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Services aux Autochtones Canada
Thunder Bay

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

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

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Michipicoten First Nation Management's Responsibility for Financial Reporting

March 31, 2022

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

These 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.

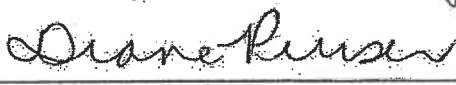
Chief and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

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 Michipicoten First Nation and meet when required.

On behalf of Michipicoten First Nation:



Chief



Finance Manager



Independent Auditor's Report

To the Members of Michipicoten First Nation

Opinion

We have audited the consolidated financial statements of Michipicoten First Nation (the First Nation), which comprise the statement of financial position as at March 31, 2022, the statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the First Nation as at March 31, 2022, and the results of its operations, changes in net assets and 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 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 these 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 First Nation or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the 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 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.

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.

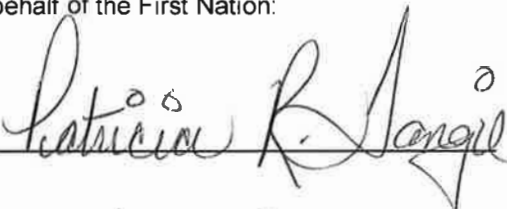
BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants
Sault Ste. Marie, Ontario
September 20, 2022


Michipicoten First Nation
Consolidated Statement of Financial Position

March 31	2022	2021
Financial assets		
Cash	\$ 7,305,564	\$ 7,071,177
Short term deposit receipts	18,000,000	4,200,000
Accounts receivable	2,315,317	2,118,089
Investments (Note 2)	3,999,979	2,006,073
Funds held in trust with Government of Canada (Note 3)	260,508	41,846
	<u>31,881,368</u>	<u>15,437,185</u>
Liabilities		
Accounts payable and accrued liabilities	879,496	937,387
Deferred revenue (Note 4)	5,989,869	3,781,596
Long term debt (Note 5)	520,175	590,715
Future landfill closure and post-closure costs (Note 6)	12,645	4,632
	<u>7,402,185</u>	<u>5,314,330</u>
Net financial assets	<u>24,479,183</u>	<u>10,122,855</u>
Non-financial assets		
Tangible capital assets (Schedule 1)	13,544,509	13,723,342
Prepaid expenses	47,692	40,498
	<u>13,592,201</u>	<u>13,763,840</u>
Accumulated surplus (Note 7)	<u>\$ 38,071,384</u>	<u>\$ 23,886,695</u>

On behalf of the First Nation:



Chief



Finance Manager

Michipicoten First Nation Consolidated Statement of Operations

For the year ended March 31	Budget	2022	2021
Revenue			
Indigenous Services Canada	\$ 2,898,086	\$ 1,370,557	\$ 1,328,491
Canada	1,237,073	1,081,209	399,658
Ontario	886,678	448,394	418,349
Ontario First Nations (2008) Limited Partnership	935,208	516,339	847,773
Michipicoten First Nation trusts	516,561	762,777	719,072
Aboriginal organizations	3,352,285	1,956,717	1,749,182
Rentals, interest and other	1,340,999	15,504,763	6,422,634
	<u>11,166,890</u>	<u>21,640,756</u>	<u>11,885,159</u>
Expenses			
Community and membership	1,558,063	899,931	1,310,565
Education	2,236,302	1,519,893	1,336,622
Infrastructure & asset management	1,051,735	746,992	544,088
Health and social services	1,185,475	999,969	730,055
Administration and governance	899,878	453,443	645,465
Housing	337,993	293,458	395,215
Enterprises and economic development	1,323,961	736,855	914,378
Other	518,047	1,805,526	1,519,840
	<u>9,111,454</u>	<u>7,456,067</u>	<u>7,396,228</u>
Annual surplus	2,055,436	14,184,689	4,488,931
Accumulated surplus, beginning of year	<u>23,886,695</u>	<u>23,886,695</u>	<u>19,397,764</u>
Accumulated surplus, end of year	<u>\$ 25,942,131</u>	<u>\$ 38,071,384</u>	<u>\$ 23,886,695</u>

The notes are an integral part of these financial statements.

Michipicoten First Nation
Consolidated Statement of Change in Net Financial Assets

For the year ended March 31	Budget	2022	2021
Annual surplus	\$ 2,055,436	\$ 14,184,689	\$ 4,488,931
Acquisition of tangible capital assets	-	(140,000)	(18,776)
Amortization of tangible capital assets	318,830	318,833	318,696
Loss on disposal of tangible capital assets	-	-	52,667
Proceeds on sale of tangible capital assets	-	-	6,000
Prepaid expenses	-	(7,194)	(2,901)
Net change in net financial assets	2,374,266	14,356,328	4,844,617
Net financial assets, beginning of year	10,122,855	10,122,855	5,278,238
Net financial assets, end of year	\$ 12,497,121	\$ 24,479,183	\$ 10,122,855

The notes are an integral part of these financial statements.

Michipicoten First Nation

Consolidated Statement of Cash Flows

For the year ended March 31

2022

2021

Operating transactions

Annual surplus	\$ 14,184,689	\$ 4,488,931
Items not involving cash		
Amortization	318,833	318,696
Loss on disposal of tangible capital assets	-	52,667
Unfunded landfill site costs	8,013	735
	<u>14,511,535</u>	4,861,029
Changes in non-cash operating balances		
Accounts receivable	(197,229)	582,487
Prepaid expenses	(7,194)	(2,901)
Accounts payable and accrued liabilities	(57,891)	701,148
Deferred revenue	2,208,273	1,378,000
	<u>16,457,494</u>	7,519,763

Investing activities

Short term deposit receipts	(13,800,000)	(744,794)
Investments	(1,993,906)	(1,202,744)
Increase in funds held in trust	(218,662)	(507)
	<u>(16,012,568)</u>	(1,948,045)

Capital transactions

Acquisition of tangible capital assets	(140,000)	(18,776)
Proceeds on sale of tangible capital assets	-	6,000
	<u>(140,000)</u>	(12,776)

Financing activities

Long term debt repaid	(70,540)	(68,458)
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Net change in cash

234,386 5,490,484

Cash, beginning of year

7,071,178 1,580,694

Cash, end of year

\$ 7,305,564 \$ 7,071,178

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2022

1. Significant accounting policies

a. Basis of Accounting

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

b. Reporting Entity

The Michipicoten First Nation reporting entity includes the First Nation government and all entities that are controlled by the First Nation.

c. Principles of Consolidation

All controlled entities are fully consolidated on a line-by-line basis except for commercial enterprises which meet the definition of a government business enterprise, which are included in the consolidated financial statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Under the modified equity method of accounting, only the First Nation's investment in the government business enterprise and its portion of the enterprise's net income and other changes in equity are recorded. No adjustment is made for accounting policies of the enterprise that are different from those of the First Nation and inter-organizational balances and transactions are not eliminated.

Organizations consolidated in the First Nation's financial statements include:

The First Nation of Michipicoten Cultural Association
Michipicoten First Nation Economic Development Corporation

d. Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis.

Government transfers are recognized as revenue 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 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 being performed, is deferred and recognized when the fee is earned or service performed.

e. Measurement uncertainty

In preparing the consolidated financial statements of the First Nation, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from these estimates.

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2022

1. Significant accounting policies (continued)

f. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, balances with banks and term deposits having a maturity of three months or less at acquisition which are held for the purposes of meeting short term cash commitments.

g. Portfolio Investments

Portfolio investments are recorded at cost. Portfolio investments are written down when there has been a loss in value that is other than a temporary decline.

h. Pension Plan

The First Nation provides a defined contribution pension plan for its employees. The pension costs are charged to operations as contributions are due. Contributions are a defined amount whereby the employer matches that paid by the employee.

i. Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Amortization is provided for on a straight-line basis over the the following years, which approximate estimated useful life of the tangible capital asset:

Land improvements	10 to 30
Buildings	10 to 40
Housing	10 to 40
Machinery and equipment	10 to 40
Vehicles	3 to 10
Infrastructure	10 to 50

Tangible capital assets are written down when conditions indicate that they no longer contribute to Michipicoten First Nation's ability to provide goods and service, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write downs are accounted for as expenses in the consolidated financial statements.

Contributed tangible capital assets are recorded into revenues at their fair values on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case, they are recognized at nominal value.

Leased assets that transfer substantially all the benefits and risks of ownership are recorded as the acquisition of a tangible capital asset and the incurrence of an obligation. The asset is amortized in a manner consistent with tangible capital assets owned by the First Nation, and the obligation, including interest thereon, is repaid over the term of the lease. All other leases are accounted for as operating leases, and the rental costs are expensed as incurred.

Certain assets having historical or cultural value, including works of art, historical documents and cultural artifacts, are not recognized as tangible capital assets.

Assets under construction are not amortized until the asset is available for service.

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2022

2. Investments

	2022	2021
Bamkushwada Limited Partnership	\$ 1	\$ 1
Supercom Industries LP	1	1
Michipicoten Development Limited Partnership	10,099	-
	10,101	2
Investment in Argonaut Gold Inc., a publicly traded company (Market value - \$4,386,350; 2021 - \$2,255,449)	3,989,878	2,006,071
	<u>\$ 3,999,979</u>	<u>\$ 2,006,073</u>

Since the end of the year, the market value of the shares of Argonaut Gold Inc. have declined significantly to approximately \$860,000. Canadian public sector accounting standards require portfolio investments to be written down when there has been a loss in value that is other than a temporary decline. At this point of time, it is not possible to determine whether the \$3,130,000 decline in value is other than a temporary decline.

3. Trust funds

	Beginning	Additions	Withdrawals	Ending
Revenue	\$ 39,362	\$ 678,662	\$ 460,000	\$ 258,024
Capital	2,484	-	-	2,484
	<u>\$ 41,846</u>	<u>\$ 678,662</u>	<u>\$ 460,000</u>	<u>\$ 260,508</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 Sections 63 to 69 of the Indian Act.

4. Deferred revenue

	2022	2021
Indigenous Services Canada	\$ 2,413,399	\$ 1,218,000
Canada	474,300	448,237
Ontario	687,541	407,805
Aboriginal organizations	1,952,859	1,671,824
Other revenues	461,770	35,730
	<u>\$ 5,989,869</u>	<u>\$ 3,781,596</u>

Reconciliation of deferred revenue

Balance, beginning of year	\$ 3,781,596	\$ 2,403,596
Additions during the year	5,989,869	3,781,596
Applied to operations during the year	(3,781,596)	(2,403,596)
Balance, end of year	<u>\$ 5,989,869</u>	<u>\$ 3,781,596</u>

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2022

5. Long term debt

	<u>2022</u>	<u>2021</u>
Mortgage, Canada Mortgage and Housing Corporation, repayable \$5,625 monthly including interest at 0.70%, due September 2025	\$ 498,412	\$ 562,189
Vehicle loan, Ford Credit, repayable \$638 monthly including interest at 3.49%, maturing March 2025	<u>21,763</u>	<u>28,526</u>
	<u>\$ 520,175</u>	<u>\$ 590,715</u>

Interest paid on long term debt during the year amounted to \$4,614 (2021 - \$8,164). Assuming renewal on comparable terms, principal payments required on long term debt for the next five years are as follows:

Year	Amount
2023	\$ 71,227
2024	71,920
2025	72,642
2026	65,617
2027	66,055
Thereafter	<u>172,714</u>
	<u>\$ 520,175</u>

6. Accrued landfill closure and post-closure costs

Landfill closure and post-closure requirements include final covering and landscaping of the landfill, storm water management, creation of buffer lands, monitoring wells, fees, ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a one hundred year period using the best information currently available to management. Future events may result in significant changes to total estimated expenditures, capacity used or total capacity and estimated liability. Any such changes would be applied prospectively as a change in estimate, when applicable.

An engineering study has determined that the landfill site can accommodate eight trenches of which two have already been used. The engineers have also recommended adopting "best practices" to further extend the life of the whole landfill site to over 70 years. The estimated remaining useful life of the the landfill site is 26 years, after which the period for post-closure care costs is estimated to be 30 years. The estimated liability for landfill closure and post-closure costs is recognized as the landfill site's capacity is used.

The estimated total net present value of expenditures to close and maintain the landfill site is approximately \$33,718 (2021 - \$32,421). As at March 31, 2022, \$12,645 (2021 - \$4,632) of the total estimated expenditures have been recognized based on the cumulative capacity of 38% (2021 - 25%) of the active trench utilized at that date compared to the total estimated landfill capacity. The First Nation has not designated any source of revenue to fund the cost of closing and maintaining the landfill site.

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2022

7. Accumulated surplus

	2022	2021
Accumulated surplus , end of year		
Reserves set aside for specific purposes by Chief and Council		
Land acquisition	\$ 871,599	\$ 871,599
Wealth generation strategy	21,625,235	8,287,794
CMHC reserves	329,042	17,461
Better living policies	1,092,457	678,482
	23,918,333	9,855,336
Total reserves	23,918,333	9,855,336
Equity in tangible capital assets	13,024,334	13,132,627
General surplus	880,853	861,518
Unfunded landfill liabilities	(12,645)	(4,632)
Funds held in trust	260,509	41,846
	\$ 38,071,384	\$ 23,886,695

8. Boundary claim settlement trust

As beneficiary, the First Nation is entitled to receive all taxable income of the boundary claim settlement trust. Income distributions are recognized as revenue when received or receivable and the amount can be reasonably estimated.

9. Pension agreement

The First Nation provides defined contribution plan for eligible members of its staff. The First Nation matches employees' contributions. The amount to be received by employees will be the amount of retirement gratuity that could be purchased based on the employees share of the pension plan at the time of the employee's withdrawal from the plan. The First Nation contributed \$57,511 (2021 - \$55,871) during the year for retirement benefits.

10. Contingent liability

The First Nation is contingently liable to Canada Mortgage and Housing Corporation for housing renovation loans extended to band members. Loans are forgivable on a straight line basis over four years, as long as the occupant remains the same. Any outstanding balance becomes payable by the First Nation if the terms of forgiveness are not met.

11. Comparative figures

Comparative figures have been restated where necessary to conform to the presentation adopted during the current fiscal year.

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2022

12. Segmented information

The Michipicoten 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:

Community and membership

This department is responsible for administering programs focusing on improving the lives of members and families of the First Nation, including: better living, education and funeral policies; promoting awareness of cultural ties by gathering together youth and elders; youth employment projects; and distribution of trust settlement proceeds to members.

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.

Infrastructure & asset management - shop and public works

The infrastructure and asset management department provides public services that contribute to community development and sustainability through the provision of maintenance services for roads, water and sanitation, fire protection, electrical, information technology and community buildings.

Health and social services

This department provides a diverse bundle of services directed towards the well-being of members including such activities as medical transportation, pre-natal and early childhood care, brighter futures, building healthy communities, traditional healing, family violence prevention, band representation and other programs designed to enhance the health and social well-being of members.

Administration and governance

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.

Housing

This department oversees construction and renovation of housing in the community and as well, operates the CMHC project and other band-owned homes. This department undertakes planning activities to ensure the long-term improvement of the community's homes.

Enterprises and economic development

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. This department also oversees economic development programs within the community.

Michipicoten First Nation

Notes to Consolidated Financial Statements

March 31, 2022

12. Segmented information (continued)

Other programs

The First Nation provides other services, including administering Ontario First Nations (2008) Limited Partnership funding and resource revenues.

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.

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 Schedule 2 - Consolidated Segment Disclosure.

13. Budget

The Financial Plan (Budget) By-Law adopted by Council on September 23, 2021 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 require a full accrual basis. The budget figures anticipated use of reserves and/or surpluses accumulated in previous years to reduce current year expenditures in excess of current year revenues. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the statements of operations and change in net financial assets represent the Financial Plan adopted by Council with adjustments as follows:

Budget surplus (deficit) for the year	\$ 2,311,725
Add:	
Principal payment on long term debt	70,541
Less:	
Amortization	(318,830)
Unfunded liability for future landfill closure costs	<u>(8,000)</u>
Budget surplus (deficit) per statement of operations	<u>\$ 2,055,436</u>

Michipicoten First Nation

Schedule 1 - Consolidated Tangible Capital Assets

For the year ended March 31, 2022

	Land	Land Improve- ments	Buildings	Housing	Machinery and Equipment	Vehicles	Infra- structure	Construction in Progress	Total
Cost, beginning of year	\$ 8,951,177	\$ 484,800	\$ 1,832,238	\$ 3,385,537	\$ 1,050,114	\$ 530,473	\$ 2,931,818	\$ -	\$ 19,166,157
Additions	-	-	-	-	-	-	-	140,000	140,000
Disposals	-	-	-	-	-	-	-	-	-
Cost, end of year	8,951,177	484,800	1,832,238	3,385,537	1,050,114	530,473	2,931,818	140,000	19,306,157
Accumulated amortization, beginning of year	-	184,620	1,075,282	1,648,129	568,220	125,980	1,840,584	-	5,442,815
Amortization	-	40,652	45,556	80,546	45,227	51,647	55,205	-	318,833
Disposals	-	-	-	-	-	-	-	-	-
Accumulated amortization, end of year	-	225,272	1,120,838	1,728,675	613,447	177,627	1,895,789	-	5,761,648
Net carrying amount, end of year	\$ 8,951,177	\$ 259,528	\$ 711,400	\$ 1,656,862	\$ 436,667	\$ 352,846	\$ 1,036,029	\$ 140,000	\$ 13,544,509

The notes are an integral part of these financial statements.

Michipicoten First Nation **Schedule 1 - Consolidated Tangible Capital Assets**

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

	Land	Land Improve- ments	Buildings	Housing	Machinery and Equipment	Vehicles	Infra- structure	Construction in Progress	Total
Cost, beginning of year	\$ 8,951,177	\$ 484,800	\$ 1,832,238	\$ 3,385,537	\$ 1,111,338	\$ 530,473	\$ 2,931,818	\$ -	\$ 19,227,381
Additions	-	-	-	-	18,776	-	-	-	18,776
Disposals	-	-	-	-	(80,000)	-	-	-	(80,000)
Cost, end of year	8,951,177	484,800	1,832,238	3,385,537	1,050,114	530,473	2,931,818	-	19,166,157
Accumulated amortization, beginning of year	-	143,968	1,029,726	1,567,583	545,264	73,532	1,785,379	-	5,145,452
Amortization	-	40,652	45,556	80,546	44,289	52,448	55,205	-	318,696
Disposals	-	-	-	-	(21,333)	-	-	-	(21,333)
Accumulated amortization, end of year	-	184,620	1,075,282	1,648,129	568,220	125,980	1,840,584	-	5,442,815
Net carrying amount, end of year	\$ 8,951,177	\$ 300,180	\$ 756,956	\$ 1,737,408	\$ 481,894	\$ 404,493	\$ 1,091,234	\$ -	\$ 13,723,342

The notes are an integral part of these financial statements.

Michipicoten First Nation

Schedule 2 - Consolidated Segment Disclosure

For the year ended March 31, 2022

Revenue	Community and Membership	Education	Infrastructure & Asset Management - Shop and Public Works	Health and Social Services	Administration and Governance	Housing	Enterprises and Economic Development	Other	Consolidated Total
Indigenous Services Canada	\$ 10,620	\$ -	\$ 390,935	\$ 108,385	\$ 404,341	\$ 246,187	\$ 97,784	\$ 112,305	\$ 1,370,557
Canada	19,453	-	-	454,434	-	408,833	73,074	125,415	1,081,209
Ontario	-	13,903	71,600	64,304	-	-	277,082	21,505	448,394
Ontario First Nations (2008) Limited Partnership	-	-	-	-	-	-	-	516,339	516,339
Trust income	762,777	-	-	-	-	-	-	-	762,777
Aboriginal organizations	28,377	1,425,765	-	352,801	35,236	-	61,883	52,655	1,956,717
Interest, rentals and other	68	46,772	92,307	7,500	238,721	73,073	213,304	14,833,018	15,504,763
Transfers between segments	484,086	32,253	-	-	-	-	-	(516,339)	-
	1,305,381	1,518,693	554,842	987,424	678,298	728,093	723,127	15,144,898	21,640,756
Expenses									
Salaries, wages and benefits	55,561	268,962	409,552	269,881	498,431	64,455	258,692	80,747	1,906,281
Materials and supplies	2,126	23,978	91,506	291,413	62,279	43,449	85,942	86,115	686,808
Contracted services	-	5,441	162,725	124,524	311,936	49,310	199,271	1,455,584	2,308,791
Rents and financial expenses	54	1,000	72,399	24,784	89,340	21,390	20,025	-	228,992
External transfers	781,199	942,022	-	137,416	-	-	-	145,728	2,006,365
Amortization	8,163	1,534	183,976	12,601	28,504	80,546	3,506	-	318,830
Transfers between segments	52,828	276,956	(173,166)	139,350	(537,047)	34,308	169,419	37,352	-
	899,931	1,519,893	746,992	999,969	453,443	293,458	736,855	1,805,526	7,456,067
Excess (deficiency) of revenue over expenses	\$ 405,450	\$ (1,200)	\$ (192,150)	\$ (12,545)	\$ 224,855	\$ 434,635	\$ (13,728)	\$ 13,339,372	\$ 14,184,689

The notes are an integral part of these financial statements.

Michipicoten First Nation

Schedule 2 - Consolidated Segment Disclosure

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

	Community and Membership	Education	Infrastructure & Asset Management - Shop and Public Works	Health and Social Services	Administration and Governance	Housing	Enterprises and Economic Development	Other	Consolidated Total
Revenue									
Indigenous Services Canada	\$ 10,435	-	\$ 192,318	\$ 103,406	\$ 510,048	\$ 193,141	\$ 143,308	\$ 175,835	\$ 1,328,491
Canada	-	-	-	156,802	-	126,312	81,720	34,824	399,658
Ontario	-	13,903	97,931	83,674	-	-	171,500	51,341	418,349
Ontario First Nations (2008) Limited Partnership	-	-	-	-	-	-	-	847,773	847,773
Trust income	719,072	-	-	-	-	-	-	-	719,072
Aboriginal organizations	-	1,257,759	-	359,010	11,270	-	42,300	78,843	1,749,182
Interest, rentals and other	2,873	42,316	15,807	11,208	44,397	71,056	544,197	5,690,780	6,422,634
Transfers between segments	474,477	23,475	-	-	349,821	-	-	(847,773)	-
	1,206,857	1,337,453	306,056	714,100	915,536	390,509	983,025	6,031,623	11,885,159
Expenses									
Salaries, wages and benefits	-	297,300	297,248	298,562	512,150	53,268	183,380	59,894	1,701,802
Materials and supplies	9,392	102,828	96,841	166,445	58,963	115,623	34,205	61,694	645,991
Contracted services	-	6,760	139,520	29,632	443,563	49,614	520,506	1,258,959	2,448,554
Rents and financial expenses	-	1,000	60,721	23,457	84,903	28,032	70,279	10,064	278,456
External transfers and other	1,137,485	681,215	-	85,550	-	-	-	98,479	2,002,729
Amortization	8,167	1,534	184,776	12,601	27,566	80,546	3,506	-	318,696
Transfers between segments	155,521	245,985	(235,018)	113,808	(481,680)	68,132	102,502	30,750	-
	1,310,565	1,336,622	544,088	730,055	645,465	395,215	914,378	1,519,840	7,396,228
Excess (deficiency) of revenue over expenses	\$ (103,708)	\$ 831	\$ (238,032)	\$ (15,955)	\$ 270,071	\$ (4,706)	\$ 68,647	\$ 4,511,783	\$ 4,488,931

The notes are an integral part of these financial statements.