita distribution	-	25,200	1,133,110
Professional fees	144,833	131,950	92,840
Program expenses	200,123	215,274	167,407
Recreational activities	50,000	50,894	6,151
Registration fees	500	-	459
Rent - office	12,000	-	16,200
Repairs and maintenance	466,272	312,513	465,761
Student allowance	310,500	311,828	269,075
Student incentives	7,000	6,920	13,099
Student transportation	106,455	118,067	95,581
Student tuition	199,300	200,331	174,162
Supplies	259,332	200,731	193,315
Telephone	38,700	57,349	34,430
Training	21,000	19,630	23,809
Travel - medical transportation	17,700	16,855	9,601
Travel, meetings, per diems	239,447	339,914	160,932
Unexpended funds - prior years	-	3,618	40,294
Utilities	68,500	69,215	117,041
Wages and benefits	1,415,658	1,393,764	1,104,437
Youth	58,147	56,388	24,699
Equipment purchases	-	-	437,554
Transfer to capital assets	-	-	(439,023)
	\$ 6,474,870	\$ 6,753,693	\$ 7,408,979

Schedule #1
Muscowpetung First Nation
Claims and Indian Government
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
Muscowpetung Legacy Trust	\$ -	\$ -	\$ 1,550,000
Other revenue	-	97	-
Deferred revenue - prior year	-	416,890	-
Deferred revenue - current year	-	(391,769)	(416,890)
	-	25,218	1,133,110
Expenses			
Bank charges	-	18	-
Per capita distribution	-	25,200	1,133,110
	-	25,218	1,133,110
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements

Schedule #2
Muscowpetung First Nation
Community Development
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - fixed contribution	\$ 476,916	\$ 477,503	\$ 490,352
INAC - flexible	250,663	720,224	1,059,163
FHQ Tribal Council	-	8,039	8,039
Interest earned	-	251	504
Other revenue	71,300	11,300	-
Unexpended funds transferred - prior year	-	-	18,389
Deferred revenue - prior year	-	234,310	192,270
Deferred revenue - current year	-	(350,508)	(234,310)
	798,879	1,101,119	1,534,407
Expenses			
Administration	25,066	39,066	2,188
Bank charges	-	25	25
CEAP recovery	33,179	33,178	-
Consultants and contractors	197,538	624,985	957,083
Equipment rental/lease	27,000	30,823	85,743
Fuel	30,000	31,860	34,959
Insurance	36,643	36,643	38,780
Long term debt - payments principle & interest	127,800	138,300	1,554
Long term debt - principle repayment	-	(121,043)	-
Program expenses	-	200	1,969
Repairs and maintenance	309,386	193,304	363,034
Student tuition	4,300	4,250	-
Supplies	8,750	5,160	3,976
Telephone	4,000	5,323	4,551
Training	500	640	-
Travel, meetings, per diems	3,050	2,582	5,746
Utilities	50,500	50,297	94,746
Wages and benefits	140,850	141,276	78,028
Equipment purchases	-	-	374,598
Transfer to capital assets	-	-	(374,598)
	998,562	1,216,869	1,672,382
Current deficit before transfers	(199,683)	(115,750)	(137,975)
Transfers			
Transfer - Other Band Programs	67,215	50,000	-
Transfer - Amortization	-	(96,000)	(96,000)
Current deficit	\$ (132,468)	\$ (161,750)	\$ (233,975)

The accompanying notes are an integral part of the financial statements

Schedule #3
Muscowpetung First Nation
Economic Development
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
FHQ Tribal Council	\$ 51,101	\$ 51,000	\$ 51,101
Expenses			
Assistance - band members	4,000	4,000	-
Consultants and contractors	232,000	208,785	31,985
Governance activities	-	-	1,499
Other expenses	-	2,500	-
Professional fees	-	-	35,858
Program expenses	-	75	-
Repairs and maintenance	100,000	95,150	-
Supplies	60,000	37,995	-
Telephone	1,000	-	-
Training	8,000	8,150	-
Travel, meetings, per diems	1,500	1,467	-
Wages and benefits	-	10,263	-
	406,500	368,385	69,342
Current deficit	\$ (355,399)	\$ (317,385)	\$ (18,241)

The accompanying notes are an integral part of the financial statements

Schedule #4
Muscowpetung First Nation
Education
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - fixed contribution	\$ 889,081	\$ 885,144	\$ 961,815
INAC - set contribution	218,547	218,547	211,376
INAC - prior period revenue (recovery)	-	(5,639)	-
FHQ Tribal Council	94,826	101,954	93,430
Other revenue	22,500	22,097	20,000
Unexpended funds transferred - prior year	-	-	21,905
	<u>1,224,954</u>	<u>1,222,103</u>	<u>1,308,526</u>
Expenses			
Administration	8,000	8,000	29,000
Community support	-	-	9,423
Consultants and contractors	16,500	13,274	38,198
Cultural programs	21,630	22,042	1,750
Fuel	16,000	16,539	48,169
Graduation, awards, prizes	1,000	778	-
Honorariums	4,400	3,500	3,700
Program expenses	75,744	78,465	30,639
Registration fees	500	-	459
Repairs and maintenance	20,000	17,605	75,360
Student allowance	310,500	311,828	269,075
Student incentives	7,000	6,920	13,099
Student transportation	106,455	118,067	95,581
Student tuition	194,500	189,009	174,162
Supplies	103,100	79,718	101,009
Travel, meetings, per diems	17,977	19,726	8,822
Utilities	8,000	8,000	9,000
Wages and benefits	540,792	543,086	505,722
Youth	16,000	16,028	3,060
Equipment purchases	-	-	22,754
Transfer to capital assets	-	-	(21,851)
	<u>1,468,098</u>	<u>1,452,585</u>	<u>1,417,131</u>
Current deficit before transfers	(243,144)	(230,482)	(108,605)
Transfers			
Transfer - Other Band Programs	180,158	160,000	-
Transfer - Amortization	-	(6,742)	(6,742)
Current deficit	<u>\$ (62,986)</u>	<u>\$ (77,224)</u>	<u>\$ (115,347)</u>

The accompanying notes are an integral part of the financial statements

Schedule #5
Muscowpetung First Nation
Indian Government Support
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - grant contribution	\$ 318,905	\$ 318,905	\$ 318,905
INAC - fixed contribution	10,038	10,038	11,587
INAC - set contribution	53,593	53,593	43,618
INAC - prior period revenue (recovery)	-	(5,367)	-
INAC - current year receivable (payable)	-	(2,169)	1,975
Keseechiwan Holdings LP dividend	75,000	-	70,000
Living Sky CDC	-	80,556	77,187
Interest earned	500	-	630
Other revenue	500	5,101	35,402
Unexpended funds transferred - prior year	-	3,618	-
	458,536	464,275	559,304
Expenses			
Administration	2,500	2,185	4,800
Bad debts	-	-	27,360
Bank charges	15,000	40,427	26,618
Consultants and contractors	55,000	78,150	60,537
Equipment rental/lease	2,500	2,880	12,220
Honorariums	300,000	304,800	261,051
Long term debt - payments principle & interest	-	-	152,735
Long term debt - principle repayment	-	-	(92,999)
Election fees	15,800	15,800	-
Professional fees	35,000	71,844	40,481
Student tuition	500	5,972	-
Supplies	30,000	41,004	45,222
Telephone	22,000	37,381	22,193
Training	10,000	10,642	21,088
Travel, meetings, per diems	100,000	130,647	88,422
Wages and benefits	293,736	302,509	263,224
Youth	-	50	-
Equipment purchases	-	-	39,004
Transfer to capital assets	-	-	(42,574)
	882,036	1,044,291	929,382
Current deficit before transfers	(423,500)	(580,016)	(370,078)
Transfers			
Transfer - Other Band Programs	396,900	525,000	396,900
Transfer - Amortization	-	(7,197)	(7,197)
Current surplus (deficit)	\$ (26,600)	\$ (62,213)	\$ 19,625

The accompanying notes are an integral part of the financial statements

Schedule #6
Muscowpetung First Nation
Social Development
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - fixed contribution	\$ 32,682	\$ 32,682	\$ 32,682
INAC - set contribution	737,783	578,595	551,479
INAC - current year receivable (payable)	-	(14,522)	1,867
FHQ Tribal Council	18,000	18,000	-
Other revenue	-	-	8
Unexpended funds transferred - prior year	-	14,950	14,950
	788,465	629,705	600,986
Expenses			
Administration	10,120	10,617	14,807
Assistance - assisted living	62,893	61,359	25,191
Assistance - basic needs	502,788	396,404	416,266
Assistance - special needs	58,659	36,032	60,770
Bank charges	1,200	1,637	1,516
Consultants and contractors	7,518	8,120	10,838
Cultural programs	38,587	38,261	-
Home to work transition	5,500	5,392	21,865
Ineligible Expenses	-	-	40,114
Program expenses	38,000	53,325	62,040
Supplies	1,500	1,034	1,718
Telephone	500	300	-
Training	-	-	2,721
Travel, meetings, per diems	4,500	8,858	11,084
Wages and benefits	56,700	56,696	70,793
	788,465	678,035	739,723
Current deficit before unexpended transfers	-	(48,330)	(138,737)
Unexpended transfers			
Unexpended funds transferred to deferred revenue	-	-	(14,950)
Current deficit	\$ -	\$ (48,330)	\$ (153,687)

The accompanying notes are an integral part of the financial statements

Schedule #7
Muscowpetung First Nation
Indian Registration
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - fixed contribution	\$ 9,884	\$ 9,884	\$ 9,869
Expenses			
Supplies	300	278	1,078
Travel, meetings, per diems	2,500	2,502	2,941
Wages and benefits	11,800	11,728	5,850
	14,600	14,508	9,869
Current deficit	\$ (4,716)	\$ (4,624)	\$ -

The accompanying notes are an integral part of the financial statements

Schedule #8
Muscowpetung First Nation
Health Programs
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
Health Canada	\$ 345,006	\$ 357,384	\$ 296,151
FHQ Tribal Council	16,848	21,032	20,782
Interest earned	-	-	7
Administration fees - internal allocation	5,000	32,125	30,926
Other revenue	5,000	4,882	1,000
Deferred revenue - prior year	-	-	26,050
	371,854	415,423	374,916
Expenses			
Administration	5,128	32,125	30,926
Bank charges	800	1,107	1,259
Consultants and contractors	3,000	2,889	7,015
Cultural programs	37,111	30,839	-
Equipment rental/lease	4,500	6,817	7,210
Honorariums	7,785	9,000	20,948
Other expenses	-	-	600
Professional fees	3,333	-	10,000
Program expenses	86,379	83,208	72,759
Repairs and maintenance	10,086	6,380	3,028
Supplies	25,682	24,069	27,503
Telephone	10,000	13,313	6,637
Training	-	48	-
Travel - medical transportation	17,700	16,855	9,601
Travel, meetings, per diems	13,920	16,374	21,044
Utilities	10,000	10,918	13,295
Wages and benefits	166,280	168,279	180,818
Youth	12,147	9,685	21,638
	413,851	431,906	434,281
Current deficit	\$ (41,997)	\$ (16,483)	\$ (59,365)

The accompanying notes are an integral part of the financial statements

Schedule #9
Muscowpetung First Nation
CMHC Operations
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
CMHC	\$ 172,000	\$ 167,347	\$ 171,999
Rental income (CMHC houses)	60,000	65,014	34,478
Interest earned	-	-	2,350
	232,000	232,361	208,827
Expenses			
Administration	23,000	20,965	15,776
Bank charges	700	726	655
Insurance	-	12,019	-
Interest on long term debt	175,000	53,833	80,204
Professional fees	6,500	7,856	6,500
Repairs and maintenance	26,800	75	24,339
Equipment purchases	-	-	1,198
	232,000	95,474	128,672
Current surplus before transfers	-	136,887	80,155
Transfers			
Transfer - Amortization	-	(247,389)	(247,389)
Current deficit	\$ -	\$ (110,502)	\$ (167,234)

The accompanying notes are an integral part of the financial statements

Schedule #10
Muscowpetung First Nation
Other Band Programs
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
First Nations Trust	\$ 478,308	\$ 471,547	\$ 478,308
Keseechiwan Holdings LP dividend	50,000	60,000	-
Muscowpetung Legacy Trust	363,949	363,949	507,020
Muscowpetung Legacy Trust loan proceeds	-	-	2,108,599
Interest earned	-	127	145
Other revenue - business ventures	530,000	528,495	281,566
Administration fees - internal allocation	40,000	32,145	25,507
Other revenue	208,000	281,517	21,094
Deferred revenue - prior year	-	307,020	-
Deferred revenue - current year	-	(363,949)	(307,020)
	1,670,257	1,680,851	3,115,219
Expenses			
Administration	-	13,104	-
Assistance - band members	143,558	253,666	209,192
Bank charges	500	91	-
Community support	95,000	88,898	90,076
Consultants and contractors	90,000	67,642	111,362
Cultural programs	123,000	109,768	-
Governance activities	1,500	1,500	7,750
Honorariums	10,000	8,750	-
Long term debt - payments principle & interest	280,000	305,789	-
Long term debt - principle repayment	-	(248,935)	-
Professional fees	100,000	52,250	-
Recreational activities	50,000	50,892	6,153
Registration fees	-	1,100	-
Rent - office	12,000	-	16,200
Supplies	30,000	11,474	12,809
Telephone	1,200	1,032	1,050
Training	2,500	150	-
Travel, meetings, per diems	96,000	157,759	22,874
Unexpended funds - prior years	-	3,618	40,294
Wages and benefits	205,500	159,923	-
Youth	30,000	30,624	-
	1,270,758	1,069,095	517,760
Current surplus before transfers	399,499	611,756	2,597,459

The accompanying notes are an integral part of the financial statements

Schedule #10, continued
Muscowpetung First Nation
Other Band Programs
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
<hr/>			
Transfers			
Transfer - Community Development	(67,215)	(50,000)	-
Transfer - Education	(180,158)	(160,000)	-
Transfer - Indian Government Support	(396,900)	(525,000)	(396,900)
<hr/>			
Current surplus (deficit)	\$ (244,774)	\$ (123,244)	\$ 2,200,559
<hr/>			

The accompanying notes are an integral part of the financial statements

Schedule #11
Muscowpetung First Nation
Amortization
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue	\$ -	\$ -	\$ -
Expenses			
Water Systems	-	52,397	52,397
Sanitation Systems	-	23,450	23,450
Community Buildings	-	20,153	20,153
Student Transportation	-	1,625	1,625
CMHC Operations	-	247,389	247,389
Band Support	-	7,197	7,197
Instructional Services	-	5,117	5,117
	-	357,328	357,328
Current deficit before transfers	-	(357,328)	(357,328)
Transfers			
Transfer - Programs	-	357,328	357,328
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements