

Canoe Lake First Nation

Financial Statements

For the Year Ended March 31, 2018

Canoe Lake First Nation

Management's Responsibility for Financial Reporting

March 31, 2018

The financial statements have been prepared by management in accordance with the recommendations of the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants and the reporting requirements of the funding agreement with Indigenous and Northern Affairs Canada. Financial statements are not precise since they contain certain amounts based on estimates and judgments. When alternative methods exist, management has chosen what it deems most appropriate, in the circumstances, in order to ensure that the financial statements are presented fairly in all material respects.

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

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

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

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

Signature On File

Canoe Lake First Nation

November 19, 2018

Date



McClelland Debusschere

Chartered Professional Accountants
Assurance Tax Advisory

Independent Auditors' Report

To the Members of
Canoe Lake First Nation

We have audited the accompanying financial statements of Canoe Lake First Nation, which comprise the statement of financial position as at March 31, 2018 and the Statements of operations, changes in net financial debt, statements of surplus/equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the 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 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 financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Canoe Lake First Nation as at March 31, 2018 and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

The supplementary information contained in the accompanying schedules is presented for purposes of additional information to the membership and Aboriginal Affairs and Northern Development Canada and does not form part of the consolidated financial statements. The schedules have not been audited other than in the course of our audit of the financial statements to the extent necessary to allow us to render an opinion thereon.

Other Matter

The financial statements of Canoe Lake First Nation for the year ended March 31, 2017 were reviewed by another practitioner who expressed an unqualified opinion on those financial statements on September 25, 2017.

McCLELLAND DEBUSSCHERE
CPA PC INC

Saskatoon, SK
November 19, 2018

Chartered Professional Accountants

Canoe Lake First Nation

Consolidated Statement of Financial Position

March 31, 2018

	2018	2017 (as restated Note 27)
Financial Assets		
Restricted Assets (Note 2)	\$ 492,494	\$ 429,309
Accounts receivable (Note 3)	693,478	245,859
Trust Funds Held by Federal Government (Note 4)	167,378	67,554
Investments (Note 5)	34,059	35,732
Investment in Government Business Enterprise (Note 6)	231,969	259,193
Limited Partnership Interests (Note 7)	5,858,348	5,124,361
	7,477,726	6,162,008
Financial Liabilities		
Bank indebtedness (Note 8)	607,421	1,127,166
Accounts payable (Note 9)	2,359,226	2,397,652
Advances Payable (Note 10)	70,000	-
Unexpended revenue (Note 11)	1,359,042	1,143,712
Term debt (Note 12)	9,944,068	9,140,041
	14,339,757	13,808,571
Net Debt	(6,862,031)	(7,646,563)
Non-financial assets		
Tangible capital assets (Note 13)	18,110,944	19,097,223
Accumulated Surplus	\$11,248,913	\$11,450,660
Contingencies (Note 14)		

Approved on behalf of the Canoe Lake First Nation:

Signature On File _____, Chief

Signature On File _____, Councilor

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

Consolidated Statement of Operations For the Year Ended March 31, 2018

	2018 Budget	2018	2017 (as restated Note 27)
Grants and Contributions			
AANDC Funding (Note 17)	\$ 5,898,749	\$ 6,199,290	\$ 5,499,727
Health Canada	35,000	17,500	35,000
Meadow Lake Tribal Council	2,812,398	4,906,301	4,393,145
Prince Albert Grand Council	100,120	98,545	-
First Nations Trust - Gaming	807,313	775,675	764,587
Government of Saskatchewan	21,000	4,500	12,284
Saskatchewan Lotteries	9,512	9,512	9,381
Canada Mortgage and Housing (CMHC)	-	855,057	479,961
Northern Lights Community Development	206,646	225,263	248,293
Interest	-	293	388
Rentals	54,792	514,772	466,871
Earnings distributions	9,516	14,790	8,552
Expense recoveries and other income	206,246	401,412	139,640
Insurance proceeds	-	16,483	-
Contracting	14,824	29,689	12,130
Fuel and tobacco rebate	283,484	193,905	180,923
Revenue trust from funds held by Federal Government (Note 4)	-	99,824	2,419
Housing rent	26,400	99,350	28,012
Gains (losses) on disposal of capital assets	-	5,000	-
Administrative Fees	142,048	435,081	334,724
Unexpended Revenue - Current year (Note 11)	-	(1,359,042)	(1,143,712)
Unexpended Revenue - Prior year	-	1,143,712	1,214,403
	10,628,048	14,686,912	12,686,728

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

Consolidated Statement of Operations For the Year Ended March 31, 2018

	2018 Budget	2018	2017 (as restated Note 27)
Expenses			
Reserves - Schedule 1	39,948	19,931	39,152
Lands - Schedule 2	17,169	17,210	17,170
Education - Schedule 3	4,122,348	4,118,017	3,378,847
Social - Schedule 4	155,680	2,180,483	1,806,396
Infrastructure - Schedule 5	1,271,099	1,170,975	971,725
Capital - Schedule 6	315,227	499,265	431,226
Government Services - Schedule 7	1,516,844	1,726,707	1,855,192
Health - Schedule 8	1,591,830	1,976,602	1,733,682
First Nation Programs - Schedule 9	1,711,610	1,799,133	2,371,580
Other Programs - Schedule 10	-	900,007	512,605
Amortization - Schedule 11	-	1,166,312	452,725
	10,741,755	15,574,642	13,570,300
Surplus (Deficit) before the undernoted	(113,707)	(887,730)	(883,572)
Limited partnership earnings (loss)	-	738,487	1,241,306
Income (loss) from government business enterprise	-	(57,224)	(66,580)
Current surplus (deficit)	\$ (113,707)	\$ (206,467)	\$ 291,154
Expense by object disclosure (Note 20)			

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

Statement of Surplus/Equity Balances For the Year Ended March 31, 2018

	2018	2017 (as restated Note 27)
Surplus, Equity in Capital Assets		
Balance, beginning of the year	\$ 9,957,182	\$ 9,858,197
Capital asset additions	180,033	2,603,278
Amortization	(1,166,312)	(1,298,619)
Increase in capital debt	(804,027)	(1,205,674)
Balance, end of the year	\$ 8,166,876	\$ 9,957,182
Surplus, Equity in Investments		
Balance, beginning of the year	\$ 294,925	\$ 361,505
Meadow Lake Co-op Membership		
Patronage income	13,117	23,341
Receipt of funds	(14,790)	(8,552)
Nehiyo Wapasihk Business Development		
Earnings (loss) for the year	(13,667)	(5,407)
Opasihk Development Corp.		
Contributed surplus amortized	(3,031)	(3,031)
Earnings (loss) for the year	(40,526)	(72,931)
Asset Transfer	(201,969)	-
Canoe Lake Resource Development Inc.		
Contributed Capital	231,969	-
Balance, end of the year	266,028	294,925
Surplus (Deficit) Appropriated for CMHC Housing		
Balance, beginning of the year	(59,373)	264,460
Adjustments by funding agency	4,720	(1,032)
Transfer to subsidy surplus liability	(2,502)	-
Increase (decrease) in funded reserves	37,877	(322,801)
Balance, end of the year	(19,278)	(59,373)
Surplus (Deficit) Unappropriated		
Balance, beginning of the year	1,257,926	470,808
Surplus (deficit) for the year	(206,467)	291,154
Amortization	1,166,312	452,725
Income from GBE	57,224	66,580
Patronage income	(13,117)	(23,341)
Prior Period Adjustments	573,409	-
	2,835,287	1,257,926
Total Accumulated Surplus	\$ 11,248,913	\$ 11,450,660

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

Statement of Changes in Net Financial Debt For the Year Ended March 31, 2018

	2018	2017 (as restated Note 27)
Surplus (Deficit) for the year	\$ (206,467)	\$ 291,154
Acquisition of capital assets	(180,033)	(2,603,278)
Amortization	1,166,312	452,725
Funding agency adjustments	4,720	(1,032)
Gain on disposal of capital assets	(5,000)	-
Proceeds of disposition	5,000	-
Increase (Decrease) in Net Financial Debt	784,532	(1,860,431)
Balance, beginning of the year	(7,646,563)	(5,786,132)
Balance, end of the year	\$ (6,862,031)	\$ (7,646,563)

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

Statement of Cash Flows

For the Year Ended March 31, 2018

	2018	2017 (as restated Note 27)
CASH FLOWS FROM OPERATING ACTIVITIES:		
Surplus (deficit) for the year	\$ (206,467)	\$ 291,154
Plus:		
Amortization	1,166,312	452,724
Funding agency adjustments	4,720	(1,032)
Changes in working capital items:		
Gain (loss) on sale of capital asset	(5,000)	-
Proceeds of disposition	5,000	-
Accounts receivable	(447,619)	(104,548)
Accounts payable	(38,426)	727,056
Unexpended revenue	215,330	(70,691)
Advances Payable	70,000	-
TOTAL CASH FLOWS FROM OPERATING ACTIVITIES	763,850	1,294,663
CASH FLOWS FROM INVESTING ACTIVITIES:		
Change in investment balances	1,673	(575,182)
Change in government business enterprise investments	27,224	(259,193)
Change in trust funds held by Federal Government	(99,824)	37,582
Acquisition of capital assets	(180,033)	(2,603,278)
Change in restricted assets	(63,185)	819,343
Limited partnership interests	(733,987)	(1,241,306)
NET CASH USED BY INVESTING ACTIVITIES	(1,048,132)	(3,822,034)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Change in term debt	804,027	1,205,674
Net increase (decrease) in cash	519,745	(1,321,697)
Cash (bank indebtedness) at beginning of period	(1,127,166)	194,531
Bank indebtedness at end of period	\$ (607,421)	\$ (1,127,166)

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

Canoe Lake First Nation is an Indian Band subject to the provisions of the Indian Act. These financial statements include the Canoe Lake First Nation government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

1. Significant Accounting Policies

a. Basis of Accounting

These financial statements have been prepared in accordance with CPA Canada public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

b. Reporting Entity

The Canoe Lake First Nation reporting entity includes the Canoe Lake First Nation government and all related entities, which are accountable to the First Nation and are whether owned or controlled by the First Nation.

c. Principles of Consolidation

These financial statements consolidate the assets, liabilities and results of operations for the following entities, which use accounting principles which lend themselves to consolidation:

Canoe Lake First Nation - Operations
Canoe Lake First Nation - CMHC Housing Fund

All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual schedules.

Under the modified equity method of accounting, only Canoe Lake First Nation's investment in the government business enterprise and the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of Canoe Lake First Nation.

Entities recorded under the modified equity method include:

Nehiyo Wapasihk Business Development Corporation
Opasihk Development Corporation
Canoe Lake Resource Development Inc.

Long-term investments in non-controlled entities are recorded at the lower of cost or net realizable value.

d. Asset classification

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

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

1. Significant Accounting Policies continued

e. Net debt or net financial assets

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

f. Cash and cash equivalents

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

g. Liability for contaminated sites

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

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it's settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made. There are no known liabilities at March 31, 2018.

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

1. Significant Accounting Policies continued

h. Tangible capital assets

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

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

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

Buildings	20 to 75 years	Straight line
General equipment	10 to 20 years	Straight line
Vehicles and machinery	4 years	Straight line
Trailers	10 years	Straight line
Roads	25 years	Straight line
Infrastructure	20 to 80 years	Straight line
Houses	40 years	Straight line

Tangible capital assets are written down when conditions indicate that they no longer contribute to Canoe Lake First Nation's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations.

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

1. Significant Accounting Policies continued

i. Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Accounts receivable and member advances are assessed for collectability annually and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets.

Estimates are based on the best information available at the time of preparation of the financial statements and are reviewed annually to reflect new information as it becomes available. Measurement uncertainty exists in these financial statements.

j. Segments

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

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

k. Internal charges and transfers

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

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

1. Significant Accounting Policies continued

l. Revenue recognition

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

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

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

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

m. Other Economic Interests

The Nation is a member of the Meadow Lake Tribal Council. The Meadow Lake Tribal Council is an organization of nine Nations.

The Nation does not either share in the control or the profit or loss of the MLTC. As a result, the financial statements of the MLTC have not been consolidated or proportionately consolidated with the financial statements of Canoe Lake First Nation.

n. Investments

Portfolio investments which are owned by Canoe Lake First Nation but not controlled or influenced by the First Nation are recorded using the cost method. Any impairment in these investments which is other than temporary is charged against the amount the investment is reported at.

o. Leased assets

Leased assets that transfer substantially all the benefits and risks of ownership are recorded as the acquisition of a tangible capital asset and the incurrence of an obligation. The asset is amortized in a manner consistent with tangible capital assets owned by the First Nation, and the obligation, including interest thereon, is repaid over the term of the lease. All other leases are accounted for as operating leases, and the rental costs are expensed as incurred.

Canoe Lake First Nation

Notes to the Financial Statements
For the Year Ended March 31, 2018

1. Significant Accounting Policies continued

p. Funds held in Ottawa Trust Fund

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the statement of financial position with an offsetting amount in accumulated surplus. Trust monies consist of:

- Capital trust monies derived from non-renewable resource transactions on the sale of land or other Nation tangible capital assets; and
- Revenue trust monies generated primarily through land leasing transactions or interest earned on deposits held in trust.

q. Pension Plan

The Canoe Lake First Nation provides a defined contribution plan for its employees. The pension costs are charged to operations as contributions are due. Contributions are a defined amount whereby the employer matches that paid to the employee.

r. Financial instruments

The First Nation has determined that the estimated fair value of the financial assets and liabilities do not differ considerably from their book value.

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

2. Restricted Assets

The First Nation has received federal assistance through the CMHC, pursuant to Section 95 of the National Housing Act, to reduce mortgage interest and enable the First Nation to provide housing to members. The continuation of this interest rate reduction is contingent on the First Nation being in compliance with the terms of the agreement, which requires that a monthly amount be set aside to provide for major renovations to Nation housing in future years.

The First Nation has established a replacement reserve to ensure replacement of buildings financed by the CMHC, as well as a reserve related to surpluses generated in the post-1997 program, which are to be set aside and used to meet future subsidy requirements of income tested occupants over and above the maximum federal assistance.

The CMHC reserve funds must be held or invested only in accounts or instruments guaranteed by the Canada Deposit Insurance Corporation, or as otherwise approved by the CMHC. Reserve withdrawals are credited first to interest and then to principal.

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

Restricted assets are comprised of the following:

	2018	2017
Restricted cash - capital projects		
Capital Sewer & Water	\$ 280,487	\$ 255,178
Capital Eagles Lake	149,235	149,235
	429,722	404,413
Restricted cash - CMHC		
CMHC restricted deposits	62,773	24,896
Total restricted assets	\$ 492,495	\$ 429,309

Additional Capital funds in the amount of \$102,159 are owed from the general bank account to the restricted bank account.

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

3. Accounts Receivable

	2018	2017
Aboriginal Affairs	\$ 3,579	\$ 100,000
CMHC Subsidy	438,044	39,997
MLTC	65,018	67,952
PAGC	1,101	-
Saskatchewan Rivers School Division	65,214	-
Canoe Lake General Store	7,518	-
Northern Lights Development	-	26,213
Mistik Mgt	50,960	-
Northern Career Quest Inc.	60,000	-
Other	2,044	11,697
Total accounts receivable	\$ 693,478	\$ 245,859

4. Trust Funds Held by Federal Government

	2018	2018	2018	2017
	Revenue	Capital	Total	Total
Surplus, beginning of year	\$ 9,022	\$ 58,532	\$ 67,554	\$ 105,136
Less: Receipt of funds	-	-	-	(40,000)
Interest earned	723	-	723	2,418
Lease revenue	822	-	822	-
Royalties	-	98,279	98,279	-
	\$ 10,567	\$ 156,811	\$ 167,378	\$ 67,554

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

Canoe Lake First Nation

Notes to the Financial Statements
For the Year Ended March 31, 2018

5. Investments

The First Nation has the following investments:

	2018	2017
MLTC Resource Development Inc.		
1 Class A Common share (11% ownership)	\$ 1	\$ 1
MLDC Investment C Ltd.		
1 Class A Common share (11% ownership)	1	1
MLTC Resource Development Management Corp.		
1 Class A common share (11% ownership)	1	1
First Nations Bank		
537 Common shares	940	940
Meadow Lake Co-op		
Meadow Lake Co-op	33,116	34,789
	<u>\$ 34,059</u>	<u>\$ 35,732</u>

The First Nation also has 1 membership unit in each MLTC Program Services Inc. and MLTC Child and Family Services Inc.

Canoe Lake First Nation

Notes to the Financial Statements
For the Year Ended March 31, 2018

6. Investment in Government Business Enterprise (GBE)

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

Investment in Government Business Enterprises (GBE) consists of the following:

	2018	2017
Nehiyo Wapasihk Business Development Corporation		
Opening Balance	\$ 13,667	\$ 19,074
Current year net income (loss)	(13,667)	(5,407)
	-	13,667
Opasihk Development Corporation		
Opening Balance	245,526	321,488
Current year net income (loss)	(43,557)	(75,962)
Repayment of contributed capital	(201,969)	-
	-	245,526
Canoe Lake Resource Development Inc.		
Contributed Capital	231,969	-
	\$ 231,969	\$ 259,193

Canoe Lake First Nation

Notes to the Financial Statements
For the Year Ended March 31, 2018

7. Limited Partnership Interests

The First Nation as the following interests:

	2018	2017
MLTC Resource Development Limited Partnership (11.1% ownership)		
Balance, beginning of the year	\$ 5,079,177	\$ 3,842,343
Plus: share of earnings (loss)	733,963	1,236,834
Less: distribution received	-	-
Balance, end of the year	5,813,140	5,079,177
Canadian Shield Insurance Limited Partnership (30% ownership)		
Balance, beginning of the year	45,184	40,712
Plus: share of earnings (loss)	4,524	4,472
Less: distributions received	(4,500)	-
Balance, end of the year	45,208	45,184
	\$ 5,858,348	\$ 5,124,361

8. Bank indebtedness

The First Nation has an approved overdraft limit of \$ 200,000 with First Nations Bank.

9. Accounts payable

	2018	2017
Trade accounts payable	\$ 225,543	\$ 589,837
CMHC reserve liability	1,909,064	1,799,355
Accrued mortgage interest	7,418	8,460
Wage deductions payable	4,383	-
Other payables	12,361	-
Payable to CMHC	200,457	-
Total accounts payable	\$ 2,359,226	\$ 2,397,652

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

10. Advances Payable

Advance to MLTC

	2018	2017
	\$ 70,000	\$ -

11. Unexpended revenue

AANDC funding agreements stipulate the terms and conditions that apply to situations where revenue received exceeds expenditures. Depending on the funding arrangement the unexpended funds may be retained by the recipient, repaid to AANDC, deferred to the following year, or transferred to another AANDC program area.

	Beginning of year	Current year deferral	Revenue recognized	2018
Unexpended funding				
Instruction	\$ 275,715	\$ 37,495	\$ -	\$ 313,210
Direct Service	327,039	110,493	-	437,532
Student Success	43,583	19,257	-	62,840
Benefits	(7,248)	3,579	7,248	3,579
Family Services	25,217	-	(25,217)	-
Community Reinvestment	22,833	-	(22,833)	-
Northern Career Quest	-	10,000	-	10,000
	687,139	180,824	(40,802)	827,161
Capital funding				
Water	152,719	110,401	-	263,120
Eagles Lake	201,394	-	-	201,394
School	56,120	-	(10,468)	45,652
Subdivision	46,340	-	(24,625)	21,715
	456,573	110,401	(35,093)	531,881
Total unexpended revenue	\$ 1,143,712	\$ 291,225	\$ (75,895)	\$ 1,359,042

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

12. Term Debt

	2018	2017
First Nations Bank loan; repayable in monthly installments of \$ 4,133 including interest at 6.53%.	\$ 208,352	\$ 242,841
First Nations Bank loan; repayable in annual installments of \$ 160,929 in April plus interest monthly at the rate of 3.70%.	-	321,857
First Nations Bank loan; repayable in quarterly installments of \$ 58,250 plus interest on a monthly basis at 6.0%.	-	407,750
First Nations Bank loan; repayable in quarterly installments of \$ 23,375 plus interest payable monthly at 5.70%.	-	62,333
First Nations Bank loan; repayable in quarterly installments of \$ 163,995 plus interest payable monthly at 5.95%.	-	2,135,000
Peace Hills Trust is repayable at \$2,890 including interest at 3.95% per annum.	8,692	42,410
First Nations Bank loan; repayable in annual installments of \$163,995 with monthly interest payments at prime rate plus 3.00%.	2,295,929	-
First Nations Bank loan; repayable in quarterly installments with monthly interest payments at prime plus 3.20%.	1,638,599	-
Ford Credit Loan; repayable in monthly installments including interest at 5.84%.	33,985	-
CMHC 2; payable monthly at \$1,177 including interest at 1.83%.	94,621	101,000
CMHC 3; payable monthly at \$1,655 including interest at 0.94%.	144,397	154,490
CMHC 4; payable monthly at \$1,1642 including interest at 1.53%.	179,622	188,236
CMHC 5; payable monthly at \$1,504 including interest at 1.12%.	207,554	215,633
CMHC 6; payable monthly at \$4,992 including interest at 4.45%.	780,109	803,561
CMHC 7; payable monthly at \$4,042 including interest at 1.65%.	431,908	453,747
CMHC 8; payable monthly at \$6,253 including interest at 1.83%.	1,112,631	1,136,083
CMHC 9; payable monthly at \$3,588 including interest at 1.19%.	625,971	640,822
CMHC 10; payable monthly at \$1,456 including interest at 1.60%.	304,238	309,461
CMHC 11; payable monthly at \$2,912 including interest at 1.60%.	608,371	618,922
CMHC 12; payable monthly at \$4,690 including interest at 2.18%.	566,452	586,791
CMHC 13; payable monthly at \$3,525 including interest at 1.10%.	702,637	719,104
Total long-term debt	\$ 9,944,068	\$ 9,140,041

The amount of debt repayable in subsequent periods is estimated at:

2019	\$ 748,673
2020	607,995
2021	618,995
2022	632,995
2023 and thereafter	7,335,410

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

13. Tangible Capital Assets

	Buildings	Houses	Infrastructure & Roads	Vehicles	Equipment & Furniture	Assets Under Construction	Total
Cost							
Balance, beginning of year	\$ 8,976,460	\$25,285,407	\$ 7,223,699	\$ 451,922	\$ 607,261	\$ 544,771	\$ 43,089,520
Additions	-	-	-	140,141	-	39,892	180,033
Disposals	-	-	-	(41,000)	-	-	(41,000)
Balance, end of year	8,976,460	25,285,407	7,223,699	551,063	607,261	584,663	43,228,553
Accumulated amortization							
Balance, beginning of year	4,727,898	13,947,343	4,526,804	386,137	404,115	-	23,992,297
Amortization	359,058	573,940	135,440	39,531	58,343	-	1,166,312
Disposals	-	-	-	(41,000)	-	-	(41,000)
Balance, end of year	5,086,956	14,521,283	4,662,244	384,668	462,458	-	25,117,609
Net Book Value, end of Year	3,889,504	10,764,124	2,561,455	166,395	144,803	584,663	18,110,944
March 31, 2017							
Cost							
Balance, beginning of year	8,976,460	23,239,001	7,223,699	451,922	595,160	-	40,486,242
Additions	-	2,046,406	-	-	12,101	544,771	2,603,278
Balance, end of year	8,976,460	25,285,407	7,223,699	451,922	607,261	544,771	43,089,520
Accumulated amortization							
Balance, beginning of year	4,372,528	13,238,627	4,391,365	346,606	344,552	-	22,693,678
Amortization	355,370	708,716	135,439	39,531	59,563	-	1,298,619
Balance, end of year	4,727,898	13,947,343	4,526,804	386,137	404,115	-	23,992,297
Net Book Value, end of year	\$ 4,248,562	\$11,338,064	\$ 2,696,895	\$ 65,785	\$ 203,146	\$ 544,771	\$ 19,097,223

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

14. Contingent liabilities

Canoe Lake First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

In addition, in the normal course of its operations, Canoe Lake First Nation becomes involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on Canoe Lake First Nation's financial statements.

15. Funded Reserves

Under the terms of an agreement with Canada Mortgage and Housing Corporation, the First Nation is required to fund both an asset replacement reserve and an operating surplus reserve. Use of the funded reserves is subject to the terms of the agreement. For the fiscal year end the reserve obligation is:

	2018	2017
Total obligation	\$ 1,971,837	\$ 1,824,251
Funded amount on deposit	(62,773)	(24,896)
Outstanding obligation (overpayment)	\$ 1,909,064	\$ 1,799,355

16. Aboriginal Affairs and Northern Development Canada

The First Nation has entered into funding arrangements with Aboriginal Affairs and Northern Development Canada. The funds are used by the First Nation to administer its operations and provide service to its members in accordance with the terms of the funding arrangement. Funding received under these contribution agreements is subjected to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

17. Reconciliation of AANDC revenue

AANDC revenue consists of the following:

	2018	2017
AANDC - fixed contribution	\$ 4,831,051	\$ 3,869,619
AANDC - set contribution	117,546	1,079,966
AANDC - flexible contribution	757,426	100,000
AANDC - grant	493,267	450,142
	<u>\$ 6,199,290</u>	<u>\$ 5,499,727</u>

The following is a reconciliation of the funds received from AANDC:

	2018	2017
Balance per AANDC confirmation	\$ 6,195,711	\$ 5,499,727
Current year receivable (payable)		
Band employee benefits	3,579	-
	<u>\$ 6,199,290</u>	<u>\$ 5,499,727</u>

18. Health Canada - Moveable Assets Reserve (MAR)

Health Canada funding agreements requires the First Nation to report on funding received and related expenditures for all assets over \$1,000 that are not permanently attached to the health facility building (e.g. medical equipment, furniture, vehicles).

There was no MAR for the current year.

19. Lease commitments

The First Nation has lease commitments for heavy construction equipment that require monthly lease payments of \$4,067 per month.

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

20. Expenses by object

	2018 Budget	2018 Actual	2017 Actual
Salaries and benefits	\$ 4,696,745	\$ 4,537,686	\$ 4,090,979
Social Assistance	-	1,786,678	1,527,351
Amortization	-	1,166,312	452,725
Training	900,959	1,005,960	798,199
Contracted Services	1,097,266	831,070	804,956
Repairs and maintenance	314,864	682,481	513,285
Supplies	456,360	642,699	321,864
Travel	637,695	629,383	767,924
Fees	118,965	555,172	506,038
Professional fees	181,000	431,477	563,094
Other operating expenses	53,000	424,020	367,398
Honorarium	321,600	400,244	375,350
Assistance	437,592	389,164	646,257
Utilities	437,274	368,270	368,218
Activities	301,099	363,847	269,232
Insurance	135,148	246,577	171,135
Interest and bank charges	175,000	242,905	346,177
Repayment to CMHC	-	200,457	-
Grants	29,800	177,290	572,542
Rent	61,142	139,792	47,316
Vehicle	75,132	133,505	182,343
Telephone	105,887	97,859	75,807
Meetings	80,584	77,720	166,318
Health Programming Expenses	40,243	68,741	67,641
Allowances	55,800	58,153	55,529
Advertising and promotion	25,600	21,721	4,958
Project Management	-	17,745	25,936
Program Costs	3,000	-	-
Security	-	-	26,501
Transfer to Capital Assets	-	(122,286)	(544,771)
	\$10,741,755	\$15,574,642	\$13,570,302

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

21. Financial Instruments

The First Nation is exposed to credit risk and liquidity risk from its financial instruments.

The First Nation's member advances are exposed to credit risk. The First Nation manages its exposure to credit risk by actively limiting the amount of non-funding accounts receivable outstanding.

The First Nation is exposed to liquidity risk which are limitations on the ability of the First Nation to convert financial assets to cash in order to meet financial liabilities as a result of being economically dependent on funding from AANDC. The First Nation's approach to managing its liquidity risk is to ensure that it will have sufficient cash flows to fund its operations and to meet its obligations when due, under both normal and stressed conditions.

22. AANDC funding

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

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

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

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

23. Segmented information

The First Nation conducts its business through reportable segments as follows:

1 - Aboriginal Affairs and Northern Development Canada

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

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

Education: Costs to support First Nation and Inuit communities in expressing, preserving, developing and promoting their cultural heritage, through the establishment and operation of First Nation and Inuit cultural education centres and programs. Costs to provide eligible students living on reserve and eligible Inuit with elementary/secondary education programs and services including instructional services in federal, provincial, band-operated schools, or a private/independent school (recognized by the province in which the school is located as an elementary/secondary institution), and student support services such as transportation, accommodation, guidance and counselling services. Costs associated with AANDC's First Nations and Inuit Youth Employment Strategy to develop and enhance essential employability skills, such as communication, problem solving, and working with others, expose youth to a variety of career options, and promote the benefits of education as being key to labour market participation. Also, costs to support eligible First Nation and Inuit students to access education opportunities at the post-secondary level and supports the development and delivery of college and university level courses for First Nation and Inuit students, and research and development on First Nation and Inuit education. Costs for the provision of special education services and programs and costs to provide Internet access, information technology equipment, technical support and training to students and school staff.

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

Infrastructure: Costs to acquire, construct, operate and maintain basic community facilities and services such as water and sewage, roads, electrification, schools, community buildings and fire protection. Also costs associated with ensuring that these facilities and community services meet recognized standards and are comparable to the services provided to nearby communities by provincial and municipal governments.

Government Services: Costs associated with Government Services activities.

First Nations Programs: Costs to support the further development of competent, stable, legitimate, and accountable community governments by strengthening First Nations and Inuit governance and by funding initiatives which address needs in the areas of professional and institutional development at the local level and at the level of emerging regional and national organizations. Also, costs to enable tribal councils to provide advisory services such as financial management, band government, economic development, community planning, technical services to the member First Nations and to defray the costs of administering programs on behalf of member communities and to provide funding for equivalent advisory services to large First Nations which are not affiliated with a tribal council.

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

23. Segmented information continued

Economic Development: Costs associated with economic development planning, proposal development, and planning and implementation of ongoing activities and one-time projects. Also costs to pursue economic objectives in areas such as the employment of community members, the development of community-owned and community member businesses, the development of land and resources under community control, access to economic opportunities on land and resources beyond community control, investment promotion, and research and advocacy.

Specific Claims: Costs associated with the negotiation, settlement and implementation of specific claims and comprehensive land claim agreements as well as special claims and self-government agreements.

2 - Health Programs (FNIHB)

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

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

3 - Canada Mortgage and Housing Corporation (CMHC)

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

4 - Other Programs

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

24. Annual Surplus Net of Capital Related Revenues and Amortization

	2018	2017
Annual surplus (deficit) as per Statement of Operations	\$ (206,467)	\$ 291,154
Less capital related revenues included in annual surplus	(437,544)	(1,729,944)
Less income from Government Business Enterprises	(738,487)	(1,241,306)
Add amortization expense included in annual surplus	1,166,312	452,725
Adjusted annual deficit	\$ (216,186)	\$ (2,227,371)

25. Budgeted figures

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

Canoe Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2018

26. Comparative figures

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

27. Prior Period Adjustments

During the year, it was determined that the following corrections were required to prior years:

- corrections were made with respect to the manner in which CMHC funded reserves were presented. The reserves, previously recorded as liabilities of \$24,896 in 2017 are now presented as a component within accumulated surplus.
- Adjustments were also made to capital project expenditures related to assets under construction that had not been previously capitalized, as a result there was an adjustment to increase tangible capital assets by \$544,771 and an decrease to expenditures of \$544,711 in 2017. There was no effect on the amount recorded as amortization expense since these projects were under construction at year end and not in use.
- Other immaterial adjustments were made directly to accumulated surplus accounts that are now presented as revenues or expenses.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #1

Reserves

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
AANDC - fixed contribution	\$ 17,638	\$ 17,638	\$ 17,317
Expenses			
Salaries and benefits	36,948	18,822	36,916
Telephone	1,000	1,109	775
Travel	1,000	-	1,247
Office Supplies	1,000	-	214
	39,948	19,931	39,152
Current surplus (deficit)	\$ (22,310)	\$ (2,293)	\$ (21,835)

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #2

Lands

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
AANDC - fixed contribution	\$ 17,169	\$ 17,169	\$ 17,169
Expenses			
Salaries and benefits	-	12,000	-
Travel	5,000	4,627	7,177
Supplies	5,000	368	-
Training	7,169	115	-
Telephone	-	100	-
Contracted Services	-	-	9,993
	17,169	17,210	17,170
Current surplus (deficit)	\$ -	\$ (41)	\$ (1)

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #3

Education

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
AANDC - fixed contribution	\$ 3,743,310	\$ 3,797,840	\$ 2,749,310
AANDC - Flexible Contribution	89,750	-	-
AANDC - set contribution	-	-	575,975
Meadow Lake Tribal Council	340,135	355,136	398,222
Expense Recoveries	191,098	20,836	2,388
Rentals	-	65,214	-
Unexpended Revenue - Current year	-	(813,583)	(646,337)
Unexpended Revenue - Prior year	-	646,337	305,719
	4,364,293	4,071,780	3,385,277
Expenses			
Salaries and benefits	2,517,191	2,210,558	1,923,113
Training	813,590	837,441	707,688
Contracted Services	338,631	243,990	230,258
Administrative Fees	-	243,701	161,488
Supplies	175,000	224,170	108,997
Travel	90,721	91,162	54,844
Equipment Rent	-	72,000	23,891
Insurance	44,254	47,651	6,814
Book Allowance	25,000	35,253	36,989
Vehicle	20,000	22,980	15,494
Cultural Activities	10,000	22,362	988
Graduation Allowance	30,000	22,100	17,040
Sport Activities	15,000	17,054	16,492
Student Awards	5,000	2,978	1,905
Telephone	8,661	6,711	5,455
LLRC Activities	-	-	60,294
Language Event	5,000	4,676	1,000
Meetings	4,500	4,030	1,175
Advertising and promotion	5,000	4,000	-
Hauling Costs	3,000	2,262	-
Elder Honorarium	6,000	1,747	600
Practicum Allowance	800	800	1,500
Interest and bank charges	-	391	-
Professional fees	5,000	-	2,822
	4,122,348	4,118,017	3,378,847
Current surplus (deficit)	\$ 241,945	\$ (46,237)	\$ 6,430

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #4

Social

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
AANDC - Flexible Contribution	\$ 264,072	\$ 264,072	\$ -
AANDC - set contribution	-	-	258,854
Meadow Lake Tribal Council	-	1,892,974	1,628,231
Expense Recoveries	-	1,344	-
Patronage Dividend	-	5,274	-
Program Transfers	-	(42,000)	(121,600)
	264,072	2,121,664	1,765,485
Expenses			
Social Assistance	-	1,786,678	1,527,351
Activities	25,000	109,723	29,650
Fees	-	106,357	100,724
Training	37,200	74,400	38,930
Other operating expenses	40,000	61,292	37,314
Contracted Services	39,227	20,015	55,689
Supplies	4,253	14,513	1,040
Interest and bank charges	-	4,085	3,698
Travel	-	3,420	12,000
Utilities	10,000	-	-
	155,680	2,180,483	1,806,396
Current surplus (deficit)	\$ 108,392	\$ (58,819)	\$ (40,911)

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #5

Infrastructure

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
AANDC - fixed contribution	\$ 813,066	\$ 813,141	\$ 724,762
AANDC - set contribution	-	-	82,050
Expense Recoveries	875	2,982	50
Rent	-	150	3,112
Program Transfers	-	292,105	20,659
Rentals	1,150	1	-
Administrative Fees	43,000	37,325	62,448
Gains (losses) on disposal	-	5,000	-
	858,091	1,150,704	893,081
Expenses			
Salaries and benefits	471,001	337,757	324,682
Utilities	319,480	263,533	196,406
Contracted Services	166,340	237,236	201,615
Vehicle	30,110	79,386	7,194
Supplies	45,798	43,899	40,396
Equipment Rent	24,403	24,403	-
Telephone	17,500	19,256	14,918
Travel	27,000	16,299	54,535
Training	3,000	5,684	9,188
Other operating expenses	5,000	4,647	6,624
Insurance	4,439	192	1,117
Security	-	-	26,501
Repairs and maintenance	157,028	138,683	88,549
	1,271,099	1,170,975	971,725
Current surplus before expended transfers	(413,008)	(20,271)	(78,644)
Current surplus (deficit)	\$ (413,008)	\$ (20,271)	\$ (78,644)

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #6

Capital

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
AANDC - fixed contribution	\$ -	\$ -	\$ 287,544
AANDC - Flexible Contribution	287,544	437,544	100,000
Expense Recoveries	-	-	45,780
Canada Mortgage and Housing	-	175,270	-
Interest income	-	293	388
Unexpended Revenue - Current year	-	(531,881)	(456,573)
Unexpended Revenue - Prior year	-	456,573	900,954
Program Transfers	-	41,358	-
	287,544	579,157	878,093
Expenses			
Materials and Contracts	30,000	175,267	29,684
Repairs and maintenance	100,000	158,597	184,424
Insurance	58,079	82,140	67,010
Contracted Services	15,000	72,189	2,216
Interest and bank charges	50,000	7,908	106,041
Project Management	-	17,745	25,936
Professional fees	-	15,717	460,772
Travel	5,000	8,424	12,935
Salaries and benefits	32,148	1,170	39,024
Fees	-	-	47,955
Utilities	25,000	-	-
Transfer to Capital Assets	-	(39,892)	(544,771)
	315,227	499,265	431,226
Current surplus (deficit)	\$ (27,683)	\$ 79,892	\$ 446,867

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #7

Government Services

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
AANDC - fixed contribution	\$ -	\$ 54,954	\$ 73,517
AANDC - set contribution	119,689	117,546	107,277
AANDC - Grant	450,142	493,267	450,142
Meadow Lake Tribal Council	145,868	145,368	140,246
Expense Recoveries	28,105	173,197	52,827
Fuel Rebate	33,798	31,924	53,430
Unexpended Revenue - Current year	-	(13,579)	7,248
Unexpended Revenue - Prior year	-	(7,248)	(7,806)
Program Transfers	-	222,849	-
Administrative Fees	99,048	397,758	272,278
	876,650	1,616,036	1,149,159
Expenses			
Honorarium	298,500	398,497	373,250
Travel	427,500	388,136	563,607
Salaries and benefits	281,102	401,849	425,904
Professional fees	175,000	201,808	82,323
Contracted Services	74,100	78,559	130,384
Interest and bank charges	50,000	53,225	121,464
Training	5,000	53,378	400
Equipment Rent	33,000	38,450	18,375
Telephone	28,000	37,768	30,364
Insurance	8,542	25,115	3,624
Supplies	36,000	18,183	26,824
Advertising and promotion	10,000	9,721	-
Meetings	10,000	8,950	30,645
Utilities	5,000	1,812	32,870
Vehicle	3,500	1,637	2,028
Other	61,600	-	-
Repairs and maintenance	10,000	9,619	13,130
	1,516,844	1,726,707	1,855,192
Current surplus (deficit)	\$ (640,194)	\$ (110,671)	\$ (706,033)

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #8

Health

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
AANDC - set contribution	\$ -	\$ -	\$ 55,810
AANDC - Flexible Contribution	55,810	55,810	-
Meadow Lake Tribal Council	1,673,996	1,879,050	1,637,766
Expense Recoveries	12,000	8,820	3,159
Health Canada	35,000	17,500	35,000
Rentals	-	2,011	-
Wild Rice Contracts	-	9,221	12,130
Unexpended Revenue - Current year	-	-	(25,217)
Unexpended Revenue - Prior year	-	25,217	-
	1,776,806	1,997,629	1,718,648
Expenses			
Salaries and benefits	769,970	957,923	948,614
Assistance	224,141	292,396	107,449
Fees	109,965	139,814	131,193
Activities	73,550	73,673	54,036
Supplies	58,021	84,751	31,228
Contracted Services	59,900	94,509	95,600
Grants	-	82,394	-
Transfer to Capital Assets	-	(82,394)	-
Travel	54,572	63,521	47,627
Meetings	10,958	36,158	32,345
Repairs and maintenance	16,500	39,838	14,582
Telephone	41,726	30,478	21,466
Workshops	34,832	19,969	98,120
Utilities	36,500	34,639	28,522
Insurance	15,619	9,745	11,013
Training	10,000	9,026	763
Vehicle	10,000	8,436	9,471
Internet Service	3,794	5,246	6,641
Propane	8,000	-	17,363
Advertising and promotion	6,800	4,000	4,958
Equipment Rent	3,739	3,739	-
Rent	-	-	5,050
Program Costs	3,000	-	-
Health Programming Expenses	40,243	68,741	67,641
	1,591,830	1,976,602	1,733,682
Current surplus (deficit)	\$ 184,976	\$ 21,027	\$ (15,034)

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #9

First Nation Programs

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
AANDC - fixed contribution	\$ 40,559	\$ 130,309	\$ -
Prince Albert Grand Council	100,120	98,545	-
Meadow Lake Tribal Council	652,399	633,773	588,680
Expense Recoveries and other income	(25,832)	182,892	35,437
Insurance proceeds	-	16,483	-
Income (loss) from Government Business Enterprises	-	(57,224)	(66,580)
Interest income	-	99,824	2,419
Unexpended Revenue - Current year	-	-	(22,833)
Unexpended Revenue - Prior year	-	22,833	15,535
Rental income	26,400	99,200	24,900
Program Transfers	-	(514,312)	100,941
Other revenue	1,318,497	1,979,752	2,464,871
	2,112,143	2,692,075	3,143,370
Expenses			
Repairs and maintenance	31,335	241,282	153,400
Salaries and benefits	588,386	586,267	392,727
Other operating expenses	-	202,800	115,083
Activities	110,949	136,355	106,771
Assistance	213,451	96,768	538,808
Grants	29,800	94,896	572,542
Interest and bank charges	75,000	89,537	17,353
Contracted Services	404,068	84,572	79,201
Supplies	101,288	81,548	83,481
Utilities	29,500	63,041	86,416
Travel	26,902	53,794	13,952
Training	25,000	25,916	41,229
Vehicle	11,522	21,065	148,155
Meetings	20,294	8,611	4,034
Advertising and promotion	3,800	4,000	-
Telephone	9,000	2,437	2,830
Insurance	4,215	3,838	4,422
Professional fees	1,000	1,206	9,676
Rent	-	1,200	-
Honorarium	17,100	-	1,500
Fees	9,000	-	-
	1,711,610	1,799,133	2,371,580
Current surplus (deficit)	\$ 400,533	\$ 892,942	\$ 771,790

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #10

Other Programs

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Canada Mortgage and Housing	\$ -	\$ 679,787	\$ 479,961
Other revenue	-	413,196	413,896
Expense Recoveries	-	11,340	-
	-	1,104,323	893,857
Expenses			
Repayments to CMHC	-	200,457	-
Insurance	-	77,896	77,135
Interest and bank charges	-	87,759	97,621
Professional fees	-	212,746	7,500
Repairs and maintenance	-	94,466	59,199
Salaries and benefits	-	11,340	-
Fees	-	65,300	64,679
Other operating expenses	-	150,043	206,471
	-	900,007	512,605
Current surplus before transfers	-	204,316	381,252
Transfers			
Transfer from Amortization	-	(204,316)	(381,252)
Current surplus (deficit)	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements.

Canoe Lake First Nation

For the Year Ended March 31, 2018

Schedule #11

Amortization

Schedule of Operations

(unaudited)

	2018 Budget	2018 Actual	2017 Actual
Revenue			
Expenses			
Education	\$ -	\$ 40,814	\$ 6,213
Infrastructure	-	393,127	32,231
Health	-	5,264	4,735
First Nations Programs	-	522,791	28,294
CMHC	-	204,316	381,252
	-	1,166,312	452,725
Current surplus before transfers	-	(1,166,312)	(452,725)
Transfers			
Transfer to CMHC	-	(204,316)	(381,252)
Current surplus (deficit)	\$ -	\$ (961,996)	\$ (71,473)

The accompanying notes are an integral part of these financial statements.