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Indigenous Services Canada
Sudbury Business Center
760 Notre Dame Ave Unit M
Sudbury, ON P3A 2T4

Attention: Mariah Falat, Funding Services Officer

October 13, 2021

Re: Mississauga First Nation

Dear Madam

We enclose herewith for your information and retention, copies of the following documents to be published on the internet:

1. Consolidated financial statements for the year ended March 31, 2021.
2. Schedule of Remuneration and Expenses for Chief and Council along with an accompanying Review Engagement Report for the year ended March 31, 2021.

Should you have any questions concerning the foregoing, please contact the writer or Jeanine Laity of this office.

Yours sincerely

BDO Canada LLP
Chartered Professional Accountants, Licensed Public Accountants

Jennifer Archambault, CPA, CA
Partner
/sb

Sent via email - mariah.falat@canada.ca

Mississauga First Nation
Consolidated Financial Statements
For the year ended March 31, 2021

Mississauga First Nation
Consolidated Financial Statements
For the year ended March 31, 2021

Contents

Management's Responsibility for Financial Reporting	2
Independent Auditor's Report	3
Consolidated Financial Statements	
Statement of Financial Position	5
Statement of Operations	6
Statement of Changes in Net Financial Assets	7
Statement of Cash Flows	8
Notes to Financial Statements	9
Schedule 1 - Tangible Capital Assets	19
Schedule 2 - Segment Disclosure	21

Mississauga First Nation
Management's Responsibility for the Consolidated Financial Statements

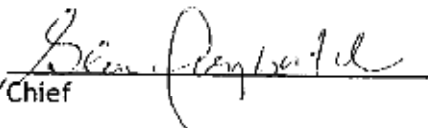
March 31, 2021

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

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

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

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


A/Chief


Director of Operations



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Independent Auditor's Report

To the Chief and Council of Mississauga First Nation

Opinion

We have audited the consolidated financial statements of Mississauga First Nation (the First Nation), which comprise the consolidated statement of financial position as at March 31, 2021, and the consolidated statements of operations, change in net financial assets and cash flows, for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2021, and its consolidated results of operations, its consolidated change in net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

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

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

In preparing the consolidated financial statements, management is responsible for assessing the First Nation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

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

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


Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

Independent Auditor's Report (continued)

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the First Nation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the First Nation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the First Nation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the First Nation to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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



Chartered Professional Accountants, Licensed Public Accountants
Sault Ste. Marie, Ontario
October 13, 2021

Mississauga First Nation
Consolidated Statement of Financial Position

March 31

2021

2020

Financial assets

Cash (Note 2)	\$ 5,529,957	\$ 4,796,656
Accounts receivable (Note 3)	1,223,370	1,398,520
Housing loans (Note 4)	288,780	320,243
Portfolio investments (Note 5)	132,814	335,060
Investment in government business enterprise (Note 7)	405,435	-
Due from the Mississagi Trust - restricted (Note 6)	1,935,637	1,503,916
Trust Funds held by Federal Government (Note 8)	98,785	91,000
	<u>9,614,778</u>	<u>8,445,395</u>

Liabilities

Accounts payable and accrued liabilities (Note 9)	641,910	903,793
Deferred revenue (Note 10)	2,613,662	2,311,153
Due to funders (Note 11)	472,982	466,224
Long term debt (Note 12)	2,370,204	2,553,320
Accrued landfill closure and post closure costs (Note 14)	87,975	93,150
	<u>6,186,733</u>	<u>6,327,640</u>

Net financial assets


3,428,045 2,117,755

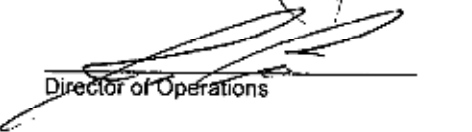
Non-financial assets

Tangible capital assets (Schedule 1)	10,078,913	10,085,239
Prepaid expenses and inventory of supplies	51,997	93,559
	<u>10,130,910</u>	<u>10,178,798</u>

Accumulated surplus, end of year (Note 15)

\$ 13,558,955 \$ 12,296,553


Chief


Director of Operations

Mississauga First Nation
Consolidated Statement of Operations

For the year ended March 31	Budget	2021	2020
Revenue			
Indigenous Services Canada	\$ 8,190,978	\$ 6,576,560	\$ 6,151,602
Province of Ontario	1,967,870	2,271,464	1,944,178
Government of Canada	53,583	119,189	102,102
Canadian Mortgage and Housing Corporation	221,053	273,454	170,189
OFNLP	879,540	909,482	934,405
North Shore Tribal Council	1,372,921	1,508,511	1,301,299
Band operated enterprises	537,532	470,083	570,331
Other revenue	2,058,951	1,831,467	1,732,108
Mississagi Trust Funds	-	507,506	135,374
Amounts earned in Trust Funds (Note 8)	-	8,477	8,250
Net loss from government business entities (Note 7)	-	(20,033)	-
Gain (loss) on sale of portfolio investments	-	(202,246)	-
Recovery of prior year funds	-	(49,526)	30,109
	15,282,428	14,204,388	13,079,947
Expenses			
Niigaaniin - Social assistance	439,131	579,435	563,533
Niigaaniin - Cost of administration	580,015	443,613	427,435
Band support funding	510,518	404,467	606,509
Other administrative programs	684,772	658,684	490,235
Maintenance management system	485,418	746,716	628,848
Education	2,698,501	2,782,214	2,709,293
Committees	-	295	3,100
Capital programs	343,699	135,712	79,547
Other ISC subsidized programs	95,290	124,700	180,220
Health and social services	3,254,381	2,433,759	2,395,658
Other subsidized programs	1,331,349	1,397,049	109,072
Family resource centre	442,058	568,057	470,650
Day care centre	654,312	731,866	659,809
Band operated enterprises	651,966	837,106	911,752
OFNLP	947,636	602,355	1,401,226
CMHC housing	135,726	411,696	453,027
Amounts released from Trust Funds (Note 8)	-	8,477	8,250
Mississagi Trust distributions	-	75,785	182,162
	13,254,772	12,941,986	12,280,326
Annual surplus	2,027,656	1,262,402	799,621
Accumulated surplus, beginning of year	12,296,553	12,296,553	11,496,932
Accumulated surplus, end of year	\$ 14,324,209	\$ 13,558,955	\$ 12,296,553

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

Mississauga First Nation
Consolidated Statement of Change in Net Financial Assets

For the year ended March 31	Budget	2021	2020
Annual surplus	\$ 2,027,656	\$ 1,262,402	\$ 799,621
Acquisition of tangible capital assets	(781,660)	(985,406)	(1,868,786)
Amortization of tangible capital assets	-	837,494	773,845
Gain on disposal of tangible capital assets	-	(165,380)	(39,624)
Proceeds on sale of tangible capital assets	-	319,618	183,000
Prepaid expenses and inventory of supplies	-	41,562	(46,960)
Net change in net financial assets	1,245,996	1,310,290	(198,904)
Net financial assets, beginning of year	2,117,755	2,117,755	2,316,659
Net financial assets, end of year	\$ 3,363,751	\$ 3,428,045	\$ 2,117,755

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

Mississauga First Nation
Consolidated Statement of Cash Flows

For the year ended March 31	2021	2020
Cash flows from operating activities		
Annual surplus	\$ 1,262,402	\$ 799,621
Items not involving cash		
Gain on disposal of tangible capital assets	(165,380)	(39,624)
Amortization	837,494	773,845
Loss on sale of portfolio investments	202,246	-
	<u>2,136,762</u>	<u>1,533,842</u>
Changes in non-cash operating balances		
Accounts receivable	175,150	(426,179)
Prepaid expense	41,562	(46,960)
Deferred revenue	302,509	691,078
Due from the Mississaugi Trust	(431,721)	46,788
Trust Funds held by Federal Government	(7,785)	-
Accounts payable	(261,883)	(399,963)
Due to funders	6,758	98,528
Accrued landfill closure and post-closure costs	(5,175)	(5,175)
	<u>1,956,177</u>	<u>1,491,959</u>
Capital transactions		
Acquisition of tangible capital assets	(985,406)	(1,868,786)
Proceeds on sale of tangible capital assets	319,618	183,000
	<u>(665,788)</u>	<u>(1,685,786)</u>
Investing activities		
Housing loans	31,463	(62,227)
Investment in Mississaugi Retail Cannabis Corporation	(405,435)	-
	<u>(373,972)</u>	<u>(62,227)</u>
Financing activities		
Payments on long term debt	(183,116)	(177,703)
Increase (decrease) in cash	<u>733,301</u>	<u>(433,757)</u>
Cash, beginning of year	<u>4,796,656</u>	<u>5,230,413</u>
Cash, end of year	<u>\$ 5,529,957</u>	<u>\$ 4,796,656</u>

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

Mississauga First Nation Notes to Consolidated Financial Statements

March 31, 2021

1. Summary of significant accounting policies

Accounting Principles These consolidated financial statements of the Mississauga First Nation have been prepared in accordance with Canadian public sector accounting standards prescribed for governments, as recommended by the Public Sector Accounting Board.

Basis of Consolidation These financial statements reflect the assets, liabilities, revenues and expenses of all programs under the control of Chief and Council.

All controlled entities are consolidated according to the First Nation's percentage ownership except for entities that meet the definition of a business enterprise, which are included in the financial statements on a modified equity basis. Under the modified equity method of accounting, only the First Nation's investment in the entity and the First Nation's portion of the entity's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the entity that are different from those of the First Nation, and inter-organizational balances and transactions are not eliminated.

The First Nation's investment in Mississaugi Retail Cannabis Corporation is accounted for on the modified equity basis.

Portfolio Investments Portfolio investments are recorded at cost. A write down is recorded where there has been a loss in value that is other than a temporary decline.

Tangible Capital Assets Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Buildings	25 to 40 years
Housing	25 years
Infrastructure	10 to 40 years
Roads	40 years
Heavy equipment	15 years
Vehicles	5 to 15 years
Land improvements	10 to 20 years
Furniture and equipment	4 years

Mississauga First Nation

Notes to Consolidated Financial Statements

March 31, 2021

1. Summary of significant accounting policies (continued)

Revenue Recognition

Revenue is recognized in the period in which the transactions or events occurred that gave rise to the revenue. All revenue is recorded on an accrual basis.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions, other than government transfers, are deferred when restrictions are placed on their use by the external contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Use of Estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

2. Cash

	2021	2020
Externally restricted - CMHC reserves	\$ 353,951	\$ 353,951
Unrestricted	5,176,006	4,442,705
	<u>\$ 5,529,957</u>	<u>\$ 4,796,656</u>

Under the terms of an agreement with Canada Mortgage and Housing Corporation (CMHC), the First Nation must set aside funds annually for the repair, maintenance and replacement of worn out assets. These funds, along with accumulated interest, are to be held in a separate bank account and invested only in accounts or instruments insured by Canada Deposit Insurance Corporation or as otherwise approved by CMHC.

Mississauga First Nation
Notes to Consolidated Financial Statements

March 31, 2021

3. Accounts receivable

	<u>2021</u>	<u>2020</u>
Due from members - CMHC Housing arrears	\$ 396,071	\$ 379,818
Less: allowance for doubtful accounts	<u>(382,631)</u>	<u>(367,619)</u>
	<u>13,440</u>	<u>12,199</u>
Due from members - Housing Rent to Own arrears	262,417	282,634
Less: allowance for doubtful accounts	<u>(257,759)</u>	<u>(274,717)</u>
	<u>4,658</u>	<u>7,917</u>
Indigenous Services Canada	160,222	225,822
Province of Ontario	168,289	169,115
North Shore Tribal Council / Niigaaniin	419,809	539,933
CMHC	270,981	-
Other	272,361	556,629
Less: allowance for doubtful accounts	<u>(86,390)</u>	<u>(113,095)</u>
	<u>1,205,272</u>	<u>1,378,404</u>
	<u>\$ 1,223,370</u>	<u>\$ 1,398,520</u>

4. Housing loans

	<u>2021</u>	<u>2020</u>
Housing proceeds receivable	\$ 355,660	\$ 406,092
Present value write down	<u>(66,880)</u>	<u>(85,849)</u>
	<u>\$ 288,780</u>	<u>\$ 320,243</u>

The above loans were made to members of the Mississauga First Nation at 0% interest and under a rent to own housing contract. The terms vary in length and are secured by the property.

5. Portfolio investments

	<u>2021</u>	<u>2020</u>
CEW Superior VI Limited Partnership - 5,099 Class A units	\$ 51	\$ 51
Equities and mutual funds	<u>132,763</u>	<u>335,009</u>
	<u>\$ 132,814</u>	<u>\$ 335,060</u>

The market value of the equities and mutual funds at March 31, 2021 was \$145,827.

6. Mississagi Trust

The funds are advanced to the First Nation as a beneficiary of the Trust and are subject to the Trust provisions governing the disbursement of such funds.

Mississauga First Nation
Notes to Consolidated Financial Statements

March 31, 2021

7. Investment in government business enterprise

The First Nation owns 100% of Mississauga Retail Cannabis Corporation. The investment at March 31, 2021 consists of the following:

	2021	2020
Issued common shares - 100	\$ 100	\$ -
Accumulated deficit	(20,033)	-
Loan receivable, 0% interest, repayable \$42,700 annually, due March 31, 2031	384,930	-
Advances, interest free, unsecured, no specific terms of repayment	40,438	-
	<u>\$ 405,435</u>	<u>\$ -</u>

Summary financial information for Mississauga Retail Cannabis Corporation for the year ending March 31, 2021 is as follows:

	2021	2020
Assets	\$ 429,216	\$ -
Liabilities	449,249	3,199
Retained earnings	(20,033)	(3,199)
Revenue	577,010	-
Expenses	721,479	7,785
Net income (loss) for the year	(144,469)	(7,785)

8. Trust Funds held by Federal Government

	March 31, 2020	Additions 2021	Withdrawals 2021	March 31, 2021
Revenue	\$ -	\$ 8,477	\$ (692)	\$ 7,785
Capital	91,000	-	-	91,000
	<u>\$ 91,000</u>	<u>\$ 8,477</u>	<u>\$ (692)</u>	<u>\$ 98,785</u>

The trust funds 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. The management of these funds is primarily governed by Section 63 to 69 of the Indian Act.

9. Accounts payable

	2021	2020
Trade payables	\$ 289,986	\$ 584,884
Elementary and Secondary tuition payables	261,045	187,809
Accrued wages and employee benefits payable	90,879	131,098
	<u>\$ 641,910</u>	<u>\$ 903,793</u>

Mississauga First Nation
Notes to Consolidated Financial Statements

March 31, 2021

10. Deferred revenue and government transfers

	Balance March 31, 2021	Funding Received 2021	Revenue Recognized 2021	Balance March 31, 2021
Indigenous Services Canada \$	1,777,187	\$ 6,901,145	\$ 6,576,560	\$ 2,101,772
CMHC	-	273,454	273,454	-
ESDC	-	4,039	4,039	-
Fisheries & Oceans Canada	-	115,150	115,150	-
Province of Ontario	42,915	2,262,850	2,271,484	34,301
North Shore Tribal Council	184,537	1,323,974	1,508,511	-
Other	306,514	3,695,844	3,524,769	477,589
Recovery of prior year funds	-	(49,526)	(49,526)	-
	\$ 2,311,153	\$ 14,526,930	\$ 14,224,421	\$ 2,613,662

Deferred revenue is broken down by program as follows:

	2021	2020
Nilgaaniin - General Welfare	\$ -	\$ 41,000
Nation Rebuilding	30,671	399,777
Water	51,624	-
Fire	57,143	-
Community Buildings	20,316	-
Education	25,441	241,632
Post Secondary Education	207,024	117,112
Special Education	115,009	97,190
Adult Education	174,763	36,612
Community and Parental Initiative	1,902	-
Capital Septic	20,241	5,893
Capital Water Plant	-	743
Capital Renovations	-	133,833
Capital Roads	46,774	-
Capital Community Buildings	31,412	24,362
Land Base Programs	76,197	-
Medical Services	593,128	373,661
Patient Transportation	2,367	-
Home & Community Care	149,144	52,039
Healthy Babies	13,650	8,016
ASP / RTP	34,301	6,637
Grandmas and Aunties	25,699	71,088
Community Well Being	238,550	227,683
COVID-19 Public Health	88,432	-
Family Well Being	58,889	-
CARA	4,717	-
Community Wellness	68,304	18,465
CSSW	165,201	62,704
Band Rep	41,242	10,416
Child Mental Health	-	44,443
COVID-19 Other Costs	116,149	-
Land Code	4,145	30,146
By-law Officer	-	36,278
West End Trail	11,670	7,836
Lands and Resources Membership	-	25,488
Employee Training Development	-	143,537
Family Resource Centre	82,602	-
Daycare - ASETS	44,955	93,962
Daycare - ASETS	12,000	-
	\$ 2,613,662	\$ 2,311,153

Mississauga First Nation
Notes to Consolidated Financial Statements

March 31, 2021

11. Due to funders

	<u>2021</u>	<u>2020</u>
Province of Ontario	\$ 466,249	\$ 370,777
Indigenous Services Canada	6,733	95,447
	<u>\$ 472,982</u>	<u>\$ 466,224</u>

12. Long term debt

	<u>2021</u>	<u>2020</u>
Capital loans		
CMHC Mortgage at 1.05%, due in monthly payments of \$3,724 including interest, maturing August 1, 2021, guaranteed by ISC	\$ 228,435	\$ 270,531
CMHC Mortgage at 2.50%, due in monthly payments of \$2,538 including interest, maturing June 1, 2023, guaranteed by ISC	198,014	223,276
CMHC Mortgage at 1.30%, due in monthly payments of \$4,704 including interest, maturing April 1, 2026 guaranteed by ISC	467,011	517,747
CMHC Mortgage at 1.73%, due in monthly payments of \$2,436 including interest, maturing August 1, 2024, guaranteed by ISC	459,951	481,120
CMHC Mortgage at 1.73%, due in monthly payments of \$2,680 including interest, maturing August 1, 2024, guaranteed by ISC	505,868	529,150
CMHC Mortgage at 0.96%, due in monthly payments of \$2,026 including interest, maturing March 1, 2026, guaranteed by ISC	432,688	453,259
Operating loans		
Indigenous Affairs Native Claims Loans, due to be deducted from the proceeds on settlement of the claim, plus interest at the Minister of Finance rate only upon default of payment	78,237	78,237
	<u>2,370,204</u>	<u>2,553,320</u>
Less current portion	184,367	180,577
	<u>\$ 2,185,837</u>	<u>\$ 2,372,743</u>

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

Year	Amount
2022	\$ 184,367
2023	187,104
2024	189,886
2025	192,713
2026	195,588
Thereafter	<u>1,420,546</u>
	<u>\$ 2,370,204</u>

Mississauga First Nation
Notes to Consolidated Financial Statements

March 31, 2021

13. Credit facilities

The First Nation has an operating line of credit with the Royal Bank of Canada and the amount available under the line is \$200,000. The line of credit is due on demand and has an interest rate of prime plus 2.5%. At March 31, 2021 the balance outstanding was zero.

The First Nation also has credit facilities with the Bank of Montreal totaling \$2,750,000. The first facility of \$1,000,000 is for guarantees for the On-Reserve Housing Loan program (ORHL). The second facility of \$250,000 is for guarantees for the On-Reserve Home Renovation Loan program (ORHRL). The First Nation also has a demand loan available of \$1,500,000, with interest rate of prime plus 1.25%, for assisting with construction of On-Reserve homes. At March 31, 2021 the balance outstanding on these facilities was zero.

14. Accrued landfill closure and post-closure costs

Landfill post-closure requirements include monitoring wells, fees, ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions using the best information currently available to management. The landfill site was closed during 2018 and the liability now consists of post-closure care costs over an estimated period of 20 years.

15. Accumulated surplus

	2021	2020
Reserves set aside for specific purposes by the First Nation		
Medical - Long term care	\$ 36,017	\$ 36,017
Health - Bus	10,365	10,365
Scholarships	7,143	7,143
Donnie MacIver Bursary	9,000	9,000
Casino Rama - Community Development	3,082,381	2,775,254
Redpine Complex	6,443	-
Housing working fund	254,497	325,724
CMHC Housing Replacement	71,705	105,488
CMHC Housing Operating	124,060	107,410
Land Resources	62,034	62,034
Day Care	3,247	3,247
Band Vehicles Replacement	16,628	16,628
Gaming Study	9,555	9,555
Family Resource Centre	24,353	24,353
Social Assistance Administration	101,451	-
Employee Training Development	163,871	-
Negotiations and Implementation	42,225	42,225
Forestry	50,389	50,389
Admin Building	61,196	45,034
Internal funds held in trust - revenue	368,230	203,689
Reserves	4,504,790	3,833,555
Equity in tangible capital assets	7,786,946	7,610,157
Members' equity (deficit)	(659,295)	(648,925)
Unfunded landfill liabilities	(87,975)	(93,150)
Restricted Mississagi Trust reserve	1,935,637	1,503,916
Funds held in trust by Federal Government	98,785	91,000
Equity in enterprises	(19,933)	-
	\$ 13,558,955	\$ 12,296,553

Mississauga First Nation
Notes to Consolidated Financial Statements

March 31, 2021

15. Accumulated surplus (continued)

	2021	2020
Allocation of annual surplus (deficit):		
Reserves	\$ 671,235	\$ (321,998)
Equity in tangible capital assets	176,789	1,129,269
Members' deficit	(10,370)	33,963
Unfunded landfill liabilities	5,175	5,175
Restricted Mississagi Trust reserve	431,721	(46,788)
Funds held in trust	7,785	-
Equity in enterprises	(19,933)	-
	<u>\$ 1,262,402</u>	<u>\$ 799,621</u>

16. Pension plan costs

Employees are eligible to participate in a Registered Pension Plan, administered by London Life, with contribution levels determined by formula. Employer contributions totalled \$226,062 during the current period (2020 - \$187,140) and were fully expensed.

17. Contingencies

The First Nation has provided a guarantee in the amount of \$745,500 in favour of the Bank of Montreal on behalf of Robinson Huron Treaty Ojibewa (Anishinabe). This represents 4.45% of the total loan of \$16,727,500 being guaranteed by 21 participating First Nation Communities that are settlers and beneficiaries of the Robinson Huron Treaty Trust.

18. Funding reconciliation

Indigenous Services Canada revenue per the financial statements	\$ 6,576,560
Medical travel reimbursements	(16,982)
Less: Deferred revenue, beginning of year	(1,777,187)
Add: Deferred revenue, end of year	<u>2,101,772</u>
	<u>\$ 6,884,163</u>
Indigenous Services Canada revenue per funding confirmation	<u>\$ 6,884,163</u>

19. Segmented information

The Mississauga First Nation is a diversified government institution that provides a wide range of services to its members, including education, infrastructure maintenance, medical and other health services, administration, capital, enterprises and other services. For management reporting purposes the First Nation's operations and activities are organized and reported by Fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

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

**Mississauga First Nation
Notes to Consolidated Financial Statements**

March 31, 2021

19. Segmented information (continued)

Social assistance

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

Administration

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

Infrastructure maintenance

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

Education

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

Capital

This department is responsible for all capital asset activities occurring in the First Nation during the year, including housing construction and renovations.

Medical and other health services

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

Enterprises

Band operated enterprises are activities conducted by the First Nation with the objective of promoting economic self-sufficiency. These activities could include income generated from renting out band-owned equipment, lease income and other projects from time to time.

Other services

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

For each reported segment, revenues and expenses include amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information, including transfers that have been apportioned based on a percentage of budgeted expenses.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the summary of significant accounting policies. For additional information see the Consolidated Schedule of Segment Disclosure - Service (Schedule 2).

Mississauga First Nation
Notes to Consolidated Financial Statements

March 31, 2021

20. Budget

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

Budget surplus for the year	\$ 1,077,685
Add:	
Capital expenditures	781,660
Principal portion of loan payments	221,322
Net transfers from reserves	<u>(53,011)</u>
Budget surplus per statement of operations	<u>\$ 2,027,656</u>

21. Comparative figures

Comparative figures have been reclassified to conform with current year presentation.

22. Uncertainty due to COVID-19

During the year, the impact of COVID-19 in Canada and on the global economy increased significantly. This has resulted in worldwide emergency measures to combat the spread of the virus. Due to the pandemic, the First Nation incurred additional expenses relating to COVID-19 prevention, however they also received additional one-time funding to help offset these expenses. There was no interruption to regular funding received from ISC.

At this time, it is unknown the full extent the impact the COVID-19 outbreak will have on the First Nation as this will depend on future developments that are highly uncertain. Management is actively monitoring the effect on its financial condition and liquidity.

Mississauga First Nation
Schedule 1 - Consolidated Tangible Capital Assets

For the year ended March 31, 2021

	Land	Buildings	Housing	Infra-structure	Roads	Heavy Equipment	Vehicles	Improvements Furniture Equipment	Construction in Progress	Total
Cost, beginning of year	\$ 1	\$ 9,299,624	\$ 8,164,445	\$ 2,785,685	\$ 1,925,098	\$ 398,510	\$ 1,500,676	\$ 806,892	\$ 1,318,455	\$ 26,199,174
Additions	-	145,507	528,850	-	-	-	-	211,089	99,960	985,406
Disposals	-	-	(223,497)	-	-	-	(72,100)	-	-	(295,597)
Capitalized construction	-	922,099	-	-	-	-	-	12,599	(934,698)	-
Cost, end of year	1	10,367,230	8,469,798	2,785,685	1,925,098	398,510	1,428,576	1,030,370	483,717	26,888,983
Accumulated amortization, beginning of year	-	5,611,876	4,351,949	1,912,295	1,629,578	298,991	1,239,029	470,417	-	16,113,935
Amortization	-	304,028	265,111	61,358	25,247	12,943	99,776	69,031	-	837,494
Disposals	-	-	(69,269)	-	-	-	(72,100)	-	-	(141,359)
Accumulated amortization, end of year	-	5,915,704	5,147,801	1,973,653	1,654,825	311,934	1,266,705	539,448	-	16,810,070
Net carrying amount, end of year	\$ 1	\$ 4,451,526	\$ 3,321,997	\$ 812,032	\$ 270,271	\$ 86,576	\$ 161,871	\$ 490,922	\$ 483,717	\$ 10,078,913

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

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

For the year ended March 31, 2020 (comparative figures)

	Land	Buildings	Housing	Infra-structure	Roads	Heavy Equipment	Vehicles	Improvements Furniture Equipment	Construction in Progress	Total
Cost, beginning of year	\$ 1	\$ 9,121,419	\$ 7,966,869	\$ 2,765,685	\$ 1,925,096	\$ 398,510	\$ 1,468,176	\$ 806,682	\$ 38,000	\$ 24,510,438
Additions	-	178,205	339,526	-	-	-	32,500	-	1,318,455	1,868,786
Disposals	-	-	(180,050)	-	-	-	-	-	-	(180,050)
Capitalized construction	-	-	38,000	-	-	-	-	-	(38,000)	-
Cost, end of year	1	9,299,624	8,164,445	2,765,685	1,925,096	398,510	1,500,676	806,682	1,318,455	26,199,174
Accumulated amortization, beginning of year	-	5,350,352	4,734,497	1,850,937	1,604,331	286,048	1,139,253	411,346	-	15,376,764
Amortization	-	261,324	254,126	61,358	25,247	12,943	99,776	59,071	-	773,845
Disposals	-	-	(36,674)	-	-	-	-	-	-	(36,674)
Accumulated amortization, end of year	-	5,611,676	4,951,949	1,912,295	1,629,578	298,991	1,239,029	470,417	-	16,113,935
Net carrying amount, end of year	\$ 1	\$ 3,687,948	\$ 3,212,496	\$ 873,390	\$ 295,518	\$ 99,519	\$ 261,647	\$ 336,265	\$ 1,318,455	\$ 10,085,239

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

Mississauga First Nation **Schedule 2 - Consolidated Segment Disclosure**

For the year ended March 31, 2021

	Social Assistance	Administration	Infrastructure Maintenance	Education	Capital	Medical	Enterprises	Other	Consolidated Total
Revenue									
Indigenous Services Canada	\$ -	\$ 872,396	\$ 449,023	\$ 2,611,582	\$ 463,989	\$ 1,247,368	\$ 36,642	\$ 895,560	\$ 6,576,560
Province of Ontario	-	100,000	44,810	130,910	-	538,589	-	1,457,355	2,271,464
Government of Canada	-	-	-	-	99,058	-	6,559	287,026	392,643
Band operated enterprises	-	-	-	-	-	-	290,104	179,979	470,083
Other	1,113,897	80,929	56,732	26,997	101,515	733,282	330,736	2,099,076	4,543,164
Recovery of prior year funds	-	-	-	(826)	-	(48,700)	-	-	(49,526)
	1,113,897	1,053,325	550,385	2,768,663	664,562	2,470,539	664,041	4,918,996	14,204,388
Expenses									
Salaries, wages and benefits	246,259	922,483	116,218	632,510	-	1,376,287	318,235	1,440,377	5,052,369
Materials and supplies	191,513	293,800	161,319	187,686	61,666	315,750	117,081	1,290,436	2,619,251
Contracted services	4,591	508,609	298,512	103,203	182,137	131,305	321,852	368,385	1,918,594
Rents and financial expenses	500	44,325	146	-	-	2,423	(33,422)	55,617	69,588
External transfers	579,436	-	-	1,723,027	-	-	-	91,273	2,393,736
Travel and training	148	3,679	2,211	4,124	-	26,755	1,761	12,276	50,954
Amortization	11,912	9,827	201,526	14,543	-	63,220	291,587	244,879	837,494
Transfers between segments	(11,310)	(719,571)	(33,216)	117,121	(108,091)	518,019	(179,988)	417,036	-
	1,023,049	1,063,152	746,715	2,782,214	135,712	2,433,759	837,106	3,920,279	12,941,996
Excess (deficiency) of revenue over expenses	\$ 90,848	\$ (9,827)	\$ (196,350)	\$ (13,554)	\$ 528,850	\$ 36,780	\$ (173,055)	\$ 998,717	\$ 1,262,402

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

Mississauga First Nation **Schedule 2 - Consolidated Segment Disclosure (continued)**

For the year ended March 31, 2020 (comparative figures)

	Social Assistance	Administration	Infrastructure Maintenance	Education	Capital	Medical	Enterprises	Other	Consolidated Total
Revenue									
Indigenous Services Canada	\$ -	\$ 682,248	\$ 384,365	\$ 2,541,563	\$ 449,214	\$ 1,282,000	\$ -	\$ 804,365	\$ 6,143,755
Province of Ontario	-	100,000	44,610	131,410	-	510,454	-	1,157,704	1,944,178
Government of Canada	-	-	-	-	-	-	-	272,291	272,291
Band operated enterprises	-	-	-	-	-	-	386,632	183,699	570,331
Other	976,695	385,162	36,192	38,415	115,400	689,768	179,354	1,698,297	4,119,283
Recovery of prior year funds	-	-	-	(11)	-	30,120	-	-	30,109
	976,695	1,167,410	465,167	2,711,377	564,614	2,512,342	565,986	4,116,356	13,079,947
Expenses									
Salaries, wages and benefits	242,907	882,375	83,572	539,861	-	1,211,009	325,581	1,482,385	4,767,690
Materials and supplies	148,567	204,465	241,886	70,082	106,316	540,282	184,665	599,853	2,066,116
Contracted services	5,170	283,600	180,301	106,735	214,196	169,613	262,554	472,594	1,704,763
Rents and financial expenses	500	62,017	3,141	-	-	19,370	37,186	64,113	186,327
External transfers	583,533	-	-	1,864,852	-	-	-	80,191	2,508,376
Travel and training	12,379	72,520	7,295	13,112	-	69,139	4,273	64,491	243,209
Amortization	11,912	17,823	151,952	14,544	-	55,220	277,302	245,092	773,845
Transfers between segments	5,000	(426,057)	(49,299)	100,307	(240,965)	331,026	(179,808)	458,796	-
	990,968	1,086,743	628,848	2,709,293	79,547	2,395,659	911,753	3,467,515	12,280,326
Excess (deficiency) of revenue over expenses	\$ (14,273)	\$ 70,667	\$ (163,681)	\$ 2,084	\$ 485,067	\$ 116,683	\$ (345,767)	\$ 648,841	\$ 799,621

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