

Consolidated Financial Statements of

**MOOSE DEER POINT  
FIRST NATION**

And Independent Auditor's Report thereon

Year ended March 31, 2023

## **MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**

The accompanying consolidated financial statements of the Moose Deer Point First Nation (the "First Nation") are the responsibility of management and have been approved by the First Nation and the undernoted Chief and Council of the First Nation.

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

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

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

The Chief and Council review the First Nation's consolidated financial statements and recommend their approval. The Chief and Council meet periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the consolidated financial statements and the external auditor's report. The Chief and Council take this information into consideration when approving the consolidated financial statements for issuance to the Members. Chief and Council also consider the engagement of the external auditors.

The consolidated financial statements have been audited by KPMG LLP in accordance with Canadian generally accepted auditing standards on behalf of the members.

The image shows two handwritten signatures in black ink. The signature on the left is for "Lance McRae" and the signature on the right is for "Debelle Matt". Both signatures are cursive and appear to be in black ink on a white background.



**KPMG LLP**  
Times Square  
1760 Regent Street, Unit 4  
Sudbury, ON P3E 3Z8  
Canada  
Telephone 705 675 8500  
Fax 705 675 7586

## INDEPENDENT AUDITOR'S REPORT

To the Members of Moose Deer Point First Nation

### *Opinion*

We have audited the consolidated financial statements of Moose Deer Point First Nation (the First Nation), which comprise:

- the consolidated statement of financial position as at March 31, 2023
- the consolidated statement of operations and accumulated surplus for the year then ended
- the consolidated statement of changes in net financial assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- and the notes and schedules to the consolidated financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements")

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2023, and its consolidated results of operations, its consolidated changes in net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board.

### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibility under those standards are further described in the "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the First Nation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the 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 Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the 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 risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, internal 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 purposes of expressing an opinion on the effectiveness of the First Nation's internal control.



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- 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 the 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient audit evidence regarding the financial information of the entities or business activities within the First Nation to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

*KPMG LLP*

Chartered Professional Accountants, Licensed Public Accountants

Sudbury, Canada

September 4, 2024

# MOOSE DEER POINT FIRST NATION

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Year ended March 31, 2023

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# MOOSE DEER POINT FIRST NATION

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Year ended March 31, 2023

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## Consolidated Financial Statements

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## Schedules of Financial Activity and Change in Program Balance

Schedule 1	Band Government
Schedule 2	Social Development
Schedule 3	Education
Schedule 4	Health and Community Services
Schedule 5	Employment and Economic Development
Schedule 6	Community Infrastructure
Schedule 7	Child Care
Schedule 8	Ottawa Trust Fund
Schedule 9	Lands Management
Schedule 10	Ontario First Nations Limited Partnership
Schedule 11	Marina

# MOOSE DEER POINT FIRST NATION

## Exhibit A - Consolidated Statement of Financial Position

March 31, 2023, with comparative information for 2022

	2023	2022
<b>Financial Assets</b>		
Cash and short-term investments (note 2)	\$ 6,872,417	\$ 4,707,413
Ottawa Trust Fund	10	156
Accounts receivable (note 3)	1,153,775	1,227,434
Investment in First Nation business enterprises (note 4)	1,181,968	901,890
	<hr/> 9,208,170	<hr/> 6,836,893
<b>Financial Liabilities</b>		
Accounts payable and accrued liabilities	1,114,975	1,313,466
Deferred revenue (note 5)	<hr/> 3,404,558	<hr/> 3,458,276
	<hr/> 4,519,533	<hr/> 4,771,742
<b>Net financial assets</b>	<hr/> 4,688,637	<hr/> 2,065,151
<b>Non-Financial Assets</b>		
Tangible capital assets (note 6)	26,915,186	27,752,974
Inventories	209,020	198,919
Prepaid expenses	154,762	48,264
	<hr/> 27,278,968	<hr/> 28,000,157
<b>Accumulated surplus (note 7)</b>	<hr/> \$ 31,967,605	<hr/> \$ 30,065,308

See accompanying notes to consolidated financial statements.

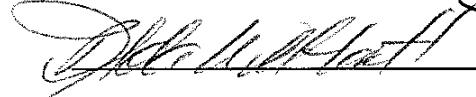
Approved:

 Councillor

 Councillor

 Councillor

 Councillor

 Chief

# MOOSE DEER POINT FIRST NATION

Exhibit B - Consolidated Statement of Operations and Accumulated Surplus

Year ended March 31, 2023, with comparative information for 2022

	2023 Budget	2023 Actual	2022 Actual
(note 9)			
<b>Revenue:</b>			
Government transfers - Provincial	\$ 782,844	\$ 998,676	\$ 748,419
- Federal (note 8)	4,614,397	3,203,203	2,805,375
- Anishnawbek Nation	-	1,453,834	-
Investment income	-	1,724	649
Rental income	9,792	13,432	22,106
Kinoomaadziwin Education Body	2,438,779	1,282,751	1,101,726
Marina business operations	-	1,351,983	1,151,897
Other	1,925,001	1,999,338	1,398,763
<u>Equity gain from First Nation business enterprises (note 4)</u>	<u>-</u>	<u>280,078</u>	<u>901,890</u>
	9,770,813	10,585,019	8,130,825
<b>Expenses:</b>			
Band Government	1,003,977	1,151,412	636,275
Social Development	111,014	94,280	91,197
Education	1,511,571	1,302,724	1,104,777
Health and Community Services	1,938,169	1,754,349	1,606,224
Employment and Economic Development	203,223	248,297	202,749
Community Infrastructure	3,419,064	1,988,455	1,757,827
Lands Management	480,991	359,591	125,529
Child Care	500,191	480,228	439,073
Marina	58,500	1,303,386	1,285,220
	9,226,700	8,682,722	7,248,871
Excess of revenue over expenses	544,113	1,902,297	881,954
Accumulated surplus, beginning of year	30,065,308	30,065,308	29,183,354
<u>Accumulated surplus, end of year</u>	<u>\$ 30,609,421</u>	<u>\$ 31,967,605</u>	<u>\$ 30,065,308</u>

See accompanying notes to consolidated financial statements.

# MOOSE DEER POINT FIRST NATION

## Exhibit C - Consolidated Statement of Changes in Net Financial Assets

Year ended March 31, 2023, with comparative information for 2022

	2023 Budget	2023 Actual	2022 Actual
	(note 9)		
Excess of revenue over expenses	\$ 544,113	\$ 1,902,297	\$ 881,954
Acquisition of tangible capital assets	(427,051)	(427,051)	(1,326,612)
Amortization of tangible capital assets	1,264,839	1,264,839	1,263,944
	1,381,901	2,740,085	819,286
Acquisition of prepaid expenses	(154,762)	(154,762)	(48,264)
Use of prepaid expenses	48,264	48,264	30,104
Inventories	(10,101)	(10,101)	31,792
Change in net financial assets	1,265,302	2,623,486	832,918
Net financial assets, beginning of year	2,065,151	2,065,151	1,232,233
Net financial assets, end of year	\$ 3,330,453	\$ 4,688,637	\$ 2,065,151

See accompanying notes to consolidated financial statements.

# MOOSE DEER POINT FIRST NATION

## Exhibit D - Consolidated Statement of Cash Flows

Year ended March 31, 2023, with comparative information for 2022

	2023	2022
<b>Cash flows from operating activities:</b>		
Excess of revenue over expenses	\$ 1,902,297	\$ 881,954
Adjustments for:		
Equity pickup in GBE	(280,078)	(901,890)
<u>Amortization of tangible capital assets</u>	1,264,839	1,263,944
	2,887,058	1,244,008
<b>Change in non-cash working capital:</b>		
Accounts receivable	73,659	(747,363)
Accounts payable and accrued liabilities	(198,491)	619,846
Deferred revenue	(53,718)	1,727,245
Prepaid expenses	(106,498)	(18,160)
Inventories	(10,101)	31,792
	2,591,909	2,857,368
<b>Cash flow from investing activities:</b>		
<u>Proceeds from Ottawa Trust Fund</u>	146	-
	146	-
<b>Cash flow from capital activities:</b>		
Acquisition of tangible capital assets	(427,051)	(1,326,612)
<b>Net increase in cash</b>	<b>2,165,004</b>	<b>1,530,756</b>
<b>Cash and short-term investments, beginning of year</b>	<b>4,707,413</b>	<b>3,176,657</b>
<b>Cash and short-term investments, end of year</b>	<b>\$ 6,872,417</b>	<b>\$ 4,707,413</b>

See accompanying notes to consolidated financial statements.

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

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Moose Deer Point First Nation (the “First Nation”), located near Mactier, Ontario, administers programs and provides services on behalf of its members.

## 1. Significant accounting policies:

These consolidated financial statements of the First Nation are the representation of management and have been prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. The following is a summary of the significant accounting policies followed in the preparation of these consolidated financial statements:

### (a) Reporting entity:

#### i) Consolidating entities:

These consolidated financial statements reflect the assets, liabilities, revenue and expenses of the reporting entity. The reporting entity is comprised of all organizations accountable for the administration of their financial affairs and resources to the First Nation and are owned and controlled by the First Nation

All interdepartmental and inter-organizational assets, liabilities, revenues and expenses have been eliminated.

#### ii) Investment in First Nation business enterprises:

Investments in First Nation business enterprises are accounted for using the modified equity method. First Nation business enterprises includes the following organizations:

- Mitawbik Ventures Inc.
- Mitawbik Ventures Limited Partnership

Under the modified equity method, the First Nation business enterprise's accounting principles are not adjusted to conform with those of the First Nation and inter-organizational transactions and balances are not eliminated.

### (b) Revenue recognition:

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under the funding arrangements which relates to a subsequent fiscal period is reflected as deferred revenue on the consolidated statement of financial position.

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2023

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## 1. Significant accounting policies (continued):

### (c) Non-financial assets:

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

#### (i) Tangible capital assets:

Tangible capital assets are recorded at cost which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets, excluding land are amortized on a straight-line basis over their estimated useful lives as follows:

Assets	Estimated Life
Land improvements	25 - 50 years
Buildings	20 - 50 years
Infrastructure	40 years
Machinery, vehicles and equipment	10 - 14 years
Furniture, computers and fixtures	4 - 20 years

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In the year of acquisition, 50% of the normal amortization is recorded. Assets under construction are not amortized until the asset is available for productive use.

#### (ii) Inventories:

Inventories are measured at the lower of cost and net realizable value by using weighted average inventory costing methodology. The First Nation uses the same cost formula for all the inventories having a similar nature and use to the First Nation. When circumstances which previously caused inventories to be written down no longer exists, the previous impairment is reversed.

### (d) 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 dates of the financial statements and the reported amounts of revenue and expenses during the reporting periods. Significant items subject to such estimates and assumptions include the carrying amount of tangible capital assets and valuation allowances for accounts receivable and inventories. Actual results could differ from those estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in the statement of operations in the year in which they become known.

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2023

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## 1. Significant accounting policies (continued):

### (e) Prior year funding adjustments:

The First Nation has entered into accountable contribution arrangements with several government funding agencies. All such programs are subject to audit by the various governments, with audit adjustments repayable to the government.

Adjustments made under funding arrangements relating to prior years are charged to operations in the year during which the adjustments are made.

## 2. Cash and short-term investments:

The short-term investments consisting of guaranteed investment certificates earning a rate of return between 3.80% and 4.00% and amount to \$214,369 (2022 - \$212,656) which will mature in July 2024.

## 3. Accounts receivable:

The details of accounts receivable are as follows:

	2023	2022
Indigenous Services Canada	\$ 630,880	\$ 630,880
Province of Ontario	114,042	122,310
First Nation organizations	276,761	410,192
Marina	56,930	51,171
Other	129,547	67,266
Less: allowance for doubtful accounts	(54,385)	(54,385)
	<hr/> \$ 1,153,775	<hr/> \$ 1,227,434

## 4. Investment in First Nation business enterprises:

The First Nation has a direct 99% interest in Mitawbik Ventures Limited Partnership ("MVLP") and an indirect 1% interest by virtue of its 100% investment in Mitawbik Ventures Inc. (the general partner for MVLP). MVLP is engaged primarily in leasing of plastics moulding equipment. The First Nation's interest in MVLP results of operations for the year ended March 31, 2023 is included in the First Nation's consolidated statement of operations and accumulated surplus.

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2023

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## 4. Investment in First Nation business enterprises (continued):

The investment in First Nation Business enterprises consists of the following:

	2023	2022
Balance, beginning of year	\$ 901,890	\$ (644,230)
Share of income	280,078	1,546,120
<b>Carrying value of investment</b>	<b>\$ 1,181,968</b>	<b>\$ 901,890</b>

The following table presents condensed supplementary financial information of MVLP for the year ended March 31, 2023:

	2023	2022
<b>Financial position:</b>		
Current assets	\$ 1,405,949	\$ 1,109,851
Current liabilities	223,981	207,961
<b>Partners' equity</b>	<b>\$ 1,181,968</b>	<b>\$ 901,890</b>
<b>Results of operations:</b>		
Revenues	\$ 318,000	\$ 300,000
Expenses	37,922	157,003
	280,078	142,997
<u>Other income</u>	–	1,403,123
Net earnings	280,078	1,546,120
Provision for impairment in value	–	(644,230)
<b>Share recognized in operations</b>	<b>\$ 280,078</b>	<b>\$ 901,890</b>

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2023

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## 5. Deferred revenue:

	2023	2022
Indigenous Services Canada	\$ 1,993,634	\$ 2,257,450
KEB: Education Programs	1,353,448	932,695
Union of Ontario Indians	52,930	193,421
Other	4,546	74,710
	<hr/> \$ 3,404,558	<hr/> \$ 3,458,276

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

## 6. Tangible capital assets:

	Cost	Balance at March 31, 2022	Additions	Disposals & Transfers	Balance at March 31, 2023
Land	\$ 488,235	\$ -	\$ -	\$ -	\$ 488,235
Land improvements	958,082	10,652	337,428		1,306,162
Buildings	34,414,186	249,406	9,925		34,673,517
Infrastructure	21,160,114	-	-		21,160,114
Machinery, vehicles and equipment	1,409,540	99,500	-		1,509,040
Furniture, computers and fixtures	415,623	67,493	-		483,116
Assets under construction	347,353	-	(347,353)		-
<b>Total</b>	<b>\$ 59,193,133</b>	<b>\$ 427,051</b>	<b>\$ -</b>	<b>\$ 59,620,184</b>	
Accumulated Amortization		Balance at March 31, 2022	Disposals	Amortization	Balance at March 31, 2023
Land	\$ -	\$ -	\$ -	\$ -	\$ -
Land improvements	469,613	-	37,780		507,393
Buildings	23,181,910	-	578,157		23,760,067
Infrastructure	6,667,143	-	521,442		7,188,585
Machinery, vehicles and equipment	865,053	-	94,299		959,352
Furniture, computers and fixtures	256,440	-	33,161		289,601
Assets under construction	-	-	-		-
<b>Total</b>	<b>\$ 31,440,159</b>	<b>\$ -</b>	<b>\$ 1,264,839</b>	<b>\$ 32,704,998</b>	
		<b>Net book value, March 31, 2022</b>			<b>Net book value, March 31, 2023</b>
Land	\$ 488,235			\$ 488,235	
Land improvements	488,469			798,769	
Buildings	11,232,276			10,913,450	
Infrastructure	14,492,971			13,971,529	
Machinery, vehicles and equipment	544,487			549,688	
Furniture, computers and fixtures	159,183			193,515	
Assets under construction	347,353			-	
<b>Total</b>	<b>\$ 27,752,974</b>			<b>\$ 26,915,186</b>	

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2021

## 6. Tangible capital assets (continued):

Cost	Balance at March 31, 2021	Additions	Disposals	Balance at March 31, 2022
Land	\$ 488,235	\$ -	\$ -	\$ 488,235
Land improvements	932,909	25,173	-	958,082
Buildings	33,741,997	672,189	-	34,414,186
Infrastructure	21,160,114	-	-	21,160,114
Machinery, vehicles and equipment	1,234,046	175,494	-	1,409,540
Furniture, computers and fixtures	309,220	106,403	-	415,623
Assets under construction	-	347,353	-	347,353
<b>Total</b>	<b>\$ 57,866,521</b>	<b>\$ 1,326,612</b>	<b>\$ -</b>	<b>\$ 59,193,133</b>

Accumulated Amortization	Balance at March 31, 2021	Disposals	Amortization	Balance at March 31, 2022
Land	\$ -	\$ -	\$ -	\$ -
Land improvements	437,996	-	31,617	469,613
Buildings	22,589,659	-	592,251	23,181,910
Infrastructure	6,146,085	-	521,058	6,667,143
Machinery, vehicles and equipment	773,360	-	91,693	865,053
Furniture, computers and fixtures	229,115	-	27,325	256,440
Assets under construction	-	-	-	-
<b>Total</b>	<b>\$ 30,176,215</b>	<b>\$ -</b>	<b>\$ 1,263,944</b>	<b>\$ 31,440,159</b>

	Net book value, March 31, 2021	Net book value, March 31, 2022
Land	\$ 488,235	\$ 488,235
Land improvements	494,913	488,469
Buildings	11,152,338	11,232,276
Infrastructure	15,014,029	14,492,971
Machinery, vehicles and equipment	460,686	544,487
Furniture, computers and fixtures	80,105	159,183
Assets under construction	-	347,353
<b>Total</b>	<b>\$ 27,690,306</b>	<b>\$ 27,752,974</b>

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2023

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## 7. Accumulated surplus:

Accumulated surplus consists of individual fund surplus and reserves and reserve funds as follows:

	2023	2022
Surplus:		
Invested in tangible capital assets - Marina	\$ 633,054	\$ 675,903
Invested in tangible capital assets - Other	26,282,602	27,077,071
Operations	1,629,230	273,809
Marina	209,454	118,009
Investment in First Nation business enterprises	1,181,966	901,888
	<hr/> 29,936,306	<hr/> 29,046,680
Reserve funds set aside for specific purpose by Council:		
Ottawa Trust Fund	167	156
Ontario First Nations Limited Partnership ("OFNLP")	1,531,132	1,018,472
Drinking Water Class Action Settlement	500,000	–
	<hr/> 2,031,299	<hr/> 1,018,628
Accumulated surplus	<hr/> \$ 31,967,605	<hr/> \$ 30,065,308

## 8. Federal funding reconciliation:

	2023	2022
Indigenous Services Canada, per confirmation	\$ 3,569,518	\$ 4,188,972
Deferred revenue, opening	2,257,450	815,853
Prior year planning and risk management funding	–	75,000
ISC revenue unearned and not received	(630,131)	(17,000)
Deferred revenue, ending	(1,993,634)	(2,257,450)
	<hr/> \$ 3,203,203	<hr/> \$ 2,805,375

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2023

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## **9. Budget information:**

The budget data presented in these consolidated financial statements is based upon the operating and capital budgets approved by Council. The reconciliation of the approved budget to the budget figures reported on these consolidated financial statements is listed below.

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Approved revenue budget:

Total revenues per budget	\$ 9,770,813
<hr/>	

Approved expense budget:

Total expenses per budget	\$ 7,961,861
Add: amortization of tangible capital assets	1,264,839
<hr/>	

Expense budget per financial statements	\$ 9,226,700
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## **10. Comparative information:**

Certain 2022 comparative information have been reclassified to conform with the presentation adopted in 2023.

## **11. Financial risks and concentration of risks:**

Other risks:

In March 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. This resulted in the Canadian and Provincial governments enacting emergency measures to combat the spread of the virus. The Agency closed certain facilities based on recommendations from Public Health Ontario. In response to the adverse impact the pandemic has had on certain revenue streams, the Agency has undertaken certain cost cutting measures. The impact of COVID-19 is expected to negatively impact operations for a duration that cannot be reasonably predicted. The further overall operational and financial impact is highly dependent on the duration of COVID-19, including the potential occurrence of additional waves of the pandemic, and could be affected by other factors that are currently not known at this time. Management is actively monitoring the effect of the pandemic on its financial condition, liquidity, operations, suppliers, and workforce. Given the daily evolution of the pandemic and the global responses to curb its spread, the Agency is not able to fully estimate the effects of the pandemic on its results of operations, financial condition, or liquidity at this time.

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2023

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## **12. Change in accounting policies:**

On April 1, 2022, the First Nation adopted the Public Accounting Standard PS 3280 – Asset Retirement Obligations. The new accounting standard addresses the reporting of legal obligations associated with the retirement of certain tangible capital assets, such as asbestos removal in facilities. The standard was adopted on the modified retrospective basis at the date of adoption. Under the modified retrospective method, the assumptions used on initial recognition are those as of the date of adoption of the standard.

In accordance with the provisions of this new standard, the First Nation completed an analysis of all facilities, capital assets and lease agreements and determined there was no asset retirement obligations that existed as of April 1, 2022.

## **13. Segmented information:**

Moose Deer Point First Nation is a diversified governmental institution that provides a wide range of services to its band members, including band government, health and community services, education, social development, employment and economic development, community infrastructure, lands management and childcare. For management reporting purposes the First Nation's operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

The accompanying schedules of Financial Activity and Change in Program Balances (the "schedules") detail the programming delivered by the First Nation.

Services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide.

The accounting policies used in these schedules are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the summary of significant accounting policies.

### **Band Government**

The band government department oversees the delivery of all governmental 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 and management and assistance for computer and communications related projects and services.

### **Social Development**

The social development department provides services under the Provincial Ontario Works Program including both active measures such as employment training and financial assistance components.

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements (continued)

Year ended March 31, 2023

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## **13. Segmented information (continued):**

### **Education**

The education department provides education management services to the member First Nations as well as overseeing various small incentives on behalf of the communities.

### **Health and Community Services**

The health services department provides services directed toward the well-being of the members including the delivery of services such as long-term care, health centers, diabetes, fetal alcohol syndrome, mental health, smoke free programs, traditional healing, and training designed to enhance the health of member communities.

### **Employment and Economic Development**

The employment and economic development functional area provides services employment and training opportunities to members along with encourage economic development of the First Nation through direct and indirect economic development initiatives.

### **Community Infrastructure**

The community infrastructure department provides public services that contribute to sustainability through the provision of maintenance and operating services such as roads, water and sanitation, fire protection, street lighting, community buildings and band owned equipment.

### **Lands Management**

The lands department oversees the implementation of jurisdictional authorities under Land Code for the development, conservation, protection, management, use and possession of MDPFN lands and resources.

### **Child Care**

The Child Care department provides services to families through the operation of an on reserve day care.

### **Marina**

The Marina department includes the operation of the Moose Deer Point Marina.

For each reported segment, revenues and expenses include 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, including transfers that have been apportioned based on a percentage of budgeted expenses.

The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in the summary of significant accounting policies.

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

## 13. Segmented information (continued):

	Band Government	Social Development	Education	Health and Community Services	Employment and Economic Development	Community Infrastructure	Lands Management	Child Care	Marina	Consolidated Total 2023
Revenue	\$ 3,038,088	89,699	1,282,750	1,669,849	512,841	1,200,237	1,024,918	414,654	1,351,983	10,585,019
Expenses:										
Salaries and benefits	704,487	36,246	104,768	578,398	113,077	411,222	237,197	266,917	212,686	2,664,998
Travel and training	62,808	550	107,911	10,924	26,473	13,119	14,492	12,184	-	248,461
Tuition and transportation	-	-	989,573	-	-	-	-	-	-	989,573
Cost of sales	-	-	-	-	-	-	-	-	-	739,581
Materials supplies and subcontracts	514,640	229	69,442	694,520	102,996	738,717	27,257	102,778	308,271	739,581
Administration fees	(253,555)	11,102	-	180,082	5,751	1,412	36,031	-	-	2,558,850
Other	46,153	27,979	-	280,799	-	4,421	64,628	32,775	-	(19,207)
Investment in tangible capital assets	(107,882)	-	-	(45,309)	-	(237,406)	(20,792)	-	(15,652)	663,449
Amortization of capital assets	24,560	-	3,051	54,935	-	1,056,970	778	65,574	58,500	(427,051)
	1,151,412	94,280	1,302,724	1,754,349	248,297	1,988,455	359,591	480,228	1,303,386	8,682,722
Excess (deficiency) of revenue over expenses	\$ 1,886,676	(4,581)	(19,974)	(84,500)	264,544	(788,218)	665,327	(65,574)	48,597	1,902,297

# MOOSE DEER POINT FIRST NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2023

## 13. Segmented information (continued):

	Band Government	Social Development	Education	Health and Community Services	Employment and Economic Development	Community Infrastructure	Lands Management	Child Care	Marina	Consolidated Total 2022
Revenue	\$ 994,175	91,197	1,101,726	1,977,960	1,082,992	1,181,064	125,529	424,285	1,151,897	8,130,825
Expenses:										
Salaries and benefits	447,014	9,949	96,820	485,684	79,013	389,124	64,515	256,729	207,764	2,036,612
Travel and Training	4,926	353	110,765	5,997	304	7,828	588	5,608	-	136,369
Tuition and transportation	-	-	776,844	-	-	-	-	-	-	776,844
Cost of sales	-	-	-	-	-	-	-	-	-	768,454
Materials supplies and subcontracts	184,887	14,100	103,332	834,413	78,524	1,101,116	3,456	132,824	295,143	2,747,795
(264,094)	8,907	-	195,748	14,053	6,046	39,340	-	-	-	-
Administration fees	281,047	57,888	13,965	414,956	30,855	-	17,630	29,124	-	845,465
(35,738)	-	-	(407,477)	-	(783,636)	-	(52,378)	(47,383)	(1,326,612)	-
Investment in tangible capital assets	18,233	-	3,051	76,903	-	1,037,349	-	67,166	61,242	1,263,944
Amortization of capital assets	636,275	91,197	1,104,777	1,606,224	202,749	1,757,827	125,529	439,073	1,285,220	7,248,871
Excess (deficiency) of revenue over expenses	\$ 357,900	-	(3,051)	371,736	880,243	(576,763)	-	(14,788)	(133,323)	881,954