

**Muskowekwan First Nation**  
**Consolidated Financial Statements**  
*March 31, 2015*

# Muskowekwan First Nation

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For the year ended March 31, 2015

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To the Members of Muskowekwan First Nation:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting 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 consolidated 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 consolidated financial statements.

Chief and Council are responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. Chief and Council fulfil these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors.

MNP LLP, an independent firm of Chartered Accountants, is appointed by Chief and Council to audit the consolidated financial statements and report directly to the Members of Muskowekwan 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.

signed - Elaine Severight

Management

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To the Members of Muskowekwan First Nation:

We have audited the accompanying consolidated financial statements of Muskowekwan First Nation, which comprise the consolidated statement of financial position as at March 31, 2015, and the consolidated statements of operations and accumulated surplus, changes in net debt and 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 qualified audit opinion.

### *Basis for Qualified Opinion*

In the prior year, our independent auditors' report included a qualification due to not being able to obtain sufficient appropriate audit evidence about the completeness, accuracy and occurrence of gaming revenues and related cost of sales in the Muskowekwan Gaming Inc. program. Our opinion on the current year's financial statements is also modified because of the possible effects of this matter on the comparability of the current period's figures and the comparative information.

In the prior year, our independent auditors' report also included a qualification due to significant deficiencies in the accounting records of Muskowekwan Gas Bar & Confectionary Ltd. which prevented us from obtaining sufficient appropriate audit evidence related to the First Nation's investment in the government business enterprise. Since opening numbers enter into the determination of the results of operations we were unable to determine whether adjustments to earnings (loss) from government business enterprises and opening accumulated surplus for the current year were necessary. Further, this may affect revenues and expenses disclosed in the summary financial information in Note 7 for Muskowekwan Gas Bar & Confectionary Ltd.

### *Qualified Opinion*

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of Muskowekwan First Nation as at March 31, 2015, and the results of its operations, changes in net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Saskatoon, Saskatchewan

July 28, 2015

*MNP LLP*

Chartered Professional Accountants

**Muskowekwan First Nation**  
**Consolidated Statement of Financial Position**  
*As at March 31, 2015*

	2015	2014
<b>Financial assets</b>		
<b>Current</b>		
Restricted cash (Note 4)	447,640	100,223
Accounts receivable (Note 5)	1,018,971	1,736,604
Inventory for resale	2,264	3,231
Due from related parties (Note 6)	36,096	36,356
<b>Subtotal of current assets</b>	<b>1,504,971</b>	<b>1,876,414</b>
<b>Restricted cash (Note 4)</b>	<b>1,152,974</b>	<b>1,050,718</b>
<b>Term deposits</b>	<b>51,121</b>	<b>100,793</b>
<b>Investment in Nation business entities (Note 7)</b>	<b>46,586</b>	<b>77,948</b>
<b>Funds held in Ottawa Trust Fund (Note 8)</b>	<b>360,160</b>	<b>290,406</b>
<b>Total financial assets</b>	<b>3,115,812</b>	<b>3,396,279</b>
<b>Liabilities</b>		
<b>Current</b>		
Bank indebtedness (Note 9)	289,285	294,348
Accounts payable and accruals	1,706,897	1,540,526
Deferred revenue	463,613	104,027
Due to related parties (Note 11)	174,888	285,827
Current portion of long-term debt (Note 12)	646,126	1,158,301
<b>Subtotal of current liabilities</b>	<b>3,280,809</b>	<b>3,383,029</b>
<b>Long-term debt (Note 12)</b>	<b>6,905,054</b>	<b>7,247,402</b>
<b>Total financial liabilities</b>	<b>10,185,863</b>	<b>10,630,431</b>
<b>Net debt</b>	<b>(7,070,051)</b>	<b>(7,234,152)</b>
<b>Contingent liabilities (Note 13)</b>		
<b>Non-financial assets</b>		
Tangible capital assets (Note 14)	33,556,010	34,785,922
<b>Accumulated surplus (Note 15)</b>	<b>26,485,959</b>	<b>27,551,770</b>

Approved on behalf of Chief and Council

signed - Reginald Bellerose    **Chief**

signed - Holly Geddes    **Councillor**

# Muskowekwan First Nation

## Consolidated Statement of Operations and Accumulated Surplus

*For the year ended March 31, 2015*

	2015 <i>Budget</i> <i>(Note 20)</i>	2015 <i>Actual</i>	2014 <i>Actual</i>
<b>Revenues</b>			
Aboriginal Affairs and Northern Development Canada <i>(Note 19)</i>	4,939,948	5,924,018	6,245,397
Muskowekwan Gaming Inc.	-	1,317,624	1,954,847
Other	1,298,618	711,178	562,999
Health Canada	542,290	678,809	541,693
Lease	951,269	632,083	1,193,129
First Nations Trust	750,000	621,886	637,042
Rental income	826,362	566,511	542,083
CMHC	1,074,656	430,055	449,207
Touchwood Agency Tribal Council	329,623	358,805	355,576
Dakota Dunes Community Development Corporation	66,000	315,764	391,968
Interest	47,555	51,963	92,607
Loss from investments in government business enterprises <i>(Note 7)</i>	-	(31,362)	(679,430)
	10,826,321	11,577,334	12,287,118
<b>Program expenses</b>			
Band Government	908,311	1,386,119	1,330,587
Capital	651,621	392,673	345,386
Community Infrastructure	789,342	871,091	787,344
Education	3,417,021	4,520,277	4,466,004
Lands	495,089	510,141	444,137
Social Development	1,421,494	1,580,484	1,470,608
Health	644,601	757,657	717,776
Economic Development	60,000	110,999	103,170
Housing	827,460	1,153,302	1,068,886
Muskowekwan Gaming Inc.	-	1,479,284	2,263,317
<b>Total expenses</b>	9,214,939	12,762,027	12,997,215
<b>Surplus (deficit) before other income</b>	1,611,382	(1,184,693)	(710,097)
<b>Other income</b>			
Gain on disposal of tangible capital assets	-	118,882	-
Gain on discontinued farming operations	-	-	114,103
	-	118,882	114,103
<b>Annual surplus (deficit)</b>	1,611,382	(1,065,811)	(595,994)
<b>Accumulated surplus, beginning of year</b>	27,551,770	27,551,770	29,147,009
<b>Change in other comprehensive income</b>	-	-	(999,245)
<b>Accumulated surplus, end of year</b>	29,163,152	26,485,959	27,551,770

**Muskowekwan First Nation**  
**Consolidated Statement of Changes in Net Debt**  
*For the year ended March 31, 2015*

	<i>2015 Budget (Note 20)</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Annual surplus (deficit)</b>	<b>1,611,382</b>	<b>(1,065,811)</b>	<b>(595,994)</b>
Purchases of tangible capital assets	-	<b>(209,540)</b>	(297,222)
Amortization of tangible capital assets	-	<b>1,409,051</b>	1,418,180
Gain on disposal of tangible capital assets	-	<b>(118,882)</b>	-
Proceeds of disposal of tangible capital assets	-	<b>149,283</b>	91,438
	-	<b>1,229,912</b>	1,212,396
Use of prepaid expenses	-	-	11,413
Change in other comprehensive income	-	-	(999,245)
	-	-	(987,832)
<b>Change in net debt</b>	<b>1,611,382</b>	<b>164,101</b>	<b>(371,430)</b>
<b>Net debt, beginning of year</b>	<b>(7,234,152)</b>	<b>(7,234,152)</b>	<b>(6,862,722)</b>
<b>Net debt, end of year</b>	<b>(5,622,770)</b>	<b>(7,070,051)</b>	<b>(7,234,152)</b>

**Muskowekwan First Nation**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2015*

	2015	2014
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Annual surplus (deficit)	(1,065,811)	(595,994)
Non-cash items		
Amortization	1,409,051	1,418,180
Gain on disposal of capital assets	(118,882)	-
Loss from investment in Nation business entities	31,362	679,430
Gain on discontinued farming operations	-	(114,103)
	255,720	1,387,513
Changes in accounts		
Accounts receivable	717,633	(306,213)
Prepaid expenses	-	11,413
Inventory for resale	967	38,770
Accounts payable and accruals	166,371	(537,988)
Deferred revenue	359,586	(22,417)
	1,500,277	571,078
<b>Financing activities</b>		
Decrease in due to related parties	(121,517)	(148,226)
Advances of long-term debt	-	146,404
Repayment of long-term debt	(854,523)	(896,020)
	(976,040)	(897,842)
<b>Capital activities</b>		
Purchases of tangible capital assets	(209,540)	(297,222)
Proceeds of disposal of tangible capital assets	149,283	91,438
	(60,257)	(205,784)
<b>Investing activities</b>		
Decrease (increase) in restricted cash	(449,673)	22,373
Decrease in term deposits	49,672	-
Decrease (increase) in due from related parties	10,838	(361)
Decrease (increase) in funds held in Ottawa Trust Fund	(69,754)	74,341
	(458,917)	96,353
<b>Increase (decrease) in cash resources</b>	5,063	(436,195)
<b>Cash resources (deficiency), beginning of year</b>	(294,348)	141,847
<b>Cash deficiency, end of year</b>	(289,285)	(294,348)
<b>Supplementary cash flow information</b>		
Interest paid	407,392	416,666



**Muskowekwan First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2015*

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**1. Nature of Operations**

The Muskowekwan First Nation (the "First Nation") is located in the Province of Saskatchewan, and provides various services to its Members. The Muskowekwan First Nation financial reporting entity includes the First Nation's operations 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 consolidated financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards, and include the following significant accounting policies:

***Reporting entity***

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity. The following entities and departments have been consolidated:

- Muskowekwan First Nation;
- Muskowekwan First Nation CMHC Housing;
- Muskowekwan Treaty Land Entitlement - Revenue Account; and
- Muskowekwan Gaming Inc.

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.

First Nation business entities, owned or controlled by the First Nation, but not dependent on the First Nation for their continuing operations, are included in the consolidated financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity accounting principles are not adjusted to conform to those of the First Nation. Thus, the First Nation's investment in these entities is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received. Entities accounted for by the modified equity basis include Muskowekwan Resources Ltd. and Muskowekwan Gas Bar & Confectionary Ltd. The Muskowekwan Treaty Land Entitlement Trust - Principal Account and Ledcor Trust - Principal Account are not included in the consolidated financial statements as they are administered and controlled by Trustees.

***Basis of presentation***

Sources of revenues and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses 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.

***Restricted cash***

Restricted cash consists of funds held for specific purposes. Cash held for specific purposes is maintained in separate bank accounts. Amounts restricted are for capital projects, CMHC replacement reserve, CMHC operating reserve and the Treaty Land Entitlement revenue account.

***Funds held in Ottawa Trust Fund***

Funds held in trust on behalf of First Nation Members by the Government of Canada 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 managed and reported on by the Government of Canada.

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

**Portfolio investments**

Long-term investments in entities that are not owned, controlled, or influenced by the First Nation reporting entity are accounted for using the cost method. They are recorded at cost, less any provision for other than temporary impairment.

**Inventory**

Inventory is valued at the lower of cost and estimated net realizable value.

**Tangible capital assets**

Tangible capital assets are recorded at cost. Contributed tangible assets are recorded at their fair value at the date of contribution.

Land purchased is recorded at the purchase price. The First Nation holds original reserve land. This land is not recognized in the First Nation's financial statements.

**Amortization**

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:

	Rate
Housing	20 - 25 years
Buildings	25 years
Water and sewer	25 years
Equipment	10 years
Subdivision	25 years

Land is not amortized. Work in progress is not amortized until assets are put into use.

**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 debt**

The First Nation's consolidated financial statements are presented so as to highlight net debt as a measurement of financial position. The net debt of the First Nation is determined by its financial assets less its liabilities. Net debt combined with non-financial assets comprises a second indicator of financial position, accumulated surplus.

**Revenue recognition**

**Non-government funding**

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

**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.

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

*Other revenue*

Rental revenue is recognized over the rental term. Other revenues are earned from other services provided by the First Nation and are recognized when the services have been provided. Muskowekwan Gaming Inc. revenue is recognized when the bingo event has occurred. Interest revenue is recognized on an accrual basis.

***Other comprehensive income***

The First Nation's business entities are required to report under International Financial Reporting Standards (IFRS). Under IFRS, comprehensive income includes all changes in equity of an entity, except those resulting from investments by owners and distributions to owners. Comprehensive income is the total of net income and other comprehensive income. Other comprehensive income comprises revenues, expenses, gains and losses that, in accordance with International Financial Reporting Standards, require recognition, but are excluded from net income. Other comprehensive income represents adjustments to available-for-sale financial assets.

Other comprehensive income is derived in the First Nation's investments in Nation business entities and is recorded as a change in accumulated surplus.

***Liability for contaminated site***

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, 2015.

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 its settle or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made. There are no known liabilities at March 31, 2015.

***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 revenues and expenses during the reporting period. These estimates/assumptions are reviewed periodically and, as adjustments become necessary, there are reported in the records in the period in which they become known.

***Segments***

The First Nation conducts its business through 12 reportable segments (Note 17). These operating segments are established by senior management to achieve the First Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenues 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.

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

***Related Entities Financial Statements***

Separate financial statements are prepared for the following related entities:

- Muskowekwan First Nation CMHC Housing Authority;
- Muskowekwan Treaty Land Entitlement - Revenue Trust Account;
- Muskowekwan Treaty Land Entitlement - Principal Trust Account;
- Muskowekwan Gaming Inc.;
- Muskowekwan Resources Ltd.; and
- Muskowekwan Gas Bar & Confectionary Ltd.

These entities are owned by the First Nation, except for Muskowekwan Treaty Land Entitlement Trust - Principal Trust Account, which is related by common membership.

The financial results of the Muskowekwan Treaty Land Entitlement - Principal Trust Account and Muskowekwan Ledcor Trust are not included in the financial statements of the Muskowekwan First Nation as the Nation does not control the operations of the Trusts and they are governed by Trust Agreements.

***Other Economic Interests***

The Muskowekwan First Nation is a member of the Touchwood Agency Specific Claim. The Touchwood Agency Specific Claim is an organization of five Nations, whose purpose is to negotiate a specific claim with regards to the Department of Aboriginal Affairs and Northern Development Canada's alleged mismanagement of funds of the Touchwood Agency during the period 1920 to 1924.

The Muskowekwan First Nation is a member of Touchwood Child & Family Services Inc. The Touchwood Child & Family Services Inc. is an organization of six member Nations, whose purpose is to provide Child and Family services to the six member Nations.

The Muskowekwan First Nation is a member of Touchwood Post Secondary Program Inc. The Touchwood Post Secondary Program Inc. is an organization of three member Nations, whose purpose is to provide services to the member Nations.

The Muskowekwan First Nation is a member of Touchwood Agency Tribal Council Inc. The Touchwood Agency Tribal Council Inc. is an organization of four member Nations, whose purpose is to enhance the services provided to the member Nations.

The First Nation does not have a share in the profit or loss of the above entities. As a result, the financial statements of the Touchwood Agency Specific Claim, Touchwood Child & Family Services Inc., Touchwood Post Secondary Program Inc. and Touchwood Agency Tribal Council Inc. have not been consolidated in the financial statements of Muskowekwan First Nation.

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.

***Recent accounting pronouncements***

***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. In June 2015, the effective date was deferred to fiscal years beginning on or after April 1, 2019. Earlier adoption is permitted.

**Muskowekwan First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2015*

**3. Change in accounting policies**

**Liability for contaminated sites**

Effective April 1, 2014, the First Nation adopted PS 3260 Liability for Contaminated Sites. This section establishes recognition, measurement and disclosure standards for liabilities associated with the remediation of contaminated sites. Further, it 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.

The First Nation has not identified any contaminated sites, therefore it has no effect on its consolidated financial statements.

**4. Restricted cash**

	2015	2014
<b>Current</b>		
Capital projects	446,892	98,455
TLE revenue account	748	1,768
	<b>447,640</b>	<b>100,223</b>
<b>Long-term</b>		
CMHC replacement reserve	823,651	773,773
CMHC operating reserve	329,323	276,945
	<b>1,152,974</b>	<b>1,050,718</b>
	<b>1,600,614</b>	<b>1,150,941</b>

**5. Accounts receivable**

	2015	2014
Aboriginal Affairs and Northern Development Canada	724,437	963,424
Touchwood Agency Tribal Council	106,253	133,408
Dakota Dunes Community Development Corporation	93,533	139,969
Other	59,238	1,727
Canada Mortgage and Housing Corporation	35,510	36,777
Land lease	-	461,299
	<b>1,018,971</b>	<b>1,736,604</b>

**6. Due from related party**

	2015	2014
Ledcor Trust	25,518	36,356
Muskowekwan Gas Bar & Confectionary Ltd.	10,578	-
	<b>36,096</b>	<b>36,356</b>

Amounts due from related parties are non-interest bearing, unsecured and without fixed repayment terms. Ledcor Trust - Principal Account is related by common membership and the First Nation owns Muskowekwan Gas Bar & Confectionary Ltd.

**Muskowekwan First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2015*

**7. Investments**

The First Nation has investments in the following entities:

			2015
	Opening balance	Cumulative share of earnings (loss)	Total investment
Portfolio investment			
IMI Brokerage	24,500	-	24,500
Government business enterprises:			
Muskowekwan Gas Bar & Confectionary Ltd.	53,348	(31,362)	21,986
Muskowekwan Resources Ltd.	100	-	100
	53,448	(31,362)	22,086
	77,948	(31,362)	46,586

Summary financial information for each government business enterprise, accounted for using the modified equity method:

	<i>Muskowekwan Gas Bar &amp; Confectionary Ltd. As at March 31, 2015</i>	<i>Muskowekwan Resources Ltd. As at March 31, 2015</i>
<b>Assets</b>		
Accounts receivable	47,461	157,290
Inventory	28,313	-
Investments	43,332	1,345,230
Prepaid expenses	-	26,461
Building and equipment	234,358	10,717
Due from related parties	-	174,768
<b>Total assets</b>	<b>353,464</b>	<b>1,714,466</b>
<b>Liabilities</b>		
Bank indebtedness	63,307	69,183
Accounts payable and accruals	160,598	37,226
Deferred revenue	-	23,711
Long-term debt / debenture	34,056	4,378,016
Due to related parties	73,517	-
<b>Total liabilities</b>	<b>331,478</b>	<b>4,508,136</b>
<b>Accumulated other comprehensive loss</b>	<b>-</b>	<b>(1,984,106)</b>
<b>Net assets excluding accumulated other comprehensive loss</b>	<b>21,986</b>	<b>(809,564)</b>
<b>Total revenue</b>	<b>1,774,384</b>	<b>529,246</b>
<b>Total expenses</b>	<b>1,805,746</b>	<b>1,098,769</b>
<b>Net loss</b>	<b>(31,362)</b>	<b>(569,523)</b>
<b>Other comprehensive loss</b>	<b>-</b>	<b>(996,446)</b>
<b>Comprehensive loss</b>	<b>(31,362)</b>	<b>(1,565,969)</b>

**Muskowekwan First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2015*

**7. Investments** (Continued from previous page)

In the prior year, the First Nation's investment in Muskowekwan Resources Ltd. was reduced to \$100 which is the cost of the shares owned by the First Nation. The comprehensive loss recognized in the First Nation was \$1,227,801 less than the actual other comprehensive loss in Muskowekwan Resources Ltd. as the First Nation does not have a liability for additional unrealized losses incurred by Muskowekwan Resources Ltd. Therefore, the comprehensive loss in the current year has also not been recognized. The other comprehensive losses are a result of the decline in the fair market value of investments held by Muskowekwan Resources Ltd.

**8. Funds held in Ottawa Trust Fund**

Funds held in Ottawa Trust Fund are held on behalf of the Members of Muskowekwan First Nation by the Government of Canada and consist of a capital and revenue trust moneys. Moneys are transferred from these funds to the First Nation on the authorization of the First Nation's Chief and Council, with the consent of the Minister of Aboriginal Affairs and Northern Development Canada.

	2015	2014
<b>Capital Trust</b>		
Balance, beginning and end of year	268,806	268,806
<b>Revenue Trust</b>		
Balance, beginning of year	21,600	95,941
Interest	8,082	11,056
Lease	87,072	29,603
Payments to First Nation	(25,400)	(115,000)
Balance, end of year	91,354	21,600
	<b>360,160</b>	<b>290,406</b>

**9. Bank indebtedness**

The First Nation has a line of credit with Peace Hills Trust with an authorized limit of \$75,000 bearing interest at prime (3.75%) plus 2.00%. The line of credit is secured by assignment of AANDC transfers. The First Nation has a further approved overdraft on the line of credit up to \$354,000 which is secured by an assignment of Gaming, land lease and BHP Funding monies and bears interest at 24%. As at March 31, 2015 the First Nation has drawn \$285,225.

**10. Deferred revenue**

	<i>Balance, beginning of year</i>	<i>Contributions received</i>	<i>Recognized</i>	<i>Balance, end of year</i>
AANDC - Biological treatment and backup well	104,027	200,000	636	303,391
AANDC - Lagoon	-	164,000	3,778	160,222
	<b>104,027</b>	<b>364,000</b>	<b>4,414</b>	<b>463,613</b>



**Muskowekwan First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2015*

**11. Due to related parties**

	2015	2014
Muskowekwan Resources Ltd.	174,888	270,243
Muskowekwan Gas Bar & Confectionary Ltd.	-	15,584
	<b>174,888</b>	<b>285,827</b>

Amounts due to related parties are non-interest bearing, unsecured and without fixed repayment terms. The First Nation owns these related entities.

**12. 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:

Phase	Monthly Payment Including Interest	Interest Rate	Renewal Date	2015	2014
VII	1,691	5.15%	1-Feb-15	38,800	54,984
VIII	1,562	5.24%	1-Jan-18	49,306	65,047
XI	350	1.64%	1-Feb-17	7,923	11,960
XII	691	2.63%	1-Jun-16	18,094	25,800
XIII	2,328	2.37%	1-Jun-16	85,174	110,774
XIV	675	1.82%	1-Sep-19	68,445	75,109
XV	1,164	2.26%	1-Aug-16	138,705	149,421
XVI	800	1.67%	1-Apr-17	104,972	112,751
XVII	1,338	1.67%	1-Jun-18	188,630	201,429
XVIII	1,045	1.92%	1-Apr-19	153,092	162,610
XIX	1,305	1.05%	1-Apr-20	148,555	161,234
XX	8,002	1.64%	1-Dec-16	1,025,855	1,104,410
XXI	7,499	2.11%	1-Jan-19	1,388,457	1,448,584
XXII	7,583	1.85%	1-Aug-19	1,478,934	1,539,527
XXIII	2,143	1.44%	1-Jul-17	491,153	509,676
				<b>5,386,095</b>	<b>5,733,316</b>

Peace Hills Trust loan payable, interest at 6%, with blended principal and interest payments of \$9,688 monthly, matures September 2016, secured by an assignment of facility and land lease revenues

**1,371,563**      1,404,435

Peace Hills Trust loan payable, interest at 6%, with principal and interest payments of \$30,000 semi-annually increased to \$60,000 semi-annually October 1, 2015, matures October 2015, secured by a GSA

**366,180**      403,677

Peace Hills Trust loan payable, interest at 7%, with quarterly principal payments of \$18,000 plus interest, matures January 2016, secured by a GSA

**232,305**      282,000

Peace Hills Trust loan payable, interest at 7.5%, with principal and interest payments of \$25,000 quarterly, matures July 2016, secured by a GSA

**137,933**      202,729

Peace Hills Trust loan payable, interest 7%, with principal and interest payments of \$33,200 semi-annually, matures May 2015, secured by a GSA

**30,460**      91,505

Peace Hills Trust loan payable, interest at 7.5%, with principal and interest payments of \$5,000 quarterly, matures July 2016, secured by a GSA

**26,644**      39,655



**Muskowekwan First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2015*

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

	2015	2014
Peace Hills Trust loan payable	-	233,031
Peace Hills Trust loan payable	-	15,355
	<b>7,551,180</b>	<b>8,405,703</b>
Current portion	<b>(646,126)</b>	<b>(1,158,301)</b>
	<b>6,905,054</b>	<b>7,247,402</b>

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

2016	646,126
2017	662,494
2018	563,289
2019	449,546
2020	352,036

**13. Contingent liabilities**

Funding

These consolidated financial statements are subject to review by the First Nation's funding agents. It is possible that adjustments could be made based on the results of their reviews.

Touchwood Agency Specific Claim

The Government of Canada provided Touchwood Agency Specific Claim with an interest-free loan of approximately \$2,251,000 repayable on the earlier of March 31, 2010 or the date on which the claim is settled. The loan was advanced subject to conditions contained in a Native Claims Loan Agreement. If the conditions of this agreement are not met, the Agency must repay all funds advanced by the Government of Canada. The five Nations who are members of the Touchwood Agency Specific Claim may be directly or indirectly responsible for the repayment of this loan. The amount of the liability, if any, is not determinable at this time. If any liability results from the guarantee, it will be recorded in the period the liability is determinable.

Guarantee

The First Nation has guaranteed debt on behalf of 4 Directions Child & Family Services Inc. for the construction of a youth support facility located on the First Nation's land. The outstanding debt at March 31, 2015 was approximately \$2,570,000 (2014 - \$2,650,000). The First Nation would be liable if 4 Directions Child & Family Services Inc. defaults on the loan. As at March 31, 2015 the First Nation has no liability associated with this guarantee.

**Muskowekwan First Nation**  
**Notes to the Consolidated Financial Statements**  
For the year ended March 31, 2015

**14. Tangible capital assets**

Cost	Housing	Buildings	Water and sewer	Equipment	Subdivision	Work in Progress	Purchased Land	2015	2014
Balance, beginning of year	20,750,738	12,199,809	2,881,662	2,184,471	2,257,394	208,157	14,374,658	54,856,889	54,722,949
Acquisition of tangible capital assets	-	-	-	84,000	-	125,540	-	209,540	297,222
Disposal of tangible capital assets	-	(95,004)	-	(1,500)	-	-	-	(96,504)	(163,282)
<b>Balance, end of year</b>	<b>20,750,738</b>	<b>12,104,805</b>	<b>2,881,662</b>	<b>2,266,971</b>	<b>2,257,394</b>	<b>333,697</b>	<b>14,374,658</b>	<b>54,969,925</b>	<b>54,856,889</b>
<b>Accumulated amortization</b>									
Balance, beginning of year	11,291,782	6,745,190	258,061	1,595,342	180,592	-	-	20,070,967	18,724,631
Annual amortization	633,944	469,499	72,042	143,270	90,296	-	-	1,409,051	1,418,180
Disposal of tangible capital assets	-	(64,603)	-	(1,500)	-	-	-	(86,103)	(71,844)
<b>Balance, end of year</b>	<b>11,925,726</b>	<b>7,150,086</b>	<b>330,103</b>	<b>1,737,112</b>	<b>270,888</b>	<b>-</b>	<b>-</b>	<b>21,413,915</b>	<b>20,070,967</b>
<b>Net book value</b>	<b>8,825,012</b>	<b>4,954,719</b>	<b>2,551,559</b>	<b>529,859</b>	<b>1,986,506</b>	<b>333,697</b>	<b>14,374,658</b>	<b>33,556,010</b>	
2014 Net book value	9,458,956	5,454,619	2,623,601	589,129	2,076,802	208,157	14,374,658		34,785,922

**Muskowekwan First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2015*

**15. Accumulated surplus**

Accumulated surplus consists of the following:

	2015	2014
Operating	(1,523,783)	(1,103,653)
Capital Asset	26,401,712	27,137,634
Commercial	46,586	77,948
CMHC Operating Reserve	297,406	328,801
CMHC Replacement Reserve	903,878	820,634
Ottawa Trust Funds	360,160	290,406
	<b>26,485,959</b>	<b>27,551,770</b>

**16. Funds and reserves**

The Muskowekwan First Nation maintains the following funds and reserves as part of its operations.

- Operating Fund reports on the general activities of the First Nation's administration;
- Capital Asset Fund reports on the capital assets and projects of the First Nation;
- Commercial Fund reports on commercial business operations owned by the First Nation;
- CMHC Operating Reserve Fund is required as part of the First Nation's CMHC Housing Program, which receives funds pursuant to the Post 1997 - Fixed Subsidy Program. Any surpluses are externally restricted and reserved for future operating losses that relate to the operation of houses under this Program;
- CMHC Replacement Reserve Fund is required as part of the First Nation's CMHC Housing Program. It has been established for replacement of capital equipment and for major repairs to the houses; and
- Ottawa Trust Funds report on trust moneys owned by the First Nation and held by the Government of Canada.

**17. Segments**

The First Nation has 12 reportable segments. These segments are differentiated by the major activities or services they provide. The First Nation's segments are as follows:

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

Investment in Business Entities - reports on gains and losses of the First Nation's business enterprises.

Band Government - reports on administration and governance activities.

Capital - reports on capital projects.

Community Infrastructure - reports on the maintenance of the community and its infrastructure.

Education - reports on the operations of education programs.

Lands - reports on activities for the development of the First Nation's land.

Social Development - reports on activities related to delivering social programs.

Health - reports on the First Nation's health programs.

Economic Development - reports on operations relating to developing the First Nation's economic opportunities.

Housing - reports on housing operations funded by Canada Mortgage and Housing Corporation.

Muskowekwan Gaming Inc. - reports on operations of the First Nation's not for profit organization.

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.

**18. Economic dependence**

Muskowekwan First Nation receives a significant portion of its revenues from the Government of Canada as a result of Treaties entered into with the Crown in Right of Canada. However, these Treaties are administered by Aboriginal Affairs and Northern Development Canada under the terms and conditions of the Indian Act. The ability of the First Nation to continue to provide programming and essential services is dependent upon Canada's continued financial commitments as guaranteed by these Treaties.

**Muskowekwan First Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2015*

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**19. Aboriginal Affairs and Northern Development Canada reconciliation**

AANDC funding per confirmation	6,363,418
Add:	
Deferred revenue - beginning of year	104,027
14/15 Basic needs reconciliation	22,117
Deduct:	
Deferred revenue - end of year	(463,613)
Funding forfeited (Provincial Tuition)	(43,418)
14/15 Employee benefits reconciliation	(10,412)
14/15 Home/Adult Care reconciliation	(5,689)
14/15 Special needs recovery	(10,156)
14/15 Early Childhood Intervention reconciliation	(2,454)
14/15 Provincial Special Education reconciliation	(20,313)
14/15 Provincial Tuition reconciliation	(9,489)
	<hr/> 5,924,018 <hr/>

**20. Budget information**

The budget information disclosed is available for only some of the programs and was approved by the First Nation's Chief and Council on April 11, 2014. Budget information is not available for Ottawa Trust Funds, investment in business enterprises, capital projects, and Muskowekwan Gaming Inc. The budget approved by Chief and Council included the principal portion of loan payments of \$803,150 as expenses. Canadian public sector accounting standards do not consider the principal portion of loan payments to be expenses. To ensure the budgeted information is in accordance with Canadian public sector accounting standards, loan payments have been excluded. The First Nation does not budget for amortization.

**Muskowekwan First Nation**  
**- Consolidated Schedule of Expenses by Object**  
*For the year ended March 31, 2015*

	<b>2015 Budget (Note 20)</b>	<b>2015 Actual</b>	<b>2014 Actual</b>
Salaries and benefits	2,748,124	3,014,017	2,870,736
Amortization	-	1,409,051	1,418,180
Social assistance	996,247	1,136,606	1,112,485
Cost of sales	-	1,084,338	1,655,265
Tuition	981,120	1,078,846	1,091,569
Contracted services	783,175	726,682	485,518
Repairs and maintenance	1,085,354	628,099	507,674
Program education	65,000	624,679	624,679
Community support	161,150	384,119	366,414
Honourarium	223,000	329,893	299,460
Interest on long-term debt	458,247	274,135	321,532
Youth and elder activities	113,765	266,848	150,241
Travel	369,987	262,798	300,341
Utilities	155,604	197,287	151,614
Insurance	129,238	160,910	214,920
Professional fees	100,198	152,355	205,683
Administration	36,975	125,390	110,445
Bank charges and interest	27,228	122,230	94,995
Professional development	36,050	105,014	76,143
Student	28,912	96,161	113,069
Supplies	146,036	84,675	79,098
Property tax	-	55,109	48,664
Telephone	34,114	53,774	54,389
Office supplies	106,477	49,318	48,761
Vehicle	63,026	43,593	102,557
School supplies	29,839	43,520	60,381
Training	80,688	40,676	93,093
Office equipment lease	29,000	40,149	38,724
Rent	-	38,317	147,645
Cultural	25,727	34,220	23,000
Funeral	11,000	31,515	10,375
Administration	-	28,254	-
Miscellaneous	159,549	15,629	26,766
Program	7,687	13,286	15,185
Advertising	5,790	6,718	5,513
Management fees	-	4,156	-
User fees	16,632	2,196	2,447
Bad debts	-	276	69,654
Cash over	-	(2,812)	-
	<b>9,214,939</b>	<b>12,762,027</b>	<b>12,997,215</b>

**Muskowekwan First Nation**  
**Ottawa Trust Funds**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Lease	-	87,072	29,603
Interest	-	8,083	11,055
<b>Surplus before transfers</b>	-	95,155	40,658
<b>Transfers between programs</b>	-	(25,400)	(115,000)
<b>Surplus (deficit)</b>	-	69,755	(74,342)

**Muskowekwan First Nation**  
**Investment in Business Entities**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Loss from investments in government business enterprises	-	(31,362)	(679,430)
<b>Deficit</b>	-	(31,362)	(679,430)



**Muskowekwan First Nation**  
**Band Government**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Aboriginal Affairs and Northern Development Canada	421,442	415,151	424,452
Dakota Dunes Community Development Corporation	36,000	268,800	329,468
Other	181,560	142,047	225,049
Interest	8,178	6,064	2,450
Rental income	20,000	328	-
Lease	-	200	7,500
	<b>667,180</b>	<b>832,590</b>	<b>988,919</b>
<b>Expenses</b>			
Honourarium	208,000	285,138	271,667
Community support	16,000	269,578	170,808
Salaries and benefits	206,492	254,774	270,253
Youth and elder activities	20,000	135,927	49,025
Professional fees	68,000	75,192	117,680
Contracted services	57,000	59,153	18,828
Travel	202,414	56,735	61,365
Telephone	26,599	40,946	26,271
Rent	-	38,317	147,645
Insurance	16,415	29,441	61,813
Professional development	-	29,074	784
Office equipment lease	29,000	25,950	23,815
Administration	-	23,486	(11,874)
Bank charges and interest	17,533	21,198	38,295
Miscellaneous	1,000	16,788	5,274
Office supplies	14,500	11,359	10,863
Advertising	5,040	5,677	2,858
Utilities	8,639	5,464	4,762
Repairs and maintenance	6,500	1,434	591
Vehicle	-	1,262	1,535
User fees	5,179	-	115
Bad debts	-	(774)	58,214
	<b>908,311</b>	<b>1,386,119</b>	<b>1,330,587</b>
<b>Deficit before transfers</b>	<b>(241,131)</b>	<b>(553,529)</b>	<b>(341,668)</b>
<b>Transfers between programs</b>	<b>188,349</b>	<b>25,400</b>	<b>115,000</b>
<b>Deficit</b>	<b>(52,782)</b>	<b>(528,129)</b>	<b>(226,668)</b>

**Muskowekwan First Nation**  
**Capital**

**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Aboriginal Affairs and Northern Development Canada	219,368	167,166	326,785
Rental income	190,593	21,124	22,028
Other	65,046	47,710	902
Touchwood Agency Tribal Council	10,623	5,680	10,623
Dakota Dunes Community Development Corporation	-	-	62,500
	<b>485,630</b>	<b>241,680</b>	<b>422,838</b>
<b>Expenses</b>			
Repairs and maintenance	490,054	201,226	200,209
Bank charges and interest	-	88,112	31,421
Salaries and benefits	52,085	49,016	48,874
Insurance	34,543	33,916	46,926
Contracted services	65,046	11,932	1,946
Utilities	-	3,452	8,745
Travel	9,195	3,383	7,205
Vehicle	-	1,636	60
Office supplies	698	-	-
	<b>651,621</b>	<b>392,673</b>	<b>345,386</b>
<b>Surplus (deficit) before other income</b>	<b>(165,991)</b>	<b>(150,993)</b>	<b>77,452</b>
<b>Other income</b>			
Gain on disposal of capital assets	-	76,595	-
<b>Surplus (deficit) before transfers</b>	<b>(165,991)</b>	<b>(74,398)</b>	<b>77,452</b>
<b>Transfers between programs</b>	<b>50,000</b>	<b>-</b>	<b>-</b>
<b>Surplus (deficit)</b>	<b>(115,991)</b>	<b>(74,398)</b>	<b>77,452</b>

**Muskowekwan First Nation**  
**Community Infrastructure**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Aboriginal Affairs and Northern Development Canada	340,812	425,478	369,735
Rental income	22,138	32,870	7,250
Other	153,586	11,863	11,875
Health Canada	-	5,500	5,200
	<b>516,536</b>	<b>475,711</b>	<b>394,060</b>
<b>Expenses</b>			
Amortization	-	270,568	266,629
Contracted services	176,439	207,707	154,907
Repairs and maintenance	161,688	130,128	99,188
Salaries and benefits	160,638	100,792	108,995
Utilities	85,029	67,539	58,980
Vehicle	48,695	27,934	30,456
Supplies	68,512	24,008	19,544
Travel	25,689	21,037	20,938
Office supplies	59,674	13,543	20,757
Insurance	-	3,220	-
Youth and elder activities	-	1,373	-
User fees	2,163	946	150
Telephone	815	879	846
Bank charges and interest	-	855	1,786
Office equipment lease	-	562	720
Community support	-	-	1,033
Professional development	-	-	2,415
	<b>789,342</b>	<b>871,091</b>	<b>787,344</b>
<b>Deficit before other income</b>	<b>(272,806)</b>	<b>(395,380)</b>	<b>(393,284)</b>
<b>Other income</b>			
Gain on disposal of capital assets	-	27,287	-
<b>Deficit before transfers</b>	<b>(272,806)</b>	<b>(368,093)</b>	<b>(393,284)</b>
<b>Transfers between programs</b>	<b>(6,306)</b>	<b>-</b>	<b>-</b>
<b>Deficit</b>	<b>(279,112)</b>	<b>(368,093)</b>	<b>(393,284)</b>

**Muskowekwan First Nation**  
**Education**

**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Aboriginal Affairs and Northern Development Canada	2,571,321	3,374,636	3,672,471
Touchwood Agency Tribal Council	189,800	242,807	253,751
Other	625,900	176,008	210,751
Dakota Dunes Community Development Corporation	30,000	46,964	-
Interest	-	8,056	(13)
	<b>3,417,021</b>	<b>3,848,471</b>	<b>4,136,960</b>
<b>Expenses</b>			
Salaries and benefits	1,691,774	1,882,386	1,757,295
Tuition	981,120	1,078,846	1,091,569
Program education	65,000	624,679	624,679
Amortization	-	291,527	291,527
Contracted services	233,718	227,200	227,682
Student	2,500	92,502	91,657
Utilities	50,000	79,568	27,103
Travel	29,276	57,652	38,955
Supplies	65,000	49,414	57,056
School supplies	29,839	43,520	60,381
Professional development	30,000	36,668	61,682
Honourarium	-	14,225	12,350
Office equipment lease	-	13,394	10,451
Vehicle	2,600	11,279	8,944
Repairs and maintenance	105,900	11,191	74,565
Telephone	6,700	5,528	6,482
Bank charges and interest	2,120	3,926	2,133
Insurance	4,200	2,251	500
Advertising	750	846	-
Office supplies	1,450	826	907
Training	2,000	460	1,070
Cultural	-	200	300
Community support	-	106	-
Administration	15,000	-	270
User fees	200	-	-
Professional fees	5,000	-	14,500
Miscellaneous	92,874	(7,917)	3,946
	<b>3,417,021</b>	<b>4,520,277</b>	<b>4,466,004</b>
<b>Transfers between programs</b>	-	27,143	-
<b>Deficit</b>	-	<b>(644,663)</b>	<b>(329,044)</b>

**Muskowekwan First Nation**  
**Lands**

**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Aboriginal Affairs and Northern Development Canada	71,408	119,106	95,211
Lease	951,269	544,711	880,092
Other	38,858	72,617	8,004
Interest	36,063	16	39,015
Rental income	-	-	200
	<b>1,097,598</b>	<b>736,450</b>	<b>1,022,522</b>
<b>Expenses</b>			
Interest on long-term debt	-	156,501	177,197
Salaries and benefits	189,465	79,395	70,539
Property tax	-	55,109	48,664
Travel	7,426	50,381	44,767
Contracted services	192,444	35,326	9,800
Professional fees	1,315	32,084	26,831
Honourarium	-	29,900	4,493
Administration	-	20,973	30,000
Training	-	17,993	12,701
Insurance	7,131	15,579	1,799
Bank charges and interest	5,525	5,904	3,715
Office supplies	6,195	3,317	3,837
Youth and elder activities	-	2,600	3,020
Telephone	-	1,677	1,869
Utilities	1,936	1,239	938
Repairs and maintenance	29,380	902	351
Miscellaneous	40,396	900	2,200
Community support	-	361	300
Vehicle	11,731	-	700
Funeral	-	-	600
Supplies	2,145	-	-
User fees	-	-	(184)
	<b>495,089</b>	<b>510,141</b>	<b>444,137</b>
<b>Surplus before other income</b>	<b>602,509</b>	<b>226,309</b>	<b>578,385</b>
<b>Other income</b>			
Gain on discontinued operations	-	-	114,103
<b>Surplus before transfers</b>	<b>602,509</b>	<b>226,309</b>	<b>692,488</b>
<b>Transfers between programs</b>	<b>(90,900)</b>	<b>-</b>	<b>-</b>
<b>Surplus</b>	<b>511,609</b>	<b>226,309</b>	<b>692,488</b>

**Muskowekwan First Nation**  
**Social Development**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Aboriginal Affairs and Northern Development Canada	1,282,170	1,394,743	1,329,873
First Nations Trust	750,000	621,886	637,042
Other	233,668	224,179	101,736
Rental income	-	6,356	1,000
Lease	-	100	275,934
Interest	-	-	18
	<b>2,265,838</b>	<b>2,247,264</b>	<b>2,345,603</b>
<b>Expenses</b>			
Social assistance	996,247	1,136,606	1,112,485
Youth and elder activities	70,136	96,703	57,116
Contracted services	16,000	92,887	27,884
Salaries and benefits	66,173	70,301	65,545
Community support	86,510	40,821	44,679
Cultural	21,582	32,770	19,850
Funeral	11,000	31,515	9,775
Training	78,688	22,223	79,322
Office supplies	17,374	15,667	818
Travel	4,126	15,592	6,096
Supplies	5,080	11,253	1,365
Student	26,412	3,659	21,412
Insurance	-	3,436	7,256
Bank charges and interest	2,000	2,235	13,186
Vehicle	-	1,482	519
User fees	-	1,250	-
Miscellaneous	17,039	1,056	3,010
Professional development	-	655	-
Office equipment lease	-	243	-
Honourarium	-	130	-
Repairs and maintenance	3,127	-	290
	<b>1,421,494</b>	<b>1,580,484</b>	<b>1,470,608</b>
<b>Surplus before other income</b>	<b>844,344</b>	<b>666,780</b>	<b>874,995</b>
<b>Other income</b>			
Gain on disposal of capital assets	-	15,000	-
<b>Surplus before transfers</b>	<b>844,344</b>	<b>681,780</b>	<b>874,995</b>
<b>Transfers between programs</b>	<b>(113,755)</b>	<b>(27,143)</b>	<b>-</b>
<b>Surplus</b>	<b>730,589</b>	<b>654,637</b>	<b>874,995</b>

**Muskowekwan First Nation**  
**Health**

**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Aboriginal Affairs and Northern Development Canada	33,427	27,738	26,870
Health Canada	542,290	673,309	536,493
Touchwood Agency Tribal Council	69,200	31,778	29,702
Rental income	-	50	-
Interest	-	47	-
Other	-	-	4,682
	<b>644,917</b>	<b>732,922</b>	<b>597,747</b>
<b>Expenses</b>			
Salaries and benefits	381,497	343,244	301,841
Amortization	-	82,495	77,184
Contracted services	37,528	92,477	43,270
Vehicle	-	-	60,343
Professional development	6,050	38,617	11,262
Community support	3,640	36,274	26,658
Administration	20,943	9,793	20,915
Youth and elder activities	23,629	30,245	41,080
Administration	-	28,254	-
Travel	91,861	53,523	54,057
Honourarium	15,000	500	10,950
Program	7,687	13,286	15,185
Repairs and maintenance	6,756	10,451	6,854
Telephone	-	-	9,814
Insurance	6,600	7,736	7,525
Utilities	10,000	7,588	6,388
User fees	9,090	-	2,366
Office supplies	6,586	49	5,056
Miscellaneous	8,240	1,680	8,019
Advertising	-	195	1,035
Cultural	4,145	1,250	2,850
Bank charges and interest	50	-	253
Supplies	5,299	-	1,133
Office equipment lease	-	-	3,738
	<b>644,601</b>	<b>757,657</b>	<b>717,776</b>
<b>Surplus (deficit)</b>	<b>316</b>	<b>(24,735)</b>	<b>(120,029)</b>

**Muskowekwan First Nation**  
**Economic Development**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Interest	-	25,518	36,356
Touchwood Agency Tribal Council	60,000	78,540	61,500
	60,000	104,058	97,856
<b>Expenses</b>			
Amortization	-	96,146	96,370
Community support	55,000	14,853	5,600
Contracted services	5,000	-	1,200
	60,000	110,999	103,170
<b>Deficit</b>	-	(6,941)	(5,314)



**Muskowekwan First Nation**  
**Housing**

**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Rental income	593,631	448,081	446,834
CMHC	1,074,656	430,055	449,207
Other	-	36,754	-
Interest	3,314	3,536	3,519
	<b>1,671,601</b>	<b>918,426</b>	<b>899,560</b>
<b>Expenses</b>			
Amortization	-	633,944	652,100
Repairs and maintenance	281,949	263,705	102,922
Interest on long-term debt	458,247	114,657	144,335
Administration	1,032	71,138	71,134
Insurance	60,349	57,571	81,830
Professional fees	25,883	12,287	16,565
	<b>827,460</b>	<b>1,153,302</b>	<b>1,068,886</b>
<b>Surplus (deficit) before transfers</b>	<b>844,141</b>	<b>(234,876)</b>	<b>(169,326)</b>
<b>Transfers between programs</b>	<b>(40,000)</b>	<b>-</b>	<b>-</b>
<b>Surplus (deficit)</b>	<b>804,141</b>	<b>(234,876)</b>	<b>(169,326)</b>

**Muskowekwan First Nation**  
**Muskowekwan Gaming Inc.**  
**Schedule of Segment Revenues and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2015*

	<i>2015 Budget</i>	<i>2015 Actual</i>	<i>2014 Actual</i>
<b>Revenues</b>			
Muskowekwan Gaming Inc.	-	1,317,624	1,954,847
Rental income	-	57,702	64,772
Interest	-	643	206
	-	<b>1,375,969</b>	<b>2,019,825</b>
<b>Expenses</b>			
Cost of sales	-	1,084,338	1,655,265
Salaries and benefits	-	234,109	247,394
Amortization	-	34,371	34,371
Professional fees	-	32,792	30,107
Utilities	-	32,437	44,699
Community support	-	22,126	117,337
Repairs and maintenance	-	9,062	22,702
Insurance	-	7,760	7,271
Telephone	-	4,744	9,107
Office supplies	-	4,557	6,525
Travel	-	4,495	66,957
Management fees	-	4,156	-
Miscellaneous	-	3,122	4,315
Interest on long-term debt	-	2,977	-
Bad debts	-	1,050	11,440
Bank charges and interest	-	-	4,207
Advertising	-	-	1,620
Cash (over) short	-	(2,812)	-
	-	<b>1,479,284</b>	<b>2,263,317</b>
<b>Deficit</b>	-	<b>(103,315)</b>	<b>(243,492)</b>