

Consolidated Financial Statements of

Wiikwemkoong Unceded Territory

Year ended March 31, 2024

Wiikwemkoong Unceded Territory
CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2024

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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 | _____ | _____ |

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, 2024**, 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, 2024 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.

A handwritten signature in black ink that reads "Freelandt Caldwell Reilly LLP". The signature is written in a cursive, flowing style.

FREELANDT CALDWELL REILLY LLP

Chartered Professional Accountants

Licensed Public Accountants

Sudbury, Canada

August 9, 2024

WIIKWEMKOONG UNCEDED TERRITORY

Consolidated Statement of Financial Position

March 31, 2024, with comparative figures for 2023

| | 2024 | 2023 |
|---|-------------------------|----------------------|
| Financial assets | | |
| Cash | 29,590,350 | \$ 21,747,094 |
| Restricted cash (note 3) | 3,645,874 | 4,612,788 |
| Short-term investments (note 4) | 53,005,224 | 41,864,894 |
| Restricted funds held in trust in Ottawa (note 5) | 23,711 | 17,835 |
| Resident funds held in trust - Nursing Home residents (note 6) | 224,667 | 234,922 |
| Accounts receivable (note 7 a) | 6,288,637 | 11,011,614 |
| Robinson Huron Treaty settlement receivable (note 32) | 1,312,976,704 | - |
| Due from Indigenous Services Canada (note 7 b) | 3,254,967 | 2,096,142 |
| Note receivable (note 8) | 481,968 | 481,968 |
| Economic development loans receivable (note 9) | 52,764 | 35,247 |
| Mortgages receivable (note 10) | 2,337,427 | 2,544,207 |
| Investment in and advances to Your Dollar Store with More (note 11) | 72,525 | 74,955 |
| Other investments (notes 12, 13, and 14) | 1,985,046 | 1,663,022 |
| Total financial assets | 1,413,939,864 | 86,384,688 |
| Financial liabilities | | |
| Accounts payable and accrued liabilities | 11,923,419 | 10,378,047 |
| Resident funds held in trust - Nursing Home residents (note 6) | 224,667 | 234,922 |
| Deferred contributions (note 16) | 51,033,478 | 42,264,940 |
| Promissory note payable to Indigenous Services Canada (note 17) | 2,933,802 | 2,804,385 |
| Payable to Ontario Ministry of Long-Term Care (note 18) | 4,697,803 | 2,429,074 |
| Long-term debt (note 19) | 25,124,061 | 25,734,913 |
| Total financial liabilities | 95,937,230 | 83,846,281 |
| Net assets | 1,318,002,634 | 2,538,407 |
| Non-financial assets (note 20) | | |
| Tangible capital assets (note 23) | 83,494,549 | 75,449,520 |
| Prepaid expenses | 1,188,309 | 1,086,110 |
| Total non-financial assets | 84,682,858 | 76,535,630 |
| Accumulated surplus (note 21) | \$ 1,402,685,492 | \$ 79,074,037 |

Contingent liabilities (note 22)

Approved on behalf of the Wiikwemkoong Unceded Territory Council:



Chief

WIKWEMKOONG UNCEDED TERRITORY

Consolidated Statement of Operations

March 31, 2024, with comparative figures for 2023

| | 2024 | 2023 |
|---|-------------------------|---------------------|
| Revenues: | | |
| Indigenous Services Canada (note 24) | | |
| Block contribution funding | \$ 33,128,130 | \$ 30,782,779 |
| Fixed contribution funding | 10,584,284 | 13,668,236 |
| Flexible contribution funding | 27,495,083 | 15,907,487 |
| Set contribution funding | 233,840 | 601,288 |
| Total Indigenous Services Canada | 71,441,337 | 60,959,790 |
| Other revenues | 59,700,828 | 54,638,225 |
| Settlement of Robinson Huron Treaty | 934,188 | - |
| Deferred contributions, beginning of year (note 16) | 42,264,940 | 27,669,520 |
| Deferred contributions, end of year (note 16) | (51,033,478) | (42,264,940) |
| Funding repaid or repayable to funders | (649,691) | (985,007) |
| Total revenues | 122,658,124 | 100,017,588 |
| Expenditures: | | |
| Band Government | 8,559,977 | 6,851,870 |
| Social Assistance and Income Support | 8,699,809 | 7,947,801 |
| Social Development and Health Services | 35,649,925 | 24,118,515 |
| Community Operations and Maintenance | 15,930,941 | 13,020,752 |
| Employment Development | 1,113,084 | 1,317,132 |
| Housing and Other Projects | 1,978,550 | 1,458,992 |
| Other Programs | 277,106 | 253,967 |
| Wiikwemkoong Board of Education operations | 26,591,735 | 23,216,833 |
| Wikwemikong Development Commission operations | 3,541,101 | 4,002,023 |
| Social Housing Rentals | 4,956,856 | 5,087,176 |
| First Nation Enterprise Initiatives including Government Business Enterprises | 3,429,383 | 4,075,907 |
| Economic Development Loans | - | - |
| Capital Projects and Major Repairs | 150,826 | 918,824 |
| Ontario First Nations Limited Partnership Distributions | 209,892 | 123,859 |
| Total expenditures (note 25) | 111,089,185 | 92,393,651 |
| Excess of revenues over expenditures, before undernoted items | 11,568,939 | 7,623,937 |
| Settlement of Robinson Huron Treaty past compensation (note 32) | 1,312,042,516 | - |
| Excess of revenues over expenditures for the year | \$ 1,323,611,455 | \$ 7,623,937 |

Budget information (note 27)

WIKWEMKOONG UNCEDED TERRITORY

Consolidated Statement of Accumulated Surplus

March 31, 2024, with comparative figures for 2023

| | 2024 | 2023 |
|--|------------------|---------------|
| Accumulated surplus, beginning of year | \$ 79,074,037 | \$ 71,450,100 |
| Excess of revenues over expenditures for the year | 1,323,611,455 | 7,623,937 |
| Accumulated surplus, end of year | \$ 1,402,685,492 | \$ 79,074,037 |

Budget information (note 27)

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

March 31, 2024, with comparative figures for 2023

| | 2024 | 2023 |
|--|------------------|--------------|
| Excess of revenues over expenditures for the year | \$ 1,323,611,455 | \$ 7,623,937 |
| Amortization of tangible capital assets | 5,516,085 | 5,036,885 |
| Acquisition of tangible capital assets | (13,524,165) | (8,879,418) |
| (Gains) losses on disposals and write-downs of tangible capital assets | (36,949) | 68,322 |
| Change in prepaid expenses | (102,199) | 172,319 |
| Change in net assets (debt) for the year | 1,315,464,227 | 4,022,045 |
| Net assets (debt), beginning of year | 2,538,407 | (1,483,638) |
| Net assets, end of year | \$ 1,318,002,634 | \$ 2,538,407 |

Budget information (note 27)

WIIKWEMKOONG UNCEDED TERRITORY

Consolidated Statement of Cash Flows

March 31, 2024, with comparative figures for 2023

| | 2024 | 2023 |
|--|----------------------|----------------------|
| Cash flows from operating activities: | | |
| Excess of revenues over expenditures for the year | 1,323,611,455 | 7,623,937 |
| Items not involving cash: | | |
| (Gains) losses on disposals and write-downs of tangible capital assets | (36,949) | 68,322 |
| Loss (gain) on investment in Your Dollar Store with More | - | 33,552 |
| U.C.C.M. Building Material Supply Limited Partnership gain in investment | (322,024) | (360,000) |
| Amortization of tangible capital assets | 5,516,085 | 5,036,885 |
| | 1,328,768,567 | 12,402,696 |
| Change in non-cash items relating to operations: | | |
| Accounts receivable and Due from Indigenous Services Canada | 3,564,152 | 844,889 |
| Robinson Huron Treaty settlement receivable | (1,312,976,704) | - |
| Prepaid expenses | (102,199) | 172,319 |
| Accounts payable and accrued liabilities | 1,545,372 | (2,002,000) |
| Payable to Ontario Ministry of Long-Term Care | 2,268,729 | 560,407 |
| Deferred contributions | 8,768,538 | 14,595,420 |
| | 31,836,455 | 26,573,731 |
| Cash flows from (for) capital activities: | | |
| Cash used to acquire tangible capital assets | (13,524,165) | (8,879,418) |
| Cash flows from (for) financing activities: | | |
| Promissory note payable to Indigenous Services Canada | 129,417 | - |
| Proceeds of long-term debt | 313,109 | 313,109 |
| Principal repayments of long-term debt | (923,961) | (2,342,545) |
| | (481,435) | (2,029,436) |
| Cash flows from (for) investing activities: | | |
| Net recovery of (investment in) economic development loans receivable | (17,517) | 21,105 |
| Net receipts (advances) on mortgages receivable | 206,780 | 267,594 |
| Recovery of investment in and advances to Your Dollar Store With More (net funds invested) | 2,430 | 883 |
| Note receivable | - | (28,186) |
| Net transfers from (to) restricted cash accounts | 966,914 | (131,955) |
| Funds received from restricted funds held in trust in Ottawa (reinvested funds) | (5,876) | (6,807) |
| Redemption of (investment in) short-term investments | (11,140,330) | (15,072,844) |
| | (9,987,599) | (14,950,210) |
| Net change in cash for the year | 7,843,256 | 714,667 |
| Cash, beginning of year | 21,747,094 | 21,032,427 |
| Cash, end of year | \$ 29,590,350 | \$ 21,747,094 |

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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 Income Tax Act (Canada).

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.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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 cost. 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 |

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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.

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

(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.

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 as comparative figures in these consolidated financial statements.

(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.

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

4. Short-term investments:

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

| | 2024 | 2023 |
|---|----------------------|----------------------|
| Toronto Dominion - interest bearing current account | \$ 53,000,000 | \$ 41,859,573 |
| Bank of Montreal - business account | 100 | 197 |
| Other | 5,124 | 5,124 |
| | \$ 53,005,224 | \$ 41,864,894 |

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.

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

7. Accounts Receivable

(a) Summary of outstanding balances

| | 2024 | 2023 |
|--|---------------------|----------------------|
| General | \$ 1,566,224 | \$ 1,620,005 |
| Funding Receivable | 4,113,492 | 2,259,269 |
| Receivable from Trust | 233,297 | 1,351,514 |
| Water & Sewer | 1,520,153 | 1,507,740 |
| Rental Units | 3,264,582 | 3,353,547 |
| Other | 147,912 | 8,076 |
| Wiwemikong Tribal Police – Funding receivable | 178,987 | 1,740,099 |
| Wiwemkoong Board of Education – Indigenous Services Canada | 143,108 | 1,505,775 |
| Wiwemkoong Board of Education – Other funding receivable | 438,508 | 1,804,305 |
| Wiwemikong Development Commission – Funding receivable | 458,237 | 1,729,474 |
| Wiwemikong Property Management Company – General receivables | 129,324 | 86,905 |
| Wiwemikong Nursing Home – Resident fees receivable | 76,215 | 76,374 |
| Allowance for Doubtful Accounts | (5,981,402) | (6,031,469) |
| | \$ 6,288,637 | \$ 11,011,614 |

(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.

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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 (2023 - \$Nil).

| | 2024 | 2023 |
|------------------|-------------------|-------------------|
| Opening balance | \$ 481,968 | \$ 453,782 |
| Interest accrual | - | 28,186 |
| | \$ 481,968 | \$ 481,968 |

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 \$1,526,784 with an allowance for doubtful accounts of \$1,474,020. During the year, a total of \$43,600 (2023 - \$20,707) 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, one new mortgage was issued for \$247,000 (2023 – no new mortgages). The balance consists of loans of \$2,763,950 and an allowance for doubtful accounts of \$426,523 (2023 - \$2,809,612 in loans and \$265,405 allowance for doubtful accounts).

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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.

| | 2024 | 2023 |
|-------------------------------------|------------------|------------------|
| Common Shares | \$ 100 | \$ 100 |
| Advances | 125,566 | 101,801 |
| Cumulative share of earnings (loss) | (53,141) | (26,946) |
| | \$ 72,525 | \$ 74,955 |

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.

| | 2024 | 2023 |
|--|------------------|------------------|
| Opening balance | \$ 74,955 | \$ 105,536 |
| First Nation's share of net earnings (loss) of Your Dollar Store With More | (26,195) | (28,305) |
| Advances to (repayment from) Your Dollar Store With More during the year, and other adjustments | 23,765 | (2,276) |
| | \$ 72,525 | \$ 74,955 |

The following summarizes the assets, liabilities, shareholder's equity (deficit), revenues, and expenses of Your Dollar Store With More at March 31, 2024 with comparative information for 2023:

| | 2024 | 2023 |
|--------------------------------------|-------------------|-------------------|
| Assets: | | |
| Current assets | \$ 146,423 | \$ 173,477 |
| Equipment and leasehold improvements | 16,132 | 20,184 |
| Incorporation costs | 1,651 | 1,651 |
| Franchise fee | - | 2,000 |
| | \$ 164,206 | \$ 197,312 |

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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

| | 2024 | 2023 |
|---|-------------------|-------------------|
| Liabilities and shareholder's equity (deficit): | | |
| Current liabilities | \$ 87,708 | \$ 122,357 |
| Advances from Wikwemikong Development | 129,539 | 102,343 |
| Commission | | |
| Share capital | 100 | 100 |
| Shareholder's equity (deficit) | (53,141) | (26,946) |
| | \$ 164,206 | \$ 197,312 |

| | 2024 | 2023 |
|----------------------------|--------------------|--------------------|
| Revenue | \$ 787,830 | \$ 715,223 |
| Expenses | (814,025) | (743,528) |
| Net earnings (loss) | \$ (26,195) | \$ (28,305) |

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 \$1,205,538 has been adjusted to its estimated net recoverable amount.

| | 2024 | 2023 |
|--|--------------|--------------|
| 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) |
| Net investment amount | \$ - | \$ - |

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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 |
| 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 |

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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, 2023 with comparative information for 2022:

| | 2023 | 2022 |
|--------------------------|---------------------|---------------------|
| Financial position | | |
| Current assets | \$ 3,853,711 | \$ 3,656,904 |
| Investments and advances | 2,780 | 2,780 |
| Property and equipment | 582,971 | 310,867 |
| Loan receivable | 32,500 | 32,500 |
| Total assets | \$ 4,721,962 | \$ 4,253,051 |
| Liabilities | | |
| Current | \$ 687,565 | \$ 687,895 |
| Loan payable | - | - |
| Partners' Capital | 4,034,397 | 3,565,156 |
| | \$ 4,721,962 | \$ 4,253,051 |

| | 2023 | 2022 |
|---------------------------------|-------------------|-------------------|
| Results of operations | | |
| Revenues | \$ 6,200,684 | \$ 5,787,372 |
| Cost of Sales | 4,788,969 | 4,470,116 |
| Gross Profit | 1,411,715 | 1,317,256 |
| Expenses | 1,105,077 | 858,766 |
| Earnings before undernoted item | 306,638 | 458,490 |
| Other Income | 162,603 | 187,757 |
| Net Earnings | \$ 469,241 | \$ 646,247 |

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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

| | 2023 | 2022 |
|----------------------------|---------------------|---------------------|
| Balance, beginning of year | \$ 1,662,845 | \$ 1,302,845 |
| Share of net earnings | 322,024 | 360,000 |
| Balance end of year | \$ 1,984,869 | \$ 1,662,845 |

Net earnings are allocated based on the partner's 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.

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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, 2024, no funds have been drawn on this operating line (2023 - \$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. 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 and assignment of fire insurance. At March 31, 2024, no funds have been drawn on this operating line (2023 - \$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, 2024, the outstanding balance drawn on the facility is \$221,740 (2023 - \$255,686).
- 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, 2024, no funds have been drawn on this operating line, (2023 - \$Nil).
- e) Your Dollar Store With More has operating lines of credit with TD Canada Trust authorized to a maximum of \$75,000. 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, 2024 \$51,000 (2023 - \$60,000) 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, 2024, no funds have been drawn on this operating line, (2023 - \$Nil).

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

16. Deferred contributions:

Deferred contributions consist of the following:

| | 2024 | 2023 |
|--|----------------------|----------------------|
| Indigenous Services Canada | \$ 33,040,823 | \$ 27,267,046 |
| Ministry of Children and Youth Services | 4,480,165 | 4,013,803 |
| Human Resource and Skills Development Canada | 3,676,787 | 2,778,705 |
| Federal Funding – Policing | 2,587,161 | 1,566,053 |
| Other Funding Agencies | 2,519,986 | 2,647,791 |
| Provincial Funding – Policing | 2,388,149 | 1,445,588 |
| Canada Mortgage Housing Corporation | 1,873,234 | - |
| Union of Ontario Indians | 443,525 | 899,417 |
| Ministry of Oceans and Fisheries | 21,149 | 41,553 |
| Ministry of Health | 2,500 | 1,455,948 |
| Department of Justice | - | 80,464 |
| Ministry of Attorney General | - | 68,572 |
| Balance end of year | \$ 51,033,479 | \$ 42,264,940 |

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:

| | |
|------------------------------------|---------------------|
| 2019 | \$ 84,902 |
| 2020 | 412,547 |
| 2021 | 550,874 |
| 2022 | 949,260 |
| 2023 – Operating funding repayable | 1,342,780 |
| 2023 – COVID funding repayable | 1,357,440 |
| Cumulative year end totals | \$ 4,697,803 |

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

19. Long-term debt:

| | 2024 | 2023 |
|--|---------------------|---------------------|
| 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. | \$ 765 | \$ 9,692 |
| 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. | 525,733 | 573,507 |
| 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. | 1,545 | 9,804 |
| 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. | 221,740 | 255,686 |
| 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. | 480,410 | 577,897 |
| 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. | 84,010 | 101,058 |
| 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. | 1,263,467 | 1,375,412 |
| Subtotal carried forward to next page | \$ 2,577,670 | \$ 2,903,056 |

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

19. Long-term debt, continued:

| | 2024 | 2023 |
|--|---------------------|---------------------|
| Balance carried forward from prior page | \$ 2,577,670 | \$ 2,903,056 |
| 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. | 369,332 | 447,662 |
| 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. | 17,081 | 50,779 |
| 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. | 96,849 | 112,922 |
| 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. | 87,067 | 166,689 |
| 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. | 541,676 | 591,042 |
| 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. | 338,979 | 390,485 |
| 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. | 323,621 | 376,283 |
| Subtotal carried forward to next page | \$ 4,352,275 | \$ 5,038,918 |

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

19. Long-term debt, continued:

| | 2024 | 2023 |
|--|---------------------|---------------------|
| Balance carried forward from prior page | \$ 4,352,275 | \$ 5,038,918 |
| 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. | 625,774 | 678,846 |
| 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. | 17,514 | 26,500 |
| 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. | 69,327 | 103,203 |
| 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. | 34,089 | 50,884 |
| 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. | 119,257 | 175,639 |
| 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. | 388,583 | 410,285 |
| 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 with combined net book values of \$88,379 | 100,501 | 140,783 |
| Subtotal carried forward to next page | \$ 5,707,320 | \$ 6,625,058 |

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

19. Long-term debt, continued:

| | 2024 | 2023 |
|--|---------------------|----------------------|
| Balance carried forward from prior page | \$ 5,707,320 | \$ 6,625,058 |
| 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. | 527,899 | 556,082 |
| 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. | 380,671 | 430,593 |
| 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. | 949,873 | 993,185 |
| 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. | 150,480 | 195,717 |
| 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. | 212,249 | 272,467 |
| 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. | 525,782 | 545,158 |
| 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. | 555,298 | 613,198 |
| Subtotal carried forward to next page | \$ 9,009,572 | \$ 10,231,458 |

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

19. Long-term debt, continued:

| | 2024 | 2023 |
|--|----------------------|----------------------|
| Balance carried forward from prior page | \$ 9,009,572 | \$ 10,231,458 |
| 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. | 1,495,141 | 1,581,067 |
| 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. | 683,514 | 753,931 |
| Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$1,808, including interest at 4.49% per annum, due April 2028. Insured by Canada Mortgage and Housing Corporation. | 80,872 | 98,600 |
| Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,876, including interest at 3.74% per annum, due June 2028. Insured by Canada Mortgage and Housing Corporation. | 789,569 | 817,385 |
| Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$5,788, including interest at 3.74% per annum, due June 2028. Insured by Canada Mortgage and Housing Corporation. | 518,223 | 566,792 |
| Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$7,011, including interest at 4.80% per annum, due January 2028. Insured by Canada Mortgage and Housing Corporation. | 294,292 | 362,260 |
| Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$3,862, including interest at 5.00% per annum, due September 2028. Insured by Canada Mortgage and Housing Corporation. | 345,775 | 376,226 |
| Subtotal carried forward to next page | \$ 13,216,958 | \$ 14,787,719 |

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

19. Long-term debt, continued:

| | 2024 | 2023 |
|--|----------------------|----------------------|
| Balance carried forward from prior page | \$ 13,216,958 | \$ 14,787,719 |
| Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$5,268, including interest at 4.18% per annum, due December 2028. Insured by Canada Mortgage and Housing Corporation. | 485,039 | 527,002 |
| 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. | 589,347 | 703,081 |
| 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. | 139,060 | 163,243 |
| 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. | 1,001,367 | 1,144,941 |
| 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. | 420,650 | 449,192 |
| 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. | 67,619 | 78,584 |
| Canada Mortgage and Housing Corporation interest-free forgivable loan. To be forgiven over 15 years at the rate of \$156,565 per annum, maturing May 31, 2034. | 1,722,121 | 1,878,686 |
| Subtotal carried forward to next page | \$ 17,642,161 | \$ 19,732,448 |

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

19. Long-term debt, continued:

| | 2024 | 2023 |
|---|----------------------|----------------------|
| Balance carried forward from prior page | \$ 17,642,161 | \$ 19,732,448 |
| 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. | 5,624,643 | 5,921,925 |
| Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$5,502, including interest at 3.96% per annum, due July 2028. Insured by Canada Mortgage and Housing Corporation. | 722,818 | - |
| Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$3,930, including interest at 3.96% per annum, due July 2028. Insured by Canada Mortgage and Housing Corporation. | 738,410 | - |
| Canada Mortgage and Housing Corporation advance for Phase 42. No specific terms of repayment or interest until Phase is completed. | 396,029 | - |
| Canada Mortgage and Housing Corporation mortgage. Repayable by monthly instalments of \$4,678, including interest at 2.50% per annum, due. Insured by Canada Mortgage and Housing Corporation. Paid in full during the year. | - | 4,676 |
| Royal Bank of Canada vehicle loans. Repayable by monthly instalments totalling \$1,522, including interest at 4.99% per annum. Paid in full during the year. | - | 10,480 |
| TD Canada Trust equipment finance loan. Repayable by monthly instalments of \$5,594, plus interest at 4.90% per annum. Repaid in full during the year. | - | 65,384 |
| Total | \$ 25,124,061 | \$ 25,734,913 |

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

19. Long-term debt, continued:

Principal payments required to retire outstanding long-term debt, assuming renewal at similar terms are as follows:

| | | |
|---------------------------|----|-------------------|
| 2025 | \$ | 2,557,032 |
| 2026 | | 2,459,016 |
| 2027 | | 2,370,982 |
| 2028 | | 2,240,403 |
| 2029 | | 1,997,266 |
| 2030 and subsequent years | | 13,499,362 |
| | \$ | 25,124,061 |

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.

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

21. Accumulated surplus:

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

| | 2024 | 2023 |
|--|-------------------------|----------------------|
| Equity in tangible capital assets | \$ 60,682,684 | \$ 52,220,318 |
| Restricted social housing reserves | 2,872,222 | 2,872,379 |
| First Nation enterprise initiatives | (4,427,581) | (4,108,640) |
| Internally restricted economic development loans | 499,396 | 458,688 |
| Restricted Ontario First Nations Limited Partnership distributions | 24,573,845 | 19,973,646 |
| Ontario First Nations Limited Partnership distributions, loans | - | - |
| Restricted funds held in trust in Ottawa | 23,711 | 17,835 |
| Internally restricted deferred revenue | (2,576,454) | (214,710) |
| Unrestricted band operations accumulated surplus | 8,995,153 | 7,854,521 |
| Robinson Huron Treaty Past Compensation Settlement (note 32) | 1,312,042,516 | - |
| | \$ 1,402,685,492 | \$ 79,074,037 |

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.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

22. Contingent liabilities, continued:

(b) Guarantees:

The First Nation is contingently liable for the following items:

| | 2024 | 2023 |
|---|---------------------|---------------------|
| Loan guarantees to various financial institutions in favour of individual Band Members | \$ 2,404,920 | \$ 1,330,347 |
| 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 |
| | \$ 5,910,666 | \$ 4,836,093 |

- (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, 2023, the balance outstanding on the loan is \$1,340,471 (2022 - \$1,478,277).

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.

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

22. Contingent liabilities, continued:

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

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 of 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.

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. In addition, during and after the organization's fiscal year-end, the organization has been named in three related applications with the Ontario Human Rights Tribunal, with aggregate damages claimed amounting to \$1,963,099. 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 financial statements. Should an amount become payable, if any, recognition of an amount will be recorded in the period in which it becomes known.

Additionally, 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 likely and reasonably estimable.

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, 2024, both of these claims have been withdrawn by the claimants.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

22. Contingent liabilities, continued:

(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 WETT-S (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.

WIKWEMKOONG UNCEDED TERRITORY
Notes to Consolidated Financial Statements

March 31, 2023

23. Tangible capital assets:

| 2024 | | | | | | | | | | | |
|---------------------------------|--------------|---------------|----------------------------|---------------|---------------|--------------------------------|------------------------------|-------------------------|---------------------------|-----------------------|------------------------------|
| | 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 |
| Cost | | | | | | | | | | | |
| Balance, beginning 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 |
| Transfers | - | - | - | - | - | - | - | - | (962,201) | 962,201 | - |
| Additions | 55,000 | 2,200,910 | 2,106,768 | 384,603 | 1,640,163 | 2,091,528 | 881,096 | - | 4,164,097 | - | - |
| Disposals | - | - | - | - | (232,599) | (43,383) | - | - | - | - | - |
| Balance, end of year | \$ 1,195,879 | \$ 53,940,433 | \$ 17,952,150 | \$ 25,526,323 | \$ 10,540,036 | \$ 12,031,873 | \$ 2,918,737 | \$ 680,560 | \$ 3,604,914 | \$ 38,154,680 | \$ 296,516 |
| Accumulated Amortization | | | | | | | | | | | |
| Balance, beginning 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 |
| Other adjustments | - | (73,898) | - | - | - | - | - | - | - | - | - |
| Disposals | - | - | - | - | (207,983) | (31,050) | - | - | - | - | - |
| Amortization expense | - | 1,215,964 | 336,660 | 613,835 | 888,283 | 790,095 | 377,214 | 52,020 | - | 1,209,865 | 32,149 |
| Balance, end of year | - | 20,384,481 | 6,027,293 | 18,143,333 | 7,484,422 | 5,559,420 | 1,452,386 | 530,977 | - | 23,531,370 | 233,870 |
| Net book value | \$ 1,195,879 | \$ 33,555,952 | \$ 11,924,857 | \$ 7,382,990 | \$ 3,055,614 | \$ 6,472,453 | \$ 1,466,351 | \$ 149,583 | \$ 3,604,914 | \$ 14,623,310 | \$ 62,646 |

| 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 |
| 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 |
| 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 | - | - |
| Disposals | - | - | - | - | (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 |
| 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 |
| Disposals | - | - | - | - | (24,891) | - | - | - | - | - | - |
| Amortization expense | - | 1,087,067 | 312,912 | 609,923 | 725,898 | 822,152 | 196,370 | 52,020 | - | 1,198,393 | 32,150 |
| 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 |
| 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 |

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

24. Indigenous Services Canada:

Reconciliation Indigenous Services Canada (ISC) funding confirmation:

| | 2024 | 2023 |
|--|---------------|---------------|
| Revenue reported per consolidated statement of operations | \$ 71,441,337 | \$ 60,959,790 |
| Revenue per ISC funding confirmation/agreement with Wiikwemkoong Unceded Territory | \$ 71,441,337 | \$ 60,959,790 |

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:

| | 2024 | 2023 |
|-------------------------------|-----------------------|----------------------|
| Salaries, wages, and benefits | \$ 45,926,495 | 39,522,105 |
| Amortization | 5,516,085 | 5,036,885 |
| Interest | 943,420 | 425,546 |
| Other | 58,703,185 | 47,409,115 |
| | \$ 111,089,185 | \$ 92,393,651 |

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 amounting to \$1,713,158 (2023– \$1,691,237) were expensed in operations.

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.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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 \$9,596,368 (2023 - \$13,107,756), 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. In addition, the First Nation is exposed to credit risk through an amount receivable related to the Robinson Huron Treaty Settlement for Past Compensation in the amount of \$1,312,976,704 (2023 - \$Nil). 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, 2024

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 \$11,923,418 (2023 - \$10,378,047), 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 credit facilities 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 with fixed rates of interest 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.

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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.

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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

WIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

March 31, 2024

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.

WIKWEMKONG UNCEDED TERRITORY
Notes to the Consolidated Financial Statements
30. Segmented information, continued

| | 2024 | | | | | | | | | | | | Capital | | | | |
|---|---|---|--------------------------------------|--|-----------------|--------------------------------------|------------------------|----------------|-----------|----------------|----------------------------|---|----------------------------------|---|-------------------------------|-------------------------------------|--------------|
| | Wilwemkoong Board of Education Operations | Wilwemkoong 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 (OHHC) 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 | Major Repairs (Operating component) | Total |
| | | | | | | | | | | | | | | | | | |
| Revenues: | | | | | | | | | | | | | | | | | |
| Indigenous Services Canada | | | | | | | | | | | | | | | | | |
| Block contribution funding | 20,420,955 | 423,101 | 789,017 | 3,992,429 | 1,290,510 | 4,421,595 | - | - | 400,000 | - | - | - | 140,356 | - | - | - | 1,244,167 |
| Fixed contribution funding | 1,450,952 | 94,581 | 1,450,952 | 3,399,559 | 32,500 | 1,715,783 | 321,200 | - | 712,584 | - | - | - | - | - | - | - | 1,704,145 |
| Flexible contribution funding | 1,252,980 | - | - | 24,994,044 | 42,545 | 6,662,710 | - | - | - | - | - | - | - | - | - | - | 1,832,224 |
| Set contribution funding | - | - | 125,981 | - | - | - | - | - | - | - | - | - | - | - | - | - | 233,840 |
| Other revenues | 3,071,064 | 3,501,836 | 6,746,601 | 10,450,169 | 1,291,559 | 12,172,158 | 440,383 | 140,593 | 1,035,965 | 4,622,595 | 243,461 | 4,444,020 | - | 6,863,020 | 5,876 | 4,671,528 | 954,188 |
| Externally restricted deferred contributions, beginning 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 | - | - | - | - | 59,700,828 |
| Externally restricted contributions, end of year | (970,630) | (3,691,864) | (4,480,165) | (24,086,630) | (715,770) | (6,905,678) | (1,277,625) | (46,338) | (5,038) | - | - | (163,290) | - | - | - | - | 42,244,940 |
| Funding repaid/repayable to funders | 25,379,820 | 3,160,023 | 8,697,671 | 35,397,237 | 5,394,542 | 37,477,826 | 1,100,260 | 108,255 | 2,143,511 | 4,622,595 | 243,461 | 4,980,792 | - | 6,863,020 | 5,876 | 7,036,875 | 122,658,124 |
| Expenditures: | | | | | | | | | | | | | | | | | |
| Salaries, wages and benefits | 13,930,688 | 982,740 | 1,317,059 | 14,932,768 | 3,381,006 | 8,056,727 | 954,599 | 24,030 | 346,067 | 618,434 | - | 1,115,557 | - | - | - | 265,820 | 46,936,495 |
| Program materials and costs | 12,273,942 | 2,527,950 | 1,905,575 | 20,383,924 | 5,900,020 | 5,525,395 | 158,485 | 243,789 | 1,630,455 | 2,600,430 | - | 7,981,297 | - | - | - | 326,820 | 54,419,268 |
| Amortization of tangible capital assets | 387,005 | 30,411 | 78,251 | 333,233 | 545,741 | 2,345,353 | - | 9,287 | 2,028 | 12,744,882 | - | 501,194 | - | - | - | (314,954) | 5,516,085 |
| Interest on long-term debt | - | - | 1,629 | - | - | 3,466 | - | - | - | 395,828 | - | 19,335 | - | - | - | - | 943,420 |
| Bad debt | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other expenditures | - | - | 5,362,295 | - | (1,389,652) | - | - | - | - | 67,682 | - | - | - | 209,892 | - | - | 4,283,317 |
| Other expenditures | 26,591,235 | 3,541,101 | 8,699,809 | 35,649,925 | 8,559,577 | 15,930,941 | 1,113,034 | 277,106 | 1,978,550 | 4,956,856 | - | 3,429,383 | - | 209,892 | - | 150,828 | 111,089,185 |
| Program surplus (deficit) before undere noted items | (1,215,916) | (381,078) | (2,138) | 287,672 | (3,255,493) | 1,546,885 | (12,834) | (168,851) | 164,961 | (334,261) | 243,461 | 1,151,409 | - | 6,653,138 | 5,876 | 6,886,049 | 11,568,839 |
| Transfer to Capital projects | - | (46,491) | (167,935) | (1,266,698) | (1,512,592) | - | - | - | - | (425,021) | - | (2,269,893) | - | - | - | 5,622,556 | - |
| Transfers from OFNP distributions | - | - | - | (21,645) | 751,000 | 903,574 | - | - | - | - | - | - | - | (1,632,909) | - | - | - |
| Transfers from (to) programs | - | (48,295) | 42,802 | 2,432 | 1,521,712 | (1,091,228) | - | - | 119,312 | 332,547 | (243,618) | 7,587 | 40,708 | (83,759) | - | - | - |
| Program surplus (deficit) for the year | (1,481,611) | (475,864) | (127,471) | (462,180) | (2,249,641) | (743,361) | (12,824) | (168,851) | 284,273 | (40,276) | (157) | (130,687) | 40,708 | 5,000,199 | 5,876 | 12,044,846 | 11,568,839 |
| Revenues: | | | | | | | | | | | | | | | | | |
| Indigenous Services Canada | | | | | | | | | | | | | | | | | |
| Block contribution funding | 18,346,338 | 465,243 | 670,892 | 3,891,132 | 1,357,531 | 4,358,846 | - | - | 270,000 | - | - | 71,635 | - | - | - | - | 1,347,102 |
| Fixed contribution funding | 4,586,294 | 231,423 | 1,718,925 | 3,762,236 | 1,260,216 | 1,482,231 | 1,709,355 | - | - | - | - | 48,523 | - | - | - | - | 880,625 |
| Flexible contribution funding | - | - | - | 13,340,055 | 780,218 | 120,000 | - | - | - | - | - | - | - | - | - | - | 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 | 2,308,688 | 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 | - | - | - | - | 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) | - | - | - | - | (42,280,261) |
| Funding repaid/repayable to funders | 26,720,146 | 4,227,427 | 7,993,574 | 24,449,525 | 5,222,022 | 33,036,023 | 1,199,248 | 92,931 | 1,628,469 | 4,557,388 | 130,955 | 5,283,760 | - | 3,931,159 | 6,807 | 1,097,734 | (985,007) |
| Expenditures: | | | | | | | | | | | | | | | | | |
| Salaries, wages and benefits | 12,701,208 | 1,093,930 | 1,233,638 | 12,918,690 | 2,470,777 | 6,229,580 | 998,688 | 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 | 18,982,242 | 4,434,093 | 4,712,612 | 378,444 | 162,299 | 1,125,286 | 3,004,690 | - | 2,482,926 | - | - | - | - | 43,284,418 |
| Amortization of tangible capital assets | 426,880 | 25,721 | 58,825 | 301,583 | 573,008 | 2,075,690 | - | 17,501 | 2,028 | 1,253,350 | - | 512,187 | - | - | - | - | 5,086,885 |
| Interest on long-term debt | - | - | 2,349 | - | 93,983 | 28,710 | - | - | - | 298,307 | - | 28,037 | - | - | - | - | 425,546 |
| Other expenditures | - | - | - | (813,480) | - | 54,862 | - | - | - | - | - | - | - | - | - | - | - |
| Other expenditures | 23,216,833 | 4,002,023 | 7,947,801 | 24,118,515 | 6,546,693 | 33,020,752 | 1,317,132 | 253,967 | 1,458,932 | 5,087,176 | - | 4,075,907 | - | 123,859 | - | 4,124,697 | 92,393,611 |
| Program surplus (deficit) before undere noted items | 3,573,113 | 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 | 7,653,937 |
| Transfer to Capital projects | (600,894) | (15,660) | (69,688) | (591,244) | (573,008) | 424,568 | - | (64,079) | - | - | - | (1,212,724) | - | - | - | - | 4,538,419 |
| Transfers from OFNP distributions | - | - | - | - | 573,008 | - | - | - | - | - | - | - | - | (1,604,476) | - | - | 606,000 |
| Transfers from (to) programs | (120,509) | (81,089) | 25,915 | 21,369 | (803,851) | 406,825 | - | (11,780) | - | 847,616 | (846,617) | 60,381 | 20,707 | 2,202,424 | 6,807 | 5,409,043 | 7,653,937 |
| Program surplus (deficit) for the year | 2,851,910 | 128,657 | - | (249,252) | (1,595,236) | (933,182) | (117,864) | (233,895) | 169,477 | 317,888 | 23,910 | 1,155,007 | - | 2,202,424 | 6,807 | 5,409,043 | 7,653,937 |

WIIKWEMKOONG UNCEDED TERRITORY

Notes to Consolidated Financial Statements

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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.

32. Robinson Huron Treaty Settlement Receivable

During the year, the First Nation as a member of the Robinson Huron Treaty Litigation Fund, ("RHTLF") entered into a settlement agreement with the Federal Government and Ontario Provincial Government for past compensation arising from obligations to the First Nations from the Robinson Huron Treaty of 1850. The settlement arises from claims put forward by the First Nations in 2014, that the Crown breached its obligations under the treaty. Specifically, the Crown's failure to augment the perpetual six-hundred-pound annuity to be paid to each nation, representing a collective amount and a share of the resource revenues of the territory that the Crown could pay without incurring a loss.

The First Nation's share in the settlement is governed by the Compensation Distribution Agreement ("CDA"), an agreement entered into by the 21 First Nations of the RHTLF prior to commencing legal action, to calculate and determine the share of the compensation each First Nation would receive upon settlement or judgement. As a result, a receivable of \$1,312,976,704 has been recorded in these consolidated financial statements.

Subsequent to the year end, the First Nation committed to the payment of a per capita distribution to each of its members and the balance of funds would be contributed to a trust for the benefit of the First Nation and its members.