

**Fishing Lake First Nation
Consolidated Financial Statements**
March 31, 2014

MNP

Fishing Lake First Nation Contents

For the year ended March 31, 2014

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Management's Responsibility

To the Members of Fishing Lake First Nation:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with International Financial Reporting Standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Chief and Council is composed of members who act on behalf of the First Nation. The Chief and Council are responsible for overseeing management in the performance of its financial reporting responsibilities. The Chief and Council fulfil these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Chief and Council is also responsible for recommending the appointment of the Store's external auditors.

MNP LLP, an independent firm of Chartered Accountants, is appointed by the Chief and Council to audit the financial statements and report directly to the Members of Fishing Lake first Nation; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Chief and Council and management to discuss their audit findings.

January 8, 2015

Signed: Fenton Paquachan

Management

To the Members of Fishing Lake First Nation:

We have audited the accompanying consolidated financial statements of Fishing Lake First Nation, which comprise the consolidated statement of financial position as at March 31, 2014, and the consolidated statements of operations and accumulated surplus, changes in net debt, cash flows and 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 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 entity'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 entity'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 Fishing Lake First Nation as at March 31, 2014 and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Saskatoon, Saskatchewan

January 8, 2015

MNP LLP

Chartered Accountants

Fishing Lake First Nation
Consolidated Statement of Financial Position
As at March 31, 2014

| | 2014 | 2013 (Restated - Note 23) |
|--|--------------------|---------------------------------|
| Financial assets | | |
| Current | | |
| Cash resources | 484,711 | 232,445 |
| Accounts receivable (Note 3) | 497,660 | 276,107 |
| Inventory for resale (Note 4) | 44,110 | 38,912 |
| Restricted cash (Note 5) | 186,583 | 739,609 |
| Subtotal of current assets | 1,213,064 | 1,287,073 |
| Funds held in trust (Note 6) | 15,790 | 15,353 |
| Total financial assets | 1,228,854 | 1,302,426 |
| Liabilities | | |
| Current | | |
| Bank indebtedness (Note 7) | 257,439 | 237,846 |
| Accounts payable and accruals | 760,407 | 1,344,306 |
| Deferred revenue (Note 8) | 572,049 | 144,093 |
| Payable to Fishing Lake First Nation 1907 Surrender Trust (Note 9) | 220,012 | 320,374 |
| Current portion of long-term debt (Note 10) | 554,047 | 447,023 |
| Subtotal of current liabilities | 2,363,954 | 2,493,642 |
| Long-term debt (Note 10) | 3,874,846 | 3,995,047 |
| Total financial liabilities | 6,238,800 | 6,488,689 |
| Net debt | (5,009,946) | (5,186,263) |
| Contingent liability (Note 11) | | |
| Subsequent event (Note 12) | | |
| Non-financial assets | | |
| Tangible capital assets (Note 13) | 19,579,980 | 19,347,996 |
| Prepaid expenses | 62,211 | 77,938 |
| Total non-financial assets | 19,642,191 | 19,425,934 |
| Accumulated surplus (Note 14) | 14,632,245 | 14,239,671 |

Approved on behalf of the Chief and Council

Signed: Allan Paquachan

Chief

Signed: Michael Desjarlais

Councilor

Fishing Lake First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2014

| | <i>Schedules</i> | <i>2014 Budget - Note 21</i> | <i>2014 Actual</i> | <i>2013 Actual (Restated - Note 23)</i> |
|--|------------------|--------------------------------------|------------------------|---|
| Revenue | | | | |
| Aboriginal Affairs and Northern Development Canada (Note 15) | 3,080,695 | 4,668,575 | 3,701,366 | |
| First Nations and Inuit Health Branch | 519,788 | 597,226 | 579,662 | |
| Canada Mortgage and Housing Corporation | - | 305,909 | 313,259 | |
| Fishing Lake Convenience Store & Gasbar sales | - | 1,212,031 | 1,215,632 | |
| First Nation Trust funds (SIGA) | - | 635,555 | 624,441 | |
| Fishing Lake First Nation 1907 Surrender Trust | 48,000 | 432,042 | - | |
| CDC revenue | 129,800 | 429,000 | 174,009 | |
| AC Realty Treaty 4 Division Limited Partnership sales | - | 392,192 | 185,560 | |
| Housing rent and user fees | 300,000 | 365,310 | 354,986 | |
| Other revenue | 724,436 | 246,361 | 253,298 | |
| SITAG | 181,212 | 137,150 | 89,392 | |
| Federation of Saskatchewan Indian Nations | 87,488 | 114,500 | 123,750 | |
| BHP Billiton community development funding | - | 104,500 | 101,100 | |
| Lease income | - | 103,026 | 96,701 | |
| Insurance proceeds | - | 21,178 | 48,561 | |
| GST and Sales Tax rebates | - | 19,042 | - | |
| Other forfeited funding | - | (4,761) | - | |
| Forfeited AANDC funding | - | (14,001) | (9,985) | |
| Forfeited FNIHB funding | - | (154,987) | - | |
| | 5,071,419 | 9,609,848 | 7,851,732 | |
| Program expenses | | | | |
| Band Government | 3 | 649,600 | 1,735,705 | 1,655,463 |
| Capital | 4 | 537,608 | 432,914 | 736,622 |
| Commercial Entities | 5 | - | 1,724,587 | 1,434,031 |
| Community Infrastructure | 6 | 273,940 | 573,033 | 506,864 |
| Economic Development | 7 | 61,500 | 61,500 | 61,500 |
| Education | 8 | 1,343,220 | 1,485,800 | 1,477,192 |
| Health | 9 | 554,025 | 683,446 | 665,352 |
| Other Band Programs | 10 | 566,908 | 1,092,024 | 1,123,318 |
| Reserves and Trusts | 12 | 31,732 | 345,962 | 153,418 |
| Social Development | 13 | 965,091 | 1,086,064 | 1,003,630 |
| Total expenditures | | 4,983,624 | 9,221,035 | 8,817,390 |
| Surplus (deficit) before other items | | 87,795 | 388,813 | (965,658) |
| Other income (expense) | | | | |
| Gain on disposal of tangible capital assets | - | 11,216 | - | |
| Contribution from 1907 Surrender Trust - land acquisition | 12,500 | - | 176,400 | |
| Unjust dismissal payout | - | (7,455) | (269,902) | |
| | 12,500 | 3,761 | (93,502) | |
| Annual surplus (deficit) | | 100,295 | 392,574 | (1,059,160) |
| Accumulated surplus, beginning of year | | 14,239,671 | 14,239,671 | 15,298,831 |
| Accumulated surplus, end of year (Note 14) | | 14,339,966 | 14,632,245 | 14,239,671 |

Fishing Lake First Nation
Consolidated Statement of Changes in Net Debt
For the year ended March 31, 2014

| | <i>2014 Budget - Note 21</i> | <i>2014 Actual</i> | <i>2013 Actual (Restated - Note 23)</i> |
|--|--------------------------------------|------------------------|---|
| Annual surplus (deficit) | 100,295 | 392,574 | (1,059,160) |
| Purchases of tangible capital assets | (20,000) | (1,403,655) | (814,323) |
| Amortization of tangible capital assets | - | 1,139,871 | 1,116,544 |
| Gain on sale of tangible capital assets | - | (11,216) | - |
| Proceeds of disposal of tangible capital assets | - | 43,016 | - |
| Acquisition of prepaid expenses | - | - | (52,579) |
| Use of prepaid expenses | - | 15,727 | - |
| Increase (decrease) in net financial assets | 80,295 | 176,317 | (809,518) |
| Net debt, beginning of year | (5,186,263) | (5,186,263) | (4,376,745) |
| Net debt, end of year | (5,105,968) | (5,009,946) | (5,186,263) |

Fishing Lake First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2014

| | 2014 | 2013 (Restated - Note 23) |
|--|-------------|--|
| Cash provided by (used for) the following activities | | |
| Operating activities | | |
| Surplus (deficit) | 392,574 | (1,059,160) |
| Non-cash items | | |
| Amortization of tangible capital assets | 1,139,871 | 1,116,544 |
| Gain on disposal of tangible capital assets | (11,216) | - |
| | 1,521,229 | 57,384 |
| Changes in working capital accounts | | |
| Accounts receivable | (221,553) | 2,061,368 |
| Inventory for resale | (5,198) | 398 |
| Prepaid expenses | 15,727 | (52,579) |
| Accounts payable and accruals | (583,899) | (463,368) |
| Deferred revenue | 427,956 | (11,074) |
| | 1,154,262 | 1,592,129 |
| Financing activities | | |
| Advances of long-term debt | 655,250 | 5,000 |
| Repayment of long-term debt | (668,427) | (431,794) |
| Increase in bank indebtedness | 19,593 | 202,393 |
| Increase (decrease) in payable to Fishing Lake First Nation 1907 Surrender Trust | (100,362) | 96,701 |
| | (93,946) | (127,700) |
| Capital activities | | |
| Purchases of tangible capital assets | (1,403,655) | (814,323) |
| Proceeds of disposal of tangible capital assets | 43,016 | - |
| | (1,360,639) | (814,323) |
| Investing activities | | |
| Increase in funds held in trust | (437) | (352) |
| Decrease (increase) in restricted cash | 553,026 | (550,830) |
| | 552,589 | (551,182) |
| Increase in cash resources | 252,266 | 98,924 |
| Cash resources, beginning of year | 232,445 | 133,521 |
| Cash resources, end of year | 484,711 | 232,445 |
| Supplementary cash flow information | | |
| Interest paid | 145,272 | 199,926 |

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

1. Operations

The Fishing Lake First Nation (the "First Nation") is located in the province of Saskatchewan, and provides various services to its members. Fishing Lake First Nation financial reporting entity includes the First Nation's government and all related entities that are accountable to the First Nation and are either owned or controlled by the First Nation.

2. Significant accounting policies

These financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and including the following significant accounting policies:

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation's reporting entity.

The First Nation has consolidated the assets, liabilities, revenues and expenses of the following entities and departments:

- Fishing Lake CMHC Housing
- Fishing Lake Convenience Store & Gasbar
- Nigan Inapin Development Inc.
- AC Realty Treaty 4 Division Limited Partnership
- Four First Nations Housing Ltd.
- Fishing Lake Holding Corporation

All inter-entity balances have been eliminated on consolidation; however, transactions between departments have not been eliminated in order to present the results of operations for each specific department.

The financial statements of Fishing Lake 1907 Surrender Trust are not included in the consolidated financial statements as this entity is administered and controlled by an independent group of trustees.

Basis of presentation

Sources of financing and expenditures are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenditures are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Cash resources

Cash subject to restrictions that prevent its use for operating purposes is included in restricted cash.

Restricted cash

Restricted cash consists of funds held in the CMHC replacement reserve and operating reserve bank account, as well as, funds managed by a project manager. The CMHC reserves are used to pay eligible expenditures of CMHC housing units and the project manager is responsible for completion of capital projects.

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

2. Significant accounting policies (Continued from previous page)

Inventory for resale

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the first-in, first-out method. Net realizable value is the estimated selling price in the ordinary course of business, less selling costs.

Inventory held for resale is classified as a financial asset when all of the following criteria are met:

- Prior to March 31, 2014, the First Nation has committed to sell the asset;
- The asset is in a condition to be sold;
- The asset is publicly seen to be for sale;
- There is an active market for the asset;
- A plan exists for selling the asset; and,
- A sale to a party external to the First Nation can reasonably be expected within one year.

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution.

Land purchased is recorded at purchase price plus acquisition costs. The original reserve land is recorded at a nominal amount.

Tangible capital assets are amortized annually using the straight line method at rates intended to amortize the cost of the assets over their estimated useful lives:

| | Method | Rate |
|--------------------------------|---------------|----------|
| Community buildings | straight-line | 25 years |
| Infrastructure | straight-line | 25 years |
| CMHC housing | straight-line | 25 years |
| Band housing | straight-line | 25 years |
| Equipment | straight-line | 5 years |
| Vehicles | straight-line | 5 years |
| Computer hardware and software | straight-line | 5 years |

Projects under construction are not amortized until they are put into use.

Funds held in Ottawa Trust Fund

Funds 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 resource transactions on the sale of land or other First Nation tangible 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.

Long-lived assets

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying amount of an asset, or group of assets, may not be recoverable. The carrying amount of a long-lived asset is not recoverable if the carrying amount exceeds the sum of the undiscounted future cash flows from its use and disposal. Impairment is measured as the amount by which the asset's carrying amount exceeds its fair value. Fair value is measured using prices for similar items. Any impairment is included in surplus (deficit) for the year.

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

2. Significant accounting policies *(Continued from previous page)*

Asset classification

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

Net financial debt

The First Nation's financial statements are presented so as to highlight net financial debt as the measurement of financial position. The net financial debt of the First Nation is determined by its financial assets less its liabilities.

Revenue recognition

Government Transfers

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Funds held in Ottawa Trust Fund

Due to measurement uncertainty, revenue related to the receipt of funds held in the Ottawa Trust Fund is recognized when it is received.

Other revenues

Rental revenue is recognized over the rental term and when collection is reasonably assured.

Revenues earned from other services provided by the First Nation are recognized when the service has been provided.

Revenues from retail sales are recognized upon completion of the sale transaction and the customer takes possession of the merchandise.

Non-government funding revenue is recognized as it becomes receivable under the terms of the applicable funding agreement. Funding received under funding agreements that relate to a subsequent fiscal period are reflected as deferred revenue on the statement of financial position in the year of receipt.

Other economic interests

The First Nation is a member of several other entities. The First Nation does not share in the profit or loss of these entities. As a result these entities have not been reported in these consolidated financial statements.

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

2. Significant accounting policies *(Continued from previous page)*

Use of estimates

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure 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. These estimates/assumptions are reviewed periodically and, as adjustments become necessary, they are reported in the records in the periods in which they become known.

Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary.

Provisions are made for slow moving and obsolete inventory.

Amortization is based on the estimated useful lives of tangible capital assets.

Legal provisions are recorded when the likelihood of loss and amount of settlement can be determined.

Segments

The First Nation conducts its business through eleven reportable segments: Band Government, Capital, Commercial Entities, Community Infrastructure, Economic Development, Education, Health, Other Band Programs, Ottawa Trust, Reserves and Trusts, and Social Development. These operating segments are established by Chief and Council to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable 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. Administration fees have been apportioned based on a percentage of budgeted revenue, where permitted by the funder.

The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 2 the *Significant accounting policies*.

Recent accounting pronouncements

Liability for contaminated sites

In June 2010, the Public Sector Accounting Board (PSAB) issued PS 3260 *Liability for Contaminated Sites* to establish recognition, measurement and disclosure standards for liabilities associated with the remediation of contaminated sites. The new section defines activities included in a liability for remediation, establishes when to recognize and how to measure a liability for remediation, and provides the related financial statement presentation and disclosure requirements.

PS 3260 is effective for fiscal years beginning on or after April 1, 2014. The First Nation does not expect the adoption of the new section to have a material impact on its consolidated financial statements.

Financial instruments

In June 2011, the Public Sector Accounting Board (PSAB) issued PS 3450 *Financial Instruments* to establish standards for recognition, measurement, presentation and disclosure of financial assets, financial liabilities and non-financial derivatives. As a result of issuance of PS 3450, there have been numerous consequential amendments made to other Sections. PS 3450 is effective for fiscal years beginning on or after April 1, 2016.

PS 3450 is applied prospectively in the fiscal year of initial adoption; therefore, financial statements of prior periods, including comparative information, are not restated. The First Nation has not yet determined the effect of these new standards on its consolidated financial statements. In the period that a public sector entity applies PS 3450, it also applies PS 1201, PS 2601 and PS 3041. Early adoption is permitted.

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

3. Accounts receivable

| | 2014 | 2013 |
|--|----------------|-------------|
| Dakota Dunes CDC receivable | 240,379 | 8,436 |
| Other accounts receivable | 186,857 | 176,760 |
| Member receivables | 78,510 | 65,537 |
| GST receivable | 39,204 | 14,366 |
| CMHC subsidy assistance receivable | 23,869 | 25,141 |
| Aboriginal Affairs and Northern Development Canada | 11,339 | 52,091 |
| Convenience Store & Gasbar receivables | 7,925 | 9,333 |
| First Nations and Inuit Health Branch | 3,516 | 26,684 |
| | | |
| Less: Allowance for doubtful accounts | 591,599 | 378,348 |
| | 93,939 | 102,241 |
| | | |
| | 497,660 | 276,107 |

4. Inventory for resale

Inventory for resale from the Fishing Lake Convenience Store & Gasbar of \$44,110 (2013 - \$38,912) represents fuel, tobacco and confectionary items.

The cost of inventories recognized as an expense and included in cost of sales amounted to \$903,366 (2013 - \$941,708).

5. Restricted cash

Restricted cash consists of funds held in the CMHC replacement reserve bank account of \$6,787 (2013 - \$520,886), cash managed by a project manager of \$179,796 (2013 -\$82,890), and cash received for land lease revenues less expenses which are to be contributed to the Fishing Lake 1907 Surrender Trust of \$nil (2013 - \$135,833).

6. Funds held in trust

Capital and revenue trust moneys are transferred to the First Nation on the authorization of the Minister of Aboriginal Affairs and Northern Development Canada, with the consent of the First Nation's Council.

| | 2014 | 2013 |
|------------------------------------|---------------|-------------|
| Capital Trust | | |
| Balance, beginning and end of year | 1,824 | 1,824 |
| | | |
| Revenue Trust | | |
| Balance, beginning of year | 13,529 | 13,177 |
| Interest | 437 | 352 |
| | | |
| Balance, end of year | 13,966 | 13,529 |
| | | |
| | 15,790 | 15,353 |

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

7. Bank indebtedness

There is a line of credit charging interest at prime + 2%, secured by a BCR assigning all AANDC funds to Peace Hills Trust, and is authorized to a maximum of \$100,000, of which \$nil was drawn at March 31, 2014 (2013 - \$nil).

Additionally, there is a line of credit for Fishing Lake Convenience Store & Gasbar which is authorized to a maximum of \$5,000 of which \$nil was drawn at March 31, 2014. Fishing Lake First Nation is considered the borrower and as a condition of the line of credit, Fishing Lake First Nation provides security in connection with the borrowings.

Bank indebtedness represents cash on deposit less outstanding cheques.

8. Deferred revenue

The following table represents changes in the deferred revenue balance attributable to each major category of external restrictions:

| | <i>Balance, beginning of year</i> | <i>Contributions received</i> | <i>Amount recognized as revenue</i> | <i>Balance, end of year</i> |
|---|---|-----------------------------------|---|---------------------------------|
| AANDC - Subdivision extension | 111,626 | - | 111,626 | - |
| AANDC - Water and sewer project | 16,550 | - | 16,550 | - |
| AANDC - New school construction | - | 1,128,176 | 824,665 | 303,511 |
| AANDC - Renovations/additions (portable classrooms) | - | 455,000 | 189,671 | 265,329 |
| Other deferred revenue | 9,500 | - | 9,500 | - |
| Convenience Store & Gasbar capital funding | 6,417 | - | 3,208 | 3,209 |
| | 144,093 | 1,583,176 | 1,155,220 | 572,049 |

9. Payable to Fishing Lake First Nation 1907 Surrender Trust

Amounts payable to Fishing Lake First Nation 1907 Surrender Trust are unsecured, bear no interest, and are repayable upon demand. Fishing Lake First Nation 1907 Surrender Trust is administered by an independent group of trustees for the benefit of the members of Fishing Lake First Nation.

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

10. Long-term debt

The following loans are secured by government guarantees, and relate to the construction of on reserve housing. The First Nation receives a subsidy from Canada Mortgage and Housing Corporation to assist with the payment of principal and interest on the following loans:

| CMHC Phase | Monthly Payment Including Interest | Interest Rate | Maturity Date | 2014 | 2013 |
|---|---------------------------------------|---------------|---------------|-----------|-----------|
| I | 1,426 | 1.80% | 1-Jun-2014 | 4,115 | 20,987 |
| III | 1,676 | 1.65% | 1-Jun-2016 | 42,776 | 62,012 |
| IV | 1,612 | 1.77% | 1-Jun-2017 | 59,532 | 77,544 |
| V | 2,378 | 1.67% | 1-Apr-2018 | 110,335 | 136,596 |
| VI | 606 | 1.63% | 1-Feb-2016 | 13,126 | 20,092 |
| VII | - | - | - | - | 8,971 |
| VIII | 275 | 1.63% | 1-Apr-2016 | 6,480 | 9,627 |
| IX | 734 | 1.55% | 1-Mar-2015 | 8,016 | 16,632 |
| X | 589 | 1.92% | 1-Apr-2024 | 64,292 | 70,109 |
| XI | 311 | 2.57% | 1-Sep-2024 | 34,127 | 36,950 |
| XII | 1,225 | 2.84% | 1-Feb-2025 | 137,082 | 147,748 |
| XIII | 820 | 1.67% | 1-Apr-2027 | 115,017 | 122,876 |
| XIV | 1,132 | 2.61% | 1-Jul-2029 | 170,860 | 179,876 |
| XV | 1,521 | 2.40% | 1-Oct-2025 | 183,373 | 197,066 |
| XVI | 6,335 | 1.53% | 1-Dec-2027 | 937,296 | 998,516 |
| XVII | 5,082 | 2.11% | 1-Dec-2033 | 981,724 | 1,019,601 |
| XVIII | 2,134 | 2.87% | 1-Nov-2029 | 320,801 | 337,006 |
| | | | | 3,188,952 | 3,462,209 |
| Peace Hills Trust Loan (consolidation), repayable in quarterly instalments of \$59,000 including interest at 6.5%, secured by assignment of First Nations Trust (SIGA) funding, Aboriginal Affairs and Northern Development Canada funding, and Economic Development revenue, renewal date of March 30, 2015. | | | | 803,292 | 979,861 |
| Peace Hills Trust Loan (unjust dismissal payout), repayable in quarterly instalments of \$18,420 including interest at 6.5%, secured by assignment of First Nations Trust (SIGA) funding and Aboriginal Affairs and Northern Development Canada funding, renewal date of January 1, 2019. | | | | 316,934 | - |
| Peace Hills Trust Loan (bridge CDC monies), repayable in quarterly instalments of \$12,000 including interest at 6.5%, secured by assignment of First Nations Trust (SIGA) funding and Aboriginal Affairs and Northern Development Canada funding, renewal date of May 1, 2014. | | | | 93,195 | - |
| Caterpillar Financial Services Limited Loan, repayable in monthly instalments of \$1,029 including interest at 7.55%, secured with equipment having a net book value of \$33,705. | | | | 26,520 | - |
| | | | | 4,428,893 | 4,442,070 |
| <u>Less: current portion</u> | | | | 554,047 | 447,023 |
| | | | | 3,874,846 | 3,995,047 |

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

10. Long-term debt *(Continued from previous page)*

Principal repayments on long-term debt in each of the next five years, assuming long-term debt subject to refinancing is renewed at similar rates and terms, are estimated as follows:

| | |
|------|---------|
| 2015 | 554,047 |
| 2016 | 565,117 |
| 2017 | 512,114 |
| 2018 | 478,921 |
| 2019 | 255,287 |

11. Contingent liability

In 2009, Fishing Lake First Nation was named defendant by a supplier who alleges that the First Nation owed \$427,000 for building materials supplied to the First Nation prior to 2009. It is the First Nation's opinion that no contract with the supplier exists and the First Nation did not take possession of the materials allegedly supplied to the First Nation. The likelihood of loss of this claim is not determinable at March 31, 2014. If any liability results from this claim, it will be recorded at the time the claim is settled.

12. Subsequent event

Subsequent to year end, Fishing Lake First Nation's recreation centre, with a net book value of \$190,000 (original cost - \$293,400), was destroyed in a fire. As of the date of the auditors' report, \$198,000 of insurance proceeds have been received in relation to the fire loss. Estimated costs to rebuild will be approximately \$380,000.

13. Tangible capital assets

The tangible capital assets reconciliation is included in Schedule 1.

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

14. Accumulated surplus

Accumulated surplus consists of the following:

| | 2014 | 2013 |
|--|-----------------------------|--------------------|
| | <i>(Restated - Note 23)</i> | |
| <i>Equity in Ottawa Trust Funds</i> | | |
| Balance, beginning of year | 15,353 | 15,001 |
| Interest and other revenue | 437 | 352 |
| | 15,790 | 15,353 |
| <i>Equity in CMHC reserves</i> | | |
| Balance, beginning of year | 543,112 | 513,245 |
| Reserve allocation | 63,941 | 81,694 |
| Interest | 223 | 244 |
| Withdrawals | (226,385) | (52,071) |
| Adjustment | 84 | - |
| | 380,975 | 543,112 |
| <i>Equity in tangible capital assets</i> | | |
| Balance, beginning of year | 15,885,785 | 15,926,746 |
| Acquisition of tangible capital assets | 1,403,655 | 814,323 |
| Advances of long-term debt | (40,250) | (5,000) |
| Repayment of long-term debt | 286,987 | 266,260 |
| Amortization | (1,139,871) | (1,116,544) |
| Gain (loss) on disposal of tangible capital assets | 11,216 | - |
| Proceeds on disposal of tangible capital assets | (43,016) | - |
| | 16,364,506 | 15,885,785 |
| <i>Unrestricted surplus</i> | | |
| Balance, beginning of year | (2,204,579) | (1,156,161) |
| Transfer to equity in Ottawa Trust Funds | (437) | (352) |
| Transfer to equity in CMHC operating reserve | 162,137 | (29,867) |
| Transfer from (to) equity in tangible capital assets | (478,721) | 40,961 |
| Annual surplus (deficit) | 392,574 | (1,059,160) |
| | (2,129,026) | (2,204,579) |
| | 14,632,245 | 14,239,671 |

The First Nation does not have a movable capital asset reserve.

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

15. Aboriginal Affairs and Northern Development Reconciliation

| | |
|---|------------------|
| Funding per AANDC confirmation | <u>5,130,793</u> |
| Add: | |
| Subdivision extension - 2013 deferred revenue | 111,626 |
| Water and sewer project - 2013 deferred revenue | 16,550 |
| 2014 Basic Needs reconciliation | 8,226 |
| 2014 Band Employee Benefits reconciliation | <u>3,113</u> |
| | <u>139,515</u> |
| Less: | |
| New school construction - 2014 deferred revenue | (303,511) |
| Renovations/additions (portable classrooms) - 2014 deferred revenue | (265,329) |
| 2013 Basic Needs reconciliation | (28,064) |
| 2013 CPP/QPP and Private Pension Plans reconciliation | <u>(4,829)</u> |
| | <u>(601,733)</u> |
| Funding per financial statements | <u>4,668,575</u> |

16. CMHC reserves

Operating Reserve

The First Nation's CMHC Housing Program receives funding pursuant to the Post 1997 - Fixed Subsidy Program. Any surpluses are required to be funded with cash and reserved for future operating losses that relate to the operation of houses under this Program. The reserve is required to be funded to \$230,257 (2013 - \$242,089). At March 31, 2014, the cash balance in the reserve is \$nil (2013 - \$nil)

Replacement Reserve

As required as part of the First Nation's CMHC Housing Program, a replacement reserve has been established for replacement of capital equipment and for major repairs to the houses and requires an annual cash allocation to the reserve. The reserve is required to be funded to \$150,718 (2013 - \$301,023). At March 31, 2014, the cash balance in the reserve is \$6,787 (2013 - \$520,886).

17. Economic dependence

Fishing Lake First Nation receives substantially all of its revenues from Aboriginal Affairs and Northern Development Canada (AANDC) as a result of Treaties entered into with the Government of Canada. These Treaties are administered by AANDC 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.

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

18. Related party transactions

During the year, the First Nation conducted the following transactions with related entities. All transactions were measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

| | 2014 | 2013 |
|--|-------------|-------------|
| Contribution revenue from Fishing Lake 1907 Surrender Trust, related by similar membership | 432,042 | - |

19. Segments

The First Nation has 11 of reportable segments. These segments are differentiated by the activities or services they provide. The First Nation's segments are as follows:

Band Government - includes administration and governance activities.

Capital - reports on capital construction projects.

Commercial Entities - reports on operations of the First Nation's business enterprises

Community Infrastructure - activities for the maintenance of community infrastructure.

Economic Development - activities to improve the economy of the First Nation.

Education - includes the operations of education programs.

Health - reports on the First Nation's Health Canada funding.

Other Band Programs - Housing, youth and other programs not included in any other segment.

Ottawa Trust - reports revenues allocated to the fund and transfers to other segments.

Reserves and Trusts - includes activities related to land management and membership.

Social Development - activities include delivering social programs.

Inter-segment transfers are recorded at their exchange amount. The accounting policies of the segments are the same as those described in Note 2.

Details of the segment revenues and expenses are provided in the accompanying schedules. There are no revenues or expenses that have not been allocated to a segment.

20. Comparative figures

Certain figures on the 2013 consolidated financial statements have been reclassified to conform with the 2014 consolidated financial statement presentation.

21. Budget information

The disclosed budget information has been approved by the Chief and Council of the Fishing Lake First Nation on July 24, 2013.

Fishing Lake First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2014

22. Compliance with authorities

The First Nation is required to make its financial statements publicly available and submit its consolidated financial statements to Aboriginal Affairs and Northern Development Canada by July 29, 2014. The First Nation did not submit its consolidated financial statements by this date. The possible effect of this breach has not yet been determined.

23. Correction of an error

During the current fiscal year, it was determined that accounts payable were understated for the 2013 fiscal year. Additionally, the administration fee revenue was reclassified from Band Government to Other Band Programs.

As a result, the 2013 consolidated financial statements have been adjusted as follows:

| | <i>As previously reported</i> | <i>Change</i> | <i>As restated</i> |
|---|-----------------------------------|---------------|--------------------|
| Consolidated Statement of Financial Position | | | |
| Accounts payable and accruals | 1,255,005 | 89,301 | 1,344,306 |
| Accumulated surplus | 14,328,972 | (89,301) | 14,239,671 |
| Consolidated Statement of Operations and Accumulated Surplus | | | |
| Band Government | 1,493,398 | 162,065 | 1,655,463 |
| Community Infrastructure | 479,228 | 27,636 | 506,864 |
| Other Band Programs | 1,244,758 | (121,440) | 1,123,318 |
| Annual surplus (deficit) | (990,899) | (68,261) | (1,059,160) |
| Accumulated surplus, beginning of year | 15,319,871 | (21,040) | 15,298,831 |
| Accumulated surplus, end of year | 14,328,972 | (89,301) | 14,239,671 |

Fishing Lake First Nation

Schedule 1 - Schedule of Tangible Capital Assets

For the year ended March 31, 2014

| | Community Buildings | Infrastructure | CMHC | Band Housing | Land | Equipment | Subtotal |
|--|------------------------|------------------|------------------|----------------|------------------|---------------|-------------------|
| Cost | | | | | | | |
| Balance, beginning of year | 5,249,678 | 12,678,385 | 7,639,148 | 2,139,931 | 2,347,218 | 397,953 | 30,452,313 |
| Acquisition of tangible capital assets | - | - | - | - | - | 99,690 | 99,690 |
| Disposal of tangible capital assets | - | - | - | - | - | - | - |
| Balance, end of year | 5,249,678 | 12,678,385 | 7,639,148 | 2,139,931 | 2,347,218 | 497,643 | 30,552,003 |
| Accumulated amortization | | | | | | | |
| Balance, beginning of year | 1,260,411 | 4,306,241 | 4,004,475 | 1,842,450 | - | 373,449 | 11,787,026 |
| Annual amortization | 217,423 | 507,135 | 295,696 | 31,042 | - | 33,263 | 1,084,559 |
| Accumulated amortization on disposals | - | - | - | - | - | - | - |
| Balance, end of year | 1,477,834 | 4,813,376 | 4,300,171 | 1,873,492 | - | 406,712 | 12,871,585 |
| Net book value of tangible capital assets | 3,771,844 | 7,865,009 | 3,338,977 | 266,439 | 2,347,218 | 90,931 | 17,680,418 |
| 2013 Net book value of tangible capital assets | 3,989,267 | 8,372,144 | 3,634,673 | 297,481 | 2,347,218 | 24,504 | 18,665,287 |

Fishing Lake First Nation
Schedule 1 - Schedule of Tangible Capital Assets
For the year ended March 31, 2014

| | <i>Subtotal</i> | <i>Vehicles</i> | <i>Computer Hardware and Software</i> | <i>Assets Under Construction</i> | <i>2014</i> | <i>2013</i> |
|--|-----------------|-----------------|---------------------------------------|----------------------------------|-------------|-------------|
| Cost | | | | | | |
| Balance, beginning of year | 30,452,313 | 831,061 | 61,382 | 616,105 | 31,960,861 | 31,146,538 |
| Acquisition of tangible capital assets | 99,690 | 220,223 | - | 1,083,742 | 1,403,655 | 814,323 |
| Disposal of tangible capital assets | - | (53,000) | - | - | (53,000) | - |
| Balance, end of year | 30,552,003 | 998,284 | 61,382 | 1,699,847 | 33,311,516 | 31,960,861 |
| Accumulated amortization | | | | | | |
| Balance, beginning of year | 11,787,026 | 775,206 | 50,633 | - | 12,612,865 | 11,496,321 |
| Annual amortization | 1,084,559 | 49,937 | 5,375 | - | 1,139,871 | 1,116,544 |
| Accumulated amortization on disposals | - | (21,200) | - | - | (21,200) | - |
| Balance, end of year | 12,871,585 | 803,943 | 56,003 | - | 13,731,536 | 12,612,865 |
| Net book value of tangible capital assets | | | | | | |
| 2013 Net book value of tangible capital assets | 18,665,287 | 55,855 | 10,749 | 616,105 | 19,347,996 | |

Fishing Lake First Nation
Schedule 2 - Schedule of Consolidated Expenses by Object
For the year ended March 31, 2014

| | 2014 Budget - Note 21 | 2014 Actual | 2013 Actual (Restated - Note 23) |
|---|-----------------------------|------------------|---|
| Consolidated expenses by object | | | |
| Salaries and benefits | 1,609,605 | 1,987,443 | 1,760,496 |
| Amortization | - | 1,139,871 | 1,116,544 |
| Fishing Lake Convenience Store & Gasbar cost of sales | - | 903,366 | 941,708 |
| Basic needs | 567,785 | 719,753 | 706,131 |
| Contracted services | 451,439 | 456,004 | 589,994 |
| Supplies | 521,058 | 454,735 | 379,201 |
| Repairs and maintenance | - | 414,795 | 385,719 |
| AC Realty Treaty 4 Division Limited Partnership cost of sales | - | 342,714 | 165,626 |
| Contribution to Fishing Lake 1907 Surrender Trust | - | 291,053 | 117,439 |
| Post secondary living allowances | - | 269,459 | 299,211 |
| Honorarium | 181,000 | 247,517 | 209,182 |
| Non-council travel | 99,482 | 244,160 | 189,175 |
| Insurance | - | 225,186 | 207,405 |
| Rent | - | 209,049 | 236,518 |
| Professional fees | - | 208,279 | 183,594 |
| Tuition | - | 174,872 | 154,752 |
| Activities | 1,107,193 | 144,920 | 257,680 |
| Interest on long-term debt | - | 136,236 | 199,926 |
| Utilities | - | 134,649 | 169,967 |
| Assistance | 50,000 | 77,838 | 88,303 |
| Training | 76,520 | 75,206 | 47,212 |
| Bank charges and interest | - | 75,016 | 107,343 |
| Transportation | 40,000 | 66,684 | 80,235 |
| Special needs | 66,242 | 61,436 | 78,691 |
| Council travel | - | 61,120 | 50,895 |
| Cultural and recreation activities | 224,350 | 59,828 | 42,280 |
| Telephone | - | 54,219 | 13,022 |
| Miscellaneous | - | 2,670 | 1,448 |
| Administration | (13,600) | 2,600 | - |
| Student expenses | - | 1,986 | 9,672 |
| Elections | - | 1,600 | 13,870 |
| Meeting | - | 905 | 1,600 |
| Cash short | - | 757 | 4,883 |
| Advertising | - | 648 | 1,658 |
| Children's nutrition and health | 2,550 | - | - |
| Bad debts (recovery) | - | (5,564) | 36,975 |
| Recovery on settlement of account | - | (19,975) | (30,965) |
| | 4,983,624 | 9,221,035 | 8,817,390 |

**Fishing Lake First Nation
Band Government**

Schedule 3 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)

For the year ended March 31, 2014

| | 2014 Budget - Note 21 | 2014 Actual | 2013 Actual (Restated - Note 23) |
|---|-----------------------------|------------------|---|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 359,303 | 404,717 | 379,682 |
| First Nation Trust funds (SIGA) | - | 635,555 | 624,441 |
| Fishing Lake First Nation 1907 Surrender Trust | 48,000 | 432,042 | - |
| CDC revenue | - | 429,000 | 159,509 |
| Other revenue | 500,000 | 163,942 | 185,324 |
| BHP Billiton community development funding | - | 104,500 | 101,100 |
| Housing rent and user fees | - | 27,061 | - |
| GST and Sales Tax rebates | - | 19,042 | - |
| Forfeited AANDC funding | - | - | (1,426) |
| Fishing Lake Convenience Store & Gasbar sales | - | - | 170 |
| Other forfeited funding | - | (4,761) | - |
| | 907,303 | 2,211,098 | 1,448,800 |
| Expenses | | | |
| Amortization | - | 700,319 | 658,488 |
| Salaries and benefits | 142,600 | 188,131 | 144,140 |
| Rent | - | 172,777 | 189,688 |
| Honorarium | 130,000 | 152,602 | 112,165 |
| Contracted services | 50,000 | 130,734 | 26,667 |
| Professional fees | - | 94,170 | 137,622 |
| Interest on long-term debt | - | 70,020 | 68,682 |
| Bank charges and interest | - | 47,180 | 66,613 |
| Telephone | - | 37,809 | 11,625 |
| Assistance | 50,000 | 35,213 | 33,111 |
| Supplies | 140,000 | 31,166 | 41,864 |
| Insurance | - | 28,752 | 120 |
| Council travel | - | 28,185 | 50,895 |
| Utilities | - | 25,500 | 69,011 |
| Non-council travel | 32,000 | 9,880 | 29,016 |
| Activities | 105,000 | 6,384 | 10,696 |
| Cultural and recreation activities | - | 3,000 | (3,887) |
| Miscellaneous | - | 950 | - |
| Meeting | - | 905 | 100 |
| Repairs and maintenance | - | 305 | 504 |
| Elections | - | - | 13,870 |
| Advertising | - | - | 1,145 |
| Bad debts (recovery) | - | (8,302) | 24,293 |
| Recovery on settlement of account | - | (19,975) | (30,965) |
| | 649,600 | 1,735,705 | 1,655,463 |
| Operating surplus (deficit) before other items and transfers | 257,703 | 475,393 | (206,663) |
| Other income (expense) | | | |
| Gain (loss) on disposal of capital assets | - | 11,216 | - |
| Unjust dismissal payout | - | (7,455) | (269,902) |
| Transfers between programs | - | - | (1,000) |
| Operating surplus (deficit) | 257,703 | 479,154 | (477,565) |

Fishing Lake First Nation
Capital
Schedule 4 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2014

| | 2014 <i>Budget - Note 21</i> | 2014 <i>Actual</i> | 2013 <i>Actual</i> |
|--|--|------------------------------|------------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 13,172 | 1,118,626 | 408,470 |
| Canada Mortgage and Housing Corporation | - | 8,775 | - |
| Insurance proceeds | - | 21,178 | 48,561 |
| Other revenue | 224,436 | - | - |
| | 237,608 | 1,148,579 | 457,031 |
| Expenses | | | |
| Amortization | - | 110,833 | 110,833 |
| Insurance | - | 108,583 | 110,343 |
| Salaries and benefits | 71,334 | 62,172 | 24,523 |
| Repairs and maintenance | - | 61,268 | 198,762 |
| Supplies | 255,000 | 52,805 | 99,783 |
| Contracted services | 176,074 | 37,812 | 200,374 |
| Non-council travel | 2,500 | 11,695 | 13,735 |
| Professional fees | - | 8,755 | - |
| Honorarium | - | 4,850 | 5,800 |
| Activities | 40,500 | 4,017 | 8,540 |
| Utilities | - | 837 | 3,342 |
| Council travel | - | 523 | - |
| Assistance | - | 330 | - |
| Bank charges and interest | - | 86 | 90 |
| Administration | (7,800) | (31,652) | (39,503) |
| | 537,608 | 432,914 | 736,622 |
| Operating surplus (deficit) | (300,000) | 715,665 | (279,591) |

Fishing Lake First Nation
Commercial Entities
Schedule 5 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2014

| | 2014 <i>Budget - Note 21</i> | 2014 <i>Actual</i> | 2013 <i>Actual</i> |
|---|--|------------------------------|------------------------------|
| Revenue | | | |
| Fishing Lake Convenience Store & Gasbar sales | - | 1,212,031 | 1,215,462 |
| AC Realty Treaty 4 Limited Partnership sales | - | 392,192 | 185,560 |
| Other revenue | - | - | 22,268 |
| | - | 1,604,223 | 1,423,290 |
| Expenses | | | |
| Fishing Lake Convenience Store & Gasbar cost of sales | - | 903,366 | 941,708 |
| AC Realty Treaty 4 Division Limited Partnership cost of sales | - | 342,714 | 165,626 |
| Salaries and benefits | - | 305,065 | 191,134 |
| Professional fees | - | 49,351 | 27,960 |
| Amortization | - | 33,023 | 41,658 |
| Contracted services | - | 25,527 | - |
| Bank charges and interest | - | 20,675 | 4,568 |
| Utilities | - | 12,356 | 11,602 |
| Non-council travel | - | 10,972 | 4,160 |
| Insurance | - | 7,762 | 5,584 |
| Supplies | - | 3,542 | 10,340 |
| Repairs and maintenance | - | 3,354 | 4,375 |
| Bad debts (recovery) | - | 2,738 | 12,683 |
| Administration | - | 2,600 | - |
| Miscellaneous | - | 785 | 1,448 |
| Cash short | - | 757 | 4,883 |
| Assistance | - | - | 6,302 |
| | - | 1,724,587 | 1,434,031 |
| Operating deficit | - | (120,364) | (10,741) |

Fishing Lake First Nation
Community Infrastructure
Schedule 6 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2014

| | 2014 Budget - Note 21 | 2014 Actual | 2013 Actual (Restated - Note 23) |
|--|--------------------------------------|------------------------|---|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 284,940 | 499,520 | 406,931 |
| Other revenue | - | 16,868 | 18,968 |
| CDC revenue | 9,000 | - | - |
| Housing rent and user fees | - | - | 5,872 |
| | 293,940 | 516,388 | 431,771 |
| Expenses | | | |
| Salaries and benefits | 255,386 | 269,699 | 204,433 |
| Supplies | 111,962 | 113,600 | 48,315 |
| Utilities | - | 71,424 | 54,548 |
| Non-council travel | 4,500 | 34,762 | 24,594 |
| Repairs and maintenance | - | 28,665 | 32,079 |
| Contracted services | 46,048 | 26,419 | 87,486 |
| Insurance | - | 12,120 | 16,383 |
| Professional fees | - | 6,263 | 2,099 |
| Bank charges and interest | - | 3,578 | 34,759 |
| Activities | - | 3,114 | 2,168 |
| Council travel | - | 1,728 | - |
| Telephone | - | 1,111 | - |
| Honorarium | - | 550 | - |
| Administration | (143,956) | - | - |
| | 273,940 | 573,033 | 506,864 |
| Operating deficit | 20,000 | (56,645) | (75,093) |

Fishing Lake First Nation
Economic Development

Schedule 7 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)

For the year ended March 31, 2014

| | <i>2014 Budget - Note 21</i> | <i>2014 Actual</i> | <i>2013 Actual</i> |
|--|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 61,500 | 61,500 | 61,500 |
| Expenses | | | |
| Honorarium | - | 18,498 | 42,215 |
| Non-council travel | - | 11,618 | - |
| Contracted services | - | 10,073 | 654 |
| Activities | 52,200 | 9,746 | (6,610) |
| Council travel | - | 7,243 | - |
| Insurance | - | 2,241 | 747 |
| Elections | - | 1,600 | - |
| Salaries and benefits | - | 281 | 5,175 |
| Supplies | - | 200 | 4,863 |
| Administration | 9,300 | - | - |
| Professional fees | - | - | 1,037 |
| Rent | - | - | 13,419 |
| | 61,500 | 61,500 | 61,500 |
| Operating surplus (deficit) | | - | - |

Fishing Lake First Nation

Education

Schedule 8 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)

For the year ended March 31, 2014

| | 2014 Budget - Note 21 | 2014 Actual | 2013 Actual |
|--|-----------------------------|----------------|----------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 1,343,220 | 1,445,243 | 1,445,658 |
| Expenses | | | |
| Salaries and benefits | 518,524 | 624,191 | 566,876 |
| Post secondary living allowances | - | 269,459 | 299,211 |
| Contracted services | 179,317 | 162,895 | 166,940 |
| Administration | 94,900 | 138,844 | 94,935 |
| Tuition | - | 126,354 | 154,752 |
| Supplies | - | 35,525 | 30,994 |
| Rent | - | 23,932 | 21,349 |
| Non-council travel | 9,400 | 23,043 | 39,629 |
| Honorarium | 12,500 | 17,500 | 23,400 |
| Activities | 528,579 | 14,529 | 36,851 |
| Utilities | - | 12,284 | 14,005 |
| Professional fees | - | 11,050 | 2,275 |
| Repairs and maintenance | - | 8,271 | 6,500 |
| Council travel | - | 7,045 | - |
| Telephone | - | 6,119 | 1,169 |
| Bank charges and interest | - | 2,400 | - |
| Student expenses | - | 1,986 | 6,672 |
| Miscellaneous | - | 235 | - |
| Assistance | - | 85 | 700 |
| Advertising | - | 53 | 514 |
| Training | - | - | 4,020 |
| Transportation | - | - | 5,000 |
| Meeting | - | - | 1,400 |
| | 1,343,220 | 1,485,800 | 1,477,192 |
| Operating deficit before transfers | - | (40,557) | (31,534) |
| Transfers between programs | - | - | 4,000 |
| Operating deficit | - | (40,557) | (27,534) |

Fishing Lake First Nation

Health

Schedule 9 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)

For the year ended March 31, 2014

| | 2014 Budget - Note 21 | 2014 Actual | 2013 Actual (Restated - Note 23) |
|--|-----------------------------|------------------|---|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 34,237 | 34,237 | 34,237 |
| First Nations and Inuit Health Branch | 519,788 | 597,226 | 579,662 |
| Federation of Saskatchewan Indian Nations | - | 25,000 | 43,750 |
| Forfeited AANDC funding | - | (6,261) | - |
| Forfeited FNIHB funding | - | (154,987) | - |
| | 554,025 | 495,215 | 657,649 |
| Expenses | | | |
| Salaries and benefits | 312,234 | 251,956 | 351,036 |
| Activities | 204,534 | 92,397 | 113,446 |
| Supplies | 6,944 | 88,586 | 42,276 |
| Transportation | 40,000 | 66,684 | 75,235 |
| Non-council travel | 26,082 | 57,398 | 29,868 |
| Administration | (40,319) | 55,724 | 26,505 |
| Honorarium | 2,000 | 26,200 | 6,800 |
| Professional fees | - | 23,569 | - |
| Telephone | - | 5,506 | - |
| Contracted services | - | 5,400 | (3,466) |
| Utilities | - | 3,479 | 12,112 |
| Assistance | - | 1,400 | - |
| Insurance | - | 1,335 | 1,320 |
| Training | - | 1,000 | 1,675 |
| Cultural and recreation activities | - | 1,000 | - |
| Repairs and maintenance | - | 863 | 6,486 |
| Rent | - | 750 | 1,923 |
| Council travel | - | 199 | - |
| Bank charges and interest | - | - | 136 |
| Children's nutrition and health | 2,550 | - | - |
| | 554,025 | 683,446 | 665,352 |
| Operating deficit before transfers | - | (188,231) | (7,703) |
| Transfers between programs | - | - | (3,000) |
| Operating deficit | - | (188,231) | (10,703) |

**Fishing Lake First Nation
Other Band Programs**

Schedule 10 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)

For the year ended March 31, 2014

| | 2014 Budget - Note 21 | 2014 Actual | 2013 Actual |
|--|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | - | - | 8,559 |
| Canada Mortgage and Housing Corporation | - | 297,134 | 313,259 |
| Housing rent and user fees | 300,000 | 338,249 | 349,114 |
| SITAG | 181,212 | 137,150 | 89,392 |
| Federation of Saskatchewan Indian Nations | 87,488 | 89,500 | 80,000 |
| Other revenue | - | 64,504 | 22,006 |
| CDC revenue | 115,800 | - | 14,500 |
| Forfeited AANDC funding | - | - | (8,559) |
| | 684,500 | 926,537 | 868,271 |
| Expenses | | | |
| Repairs and maintenance | - | 302,821 | 135,037 |
| Amortization | - | 295,696 | 305,566 |
| Salaries and benefits | 186,280 | 167,049 | 162,969 |
| Supplies | - | 89,616 | 84,299 |
| Interest on long-term debt | - | 66,216 | 131,244 |
| Insurance | - | 64,393 | 72,907 |
| Contracted services | - | 57,144 | 98,708 |
| Non-council travel | 20,500 | 52,113 | 37,366 |
| Assistance | - | 30,650 | 22,973 |
| Honorarium | 26,500 | 26,717 | 18,402 |
| Tuition | - | 26,442 | - |
| Council travel | - | 15,800 | - |
| Professional fees | - | 15,122 | 12,600 |
| Activities | 162,380 | 14,684 | 92,264 |
| Rent | - | 11,021 | 9,943 |
| Utilities | - | 8,770 | 5,348 |
| Training | 76,520 | 5,327 | 12,625 |
| Telephone | - | 3,674 | 229 |
| Bank charges and interest | - | 1,090 | 1,175 |
| Advertising | - | 595 | - |
| Student expenses | - | - | 1,500 |
| Meeting | - | - | 100 |
| Administration | 94,728 | (162,916) | (81,937) |
| | 566,908 | 1,092,024 | 1,123,318 |
| Operating deficit | 117,592 | (165,487) | (255,047) |

Fishing Lake First Nation
Ottawa Trust
Schedule 11 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2014

| | 2014 <i>Budget -</i> <i>Note 21</i> | 2014 <i>Actual</i> | 2013 <i>Actual</i> |
|--------------------------|--|------------------------------|------------------------------|
| Revenue | | | |
| Other revenue | - | 437 | 351 |
| Operating surplus | - | 437 | 351 |

Fishing Lake First Nation
Reserves and Trusts
Schedule 12 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2014

| | 2014 <i>Budget - Note 21</i> | 2014 <i>Actual</i> | 2013 <i>Actual</i> |
|--|--|------------------------------|------------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 19,232 | 23,766 | 19,204 |
| Lease income | - | 103,026 | 96,701 |
| Other revenue | - | 610 | 4,380 |
| | 19,232 | 127,402 | 120,285 |
| Expenses | | | |
| Contribution to Fishing Lake 1907 Surrender Trust - land lease | - | 291,053 | 117,439 |
| Salaries and benefits | 44,320 | 40,456 | 26,110 |
| Non-council travel | 1,000 | 9,017 | 7,510 |
| Supplies | 500 | 3,319 | 1,918 |
| Miscellaneous | - | 700 | - |
| Honorarium | - | 600 | - |
| Council travel | - | 397 | - |
| Rent | - | 370 | - |
| Activities | - | 50 | 325 |
| Assistance | - | - | 50 |
| Training | - | - | 66 |
| Administration | (14,088) | - | - |
| | 31,732 | 345,962 | 153,418 |
| Operating deficit before other items | (12,500) | (218,560) | (33,133) |
| Other income (expense) | | | |
| Contribution of land from 1907 Surrender Trust | 12,500 | - | 176,400 |
| Operating surplus (deficit) | - | (218,560) | 143,267 |

Fishing Lake First Nation
Social Development

Schedule 13 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)

For the year ended March 31, 2014

| | 2014 Budget - Note 21 | 2014 Actual | 2013 Actual |
|--|-----------------------------|------------------|------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 965,091 | 1,080,966 | 937,126 |
| Forfeited AANDC funding | - | (7,740) | - |
| | 965,091 | 1,073,226 | 937,126 |
| Expenses | | | |
| Basic needs | 567,785 | 719,753 | 706,131 |
| Salaries and benefits | 78,927 | 78,444 | 84,100 |
| Training | - | 68,879 | 28,826 |
| Special needs | 66,242 | 61,436 | 78,691 |
| Cultural and recreation activities | 238,350 | 55,828 | 46,167 |
| Supplies | 6,652 | 36,376 | 14,548 |
| Non-council travel | 3,500 | 23,662 | 3,298 |
| Tuition | - | 22,076 | - |
| Assistance | - | 10,160 | 25,167 |
| Repairs and maintenance | - | 9,250 | 1,975 |
| Rent | - | 200 | 196 |
| Administration | (6,365) | - | - |
| Contracted services | - | - | 12,631 |
| Student expenses | - | - | 1,500 |
| Honorarium | 10,000 | - | 400 |
| | 965,091 | 1,086,064 | 1,003,630 |
| Operating deficit | - | (12,838) | (66,504) |