

Moose Cree First Nation
Consolidated Financial Statements
For the year ended March 31, 2022

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Consolidated Financial Statements
For the year ended March 31, 2022

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Moose Cree First Nation Management's Responsibility for the Consolidated Financial Statements

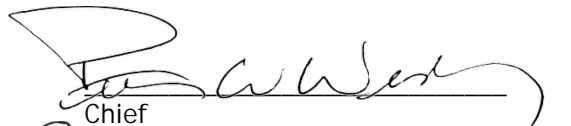
March 31, 2022

The accompanying consolidated financial statements of the Moose Cree First Nation are the responsibility of management and have been approved by the Chief and Council.

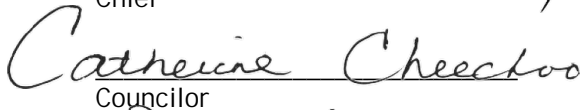
The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board. Management is responsible for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

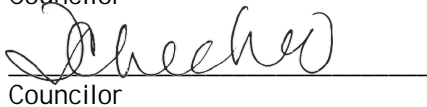
The external auditors, BDO Canada LLP, conduct an audit in accordance with Canadian generally accepted auditing standards, and express their opinion on the consolidated financial statements. The external auditors have access to financial management of Moose Cree First Nation and meet when required.



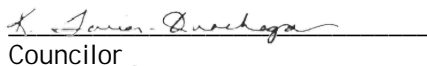
Chief



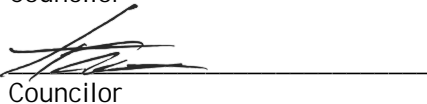
Catherine Cheechoo
Councilor



Councilor



Councilor



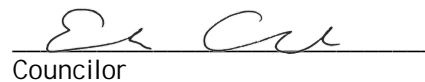
Councilor



Pauline Rickard
Councilor



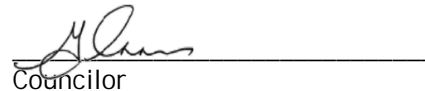
Councilor



Councilor



Robert Echum
Councilor



Councilor



Councilor



Councilor



Tel: 705-945-0990
Fax: 705-942-7979
Toll-free: 800-520-3005
www.bdo.ca

BDO Canada LLP
747 Queen Street E
PO Box 1109
Sault Ste. Marie ON P6A 5N7 Canada

Independent Auditor's Report

To the Chief and Council of Moose Cree First Nation

Opinion

We have audited the consolidated financial statements of Moose Cree First Nation (the First Nation), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations, change 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, 2022, and its consolidated results of operations, its consolidated change in net financial assets 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 Group 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

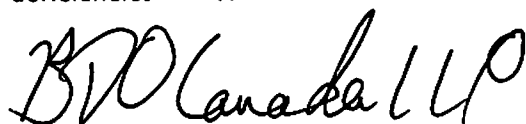
Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not 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.

Independent Auditor's Report

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.



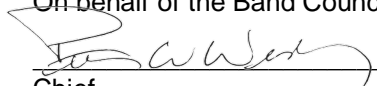
Chartered Professional Accountants, Licensed Public Accountants
Sault Ste. Marie, Ontario
November 22, 2023

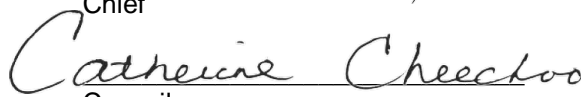
Moose Cree First Nation


Consolidated Statement of Financial Position

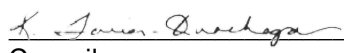
March 31	2022	2021
Financial assets		
Cash and short term deposits (Note 2)	\$ 59,853,582	\$ 32,617,049
Accounts receivable (Note 3)	8,686,811	13,781,810
Portfolio investments (Note 4)	140,908,262	140,908,262
Investment in government business enterprises (Note 12)	17,675,770	17,189,004
	<u>227,124,425</u>	<u>204,496,125</u>
Liabilities		
Accounts payable and accrued liabilities	8,196,654	6,921,568
Deferred revenue and advances (Note 5)	23,975,966	11,832,332
Due to subsidiary companies (Note 9)	1,245,314	779,506
Long term debt (Note 6)	68,794,773	80,353,475
	<u>102,212,707</u>	<u>99,886,881</u>
Net financial assets	<u>124,911,718</u>	<u>104,609,244</u>
Non-financial assets		
Tangible capital assets (Schedule 1)	53,049,641	52,951,007
Prepaid expenses and inventory of supplies	374,951	298,186
	<u>53,424,592</u>	<u>53,249,193</u>
Accumulated surplus (Note 8)	<u>\$178,336,310</u>	<u>\$ 157,858,437</u>
Funds held in trust with Government of Canada	<u>\$ 30,640</u>	<u>\$ 30,640</u>


On behalf of the Band Council:



Chief



Councilor

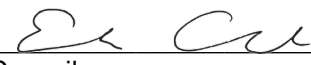

Councilor

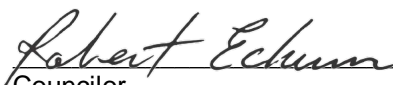

Councilor

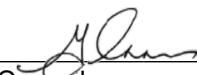

Councilor



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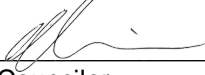

Councilor


Councilor


Councilor


Councilor


Councilor


Councilor

Moose Cree First Nation Consolidated Statement of Operations

For the year ended March 31	Budget (Note 15)	2022	2021
Revenue			
ISC		\$ 29,391,955	\$ 25,331,117
Canada Mortgage and Housing Corporation		911,904	841,860
Federal other		159,835	201,007
Province of Ontario		8,625,489	8,047,997
Ontario First Nation Limited Partnership		1,473,380	2,438,639
Rental		1,058,273	1,311,421
Lower Mattagami LP distributions		14,050,776	14,050,776
Local services		346,748	396,708
Ontario Power Generation		-	42,187
DeBeers		270,542	766,573
Detour Gold		7,700,000	7,951,958
Moose Cree Constructors Distributions		1,519,801	1,082,709
Other (Note 7)		6,688,605	4,176,829
Interest		143,314	122,884
		<u>\$ 53,608,133</u>	<u>66,762,665</u>
Expenses			
Administration and communications	606,332	465,490	675,061
Land and resources	704,720	69,010	917,980
Fire protection services and projects	684,784	458,795	417,759
Economic development	1,400,065	681,615	1,094,516
Major agreements	3,558,495	2,832,832	3,340,348
Health	5,294,769	3,509,096	3,933,813
Public works	3,846,141	2,443,181	1,802,507
Social assistance	5,741,715	6,212,650	5,976,920
Self generated allocations	9,101,218	4,824,025	1,333,976
Social housing and housing administration	2,314,607	1,478,143	1,040,625
Other	3,805,563	6,320,883	5,695,390
Capital	-	1,145,344	1,236,658
Ontario F.N. Limited Partnership allocations	-	2,707,706	1,418,528
Moose Cree Training and Employment Unit	355,396	936,362	871,381
EPR and arena	163,483	(96,365)	192,843
Moose Cree Education Authority	10,674,070	13,312,892	12,122,986
Language and cultural projects	231,236	(81,138)	(37,207)
Youth programming	358,641	(107,427)	10,095
Amisk-OO-Skow Finance Corporation	-	5,236,421	5,871,744
		<u>48,841,235</u>	<u>52,349,515</u>
Annual surplus before share in earnings of First Nation business enterprises	4,766,898	19,991,107	18,846,742
Share in earnings of First Nation business enterprises	-	486,766	1,451,192
Annual surplus	4,766,898	20,477,873	20,297,934
Accumulated surplus, beginning of year	157,858,437	157,858,437	137,560,503
Accumulated surplus, end of year	\$162,625,335	\$178,336,310	\$ 157,858,437

The accompanying notes are an integral part of these financial statements.

Moose Cree First Nation

Consolidated Statement of Change in Net Financial Assets

For the year ended March 31	Budget	2022	2021
Annual surplus before share in earnings of First Nation business enterprises	\$ 4,766,898	\$ 19,991,107	\$ 18,846,742
Acquisition and adjustments of tangible capital assets	-	(3,637,611)	(1,276,716)
Amortization of tangible capital assets	-	3,538,977	3,406,045
Share in earnings of government business enterprises	-	486,766	1,451,192
Prepaid expenses and inventory of supplies	-	(76,765)	(59,079)
Net change in financial assets	4,766,898	20,302,474	22,368,184
Net financial assets, beginning of year	104,609,244	104,609,244	82,241,060
Net financial assets, end of year	\$109,376,142	\$124,911,718	\$ 104,609,244

The accompanying notes are an integral part of these financial statements.

Moose Cree First Nation

Consolidated Statement of Cash Flows

For the year ended March 31	2022	2021
Operating transactions		
Annual surplus	\$ 20,477,873	\$ 20,297,934
Items not involving cash		
Share in gain of subsidiary operations	(486,766)	(1,451,192)
Amortization	3,538,977	3,406,045
	<u>23,530,084</u>	<u>22,252,787</u>
Changes in non-cash operating balances		
Accounts receivable	5,094,999	(5,569,581)
Prepaid expenses	(76,765)	(59,079)
Accounts payable and accrued liabilities	1,275,086	898,813
Due to government business enterprises	465,808	52,981
Deferred revenue	12,143,634	4,452,454
	<u>42,432,846</u>	<u>22,028,375</u>
Capital transactions		
Purchase of capital assets	(3,637,611)	(1,276,716)
Financing activities		
Principal payments on debt	(11,558,702)	(10,285,795)
Net change in cash and cash equivalents	27,236,533	10,465,864
Cash and cash equivalents, beginning of year	<u>32,617,049</u>	<u>22,151,185</u>
Cash and cash equivalents, end of year	<u>\$ 59,853,582</u>	<u>\$ 32,617,049</u>

Moose Cree First Nation

Notes to Consolidated Financial Statements

March 31, 2022

1. Summary of significant accounting policies

Accounting Principles	These consolidated financial statements of the Moose Cree First Nation have been prepared in accordance with Canadian public sector accounting standards prescribed for governments, as recommended by the Public Sector Accounting Board.												
Funds Held in Trust	Band funds held in trust with the Government of Canada arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada and are subject to audit by the Office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.												
Basis of Consolidation	<p>The Moose Cree First Nation consolidates the assets, liabilities and results of operations for the Moose Cree First Nation and all the related entities which are accountable to the First Nation.</p> <p>All controlled entities are fully consolidated on a line by line basis except for commercial enterprises which meet the definition of a government business enterprise, which are included in the consolidated financial statements on a modified equity basis. All inter-organizational balances have been eliminated upon consolidation.</p> <p>Organizations consolidated include:</p> <ul style="list-style-type: none">- Moose Cree Education Authority- Amisk-OO-Skow Finance Corporation- Moose Cree Training and Employment Unit Inc <p>Organizations accounted for on a modified equity basis include:</p> <ul style="list-style-type: none">- Moose Cree Group of Companies LP- Moose Cree Group GP Ltd- 1929319 Ontario Inc.- Moose Cree Constructors Inc.												
Tangible Capital Assets	<p>Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Tangible capital assets under construction and or development are not amortized until they are available to be put into service.</p> <p>Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:</p> <table><tr><td>Land improvements</td><td>10-30 years</td></tr><tr><td>Buildings</td><td>10-40 years</td></tr><tr><td>Machinery and equipment</td><td>4-10 years</td></tr><tr><td>Furnishings and fixtures</td><td>10-15 years</td></tr><tr><td>Vehicles</td><td>3-5 years</td></tr><tr><td>Infrastructure</td><td>10-100 years</td></tr></table>	Land improvements	10-30 years	Buildings	10-40 years	Machinery and equipment	4-10 years	Furnishings and fixtures	10-15 years	Vehicles	3-5 years	Infrastructure	10-100 years
Land improvements	10-30 years												
Buildings	10-40 years												
Machinery and equipment	4-10 years												
Furnishings and fixtures	10-15 years												
Vehicles	3-5 years												
Infrastructure	10-100 years												

Moose Cree First Nation

Notes to Consolidated Financial Statements

March 31, 2022

1. Summary of significant accounting policies (continued)

Portfolio Investments	All portfolio investments are recorded at cost. A write-down is recorded where there has been a loss that is other than a temporary decline.
Revenue Recognition	<p>Revenue is recognized in the period in which the transactions or events occurred that gave rise to the revenue. All revenue is recorded on an accrual basis.</p> <p>Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.</p> <p>Contributions, other than government transfers, are deferred when restrictions are placed on their use by the external contributor, and are recognized as revenue when used for the specific purpose.</p> <p>Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.</p>
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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates as additional information becomes available in the future.

2. Cash and short term deposits

	2022	2021
Cash	\$ 59,094,637	\$ 31,867,473
Short term deposits	758,945	749,576
	<u>\$ 59,853,582</u>	<u>\$ 32,617,049</u>

Cash is represented by deposits at financial institutions and cash amounts on hand at year end.

Short term deposits is represented by an investment in guaranteed investment certificates with a maturity date of June 9, 2022 and an interest rate of 1.25%.

All interest earned from the investments is recorded under the accrual method and is included in interest income.

3. Accounts receivable

The amount reflected in accounts receivable at March 31, 2022 is net of an allowance for doubtful accounts of \$5,981,808 (2021 - \$6,057,532).

Moose Cree First Nation

Notes to Consolidated Financial Statements

March 31, 2022

4. Portfolio investments

	2022	2021
Investment in Lower Mattagami Limited Partnership (LMLP)	\$140,908,261	\$140,908,261
Kimesskanemenow Limited Partnership	1	1
	\$140,908,262	\$ 140,908,262

The First Nation's subsidiary, Amisk-OO-Skow Finance Corporation, purchased 25% of the limited partnership units in the Lower Mattagami Energy Limited Partnership (LMLP), which represents an investment in 6 hydro-electric generating stations.

The First Nation has a 25% share ownership in Kimesskanemenow Limited Partnership, a partnership controlled by several First Nations whose primary business activity is the annual construction and maintenance of a winter road.

5. Deferred revenue and advances

Deferred revenue consists of the following:

	2022	2021
ISC - Moose Cree Education Authority	\$ 10,373,179	\$ 9,037,740
Health Canada - MCEA	36,293	-
Provincial Funding - MCEA	102,874	94,716
Other Government funding - MCEA	104,056	95,665
Moose Cree Training and Employment Unit	1,270,911	741,929
ISC - Moose Cree First Nation	12,088,653	1,862,282
	\$ 23,975,966	\$ 11,832,332

6. Long term debt

	2022	2021
Mortgages payable - receiving home, in blended monthly payments of \$656, including interest at a rate of 5.21%, due May, 2023	\$ 29,375	\$ 35,543
Mortgages payable - housing initiative #1, in blended monthly payments of \$18,423, including interest at a rate of 3.20%, due February, 2025	1,407,323	1,583,255
Mortgages payable - housing initiative #2, in blended monthly payments of \$18,021, including interest at a rate of 2.45%, due January, 2025	2,323,204	2,577,093

Moose Cree First Nation
Notes to Consolidated Financial Statements

March 31, 2022

6. Long term debt (continued)

	2022	2021
NOHFC loan payable, monthly payments of \$1,389 maturing February 2030, interest free	141,654	158,322
Social Housing Mortgages payable in blended monthly payments ranging from \$2,393 to \$10,471, including interest at various rates from 0.32% to 2.49%, due on various dates from 2020 to 2044	11,837,761	12,778,324
Scotiabank Assisted Living Facility mortgage, payable at \$38,333 monthly, including interest at prime plus 1.5%, due June 2023	9,771,035	11,036,351
London Life Insurance Company loan, payable at \$920,000 monthly, including interest at 4.258%, secured by investment in the Lower Mattagami Limited Partnership, due July 2026	43,657,919	52,641,098
Deferred financing fees related to loans	(373,498)	(456,511)
	\$ 68,794,773	\$ 80,353,475

Principal payments required on long term debt for the next five years and thereafter assuming similar refinancing terms is due as follows:

Year	Amount
2023	\$ 10,638,095
2024	11,053,359
2025	11,398,061
2026	11,810,516
2027	4,353,354
Thereafter	19,914,886
Deferred financing fees related to loans	<u>(373,498)</u>
	\$ 68,794,773

Interest expense on long term debt totalled \$2,350,711 for 2022 (2021 - \$2,747,263).

Moose Cree First Nation
Notes to Consolidated Financial Statements

March 31, 2022

7. Other revenues listing

The following is a listing of other revenues:

	2022	2021
User fees	\$ 49,801	\$ 42,000
Mushkegowuk Council	1,929,389	-
Payukotayno	60,841	55,667
Niobay Metals	93,900	(701)
Weeneebayko Area Health Authority	130,729	81,122
ATM Commissions	2,077	172
MNDM	47,104	11,824
NAN	785,334	641,186
DeBeers	-	15,708
Sales - Boats	156,110	-
Sales - Helicopter Service	6,632	203
Nishnawbe Aski Police Service	159,396	-
Aramark Canada Ltd	149,500	-
Donations	17,691	-
Moose Cree Training and Employment Unit	137,814	320,307
Other	2,374,829	2,456,501
Other - MCEA	587,458	552,840
	\$ 6,688,605	\$ 4,176,829

Moose Cree First Nation

Notes to Consolidated Financial Statements

March 31, 2022

8. Accumulated surplus

Allocation of annual surplus:

	2022	2021
Equity in tangible capital assets	\$ 2,757,170	\$ (370,027)
Reserve and reserve funds	9,560,834	11,880,214
Equity in government business enterprises	486,766	1,451,192
General surplus in Amisk-OO-Skow Finance Corporation	8,814,355	8,179,119
General surplus/deficit Moose Cree Education Authority	506,266	258,759
General surplus/deficit Moose Cree First Nation	(1,647,518)	(1,101,323)
	\$ 20,477,873	\$ 20,297,934

	2022	2021
Reserves set aside for specific purposes by the First Nation		
Fire service	\$ 64,854	\$ 64,854
Water plant	32,537	32,537
Housing	1,366,167	1,366,167
Program reserves	20,131,763	9,371,756
Casino Rama	5,824,630	7,023,803
Self generated revenue fund - invested in LMLP	50,000,000	50,000,000
Moose Cree Education Authority	3,072,329	3,072,329
Reserves	80,492,280	70,931,446
Equity in tangible capital assets	27,539,289	24,782,119
General surplus/deficit	1,256,437	2,397,689
Equity in government business enterprises	17,675,769	17,189,003
Equity in Amisk-OO-Skow Finance Corporation	51,372,535	42,558,180
	\$178,336,310	\$ 157,858,437

9. Related party transactions

- (i) Related party transactions are measured at the exchange amount, which is the amount of consideration established and agreed by the related parties.

Moose Cree First Nation

Notes to Consolidated Financial Statements

March 31, 2022

9. Related party transactions (continued)

The particulars of transactions with and balances owing to or from government business enterprises are as follows:

	<u>2022</u>	<u>2021</u>
Balance, end of year		
Due to (from) Moose Cree Education Authority	\$ 20,732	\$ 60,983
Due to (from) Amisk-OO-Skow Finance Corporation	(103,030)	(86,172)
Due to (from) Moose Cree Constructors Inc	3,977	3,977
Due to (from) Moose Cree Group of Companies LP	1,169,420	960,884
Due to (from) Moose Cree Employment Training Unit	344,391	30,010
Due to (from) Kimesskanemenow Limited Partnership	(190,176)	(190,176)
	<u>\$ 1,245,314</u>	<u>\$ 779,506</u>

Transactions during the year by Moose Cree First Nation

Rental expense with Complex RE Limited Partnership \$ 567,623 \$ 565,439

The First Nation received distributions from its wholly owned subsidiary company Moose Cree Constructors of \$1,082,709 (2021 - \$1,082,709) for use in community based projects of the First Nation.

10. Contingency liabilities

- (i) The First Nation has guaranteed bank loans of government business enterprises in the original amount of \$1,295,619.
- (ii) The First Nation has been named as a defendant in legal action related to its contract with Ontario Power Generation. The outcome of this action is not determinable and accordingly, no amounts have been reflected in the accounts of the First Nation for this matter.
- (iii) The First Nation has been named as a defendant in legal action by a former employee. The outcome of this action is not determinable and accordingly, no amounts have been rereflected in the accounts of the First Nation for this matter.
- (iii) The First Nation has been named as a plaintiff in legal action against the NorthWest Company related to a fire that affected a building leased by the First Nation. The outcome of this action is not determinable and accordingly, no amounts have been reflected in the accounts of the First Nation for this matter.

11. Comparative figures

Certain comparative figures have been reclassified to conform with the financial presentation adopted in the current year.

Moose Cree First Nation

Notes to Consolidated Financial Statements

March 31, 2022

12. Investment in government business enterprises

The, 1929319 Ontario Inc., Moose Cree Constructors Inc, Moose Cree Group of Companies LP and Moose Cree Group GP Ltd are owned and controlled by the First Nation. As these corporations are business enterprises of the First Nation, they are accounted for on a modified equity basis in these financial statements.

(a) The following table provides condensed supplementary financial information for the year ending March 31, 2022:

	Moose Cree Constructors	1929319 Ontario i	Moose Cree Group of Companies LP	Moose Cree Group GP Ltd	2022 Total	2021 Total
Financial position						
Current assets	\$ 1,488,623	\$ -	\$ 10,304,000	\$ 496	\$ 11,793,119	\$ 10,869,526
Capital assets	-	-	23,047,000	-	23,047,000	20,611,000
Other assets	-	1,998	321,000	20	323,018	410,018
Total assets	1,488,623	1,998	33,672,000	516	35,163,137	31,890,544
Current liabilities	18,947	-	5,488,000	4,420	5,511,367	8,665,540
Deferred capital contributions	-	-	12,124,000	-	12,124,000	6,060,000
Other	-	-	(148,000)	-	(148,000)	(24,000)
Total liabilities	18,947	-	17,464,000	4,420	17,487,367	14,701,540
Net assets (liabilities)	\$ 1,469,676	\$ 1,998	\$ 16,208,000	\$ (3,904)	\$ 17,675,770	\$ 17,189,004
Results of operations						
Revenue	\$ 1,067,609	\$ -	\$ 33,940,000	\$ 94	\$ 35,007,703	\$ 31,047,440
Operating expenses	(1,523,437)	-	(33,121,000)	(500)	(34,644,937)	(29,620,248)
Other	-	-	124,000	-	124,000	24,000
Net earnings (loss)	\$ (455,828)	\$ -	\$ 943,000	\$ (406)	\$ 486,766	\$ 1,451,192

(b) The investment at March 31, 2022 consists of the following:

	Moose Cree Constructors	1929319 Ontario Inc	Moose Cree Group of Companies LP	Moose Cree Group GP Ltd	2022 Total	2021 Total
Balance, beginning of year	\$ 1,925,504	\$ 1,998	\$ 15,265,000	\$ (3,498)	\$ 17,189,004	\$ 15,737,812
First Nation's share of earnings (loss)	(455,828)	-	943,000	(406)	486,766	1,451,192
Balance, end of year	\$ 1,469,676	\$ 1,998	\$ 16,208,000	\$ (3,904)	\$ 17,675,770	\$ 17,189,004

Moose Cree First Nation

Notes to Consolidated Financial Statements

March 31, 2022

13. Segmented information

The Moose Cree First Nation is a diversified government institution that provides a wide range of services to its members, including education, infrastructure maintenance, medical and other health services, administration, capital, enterprises and other services. 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.

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, are as follows:

Social assistance

The social assistance department is responsible for administering assistance payments as well as providing services directed towards members.

Administration

The administration 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.

Infrastructure maintenance

The infrastructure department provides public services that contribute to community development and sustainability through the provision of operating services such as roads, water and sanitation, fire protection, electrical and community buildings.

Education

The education department provides services to elementary and secondary students primarily by entering into service contracts with provincially funded area school boards, as well as native language study. In addition, the department pays tuition costs and provides living and other allowances to students who are attending post-secondary institutions.

Medical and other health services

The community wellness department provides a diverse bundle of services directed towards the well-being of members including such activities as long term care, medical transportation, pre-natal and early childhood care, nursing, health representation, traditional healing, family violence prevention and many other smaller programs designed to enhance the health of members.

Housing

This department is responsible for all housing activities occurring in the First Nation during the year, excluding any housing capital such as construction.

Economic development

Activities conducted by the First Nation with the objective of promoting employment training.

Other services

The First Nation provides a wide array of other services, including youth employment projects, library, economic development, housing activities, forestry and others.

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 consolidated financial statements as disclosed in the summary of significant accounting policies. For additional information see the Consolidated Schedule of Segment Disclosure (Schedule 2).

Moose Cree First Nation
Notes to Consolidated Financial Statements

March 31, 2022

14. Budget

The budget adopted by the First Nation was not prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards). The budget was prepared on a modified accrual basis while Public Sector Accounting Standards now require a full accrual basis. The budget figures anticipated use of reserves and/or surpluses accumulated in previous years to reduce current year expenditures. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the statements of operations and change in net financial assets represent the budget adopted by the First Nation with adjustments as follows:

Budget surplus for the year	\$ 2,586,441
Add:	
Principal portion of long term debt	11,558,702
Less:	
Amortization	<u>(3,538,977)</u>
Budget surplus per statement of operations	<u>\$ 10,606,166</u>

Moose Cree First Nation
Schedule 1 - Consolidated Tangible Capital Assets

For the year ended March 31, 2022

	Leasehold Improve- ments	Buildings	Machinery and Equipment	Vehicles	Furnishings and Fixtures	Infra- structure	Construction in Progress	Total
Cost, beginning of year	\$ 484,022	\$ 82,445,995	\$ 4,432,375	\$ 3,088,072	\$ 301,984	\$ 17,085,237	\$ 170,507	\$108,008,192
Additions	-	603,901	782,689	407,133	-	340,338	1,503,550	3,637,611
Cost, end of year	484,022	83,049,896	5,215,064	3,495,205	301,984	17,425,575	1,674,057	111,645,803
Accumulated amortization, beginning and end of year	484,022	38,703,412	3,020,998	2,416,718	191,448	10,240,587	-	55,057,185
Amortization	-	2,374,718	390,367	362,337	14,556	396,999	-	3,538,977
Accumulated amortization, end of year	484,022	41,078,130	3,411,365	2,779,055	206,004	10,637,586	-	58,596,162
Net carrying amount, end of year	\$ -	\$ 41,971,766	\$ 1,803,699	\$ 716,150	\$ 95,980	\$ 6,787,989	\$ 1,674,057	\$ 53,049,641

The net book value of tangible capital assets not being amortized because they are under construction/development or have been removed from service is \$1,674,057 (2021 - \$170,507).

The accompanying notes are an integral part of these financial statements.

Moose Cree First Nation
Schedule 1 - Consolidated Tangible Capital Assets (continued)

For the year ended March 31, 2021 (comparative figures)

	Leasehold Improve- ments	Buildings	Machinery and Equipment	Vehicles	Furnishings and Fixtures	Infra- structure	Construction in Progress	Total
Cost, beginning of year	\$ 484,022	\$ 82,389,758	\$ 3,533,540	\$ 2,804,788	\$ 301,984	\$ 17,046,877	\$ 170,507	\$106,731,476
Additions	-	56,237	898,835	283,284	-	38,360	-	1,276,716
Cost, end of year	484,022	82,445,995	4,432,375	3,088,072	301,984	17,085,237	170,507	108,008,192
Accumulated amortization, beginning of year	470,302	36,308,375	2,718,895	2,128,452	171,741	9,853,375	-	51,651,140
Amortization	13,720	2,395,037	302,103	288,266	19,707	387,212	-	3,406,045
Accumulated amortization, end of year	484,022	38,703,412	3,020,998	2,416,718	191,448	10,240,587	-	55,057,185
Net carrying amount, end of year	\$ -	\$ 43,742,583	\$ 1,411,377	\$ 671,354	\$ 110,536	\$ 6,844,650	\$ 170,507	\$ 52,951,007

The net book value of tangible capital assets not being amortized because they are under construction (or development or have been removed from service) is \$170,507 (2020 - \$170,507).

Moose Cree First Nation
Schedule 2 - Consolidated Segment Disclosure

For the year ended March 31, 2022

	Social Assistance	Admin- istration	Maintenance	Education	Medical	Housing	Economic Development	Other	Consolidated Total
Revenue									
ISC	\$ 1,882,396	\$ 1,400,883	\$ 1,990,060	\$ 12,074,847	\$ 2,990,848	\$ -	\$ 321,721	\$ 8,731,200	\$ 29,391,955
Canada	-	-	-	-	-	911,904	-	159,835	1,071,739
Ontario	5,414,560	-	-	833,848	1,378,455	-	-	998,626	8,625,489
Other Indigenous organizations	-	-	-	-	-	-	-	14,131,898	14,131,898
OFNLP	-	-	-	-	-	-	-	1,473,380	1,473,380
Interest and other revenue	3,000	103,567	529,280	587,458	957,317	1,229,549	414,175	12,763,542	16,587,888
User fees, rental income, sales and fund raising	-	-	-	-	-	1,002,468	1,611	54,194	1,058,273
	7,299,956	1,504,450	2,519,340	13,496,153	5,326,620	3,143,921	737,507	38,312,675	72,340,622
Expenses									
Amortization	-	109,599	365,115	443,370	95,571	1,125,385	152,488	1,252,305	3,543,833
Salaries, wages and benefits	554,443	1,691,040	608,895	-	2,599,937	523,609	515,137	6,187,230	12,680,291
Materials and supplies	3,497	478,780	229,390	-	497,686	6,267	310,345	1,466,932	2,992,897
Professional services	-	313,325	569,367	-	383,086	84,472	109,658	3,469,824	4,929,732
Tuition	-	-	-	4,328,861	-	-	-	-	4,328,861
Interest expenses on LTD	-	-	-	-	-	137,318	-	2,303,421	2,440,739
Transfers between segments	90,092	(2,596,927)	402,413	(594,940)	(576,155)	(1,034,721)	(361,758)	6,352,404	1,680,408
Travel and training	3,525	61,329	-	113,834	28,079	-	23,578	1,066,010	1,296,355
Other	5,562,828	408,344	268,001	9,021,767	480,892	634,078	(67,833)	2,148,322	18,456,399
	6,214,385	465,490	2,443,181	13,312,892	3,509,096	1,476,408	681,615	24,246,448	52,349,515
Excess (deficiency) of revenue over expenses	\$ 1,085,571	\$ 1,038,960	\$ 76,159	\$ 183,261	\$ 1,817,524	\$ 1,667,513	\$ 55,892	\$ 14,066,227	\$ 19,991,107

The accompanying notes are an integral part of these financial statements.

Moose Cree First Nation
Schedule 2 - Consolidated Segment Disclosure (continued)

For the year ended March 31, 2021 (comparative figures)

	Social Assistance	Admin- istration	Maintenance	Education	Medical	Housing	Economic Development	Other	Consolidated Total
Revenue									
ISC	\$ 1,483,254	\$ 928,551	\$ 1,215,566	\$ 10,819,678	\$ 3,000,462	\$ -	\$ 380,788	\$ 7,502,818	\$ 25,331,117
Canada	-	-	-	-	-	841,860	-	201,007	1,042,867
Ontario	5,520,679	-	-	757,613	1,445,868	-	-	323,837	8,047,997
Other Aboriginal organizations	-	-	-	-	-	-	-	14,131,898	14,131,898
OFNLP	-	-	-	-	-	-	-	2,438,639	2,438,639
Interest and other revenue	900	84,852	509,294	552,840	784,623	1,163,037	478,188	11,722,655	15,296,389
User fees, rental income, sales and fund raising	-	-	-	-	-	1,260,561	-	50,860	1,311,421
	7,004,833	1,013,403	1,724,860	12,130,131	5,230,953	3,265,458	858,976	36,371,714	67,600,328
Deferred revenue, beginning of year	-	-	-	-	1,174,949	-	-	-	1,174,949
Deferred revenue, end of year	-	-	-	-	(1,862,282)	-	-	(150,330)	(2,012,612)
	7,004,833	1,013,403	1,724,860	12,130,131	4,543,620	3,265,458	858,976	36,221,384	66,762,665
Expenses									
Amortization	-	116,772	357,705	430,374	97,403	203,669	142,434	1,132,192	2,480,549
Salaries, wages and benefits	356,451	1,505,939	475,045	-	2,448,602	454,807	492,829	5,038,042	10,771,715
Materials and supplies	14,499	355,738	160,116	-	692,482	10,856	277,096	1,247,258	2,758,045
Professional services	-	318,015	771,312	-	396,826	25,445	60,151	2,967,424	4,539,173
Tuition	-	-	-	4,826,435	-	-	-	-	4,826,435
Interest expense on LTD	-	-	-	-	-	282,327	-	2,686,744	2,969,071
Transfers between segments	86,260	(2,115,296)	(257,144)	(606,087)	(279,253)	(596,442)	(160,407)	4,921,738	993,369
Travel and training	3,300	13,285	-	120,500	12,710	-	29,244	931,167	1,110,206
Other	5,516,410	480,608	295,473	7,351,764	565,043	659,963	253,169	2,344,930	17,467,360
	5,976,920	675,061	1,802,507	12,122,986	3,933,813	1,040,625	1,094,516	21,269,495	47,915,923
Excess (deficiency) of revenue over expenses	\$ 1,027,913	\$ 338,342	\$ (77,647)	\$ 7,145	\$ 609,807	\$ 2,224,833	\$ (235,540)	\$ 14,951,889	\$ 18,846,742

The accompanying notes are an integral part of these financial statements.

Moose Cree First Nation Reconciliation of Funding

For the year ended March 31,	2022	2021
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ISC

Revenue per financial statements	\$ 29,391,955	\$ 25,331,117
Revenue per confirmation	<u>41,607,614</u>	<u>30,983,721</u>
	<u>(12,215,659)</u>	<u>(5,652,604)</u>

Difference represented by

ISC - Moose Cree Education Authority approved deferrals	1,335,439	4,529,441
Education funding adjustments	653,849	435,830
ISC - Moose Cree First Nation opening and ending deferrals	<u>10,226,371</u>	<u>687,333</u>
	<u>12,215,659</u>	<u>5,652,604</u>
	\$ -	\$ -

The accompanying notes are an integral part of these financial statements.

Moose Cree First Nation
Schedule 3 - Treat Land Entitlement
Statement of Revenue and Expenses

For the year ended March 31, 2022

Revenue

ISC - TLE	\$ -
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Expenses

Honoraria and related travel	54,854
Honorariums	75
Inter-program transfer	5,000
Professional fees	92,933
Travel and meetings	1,044

153,906

Deficiency of revenue over expenses for funding purposes	\$ (153,906)
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