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MINISTIKWAN LAKE CREE NATION

INDEPENDENT AUDITOR'S REPORT AND FINANCIAL STATEMENTS

for the year ended March 31, 2015

MINISTIKWAN LAKE CREE NATION

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Management's Responsibility

To the Members of Ministikwan Lake Cree Nation

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles and ensuring that all the information in the annual report is consistent with the statements. The responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

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

The Council is composed of elected officials. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by the administration and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the external auditors.

The auditors are an independent firm of Chartered Professional Accountants that are appointed by the Council to audit the finance statements and report directly to them. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.



INDEPENDENT AUDITOR'S REPORT

To the Members of Ministikwan Lake Cree Nation

We have audited the accompanying consolidated financial statements of **Ministikwan Lake Cree Nation** which is comprised of the consolidated statement of financial position as of March 31, 2015 and the consolidated statements of operations, changes in net financial assets (net debt), surplus and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility of the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Independent Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted my 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.

The audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the First Nation's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the First Nation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.



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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

Note 3 contains a listing of Ministikwan Lake Cree Nation's receivable amounts. We were unable to satisfy ourselves regarding the collectability of the member's advances. As such, we were unable to determine whether adjustments were required to accounts receivable, bad debts, and surplus (deficit) for the year.

Note 5 provides details of Ministikwan Lake Cree Nation's investments. Current financial statements were not available for the Island Lake Development Corporation. As such, we were unable to determine whether adjustments were required to the investment account and to surplus (deficit) for the year.

Qualified Opinion

In our opinion, except for the possible effects of the matters described in the Basis of Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material aspects, the financial position of **Ministikwan Lake Cree Nation** as at March 31, 2015, and the results of its operation, changes in net financial assets (net debt), 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 me to render an opinion thereon.

Bjorn Sigurdson CPA Pro Corp.


Chartered Professional
Accountants

Saskatoon, Saskatchewan
January 20, 2016

MINISTIKWAN LAKE CREE NATION

STATEMENT OF FINANCIAL POSITION
as at March 31, 2015

	<u>2015</u>	<u>2014</u> (as restated)
<u>FINANCIAL ASSETS</u>		
Bank	\$ 69,810	\$ 208,645
Restricted deposit (Note 2)	366,518	392,782
Accounts receivable (Note 3)	340,569	628,322
Trust funds (Note 4)	352,275	424,001
Investments (Note 5)	200,669	195,888
Limited partnership interests (Note 6)	<u>4,686,541</u>	<u>4,789,660</u>
	<u>6,016,382</u>	<u>6,639,298</u>
<u>FINANCIAL LIABILITIES</u>		
Accounts payable (Note 7)	615,890	943,517
Reserve liabilities (Note 2)	334,865	254,802
Unexpended revenue (Note 8)	722,661	775,656
Term debt (Note 9 & 10)	5,792,238	5,468,630
Revenue received in advance	<u>115,446</u>	-
	<u>7,581,100</u>	<u>7,442,605</u>
NET FINANCIAL ASSETS	(1,564,718)	(803,307)
<u>NON-FINANCIAL ASSETS</u>		
Tangible capital assets (Note 11)	28,038,450	29,045,671
Prepaid expenses	<u>94,589</u>	-
	<u>28,133,039</u>	<u>29,045,671</u>
SURPLUS	\$ 26,568,321	\$ 28,242,364
	_____	_____

APPROVED BY COUNCIL:

MINISTIKWAN LAKE CREE NATION

STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
for the period ended March 31, 2015

	<u>2015</u>	<u>2014</u>
SURPLUS (DEFICIT) FOR THE YEAR	\$ (733,194)	\$ (856,831)
Receipt of contributed capital	111,863	-
Purchase of capital assets	(515,608)	(977,577)
Amortization of capital assets	470,117	307,365
Prepaid expenses	(94,589)	-
 INCREASE (DECREASE) IN NET FINANCIAL ASSETS	 (761,441)	 (1,527,043)
 BALANCE, beginning of the year	 (803,307)	 723,736
 BALANCE, end of the year	 \$ (1,564,718)	 \$ (803,307)

MINISTIKWAN LAKE CREE NATION

STATEMENT OF OPERATIONS
for the period ended March 31, 2015

	<u>Budget</u>			
	<u>2015</u>	<u>2015</u>		<u>2014</u>
				(as restated)
REVENUE:				
Grants and Contributions:				
- AANDC	\$ 4,668,185	\$ 4,668,185		\$ 4,683,907
- Meadow Lake Tribal Council	4,184,652	4,238,062		4,292,708
- Health Canada	120,000	164,195		152,013
- Gaming Trust	450,000	462,165		485,267
- Northern Lights Community Fund	197,357	197,357		153,392
Trust fund interest and leases		32,298		56,575
Expense recoveries and other income	423,332	490,049		221,387
Housing rentals	597,062	618,492		514,684
Insurance proceeds		126,631		-
Rental revenue	20,751	20,636		17,861
Limited partnership earnings (Note 4)	<u>40,000</u>	<u>46,881</u>		<u>231,099</u>
	10,701,339	11,064,951		10,808,893
Unexpended revenue - prior year	775,656	775,656		1,428,905
- current year	<u>20,070</u>	<u>(722,662)</u>		<u>(775,656)</u>
	11,497,065	11,117,945		11,462,142
 EXPENSES	 <u>11,046,184</u>	 <u>11,851,139</u>		 <u>12,342,813</u>
 SURPLUS (DEFICIT) BEFORE THE UNDERNOTED	 450,881	 (733,194)		 (880,671)
 INCREASE (DECREASE) IN INVESTMENT EQUITY	 -	 -		 23,840
 SURPLUS (DEFICIT) FOR THE YEAR	 \$ 450,881	 \$ (733,194)		 \$ (856,831)

MINISTIKWAN LAKE CREE NATION

STATEMENT OF SURPLUS BALANCES
for the year ended March 31, 2015

	<u>2015</u>	<u>2014</u>
<u>SURPLUS, DEFERRED CAPITAL CONTRIBUTIONS</u>		
BALANCE, beginning of the year	\$ 22,872,943	\$ 23,862,407
PLUS: Capital assets acquired with contribution funding	111,863	-
LESS: Amortization recorded	(1,026,448)	(989,464)
BALANCE, end of the year	\$ 21,958,358	\$ 22,872,943
<u>SURPLUS, FUNDED RESERVES</u>		
BALANCE, beginning of the year	\$ 392,782	\$ 385,321
PLUS: Contributions	-	-
Interest	3,965	7,461
LESS: Drawings	(30,229)	-
BALANCE, end of the year	\$ 366,518	\$ 392,782

MINISTIKWAN LAKE CREE NATION

STATEMENT OF CHANGES IN EQUITY/SURPLUS BALANCES
for the year ended March 31, 2015

	<u>2015</u>	<u>2014</u>
<u>SURPLUS (DEFICIT) UNAPPROPRIATED</u>		
BALANCE, beginning of the year	\$ 4,976,639	\$ 5,833,470
SURPLUS (DEFICIT) FOR THE YEAR	(733,194)	(856,831)
BALANCE, end of the year	\$ 4,243,445	\$ 4,976,639
	<u> </u>	<u> </u>

MINISTIKWAN LAKE CREE NATION

STATEMENT OF CASH FLOWS
for the year ended March 31, 2015

	<u>2015</u>	<u>2014</u>
		(as restated)
OPERATIONS:		
Surplus (Deficit) for the year	\$ (733,194)	\$ (856,831)
Plus amortization	<u>470,117</u>	<u>307,365</u>
	(263,077)	(549,466)
Changes in non-cash Working Capital items:		
Accounts receivable	287,753	172,138
Prepaid expenses	(94,589)	-
Trust funds	71,726	(56,576)
Accounts payable	(327,627)	747,355
Unexpended revenue	(52,995)	(653,249)
Reserve liabilities	80,063	106,306
Revenue in advance	<u>115,446</u>	<u>-</u>
	(183,300)	(233,512)
INVESTING ACTIVITIES:		
Investment equity change	(4,781)	-
Limited partnership equity change	103,119	(131,399)
Purchase of capital assets	<u>(515,608)</u>	<u>(977,577)</u>
	(417,270)	(1,108,976)
FINANCING ACTIVITIES:		
Receipt of deferred capital	111,863	-
Proceeds of term debt	785,989	919,043
Repayment of term debt	<u>(462,381)</u>	<u>(145,125)</u>
	<u>435,471</u>	<u>773,918</u>
INCREASE (DECREASE) IN CASH RESOURCES		
	(165,099)	(568,570)
CASH RESOURCES, beginning of the year	<u>601,427</u>	<u>1,169,997</u>
CASH RESOURCES, end of the year	\$ 436,328	\$ 601,427
Cash resources consist of:		
Bank	\$ 69,810	\$ 208,645
Restricted deposit	<u>366,518</u>	<u>392,782</u>
	<u>\$ 436,328</u>	<u>\$ 601,427</u>

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NOTES TO THE FINANCIAL STATEMENTS for the year ended March 31, 2015

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES:

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada, which encompasses the following principles:

Reporting Entity and Principles of Financial Reporting

The Ministikwan Lake Cree Nation reporting entity includes the Ministikwan Lake Cree Nation government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

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

- Ministikwan Lake Cree Nation
- Ministikwan Lake Cree Nation Health Authority
- Ministikwan Lake Cree Nation CMHC Housing Authority

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.

Bank

Bank includes cash on hand and bank balances.

Investments

Incorporated business entities, which are owned or controlled by the Ministikwan Lake Cree Nation and which are not dependent on the First Nation for their continuing operations, are included in the financial statements using the modified equity method.

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

MINISTIKWAN LAKE CREE NATION 11

NOTES TO THE FINANCIAL STATEMENTS for the year ended March 31, 2015

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Trust Funds

Funds held in trust on behalf of the First Nation by the Government of Canada in the Ottawa Trust Fund consist of:

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

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

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.

Amortization

Capital assets in the Capital Fund recorded are amortized annually over their expected useful life using the straight-line method at the following rates:

Buildings and improvements	20 to 50 years
General equipment	10 years
Vehicles and machinery	4 years
Trailers	10 years
Roads	25 years
Infrastructure	50 years
Houses	40 years

No amortization is recorded in the year of acquisition. Assets under construction are not amortized.

Deferred Capital Contribution

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.

MINISTIKWAN LAKE CREE NATION 12

NOTES TO THE FINANCIAL STATEMENTS for the year ended March 31, 2015

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Revenue Recognition

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under the funding arrangements, which relates to a subsequent fiscal year is reflected as unexpended revenue in the year of receipt.

Measurement Uncertainty

In preparing the consolidated financial statements for Ministikwan Lake Cree Nation, management is required to make estimates and assumptions that affect the reported amount of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the period. Items requiring the use of significant estimate include allowance for doubtful accounts and amortization. Actual results could differ from these estimates.

Basis of Segmentation

The First Nation has adopted the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment.

The segments (functions) are as follows:

Reserves and Trusts: The reserves segment provides administration of the First Nation's registry.

Education: The education segment provides for the delivery of educational services, student transportation services, and post secondary support.

Social Services: The social services segment is comprised of home care, basic needs, special needs, social administration, and the National Child Benefit program.

Infrastructure: The infrastructure segment provides for the delivery of water, collecting and treating of wastewater, collection and disposal of solid waste, maintenance of community buildings and roads, maintenance of teacherages, and fire protection and fire suppression.

Capital Projects: The capital projects segment provides for the development of major infrastructure to benefit band members.

Administration: The administration segment provides for the administration of the First Nation.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended March 31, 2015

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Health: The health segment delivers health services including prevention projects, medical transportation, mental health, solvent abuse, prenatal nutrition, and oral health, among others.

Band Programs: The band program segment delivers services aimed at stimulating economic development, and the delivery of assistance and community assistance through trust and other revenues.

Other Programs: The other programs segment includes houses operated under the Section 95 Social Housing CMHC program and the band owned convenience store.

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.

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. As a result of issuance of PS 3450, there have been numerous consequential amendments made to other Sections. PS 3450 is effective for fiscal years beginning on or after April 1, 2016. Earlier adoption is permitted.

PS 3450 is applied prospectively in the fiscal year of initial adoption; therefore, financial instruments of prior periods, including comparative information, are not restated. The First Nation has not yet determined the effect of these new standards on its consolidated financial statements.

Comparative Figures

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

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NOTES TO THE FINANCIAL STATEMENTS for the year ended March 31, 2015

2. RESTRICTED DEPOSITS:

Restricted deposits include short-term investments held in money markets. These deposits are held to satisfy the reserve requirements of Canada Mortgage and Housing Corp.

The CMHC Housing Authority has a contractual obligation to fund the replacement and operating reserves. At March 31, 2015, the Authority had a liability of \$334,864 (2014 - \$254,802).

3. ACCOUNTS RECEIVABLE:

Accounts receivable includes the following:

	<u>2015</u>	<u>2014</u>
Aboriginal Affairs – Revenue Trust	\$ 104,023	\$ -
Aboriginal Affairs	6,000	3,908
Canada Mortgage and Housing Corp	96,354	29,693
Meadow Lake Tribal Council	(11,600)	116,626
Payroll advances	5,300	-
Northern Lights Community Development	-	160,107
Member advances	280,983	308,709
Goods and services taxes	-	9,279
	<u>481,060</u>	<u>628,322</u>
Provision for uncollectable amounts	(140,491)	-
	<u>\$ 340,569</u>	<u>\$ 628,322</u>

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NOTES TO THE FINANCIAL STATEMENTS for the year ended March 31, 2015

4. FUNDS IN TRUST:

Trust funds held by the Aboriginal Affairs and Northern Development Canada includes:

	<u>Capital</u>	<u>Revenue</u>	<u>Total</u>
Balance, March 31, 2014	\$ 325,387	\$ 98,614	\$ 424,001
Plus: Interest earned	<u>325,387</u>	<u>32,297</u>	<u>32,297</u>
	<u>325,387</u>	<u>130,911</u>	<u>456,298</u>
Less: Payments receivable	<u>-</u>	<u>(104,023)</u>	<u>(104,023)</u>
Balance, March 31, 2015	<u>\$ 325,381</u>	<u>\$ 36,888</u>	<u>\$ 352,275</u>

5. INVESTMENTS:

Ministikwan Lake Cree Nation has the following investments:

	<u>2015</u>	<u>2014</u>
Island Lake Development Corporation		
- 100 Class A common shares (100% ownership)	\$ 1,000	\$ 1,000
- Contributed capital	504,009	504,009
- Deficit	<u>(311,689)</u>	<u>(311,689)</u>
	193,320	193,320
Meadow Lake Co-op	6,407	1,627
First Nations Bank	940	940
- 537 common shares		
MLTC Program Services Inc.	1	1
- 1 Class A common share (11% ownership)	<u>200,668</u>	<u>195,888</u>

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NOTES TO THE FINANCIAL STATEMENTS
for the year ended March 31, 2015

6. LIMITED PARTNERSHIPS:

MLTC Resource Development Limited Partnerships (11.1% interest):

	<u>2015</u>	<u>2014</u>
BALANCE, beginning of the period	\$ 4,789,660	\$ 4,658,561
PLUS: share of earnings	46,881	231,099
LESS: distribution received	(150,000)	(100,000)
BALANCE, end of the period	\$ 4,686,541	\$ 4,789,660

7. ACCOUNTS PAYABLE:

Accounts payable includes:

	<u>2015</u>	<u>2014</u>
Source deduction remittance arrears	\$ 358,256	\$ 361,952
Trade payables	140,881	188,607
Employees benefits payable	108,049	204,174
Housing Authority - mortgage arrears	-	98,388
- capital costs	-	81,000
- accrued interest	8,704	9,396
	<hr/>	<hr/>
	\$ 615,890	\$ 943,517
	<hr/>	<hr/>

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NOTES TO THE FINANCIAL STATEMENTS
for the year ended March 31, 2015

8. UNEXPENDED REVENUE:

The unexpended revenue balances include:

	<u>Sch</u>	<u>2015</u>	<u>2014</u>
Instructional	2	\$ 265,021	\$ 26,609
Post secondary	4	208,995	117,114
Home Care	10	1,789	-
Capital water treatment plant*	18	214,829	107,729
Capital sub-division*	18	(44,718)	(44,718)
Capital lagoon*	19	24,648	24,648
Capital fire hall and truck*	20	16,149	343,320
Benefits	25	35,949	(3,908)
Northern lights	46	-	204,862
		<hr/> \$ 722,662	<hr/> \$ 775,656
		<hr/> <hr/>	<hr/> <hr/>

Certain of the capital program's funding is maintained in separate bank accounts (*).

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NOTES TO THE FINANCIAL STATEMENTS
for the year ended March 31, 2015

9. TERM DEBT:

The CMHC Housing Authority has the following mortgages outstanding with Canada Mortgage and Housing Corporation which are all secured by a guarantee from Aboriginal Affairs and Northern Development:

	<u>2015</u>	<u>2014</u>
1) CMHC, repayable at \$1,228 per month including interest at 1.82%. The mortgage term expires on September 1, 2019.	\$ 123,906	\$ 136,787
2) CMHC, repayable at \$1,624 per month including interest at 1.64%. The mortgage term expires on December 1, 2016.	211,209	228,763
3) CMHC, repayable at \$4,886 per month including interest at 2.78%. The mortgage term expires on August 1, 2015.	735,519	792,934
4) CMHC, repayable at \$4,716 per month including interest at 2.39%. The mortgage term expires on September 1, 2015.	736,202	784,335
5) CMHC, repayable at \$3,909 per month including interest at 2.78%. The mortgage term expires on September 1, 2015.	588,038	626,164
6) CMHC, repayable at \$2,031 per month including interest at 1.64%. The mortgage term expires on December 1, 2016.	447,556	468,565
7) CMHC, repayable at \$998 per month including interest at 1.49%. The mortgage term expires on August 1, 2017.	223,764	233,363
8) CMHC repayable at \$3,104 per month including interest at 1.80%. The mortgage term expires on May 1, 2017.	686,522	717,836

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NOTES TO THE FINANCIAL STATEMENTS
for the year ended March 31, 2015

9. TERM DEBT: (Continued)

	<u>2015</u>	<u>2014</u>
9) CMHC repayable at \$7,292 per month including interest at 2.11%. The mortgage term expires on Dec 31, 2018.	\$ 939,934	\$ 1,021,563
	<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>
	\$ 4,692,950	\$ 5,010,310
	<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>

The principal payments on the mortgages during the subsequent years is estimated at:

Year ended		\$ 320,000
2016		325,000
2017		332,000
2018		341,000
2019		350,000
2020		<hr/>
Subsequent years		<u>3,024,950</u>
		<hr/>
		\$ 4,692,950
		<hr/>

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NOTES TO THE FINANCIAL STATEMENTS
for the year ended March 31, 2015

10. BANK LOANS:

The First Nation has the following bank loans:

	<u>2015</u>	<u>2014</u>
1) Loan with First Nations Bank, repayable at \$21,947 per quarter plus interest monthly at 4.35%.	\$ 350,799	\$ 458,330
2) Loan with First Nations Bank, repayable at \$25,000 per quarter plus interest monthly at 4.35%.	635,989	-
3) Loan with First Nations Bank, repayable at \$18,750 per quarter plus interest monthly at 4.35%.	112,500	-
	<hr/>	<hr/>
	\$ 1,099,288	\$ 458,330
	<hr/>	<hr/>

The loans are secured by a direction of contribution funding. The amount of debt repayable in subsequent periods is estimated at:

Year ended	2016	\$ 262,788
	2017	225,288
	2018	187,788
	2019	187,415
	2020	100,000
	2021	<hr/> 35,989
		<hr/> \$ 1,099,288
		<hr/>

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NOTES TO THE FINANCIAL STATEMENTS
for the year ended March 31, 2015

11. CAPITAL ASSETS:

The major categories of capital assets are:

	<u>2015</u>	<u>2014</u>
<u>Cost</u>		
Buildings – Band	\$ 17,557,698	\$ 17,557,698
Buildings – Health	1,410,519	1,410,519
Infrastructure	5,817,442	5,817,442
Roads	7,831,514	7,831,514
Houses	9,698,344	9,441,881
Housing Trailers	203,500	203,500
Equipment – Band	201,307	201,307
Equipment – Health	53,814	53,814
Vehicles – Band	1,597,377	1,338,232
Vehicles – Health	217,193	217,193
Computers – Band	158,563	158,563
Computers – Health	6,657	6,657
Rental Houses	7,211,614	7,211,614
Land	<u>220,000</u>	<u>220,000</u>
	<u>52,185,542</u>	<u>51,669,934</u>
<u>Accumulated Amortization</u>		
Buildings – Band	\$ 7,052,557	\$ 6,674,202
Buildings – Health	469,053	440,843
Infrastructure	2,227,877	2,111,529
Roads	3,853,138	3,696,503
Houses	7,563,869	7,216,969
Housing Trailers	30,525	10,175
Equipment – Band	183,192	176,454
Equipment – Health	53,814	49,038
Vehicles – Band	1,204,814	1,102,137
Vehicles – Health	217,193	178,647
Computers – Band	158,563	153,133
Computers – Health	6,657	6,153
Rental Houses	<u>1,125,840</u>	<u>808,480</u>
	<u>24,147,092</u>	<u>22,624,263</u>
Net Book Value	\$ 28,038,450	\$ 29,045,671

MINISTIKWAN LAKE CREE NATION 22

NOTES TO THE FINANCIAL STATEMENTS for the year ended March 31, 2015

12. RESTATED 2014 FINANCIAL STATEMENT:

In the 2014 financial statements the First Nation reported its ownership interest in the on-reserve convenience store as a band enterprise. The store is actually operated by a corporation (Island Lake Development Corp).

The 2014 financial statement has been restated to remove the consolidated assets, liabilities, revenues and expenses of the enterprise. There was no change to the surplus (deficit) reported for the 2014 fiscal year and to the accumulated surplus.

Changes to the statement of financial position at March 31, 2014 were as follows:

	<u>As Restated</u>	<u>Reported</u>	<u>Change</u>
Accounts receivable	\$ 628,322	658,795	\$ (30,473)
Inventory	-	31,454	(31,454)
Tangible capital assets	29,045,671	29,227,027	(181,356)
Investments	195,888	2,568	<u>193,320</u>
			<u>49,963</u>
Accounts payable	943,517	960,338	(16,821)
Bank indebtedness	-	33,142	<u>(33,142)</u>
			<u>(49,963)</u>
		\$ -	

13. FINANCIAL INSTRUMENTS:

For financial assets and financial liabilities, the carrying amounts of these financial instruments approximate their fair value due to their short-term maturity or capacity for prompt liquidation.

The First Nation does not believe it is subject to any significant concentration of credit risk. Bank and restricted deposits are in place with major financial institutions.

MINISTIKWAN LAKE CREE NATION 23

SUMMARY OF REVENUE AND EXPENSES BY ACTIVITY
for the year ended March 31, 2015
(b unaudited)

	<u>Sch</u>	<u>Revenue</u>	<u>Expenses</u>	<u>Unexpended Revenue</u>	<u>Surplus / (Deficit)</u>
RESERVES AND TRUSTS:					
Registry	1	\$ 9,351	10,097	-	\$ (746)
EDUCATION:					
Instructional	2	1,554,518	1,316,106	(238,412)	-
Support Services	3	120,844	121,755	-	(911)
Low Cost	3	147,041	147,041	-	-
Post Secondary	4	470,164	378,283	(91,881)	-
Student Transportation	5	223,273	223,779	-	(506)
High Cost	6	177,545	177,545	-	-
Enhanced Salaries	6	60,875	60,875	-	-
Student Success	7	220,635	248,683	-	(28,048)
Skills Link	7	33,304	33,304	-	-
		<u>3,008,199</u>	<u>2,707,371</u>	<u>(330,293)</u>	<u>(29,465)</u>
SOCIAL:					
Social Services	8	2,248,410	2,263,064	-	(14,654)
CRIF	8	72,118	113,918	-	(41,800)
National Child Benefit	9	127,463	133,521	-	(6,058)
Summer Work	9	16,900	16,900	-	-
Home Care	10	55,589	53,800	(1,789)	-
Assisted Living	10	4,013	4,013	-	-
		<u>2,524,493</u>	<u>2,585,216</u>	<u>(1,789)</u>	<u>(62,512)</u>
INFRASTRUCTURE:					
Water Systems	11	105,690	109,892	-	(4,202)
Sanitation	12	42,892	118,547	-	(75,655)
Environmental	12	20,000	20,000	-	-
Other Protection	13	7,047	7,047	-	-
School	14	364,972	364,407	-	565
Teacherage	14	18,468	18,468	-	-
Roads	15	104,038	238,607	-	(134,569)
Fire	16	11,762	1,000	-	10,762
Electrification	16	3,200	3,200	-	-
Community Building	17	135,494	150,563	-	(15,069)
		<u>813,563</u>	<u>1,031,731</u>	<u>-</u>	<u>(218,168)</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL
PART OF THESE FINANCIAL STATEMENTS

MINISTIKWAN LAKE CREE NATION 24

SUMMARY OF REVENUE AND EXPENSES BY ACTIVITY
for the year ended March 31, 2015
(unaudited)

	<u>Sch</u>	<u>Revenue</u>	<u>Expenses</u>	<u>Unexpended Revenue</u>	<u>Surplus / (Deficit)</u>
CAPITAL PROJECTS:					
Water Treatment Plant	18	\$ 200,000	92,900	(107,100)	\$ -
Subdivision	18	-	-	-	-
Lagoon	19	-	-	-	-
Fire Hall	20	204,196	531,367	327,171	-
Housing	21	<u>331,353</u>	<u>430,525</u>	<u>-</u>	<u>(99,172)</u>
		<u>735,549</u>	<u>1,054,792</u>	<u>220,071</u>	<u>(99,172)</u>
ADMINISTRATION:					
Band Support	22	600,196	837,399	-	(237,203)
Benefits	23	92,380	52,523	(39,857)	-
Service Delivery	23	132,924	132,924	-	-
Pension	24	<u>29,101</u>	<u>29,101</u>	<u>-</u>	<u>-</u>
		<u>855,601</u>	<u>1,051,947</u>	<u>(39,857)</u>	<u>(237,203)</u>
HEALTH:					
Community Based	25	26,745	26,745	-	-
Community Health	25	53,003	53,003	-	-
Community Wellness	26	81,174	69,362	-	11,812
Health Facility Management	27	79,329	108,939	-	(29,610)
Health Coordinator	28	80,062	77,604	-	2,458
Health Secretary	28	28,055	28,055	-	-
Health Committee	29	1,510	1,510	-	-
Addictions	29	63,962	47,275	-	16,687
Nursing	30	263,585	279,266	-	(15,681)
Pre-Natal	30	20,838	20,838	-	-
Health Transportation	31	192,617	287,418	-	(94,801)
Youth Suicide Prevention	32	9,833	9,833	-	-
Home Care	32	139,143	82,804	-	56,339
Aboriginal Headstart	33	78,535	60,420	-	18,115
Maternal Child Health	33	34,496	39,048	-	(4,552)
Aboriginal Diabetes	34	6,000	6,000	-	-
Fetal Alcohol Syndrome	34	3,000	3,000	-	-
Child and Family Services	35	265,838	175,457	-	90,381
Prevention	35	1,682	1,682	-	-
Daycare	36	72,654	66,000	-	6,654
Family Violence	36	12,000	-	-	12,000
Addictions and Rehab	37	<u>11,102</u>	<u>11,102</u>	<u>-</u>	<u>-</u>
		<u>1,525,163</u>	<u>1,455,361</u>	<u>-</u>	<u>69,802</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL
 PART OF THESE FINANCIAL STATEMENTS

MINISTIKWAN LAKE CREE NATION 25

SUMMARY OF REVENUE AND EXPENSES BY ACTIVITY
for the year ended March 31, 2015
(unaudited)

	<u>Sch</u>	<u>Revenue</u>	<u>Expenses</u>	<u>Unexpended Revenue</u>	<u>Surplus / (Deficit)</u>
BAND PROGRAMS:					
Economic Development	38	\$ 54,876	129,046	-	\$ (74,170)
Gaming Trust	39	351,374	358,655	-	(7,281)
Active Measures	40	41,455	40,523	-	932
AANDC Trust	41	32,298	-	-	32,298
Rentals	41	20,636	47,326	-	(26,690)
Fire Suppression	42	62,257	57,745	-	4,512
Recreation	43	111,962	111,962	-	-
Northern Lights	44	197,357	402,219	204,862	-
Band Revenue	45	54,161	140,492	-	(86,331)
Elders	45	7,393	7,393	-	-
Justice	46	<u>40,771</u>	<u>40,771</u>	<u>-</u>	<u>-</u>
		<u>974,540</u>	<u>1,336,132</u>	<u>204,862</u>	<u>(156,730)</u>
OTHER:					
CMHC Housing	50	<u>618,492</u>	<u>618,492</u>	<u>-</u>	<u>-</u>
		<u>\$ 11,064,951</u>	<u>\$ 11,851,139</u>	<u>\$ 52,994</u>	<u>\$ (733,194)</u>