

**Pasqua First Nation
Consolidated Financial Statements
March 31, 2018**

Pasqua First Nation
Consolidated Financial Statements
March 31, 2018

	<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 - 32
 Program schedules	
Claims and Indian Government - Schedule #1.....	33
Community Infrastructure - Schedule #2.....	34
Economic Development - Schedule #3.....	35
Education - Schedule #4.....	36
Indian Government Support - Schedule #5.....	37
Land Management - Schedule #6.....	38
Social Development - Schedule #7.....	39
Indian Registry - Schedule #8.....	40
Health Canada - Schedule #9.....	41
CMHC Operations - Schedule #10.....	42
Band Projects - Schedule #11.....	43
Amortization - Schedule #12.....	45

Pasqua First Nation
Management's Responsibility for Financial Reporting
March 31, 2018

The financial statements have been prepared by management in accordance with the recommendations of the Public Sector Accounting Board (PSAB) and the reporting requirements of the funding agreement with Indigenous Services Canada (ISC). Financial statements are not precise since they contain certain amounts based on estimates and judgments. When alternative 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.

Signature on file

Chief

Sept 27, 2018

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
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, 2018, 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, 2018, 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
September 27, 2018

Chalupiak & Associates
Chartered Professional Accountants

Pasqua First Nation
Consolidated Statement of Financial Position
March 31, 2018

	2018	2017 Restated
Financial Assets		
Cash (Note 3)	\$ 336,429	\$ 1,465,715
Restricted cash - capital projects (Note 3)	347,080	491,101
Restricted cash - CMHC reserves (Note 3)	835,539	817,385
Trust funds held by federal government (Note 3 and 4)	42,369	37,513
Accounts receivable (Notes 5 and 6)	425,925	804,955
Due from/to related parties (Note 7)	272,583	-
Portfolio investments (Note 8)	71,319	71,319
Investment in government business enterprises (Notes 9 and 10)	2,200,754	3,983,212
	<u>4,531,998</u>	<u>7,671,200</u>
Liabilities		
Accounts payable (Note 12)	866,731	633,664
Deferred revenue - unexpended funds (Note 13)	506,886	7,900
Deferred revenue (Note 14)	2,244,478	2,651,355
Due from/to related parties (Note 7)	-	88,043
Current portion of long-term debt (Note 15)	1,940,929	1,101,208
Current portion of CMHC mortgages (Note 16)	569,675	502,675
Long-term debt (Note 15)	2,398,684	1,573,020
CMHC mortgages (Note 16)	8,250,154	7,443,587
	<u>16,777,537</u>	<u>14,001,452</u>
Net debt	<u>(12,245,539)</u>	<u>(6,330,252)</u>
Non-financial Assets		
Capital assets (Note 17)	30,990,931	28,307,793
Prepaid expenses (Note 18)	172,744	19,696
Inventory (Note 19)	83,982	70,854
	<u>31,247,657</u>	<u>28,398,343</u>
Accumulated Surplus (Note 20)	<u>\$ 19,002,118</u>	<u>\$ 22,068,091</u>

Approved on behalf of the Pasqua First Nation:

Signature on file

Signature on file

The accompanying notes are an integral part of the financial statements

Pasqua First Nation
Consolidated Statement of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Restated
Revenue			
Indigenous Services Canada	\$ -	\$ -	\$ 80,000
Indigenous Services Canada - grant	638,050	638,050	475,706
Indigenous Services Canada - fixed	3,917,529	3,915,332	4,073,291
Indigenous Services Canada - set	678,146	475,509	450,165
Indigenous Services Canada - flexible	2,429,810	1,409,418	4,150,409
ISC - prior period revenue (recovery)	-	-	(28,059)
ISC - current year receivable (payable)	(32,672)	(12,165)	26,484
Funds earned & held in trust by federal government	128,000	136,656	137,483
Health Canada	517,581	517,581	496,576
CMHC	162,571	752,136	1,011,468
First Nations Trust	697,479	697,479	687,523
Loan proceeds - Pasqua First Nation Legacy Trust	-	891,076	-
Pasqua Legacy Trust - annual income	-	682,226	674,929
Pasqua Treaty Land Entitlement - annual income	-	-	430
Pasqua TLE Holdings Inc - annual income	-	178,483	130,641
Pasqua TLE - annual income	-	48,097	62,677
PFN Group of Companies - annual income	-	216,803	641,879
Government of Canada - native claims loan agreement	-	214,533	-
FHQ Tribal Council	421,796	350,576	371,750
FSIN	-	135,500	-
Government of Saskatchewan	6,057	6,057	-
Paskwa Pit Stop (sales less cost of sales)	1,229	458,182	401,769
Equity gain (loss) in related business entities	-	(1,422,448)	3,891,296
Gain on disposal of investments	-	-	141,144
CDC revenue	11,217	11,217	-
Interest revenue	152	18,651	6,778
Rental income	49,680	279,403	361,084
Keseechiwan Holdings LP	-	60,000	60,000
Enbridge	-	401,406	-
Athabasca Basin Security LP	-	52,767	-
Other revenue	3,042,390	744,694	412,344
Administration fees	142,864	233,159	177,036
Unexpended funds transferred - prior year	-	402,695	737,661
Deferred revenue - prior year	-	2,732,691	27,282
Deferred revenue - current year	-	(2,244,478)	(2,651,355)
	12,811,879	12,981,286	17,008,391
Expenses			
Claims and Indian Government (Schedule 1)	351,788	447,045	131,679
Community Infrastructure (Schedule 2)	2,416,905	1,825,002	1,661,494
Economic Development (Schedule 3)	99,511	88,973	121,962
Education (Schedule 4)	3,493,961	3,467,314	2,865,583
Indian Government Support (Schedule 5)	1,639,637	1,749,380	1,236,941
Land Management (Schedule 6)	111,434	115,970	110,542
Social Development (Schedule 7)	1,161,004	1,098,437	1,123,977
Indian Registry (Schedule 8)	16,906	16,906	16,024
Health Canada (Schedule 9)	533,187	540,103	510,676

The accompanying notes are an integral part of the financial statements

Pasqua First Nation
Consolidated Statement of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Restated
CMHC Operations (Schedule 10)	58,610	614,259	525,191
Band Projects (Schedule 11)	3,722,921	4,337,297	3,109,270
Amortization (Schedule 12)	-	1,239,687	1,529,635
	13,605,864	15,540,373	12,942,974
Current surplus (deficit) before other items	(793,985)	(2,559,087)	4,065,413
Other items			
Unexpended funds transferred to deferred revenue	-	(506,886)	(7,900)
Current surplus (deficit)	\$ (793,985)	\$ (3,065,973)	\$ 4,057,513

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, 2018

	2018	2017 Restated
Surplus at beginning of year	\$ 22,068,091	\$ 18,010,578
Current surplus (deficit)	(3,065,973)	4,057,513
Surplus at end of year	\$ 19,002,118	\$ 22,068,091

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, 2018

	2018 Budget	2018 Actual	2017 Actual
Current surplus (deficit)	\$ (793,985)	\$ (3,065,973)	\$ 4,057,513
Acquisition of tangible capital assets	-	(3,947,764)	(2,575,755)
Amortization of tangible capital assets	-	1,264,626	1,552,858
	-	(2,683,138)	(1,022,897)
Acquisition of prepaid asset	(172,744)	(172,744)	(19,696)
Use of prepaid asset	19,696	19,696	18,548
	(153,048)	(153,048)	(1,148)
Acquisition of inventory	(83,983)	(83,983)	(70,855)
Use of inventory	70,855	70,855	93,197
	(13,128)	(13,128)	22,342
Increase (decrease) in net financial assets	(960,161)	(5,915,287)	3,055,810
Net debt at beginning of year	(6,330,252)	(6,330,252)	(9,386,062)
Net debt at end of year	\$ (7,290,413)	\$ (12,245,539)	\$ (6,330,252)

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, 2018

	2018	2017 Restated
Cash flows from		
Operating activities		
Current surplus (deficit)	\$ (3,065,973)	\$ 4,057,513
Items not affecting cash		
Amortization	1,264,625	1,552,858
Loss in investment in government business enterprises	1,422,448	275,251
Gain on sale of portfolio investments	-	(141,144)
	(378,900)	5,744,478
Change in non-cash operating working capital		
Accounts receivable	379,030	(541,194)
Inventory	(13,128)	22,342
Prepaid expenses	(153,048)	(1,148)
Accounts payable	233,068	174,046
Deferred revenue - unexpended funds	498,986	(54,582)
Deferred revenue	(406,877)	1,948,894
	159,131	7,292,836
Capital activities		
Purchase of capital assets	(3,947,764)	(2,575,756)
Financing activities		
Due from related entities	(360,626)	(365,530)
Repayment of long-term debt	(3,547,109)	(1,079,454)
Advances of long-term debt	5,212,494	1,970,311
Repayment of CMHC mortgages	(504,213)	-
Mortgage proceeds	1,377,779	-
	2,178,325	525,327
Investing activities		
Restricted cash - trust funds held by federal government	(4,856)	(10,733)
Restricted cash - CMHC	(18,154)	(19,189)
Restricted cash - capital projects	144,021	254,619
Proceeds on disposal of portfolio investments	-	151,344
Contributions to government business enterprises	(50,000)	(4,759,547)
Contributions from government business enterprises	410,011	501,084
	481,022	(3,882,422)
Increase (decrease) in cash and cash equivalents	(1,129,286)	1,359,985
Cash and cash equivalents, beginning of year	1,465,715	105,730
Cash and cash equivalents, end of year	\$ 336,429	\$ 1,465,715
Represented by		
Cash	\$ 336,429	\$ 1,465,715

The accompanying notes are an integral part of the financial statements

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

1. General

The Pasqua First Nation ("the 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.

(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. (includes the consolidation of Pro Metal Industries Ltd.)

(c) Asset classification

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

(d) Net debt or net financial assets

The financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt or net financial asset is determined by its financial assets less liabilities. Net debt or net financial assets, is comprised of two components, non-financial assets and accumulated surplus.

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

(e) Cash and cash equivalents

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

(f) Liability for contaminated sites

A liability for remediation of a contaminated site is recognized at the best estimate of the amounts required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2018.

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.

(g) Tangible capital assets

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

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

Amortization is provided for on a straight-line basis over their estimated useful lives. No amortization is recorded in the year of acquisition.

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
Paskwa Pit Stop	2-25 years Straight line

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

(g) Tangible capital assets, continued

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

(h) Portfolio investments

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

(i) Trust funds

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

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

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

(j) Use of estimates

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

(k) Segments

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

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

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

(l) Internal charges and transfers

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

(m) Revenue recognition

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

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

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

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

(n) Expense recognition

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

(o) Comparative figures

Prior year's 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, 2018

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 and cash equivalents is comprised of the following:

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.

	2018	2017
Unrestricted cash		
General operations	\$ 336,429	\$ 1,465,715
Restricted cash - capital projects		
Capital projects	347,080	491,101
Restricted cash - CMHC		
CMHC Replacement Reserve	823,074	807,716
CMHC Operating Reserve	12,465	9,669
	835,539	817,385
Restricted cash - trust funds held by the federal government		
Capital funds	11,545	11,545
Revenue funds	30,824	25,968
	42,369	37,513
	\$ 1,561,417	\$ 2,811,714

4. Trust funds held by federal government

	2018 Revenue	2018 Capital	2018 Total	2017 Total
Surplus, beginning of year	\$ 25,968	\$ 11,545	\$ 37,513	\$ 26,780
Withdrawals	(131,800)	-	(131,800)	(126,750)
Interest earnings	1,267	-	1,267	2,221
Land leases	135,389	-	135,389	135,262
Surplus, end of year	\$ 30,824	\$ 11,545	\$ 42,369	\$ 37,513

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

5. Accounts receivable

	2018	2017
Due from members		
Staff and member advances and loans	\$ 79,092	\$ 80,625
Due from others		
FHQ Tribal Council	129,700	130,559
Other	41,918	173,261
Paskwa Pit Stop	17,023	44,920
	188,641	348,740
Due from government and other government organizations		
ISC (Note 6)	161,082	286,268
CMHC - subsidy	60,992	50,483
CMHC - other	34,094	135,240
	256,168	471,991
	523,901	901,356
Allowance for doubtful accounts	(97,976)	(96,401)
Total accounts receivable	\$ 425,925	\$ 804,955

6. Accounts receivable - ISC

	2018	2017
Basic needs	\$ -	\$ 35,042
Band employee benefits	24,082	9,115
IR80A claim	87,200	-
Railway claim	49,800	-
Institutional care	-	485
Lagoon	-	200,000
Other	-	41,626
	\$ 161,082	\$ 286,268

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

7. Due from/to related parties

	2018	2017
Due from (to) Pasqua TLE Holdings Inc.	\$ 169,026	\$ (14,638)
Due to PFN Group of Companies Inc.	52,460	(73,405)
Due from TLE Trust	48,097	-
Due from TLE	3,000	-
	<u>\$ 272,583</u>	<u>\$ (88,043)</u>

8. Portfolio investments

	2018	2017
Kinookimaw Beach Association	\$ 579	\$ 579
IMI Brokerage Company Ltd. (4.5% ownership)	9,800	9,800
First Nations Bank	940	940
Keseechiwan Holdings LP (8.3% ownership)	60,000	60,000
	<u>\$ 71,319</u>	<u>\$ 71,319</u>

9. Investment 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. 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.

The First Nation has investments in the following entities:

	Investment, beginning of the year Restated	Contributions	Withdrawals	Share of Earnings (Loss)	2018 Investment, end of the year
Pasqua TLE Holdings Inc. (100%)	\$ -	\$ -	\$ -	\$ -	\$ -
PFN Group of Companies Inc. (100%)	3,983,212	50,000	(410,010)	(1,422,448)	2,200,754
	<u>\$ 3,983,212</u>	<u>\$ 50,000</u>	<u>\$ (410,010)</u>	<u>\$ (1,422,448)</u>	<u>\$ 2,200,754</u>

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

10. Investment in government business enterprises - summary of activity

The financial summary of the activities of the investments is as follows:

	Pasqua TLE Holdings Inc. As at December 31, 2017	PFN Group of Companies Inc. As at December 31, 2017	2018 Total	2017 Total
Cash	\$ 182,010	\$ 55,278	\$ 237,288	\$ 1,103,949
Accounts receivable	-	1,318,119	1,318,119	1,038,136
Prepaid	-	89,778	89,778	57,216
Inventory	-	507,796	507,796	352,062
Tangible capital assets	-	3,385,065	3,385,065	2,744,962
Total assets	\$ 182,010	\$ 5,356,036	\$ 5,538,046	\$ 5,296,325
Bank indebtedness	\$ -	\$ 1,148,629	\$ 1,148,629	\$ 541,562
Accounts payable	12,984	904,499	917,483	636,239
Due to related parties	169,026	363,493	532,519	135,311
Long term debt	-	738,663	738,663	-
Total liabilities	182,010	3,155,284	3,337,294	1,313,112
Contributed surplus	-	3,898,453	3,898,453	4,258,464
Operating deficit	-	(1,697,701)	(1,697,701)	(275,251)
Total equity	-	2,200,752	2,200,752	3,983,213
Total liabilities and equity	\$ 182,010	\$ 5,356,036	\$ 5,538,046	\$ 5,296,325
	Pasqua TLE Holdings Inc. As at December 31, 2017	PFN Group of Companies Inc. As at December 31, 2017	2018 Total	2017 Total
Revenue	\$ 223,210	\$ 3,256,376	\$ 3,479,586	\$ 3,987,111
Cost of sales	-	2,779,331	2,779,331	2,051,900
Expenses	223,210	1,899,493	2,122,703	2,210,462
Total expenses	223,210	4,678,824	4,902,034	4,262,362
Net income	\$ -	\$ (1,422,448)	\$ (1,422,448)	\$ (275,251)

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

11. Line of credit

On March 31, 2018 the First Nation had an approved overdraft limits with Peace Hills Trust as follows:
 General operation - \$100,000 at a rate of prime plus 2% - balance March 31, 2018 nil (2017 - nil) however there were issued cheques still outstanding at year end which makes the general ledger balance \$(55,762).

Housing - \$400,000 at a rate of prime plus 2% - balance March 31, 2018 \$400,000 (2017 - \$117,952).

Payroll - \$20,000 at 8% - balance March 31, 2018 \$17,961 (2017 - \$8,665).

12. Accounts payable

	2018	2017
Due to members		
Accrued wages	\$ 127,221	\$ -
Due to others		
General suppliers	650,366	615,899
Accrued interest - long term debt	31,239	-
Paskwa Pit Stop - trade payables	25,968	17,765
	707,573	633,664
Due to government and other government organizations		
ISC	21,247	-
Receiver General	10,690	-
	31,937	-
	\$ 866,731	\$ 633,664

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

13. Deferred revenue - unexpended funds

Indigenous Services Canada (ISC) funding agreements stipulate the terms and conditions that apply to situations where revenue received exceeds expenditures. Depending on the funding arrangement the unexpended funds may be retained by the recipient, repaid to ISC, deferred to the following year, or transferred to another ISC program area. Any funding arrangements that have a provision that allows the recipient to retain the excess funds are recorded as surpluses. All other excess funds are recorded as a liability and classified as "Deferred revenue - unexpended funds" on the financial statements.

	2018	2017
Youth Work Experience	\$ 7,711	\$ -
Asham's Beach Project	7,900	7,900
High Cost Special Education	290,502	-
Instructional Services	49,455	-
P&SD Community Development	35,614	-
RLEMP	24,542	-
Special Needs	3,006	-
Last Mountain IR#80A Claim	43,318	-
Jordan's Principle	19,784	-
Railway Claim	25,054	-
	\$ 506,886	\$ 7,900

14. Deferred revenue

	March 31, 2017	Funding received, 2018	Revenue recognized, 2018	March 31, 2018
Federal government				
ISC - Lagoon expansion	\$ 2,006,611	\$ 154	\$ (305,804)	\$ 1,700,961
ISC - High school addition	80,000	-	(68,270)	11,730
ISC - Subdivision	47,869	-	(47,869)	-
ISC - Lot servicing	88,903	-	-	88,903
ISC - Capacity Development	101,766	-	(2,838)	98,928
ISC - Band Based Capital	107,933	385,216	(344,364)	148,785
ISC - Renovations Immediate Needs	-	263,861	(71,690)	192,171
ISC - Solid Waste Feasibility Study	-	23,250	(20,250)	3,000
CMHC - other programs	218,273	137,074	(355,347)	-
	\$ 2,651,355	\$ 809,555	\$ (1,216,432)	\$ 2,244,478

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

15. Long-term debt

	2018	2017
PHT Loan #41 - TLE litigation, Child & Family Welfare Services and Fort Qu'Appelle Hospital Lands Term Loan - bearing interest at 5.00%, monthly interest payments, principle due upon maturity, maturing April 1, 2019, secured by assignment of First Nations Trust, ISC and assets of Paskwa Pit Stop.	\$ 423,076	\$ -
PHT Loan #42 - Post Secondary Term Loan - bearing interest at 5.00%, monthly interest payments, principle due upon maturity, maturing April 1, 2019, secured by assignment of First Nations Trust, ISC and assets of Paskwa Pit Stop.	300,000	300,000
PHT Loan #43 - Vehicle purchases Term Loan - bearing interest at 5.00%, monthly blended payments of \$1,770 maturing April 1, 2020, secured by assignment of First Nations Trust, ISC and assets of Paskwa Pit Stop.	38,955	56,198
RBC demand loan bearing interest at 5.99% per annum, repayable in monthly blended payments of \$530, matures on September 30, 2021.	20,032	25,026
PHT Loan #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, ISC and assets of Paskwa Pit Stop.	22,361	54,274
PHT Loan #32 - Premium Gas Tank Term Loan - bearing interest at 6.00%, monthly blended payments of \$1,933 maturing December 1, 2017, secured by assignment of First Nations Trust, ISC and assets of Paskwa Pit Stop.	-	15,103
PHT Loan #36 - Railway Claim and Debt Consolidation Term Loan - approved facility agreement \$300,000, partially disbursed, bearing interest at 3.75%, monthly interest only payments, maturing September 1, 2017, secured by assignment of First Nations Trust, ISC and assets of Paskwa Pit Stop.	-	44,567
PHT Loan #37 - Surrender Claim and Debt Consolidation Term Loan - bearing interest at 3.75%, monthly interest only payments, annual payment \$675,000 from Pasqua First Nation Legacy Trust Revenue, maturing September 1, 2018, secured by assignment of First Nations Trust, ISC and assets of Paskwa Pit Stop.	658,980	520,869
PHT Loan #39 - Bridge legal costs regarding TLE litigation - bearing interest at prime plus 1.0%, monthly interest payments and annual principle payment of \$30,000 maturing May 1, 2020, secured by assignment of First Nations Trust, ISC and assets of Paskwa Pit Stop.	276,209	307,107

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

15. Long-term debt, continued

	2018	2017
PHT Loan #40 - 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, ISC and assets of Paskwa Pit Stop.	-	1,351,084
PHT Loan #45 - Rewrite loan #40 and Trust Settlement negotiation legal fees bearing interest at 6.00%, quarterly blended payments of \$150,046 maturing January 1, 2023, secured by assignment of First Nations Trust, ISC, assets of Paskwa Pit Stop, Seniors and Cultural buildings, Elder homes and Economic development funds.	2,600,000	-
	4,339,613	2,674,228
Current portion	1,940,929	1,101,208
	\$ 2,398,684	\$ 1,573,020

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

2019	\$ 1,940,929	
2020	538,670	
2021	549,491	
2022	578,145	
2023 and thereafter	732,378	
	\$ 4,339,613	
	2018	2017
Interest expense for the year on long-term debt	\$ 172,544	\$ 123,490

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

16. CMHC mortgages

	Phase number	Maturity date	Interest rate	Blended monthly payments	2018	2017
Peace Hills Trust	1	01-Oct-2018	5.34%	\$ 2,948	\$ 20,380	\$ 53,872
Peace Hills Trust	3	01-Apr-2018	5.14%	1,530	1,460	19,326
		01-Mar-				
CMHC	4	2020	1.39%	646	15,277	22,758
		01-Mar-				
CMHC	5	2020	1.39%	684	16,181	24,105
CMHC	6	01-Jun-2025	1.08%	1,612	134,861	152,649
		01-Aug-				
CMHC	7	2027	1.84%	1,003	103,998	114,061
CMHC	8	01-Apr-2023	2.41%	1,115	118,063	128,953
CMHC	9	01-Jan-2030	1.12%	1,249	166,088	179,144
		01-Mar-				
CMHC	10	2026	1.14%	3,687	338,122	378,267
CMHC	11	01-Jul-2031	1.14%	5,336	791,755	846,440
CMHC	12	01-Jun-2032	1.30%	1,787	278,872	296,460
CMHC	13	01-Jun-2032	1.30%	3,575	557,845	593,025
		01-Dec-				
CMHC	14	2038	2.11%	8,576	1,727,228	1,793,091
		01-Aug-				
CMHC	15	2039	1.85%	1,041	220,576	228,914
		01-May-				
CMHC	16	2031	1.21%	9,312	1,359,692	1,454,402
		01-May-				
CMHC	17	2031	1.21%	5,401	788,683	843,619
CMHC	18	01-Jun-2031	1.14%	1,385	204,321	218,528
		01-Mar-				
CMHC	19	2033	2.39%	10,571	1,599,000	598,648
CMHC advances	20			-	377,427	-
					8,819,829	7,946,262
Less current portion					569,675	502,675
					\$ 8,250,154	\$ 7,443,587

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

17. Tangible capital assets

	Cost	Additions	Disposals	Accumulated amortization	2018 Net book value
Land	\$ 8,209,300	\$ -	\$ -	\$ -	\$ 8,209,300
Buildings	10,024,525	1,606,225	-	6,084,512	5,546,238
Equipment	692,043	66,010	-	675,791	82,262
Vehicles	464,243	-	-	409,856	54,387
CMHC - houses	11,968,977	1,591,061	-	4,327,479	9,232,559
Roads	1,639,635	-	-	319,006	1,320,629
Infrastructure	3,625,922	-	-	1,339,416	2,286,505
Band houses	10,224,556	-	-	9,344,243	880,313
Paskwa Pit Stop	583,975	1,243	-	451,827	133,391
Assets Under Construction	2,562,121	2,171,922	1,488,697	-	3,245,346
	<u>\$ 49,995,297</u>	<u>\$ 5,436,461</u>	<u>\$ 1,488,697</u>	<u>\$ 22,952,130</u>	<u>\$ 30,990,930</u>

	Cost	Additions	Disposals	Accumulated amortization	2017 Net book value
Land	\$ 8,209,300	\$ -	\$ -	\$ -	\$ 8,209,300
Buildings	10,024,525	-	-	5,656,485	4,368,040
Equipment	678,043	14,000	-	644,175	47,868
Vehicles	380,625	83,619	-	380,061	84,182
CMHC - houses	11,329,887	639,090	-	3,781,174	8,187,803
Roads	1,639,635	-	-	278,015	1,361,620
Infrastructure	4,348,996	-	723,074	1,256,492	2,369,429
Band houses	10,224,556	-	-	9,264,214	960,342
Paskwa Pit Stop	585,324	-	1,349	426,888	157,087
Assets Under Construction	-	2,562,121	-	-	2,562,121
	<u>\$ 47,420,891</u>	<u>\$ 3,298,830</u>	<u>\$ 724,423</u>	<u>\$ 21,687,504</u>	<u>\$ 28,307,792</u>

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

18. Prepaid expenses

	2018	2017
Insurance	\$ 16,841	\$ 13,327
Post Secondary living allowance	3,290	-
Social development	30,433	-
Software support	8,300	-
Paskwa Pit Stop insurance	5,374	6,369
Playstructure	108,506	-
	<u>\$ 172,744</u>	<u>\$ 19,696</u>

19. Inventory

	2018	2017
Paskwa Pit Stop	\$ 83,982	\$ 70,854
	<u>\$ 83,982</u>	<u>\$ 70,854</u>

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

20. Accumulated surplus

	2018	2017 Restated
Restricted		
Invested in tangible capital assets	\$ 22,112,115	\$ 20,265,203
Funds held in trust by federal government	42,369	37,513
Portfolio investments	71,319	71,319
Invested in business ventures	2,200,754	3,983,212
CMHC reserves	737,500	773,837
Unrestricted		
Operating surplus (deficit)	(6,161,939)	(3,062,993)
	<u>\$ 19,002,118</u>	<u>\$ 22,068,091</u>

Capital assets represents accumulated surplus amounts not available for operations, but rather past transactions creating capital assets that will be used to provide future services.

Investments in related entities represents amounts not readily available for operations as the investments are not likely to be liquidated within the next year.

CMHC reserves are replacement and operating reserves required to be funded for future housing replacements, as per agreements with CMHC.

Trust funds held by federal government are monies held by the federal government for use by the First Nation for specific purposes.

Operating surplus (deficit) represents future revenue required for past operational activities.

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

21. Prior period restatement

The comparative figures have been retroactively restated to reflect the investment in PFN Group of Companies. Pasqua First Nation received money from the Legacy Trust to purchase Pro Metal Industries Inc. The company was purchased by PFN Group of Companies Inc.

	As previously stated in 2017	Adjustments Increase (Decrease)	Restated 2017
Consolidated Statement of Financial Position			
Financial assets			
Investment in government business enterprises	\$ -	\$ 3,983,212	\$ 3,983,212
Liabilities			
liabilities of controlled business entities	275,251	(275,251)	-
Net debt	(10,588,713)	4,269,054	(6,319,659)
Accumulated surplus	17,809,628	4,269,054	22,078,682
Consolidated Statement of Operations			
Revenue			
Earnings (loss) on investment in GBE	(275,251)	4,177,138	3,901,887
Expenses			
Contribution to PFN Group of Companies Inc.	593,000	(593,000)	-
Annual loan payment - Legacy Trust	-	501,084	501,084
Current year surplus (deficit)	(200,952)	4,258,465	4,057,513
Consolidated Statement of Accumulated surplus			
Accumulated surplus	17,809,628	4,269,054	22,078,682
Consolidated Statement of Net Debt			
Annual deficit	(200,952)	4,258,465	4,057,513
Net debt, end of year	(10,588,713)	4,269,054	(6,319,659)
Consolidated Statement of Cash Flows			
Operating activities			
Annual deficit	(200,952)	4,258,465	4,057,513
Investing activities			
Contributions to government business enterprises	-	4,759,547	4,759,547
Contributions from government business enterprises	\$ -	\$ 501,084	\$ 501,084

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

22. Indigenous Services Canada (ISC) reconciliation

	2018	2017
ISC revenue per agreement	\$ 6,447,424	\$ 9,210,176
Prior period revenue (recovery)		
P&ID	(15,000)	-
Business development	-	(23,664)
Prior period receivable (payable)		
Basic needs	-	(7,935)
Band employee benefits	(9,115)	(1,657)
Current year receivable (payable)		
Basic needs	-	54,212
Band employee benefits	24,082	1,566
Special needs	-	1,753
Special needs (PAYE)	-	(6,000)
Institutional care	(21,247)	-
National child benefit reinvestment	-	(455)
	<u>\$ 6,426,144</u>	<u>\$ 9,227,996</u>

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

23. Government Transfers

	2018		
	Operating	Capital	Total
Federal government transfers			
Indigenous Services Canada (ISC)	\$ 5,858,401	\$ 567,743	\$ 6,426,144
Health Canada	517,581	-	517,581
Canada Mortgage and Housing Corporation	635,388	116,748	752,136
Total	7,011,370	684,491	7,695,861
Provincial government transfers	-	-	-
Total	\$ 7,011,370	\$ 684,491	\$ 7,695,861

	2017		
	Operating	Capital	Total
Federal government transfers			
Indigenous Services Canada (ISC)	\$ 6,270,303	\$ 2,957,693	\$ 9,227,996
Health Canada	553,163	-	553,163
Canada Mortgage and Housing Corporation	660,357	500,407	1,160,764
Total	7,483,823	3,458,100	10,941,923
Provincial government transfers	-	-	-
Total	\$ 7,483,823	\$ 3,458,100	\$ 10,941,923

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.

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

25. 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. Significant contractual obligations that can be reasonably estimated are summarized as follows:

	2018 Monthly payments
Finning CAT - Caterpillar 160M BR	\$ 4,424
RCAP Leasing	180
Sasktel	464
Sasktel	425
Wells Fargo	1,585
Xerox	559
Total	\$ 7,637

26. CMHC reserves and restricted cash

The CMHC funding agreements require that the First Nation set aside cash in specially funded reserve bank accounts; as of March 31, 2018 the reserves were fully funded (2017 - fully funded).

27. Related party transactions

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

28. Subsequent events

Pasqua First Nation has been negotiating a 1906 Surrender Claim with Canada which has been settled subsequent to year end for \$145,000,000.

29. 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. There is no liability recorded in these statements for vacation or overtime.

Post-employment benefits

Pasqua First Nation does not provide extended health, dental and life insurance benefits to retired employees and therefore has no obligations with regards to post employment benefits.

Pension plan

Pasqua First Nation provides a defined contribution plan for eligible members of its staff. Members are required to contribute 3% of their salary up to a maximum of 10% of their basic 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, 2018.

30. Fair value

The fair value of the financial assets (except the investments), and current liabilities approximates their carrying value due to their short term nature. It is not practical to determine fair value for the investments with sufficient reliability because of the limited market for them. The fair value of the First Nation's long-term debt approximates cost due to either the short-term nature (either to term or to renewal) or has interest floating at market rates.

31. Interest rate risk

The First Nation is not exposed to significant interest rate risk on its monetary assets and current liabilities, due to their short term maturity. The First Nation is exposed to interest rate price risk on its long term debt that has a fixed interest rate.

32. Budgeted figures

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

33. Economic dependence

The First Nation receives a substantial amount of its funding from Indigenous Services Canada ("ISC") as a result of treaties entered into with the Government of Canada. These treaties are administered by ISC under the terms and conditions of the Indian Act. The ability of the First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

Pasqua First Nation
Notes to Consolidated Financial Statements
March 31, 2018

34. Expenses by object

	2018 Budget	2018 Actual	2017 Restated
Administration	\$ 177,007	\$ 290,097	\$ 212,530
Amortization	-	1,239,687	1,529,635
Annual loan payment - Legacy Trust	-	517,822	501,084
Assistance - social development	696,825	658,824	679,618
Assistance - band members	345,824	337,662	237,150
Bad debts (recovery)	-	1,576	24,569
Band development	-	1,500	64,538
Bank charges and supplier interest	76,050	100,954	36,756
Consultants and contractors	2,535,283	5,802,703	1,695,217
Cost share - allocated from other programs	735,740	154,050	120,749
Cultural programs	620,620	617,156	334,950
Equipment purchases	5,829	5,829	4,395
First Nations Trust	216,379	-	109,996
Fuel	67,978	67,977	69,066
Graduation, awards, prizes	61,686	63,316	31,786
Honorariums	307,200	307,200	354,224
Insurance	123,350	171,131	184,673
Janitorial supplies	6,302	6,302	5,043
Last Mountain IR#80A claim expenses	45,000	57,010	60,505
Long term debt - interest paid	989,512	327,717	233,884
Other expenses	3,816	7,571	20,471
Paskwa Pit Stop	1,229	411,075	350,585
Prior year unexpended funds	-	476,131	-
Professional fees	336,103	997,657	233,341
Program expenses	79,097	79,206	102,809
Recreational activities	21,321	253,235	91,608
Registration fees	-	-	105
Repairs and maintenance	458,576	703,676	666,756
Student allowance	550,491	550,491	653,668
Supplies	298,395	289,715	342,836
Telephone	32,470	32,409	25,716
Training	56,046	55,131	44,035
Travel - medical transportation	24,075	24,075	28,723
Travel, meetings, per diems	508,411	519,649	581,939
Tuition	483,018	483,618	380,504
Utilities	178,613	178,615	142,393
Wages and benefits	3,558,233	3,685,642	2,787,117
Winter/summer games	5,385	5,385	-
Youth	-	5,100	-
Transfer to capital assets	-	(3,946,521)	-
	\$ 13,605,864	\$ 15,540,373	\$ 12,942,974

35. Segmented information

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

1) Indigenous Services Canada (ISC)

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 ISC's First Nations and Inuit Youth Employment Strategy to develop and enhance essential employability skills, such as communication, problem solving, and working with others, expose youth to a variety of career options, and promote the benefits of education as being key to labor market participation. Also, costs to support eligible First Nation and Inuit students to access education opportunities at the post-secondary level and supports the development and delivery of college and university level courses for First Nation and Inuit students, and research and development on First Nation and Inuit education. Costs for the provision of special education services and programs and costs to provide internet access, information technology equipment, technical support and training to students and school staff.

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.

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.

Schedule #1
Pasqua First Nation
Claims and Indian Government
Schedule of Operations
For the year ended March 31, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Government of Canada - native claims loan agreement	\$ -	\$ 214,533	\$ -
Indigenous Services Canada - set	306,788	137,000	113,783
Other revenue	45,000	-	-
	351,788	351,533	113,783
Expenses			
Administration	-	5,000	3,750
Last Mountain IR#80A claim expenses	45,000	57,010	60,505
Long term debt - interest paid	-	752	-
Professional fees	277,644	355,139	31,400
Supplies	-	-	6,780
Travel, meetings, per diems	29,144	29,144	29,244
	351,788	447,045	131,679
Current deficit before other items	-	(95,512)	(17,896)
Other items			
Unexpended funds transferred to deferred revenue	-	(68,372)	-
Current deficit	\$ -	\$ (163,884)	\$ (17,896)

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, 2018

	2018 Budget	2018 Actual	2017 Restated
Revenue			
Indigenous Services Canada	\$ -	\$ -	\$ 80,000
Indigenous Services Canada - fixed	425,355	425,355	416,687
Indigenous Services Canada - set	23,250	-	41,354
Indigenous Services Canada - flexible	1,553,091	567,741	3,326,214
CMHC	125,408	137,074	164,819
Interest revenue	152	154	6,596
Other revenue	185,067	106,028	15,523
Unexpended funds transferred - prior year	-	-	702,461
Deferred revenue - prior year	-	2,732,691	-
Deferred revenue - current year	-	(2,244,478)	(2,651,355)
	2,312,323	1,724,565	2,102,299
Expenses			
Administration	31,744	31,744	32,145
Bank charges and supplier interest	35,355	35,928	67
Consultants and contractors	1,181,044	2,957,440	461,268
Equipment purchases	5,829	5,829	4,395
Fuel	66,495	66,496	67,981
Insurance	23,028	23,027	17,247
Other expenses	939	939	-
Repairs and maintenance	369,215	361,113	388,994
Supplies	29,793	27,501	42,898
Telephone	3,100	3,100	3,050
Training	10,258	10,008	33,067
Travel, meetings, per diems	43,556	43,556	48,344
Utilities	72,945	72,946	78,471
Wages and benefits	543,604	555,296	483,566
Transfer to capital assets	-	(2,369,923)	-
	2,416,905	1,825,000	1,661,493
Current surplus (deficit) before transfers	(104,582)	(100,435)	440,806
Transfers			
Transfer - Other Band Programs	-	317,694	-
Transfer - Amortization	-	(397,152)	(753,412)
Current deficit	\$ (104,582)	\$ (179,893)	\$ (312,606)

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, 2018

	2018 Budget	2018 Actual	2017 Restated
Revenue			
Indigenous Services Canada - fixed	\$ -	\$ -	\$ 593,000
FHQ Tribal Council	86,411	86,411	86,411
Other revenue	20	20	-
Unexpended funds transferred - prior year	-	7,900	35,200
	86,431	94,331	714,611
Expenses			
Administration	8,641	8,641	8,641
Assistance to band members	11,238	11,239	41,370
Consultants and contractors	60,730	58,811	66,179
Program expenses	1,074	-	750
Registration fees	-	-	105
Repairs and maintenance	7,656	7,656	-
Supplies	1,109	1,013	356
Travel, meetings, per diems	9,063	1,613	4,561
	99,511	88,973	121,962
Current surplus before other items	(13,080)	5,358	592,649
Other items			
Unexpended funds transferred to deferred revenue	-	(7,900)	(7,900)
Current surplus (deficit) before transfers	(13,080)	(2,542)	584,749
Transfers			
Transfer - Amortization	-	(2,830)	-
Current surplus (deficit)	\$ (13,080)	\$ (5,372)	\$ 584,749

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, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - fixed	\$ 3,140,449	\$ 3,140,449	\$ 2,769,634
Indigenous Services Canada - set	29,835	29,835	3,500
ISC - prior period revenue (recovery)	-	-	(16,766)
FHQ Tribal Council	27,128	38,548	-
Unexpended funds transferred - prior year	-	354,668	-
	3,197,412	3,563,500	2,756,368
Expenses			
Administration	59,118	118,127	88,078
Assistance to band members	-	-	400
Consultants and contractors	343,072	237,767	207,919
Cultural programs	1,147	1,147	1,388
Fuel	1,483	1,482	1,085
Graduation, awards, prizes	26,303	27,933	29,290
Insurance	4,483	4,378	5,668
Janitorial supplies	6,302	6,302	5,043
Other expenses	-	-	1,400
Program expenses	33,629	33,629	-
Recreational activities	1,744	1,744	-
Repairs and maintenance	39,110	39,111	41,338
Student allowance	550,491	550,491	653,668
Supplies	200,030	181,244	189,224
Telephone	1,601	1,601	1,950
Training	300	300	201
Travel, meetings, per diems	50,698	50,698	51,402
Tuition	483,018	483,018	379,454
Utilities	45,501	45,501	42,768
Wages and benefits	1,645,931	1,700,341	1,165,309
Transfer to capital assets	-	(17,500)	-
	3,493,961	3,467,314	2,865,585
Current surplus (deficit) before other items	(296,549)	96,186	(109,217)
Other items			
Unexpended funds transferred to deferred revenue	-	(367,452)	-
Current deficit before transfers	(296,549)	(271,266)	(109,217)
Transfers			
Transfer - Other Band Programs	-	266,010	-
Transfer - Amortization	-	(234,153)	(223,629)
Current deficit	\$ (296,549)	\$ (239,409)	\$ (332,846)

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, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - grant	\$ 638,050	\$ 638,050	\$ 475,706
Indigenous Services Canada - fixed	166,361	166,361	111,685
Indigenous Services Canada - set	92,054	82,939	84,684
ISC - current year receivable (payable)	-	9,082	9,115
Other revenue	617,092	28,916	39,469
Administration fees	120	120	-
Unexpended funds transferred - prior year	-	12,495	-
	1,513,677	937,963	720,659
Expenses			
Administration	1,219	1,219	8,500
Bad debts (recovery)	-	1,576	24,569
Bank charges and supplier interest	39,495	49,728	29,252
Consultants and contractors	38,305	29,283	16,972
Cultural programs	21,997	18,707	-
Honorariums	307,200	307,200	291,891
Insurance	82,386	25,971	37,340
Other expenses	1,853	1,853	215
Professional fees	26,342	147,909	-
Program expenses	3,000	2,450	3,011
Repairs and maintenance	32,325	32,325	29,825
Supplies	35,338	47,838	29,381
Telephone	19,575	19,514	12,213
Training	37,769	37,104	5,000
Travel, meetings, per diems	309,976	301,261	348,092
Tuition	-	-	450
Wages and benefits	682,857	725,442	400,229
	1,639,637	1,749,380	1,236,940
Current deficit before other items	(125,960)	(811,417)	(516,281)
Other items			
Unexpended funds transferred to deferred revenue	-	(35,614)	-
Current deficit before transfers	(125,960)	(847,031)	(516,281)
Transfers			
Transfer - Other Band Programs	-	17,609	-
Transfer - Amortization	-	-	(14,588)
Current deficit	\$ (125,960)	\$ (829,422)	\$ (530,869)

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, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - fixed	\$ 110,893	\$ 110,893	\$ 110,893
Other revenue	-	7,500	-
Deferred revenue - prior year	-	-	27,282
Unexpended funds transferred - prior year	-	27,632	-
	110,893	146,025	138,175
Expenses			
Bank charges and supplier interest	1,200	1,200	-
Consultants and contractors	7,091	9,078	21,842
Professional fees	3,000	3,000	-
Telephone	1,964	1,964	2,203
Training	417	417	-
Travel, meetings, per diems	400	400	9,774
Wages and benefits	97,362	99,912	76,723
	111,434	115,971	110,542
Current surplus before other items	(541)	30,054	27,633
Other items			
Unexpended funds transferred to deferred revenue	-	(24,542)	-
Current surplus	\$ (541)	\$ 5,512	\$ 27,633

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, 2018

	2018 Budget	2018 Actual	2017 Restated
Revenue			
Indigenous Services Canada - fixed	\$ 55,368	\$ 55,368	\$ 55,368
Indigenous Services Canada - set	226,219	225,735	206,844
Indigenous Services Canada - flexible	876,719	841,677	824,195
ISC - prior period revenue (recovery)	-	-	(11,293)
ISC - current year receivable (payable)	-	(21,247)	17,369
	1,158,306	1,101,533	1,092,483
Expenses			
Administration	15,996	15,996	17,822
Assistance - social development	696,825	658,824	679,618
Consultants and contractors	235,332	208,686	220,437
Cultural programs	52,836	52,836	23,712
Graduation, awards, prizes	35,383	35,383	2,496
Program expenses	41,176	41,175	97,822
Supplies	9,347	9,347	4,544
Telephone	1,200	1,200	1,350
Training	-	-	3,574
Travel, meetings, per diems	1,853	1,853	6,401
Wages and benefits	71,056	73,137	66,201
	1,161,004	1,098,437	1,123,977
Current surplus (deficit) before other items	(2,698)	3,096	(31,494)
Other items			
Unexpended funds transferred to deferred revenue	-	(3,006)	-
Current surplus (deficit)	\$ (2,698)	\$ 90	\$ (31,494)

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, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Indigenous Services Canada - fixed	\$ 16,906	\$ 16,906	\$ 16,024
Expenses			
Administration	-	-	1,602
Consultants and contractors	6,756	6,756	3,600
Supplies	3,616	3,616	10,096
Training	484	484	-
Travel, meetings, per diems	800	800	726
Wages and benefits	5,250	5,250	-
	16,906	16,906	16,024
Current surplus	\$ -	\$ -	\$ -

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, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Health Canada	\$ 517,581	\$ 517,581	\$ 496,576
Expenses			
Administration	39,795	39,795	40,827
Consultants and contractors	6,039	6,039	10,420
Cultural programs	134,781	134,607	127,731
Other expenses	-	-	406
Repairs and maintenance	765	765	-
Supplies	3,540	3,539	18,714
Telephone	2,750	2,750	3,150
Training	250	250	-
Travel - medical transportation	24,075	24,075	28,723
Travel, meetings, per diems	20,713	20,714	24,176
Utilities	23,057	23,059	13,000
Wages and benefits	277,422	284,510	243,529
	533,187	540,103	510,676
Current deficit before transfers	(15,606)	(22,522)	(14,100)
Transfers			
Transfer - Amortization	-	(43,579)	(43,579)
Current deficit	\$ (15,606)	\$ (66,101)	\$ (57,679)

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, 2018

	2018 Budget	2018 Actual	2017 Restated
Revenue			
Other revenue	\$ -	\$ -	\$ 12,461
Interest revenue	-	18,115	-
CMHC	37,163	615,062	846,649
Rental income	49,680	279,403	361,084
	86,843	912,580	1,220,194
Expenses			
Administration	2,520	51,600	-
Bank charges and supplier interest	-	5,942	5,345
Consultants and contractors	4,100	1,448,953	74,426
Insurance	8,772	113,188	120,543
Long term debt - interest paid	36,078	156,065	110,394
Professional fees	840	18,212	15,177
Repairs and maintenance	6,300	259,502	199,359
Supplies	-	-	(52)
Transfer to capital assets	-	(1,439,203)	-
	58,610	614,259	525,192
Current surplus before transfers	28,233	298,321	695,002
Transfers			
Transfer - Amortization	-	(546,305)	(478,759)
Current surplus (deficit)	\$ 28,233	\$ (247,984)	\$ 216,243

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, 2018

	2018 Budget	2018 Actual	2017 Restated
Revenue			
Indigenous Services Canada - fixed	\$ 2,197	\$ -	\$ -
ISC - current year receivable (payable)	(32,672)	-	-
Funds earned & held in trust by federal government	128,000	136,656	137,483
First Nations Trust	697,479	697,479	687,523
FHQ Tribal Council	308,257	225,617	285,340
CDC revenue	11,217	11,217	-
FSIN	-	135,500	-
Keseechiwan Holdings LP	-	60,000	60,000
Pasqua Treaty Land Entitlement - annual income	-	-	430
Pasqua Legacy Trust - annual income	-	682,226	674,929
PFN Group of Companies - annual income	-	216,803	641,879
Loan proceeds - Pasqua First Nation Legacy Trust	-	891,076	-
Pasqua TLE Holdings Inc - annual income	-	178,483	130,641
Pasqua TLE - annual income	-	48,097	62,677
Equity gain (loss) in related business entities	-	(1,422,448)	3,891,296
Gain on disposal of investments	-	-	141,144
Paskwa Pit Stop (sales less cost of sales)	1,229	458,182	401,769
Government of Saskatchewan	6,057	6,057	-
Interest revenue	-	383	182
Other revenue	2,195,211	1,056,401	344,889
Administration fees	142,744	233,039	177,036
	3,459,719	3,614,768	7,637,218
Expenses			
Administration	17,974	17,974	11,165
Assistance to band members	334,586	326,424	195,380
Band development	-	1,500	64,538
Bank charges and supplier interest	-	8,155	2,091
Capital construction	216,379	-	109,996
Consultants and contractors	652,814	839,889	612,154
Cost share - allocated from other programs	735,740	154,050	120,749
Cultural programs	409,859	409,858	182,119
Honorariums	-	-	62,333
Insurance	4,681	4,566	3,874
Long term debt - interest paid	953,434	170,900	123,490
Other expenses	1,024	4,779	18,450
Paskwa Pit Stop	1,229	411,075	350,585
Professional fees	28,277	473,397	186,764
Program expenses	218	1,952	1,227
Recreational activities	19,577	251,491	91,608
Repairs and maintenance	3,205	3,205	7,240
Supplies	15,622	15,616	40,898
Telephone	2,280	2,280	1,800
Training	6,568	6,568	2,193

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, 2018

	2018 Budget	2018 Actual	2017 Restated
Travel, meetings, per diems	42,208	69,610	59,219
Tuition	-	600	600
Utilities	37,110	37,110	8,154
Wages and benefits	234,751	241,754	351,559
Winter/summer games	5,385	5,385	-
Transfer to capital assets	-	(119,895)	-
Youth	-	5,100	-
Prior year unexpended funds	-	476,131	-
Annual loan payment - Legacy Trust	-	517,822	501,084
	3,722,921	4,337,296	3,109,270
Current surplus (deficit) before transfers	(263,202)	(722,528)	4,527,948
Transfers			
Transfer - Community Development	-	(317,694)	-
Transfer - Education	-	(266,010)	-
Transfer - Indian Government Support	-	(17,609)	-
Transfer - Amortization	-	(15,668)	(15,668)
Current surplus (deficit)	\$ (263,202)	\$ (1,339,509)	\$ 4,512,280

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, 2018

	2018 Budget	2018 Actual	2017 Actual
Revenue	\$ -	\$ -	\$ -
Expenses			
Community Infrastructure	-	397,152	753,412
Education	-	234,153	223,629
Indian Government Support	-	-	14,588
Health	-	43,579	43,579
CMHC	-	546,305	478,759
Band Projects	-	15,668	15,668
Economic Development	-	2,830	-
	-	1,239,687	1,529,635
Current deficit before transfers	-	(1,239,687)	(1,529,635)
Transfers			
Transfer - Amortization	-	1,239,687	1,529,635
Current surplus	\$ -	\$ -	\$ -

The accompanying notes are an integral part of the financial statements