



**Ocean Man First Nation #69  
Consolidated Financial Statements**  
*March 31, 2014*



ACCOUNTING › CONSULTING › TAX  
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# Ocean Man First Nation #69

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For the year ended March 31, 2014

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## Management's Responsibility

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To the Members of Ocean Man First Nation #69:

The accompanying consolidated financial statements of Ocean Man First Nation #69 are the responsibility of management and have been approved by Council.

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

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

The Ocean Man First Nation #69 Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the First Nation's external auditors.

MNP LLP, an independent firm of Chartered Accountants, is appointed by Council to audit the consolidated financial statements and report directly to the Members of Ocean Man First Nation #69; their report follows. 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.

July 21, 2014

Signed <u>Gloria Shepherd</u>	Chief	Signed <u>Connie Big Eagle</u>	Councillor
Signed <u>Trevor Ewack</u>	Councillor	_____	Councillor
Signed <u>Denise Lonechild</u>	Councillor	_____	Councillor

## Independent Auditors' Report

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To the Members of Ocean Man First Nation #69:

We have audited the accompanying consolidated financial statements of Ocean Man First Nation #69, which comprise the consolidated statement of financial position as at March 31, 2014, and the consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows, and accompanying schedules 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 consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

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

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

### *Opinion*

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Ocean Man First Nation #69 as at March 31, 2014 and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Saskatoon, Saskatchewan

July 21, 2014

*MNP LLP*  
Chartered Accountants

**Ocean Man First Nation #69**  
**Consolidated Statement of Financial Position**  
As at March 31, 2014

	2014	2013	
<b>Financial assets</b>			
<b>Current</b>			
Cash resources (Note 3)	396,953	307,881	
Term deposit	166,000	166,000	
Accounts receivable (Note 4)	224,575	145,909	
Due from members (Note 5)	8,224	13,247	
Due from Lost Horse Hills Ranch Inc.	-	164,563	
<b>Subtotal of current assets</b>	<b>795,752</b>	797,600	
Investment in PHC Limited Partnership (Note 6)	311,066	255,094	
Investment in Lost Horse Hills Ranch Inc. (Note 6)	-	77,011	
Funds held in trust (Note 7)	8,287,363	8,020,242	
Restricted cash (Note 8)	351,339	591,912	
<b>Total financial assets</b>	<b>9,745,520</b>	9,741,859	
<b>Liabilities</b>			
<b>Current</b>			
Accounts payable and accruals	242,190	265,476	
Deferred revenue (Note 9)	118,438	334,180	
Current portion of long-term debt (Note 10)	180,017	163,870	
<b>Subtotal of current liabilities</b>	<b>540,645</b>	763,526	
Long-term debt (Note 10)	2,291,466	2,406,690	
<b>Total financial liabilities</b>	<b>2,832,111</b>	3,170,216	
<b>Net financial assets</b>	<b>6,913,409</b>	6,571,643	
<b>Contingency (Note 11)</b>			
<b>Non-financial assets</b>			
Tangible capital assets (Schedule 1)	15,244,343	15,030,516	
Prepaid expenses	55,417	39,009	
<b>Total non-financial assets</b>	<b>15,299,760</b>	15,069,525	
<b>Accumulated surplus (Note 12)</b>	<b>22,213,169</b>	21,641,168	
<b>Approved on behalf of the First Nation</b>			
Signed <u>Gloria Shepherd</u>	Chief	Signed <u>Connie Big Eagle</u>	Councillor
Signed <u>Trevor Ewack</u>	Councillor	_____	Councillor
Signed <u>Denise Lonechild</u>	Councillor	_____	Councillor

**Ocean Man First Nation #69**  
**Consolidated Statement of Operations and Accumulated Surplus**  
*For the year ended March 31, 2014*

	<i>Schedules</i>	<i>2014 Budget</i>	<i>2014 Actual</i>	<i>2013 Actual</i>
<b>Revenue</b>				
Aboriginal Affairs and Northern Development Canada (Note 18)		1,938,316	1,972,553	1,808,358
First Nations and Inuit Health Branch		217,193	228,367	217,193
CMHC subsidy		169,248	191,768	169,248
Royalty revenue		700,000	654,646	1,462,583
Land leases		465,000	472,736	474,049
Interest income		150,000	234,621	195,754
Yorkton Tribal Administration Inc.		110,300	211,341	175,170
Rental income		148,400	170,213	150,592
First Nations Trust		179,416	189,846	189,260
Painted Hand Community Development Corporation		61,000	181,050	130,196
Other		150,000	164,908	231,008
Earnings in PHC Holdings Limited Partnership		63,000	119,086	84,163
Oil, gas and seismic revenue		75,000	91,564	123,147
Management fees from Lost Horse Hills Ranch Inc.		30,000	-	30,000
Forfeited Painted Hand CDC funding		-	(1,690)	-
Forfeited AANDC funding (Note 21)		(82,000)	(722)	(82,844)
Forfeited FNHB funding		-	(34,385)	-
		<b>4,374,873</b>	<b>4,845,902</b>	<b>5,357,877</b>
<b>Program expenses</b>				
Band Government	3	455,300	581,862	662,800
Band Project Revenue	4	812,300	819,517	1,300,206
Capital	5	340,763	424,671	349,374
Community Infrastructure	6	370,255	456,003	375,768
Economic Development	7	14,000	-	12,795
Education	8	1,127,443	1,215,730	1,129,093
Health	9	241,950	259,875	244,289
Reserves and Trusts	11	130,760	163,039	129,166
Social Services	12	331,516	336,597	329,448
Investment in Business Enterprises	13	50,000	16,607	56,266
<b>Total expenditures</b>		<b>3,874,287</b>	<b>4,273,901</b>	<b>4,589,205</b>
<b>Annual surplus</b>		<b>500,586</b>	<b>572,001</b>	<b>768,672</b>
<b>Accumulated surplus, beginning of year</b>		<b>21,641,168</b>	<b>21,641,168</b>	<b>20,872,496</b>
<b>Accumulated surplus, end of year (Note 12)</b>		<b>22,141,754</b>	<b>22,213,169</b>	<b>21,641,168</b>

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

**Ocean Man First Nation #69**  
**Consolidated Statement of Changes in Net Financial Assets**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014 Actual</b>	<b>2013 Actual</b>
<b>Annual operating surplus</b>	<b>572,554</b>	<b>572,001</b>	768,672
Purchases of tangible capital assets	-	(668,792)	(3,045,177)
Amortization of tangible capital assets	370,000	454,965	366,312
	370,000	(213,827)	(2,678,865)
Acquisition of prepaid expenses	-	(16,408)	-
Use of prepaid expenses	-	-	15,081
	-	(16,408)	15,081
<b>Increase (decrease) in net financial assets</b>	<b>942,554</b>	<b>341,766</b>	(1,895,112)
<b>Net financial assets, beginning of year</b>	<b>7,025,254</b>	<b>6,571,643</b>	8,466,755
<b>Net financial assets, end of year</b>	<b>7,967,808</b>	<b>6,913,409</b>	6,571,643

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

**Ocean Man First Nation #69**  
**Consolidated Statement of Cash Flows**  
*For the year ended March 31, 2014*

	<b>2014</b>	<b>2013</b>
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Annual surplus	572,001	768,672
Non-cash items		
Amortization	454,965	366,312
Loss from investment in Lost Horse Hills Ranch Inc.	-	56,266
Earnings in PHC Holdings Limited Partnership	(119,086)	(84,163)
	907,880	1,107,087
Accounts receivable	(78,666)	34,333
Due from members	5,022	8,448
Prepaid expenses	(16,408)	15,081
Accounts payable and accruals	(23,286)	114,326
Deferred revenue	(215,742)	303,396
	578,800	1,582,671
<b>Financing activities</b>		
Advances of long-term debt	79,688	540,028
Repayment of long-term debt	(178,765)	(172,788)
	(99,077)	367,240
<b>Capital activities</b>		
Purchases of tangible capital assets	(668,792)	(3,045,177)
<b>Investing activities</b>		
Transfer from (to) restricted cash	240,573	(306,706)
Partnership equity withdrawal from PHC Holdings Limited Partnership	63,115	71,183
Due from Lost Horse Hills Ranch Inc.	164,563	(21,863)
Change in accounting treatment re consolidation of Lost Horse Hills Ranch Inc. (Note 6)	77,011	-
Decrease (increase) in funds held in trust	(267,121)	1,050,875
	278,141	793,489
<b>Decrease in cash resources</b>	89,072	(301,777)
<b>Cash resources, beginning of year</b>	307,881	609,658
<b>Cash resources, end of year</b>	396,953	307,881
<b>Supplementary cash flow information</b>		
Interest paid	58,040	57,869

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

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

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**1. Operations**

The Ocean Man First Nation #69 (the "First Nation") is located in the Province of Saskatchewan, and provides various services to its members. The Ocean Man First Nation #69 financial reporting entity includes the operations of the First Nation and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

**2. Significant accounting policies**

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

***Reporting entity***

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

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

- Ocean Man First Nation #69
- Ocean Man First Nation Housing Authority
- Lost Horse Hills Ranch Inc.

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

Ocean Man First Nation #69 business entities, owned or controlled by the First Nation's Council but not dependent on the First Nation for their continuing operations, are included in the financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity accounting principles are not adjusted to conform to those of the Nation. Thus, the Nation's investment in these entities is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received. Entities accounted for by the modified equity basis include:

- PHC Holdings Limited Partnership

***Basis of presentation***

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

***Cash resources***

Cash resources includes balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

***Restricted cash***

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

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

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

***Tangible capital assets***

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible capital assets are recorded at their fair value at the date of contribution. Land purchased is recorded at purchase price plus acquisition costs.

**Amortization**

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

Rate

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

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

Funds held in trust on behalf of the 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, the sale of land or other First Nation tangible capital assets; and
- Revenue trust monies generated primarily through land leasing transactions or interest earned on deposits held in trust.

Revenue related to the receipt of funds held in the Ottawa Trust Fund is recognized when it is received. These monies are reported on by the Government of Canada.

***Long-lived assets***

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

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the asset's carrying amount. Impairment is measured as the amount by which the asset's carrying value exceeds its fair value. Any impairment is included in surplus for the year.

***Asset classification***

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

***Net financial assets***

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

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

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

***Revenue recognition***

**Government Transfers**

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

**Other Revenue**

Lease revenue is recognized over the lease term. Other revenues are earned from services provided by the First Nation and are recognized when the service has been provided.

**Funds held in Ottawa Trust Fund**

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

***Use of estimates***

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

Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets.

***Segments***

The First Nation conducts its business through 11 reportable segments: Band Government, Band Project Revenue, Capital, Community Infrastructure, Education, Economic Development, Health, Ottawa Trust Funds, Reserves and Trusts, Social Services, and Investment in Business Enterprises. These operating segments are established by Chief and Council to facilitate the achievement of the First Nation's long-term objectives, to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent 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.

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

***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.

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

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

**3. Cash resources**

	<b>2014</b>	<b>2013</b>
Cash in bank	321,258	132,122
Guaranteed Investment Certificates, bearing interest at 0.75% maturing in May 2014.	75,695	175,759
	<b>396,953</b>	<b>307,881</b>

Chief and Council has designated \$75,695 to be held in Guaranteed Investment Certificates to be used for fencing, dugouts, water, and land improvements.

**4. Accounts receivable**

	<b>2014</b>	<b>2013</b>
Aboriginal Affairs and Northern Development Canada	115,321	-
Goods and Services Tax	61,891	55,363
Painted Hand Community Development Corporation	32,106	18,260
Yorkton Tribal Council	24,095	27,910
CMHC - subsidy	20,118	14,025
Land leases	15,028	22,361
Other	7,731	7,990
First Nations and Inuit Health Branch	3,648	-
Less: allowance for doubtful accounts	279,938 (55,363)	145,909 -
	<b>224,575</b>	<b>145,909</b>

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

**5. Due from members**

Advances due from members are unsecured, non-interest bearing and without fixed terms of repayment.

	<b>2014</b>	<b>2013</b>
Amounts due from members	206,663	195,129
Allowance for doubtful accounts	(198,439)	(181,882)
	<b>8,224</b>	<b>13,247</b>

**6. Investments in First Nation partnerships and business entities**

The First Nation has investments in the following entities:

	<b>2014</b>	<b>2013</b>
<b>Wholly-owned Business - Modified Equity:</b>		
Lost Horse Hills Ranch Inc. - 100%	-	77,011
<b>First Nation Business Partnership - Modified Equity:</b>		
PHC Holdings Limited Partnership - 14.28%	311,066	255,094
	<b>311,066</b>	<b>332,105</b>

The First Nation's investment in PHC Holdings Limited Partnership was established for the purpose of additional revenue in order to supplement programs that are administered on behalf of and for the members of Ocean Man First Nation.

During the year it was determined that Lost Horse Hills Ranch Inc. no longer meets the definition of a government business enterprise because it does not generate any revenues. The Lost Horse Hills Ranch Inc. operating results for the year ended October 31, 2013 have been consolidated into these financial statements. The changes to the consolidated statement of financial position and the consolidated statement of operations and accumulated surplus is as follows:

*Statement of financial position*

Cash increased	227,894
Accounts receivable increased	223
Due from Lost Horse Hills Ranch Inc. decreased	164,563
Investment in Lost Horse Hills Ranch Inc. decreased	77,011
Accounts payable increased	4,000

*Statement of operations and accumulated surplus*

Bank charges and interest increased	3
Land management increased	13,879
Professional fees increased	2,675
Office and training materials increased	50
Bylaws increased	850

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

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**6.. Investments in First Nation partnerships and business entities** *(Continued from previous page)*

Summary financial information for each First Nation business investment, accounted for using the modified equity method, for their respective year-end is as follows:

<i>PHC Holdings Limited Partnership As at December 31, 2013</i>	
<b>Assets</b>	
Cash	441,004
Accounts receivable	19,589
Advances to related parties	2,915
Guaranteed Investment	
Certificates	539,560
Property, plant and equipment	17,535
Investment property	10,275,383
<b>Total assets</b>	<b>11,295,986</b>
<b>Liabilities</b>	
Accounts payable and accruals	59,477
Goods and Services Tax payable	22,338
Short-term debt	688,214
Long-term debt	8,308,843
<b>Total liabilities</b>	<b>9,078,872</b>
<b>Partners Capital</b>	<b>2,217,114</b>
<b>Total revenue</b>	<b>2,006,289</b>
<b>Total expenses</b>	<b>1,172,353</b>
<b>Comprehensive income (loss)</b>	<b>833,936</b>
<b>Distribution to Partners</b>	<b>(441,805)</b>
<b>Capital, beginning of year</b>	<b>1,824,983</b>
<b>Capital, end of year</b>	<b>2,217,114</b>

The equity in PHC Holdings Limited Partnership of \$2,217,114 includes \$311,065 for each of the seven limited partners and \$39,659 for the general partner.

The First Nation's investee PHC Holdings Limited Partnership reports using a fiscal year-end of December 31 compared to the First Nation fiscal year-end of March 31. The operating result of PHC Holdings Limited Partnership are included in the consolidated financial statements using its year-end date of December 31.

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
For the year ended March 31, 2014

**7. Funds held in trust**

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

	<b>2014</b>	<b>2013</b>
<b>Capital Trust</b>		
Balance, beginning of year	6,896,693	8,079,654
Royalties	654,646	1,462,583
	<b>7,551,339</b>	9,542,237
Less: Transfers to Nation	115,000	2,645,544
Balance, end of year	<b>7,436,339</b>	6,896,693
<b>Revenue Trust</b>		
Balance, beginning of year	1,123,549	991,463
Interest	230,824	194,995
Land leases	104,594	135,362
	<b>1,458,967</b>	1,321,820
Less: Transfers to Nation	607,943	198,271
Balance, end of year	<b>851,024</b>	1,123,549
	<b>8,287,363</b>	8,020,242

Date and No. of BCR	Date Funds Released to First Nation	Balance Beginning of Year	Amount Received from Trust Fund	Actual Amount Spent	Balance End of Year	Purpose for Release of Funds
<b>Capital Trust</b>						
2013-14/21	August 12, 2013	-	115,000	115,000	-	See Note 1
<b>Revenue Trust</b>						
2010-11/74	March 15, 2011	7,750	-	-	7,750	See Note 2
2012-13/38	April 3, 2013	-	19,497	19,497	-	See Note 3
2012-13/80	May 17, 2013	-	31,224	31,224	-	See Note 4
2013-14/20	May 29, 2013	-	43,671	43,671	-	See Note 5
2012-13/57	June 25, 2013	-	3,954	3,954	-	See Note 6
2013-14/25	July 15, 2013	-	45,591	45,591	-	See Note 7
2013-14/24	August 12, 2013	-	45,150	45,150	-	See Note 8
2013-14/23	August 19, 2013	-	48,856	48,856	-	See Note 9
2013-14/53	September 23, 2013	-	75,000	75,000	-	See Note 10
2012-13/57	October 16, 2013	-	6,000	6,000	-	See Note 11
2013-14/57	October 19, 2013	-	32,918	32,918	-	See Note 12
2013-14/68	December 4, 2013	-	17,387	17,387	-	See Note 13
2013-14/58	December 9, 2013	-	48,010	48,010	-	See Note 14
2013-14/71	December 11, 2013	-	56,000	56,000	-	See Note 15
2013-14/73	January 9, 2014	-	21,734	21,734	-	See Note 16
2013-14/75	March 7, 2014	-	8,129	8,129	-	See Note 17
2013-14/78	March 10, 2014	-	26,209	26,209	-	See Note 18
2013-14/77	March 10, 2014	-	15,309	15,309	-	See Note 19
<i>Continued on next page</i>		-	544,639	544,639	-	

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
For the year ended March 31, 2014

Date and No. of BCR	Date Funds Released to First Nation	Balance Beginning of Year	Amount Received from Trust Fund	Actual Amount Spent	Balance End of Year	Purpose for Release of Funds
<i>Continued from previous page</i>						
2013-14/79	March 10, 2014	-	544,639	544,639	-	See Note 20
2013-14/76	March 10, 2014	-	27,753	27,753	-	See Note 21
2012-13/57	March 12, 2014	-	20,551	20,551	-	See Note 22
		-	15,000	15,000	-	
<b>Total revenue withdrawals</b>		7,750	607,943	607,943	7,750	
		7,750	722,943	722,943	7,750	

Note 1: Communiplex construction cost overruns. See Schedule 1 - Capital asset addition to buildings.

Note 2: Genealogy project - specific claim. Amount unexpended.

Note 3: Communiplex furniture. See Schedule 1 - Capital asset addition to furniture and fixtures.

Note 4: Elder's rent. See Band Project Revenue - Members rent expense.

Note 5: To pay legal fees recorded as accounts payable. Legal fees were expensed in 2013 Band Project Revenue - Professional fees expense.

Note 6: Utilities reimbursement. See Community Infrastructure - Telephone and utilities expense.

Note 7: To pay legal fees recorded as accounts payable. Legal fees were expensed in 2013 Band Project Revenue - Professional fees expense.

Note 8: Accounting fees. See Band Project Revenue - Professional fees expense.

Note 9: Insurance. See Community Infrastructure - Insurance expense.

Note 10: Community celebrations. See Band Project Revenue - Pow wow expense.

Note 11: Maintenance reimbursement. See Community Infrastructure - Telephone and utilities expense.

Note 12: Furniture for band office. See Schedule 1 - Capital asset addition to furniture and fixtures.

Note 13: Accounting fees. See Band Project Revenue - Professional fees expense.

Note 14: Contracts. See Community Infrastructure - Repairs and maintenance expense.

Note 15: Per capita distribution. See Band Project Revenue - Per capital distribution expense.

Note 16: Band hall renovations. See Community Infrastructure - Repairs and maintenance expense.

Note 17: Accounting fees. See Band Project Revenue - Professional fees expense.

Note 18: Insurance. See Band Project Revenue - Insurance expense.

Note 19: Furnace and condenser for firehall - See Community Infrastructure - Repairs and maintenance expense.

Note 20: Elder's rent. See Band Project Revenue - Members rent expense.

Note 21: Insurance. See Band Project Revenue - Insurance expense, and Education - Insurance expense.

Note 22: Maintenance reimbursement. See Education - Contracts expense.

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

**8. Restricted cash**

	2014	2013
Project management bank account	45,487	318,466
CMHC reserves bank account	305,852	273,446
	<b>351,339</b>	<b>591,912</b>

Restricted cash consists of cash managed by capital project managers who are responsible for payment of expenses relating to capital projects funded by AANDC. Funds held in the CMHC replacement reserve bank account are to be used to pay eligible expenditures of the CMHC housing units.

**9. Deferred revenue**

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

	<i>Balance, beginning of year</i>	<i>Contributions received</i>	<i>Amount recognized as revenue</i>	<i>Balance, end of year</i>
Low Pressure Water	7,144	-	20	7,124
School Renovation	307,036	-	210,622	96,414
Other deferred revenue	20,000	14,900	20,000	14,900
	<b>334,180</b>	<b>14,900</b>	<b>230,642</b>	<b>118,438</b>

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

**10. Long-term debt**

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

CMHC Phase	Monthly Payment Including Interest	Interest Rate	Renewal Date	2014	2013
I	3,758	1.65%	1-Jun-2017	142,618	184,991
IV	1,089	1.64%	1-Feb-2017	151,139	161,640
V	1,108	2.35%	1-Sep-2018	162,588	171,687
VI	1,903	2.63%	1-Jun-2016	237,785	254,172
VII	4,111	2.35%	1-Sep-2018	606,030	639,867
VIII	3,269	2.37%	1-Jul-2016	557,443	583,191
IX	3,165	2.02%	1-Aug-2018	601,798	-
				2,459,401	1,995,548
TD Bank term loan repayable in monthly installments of \$1,114 including interest at 2.79%; secured by government guarantee; matures Jan 1, 2015.				12,082	24,737
Stoughton Credit Union day care expansion term loan.				-	5,071
Stoughton Credit Union health centre expansion term loan.				-	2,851
Stoughton Credit Union term loan.				-	4,624
Stoughton Credit Union term loan.				-	3,132
CMHC Phase IX construction advances.				-	534,597
				2,471,483	2,570,560
<u>Less: current portion</u>				180,017	163,870
				2,291,466	2,406,690

Principal repayments on long-term debt in each of the next five years, assuming loans IV through IX are renewed at similar rates and terms, are estimated as follows:

2015	180,017
2016	171,507
2017	175,155
2018	144,878
2019	136,688

**11. Contingency**

An individual has filed a lawsuit claiming damages against Her Majesty the Queen in Right of Canada (the "Queen") relating to the re-establishment of the Ocean Man and Pheasant Rump First Nations in 1990. In the event that the individual's claim against the Queen is successful the Queen has filed third party claims against Ocean Man and Pheasant Rump First Nations for damages arising from the above lawsuit against the Queen. As the initial lawsuit remains at an early stage, and as litigation is subject to many uncertainties, it is not possible to predict the ultimate outcome of the third party claim against Ocean Man First Nation #69 or to estimate the loss, if any, which may result.

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

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**12. Accumulated surplus**

Accumulated surplus consists of the following:

	<b>2014</b>	<b>2013</b>
Equity in Ottawa Trust Funds (Note 7)		
Balance, beginning of year	8,020,242	9,071,117
Royalties, interest, lease, and other revenue	990,064	1,792,940
Withdrawals	(722,943)	(2,843,815)
	<hr/>	<hr/>
	8,287,363	8,020,242
Equity in CMHC reserves (Note 15)		
Balance, beginning of year	266,764	236,095
Reserve allocation	43,017	38,850
Interest	3,796	3,118
Withdrawals	(13,929)	(11,299)
	<hr/>	<hr/>
	299,648	266,764
Equity in tangible capital assets		
Balance, beginning of year	12,459,956	10,148,331
Acquisition of tangible capital assets	668,792	3,045,177
Advances of long-term debt	(79,688)	(540,028)
Repayment of long-term debt	178,765	172,788
Amortization	(454,965)	(366,312)
	<hr/>	<hr/>
	12,772,860	12,459,956
Equity in investments in business enterprises		
Balance, beginning of year	332,105	375,391
Income	119,086	27,887
Withdrawals	(63,115)	(71,173)
Transfer to unrestricted surplus (Note 6)	(77,010)	-
	<hr/>	<hr/>
	311,066	332,105
Unrestricted surplus		
Balance, beginning of year	562,101	1,041,562
Transfer from (to) equity in Ottawa Trust Funds	(267,121)	1,050,875
Transfer to equity in CMHC reserves	(32,884)	(30,669)
Transfer to equity in tangible capital assets	(312,904)	(2,311,625)
Transfer from equity in investments in business enterprises (net)	21,039	43,286
Annual surplus	572,001	768,672
	<hr/>	<hr/>
	542,232	562,101
	<hr/>	<hr/>
	22,213,169	21,641,168

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

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

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**13. Equity in CMHC Reserves**

Operating Reserve

The First Nation's CMHC Housing Program receives funding pursuant to the Post 1997 - Fixed Subsidy Program. Any surpluses are externally restricted and reserved for future operating losses that relate to the operation of houses under this Program.

Replacement Reserve

As required as part of the First Nation's CMHC Housing Program, a replacement reserve has been established for replacement of capital equipment and for major repairs to the houses.

At March 31, 2014 and 2013, both the operating reserve and replacement reserve were fully funded.

**14. Credit arrangements**

At March 31, 2014, the First Nation had a line of credit totaling \$250,000, none of which was drawn. This line of credit has a variable interest rate of prime plus 4.25% and is secured by the assignment of government funding.

**15. Segments**

During the year, the First Nation had 11 reportable segments. These segments are differentiated by the major activities or services they provide. The First Nation's segments are as follows:

**Band Government** - includes administration and governance activities.

**Band Project Revenue** - other band programs not funded by AANDC or Health Canada.

**Capital** - reports on capital projects.

**Community Infrastructure** - includes activities for the maintenance of the community and its infrastructure.

**Education** - includes the operations of education programs.

**Economic Development** - reports on the First Nation's economic development activities.

**Health** - includes the administration and delivery of the health programs.

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

**Reserves and Trusts** - includes activities for the development of the First Nation's land.

**Social Services** - activities include delivering social programs.

**Investment in Business Enterprises** - reports on the gains and losses of the First Nation's business enterprise investments.

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

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

**Ocean Man First Nation #69**  
**Notes to the Consolidated Financial Statements**  
*For the year ended March 31, 2014*

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**16. Economic dependence**

Ocean Man First Nation #69 receives a significant portion of its revenues from Aboriginal Affairs and Northern Development Canada (AANDC) as a result of treaties entered into with the Government of Canada. These treaties are administered by AANDC under the terms and conditions of the Indian Act. The ability of the First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

**17. Related party transactions**

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

	<b>2014</b>	<b>2013</b>
Rent paid to Ocean Man First Nation Housing Authority	78,161	72,373
Contribution to Ocean Man First Nation Housing Authority	20,335	-
Received an administration fee from Ocean Man First Nation Housing Authority	26,160	23,760
Received management fees from Lost Horse Hills Ranch Inc.	30,000	30,000
Received land lease revenue from Lost Horse Hills Ranch Inc.	1,879	2,993
Received facilities rental fees from Lost Horse Hills Ranch Inc.	12,000	12,000

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

AANDC funding per confirmation	1,814,916
Add:	
2012/2013 deferred revenue recognized - school renovation	210,622
2011/2012 deferred revenue recognized - low pressure water	20
Less:	
2013/14 Child Tax Benefit - program reconciliation	(12,898)
2013/14 Basic needs -program reconciliation	(21,672)
2013/14 Special needs - program reconciliation	(18,435)
	<hr/> 1,972,553

**19. Comparative figures**

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

**20. Budget information**

The budget information has been approved by the Nation's Chief and Council on November 12, 2013.

**21. Compliance with authorities**

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

**Ocean Man First Nation #69**  
**Schedule 1 - Schedule of Tangible Capital Assets**  
*For the year ended March 31, 2014*

	<i>Buildings</i>	<i>CMHC housing</i>	<i>First Nation housing</i>	<i>Water and sewer infrastructure</i>	<i>Vehicles and equipment</i>	<i>Computer equipment</i>	<i>Subtotal</i>
<b>Cost</b>							
Balance, beginning of year	4,115,800	3,762,147	1,001,201	1,320,463	161,166	101,846	10,462,623
Acquisition of tangible capital assets	170,402	-	-	-	104,153	19,643	294,198
Construction-in-progress	948,496	842,543	-	-	-	-	1,791,039
<b>Balance, end of year</b>	<b>5,234,698</b>	<b>4,604,690</b>	<b>1,001,201</b>	<b>1,320,463</b>	<b>265,319</b>	<b>121,489</b>	<b>12,547,860</b>
<b>Accumulated amortization</b>							
Balance, beginning of year	607,153	885,416	420,318	256,122	123,173	94,814	2,386,996
Annual amortization	208,668	115,117	25,030	36,634	42,563	11,942	439,954
<b>Balance, end of year</b>	<b>815,821</b>	<b>1,000,533</b>	<b>445,348</b>	<b>292,756</b>	<b>165,736</b>	<b>106,756</b>	<b>2,826,950</b>
<b>Net book value of tangible capital assets</b>	<b>4,418,877</b>	<b>3,604,157</b>	<b>555,853</b>	<b>1,027,707</b>	<b>99,583</b>	<b>14,733</b>	<b>9,720,910</b>
<b>2013 Net book value of tangible capital assets</b>	<b>3,508,647</b>	<b>2,876,731</b>	<b>580,883</b>	<b>1,064,341</b>	<b>37,993</b>	<b>7,032</b>	<b>8,075,627</b>

Accompanying notes are an integral part of these financial statements

**Ocean Man First Nation #69**  
**Schedule 1 - Schedule of Tangible Capital Assets**  
For the year ended March 31, 2014

	Subtotal	Furniture and fixtures	Land	Projects under construction	2014	2013
<b>Cost</b>						
Balance, beginning of year	10,462,623	61,185	5,449,027	1,475,709	17,448,544	14,403,367
Acquisition of tangible capital assets	294,198	52,414	-	322,180	668,792	3,045,177
Construction in-progress	1,791,039	-	-	(1,791,039)	-	-
<b>Balance, end of year</b>	<b>12,547,860</b>	<b>113,599</b>	<b>5,449,027</b>	<b>6,850</b>	<b>18,117,336</b>	<b>17,448,544</b>
<b>Accumulated amortization</b>						
Balance, beginning of year	2,386,996	31,032	-	-	2,418,028	2,051,716
Annual amortization	439,954	15,011	-	-	454,965	366,312
<b>Balance, end of year</b>	<b>2,826,950</b>	<b>46,043</b>	<b>-</b>	<b>-</b>	<b>2,872,993</b>	<b>2,418,028</b>
<b>Net book value of tangible capital assets</b>	<b>9,720,910</b>	<b>67,556</b>	<b>5,449,027</b>	<b>6,850</b>	<b>15,244,343</b>	<b>15,030,516</b>
<b>2013 Net book value of tangible capital assets</b>	<b>8,075,627</b>	<b>30,153</b>	<b>5,449,027</b>	<b>1,475,709</b>	<b>15,030,516</b>	

Accompanying notes are an integral part of these financial statements

**Ocean Man First Nation #69**  
**Schedule 2 - Consolidated Schedule of Expenses by Object**  
For the year ended March 31, 2014

	<b>2014 Budget</b>	<b>2014 Actual</b>	<b>2013 Actual</b>
Wages and employee benefits	568,388	542,517	570,324
Amortization	370,000	454,965	366,312
Repairs and maintenance	312,358	381,080	255,281
Contracts	176,466	306,951	227,645
Provincial tuition	178,485	293,743	166,257
Assistance	185,900	254,582	176,982
Per diems	210,600	213,490	210,020
Professional fees	273,500	220,989	319,189
Travel	203,283	196,659	298,827
Pow wow	95,000	121,533	54,390
Land management	72,000	100,263	72,624
Office and training materials	129,047	88,178	140,228
Insurance	117,000	99,089	101,158
Telephone and utilities	62,916	90,110	63,233
Members' rent	72,000	78,161	72,373
Tuition	35,000	69,810	34,483
Student allowance	90,000	64,410	89,120
Bad debts	6,996	62,908	31,134
Contribution	35,000	42,479	34,748
Interest on long-term debt	57,300	58,040	57,869
Special needs	28,299	50,819	23,879
Student projects and incentives	27,500	47,384	28,626
Per capita distribution	50,000	45,800	547,900
Supplies	24,092	43,858	27,657
Renovations	-	41,184	27,525
Youth activities	112,000	39,570	80,446
Hot lunch program	29,800	36,707	38,070
Workshops and meetings	48,842	31,910	31,132
Member assistance	22,000	28,480	22,392
Bylaws	11,000	26,734	11,043
National child benefit - projects	63,889	42,221	67,123
Project expenses	32,000	16,990	33,925
Miscellaneous	-	14,949	10,775
Medical transportation	10,000	12,344	10,494
GST	7,000	11,422	7,184
Cultural events/programs	12,500	10,577	8,178
Bank charges and interest	7,705	8,680	9,024
Special education	31,393	8,420	26,343
Donations	11,100	6,953	12,641
Promotion	4,000	5,292	8,864
Graduation	5,300	3,650	5,354
Loss in Lost Horse Hills Ranch	50,000	-	56,266
Land claim negotiators fees	-	-	120,000
Grand opening expenses	-	-	20,842
Traditional healing	4,000	-	3,645
Administration	25,600	-	2,652
ECIP expenses	2,528	-	2,528
Halloween project	2,500	-	2,500
	<b>3,874,287</b>	<b>4,273,901</b>	<b>4,589,205</b>

**Ocean Man First Nation #69**  
**Band Government**  
**Schedule 3 - Schedule of Revenue and Expenses and Operating Deficit**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014 Actual</b>	<b>2013 Actual</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	183,310	195,310	183,310
Management fees from Lost Horse Hills Ranch Inc.	30,000	-	30,000
Other	5,000	7,353	9,821
Interest income	-	3,797	759
Yorkton Tribal Administration Inc.	-	768	-
	<b>218,310</b>	<b>207,228</b>	<b>223,890</b>
<b>Expenses</b>			
Per diems	188,600	186,714	188,170
Travel	112,000	138,151	175,741
Wages and employee benefits	50,000	72,078	55,614
Contracts	23,500	53,037	33,637
Assistance	3,000	35,667	3,708
Bad debts	-	32,320	19,585
Member assistance	22,000	28,480	22,392
Telephone and utilities	15,000	13,054	15,399
Professional fees	6,000	19,484	6,054
Office and training materials	9,500	6,366	9,766
Promotion	4,000	5,292	8,864
Donations	6,500	3,996	7,951
Bank charges and interest	3,000	3,750	4,071
Workshops and meetings	6,400	3,131	6,848
Cultural events/programs	3,000	3,100	8,178
Repairs and maintenance	2,800	2,113	2,979
Miscellaneous	-	1,289	(6,524)
Land claim negotiators fees	-	-	120,000
Youth activities	-	-	1,672
Pow wow	-	-	2,455
Administration	-	(26,160)	(23,760)
	<b>455,300</b>	<b>581,862</b>	<b>662,800</b>
<b>Operating deficit before transfers</b>	<b>(236,990)</b>	<b>(374,634)</b>	<b>(438,910)</b>
<b>Transfers from Ottawa Trust</b>	<b>-</b>	<b>31,707</b>	<b>-</b>
<b>Operating deficit</b>	<b>(236,990)</b>	<b>(342,927)</b>	<b>(438,910)</b>

**Ocean Man First Nation #69**  
**Band Project Revenue**  
**Schedule 4 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014 Actual</b>	<b>2013 Actual</b>
<b>Revenue</b>			
CMHC subsidy	169,248	191,768	169,248
First Nations Trust	179,416	189,846	189,260
Rental income	115,000	134,754	116,928
Painted Hand Community Development Corporation	-	53,000	35,320
Other	100,000	34,819	114,610
Yorkton Tribal Administration Inc.	-	23,800	5,974
	<b>563,664</b>	<b>627,987</b>	<b>631,340</b>
<b>Expenses</b>			
Professional fees	225,000	161,311	274,802
Pow wow	95,000	120,935	50,000
Amortization	95,000	115,117	94,054
Members' rent	72,000	78,161	72,373
Repairs and maintenance	54,000	70,199	54,397
Contribution	35,000	42,479	34,748
Interest on long-term debt	55,000	56,997	55,093
Per capita distribution	50,000	45,800	547,900
Insurance	47,000	44,360	32,787
Administration	23,000	26,160	23,760
GST	7,000	11,422	7,184
Travel	15,000	11,177	15,904
Telephone and utilities	-	10,800	-
Youth activities	20,000	10,270	16,485
Contracts	-	9,450	-
Office and training materials	15,000	(5,403)	16,419
Workshops and meetings	-	5,275	-
Miscellaneous	-	3,660	-
Hot lunch program	-	1,112	-
Bank charges and interest	-	135	-
Supplies	-	100	-
Per diems	1,800	-	1,800
Halloween project	2,500	-	2,500
	<b>812,300</b>	<b>819,517</b>	<b>1,300,206</b>
<b>Operating deficit before transfers</b>	<b>(248,636)</b>	<b>(191,530)</b>	<b>(668,866)</b>
<b>Transfers from Ottawa Trust</b>	<b>-</b>	<b>370,162</b>	<b>873,941</b>
<b>Operating surplus</b>	<b>(248,636)</b>	<b>178,632</b>	<b>205,075</b>

**Ocean Man First Nation #69**  
**Capital**  
**Schedule 5 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)**  
*For the year ended March 31, 2014*

	<i>2014 Budget</i>	<i>2014 Actual</i>	<i>2013 Actual</i>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada			
Aboriginal Affairs and Northern Development Canada	322,226	64,158	478,258
Deferred revenue beginning of year	7,144	314,180	13,995
Deferred revenue end of year	(6,139)	(103,538)	(314,180)
	<b>323,231</b>	<b>274,800</b>	<b>178,073</b>
<b>Expenses</b>			
Amortization	275,000	339,848	272,259
Repairs and maintenance	64,158	43,496	48,968
Renovations	-	41,184	27,525
Interest on long-term debt	600	123	622
Bank charges and interest	5	20	-
Per diems	1,000	-	-
	<b>340,763</b>	<b>424,671</b>	<b>349,374</b>
<b>Operating deficit before transfers</b>	<b>(17,532)</b>	<b>(149,871)</b>	<b>(171,301)</b>
Transfer from Ottawa Trust	-	167,415	1,918,599
<b>Operating surplus</b>	<b>(17,532)</b>	<b>17,544</b>	<b>1,747,298</b>

**Ocean Man First Nation #69**  
**Community Infrastructure**  
**Schedule 6 - Schedule of Revenue and Expenses and Operating Deficit**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014 Actual</b>	<b>2013 Actual</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	137,873	134,226	153,073
Rental income	21,400	23,460	21,664
Other	-	1,500	812
	<b>159,273</b>	<b>159,186</b>	<b>175,549</b>
<b>Expenses</b>			
Repairs and maintenance	147,200	230,312	126,530
Contracts	76,000	80,599	98,908
Telephone and utilities	40,855	55,177	40,230
Insurance	64,000	49,014	64,211
Wages and employee benefits	28,000	28,069	27,696
Bad debts (recovery)	-	7,305	-
Office and training materials	6,000	2,480	7,098
Travel	5,500	1,534	6,197
Interest on long-term debt	1,200	809	1,395
Pow wow	-	599	1,935
Workshops and meetings	1,500	105	1,568
	<b>370,255</b>	<b>456,003</b>	<b>375,768</b>
<b>Operating deficit before transfers</b>	<b>(210,982)</b>	<b>(296,817)</b>	<b>(200,219)</b>
<b>Transfers from Ottawa Trust</b>	<b>-</b>	<b>132,659</b>	<b>51,275</b>
<b>Operating deficit</b>	<b>(210,982)</b>	<b>(164,158)</b>	<b>(148,944)</b>

**Ocean Man First Nation #69**  
**Economic Development**

**Schedule 7 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)**  
*For the year ended March 31, 2014*

	<i>2014 Budget</i>	<i>2014 Actual</i>	<i>2013 Actual</i>
<b>Revenue</b>			
Yorkton Tribal Administration Inc.	10,300	-	10,300
<b>Expenses</b>			
Contracts	-	-	8,050
Workshops and meetings	14,000	-	-
Professional fees	-	-	4,745
	14,000	-	12,795
<b>Operating surplus (deficit)</b>	<b>(3,700)</b>	<b>-</b>	<b>(2,495)</b>

**Ocean Man First Nation #69**

Education

**Schedule 8 - Schedule of Revenue and Expenses and Operating Surplus**

*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014 Actual</b>	<b>2013 Actual</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	857,166	949,137	857,166
Yorkton Tribal Administration Inc.	100,000	172,873	143,746
Painted Hand Community Development Corporation	50,000	108,050	83,876
Other	25,000	65,058	58,820
	<b>1,032,166</b>	<b>1,295,118</b>	<b>1,143,608</b>
<b>Expenses</b>			
Wages and employee benefits	399,928	375,313	393,867
Provincial tuition	178,485	293,743	166,257
Office and training materials	93,558	78,143	102,705
Contracts	25,000	73,597	27,160
Tuition	35,000	69,810	34,483
Student allowance	90,000	64,410	89,120
Student projects and incentives	27,500	47,384	28,626
Repairs and maintenance	43,000	34,160	21,207
Travel	36,683	33,081	67,681
Youth activities	92,000	29,299	62,289
Special needs	-	22,892	500
Project expenses	32,000	16,990	33,925
Bad debts	6,996	13,080	7,983
National child benefit - projects	-	11,560	3,596
Miscellaneous	-	10,000	17,296
Special education	31,393	8,420	26,343
Per diems	5,000	6,600	5,250
Insurance	6,000	5,715	4,160
Graduation	5,300	3,650	5,354
Cultural events/programs	9,500	3,450	-
Professional fees	-	3,311	-
Supplies	-	2,998	-
Donations	2,000	2,957	1,840
Bank charges and interest	2,500	2,658	2,698
Workshops and meetings	2,500	1,900	2,500
Telephone and utilities	-	498	-
Interest on long-term debt	500	111	759
Administration	2,600	-	2,652
Grand opening expenses	-	-	20,842
	<b>1,127,443</b>	<b>1,215,730</b>	<b>1,129,093</b>
<b>Operating surplus before transfers</b>	<b>(95,277)</b>	<b>79,388</b>	<b>14,515</b>
<b>Transfers from Ottawa Trust</b>	<b>-</b>	<b>21,000</b>	<b>-</b>
<b>Operating surplus</b>	<b>(95,277)</b>	<b>100,388</b>	<b>14,515</b>

**Ocean Man First Nation #69**  
**Health**  
**Schedule 9 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014 Actual</b>	<b>2013 Actual</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	9,866	20,366	9,866
First Nations and Inuit Health Branch	217,193	228,367	217,193
Painted Hand Community Development Corporation	11,000	20,000	11,000
Yorkton Tribal Administration Inc.	-	13,900	15,150
Other	-	16	1,009
Forfeited Painted Hand CDC funding	-	(1,690)	-
Forfeited FNIHB funding	-	(34,385)	-
	<b>238,059</b>	<b>246,574</b>	<b>254,218</b>
 <b>Expenses</b>			
Contracts	51,966	83,589	55,925
Supplies	22,592	37,761	19,563
Wages and employee benefits	56,100	37,759	55,236
Hot lunch program	14,800	20,595	16,560
Workshops and meetings	22,642	20,469	18,331
Per diems	14,200	12,600	14,800
Medical transportation	10,000	12,344	10,494
Bad debts	-	9,953	3,566
Telephone and utilities	5,861	9,082	6,403
Travel	30,500	8,894	29,636
Professional fees	-	2,185	384
Assistance	2,900	1,740	3,750
Office and training materials	2,589	1,496	1,872
Bank charges and interest	1,200	1,408	1,274
Donations	2,600	-	2,850
Traditional healing	4,000	-	3,645
	<b>241,950</b>	<b>259,875</b>	<b>244,289</b>
<b>Operating surplus (deficit)</b>	<b>(3,891)</b>	<b>(13,301)</b>	<b>9,929</b>

**Ocean Man First Nation #69**  
**Ottawa Trust**  
**Schedule 10 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)**  
*For the year ended March 31, 2014*

	<i>2014 Budget</i>	<i>2014 Actual</i>	<i>2013 Actual</i>
<b>Revenue</b>			
Royalty revenue	700,000	654,646	1,462,583
Interest income	150,000	230,824	194,995
Land leases	135,000	104,594	135,362
<b>Operating surplus before transfers</b>	<b>985,000</b>	<b>990,064</b>	<b>1,792,940</b>
Transfer from Ottawa Trust	-	(722,943)	(2,843,815)
<b>Operating surplus (deficit)</b>	<b>985,000</b>	<b>267,121</b>	<b>(1,050,875)</b>

**Ocean Man First Nation #69**  
**Reserves and Trusts**  
**Schedule 11 - Schedule of Revenue and Expenses and Operating Surplus**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014 Actual</b>	<b>2013 Actual</b>
<b>Revenue</b>			
Aboriginal Affairs and Northern Development Canada	52,070	112,293	52,070
Land leases	330,000	368,142	338,687
Oil, gas and seismic revenue	75,000	91,564	123,147
Other	20,000	54,418	44,936
Rental income	12,000	12,000	12,000
	<b>489,070</b>	<b>638,417</b>	<b>570,840</b>
<b>Expenses</b>			
Land management	72,000	86,383	72,624
Professional fees	42,000	30,418	32,704
Bylaws	11,000	26,734	11,043
Per diems	-	7,576	-
Wages and employee benefits	5,760	5,077	9,330
Contracts	-	3,600	3,465
Travel	-	2,221	-
Workshops and meetings	-	1,030	-
	<b>130,760</b>	<b>163,039</b>	<b>129,166</b>
<b>Operating surplus</b>	<b>358,310</b>	<b>475,378</b>	<b>441,674</b>

**Ocean Man First Nation #69**  
**Social Services**  
**Schedule 12 - Schedule of Revenue and Expenses [and Accumulated Operating Surplus  
(Deficit)]**

*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014 (Unaudited)</b>	<b>2013 (Unaudited)</b>
<b>Revenue</b>			
Government funding			
Aboriginal Affairs and Northern Development Canada	374,800	286,421	374,800
Forfeited AANDC funding	(82,000)	(722)	(82,844)
Other	-	1,744	1,000
	<b>292,800</b>	<b>287,443</b>	<b>292,956</b>
<b>Expenses</b>			
Assistance	180,000	217,174	169,525
Special needs	28,299	27,927	23,379
Wages and employee benefits	28,600	24,221	28,580
Hot lunch program	15,000	15,000	21,510
National child benefit - projects	63,889	30,661	63,527
Office and training materials	2,400	5,046	2,368
Contracts	-	3,080	500
Supplies	1,500	3,000	8,094
Cultural events/programs	-	4,027	-
Professional fees	500	1,605	500
Travel	3,600	1,601	3,669
Telephone and utilities	1,200	1,500	1,200
Repairs and maintenance	1,200	800	1,200
Bank charges and interest	1,000	705	983
Bad debts (recovery)	-	250	-
Workshops and meetings	1,800	-	1,885
ECIP expenses	2,528	-	2,528
	<b>331,516</b>	<b>336,597</b>	<b>329,448</b>
<b>Operating deficit</b>	<b>(38,716)</b>	<b>(49,154)</b>	<b>(36,492)</b>

**Ocean Man First Nation #69**  
**Investment in Business Enterprises**  
**Schedule 13 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)**  
*For the year ended March 31, 2014*

	<b>2014 Budget</b>	<b>2014 (Unaudited)</b>	<b>2013 (Unaudited)</b>
<b>Revenue</b>			
Earnings from PHC Holdings Limited Partnership	63,000	119,086	84,163
<b>Expenses</b>			
Bank charges and interest	-	3	-
Land management	-	13,879	-
Office and training materials	-	50	-
Professional fees	-	2,675	-
Loss in Lost Horse Hills Ranch Inc.	50,000	-	56,266
	50,000	16,607	56,266
<b>Operating surplus</b>	<b>13,000</b>	<b>102,479</b>	<b>27,897</b>