

LISTUGUJ MI'GMAQ GOVERNMENT

SECTION 95 HOUSING  
OPERATING AGREEMENT

FOR THE YEAR ENDED  
MARCH 31, 2020

Please sign and return to  
ALLEN, PAQUET & ARSENEAU LLP



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LISTUGUJ MI'GMAO GOVERNMENT

SECTION 95 HOUSING OPERATING AGREEMENT

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FOR THE YEAR ENDED MARCH 31, 2020

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## INDEPENDENT AUDITORS' REPORT

To The Members of  
Listuguj Mi'gmaq Government

### *Opinion*

We have audited the accompanying financial statements of Listuguj Mi'gmaq Government's program entitled Section 95 Housing Operating Agreement, which comprise the balance sheet as at March 31, 2020, and the statements of revenue and expenditures, changes in accumulated surplus (deficit), cash flow and funded reserves for the year then ended, and a summary of significant accounting policies and other explanatory information. These financial statements have been prepared by management of the Listuguj Mi'gmaq Government based on the funding agreement between Listuguj Mi'gmaq Government and Canada Mortgage and Housing Corporation (CMHC).

In our opinion, the financial statements of Listuguj Mi'gmaq Government's program entitled Section 95 Housing Operating Agreement for the year ended March 31, 2020 are prepared, in all material respects, in accordance with the funding agreement between the Listuguj Mi'gmaq Government and CMHC.

### *Basis of Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "Auditors' Responsibilities for the Audit of the Financial Statements" section of our report. We are independent of the organization 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 those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Emphasis of Matter - Basis of Accounting and Restriction on Use*

Without modifying our opinion, we draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist Listuguj Mi'gmaq Government to comply with the reporting provisions of the funding agreement referred to above. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for Listuguj Mi'gmaq Government and CMHC and should not be used by parties other than the Listuguj Mi'gmaq Government and CMHC.

### *Responsibilities of Management and Those Charged with Governance for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the funding agreement between the Listuguj Mi'gmaq Government and CMHC, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free of material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the organization financial reporting process.

## Independent Auditors' Report (cont'd)

### *Auditors' Responsibilities for the Audit of the 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 auditors' 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 judgment 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 for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 organization 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 organization ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the organization 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.

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.

Campbellton, NB

August 31, 2020

*Allen, Paquet & Arseneau LLP*

Chartered Professional Accountants

LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Statutory Information

For The Year Ended March 31, 2020

Listuguj Mi'gmaq Government is located at: 17 Riverside West Street, Listuguj, QC, G0C 2R0

Chief: Darcy Gray  
Councillors: Calvin Barnaby  
Dolly Jane Barnaby  
Chad Gedeon  
Gordon Isaac Jr.  
George Martin  
Scott Martin  
Gary Sr. Metallic  
Sky Metallic  
Wendell Metallic  
Sheila Swasson  
Marsha Vicaire

CMHC reference numbers under agreement:

16-202-699 phases 001 to 004

19-072-537 phases 001 to 022

Number of units: Pre-1997 program: 22 units, which includes one unit that is rented to an individual who lost her home due to a fire and is living there rent free  
Post-1996 program: 78 units



LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Statement of Revenue and Expenditures

For The Year Ended March 31, 2020

Program 16-202-699

	<u>2020</u>	<u>(Restated)</u> <u>2019</u>
<u>Revenue</u>		
Income-Tested Occupants (Program 16-202-699)	\$ 85,850	\$ 86,013
Federal Assistance (Program 16-202-699)	26,818	26,818
Supplemental Subsidy (Program 16-202-699)	<u>-</u>	<u>4,529</u>
	<u>112,668</u>	<u>117,360</u>
<u>Expenditures</u>		
Administration	6,868	6,878
Amortization	35,033	37,533
Annual Contribution - Replacement Reserve (Program 16-202-699)	6,480	6,480
Bad Debts	7,514	11,421
Bank Charges	71	1,659
Insurance	8,724	7,433
Mortgage Interest	2,797	3,284
Professional Fees	1,800	1,800
Repairs and Maintenance	25,420	16,140
Snow and Garbage Removal	12,012	12,167
Supplemental funds to Replacement Reserve (Program 16-202-699)	-	4,529
Water and Sewerage	<u>4,400</u>	<u>4,400</u>
	<u>111,119</u>	<u>113,724</u>
<u>Operating Net Income</u> (Schedule A - Page 19)	1,549	3,636
<u>Transfer to Subsidy Surplus Reserve</u>	<u>-</u>	<u>-</u>
<u>Net Income For The Year - to Page 6</u>	<u>\$ 1,549</u>	<u>\$ 3,636</u>



LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Statement of Revenue and Expenditures

For The Year Ended March 31, 2020

Program 19-072-537

	<u>2020</u>	(Restated) <u>2019</u>
<u>Revenue</u>		
Rent (Program 19-072-537)	\$ 272,640	\$ 268,615
Federal Assistance (Program 19-072-537)	311,541	302,893
Supplemental Subsidy (Program 19-072-537)	<u>-</u>	<u>12,543</u>
	<u>584,181</u>	<u>584,051</u>
<u>Expenditures</u>		
Administration	21,811	21,489
Amortization	235,148	226,392
Annual Contribution - Replacement Reserve (Program 19-072-537)	67,153	65,853
Bad Debts	18,699	23,221
Heat and Lights	29,977	17,140
Insurance	27,774	28,465
Mortgage Interest	60,737	60,308
Professional Fees	9,225	9,275
Repairs and Maintenance	63,790	24,322
Snow and Garbage Removal	42,588	42,033
Supplemental funds to Replacement Reserve (Program 19-072-537)	-	12,543
Water and Sewerage	<u>15,600</u>	<u>15,200</u>
	<u>592,502</u>	<u>546,241</u>
<u>Operating Income</u> (Schedule B - Page 20)	( 8,321)	37,810
<u>Transfer to Subsidy Surplus Reserve</u>	<u>-</u>	<u>-</u>
<u>Net Income For The Year - to Page 6</u>	<u>\$( 8,321)</u>	<u>\$ 37,810</u>



LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Statement of Changes in Accumulated Surplus (Deficit)

For The Year Ended March 31, 2020

	<u>2020</u>	<u>2019</u>
Balance, Beginning of Year	\$( 355,910)	\$( 358,248)
Prior Year Adjustments Requested by CMHC (Operating Fund)	( 61,031)	( 56,180)
Supplemental Subsidy by CMHC	-	<u>17,072</u>
Adjusted Balance	<u>( 416,941)</u>	<u>( 397,356)</u>
<u>Add (Deduct):</u>		
Surplus Revenue Compared to Expenditures (16-202-699 Program) - Page 4	1,549	3,636
Surplus Revenue Compared to Expenditures (19-072-537 Program) - Page 5	<u>( 8,321)</u>	<u>37,810</u>
Balance, End of Year - Page 7	<u>\$( 423,713)</u>	<u>\$( 355,910)</u>





LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Balance Sheet as at March 31, 2020

	<u>2020</u>	<u>2019</u>
<u>Assets</u>		
<u>Current Assets</u>		
Cash	\$ 129,933	\$ 202,827
Accounts Receivable (16-202-699) (Note 4a)	74,537	60,789
Accounts Receivable (19-072-537) (Note 4b)	176,597	166,383
CMHC Subsidies Receivable (Note 4c)	51,205	27,536
Prepaid Expenses	5,000	-
	<u>437,272</u>	<u>457,535</u>
<u>Restricted Funds</u>		
Replacement Reserve Fund (Program 16-202-699) (Note 5a)	69,951	63,418
Replacement Reserve Fund (Program 19-072-537) (Note 5b)	621,883	478,051
Operating Reserve Fund (Program 19-072-537) (Note 5d)	442,345	442,016
	<u>1,134,179</u>	<u>983,485</u>
<u>Capital Assets</u>		
Capital Assets (Program 16-202-699) (Note 6)	819,680	854,713
Capital Assets (Program 19-072-537) (Note 7)	5,621,001	5,492,446
	<u>6,440,681</u>	<u>6,347,159</u>
<u>Total Assets</u>	<u>\$ 8,012,132</u>	<u>\$ 7,788,179</u>
<u>Liabilities</u>		
<u>Current Liabilities</u>		
Accounts Payable and Accrued Liabilities (Note 8)	\$ 40,199	\$ 33,635
Due to Listuguj Mi'gmaq Government Operating Fund	654,564	598,348
Long Term Debt Due Within One Year (Program 16-202-699)	36,481	38,297
Long Term Debt Due Within One Year (Program 19-072-537)	244,716	229,655
	<u>975,960</u>	<u>899,935</u>
<u>Long Term Debt</u>		
Long Term Debt (Program 16-202-699) (Note 9)	11,983	45,201
Long Term Debt (Program 19-072-537) (Note 10)	3,169,685	3,077,897
	<u>3,181,668</u>	<u>3,123,098</u>
<u>Total Liabilities</u>	<u>4,157,628</u>	<u>4,023,033</u>
<u>Funded Reserves</u>		
Replacement Reserve Fund (Program 16-202-699) (Page 9)	69,951	63,418
Replacement Reserve Fund (Program 19-072-537) (Page 9)	655,396	587,831
Operating Reserve Fund (Program 19-072-537) (Page 9)	575,926	514,566
	<u>1,301,273</u>	<u>1,165,815</u>
<u>Equity</u>		
<u>Contributed Surplus</u> (Note 11)	<u>2,976,944</u>	<u>2,955,241</u>
<u>Accumulated Surplus (Deficit)</u> (Page 6)	<u>( 423,713)</u>	<u>( 355,910)</u>
<u>Total Equity</u>	<u>2,553,231</u>	<u>2,599,331</u>
	<u>\$ 8,012,132</u>	<u>\$ 7,788,179</u>

Approved on Behalf of the Listuguj Mi'gmaq Government

\_\_\_\_\_  
Darcy Aray Chief

\_\_\_\_\_  
Councillor



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LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Statement of Cash Flow

For The Year Ended March 31, 2020

	<u>2020</u>	<u>2019</u>
<u>Cash Flows From Operating Activities</u>		
Cash Receipts From CMHC	\$ 314,690	\$ 544,181
Cash Receipts From Tenants	334,528	329,601
Payments for Operating Expenses	( 368,346)	( 381,096)
Payments for Mortgage Interest	<u>( 63,534)</u>	<u>( 63,592)</u>
	<u>217,338</u>	<u>429,094</u>
<u>Cash Flows From Financing Activities</u>		
Mortgage Proceeds	342,000	-
Repayment of Mortgage Principal	( 270,181)	( 263,925)
Increase (Decrease) in Due From Listuguj Mi'gmaq Government Operating Fund	56,216	( 135,440)
Increase (Decrease) in Due to Replacement Reserve Fund	( 76,267)	50,075
Increase in Due to Operating Reserve Fund	61,031	61,369
CMHC Prior Year Adjustment	( 61,031)	17,729
Increase in Contributed Surplus	<u>21,703</u>	<u>-</u>
	<u>73,471</u>	<u>( 270,192)</u>
<u>Cash Flows From Investing Activity</u>		
Purchase of Capital Assets	( 363,703)	-
<u>Increase (Decrease) in Unrestricted Cash During The Year</u>	( 72,894)	158,902
<u>Unrestricted Cash, Beginning of Year</u>	<u>202,827</u>	<u>43,925</u>
<u>Unrestricted Cash, End of Year</u>	<u>\$ 129,933</u>	<u>\$ 202,827</u>



LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Statement of Funded Reserves

For The Year Ended March 31, 2020

	<u>Capital</u>	<u>Interest</u>	<u>2020</u>	<u>Total</u> <u>2019</u>
<u>Replacement Reserve Fund</u> (16-202-699) (Note 5a)				
Balance, Beginning of Year	\$ 63,418	\$ -	\$ 63,418	\$ 76,483
<u>Add: Allocation For The Year</u>	6,480	53	6,533	6,480
CMHC Prior Year Adjustment	-	-	-	( 19,545)
Balance, End of Year	<u>69,898</u>	<u>53</u>	<u>69,951</u>	<u>63,418</u>
 <u>Replacement Reserve Fund</u> (19-072-537) (Note 5b)				
Balance, Beginning of Year	587,831	-	587,831	520,162
<u>Add: Allocation For The Year</u>	67,153	412	67,565	65,853
CMHC Prior Year Adjustment	-	-	-	1,816
Balance, End of Year	<u>654,984</u>	<u>412</u>	<u>655,396</u>	<u>587,831</u>
 <u>Subsidy Surplus Reserve Fund (Note 5c)</u>				
Balance, Beginning of Year	-	-	-	-
<u>Add: CMHC Prior Year Adjustment</u>	-	-	-	-
Balance, End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <u>Operating Reserve Fund (Note 5d)</u>				
Balance, Beginning of Year	514,566	-	514,566	440,654
<u>Add: Transfer From (To)</u>				
General Surplus	<u>61,031</u>	<u>329</u>	<u>61,360</u>	<u>73,912</u>
Balance, End of Year	<u>575,597</u>	<u>329</u>	<u>575,926</u>	<u>514,566</u>
 <u>Total Funded Reserves</u>	 <u>\$ 1,300,479</u>	 <u>\$ 794</u>	 <u>\$ 1,301,273</u>	 <u>\$ 1,165,815</u>



LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2020

1. Status and Nature of Activities

These financial statements represent the activities of Listuguj Mi'gmaq Government's Section 95 Housing Operating Agreement program for the year ended March 31, 2020.

2. Comparatives Figures

Some of the comparative figures as at March 31, 2019 and for the year then ended have been restated to conform to the presentation adopted for the current year. Additionally, some amounts have been restated following CMHC's reviews of prior year results. The effect on prior period net income and accumulated surplus are as follows:

<u>Net Income and Accumulated Surplus</u>	<u>March 31, 2019 - Restated</u>	
	<u>Net Income</u>	<u>Accumulated Surplus (Deficit)</u>
As Previously Reported	\$ 41,446	\$( 355,910)
Add (Deduct) Adjustments		
Adjustments per CMHC (Net Income Transferred to Operating Reserve)	( 61,031)	( 61,031)
As Restated	<u>\$( 19,585)</u>	<u>\$( 416,941)</u>

3. Significant Accounting Policies

Basis of Presentation

These financial statements have been prepared in accordance with the disclosed basis of accounting and the significant accounting policies set out below by CMHC.

a. Accounting Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the amounts recorded in the financial statements and notes to financial statements. These estimates are based on management's best knowledge of current events and actions that the First Nation may undertake in the future. Actual results may differ from those estimates.

b. Revenue Recognition

Operating revenues are recorded based on the accrual method of accounting and are recognized when they are earned, specifically when:

- Services are provided or products are delivered to customers.
- There is a clear proof that an arrangement exists.
- Amounts are fixed or can be determined.
- Our ability to collect is reasonably assured.



LISTUGUJ MI'GMAO GOVERNMENT  
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2020

3. Significant Accounting Policies (Cont'd)

c. Capital Assets and Amortization

Capital assets are recorded at cost of acquisition less any subsidies received for the capital assets. CMHC permits amortization for buildings purchased using loans that it has insured, at a rate equal to the annual reduction of the principal on the loans. No amortization is allocated to other capital elements, but a replacement reserve is maintained for future replacement of capital assets.

d. Expenditures

Expenditures are recorded according to the accrual basis of accounting.

e. Replacement Reserve

The replacement reserve account is funded through an annual allocation, as opposed to allocation of surplus.

4. Accounts Receivable

2020

2019

a. Program 16-202-699

Accounts Receivable	\$ 169,576	\$ 148,314
Less: Allowance for Doubtful Accounts	( 95,039)	( 87,525)
	<u>\$ 74,537</u>	<u>\$ 60,789</u>
 <u>Collecting Rate (Program 16-202-699)</u>		
Collecting Rate for the Year	<u>69 %</u>	<u>77 %</u>
Past Amounts Collected During the Year	<u>\$ 5,745</u>	<u>\$ 5,200</u>
Lost Rent for Vacancies of the Year	<u>\$ -</u>	<u>\$ 763</u>

b. Program 19-072-537

Accounts Receivable	\$ 376,894	\$ 347,983
Less: Allowance for Doubtful Accounts	( 200,297)	( 181,600)
	<u>\$ 176,597</u>	<u>\$ 166,383</u>

c. CMHC Subsidies Receivable

Program 16-202-699	\$ 24,583	\$ 2,235
Program 19-072-537	<u>26,622</u>	<u>25,301</u>
	<u>\$ 51,205</u>	<u>\$ 27,536</u>



LISTUGUJ MI'GMAO GOVERNMENT  
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2020

5. Contractual Obligations

a. Replacement Reserve Fund (Program 16-202-699)

Under the agreement with Canada Mortgage and Housing Corporation, an amount must be credited to the replacement reserve. These funds and the accrued interest must be placed in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or in any other way approved by CMHC from time to time. Any use of the funds from the account must be approved by CMHC. At the end of the fiscal year, the replacement reserve included the following elements:

	<u>2020</u>	<u>2019</u>
Term Savings	\$ <u>69,951</u>	\$ <u>63,418</u>

b. Replacement Reserve Fund (Program 19-072-537)

Under the agreement with Canada Mortgage and Housing Corporation, an amount set forth in Appendix B of the operating agreement must be credited to the replacement reserve. The annual amount may be increased by the First Nation. These funds and the accrued interest must be placed in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or in any other way approved by CMHC from time to time. Any use of the funds from the account must be approved by CMHC. At the end of the fiscal year, the replacement reserve included the following elements:

	<u>2020</u>	<u>2019</u>
Term Savings	\$ <u>621,883</u>	\$ <u>478,051</u>

c. Subsidy Surplus Reserve Fund (Program 16-202-699)

Under the agreement with the Canada Mortgage and Housing Corporation, surplus federal assistance payments received may be kept in a subsidy surplus reserve, the balance of which may not exceed \$500 per unit plus interest. The funds in this reserve must be placed in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or in any other way approved by CMHC from time to time. The funds in this account must only be used to make up the difference between the maximum federal assistance amount and the future subsidy needs of income-tested tenants. Withdrawals are first applied to interest, then to the principal. The current reserve balance is nil.



LISTUGUJ MI'GMAO GOVERNMENT  
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2020

5. Contractual Obligations (Cont'd)

d. Operating Reserve Fund (Project 19-072-537)

Once all costs and expenses are paid, particularly the allocation to the replacement reserve, the First Nation keeps all excess income in an operating reserve. The First Nation agrees to keep the funds and accrued interest in the operating fund in a separate bank account or to invest it only in accounts or instruments insured by the Canada Deposit Insurance Corporation, or as agreed by common consent by the First Nation and CMHC. The housing project's operating reserve is to be used only for the operating expenses of housing projects that made undertakings as part of the 1997 On-Reserve Housing Program. The reserve may thus be used to cover deficits from previous years. Withdrawals are first applied to interest, then to the principal. At the end of the fiscal year, the operating reserve included the following elements:

	<u>2020</u>	<u>2019</u>
Term Savings	\$ <u>442,345</u>	\$ <u>442,016</u>

e. Canada Mortgage and Housing Corporation Subsidy

The First Nation receives a subsidy under a program administered by Canada Mortgage and Housing Corporation under the terms of Section 95 of the National Housing Act. This subsidy is tied to compliance with the conditions set forth in the agreement signed by the First Nation and CMHC. The amount of assistance received in the 2019/20 fiscal year was \$338,359.

6. Capital Assets (Program 16-202-699)

	<u>Cost</u>	<u>Accumulated Amortization</u>	Net Book Value	
			<u>2020</u>	<u>2019</u>
Land	\$ 11,500	\$ -	\$ 11,500	\$ 11,500
Buildings	<u>1,578,726</u>	<u>770,546</u>	<u>808,180</u>	<u>843,213</u>
	<u>\$ 1,590,226</u>	<u>\$ 770,546</u>	<u>\$ 819,680</u>	<u>\$ 854,713</u>

7. Capital Assets (Program 19-072-537)

	<u>Cost</u>	<u>Accumulated Amortization</u>	Net Book Value	
			<u>2020</u>	<u>2019</u>
Buildings	<u>\$ 7,879,118</u>	<u>\$ 2,258,117</u>	<u>\$ 5,621,001</u>	<u>\$ 5,492,446</u>



LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2020

8. <u>Accounts Payable and Accrued Liabilities</u>	<u>2020</u>	<u>2019</u>
Other Payables	\$ 5,638	\$ 482
Accrued Professional Fees	9,200	9,200
Accrued Mortgage Payments	<u>25,361</u>	<u>23,953</u>
	<u>\$ 40,199</u>	<u>\$ 33,635</u>
9. <u>Long Term Debt (Program 16-202-699)</u>		
	<u>Portion Due Within</u> <u>One Year</u>	
	<u>2020</u>	<u>2019</u>
Project #001, CMHC File #16-202-699 RBC Mortgage, Prime plus 0.55%, repayable in equal monthly instalments of \$628, principal and interest, due in July 2020	\$ 3,755	\$ 10,351
Project #003, CMHC File #16-202-699 RBC Mortgage, 2.03%, repayable in equal monthly instalments of \$759, principal and interest, renewable in February 2022, due in May 2022	8,771	28,275
Project #004, CMHC File #16-200-699 RBC Mortgage, 1.94%, repayable in equal monthly instalments of \$2,019, principal and interest, due in January 2021	<u>23,955</u>	<u>44,872</u>
	<u>\$ 36,481</u>	<u>83,498</u>
<u>Less: Amount Due Within One Year</u>	<u>36,481</u>	<u>38,297</u>
	<u>\$ 11,983</u>	<u>\$ 45,201</u>





LISTUGUJ MI'GMAO GOVERNMENT  
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2020

	Portion Due Within <u>One Year</u>	<u>2020</u>	<u>2019</u>
<b>10. <u>Long Term Debt (Program 19-072-537)</u></b>			
Project #001, CMHC File #19-072-537 CMHC Mortgage, 1.08%, repayable in equal monthly instalments of \$1,466, principal and interest, renewable in August 2020, due in May 2021	\$ 17,471	\$ 18,936	\$ 36,220
Project #002, CMHC File #19-072-537 CMHC Mortgage, 1.08%, repayable in equal monthly instalments of \$1,341, principal and interest, renewable in August 2020, due in May 2024	15,477	64,267	79,578
Project #003, CMHC File #19-072-537 CMHC Mortgage, 1.97%, repayable in equal monthly instalments of \$1,264, principal and interest, renewable in December 2022, due in November 2026	13,441	93,577	106,760
Project #004, CMHC File #19-072-537 CMHC Mortgage, 2.5%, repayable in equal monthly instalments of \$1,406, principal and interest, renewable in June 2023, due in May 2027	14,294	109,446	123,396
Project #005, CMHC File #19-072-537 CMHC Mortgage, 1.08% repayable in equal monthly instalments of \$522, principal and interest, renewable in August 2020, due in August 2028	5,758	49,941	55,637
Project #006, CMHC File #19-072-537 CMHC Mortgage, 1.08%, repayable in equal monthly instalments of \$1,085, principal and interest, renewable in August 2020, due in August 2028	11,958	103,725	115,556
Project #007, CMHC File #19-072-537 CMHC Mortgage, 1.14%, repayable in equal monthly instalments of \$815, principal and interest, renewable in June 2021, due in June 2029	<u>8,852</u>	<u>85,056</u>	<u>93,808</u>
Amount Carried Forward	<u>87,251</u>	<u>524,948</u>	<u>610,955</u>



LISTUGUJ MI'GMAO GOVERNMENT  
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2020

10. Long Term Debt (Post-1997 Program) (Cont'd)

	<u>Portion Due Within</u> <u>One Year</u>	<u>2020</u>	<u>2019</u>
Amount Brought Forward	\$ 87,251	\$ 524,948	\$ 610,955
Project #008, CMHC File #19-072-537 CMHC Mortgage, 1.84%, repayable in equal monthly instalments of \$1,784, principal and interest, renewable in September 2022, due July 2030	17,884	199,954	217,519
Project #009, CMHC File #19-072-537 CMHC Mortgage, 2.5%, repayable in equal monthly instalments of \$1,523, principal and interest, renewable in June 2023, due in April 2031	14,043	175,728	189,439
Project #010, CMHC File #19-072-537 CMHC Mortgage, 2.5%, repayable in equal monthly instalments of \$541, principal and interest, renewable in June 2023, due in April 2031	4,991	62,462	67,336
Project #011, CMHC File #19-072-537 CMHC Mortgage, 2.5%, repayable in equal monthly instalments of \$1,182, principal and interest, renewable in June 2023, due in April 2031	10,895	136,341	146,978
Project #012, CMHC File #19-072-537 CMHC Mortgage, 1.39%, repayable in equal monthly instalments of \$732, principal and interest, renewable in June 2020, due to May 2033	7,369	105,026	112,294
Project #013, CMHC File #19-072-537 CMHC Mortgage, 1.39%, repayable in equal monthly instalments of \$1,468, principal and interest, renewable in June 2020, due in May 2035	14,375	239,636	253,816
Project #014, CMHC File #19-072-537 CMHC Mortgage, 1.39%, repayable in equal monthly instalments of \$750, principal and interest, renewable in June 2020, due in May 2035	<u>7,347</u>	<u>122,476</u>	<u>129,723</u>
Amount Carried Forward	<u>164,155</u>	<u>1,566,571</u>	<u>1,728,060</u>



LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2020

10. Long Term Debt (Post-1997 Program)(Cont'd)

	Portion Due Within One Year	2020	2019
Amount Brought Forward	\$ 164,155	\$ 1,566,571	\$ 1,728,060
Project #015, CMHC File #19-072-537 CMHC Mortgage, 1.39%, repayable in equal monthly instalments of \$1,396, principal and interest, renewable in June 2020, due in May 2034	13,863	214,231	227,905
Project #16, CMHC File #19-072-537 CMHC Mortgage, 1.43%, repayable in equal monthly instalments of \$1,112, principal and interest, renewable in April 2022, due in March 2037	10,544	200,434	210,831
Project #17, CMHC File #19-072-537 CMHC Mortgage, 1.86%, repayable in equal monthly instalments of \$1,190, principal and interest, renewable in August 2022, due in August 2037	10,437	211,646	221,898
Project #18, CMHC File #19-072-537 CMHC Mortgage, 2.7%, repayable in equal monthly instalments of \$517, principal and interest, renewable in November 2023, due in September 2038	3,826	90,212	93,945
Project #19, CMHC File #19-072-537 CMHC Mortgage, 1.04%, repayable in equal monthly instalments of \$640, principal and interest, renewable in October 2020, due to October 2039	6,297	135,447	141,679
Project #20, CMHC File #19-072-537 CMHC Mortgage, 1.84%, repayable in equal monthly instalments of \$1,073, principal and interest, renewable in September 2022, due in September 2042	8,610	236,472	244,916
Project #21, CMHC File #19-072-537 CMHC Mortgage, 2.39%, repayable in equal monthly instalments of \$2,147, principal and interest, renewable in February 2023, due in February 2041	15,876	422,836	438,318
Project #22, CMHC File #19-072-537 CMHC Mortgage, 1.75%, repayable in equal monthly instalments of \$1,407, principal and interest, renewable in April 2024, due in April 2042	11,108	336,552	-
	<u>\$ 244,716</u>	<u>3,414,401</u>	<u>3,307,552</u>
<u>Less: Amount Due Within One Year</u>		<u>244,716</u>	<u>229,655</u>
		<u>\$ 3,169,685</u>	<u>\$ 3,077,897</u>



LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Notes To The Financial Statements

For The Year Ended March 31, 2020

	<u>2020</u>	<u>2019</u>
<b>11. <u>Contributed Surplus</u></b>		
Listuguj Mi'gmaq Government	\$ 1,511,516	\$ 1,489,813
Indigenous Services Canada	<u>1,465,428</u>	<u>1,465,428</u>
	<u>\$ 2,976,944</u>	<u>\$ 2,955,241</u>

**12. Financial Instruments**

a. Credit Risk

The Listuguj Mi'gmaq Government is exposed to normal credit risk on the accounts receivable from its tenants.

b. Fair Values

The carrying amount of current assets and current liabilities approximates their fair value due to the short term maturities of these items.

The long term debt is carried at an amount which approximates the fair value as the outstanding interest rates are close to or at market rates.

**13. Management of Net Assets**

The objective of Listuguj Mi'gmaq Government in managing its net assets is to remain a sustainable operation while fulfilling its overall mandate as prescribe by the Section 95 Housing Operating Agreement program. It achieves its objective by strong day to day management of its cash flows and by regularly monitoring revenues and expenditures against its annual operating and capital budgets. When necessary, Listuguj Mi'gmaq Government takes prompt action to raise additional revenues when actual revenues do not meet its budget and to reduce expenditures or curtail programs when alternate sources of revenue can not be found.



LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Schedule A  
Statement of Revenue and Expenditures - Detailed

For The Year Ended March 31, 2020

Program 16-202-699

	<u>#001</u>	<u>#002</u>	<u>#003</u>	<u>#004</u>	<u>Total</u>
<u>Revenue</u>					
Income-Tested Occupants	\$ 16,200	\$ 17,300	\$ 15,975	\$ 36,375	\$ 85,850
Federal Assistance	4,335	-	5,319	17,164	26,818
	<u>20,535</u>	<u>17,300</u>	<u>21,294</u>	<u>53,539</u>	<u>112,668</u>
<u>Expenditures</u>					
Administration	1,296	1,384	1,278	2,910	6,868
Amortization	6,595	-	7,521	20,917	35,033
Annual Contribution					
- Replacement Reserve	1,440	-	1,440	3,600	6,480
Bad Debts (Recovered)	1,250	-	114	6,150	7,514
Bank Charges	71	-	-	-	71
Insurance	1,592	1,592	1,592	3,948	8,724
Mortgage Interest	308	-	1,039	1,450	2,797
Professional Fees	450	450	450	450	1,800
Repairs and Maintenance	3,232	3,210	4,687	14,291	25,420
Snow and Garbage Removal	2,184	2,184	2,184	5,460	12,012
Water and Sewerage	800	800	800	2,000	4,400
	<u>19,218</u>	<u>9,620</u>	<u>21,105</u>	<u>61,176</u>	<u>111,119</u>
<u>Operating Surplus (Deficit)</u>	1,317	7,680	189	( 7,637)	1,549
<u>Transfer to Subsidy Surplus Reserve</u>					
	-	-	-	-	-
<u>Surplus (Deficit) For The Year</u>	<u>\$ 1,317</u>	<u>\$ 7,680</u>	<u>\$ 189</u>	<u>\$( 7,637)</u>	<u>\$ 1,549</u>



LISTUGUJ MI'GMAQ GOVERNMENT  
Section 95 Housing Operating Agreement

Schedule B  
Statement of Revenue and Expenditures

For The Year Ended March 31, 2020

Program 19-072-537

	<u>#001</u>	<u>#002</u>	<u>#003</u>	<u>#004</u>	<u>#005</u>
<u>Revenue</u>					
Rent	\$ 19,210	\$ 18,000	\$ 17,050	\$ 21,600	\$ 7,275
Federal Assistance	<u>17,285</u>	<u>15,873</u>	<u>13,940</u>	<u>17,371</u>	<u>6,962</u>
	<u>36,495</u>	<u>33,873</u>	<u>30,990</u>	<u>38,971</u>	<u>14,237</u>
 <u>Expenditures</u>					
Administration	1,489	1,488	1,364	1,728	579
Amortization	16,297	16,297	13,183	13,951	8,763
Annual Contribution					
- Replacement Reserve	2,520	1,580	2,100	2,700	753
Bad Debts (Recovered)	638	638	475	3,318	( 3,250)
Heat and Lights	-	-	-	-	29,977
Insurance	1,791	1,791	1,910	2,324	619
Mortgage Interest	545	544	1,981	2,917	881
Professional Fees	250	200	450	450	338
Repairs and Maintenance	6,883	6,882	4,800	7,864	1,030
Snow and Garbage Removal	3,003	3,003	2,184	3,276	1,092
Water and Sewerage	<u>1,100</u>	<u>1,100</u>	<u>800</u>	<u>1,200</u>	<u>400</u>
	<u>34,516</u>	<u>33,523</u>	<u>29,247</u>	<u>39,728</u>	<u>41,182</u>
 <u>Operating Surplus (Deficit)</u>	 1,979	 350	 1,743	 ( 757)	 ( 26,945)
 <u>Transfer to Subsidy Surplus Reserve</u>	 -	 -	 -	 -	 -
 <u>Surplus (Deficit) For The Year</u>	 <u>\$ 1,979</u>	 <u>\$ 350</u>	 <u>\$ 1,743</u>	 <u>\$ ( 757)</u>	 <u>\$ ( 26,945)</u>



<u>#006</u>	<u>#007</u>	<u>#008</u>	<u>#009</u>	<u>#010</u>	<u>#011</u>	<u>#012</u>
\$ 7,200	\$ 8,000	\$ 21,000	\$ 15,000	\$ 6,000	\$ 12,600	\$ 8,400
<u>15,480</u>	<u>12,199</u>	<u>24,423</u>	<u>20,911</u>	<u>7,498</u>	<u>16,195</u>	<u>8,924</u>
<u>22,680</u>	<u>20,199</u>	<u>45,423</u>	<u>35,911</u>	<u>13,498</u>	<u>28,795</u>	<u>17,324</u>
579	640	1,680	1,200	480	1,008	672
8,763	8,752	17,565	13,710	4,873	10,637	7,268
2,250	2,400	6,300	5,000	2,000	4,000	2,000
-	-	75	200	3,000	-	-
-	-	-	-	-	-	-
618	764	2,675	1,910	764	1,528	637
881	1,023	3,848	4,565	1,623	3,542	1,513
337	450	450	450	450	450	450
1,030	5,915	2,178	2,295	632	950	1,795
1,092	1,092	3,822	2,730	1,092	2,184	1,092
<u>400</u>	<u>400</u>	<u>1,400</u>	<u>1,000</u>	<u>400</u>	<u>800</u>	<u>400</u>
<u>15,950</u>	<u>21,436</u>	<u>39,993</u>	<u>33,060</u>	<u>15,314</u>	<u>25,099</u>	<u>15,827</u>
6,730	( 1,237)	5,430	2,851	( 1,816)	3,696	1,497
-	-	-	-	-	-	-
<u>\$ 6,730</u>	<u>\$( 1,237)</u>	<u>\$ 5,430</u>	<u>\$ 2,851</u>	<u>\$( 1,816)</u>	<u>\$ 3,696</u>	<u>\$ 1,497</u>



<u>#013</u>	<u>#014</u>	<u>#015</u>	<u>#016</u>	<u>#017</u>	<u>#018</u>
\$ 13,872	\$ 6,936	\$ 12,618	\$ 12,600	\$ 12,204	\$ 6,300
<u>17,779</u>	<u>9,231</u>	<u>19,061</u>	<u>16,541</u>	<u>11,966</u>	<u>8,703</u>
<u>31,651</u>	<u>16,167</u>	<u>31,679</u>	<u>29,141</u>	<u>24,170</u>	<u>15,003</u>
1,110	555	1,009	1,008	976	504
14,179	7,247	13,674	10,397	10,252	3,733
4,400	2,400	4,800	4,800	3,450	2,000
2,852	1,828	2,407	1,475	4,068	1,100
-	-	-	-	-	-
2,475	764	1,226	1,274	1,194	637
3,435	1,756	3,079	2,944	4,033	2,482
450	450	450	450	450	450
555	8,362	1,655	3,334	328	105
2,184	2,184	1,092	2,184	1,638	1,092
<u>800</u>	<u>400</u>	<u>800</u>	<u>800</u>	<u>600</u>	<u>400</u>
<u>32,440</u>	<u>25,946</u>	<u>30,192</u>	<u>28,666</u>	<u>26,989</u>	<u>12,503</u>
( 789)	( 9,779)	1,487	475	( 2,819)	2,500
-	-	-	-	-	-
<u>\$( 789)</u>	<u>\$( 9,779)</u>	<u>\$ 1,487</u>	<u>\$ 475</u>	<u>\$( 2,819)</u>	<u>\$ 2,500</u>





<u>#019</u>	<u>#020</u>	<u>#021</u>	<u>#022</u>	<u>Total</u>
\$ 8,325	\$ 10,200	\$ 22,050	\$ 6,200	\$ 272,640
<u>8,565</u>	<u>10,804</u>	<u>23,899</u>	<u>7,931</u>	<u>311,541</u>
<u>16,890</u>	<u>21,004</u>	<u>45,949</u>	<u>14,131</u>	<u>584,181</u>
666	816	1,764	496	21,811
6,232	8,445	15,482	5,448	235,148
2,000	2,400	6,000	1,300	67,153
( 125)	-	-	-	18,699
-	-	-	-	29,977
777	955	727	414	27,774
1,444	4,428	10,277	2,996	60,737
450	450	450	450	9,225
608	105	5,779	705	63,790
1,092	1,092	3,276	1,092	42,588
<u>400</u>	<u>400</u>	<u>1,200</u>	<u>400</u>	<u>15,600</u>
<u>13,544</u>	<u>19,091</u>	<u>44,955</u>	<u>13,301</u>	<u>592,502</u>
3,346	1,913	994	830	( 8,321)
-	-	-	-	-
<u>\$ 3,346</u>	<u>\$ 1,913</u>	<u>\$ 994</u>	<u>\$ 830</u>	<u>\$ ( 8,321)</u>

