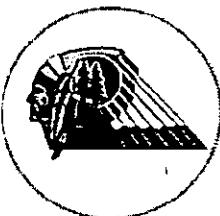


**Ministikwan Lake Cree Nation  
Consolidated Financial Statements**

*March 31, 2017*



## Ministikwan Lake Cree Nation Contents

For the year ended March 31, 2017

Page

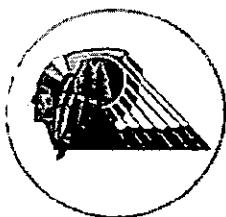
<b>Management's Responsibility</b>	
<b>Independent Auditors' Report</b>	
<b>Consolidated Financial Statements</b>	
Consolidated Statement of Financial Position.....	1
Consolidated Statement of Operations and Accumulated Surplus.....	2
Consolidated Statement of Changes in Net Debt.....	3
Consolidated Statement of Cash Flows.....	4
<b>Notes to the Consolidated Financial Statements</b> .....	5
<b>Schedules</b>	
Schedule 1 - Schedule of Tangible Capital Assets.....	14
Schedule 2 - Consolidated Schedule of Expenses by Object.....	16
Schedule 3 - Schedule of Segment Revenues and Expenses and Surplus (Deficit) - Administration.....	17
Schedule 4 - Schedule of Segment Revenues and Expenses and Surplus (Deficit) - Capital.....	18
Schedule 5 - Schedule of Segment Revenues and Expenses and Surplus (Deficit) - Community Infrastructure.....	19
Schedule 6 - Schedule of Segment Revenues and Expenses and Surplus (Deficit) - Economic Development.....	20
Schedule 7 - Schedule of Segment Revenues and Expenses and Surplus (Deficit) - Education.....	21
Schedule 8 - Schedule of Segment Revenues and Expenses and Surplus (Deficit) - Health.....	22
Schedule 9 - Schedule of Segment Revenues and Expenses and Surplus (Deficit) - Other Programs.....	23
Schedule 10 - Schedule of Segment Revenues and Expenses and Surplus (Deficit) - Reserves and Trusts.....	24
Schedule 11 - Schedule of Segment Revenues and Expenses and Surplus (Deficit) - Social Assistance.....	25



**Ministikwan Lake Cree Nation**  
**Consolidated Statement of Financial Position**  
As at March 31, 2017

	2017	2016
<b>Financial assets</b>		
<b>Current</b>		
Cash	554,182	52,238
Restricted cash (Note 3)	722,730	639,478
Accounts receivable (Note 4)	516,960	638,912
	1,793,872	1,330,628
<b>Restricted deposits (Note 5)</b>	167,317	369,558
<b>Portfolio Investments (Note 6)</b>	942	942
<b>Funds held in trust (Note 7)</b>	260,026	373,831
<b>Total financial assets</b>	<b>2,222,157</b>	2,074,959
<b>Liabilities</b>		
<b>Current</b>		
Bank indebtedness (Note 8)	158,981	122,737
Accounts payable and accruals (Note 9)	1,880,304	1,072,003
Deferred revenue (Note 10)	1,030,287	630,860
Current portion of long-term debt (Note 11)	455,720	724,000
	3,525,292	2,549,600
<b>Long-term debt (Note 11)</b>	<b>4,448,714</b>	4,813,176
<b>Total financial liabilities</b>	<b>7,974,006</b>	7,362,776
<b>Net debt</b>	<b>(5,751,849)</b>	(5,287,817)
<b>Contingencies (Note 12)</b>		
<b>Subsequent event (Note 13)</b>		
<b>Non-financial assets</b>		
Tangible capital assets (Schedule 1)	30,034,466	28,550,787
Prepaid expenses	71,060	-
<b>Total non-financial assets</b>	<b>30,105,526</b>	28,550,787
<b>Accumulated surplus (Note 14)</b>	<b>24,353,677</b>	23,262,970
<b>Approved on behalf of the Council</b>		
Signed by: Chief Leslie Crookedneck	Chief	Signed by: Leona Crookedneck
Signed by: Randal Crookedneck	Councillor	Signed by: Brian Crookedneck
Signed by: Joey Crookedneck		Signed by: Dale Chief
Signed by: Gabe Alexan		

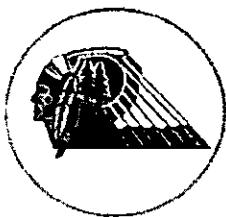
*The accompanying notes are an integral part of these financial statements*



**Ministikwan Lake Cree Nation**  
**Consolidated Statement of Operations and Accumulated Surplus**  
*For the year ended March 31, 2017*

	<i>Schedules</i>	<i>2017 Budget (Note 16)</i>	<i>2017 Actual</i>	<i>2016 Actual</i>
<b>Revenue</b>				
Indigenous and Northern Affairs Canada (Note 17)		5,705,755	8,234,491	4,912,775
MLTC Program Services Inc.		978,237	3,923,272	2,792,792
Meadow Lake Health and Social Development Authority Inc.		1,197,494	1,062,190	1,103,499
Health Canada (Note 18)		196,240	669,072	230,113
Canada Mortgage and Housing Corporation		-	381,461	362,830
Meadow Lake Child and Family Services Inc.		147,311	268,555	268,555
First Nations Trust		400,000	430,431	465,113
Miscellaneous		32,681	175,230	112,034
Northern Lights Community Development Corporation		30,000	127,482	106,857
Rental income		27,000	57,121	90,392
Revenue trust funds		-	16,195	21,555
Investment income		-	-	450,000
		8,714,718	15,345,500	10,916,515
<b>Program expenses</b>				
Administration	3	503,967	1,098,741	611,914
Capital	4	404,331	1,465,336	1,012,865
Community Infrastructure	5	828,406	1,931,810	1,909,908
Economic Development	6	54,875	158,056	77,962
Education	7	3,262,102	3,370,401	2,845,898
Health	8	1,554,078	1,869,612	1,554,736
Other Programs	9	567,709	852,685	392,420
Reserves and Trusts	10	9,618	9,618	9,569
Social Assistance	11	971,266	3,498,534	2,798,048
		8,156,352	14,254,793	11,213,320
<b>Annual surplus (deficit)</b>		558,366	1,090,707	(296,805)
<b>Accumulated surplus, beginning of year</b>		23,262,970	23,262,970	23,559,775
<b>Accumulated surplus, end of year</b>		23,821,336	24,353,677	23,262,970

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



**Ministikwan Lake Cree Nation**  
**Consolidated Statement of Changes in Net Debt**  
*For the year ended March 31, 2017*

	<b>2017 Budget (Note 16)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Annual surplus (deficit)</b>	<b>558,366</b>	<b>1,090,707</b>	<b>(296,805)</b>
Purchases of tangible capital assets	-	(2,874,455)	(350,750)
Amortization of tangible capital assets	-	1,390,776	1,508,855
Acquisition of prepaid expenses	-	(71,060)	-
<b>Decrease (increase) in net debt</b>	<b>558,366</b>	<b>(464,032)</b>	<b>861,300</b>
<b>Net debt, beginning of year</b>	<b>(5,287,820)</b>	<b>(5,287,817)</b>	<b>(6,149,117)</b>
<b>Net debt, end of year</b>	<b>(4,729,454)</b>	<b>(5,751,849)</b>	<b>(5,287,817)</b>



**Ministikwan Lake Cree Nation**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2017*

	<b>2017</b>	<b>2016</b>
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Annual surplus (deficit)	1,090,707	(296,805)
Non-cash items		
Amortization	1,390,776	1,508,855
	2,481,483	1,212,050
Changes in working capital accounts		
Accounts receivable	121,952	(444,135)
Prepaid expenses	(71,060)	
Accounts payable and accruals	808,301	(58,291)
Deferred revenue	399,427	419,953
	3,740,103	1,129,577
<b>Financing activities</b>		
Repayment of long-term debt	(632,742)	(255,062)
<b>Capital activities</b>		
Purchases of tangible capital assets	(2,874,455)	(350,750)
<b>Investing activities</b>		
Increase in restricted cash	(83,252)	(391,383)
Decrease (increase) in restricted deposits	202,241	(3,040)
Change in funds held in trust	113,805	(21,556)
	232,794	(415,979)
<b>Increase in cash resources</b>	465,700	107,786
<b>Cash deficiency, beginning of year</b>	(70,499)	(178,285)
<b>Cash resources (deficiency), end of year</b>	395,201	(70,499)
<b>Cash resources are composed of:</b>		
Cash	554,182	52,238
Bank indebtedness	(158,981)	(122,737)
	395,201	(70,499)



**Ministikwan Lake Cree Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

---

**1. Operations**

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

**2. Significant accounting policies**

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

***Reporting entity consolidated***

The financial statements consolidate the financial activities of all entities and departments comprising the Cree Nation reporting entity except for Cree Nation business entities.

The Cree Nation has consolidated the assets, liabilities, revenue and expenses of the following entities and departments:

• Ministikwan Lake Cree Nation CMHC Housing Authority	100% interest
• Island Lake Development Corporation	100% interest

***Other economic interests***

The Cree Nation is a member of Meadow Lake Tribal Council. The Tribal Council is an organization of nine Nations. The Cree Nation does not either share in the control or the profit or loss of Meadow Lake Tribal Council. As a result, the financial statements of MLTC have not been included in the financial statements of Ministikwan Lake Cree Nation.

***Basis of presentation***

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

***Cash resources***

Cash include balances with banks less outstanding cheques. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

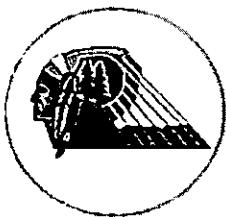
***Portfolio investments***

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

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

Funds held in trust on behalf of Cree Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the statement of financial position. Trust moneys consist of:

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



**Ministikwan Lake Cree Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

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

***Tangible capital assets***

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

***Amortization***

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

	<i>Method</i>	<i>Rate</i>
Buildings	straight-line	40 years
Houses	straight-line	40 years
Equipment	straight-line	10 years
Computers	straight-line	10 years
Vehicles and machinery	straight-line	4 years
Infrastructure	straight-line	50 years
Roads	straight-line	25 years
Trailers	straight-line	10 years

Construction in progress is not amortized until put into use. Land is not amortized.

***Asset classification***

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

***Net debt***

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

***Revenue recognition***

**Funding**

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

**Government transfers**

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

**Rental income**

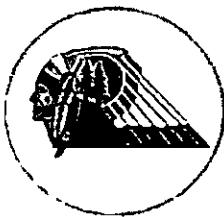
Income associated with the rental of homes to members is recorded monthly when rental amounts are measurable and collection is reasonably assured.

**Funds held in Ottawa Trust Fund**

Due to measurement uncertainty, revenue related to the receipt of funds held in the Ottawa Trust Fund is recognized when received. These moneys are reported on by the Government of Canada.

**Investment income**

Investment income is recognized when earned and collection is reasonably assured.



**Ministikwan Lake Cree Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

---

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

**Segments**

The Cree Nation conducts its business through 9 reportable segments:

- Administration - includes administration and governance activities.
- Capital - includes capital projects and the operations and maintenance of all on-reserve housing.
- Community Infrastructure - includes the operations and maintenance of the Cree Nation's buildings and infrastructure.
- Economic Development - includes the activities of the Cree Nation's economic development initiatives and its business entities.
- Education - includes the operations of education programs.
- Health - includes the operations of health and community wellness programming.
- Other Programs - includes all other band activities of the Cree Nation.
- Reserves and Trusts - includes the activities for the Cree Nation's membership and land development.
- Social Assistance - includes all activities relating to income assistance for membership.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information. Inter program administration fees have been recorded based on a percentage of budgeted revenue, where permitted by the funder.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the significant accounting policies.

**Use of estimates**

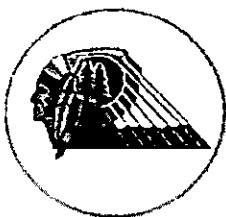
The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated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

Accounts receivable are stated after an assessment as to their collectability has been made and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful life of the tangible capital assets.

**Liability for contaminated sites**

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the Cree 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, 2017.

At each financial reporting date, the Cree 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 Cree Nation continues to recognize the liability until it is 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, 2017.



**Ministikwan Lake Cree Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

**3. Restricted cash**

Restricted cash represents cash managed by project managers for the purpose of paying costs associated with the capital projects for the Cree Nation.

**4. Accounts receivable**

	<b>2017</b>	<b>2016</b>
Meadow Lake Tribal Council	347,276	2,728
Members	287,610	286,283
AIG Insurance Company of Canada	68,423	32,500
Northern Lights Community Development Corporation	49,159	16,559
Canada Mortgage and Housing Corporation	29,301	429,886
Health Canada	8,747	-
Indigenous and Northern Affairs Canada	4,231	157,239
	<b>794,747</b>	925,195
Provision for uncollectible amounts	<b>(277,787)</b>	(286,283)
	<b>516,960</b>	638,912

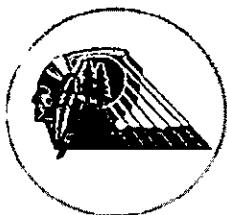
**5. Restricted deposits**

The restricted deposits consist of guaranteed investment certificates held for the purpose of funding the CMHC replacement and operating reserves. The guaranteed investment certificates have various maturity dates between April 2017 and December 2018 and the interest rates vary from 0.55% to 2.30%.

	<b>2017</b>	<b>2016</b>
Replacement reserve	99,233	239,954
Operating reserve	68,084	129,604
	<b>167,317</b>	369,558

**6. Portfolio investments**

	<b>2017</b>	<b>2016</b>
First Nations Bank	940	940
MLTC Resource Development Inc.	1	1
MLTC Resource Development LP	1	1
	<b>942</b>	942



**Ministikwan Lake Cree Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

**7. Funds held in trust**

Capital and revenue trust monies are transferred to the Cree Nation on the authorization of the Minister of Indigenous and Northern Affairs Canada, upon request of the Cree Nation's Council.

	<b>2017</b>	<b>2016</b>
<b>Capital Trust</b>		
Balance, beginning of year	325,552	325,387
Other	-	165
Less: Transfers to Cree Nation	<u>130,000</u>	-
 Balance, end of year	 <b>195,552</b>	 325,552
 <b>Revenue Trust</b>	 	 
Balance, beginning of year	48,279	26,888
Interest and lease income	16,195	21,391
 Balance, end of year	 <b>64,474</b>	 48,279
	 <b>260,026</b>	 373,831

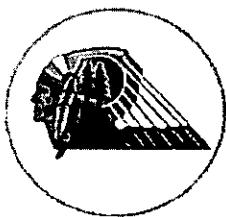
Unexpended funds relating to the transfer in the current year is \$130,000 (BCR #10).

**8. Bank indebtedness**

Bank indebtedness is the bank balance less outstanding cheques. The Cree Nation does not have an operating line of credit.

**9. Accounts payable and accruals**

	<b>2017</b>	<b>2016</b>
Trade payables	993,329	511,103
Government remittances	692,250	425,296
Employee benefits	102,869	75,673
Meadow Lake Tribal Council	84,147	56,134
Health Canada	7,709	-
Indigenous and Northern Affairs Canada	<u>-</u>	3,797
	 <b>1,880,304</b>	 1,072,003



**Ministikwan Lake Cree Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

**10. Deferred revenue**

Deferred revenues represent the amount of funds received by the Cree Nation that relate to future fiscal periods or that must be spent on certain projects that are incomplete at year-end.

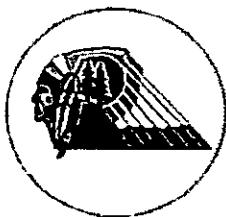
The following table represents changes in the deferred revenue balance attributable to each major category of external restrictions:

	<i>Balance, beginning of year</i>	<i>Amounts received</i>	<i>Amount expended in current year</i>	<i>Balance, end of year</i>
INAC (NTF5 & NTF9) - Water Treatment Plant Upgrade	369,112	700,000	757,210	311,902
INAC (NTFW) - New Lagoon	261,748	-	57,000	204,748
INAC (NTHC) - School Renovations	-	466,219	55,044	411,175
Health Canada - Headstart Building	-	625,003	522,541	102,462
	<b>630,860</b>	<b>1,791,222</b>	<b>1,391,795</b>	<b>1,030,287</b>

<b>Project</b>	<b>Amount expended to date</b>	<b>Budget for the project</b>
Water Treatment Plant Upgrade	\$ 1,143,448	\$ 2,450,000
New Lagoon	\$ 119,900	\$ 2,922,943
School Renovations	\$ 55,044	\$ 978,000
Headstart Building	\$ 522,541	\$ 625,000

**11. Long-term debt**

	<b>2017</b>	<b>2016</b>
CMHC phase 1 mortgage bearing interest at 1.82%, matures August 2024, and repayable in blended monthly principal and interest payments of \$1,182. Secured by a ministerial guarantee.	98,374	117,840
CMHC phase 2 mortgage bearing interest at 1.31%, matures January 2027, and repayable in blended monthly principal and interest payments of \$1,598. Secured by a ministerial guarantee.	176,869	206,534
CMHC phase 3 mortgage bearing interest at 1.31%, matures July 2030, and repayable in blended monthly principal and interest payments of \$4,443. Secured by a ministerial guarantee.	650,605	736,409
CMHC phase 4 mortgage bearing interest at 1.31%, matures September 2030, and repayable in blended monthly principal and interest payments of \$4,382. Secured by a ministerial guarantee.	650,494	730,195
CMHC phase 5 mortgage bearing interest at 1.31%, matures July 2030, and repayable in blended monthly principal and interest payments of \$3,544. Secured by a ministerial guarantee.	520,107	576,870
CMHC phase 6 mortgage bearing interest at 1.31%, matures December 2036, and repayable in blended monthly principal and interest payments of \$1,967. Secured by a ministerial guarantee.	410,637	442,671
CMHC phase 7 mortgage bearing interest at 1.44%, matures January 2037, and repayable in blended monthly principal and interest payments of \$991. Secured by a ministerial guarantee.	205,174	222,086



**Ministikwan Lake Cree Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

**11. Long term debt (Continued from previous page)**

	<b>2017</b>	<b>2016</b>
CMHC phase 8 mortgage bearing interest at 1.80%, matures May 2037, and repayable in blended monthly principal and interest payments of \$3,104. Secured by a ministerial guarantee.	629,643	683,614
CMHC phase 9 mortgage bearing interest at 2.11%, matures December 2028, and repayable in blended monthly principal and interest payments of \$7,292. Secured by a ministerial guarantee.	910,317	952,600
First Nations Bank loan to fund the construction of band housing units; bearing interest at 4.35%, matures January 2019, and repayable in quarterly principal payments of \$21,947 plus quarterly interest payments. Secured by First Nations Trust funding.	175,223	263,010
First Nations Bank loan to fund the construction of a community fire hall; bearing interest at 6.95%, matures April 2022, and repayable in quarterly principal payments of \$22,714, plus monthly interest payments. Secured by Northern Lights Development Corporation funding and First Nations Trust funding.	476,991	567,847
<u>First Nations Bank operating loan.</u>	<u>-</u>	<u>37,500</u>
	4,904,434	5,537,176
<u>Less: current portion</u>	<u>455,720</u>	<u>724,000</u>
	<b>4,448,714</b>	<b>4,813,176</b>

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

2018	455,720
2019	459,785
2020	376,842
2021	381,408
2022	386,053

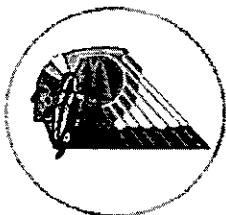
**12. Contingencies**

The Cree Nation was previously sent a letter of demand from a supplier demanding repayment of approximately \$262,000 in unpaid fees for services performed in relation to safety training and road work. The Cree Nation is of the opinion that they do not owe this amount. If anything is owed as a result of this matter, it will be recorded in the year the claim is settled.

The Cree Nation was subject to a Ministerial Audit in the current year. It is possible that adjustments could be made on the results of their review.

**13. Subsequent event**

Subsequent to March 31, 2017, Canada Revenue Agency garnished \$603,000 from the Cree Nation's bank accounts in relation to assessments levied by Canada Revenue Agency.



**Ministikwan Lake Cree Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

**14. Accumulated surplus**

Accumulated surplus consists of the following:

	<b>2017</b>	<b>2016</b>
Equity in Ottawa Trust Funds	260,026	373,831
Equity in investments	942	942
Equity in CMHC reserves	965,743	897,110
Equity in tangible capital assets	24,976,862	23,051,110
Unexpended Ottawa Trust Funds	130,000	-
Operating deficit	(1,979,896)	(1,060,023)
	<b>24,353,677</b>	<b>23,262,970</b>

**15. Canada Mortgage and Housing Corporation Reserves**

Under agreements with Canada Mortgage and Housing Corporation (CMHC) the Nation established the following:

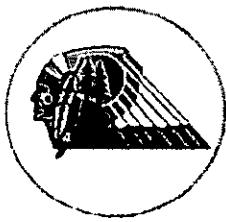
- A replacement reserve, established by an annual allocation of \$70,680 (2016 - \$70,680), to ensure replacement of equipment and for major repairs to the housing units. At March 31, 2017, \$99,233 (2016 - \$239,954) has been set aside to fund this reserve. The unfunded portion at March 31, 2017 was \$468,107 (2016 - \$ 255,849).
- Any surplus generated in the Post - 1997 Housing Program are to be retained to offset any future deficits incurred in the Post 1997 Housing Program. As at March 31, 2017, \$68,084 (2016 - \$129,604) has been set aside to fund this reserve. The unfunded portion at March 31, 2017 was \$330,319 (2016 - \$271,703).

**16. Budget information**

The disclosed budget information has been approved by the Chief and Council of Ministikwan Lake Cree Nation at the budget meeting held on April 22, 2016.

The consolidated budget does include certain programs, such as Community Development Corporation or capital projects. These programs and projects require separate applications for funding or financing, and budgets are prepared on a project-by-project basis to accompany the applications.

The consolidated budget does not include social assistance, as funding is based on eligible expenditures incurred by the Cree Nation.



**Ministikwan Lake Cree Nation**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2017*

**17. Reconciliation of funding from Indigenous and Northern Affairs Canada (INAC)**

Per funding confirmation	\$ 8,587,225
<b>Add:</b>	
Band employee benefits reconciliation 2017	4,231
Earned new lagoon revenue from prior year	261,748
Earned water treatment plant revenue from prior year	369,112
<b>Less:</b>	
Water treatment plant revenue not received in current year and not earned	(60,000)
Unearned new lagoon revenue in current year	(204,748)
Unearned school renovation revenue in current year	(411,175)
Unearned water treatment plant revenue in current year	<u>(311,902)</u>
	<u><u>\$ 8,234,491</u></u>

**18. Health Canada Funding**

Per funding agreement 1617-SK-000006	\$ 154,240
<b>Add:</b>	
Headstart Building funding	625,003
<b>Less:</b>	
Unearned Headstart Building revenue in current year	(102,462)
Medical transportation reconciliation 2017	<u>(7,709)</u>
	<u><u>\$ 669,072</u></u>

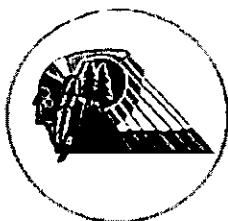
**19. Economic dependence**

Ministikwan Lake Cree Nation receives substantially all of its revenue from Indigenous and Northern Affairs Canada (INAC) as a result of Treaties entered into with the Government of Canada. These treaties are administered by INAC under the terms and conditions of the Indian Act. The ability of the Cree Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

Due to certain deficiencies in its cumulative deficit position, the Cree Nation is also party to a Management Action Plan with INAC. Under the terms of the agreement, funding from the Management Action Plan can be suspended if the Cree Nation does not comply with the terms of the agreement.

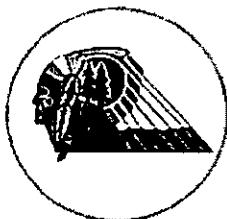
**20. Comparative figures**

Certain comparative figures have been reclassified to conform with current year's presentation.



**Ministikwan Lake Cree Nation**  
**Schedule 1 - Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2017*

	<i>Buildings</i>	<i>Houses</i>	<i>Equipment</i>	<i>Vehicles and machinery</i>	<i>Trailers</i>	<i>Computers</i>	<i>Subtotal</i>
<b>Cost</b>							
Balance, beginning of year	19,830,317	16,909,959	413,684	1,907,454	203,500	6,657	39,271,571
Acquisition of tangible capital assets	1,428,000	-	-	54,660	-	-	1,482,660
Balance, end of year	<b>21,258,317</b>	<b>16,909,959</b>	<b>413,684</b>	<b>1,962,114</b>	<b>203,500</b>	<b>6,657</b>	<b>40,754,231</b>
<b>Accumulated amortization</b>							
Balance, beginning of year	7,918,216	9,112,458	413,684	1,643,432	50,875	6,657	19,145,322
Annual amortization	423,228	422,749	-	94,840	20,350	-	961,167
Balance, end of year	<b>8,341,444</b>	<b>9,535,207</b>	<b>413,684</b>	<b>1,738,272</b>	<b>71,225</b>	<b>6,657</b>	<b>20,106,489</b>
<b>Net book value of tangible capital assets</b>	<b>12,916,873</b>	<b>7,374,752</b>	-	<b>223,842</b>	<b>132,275</b>	-	<b>20,647,742</b>
2016 Net book value of tangible capital assets	11,912,101	7,797,501	-	264,022	152,625	-	20,126,249



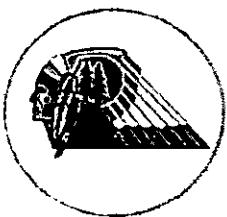
**Ministikwan Lake Cree Nation**  
**Schedule 1 - Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2017*

	<i>Subtotal</i>	<i>Roads</i>	<i>Infrastructure</i>	<i>Land</i>	<i>Construction in progress</i>	<i>2017</i>	<i>2016</i>
<b>Cost</b>							
Balance, beginning of year	<b>39,271,571</b>	<b>7,831,514</b>	<b>5,817,442</b>	<b>220,000</b>	<b>1,066,207</b>	<b>54,206,734</b>	<b>53,855,984</b>
Acquisition of tangible capital assets	<b>1,482,660</b>	-	-	-	<b>1,391,795</b>	<b>2,874,455</b>	<b>350,750</b>
Balance, end of year	<b>40,754,231</b>	<b>7,831,514</b>	<b>5,817,442</b>	<b>220,000</b>	<b>2,458,002</b>	<b>57,081,189</b>	<b>54,206,734</b>
<b>Accumulated amortization</b>							
Balance, beginning of year	<b>19,145,322</b>	<b>4,166,399</b>	<b>2,344,226</b>	-	-	<b>25,655,947</b>	<b>24,147,092</b>
Annual amortization	<b>961,167</b>	<b>313,261</b>	<b>116,348</b>	-	-	<b>1,390,776</b>	<b>1,508,855</b>
Balance, end of year	<b>20,106,489</b>	<b>4,479,660</b>	<b>2,460,574</b>	-	-	<b>27,046,723</b>	<b>25,655,947</b>
<b>Net book value of tangible capital assets</b>	<b>20,647,742</b>	<b>3,351,854</b>	<b>3,356,868</b>	<b>220,000</b>	<b>2,458,002</b>	<b>30,034,466</b>	<b>28,550,787</b>
2016 Net book value of tangible capital assets	20,126,249	3,665,115	3,473,216	220,000	1,066,207	28,550,787	



**Ministikwan Lake Cree Nation**  
**Schedule 2 - Consolidated Schedule of Expenses by Object**  
*For the year ended March 31, 2017*

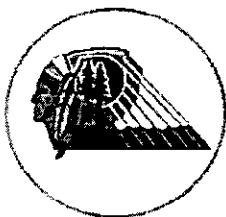
	<b>2017 Budget (Note 16)</b>	<b>2017 Actual</b>	<b>2016 Actual</b>
Administration	379,698	-	17,438
Advertising	-	305	-
Amortization	-	1,390,776	1,508,855
Band member assistance	190,634	540,610	317,171
Bank charges, interest and penalties	2,065	238,292	83,394
Community events	107,370	242,806	184,438
Contracted services	173,743	572,096	165,020
Equipment rental	-	51,555	60,086
Fuel	19,033	60,309	41,939
Furniture and equipment	5,000	2,836	19,151
Honouraria	210,000	553,085	296,465
Insurance	89,407	281,200	184,184
Interest on long-term debt	173,404	141,873	140,192
Materials	-	24,783	-
Meetings	15,340	14,685	21,748
Miscellaneous	-	62,581	-
Office supplies	25,415	19,019	29,161
Professional development	18,541	27,392	16,537
Professional fees	13,613	128,467	209,078
Registration fees	-	36,193	33,359
Rent	21,000	11,562	13,338
Repairs and maintenance	203,645	351,407	327,023
Salaries and benefits	4,255,904	4,651,215	3,877,154
Slashing project	-	36,000	-
Social assistance	-	2,327,345	2,296,814
Student expenses	361,338	388,034	352,444
Supplies	910,278	751,919	339,690
Telephone	58,649	64,821	40,531
Training	518,748	635,060	92,534
Travel	292,083	384,773	214,854
Utilities	65,400	167,798	242,517
Vehicle	46,044	95,996	88,205
	<b>8,156,352</b>	<b>14,254,793</b>	<b>11,213,320</b>



**Ministikwan Lake Cree Nation  
Administration**

**Schedule 3 - Schedule of Segment Revenue and Expenses Surplus (Deficit)**  
*For the year ended March 31, 2017*

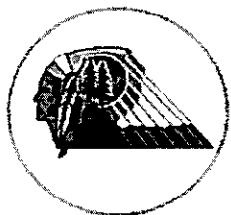
	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>		
Indigenous and Northern Affairs Canada	497,878	473,338
MLTC Program Services Inc.	2,499	3,050
Miscellaneous	87,442	3,857
	<b>587,819</b>	480,245
 <b>Expenses</b>		
Administration	(174,156)	(25,997)
Amortization	-	28,099
Bank charges, interest and penalties	234,823	41,856
Community events	24,183	-
Contracted services	91,300	-
Equipment rental	1,063	-
Honouraria	455,036	189,158
Interest on long-term debt	3,230	5,188
Meetings	6,124	14,444
Miscellaneous	62,581	-
Office supplies	14,166	10,404
Professional fees	117,215	183,065
Salaries and benefits	101,075	84,889
Supplies	150	-
Telephone	12,787	14,969
Training	617	250
Travel	148,547	65,589
	<b>1,098,741</b>	611,914
 <b>Deficit</b>	<b>(510,922)</b>	(131,669)



**Ministikwan Lake Cree Nation  
Capital**

**Schedule 4 - Schedule of Segment Revenue and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>		
Indigenous and Northern Affairs Canada	3,236,557	548,689
Health Canada	522,541	-
Canada Mortgage and Housing Corporation	381,461	362,830
Miscellaneous	70,006	35,540
Rental income	35,704	69,923
	<b>4,246,269</b>	1,016,982
<b>Expenses</b>		
Amortization	422,749	422,749
Bank charges, interest and penalties	2,325	3,466
Contracted services	295,183	33,703
Fuel	450	260
Furniture and equipment	-	11,250
Insurance	151,567	53,734
Interest on long-term debt	102,568	91,543
Professional fees	4,495	7,500
Repairs and maintenance	189,678	253,871
Salaries and benefits	113,089	95,283
Supplies	160,521	27,801
Travel	15,325	5,239
Utilities	7,386	6,466
	<b>1,465,336</b>	1,012,865
<b>Surplus</b>	<b>2,780,933</b>	4,117

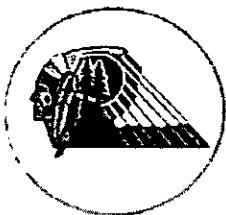


**Ministikwan Lake Cree Nation**  
**Community Infrastructure**

**Schedule 5 - Schedule of Segment Revenue and Expenses and Surplus (Deficit)**

*For the year ended March 31, 2017*

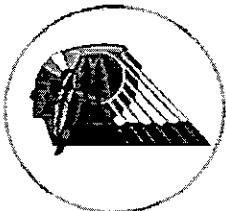
	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>		
Indigenous and Northern Affairs Canada	718,746	754,708
Rental income	20,147	20,469
Miscellaneous	18	8,576
Northern Lights Community Development Corporation	-	84,357
	<b>738,911</b>	<b>868,110</b>
 <b>Expenses</b>		
Amortization	929,283	1,047,473
Contracted services	8,377	740
Fuel	43,958	38,481
Furniture and equipment	2,736	210
Insurance	129,633	130,330
Interest on long-term debt	19,227	43,461
Professional fees	-	6,000
Repairs and maintenance	112,292	55,404
Salaries and benefits	402,713	330,851
Supplies	122,221	57,239
Telephone	-	1,913
Travel	6,205	3,116
Utilities	154,944	194,690
Vehicle	221	-
	<b>1,931,810</b>	<b>1,909,908</b>
<b>Deficit</b>	<b>(1,192,899)</b>	<b>(1,041,798)</b>



**Ministikwan Lake Cree Nation  
Economic Development**

**Schedule 6 - Schedule of Segment Revenue and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

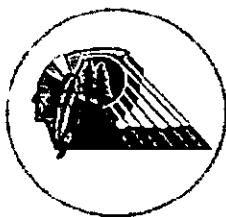
	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>		
MLTC Program Services Inc.	55,548	57,715
Indigenous and Northern Affairs Canada	6,200	-
Investment income	-	450,000
	<b>61,748</b>	<b>507,715</b>
<b>Expenses</b>		
Band member assistance	9,019	6,224
Bank charges, interest and penalties	-	32,438
Community events	-	2,130
Contracted services	-	2,000
Meetings	609	2,830
Professional fees	6,200	-
Salaries and benefits	80,493	21,134
Slashing project	36,000	-
Training	7,621	-
Travel	18,114	5,097
Utilities	-	6,109
	<b>158,056</b>	<b>77,962</b>
<b>Surplus (deficit)</b>	<b>(96,308)</b>	<b>429,753</b>



**Ministikwan Lake Cree Nation  
Education**

**Schedule 7 - Schedule of Segment Revenue and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>		
Indigenous and Northern Affairs Canada	3,421,830	2,811,159
MLTC Program Services Inc.	430,059	220,935
Miscellaneous	1,092	51,313
	<b>3,852,981</b>	<b>3,083,407</b>
 <b>Expenses</b>		
Band member assistance	9,935	22,333
Community events	88,043	56,627
Equipment rental	50,492	60,086
Fuel	-	465
Honouraria	68,373	62,307
Meetings	3,317	2,422
Office supplies	1,445	395
Professional development	13,539	-
Professional fees	-	9,900
Rent	9,242	13,338
Salaries and benefits	2,477,978	2,135,356
Student expenses	388,034	352,444
Supplies	146,522	75,343
Telephone	38,169	4,668
Training	407	350
Travel	74,905	49,864
	<b>3,370,401</b>	<b>2,845,898</b>
 <b>Surplus</b>	<b>482,580</b>	<b>237,509</b>

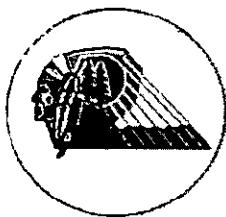


**Ministikwan Lake Cree Nation  
Health**

**Schedule 8 - Schedule of Segment Revenue and Expenses and Surplus (Deficit)**

*For the year ended March 31, 2017*

	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>		
Meadow Lake Health and Social Development Authority Inc.	1,062,190	1,099,999
Meadow Lake Child and Family Services Inc.	268,555	268,555
Health Canada	146,531	230,113
MLTC Program Services Inc.	12,000	12,000
Rental income	1,269	
	<b>1,490,545</b>	1,610,667
<b>Expenses</b>		
Administration	147,861	8,732
Advertising	305	-
Amortization	38,744	10,534
Band member assistance	179,418	47,960
Bank charges, interest and penalties	1,143	2,065
Community events	61,891	54,258
Contracted services	177,236	128,576
Fuel	11,510	263
Furniture and equipment	100	7,692
Insurance	-	120
Meetings	4,335	2,051
Office supplies	2,706	10,862
Professional development	12,481	16,537
Professional fees	557	2,613
Registration fees	36,193	-
Repairs and maintenance	28,142	8,345
Salaries and benefits	776,330	898,585
Supplies	127,291	94,647
Telephone	13,864	14,539
Training	79,931	89,410
Travel	68,328	62,979
Utilities	5,469	5,763
Vehicle	95,777	88,205
	<b>1,869,612</b>	1,554,736
<b>Surplus (deficit)</b>	<b>(379,067)</b>	55,931



**Ministikwan Lake Cree Nation**  
**Other Programs**

**Schedule 9 - Schedule of Segment Revenue and Expenses and Surplus (Deficit)**

*For the year ended March 31, 2017*

	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>		
MLTC Program Services Inc.	378,914	117,160
First Nations Trust	430,431	465,113
Northern Lights Community Development Corporation	127,482	22,500
Miscellaneous	16,234	12,629
	<b>953,061</b>	617,402
 <b>Expenses</b>		
Band member assistance	338,369	206,940
Community events	4,347	-
Fuel	4,230	2,471
Interest on long-term debt	16,848	-
Meetings	300	-
Professional development	1,372	-
Rent	2,320	-
Repairs and maintenance	17,910	9,402
Salaries and benefits	441,861	135,676
Supplies	8,081	4,915
Telephone	-	842
Training	6,608	2,524
Travel	10,439	10,686
Utilities	-	18,964
	<b>852,685</b>	392,420
 <b>Surplus</b>	<b>100,376</b>	224,982

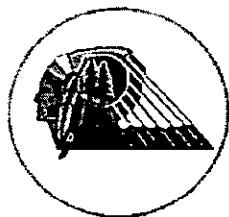


**Ministikwan Lake Cree Nation  
Reserves and Trusts**

**Schedule 10 - Schedule of Segment Revenue and Expenses and Surplus**

*For the year ended March 31, 2017*

	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>		
Indigenous and Northern Affairs Canada	<b>9,618</b>	9,569
Revenue trust funds	<b>16,195</b>	21,555
	<b>25,813</b>	31,124
<b>Expense</b>		
Salaries and benefits	<b>9,618</b>	9,569
<b>Surplus</b>	<b>16,195</b>	21,555



**Ministikwan Lake Cree Nation  
Social Assistance**

**Schedule 11 - Schedule of Segment Revenue and Expenses and Surplus (Deficit)**  
*For the year ended March 31, 2017*

	<b>2017 Actual</b>	<b>2016 Actual</b>
<b>Revenues</b>		
MLTC Program Services Inc.	3,044,252	2,381,933
Indigenous and Northern Affairs Canada	343,662	315,312
Meadow Lake Health and Social Development Authority Inc.	-	3,500
Miscellaneous	437	117
	<b>3,388,351</b>	<b>2,700,862</b>
<b>Expenses</b>		
Administration	26,295	34,703
Band member assistance	3,868	33,714
Bank charges, interest and penalties	-	3,569
Community events	64,342	71,422
Fuel	160	-
Honouraria	29,676	45,000
Office supplies	702	7,500
Registration fees	-	33,359
Repairs and maintenance	3,385	-
Salaries and benefits	248,059	165,812
Social assistance	2,327,345	2,296,814
Supplies	187,133	79,746
Telephone	-	3,600
Training	539,875	-
Travel	42,911	12,284
Utilities	-	10,525
Materials	24,783	-
	<b>3,498,534</b>	<b>2,798,048</b>
<b>Deficit</b>	<b>(110,183)</b>	<b>(97,186)</b>