

Mississaugas of the Credit First Nation
Consolidated Financial Statements

March 31, 2024

Mississaugas of the Credit First Nation

Contents

For the year ended March 31, 2024

Independent Auditor's Report

Consolidated Statement of Financial Position.....	1
Consolidated Statement of Operations and Accumulated Surplus.....	2
Consolidated Statement of Remeasurement Gains.....	3
Consolidated Statement of Change in Net Financial Assets.....	4
Consolidated Statement of Changes in Cash Flows.....	5

Notes to the Consolidated Financial Statements.....

Schedules

Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	24
Schedule 2 - Consolidated Schedule of Expenditures by Object.....	26
Schedule 3 - Consolidated Schedule of Revenue and Expenditures and Accumulated Surplus.....	27
Schedule 4 - Council and administration.....	28
Schedule 5 - Public works and housing.....	29
Schedule 6 - Economic development.....	30
Schedule 7 - Health and social services.....	31
Schedule 8 - Education.....	32
Schedule 9 - Land, membership and research.....	33
Schedule 10 - Childcare.....	34
Schedule 11 - Employment and training.....	35
Schedule 12 - Consultation and accommodation.....	36
Schedule 13 - Business enterprises.....	37
Schedule 14 - Amortization of tangible capital assets	38
Schedule 15 - Community funds.....	39

To the Chief and Council and Members of Mississaugas of the Credit First Nation:

Opinion

We have audited the consolidated financial statements of Mississaugas of the Credit First Nation (the "First Nation"), which comprise the consolidated statement of financial position as at March 31, 2024, and the consolidated statements of operations, accumulated operating surplus, remeasurement gains, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2024, and the results of its consolidated operations, its remeasurement gains and losses and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the First Nation's 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 First Nation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the First Nation's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated 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 consolidated 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 First Nation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the First Nation to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Waterloo, Ontario

April 22, 2025

MNP LLP

Chartered Professional Accountants

Licensed Public Accountants

MNP

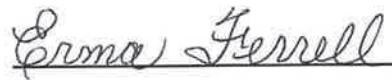
Mississaugas of the Credit First Nation
Consolidated Statement of Financial Position
As at March 31, 2024

	2024	2023
Financial assets		
Cash and cash equivalents	23,926,963	21,230,156
Restricted cash (Note 4)	15,478,712	17,042,164
Accounts receivable (Note 5)	4,873,487	6,568,920
Inventory for resale (Note 6)	379,947	464,532
Portfolio investments (Note 7)	21,186,365	19,070,190
Due from First Nation members (Note 8)	7,274,634	5,914,102
Due from Community Trust Land Claim fund (Note 9)	3,312,556	3,615,879
Investment in government business enterprises (Note 10)	6,555,241	4,319,030
Ottawa trust fund (Note 11)	354,450	351,072
Loans receivable (Note 12)	74,000	3,373,900
Total of financial assets	83,416,355	81,949,945
Financial liabilities		
Accounts payable and accrued liabilities (Note 13)	4,869,167	5,502,825
Deferred revenue (Note 14)	13,269,937	15,482,767
Loans payable (Note 12)	110,100	-
Toronto Purchase Trust funds payable (Note 15)	2,369,238	2,369,238
Long-term debt (Note 16)	418,216	453,067
Total of financial liabilities	21,036,658	23,807,897
Net financial assets	62,379,697	58,142,048
Contingencies (Note 17)		
Non-financial assets		
Tangible capital assets (Note 18) (Schedule 1)	44,209,547	37,658,531
Prepaid expenses	2,579	170,318
Total non-financial assets	44,212,126	37,828,849
Accumulated surplus	106,591,823	95,970,897
Accumulated surplus is comprised of:		
Accumulated operating surplus (Note 19)	103,001,075	93,552,375
Accumulated remeasurement gains	3,590,748	2,418,522
	106,591,823	95,970,897

Approved on behalf of the First Nation



Chief



Councillor

Mississaugas of the Credit First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2024

	2024 Budget (Note 21)	2024	2023
Revenue			
Indigenous Services Canada (Note 25)	9,611,377	18,629,407	19,979,621
Health Canada (Note 25)	45,000	-	1,350,867
Canada Mortgage and Housing Corporation (Note 25)	102,062	313,025	30,550
Aboriginal Labour Force Development Circle	-	312,924	432,914
Ministry of Children, Community and Social Service (Note 25)	1,228,162	940,902	1,038,194
Other federal (Note 25)	-	1,428,608	703,820
Ministry of Education (Note 25)	911,022	913,542	946,683
Ministry of Health and Long-term Care (Note 25)	387,394	642,940	549,426
Ministry of Transportation (Note 25)	72,900	72,900	72,900
Ontario First Nation Limited Partnership revenue	-	1,628,406	1,135,325
Toronto Purchase Trust revenue	-	8,344,795	9,919,110
Community Trust Land Claim Fund revenue	1,612,500	1,277,045	319,890
Sales from business enterprises	-	17,521,058	17,921,204
Income from portfolio investments	203,324	1,399,402	910,012
Transfer to other segments	-	(1,465,150)	-
Increase in investment in government business enterprises (Note 10)	-	1,736,211	615,154
Other income	15,268,556	12,996,311	9,218,442
Repayment of funding	-	(55,797)	(88,452)
Deferred revenue - prior year	-	15,482,767	16,178,396
Deferred revenue - current year	-	(13,269,937)	(15,482,767)
	29,442,297	68,849,359	65,751,289
Program expenses (Schedule 2)			
Council and administration	6,521,186	5,594,982	4,785,403
Public works and housing	3,153,832	3,450,538	3,332,936
Economic development	710,059	433,036	420,418
Health and social services	4,681,335	3,673,652	3,612,539
Education	11,581,909	10,253,765	8,246,485
Land, membership and research	411,106	343,272	304,135
Childcare	3,816,677	3,541,909	2,575,403
Employment and training	178,363	502,784	589,516
Consultation and accommodation	3,469,404	2,960,422	2,686,146
Business enterprises	-	17,262,814	17,042,157
Amortization of tangible capital assets	-	2,277,695	1,823,929
Community funds	-	9,105,790	9,558,716
	34,523,871	59,400,659	54,977,783
Surplus	(5,081,574)	9,448,700	10,773,506
Accumulated surplus, beginning of year	93,552,375	93,552,375	82,778,869
Accumulated surplus, end of year	88,470,801	103,001,075	93,552,375

The accompanying notes are an integral part of these financial statements

Mississaugas of the Credit First Nation
Consolidated Statement of Remeasurement Gains
For the year ended March 31, 2024

	2024	2023
Accumulated remeasurement gains, beginning of year	2,418,522	-
Remeasurement gain on change in accounting policy - portfolio investments	-	3,022,385
Remeasurement gain (loss) - portfolio investments	1,172,226	(603,863)
Change in remeasurement gains	1,172,226	2,418,522
Accumulated remeasurement gains, end of year	3,590,748	2,418,522

Mississaugas of the Credit First Nation
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2024

	<i>2024</i> <i>Budget</i> <i>(Note 21)</i>	<i>2024</i>	<i>2023</i>
Annual surplus			
Cash purchases of tangible capital assets	(10,785,890)	9,448,700	10,773,506
Amortization of tangible capital assets	(16,840,055)	(8,899,076)	(11,808,052)
Loss on disposal of tangible capital assets	-	2,277,695	1,823,929
Change in prepaid expenditures	-	70,365	-
Non-cash purchase of tangible capital assets	-	167,739	(131,136)
Change in remeasurement gains, for the year	-	-	(1,170,075)
	-	1,172,226	2,418,522
Increase in net financial assets	(27,625,945)	4,237,649	1,906,694
Net financial assets, beginning of year	58,142,048	58,142,048	56,235,354
Net financial assets, end of year	30,516,103	62,379,697	58,142,048

Mississaugas of the Credit First Nation
Consolidated Statement of Changes in Cash Flows
For the year ended March 31, 2024

	2024	2023
Cash provided by (used for) the following activities		
Operating activities		
Surplus	9,448,700	10,773,506
Non-cash items		
Amortization	2,277,695	1,823,929
Net increase in investment in government business enterprises	(1,736,211)	(615,154)
Loss on disposal of tangible capital assets	70,365	-
	10,060,549	11,982,281
Changes in working capital accounts		
Accounts receivable	1,695,433	(4,543,730)
Prepaid expenditures	167,739	(131,136)
Inventory held for resale	84,585	(221,180)
Due from Community Trust Land Claim Fund	303,323	(50,462)
Accounts payable and accrued liabilities	(633,658)	175,112
Deferred revenue	(2,212,830)	(695,629)
Toronto Purchase Trust funds payable	-	(1,904,838)
	9,465,141	4,610,418
Financing activities		
Repayment of long-term debt	(34,851)	(267,063)
Advances of loans payable	110,100	-
	75,249	(267,063)
Capital activities		
Cash purchases of tangible capital assets	(8,899,076)	(11,808,052)
Investing activities		
Change in portfolio investments (net)	(943,949)	(484,531)
Repayments of loans receivable	3,299,900	3,850,000
Advances to First Nations members, net of repayments	(1,360,532)	(978,319)
Increase in restricted cash - Social Housing reserves	(34,028)	(69,687)
Decrease in restricted cash - Toronto Purchase Trust funds	1,597,480	1,874,638
Increase in Ottawa trust fund	(3,378)	(21,897)
Equity contribution to government business enterprise	(500,000)	(1,000,000)
	2,055,493	3,170,204
Increase (decrease) in cash and cash equivalents	2,696,807	(4,294,493)
Cash and cash equivalents, beginning of year	21,230,156	25,524,649
Cash and cash equivalents, end of year	23,926,963	21,230,156

The accompanying notes are an integral part of these financial statements

Mississaugas of the Credit First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2024

1. Operations

The Mississaugas of the Credit First Nation (the "First Nation") is located in the province of Ontario, and provides various services to its members. Mississaugas of the Credit First Nation includes the Nation's members, government and all related entities that are accountable to the Nation and are either owned or controlled by the First Nation.

2. Significant accounting policies

These financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and including the following significant accounting policies:

Reporting entity

The financial statements consolidate the financial activities of the First Nation government and all related entities, except for First Nation business entities. Trusts administered on behalf of third parties by Mississaugas of the Credit First Nation are excluded from the First Nation reporting entity.

The First Nation has consolidated the assets, liabilities, revenue and expenditures of the New Credit Variety and Gas Bar which is controlled by the First Nation.

All inter-entity balances have been eliminated on consolidation; however, transactions between departments have not been eliminated in order to present the results of operations for each specific department.

Mississaugas of the Credit First Nation business entities, owned or controlled by the First Nation's Council but not dependent on the First Nation for their continuing operations, are included in the financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity's accounting principles are not adjusted to conform to those of the First Nation. Thus, the First Nation's investment in these entities is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and distributions received. 8392692 Canada Inc., Mississaugas of the Credit Business Corporation ("MCBC"), Mississaugas of the Credit Business LP ("MCB-LP") and Mississaugas of the Credit - Nanticoke Solar LP Corporation ("Nanticoke Corporation") are accounted for using the modified equity method.

Basis of presentation

Sources of revenue and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Cash and cash equivalents

Cash and cash equivalent include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the first-in, first-out method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and selling costs.

Inventory held for resale is classified as a financial asset when all of the following criteria are met:

- The First Nation has committed to sell the asset prior to March 31, 2025;
- The asset is in a condition to be sold;
- The asset is publicly seen to be for sale;
- There is an active market for the asset;
- A plan exists for selling the asset; and
- A sale to a party external to the First Nation can reasonably be expected within one year.

Mississaugas of the Credit First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2024

2. Significant accounting policies *(Continued from previous page)*

Portfolio investments

Portfolio investments in entities that are not controlled or influenced by the First Nation reporting entity with prices quoted in an active market are measured at fair value while those that are not quoted in an active market are measured at cost less impairment. Portfolio investments with prices quoted in an active market include equities, and pooled funds. Changes in fair value are recorded in the statement of remeasurement gains.

Loans receivable

Loans are initially recorded at fair value and subsequently measured at their amortized cost less impairment. Amortized cost is calculated as the loans' principal amount plus unamortized loan administration fees, less any allowance for anticipated losses, plus accrued interest. Interest revenue is recorded on the accrual basis using the effective interest method. Loan administration fees are amortized over the term of the loan using the effective interest method. The effective interest rate is the rate that exactly discounts the estimated future cash receipts through the expected life of the financial asset to the carrying amount of the financial asset.

Net financial assets

The First Nation's consolidated financial statements are presented so as to highlight net financial assets as the measurement of financial position. The net financial assets of the First Nation is determined by its financial assets less its liabilities. Net financial assets combined with non-financial assets comprise a second indicator of financial position, accumulated surplus.

Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with surplus, provides the change in net financial assets.

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible capital assets are recorded at their fair value at the date of contribution.

Amortization

Tangible capital assets are amortized annually using the following methods at rates intended to amortize the cost of the assets over their estimated useful lives:

	Method	Rate
Buildings	straight-line	25 to 40 years
Income producing properties	straight-line	40 years
Income producing properties - CMHC	straight-line	25 years
Infrastructure	straight-line	25 years
Equipment and furniture	straight-line	5 to 10 years
Vehicles	straight-line	10 years
Land Improvement	straight-line	15 years

Long-lived assets

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying amount of an asset, or group of assets, may not be recoverable. The carrying amount of a long-lived asset is not recoverable if the carrying amount exceeds the sum of the undiscounted future cash flows from its use and disposal. Impairment is measured as the amount by which the asset's carrying amount exceeds its fair value. Fair value is measured using quoted market prices. Any impairment is included in surplus for the year.

Mississaugas of the Credit First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2024

2. Significant accounting policies *(Continued from previous page)*

Funds held in Ottawa Trust Fund

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the statement of financial position with an offsetting amount in accumulated operating surplus. Trust moneys consist of:

- Capital trust moneys derived from non-renewable resource transactions on the sale of land or other First Nation tangible capital assets; and
- Revenue trust moneys generated primarily through land leasing transactions or interest earned on deposits held in trust.

Revenue recognition

Government Transfers

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Externally restricted revenue

The First Nation recognizes externally restricted inflows as revenue in the period the resources are used for the purpose specified in accordance with an agreement or legislation. Until this time, the First Nation records externally restricted inflows in deferred revenue.

Funds held in Ottawa Trust Fund

Due to measurement uncertainty, revenue related to the receipt of funds held in the Ottawa Trust Fund is recognized when it is received.

Other income

Other income is recognized when received or receivable if the amount to be received can be reasonably estimated and collection reasonably assured.

Retirement benefits

The First Nation has a defined contribution pension plan covering substantially all full-time employees. There are no prior service costs. Plan members are required to contribute 3.05% of their salary up to a maximum of 8% of their base salary. The First Nation matches the amounts contributed by members which are directed to the member's contribution account. Pension costs are charged to operations as contributions are due.

Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the reporting period.

Accounts receivable, loans receivable and amounts due from First Nation members are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Provisions are made for slow moving and obsolete inventory. Amortization is based on the estimated useful lives of tangible capital assets. Accrued liabilities are based on the expectation of amounts payable for goods and services for which invoices were not received prior to year end. Repayment of funding is estimated based on calculated surpluses.

Mississaugas of the Credit First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2024

2. Significant accounting policies *(Continued from previous page)*

Segments

The First Nation conducts its business through eleven reportable segments: Council and administration; Public works and housing; Economic development; Health and social services; Education; Land, membership and research; Childcare; Employment and training; Consultation and accommodation; Community funds and Business enterprises. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenditures represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements

Asset retirement obligation

A liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset (or a component thereof) at the financial statement date when there is a legal obligation for the First Nation to incur retirement costs in relation to a tangible capital asset (or component thereof), the past transaction or event giving rise to the liability has occurred, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount can be made. The best estimate of the liability includes all costs directly attributable to asset retirement activities, based on information available at March 31, 2024. The best estimate of an asset retirement obligation incorporates a present value technique, when the cash flows required to settle or otherwise extinguish an asset retirement obligation are expected to occur over extended future periods.

When a liability for an asset retirement obligation is initially recognized, a corresponding asset retirement cost is capitalized to the carrying amount of the related tangible capital asset (or component thereof). The asset retirement cost is amortized over the useful life of the related asset.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. The First Nation recognizes period-to-period changes to the liability due to the passage of time as accretion expense. Changes to the liability arising from revisions to either the timing, the amount of the original estimate of undiscounted cash flows or the discount rate are recognized as an increase or decrease to the carrying amount of the related tangible capital asset.

The First Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

Financial instruments

The First Nation recognizes its financial instruments when the First Nation becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value.

At initial recognition, the First Nation may irrevocably elect to subsequently measure any financial instrument at fair value. The First Nation has not made such an election during the year. Fair value is determined by reference to recent arm's length transactions.

The First Nation subsequently measures investments in equity instruments quoted in an active market and all derivative instruments, except those that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, at fair value. Fair value is determined by published price quotations. Transactions to purchase or sell these items are recorded on the trade date. Net gains and losses arising from changes in fair value are recognized in the consolidated statement of remeasurement gains. Investments in equity instruments not quoted in an active market and derivatives that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, are subsequently measured at cost. With the exception of those instruments designated at fair value, all other financial assets and liabilities are subsequently measured at amortized cost using the effective interest rate method.

Transaction costs directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in operating surplus. Conversely, transaction costs are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

Mississaugas of the Credit First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2024

2. Significant accounting policies (Continued from previous page)

Financial instruments (Continued from previous page)

All financial instruments reported on the consolidated statement of financial position as at March 31, 2024 are measured as follows:

Financial assets	Measurement Basis
Cash and cash equivalents	Cost/amortized cost
Restricted cash	Cost/amortized cost
Accounts receivable	Cost/amortized cost
<i>Portfolio investments</i>	
Equities	Fair value
Pooled funds	Fair value
Due from First Nation members	Cost/amortized cost
Due from Community Trust Land Claim fund	Cost/amortized cost
Ottawa trust fund	Cost/amortized cost
Loans receivable	Cost/amortized cost
Financial liabilities	Measurement Basis
Accounts payable and accrued liabilities	Cost/amortized cost
Toronto Purchase Trust funds payable	Cost/amortized cost
Loans payable	Cost/amortized cost
Long-term debt	Cost/amortized cost

All financial assets except derivatives are tested annually for impairment. Management considers whether the investee has experienced continued losses for a period of years, recent collection experience for the loan, such as a default or delinquency in interest or principal payments, etc. in determining whether objective evidence of impairment exists. Any impairment, which is not considered temporary, is recorded in the statement of operations. Write-downs of financial assets measured at cost and/or amortized cost to reflect losses in value are not reversed for subsequent increases in value. Reversals of any net remeasurements of financial assets measured at fair value are reported in the statement of remeasurement gains.

Financial instruments that are subsequently measured at fair value are classified based on the observability of inputs as follows:

- Level 1 - Unadjusted quoted market prices in active markets for identical assets or liabilities;
- Level 2 - Observable or corroborated inputs, other than level 1, such as quoted prices for similar assets or liabilities in inactive markets or market data for substantially the full term of the assets or liabilities; and
- Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets and liabilities.

3. Change in accounting policy

The First Nation has adopted the following standards and recommendations issued by the Public Sector Accounting Board (PSAB):

Revenue

Effective April 1, 2023, the First Nation adopted PSAB's new standard for the recognition, measurement and disclosure of revenue under PS 3400 *Revenue*. The new standard establishes when to recognize and how to measure revenue, and provides the related financial statement presentation and disclosure requirements. Pursuant to these recommendations, the change was applied prospectively, and prior periods have not been restated.

Under the new standard, revenue is differentiated between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions". The First Nation's other income falls in scope of the new standard.

Mississaugas of the Credit First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2024

3. Change in accounting policy (Continued from previous page)

Revenue (Continued from previous page)

There was no material impact on the financial statements from the prospective application of the new accounting recommendations.

4. Restricted cash

Under the terms of an agreement with Canada Mortgage and Housing Corporation, the First Nation must set aside funds annually for the repair, maintenance and replacement of assets. These funds are to be held in a separate bank account and invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as otherwise approved by the Canada Mortgage and Housing Corporation with any interest earned to be credited as revenue in the statement of operations and allocated to the New Housing and Sanitation Reserve fund in the First Nation's accumulated surplus.

Under the terms of the Toronto Purchase Trust agreement, the First Nation shall use the funds retained in the bank account to fund the Community Wellness Policy and Estate Policy. All remaining funds are to be spent by Council on researching, negotiating further land claims, education, health, housing, culture, and economic and community development.

	2024	2023
Social housing reserves - externally restricted	364,754	330,727
Toronto Purchase Trust funds - internally restricted	<u>15,113,958</u>	<u>16,711,437</u>
	<u>15,478,712</u>	<u>17,042,164</u>

5. Accounts receivable

	2024	2023
Federal Government		
Indigenous Services Canada	1,774,383	4,332,301
Province of Ontario		
Ministry of Citizenship and Multiculturalism	12,166	12,166
Ministry of Children, Community, and Social Service	19,613	12,945
Ministry of Education	11,350	11,753
Ministry of Health and Long-term Care	126,947	-
Ontario First Nations Limited Partnership	1,085,372	-
	<u>1,255,448</u>	<u>36,864</u>
Other		
Other receivables	1,016,989	1,975,598
Mississaugas of the Credit Community Trust	240,550	248,490
Metrolinx	427,818	240,917
Canada Mortgage and Housing Corporation	423,549	-
	<u>2,108,906</u>	<u>2,465,005</u>
Gross accounts receivable	5,138,737	6,834,170
Less: Allowance for doubtful accounts on other receivables	<u>(265,250)</u>	<u>(265,250)</u>
	<u>4,873,487</u>	<u>6,568,920</u>

Mississaugas of the Credit First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2024

6. Inventory for resale

	2024	2023
Gas	51,825	82,958
Tobacco	319,251	370,787
General	8,871	10,787
	379,947	464,532

The cost of inventories recognized as an expenditure for the year ending March 31, 2024 and included in business enterprises on the consolidated statement of operations amounted to \$15,942,132 (2023 - \$16,408,171).

7. Portfolio investments

	2024	2023		
	Cost	Market	Cost	Market
Equities	7,992,171	12,429,820	8,245,918	11,262,976
Pooled funds	9,603,446	8,756,545	8,405,750	7,807,214
	17,595,617	21,186,365	16,651,668	19,070,190

8. Due from First Nation Members

	2024	2023
New homes	6,438,518	5,044,104
Renovation	836,116	869,998
	7,274,634	5,914,102

New home allotments are 75-100% repayable by the borrower. During the year, new home allotments of \$2,100,000 (2023 - \$2,100,000) were provided of which \$2,100,000 (2023 - \$2,100,000) are repayable. The outstanding loans are secured by a Transfer of Lands to Council provision which remains in effect until all terms and conditions have been met. The repayable portion of these allotments bears interest at rates from 3-6% per annum.

Renovation allotments for existing homes are 25-100% repayable by the borrower. During the year renovation allotments of \$127,031 (2023 - \$386,000) were provided of which \$127,031 (2023 - \$386,000) are repayable. The loans bear interest at rates ranging from 3-6% per annum. Any allotment exceeding \$10,000 is secured by a Transfer of Lands to Council provision until the terms and conditions attached to the loan have been met.

9. Due from Community Trust Land Claim fund

The Community Trust Land Claim fund represents funds receivable from the Mississaugas of the New Credit First Nation Community Trust (the "Trust"). The Trust is governed by their own Board of Trustees who are responsible for administering the Trust's assets in accordance with the Trust agreement. The agreement states that land claim proceeds received in 1997 are to be held for the long-term benefit of the members of the First Nation. The Trust is not controlled by the First Nation and as such, the operations of the Trust have not been included in the First Nation's consolidated financial statements.

Under the terms of the Trust's agreement with the First Nation, the net annual income of the Trust will be allocated to the First Nation on or before December 31 of each year. The amount due from the Trust at year end is non-interest bearing, unsecured and is to be paid to the First Nation upon project approval from the Board of Trustees.

Mississaugas of the Credit First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2024

10. Investment in government business enterprises

The First Nation owns 100% of 8392692 Canada Inc., 100% of Nanticoke Corporation, 100% of MCBC and 99.99% of MCB-LP which are established for the purposes of investing in and/or operating various on-reserve and off-reserve business ventures.

Summary financial information for the investments accounted for using the modified equity method, for the year ended March 31, 2024 is as follows:

The First Nation has investments in the following entities:

	<i>Investment cost, beginning of year</i>	<i>Share of surplus (deficit)</i>	<i>Equity contribution</i>	<i>2024</i>
				<i>Total investment</i>
8392692 Canada Inc.	827,155	452,169	-	1,279,324
Mississaugas of the Credit Business LP	1,507,041	1,160,155	500,000	3,167,196
Mississaugas of the Credit Business Corporation	17,201	(3,770)	-	13,431
Nanticoke Corporation	1,967,633	127,657	-	2,095,290
	4,319,030	1,736,211	500,000	6,555,241
				<i>2023</i>
	<i>Investment cost, beginning of year</i>	<i>Share of surplus (deficit)</i>	<i>Equity contribution</i>	<i>Total investment</i>
8392692 Canada Inc.	713,629	113,526	-	827,155
Mississaugas of the Credit Business LP	500,100	6,941	1,000,000	1,507,041
Mississaugas of the Credit Business Corporation	25,490	(8,289)	-	17,201
Nanticoke Corporation	1,464,657	502,976	-	1,967,633
	2,703,876	615,154	1,000,000	4,319,030

Mississaugas of the Credit First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2024

10. Investment in government business enterprises *(Continued from previous page)*

	<i>8392692 Canada</i> <i>Inc.</i> <i>March 31</i> 2024	<i>MCB-LP</i> <i>December 31</i> 2023	<i>MCBC</i> <i>December 31</i> 2023	<i>Nanticoke</i> <i>Corporation</i> <i>March 31</i> 2024
Assets				
Cash	1,279,324	3,274,124	-	632,143
Investments	-	-	-	1,464,647
Due from MCBC	-	3,887	-	-
Other assets	-	6,031,112	20,818	-
Total assets	1,279,324	9,309,123	20,818	2,096,790
Accounts payable and accruals	-	4,952,809	3,500	1,500
Loan payable to MCB-LP	-	-	3,887	-
Deferred revenue	-	465,769	-	-
Lease liability	-	4,052	-	-
Total liabilities	-	5,422,630	7,387	1,500
Accumulated surplus (deficit)	1,279,324	3,886,493	13,431	2,095,290
Total revenue	468,282	7,695,697	117	129,226
Total expenses	16,113	5,832,419	3,887	1,569
Annual surplus (deficit)	452,169	1,863,278	(3,770)	127,657

The loan payable to the First Nation is non-interest bearing, unsecured, and has no set terms of repayment.

MCBC and MCB-LP have a fiscal year end of December 31. There have not been any significant transactions between December 31, 2023 and March 31, 2024.

11. Ottawa trust fund

Capital and revenue trust monies are transferred to the First Nation on the authorization of the Minister of Indigenous Services Canada, with the consent of the First Nation's Chief and Council as follows:

	2024	2023
Capital Trust		
Balance, beginning and end of year	30,473	30,473
Revenue Trust		
Balance, beginning of year	320,599	298,702
Interest	3,378	21,897
Balance, end of year	323,977	320,599
	354,450	351,072

Mississaugas of the Credit First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2024

12. Loans receivable (payable)

	2024	2023
Loans receivable		
SN Technologies Corp., unsecured, bearing interest at 10% per annum, repayable from either the proceeds of the next purchase by a New York State School District or any new purchase or from the proceeds of a capital raise or sale of equity in SN Tech.	74,000	74,000
Mississaugas of the Credit Business Corporation, repaid during the year ended March 31, 2024.	-	3,299,900
	74,000	3,373,900

Loans payable

Mississaugas of the Credit Business Corporation, non-interest bearing, unsecured and no set terms of repayment.	(110,100)	-
---	-----------	---

13. Accounts payable and accrued liabilities

	2024	2023
Trade accounts payable	4,366,807	4,961,803
Accrued salaries and benefits payable	399,763	461,727
Other payable	102,597	79,295
	4,869,167	5,502,825

14. Deferred revenue

	<i>Balance, beginning of year</i>	<i>Contributions received</i>	<i>Contributions recognized</i>	<i>Balance, end of year</i>
Indigenous Services Canada	11,027,965	18,629,407	17,502,831	12,154,541
Health Canada	524,369	-	98,792	425,577
Canada Mortgage and Housing Corporation - Rapid Housing Initiative	2,750,000	-	2,750,000	-
Community Trust Land Claim Fund	539,520	-	539,520	-
Other	640,913	689,819	640,913	689,819
	15,482,767	19,319,226	21,532,056	13,269,937

Mississaugas of the Credit First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2024

15. Toronto Purchase Trust funds payable

On February 22, 2010, Her Majesty the Queen in Right of Canada ("Canada") signed the Mississaugas of the New Credit First Nation Toronto Purchase Specific Claim and Brant Tract Specific Claim Settlement Agreement ("Settlement Agreement") with the First Nation. Under the terms of the Settlement Agreement, Canada agreed to pay compensation to the First Nation for breaching the terms of the Toronto Purchase Claim in 1805 and for lack of compensation received related to the Brant Tract claim in 1797. As compensation for this settlement, Canada paid \$144,386,724 into a Trust Account governed by the Mississaugas of the New Credit First Nation Trust Agreement ("Trust Agreement"). The First Nation members gave assent and ratification of the terms of the Settlement Agreement and the Trust Agreement on May 29, 2010 and June 7, 2010 respectively.

The Settlement Agreement required the First Nation to establish the Mississaugas of the New Credit First Nation Toronto Purchase Trust ("the Trust") to hold the compensation and any income therefrom for the benefit of the current and future generation of members of the First Nation. The Trust is a separate legal entity and as such, the operations of the Trust have not been included in these consolidated financial statements. Under the terms of the Trust Agreement, the net annual income of the Trust will be allocated to the First Nation on or before December 31 of each year and paid within sixty days of December 31. The Trust amended its name to Mississaugas of the Credit First Nation Toronto Purchase Trust on October 28, 2019.

During the year ended March 31, 2024, \$6,766,384 (2023 - \$9,132,979) was transferred to the First Nation from the Trust in order to fund the community wellness and estate policy expenditures and per capita distributions to members turning 18. The First Nation also earned \$1,578,411 (2023 - \$786,131) of interest and investment income related to investments made by the Trust.

i) The outstanding balance represents wellness policy payments owing to members as at March 31, 2024 and 2023. During the year ended March 31, 2024 members were eligible to claim up to \$3,000 of wellness claims per member. The balance payable at year end represents members who have not yet claimed their wellness policy payment for the fiscal year. Members have 30 days after the end of the policy (fiscal) year to make a claim, after which time it is forfeited. During the year ended March 31, 2024, a total of \$8,111,500 (2023 - \$8,941,000) was charged to the consolidated statement of operations (see Schedule 15), which is comprised of the total eligible disbursements incurred during the year ended March 31, 2024, adjusted for the prior year forfeitures of unclaimed amounts.

ii) The outstanding balance represents per capita distributions owing to members turning 18 years old in the 2024 calendar year. Payable balance at year end represents members who have not turned 18 years old as of March 31 of each year or have not yet collected their distribution.

iii) Balance represents unclaimed per capita distributions from the initial settlement of the trust of \$20,000 per member for a total of 48 members.

The Trust funds payable at year end are as follows:

	2024	2023
Wellness policy payments (i)	688,400	688,400
Amounts owing to members turning 18 years old (ii)	720,838	720,838
Initial payment upon agreement finalization (iii)	960,000	960,000
	2,369,238	2,369,238

Mississaugas of the Credit First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2024

16. Long-term debt

	2024	2023
CMHC loan payable, guaranteed by Indigenous Services Canada, to be repaid over 20 years with interest at 1.13% and monthly blended payments of \$3,319, a renewal date of June 1, 2026, due 2035.	418,216	453,067

Principal repayments on long-term debt in each of the next five years, assuming long-term debt subject to refinancing is renewed, are estimated as follows:

2025	33,414
2026	33,794
2027	34,178
2028	34,566
2029	34,958

Interest on long-term debt amounted to \$5,282 (2023 - \$7,026).

17. Contingencies

The First Nation has entered into contribution agreements with various government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

18. Tangible capital assets

The tangible capital assets reconciliation is included in Schedule 1.

Mississaugas of the Credit First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2024

19. Accumulated operating surplus

Accumulated operating surplus consists of the following:

	2024	2023
Internally restricted		
Reserve funds (Note 20)	11,678,197	10,040,584
Toronto Purchase Trust fund	27,781,530	27,830,975
Tom Howe Landfill Site Trust	965,815	885,073
	<hr/> 40,425,542	<hr/> 38,756,632
Externally restricted		
Community Trust Land Claim fund	3,312,556	3,615,879
Gaming Revenue - Sharing Fund	8,148,488	6,991,781
Ottawa trust fund	354,450	351,072
Social housing reserve	599,504	520,079
	<hr/> 12,414,998	<hr/> 11,478,811
Unrestricted surplus		
Unappropriated operating (deficit) surplus	(186,037)	2,962,513
Invested in tangible capital assets	43,791,331	36,035,389
Invested in government business enterprises	6,555,241	4,319,030
	<hr/> 50,160,535	<hr/> 43,316,932
	<hr/> 103,001,075	<hr/> 93,552,375

The amounts invested in tangible capital assets represents amounts already spent and invested in infrastructure and other non-financial assets.

The Community Trust Land Claim Fund represents unexpended funds from the Mississaugas of the New Credit First Nation Community Trust (the "Trust"). The Trust is governed by their own Board of Trustees who are responsible for administering the Trust's assets in accordance with the Trust agreement. The agreement states that land claim proceeds received in 1997 are to be held for the long-term benefit of the members of the First Nation.

The Tom Howe Landfill Site Trust represents funds received from the Municipality of Haldimand and are to be used for the benefit of the First Nation as determined by Chief and Council.

The Ottawa trust fund represents trust funds held in Ottawa trust accounts derived from capital or revenue sources.

Mississaugas of the Credit First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2024

20. Reserve funds

	2024	2023
Community buildings reserve	21,544	21,544
Replacement of road equipment reserve	95,617	95,617
New housing and sanitation reserve	7,274,634	5,914,102
Water and sewer reserve	398,709	142,886
Consultation and accommodation reserve	3,432,256	3,432,256
Other department reserves	455,437	434,179
	11,678,197	10,040,584

Reserve funds are set aside by chief and council resolution for specific purposes.

21. Budget information

The disclosed budget information has been approved by the Chief and Council of the Mississaugas of the Credit First Nation at the meeting held on December 5, 2023.

22. Economic dependence

Mississaugas of the Credit First Nation receives a significant portion of its revenue from Indigenous Services Canada ("ISC") as a result of Treaties entered into with the Government of Canada. These treaties are administered by Indigenous Services Canada under the terms and conditions of the Indian Act. The ability of the First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

23. Ontario First Nations Limited Partnership

Commencing with the 2012 fiscal year and in each fiscal year thereafter during the initial and renewal terms of the agreement between the Province of Ontario and Ontario First Nations Limited Partnership ("OFNLP"), the Province of Ontario shall pay to OFNLP 12 monthly payments equal to one-twelfth of 1.7% of the aggregate provincial gross gaming revenues. OFNLP then distributes to the First Nation its share of these revenues according to a formula used for that purpose. The use of these funds, according to agreements, is restricted to community development, health, education, cultural development and economic development.

The First Nation holds one unit in the Ontario First Nations Limited Partnership and a share in Ontario First Nations General Partner Inc., a related company, the carrying values of which are nominal and are therefore not reported in these consolidated financial statements.

24. Defined contribution plan

Defined contribution pension plan

The First Nation's contributions and corresponding expenditures totalled \$440,409 for the year ended March 31, 2024 (2023 - \$384,869).

Mississaugas of the Credit First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2024

25. Government transfers

	<i>Operating transfers</i>	<i>Deferrals</i>	2024	2023
Federal government transfers				
Indigenous Services Canada	18,629,407	(12,154,541)	6,474,866	8,868,219
Health Canada	-	(425,577)	(425,577)	1,203,328
Canada Mortgage and Housing Corporation	313,025	-	313,025	30,550
Federal Economic Development Agency	935,060	-	935,060	703,820
Employment and Social Development Canada	493,548	-	493,548	-
	20,371,040	(12,580,118)	7,790,922	10,805,917
Provincial government transfers				
Ministry of Children, Community and Social Services	940,902	-	940,902	1,038,194
Ministry of Education	913,542	-	913,542	946,683
Ministry of Health and Long-term Care	642,940	-	642,940	549,426
Ministry of Transportation	72,900	-	72,900	72,900
	2,570,284	-	2,570,284	2,607,203
	22,941,324	(12,580,118)	10,361,206	13,413,120

26. Segments

The First Nation provides a wide range of services to its members. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and activities they encompass are as follows:

Council and Administration

The Council and administration department oversees the delivery of all services. The department is responsible for ensuring that there are adequate policies and procedures in place to safeguard assets and to properly report financial activities. In addition, this department includes the governance activities of Chief and Council.

Public Works and Housing

The public works department is responsible for the infrastructure, including roads, water, sewer and building maintenance. The housing department is responsible for affordable housing.

Economic Development

The economic development department is responsible for promoting economic growth within the First Nation. Band operated enterprises are activities conducted by the First Nation with the objective of promoting economic self-sufficiency.

Health and Social Services

The health department provides a wide range of services directed towards the well-being of members, including such activities as pre-natal care, nursing, health representation, traditional healing, family violence and many other programs designed to enhance the health of members. The social services department is responsible for administering social assistance payments as well as providing services directed towards members.

Mississaugas of the Credit First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2024

26. Segments (Continued from previous page)

Education

The education department provides direct elementary school services and secondary education by entering into service contracts with area school boards. In addition, the department provides sponsorship to students attending post secondary institutions.

Land, Membership and Research

The land, membership and research department is responsible for issuing status cards, registering members and processing land transfers.

Childcare

The childcare department provides services for the children of the First Nation below the age of 5.

Employment and Training

The employment and training department focuses on programs that improve and develop the general and employment skills for the First Nation's members. The programs offered are recreational and cultural programs, English as a second language and career development programs, which are held in multi-purpose and community centres.

Consultation and Accommodation

The consultation and accommodation department's mandate is to engage with governments and the private sector on land and resource matters that may impact the rights and interests of the First Nation.

Business Enterprises

The business enterprise department is comprised of related entities that are controlled by the First Nation including New Credit Variety & Gas, 8392692 Canada Inc., MCBC, MCB-LP and Nanticoke Corporation.

Community Funds

The community funds department is responsible for the administration of funds received from OFNLP, the Toronto Purchase Trust, and the Community Trust Land Claim fund.

Mississaugas of the Credit First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2024

27. Financial Instruments

All significant financial assets, financial liabilities and equity instruments of the First Nation are either recognized or disclosed in the financial statements together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk and credit risk.

Liquidity Risk

Liquidity risk is the risk that the First Nation will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivery of cash or another financial asset. The First Nation enters into transactions to purchase goods and services on credit; borrow funds from financial institutions or other creditors, for which repayment is required at various maturity dates. Liquidity risk is measured by reviewing the First Nation's future net cash flows for the possibility of negative net cash flow.

Contractual maturity of long-term debt is disclosed in Note 16.

Accounts payable and accrued liabilities, loans payable, and Toronto Purchase Trust funds payable are all due within one year.

The First Nation manages the liquidity risk resulting from its accounts payable and accrued liabilities; Toronto Purchase Trust funds payable; and long-term debt by investing in liquid assets, such as equities.

Credit Risk

Credit risk is the risk of financial loss because a counter party to a financial instrument fails to discharge its contractual obligations. The First Nation is exposed to credit risk from its financial assets including cash and cash equivalents, restricted cash, accounts receivable, due from First Nation members, due from Community Trust Land Claim fund, Ottawa trust fund, and loans receivable.

The First Nation holds its cash and cash equivalents and restricted cash in accounts with chartered financial institutions.

Accounts receivable are primarily from government, corporations, and individuals. The First Nation measures its exposure to credit risk based on how long amounts have been outstanding. Credit risk is mitigated by a highly diversified nature of debtors and other customers which minimizes the First Nations concentration of credit risk. An allowance for doubtful accounts is disclosed in Note 5. This allowance is recognized based on historical experiences regarding collections.

Due from First Nation members is considered to carry moderate credit risk due to past payment behaviour.

Due from Community Trust Land Claim fund is not considered to carry significant credit risk due to its strong liquidity.

The carrying amount of the above noted financial assets best represents the maximum exposure to credit risk.

Risk management

The First Nation manages its credit risk by following up on overdue accounts and by providing allowances for potentially uncollectible accounts receivable and due from First Nations members.

Mississaugas of the Credit First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2024

27. Financial Instruments *(Continued from previous page)*

Fair Value of Financial Instruments

Financial instruments measured at fair value on the statement of financial position have been classified in the fair value hierarchy as follows:

	<i>March 31, 2024</i>			
	<i>Fair Value</i>	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>
Financial assets				
Portfolio investments - equities	12,429,820	12,429,820	-	-
Portfolio investments - pooled funds	8,756,545	8,756,545	-	-

	<i>March 31, 2023</i>			
	<i>Fair Value</i>	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>
Financial assets				
Portfolio investments - equities	11,262,976	11,262,976	-	-
Portfolio investments - pooled funds	7,807,214	7,807,214	-	-

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The First Nation enters into transactions to purchase equities and units of pooled funds, for which the market price fluctuates.

The carrying value of portfolio investments represents the maximum exposure to other price risk.

An increase (decrease) in the market price of all portfolio investments by 15% would result in a remeasurement gain (loss) of \$3,177,955 (\$3,177,955) resulting in an increase (decrease) in remeasurement gains (losses) for a corresponding amount. There is no guarantee that the market price of portfolio investments will not vary by more than this amount.

Mississaugas of the Credit First Nation

Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2024

	<i>Land</i>	<i>Buildings</i>	<i>Income Producing Properties</i>	<i>Income Producing Properties - CMHC</i>	<i>Infrastructure</i>	<i>Subtotal</i>
Cost						
Balance, beginning of year						
Acquisition of tangible capital assets	555,265	7,659,012	9,674,978	1,370,464	22,296,845	41,556,564
Transfer from construction in progress	-	2,656,926	32,951	-	249,490	2,939,367
Disposal of tangible capital assets	-	6,142,565	-	6,600,000	2,546,864	15,289,429
Balance, end of year	555,265	16,458,503	9,707,929	7,970,464	25,093,199	59,785,360
Accumulated amortization						
Balance, beginning of year						
Annual amortization	-	4,313,537	3,666,350	585,669	11,090,678	19,656,234
Accumulated amortization on disposals	-	378,423	253,978	166,498	813,951	1,612,850
Balance, end of year	-	4,691,960	3,920,328	752,167	11,904,629	21,269,084
Net book value of tangible capital assets	555,265	11,766,543	5,787,601	7,218,297	13,188,570	38,516,276
Net book value of tangible capital assets 2023	555,265	3,345,475	6,008,628	784,795	11,206,167	21,900,330

Mississaugas of the Credit First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2024

	<i>Subtotal</i>	<i>Equipment and Furniture</i>	<i>Vehicles</i>	<i>Construction in Progress</i>	<i>Land Improvements</i>	<i>2024</i>	<i>2023</i>
Cost							
Balance, beginning of year	41,556,564	5,034,009	1,214,492	13,002,281	304,028	61,111,374	48,133,247
Acquisition of tangible capital assets	2,939,367	687,099	34,843	5,237,767	-	8,899,076	12,978,127
Transfer from construction in progress	15,289,429	-	-	(15,289,429)	-	-	-
Disposal of tangible capital assets	-	-	(87,050)	-	-	(87,050)	-
Balance, end of year	59,785,360	5,721,108	1,162,285	2,950,619	304,028	69,923,400	61,111,374
Accumulated amortization							
Balance, beginning of year	19,656,234	2,846,507	832,957	-	117,145	23,452,843	21,628,914
Annual amortization	1,612,850	438,275	89,157	-	137,413	2,27,695	1,823,929
Accumulated amortization on disposals	-	-	(16,685)	-	-	(16,685)	-
Balance, end of year	21,269,084	3,284,782	905,429	-	254,558	25,713,853	23,452,843
Net book value of tangible capital assets							
Net book value of tangible capital assets 2023	38,516,276	2,436,326	256,856	2,950,619	49,470	44,209,547	37,658,531
	21,900,330	2,187,502	381,535	13,002,281	186,883	37,658,531	

Mississaugas of the Credit First Nation
Schedule 2 - Consolidated Schedule of Expenditures by Object
For the year ended March 31, 2024

	2024	2023
Consolidated expenditures by object		
Administration	2,559,196	2,913,259
Advertising	304,809	225,642
Amortization	2,277,695	1,823,929
Community wellness and estate policy expenditures	8,111,500	8,941,000
Contracted services	756,890	548,031
General supplies	546,562	552,533
Insurance	228,708	189,915
Inventory	15,942,132	16,408,171
Management fees	660,000	-
Ontario First Nation Limited Partnership expenditures	24,844	40,456
Other	318,658	320,243
Per capita distribution	851,571	461,501
Professional fees	3,214,807	2,314,680
Rental	317,730	282,706
Repairs and maintenance	2,734,107	1,333,590
Salaries and benefits	14,304,955	12,580,499
Telephone	152,997	152,573
Training	816,391	840,588
Travel	951,376	928,240
Tuition allowance	2,940,347	2,871,950
Utilities	838,233	836,795
Welfare payments	547,151	411,482
	59,400,659	54,977,783

Mississaugas of the Credit First Nation
Schedule 3 - Consolidated Schedule of Revenue and Expenditures and Accumulated Surplus
For the year ended March 31, 2024

	Sch	ISC revenue	Other revenue (loss)	Total revenue	Total expenditures	Total current surplus (deficit)	Prior year surplus (deficit)
Segment schedules							
Council and administration	4	2,334,676	3,759,630	6,094,306	5,594,982	499,324	(1,762,391)
Public works and housing	5	2,055,887	5,965,848	8,021,735	3,450,538	4,571,197	3,063,115
Economic development	6	167,045	237,598	404,643	433,036	(28,393)	350,566
Health and social services	7	4,930,912	(855,073)	4,075,839	3,673,652	402,187	2,107,939
Education	8	8,848,098	172,165	9,020,263	10,253,765	(1,233,502)	3,761,982
Land, membership and research	9	92,147	384,089	476,236	343,272	132,964	259,900
Childcare	10	163,291	3,594,474	3,757,765	3,541,909	215,856	78,604
Employment and training	11	37,351	459,576	496,927	502,784	(5,857)	(3,566)
Consultation and accommodation	12	-	5,625,756	5,625,756	2,960,422	2,665,334	1,083,440
Business enterprises	13	-	19,257,269	19,257,269	17,262,814	1,994,455	1,494,201
Amortization of tangible capital assets	14	-	-	-	2,277,695	(2,277,695)	(1,823,929)
Community funds	15	-	11,618,620	11,618,620	9,105,790	2,512,830	2,163,645
		18,629,407	50,219,952	68,849,359	59,400,659	9,448,700	10,773,506

Mississaugas of the Credit First Nation
Council and administration
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Indigenous Services Canada	2,334,676	4,905,934
Income from portfolio investments	1,117,067	648,015
Other income	1,481,067	2,570,856
Deferred revenue - prior year	8,445,886	3,344,093
Deferred revenue - current year	(7,378,945)	(8,445,886)
Other federal	94,555	-
	6,094,306	3,023,012
Expenses		
Administration	431,696	620,180
Advertising	204,844	156,857
Contracted services	-	293
Insurance	78,354	70,687
Ontario First Nations Limited Partnership expenditures	400	-
Other	66,504	23,081
Professional fees	2,119,396	1,176,992
Recovery of general supplies	(326,606)	(198,921)
Rental	42,106	31,080
Repairs and maintenance	123,034	93,770
Salaries and benefits	2,379,397	2,312,406
Telephone	55,570	49,043
Training	107,909	109,523
Travel	310,979	340,412
Utilities	1,399	-
	5,594,982	4,785,403
Surplus (deficit)	499,324	(1,762,391)

During the year ended March 31, 2024, the First Nation capitalized \$2,888,813 of costs from council and administration to tangible capital assets on the consolidated statement of financial position.

Mississaugas of the Credit First Nation
Public works and housing
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Indigenous Services Canada	2,055,887	2,226,655
Canada Mortgage and Housing Corporation	313,025	30,550
Ministry of Transportation	72,900	72,900
Other income	1,912,456	165,073
Deferred revenue - prior year	3,012,051	6,913,450
Deferred revenue - current year	(185,089)	(3,012,051)
Other federal	840,505	-
Repayment of funding	-	(526)
	8,021,735	6,396,051
Expenses		
Administration	9,567	283,329
General supplies	5,379	25,002
Insurance	89,817	59,832
Other	18,099	2,473
Professional fees	129,183	77,462
Rental	115,722	100,643
Repairs and maintenance	1,223,524	973,484
Salaries and benefits	1,279,541	1,225,896
Telephone	11,276	13,481
Training	3,835	2,010
Travel	4,501	5,271
Utilities	560,094	564,053
	3,450,538	3,332,936
Surplus	4,571,197	3,063,115

During the year ended March 31, 2024, the First Nation capitalized \$2,819,186 of costs from public works and housing to tangible capital assets on the consolidated statement of financial position.

Mississaugas of the Credit First Nation
Economic development
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Indigenous Services Canada	167,045	162,058
Other income	237,598	97,134
Transfer to other segments	(1,465,150)	-
Deferred revenue - prior year	1,465,150	1,273,122
Deferred revenue - current year	-	(1,465,150)
Other federal	-	703,820
	404,643	770,984
Expenses		
Administration	1,435	1,152
Advertising	3,216	2,653
Insurance	28,363	24,250
Other	24,589	29,257
Professional fees	19,426	844
Repairs and maintenance	57,613	82,094
Salaries and benefits	161,342	142,491
Telephone	1,627	2,009
Training	113	263
Travel	3,061	403
Utilities	132,251	135,002
	433,036	420,418
(Deficit) surplus	(28,393)	350,566

During the year ended March 31, 2024, the First Nation capitalized \$29,857 of costs from economic development to tangible capital assets on the consolidated statement of financial position.

Mississaugas of the Credit First Nation
Health and social services
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Indigenous Services Canada	4,930,912	3,014,692
Health Canada	-	1,350,867
Ministry of Children, Community and Social Service	940,902	1,038,194
Ministry of Health and Long-term Care	642,940	549,426
Other income	756,744	372,542
Deferred revenue - prior year	1,347,973	770,086
Deferred revenue - current year	(4,523,830)	(1,347,973)
Repayment of funding	(19,802)	(27,356)
	4,075,839	5,720,478
Expenses		
Administration	54,099	79,930
Advertising	1,129	-
Contracted services	108,118	88,766
General supplies	184,681	200,040
Insurance	18,390	15,665
Ontario First Nation Limited Partnership expenditures	-	5,000
Other	44,868	62,943
Professional fees	45,909	130,411
Rental	83,563	84,608
Repairs and maintenance	44,887	52,540
Salaries and benefits	1,946,017	1,884,344
Telephone	34,119	34,430
Training	397,279	342,714
Travel	63,780	114,242
Utilities	99,662	105,424
Welfare payments	547,151	411,482
	3,673,652	3,612,539
Surplus	402,187	2,107,939

During the year ended March 31, 2024, the First Nation capitalized \$51,337 of costs from health and social services to tangible capital assets on the consolidated statement of financial position.

Mississaugas of the Credit First Nation
Education
Schedule 8 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Indigenous Services Canada	8,848,098	9,180,930
Other income	237,594	37,645
Deferred revenue - prior year	519,361	3,309,812
Deferred revenue - current year	(584,790)	(519,361)
Repayment of funding	-	(559)
	9,020,263	12,008,467
Expenses		
Administration	1,488,987	1,224,305
Advertising	21,080	12,683
Contracted services	31,954	6,617
General supplies	307,221	147,173
Insurance	4,125	4,625
Ontario First Nation Limited Partnership expenditures	8,944	3,381
Other	90,152	122,255
Professional fees	733,450	540,585
Rental	26,873	9,112
Repairs and maintenance	675,074	31,337
Salaries and benefits	3,283,476	2,753,047
Telephone	16,786	24,678
Training	102,292	60,941
Travel	510,053	433,796
Tuition allowance	2,940,347	2,871,950
Utilities	12,951	-
	10,253,765	8,246,485
(Deficit) surplus	(1,233,502)	3,761,982

During the year ended March 31, 2024, the First Nation capitalized \$2,985,448 of costs from education to tangible capital assets on the consolidated statement of financial position.

Mississaugas of the Credit First Nation
Land, membership and research
Schedule 9 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Indigenous Services Canada	92,147	182,942
Other income	367,772	377,593
Deferred revenue - prior year	52,312	73,364
Deferred revenue - current year	-	(52,312)
Repayment of funding	(35,995)	(17,552)
	476,236	564,035
Expenses		
Administration	56,194	19,210
Insurance	216	159
Other	488	1,609
Professional fees	23,072	44,047
Rental	10,315	9,620
Repairs and maintenance	6,021	5,343
Salaries and benefits	231,241	208,592
Telephone	7,957	5,934
(Recovery of) travel	(785)	927
Utilities	8,553	8,694
	343,272	304,135
Surplus	132,964	259,900

During the year ended March 31, 2024, the First Nation capitalized \$11,018 of costs from land, membership and research to tangible capital assets on the consolidated statement of financial position.

Mississaugas of the Credit First Nation
Childcare
Schedule 10 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Indigenous Services Canada	163,291	158,416
Ministry of Education	913,542	946,683
Other income	2,219,023	1,661,680
Deferred revenue - prior year	374,657	304,344
Deferred revenue - current year	(406,296)	(374,657)
Other federal	493,548	-
Repayment of funding	-	(42,459)
	3,757,765	2,654,007
Expenses		
Administration	172,465	211,105
Advertising	72,291	50,458
General supplies	305,178	306,828
Insurance	8,143	8,197
Other	1,263	2,391
Professional fees	63,575	52,130
Rental	4,153	9,740
Repairs and maintenance	554,284	56,311
Salaries and benefits	2,262,999	1,814,144
Telephone	4,047	3,136
Training	44,722	27,777
Travel	41,606	26,430
Utilities	7,183	6,756
	3,541,909	2,575,403
Surplus	215,856	78,604

During the year ended March 31, 2024, the First Nation capitalized \$112,394 of costs from childcare to tangible capital assets on the consolidated statement of financial position.

Mississaugas of the Credit First Nation
Employment and training
Schedule 11 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Indigenous Services Canada	37,351	147,994
Aboriginal Labour Force Development Circle	312,924	432,914
Other income	72,262	80,294
Deferred revenue - prior year	265,377	190,125
Deferred revenue - current year	(190,987)	(265,377)
	496,927	585,950
Expenses		
Administration	109,875	137,008
Salaries and benefits	259,051	224,130
Training	120,249	221,273
Travel	13,609	7,105
	502,784	589,516
Deficit	(5,857)	(3,566)

Mississaugas of the Credit First Nation
Consultation and accommodation
Schedule 12 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Other income	5,625,756	3,769,586
Expenses		
Administration	20,685	130,433
Contracted services	616,818	452,355
Insurance	1,300	6,500
Other	3,428	11,028
Professional fees	41,642	251,531
Rental	30,705	33,120
Repairs and maintenance	21,400	5,988
Salaries and benefits	2,151,623	1,692,852
Telephone	19,921	17,904
Training	39,992	75,160
Travel	4,030	581
Utilities	8,878	8,694
	2,960,422	2,686,146
Surplus	2,665,334	1,083,440

During the year ended March 31, 2024, the First Nation capitalized \$1,023 of costs from consultation and accommodation to tangible capital assets on the consolidated statement of financial position.

Mississaugas of the Credit First Nation
Business enterprises
Schedule 13 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Sales from business enterprises	17,521,058	17,921,204
Increase in investment in government business enterprises	1,736,211	615,154
	19,257,269	18,536,358
Expenses		
Administration	195,895	188,351
Advertising	2,249	2,991
General supplies	70,709	72,411
Inventory purchases	15,942,132	16,408,171
Management fees	660,000	-
Rental	4,293	4,783
Repairs and maintenance	28,270	32,723
Salaries and benefits	349,768	322,597
Telephone	1,694	1,958
Travel	542	-
Utilities	7,262	8,172
	17,262,814	17,042,157
Surplus	1,994,455	1,494,201

Mississaugas of the Credit First Nation
Amortization of tangible capital assets
Schedule 14 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Expenses		
Amortization	2,277,695	1,823,929
Deficit	(2,277,695)	(1,823,929)

Mississaugas of the Credit First Nation
Community funds
Schedule 15 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2024

	2024	2023
Revenue		
Income from portfolio investments	282,335	261,997
Ontario First Nation Limited Partnership revenue	1,628,406	1,135,325
Toronto Purchase Trust revenue	8,344,795	9,919,110
Community Trust Land Claim Fund revenue	1,277,045	319,890
Other income	86,039	86,039
	11,618,620	11,722,361
Expenses		
Administration	18,298	18,256
Community wellness and estate policy expenditures	8,111,500	8,941,000
Ontario First Nation Limited Partnership expenditures	15,500	32,075
Other	69,267	65,206
Per capita distribution	851,571	461,501
Professional fees	39,154	40,678
Salaries and benefits	500	-
	9,105,790	9,558,716
Surplus	2,512,830	2,163,645