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

Pasqua 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 - 5
Consolidated Statement of Accumulated Surplus.....	6
Consolidated Statement of Change in Net Debt.....	7
Consolidated Statement of Cash Flows.....	8
Notes to Consolidated Financial Statements.....	9 - 30
 Program schedules	
Claims and Indian Government.....	31
Community Infrastructure.....	32
Economic Development.....	33
Education.....	34
Indian Government Support.....	35
Land Management.....	36
Social Development.....	37
Indian Registry.....	38
Health Canada.....	39
CMHC Operations.....	40
Band Projects.....	41
Amortization.....	43

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

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

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

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

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

Matthew T. Price
Pasqua First Nation

Aug 24, 2016
Date

August 24, 2016

Matthew Price
W. Don Strangright

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
Pasqua First Nation**

We have audited the accompanying consolidated financial statements of Pasqua 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 Pasqua 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
August 9, 2016

Chartered Professional Accountants

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

	2016	2015
	<u>Restated</u>	
Financial Assets		
Cash (Note 3)	\$ 105,730	\$ -
Restricted cash - capital projects (Notes 2.e and 3)	745,720	112,157
Restricted cash - CMHC reserves (Note 3)	798,196	483,604
Funds held in trust by federal government (Note 3 and 4)	26,780	113,040
Accounts receivable (Notes 5 and 6)	263,561	315,758
Due from related parties (Note 7)	- 46,223	46,223
Portfolio investments (Note 8)	81,519	81,519
Investment in related business entities (Note 9)	60,336	60,336
	<u>2,081,842</u>	<u>1,212,637</u>
Liabilities		
Bank indebtedness (Note 3 and 10)	- 222,273	222,273
Accounts payable (Note 11)	459,616	425,521
Deferred revenue - unexpended funds (Note 12)	62,482	40,200
Deferred revenue (Note 13)	702,461	78,742
Due to related parties (Note 7)	513,710	-
Current portion of long-term debt (Note 14)	1,000,942	562,147
Current portion of CMHC mortgages (Note 15)	343,494	332,947
Long-term debt (Note 14)	1,659,909	1,415,098
CMHC mortgages (Note 15)	6,725,288	5,179,294
	<u>11,467,902</u>	<u>8,256,222</u>
Net debt	(9,386,060)	(7,043,585)
Non-financial Assets		
Capital assets (Note 16)	27,284,896	25,544,662
Prepaid expenses (Note 17)	18,548	59,747
Inventory (Note 18)	93,196	64,137
	<u>27,396,640</u>	<u>25,668,546</u>
Accumulated Surplus (Note 19)	\$ 18,010,580	\$ 18,624,961

Approved on behalf of the Pasqua First Nation:

Mather T. Foy, Chief

John S. Thompson, Councillor

The accompanying notes are an integral part of the financial statements

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

	2016 Budget	2016 Actual	2015 Restated
Revenue			
INAC - grant	\$ 382,998	\$ 382,998	\$ 382,998
INAC - fixed	2,567,737	2,625,316	2,342,183
INAC - set	1,579,488	1,573,509	1,207,560
INAC - flexible	1,748,741	1,748,741	486,741
INAC - receivable (payable)	20,252	(17,102)	(38,855)
INAC - prior period revenue (recovery)	-	(48,922)	(56,323)
Health Canada	482,220	482,218	475,172
Health Canada - recovered	(3,887)	(3,887)	-
CMHC	588,471	580,156	567,220
Funds earned & held in trust by federal government	-	9,185	55,478
Pasqua Legacy Trust - annual income	-	682,638	-
PFN Legacy Trust - contributed loan proceeds	-	4,177,138	-
Government of Saskatchewan	-	-	211
FHQ Tribal Council	344,446	297,809	303,466
First Nations Trust	726,603	726,603	710,158
CDC revenue	161,049	122,698	112,913
FSIN	-	-	66,928
Keseechiwan Holdings LP	10,000	60,000	70,000
Pasqua Treaty Land Entitlement - annual income	-	84,253	174,801
Pasqua TLE Holdings Inc - annual income	-	147,481	155,356
Paskwa Pit Stop (sales less cost of sales)	-	438,589	457,506
Equity gain in related business entities	-	-	60,336
Rental income	324,881	221,402	157,111
Interest revenue	8,942	8,985	9,553
Insurance proceeds	100,563	100,563	-
Other revenue	2,551,112	739,174	378,733
Administration fees	125,424	114,981	122,949
Unexpended funds transferred - prior year	-	40,200	103,173
Deferred revenue - prior year	-	78,742	1,036,890
Deferred revenue - current year	-	(702,461)	(78,742)
	11,719,040	14,671,007	9,263,516

The accompanying notes are an integral part of the financial statements

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

	2016 Budget	2016 Actual	2015 Restated
Expenses			
Claims and Indian Government (Schedule 1)	49,676	138,769	602,125
Community Infrastructure (Schedule 2)	1,713,480	881,209	1,400,308
Economic Development (Schedule 3)	86,411	138,011	27,119
Education (Schedule 4)	2,187,304	2,226,931	2,452,767
Indian Government Support (Schedule 5)	1,135,595	1,064,506	1,051,891
Land Management (Schedule 6)	128,528	101,246	-
Social Development (Schedule 7)	1,075,876	1,049,596	882,532
Indian Registry (Schedule 8)	15,654	15,654	26,545
Health Canada (Schedule 9)	482,223	482,221	510,515
CMHC Operations (Schedule 10)	764,946	345,620	327,797
Band Projects (Schedule 11)	3,390,790	7,761,500	2,105,676
Amortization (Schedule 12)	-	1,017,650	1,025,251
	11,030,483	15,222,913	10,412,526
Current deficit before other items	688,557	(551,906)	(1,149,013)
Other items			
Unexpended funds transferred to deferred revenue	-	(62,482)	(40,200)
Land contributed by Pasqua TLE Trust	-	-	828,300
	-	(62,482)	788,100
Current deficit	\$ 688,557	\$ (614,388)	\$ (360,913)

The accompanying notes are an integral part of the financial statements

Pasqua First Nation
Consolidated Statement of Accumulated Surplus
For the year ended March 31, 2016

	2016	2015
		<u>Restated</u>
Surplus at beginning of year	\$ 18,624,960	\$ 18,985,873
Current deficit	(614,388)	(360,913)
Surplus at end of year	\$ 18,010,572	\$ 18,624,960

The accompanying notes are an integral part of the financial statements

Pasqua First Nation
Consolidated Statement of Change in Net Debt
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Restated
Current deficit	\$ 688,557	\$ (614,388)	\$ (360,913)
Acquisition of tangible capital assets	-	(2,779,446)	(1,253,231)
Amortization of tangible capital assets	-	1,017,652	1,025,251
Amortization Paskwa Pit Stop	-	27,148	26,030
Acquisition of tangible capital assets Paskwa Pit Stop	-	(5,581)	(16,069)
Disposal of tangible capital assets	-	15,125	-
Recapture of amortization on disposal	-	(15,125)	-
	-	(1,740,227)	(218,019)
Acquisition of prepaid asset	41,199	(18,548)	(59,747)
Use of prepaid asset	-	59,747	4,482
	41,199	41,199	(55,265)
Acquisition of inventory	(29,059)	(93,196)	(64,137)
Use of inventory	-	64,137	58,129
	(29,059)	(29,059)	(6,008)
Increase (decrease) in net financial assets	700,697	(2,342,475)	(640,205)
Net debt at beginning of year	(7,043,585)	(7,043,585)	(6,403,380)
Net debt at end of year	\$ (6,342,888)	\$ (9,386,060)	\$ (7,043,585)

The accompanying notes are an integral part of the financial statements

Pasqua First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2016

	2016	2015
		<u>Restated</u>
Cash flows from Operating activities		
Current deficit	\$ (614,388)	\$ (360,913)
Items not affecting cash		
Amortization	1,017,652	1,025,251
Amortization - Paskwa Pit Stop	27,148	26,030
Land contribution from Pasqua TLE Trust	-	<u>(828,300)</u>
	430,412	(137,932)
Change in non-cash operating working capital		
Accounts receivable	52,197	(41,944)
Inventory	(29,059)	(6,008)
Prepaid expenses	41,199	(55,265)
Accounts payable	34,095	(535,399)
Deferred revenue - unexpended funds	22,282	(62,973)
Deferred revenue	623,719	<u>(958,148)</u>
	1,174,845	(1,797,669)
Capital activities		
Purchase of capital assets	(2,785,032)	<u>(441,000)</u>
Financing activities		
Due to related parties	559,933	(48,326)
CMHC mortgage proceeds	1,892,015	262,723
CMHC mortgage repayment	(335,474)	(321,280)
Long-term debt proceeds	2,333,705	1,116,203
Long-term debt repayment	(1,650,095)	<u>(740,911)</u>
	2,800,084	268,409
Investing activities		
Restricted cash - Funds held in trust by federal government	86,260	64,522
Restricted cash - CMHC reserves	(314,592)	(14,696)
Restricted cash - capital projects	(633,562)	147,267
(Gain) Loss on investments	-	<u>(60,336)</u>
	(861,894)	136,757
Increase (decrease) in cash and cash equivalents	328,003	(1,833,503)
Cash and cash equivalents, beginning of year	(222,273)	1,611,230
Cash and cash equivalents, end of year	<u>\$ 105,730</u>	<u>\$ (222,273)</u>

The accompanying notes are an integral part of the financial statements

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

1. General

The Pasqua First Nation is an Indian Band subject to the provisions of the Indian Act. These financial statements include the Pasqua First Nation government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation. These financial statements do not include the Treaty Land Entitlement (TLE) Trust or the Pasqua First Nation Legacy Trust; separate audited financial statements are prepared for these Trusts.

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 Pasqua First Nation reporting entity includes the Pasqua 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 Pasqua 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 Pasqua First Nation.

Organizations consolidated in Pasqua First Nation's financial statements include:

Paskwa Pit Stop

Organizations accounted for on a modified equity basis include:

TLE Holdings Ltd.

PFN Group of Companies Inc.

(c) Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or to finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible assets, prepaid expenses and inventory of supplies.

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

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

(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 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.

(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 Pasqua 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	5 years Straight line
Vehicles	3 years Straight line
CMHC - houses	25 years Straight line
Roads	40 years Straight line
Infrastructure	40 years Straight line
Band houses	20 years Straight line

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

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

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

(g) Portfolio investments

Portfolio investments are recorded at cost. Portfolio investments are written down where there has been a loss in value that is other than a temporary decline.

(h) Liability for contaminated sites

A liability for remediation of a contaminated site is recognized at the best estimate of the amounts required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2016.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it's settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

The First Nation is not aware of any liabilities and consequently none have been recognized in these statements.

(i) Use of estimates

The preparation of consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

(j) Segments

The First Nation conducts its business through reportable segments. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives, aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenues and expenses represent both amounts that are directly attributed to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

(k) Internal charges and transfers

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

(l) Revenue recognition

Revenue is recorded in the period specified in the funding agreements entered into with government agencies and other organizations. Funds received in advance of making the related expenses are reflected as deferred revenue in the year of receipt and classified as such in the financial statements. Any funding received pursuant to an agreement that does not have a provision for the deferral of unexpended funds is reported as a repayment of revenue.

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

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

(m) Recognition of expenses

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

(n) Comparative figures

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

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

3. Cash and cash equivalents

Under the terms of an agreement with Canada Mortgage and Housing Corporation, Pasqua First Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue to the Replacement and Subsidy Fund.

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

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

	2016	2015
Unrestricted cash		
Band operations (overdraft)	\$ (339,938)	\$ (644,827)
Gaming	123,487	163,380
TLE operating/revenue	156,068	53,817
Pasqua Flood Claim	-	67
PFN Legacy Trust operating/revenue	12,059	40,365
Paskwa Pit Stop	<u>154,054</u>	<u>164,925</u>
	<u>105,730</u>	<u>(222,273)</u>
Restricted cash - capital projects		
Chief Paskwa Education Centre	-	19,412
High School Construction	23,630	23,606
FNIF Road Construction	<u>722,090</u>	<u>69,139</u>
	<u>745,720</u>	<u>112,157</u>
Restricted cash - CMHC		
Replacement reserve	9,728	29,164
Operating reserve	6,073	37,814
Replacement reserve GIC's	<u>782,395</u>	<u>416,626</u>
	<u>798,196</u>	<u>483,604</u>
Restricted cash - funds held in trust by federal government		
Funds held in trust by federal government	26,780	113,040
Total cash and cash equivalents	<u>\$ 1,676,426</u>	<u>\$ 486,528</u>

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

4. Trust funds held by federal government

	2016 Revenue	2016 Capital	2016 Total	2015 Total
Surplus, beginning of year	\$ 101,494	\$ 11,545	\$ 113,039	\$ 177,561
Withdrawals	(95,445)	-	(95,445)	(120,000)
Lease revenue	7,412	-	7,412	51,235
Interest earnings	1,774	-	1,774	3,422
Other	-	-	-	822
Surplus, end of year	\$ 15,235	\$ 11,545	\$ 26,780	\$ 113,040

The trust funds arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

5. Accounts receivable

	2016	2015
Due from members		
Advances	\$ 12,509	\$ 36,065
SA client Advances	15,971	15,971
Total due from members	28,480	52,036
Due from others		
Paskwa Pit Stop receivables	36,780	28,482
FHQ Tribal Council	99,642	150,326
Others	141,264	119,150
Total due from others	277,686	297,958
Due from government and other government organizations		
INAC	-	26,260
CMHC Subsidy	35,491	36,714
Total due from government and other government organizations	35,491	62,974
Allowance for doubtful accounts	341,657	412,968
	(78,096)	(97,210)
Total accounts receivable	\$ 263,561	\$ 315,758

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

6. INAC accounts receivable

	2016	2015
<u>Institutional Care</u>	\$ -	<u>26,260</u>

7. Due to (from) related parties

	2016	2015
		Restated
TLE Holdings Inc.	\$ (74,517)	\$ (27,930)
PFN Group of Companies	588,227	-
<u>Paskwa Pit Stop</u>	-	<u>(18,293)</u>
	<u>\$ 513,710</u>	<u>\$ (46,223)</u>

8. Portfolio investments

	2016	2015
Kinookimaw Beach Association	\$ 579	\$ 579
IMI Brokerage Company Ltd	20,000	20,000
First Nations Bank	940	940
<u>Keseechiwan Holding LP (8.3% ownership)</u>	<u>60,000</u>	<u>60,000</u>
	<u>\$ 81,519</u>	<u>\$ 81,519</u>

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

9. Investments in government business enterprises

Commercial enterprises are those organizations that meet the definition of government business enterprises as described by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Government business enterprises have the power to contract in their own name, have the financial and operating authority to carry on a business, sell goods and services to customers outside the First Nation government as their principal activity, and that can, in the normal course of their operations, maintain operations and meet liabilities from revenues received from outside the First Nation government.

	Pasqua TLE Holdings Inc.	PFN Group of Companies Inc.			
	Dec 31/15	Dec 31/15	2016 Total	2015 Total	
Cash	\$ 3,629	\$ -	\$ 3,629	\$ 9,858	
Accounts receivable	8,022	131,040	139,062	42,035	
Due from Pasqua First Nation	<u>5,670</u>	<u>-</u>	<u>5,670</u>	<u>52,758</u>	
Total assets	\$ 17,321	\$ 131,040	\$ 148,361	\$ 104,651	
 Bank indebtedness	 \$ -	 \$ 1,419	 \$ 1,419	 \$ -	
Accounts payable	17,321	76,861	94,182	16,385	
Due to Pasqua First Nation	<u>-</u>	<u>52,760</u>	<u>52,760</u>	<u>88,266</u>	
Total liabilities	17,321	131,040	148,361	104,651	
 Equity	 -	 -	 -	 -	
Total liabilities and equity	\$ 17,321	\$ 131,040	\$ 148,361	\$ 104,651	
	Pasqua TLE Holdings Inc.	PFN Group of Companies Inc.			
	Dec 31/15	Dec 31/15	2016 Total	2015 Total	
Revenue	\$ 190,420	\$ 592,916	\$ 783,336	\$ 572,502	
Expenses	42,939	536,927	579,866	356,810	
Transfer to Pasqua First Nation	<u>147,481</u>	<u>55,989</u>	<u>203,470</u>	<u>215,692</u>	
Total expenses	190,420	592,916	783,336	572,502	
Net income	\$ -	\$ -	\$ -	\$ -	

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

10. Bank indebtedness

Bank indebtedness consists of cheques issued in excess of deposits and the utilization of the line of credit. The First Nation maintains numerous bank accounts and has three authorized lines of credit (details below). As of year end the net balance in the operating accounts was \$105,730 and therefore no bank indebtedness is reported; see note 3 - cash and cash equivalents for further details.

	2016	Approved line of credit
General operating - prime plus 2%	\$ 100,000	
Line of credit utilized as of March 31, 2016 - nil (2015 - \$405,284)	-	
Cheques issued in excess of deposits as of March 31, 2016 - \$31,123 (2015 - \$96,802)	-	
Payroll - 8%	20,000	
Line of credit utilized as of March 31, 2016 - \$19,055 (2015 - \$17,926)	-	
Housing - prime plus 2%	400,000	
Line of credit utilized as of March 31, 2016 - \$164,449 (2015 - nil)	-	
Total authorized lines of credit	\$ 520,000	

11. Accounts payable

	2016	2015
Due to band membership		
Wages and benefits	\$ 9,363	\$ 11,774
Due to others		
Paskwa Pit Stop payables	83,142	92,926
General suppliers	305,001	241,630
Pension	1,343	17,851
Group insurance	7,810	1,511
Capital projects	-	5,000
Total due to others	397,296	358,918
Due to government and other government organizations		
INAC	53,796	39,072
Canada Revenue Agency	(839)	15,757
Total due to government and other government organizations	52,957	54,829
Total accounts payable	\$ 459,616	\$ 425,521

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

12. 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
RLEMP	\$ 27,282	\$ -
First Nation & Inuit Training (Trades Training Partnership)	-	5,000
<u>Business Development (Asham's Beach Project)</u>	<u>35,200</u>	<u>35,200</u>
	<u>\$ 62,482</u>	<u>\$ 40,200</u>

13. Deferred revenue

	March 31, 2015	Funding received, 2016	Revenue recognized, 2016	March 31, 2016
Federal government				
Subdivision	\$ 7,717	\$ -	\$ (7,717)	\$ -
School Drainage	45,690	-	(45,690)	-
Lagoon Expansion	-	1,431,017	(728,556)	702,461
Road / flood repairs	25,335	-	(25,335)	-
Total	\$ 78,742	\$ 1,431,017	\$ (807,298)	\$ 702,461

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

14. Long-term debt

	2016	2015
Peace Hills Trust #6 - New Housing Loan Term Loan - bearing interest at 6.50%, annual blended payment of \$105,000, maturing June 1, 2015, secured by assignment of First Nations Trust, INAC and assets of Band store.	\$ -	\$ 106,079
Peace Hills Trust #30 - CMHC Replacement Reserve Term Loan - bearing interest at 4.50%, quarterly blended payments of \$11,150, maturing July 1, 2018, secured by assignment of First Nations Trust, INAC, FHQ Tribal Council and assets of Band store.	106,506	145,706
Peace Hills Trust #35 - Flood Claim and Debt Consolidation Term Loan - approved facility agreement \$115,000, partially disbursed, bearing interest at 3.75%, monthly blended payments of \$5,050, maturing March 1, 2017, secured by assignment of First Nations Trust, INAC and assets of Band store.	58,636	116,057
Peace Hills Trust #34 - Classroom, Post Secondary & Ratification Term Loan - bearing interest at 6.00%, quarterly blended payments of \$102,000, maturing July 1, 2018, secured by assignment of First Nations Trust, INAC and assets of Band store.	-	1,252,547
Peace Hills Trust #32 - Premium Gas Tank - Paskwa Pit Stop Term loan bearing interest at 6.00%, monthly blended payments of \$1,933, maturing December 1, 2017, secured by assignment of First Nations Trust, INAC, FHQ Tribal Council and assets of Band store.	36,794	57,224
Peace Hills Trust #36 - Railway Claim and Debt Consolidation Term Loan - approved facility agreement \$300,000, partially disbursed, bearing interest at 3.75%, monthly interest payments, maturing September 1, 2016, secured by assignment of First Nations Trust, INAC, and assets of Band store.	44,567	17,805
Peace Hills Trust #37 - Surrender Claim and Debt Consolidation Term Loan - approved facility agreement \$675,000, partially disbursed, bearing interest at 3.75%, monthly interest payments, maturing September 1, 2016, secured by assignment of First Nations Trust, INAC, and assets of Band store.	419,673	281,827
Peace Hills Trust #39 - Bridge legal costs regarding TLE litigation - bearing interest at 3.75%, monthly interest payments and annual principal payment of \$77,500, maturing May 1, 2020, secured by assignment of First Nations Trust, INAC and assets of Band store.	191,574	-
Peace Hills Trust #40 - Loan to fund CMHC account and payables - bearing interest at 6.00%, quarterly blended payments of \$108,750, maturing October 1, 2020, secured by assignment of First Nations Trust, INAC and assets of Band store.	1,803,101	-
Current portion	2,660,851	1,977,245
Total	\$ 1,659,909	\$ 1,415,098

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

14. Long-term debt, continued

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

2017	\$ 1,000,942
2018	494,450
2019	440,775
2020	404,699
2021 and thereafter	319,985
	\$ 2,660,851

	2016	2015
Interest expense for the year on long-term debt	\$ 115,706	\$ 101,716

15. CMHC mortgages

	Phase number	Maturity date	Interest rate	Monthly payment	2016	2015
Peace Hills Trust	1	10/1/2018	5.34%	\$ 2,948	\$ 85,645	\$ 115,775
Peace Hills Trust	2	3/1/2017	5.24%	1,645	19,350	37,652
Peace Hills Trust	3	4/1/2018	5.14%	1,530	36,307	52,444
CMHC	4	3/1/2020	1.39%	646	30,173	37,438
CMHC	5	3/1/2020	1.39%	684	31,959	39,654
CMHC	6	8/1/2020	1.08%	1,612	170,406	187,491
CMHC	7	9/1/2017	1.71%	997	124,168	133,934
CMHC	8	3/1/2018	1.62%	1,074	139,864	150,418
CMHC	9	2/1/2020	1.12%	1,249	192,241	205,017
CMHC	10	6/1/2016	2.63%	3,955	418,161	454,251
CMHC	11	6/1/2016	2.37%	5,832	901,068	949,272
CMHC	12	6/1/2017	1.65%	1,835	313,895	330,618
CMHC	13	6/1/2017	1.65%	3,669	627,894	661,337
CMHC	14	1/1/2019	2.11%	8,576	1,860,979	1,924,167
CMHC	15	8/1/2019	1.85%	1,041	237,480	232,775
CMHC advances	16			-	1,324,975	-
CMHC advances	17			-	467,595	-
CMHC advances	18			-	86,622	-
					7,068,782	5,512,243
Less current portion					343,494	332,949
					\$ 6,725,288	\$ 5,179,294

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

16. Tangible capital assets

The previous year's figures have been restated.

	Cost	Additions	Disposals	Accumulated amortization	2016 Net book value
Land	\$ 8,209,300	\$ -	\$ -	\$ -	\$ 8,209,300
Buildings	10,024,525	-	-	5,288,297	4,736,228
Equipment	673,243	4,800	-	629,261	48,782
Vehicles	360,750	35,000	15,125	357,291	23,334
CMHC - houses	9,313,310	2,016,577	-	3,302,415	8,027,472
Roads	1,639,635	-	-	237,024	1,402,611
Infrastructure	3,625,922	723,074	-	1,163,707	3,185,289
Band houses	10,224,556	-	-	8,752,986	1,471,569
Paskwa Pit Stop	579,743	5,581	-	405,014	180,310
	\$ 44,650,984	\$ 2,785,032	\$ 15,125	\$ 20,135,995	\$ 27,284,895

	Cost	Additions	Disposals	Accumulated amortization	2015 Net book value
Land	\$ 7,381,000	\$ 828,300	\$ -	\$ -	\$ 8,209,300
Buildings	9,953,788	70,737	-	4,927,242	5,097,283
Equipment	620,743	52,501	-	605,627	67,616
Vehicles	360,750	-	-	346,545	14,205
CMHC - houses	9,229,281	84,029	-	2,926,045	6,387,265
Roads	1,639,635	-	-	196,033	1,443,602
Infrastructure	3,408,258	217,664	-	1,087,176	2,538,746
Band houses	10,224,556	-	-	8,639,788	1,584,767
Paskwa Pit Stop	563,674	16,069	-	377,866	201,877
	\$ 43,381,685	\$ 1,269,300	\$ -	\$ 19,106,322	\$ 25,544,661

17. Prepaid expenses

	2016	2015
Insurance	\$ 12,295	\$ 14,481
Student allowance	-	39,495
Other	-	550
Paskwa Pit Stop - other	5,093	5,221
Social development	1,160	-
Total	\$ 18,548	\$ 59,747

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

18. Inventory

	2016	2015
Paskwa Pit Stop	\$ 93,196	\$ 64,137

19. Accumulated surplus

	2016	2015
		Restated
Restricted		
Invested in tangible capital assets	\$ 20,179,320	\$ 19,869,118
Funds held in trust by federal government	26,780	113,040
Portfolio investments	81,519	81,519
CMHC reserves	718,462	794,908
	21,006,081	20,858,585
Unrestricted		
Operating surplus (deficit)	(2,995,501)	(2,233,624)
	\$ 18,010,580	\$ 18,624,961

20. Prior period adjustment

The comparative figures have been retroactively restated to reflect the capitalization of previously unrecorded assets and the overstatement of amounts payable from the Paskwa Pit Stop. Although the net effect in the consolidated statements for the Paskwa Pit Stop adjustment was not material in nature the effect on the Paskwa Pit Stop statement was material.

	As previously stated 2015	Adjustment 2015	Restated 2015
Capital assets	\$ 25,199,261	\$ 345,401	\$ 25,544,662
Due from related parties	\$ 27,930	\$ 18,294	\$ 46,224
Accumulated surplus	\$ 18,261,267	\$ 363,695	\$ 18,624,962

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

21. Revenue, expenditures and surplus (deficit) by segment

	Revenue	Expenditures	Transfers	Surplus (deficit)
Claims and Indian Government	105,787	138,769	-	(32,982)
Community Infrastructure	1,814,792	881,208	(342,014)	591,570
Economic Development	138,011	138,011	-	-
Education	2,143,382	2,226,930	(218,009)	(301,557)
Indian Government Support	651,071	1,064,506	(14,643)	(428,078)
Land Management	101,246	101,246	-	-
Social Development	1,038,264	1,049,595	-	(11,331)
Indian Registry	15,654	15,654	-	-
Health Canada	482,221	482,221	(43,579)	(43,579)
CMHC Operations	648,217	345,620	(376,370)	(73,773)
Band Projects	7,469,880	7,761,499	(23,035)	(314,654)
Amortization	-	1,017,650	1,017,650	-
	14,608,525	15,222,909	-	(614,384)

22. INAC funding reconciliation

	2016	2015
INAC confirmation	\$ 6,330,564	\$ 4,441,693
Prior period revenue (recovery)		
High cost - Special Education	(48,922)	-
Band Employee Benefits	-	(22,211)
Specific Claims	-	(51,973)
Economic Development - Potash	-	(4,350)
Current year receivable (payable)		
Band Employee Benefits	(929)	(16,920)
Basic Needs	(2,327)	(1,090)
Special Needs	(13,846)	(19,162)
Home Care	-	(1,242)
NCB	-	(658)
Institutional Care	-	217
	\$ 6,264,540	\$ 4,324,304

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

23. Government Transfers

	2016		
	Operating	Capital	Total
Federal government transfers			
Indigenous and Northern Affairs Canada	\$ 4,405,278	\$ 1,748,741	\$ 6,154,019
Health Canada	478,331	-	478,331
Canada Mortgage and Housing Corporation	580,157	-	580,157
Total	5,463,766	1,748,741	7,212,507
Provincial government transfers			
	\$ 5,463,766	\$ 1,748,741	\$ 7,212,507
	2015		
	Operating	Capital	Total
Federal government transfers			
Indigenous and Northern Affairs Canada	\$ 3,837,563	\$ 486,741	\$ 4,324,304
Health Canada	475,172	-	475,172
Canada Mortgage and Housing Corporation	567,220	-	567,220
Total	4,879,955	486,741	5,366,696
Provincial government transfers			
	211	-	211
	\$ 4,880,166	\$ 486,741	\$ 5,366,907

24. Contingent liabilities

Pasqua 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, Pasqua 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 Pasqua First Nation's financial statements. The First Nation is currently not involved in any legal actions that are likely to result in a potential liability and no liabilities have been recorded in these financial statements.

25. Reserves

The CMHC funding agreements require that the First Nation set aside cash in specially funded reserve bank accounts; as of March 31, 2016 the reserves were overfunded by \$79,735 (2015 - underfunded \$311,305).

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

26. Employee benefit obligations

Vacation and overtime

The vacation and overtime liability is comprised of the vacation and overtime that employees are deferring to future years. Employees have either earned the benefits or are entitled to these benefits within the next budgetary year.

Post-employment benefits

Pasqua First Nation does not provide extended health, dental and life insurance benefits to qualifying retirees and their surviving spouses from the date of retirement.

Pension plan

Pasqua First Nation provides a defined contribution plan for eligible members of its staff. Members are required to contribute 5.5% of their salary. Pasqua First Nation contributes a matching portion which is directed to the member's contribution account. Pasqua First Nation does not have any other obligations with regards to the pension plan as at March 31, 2016.

27. Contractual obligations

The nature of Pasqua 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.

28. Pasqua First Nation Legacy Trust loan proceeds

Under the provisions of the trust agreement the Pasqua First Nation Legacy Trust can authorize loans to a maximum of 25% of the market value of the trust. In the current year an authorized loan was obtained and a total of \$4,177,138 was contributed to the First Nation. The First Nation then contributed \$4,166,647 to the PFN Group of Companies Inc. The funds were borrowed to facilitate the purchase of Pro Metals Inc. which was acquired by the Pasqua Group of Companies Inc. Repayment of the loan will be from future revenues of the acquired company or from annual income from the trust.

29. Trusts under administration

Pasqua 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 Pasqua First Nation. The equity amounts held in trust at the year end are the following:

	2016	2015
Pasqua First Nation Treaty Land Entitlement Trust	\$ 1,230,573	\$ 1,256,949
Pasqua First Nation Legacy Trust	16,677,741	17,058,615
	<hr/> \$ 17,908,314	<hr/> \$ 18,315,564

Pasqua First Nation Treaty Land Entitlement Trust - held in trust with Royal Trust Corporation of Canada.
Pasqua First Nation Legacy Trust - held in trust with Peace Hills Trust.

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

30. Pasqua TLE Holdings Inc.

A total of 8,991 acres (8,991 - 2015) of land have been purchased for a total of \$8,209,300 (\$8,209,300 - 2015) and are being held in trust by Pasqua TLE Holdings Inc. until such time as they are converted to reserve status.

31. Economic dependence

Pasqua First Nation receives a major portion of its revenue pursuant to a funding arrangement with Indigenous and Northern Affairs Canada.

32. Subsequent events

On July 15, 2016 Pasqua First Nation received an offer from INAC to negotiate a settlement of the 1906 Surrender of IR 79 specific claim.

33. Budgeted figures

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

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

34. INAC funding

The First Nation (Recipient) receives funding from Indigenous and Northern Affairs Canada (INAC) by entering into an agreement with INAC.

There are five approaches that INAC may consider in the design and delivery of transfer payment programs:

1. **Grant approach** – A grant is a transfer payment that is subject to pre-established eligibility and other entitlement criteria. Recipients are not required to account for the grant, but they may be required to report on results. The grant funding approach can be used for any duration of time necessary to achieve program results.
2. **Set contribution approach** – A set contribution is a transfer payment that is subject to performance conditions outlined in a funding agreement. Set contributions must be accounted for and are subject to audits. Funds are to be expended as identified in the funding agreement and cannot be redirected to other programs. Any unspent funding and any funding spent on ineligible expenditure must be returned to INAC annually.
3. **Fixed contribution approach** – Fixed contribution funding is an option where annual funding amounts are established on a formula basis or where the total expenditure is based on a fixed-cost approach. Fixed funding is distributed on a program basis. It is possible under this approach for recipients to keep any unspent funding provided that program requirements set out in the funding agreement have been met and the recipient agrees to use the unspent funds for purposes consistent with the program objectives or any other purpose agreed to by INAC. A plan must be submitted and approved by INAC prior to spending the unspent funds. If the funds are not spent according to the plan within the agreed upon time period they will be recovered by INAC.
4. **Flexible contribution approach** – Flexible contribution funding is an option which allows funds to be moved within cost categories of a single program during the life of the project/agreement. However, unspent funds must be returned to INAC at the end of the project, program or agreement.
5. **Block contribution approach** – Block contribution funding is an option which allows funds to be reallocated within the block of programs during the agreement, as long as progress towards program objectives is being achieved. It is possible under this approach for recipients to keep any unspent funding provided that program delivery standards have been met and the recipient agrees to use the unspent funding for purposes consistent with the block program objectives or any other purpose agreed to by INAC.

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

35. Segmented information

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

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 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.

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

35. Segmented information, continued

Land Management:

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

Social Development:

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

Indian Registration:

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

Governance and Institutions of Government:

Costs associated with Governance and Institution of Government activities.

2) Health Programs (FNIHB)

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

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

3) Canada Mortgage and Housing Corporation (CMHC)

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

4) Band programs

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

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

36. Expenses by object

	2016 Budget	2016 Actual	2015 Actual
Administration	\$ 179,765	\$ 120,672	\$ 167,606
Amortization	-	1,017,650	1,025,251
Assistance - social development	647,556	646,631	597,142
Assistance to band members	183,562	175,002	132,133
Bad debts (recovery)	-	7,209	-
Band development	-	35,000	26,226
Bank charges and supplier interest	34,919	58,324	40,103
Consultants and contractors	2,288,183	4,157,995	1,457,678
Contribution to PFN Group of Companies Inc.	-	4,166,647	-
Cultural programs	417,647	417,647	308,683
Equipment purchases	-	1,960	150
First Nations Trust	194,642	194,642	166,918
Fuel	55,579	55,579	84,546
Graduation, awards, prizes	31,915	31,916	37,684
Honorariums	383,080	262,237	162,312
Insurance	135,893	167,496	118,813
Janitorial supplies	9,204	9,204	7,261
Land purchases	-	-	828,300
Last Mountain IR#80A claim expenses	356	112,007	15,411
Life / employability skills	-	-	6,784
Long term debt - interest paid	911,333	248,267	226,382
New paths	-	-	647
Other expenses	45,792	20,946	207,104
Outpatient program	-	-	3,115
Paskwa Pit Stop	-	332,197	349,513
Per capita distribution	-	-	16,000
Per capita distribution monies returned to Trust	-	-	390,000
Professional fees	22,920	276,558	382,123
Program expenses	101,831	106,833	109,745
Recreational activities	146	16,548	16,000
Rent - office	-	6,000	6,000
Repairs and maintenance	652,494	646,987	688,168
Student allowance	251,781	291,277	385,826
Supplies	272,927	300,870	312,782
Telephone	13,744	14,794	15,064
Training	23,579	23,940	22,953
Travel - medical transportation	14,160	14,160	28,007
Travel, meetings, per diems	243,173	233,946	335,374
Tuition	362,009	363,209	189,225
Utilities	82,044	82,044	115,119
Wages and benefits	2,054,171	2,152,141	2,654,391
Winter/summer games	50	50	5,968
Youth	-	-	23,250
Cost share - allocated from other programs	1,416,028	1,233,779	-
Transfer to capital assets	-	(2,779,451)	(1,253,231)
	\$ 11,030,483	\$ 15,222,913	\$ 10,412,526

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

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - set	\$ 105,787	\$ 105,787	\$ -
<u>Deferred revenue - prior year</u>	<u>-</u>	<u>-</u>	<u>771,647</u>
	105,787	105,787	771,647
Expenses			
Bank charges and supplier interest	-	-	152
Contracts	49,320	-	-
Last Mountain IR#80A claim expenses	356	112,007	15,411
Long term debt - interest paid	-	83	-
Per capita distribution	-	-	16,000
Per capita distribution monies returned to Trust	-	-	390,000
Professional fees	-	26,679	180,562
	49,676	138,769	602,125
Current surplus (deficit) before transfers	56,111	(32,982)	169,522
Transfers			
Transfer - Band Projects	-	-	(184,933)
Current deficit	\$ 56,111	\$ (32,982)	\$ (15,411)

The accompanying notes are an integral part of the financial statements

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

	2016 Budget	2016 Actual	2015 Restated
Revenue			
INAC - fixed	\$ 414,034	\$ 414,034	\$ 392,940
INAC - flexible	1,748,741	1,748,741	486,741
CMHC	157,934	153,662	142,033
FHQ Tribal Council	-	-	9,550
Interest revenue	8,925	8,942	9,267
Insurance proceeds	100,563	100,563	-
Other revenue	15,089	12,569	31,787
Deferred revenue - prior year	-	78,742	225,197
Deferred revenue - current year	-	(702,461)	(78,742)
	2,445,286	1,814,792	1,218,773
Expenses			
Administration	5,182	5,182	-
Bank charges and supplier interest	268	11,297	1,965
Consultants and contractors	881,844	2,846,196	552,535
Equipment purchases	-	-	150
Fuel	55,401	55,401	79,127
Insurance	15,367	15,368	52,020
Janitorial supplies	-	-	7,261
Long term debt - interest paid	105,000	1,394	15,767
Repairs and maintenance	408,357	430,078	460,458
Supplies	91,597	114,551	63,018
Telephone	2,620	2,620	2,661
Training	2,270	1,070	1,445
Travel, meetings, per diems	9,382	6,310	31,576
Utilities	12,321	12,321	59,033
Wages and benefits	123,871	123,871	374,988
Transfer to capital assets	-	(2,744,451)	(301,693)
	1,713,480	881,208	1,400,311
Current surplus (deficit) before transfers	731,806	933,584	(181,538)
Transfers			
Transfer - Band Projects	-	-	395,075
Transfer - Amortization	-	(342,014)	(349,614)
Current surplus (deficit)	\$ 731,806	\$ 591,570	\$ (136,077)

The accompanying notes are an integral part of the financial statements

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

	2016	2016	2015
	Budget	Actual	Restated
Revenue			
INAC - fixed	\$ -	\$ 41,600	\$ -
INAC - set	- -	10,000	-
INAC - prior period revenue (recovery)	- -	-	(4,350)
FHQ Tribal Council	86,411	86,411	86,411
Unexpended funds transferred - prior year	- -	35,200	35,200
	86,411	173,211	117,261
Expenses			
Assistance to band members	42,137	42,136	5,143
Consultants and contractors	39,878	91,479	84,326
Supplies	4,396	4,396	18,408
Travel, meetings, per diems	- -	-	6,081
Transfer to capital assets	- -	-	(86,838)
	86,411	138,011	27,120
Current surplus before other items	-	35,200	90,141
Other items			
Unexpended funds transferred to deferred revenue	- -	(35,200)	(35,200)
Current surplus before transfers	-	-	54,941
Transfers			
Transfer - Band Projects	- -	-	4,488
Current surplus	\$ -	\$ -	\$ 59,429

The accompanying notes are an integral part of the financial statements

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

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - fixed	\$ 1,814,003	\$ 1,829,982	\$ 1,852,169
INAC - set	353,573	337,594	321,779
INAC - prior period revenue (recovery)	-	(48,922)	-
FHQ Tribal Council	19,728	19,728	29,302
Other revenue	-	-	25,843
Unexpended funds transferred - prior year	-	5,000	5,000
	2,187,304	2,143,382	2,234,093
Expenses			
Administration	20,598	20,598	67,643
Bank charges and supplier interest	-	-	232
Consultants and contractors	161,958	161,958	215,364
Cultural programs	999	999	1,477
Fuel	178	178	332
Graduation, awards, prizes	31,915	31,916	37,384
Insurance	5,500	5,500	5,291
Janitorial supplies	9,204	9,204	-
Other expenses	-	-	204,449
Program expenses	4,220	4,220	16,240
Repairs and maintenance	30,256	30,388	13,752
Student allowance	251,781	291,277	385,826
Supplies	124,126	124,125	133,873
Telephone	1,313	1,313	1,075
Training	9,576	9,577	-
Travel, meetings, per diems	23,985	23,984	35,217
Tuition	362,009	362,009	187,700
Utilities	50,425	50,425	41,297
Wages and benefits	1,099,261	1,099,259	1,105,616
	2,187,304	2,226,930	2,452,768
Current deficit before other items	-	(83,548)	(218,675)
Other items			
Unexpended funds transferred to deferred revenue	-	-	(5,000)
Current deficit before transfers	-	(83,548)	(223,675)
Transfers			
Transfer - Band Projects	-	-	223,674
Transfer - Amortization	-	(218,009)	(218,009)
Current deficit	\$ -	\$ (301,557)	\$ (218,010)

The accompanying notes are an integral part of the financial statements

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

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - grant	\$ 382,998	\$ 382,998	\$ 382,998
INAC - fixed	146,496	146,496	32,763
INAC - set	114,753	114,753	99,173
INAC - receivable (payable)	-	(929)	(16,920)
FSIN	-	-	66,928
Interest revenue	17	17	-
Other revenue	491,315	7,720	9,152
Administration fees	16	16	60
	1,135,595	651,071	574,154
Expenses			
Administration	16,400	12,400	-
Assistance to band members	-	-	13,705
Bad debts (recovery)	-	7,209	-
Bank charges and supplier interest	34,447	34,447	32,693
Consultants and contractors	195,628	184,628	59,689
Fuel	-	-	96
Honorariums	288,000	167,157	103,537
Insurance	52,584	114,760	17,767
Other expenses	29,069	7,623	-
Professional fees	2,150	35,129	129,848
Repairs and maintenance	24,498	24,498	18,090
Supplies	33,874	34,184	31,989
Telephone	7,061	6,911	7,328
Training	823	823	7,407
Travel, meetings, per diems	163,916	147,592	166,922
Tuition	-	-	1,525
Wages and benefits	287,145	287,145	461,295
	1,135,595	1,064,506	1,051,891
Current deficit before transfers	-	(413,435)	(477,737)
Transfers			
Transfer - Band Projects	-	-	488,993
Transfer - Amortization	-	(14,643)	(14,644)
Current deficit	\$ -	\$ (428,078)	\$ (3,388)

The accompanying notes are an integral part of the financial statements

Schedule #6
Pasqua First Nation
Land Management
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - fixed	\$ 128,528	\$ 128,528	\$ -
Expenses			
Administration	12,852	12,853	-
Consultants and contractors	109,391	2,975	-
Program expenses	-	2,690	-
Rent - office	-	6,000	-
Repairs and maintenance	-	5,544	-
Supplies	-	3,309	-
Telephone	-	600	-
Travel, meetings, per diems	6,285	8,003	-
Wages and benefits	-	59,272	-
	128,528	101,246	-
Current surplus before other items		27,282	-
Other items			
Unexpended funds transferred to deferred revenue	-	(27,282)	-
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements

Schedule #7
Pasqua First Nation
Social Development
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - fixed	\$ 49,022	\$ 49,022	\$ 49,022
INAC - set	1,005,375	1,005,375	786,608
INAC - receivable (payable)	20,252	(16,173)	(21,935)
Other revenue	40	40	-
Unexpended funds transferred - prior year	-	-	11,000
	1,074,689	1,038,264	824,695
Expenses			
Administration	19,174	19,174	23,248
Assistance - social development	647,556	646,631	597,142
Audit	-	-	2,000
Consultants and contractors	211,763	186,408	64,686
Cultural programs	27,321	27,320	20,322
Graduation, awards, prizes	-	-	300
Life / employability skills	-	-	6,784
Program expenses	97,011	97,012	74,493
Supplies	1,720	1,720	23,812
Telephone	600	600	600
Training	5,624	5,624	2,907
Travel, meetings, per diems	5,094	5,094	6,483
Wages and benefits	60,013	60,012	59,755
	1,075,876	1,049,595	882,532
Current deficit before transfers	(1,187)	(11,331)	(57,837)
Transfers			
Transfer - Band projects	-	-	1,242
Current deficit	\$ (1,187)	\$ (11,331)	\$ (56,595)

The accompanying notes are an integral part of the financial statements

Schedule #8
Pasqua First Nation
Indian Registry
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue			
INAC - fixed	\$ 15,654	\$ 15,654	\$ 15,289
Expenses			
Administration	1,067	1,067	1,529
Consultants and contractors	-	-	1,000
Supplies	1,000	1,000	90
Telephone	300	300	400
Travel, meetings, per diems	837	837	2,053
Wages and benefits	12,450	12,450	21,473
	<hr/> 15,654	<hr/> 15,654	<hr/> 26,545
Current deficit	<hr/> \$ -	<hr/> \$ -	<hr/> \$ (11,256)

The accompanying notes are an integral part of the financial statements

Schedule #9
Pasqua First Nation
Health Canada
Schedule of Operations
For the year ended March 31, 2016

	2016	2016	2015
	Budget	Actual	Actual
Revenue			
Health Canada	\$ 482,220	\$ 482,218	\$ 475,172
Health Canada - recovered	(3,887)	(3,887)	-
FHQ Tribal Council	1,900	1,900	-
Other revenue	1,990	1,990	17,307
	482,223	482,221	492,479
Expenses			
Administration	39,095	39,094	37,310
Consultants and contractors	4,217	4,215	42,694
Cultural programs	161,258	161,258	67,975
Fuel	-	-	2,774
New paths	-	-	647
Other expenses	106	106	-
Outpatient program	-	-	3,115
Program expenses	-	-	13,277
Repairs and maintenance	-	-	6,398
Supplies	4,451	4,452	23,999
Telephone	1,800	1,800	1,100
Training	-	-	1,606
Travel - medical transportation	14,160	14,160	28,007
Travel, meetings, per diems	20,666	20,666	24,590
Utilities	19,298	19,298	11,020
Wages and benefits	217,172	217,172	246,002
	482,223	482,221	510,514
Current deficit before transfers	-	-	(18,035)
Transfers			
Transfer - Band Projects	-	-	18,036
Transfer - Amortization	-	(43,579)	(43,579)
Current deficit	\$ -	\$ (43,579)	\$ (43,578)

The accompanying notes are an integral part of the financial statements

Schedule #10
Pasqua First Nation
CMHC Operations
Schedule of Operations
For the year ended March 31, 2016

	2016	2016	2015
	Budget	Actual	Actual
Revenue			
CMHC	\$ 430,537	\$ 426,495	\$ 425,187
Rental income	324,881	221,402	157,112
Other revenue	6,800	320	-
	762,218	648,217	582,299
Expenses			
Administration	46,630	-	-
Bank charges and supplier interest	204	391	468
Consultants and contractors	2,100	38,946	13,982
Insurance	57,404	24,781	36,400
Long term debt - interest paid	448,983	112,804	124,666
Other expenses	3,400	-	-
Professional fees	19,270	15,017	16,000
Repairs and maintenance	186,955	153,681	136,281
	764,946	345,620	327,797
Current surplus before transfers	(2,728)	302,597	254,502
Transfers			
Transfer - Amortization	-	(376,370)	(376,370)
Current deficit	\$ (2,728)	\$ (73,773)	\$ (121,868)

The accompanying notes are an integral part of the financial statements

Schedule #11
Pasqua First Nation
Band Projects
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Restated
Revenue			
Funds earned & held in trust by federal government	\$ -	\$ 9,185	\$ 55,478
Pasqua Legacy Trust - annual income	- -	682,638	-
PFN Legacy Trust - contributed loan proceeds	- -	4,177,138	-
Government of Saskatchewan	- -	211	
FHQ Tribal Council	236,407	189,770	178,204
First Nations Trust	726,603	726,603	710,158
CDC revenue	161,049	122,698	112,913
Keseechiwan Holdings LP	10,000	60,000	70,000
Pasqua Treaty Land Entitlement - annual income	- -	84,253	174,801
Pasqua TLE Holdings Inc - annual income	- -	147,481	155,356
Paskwa Pit Stop (sales less cost of sales)	- -	438,589	457,506
Equity gain in related business entities	- -	-	60,336
Interest revenue	- -	26	286
Other revenue	2,035,878	716,534	294,641
Administration fees	125,408	114,965	122,889
Deferred revenue - prior year	- -	-	40,046
	3,295,345	7,469,880	2,432,825
Expenses			
Administration	18,767	10,304	37,876
Assistance to band members	141,425	132,866	113,286
Band development	- -	35,000	26,226
Bank charges and supplier interest	- -	12,189	4,593
Consultants and contractors	632,084	641,190	423,402
Contribution to PFN Group of Companies Inc.	- -	4,166,647	-
Cultural programs	228,069	228,069	218,908
Equipment purchases	- -	1,960	-
First Nations Trust	194,642	194,642	166,918
Fuel	- -	-	2,217
Honorariums - council	95,080	95,080	58,775
Insurance	5,038	7,088	7,336
Land purchases	- -	-	828,300
Long term debt - interest paid	357,350	133,986	85,949
Other expenses	13,217	13,217	2,656
Paskwa Pit Stop	- -	332,197	349,513
Professional fees	1,500	199,733	53,713
Program expenses	600	2,911	5,735
Recreational activities	146	16,548	16,000
Rent - office	- -	-	6,000
Repairs and maintenance	2,428	2,798	53,189
Supplies	11,763	13,134	17,592
Telephone	50	650	1,900
Training	5,286	6,845	9,588
Travel, meetings, per diems	13,008	21,460	62,452

The accompanying notes are an integral part of the financial statements

Schedule #11, continued
Pasqua First Nation
Band Projects
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Restated
Tuition	-	1,200	-
Utilities	-	-	3,769
Wages and benefits	254,259	292,956	385,265
Winter/summer games	50	50	5,968
Youth	-	-	23,250
Cost share - allocated from other programs	1,416,028	1,233,779	-
Transfer to capital assets	-	(35,000)	(864,700)
	3,390,790	7,761,499	2,105,676
Current surplus (deficit) before other items	(95,445)	(291,619)	327,149
Other items			
Land contributed by Pasqua TLE Trust	-	-	828,300
Current surplus (deficit) before transfers	(95,445)	(291,619)	1,155,449
Transfers			
Transfer - Claims and Indian Government	-	-	184,933
Transfer - Community Infrastructure	-	-	(395,075)
Transfer - Education	-	-	(223,674)
Transfer - Economic Development	-	-	(4,488)
Transfer - Indian Government Support	-	-	(488,993)
Transfer - Social Development	-	-	(1,242)
Transfer - Health	-	-	(18,036)
Transfer - Amortization	-	(23,035)	(23,035)
Current surplus (deficit)	\$ (95,445)	\$ (314,654)	\$ 185,839

The accompanying notes are an integral part of the financial statements

Schedule #12
Pasqua First Nation
Amortization
Schedule of Operations
For the year ended March 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Revenue	\$	\$	\$
Expenses			
Amortization - Community Infrastructure	-	342,014	349,614
Amortization - Education	-	218,009	218,009
Amortization - Indian Government Support	-	14,643	14,644
Amortization - Health	-	43,579	43,579
Amortization - CMHC	-	376,370	376,370
Amortization - Band Projects	-	23,035	23,035
	-	1,017,650	1,025,251
Current deficit before transfers	-	(1,017,650)	(1,025,251)
Transfers			
Transfer - Amortization	-	1,017,650	1,025,251
Current surplus	\$	\$	\$

The accompanying notes are an integral part of the financial statements