



Ocean Man First Nation #69

Financial Statements

March 31, 2015

Ocean Man First Nation #69
Contents
For the year ended March 31, 2015

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Management's Responsibility

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 fulfills 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 Professional 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.

August 11, 2015

Signed - Connie Big Eagle

Chief

Signed - Trevor Ewack

Councillor

Independent Auditors' Report

To the Members of Ocean Man First Nation #69:

We have audited the accompanying financial statements of Ocean Man First Nation #69, which comprise the statement of financial position as at March 31, 2015, and the 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 financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Ocean Man First Nation #69 as at March 31, 2015 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.

Prince Albert, Saskatchewan

August 11, 2015

MNP LLP

Chartered Professional Accountants

Ocean Man First Nation #69
Consolidated Statement of Financial Position
As at March 31, 2015

| | 2015 | 2014 | |
|---|-----------------------------|---------------------------------|------------|
| | <i>(Restated - Note 22)</i> | | |
| Financial assets | | | |
| Current | | | |
| Cash resources (Note 4) | 428,371 | 477,953 | |
| Term deposits | 85,000 | 85,000 | |
| Accounts receivable (Note 5) | 269,232 | 224,575 | |
| Due from members (Note 6) | 1,419 | 8,224 | |
| Subtotal of current assets | 784,022 | 795,752 | |
| Portfolio investment (Note 7) | 390,545 | 311,066 | |
| Funds held in trust (Note 8) | 5,920,948 | 8,287,363 | |
| Restricted cash (Note 9) | 313,262 | 351,339 | |
| Total financial assets | 7,408,777 | 9,745,520 | |
| Liabilities | | | |
| Current | | | |
| Accounts payable and accruals | 305,235 | 242,190 | |
| Deferred revenue (Note 10) | 95,665 | 118,438 | |
| Current portion of long-term debt (Note 11) | 181,879 | 180,017 | |
| Subtotal of current liabilities | 582,779 | 540,645 | |
| Long-term debt (Note 11) | 2,165,146 | 2,291,466 | |
| Total financial liabilities | 2,747,925 | 2,832,111 | |
| Net financial assets | 4,660,852 | 6,913,409 | |
| Contingency (Note 12) | | | |
| Non-financial assets | | | |
| Tangible capital assets (Schedule 1) | 14,878,073 | 15,244,343 | |
| Prepaid expenses | 50,744 | 55,417 | |
| Total non-financial assets | 14,928,817 | 15,299,760 | |
| Accumulated surplus (Note 13) | 19,589,669 | 22,213,169 | |
| Approved on behalf of the First Nation | | | |
| <u>signed - Connie Big Eagle</u> | Chief | <u>signed - Daniel Akachuk</u> | Councillor |
| <u>signed - Trevor Ewack</u> | Councillor | <u>signed - Craig Big Eagle</u> | Councillor |
| <u>signed - Ernest Standingready</u> | | | |

Ocean Man First Nation #69
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2015

| | <i>Schedules</i> | <i>2015 Budget (Note 21)</i> | <i>2015 Actual</i> | <i>2014 Actual</i> |
|--|------------------|--------------------------------------|------------------------|------------------------|
| Revenue | | | | |
| Aboriginal Affairs and Northern Development Canada (Note 19) | | 1,938,316 | 1,772,723 | 1,972,553 |
| First Nations and Inuit Health Branch | | 217,193 | 228,364 | 228,367 |
| CMHC subsidy | | 169,248 | 203,052 | 191,768 |
| Land leases | | 465,000 | 433,588 | 472,736 |
| Royalty revenue | | 700,000 | 290,548 | 654,646 |
| Interest income | | 150,000 | 184,655 | 234,621 |
| First Nations Trust | | 179,416 | 182,647 | 189,846 |
| Other | | 146,500 | 161,124 | 164,908 |
| Yorkton Tribal Administration Inc. | | 110,300 | 146,052 | 211,341 |
| Rental income | | 148,400 | 141,748 | 170,213 |
| Painted Hand Community Development Corporation | | 61,000 | 127,970 | 181,050 |
| Earnings in PHC Holdings Limited Partnership | | 63,000 | 126,711 | 119,086 |
| Oil, gas and seismic revenue | | 75,000 | 68,224 | 91,564 |
| Management fees from Lost Horse Hills Ranch Inc. | | 30,000 | - | - |
| Forfeited Painted Hand CDC funding | | - | - | (1,690) |
| Forfeited FNIHB funding | | - | - | (34,385) |
| Forfeited AANDC funding | | (82,000) | (71,253) | (722) |
| | | 4,371,373 | 3,996,153 | 4,845,902 |
| Program expenses | | | | |
| Band Government | 3 | 451,800 | 511,121 | 581,862 |
| Band Project Revenue | 4 | 812,300 | 3,360,490 | 819,517 |
| Capital | 5 | 340,763 | 397,890 | 424,671 |
| Community Infrastructure | 6 | 370,255 | 380,772 | 456,003 |
| Economic Development | 7 | 14,000 | - | - |
| Education | 8 | 1,127,443 | 1,248,675 | 1,215,730 |
| Health | 9 | 241,950 | 234,071 | 259,875 |
| Reserves and Trusts | 11 | 130,760 | 223,966 | 163,039 |
| Social Services | 12 | 331,516 | 259,565 | 336,597 |
| Investment in Business Enterprises | 13 | 50,000 | 5,003 | 16,607 |
| | | 3,870,787 | 6,621,553 | 4,273,901 |
| Surplus (deficit) before other items | | 500,586 | (2,625,400) | 572,001 |
| Other income | | | | |
| Gain on disposal of capital assets | | - | 1,900 | - |
| Surplus (deficit) | | 500,586 | (2,623,500) | 572,001 |
| Accumulated surplus, beginning of year | | 22,213,169 | 22,213,169 | 21,641,168 |
| Accumulated surplus, end of year (Note 13) | | 22,213,169 | 19,589,669 | 22,213,169 |

Ocean Man First Nation #69
Consolidated Statement of Changes in Net Financial Assets
For the year ended March 31, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|--|--------------------------------------|------------------------|------------------------|
| Annual operating surplus (deficit) | 500,586 | (2,623,500) | 572,001 |
| Purchases of tangible capital assets | - | (82,813) | (668,792) |
| Amortization of tangible capital assets | 370,000 | 449,083 | 454,965 |
| Gain on sale of tangible capital assets | - | (1,900) | - |
| Proceeds on sale of tangible capital assets | - | 1,900 | - |
| | 370,000 | 366,270 | (213,827) |
| Acquisition of prepaid expenses | - | - | (16,408) |
| Use of prepaid expenses | - | 4,673 | - |
| | - | 4,673 | (16,408) |
| Increase (decrease) in net financial assets | 870,586 | (2,252,557) | 341,766 |
| Net financial assets, beginning of year | 6,913,409 | 6,913,409 | 6,571,643 |
| Net financial assets, end of year | 7,783,995 | 4,660,852 | 6,913,409 |

Ocean Man First Nation #69
Consolidated Statement of Cash Flows
For the year ended March 31, 2015

| | 2015 | 2014 |
|---|-------------|-------------|
| Cash provided by (used for) the following activities | | |
| Operating activities | | |
| Surplus (deficit) | (2,623,500) | 572,001 |
| Non-cash items | | |
| Amortization | 449,083 | 454,965 |
| Earnings in PHC Holdings Limited Partnership | (126,711) | (119,086) |
| | (2,301,128) | 907,880 |
| Accounts receivable | (44,657) | (78,666) |
| Due from members | 6,805 | 5,022 |
| Prepaid expenses | 4,673 | (16,408) |
| Accounts payable and accruals | 63,045 | (23,286) |
| Deferred revenue | (22,773) | (215,742) |
| | (2,294,035) | 578,800 |
| Financing activities | | |
| Advances of long-term debt | 58,549 | 79,688 |
| Repayment of long-term debt | (183,007) | (178,765) |
| | (124,458) | (99,077) |
| Capital activities | | |
| Purchases of tangible capital assets | (82,813) | (668,792) |
| Investing activities | | |
| Transfer from (to) restricted cash | 38,077 | 240,573 |
| Partnership equity withdrawal from PHC Holdings Limited Partnership | 47,232 | 63,115 |
| Due from Lost Horse Hills Ranch Inc. | - | 164,563 |
| Change in accounting treatment re: consolidation of Lost Horse Hills Ranch Inc. | - | 77,011 |
| Decrease (increase) in funds held in trust | 2,366,415 | (267,121) |
| | 2,451,724 | 278,141 |
| Decrease in cash resources | (49,582) | 89,072 |
| Cash resources, beginning of year | 477,953 | 388,881 |
| Cash resources, end of year | 428,371 | 477,953 |
| Supplementary cash flow information | | |
| Interest paid | 57,139 | 58,040 |

Ocean Man First Nation #69
Notes to the Financial Statements
For the year ended March 31, 2015

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. Change in accounting policy

Effective April 1, 2014, the First Nation adopted the recommendations relating to Section PS 3260, *Liability for Contaminated Sites*, as set out in the Canadian public sector accounting standards. Pursuant to the recommendations, the change was applied prospectively, and prior periods have not been restated.

Previously, no accounting policy existed to account for a liability for contaminated sites. Under the new recommendations, the First Nation is required to recognize a liability for contaminated sites when economic benefits will be given up, as described in Note 3, *Significant accounting policies*.

There was no effect on the First Nation's financial statements of adopting the above-noted change in accounting policy.

3. 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.

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.

Portfolio investment

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

Ocean Man First Nation #69
Notes to the Financial Statements
For the year ended March 31, 2015

3. Significant accounting policies (Continued from previous page)

Tangible capital assets

Tangible capital assets are initially recorded at cost. 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 |
|--------------------------------|-------------|
| Buildings | 25 years |
| CMHC housing | 40 years |
| First Nation housing | 40 years |
| Water and sewer infrastructure | 10-50 years |
| Vehicles and equipment | 5 years |
| Computer equipment | 4 years |
| Furniture and fixtures | 5 years |

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 Financial Statements
For the year ended March 31, 2015

3. 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 funds held in the Ottawa Trust Fund is recognized when it is received.

Measurement uncertainty

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. Legal provisions are recorded when the likelihood of loss and amount of settlement can be determined. Liabilities for contaminated sites are estimated based on the best information available regarding potentially contaminated sites for which the First Nation is responsible.

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.

Ocean Man First Nation #69
Notes to the Financial Statements
For the year ended March 31, 2015

3. Significant accounting policies (Continued from previous page)

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 First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2015.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

Recent accounting pronouncements

Financial instruments

In June 2011, the Public Sector Accounting Board (PSAB) issued PS 3450 *Financial Instruments* to establish standards for recognition, measurement, presentation and disclosure of financial assets, financial liabilities and non-financial derivatives. In the current year, the effective date has been deferred to fiscal years beginning on or after April 1, 2019.

4. Cash resources

| | 2015 | 2014 |
|--|----------------|----------------|
| Cash in bank | 271,102 | 321,258 |
| Guaranteed Investment Certificate, bearing interest at 0.75% maturing in June 2015 | 76,269 | 75,695 |
| Term deposit, bearing interest at 0.75% maturing in May 2015 | 81,000 | 81,000 |
| | 428,371 | 477,953 |

Chief and Council has designated \$76,269 to be held in Guaranteed Investment Certificates to be used for fencing, dugouts, water, and land improvements.

5. Accounts receivable

| | 2015 | 2014 |
|--|----------------|----------------|
| Aboriginal Affairs and Northern Development Canada | 89,419 | 115,321 |
| Goods and Services Tax | 65,811 | 61,891 |
| Land leases | 43,503 | 15,028 |
| First Nations Trust | 41,881 | - |
| Painted Hand Community Development Corporation | 40,083 | 32,106 |
| Other | 27,507 | 7,731 |
| CMHC - subsidy | 16,921 | 20,118 |
| Yorkton Tribal Council | 5,238 | 24,095 |
| First Nations and Inuit Health Branch | - | 3,648 |
| | 330,363 | 279,938 |
| Less: allowance for doubtful accounts | (61,131) | (55,363) |
| | 269,232 | 224,575 |

Ocean Man First Nation #69
Notes to the Financial Statements
For the year ended March 31, 2015

6. Due from members

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

| | 2015 | 2014 |
|---------------------------------|--------------|--------------|
| Amounts due from members | 157,371 | 206,663 |
| Allowance for doubtful accounts | (155,952) | (198,439) |
| | 1,419 | 8,224 |

7. Portfolio investment

| | 2015 | 2014 |
|---|-------------|-------------|
| Measured at cost: | | |
| PHC Holdings Limited Partnership - 14.28% | 390,545 | 311,066 |

Summarized financial information as at December 31, 2014 for the non-publicly traded portfolio investment is presented below:

| | Assets | Liabilities | Revenue | Expenses | Comprehensive income |
|----------------------------------|------------|-------------|-----------|-----------|----------------------|
| PHC Holdings Limited Partnership | 11,047,703 | 8,273,881 | 2,012,789 | 1,125,457 | 887,332 |

Ocean Man First Nation's partners' capital account in PHC Holdings Limited Partnership as at December 31, 2014 is \$390,545.

8. Funds held in trust

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

| | 2015 | 2014 |
|----------------------------|------------------|------------------|
| Capital Trust | | |
| Balance, beginning of year | 7,436,339 | 6,896,693 |
| Royalties | 290,548 | 654,646 |
| | 7,726,887 | 7,551,339 |
| Less: Transfers to Nation | 2,535,000 | 115,000 |
| | 5,191,887 | 7,436,339 |
| Revenue Trust | | |
| Balance, beginning of year | 851,024 | 1,123,549 |
| Interest | 184,656 | 230,824 |
| Land leases | 56,729 | 104,594 |
| | 1,092,409 | 1,458,967 |
| Less: Transfers to Nation | 363,348 | 607,943 |
| | 729,061 | 851,024 |
| | 5,920,948 | 8,287,363 |

Ocean Man First Nation #69
Notes to the Financial Statements
For the year ended March 31, 2015

8. Funds held in trust *(Continued from previous page)*

| 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>Capital Trust</i> | | | | | | |
| 2014-15/42 | December 17, 2014 | - | 432,000 | 432,000 | - | See Note A |
| 2014-15/43 | December 22, 2014 | - | 1,011,500 | 1,011,500 | - | See Note B |
| | December 22, 2014 | - | 1,091,500 | 1,091,500 | - | See Note C |
| <i>Total capital withdrawals</i> | | - | 2,535,000 | 2,535,000 | - | |
| <i>Revenue Trust</i> | | | | | | |
| 2010-11/74 | March 15, 2011 | 7,750 | - | - | 7,750 | See Note D |
| 2013-14/57 | May 28, 2014 | - | 6,000 | 6,000 | - | See Note E |
| 2014-15/2 | August 20, 2014 | - | 9,227 | 9,227 | - | See Note F |
| 2013-14/72 | August 22, 2014 | - | 11,448 | 11,448 | - | See Note G |
| 2014-15/26 | August 22, 2014 | - | 17,400 | 17,400 | - | See Note H |
| 2014-15/20 | August 22, 2014 | - | 24,150 | 24,150 | - | See Note I |
| 2014-15/23 | September 2, 2014 | - | 5,329 | 5,329 | - | See Note J |
| 2014-15/28 | September 24, 2014 | - | 2,028 | 2,028 | - | See Note K |
| 2014-15/25 | October 16, 2014 | - | 21,472 | 21,472 | - | See Note L |
| 2014-15/25 | October 16, 2014 | - | 33,668 | 33,668 | - | See Note M |
| 2014-15/33 | October 27, 2014 | - | 6,332 | 6,332 | - | See Note N |
| 2014-15/32 | October 27, 2014 | - | 13,551 | 13,551 | - | See Note O |
| 2014-15/22 | October 27, 2014 | - | 50,080 | 50,080 | - | See Note P |
| 2014-15/31 | October 27, 2014 | - | 5,524 | 5,524 | - | See Note Q |
| 2012-13/57 | November 21, 2014 | - | 6,000 | 6,000 | - | See Note R |
| 2012-13/57 | November 26, 2014 | - | 10,500 | 10,500 | - | See Note S |
| 2014-15/35 | January 14, 2015 | - | 45,139 | 45,139 | - | See Note T |
| 2014-15/47 | March 27, 2015 | - | 19,071 | 19,071 | - | See Note U |
| 2014-15/68 | March 27, 2015 | - | 19,304 | 19,304 | - | See Note V |
| 2014-15/45 | March 27, 2015 | - | 57,125 | 57,125 | - | See Note W |
| <i>Total revenue withdrawals</i> | | 7,750 | 363,348 | 363,348 | 7,750 | |
| | | 7,750 | 2,898,348 | 2,898,348 | 7,750 | |

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

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

Note C: Per capita distribution transfer to Minors' Trust. See Band Project Revenue - Per capita distribution expense.

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

Note E: Maintenance reimbursement. See Community Infrastructure - Contracts expense.

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

Note G: To pay Sasktel phone lines account recorded as accounts payable. Phone lines were capitalized in 2014. See 2014 Schedule 1 - Capital asset addition to vehicles and equipment.

Note H: Grassland maintenance. See Reserves and Trusts - Contracts, Repairs and maintenance, Land management and Travel expenses.

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

Ocean Man First Nation #69
Notes to the Financial Statements
For the year ended March 31, 2015

8. Funds held in trust *(Continued from previous page)*

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

Note K: Pow wow electrical. See Band Project Revenue - Pow wow expense.

Note L: Fencing labour. See Reserves and Trusts - Contracts expense.

Note M: Fencing supplies. See Reserves and Trusts - Supplies expense.

Note N: Sasktel phone lines account. See Band Government - Telephone and utilities expense.

Note O: Band hall renovations. See Community Infrastructure - Repairs and maintenance expenses.

Note P: Insurance. See Community Infrastructure - Insurance expense and Band Project Revenue - Insurance expense.

Note Q: Legal fees. See Band Project Revenue - Professional fees expense.

Note R: O&M reimbursement. See Community Infrastructure - Contracts and Repairs and maintenance expenses.

Note S: Maintenance reimbursement. See Community Infrastructure - Contracts and Repairs and maintenance expenses.

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

Note U: Revenue trust account renovation. See Community Infrastructure - Repairs and maintenance expense.

Note V: Elders rent. See Band Project Revenue - Members rent expense.

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

9. Restricted cash

| | 2015 | 2014 |
|---------------------------------|---------------|---------------|
| Project management bank account | 22,714 | 45,487 |
| CMHC reserves bank account | 290,548 | 305,852 |
| | <hr/> 313,262 | <hr/> 351,339 |

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.

10. 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> |
|--------------------------|---|-----------------------------------|---|---------------------------------|
| AANDC low pressure water | 7,124 | - | 9 | 7,115 |
| AANDC school renovation | 96,414 | - | 22,764 | 73,650 |
| Other deferred revenue | 14,900 | - | - | 14,900 |
| | <hr/> 118,438 | <hr/> - | <hr/> 22,773 | <hr/> 95,665 |

Ocean Man First Nation #69
Notes to the Financial Statements
For the year ended March 31, 2015

11. 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 | 2015 | 2014 |
|--|---------------------------------------|---------------|--------------|-----------|-----------|
| I | 3,758 | 1.65% | 1-Jun-2017 | 99,543 | 142,618 |
| IV | 1,089 | 1.64% | 1-Feb-2017 | 140,465 | 151,139 |
| V | 1,108 | 2.35% | 1-Sep-2018 | 152,991 | 162,588 |
| VI | 1,903 | 2.63% | 1-Jun-2016 | 220,966 | 237,785 |
| VII | 4,111 | 2.35% | 1-Sep-2018 | 570,500 | 606,030 |
| VIII | 3,269 | 2.37% | 1-Jul-2016 | 531,081 | 557,443 |
| IX | 3,165 | 2.02% | 1-Aug-2018 | 575,683 | 601,798 |
| | | | | 2,291,229 | 2,459,401 |
| Stoughton Credit Union term loan repayable in monthly installments of \$575 including interest at 6.25%; secured by 2014 GMC Savana van; matures May 2020. | | | | 29,549 | - |
| Stoughton Credit Union term loan repayable in monthly installments of \$671 including interest at 5.25%; secured by 2013 Chevy Express van; matures February 2020. | | | | 26,247 | - |
| TD Bank term loan | | | | - | 12,082 |
| | | | | 2,347,025 | 2,471,483 |
| Less: current portion | | | | 181,879 | 180,017 |
| | | | | 2,165,146 | 2,291,466 |

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

| | |
|------|---------|
| 2016 | 181,879 |
| 2017 | 187,701 |
| 2018 | 160,248 |
| 2019 | 148,096 |
| 2020 | 146,501 |

12. 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 Financial Statements
For the year ended March 31, 2015

13. Accumulated surplus

Accumulated surplus consists of the following:

| | <i>2015</i> | <i>2014</i> |
|---|-------------------|-------------------|
| Equity in Ottawa Trust Funds (Note 8) | | |
| Balance, beginning of year | 8,287,363 | 8,020,242 |
| Royalties, interest, lease, and other revenue | 531,933 | 990,064 |
| Withdrawals | (2,898,348) | (722,943) |
| | 5,920,948 | 8,287,363 |
| Equity in CMHC reserves (Note 14) | | |
| Balance, beginning of year | 299,648 | 266,764 |
| Reserve allocation | 45,100 | 43,017 |
| Interest | 3,855 | 3,796 |
| Withdrawals | (39,143) | (13,929) |
| | 309,460 | 299,648 |
| Equity in tangible capital assets | | |
| Balance, beginning of year | 12,772,860 | 12,459,956 |
| Acquisition of tangible capital assets | 82,813 | 668,792 |
| Advances of long-term debt | (58,549) | (79,688) |
| Repayment of long-term debt | 183,007 | 178,765 |
| Amortization | (449,083) | (454,965) |
| Gain (loss) on disposal of tangible capital assets | 1,900 | - |
| Proceeds on disposal of tangible capital assets | (1,900) | - |
| | 12,531,048 | 12,772,860 |
| Equity in portfolio investment | | |
| Balance, beginning of year | 311,066 | 332,105 |
| Income | 126,711 | 119,086 |
| Withdrawals | (47,232) | (63,115) |
| Transfer to unrestricted surplus | - | (77,010) |
| | 390,545 | 311,066 |
| Unrestricted surplus | | |
| Balance, beginning of year | 542,232 | 562,101 |
| Transfer from (to) equity in Ottawa Trust Funds | 2,366,415 | (267,121) |
| Transfer to equity in CMHC reserves | (9,812) | (32,884) |
| Transfer from (to) equity in tangible capital assets | 241,812 | (312,904) |
| Transfer from (to) equity in portfolio investment (net) | (79,479) | 21,039 |
| Annual surplus (deficit) | (2,623,500) | 572,001 |
| | 437,668 | 542,232 |
| | 19,589,669 | 22,213,169 |

The First Nation does not have a moveable assets reserve.

Ocean Man First Nation #69
Notes to the Financial Statements
For the year ended March 31, 2015

14. 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, 2015 and 2014, the operating reserve is fully funded, while the operating reserve is under funded \$18,911 (2014 - fully funded).

15. Credit arrangements

At March 31, 2015, 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.

16. 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 on revenues allocated to the funds 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 3.

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 Financial Statements
For the year ended March 31, 2015

17. 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.

18. 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.

| | 2015 | 2014 |
|--|-------------|-------------|
| Rent paid to Ocean Man First Nation Housing Authority | 124,704 | 78,161 |
| Contribution to Ocean Man First Nation Housing Authority | 38,843 | 20,335 |
| Received an administration fee from Ocean Man First Nation Housing Authority | 27,360 | 26,160 |
| Received land lease revenue from Lost Horse Hills Ranch Inc. | - | 1,879 |

19. Aboriginal Affairs and Northern Development Canada reconciliation

| | |
|--|-----------|
| AANDC funding per confirmation | 1,749,950 |
| Add: | |
| 2012/2013 deferred revenue recognized - school renovation | 22,763 |
| 2011/2012 deferred revenue recognized - low pressure water | 10 |

1,772,723

20. Comparative figures

Certain figures on the 2014 consolidated financial statements have been reclassified to conform with the 2015 consolidated financial statement presentation.

21. Budget information

The budget information has been approved by the First Nation's Chief and Council on July 25, 2014.

22. Correction of an error

During the year, it was determined that the investment in PHC Holdings Limited Partnership should be recorded as a portfolio investment rather than a government business enterprise. The investment is therefore being recorded at cost rather than the modified equity method. This correction has no impact on the investment amount reported because the investment is in a partnership.

As a result, the 2014 consolidated financial statements have been adjusted as follows:

| | <i>As previously reported</i> | <i>Change</i> | <i>As restated</i> |
|---|-----------------------------------|---------------|--------------------|
| Consolidated Statement of Financial Position | | | |
| Investment in PHC Limited Partnership | 311,066 | (311,066) | - |
| Portfolio investment | - | 311,066 | 311,066 |

Ocean Man First Nation #69
Notes to the Financial Statements
For the year ended March 31, 2015

23. 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, 2015. 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, 2015

| | Buildings | CMHC housing | First Nation housing | Water and sewer infrastructure | Vehicles and equipment | Computer equipment | Subtotal |
|--|-----------|--------------|-------------------------|--------------------------------------|---------------------------|-----------------------|------------|
| Cost | | | | | | | |
| Balance, beginning of year | 5,234,698 | 4,604,690 | 1,001,201 | 1,320,463 | 265,319 | 121,489 | 12,547,860 |
| Acquisition of tangible capital assets | 22,764 | - | - | - | 60,049 | - | 82,813 |
| Disposal of tangible capital assets | - | - | - | - | (57,333) | - | (57,333) |
| Balance, end of year | 5,257,462 | 4,604,690 | 1,001,201 | 1,320,463 | 268,035 | 121,489 | 12,573,340 |
| Accumulated amortization | | | | | | | |
| Balance, beginning of year | 815,821 | 1,000,533 | 445,348 | 292,756 | 165,736 | 106,756 | 2,826,950 |
| Annual amortization | 209,579 | 115,117 | 25,030 | 33,427 | 43,106 | 4,911 | 431,170 |
| Accumulated amortization on disposals | - | - | - | - | (57,333) | - | (57,333) |
| Balance, end of year | 1,025,400 | 1,115,650 | 470,378 | 326,183 | 151,509 | 111,667 | 3,200,787 |
| Net book value of tangible capital assets | 4,232,062 | 3,489,040 | 530,823 | 994,280 | 116,526 | 9,822 | 9,372,553 |
| 2014 Net book value of tangible capital assets | 4,418,877 | 3,604,157 | 555,853 | 1,027,707 | 99,583 | 14,733 | 9,720,910 |

Ocean Man First Nation #69
Schedule 1 - Schedule of Tangible Capital Assets
For the year ended March 31, 2015

| | <i>Subtotal</i> | <i>Furniture and fixtures</i> | <i>Land</i> | <i>Projects under construction</i> | <i>2015</i> | <i>2014</i> |
|--|------------------|-------------------------------|------------------|------------------------------------|-------------------|-------------------|
| Cost | | | | | | |
| Balance, beginning of year | 12,547,860 | 113,599 | 5,449,027 | 6,850 | 18,117,336 | 17,448,544 |
| Acquisition of tangible capital assets | 82,813 | - | - | - | 82,813 | 668,792 |
| Disposal of tangible capital assets | (57,333) | - | - | - | (57,333) | - |
| Balance, end of year | 12,573,340 | 113,599 | 5,449,027 | 6,850 | 18,142,816 | 18,117,336 |
| Accumulated amortization | | | | | | |
| Balance, beginning of year | 2,826,950 | 46,043 | - | - | 2,872,993 | 2,418,028 |
| Annual amortization | 431,170 | 17,913 | - | - | 449,083 | 454,965 |
| Accumulated amortization on disposals | (57,333) | - | - | - | (57,333) | - |
| Balance, end of year | 3,200,787 | 63,956 | - | - | 3,264,743 | 2,872,993 |
| Net book value of tangible capital assets | 9,372,553 | 49,643 | 5,449,027 | 6,850 | 14,878,073 | 15,244,343 |
| 2014 Net book value of tangible capital assets | 9,720,910 | 67,556 | 5,449,027 | 6,850 | 15,244,343 | |

The 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, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|-----------------------------------|--------------------------------------|------------------------|------------------------|
| Per capita distribution | 50,000 | 2,534,500 | 45,800 |
| Wages and employee benefits | 568,388 | 574,589 | 542,517 |
| Amortization | 370,000 | 449,083 | 454,965 |
| Repairs and maintenance | 312,358 | 400,324 | 422,264 |
| Contracts | 176,466 | 322,382 | 308,601 |
| Tuition | 213,485 | 315,951 | 363,553 |
| Per diems | 210,600 | 269,943 | 213,490 |
| Professional fees | 273,500 | 259,407 | 220,989 |
| Office and training materials | 129,047 | 197,212 | 88,177 |
| Travel | 203,283 | 185,861 | 196,659 |
| Basic needs | 180,000 | 157,098 | 217,174 |
| Members' rent | 72,000 | 124,704 | 78,161 |
| Insurance | 117,000 | 104,129 | 99,089 |
| Student allowance | 90,000 | 94,347 | 64,410 |
| Supplies | 24,092 | 82,447 | 43,858 |
| Land management | 72,000 | 77,613 | 100,263 |
| Telephone and utilities | 62,916 | 69,022 | 90,110 |
| Interest on long-term debt | 57,300 | 57,139 | 58,040 |
| Youth activities | 112,000 | 53,721 | 39,570 |
| Workshops and meetings | 48,842 | 48,369 | 31,910 |
| Hot lunch program | 29,800 | 45,580 | 36,707 |
| Project expenses | 32,000 | 42,365 | 16,990 |
| Contribution | 35,000 | 42,079 | 42,479 |
| Special needs | 28,299 | 30,440 | 50,819 |
| Member assistance | 31,900 | 24,148 | 65,888 |
| Bylaws | 11,000 | 21,607 | 26,734 |
| Student projects and incentives | 32,800 | 12,122 | 51,034 |
| Medical transportation | 10,000 | 11,377 | 12,344 |
| Bank charges and interest | 7,705 | 9,811 | 8,682 |
| GST | 7,000 | 8,981 | 11,422 |
| National child benefit - projects | 63,889 | 7,850 | 42,221 |
| Donations | 2,000 | 6,765 | 5,357 |
| Cultural events/programs | 12,500 | 6,280 | 8,927 |
| Promotion | 4,000 | 4,500 | 5,292 |
| Special education | 31,393 | 3,355 | 8,420 |
| Pow wow | 95,000 | 2,028 | 121,533 |
| Miscellaneous | 8,200 | 525 | 16,544 |
| Administration | 23,000 | - | - |
| Loss in Lost Horse Hills Ranch | 50,000 | - | - |
| ECIP expenses | 2,528 | - | - |
| Halloween project | 2,500 | - | - |
| Bad debts (recovery) | 6,996 | (36,101) | 62,908 |
| | 3,870,787 | 6,621,553 | 4,273,901 |

Ocean Man First Nation #69
Band Government
Schedule 3 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|--|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 183,310 | 199,320 | 195,310 |
| Other | 1,500 | 14,468 | 7,353 |
| Interest income | - | - | 3,797 |
| Yorkton Tribal Administration Inc. | - | - | 768 |
| Management fees from Lost Horse Hills Ranch Inc. | 30,000 | - | - |
| Forfeited AANDC funding | - | (16,010) | - |
| | 214,810 | 197,778 | 207,228 |
| Expenses | | | |
| Per diems | 188,600 | 243,468 | 186,714 |
| Travel | 112,000 | 143,689 | 138,151 |
| Contracts | 23,500 | 65,913 | 53,037 |
| Telephone and utilities | 15,000 | 17,792 | 13,054 |
| Member assistance | 25,000 | 16,583 | 64,147 |
| Office and training materials | 9,500 | 14,649 | 6,366 |
| Wages and employee benefits | 50,000 | 11,994 | 72,078 |
| Bank charges and interest | 3,000 | 6,506 | 3,751 |
| Repairs and maintenance | 2,800 | 6,093 | 2,113 |
| Cultural events/programs | 3,000 | 4,530 | 3,100 |
| Promotion | 4,000 | 4,500 | 5,292 |
| Workshops and meetings | 6,400 | 4,202 | 3,131 |
| Donations | - | 3,615 | 2,400 |
| Professional fees | 6,000 | 1,654 | 19,484 |
| Miscellaneous | 3,000 | - | 2,884 |
| Bad debts | - | (6,707) | 32,320 |
| Administration | - | (27,360) | (26,160) |
| | 451,800 | 511,121 | 581,862 |
| Operating deficit before transfers | (236,990) | (313,343) | (374,634) |
| Transfer from Ottawa Trust | - | 6,332 | 31,707 |
| Operating deficit | (236,990) | (307,011) | (342,927) |

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, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|--|-----------------------------|--------------------|------------------|
| Revenue | | | |
| CMHC subsidy | 169,248 | 203,052 | 191,768 |
| First Nations Trust | 179,416 | 182,647 | 189,846 |
| Rental income | 115,000 | 129,575 | 134,754 |
| Painted Hand Community Development Corporation | - | 79,161 | 53,000 |
| Other | 100,000 | 26,076 | 34,819 |
| Yorkton Tribal Administration Inc. | - | - | 23,800 |
| | 563,664 | 620,511 | 627,987 |
| Expenses | | | |
| Per capita distribution | 50,000 | 2,534,500 | 45,800 |
| Professional fees | 225,000 | 187,566 | 161,311 |
| Members' rent | 72,000 | 124,704 | 78,161 |
| Repairs and maintenance | 54,000 | 124,633 | 70,199 |
| Amortization | 95,000 | 115,117 | 115,117 |
| Interest on long-term debt | 55,000 | 55,677 | 56,997 |
| Contribution | 35,000 | 42,079 | 42,479 |
| Insurance | 47,000 | 41,956 | 44,360 |
| Office and training materials | 15,000 | 40,947 | (5,403) |
| Administration | 23,000 | 27,360 | 26,160 |
| Contracts | - | 16,925 | 9,450 |
| Supplies | - | 14,640 | 100 |
| Project expenses | - | 13,525 | - |
| GST | 7,000 | 8,981 | 11,422 |
| Youth activities | 20,000 | 5,700 | 10,270 |
| Hot lunch program | - | 2,490 | 1,112 |
| Pow wow | 95,000 | 2,028 | 120,935 |
| Workshops and meetings | - | 1,125 | 5,275 |
| Bank charges and interest | - | 537 | 135 |
| Telephone and utilities | - | - | 10,800 |
| Per diems | 1,800 | - | - |
| Halloween project | 2,500 | - | - |
| Miscellaneous | - | - | 3,660 |
| Travel | 15,000 | - | 11,177 |
| | 812,300 | 3,360,490 | 819,517 |
| Operating deficit before transfers | (248,636) | (2,739,979) | (191,530) |
| Transfers from Ottawa Trust | - | 2,648,459 | 370,162 |
| Operating surplus (deficit) | (248,636) | (91,520) | 178,632 |

Ocean Man First Nation #69
Capital
Schedule 5 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|--|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | | | |
| Aboriginal Affairs and Northern Development Canada | 322,226 | 62,417 | 64,158 |
| Deferred revenue beginning of year | 7,144 | 103,538 | 314,180 |
| Deferred revenue end of year | (6,139) | (80,765) | (103,538) |
| | 323,231 | 85,190 | 274,800 |
| Expenses | | | |
| Amortization | 275,000 | 333,966 | 339,848 |
| Repairs and maintenance | 64,158 | 63,914 | 84,680 |
| Bank charges and interest | 5 | 10 | 20 |
| Interest on long-term debt | 600 | - | 123 |
| Per diems | 1,000 | - | - |
| | 340,763 | 397,890 | 424,671 |
| Operating deficit before transfers | (17,532) | (312,700) | (149,871) |
| Transfer from Ottawa Trust | - | - | 167,415 |
| Operating surplus (deficit) | (17,532) | (312,700) | 17,544 |

Ocean Man First Nation #69
Community Infrastructure
Schedule 6 - Schedule of Revenue and Expenses and Operating Deficit
For the year ended March 31, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|--|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 137,873 | 140,121 | 134,226 |
| Rental income | 21,400 | 12,173 | 23,460 |
| Other | - | 7,654 | 1,500 |
| | 159,273 | 159,948 | 159,186 |
| Expenses | | | |
| Repairs and maintenance | 147,200 | 177,065 | 230,312 |
| Contracts | 76,000 | 72,604 | 80,599 |
| Insurance | 64,000 | 62,173 | 49,014 |
| Telephone and utilities | 40,855 | 39,225 | 55,177 |
| Wages and employee benefits | 28,000 | 28,251 | 28,069 |
| Interest on long-term debt | 1,200 | 859 | 809 |
| Travel | 5,500 | 735 | 1,534 |
| Workshops and meetings | 1,500 | 578 | 105 |
| Miscellaneous | - | 100 | - |
| Office and training materials | 6,000 | - | 2,480 |
| Pow wow | - | - | 599 |
| Bad debts (recovery) | - | (818) | 7,305 |
| | 370,255 | 380,772 | 456,003 |
| Operating deficit before transfers | (210,982) | (220,824) | (296,817) |
| Transfers from Ottawa Trust | - | 159,568 | 132,659 |
| Operating deficit | (210,982) | (61,256) | (164,158) |

Ocean Man First Nation #69
Economic Development
Schedule 7 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2015

| | <i>2015 Budget (Note 21)</i> | <i>2015 Actual</i> | <i>2014 Actual</i> |
|------------------------------------|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Yorkton Tribal Administration Inc. | 10,300 | - | - |
| Expenses | | | |
| Workshops and meetings | 14,000 | - | - |
| | 14,000 | - | - |
| Operating surplus (deficit) | (3,700) | - | - |

Ocean Man First Nation #69
Education

Schedule 8 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|---|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 857,166 | 928,791 | 949,137 |
| Yorkton Tribal Administration Inc. | 100,000 | 146,052 | 172,873 |
| Other | 25,000 | 59,494 | 65,058 |
| Painted Hand Community Development Corporation | 50,000 | 18,195 | 108,050 |
| Forfeited AANDC funding | - | (13,230) | - |
| | 1,032,166 | 1,139,302 | 1,295,118 |
| Expenses | | | |
| Wages and employee benefits | 399,928 | 463,461 | 375,313 |
| Tuition | 213,485 | 315,951 | 363,554 |
| Office and training materials | 93,558 | 133,672 | 78,142 |
| Student allowance | 90,000 | 94,347 | 64,410 |
| Contracts | 25,000 | 80,975 | 75,247 |
| Youth activities | 92,000 | 48,021 | 29,299 |
| Project expenses | 32,000 | 28,840 | 16,990 |
| Repairs and maintenance | 43,000 | 25,344 | 34,160 |
| Travel | 36,683 | 23,127 | 33,081 |
| Student projects and incentives | 32,800 | 12,122 | 51,034 |
| Special needs | - | 8,250 | 22,892 |
| Supplies | - | 4,049 | 2,998 |
| Workshops and meetings | 2,500 | 3,882 | 1,900 |
| Donations | 2,000 | 3,150 | 2,957 |
| Special education | 31,393 | 3,355 | 8,420 |
| Professional fees | - | 1,901 | 3,311 |
| Cultural events/programs | 9,500 | 1,750 | 1,800 |
| Telephone and utilities | - | 1,515 | 498 |
| Bank charges and interest | 2,500 | 1,268 | 2,658 |
| Member assistance | - | 1,000 | - |
| Interest on long-term debt | 500 | 602 | 111 |
| Miscellaneous | 2,600 | 325 | 10,000 |
| Insurance | 6,000 | - | 5,715 |
| National child benefit - projects | - | - | 11,560 |
| Per diems | 5,000 | - | 6,600 |
| Bad debts (recovery) | 6,996 | (8,232) | 13,080 |
| | 1,127,443 | 1,248,675 | 1,215,730 |
| Operating surplus (deficit) before other items | (95,277) | (109,373) | 79,388 |
| Other income | | | |
| Gain on disposal of capital assets | - | 1,900 | - |
| Operating surplus (deficit) before transfers | (95,277) | (107,473) | 79,388 |
| Transfer from Ottawa Trust | - | 11,448 | 21,000 |
| Operating surplus (deficit) | (95,277) | (96,025) | 100,388 |

Ocean Man First Nation #69
Health
Schedule 9 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|--|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 9,866 | 9,866 | 20,366 |
| First Nations and Inuit Health Branch | 217,193 | 228,364 | 228,367 |
| Painted Hand Community Development Corporation | 11,000 | 30,614 | 20,000 |
| Other | - | 34 | 16 |
| Forfeited FNIHB funding | - | - | (34,385) |
| Yorkton Tribal Administration Inc. | - | - | 13,900 |
| Forfeited Painted Hand CDC funding | - | - | (1,690) |
| Forfeited AANDC funding | - | (755) | - |
| | 238,059 | 268,123 | 246,574 |
| Expenses | | | |
| Wages and employee benefits | 56,100 | 55,544 | 37,759 |
| Contracts | 51,966 | 49,313 | 83,589 |
| Workshops and meetings | 22,642 | 38,582 | 20,469 |
| Supplies | 22,592 | 30,090 | 37,761 |
| Hot lunch program | 14,800 | 17,546 | 20,595 |
| Per diems | 14,200 | 11,400 | 12,600 |
| Medical transportation | 10,000 | 11,377 | 12,344 |
| Travel | 30,500 | 10,357 | 8,894 |
| Telephone and utilities | 5,861 | 8,990 | 9,082 |
| Member assistance | 6,900 | 6,565 | 1,740 |
| Office and training materials | 2,589 | 2,175 | 1,496 |
| Bank charges and interest | 1,200 | 857 | 1,408 |
| Professional fees | - | 611 | 2,185 |
| Miscellaneous | 2,600 | 100 | - |
| Bad debts (recovery) | - | (9,436) | 9,953 |
| | 241,950 | 234,071 | 259,875 |
| Operating surplus (deficit) | (3,891) | 34,052 | (13,301) |

Ocean Man First Nation #69
Ottawa Trust
Schedule 10 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|---|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Royalty revenue | 700,000 | 290,548 | 654,646 |
| Interest income | 150,000 | 184,655 | 230,824 |
| Land leases | 135,000 | 56,730 | 104,594 |
| Operating surplus before transfers | 985,000 | 531,933 | 990,064 |
| Transfer from Ottawa Trust | - | (2,898,348) | (722,943) |
| Operating surplus (deficit) | 985,000 | (2,366,415) | 267,121 |

Ocean Man First Nation #69
Reserves and Trusts
Schedule 11 - Schedule of Revenue and Expenses and Operating Surplus
For the year ended March 31, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|--|-----------------------------|----------------|----------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 52,070 | 144,058 | 112,293 |
| Land leases | 330,000 | 376,859 | 368,142 |
| Oil, gas and seismic revenue | 75,000 | 68,224 | 91,564 |
| Other | 20,000 | 52,845 | 54,418 |
| Rental income | 12,000 | - | 12,000 |
| | 489,070 | 641,986 | 638,417 |
| Expenses | | | |
| Land management | 72,000 | 77,613 | 86,383 |
| Professional fees | 42,000 | 62,725 | 30,418 |
| Contracts | - | 35,532 | 3,600 |
| Supplies | - | 33,669 | - |
| Bylaws | 11,000 | 21,607 | 26,734 |
| Repairs and maintenance | - | 2,776 | - |
| Travel | - | 952 | 2,221 |
| Workshops and meetings | - | - | 1,030 |
| Per diems | - | - | 7,576 |
| Wages and employee benefits | 5,760 | - | 5,077 |
| Bad debts (recovery) | - | (10,908) | - |
| | 130,760 | 223,966 | 163,039 |
| Operating surplus before transfers | 358,310 | 418,020 | 475,378 |
| Transfer from Ottawa Trust | - | 72,541 | - |
| Operating surplus | 358,310 | 490,561 | 475,378 |

Ocean Man First Nation #69
Social Services

Schedule 12 - Schedule of Revenue and Expenses and Operating Surplus (Deficit)
For the year ended March 31, 2015

| | <i>2015 Budget (Note 21)</i> | <i>2015 Actual</i> | <i>2014 Actual</i> |
|--|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Aboriginal Affairs and Northern Development Canada | 374,800 | 265,377 | 286,421 |
| Other | - | - | 1,744 |
| Forfeited AANDC funding | (82,000) | (41,258) | (722) |
| | 292,800 | 224,119 | 287,443 |
| Expenses | | | |
| Basic needs | 180,000 | 157,098 | 217,174 |
| Hot lunch program | 15,000 | 25,544 | 15,000 |
| Special needs | 28,299 | 22,190 | 27,927 |
| Wages and employee benefits | 28,600 | 15,338 | 24,221 |
| Per diems | - | 15,075 | - |
| National child benefit - projects | 63,889 | 7,850 | 30,661 |
| Travel | 3,600 | 7,001 | 1,601 |
| Office and training materials | 2,400 | 5,720 | 5,046 |
| Telephone and utilities | 1,200 | 1,500 | 1,500 |
| Contracts | - | 1,120 | 3,080 |
| Bank charges and interest | 1,000 | 629 | 705 |
| Repairs and maintenance | 1,200 | 500 | 800 |
| Supplies | 1,500 | - | 3,000 |
| Workshops and meetings | 1,800 | - | - |
| ECIP expenses | 2,528 | - | - |
| Cultural events/programs | - | - | 4,027 |
| Bad debts (recovery) | - | - | 250 |
| Professional fees | 500 | - | 1,605 |
| | 331,516 | 259,565 | 336,597 |
| Operating deficit | (38,716) | (35,446) | (49,154) |

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, 2015

| | 2015 Budget (Note 21) | 2015 Actual | 2014 Actual |
|--|--------------------------------------|------------------------|------------------------|
| Revenue | | | |
| Earnings in PHC Holdings Limited Partnership | 63,000 | 126,711 | 119,086 |
| Other | - | 552 | - |
| | 63,000 | 127,263 | 119,086 |
| Expenses | | | |
| Professional fees | - | 4,950 | 2,675 |
| Office and training materials | - | 50 | 50 |
| Bank charges and interest | - | 3 | 3 |
| Land management | - | - | 13,879 |
| Loss in Lost Horse Hills Ranch Inc. | 50,000 | - | - |
| | 50,000 | 5,003 | 16,607 |
| Operating surplus | 13,000 | 122,260 | 102,479 |