

**Swan River First Nation
Consolidated Financial Statements
March 31, 2020**

Swan River First Nation

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Swan River First Nation



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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements of the Swan River First Nation are the responsibility of management and have been approved by the Chief and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Consolidated financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

The First Nation maintains systems of internal accounting and administrative controls of high quality. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the First Nation's Assets are appropriately accounted for and adequately safeguarded.

The First Nation Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The financial statements have been audited by Doyle & Company in accordance with Canadian auditing standards on behalf of the members. Doyle & Company have full and free access to the Council.

Original Signed By _____ Chief

Original Signed By _____ Councilor

Original Signed By _____ Councilor

Original Signed By _____ Councilor

Allan J. Grykuliak, CPA, CA*
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INDEPENDENT AUDITORS' REPORT

To the Chief and Council

Opinion

We have audited the consolidated financial statements of **Swan River First Nation** (the Entity), which comprise the consolidated statement of financial position as at March 31, 2020, and the results of its operations, changes in its net financial assets and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Swan River First Nation as at March 31, 2020, the results of its operations, changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated 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.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than from one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

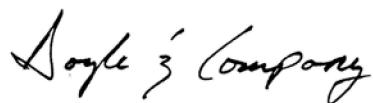
INDEPENDENT AUDITORS' REPORT - continued

- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Scott Mockford, CPA, CA.



11210 - 107 Avenue NW
Edmonton, Alberta
T5H 0Y1

September 29, 2020

Chartered Professional Accountants

Swan River First Nation
Consolidated Statement of Financial Position
As at March 31, 2020

	2020	2019
	\$	\$
FINANCIAL ASSETS		
Cash and cash equivalents	1,161,274	750,853
Restricted cash (Note 3)	3,664,107	4,351,727
Investments (Note 4)	32,223,559	31,975,396
Accounts receivable (Note 5)	1,152,528	1,401,805
Investment in First Nation controlled entities (Note 6)	367,709	567,386
	38,569,177	39,047,167
LIABILITIES		
Accounts payable (Note 8)	683,119	1,117,546
Deferred contributions (Note 9)	2,105,641	1,340,735
Long-term liabilities (Note 10)	4,324,230	4,026,844
	7,112,990	6,485,125
NET FINANCIAL ASSETS	31,456,187	32,562,042
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 2)	13,347,206	12,635,965
Prepaid expenses	98,493	133,288
	13,445,699	12,769,253
ACCUMULATED SURPLUS (Schedule 1 and Note 14)	44,901,886	45,331,295

Approved by the First Nation:

Original Signed By _____ Chief

Original Signed By _____ Councilor

Original Signed By _____ Councilor

Original Signed By _____ Councilor

Swan River First Nation
Consolidated Statement of Financial Activities
For the year ended March 31, 2020

	2020 Budget \$	2020 Actual \$	2019 Actual \$
REVENUE			
Indigenous Services Canada	8,178,281	8,178,281	6,150,145
Lesser Slave Lake Indian Regional Council	30,000	30,000	30,000
Trust Funds - Revenue	-	-	7,042
Health Canada	2,688,940	2,688,940	1,651,862
First Nations Development Fund	475,160	475,160	532,463
Human Resource Development Canada	-	375,180	465,107
Canada Mortgage and Housing Corporation	-	94,753	195,138
Other revenue	2,235,301	3,108,323	4,923,310
Revenue deferred from previous period	-	1,340,737	2,990,982
Revenue deferred to subsequent period	-	(2,105,641)	(1,340,737)
	13,607,682	14,185,733	15,605,312
EXPENDITURES			
Aboriginal Skills and Employment Training	-	209,791	260,110
Administration	1,646,609	1,960,626	1,794,050
CMHC Housing #1	-	-	59,281
CMHC Multi-plex	-	52,287	128,616
Child Care	-	205,938	146,498
Child Welfare Committee	44,457	30,923	38,068
Consultation	1,105,000	925,363	675,032
Cultural Activities	-	189,704	101,619
Economic Development	1,181,776	1,211,004	774,769
Education - Post Secondary	727,419	624,824	446,951
First Nations Development Fund	475,160	226,357	120,000
Health Services	2,688,940	1,770,776	1,352,606
Honouring Life	300,066	11,913	-
Housing	1,776,412	1,236,753	906,250
National Indian Brotherhood	-	-	102,895
School	2,258,013	2,182,826	1,954,232
Social Services	1,097,441	1,138,305	944,313
Water Treatment Plant	306,389	384,737	227,746
Agricultural Benefit Trust	-	1,283,703	562,921
	13,607,682	13,645,830	10,595,957
Excess of Revenue Over Expenditures			
Before Other Expenditures	-	539,903	5,009,355
Other Expenditures			
Amortization	-	(789,616)	(834,741)
EXCESS OF REVENUE OVER EXPENDITURES	-	(249,713)	4,174,614

The accompanying notes form part of these financial statements.

Swan River First Nation
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2020

	2020 \$	2019 \$
EXCESS OF REVENUES OVER EXPENDITURES	(429,409)	4,262,826
Acquisition of tangible capital assets	(1,620,392)	(6,086,509)
Proceeds on disposal of tangible capital assets	119,524	-
Amortization of tangible capital assets	789,618	834,741
	(711,250)	(5,251,768)
Acquisition of prepaid assets	(98,490)	(133,287)
Use of prepaid assets	133,294	101,692
	34,804	(31,595)
DECREASE IN NET ASSETS	(1,105,855)	(1,020,537)
NET FINANCIAL ASSETS, BEGINNING OF YEAR	32,562,042	33,582,579
NET FINANCIAL ASSETS, END OF YEAR	31,456,187	32,562,042

Swan River First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2020

	2020	2019
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from funding agencies and other income	15,199,916	14,507,795
Cash paid to suppliers and employees	(14,105,623)	(10,178,543)
	1,094,293	4,329,252
CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase in long-term liabilities	297,386	2,719,892
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in investments	(248,163)	(31,975,396)
Decrease (increase) in investment in First Nation controlled entities	199,677	(79,272)
Tangible capital assets acquired	(1,620,392)	(6,086,509)
	(1,668,878)	(38,141,177)
DECREASE IN CASH DURING THE YEAR	(277,199)	(31,092,033)
CASH, Beginning of year	5,102,580	36,194,613
CASH, End of year	4,825,381	5,102,580
Cash is Comprised of:		
Cash	1,161,274	750,853
Restricted cash	3,664,107	4,351,727
	4,825,381	5,102,580

Swan River First Nation
Consolidated Statement of Changes in Accumulated Surplus - Schedule 1
For the year ended March 31, 2020

	Unrestricted Surplus	Equity in Tangible Capital Assets	Equity in Enterprise Fund	Equity in Trust Funds	Equity in CMHC Reserve	2020	2019
	\$	\$	\$	\$	\$	\$	\$
Balance, Beginning of Year	478,877	8,609,121	567,386	35,582,271	93,640	45,331,295	41,068,469
Excess of revenue over expenditures	(249,713)	-	(199,677)	19,981	-	(429,409)	4,262,826
Restricted funds used for operations	1,643,554	-	-	(1,643,554)	-	-	-
Current years funds used for tangible capital assets	(1,620,392)	1,620,392	-	-	-	-	-
Disposal of tangible capital assets	119,534	(119,534)	-	-	-	-	-
Annual amortization expense	789,618	(789,618)	-	-	-	-	-
Long-term liabilities obtained	297,385	(297,385)	-	-	-	-	-
Transfer	(12,000)	-	-	-	12,000	-	-
Change in accumulated surplus	967,986	413,855	(199,677)	(1,623,573)	12,000	(429,409)	4,262,826
Balance, End of Year	1,446,863	9,022,976	367,709	33,958,698	105,640	44,901,886	45,331,295

The accompanying notes form part of these financial statements.

Swan River First Nation
Consolidated Statement of Tangible Capital Assets - Schedule 2
For the year ended March 31, 2020

	Automotive	Buildings & Infrastructure	Furniture & Equipment	2020	2019
	\$	\$	\$	\$	\$
COST:					
Balance, Beginning of Year	580,457	16,885,989	63,055	17,529,501	16,952,469
Acquisition of tangible capital assets	261,381	1,359,011	-	1,620,392	6,086,509
Disposal of tangible capital assets	-	(186,609)	-	(186,609)	(5,509,477)
Balance, End of Year	841,838	18,058,391	63,055	18,963,284	17,529,501
ACCUMULATED AMORTIZATION:					
Balance, Beginning of Year	267,777	4,572,966	52,793	4,893,536	9,568,272
Annual amortization	142,324	645,241	2,053	789,618	834,741
Accumulated amortization on disposals	-	(67,076)	-	(67,076)	(5,509,477)
Balance, End of Year	410,101	5,151,131	54,846	5,616,078	4,893,536
NET BOOK VALUE	431,737	12,907,260	8,209	13,347,206	12,635,965

The accompanying notes form part of these financial statements.

Swan River First Nation
Consolidated Statement of Financial Activities by Program - Schedule 3
For the year ended March 31, 2020

	2020				2019		
	LSLIRC Revenue \$	ISC Revenue \$	Other Revenue \$	Total Revenue \$	Total Expenditures \$	Surplus (Deficit) \$	Surplus (Deficit) \$
Aboriginal Skills and Employment	-	-	209,791	209,791	209,791	-	(1,684)
Administration	-	1,100,831	1,217,906	2,318,737	1,960,626	358,111	51,165
CMHC Housing - #1	-	-	-	-	-	-	(781)
CMHC Multi-plex	-	-	108,482	108,482	52,287	56,195	11,746
Child Care Incentives	-	-	205,938	205,938	205,938	-	(9)
Child Welfare Committee	30,000	-	14,457	44,457	30,923	13,534	13,633
Consultation	-	-	1,136,671	1,136,671	925,363	211,308	571,211
Cultural Activities	-	-	270,704	270,704	189,704	81,000	42,725
Economic Development	-	1,181,776	(136,486)	1,045,290	1,211,004	(165,714)	(25,427)
Education - Post Secondary	-	457,419	167,405	624,824	624,824	-	11,700
First Nation Development Fund	-	-	475,160	475,160	226,357	248,803	750,653
Health Services	-	-	1,856,594	1,856,594	1,770,776	85,818	1,927,140
Housing	-	1,776,412	320,189	2,096,601	1,236,753	859,848	(60,829)
Honouring Life	-	-	11,913	11,913	11,913	-	-
National Indian Brotherhood	-	-	-	-	-	-	(895)
School	-	2,258,013	237,937	2,495,950	2,182,826	313,124	407,383
Social Services	-	1,097,441	-	1,097,441	1,138,305	(40,864)	111,377
Water Treatment Plant	-	306,389	240,642	547,031	384,737	162,294	68,774
<u>Agriculture Benefit Trust</u>	-	-	(359,851)	(359,851)	1,283,703	(1,643,554)	1,131,473
	30,000	8,178,281	5,977,452	14,185,733	13,645,830	539,903	5,009,355

The accompanying notes form part of these financial statements.

Swan River First Nation
Consolidated Statement of Expenditures by Object - Schedule 4
For the year ended March 31, 2020

	2020	2019
	\$	\$
EXPENDITURES		
Administration	610,881	575,614
Contract labour	1,254,749	637,426
Distributions to members	345,221	391,331
Donations	16,744	11,696
Honorarium	138,578	75,329
Insurance	180,620	120,525
Interest and bank charges	47,700	44,957
Office	312,155	102,931
Professional fees	273,665	60,264
Program expenditures	3,685,800	1,627,668
Repairs and maintenance	72,893	86,551
Supplies and materials	714,457	720,127
Training	114,613	588,416
Travel	302,644	332,394
Tuition	1,673,454	1,405,401
Utilities	787,982	827,179
Wages and employee benefits	3,113,674	2,988,148
TOTAL EXPENDITURES	13,645,830	10,595,957

Swan River First Nation

Notes to the Consolidated Financial Statements

March 31, 2020

NATURE OF OPERATIONS

Swan River First Nation provides local government, education and social development services to its members and was established under the Indian Act (Canada)

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements include the assets, liabilities, and results of operations of Swan River First Nation (the "First Nation") and all related entities and organizations subject to control by Chief and Council. No inclusion has been made of assets, liabilities, revenues or expenses of First Nations members, individually or collectively, incorporated or unincorporated, that are not controlled by or the responsibility of Chief and Council.

These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles for local government, as established by the Public Sector Accounting and Audit Boards ("PSAB"), which encompasses the following principles:

(a) Fund Accounting

The Swan River First Nation uses fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. The various funds have been amalgamated for the purpose of presentation in the financial statements. Details of the operations of each fund are set out in the supplementary schedules. The Swan River First Nation maintains the following funds:

- The Operating Fund which reports the general activities of the First Nation Administration.
- The Tangible Capital Assets Fund which reports the capital Assets of the First Nation, together with their related financing.
- The Enterprise Fund which reports the investment made in controlled entities.
- The Trust Fund which reports on trust funds owned by the First Nation and held by third parties.

(b) Cash and Cash Equivalents

Cash and cash equivalents consist of bank accounts and temporary investments with maturities of three months or less.

(c) Reporting Entity and Principles of Financial Reporting

The Swan River First Nation reporting entity includes the Swan River First Nation's government and all related entities which are accountable to the First Nation and are either owned or controlled by the Swan River First Nation.

These financial statements consolidate the Assets, liabilities and results of operations for the following entities which lend themselves to consolidation.

- Swan River First Nation Operating Fund
- Swan River First Nation Trust Funds

Swan River First Nation
Notes to the Consolidated Financial Statements
March 31, 2020

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES - continued

(c) Reporting Entity and Principles of Financial Reporting

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

Incorporated business entities, which are owned or controlled by the Swan River First Nation and which are not dependent on the First Nation for their continuing operations are included in the summary financial statements using the modified equity method. These include:

- Swan River Tribal Enterprises Ltd.
- Wapsewsepi Enterprises Ltd.
- Creeland Resources Inc.
- 18805424 Alberta Ltd.

(d) Revenue Recognition

Government transfers and grant revenue are recognized as the First Nations becomes entitled to the funding under the terms of applicable funding agreements and are recorded in the period in which the recourses are used for the purpose specified in the agreements. Restricted funding received which relates to a subsequent fiscal period or which stipulations that give rise to an obligation are reported as deferred revenue until the resources are used for the purpose or purposes specified and/or the stipulations giving rise to an obligation have been met.

Other revenue, including rent and lease revenue, sales of goods and provision of services are recognized in the period the goods or services are provided and the related proceeds are received or receivable.

(e) Non-Financial Assets

Non-financial Assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations.

Tangible Capital Assets

Tangible capital Assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets are amortized on a declining balance basis over the prescribed rates:

	Percentage
Automotive	30%
Buildings and infrastructure	5%
Furniture and equipment	20%

Annual amortization is charged in the year of acquisition and not in the year of disposal.

Assets under construction are not amortized until the asset is available for productive use.

Swan River First Nation
Notes to the Consolidated Financial Statements
March 31, 2020

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES - continued

(f) Trust Funds

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

First Nation trust funds are included as revenue in these statements only to the extent they have been received from the First Nation's trust funds.

(g) Financial Instruments

The Nation initially measures financial assets and financial liabilities at their fair value. It subsequently measures its financial assets and financial liabilities, other than investments, at amortized cost. The financial assets subsequently measured at amortized cost include cash and cash equivalents and accounts receivable. The financial liabilities subsequently measured at amortized cost include accounts payable and accrued liabilities. Investments are recorded at fair value.

The Nation's risk exposures related to its financial instruments are outlined as follows:

Credit Risk

The Nation is exposed to credit risk resulting from the possibility that parties may default on their financial obligations.

Interest Rate Risk

The Nation is exposed to risk that the fair value of financial instruments or future cash flows associated with the instrument will fluctuate due to changes in market interest rates.

(h) Measurement Uncertainty

The preparation of 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 disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

2. ECONOMIC DEPENDENCE

The Swan River First Nation receives a major portion of its revenues pursuant to a funding arrangement with Indigenous Services Canada.

Swan River First Nation
Notes to the Consolidated Financial Statements
March 31, 2020

3. RESTRICTED CASH

	2020	2019
	\$	\$
Trust Funds		
Band Capital	342,694	334,756
Band Revenue	287,454	275,411
Agricultural Benefits Trust Fund		
Royal Bank	2,337,858	2,594,029
RBC Wealth Management	-	702,680
First Nation Development Fund	422,683	125,339
Canada Mortgage and Housing Corporation	168,356	214,354
Government of Alberta - Education grant funding	105,062	105,158
	3,664,107	4,351,727

4. INVESTMENTS

	2020	2019
	\$	\$
Guaranteed Investment Certificate	1,000,000	-
Agricultural Benefits Trust Fund		
RBC Wealth Management - Minors Trust	5,830,170	6,179,975
RBC Wealth Management - Agricultural Benefits	25,393,389	25,795,421
	32,223,559	31,975,396

The guaranteed investment certificate consists of two, \$500,000 GIC's that both mature August, 2020 and earn interest at between 1.7% and 1.9% annually.

The RBC Wealth Management investment consists of mutual funds and shares.

5. ACCOUNTS RECEIVABLE

	2020	2019
	\$	\$
Trade	869,205	818,581
Indigenous Services Canada	203,169	57,633
First Nation's & Inuit Health Branch	-	71,128
First Nation Development Fund	-	127,636
Government of Alberta	192,000	364,512
Canada Housing and Mortgage Corporation	-	95,530
Goods and Service Tax	7,786	7,700
Members		
Rent and other	907,580	907,580
Water	36,749	39,167
Less: Allowance for doubtful accounts	(1,063,961)	(1,087,662)
	1,152,528	1,401,805

Swan River First Nation
Notes to the Consolidated Financial Statements
March 31, 2020

6. INVESTMENTS IN FIRST NATION CONTROLLED ENTITIES

	2020 \$	2019 \$
Creeland Resources Inc.		
Shares	100	100
Advances	20,599	20,599
Accumulated surplus in earnings	(15,403)	4,512
	5,296	25,211
Wapsewsepi Enterprises Ltd.		
Shares	100	100
Advances	2,413,709	2,413,709
Accumulated deficit in earnings	(2,157,796)	(1,978,034)
	256,013	435,775
18805424 Alberta Ltd.		
Advances	106,400	106,400
Total investment in controlled entities	367,709	567,386

Unaudited financial information for each of the entities for their respective years ended are as follows:

	Assets \$	Liabilities \$	Revenues \$	Net Earnings (Loss) \$
Creeland Resources Inc. (100%)	8,234	23,537	41,656	(19,915)
Wapsewsepi Enterprises Ltd. (100%)	323,051	2,480,747	3,626,690	(179,762)
18805424 Alberta Ltd. (100%)	106,400	-	-	-

7. BANK INDEBTEDNESS

Bank indebtedness represents cheque written in excess of the bank balance.

Swan River First Nation has a \$200,000 line of credit with Peace Hills Trust, which bears interest at prime plus 2% (5.75%).

Swan River First Nation
Notes to the Consolidated Financial Statements
March 31, 2020

8. ACCOUNTS PAYABLE

	2020	2019
	\$	\$
Trade	361,406	771,970
Agricultural trust distributions	240,000	300,000
Wages and employee benefits	81,713	45,576
	683,119	1,117,546

9. DEFERRED CONTRIBUTIONS

	2020	2019
	\$	\$
Aboriginal Skills and Employment Training	24,584	-
Administration		
Indigenous Services Canada	-	215,776
Industry	-	330,000
Child Care		
ASETS	57,601	108,134
Consultation		
Government of Alberta	192,000	-
Cultural Activities		
Lesser Slave Lake Indian Regional Council	-	55,656
Government of Alberta	164,952	180,000
Economic Development		
Indigenous Services Canada	372,282	12,246
Education - Post Secondary		
Trust Funds	102,595	-
Health Canada	175,560	-
Jordan's Principle	727,914	71,128
Honouring Life		
Government of Alberta	288,153	-
School		
Government of Alberta	-	147,925
Water Treatment Plant		
Indigenous Services Canada	-	219,870
	2,105,641	1,340,735

Swan River First Nation
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10. LONG-TERM LIABILITIES

	2020	2019
	\$	\$
Canada Mortgage and Housing Corporation mortgage loan, is due May, 2038 and is repayable in monthly instalments of \$6,853 including interest charged at 2.49%.		
- Multi-plex loan	1,204,692	1,256,499
Bank of Montreal, secured by ministerial guarantee of the Minister of Indigenous Services Canada, is repayable in monthly instalments of \$35,497 including interest charged at 4.70%.		
- Housing	<u>3,119,538</u>	<u>2,770,345</u>
	4,324,230	4,026,844

Interest paid on long-term liabilities amounted to \$37,287 (2019 - \$30,653) during the year.

Future minimum principal repayments required to meet existing obligations are as follows:

	\$
2021	265,662
2022	349,834
2023	365,398
2024	381,678
2025	398,708
Thereafter	<u>2,562,950</u>
	4,324,230

11. EQUITY IN TANGIBLE CAPITAL ASSETS

	2020	2019
	\$	\$
Tangible capital assets (Schedule 2)	18,963,284	17,529,501
Accumulated amortization (Schedule 2)	(5,616,078)	(4,893,536)
Long-term liabilities (Note 10)	<u>(4,324,230)</u>	<u>(4,026,844)</u>
	9,022,976	8,609,121

Swan River First Nation
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12. EQUITY IN ENTERPRISE FUND

	2020	2019
	\$	\$
Balance, beginning of year	567,386	488,114
Earnings (losses) from controlled entities	(199,677)	79,272
Balance, end of year	367,709	567,386

13. EQUITY IN TRUST FUND

Federal Funds

	Capital	Revenue	Total
	\$	\$	\$
Balance, beginning of year	334,756	275,411	610,167
Earnings	7,938	12,043	19,981
Balance, end of year	342,694	287,454	630,148

Agriculture Benefit Funds

	2020
	\$
Balance, beginning of year	34,972,104
Income	712,889
Unrealized gain (loss)	(1,072,740)
Expenditures	(179,552)
Distributions - Nation	(758,930)
Distributions - minors	(345,221)
Balance, end of year	33,328,550
Total Trust Funds	33,958,698

14. ACCUMULATED SURPLUS

	2020	2019
	\$	\$
Unrestricted surplus	1,446,863	478,877
Equity in tangible capital assets	9,022,976	8,609,121
Equity in enterprise fund	367,709	567,386
Equity in trust funds	33,958,698	35,582,271
Equity in CMHC replacement reserve	105,640	93,640
	44,901,886	45,331,295