

Consolidated Financial Statements of

Wiikwemkoong Unceded Territory

Year ended March 31, 2023

Wiikwemkoong Unceded Territory

**CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2023**

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

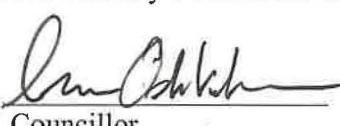
The accompanying consolidated financial statements of the **Wiikwemkoong Unceded Territory** are the responsibility of management and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in Note 2 to these consolidated financial statements. The preparation of the consolidated financial statements necessarily involves the use of estimates based on management's judgement, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

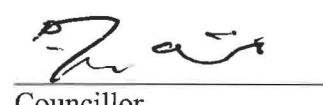
The Wiikwemkoong Unceded Territory's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

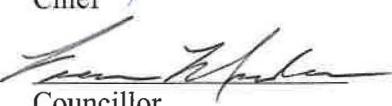
The Chief and Council meets with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

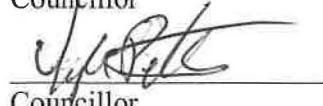
The consolidated financial statements have been audited by Freelandt Caldwell Reilly LLP, independent external auditors appointed by the Wiikwemkoong Unceded Territory. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Wiikwemkoong Unceded Territory's consolidated financial statements.

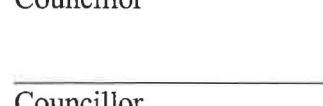

Chief

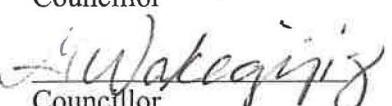

Councillor

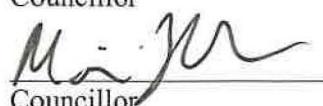

Councillor

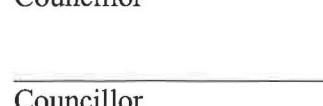

Councillor

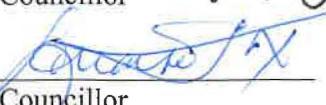

Councillor

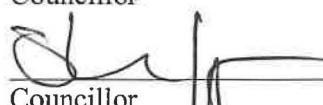

Councillor


Councillor


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Councillor


Councillor



INDEPENDENT AUDITORS' REPORT

To: Chief and Council of
Wiikwemkoong Unceded Territory

Opinion

We have audited the accompanying consolidated financial statements of the **Wiikwemkoong Unceded Territory**, which comprise the consolidated statement of financial position as at **March 31, 2023**, and the consolidated statements of operations, accumulated surplus, change in net assets (debt), and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Wiikwemkoong Unceded Territory as at March 31, 2023 and the results of its operations and its 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 entity 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 or 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.

INDEPENDENT AUDITORS' REPORT, continued

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 scepticism 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 entity 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.

INDEPENDENT AUDITORS' REPORT, continued

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.

Freelandt Caldwell Reilly LLP

FREELANDT CALDWELL REILLY LLP

Chartered Professional Accountants

Licensed Public Accountants

Sudbury, Canada

November 2, 2023

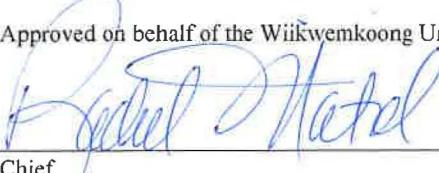
WIJKWEMKOONG UNCEDED TERRITORY

Consolidated Statement of Financial Position

March 31, 2023, with comparative figures for 2022

	2023	2022
Financial assets		
Cash	\$ 21,747,094	\$ 21,032,427
Restricted cash (note 3)	4,612,788	4,480,833
Short-term investments (note 4)	41,864,894	26,792,050
Restricted funds held in trust in Ottawa (note 5)	17,835	11,028
Resident funds held in trust - Nursing Home residents (note 6)	234,922	237,700
Accounts receivable (note 7 a)	11,011,614	9,019,998
Due from Indigenous Services Canada (note 7 b)	2,096,142	4,932,647
Note receivable (note 8)	481,968	453,782
Economic development loans receivable (note 9)	35,247	56,352
Mortgages receivable (note 10)	2,544,207	2,811,801
Investment in and advances to Your Dollar Store with More (note 11)	74,955	109,390
Other investments (notes 12, 13, and 14)	1,663,022	1,303,022
Total financial assets	86,384,688	71,241,030
Financial liabilities		
Accounts payable and accrued liabilities	10,378,047	12,380,047
Resident funds held in trust - Nursing Home residents (note 6)	234,922	237,700
Deferred contributions (note 16)	42,264,940	27,669,520
Promissory note payable to Indigenous Services Canada (note 17)	2,804,385	2,804,385
Payable to Ontario Ministry of Long-Term Care (note 18)	2,429,074	1,868,667
Long-term debt (note 19)	25,734,913	27,764,349
Total financial liabilities	83,846,281	72,724,668
Net assets (debt)	2,538,407	(1,483,638)
Non-financial assets (note 20)		
Tangible capital assets (note 23)	75,449,520	71,675,309
Prepaid expenses	1,086,110	1,258,429
Total non-financial assets	76,535,630	72,933,738
Accumulated surplus (note 21)	\$ 79,074,037	\$ 71,450,100
Contingent liabilities (note 22)		

Approved on behalf of the Wiikwemkoong Unceded Territory Council:


Chief

WIJKWEMKOONG UNCEDED TERRITORY

Consolidated Statement of Operations

March 31, 2023, with comparative figures for 2022

	2023	2022
Revenues:		
Indigenous Services Canada (note 24)		
Block contribution funding	\$ 30,782,779	\$ 29,334,644
Fixed contribution funding	13,668,236	20,417,116
Flexible contribution funding	15,907,487	4,359,831
Set contribution funding	601,288	1,668,455
<u>Total Indigenous Services Canada</u>	<u>60,959,790</u>	<u>55,780,046</u>
Other revenues	54,638,225	45,885,848
Deferred contributions, beginning of year (note 16)	27,669,520	17,510,171
Deferred contributions, end of year (note 16)	(42,264,940)	(27,669,520)
<u>Funding repaid or repayable to funders</u>	<u>(985,007)</u>	<u>(641,501)</u>
<u>Total revenues</u>	<u>100,017,588</u>	<u>90,865,044</u>
Expenditures:		
Band Government	6,851,870	4,108,851
Social Assistance and Income Support	7,947,801	7,933,286
Social Development and Health Services	24,118,515	20,095,001
Community Operations and Maintenance	13,020,752	11,563,494
Employment Development	1,317,132	480,674
Housing and Other Projects	1,458,992	1,897,514
Other Programs	253,967	269,076
Wiikwemkoong Board of Education operations	23,216,833	22,643,767
Wikwemikong Development Commission operations	4,002,023	3,455,666
Social Housing Rentals	5,087,176	4,329,892
First Nation Enterprise Initiatives including Government Business Enterprises	4,075,907	3,064,986
Capital Projects and Major Repairs	918,824	2,329,328
<u>Ontario First Nations Limited Partnership Distributions</u>	<u>123,859</u>	<u>123,951</u>
<u>Total expenditures (note 25)</u>	<u>92,393,651</u>	<u>82,295,486</u>
Excess of revenues over expenditures for the year	\$ 7,623,937	\$ 8,569,558

Budget information (note 27)

WIJKWEMKOONG UNCEDED TERRITORY

Consolidated Statement of Accumulated Surplus

March 31, 2023, with comparative figures for 2022

	2023	2022
Accumulated surplus, beginning of year	\$ 71,450,100	\$ 62,880,542
Excess of revenues over expenditures for the year	7,623,937	8,569,558
Accumulated surplus, end of year	\$ 79,074,037	\$ 71,450,100

Budget information (note 27)

WIJKWEMKOONG UNCEDED TERRITORY
 Consolidated Statement of Change in Net Assets (Debt)

March 31, 2023, with comparative figures for 2022

	2023	2022
Excess of revenues over expenditures for the year	\$ 7,623,937	\$ 8,569,558
Amortization of tangible capital assets	5,036,885	4,608,876
Acquisition of tangible capital assets	(8,879,418)	(5,466,981)
Losses on disposals and write-downs of tangible capital assets	68,322	1,975,811
Change in prepaid expenses	172,319	(490,401)
Change in net assets (debt) for the year	4,022,045	9,196,863
Net debt, beginning of year	(1,483,638)	(10,680,501)
Net assets (debt), end of year	\$ 2,538,407	\$ (1,483,638)

Budget information (note 27)

WIJKWEMKOONG UNCEDED TERRITORY

Consolidated Statement of Cash Flows

March 31, 2023, with comparative figures for 2022

	2023	2022
Cash flows from operating activities:		
Excess of revenues over expenditures for the year	\$ 7,623,937	8,569,558
Items not involving cash:		
Losses on disposals and write-downs of tangible capital assets	68,322	1,975,811
Loss (gain) on investment in Your Dollar Store with More	33,552	11,203
U.C.C.M. Building Material Supply Limited Partnership gain in investment	(360,000)	(403,935)
Amortization of tangible capital assets	5,036,885	4,608,876
	12,402,696	14,761,514
Change in non-cash items relating to operations:		
Accounts receivable and Due from Indigenous Services Canada	844,889	(4,935,482)
Prepaid expenses	172,319	(490,401)
Accounts payable and accrued liabilities	(2,002,000)	3,621,447
Payable to Ontario Ministry of Long-Term Care	560,407	235,154
Deferred contributions	14,595,420	10,138,350
	26,573,731	23,330,582
Cash flows from (for) capital activities:		
Cash used to acquire tangible capital assets	(8,879,418)	(5,466,981)
Cash flows from (for) financing activities:		
Promissory note payable to Indigenous Services Canada	-	66,358
Proceeds of long-term debt	313,109	753,023
Principal repayments of long-term debt	(2,342,545)	(2,445,031)
	(2,029,436)	(1,625,650)
Cash flows from (for) investing activities:		
Net recovery of (investment in) economic development loans receivable	21,105	(15,304)
Net receipts (advances) on mortgages receivable	267,594	(335,642)
Recovery of investment in and advances to Your Dollar Store With More (net funds invested)	883	2,729
Note receivable	(28,186)	(17,472)
Net transfers from (to) restricted cash accounts	(131,955)	(24,496)
Funds received from restricted funds held in trust in Ottawa (reinvested funds)	(6,807)	142,637
Redemption of (investment in) short-term investments	(15,072,844)	(4,680,117)
	(14,950,210)	(4,927,665)
Net change in cash for the year	714,667	11,310,286
Cash, beginning of year	21,032,427	9,722,141
Cash, end of year	\$ 21,747,094	\$ 21,032,427

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

1. Nature of operations:

The Wiikwemkoong Unceded Territory is a First Nation located at the eastern end of Manitoulin Island in the Province of Ontario. The First Nation, under the direction of its Chief and Council and management, operate various programs for the benefit of its members, including municipal services, health services, economic development, housing, education and other services. The Wiikwemkoong Unceded Territory is a not-for-profit entity and is not taxable under the Canadian Income Tax Act.

2. Basis of presentation and significant accounting policies:

These consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards for local government entities established by the Public Sector Accounting Board (“PSAB”) of the Chartered Professional Accountants of Canada. The significant accounting policies are summarized as follows:

(a) Reporting entity and basis of consolidation:

These consolidated financial statements include the assets, liabilities, accumulated surplus, revenues and expenditures of the First Nation government functions that have been determined to be accountable to the Wiikwemkoong Unceded Territory, (“the First Nation”) and are either owned or under the control of the First Nation through its’ Chief and Council. They include the Wiikwemkoong Board of Education, Wikwemikong Development Commission, the Wikwemikong Tribal Police Service, the Wikwemikong Nursing Home, the Wikwemikong Property Management Company Limited (operating as Rainbow Ridge Golf Course) and FirstTEL Communications Corporation.

The following entities have been accounted for in these consolidated financial statements using the modified equity method: 2404383 Ontario Ltd. (operating as Your Dollar Store With More), Great Lakes Hospitality Group Limited Partnership, N’Swakamok Forestry Corporation, 2228293 Ontario Limited and U.C.C.M Building Supply Limited Partnership.

All inter-entity balances and transactions have been eliminated on consolidation.

Other investments in non-controlled entities are recorded at the lower of cost and net realizable value.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

2. Basis of presentation and significant accounting policies, continued:

(b) Basis of accounting:

Revenues and expenditures are reported using the accrual basis of accounting. Revenues are recognized as they are earned and measurable. Expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(c) Cash:

Cash and cash equivalents consist of unrestricted cash on hand and balances held by major financial institutions.

(d) Short-term investments:

Short-term investments are recorded at the lower of cost and fair market value. The investments are held for short-term unspecified purposes and are generally comprised of monthly interest paying investment accounts, term deposits and guaranteed investment certificates with major financial institutions, and have maturities within one year.

(e) Tangible capital assets:

Tangible capital assets are recorded at cost. The First Nation provides for amortization using the straight-line method designed to amortize the cost, less any residual value, of the tangible capital asset over the estimated useful life of the asset. The annual amortization rates are as follows:

Asset	Basis	Rate
Buildings and building additions	straight-line	10 - 40 years
Water and electrical systems	straight-line	10 & 50 years
Roads	straight-line	10 - 40 years
Vehicles	straight-line	3 - 10 years
Furniture, equipment and other	straight-line	1 - 10 years
Computer hardware and software	straight-line	2 - 5 years
Infrastructure projects	straight-line	10 years

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

2. Basis of presentation and significant accounting policies, continued:

(f) Financial instruments:

Measurement of financial instruments

The First Nation initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The First Nation subsequently measures its financial assets and financial liabilities at amortized cost, except for investments in equity securities that are quoted in an active market, which are subsequently measured at fair value. Changes in fair value are recognized in the consolidated statement of operations in the period they occur.

Financial assets measured at amortized cost include cash, restricted cash, short-term investments, restricted funds held in trust in Ottawa, resident funds held in trust (Nursing Home residents), accounts receivable, due from Indigenous Services Canada, note receivable, economic development loans receivable, and mortgages receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, resident funds held in trust (Nursing Home residents), promissory note payable to Indigenous Services Canada, payable to Ontario Ministry of Health and Long-term Care, and long-term debt.

Impairment

Financial assets measured at other than fair value are tested for impairment at each financial statement date. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recognized in the consolidated statement of operations.

When events occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in the consolidated statement of operations, in the period it is identified and measurable, up to the amount of the previously recognized impairment.

For the fiscal period ended March 31, 2022, The First Nation had tested two Micro Automated Gasification System (MAGS) units for impairment and recognized an impairment loss of \$1,955,106 on the consolidated statement of operations, no such impairment existed for the fiscal period ended March 31, 2023.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

2. Basis of presentation and significant accounting policies, continued:

(g) Revenue recognition and deferred contributions:

Revenue from government grants and contributions are recognized in the period that the events giving rise to the government transfer have occurred as long as the transfer is authorized, the eligibility criteria, if any, have been met, and the amount can reasonably be estimated. Funding received under the funding arrangements, which relates to a subsequent fiscal period and the unexpended portions of contributions received for specific purposes are reflected as deferred contributions in the year of receipt and are recognized as revenue in the period in which all the recognition criteria have been met. Other revenues including certain user fees, rents and interest are recorded on the accrual basis when earned and the amounts can be reasonably estimated, and collection is reasonably assured.

(h) Retirement and Post-Employment Benefits:

The First Nation provides retirement and post-employment benefits to certain employee groups. These benefits include pension, health and dental benefits. The First Nation has adopted the following policies with respect to accounting for these employee benefits:

- i) The liability for post-employment benefits is determined using management's best estimate of health care costs, employee turnover rates and discount rates. Adjustments to these costs arising from plan amendments and changes in estimates are accounted for in the period of the amendment or change.
- ii) The expense related to the multi-employer defined benefit pension plan is the employer's contributions to the plan in the year.
- iii) The discount rate used in the determination of post-employment benefits is equal to the First Nation's internal rate of borrowing.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

(i) Asset retirement obligations:

Effective April 1, 2022, the First Nation adopted the requirements of the CPA Canada Public Sector Accounting Handbook section 3280 – Asset Retirement Obligations. This section establishes standards on how to recognize, measure and report a liability associated with future obligations required to retire certain tangible capital assets at the end of their useful lives. These are the First Nation's first financial statements prepared after the adoption of this new accounting standard and it has been applied retrospectively.

The adoption of section 3280 – Asset Retirement Obligations has had no impact on the assets, liabilities and net assets of the First Nation, and accordingly, no adjustments have been recorded in the consolidated statements of financial position, operations, accumulated surplus, change in net assets (debt) and cash flows presented in these consolidated financial statements for comparative purposes.

(j) Use of estimates:

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities at the date of the consolidated financial statements and reported amounts of certain revenues and expenditures during the reporting period. By their nature, these estimates are subject to measurement uncertainty. The effect of changes in such estimates on the consolidated financial statements in future periods could be significant. Accounts specifically affected by estimates in these consolidated financial statements are certain accounts receivable, allowance for doubtful accounts, certain deferred contributions, amounts repayable to certain funders, impairment of certain long-term investments, and estimated useful lives and impairment of tangible capital assets.

3. Restricted cash:

Restricted cash is comprised of bank account balances supporting Canada Mortgage and Housing Corporation (CMHC) replacement reserves, subsidy surplus reserves and operating reserves.

Under the terms of agreements with CMHC amounts are to be credited annually to replacement reserves and, where applicable, may be credited to the subsidy surplus and operating reserves. These funds must be held in a separate bank account and/or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by Canada Mortgage and Housing Corporation. Withdrawals are credited to interest first and then principal.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

4. Short-term investments:

Short-term investments are presented at their cost value and consist of:

	2023	2022
Toronto Dominion - interest bearing current account	\$ 41,859,573	\$ 22,119,305
Bank of Montreal - business account	197	4,667,621
Other	5,124	5,124
	<hr/> \$ 41,864,894	<hr/> \$ 26,792,050

The fair market values of the investments approximate their carrying value.

5. Restricted funds held in trust in Ottawa:

Funds held in trust are comprised of funds held in Ottawa trust accounts and 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.

6. Resident funds held in trust – Nursing Home residents:

The resident funds held in trust are funds held by the Wikwemikong Nursing Home in trust for residents, for resident fees and for purchases made by the residents.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

7. Accounts Receivable

(a) Summary of outstanding balances

	2023	2022
General	\$ 1,620,005	\$ 1,607,872
Funding Receivable	2,259,269	3,848,044
Receivable from Trust	1,351,514	1,267,017
Water & Sewer	1,507,740	1,504,704
Rental Units	3,353,547	3,086,241
Other	8,076	152,132
Wikwemikong Tribal Police – Funding receivable	1,740,099	467,819
Wiikwemkoong Board of Education – Indigenous Services Canada	1,505,775	1,505,775
Wiikwemkoong Board of Education – Other funding receivable	1,804,305	547,109
Wikwemikong Development Commission – Funding receivable	1,729,474	1,095,651
Wikwemikong Property Management Company – General receivables	86,905	45,000
Wikwemikong Nursing Home – Resident fees receivable	76,374	52,188
Allowance for Doubtful Accounts	(6,031,469)	(6,159,554)
	<u>\$ 11,011,614</u>	<u>\$ 9,019,998</u>

(b) Due from Indigenous Services Canada

Due from Indigenous Services Canada (ISC) represents funding receivable from ISC in accordance with funding arrangements between the First Nation and ISC. The amounts are unsecured and non-interest bearing.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

8. Note receivable:

The note receivable is from Great Lakes Hospitality Group Limited Partnership (GLHGLP), bears interest at prime plus 2% per annum and is due on demand. The note is secured by the First Nation's registered mortgage of the hotel property to a maximum \$1,000,000, (4th ranking). See note 12 and note 22 for additional details of the First Nation's investment in GLHGLP.

During the year, the First Nation was not required to make any partner capital contributions to the GLHGLP (2022 - \$Nil).

	2023	2022
Opening balance	\$ 453,782	\$ 436,310
Interest accrual	28,186	17,472
	<u>\$ 481,968</u>	<u>\$ 453,782</u>

9. Economic development loans receivable:

The loans are unsecured, bear interest at 0% - 5% per annum, and contain repayment terms which vary between 1 and 10 years. The loans are administered by the Wikwemikong Development Commission. Outstanding loans total \$1,509,267 with an allowance for doubtful accounts of \$1,474,020. During the year, a total of \$20,707 (2022 - \$28,952) of new loans were provided to First Nation members for the purpose of economic development.

10. Mortgages receivable:

The First Nation issues mortgages to qualifying band members. The mortgages are secured by specific property, bear interest at 2.34% to 4.64% per annum, and are amortized over 25 years, with a 5 year term. During the year, no new mortgages were issued (2022 – two new mortgages totalling \$484,724). The balance consists of loans of \$2,809,612 and an allowance for doubtful accounts of \$265,405 (2022 - \$2,959,790 in loans and \$147,989 allowance for doubtful accounts).

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

11. Investment in and advances to Your Dollar Store With More:

The First Nation holds a 100% ownership interest in 2404383 Ontario Ltd., operating as Your Dollar Store With More. The corporation operates a retail operation on the First Nation.

	2023	2022
Common shares	\$ 100	\$ 100
Advances	102,343	103,226
Cumulative share of earnings	(27,488)	6,064
	\$ 74,955	\$ 109,390

The investment is accounted for using the modified equity method reflecting the First Nation's 100% ownership share of the corporation's operations for the current and prior years.

	2023	2022
Opening balance	\$ 109,390	\$ 123,322
First Nation's share of net income (loss) of Your Dollar Store With More	(33,552)	(11,203)
Advances to (repayment from) Your Dollar Store With More during the year, and other adjustments	(883)	(2,729)
	\$ 74,955	\$ 109,390

The following summarizes the assets, liabilities, shareholder's equity (deficit), revenues, and expenses of Your Dollar Store With More at March 31, 2023 with comparative information for 2022:

	2023	2022
Assets:		
Current assets	\$ 173,477	\$ 187,407
Equipment and leasehold improvements	20,184	25,258
Incorporation costs	1,651	1,651
Franchise fee	2,000	4,000
	\$ 197,312	\$ 218,316

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

11. Investment in and advances to Your Dollar Store With More, continued:

	2023	2022
Liabilities and shareholder's equity:		
Current liabilities	\$ 122,357	\$ 109,777
Advances from Wikwemikong Development Commission	102,343	103,226
Loan payable	-	
Share capital	100	100
Shareholder's equity (deficit)	(27,488)	6,064
	<hr/> \$ 197,312	<hr/> \$ 219,167

	2023	2022
Revenues	\$ 715,223	\$ 731,902
Expenses	(748,775)	(743,105)
Net earnings (loss)	<hr/> \$ (33,552)	<hr/> \$ (11,203)

12. Investment in and advances to Great Lakes Hospitality Group Limited Partnership:

The First Nation holds a non-controlling limited partnership interest in Great Lakes Hospitality Group Limited Partnership (GLHGLP). This partnership operates a hotel in Little Current, Ontario, which commenced operations in May 2013. The partnership is between 7043821 Canada Inc., the First Nation who holds an 11.5% interest and other First Nations from in and around the Manitoulin Island area. See note 8 and note 22 for additional information on the First Nation's investment in GLHGLP. The carrying value of the investment of \$1,205,358 has been adjusted to its estimated net recoverable amount.

	2023	2022
Investment in Great Lakes Hospitality Group		
Limited Partnership	\$ 1,205,358	\$ 1,205,358
Provision for adjustment to estimated net recoverable amount	(1,205,358)	(1,205,358)
	<hr/> \$ -	<hr/> \$ -

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

12. Investment in and advances to Great Lakes Hospitality Group Limited Partnership (continued):

The following summarizes the assets, liabilities, partner's surplus (deficit), revenues and expenses of Great Lakes Hospitality Group Limited Partnership at December 31, 2022 with comparative information for 2021:

	2022	2021
Financial position		
Current assets	\$ 874,580	\$ 827,497
Property and equipment	2,560,155	2,673,955
Total assets	\$ 3,434,735	\$ 3,501,452

	2022	2021
Liabilities		
Current	\$ 2,378,234	\$ 2,431,622
Long-term debt	464,497	569,706
Partners' surplus (deficit)	592,004	500,124
	\$ 3,434,735	\$ 3,501,452

	2022	2021
Results of operations		
Revenues	\$ 2,515,612	\$ 1,911,116
Expenses	2,588,041	2,033,581
Earnings (loss) before undernoted item	(72,429)	(122,465)
Other income	164,309	669,075
Net Earnings	\$ 91,880	\$ 546,610

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

13. Investment in U.C.C.M. Building Material Supply Limited Partnership:

The investment in U.C.C.M. Building Material Supply Limited Partnership represents a 36.5% ownership interest and is accounted for using the modified equity method of accounting.

The following summarizes the assets, liabilities, partner's capital, revenues and expenses of U.C.C.M Building Material Supply Limited Partnership at November 30, 2022 with comparative information for 2021:

	2022	2021
Financial position		
Current assets	\$ 3,656,904	\$ 2,829,024
Investments and advances	2,780	2,780
Property and equipment	310,867	366,697
Loan receivable	32,500	32,500
Total assets	\$ 4,253,051	\$ 3,481,001
Liabilities		
Current	\$ 687,895	\$ 560,928
Loan payable	-	1,164
Partners' Capital	3,565,156	2,918,909
	\$ 4,253,051	\$ 3,481,001
 Results of operations		
Revenues	\$ 5,787,372	\$ 5,905,447
Cost of sales	4,470,116	4,554,187
Gross Profit	1,317,256	1,351,260
Expenses	858,766	878,247
Earnings before undernoted item	458,490	473,013
 Other Income	187,757	134,044
Net Earnings	\$ 646,247	\$ 607,057

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

13. Investment in U.C.C.M. Building Material Supply Limited Partnership, continued:

	2022	2021
Balance, beginning of year	\$ 1,302,847	\$ 898,912
Share of net earnings	360,000	403,935
<u>Balance end of year</u>	<u>\$ 1,662,847</u>	<u>\$ 1,302,847</u>

Net earnings are allocated based on the percentage of purchases made through U.C.C.M relative to other partners, rather than on the basis of ownership.

14. Other investments:

The First Nation holds an interest in N'Swakamok Forestry Corporation. The investment has been reflected in the accompanying consolidated financial statements using the modified equity method and has been written down to a nominal amount of \$1 for permanent decline in value related to ongoing operating losses.

The First Nation holds a 100% controlling interest in 2228293 Ontario Limited. The corporation's operations have had no significant activities and the investment has been reflected in the accompanying consolidated financial statements using the modified equity method.

The First Nation and 2228293 Ontario Limited together hold a 100% controlling interest in Wikwemikong Renewable Energy Limited Partnership. The partnership holds several interests in other partnerships that invest in solar energy projects. The investment has been reflected in the accompanying consolidated financial statements using the modified equity method at \$172. During the year, there were no contributions made to the Partnership. Also, the First Nation received minimal distributions from the Partnership, which are included in income.

The First Nation holds one share of the Ontario First Nations Asset Management Corporation, and a 2.2337% interest in the Ontario First Nations Sovereign Wealth Limited Partnership. The Partnership and Corporation control other partnerships that own shares of Hydro One and hold capital wealth funds. These investments have been reflected in the accompanying consolidated financial statements using the cost method at \$2 respectively. During the year, there were no other contributions made to the Partnership. The First Nation did not receive any distributions from the Partnership during the year.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

15. Bank indebtedness:

- a) An operating line of credit, for the Wiikwemkoong Unceded Territory, has been approved by TD Canada Trust to a maximum of \$250,000. The operating line bears interest at the bank's prime lending rate plus 0.50% per annum, interest payable monthly and is payable on demand. The operating line is secured by a general security agreement. At March 31, 2023, no funds have been drawn on this operating line (2022 - \$Nil).
- b) An operating line of credit, for the Wikwemikong Development Commission, has been approved by TD Canada Trust to a maximum of \$200,000, payable in monthly blended payments of principal and interest. The amount of each payment and the rate of interest to be determined at the discretion of TD Canada Trust at time of drawdown. At March 31, 2023, there were no amounts outstanding on this operating line of credit (2022 - \$Nil).
- c) An equipment financing term facility, for the Wikwemikong Development Commission, has been approved by TD Canada Trust to a maximum of \$500,000. The equipment financing term facility is payable in monthly blended payments of principal and interest, bearing interest at the bank's prime lending rate plus 0.75% per annum. The equipment financing term facility is secured by a general security agreement and is guaranteed by the Wiikwemkoong Unceded Territory. At March 31, 2023, the outstanding balance drawn on the facility is \$255,686 (2022 - \$289,975).
- d) An operating line of credit, for Wii Ni'Guch Tood (a program of the First Nation), has been approved by TD Canada Trust to a maximum of \$300,000. The operating line bears interest at the bank's prime lending rate plus 0.50% per annum, interest payable monthly and is payable on demand. The operating line is secured by a general security agreement. At March 31, 2023, no funds have been drawn on this operating line, (2022 - \$Nil).
- e) Your Dollar Store With More has operating lines of credit with TD Canada Trust authorized to a maximum of \$175,000. The operating lines bear interest at the bank's prime lending rate plus 1.00% per annum, interest payable monthly and is payable on demand. The operating line is secured by an unlimited guarantee of the advances by the Wikwemikong Development Commission. At March 31, 2023 \$60,000 (2022 – \$27,666) had been drawn on this operating line.
- f) An operating line of credit, for the Wikwemikong Tribal Police Service, has been approved by TD Canada Trust to a maximum of \$150,000. The operating line bears interest at the bank's prime lending rate plus 0.50% per annum, interest payable monthly and is payable on demand. The operating line is secured by a general security agreement. At March 31, 2023, no funds have been drawn on this operating line, (2022 - \$Nil).

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

16. Deferred contributions:

Deferred contributions consist of the following:

	2023	2022
Indigenous Services Canada	\$27,267,046	\$18,050,792
Ministry of Children and Youth Services	4,013,803	1,688,422
Human Resource and Skills Development Canada	2,778,705	2,796,520
Other Funding Agencies	2,647,791	1,597,967
Federal Funding - Policing	1,566,053	515,066
Ministry of Health	1,455,948	1,107,935
Provincial Funding - Policing	1,445,588	475,445
Union of Ontario Indians	899,417	628,278
Department of Justice	80,464	50,000
Ministry of Attorney General	68,572	160,966
Ministry of Oceans and Fisheries	41,553	206,503
Public Service Canada	-	31,017
Ministry of Indigenous Affairs	-	360,609
	<hr/> \$ 42,264,940	<hr/> \$ 27,669,520

17. Promissory note payable to Indigenous Services Canada

The promissory note payable to Indigenous Services Canada, funds native land claim expenditures and is non-interest bearing, unsecured, with no specified terms of repayment.

18. Payable to the Ontario Ministry of Long-term Care:

Amounts payable to the Ontario Ministry of Long-term Care are comprised of contribution funding received in excess of eligible expenditures incurred at the Wikwemikong Nursing Home. The repayable amounts are unsecured and non-interest bearing. The amounts payable have no specified terms of repayment. The breakdown of the cumulative December 31 year end totals, by year, are as follows:

2018	217,622
2019	167,087
2020	523,199
2021	550,874
2022	970,292
<hr/> Cumulative year end totals	<hr/> \$ 2,429,074

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

19. Long-term debt:

	2023	2022
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,678, including interest at 2.50% per annum, due April 2023. Insured by Canada Mortgage and Housing Corporation.	4,676	59,950
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$5,294, including interest at 4.73% per annum, due June 2023. Insured by Canada Mortgage and Housing Corporation.	817,385	848,765
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$6,045, including interest at 4.73% per annum, due June 2023. Insured by Canada Mortgage and Housing Corporation.	566,792	617,220
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,858, including interest at 2.50% per annum, due June 2023. Insured by Canada Mortgage and Housing Corporation.	527,002	571,589
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$1,722, including interest at 2.50% per annum, due June 2023. Insured by Canada Mortgage and Housing Corporation.	98,600	116,572
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$7,073, including interest at 5.23% per annum, due September 2023. Insured by Canada Mortgage and Housing Corporation.	362,260	432,144
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$3,448, including interest at 2.52% per annum, due September 2023. Insured by Canada Mortgage and Housing Corporation.	376,226	407,732
Subtotal carried forward to next page	\$ 2,752,941	\$ 3,053,972

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

19. Long-term debt, continued:

	2023	2022
Balance carried forward from prior page	\$ 2,752,941	\$ 3,053,972
Royal Bank of Canada vehicle loans. Repayable by monthly instalments totalling \$1,522, including interest at 4.99% per annum, due October 2023, secured by specific vehicles with combined NBVs of \$18,505	10,480	27,747
TD Canada Trust equipment finance loan. Repayable by monthly instalments of \$5,594, plus interest at 4.90% per annum, due March 2024, secured by specific equipment with a net book value of \$167,159.	65,384	127,648
TD Canada Trust equipment finance loan. Repayable by monthly instalments of \$767, plus interest at 5.33% per annum, due April 2024, secured by a specific vehicle with a net book value of \$28,363.	9,692	18,147
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,862, plus interest at 1.87% per annum, due May 2024. Insured by Canada Mortgage and Housing Corporation.	573,507	620,423
TD Canada Trust equipment finance loan. Repayable by monthly instalments of \$777, plus interest at 5.25% per annum, due May 2024, secured by a specific vehicle with a net book value of \$23,035.	9,804	18,373
TD Canada Trust term loan. Repayable by monthly instalments of \$1,849, plus interest at prime plus 0.75% per annum, due June 2024, secured by a general security agreement and an assignment of insurance.	255,686	289,975
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$8,972, including interest at 1.91% per annum, due June 2024. Insured by Canada Mortgage and Housing Corporation.	577,897	673,569
 Subtotal carried forward to next page	 \$ 4,255,391	 \$ 4,829,854

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

19. Long-term debt, continued:

	2023	2022
Balance carried forward from prior page	\$ 4,255,391	\$ 4,829,854
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$1,569, including interest at 1.91% per annum, due June 2024. Insured by Canada Mortgage and Housing Corporation.	101,058	117,788
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$11,192, including interest at 1.69% per annum, due September 2024. Insured by Canada Mortgage and Housing Corporation.	1,375,412	1,485,536
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$7,107, including interest at 1.69% per annum, due September 2024. Insured by Canada Mortgage and Housing Corporation.	447,662	524,699
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$2,862, including interest at 1.83% per annum, due September 2024. Insured by Canada Mortgage and Housing Corporation.	50,779	83,869
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$1,500, including interest at 1.83% per annum, due December 2024. Insured by Canada Mortgage and Housing Corporation.	112,922	128,708
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$6,724, including interest at 0.68% per annum, due April 2025. Insured by Canada Mortgage and Housing Corporation.	166,689	246,132
Canada Mortgage and Housing Corporation. Construction advances. Expected to be converted to a mortgage with terms that include monthly payments of \$4,463 plus interest at 0.69% per annum, due June 2025.	591,042	640,079
Subtotal carried forward to next page	\$ 7,100,955	\$ 8,056,665

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

19. Long-term debt, continued:

	2023	2022
Balance carried forward from prior page	\$ 7,100,955	\$ 8,056,665
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,500, including interest at 0.68% per annum, due August 2025. Insured by Canada Mortgage and Housing Corporation.	390,485	441,647
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,588, including interest at 0.68% per annum, due October 2025. Insured by Canada Mortgage and Housing Corporation.	376,283	428,593
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,838, including interest at 0.76% per annum, due December 2025. Insured by Canada Mortgage and Housing Corporation.	678,846	731,527
TD Equipment Finance Canada loan. Repayable by blended monthly payments of \$1,660, including interest at 4.32% per annum, maturing January 2026. Secured by equipment with a net book value of \$33,517.	26,500	70,240
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$2,934, including interest at 1.53% per annum, due March 2026. Insured by Canada Mortgage and Housing Corporation.	103,203	136,569
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$1,434, including interest at 0.98% per annum, due March 2026. Insured by Canada Mortgage and Housing Corporation.	50,884	67,516
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,821, including interest at 0.98% per annum, due April 2026. Insured by Canada Mortgage and Housing Corporation.	175,639	231,476
Subtotal carried forward to next page	\$ 8,902,795	\$ 10,164,233

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

19. Long-term debt, continued:

	2023	2022
Balance carried forward from prior page	\$ 8,902,795	\$ 10,164,233
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$2,242, including interest at 1.30% per annum, due April 2026. Insured by Canada Mortgage and Housing Corporation.	410,285	431,719
TD Equipment Finance vehicle loans. Repayable by monthly instalments totalling \$3,650, including interest at 4.19% per annum, due August 2026, secured by specific vehicles by specific vehicles with combined NBVs of \$126,255	140,783	176,326
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$2,829, including interest at 1.06% per annum, due September 2026. Insured by Canada Mortgage and Housing Corporation.	556,082	583,982
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,694, including interest at 1.57% per annum, due December 2026. Insured by Canada Mortgage and Housing Corporation.	430,593	479,753
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$5,245 including interest at 2.02% per annum, due March 2027. Insured by Canada Mortgage and Housing Corporation.	993,185	1,035,679
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,309, including interest at 3.71% per annum, due April 2027. Insured by Canada Mortgage and Housing Corporation.	195,717	240,938
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$5,792, including interest at 3.81% per annum, due June 2027. Insured by Canada Mortgage and Housing Corporation.	272,467	332,736
Subtotal carried forward to next page	\$ 11,901,907	\$ 13,445,366

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

19. Long-term debt, continued:

	2023	2022
Balance carried forward from prior page	\$ 11,901,907	\$ 13,445,366
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$3,383, including interest at 3.98% per annum, due November 2027. Insured by Canada Mortgage and Housing Corporation.	545,158	567,504
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$6,625, including interest at 3.70% per annum, due December 2027. Insured by Canada Mortgage and Housing Corporation.	613,198	673,126
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$11,890, including interest at 3.70% per annum, due December 2027. Insured by Canada Mortgage and Housing Corporation.	1,581,067	1,673,636
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$7,764, including interest at 3.12% per annum, due April 2028. Insured by Canada Mortgage and Housing Corporation.	753,931	823,055
TD Canada Trust operating loan. Repayable by monthly instalments of \$10,339, plus interest at prime plus 0.50% per annum, due January 2029, secured by a general security agreement and an assignment of insurance.	703,081	827,154
Waubetek Business Development Corporation loan. Repayable by monthly instalments of \$2,580, plus interest at 4.45% per annum, due September 2029, secured by a corporate guarantee.	163,243	186,375
TD Canada Trust operating loan. Repayable by monthly instalments of \$16,708, plus interest at 4.04% per annum, due September 2029, secured by a general security agreement and an assignment of insurance.	1,144,941	1,295,858
Subtotal carried forward to next page	\$ 17,406,526	\$ 19,492,074

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

19. Long-term debt, continued:

	2023	2022
Balance carried forward from prior page	\$ 17,406,526	\$ 19,492,074
TD Canada Trust operating loan. Repayable by monthly instalments of \$4,074, plus interest 4.05% per annum, due November 2029, secured by a general security agreement and an assignment of insurance.	449,192	479,224
Waubetek Business Development Corporation loan. Repayable by monthly instalments of \$472, plus interest at 4.45% per annum, due January 2030, secured by specific equipment with a net book value of \$112,255.	78,584	90,502
Canada Mortgage and Housing Corporation forgivable loan. To be forgiven over 15 years at the rate of \$156,565 per annum, maturing May 31, 2034.	1,878,686	2,035,341
TD Canada Trust operating loan. By way of construction advances bearing interest at the bank's prime rate plus 0.50% per annum to be converted to fixed or floating rate term loans on the completion of the construction project, converted to an uncommitted reducing demand loan in current year.	-	5,659,964
TD Canada Trust demand loan Transferred from TD operating loan in the current year. Repayable by monthly repayments of \$24,888, plus interest at prime plus 0.500% per annum, five year term, amortized over 20 years. Secured by a general security agreement representing a first charge on all present and after acquired personal property, and an assignment of fire insurance.	5,921,925	-
Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$7,244, including interest at 1.43% per annum, due April 2022. Insured by Canada Mortgage and Housing Corporation. Paid in full during the year.	-	7,244
Total	\$ 25,734,913	\$ 27,764,349

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

19. Long-term debt, continued:

Principal payments required to retire outstanding long-term debt are as follows:

2024	\$ 2,526,851
2025	2,472,185
2026	2,399,408
2027	2,309,000
2028	6,609,784
<u>2029 and subsequent years</u>	<u>9,417,685</u>
	\$ 25,734,913

Certain mortgage loans are due and are to be renegotiated within the next year. The full balances of these loans have been shown as repayable in 2024. Management has no reason to believe that the loans will not be renewed or that the creditor will demand repayment of these loans during the next fiscal year.

20. Non-financial assets:

Tangible capital assets and prepaid expenses are accounted for as assets by the First Nation because they can be used to provide services in future periods. These assets do not normally provide resources to discharge the liabilities of the First Nation unless they are sold.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

21. Accumulated surplus:

The accumulated surplus is comprised of the following surpluses (deficits):

	2023	2022
Equity in tangible capital assets	\$ 52,220,318	\$ 46,520,323
Restricted social housing reserves	2,872,379	3,588,041
First Nation enterprise initiatives	(4,108,640)	(4,513,555)
Internally restricted economic development loans	458,688	437,981
Restricted Ontario First Nations Limited Partnership distributions	19,973,646	17,733,596
Ontario First Nations Limited Partnership Distributions, loans	-	37,226
Restricted funds held in trust in Ottawa	17,835	11,028
Internally restricted deferred revenue	(214,710)	2,174,402
Unrestricted band operations accumulated surplus	7,854,521	5,461,058
	\$ 79,074,037	\$ 71,450,100

22. Contingent liabilities:

(a) Government funding:

The First Nation has entered into accountable contribution arrangements with various government funding agencies. All such programs are subject to audit by the various governments, with repayable audit adjustments to the funding agency government. Audit adjustments, if any, are recorded in the accounts in the year in which the liability is determined.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

22. Contingent liabilities, continued:

(b) Guarantees:

The First Nation is contingently liable for the following items:

	2023	2022
Loan guarantees to various financial institutions in favour of individual Band Members	\$ 1,330,347	\$ 1,242,880
Proportionate loan guarantee for Robinson Huron Treaty Litigation Fund	2,786,750	2,786,750
Loan guarantee to Bank of Montreal in favour of Great Lakes Hospitality Group Limited Partnership (i)	538,996	538,996
Letter of credit to a major supplier of the UCCM Building Material Supply Limited Partnership	140,000	140,000
Guarantees to Bell Canada in favour of FirstTel Communications Corporation	40,000	40,000
	\$ 4,836,093	\$ 4,748,626

(i) The First Nation, as a limited partner (note 12), has provided a guarantee to a maximum of \$538,996 in favour of a loan from the Bank of Montreal advanced to Great Lakes Hospitality Group Limited Partnership (GLHGLP). As at December 31, 2022, the balance outstanding on the loan is \$1,478,277 (2021 - \$1,628,610).

The guarantee continues to provide that each of the limited partners, on a joint and several basis, cover all and any shortfalls of the debt covenants of the borrower.

(c) Legal claims against the First Nation:

The First Nation is a defendant in a claim in the amount of approximately \$50,000 regarding a labour dispute matter. At the present time, neither the outcome nor a possible settlement, if any, can be determined, therefore, no provision regarding any payable with respect to this matter has been recorded in the accompanying consolidated financial statements.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

22. Contingent liabilities, continued:

(c) Legal claims against the First Nation, continued:

In a prior year, the Wikwemikong Nursing Home was named as a defendant in two statements of claim arising from the same incident. The claims allege negligence and breach of duty. Damages claimed are in the amounts of \$2,800,000 and \$9,000,000, respectively. At the present time, neither the outcome nor a possible settlement, if any, can be determined. Therefore, no provision regarding any payable with respect to this matter has been recorded in the accompanying consolidated financial statements.

Subsequent to year end, the Wikwemikong Nursing Home was named as a defendant in a statement of claim arising from the termination of an employee. The employee is seeking 8 months of salary plus \$50,000 in damages. This matter is currently under investigation and it is too early in the proceedings to determine an amount payable, if any, and as such, no amount has been accrued in the accompanying consolidated financial statements.

In the current fiscal year, the Wikwemikong Tribal Police Service has been named in an application with the Ontario Human Rights Tribunal, alleging discrimination in employment with damages claimed amounting to \$50,000. At the present time, neither the outcome nor the possible settlement, if any, can be determined. Therefore, no provision regarding any payable with respect to this matter has been recorded in the accompanying consolidated financial statements. Should an amount become payable, if any, recognition of an amount will be recorded in the period in which it becomes reasonably estimable.

Additionally in the current fiscal year, the organization has been named as a defendant in a claim by a citizen alleging wrongful arrest and prosecution, with damages totalling \$8,000,000. This matter is currently under investigation. At the present time, neither the outcome nor the possible settlement, if any, can be determined. Therefore, no provision regarding any payable with respect to this matter has been recorded in the accompanying consolidated financial statements. Should an amount become payable, if any, recognition of an amount will be recorded in the period in which it becomes reasonably estimable.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

22. Contingent liabilities, (c) continued:

In a prior fiscal year, Wiikwemkoong Board of Education was named as a defendant in two separate statements of claim where the plaintiffs were alleging wrongful dismissal. As of March 31, 2023, both claims remained outstanding with damages claimed in the amounts of \$59,063 and \$35,000. At the present time, neither the outcomes nor the possible settlements, if any, of the two claims that remain unresolved as of the audit report date can be determined. Therefore, no provisions regarding any payables with respect to these matters have been recorded in the accompanying consolidated financial statements. Should an amount become payable, recognition of an amount will be recorded in the period in which it becomes reasonably estimable.

(d) Legal claims in favour of the First Nation:

The First nation is a plaintiff in a claim in the amount of approximately \$15,000,000 regarding damages arising from oil and gas wells on the lands of the First Nation. At the present time, neither the outcome nor a possible settlement, if any, can be determined. Therefore, no provision regarding any receivable with respect to this matter that has been recorded in the accompanying consolidated financial statement.

The First Nation is a plaintiff in a claim filed for approximately \$5,000,000 against Ignite Infrastructure Association Inc. The claim is for damages and losses related to the WETTS (Wastewater Electrochemical Treatment Technology system) and two MAGS units (Micro Auto Gasification Systems). At the present time, neither the outcome nor a possible settlement, if any, can be determined. Therefore, no provision regarding any receivable with respect to this matter that has been recorded in the accompanying consolidated financial statement.

WIJKWEMKOONG UNCEDED TERRITORY
Notes to Consolidated Financial Statements

March 31, 2023

23. Tangible capital assets:

2023															
	Land	Buildings	Water & Electrical Systems	Roads	Vehicles	Furniture, Equipment and Other	Computer Software & Hardware	Infrastructure Projects	Assets under construction	CMHC Rental Buildings	Property Management Vehicles		Totals 2023		
Cost															
Balance, beginning of year	\$ 1,076,800	\$ 45,833,865	\$ 15,613,665	\$ 24,074,948	\$ 8,658,572	\$ 8,261,693	\$ 1,559,466	\$ 680,560	\$ 1,559,149	\$ 37,192,479	\$ 296,516	\$ 144,807,713			
Transfers	-	4,935,539	-	-	-	(775,208)	-	-	(4,160,331)	-	-	-			
Additions	64,079	970,119	231,717	1,066,772	567,113	2,497,243	478,175	-	3,004,200	-	-	-	8,879,418		
Write-Down	-	-	-	-	-	-	-	-	-	-	-	-	-		
Disposals	-	-	-	-	(93,213)	-	-	-	-	-	-	-	(93,213)		
Balance, end of year	1,140,879	51,739,523	15,845,382	25,141,720	9,132,472	9,983,728	2,037,641	680,560	403,018	37,192,479	296,516		153,593,918		
Accumulated Amortization															
Balance, beginning of year	-	18,155,348	5,377,721	16,919,575	6,103,115	3,978,223	878,802	426,937	-	21,123,112	169,571		73,132,404		
Disposals	-	-	-	-	(24,891)	-	-	-	-	-	-	-	(24,891)		
Amortization expense	-	1,087,067	312,912	609,923	725,898	822,152	196,370	52,020	-	1,198,393	32,150		5,036,885		
Balance, end of year	-	19,242,415	5,690,633	17,529,498	6,804,122	4,800,375	1,075,172	478,957	-	22,321,505	201,721		78,144,398		
Net book value	\$ 1,140,879	\$ 32,497,108	\$ 10,154,749	\$ 7,612,222	\$ 2,328,350	\$ 5,183,353	\$ 962,469	\$ 201,603	\$ 403,018	\$ 14,870,974	\$ 94,795	\$ 75,449,520			

2022															
	Land	Buildings	Water & Electrical Systems	Roads	Vehicles	Furniture, Equipment and Other	Computer Software & Hardware	Infrastructure Projects	Assets under construction	CMHC Rental Buildings	Property Management Vehicles		Totals 2022		
Cost															
Balance, beginning of year	\$ 1,076,800	\$ 41,871,821	\$ 15,568,925	\$ 22,603,532	\$ 8,121,514	\$ 5,719,737	\$ 1,559,466	\$ 680,560	\$ 7,905,172	\$ 36,087,019	\$ 229,814	\$ 141,424,360			
Transfers	-	3,664,720	-	-	-	2,730,314	-	-	(7,500,494)	1,105,460	-	-			
Additions	-	297,324	44,740	1,471,416	627,730	1,804,598	-	-	1,154,471	-	66,702		5,466,981		
(i) Write-Down	-	-	-	-	-	(1,955,106)	-	-	-	-	-	-	(1,955,106)		
Disposals	-	-	-	-	(90,672)	(37,850)	-	-	-	-	-	-	(128,522)		
Balance, end of year	1,076,800	45,833,865	15,613,665	24,074,948	8,658,572	8,261,693	1,559,466	680,560	1,559,149	37,192,479	296,516		144,807,713		
Accumulated Amortization															
Balance, beginning of year	-	17,150,028	5,023,535	16,339,930	5,468,512	3,457,998	828,171	374,044	-	19,851,705	137,422		68,631,345		
Disposals	-	-	-	-	(69,967)	(37,850)	-	-	-	-	-	-	(107,817)		
Amortization expense	-	1,005,320	354,186	579,645	704,570	558,075	50,631	52,893	-	1,271,407	32,149		4,608,876		
Balance, end of year	-	18,155,348	5,377,721	16,919,575	6,103,115	3,978,223	878,802	426,937	-	21,123,112	169,571		73,132,404		
Net book value	\$ 1,076,800	\$ 27,678,517	\$ 10,235,944	\$ 7,155,373	\$ 2,555,457	\$ 4,283,470	\$ 680,664	\$ 253,623	\$ 1,559,149	\$ 16,069,367	\$ 126,945	\$ 71,675,309			

(i) As a result of a technical feasibility and economic potential study and review performed by a third party, the First Nation tested the Micro Automated Gasification System (MAGS) units for impairment. The cost of the MAGS units was \$2,730,314. In the previous year the First Nation recognized an impairment loss of \$1,955,106, the full cost of the units, on the statement of operations.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

24. Indigenous Services Canada:

Reconciliation Indigenous Services Canada (ISC) funding confirmation:

	2023	2022
Revenue reported per consolidated statement of operations:	\$ 60,959,790	\$ 55,780,046
Revenue per ISC funding confirmation/agreement with Wiikwemkoong Unceded Territory	\$ 60,959,790	\$ 55,780,046

25. Expenditures by object:

As required by the Canadian public sector accounting standards, these consolidated financial statements report on expenditures by functions. The First Nation's expenditures by object are as follows:

	2023	2022
Salaries, wages, and benefits	\$ 39,522,105	\$ 36,800,782
Amortization	5,036,885	4,608,876
Interest on long-term debt	425,546	561,918
Other	47,409,115	40,323,910
	\$ 92,393,651	\$ 82,295,486

26. Employee benefits plans:

Certain employees of the First Nation are members of defined contribution pension plans and/or multi-employer defined benefit pension plans. Contributions by the First Nation to the plans during the year on behalf of the employees in the amount of \$1,691,237 (2022 – \$1,516,262) were expensed when in operations.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

27. Budget information:

The First Nation does not prepare a consolidated budget, does not prepare budgets for all programs and consolidated entities, and certain program budgets have not been prepared in a format consistent with the accompanying consolidated financial statements; accordingly, budget information has not been presented in these consolidated financial statements as it would not represent meaningful financial information.

28. Financial instruments:

Transactions in financial instruments may result in an organization assuming or transferring risks to another party. The First Nation is exposed to the following risks in respect of certain financial instruments and transactions it is a party to:

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The First Nation's main credit risks relate to its cash, restricted cash, resident funds held in trust (Nursing Home residents), short-term investments, accounts receivable, due from Indigenous Services Canada, note receivable, economic development loans receivable, mortgages receivable, and investment in and advances to Your Dollar Store With More.

Credit risk associated with cash, restricted cash, resident funds held in trust (Nursing Home residents), and short-term investments is minimized by ensuring these financial assets are placed with large reputable financial institutions with high credit ratings.

The First Nation is exposed to credit risk through its accounts receivable and due from Indigenous Services Canada in a total amount of \$13,107,756 (2022 - \$13,952,645), of which the majority is comprised of amounts due from governments, and government funded organizations, but also includes amounts due from First Nation members and other receivables. The First Nation measures its exposure to credit risk to accounts receivable based on how long the accounts have been outstanding and manages this risk through management's ongoing analysis and monitoring of the accounts. An allowance for bad debts is recorded when applicable.

Refer to note 2(f) "Impairment" regarding the First Nation's accounting policies for assessing impairment of financial instruments measured at other than fair value, which includes economic development loans receivable, mortgages receivable, and investment in and advances to Your Dollar Store With More.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

28. Financial instruments, continued:

Liquidity risk

Liquidity risk is the risk that the First Nation cannot repay its obligations when they become due to its creditors. The First Nation is exposed to this risk relating to its accounts payable and accrued liabilities of \$10,378,047 (2022 - \$12,380,047), its promissory note payable to Indigenous Services Canada, payable to Ministry of Health and Long-Term Care and long-term debt.

The First Nation reduces its exposure to liquidity risk through its ongoing program budgeting and expenditure monitoring processes, documenting when authorized payments become due, and maintaining adequate cash balances and lines of credit to repay creditors as the liabilities become due.

Interest rate risk

The First Nation is exposed to interest rate risk in respect of interest earned on its short-term investments which fluctuate from time to time due to a variety of financial market factors.

The First Nation is exposed to interest rate risk in respect of its operating lines of credit and certain long-term debts, the interest rates of which are variable based on bank prime rates that fluctuate from time to time due to a variety of financial market factors, and would result in changes in payments on account of interest.

The First Nation is also exposed to interest rate risk in respect of certain long-term debt credit facilities which will mature and be renewed in future periods at interest rates that will be determined in future periods. Changes in interest rates would result in changes in payments on account of interest.

Other risks

The First Nation is exposed to the risk of not realizing the value of its investments in Wiky Property Management Company Ltd., and Great Lakes Hospitality Group Limited Partnership. Refer to note 2(f) "Impairment" regarding the First Nation's accounting policies for assessing impairment of financial instruments measured at other than fair value, which includes these investments.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

29. Economic dependence:

The First Nation receives a major portion of its revenues pursuant to funding agreements with several agencies, including the Indigenous Services Canada, Health Canada, Ministry of Children, Community and Social Services and Human Resources Development Canada.

The Wikwemikong Nursing Home has contribution arrangements with the Ontario Ministry of Long-term Care to provide funds to administer operations and provide services. The Wikwemikong Nursing Home is obligated to repay to the Ontario Ministry of Long-Term Care contribution funding received in excess of eligible expenditures incurred. The repayment of these amounts could impede the nursing home's ability to continue operations.

As these contribution agreements provide the First Nation's major source of revenue, its ability to continue viable operations is dependent upon maintaining these funding arrangements.

30. Segmented disclosures:

Wiikwemkoong Unceded Territory is a diversified government organization that provides a wide range of services to its members, including band support, health services, community infrastructure, economic development, education, social development, community services, housing, and other services. For management reporting purposes the First Nation's operations and activities are organized and reported by fund. Funds are 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 to these consolidated financial statements, along with the services they provide and are as follows:

Wiikwemkoong Board of Education

The Wiikwemkoong Board of Education is responsible for education management services to the members of the First Nation as well as overseeing various programs and the well-being of the children of the community.

Wikwemikong Development Commission Operations

The Wikwemikong Development Commission is responsible for identification and development of economic opportunities, such as creating employment and supporting business development, that would benefit the First Nation and its members.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

Social Assistance and Income Support

The social assistance and income support department provides services, such as provision of child welfare, and financial aid to support members that are facing economic hardships.

Social Development and Health Services

The social development and health services department promotes the well-being and social welfare of the members by providing various programs as well as overseeing the management of health and long-term care programs.

Band Government

The band government department is responsible in preserving the culture, right, and autonomy of the First Nation community as well as ensuring good governance based on culture and traditions.

Community Operations and Maintenance

The community operations and maintenance department plays a vital role in maintaining the functionality and appearance of public assets, such as roads, and providing services, such as waste management, to the community members.

Employment Development

The employment development department is responsible to help members seeking job opportunities to find employment, improve workforce skills, and contribute to the economic growth within the First Nation community.

Other Programs

Other programs consist of smaller single departments that provide services to the First Nation, such as property management.

Housing

The housing department is responsible for ensuring that members have access to and can procure safe, affordable, and quality housing.

Rental Housing

The housing department provides rental housing to qualifying members of the First Nation.

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

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Restricted (CMHC) Reserves

The restricted reserves functional area includes the management and distribution of fund received from the Canada Mortgage and Housing Corporation (CMHC).

First Nation Initiatives Including GBE's

The First Nation Initiatives department is responsible for investing in initiatives that would help the First Nation and its members.

Ontario First Nations Limited Partnership Distributions/Loans

The OFNLP segment is responsible for reporting the funds received and spent under the Ontario First Nations (2008) Limited Partnership agreement. The funds must be spent in adherence with the agreement and under the following categories: community development, health, education, economic development, and cultural development.

Funds Held in Trust in Ottawa

This functional area includes the management and distribution of funds held in trust in Ottawa by Indigenous Services Canada.

Capital Projects and Major Repairs (Operating Component)

The capital projects and major repairs department provides services for the longevity of the First Nation through the acquisition, maintenance, and management of physical assets for the First Nation.

WIJKWEMKOONG UNCEDED TERRITORY
Notes to the Consolidated Financial Statements

30. Segmented information, continued

2023																		
	Wiikwemkoong Board of Education Operations	Wiikwemkoong Development Commission Operations	Social Assistance and Income Support	Social Development and Health Services	Band Government	Community Operations and Maintenance	Employment Development	Other Programs	Housing	Rental Housing	Restricted (CMHC) Reserves	First Nation Enterprise Initiatives including GBE's	Economic Development Loans (WDC)	Ontario First Nations Limited Partnership Distributions/Loans	Funds Held in Trust in Ottawa	Capital Projects and Major Repairs (Operating component)	Total	
Revenues:																		
Indigenous Services Canada																		
Block contribution funding	18,346,338	469,243	670,892	3,891,192	1,357,531	4,358,846	-	-	270,000	-	-	71,635	-	-	-	1,347,102	30,782,779	
Fixed contribution funding	4,598,294	152,423	1,728,905	3,146,792	-	1,408,319	1,709,355	-	-	-	-	43,523	-	-	-	880,625	13,668,236	
Flexible contribution funding	-	-	-	13,340,065	760,218	120,000	-	-	-	-	-	-	-	-	-	1,687,204	15,907,487	
Set contribution funding	-	-	259,676	341,612	-	-	-	-	-	-	-	-	-	-	-	601,288		
Other revenues	3,998,416	3,544,211	7,693,651	11,879,716	2,308,088	9,450,491	421,202	106,931	1,336,647	4,557,388	130,955	5,028,879	-	3,931,159	6,807	243,684	54,638,225	
Externally restricted deferred contributions, beginning of year	1,459,575	2,987,592	1,709,234	11,372,732	3,225,195	4,207,051	680,013	-	21,822	-	-	374,926	-	-	-	1,631,380	27,669,520	
Externally restricted contributions, end of year	(1,601,451)	(2,881,042)	(4,065,285)	(19,296,919)	(2,429,010)	(5,925,964)	(1,611,302)	(14,000)	-	-	-	(159,706)	-	-	-	(4,280,261)	(42,264,940)	
Funding repaid/repayable to funders	(10,626)	(45,000)	(5,499)	(225,665)	(582,720)	-	-	-	-	-	-	(115,497)	-	-	-	(985,007)		
Funding repaid/repayable to funders	26,790,546	4,227,427	7,991,574	24,449,525	5,222,022	13,036,023	1,199,268	92,931	1,628,469	4,557,388	130,955	5,243,760	-	3,931,159	6,807	1,509,734	100,017,588	
Expenditures:																		
Salaries, wages and benefits	12,701,208	1,099,930	1,233,663	12,918,680	2,470,777	6,229,580	938,688	74,167	331,678	476,967	-	1,052,757	-	-	-	39,522,105		
Program materials and costs	10,088,745	2,882,372	1,893,508	10,898,242	4,434,493	4,712,612	378,444	162,299	1,125,286	3,001,690	-	2,482,926	-	-	-	1,223,801	43,284,418	
Amortization of tangible capital assets	426,880	25,721	58,825	301,583	361,120	2,075,690	-	17,501	2,028	1,255,350	-	512,187	-	-	-	5,036,885		
Interest on long-term debt	-	-	2,349	-	93,983	2,870	-	-	-	298,307	-	28,037	-	-	-	425,546		
Bad debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
Other expenditures	-	-	4,759,456	-	(813,480)	-	-	-	-	54,862	-	-	-	-	-	123,859	4,124,697	
Expenditures:	23,216,833	4,002,023	7,947,801	24,118,515	6,546,893	13,020,752	1,317,132	253,967	1,458,992	5,087,176	-	4,075,907	-	123,859	-	1,223,801	92,393,651	
Program surplus (deficit) before undernoted items	3,573,713	225,404	43,773	331,010	(1,324,871)	15,271	(117,864)	(161,036)	169,477	(529,788)	130,955	1,167,853	-	3,807,300	6,807	285,933	7,623,937	
Transfer to Capital projects	(600,894)	(15,660)	(69,688)	(591,444)	(500,484)	(1,483,646)	-	(64,079)	-	-	(1,212,724)	-	-	-	4,538,419	-		
Transfers from OFNLP distributions	-	-	-	-	573,908	424,568	-	-	-	-	-	-	-	(1,604,476)	-	606,000	-	
Transfers from (to) programs	(120,909)	(81,087)	25,915	21,309	(303,851)	408,625	-	(10,780)	-	847,616	(846,617)	60,381	20,707	-	-	(21,309)	-	
Program surplus (deficit) for the year	2,851,910	128,657	-	(238,925)	(1,555,298)	(635,182)	(117,864)	(235,895)	169,477	317,828	(715,662)	15,510	20,707	2,202,824	6,807	5,409,043	7,623,937	

2022																		
	Wiikwemkoong Board of Education Operations	Wiikwemkoong Development Commission Operations	Social Assistance and Income Support	Social Development and Health Services	Band Government	Community Operations and Maintenance	Employment Development	Other Programs	Housing	Rental Housing	Restricted (CMHC) Reserves	First Nation Enterprise Initiatives including GBE's	Economic Development Loans (WDC)	Ontario First Nations Limited Partnership Distributions/Loans	Funds Held in Trust in Ottawa	Capital Projects and Major Repairs (Operating component)	Total	
Revenues:																		
Indigenous Services Canada																		
Block contribution funding	19,368,777	386,494	664,119	3,777,613	1,059,174	2,318,027	-	-	248,813	-	-	159,661	-	-	-	1,351,966	29,334,644	
Fixed contribution funding	5,323,477	172,047	2,160,458	5,472,810	75,000	4,159,916	1,134,766	-	200,000	-	-	283,467	-	-	-	1,435,175	20,417,136	
Flexible contribution funding	-	-	12,054	2,449,172	1,880,136	-	-	-	-	-	-	-	-	-	-	17,469		
Set contribution funding	-	-	104,214	1,564,241	-	-	-	-	-	-	-	-	-	-	-	1,668,455		
Other revenues	2,601,885	4,137,498	6,431,450	12,128,484	2,164,373	6,922,015	6,890	318,980	955,899	4,690,334	24,496	3,431,291	-	1,796,310	7,363	268,580	45,888,848	
Externally restricted deferred contributions, beginning of year	1,247,434	1,921,925	437,847	7,094,968	1,603,051	1,574,988	-	-	1,735,308	-	-	303,093	-	-	-	1,591,557	17,510,171	
Externally restricted contributions, end of year	(1,459,575)	(2,987,592)	(1,709,234)	(11,372,732)	(3,225,195)	(4,207,051)	(680,013)	-	(21,822)	-	-	(374,926)	-	-	-	(1,631,380)	(27,669,520)	
Funding repaid/repayable to funders	(15,610)	(97,021)	(81,858)	(371,762)	(75,250)	-	-	-	-	-	-	-	-	-	(161,501)	-		
Funding repaid/repayable to funders	27,066,388	3,533,351	8,020,050	20,742,794	3,556,539	10,692,645	461,643	318,980	3,118,198	4,690,334	24,496	3,802,586	-	1,796,310	7,363	3,033,367	90,865,044	
Expenditures:																		
Salaries, wages and benefits	12,633,782	986,725	1,251,556	11,798,064	2,281,691	5,607,984	454,753	103,187	323,281	440,744	-	919,015	-	-	-	36,800,782		
Program materials and costs	9,628,104	2,441,517	2,063,613	8,062,180	2,112,010	4,005,889	25,921	127,435	1,572,205	2,187,090	-	1,720,579	-	-	-	2,329,328	36,275,871	
Amortization of tangible capital assets	381,881	27,424	44,922	231,97	204,860	1,946,751	-	38,454	2,028	1,328,364	-	402,395	-	-	-	4,608,876		
Interest on long-term debt	-	-	1,265	2,960	267,959	2,870	-	-	-	263,867	-	22,997	-	-	-	561,918		
Other expenditures	-	-	4,571,930	-	(757,669)	-	-	-	109,827	-	-	-	-	-	123,951	-	4,046,039	
Expenditures:	22,643,767	3,455,666	7,933,286	20,095,001	4,108,851	11,563,494	480,674	269,076	1,897,514	4,329,892	-	3,064,986	-	123,951	-	2,329,328	82,295,486	
Program surplus (deficit) before undernoted items	4,422,621	77,685	86,764	647,793	(552,312)	(870,849)	(19,031)	49,904	1,220,684	360,442	24,496	737,600	-	1,672,359	7,363	704,039	8,569,558	
Transfer to Capital projects	-	(16,753)	(104,690)	(42,000)	-	(538,771)	-	-	(101,834)	-	(266,780)	-	-	-	1,070,828	-		
Transfers from OFNLP distributions	-	-	-	-	764,314	191,263	-	20,000	-	-	-	-	-	(1,150,577)	-	175,000	-	
Transfers from (to) programs	(21,436)	(236,553)	(26,224)	(300)	198,655	(15,087)	-	-	(3,094)	235,427	(246,893)	236,553	28,952	-	(150,000)	-		
Program surplus (deficit) for the year	4,401,185	(175,621)	(44,150)	605,493	410,657	(1,233,444)	(19,031)	69,904	1,217,590	494,035	(222,397)	707,373	28,952	521,782	(142,637)	1,949,867	8,569,558	

WIJKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2023

31. Comparative figures:

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.