



SADDLE LAKE CREE

NATION

EXTERNAL AUDITOR

PRESENTATION

Presented by:

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KRP | KINGSTON
ROSS
PASNAK^{LLP}

Purpose of an Audit

To obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.



Audit Opinions

- **Unqualified Report**

- Also known as a clean report, an unqualified audit opinion indicates that the audited financial statements have been presented fairly, in all material respects.

- **Qualified Report**

- A qualified report is one in which most matters in the audit have been adequately dealt with, with the exception of one or more issues. With the exception of the issue(s) noted, the auditor can still conclude that the financial statements are presented fairly, in all material aspects.

2018 SLCN Audit Opinion

- Qualified Report

- Government business enterprises & Long-term investments
 - Many of the Nation's long-term investments and government business enterprises are not audited
 - We are not able to rely on the financial statements of the investments to provide reasonable assurance that they are not materially misstated



ISC Audit Requirements

- **Financial Reporting Framework**
 - ISC requires that the financial statements of the Nation be prepared using Public Sector Accounting Standards (PSAS)
- **Consolidation**
 - The audited financial statements must show the consolidated financial position of the Nation
 - This includes all Saddle Lake Band operated programs as well as the Nation's long-term investments
- **Audited Financial Statement Deadline**
 - Audited financial statement submission deadline: July 31, 2018
 - Since appointment as the auditors of the Nation in 2015, we have submitted each audit to ISC on time.

Current Assets

	2018	2017
Cash	\$17,121,551	\$13,259,075
Accounts Receivable	\$ 2,722,027	\$ 2,501,560
Total Current Assets	\$19,843,578	\$15,760,635



Liabilities

	2018	2017
Total Liabilities	\$16,126,711	\$14,582,140



Revenue

	2018	2017
ISC	\$43,112,677	\$48,395,472
FNIHB	\$ 9,534,536	\$ 7,465,589
AHRD	\$ 1,884,978	\$ 1,901,233
FNDF	\$ 1,366,881	\$ 1,393,916
CMHC	\$ 300,797	\$ 264,776
Other Revenue	\$10,329,608	\$ 9,333,215
(Lapsed) Funding	-	(\$ 14,483)
Contributions CFWD	(\$ 932,702)	(\$ 7,946,591)
Revenue	\$65,596,775	\$60,793,127

Expenses

	2018	2017
Wages and Benefits	\$17,506,383	\$17,269,890
Child Welfare Maintenance	\$ 9,697,044	\$ 9,456,279
Direct Social Assistance	\$ 6,270,935	\$ 6,284,727
Travel, Meeting, Workshops	\$ 5,070,029	\$ 3,428,631
Contracted and Program Services	\$ 4,727,802	\$ 6,385,578
Post-Secondary Allowances	\$ 3,213,091	\$ 3,242,743
Repairs and Maintenance	\$ 3,129,791	\$ 3,386,386
Materials, Goods and Utilities	\$ 2,616,610	\$ 3,425,108
Other Expenses	\$ 5,943,143	\$ 6,039,104
Total Expenses	\$ 58,174,828	\$58,921,446

Surplus of Revenues over Expenses

	2018	2017
Surplus from Operations	\$ 7,421,947	\$ 1,871,681
O – Business Trust	-	-
Investments	(\$ 88,143)	(\$ 608,581)
Surplus	\$ 7,333,804	\$ 1,263,100

Surplus Reinvestment

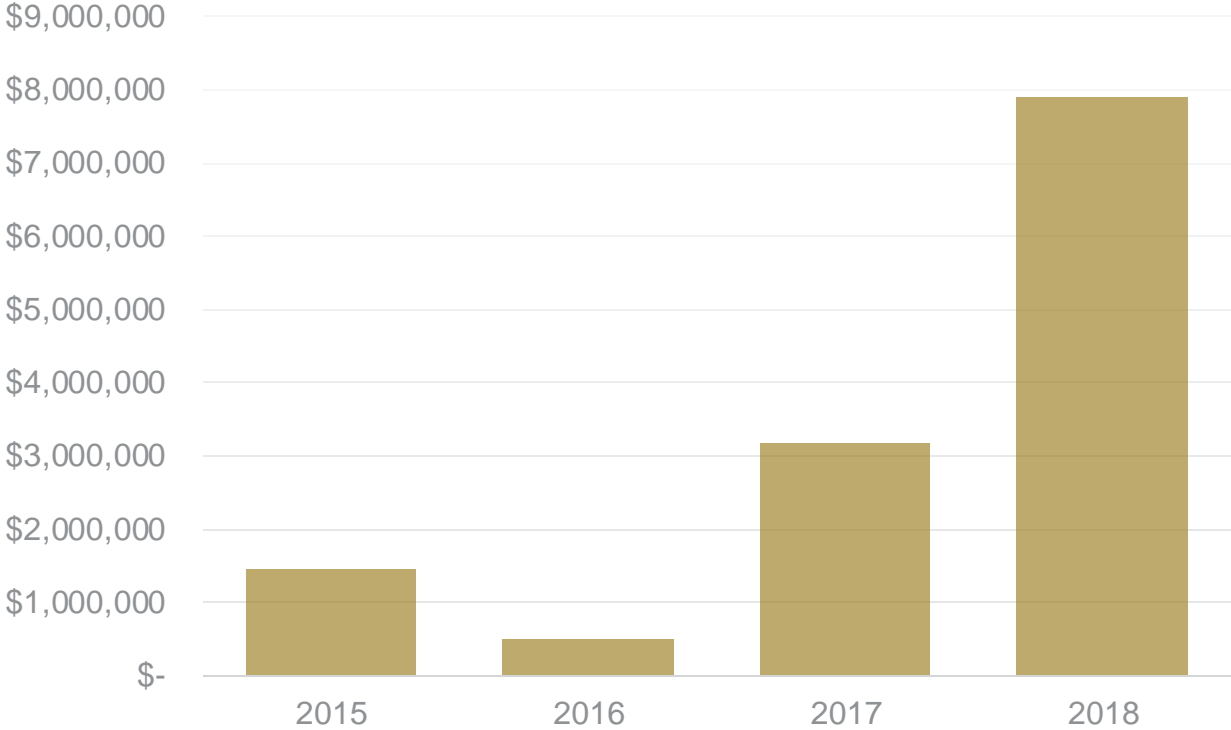
	2018	2017
Surplus	\$ 7,333,804	\$ 1,263,100
Capital Asset purchases	(\$ 7,909,367)	(\$ 3,188,071)
Deficit	(\$ 575,563)	(\$ 1,924,971)

2018 Capital Asset Purchases

	2018
New Fire Hall	\$ 2,732,791
Arena renovations	\$ 1,142,838
School renovations	\$ 1,063,655
Band building renovations	\$ 798,955
Health Centre expansion	\$ 751,423
Water Trucks	\$ 474,216
Daycare renovations	\$ 161,111

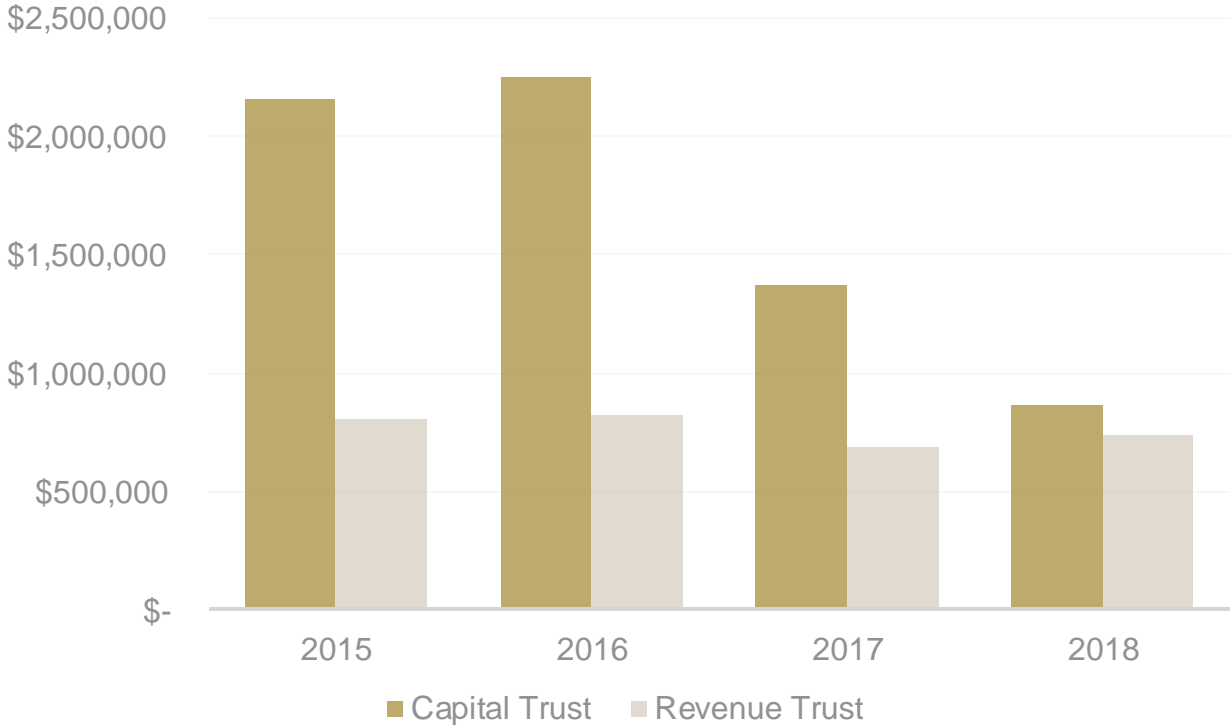
Saddle Lake Cree Nation

CAPITAL INVESTMENT



Saddle Lake Cree Nation

CAPITAL AND REVENUE TRUSTS



Public Works and Housing

	2018	2017
ISC Funding	\$ 5,997,106	\$11,345,602
CMHC Funding	\$ 300,797	\$ 264,776
Other Revenue	\$ 5,015,107	\$ 4,802,328
Contributions CFWD	\$ 2,665,710	(\$ 5,541,179)
Revenue	\$ 13,978,720	\$10,871,527
Expenses	(\$ 8,374,942)	(\$10,759,027)
Surplus	\$ 5,603,778	\$ 112,500

Human Resources Development

	2018	2017
ISC Funding	-	\$ 381,842
AHRD/HRDC Funding	\$ 1,449,100	\$ 1,371,779
Other Revenue	\$ 209,750	\$ 786,827
Contributions CFWD	\$ 191,252	(\$ 191,252)
Revenue	\$ 1,850,102	\$ 2,349,196
Expenses	(\$ 1,676,553)	(\$ 1,780,140)
Surplus	\$ 173,549	\$ 569,056

Education Authority

	2018	2017
ISC Funding	\$ 8,639,252	\$ 7,845,119
AHRD/HRDC Funding	\$ 435,879	\$ 529,454
Other Revenue	\$ 773,816	\$ 351,222
Contributions CFWD	(\$ 1,053,569)	(\$ 157,073)
Revenue	\$ 8,795,378	\$ 8,568,722
Expenses	(\$ 8,729,678)	(\$ 8,478,248)
Surplus	\$ 65,700	\$ 90,474

Post-Secondary Education

	2018	2017
ISC Funding	\$ 3,618,052	\$ 3,331,259
Other Revenue	-	\$ 130
Contributions CFWD	(\$ 182,323)	-
Revenue	\$ 3,435,729	\$ 3,331,389
Expenses	(\$ 3,435,729)	(\$ 3,679,499)
Deficit	-	(\$ 348,110)

Social Assistance

	2018	2017
ISC Funding	\$10,485,767	\$10,157,159
Other Revenue	\$ 33,600	\$ -
Contributions CFWD	\$ 513,136	(\$ 396,908)
Revenue	\$11,032,503	\$ 9,760,251
Expenses	(\$11,032,503)	(\$ 9,760,251)
Surplus	-	-

Social Services

	2018	2017
ISC Funding	\$ 269,689	\$ 266,208
Other Revenue	\$ 1,399,935	\$ 1,682,091
Contributions CFWD	\$ 126,500	(\$ 372,000)
Revenue	\$ 1,796,124	\$ 1,567,299
Expenses	(\$ 1,763,879)	(\$ 1,570,613)
Surplus	\$ 32,245	\$ 5,686

Child Welfare

	2018	2017
ISC Funding	\$10,776,833	\$11,387,762
Province of Alberta	\$ 2,505,968	\$ 2,410,568
Other Revenue	\$ 545,771	\$ 637,531
Contributions CFWD	\$ 68,936	(\$ 567,195)
Revenue	\$13,897,508	\$13,868,666
Expenses	(\$13,415,389)	(\$13,427,625)
Surplus	\$ 482,119	\$ 441,041

Tribal Administration

	2018	2017
ISC Funding	\$ 2,773,757	\$ 3,102,537
FNDF Funding	\$ 1,366,881	\$ 1,393,916
Other Revenue	\$ 4,274,922	\$ 3,808,683
Contributions CFWD	(\$ 198,695)	\$ 1,293,243
Revenue	\$ 8,216,865	\$ 9,598,379
Expenses	(\$ 8,004,046)	(\$ 8,837,593)
Surplus	\$ 212,819	\$ 760,786

Health Services

	2018	2017
ISC Funding	\$ 552,222	\$ 577,984
FNIHB Funding	\$ 9,534,536	\$ 7,465,589
Other Revenue	\$ 36,455	\$ 33,168
Lapsed Funding	-	(\$ 14,483)
Contributions CFWD	(\$ 3,063,648)	(\$ 2,014,227)
Revenue	\$ 7,059,565	\$ 6,048,031
Expenses	(\$ 6,124,949)	(\$ 5,742,046)
Surplus	\$ 934,616	\$ 305,985

Saddle Lake Smoke Eaters LP

	2018	2017
Revenue	\$ 1,960,001	\$ 1,876,897
Wage Expense	(\$ 1,339,688)	(\$ 1,176,138)
Other Expenses	(\$ 731,699)	(\$ 732,508)
Net Loss	(\$ 111,386)	(\$ 31,749)

Peyasew Oilfield Services LP

	2018	2017
Revenue	\$ 655,412	\$ 2,326,101
Wage Expense	(\$ 458,948)	(\$ 702,117)
Other Expenses	(\$ 784,132)	(\$ 1,471,118)
Net (Loss) Income	(\$ 587,668)	\$ 152,866

Bison Auto Stop Ltd.

	2017	2016
Revenue	\$ 7,491,829	\$ 7,319,932
Cost of Sales	(\$ 6,357,280)	(\$ 6,362,566)
Wage Expense	(\$ 462,072)	(\$ 411,714)
Other Expenses	(\$ 417,610)	(\$ 478,583)
Net Income	\$ 254,867	\$ 67,069

Saddle Lake Cree Nation Property Taxation

	2017	2016
Revenues	\$353,755	\$577,925
Roads & Streets	(\$350,000)	(\$324,247)
Recreation	(\$ 86,637)	(\$100,385)
Economic Dev. Program	(\$ 28,311)	(\$ 60,232)
Contingency Amounts	(\$ 12,066)	(\$ 55,771)
Assessment	(\$ 935)	(\$ 20,225)
Executive & Legislative	(\$ 18)	(\$ 17,065)
Net Deficiency	(\$124,212)	-

Any Questions?



Chief & Council: Remuneration and Expenses

	Salary	Other Remuneration	Expenses Reimbursed
Eddy Makokis	\$ 75,000	\$ 44,811	\$ 41,164
Herb Cardinal	\$ 65,000	\$ 14,400	\$ 42,447
Terry Cardinal	\$ 65,000	\$ 23,000	\$ 39,649
John Large	\$ 65,000	\$ 10,300	\$ 46,331
Sam Cardinal	\$ 65,000	\$ 14,500	\$ 74,395
Robbie Moosewah	\$ 65,000	\$ 12,326	\$ 47,283
Darrell Quinney	\$ 65,000	\$ 14,950	\$ 70,404
Pauline Hunter	\$ 65,000	\$ 12,200	\$ 41,648
Leslie Steinhauer	\$ 65,000	\$ 13,650	\$ 84,999
Total Remunerations and Expenses	\$ 595,000	\$ 160,137	\$ 488,320