

GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT
Non-Consolidated Financial Statements (unaudited)
March 31, 2021

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The Honourable Allan Rumbolt, MLA
Deputy Speaker of the Legislative Assembly of Nunavut

I am pleased to present the Interim Financial Report of the Government of Nunavut for the fiscal year ended March 31, 2021. The report is presented in accordance with subsection 51(4) of the Financial Administration Act.

A handwritten signature in blue ink, appearing to read 'G. Hickes', is positioned above the printed name of the Minister of Finance.

The Honourable George Hickes, MLA
Minister of Finance

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The Honourable George Hicke, MLA
Minister of Finance

I am pleased to present the Interim Financial Report of the Government of Nunavut for the fiscal year ended March 31, 2021. The report is submitted pursuant to subsection 51(3) of the Financial Administration Act.

The purpose of the report is to provide the preliminary operating results of the Government, on a non-consolidated basis, for the year ended March 31, 2021.

The information in the report is unaudited and subject to change prior to the issue of the final Public Accounts. The non-consolidated financial statements are subject to review before the Auditor General issues the auditor's report on the Government's Consolidated Financial Statements. That review is not complete at this time.

Respectfully submitted,

A handwritten signature in blue ink that reads "Susan Nichols". The signature is written in a cursive, flowing style.

Susan Nichols, CPA, CGA
Comptroller General

September 30, 2021

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GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT**Non-Consolidated Financial Statements (unaudited)**
March 31, 2021

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GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT
Non-Consolidated Statement of Financial Position (unaudited)
as at March 31, 2021
(in thousands of dollars)

	Note	2021	2020
Financial assets			
Cash and cash equivalents	3	902,430	604,270
Due from the Government of Canada	4	148,425	127,268
Accounts receivable	5	111,300	119,067
Inventories for resale	6(a)	144,114	238,272
Loans receivable	7	13,898	16,060
Portfolio and other investments	8	23,636	71,032
Total financial assets		1,343,803	1,175,969
Liabilities			
Accounts payable and accrued liabilities	9	415,157	416,789
Deferred revenues	10	181,942	125,333
Liability for contaminated sites	11	9,609	8,154
Liabilities for pension and other employee benefits	12	97,294	86,858
Liability for Iqaluit International Airport	13	151,672	153,467
Capital lease obligations	14	53,766	62,268
Liability for Nunavut Energy Management Program	15	14,802	15,004
Total liabilities		924,242	867,873
Net financial assets		419,561	308,096
Non-financial assets			
Tangible capital assets (Schedule C)		1,512,992	1,521,145
Inventories for use	6(b)	4,118	3,680
Prepaid expenses		5,163	4,423
Total non-financial assets		1,522,273	1,529,248
Net assets		1,941,834	1,837,344
Contractual obligations (Note 17)			
Contractual rights (Note 18)			
Contingencies (Note 19)			

The accompanying notes and schedules are an integral part of these non-consolidated financial statements.

GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT
Non-Consolidated Statement of Operations and Net Assets (unaudited)
for the year ended March 31, 2021
(in thousands of dollars)

	2021 Budget <small>(Note 23)</small>	2021 Actual	2020 Actual
Revenues (Schedule A)			
From the Government of Canada	2,067,295	2,171,554	1,931,922
Tax revenues generated by the Government of Nunavut	144,900	136,521	147,102
Other revenues generated by the Government of Nunavut	92,969	82,502	88,876
Recoveries of prior years expenditures	13,000	12,720	8,586
Total revenues	2,318,164	2,403,297	2,176,486
Expenses (Schedule B)			
Operations and maintenance expenses before amortization and write down of tangible capital assets	2,029,478	2,045,951	1,927,543
<i>Plus:</i> Amortization expenses on tangible capital assets	87,121	83,176	80,838
<i>Plus:</i> Write-down of tangible capital assets	-	2,414	3,008
Total operations and maintenance expenses	2,116,599	2,131,541	2,011,389
Capital expenditures	294,688	245,314	248,492
<i>Less:</i> Transfers to tangible capital assets	62,651	78,048	122,996
Total capital expenses	232,037	167,266	125,496
Total expenses	2,348,636	2,298,807	2,136,885
(Deficit) surplus for year	(30,472)	104,490	39,601
Net assets, beginning of year	1,837,344	1,837,344	1,797,743
Net assets, end of year	1,806,872	1,941,834	1,837,344

The accompanying notes and schedules are an integral part of these non-consolidated financial statements.

GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT
Non-Consolidated Statement of Change in Net Financial Assets (unaudited)
for the year ended March 31, 2021
(in thousands of dollars)

	2021 Budget	2021 Actual	2020 Actual
(Deficit) surplus for year	(30,472)	104,490	39,601
Tangible capital assets (Schedule C)			
Additions	(62,651)	(78,048)	(122,995)
Disposals	45	611	-
Additions in Kind	(40)	-	-
Write-downs	-	2,414	3,008
Amortization	87,121	83,176	80,838
	24,475	8,153	(39,149)
Additions to inventories for use	-	(6,538)	(4,496)
Consumption of inventories for use	-	6,100	4,320
Net additions of prepaid expenses	-	(740)	30
	-	(1,178)	(146)
(Decrease) increase in net financial assets	(5,997)	111,465	306
Net financial assets, beginning of year	308,096	308,096	307,790
Net financial assets, end of year	302,099	419,561	308,096

The accompanying notes and schedules are an integral part of these non-consolidated financial statements.

GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT
Non-Consolidated Statement of Cash Flow (unaudited)
for the year ended March 31, 2021
(in thousands of dollars)

	2021	2020
Cash provided by (used for) operating activities:		
Cash received from:		
Transfers from the Government of Canada	2,209,867	1,933,176
Taxation	133,600	146,160
Insurance proceeds	-	16,649
Other generated revenues	254,550	253,908
Interest on loans receivable and portfolio investments	2,025	1,490
Cash paid for:		
Interest payments on capital leases, mortgage and project financing	(12,664)	(13,324)
To and on behalf of employees	(613,608)	(588,935)
Recipients	(636,384)	(553,790)
Suppliers	(1,000,035)	(1,075,742)
	337,351	119,592
Cash provided by (used for) capital activities:		
Purchases of tangible capital assets	(79,876)	(112,252)
	(79,876)	(112,252)
Cash provided by (used for) investing activities:		
Loans issued to municipalities, businesses and individuals	(46)	(474)
Loan repayments by municipalities, businesses and individuals	2,236	4,548
Investments in portfolio and other investments	47,396	(1,355)
	49,586	2,719
Cash provided by (used for) financing activities:		
Principal payments on Iqaluit International Airport	(1,795)	(1,670)
Principal payments on capital leases	(6,088)	(11,804)
Principal payments on Nunavut Energy Savings Program Project	(1,018)	(1,060)
Principal payments on mortgage payable	-	(830)
	(8,901)	(15,364)
Increase (decrease) in cash and cash equivalents	298,160	(5,305)
Cash and cash equivalents, beginning of year	604,270	609,575
Cash and cash equivalents, end of year (Note 3)	902,430	604,270

The accompanying notes and schedules are an integral part of these non-consolidated financial statements.

**GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT**

Notes to Non-Consolidated Financial Statements (unaudited)

March 31, 2021

(in thousands of dollars)

1 AUTHORITY AND OPERATIONS

(a) Government of Nunavut

The Government of Nunavut (the Government) operates under the authority of Canada's *Nunavut Act*. The Government has an elected Legislative Assembly which authorizes disbursements, advances, loans and investments, except those specifically authorized by statute.

(b) Main Estimates

The 2020-2021 Main Estimates were tabled in the Legislative Assembly in February 2020 and represent the Government's fiscal plan for the year (i.e., original budget). Summary information and totals for government's original budget for the year are provided on pages x through xiii of the 2020-2021 Main Estimates. Planned Vote 5 revenues and Vote 4 expenses represent the share of eligible costs to be funded under agreements with the Government of Canada or others, and while not part of the annual Appropriations (Operations and Maintenance) Act approved by the Legislative Assembly in March 2020, they are, along with those of revolving funds, included in the original budget totals disclosed in these financial statements.

2 SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of accounting

These non-consolidated financial statements are prepared in accordance with Canadian public sector accounting standards (PSAS), as issued by the Public Sector Accounting Board of Canada, with the exception that they are not consolidated and certain revenues are reported net of expenses (i.e., The petroleum products division and liquor revenues are reported net of their cost of goods sold).

Pursuant to Section 74 of the *Financial Administration Act*, the Government also prepares consolidated financial statements, which provide an accounting of the full nature and extent of the financial affairs and resources for which the Government is responsible. The consolidated reporting entity is defined in those statements.

(b) Reporting entity

These financial statements include the assets, liabilities and operating results of the Government's Consolidated Revenue Fund, including departments included in the Main Estimates, as well as the following revolving funds:

Liquor Revolving Fund
Petroleum Products Revolving Fund
Public Stores Revolving Fund
Student Loan Fund

Revolving funds are established by the Government to provide the required working capital to deliver goods and services to the general public and to Government departments.

The following public agencies are included in these non-consolidated financial statements only to the extent of the Government's contributions to and services received from or provided to them during the year:

Territorial corporations
- Nunavut Arctic College (NAC)
- Nunavut Business Credit Corporation (NBCC)
- Nunavut Development Corporation (NDC)
- Nunavut Housing Corporation (NHC)
- Qulliq Energy Corporation (QEC)

Other public agencies
- District Education Authorities
- Human Rights Tribunal
- Inuit Uqausinginnik Taiguusiliuqtiit
- Labour Standards Board
- Legal Services Board
- Liquor Commission
- Nunavut Liquor Licensing Board
- Office of the Public Trustee
- Qullit Nunavut Status of Women Council

Nunavut Lottery, which operates as a government business partnership, is recorded in these non-consolidated financial statements based on the contributions received during the year from the net results of lottery sales and activities in Nunavut.

The Workers' Safety and Compensation Commission (WSCC), which is responsible for the administration of related employer insurance premiums and employee benefit programs within Nunavut is not accounted for in these financial statements. Since the Government does not control or have access to the WSCC's assets or responsibility for its obligations, it is excluded from the Government's financial reporting entity.

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Use of estimates and measurement uncertainty

The preparation of financial statements in accordance with Canadian PSAS requires government management to make estimates and assumptions that affect the amounts of assets, liabilities, revenues and expenses reported in the financial statements. By their nature, these estimates and assumptions are subject to measurement uncertainty. The effect on the financial statements of changes to such estimates and assumptions in future periods could be significant, although, at the time of preparation of these financial statements, management believes the estimates and assumptions to be reasonable. The more significant areas where estimates and assumptions have been used to prepare these financial statements include:

(i) Income tax revenues collected by the Government of Canada on the Government's behalf.

(ii) Allowance for doubtful accounts, loan valuation allowances, provision for losses on loan guarantees, valuation of inventories for resale and use, valuation of portfolio and other investments, useful life of tangible capital assets, liability for contaminated sites, contingencies and other employee benefit liabilities.

(d) Cash and cash equivalents

Cash and cash equivalents are comprised of bank account balances, net of outstanding cheques, and short term highly liquid investments that are readily convertible to cash with a maturity term of 3 months or less from the time of their acquisition. Cash equivalents are recorded at cost.

(e) Inventories

Inventories for resale include bulk fuel and liquor products. Liquor products and bulk fuel are valued at the lower of weighted average cost or net realizable value. Inventory for use includes health and medical supplies valued at the lower of cost or replacement cost, with the cost being determined on a first-in, first-out basis.

(f) Loans receivable

Loans receivable are valued at the lower of cost or net recoverable value. Based on the circumstances known at the date the financial statements are prepared, including past events and current conditions, valuation allowances are recorded when collection is considered doubtful or when the value of a loan receivable is impaired. Interest revenue is recorded on an accrual basis when the collectability of both principal and interest are reasonably assured. An uncollectible or impaired loan receivable balance can be written off only upon receipt of required statutory approvals.

(g) Tangible capital and leased assets

Tangible capital assets are non-financial assets whose useful life exceeds one fiscal year and are intended to be used on an ongoing basis for delivering government services. They may include such diverse items as buildings, vehicles, equipment, aircraft and computer hardware and software systems.

Tangible capital assets are recorded at cost or, where actual cost is not available, estimated current replacement cost is used. Costs include contracted services, materials and supplies, direct labour, attributable overhead costs and directly attributable interest. Capitalization of interest ceases when a tangible capital asset is ready for use in producing goods or delivering services. Gifted or contributed tangible capital assets are recorded at fair market value upon receipt, or a nominal value if fair value is not available.

Leased assets that meet the definition of a tangible capital asset, except that they are held under lease by the Government, are capitalized and reported as such if, in substance, their terms and conditions transfer substantially all of the benefits and risks of ownership to the Government. Legal ownership may not necessarily have been transferred. The lease liability and corresponding asset are recorded based on the present value of payments due over the course of the lease. The present value is based on the lower of the rate implicit in the lease or the Government's incremental borrowing rate at the time the obligation is incurred.

Tangible capital assets, when placed into service, are amortized over their useful lives using the straight line method. When assets are leased, the amortization rate will be based on the lesser of the lease terms or the useful lives of the leased assets. The following amortization rates are being used:

Asset Category	Amortization Period
Buildings	30 years
Leased Buildings	30 years
Infrastructure	30 years
Tank Farms	30 years
Storage Facilities	30 years
Equipment	5-30 years
Land	Not amortized

When conditions indicate that a tangible capital asset no longer contributes to the Government's ability to provide goods and services, or that the value of future economic benefits associated with the tangible capital asset is less than its net book value, the cost of the tangible capital asset is reduced to reflect the decline in the asset's value.

In the year a tangible capital asset is acquired or put into service, amortization is taken for the full year. Tangible capital assets under construction or development are recorded as work in progress with no amortization taken until the year the asset is placed into service.

Assets acquired by right, such as Crown lands, water and mineral resources, are not recorded in the financial statements. The cost of works of art and museum collections consisting mainly of paintings, sculptures, drawings, prints and photographs are charged to expense in the year they are acquired.

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Pension and other employee benefits

Pension benefits

Substantially all of the employees of the Government of Nunavut are covered by the public service pension plan (the "Plan"), a defined benefit plan established through legislation and sponsored by the Government of Canada. Contributions are required by both the employees and the Government of Nunavut to cover current service costs. Pursuant to legislation currently in place, the Government of Nunavut has no legal or constructive obligation to pay further contributions with respect to any past service or funding deficiencies of the Plan. Consequently, the Government of Nunavut's contributions are recognized as an expense in the year when employees have rendered service and represent the total pension obligation of the Government of Nunavut.

In addition, the Government provides two different pension benefits to Members of the Legislative Assembly. The costs and obligations of the Government for these pension plan benefits are estimated on an actuarial basis. When actual experience varies from estimates, or when actuarial assumptions change, actuarial gains or losses arise. These gains and losses are not recognized immediately but rather over the estimated average remaining service lives of the contributors. Recognition of actuarial gains and losses commences in the year following the effective date of the related actuarial valuations. In addition, upon a plan amendment, curtailment or settlement, previously unrecognized net actuarial gain or loss balances will require immediate recognition.

Other employee benefits

Under the terms and conditions of employment, Government employees may earn severance and removal benefits based on years of service. These benefits are paid upon resignation, retirement or death of the employee. Further, employees, upon retirement, are entitled to enroll in health and dental benefit programs, the cost of which are cost-shared by government. The estimated liability and related expenses for these benefit programs are recorded as employees earn them. Actuarial valuation estimates of the government's obligations and related costs for each of these benefit programs have been prepared using data provided by management and assumptions based on management's best estimates. Termination benefits are recorded when employees are identified for lay-off.

The Government's employees are entitled to sick leave under their terms of employment. Included in other employee benefits is an amount for employees who are permitted to accumulate unused sick leave. However, such entitlements do not vest and can be used only in the event of illness. The amount of accumulated sick leave entitlements which are expected to be used in future years is determined by an actuarial valuation and has been recorded in these financial statements.

(i) Revenues

Unless otherwise stated, all revenues are recognized and reported on an accrual basis in the period in which transactions or events give rise to the revenues. Specific revenue accounting policies are as follows:

Transfers from the Government of Canada

Transfers from the Government of Canada are recognized as revenue when the funding is authorized and any eligibility criteria are met, except to the extent that funding stipulations give rise to an obligation that meets the definition of a liability and is recorded as deferred revenue.

Taxes

Tax revenues are recognized in the period in which the taxable event occurs and when they are authorized by legislation or the ability to assess and collect the tax has been provided through legislative convention. Income tax is calculated net of tax deductions and credits allowed under the *Income Tax Act*. If an expense provides a financial benefit other than a relief of taxes, it is classified as a transfer made through the tax system. If an expense provides tax relief to a taxpayer and relates to revenue, this expense is considered a tax concession and is netted against tax revenues. Tax concessions transferred to taxpayers include the Nunavut child benefit, the cost of living tax credit and the business training tax credit. Taxes, under the *Income Tax Act*, are administered by the Government of Canada on behalf of the Government of Nunavut under a tax collection agreement and are remitted to the Government. The remittances are based on the Government of Canada's estimates for the taxation year, which are periodically adjusted until the income tax assessments for the year are finalized. These income tax adjustments are accounted for in the year known.

Fuel, tobacco, and payroll taxes are levied under the authority of the *Petroleum Products Tax Act*, the *Tobacco Tax Act* and the *Payroll Tax Act*, respectively. Revenues are recognized on an accrual basis based on the statements received from collectors or employers. Adjustments from reassessments are recorded in revenue in the year they are identified. Tobacco tax commission on tobacco tax revenue provides a financial benefit other than relief of taxes and is recorded as an expense.

Property taxes are assessed on a calendar year basis and are recorded on an accrual basis in the fiscal year.

Other taxes are accrued based on information provided by those parties which collect tax on the Government's behalf.

Recoveries of prior years expenditures

Recoveries of prior years expenditures, including reversals of prior years expenditure over-accruals, are reported separately from other revenues on the statement of operations. Pursuant to the subsection 36(9) of the *Financial Administration Act*, these recoveries cannot be used to increase the amount appropriated for current year expenditures.

(j) Expenses

Expenses are recorded on an accrual basis when goods are received or services are rendered.

Grants and contributions are recognized as expenses provided that the transfer is authorized and all eligibility criteria have been met by the recipient. Grants and contributions include transfer payments to individuals, municipalities and other organizations under government funding arrangements. Payments to individuals include payments for children's benefits, income support or income supplement. These payments are based on age, family status, income, and employment criteria. Other grants and contributions are provided to conduct research, to establish new jobs through support for training and to promote educational, health and cultural activities.

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) Contingencies

The contingencies of the Government are potential liabilities which may become actual liabilities when one or more future events occur or fail to occur. If the future event is likely to occur or fail to occur and is quantifiable, an estimated liability is accrued as part of accounts payable and accrued liabilities. If the likelihood is not determinable or the amount cannot be reasonably estimated, the contingency is disclosed in the notes to the financial statements and no liability is accrued. Contingent liabilities result from potential environmental contingencies or pending litigation and like items.

(l) Contaminated sites

Contaminated sites are the result of contamination being introduced into air, soil, water or sediment in concentrations that exceeds the maximum acceptable amounts under an environmental standard.

A liability for remediation of a contaminated site is recognized when all of the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the Government is directly responsible or accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

The liability for contaminated sites reflects government management's best estimate of the amount required to remediate sites to the current minimum standard for its use prior to the contamination.

The liability is recognized net of any expected recoveries and includes all costs directly attributable to remediation activities including post remediation operations, maintenance and monitoring.

The liability is adjusted each year for the passage of time, new obligations, changes in management estimates and actual costs incurred.

If the likelihood of a future event that would confirm the Government's responsibility is not determinable, a contingent liability is disclosed in the notes to the financial statements.

(m) Related party transactions

Inter-entity transactions

Inter-entity transactions are transactions between commonly controlled entities. Inter-entity transactions, other than restructuring transactions, are recorded on a gross basis and are measured at the carrying amount, except the following:

- i) Inter-entity transactions are measured at the exchange amount when undertaken on similar terms and conditions to those adopted if the entities were dealing at arm's length, or where cost provided are recovered.
- ii) Goods or services received without charge between commonly controlled entities, when used in the normal course of the Government's operations and would otherwise have been purchased, are recorded as revenues and expenses at their carrying amount.

Related party transactions

Related parties include key management personnel having authority and responsibility for planning, directing and controlling the activities of the Government, as well as close family members of key management personnel, defined as Members of the Legislative Assembly, Board Members, Ministers and Deputy Ministers, and entities that are controlled or significantly influenced by key management personnel or their close family.

Related party transactions are recorded at the exchange amount and are in the normal course of business completed under normal trade terms.

(n) Services provided without charge

The Government of Nunavut receives audit services at no charge from the Office of the Auditor General of Canada. That Office's costs for these services have not been recorded in these financial statements.

GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT
Notes to Non-Consolidated Financial Statements (unaudited)
March 31, 2021
(in thousands of dollars)

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Future changes in accounting standards

A number of new and amended standards issued by the Public Sector Accounting Board of Canada are not yet effective and have not been applied in preparing these financial statements. The Government plans to adopt these new and amended standards on their effective dates and is currently assessing the impact they will have on its financial statements. The following standards for governments will become effective as follows:

PS 2601 Foreign Currency Translation (effective April 1, 2022), replaces PS 2600 with revised guidance on the recognition, presentation and disclosure of transactions and balances that are denominated in a foreign currency.

PS 3450 Financial Instruments (effective April 1, 2022), a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives.

PS 1201 Financial Statement Presentation (effective in the period PS 3450 and PS 2601 are adopted), replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure for government financial statements.

PS 3041 Portfolio Investments (effective in the period PS 3450, PS 2601 and PS 1201 are adopted), replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of, portfolio investments.

PS 3280 Asset Retirement Obligations (effective April 1, 2022), replaces PS 3270, with revised guidance on accounting for, and presentation and disclosure of, asset retirement obligations.

PS 3400 Revenue (effective April 1, 2023), a new section establishing standards on how to account for and report on revenue, differentiating between revenue arising from transactions that include performance obligations and transactions that do not have performance obligations.

3 CASH AND CASH EQUIVALENTS	2021	2020
Cash	902,430	604,270

During the year, government earned interest of prime less 1.65% on its net bank balances (2020 - prime less 1.65%).

4 DUE FROM THE GOVERNMENT OF CANADA	2021	2020
Grant receivable:		
From the Government of Canada (Schedule A)	1,712,512	1,641,713
Less: Payments received	(1,712,512)	(1,641,713)
	-	-
Balance of grant receivable, beginning of the year	-	-
Balance of grant receivable, end of the year	-	-
Other receivables:		
Other receivables from the Government of Canada	148,425	127,268
	148,425	127,268

The amounts due from the Government of Canada are non-interest bearing. The carrying amounts approximate fair market value because of the short term to maturity.

5 ACCOUNTS RECEIVABLE	2021	2020
Receivable by funds		
Consolidated Revenue Fund	72,172	59,495
Petroleum Products Revolving Fund	72,229	91,678
Public Stores Revolving Fund	94	236
Liquor Revolving Fund	47	77
	144,542	151,486
Less: Allowance for doubtful accounts	(33,242)	(32,419)
	111,300	119,067
Receivable by relation with the creditors		
Nunavut Arctic College	4,981	7,460
District Education Authorities	5,992	2,375
Nunavut Business Credit Corporation	60	240
Nunavut Development Corporation	2	5
Nunavut Housing Corporation	17,146	19,449
Qulliq Energy Corporation	15,717	22,764
Receivable from related parties	43,898	52,293
	100,644	99,193
Other accounts receivable	144,542	151,486
Less: Allowance for doubtful accounts	(33,242)	(32,419)
	111,300	119,067

**GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT**

Notes to Non-Consolidated Financial Statements (unaudited)

March 31, 2021

(in thousands of dollars)

6 INVENTORIES	2021	2020
(a) For resale		
Bulk fuels	140,550	235,762
Liquor products	3,564	2,510
	144,114	238,272

The write down for bulk fuels inventory for 2021 was \$406 (2020 - \$821 recovery).

(b) For use		
Health and medical supplies	4,118	3,680

7 LOANS RECEIVABLE	2021	2020
Working Capital advances to the Nunavut Business Credit Corporation. The term is indeterminate with the option to repay any portion of the principal on any interest payment date. Interest is calculated at selected Government of Canada three year benchmark bond yields ranging between 0.53% and 1.18% (2020 - 0.50% and 1.72%) at the end of the month, compounded annually.		
	12,005	14,222
Student Loan Fund loans, bearing interest between 0.0% and 12.5% (2020 - 0.0% and 12.5%), net of doubtful accounts and valuation allowances of \$5,683 (2020 - \$5,513).		
	1,893	1,838
Other, net of valuation allowances of \$64 (2020 - \$64).		
	-	-
	13,898	16,060

8 PORTFOLIO AND OTHER INVESTMENTS	2021	2020
	Effective Rate of Return	Term to Maturity
	Carrying Value	Carrying Value
Portfolio investments		
Guaranteed Investment Certificate	-	50,000
	-	50,000
Other investments		
SRAF designated investments	23,636	21,032
	23,636	71,032

The Supplementary Retiring Allowances Fund of the Legislative Assembly (SRAF) designated investments represent funds set aside within the Consolidated Revenue Fund for use in meeting SRAF benefit obligations. The investments are managed by a third party. The Statement of Investment Policy establishes the eligible classes of securities, categories of issuers, limits and terms. The market value of SRAF investments at March 31, 2021 was \$27,017 (2020 - \$20,548) with a positive return of 27.52% (2020 - negative return of 6.00%).

9 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	2021	2020
To related parties		
Nunavut Arctic College	2,116	1,979
District Education Authorities	2,602	1,837
Nunavut Business Credit Corporation	-	2
Nunavut Development Corporation	167	88
Nunavut Housing Corporation	3,286	1,142
Qulliq Energy Corporation	8,076	14,972
	16,247	20,020
To others		
Accounts payable	145,212	126,582
Accrued liabilities, payroll deductions, and contractor holdbacks	166,411	201,280
Vacation pay and lieu time	44,155	36,941
Due to the Government of Canada	34,747	30,867
Due to the Government of the Northwest Territories	8,385	1,099
	398,910	396,769
	415,157	416,789

All amounts above are non-interest bearing.

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10 DEFERRED REVENUES

	Balance April 1, 2020	Receipts during the year	Interest earned	Transfer to revenue	Balance March 31, 2021
Provincial-Territorial Base Funding (Building Canada Fund)	3,396	-	19	(1,619)	1,796
Gas Tax Agreement	67,716	16,500	605	(13,534)	71,287
Nunavut Land Claim	35,771	10,752	-	(8,162)	38,361
Other deferred revenue	18,450	94,037	-	(41,989)	70,498
	<u>125,333</u>	<u>121,289</u>	<u>624</u>	<u>(65,304)</u>	<u>181,942</u>

The deferred revenue balance at March 31 includes mostly funding for eligible capital infrastructure projects and specific programs received from the Government of Canada under formal contribution or other agreements. In 2021-22 and beyond, as the government fulfills its obligations from purpose or other stipulations for the use of these funds the associated revenue will be recognized in its non-consolidated financial statements.

11 LIABILITY FOR CONTAMINATED SITES

	2021	2020
Liabilities for remediation of contaminated sites (undiscounted)	9,609	8,154

The Government's activities are subject to various federal and territorial laws and regulations, such as the Environmental Protection Act of Nunavut and the Environmental Guideline for Contaminated Site Remediation - 2010, governing the protection of the environment or to minimize any adverse impact thereon. The Government conducts its operations so as to protect public health and the environment and believes its operations are in compliance with all applicable laws and regulations.

The Government recognizes that there are costs related to the remediation of environmentally contaminated sites for which it is responsible. As of March 31, 2021, there were 6 sites (2020 - 6) - 2 storage tank farms (2020 - 2) and 4 waste sites - (2020 - 4), identified as requiring environmental remediation. For those sites where the Government of Nunavut expects to give up future economic benefits due to a legal order or plans to remediate contamination (e.g., due to the risk to human health), and is responsible or has accepted responsibility for remediation, and a reasonable estimate can be determined for remediation costs, a liability has been recorded in these financial statements. Where remediation costs have been estimated and a liability has been recorded the methodology used to estimate the liability is either based on third party analyses or extrapolated from costs previously incurred to remediate, monitor, or manage sites of similar size and contamination.

The Government has identified an additional 71 (2020 - 71) sites on Commissioner's land for which liabilities for contamination may exist for assessment, remediation and monitoring. The activities associated with these sites are classified as follows:

	2021	2020
Storage tank farms	25	25
Power plants	27	27
Town and waste sites	11	11
Garages and other public works	5	5
Airports	2	2
Quarries	1	1
	<u>71</u>	<u>71</u>

The Government acquired ownership of sites and activities associated with airports, tank farms and power plants on creation of the Territory on April 1, 1999. The contamination of certain sites occurred when other parties were responsible for the use of and/or held tenure to the sites. The Government has estimated that remediation of contamination at 14 storage tank farm sites and 27 power plant sites (2020 - 14 and 27) would cost approximately \$9,700 and \$39,000 (2020 - \$9,700 and \$40,000), respectively. In addition, the Government has estimated that remediation at the other sites could cost between \$65,000 - \$136,000 (2020 - \$65,000 - \$136,000) depending on the approach taken. No liability for remediation of these 71 (2020 - 71) sites has been recognized in these financial statements as the Government does not expect to give up any future economic benefits (i.e. no legal requirement to remediate). Going forward, a liability for remediation of these or other identified sites will be recognized if future economic benefits will be given up (i.e. public health risk or legal requirement).

Most storage tank farms and power plants are monitored on a regular basis to ensure the containment of the identified contaminants. For the other Government of Nunavut's operations and/or sites, there is no ongoing monitoring program in place, but plans for one are to be developed in the future.

In addition, the Government has identified 144 (2020 - 144) sites where garages, public works facilities, quarries, sewage disposal/treatment and solid waste sites and activities are generally located and conducted within municipal boundaries and governed by municipal legislation. Contamination at these sites and activities within municipal boundaries and jurisdiction are the responsibility of municipalities to monitor and remediate if necessary.

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12 LIABILITIES FOR PENSION AND OTHER EMPLOYEE BENEFITS

There are separate pension arrangements in place to provide retirement benefits to government employees and to Members of the Legislative Assembly (MLAs). In addition to pension benefits, the government provides severance, removal and sick leave benefits to employees as well as retirement health benefits. These non-pension benefit arrangements are not prefunded and thus have no assets set aside to fund them, resulting in deficiencies for the arrangements equal to the accrued benefit liabilities, which are estimated actuarially using information and assumptions approved by management. As of March 31, the liabilities for pensions and other employee benefit arrangements were as follows:

	2021	2020
Pension Benefits		
Pension plans for MLAs	20,335	18,350
Total pension benefits	20,335	18,350
Other Employee Benefits		
Severance and removal	27,363	26,208
Retirement health benefits	38,419	31,801
Sick leave	11,177	10,499
Total other employee benefits	76,959	68,508
Total pension and other employee benefits	97,294	86,858

Public Service Pension Plan

Substantially all of the employees of the Government of Nunavut are covered by the public service pension plan (the "Plan"), a defined benefit plan established through legislation and sponsored by the Government of Canada. The Government of Canada holds a statutory obligation for the payment of benefits relating to the Plan. Pension benefits generally accrue up to a maximum period of 35 years at an annual rate of 2 percent of pensionable service times the average of the best five consecutive years of earnings. The benefits are coordinated with Canada/Québec Pension Plan benefits and they are indexed to inflation. Contributions are required by both the employees and the Government of Nunavut. The President of the Treasury Board of Canada sets the required employer contributions based on a multiple of the employees' required contribution. The contribution rate effective at March 31, 2020 was 1.01 times (2020 - 1.01 times) for members enrolled before January 1, 2013, and 1.0 times (2020 - 1.0 times) for members enrolled beginning January 1, 2013. Total employer contributions of \$34,237 (2020 - \$33,814) were recognized as expense in the current year. Total employee contributions were \$34,157 (2020 - \$33,696).

Legislative Assembly Retiring Allowances Plans

The Government sponsors two defined benefit pension plans for Members of the Legislative Assembly (MLAs). Both plans are administered by the Management and Services Board of the Legislative Assembly. The plans provide pensions based on length of service and final average earnings. They provide inflation protection based on increases in the Consumer Price Index.

The first plan is the Legislative Assembly Retiring Allowances Fund (LARAF), a registered and contributory defined benefit pension plan established under the *Legislative Assembly Retiring Allowances Act*. The Office of the Legislative Assembly operates a separate pension fund in trust to administer LARAF contributions and allowances. The fund came into effect on April 1, 1999.

The second plan is the Supplementary Retiring Allowances Fund (SRAF), a voluntary non-registered, non-contributory defined benefit pension plan established under the *Supplementary Retiring Allowances Act* for MLAs who elect to participate. Payments and expenses related to the SRAF are paid from the Government's Consolidated Revenue Fund. This plan came into effect during the 2001-02 fiscal year, and provides for benefits retroactive to April 1, 1999.

Retirement benefits are payable to a MLA based on a percentage of the average best earnings over four consecutive years as a MLA and as a Minister, Speaker or Chairperson (if applicable) multiplied by credited service as a MLA and for each of the three positions (if applicable). A position must be held for at least one year, and the pension for each position is calculated separately. The percentages used to calculate retirement benefits are 2% for the LARAF and 3% for the SRAF.

The normal retirement age under both of these plans is the earliest of: (a) age 60; (b) 30 years of service; or (c) age plus service equals 80. A MLA may retire at any time upon ceasing to be a MLA. Early retirement results in a pension reduction of 0.25% for each month a MLA retires before the normal retirement age. The late retirement age for MLAs is up to age 69.

There have been no plan amendments, plan settlements and curtailments or temporary deviations from these plans in 2021 (no changes in 2020).

Actuarial valuations were completed for these plans as of April 1, 2018. The valuations were performed using the projected unit credit actuarial cost method. The valuations were based on a number of assumptions as approved by the Management and Services Board of the Legislative Assembly and represents the best estimates of expected long-term experience and short-term forecast, as well as the demographic assumptions underlying the most recent actuarial valuations for funding purposes. The main assumptions include inflation rate of 2.0% (2020 - 2.0%), discount rate of 3.25% (2020 - 3.75%), return on assets of 4.7% (2020 - 5.3%), increases in remuneration of 3.0% (2020 - 3.0%), and mortality.

The asset valuation method, market-related value, for the LARAF plan is equal to a smoothed market value which spreads the difference between the actual and expected investment income over a four year period. The effective date of the next actuarial valuations for these plans is April 1, 2022.

The pension liabilities represent the excess of the actuarial present value of accrued pension benefits over the actuarial value of net assets available for benefits.

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12 LIABILITIES FOR PENSION AND OTHER EMPLOYEE BENEFITS (continued)

Based on information provided for the year by the plans' actuary, the MLA pension liabilities as of March 31 are as follows:

	LARAF	SRAF	2021	2020
Accrued benefit obligation	15,914	23,341	39,255	33,248
Deduct:				
Pension fund assets	16,514	-	16,514	15,200
Unamortized actuarial gains	898	1,509	2,407	(302)
	17,412	1,509	18,921	14,898
Pension (asset) liability	(1,498)	21,832	20,334	18,350

As at March 31, 2021, the LARAF pension fund assets had a market value of \$17,903 (2020 - \$13,818). The actual rate of return was positive 31.24% (2020 - negative 7.13%). The SRAF has no pension fund assets; however, the pension liability is funded all or in part by designated investments (Note 8).

LARAF and SRAF actuarial gains/losses are both amortized over 4 years (2020 - 5 years for both) which is the estimated average remaining service lives for contributors to these plans.

The total expenses related to MLA pensions include the following components:

	LARAF	SRAF	2021	2020
Current period benefit cost	1,327	2,075	3,402	3,103
Amortization of actuarial gains	(14)	(47)	(61)	(104)
	1,313	2,028	3,341	2,999
MLAs contributions	(274)	-	(274)	(277)
Pension expense	1,039	2,028	3,067	2,722
Interest cost on the average accrued benefit obligation	544	799	1,343	1,085
Expected return on average pension plan assets	(735)	-	(735)	(779)
Pension interest expense	(191)	799	608	306
Total pension expenses	848	2,827	3,675	3,028

Pension benefits paid for the LARAF and SRAF were \$738 and \$925, respectively (2020 - \$356 and \$908, respectively).

The Government's contributions related to the LARAF and SRAF during the year were \$766 and \$1,638, respectively (2020 - \$457 and \$1,081, respectively).

The total expenses related to other employee benefits include the following components:

	Severance and removal	Sick leave	Retirement health benefits	2021	2020
Benefit earned for the period	2,020	1,233	1,990	5,243	5,570
Actuarial (gains) losses on benefit obligation	(160)	(389)	24,697	24,148	3,700
Amortization of net actuarial gains/(losses) recognized during the year	1,265	253	(20,936)	(19,418)	4,679
Other employee benefits expense	3,125	1,097	5,751	9,973	13,949
Interest cost on the average accrued benefit	553	318	1,911	2,782	1,626
Total expense related to other employee benefits	3,678	1,415	7,662	12,755	15,575

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13 LIABILITY FOR IQUALUIT INTERNATIONAL AIRPORT

In September 2013, the Government signed agreements as part of a public-private partnership (P3) arrangement to design, build, finance, operate and maintain new and updated infrastructure at the Iqaluit International Airport. The airport officially opened and began operations on August 9, 2017. The estimated cost of the project was \$305,376. The actual cost incurred by the private partnership was \$298,430. The capital costs of the arrangement was partially funded by the Government of Canada. The Government of Nunavut received \$74,160 from the Government of Canada during 2017-18.

	2021	2020
Loan payable in monthly instalments of \$1,069 to December 2047, bearing interest at a rate of 7.23%.	151,672	153,467

Interest expense on long term debt relating to the Iqaluit International Airport was \$11,035 for the year (2020 - \$11,159). The interest paid during the year was \$11,035 (2020 - \$11,159).

Principal and interest amounts due in each of the next five fiscal years and thereafter on the liability are as follows:

	Principal	Interest	Total
2022	1,929	10,900	12,829
2023	2,074	10,756	12,830
2024	2,229	10,601	12,830
2025	2,395	10,435	12,830
2026	2,574	10,256	12,830
2027 and beyond	140,471	138,576	279,047
	151,672	191,524	343,196

14 CAPITAL LEASE OBLIGATIONS

Capital lease obligations are based upon contractual minimum lease payments for leases in effect as of March 31. The original capital leases, with terms of 20 years, expired between 2019 and 2020. On July 1, 2017, the Government entered into lease amending and extension agreements with the lessor that extended the original terms by another 10 years.

	2021	2020
Total minimum lease payments	59,498	69,783
Less: Imputed interest	(5,732)	(7,515)
Present value of minimum lease payments	53,766	62,268

Minimum lease payments, including principal and interest, for each of the next 5 years and thereafter are as follows:

	Principal	Interest	Total
2022	6,270	1,324	7,594
2023	6,459	1,134	7,593
2024	6,099	954	7,053
2025	6,266	788	7,054
2026	6,438	615	7,053
2027 and beyond	22,234	917	23,151
	53,766	5,732	59,498

Lease payments are allocated between repayment of the liability and interest expense. The total minimum lease payments less the initial liability represents the total interest cost of the lease. The interest expense is calculated using the same discount rate used in computing the present value of the minimum lease payments applied to the outstanding lease liability at the beginning of the lease payment period.

Interest expense related to capital lease obligations for the year was \$1,506 (2020 - \$1,940) at an implied average interest rate of 2.6% (2020 - 2.6%). Interest paid for the year was \$1,506 (2020 - \$1,940). The capital lease obligations expire between 2020 and 2030.

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15 LIABILITY FOR NUNAVUT ENERGY MANAGEMENT PROGRAM PROJECT

	2021	2020
Project financing payable - Baffin	1,618	2,635
Project financing payable - Kivalliq	13,184	12,369
	<u>14,802</u>	<u>15,004</u>

Under the Nunavut Energy Management Program Project - Baffin region, the Government has entered into an energy savings contract arrangement that included an ongoing responsibility for making all principal and interest payments associated with the third-party financing of costs of improvements under the project. Payments are due monthly at \$139 to 2019, \$95 to 2022 and \$21 to July 2023 at an average interest rate of 5.13%. Interest expense on the project for the year was \$123 (2020 - \$183). Interest paid during the year was \$123 (2020 - \$183).

Future payments for the Nunavut Energy Management Program Baffin Project, for each of the next 4 years and thereafter are as follows:

	Principal	Interest	Total
2022	1,079	62	1,141
2023	402	13	415
2024	95	1	96
2025	41	-	41
	<u>1,617</u>	<u>76</u>	<u>1,693</u>

The Nunavut Energy Management Program Project - Kivalliq region, is in the implementation phase and therefore, the future payments schedule is not determinable at this time. The Government has entered into a contract for \$24,258 that includes all principal and interest payments associated with the third-party financing of costs of improvements under the project. The project is expected to be completed by March 2022, at which time estimated monthly payments of \$124 will commence, at an average interest rate of 9.4%. Interest expense on the project for the year was \$346 (2020 - \$228). Interest paid during the year was \$nil (2020 - \$nil).

16 PETROLEUM PRODUCTS STABILIZATION FUND

The Petroleum Products Stabilization Fund was created under the authority of the *Revolving Funds Act*. The purpose of the Fund is to stabilize the prices of petroleum products purchased, sold, and distributed by the Government. The net profit (loss) of the Petroleum Products Revolving Fund is charged to the Petroleum Products Stabilization Fund. The surplus or deficit balance in the fund cannot exceed \$20,000.

	2021	2020
Surplus (deficit), beginning of year	(5,107)	6,573
Petroleum Products Revolving Fund net profit (loss) for the year	(10,102)	(11,680)
Minimum transfer required from (to) Consolidated Revenue Fund		
Surplus (deficit), end of year	<u>(15,209)</u>	<u>(5,107)</u>

17 CONTRACTUAL OBLIGATIONS

The Government has entered into agreements for, or is contractually obligated for, the following payments subsequent to March 31, 2021:

	Total
Operating leases (Schedule 5)	61,882
Capital commitments	66,703
Operational commitments	369,659
Policing agreement	526,988
Iqaluit International Airport Improvement commitments	643,078
	<u>1,668,310</u>

Contractual obligations by fiscal year are as follows:

2022	296,705
2023	189,825
2024	127,065
2025	82,228
2026	78,280
2027 and beyond	894,207
	<u>1,668,310</u>

In addition to the Capital commitments disclosed above, the Government is also contractually obligated for the Nunavut Energy Management Program - Kivalliq (Note 16). At March 31, 2021, \$13,184 is recorded as a liability of the total estimated contract costs of \$24,258. Payments will commence when the project is completed, estimated by March 2022.

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18 CONTRACTUAL RIGHTS

The Government enters into various agreements to provide goods and services with various businesses and government agencies. These agreements will result in revenue and assets in the future. The following table summarizes the contractual rights of the Government where the terms of those agreements are met.

	Total
Canada Infrastructure Plan	546,462
Health Canada Agreements	134,689
New Building Canada Fund	178,873
Others / Third party agreements	83,625
	943,649
Contractual rights by fiscal year are as follows:	
2022	239,842
2023	250,447
2024	183,763
2025	108,740
2026	69,130
2027 and beyond	91,727
	943,649

19 CONTINGENCIES

(a) Post-division adjustments

The agreement governing the division of assets and liabilities between the Government of Nunavut and the Government of the Northwest Territories as at April 1, 1999 sets out a mechanism which provides for post-division adjustments.

The period for such adjustments is unlimited; and such adjustments could be made in a variety of specified circumstances such as the settlement of litigation related to events prior to the date of division. In such an event, there is an opportunity for one of the governments to file a claim against the other government to share in costs. Post-division adjustments will be recognized in the year the liability can reasonably be estimated. As at March 31, 2021, no new post-division adjustments were recorded.

(b) Litigation

A number of cases of alleged sexual abuse by former employees or contractors in Nunavut when it was part of the Northwest Territories have been filed or are pending. The Nunavut and the Northwest Territories governments will jointly defend any such proceedings and the cost of defending the actions and any damages that may eventually be awarded will be shared by the two governments 44.34% and 55.66%, respectively. Where it is likely that there will be a future payment and a reasonable estimate of the amount can be made, the Government has recorded a liability. For those pending cases, where the outcome is not determinable as at March 31 and a reasonable estimate of the amount can be made, the total amount of those claims is estimated at \$795 (2020 - \$1,545). No liability has been recorded for these claims as the outcome of these cases is not determinable.

There are a number of claims and threatened litigation cases outstanding against the Government for which the outcomes are not determinable, including a number of cases where an amount is not specified. The nature of these claims include wrongful dismissal, breach of policy, personal injury, sexual abuse, negligence, wrongful arrest and assault. Where it is likely that there will be a future payment and a reasonable estimate of the amount can be made, the Government has recorded a liability. For those pending cases, where the outcome is not determinable as at March 31 and a reasonable estimate of the amount can be made, the total amount of those claims is estimated at \$105,671 (2020 - \$17,168). No liability has been recorded for these claims as the outcome of these cases is not determinable.

(c) Loan guarantees

As part of its financing, the Qulliq Energy Corporation (QEC) has arranged various credit facilities at different terms and interest rates. The Government has guaranteed the following QEC credit facilities:

Bank credit facility, interest at prime minus 0.50%	2021 12,685	2020 15,874
20 year redeemable amortizing debenture due September 2021, interest rate of 6.809%	17,502	21,787
Fixed rate capital loan facility due May 2021, interest rate of 4.24%	74	561
Fixed rate capital loan facility due May 2021, interest rate of 4.24%	106	726
Fixed rate capital loan facility due June 2021, interest rate of 4.24%	188	1,053
Fixed rate capital loan facility due February 2022, interest rate of 4.24%	3,092	3,312
Fixed rate capital loan facility due July 2021, interest rate of 4.24%	515	2,055
Variable rate capital loan facility due November 2022, interest at prime minus 0.50%	11,667	12,667
Variable rate capital loan facility due April 2024, interest at prime minus 0.50%	10,467	11,267
Variable rate capital loan facility due April 2031, interest at prime minus 0.50%	145,739	137,566
Total guarantees provided on balances outstanding	202,035	206,868

The QEC bank credit facility limit is \$30,000 (2020 - \$30,000). The non-revolving committed and bridge loan facilities above each has an option to utilize BAs with stamping fees calculated at 50 bps per annum with terms not less than 7 days and not more than 365 days and issued and reissued in minimum aggregate amounts of Canadian \$1,000 and multiples thereof.

Based on its operational needs, the Nunavut Development Corporation (NDC) may from time to time be in a bank overdraft position. The overdraft is guaranteed by the Government, and interest on the overdraft is charged based on a rate of prime plus 0.50% per annum. Interest is charged only when NDC's operating account is in an overdraft position and the pooled accounts of the Government are also in an overdraft position. As at March 31, 2021, NDC's bank overdraft position was \$ nil (2020 - \$nil).

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20 RELATED PARTIES

Transactions with related parties and balances at year-end, not disclosed elsewhere in the financial statements, are disclosed in this note. During the year, the Government made grants and contributions to or funded other costs for the following related parties:

	2021	2020
Nunavut Arctic College	2,981	3,519
District Education Authorities	14,069	13,791
Nunavut Development Corporation	3,615	3,474
Nunavut Business Credit Corporation	900	700
	21,565	21,484

Under agreements with related boards and agencies, the Government provides services at cost or for a service fee where direct costs cannot be determined. The fees charged for indirect costs are not necessarily the cost of providing those services. Services provided include personnel, payroll, financial, procurement, accommodation, buildings and works, utilities, legal, and interpretation services. Direct costs of \$48,561 (2020 - \$47,161) were incurred and recovered from related parties. Grants and contributions from the Government of Nunavut to Nunavut Arctic College and Nunavut Housing Corporation are disclosed separately in the Schedule of Expenses Funded under Approved Appropriations (Schedule B.1).

21 TRUSTS UNDER ADMINISTRATION

The Government administers trust accounts on behalf of third parties, which are not included in the reported Government assets and liabilities.

	2021	2020
Public Trustee	7,402	6,897
Natural Resources Conservation Trust	1,326	1,307
Territorial Court Trust	611	742
	9,339	8,946

22 BUDGET ADJUSTMENTS

The 2021 total revenue budget on page xi of the 2020-2021 Main Estimates is \$2,347,987. It includes \$2,085,802 of 'Revenues' and \$124,702 of 'Vote 5 Revenues' on page A-IV-4 of the 2020-2021 Main Estimates, plus \$137,483 of funding under third-party agreements for specific capital projects included on page A-IV-16 of the 2020-2021 Capital Estimates. The planned expenses to be funded by these additional revenues have been added to the affected budget totals disclosed in these statements.

The 2021 budget total for capital expenditures on Schedule B.2 of \$107,660 excludes the \$4,290 of CMHC capital projects and \$25,533 Social Infrastructure Fund & Investment in Affordable Housing capital projects that were both budgeted for Nunavut Housing Corporation. As a result, the budget totals for expenses and transfers under third-party funding agreements included in these statements is \$232,362 versus \$262,185 on page x of the 2020-2021 Main Estimates. The third party funded Infrastructure Projects under the New Building Canada Fund are included in Community and Government Services.

23 COMPARATIVE INFORMATION

Certain comparative figures have been reclassified to conform to the current year's presentation.

24 COVID-19

In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a global pandemic, which continues to spread in Canada and around the world.

The Government of Nunavut supported their employees by closing government offices to non-essential staff and clients; customers by waiving payment terms and suspending collections; small businesses by instituting the Nunavut Essential Workers Wage Premium and Nunavummiut by operating isolation sites and vaccination clinics.

During the year ended March 31, 2021, the Government received an amount of \$183,860 (2020 - nil) from the Government of Canada to support it during the pandemic. In response to COVID-19, the Government of Canada also supplied the Territory with equipment, supplies, and vaccines at no cost. These are recorded at fair value when such value can reasonably be determined. The equipment and supplies received were accounted for based on an estimated fair value of \$4,756. No amounts have been recorded for the COVID-19 vaccines provided by the Government of Canada as the fair value of these vaccines cannot be reasonably determined.

Due to the unpredictable nature and length of time of the spread of the disease, the Government is unable to estimate the potential impact of the pandemic on the Government's future operations and the measurement/valuation of assets and liabilities.

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Schedule A

Non-Consolidated Schedule of Revenues by Source (unaudited)

for the year ended March 31, 2021

(in thousands of dollars)

	2021 Budget	2021 Actual	2020 Actual
From the Government of Canada			
Territorial Formula Financing	1,712,500	1,712,512	1,641,713
Transfers under third-party funding agreements	230,295	350,578	190,582
Other transfer payments	124,500	108,464	99,627
	2,067,295	2,171,554	1,931,922
Revenues generated by the Government of Nunavut			
Taxation revenues			
Personal income tax	30,800	22,341	31,397
Corporate income tax	20,900	21,767	23,616
Payroll tax	35,500	35,683	35,272
Tobacco tax	23,800	25,173	22,581
Fuel tax	22,300	17,702	23,532
Property tax	8,800	11,319	8,384
Insurance tax	2,800	2,536	2,320
	144,900	136,521	147,102
Other revenues			
Petroleum Products Division revenue - net of cost of goods sold of \$153,840 (2020 - \$170,555)	31,476	23,436	19,969
Nunavut Liquor and Cannabis revenue - net of cost of goods sold of \$8,030 (2020 - \$7,648)	10,726	8,914	8,354
Staff housing recoveries	20,700	21,333	21,310
Transfers under third-party funding agreements	2,067	1,415	1,077
Other	28,000	27,404	38,166
	92,969	82,502	88,876
Recoveries of prior years expenditures (Schedule 1)	13,000	12,720	8,586
Total revenues (Note 22)	2,318,164	2,403,297	2,176,486

**GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT**

Schedule B

Non-Consolidated Schedule of Expenses (unaudited)

for the year ended March 31, 2021

(in thousands of dollars)

TOTALS	Original Budget	Actual	(Over) Under Original Budget
FUNDED UNDER APPROVED APPROPRIATIONS (Schedule B.1)			
Operations and maintenance expenses before amortization	1,809,545	1,718,092	91,453
Plus: Amortization expenses on tangible capital assets	87,121	83,176	3,945
Plus: Write-down of tangible capital assets	-	2,414	(2,414)
Total operations and maintenance expenses	1,896,666	1,803,682	92,984
Capital expenditures	143,028	206,322	(63,294)
Less: Transfers to tangible capital assets	62,651	54,319	8,332
Total capital expenses	80,377	152,003	(71,626)
Total appropriation expenses	1,977,043	1,955,685	21,358
FUNDED UNDER THIRD-PARTY AGREEMENTS (Schedule B.2)			
Operations and maintenance expenses before amortization	124,702	288,104	(163,402)
Plus: Amortization expenses on tangible capital assets	-	-	-
Total operations and maintenance expenses	124,702	288,104	(163,402)
Capital expenditures	107,660	38,992	68,668
Less: Transfers to tangible capital assets	-	23,729	(23,729)
Total capital expenses	107,660	15,263	92,397
Total third-party agreement expenses	232,362	303,367	(71,005)
FUNDED BY REVOLVING FUNDS (Schedule B.3)			
Operations and maintenance expenses before amortization	45,231	39,755	5,476
Plus: Amortization expenses on tangible capital assets	-	-	-
Total operations and maintenance expenses	45,231	39,755	5,476
Capital expenditures	-	-	-
Less: Transfers to tangible capital assets	-	-	-
Total capital expenses	-	-	-
Total revolving fund expenses	45,231	39,755	5,476
NON-CONSOLIDATED STATEMENTS TOTALS			
Operations and maintenance expenses before amortization and write down of tangible capital assets	1,979,478	2,045,951	
Plus: Centrally estimated 'Supplementary requirements' per page x of 2020-2021 Main Estimates	50,000	-	
Less: Capital portion of the estimated 'Supplementary requirements'	-	-	
Total operations and maintenance expenses before amortization and write down of tangible capital assets	2,029,478	2,045,951	(16,473)
Plus: Amortization expenses on tangible capital assets	87,121	83,176	3,945
Plus: Write-down of tangible capital assets	-	2,414	(2,414)
Total operations and maintenance expenses	2,116,599	2,131,541	(14,942)
Capital expenditures	250,688	245,314	
Plus: Centrally estimated capital carryovers from prior year included in 'Capital' on page x of 2020-2021 Main Estimates	44,000	-	
Plus: Capital portion of the estimated 'Supplementary requirements'	-	-	
Total capital expenditures	294,688	245,314	49,374
Less: Transfers to tangible capital assets	62,651	78,048	(15,397)
Total capital expenses	232,037	167,266	64,771
Total expenses	2,348,636	2,298,807	49,829

Total expenses above includes, among other items, interest expense of \$13,030 (2020 - \$13,582) and a net increase in valuation allowances of \$830 (2020 - \$2,814).

Total capital expenditures above includes capital grants and contributions of \$117,774 (2020 - \$97,297).

**GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT**

Schedule B.1

Non-Consolidated Schedule of Expenses Funded under Approved Appropriations (unaudited)

for the year ended March 31, 2021

(in thousands of dollars)

APPROPRIATIONS	Original Budget	Supplementary Appropriations	Transfers	Revised Budget	Actual	(Over) Under Revised Budget
LEGISLATIVE ASSEMBLY						
Operations and maintenance						
Compensation and benefits	13,964	-	420	14,384	13,124	1,260
Grants and contributions	-	-	-	-	-	-
Other	13,306	-	(420)	12,886	11,094	1,792
	27,270	-	-	27,270	24,218	3,052
Capital expenditures	275	-	-	275	158	117
Total spending under appropriations	27,545	-	-	27,545	24,376	3,169
EXECUTIVE AND INTERGOVERNMENTAL AFFAIRS						
Operations and maintenance						
Compensation and benefits	14,093	-	(540)	13,553	12,617	936
Grants and contributions	365	12,343	8,881	21,589	20,293	1,296
Other	4,606	8,440	(8,341)	4,705	2,114	2,591
	19,064	20,783	-	39,847	35,024	4,823
Capital expenditures	-	246	-	246	203	43
Total spending under appropriations	19,064	21,029	-	40,093	35,227	4,866
FINANCE						
Operations and maintenance						
Compensation and benefits	40,684	-	(500)	40,184	40,250	(66)
Grants and contributions	21,093	-	-	21,093	15,209	5,884
Other	38,152	-	500	38,652	27,973	10,679
	99,929	-	-	99,929	83,432	16,497
Capital expenditures	11,050	4,025	-	15,075	10,393	4,682
Total spending under appropriations	110,979	4,025	-	115,004	93,825	21,179
HUMAN RESOURCES						
Operations and maintenance						
Compensation and benefits	19,042	-	-	19,042	14,046	4,996
Grants and contributions	-	-	-	-	-	-
Other	9,126	-	-	9,126	5,711	3,415
	28,168	-	-	28,168	19,757	8,411
Capital expenditures	-	-	-	-	-	-
Total spending under appropriations	28,168	-	-	28,168	19,757	8,411
JUSTICE						
Operations and maintenance						
Compensation and benefits	51,582	2,000	(1,333)	52,249	54,305	(2,056)
Grants and contributions	13,783	-	-	13,783	13,783	-
Other	62,295	8,000	1,333	71,628	67,871	3,757
	127,660	10,000	-	137,660	135,959	1,701
Capital expenditures	6,900	2,290	-	9,190	8,538	652
Total spending under appropriations	134,560	12,290	-	146,850	144,497	2,353

GOVERNMENT OF NUNAVUT

Schedule B.1

PUBLIC ACCOUNTS

Non-Consolidated Schedule of Expenses Funded under Approved Appropriations (unaudited)

for the year ended March 31, 2021

(in thousands of dollars)

APPROPRIATIONS	Original Budget	Supple- mentary Appro- priations	Transfers	Revised Budget	Actual	(Over) Under Revised Budget
CULTURE AND HERITAGE						
Operations and maintenance						
Compensation and benefits	12,707	-	-	12,707	11,080	1,627
Grants and contributions	7,227	-	-	7,227	6,339	888
Other	6,930	-	-	6,930	4,268	2,662
	26,864	-	-	26,864	21,687	5,177
Capital expenditures	800	197	-	997	451	546
Total spending under appropriations	27,664	197	-	27,861	22,138	5,723
EDUCATION						
Operations and maintenance						
Compensation and benefits	175,564	-	-	175,564	177,699	(2,135)
Grants and contributions	35,420	-	-	35,420	31,146	4,274
Other	21,889	-	-	21,889	17,411	4,478
	232,873	-	-	232,873	226,256	6,617
Capital expenditures	8,330	12,862	-	21,192	7,215	13,977
Total spending under appropriations	241,203	12,862	-	254,065	233,471	20,594
HEALTH						
Operations and maintenance						
Compensation and benefits	153,791	500	-	154,291	160,497	(6,206)
Grants and contributions	11,632	-	-	11,632	5,821	5,811
Other	303,504	30,847	-	334,351	251,952	82,399
	468,927	31,347	-	500,274	418,270	82,004
Capital expenditures	27,500	13,133	-	40,633	23,092	17,541
Total spending under appropriations	496,427	44,480	-	540,907	441,362	99,545
ENVIRONMENT						
Operations and maintenance						
Compensation and benefits	15,340	-	(130)	15,210	14,867	343
Grants and contributions	1,044	-	10	1,054	883	171
Other	8,325	-	120	8,445	5,560	2,885
	24,709	-	-	24,709	21,310	3,399
Capital expenditures	2,250	1,558	-	3,808	1,254	2,554
Total spending under appropriations	26,959	1,558	-	28,517	22,564	5,953
COMMUNITY AND GOVERNMENT SERVICES						
Operations and maintenance						
Compensation and benefits	52,493	-	(1,470)	51,023	51,892	(869)
Grants and contributions	73,356	-	340	73,696	70,933	2,763
Other	130,782	-	1,130	131,912	128,947	2,965
	256,631	-	-	256,631	251,772	4,859
Capital expenditures	31,745	110,337	-	142,082	63,146	78,936
Total spending under appropriations	288,376	110,337	-	398,713	314,918	83,795
ECONOMIC DEVELOPMENT AND TRANSPORTATION						
Operations and maintenance						
Compensation and benefits	20,015	-	(2,750)	17,265	18,405	(1,140)
Grants and contributions	23,767	-	-	23,767	21,246	2,521
Other	48,264	-	2,750	51,014	50,289	725
	92,046	-	-	92,046	89,940	2,106
Capital expenditures	10,035	18,109	-	28,144	8,821	19,323
Total spending under appropriations	102,081	18,109	-	120,190	98,761	21,429

GOVERNMENT OF NUNAVUT

Schedule B.1

PUBLIC ACCOUNTS

Non-Consolidated Schedule of Expenses Funded under Approved Appropriations (unaudited)

for the year ended March 31, 2021

(in thousands of dollars)

APPROPRIATIONS	Original Budget	Supplementary Appropriations	Transfers	Revised Budget	Actual	(Over) Under Revised Budget
FAMILY SERVICES						
Operations and maintenance						
Compensation and benefits	30,749	-	-	30,749	33,157	(2,408)
Grants and contributions	69,921	-	(4,740)	65,181	51,266	13,915
Other	55,163	-	4,740	59,903	58,208	1,695
	155,833	-	-	155,833	142,631	13,202
Capital expenditures	700	3,964	-	4,664	1,808	2,856
Total spending under appropriations	156,533	3,964	-	160,497	144,439	16,058
NUNAVUT HOUSING CORPORATION						
Operations and maintenance						
Compensation and benefits	-	-	-	-	-	-
Grants and contributions	217,718	-	-	217,718	217,718	-
Other	-	-	-	-	-	-
	217,718	-	-	217,718	217,718	-
Capital expenditures	43,443	37,800	-	81,243	81,243	-
Total spending under appropriations	261,161	37,800	-	298,961	298,961	-
NUNAVUT ARCTIC COLLEGE						
Operations and maintenance						
Compensation and benefits	-	-	-	-	-	-
Grants and contributions	39,019	-	-	39,019	39,019	-
Other	-	-	-	-	-	-
	39,019	-	-	39,019	39,019	-
Capital expenditures	-	-	-	-	-	-
Total spending under appropriations	39,019	-	-	39,019	39,019	-
TOTALS						
Operations and maintenance						
Compensation and benefits	600,024	2,500	(6,303)	596,221	601,939	(5,718)
Grants and contributions	514,345	12,343	4,491	531,179	493,656	37,523
Other	702,342	47,287	1,812	751,441	631,398	120,043
	1,816,711	62,130	-	1,878,841	1,726,993	151,848
Less: Principal repayments on capital leases included in spending above	7,166	-	-	7,166	6,088	1,078
Less: Principal repayments on Nunavut Energy Management Program Project included in spending above	-	-	-	-	1,018	(1,018)
Less: Principal repayments on the Iqaluit International Airport included in spending above	-	-	-	-	1,795	(1,795)
Operations and maintenance expenses before amortization and write down of tangible capital assets	1,809,545	62,130	-	1,871,675	1,718,092	153,583
Plus: Amortization expenses on tangible capital assets	87,121	-	-	87,121	83,176	3,945
Plus: Write-down of tangible capital assets	-	-	-	-	2,414	(2,414)
Total operations and maintenance expenses	1,896,666	62,130	-	1,958,796	1,803,682	155,114
Capital expenditures	143,028	204,521	-	347,549	206,322	141,227
Less: Transfers to tangible capital assets	62,651	-	-	62,651	54,319	8,332
Total capital expenses	80,377	204,521	-	284,898	152,003	132,895
Total appropriation expenses	1,977,043	266,651	-	2,243,694	1,955,685	288,009

Total capital expenditures above includes capital grants and contributions of \$102,152 (2020 - \$67,302).

**GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT**

Schedule B.2

Non-Consolidated Schedule of Expenses Funded under Third-Party Agreements (unaudited)

for the year ended March 31, 2021

(in thousands of dollars)

By Department	Original Budget	Actual	(Over) Under Original Budget
Legislative Assembly	-	-	-
Executive and Intergovernmental Affairs	5,609	20,697	(15,088)
Finance	800	5,104	(4,304)
Human Resources	5,000	2,300	2,700
Justice	4,714	4,395	319
Culture and Heritage	9,633	8,984	649
Education	2,946	12,238	(9,292)
Health	80,830	187,528	(106,698)
Environment	2,735	3,069	(334)
Community and Government Services	77,678	39,227	38,451
Economic Development and Transportation	33,718	13,385	20,333
Family Services	8,699	6,440	2,259
	232,362	303,367	(71,005)

By Category	Original Budget	Actual	(Over) Under Original Budget
Operations and maintenance			
Compensation and benefits	24,242	24,505	(263)
Grants and contributions	17,080	61,485	(44,405)
Other	83,380	202,114	(118,734)
Operations and maintenance expenses before amortization	124,702	288,104	(163,402)
Plus: Amortization expenses on tangible capital assets	-	-	-
Total operations and maintenance expenses	124,702	288,104	(163,402)
Capital expenditures	107,660	38,992	68,668
Less: Transfers to tangible capital assets	-	23,729	(23,729)
Total capital expenses	107,660	15,263	92,397
Total third-party agreement expenses	232,362	303,367	(71,005)

Total capital expenditures above includes capital grants and contributions of \$15,622 (2020 - \$29,994).

**GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT**

Schedule B.3

Non-Consolidated Schedule of Expenses Funded by Revolving Funds (unaudited)

for the year ended March 31, 2021

(in thousands of dollars)

By Revolving Fund	Original Budget	Actual	(Over) Under Original Budget
Liquor	7,928	5,550	2,378
Petroleum Products	35,377	30,216	5,161
Public Stores	1,700	3,816	(2,116)
Student Loan	226	173	53
	45,231	39,755	5,476

By Category	Original Budget	Actual	(Over) Under Original Budget
Operations and maintenance			
Compensation and benefits	7,802	8,165	(363)
Grants and contributions	-	-	-
Other expenses	37,429	31,590	5,839
Operations and maintenance expenses before amortization	45,231	39,755	5,476
Plus: Amortization expenses on tangible capital assets (1)	-	-	-
Total operations and maintenance expenses	45,231	39,755	5,476
Capital expenditures	-	-	-
Less: Transfers to tangible capital assets	-	-	-
Total capital expenses	-	-	-
Total revolving fund expenses	45,231	39,755	5,476

(1) Petroleum Products amortization of \$1,277 (2020 - \$1,222) is included in the budget and actuals totals for Department of Community and Government Services on Sch. B.1.

**GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT**

Schedule C

Non-Consolidated Schedule of Tangible Capital Assets (unaudited)

for the year ended March 31, 2021

(in thousands of dollars)

	Buildings	Leased Buildings	Infra- structure	Tank Farms	Storage Facilities	Equipment	2021	2020
Cost of tangible capital assets								
Opening balance	1,350,523	187,599	357,945	207,845	19,945	137,978	2,261,835	2,208,473
Additions	6,693	-	791	-	-	5,186	12,670	26,289
Additions In Kind	-	-	-	-	-	-	-	-
Transferred from work in progress	49,817	-	8,692	-	-	-	58,509	30,429
Reclassification	(64)	-	64	-	-	-	-	-
Disposals	-	-	-	-	(1,146)	-	(1,146)	(348)
Write-downs	-	(2,414)	-	-	-	-	(2,414)	(3,008)
Closing balance	1,406,969	185,185	367,492	207,845	18,799	143,164	2,329,454	2,261,835
Accumulated amortization								
Opening balance	(488,087)	(119,714)	(98,260)	(99,645)	(12,397)	(116,332)	(934,435)	(853,945)
Amortization	(48,355)	(6,866)	(12,329)	(7,093)	(756)	(7,777)	(83,176)	(80,838)
Reclassification	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	535	-	535	348
Write-downs	-	-	-	-	-	-	-	-
Closing balance	(536,442)	(126,580)	(110,589)	(106,738)	(12,618)	(124,109)	(1,017,076)	(934,435)
Work in progress								
Opening balance	71,962	-	113,333	8,300	101	49	193,745	127,468
Additions	36,017	-	24,854	4,482	25	-	65,378	96,706
Transferred to cost of tangible capital assets	(49,817)	-	(8,692)	-	-	-	(58,509)	(30,429)
Closing balance	58,162	-	129,495	12,782	126	49	200,614	193,745
Net book value	928,689	58,605	386,398	113,889	6,307	19,104	1,512,992	1,521,145
Estimated useful life	30 Years	30 Years	30 Years	30 Years	30 Years	5-30 Years		

The tangible capital asset acquisitions presented in the Non-Consolidated Statement of Cash Flow excludes an amount of \$2,439 (2020 - includes an amount of \$10,743) in relation to the net change in accounts payable for the acquisition and construction of tangible capital assets that remain unpaid as of March 31, 2021 as well as an amount of \$611 (\$0 in 2020) for non-monetary transactions incurred during the year.

**GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT****Schedule 1****Non-Consolidated Schedule of Recoveries of Prior Years Expenditures (unaudited)**

for the year ended March 31, 2021*(in thousands of dollars)*

Department	Over Accruals	Other Recoveries	Total
Legislative Assembly	-	-	-
Executive and Intergovernmental Affairs	-	23	23
Finance	-	161	161
Human Resources	-	11	11
Justice	-	376	376
Culture and Heritage	88	188	276
Education	668	1,914	2,582
Health	2,555	402	2,957
Environment	724	-	724
Community and Government Services	1,183	132	1,315
Economic Development and Transportation	1,109	1,211	2,320
Family Services		1,975	1,975
	6,327	6,393	12,720

GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT
Non-Consolidated Schedule of Special Warrants (unaudited)
for the year ended March 31, 2021
(in thousands of dollars)

Schedule 2

	Date of FMB Approval	Amount Authorized
OPERATIONS AND MAINTENANCE		
Excutive and Intergovernmental Affairs		
Canadian North Covid-19 Financial Impact	29-Mar-20	5,840
Emergency Temporary Response to Replace Food Programs for school aged children	02-Apr-20	1,030
Covid-19 Financial support to Calm Air for Essential Services	07-Apr-20	2,600
Calm Air Covid-19 Assistance Package	30-Apr-20	7,000
Extending Support to Northern Airlines	29-Mar-21	4,606
Finance		
Funding the Essential Workers Wage Premium	11-Jun-20	4,100
Health		
Isolation Hubs for Travelers in Response to Covid-19	27-Jul-20	10,604
Isolation Hub Management	27-Jul-20	500
Total operations and maintenance		36,280
CAPITAL		
Excutive and Intergovernmental Affairs		
Capital Carryover	13-Aug-20	246
Finance, including Nunavut Arctic College		
Capital Carryover	13-Aug-20	4,025
Family Services		
Capital Carryover	13-Aug-20	3,110
Justice		
Capital Carryover	13-Aug-20	2,290
Culture and Heritage		
Capital Carryover	13-Aug-20	197
Education		
Capital Carryover	13-Aug-20	14,363
Health		
Capital Carryover	13-Aug-20	12,959
Environment		
Capital Carryover	13-Aug-20	1,558
Community and Government Services		
Capital Carryover	13-Aug-20	62,220
Covid-19 related Constuction Cost	21-May-20	18,000
Economic Development and Transportation		
Capital Carryover	13-Aug-20	15,562
Total capital		134,530

INTERIM FINANCIAL REPORT

Non-Consolidated Schedule of Inter-Activity Transfers Over \$250,000 (unaudited)

for the year ended March 31, 2021

(in thousands of dollars)

	Transfers to (from)	Explanation
OPERATIONS AND MAINTENANCE		
Finance		
Corporate Management	(200)	Reallocation of funds
Fiscal Management	(460)	
Comptrollership	660	
Justice		
Community Justice	(468)	Reallocation of funds
Directorate	468	
Culture and Heritage		
Elders and Youth	(186)	Reallocation of funds
Heritage	(50)	
Directorate	(94)	
Official Languages Admin	330	
Health		
Health Care Service Delivery	(700)	Reallocation of funds
Directorate	500	
Population Health	200	
Health Care Service Delivery	(300)	Reallocation of funds
Directorate	100	
Population Health	200	
Community and Government Services		
Infrastructure	(625)	Reallocation of funds
Info Mngmt/Info Technology	(300)	
Directorate	(200)	
Local Government Services	1,125	
Directorate	(250)	Reallocation of funds
Local Government Services	250	
Local Government Services	(2,080)	Reallocation of funds
Info Mngmt/Info Technology	2,080	
Economic Development and Transportation		
Economic Development	(1,990)	Reallocation of funds
Transportation	1,640	
Corporate Management	350	
Family Services		
Adult Learning & Training	(400)	Reallocation of funds
Children & Family Services	400	
Income Assistance	(5,000)	Reallocation of funds
Children & Family Services	5,000	
CAPITAL		
Community Government and Services		
CGS-Capital	(1,000)	Reallocation of funds
Petroleum Products Division	1,000	

**GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT****Schedule 4****Non-Consolidated Schedule of Write-offs and Student Loan Remissions (unaudited)
for the year ended March 31, 2021**

Under subsection 26(1) of the *Financial Administration Act* any remissions or write-offs over \$500 must be disclosed in the Public Accounts.

WRITE-OFFS

No amounts were written off during the year.

STUDENT LOAN REMISSIONS

Under the *Student Financial Assistance Regulations*, the Government may forego collection of students' loans, provided certain criteria are met. The students listed below, having met the academic and the employment or residency criteria, have qualified and been granted remission of their loans.

Zoha Rana	1,151
Vicki Sahanatian	1,233
	<hr/>
	2,384

**GOVERNMENT OF NUNAVUT
INTERIM FINANCIAL REPORT**

Schedule 5

Non-Consolidated Schedule of Contractual Obligations under Operating Leases (unaudited)

for the year ended March 31, 2021

(in thousands of dollars)

	2022	2023	2024	2025	2026	>2026	Total
Headquarters	10,745	8,419	4,908	2,600	1,470	3,277	31,419
Qikiqtaaluk	1,352	1,048	786	735	641	1,752	6,314
Kivalliq	3,516	2,304	1,457	949	950	1,232	10,408
Kitikmeot	2,336	2,307	2,229	2,225	2,236	2,408	13,741
	17,949	14,078	9,380	6,509	5,297	8,669	61,882