

SKOWNAN FIRST NATION
CONSOLIDATED
FINANCIAL STATEMENTS

MARCH 31, 2022

MANAGEMENT'S RESPONSIBILITY

To the Members of the Skownan First Nation:

The accompanying consolidated financial statements of Skownan First Nation and all the information in this annual report are the responsibility of management and have been approved by Chief and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they include certain amounts based upon estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

The First Nation maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable, and accurate and the First Nation's assets are appropriately accounted for and adequately safeguarded.


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

The Finance Department reviews the First Nation's financial statements with the Chief and Council and recommends their approval. Chief and Council meet periodically with the Finance Department, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters, and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities and to review the annual report, the consolidated financial statements and the external auditor's report.


Zaplitny and Zamrykut, Chartered Professional Accountants were appointed by the Chief and Council to audit the consolidated financial statements and report directly to them and the members of the First Nation; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Chief and Council and management to discuss their findings.



Chief



Councillor



Councillor

Councillor



Councillor

Councillor

MANAGEMENT'S RESPONSIBILITY

To the Members of the Skownan First Nation:

The accompanying consolidated financial statements of Skownan First Nation and all the information in this annual report are the responsibility of management and have been approved by Chief and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they include certain amounts based upon estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

The First Nation maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable, and accurate and the First Nation's assets are appropriately accounted for and adequately safeguarded.

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

The Finance Department reviews the First Nation's financial statements with the Chief and Council and recommends their approval. Chief and Council meet periodically with the Finance Department, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters, and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities and to review the annual report, the consolidated financial statements and the external auditor's report.

Zaplitny and Zamrykut, Chartered Professional Accountants were appointed by the Chief and Council to audit the consolidated financial statements and report directly to them and the members of the First Nation; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Chief and Council and management to discuss their findings.

_____ Chief _____ Councillor

_____ Councillor _____ Councillor

_____ Councillor _____ Councillor

AUDITORS' REPORT

To the Members of the Skownan First Nation:

Opinion

We have audited the accompanying consolidated financial statements of the Skownan First Nation which comprise of the statement of consolidated financial position as at March 31, 2022 and the consolidated statements of operations and accumulated surplus, change in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Basis for Disclaimer of Opinion

We were unable to obtain adequate audit evidence on expenditures and short term liability accounts. Furthermore, no budget was prepared or approved by Council for the fiscal year. As a result of these matters, we were unable to determine what adjustments, if any, might have been necessary to the reported assets, liabilities and accumulated surplus, as well as the elements making up the statement of operations and changes in net debt and cash flows.

Responsibilities of Management for the 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 Program'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 Program or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the 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. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

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 Program'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 Program'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 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 Program 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 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.

Zaplitny & Zamrykut

ZAPLITNY & ZAMRYKUT,
Chartered Professional Accountants

510 Main Street N
Dauphin, Manitoba
R7N 1C9

January 23, 2023

SKOWNAN FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2022

	2022	2021
FINANCIAL ASSETS		
CURRENT		
Cash	\$ 6,090,321	\$ 4,363,245
Restricted Cash - Note 3	390,744	341,369
Accounts Receivable - Note 4	2,095,733	1,228,567
Inventory	4,833	6,337
	8,581,631	5,939,518
LONG TERM		
Investments	10,000,000	10,000,000
	\$ 18,581,631	\$ 15,939,518
FINANCIAL LIABILITIES		
CURRENT		
Bank Indebtedness	\$ -	\$ 13,746
Accounts Payable and Accrued Liabilities - Note 5	432,061	485,961
Deferred Revenue - Note 6	2,715,629	1,036,539
	3,147,690	1,536,246
LONG TERM		
Long Term Debt - Note 7	18,635,909	19,362,558
	21,783,599	20,898,804
NET DEBT	(3,201,968)	(4,959,286)
NON-FINANCIAL ASSETS		
Tangible Capital Assets - Note 9	23,550,082	24,327,375
ACCUMULATED SURPLUS - NOTE 8	\$ 20,348,114	\$ 19,368,089

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

SKOWNAN FIRST NATION

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

FOR THE YEAR ENDED MARCH 31, 2022

	<i>(Unaudited)</i>		
	2022		
	Budget	2022	2021
REVENUE			
Indigenous Services Canada	\$ -	\$ 13,021,150	\$ 11,542,759
Government of Canada	-	10,500	14,750
First Nation and Inuit Health Branch (FNIHB)	-	2,184,924	3,700,530
Canada Mortgage and Housing Corporation (CMHC)	-	561,652	551,159
First Peoples Development Inc.	-	311,621	319,840
Contract Revenue	-	2,058,395	836,777
VLT Proceeds - Net	-	437,208	251,074
Concession - Net	-	(876)	1,966
Tobacco Tax Rebates	-	300,035	304,776
Solicitor General	-	92,702	36,996
Confectionary and Fuel - Net	-	582,343	384,611
Interest Income	-	527	65
Rent	-	431,427	275,914
Deferred Revenue - Prior Year - Note 6	-	1,036,539	1,012,142
Deferred Revenue - Current Year - Note 6	-	(2,715,628)	(1,036,539)
	-	18,312,519	18,196,820
EXPENSES	-	-	-
Governance and Administration	-	1,228,145	1,779,663
Social	-	1,913,732	1,748,110
Health	-	3,577,556	3,545,403
Housing	-	930,717	794,645
Economic Development	-	2,292,894	1,325,591
Education	-	4,111,863	4,189,627
Operations and Maintenance	-	2,407,852	4,512,747
Training and Other	-	428,023	502,483
Gaming	-	441,712	263,045
	-	17,332,494	18,661,314
ANNUAL SURPLUS (DEFICIT)	\$ -	980,025	(464,494)
ACCUMULATED SURPLUS, BEGINNING OF YEAR		19,368,089	19,832,583
ACCUMULATED SURPLUS, END OF YEAR		\$ 20,348,114	\$ 19,368,089

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

SKOWNAN FIRST NATION**CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT
FOR THE YEAR ENDED MARCH 31, 2022**

	2022	2021
ANNUAL SURPLUS (DEFICIT)	\$ 980,025	\$ (464,494)
Acquisition of Tangible Capital Assets	(943,369)	(2,288,103)
Amortization of Tangible Capital Assets	1,720,662	1,350,317
CHANGE IN NET DEBT	1,757,318	(1,402,280)
NET DEBT, BEGINNING OF YEAR	(4,959,286)	(3,557,006)
NET DEBT, END OF YEAR	\$ (3,201,968)	\$ (4,959,286)

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

SKOWNAN FIRST NATION**CONSOLIDATED STATEMENT OF CASH FLOWS****MARCH 31, 2022**

	2022	2021
CASH PROVIDED BY OPERATING ACTIVITIES		
Cash Received From Contributors	\$ 18,312,519	\$ 18,234,468
Cash Paid to Suppliers	(10,482,235)	(11,143,495)
Cash Paid to Employees	(4,298,064)	(3,775,247)
Interest Paid	(125,880)	(97,832)
NET CASH PROVIDED BY OPERATING ACTIVITIES	3,406,340	3,217,894
CASH FLOWS FROM FINANCING ACTIVITIES		
Long Term Debt Repayments	(672,774)	(220,882)
Advances of Long Term Debt	-	1,311,250
NET CASH PROVIDED BY FINANCING ACTIVITIES	(672,774)	1,090,368
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Additions	(943,369)	(2,288,103)
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,790,197	2,020,159
NET CASH AND CASH EQUIVALENTS, beginning of year	4,690,868	2,670,709
NET CASH AND CASH EQUIVALENTS, end of year	\$ 6,481,065	\$ 4,690,868
Cash and Cash Equivalents consists of:	2022	2020
Cash	\$ 6,090,321	\$ 4,363,245
Restricted Cash	390,744	341,369
Bank Indebtedness	-	(13,746)
	\$ 6,481,065	\$ 4,690,868

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

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

1. NATURE OF ENTITY

The Skownan First Nation (the "First Nation") is located in the province of Manitoba, and provides various services to its Members. Skownan First Nation includes the First Nation's government and all related entities that are accountable to the First Nation and are either owned or controlled by the First Nation.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards and include the following significant accounting policies:

Reporting Entity and Principles of Financial Reporting

The First Nation's reporting entity includes the First Nation's government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation. These financial statements consolidate the assets, liabilities, and results of operations for the following entities:

Skownan First Nation
Skownan CMHC Housing
Skownan Employment Training and Daycare
Skownan Health Authority
Skownan VLT Operation
Skownan Development Corporation
Skownan Wood Bison Ranch Ltd.

All inter-entity balances have been eliminated for the purposes of consolidating all of the above entities. However, transactions between programs have not been eliminated in reporting the results of operations.

Basis of presentation

Sources of revenue and expenses are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it becomes available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Cash resources

Cash resources include balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Funds held in Ottawa Trust Fund

Funds held in trust on behalf of First Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position with an offsetting amount in accumulated surplus. Trust moneys consist of capital trust moneys derived from non-renewable resource transactions on the sale of land or other First Nation tangible capital assets; and revenue trust moneys generated primarily through land leasing transactions or interest earned on deposits held in trust.

Net debt

The First Nation's financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt of the First Nation is determined by its financial assets less its liabilities. Net debt combined with non-financial assets comprise a second indicator of financial position, accumulated surplus.

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution.

Amortization

Tangible capital assets are amortized annually using the following method at rates intended to amortize the cost of the assets over their estimated useful lives. Assets under construction are not amortized until the assets are put into use.

	Method	Rate
Buildings	Straight-line	20-50 years
Housing	Straight-line	25 years
Equipment	Straight-line	5-10 years
Roads and Bridges	Straight-line	30-50 years
Vehicles	Straight-line	3-15 years
Land Improvements	Straight-line	20 years

Long-lived assets

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured in the applicable accounting policies.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, exceeds the value of future economic benefits associated with the asset. Impairment is measured as the amount by which the assets' carrying value exceeds the residual value of the assets' service potential to the First Nation. Any impairment is included in operations for the year.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued***Liability for contaminated sites***

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the First Nation is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at March 31, 2022.

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the weighted average method. Net realizable value is the estimated selling price in the ordinary course of business, less estimated selling costs.

Revenue Recognition

Government transfer revenue, including, but not limited to, Indigenous Services Canada, Health Canada and Canada Mortgage and Housing Corporation funding, is recognized as the funding becomes receivable under the terms of applicable funding agreements. Funding received under the funding arrangements that relate to a subsequent fiscal period is reflected as deferred revenue on the consolidated statement of financial position in the year of receipt, and is matched with related department expenses in the year of their occurrence. Funding that is restricted for particular purposes is deferred and recognized when the eligible expenses have been incurred.

Investment and interest revenue is recognized on an accrual basis in the year that it is earned.

All other types of revenue are recognized by the First Nation when the services are provided or the goods are shipped and collectability is reasonably assured.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued***Segments***

The First Nation conducts its business through nine reportable segments as identified below. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions and to assess operational performance. For each reported segment, revenue and expenses represent both 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. These segments are differentiated by the major activities or services they provide. The First Nation's segments are as follows:

Governance and administration - reports on governance and administration activities

Social - reports on social assistance programs

Health - Reports on health and wellness programs funded by Health Canada

Housing - Reports on activities related to developing and sustaining housing, including CMHC subsidized housing

Economic Development - Reports on services that facilitate economic development

Education - Reports on the operations of education programs

Operations and Maintenance - Reports on general operations and maintenance programs in the First Nation

Training and Other - Reports on training and other activities

Gaming - Reports on the Video Lottery Terminal operations.

Inter-segment transfers are recorded at their exchange amount. The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the Significant Accounting Policies.

Employee future benefits

The First Nation's employee future benefit programs consist of a defined contribution pension plan. The First Nation's contributions to the defined contribution plans are expenses as incurred.

SKOWNAN FIRST NATION**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****MARCH 31, 2022****3. RESTRICTED CASH**

	2022	2021
CMHC Replacement Reserve Fund	\$ 382,991	\$ 333,736
Ottawa Trust Fund	7,753	7,633
	\$ 390,744	\$ 341,369

4. ACCOUNTS RECEIVABLE

	2022	2021
Indigenous Services Canada	\$ 2,095,733	\$ 1,228,567

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2022	2021
Trade	\$ 422,419	\$ 478,969
Accrued Interest	9,642	6,992
	\$ 432,061	\$ 485,961

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

6. DEFERRED REVENUE

	2022	2021
Indigenous Services Canada -		
Major Capital Projects - Housing New Construction	\$ 172,875	\$ -
New Construction 3 Unit - Capital	476,284	-
Post Secondary Student Support	52,914	-
Elementary - Secondary School SR	47,976	-
Family Violence Prevention	12,000	-
Service Delivery Covid	112,893	-
Water Systems	58,901	-
Wastewater	67,202	-
Roads and Bridges - Snow Clearing	111,246	-
Capacity Building	50,592	-
Capacity Development	119,844	109,525
Capacity Innovation	-	12,553
Prov/Private Admin 2nd Level	205,745	108,918
Teacher/Res/Group Home	10,497	-
Prov Private Student Support	111,005	70,967
Admin & Support 1	769	-
LEDSP Covid 19	19,494	-
Major Renos/Extensions/Repairs	13,844	-
Solid Waste - Garbage Bins	9,157	-
Canadian Prenatal Program	11,277	-
Home and Community Care - Transfer	58,082	-
Jordan's Principle	167,779	74,534
Health - Admin	6,578	-
Canadian Mental Health	114,144	-
Canadian Health Representative	10,147	-
Response	385,042	385,042
Solid Waste WMP	75,000	75,000
Waste Div. WMP	200,000	200,000
Health - In Home Care	34,342	-
	\$ 2,715,629	\$ 1,036,539

SKOWNAN FIRST NATION**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****MARCH 31, 2022****7. LONG TERM DEBT**

These loans are secured by a ministerial guarantee by the Government of Canada unless otherwise noted.

	2022	2021
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$3,742 including interest Interest: 2.49%	\$ 44,316	\$ 87,535
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$4,036 including interest Interest: 2.50%	273,194	314,280
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$3,977 including interest Interest: 1.44%	637,219	675,403
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$1,694 including interest Interest: 0.46%	349,023	366,662
First Nations Bank of Canada Terms: Monthly payments of \$4,490 plus interest Interest: 4.00%	974,276	1,028,152
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$1,659 including interest Interest: 0.46%	341,775	359,048
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$1,493 including interest Interest: 1.97%	240,399	253,461
Subtotal	\$ 2,860,202	\$ 3,084,541

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

7. LONG TERM DEBT - Continued

	2022	2021
Subtotal - Continued from last page	\$ 2,860,202	\$ 3,084,541
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$2,670 including interest Interest: 2.50%	422,536	443,777
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$3,436 including interest Interest: 2.50%	404,184	434,939
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$5,606 including interest Interest: 2.52%	671,464	721,224
First Nations Finance Authority Terms: Monthly payments of \$59,275 including interest Interest: 3.65%	11,120,891	11,392,042
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$4,117 including interest Interest: 0.69%	846,998	890,398
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$7,410 including interest Interest: 1.91%	1,611,976	1,669,628
Canada Mortgage and Housing Corporation Terms: Monthly payments of \$2,932 including interest Interest: 0.96%	697,658	726,009
	\$ 18,635,909	\$ 19,362,558

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

7. LONG TERM DEBT - Continued

Principal repayments over the next five years are estimated as follows:

2022-23	\$529,482
2023-24	536,855
2024-25	498,980
2025-26	379,388
2026-27	386,075
Subsequent Years	16,305,129

8. ACCUMULATED SURPLUS

	2022	2021
Equity in Ottawa Trust Funds	\$ 8,031	\$ 8,031
CMHC Replacement Reserve	382,991	333,736
CMHC Operating Surplus	48,122	53,132
Investment In Tangible Capital Assets	16,024,782	19,697,543
Unrestricted Accumulated Surplus (Deficit)	3,884,188	(724,353)
	\$ 20,348,114	\$ 19,368,089

SKOWNAN FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2022

9. TANGIBLE CAPITAL ASSETS

		Land	Buildings	Vehicles and Equipment	Roads	Water and Sewer	CMHC Housing	2022
COST								
Balance, Beginning of Year	\$	110,000	\$ 31,115,643	\$ 3,119,052	\$ 725,411	\$ 6,667,813	\$10,141,496	\$ 51,879,415
Acquisition of Tangible Capital Assets		-	274,223	669,146	-	-	-	943,369
Disposals & Write Downs		-	-	-	-	-	-	-
Balance, End of Year		110,000	31,389,866	3,788,198	725,411	6,667,813	10,141,496	52,822,784
ACCUMULATED AMORTIZATION								
Balance, Beginning of Year		-	19,367,580	1,825,821	657,483	1,494,163	4,206,993	27,552,040
Amortization		-	675,786	342,381	16,870	183,954	501,671	1,720,662
Balance, End of Year		-	20,043,366	2,168,202	674,353	1,678,117	4,708,664	29,272,702
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS								
	\$	110,000	\$ 11,346,500	\$ 1,619,996	\$ 51,058	\$ 4,989,696	\$ 5,432,832	\$ 23,550,082

SKOWNAN FIRST NATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2022

9. TANGIBLE CAPITAL ASSETS

	Land	Buildings	Vehicles and Equipment	Roads	Water and Sewer	CMHC Housing	2021
COST							
Balance, Beginning of Year	\$ 110,000	\$ 31,115,643	\$ 2,869,679	\$ 725,411	\$ 6,298,711	\$ 8,471,868	\$ 49,591,312
Acquisition of Tangible Capital Assets	-	-	249,373	-	369,102	1,669,628	2,288,103
Disposals & Write Downs	-	-	-	-	-	-	-
Balance, End of Year	110,000	31,115,643	3,119,052	725,411	6,667,813	10,141,496	51,879,415
ACCUMULATED AMORTIZATION							
Balance, Beginning of Year	-	18,705,505	1,615,212	640,613	1,310,209	3,930,184	26,201,723
Amortization	-	662,075	210,609	16,870	183,954	276,809	1,350,317
Balance, End of Year	-	19,367,580	1,825,821	657,483	1,494,163	4,206,993	27,552,040
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS							
	\$ 110,000	\$ 11,748,063	\$ 1,293,231	\$ 67,928	\$ 5,173,650	\$ 5,934,503	\$ 24,327,375

SKOWNAN FIRST NATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

10. REVENUE RECONCILIATION

	2022	2021
Revenue per ISC Cash Flow Statement	\$ 13,021,150	\$ 11,542,759
ISC Revenue per Financial Statements	\$ 13,021,150	\$ 11,542,759

	2022	2021
Revenue per FNIHB Cash Flow Statement	\$ 2,184,924	\$ 3,700,530
FNIHB Revenue per Financial Statements	\$ 2,184,924	\$ 3,700,530

11. ECONOMIC DEPENDENCE

The First Nation receives a significant portion of its revenues pursuant to a funding arrangement with the Government of Canada.

12. PRIOR YEAR COMPARATIVES

Certain prior year comparatives have been restated to conform to the current years presentation.

SKOWNAN FIRST NATION

SCHEDULE 1 - SCHEDULE OF CONSOLIDATED EXPENSES BY OBJECT FOR THE YEAR ENDED MARCH 31, 2022

	2022	2021
Accommodations	\$ 34,120	\$ 100,550
Administration	79,385	303,059
Allowances	437,392	277,057
Amortization	1,620,614	1,350,317
Bank Charges and Interest	13,868	60,955
Basic Needs	1,663,470	1,397,234
Board Travel, Training and Honoraria	299,432	254,630
Community and Band Member Assistance	178,282	86,415
Contract Work	20,263	124,422
Emergency Pandemic	758,444	1,188,208
Equipment Rental	12,138	28,670
Fuel	217,438	202,866
Insurance	488,175	278,255
Interest on Long Term Debt	114,159	83,372
Office	178,873	154,572
Professional Development	119,710	95,281
Professional Fees	239,107	161,139
Projects and Program Costs	476,365	606,466
Repairs and Maintenance	1,814,293	3,873,297
Salaries and Benefits	4,298,064	4,025,239
Travel	557,066	232,832
Tuition	3,210,156	3,254,416
Utilities	178,770	334,784
Workshops	322,910	187,278
	\$ 17,332,494	\$ 18,661,314

SKOWNAN FIRST NATION

SCHEDULE 2 - GOVERNANCE AND ADMINISTRATION

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<i>(Unaudited)</i>		
	2022		
	Budget	2022	2021
REVENUE			
Indigenous Services Canada	\$ -	\$ 820,828	\$ 1,598,115
Government of Canada	-	10,500	14,750
Solicitor General	-	92,702	36,996
Deferred Revenue - Prior Year - Note 6	-	122,078	-
Deferred Revenue - Current Year - Note 6	-	(170,436)	(122,078)
	-	875,672	1,527,783
EXPENSES			
Amortization	-	307,347	205,633
Automotive	-	7,044	2,958
Bank Charges and Interest	-	3,365	3,775
Chief and Council Honoraria and Travel	-	201,200	254,630
Emergency Pandemic	-	-	500,278
Office	-	38,343	32,262
Professional Fees	-	40,476	38,311
Salaries and Benefits	-	367,833	423,053
Security	-	-	249,992
Supplies	-	30,058	8,371
Telephone	-	23,323	15,337
Training	-	42,096	10,500
Travel	-	137,000	33,186
Utilities	-	30,060	1,377
	-	1,228,145	1,779,663
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ (352,473)	\$ (251,880)

SKOWNAN FIRST NATION**SCHEDULE 3 - SOCIAL****CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES
FOR THE YEAR ENDED MARCH 31, 2022**

	<i>(Unaudited)</i> 2022 Budget	2022	2021
REVENUE			
Indigenous Services Canada	\$ -	\$ 1,921,643	\$ 1,643,626
Deferred Revenue - Current Year-Note 6	-	(112,893)	-
	-	1,808,750	1,643,626
EXPENSES			
Amortization	-	104,511	103,547
Basic Needs Allowance	-	1,663,470	1,397,234
Office	-	4,340	4,333
Salaries and Benefits	-	141,411	242,996
	-	1,913,732	1,748,110
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ (104,982)	\$ (104,484)

SKOWNAN FIRST NATION

SCHEDULE 4 - HEALTH

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

		(Unaudited) 2022 Budget	2022	2021
REVENUE				
First Nation and Inuit Health Branch (FNIHB)	\$	-	\$ 2,184,924	\$ 3,700,530
Indigenous Services Canada		-	2,639,444	14,000
Deferred Revenue - Current Year - Note 6		-	(433,842)	(74,534)
Deferred Revenue - Prior Year - Note 6		-	74,534	-
		-	4,465,060	3,639,996
EXPENSES				
Aid and Assistance		-	91,307	2,007
Amortization		-	232,561	229,651
Bank Charges and Interest		-	440	180
Equipment Purchase		-	(283,397)	-
Insurance		-	6,168	6,047
Office		-	81,693	77,731
Pandemic		-	411,415	418,612
Professional Development		-	31,324	35,567
Projects and Program Costs		-	180,915	347,927
Professional Fees		-	95,422	41,197
Repairs and Maintenance		-	76,938	113,540
Salaries and Benefits		-	1,957,820	1,887,022
Travel		-	345,191	172,814
Utilities		-	26,849	25,830
Workshops		-	322,910	187,278
		-	3,577,556	3,545,403
ANNUAL SURPLUS (DEFICIT)	\$	-	\$ 887,504	\$ 94,593

SKOWNAN FIRST NATION**SCHEDULE 5 - HOUSING****CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES
FOR THE YEAR ENDED MARCH 31, 2022**

	<i>(Unaudited)</i> 2022 Budget	2022	2021
REVENUE			
Canada Mortgage and Housing Corporation (CMHC)	\$ -	\$ 561,652	\$ 551,159
Other Income	-	7,825	-
Rent	-	336,783	275,914
	-	906,260	827,073
EXPENSES			
Administration	-	19,200	19,200
Amortization	-	401,623	269,145
Insurance	-	87,262	87,564
Interest on Long Term Debt	-	114,159	83,372
Professional Fees	-	3,900	3,500
Repairs and Maintenance	-	302,966	326,049
Travel	-	1,607	5,815
	-	930,717	794,645
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ (24,457)	\$ 32,428

SKOWNAN FIRST NATION

SCHEDULE 6 - ECONOMIC DEVELOPMENT

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<i>(Unaudited)</i>		
	2022	2022	2021
	Budget		
REVENUE			
Indigenous Services Canada	\$ -	\$ 68,645	\$ 68,645
Contract Revenue	-	2,058,395	836,777
Confectionary and Fuel - Net	-	582,343	384,611
Deferred Revenue - Prior Year - Note 6	-	-	127,610
	-	2,709,383	1,417,643
EXPENSES			
Amortization	-	101,200	96,333
Administration	-	53,589	70,891
Bank and Interest Charges	-	7,384	8,091
Borrow Pit Expenses	-	86,014	-
Contract Work	-	20,263	-
Donations	-	1,000	-
Emergency Pandemic	-	347,029	269,318
Equipment Purchases	-	107,490	-
Equipment Rental	-	12,138	28,670
Feed	-	29,221	-
Fire Services	-	7,277	-
Fuel	-	177,131	180,113
Insurance	-	38,536	57,135
Member Purchases	-	504	-
Office	-	1,206	4,926
Professional Fees	-	4,443	73,350
Projects and Program Costs	-	3,008	-
Registration	-	8,068	-
Repairs and Maintenance	-	264,367	134,194
Salaries and Benefits	-	845,483	379,229
Septic Installation	-	27,388	-
Snow Removal	-	-	-
SKO Lodge	-	19,492	-
Supplies	-	50,959	-
Telephone	-	5,950	5,378
Travel	-	4,500	7,677
Utilities	-	13,844	10,286
Waste Management	-	55,410	-
	-	2,292,894	1,325,591
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ 416,489	\$ 92,052

SKOWNAN FIRST NATION

SCHEDULE 7 - EDUCATION

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	(Unaudited) 2022 Budget	2022	2021
REVENUE			
Indigenous Services Canada	\$ -	\$ 4,629,940	\$ 4,076,271
Other	-	36,509	-
Rent	-	94,644	-
Deferred Revenue - Prior Year - Note 6	-	179,885	175,870
Deferred Revenue - Current Year - Note 6	-	(428,137)	(179,885)
	-	4,512,841	4,072,256
EXPENSES			
Accommodations	-	34,120	100,550
Allowances	-	361,726	224,529
Amortization	-	120,422	112,477
Bank Charges and Interest	-	119	-
Office	-	6,346	9,806
Professional Development	-	20,980	636
Repairs and Maintenance	-	92,887	-
Salaries and Benefits	-	174,030	157,512
Special Activities	-	50,376	49,307
Student Activities	-	6,006	-
Student Transportation	-	740	275,017
Supplies	-	7,610	-
Travel Staff	-	26,345	5,377
Tuition	-	3,210,156	3,254,416
	-	4,111,863	4,189,627
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ 400,978	\$ (117,371)

SKOWNAN FIRST NATION

SCHEDULE 8 - OPERATIONS AND MAINTENANCE

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	<i>(Unaudited)</i>		
	2022		
	Budget	2022	2021
REVENUE			
Indigenous Services Canada	\$ -	\$ 2,869,856	\$ 3,926,079
Deferred Revenue - Prior Year-Note 6	-	660,042	660,042
Deferred Revenue - Current Year-Note 6	-	(1,570,320)	(660,042)
	-	1,959,578	3,926,079
EXPENSES			
Amortization	-	301,244	284,575
Fuel	-	40,307	22,753
Insurance	-	352,687	124,422
Office	-	21,726	6,263
Repairs and Maintenance	-	781,682	1,323,077
Salaries and Benefits	-	525,649	536,465
Supplies and Materials	-	308,609	1,942,765
Travel	-	6,364	1,823
Utilities	-	69,584	270,604
	-	2,407,852	4,512,747
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ (448,274)	\$ (586,668)

SKOWNAN FIRST NATION

SCHEDULE 9 - TRAINING AND OTHER

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 2022

	(Unaudited) 2022 Budget	2022	2021
REVENUE			
First Peoples Development Inc.	\$ -	\$ 311,621	\$ 319,840
Deferred Revenue - Prior Year - Note 6	-	-	48,620
	-	382,415	584,483
EXPENSES			
Administration	-	6,596	12,455
Amortization	-	43,505	41,520
Equipment Purchase	-	3,675	-
Interest and Bank Charges	-	532	2,414
Office	-	24,008	17,461
Participant Allowances	-	75,666	52,528
Program Costs	-	55,021	58,001
Professional Development	-	59,338	49,214
Professional Fees	-	3,500	3,500
Repairs and Maintenance	-	999	4,649
Salaries and Benefits	-	136,135	259,431
Travel	-	19,048	1,310
	-	428,023	502,483
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ (45,608)	\$ 82,000

SKOWNAN FIRST NATION

SCHEDULE 10 - GAMING

CONSOLIDATED SCHEDULE OF SEGMENT REVENUE AND EXPENSES FOR THE YEAR ENDED MARCH 31, 2022

	<i>(Unaudited)</i>		
	2022	2022	2021
	Budget		
REVENUE			
Gaming Proceeds - Net	\$ -	\$ 437,208	\$ 251,074
Interest	-	527	65
Tobacco Rebates	-	255,701	304,745
Concessions - Net	-	(876)	1,966
Other	-	-	31
	-	692,560	557,881
EXPENSES			
Aid and Assistance	-	86,975	60,863
Amortization	-	8,201	7,436
Donations	-	55,136	23,545
Insurance	-	3,522	3,087
Interest and Bank Charges	-	2,028	893
MLC Commissions and Fees	-	89,639	45,602
Office	-	1,211	1,790
Professional Fees	-	1,727	1,281
Repairs and Maintenance	-	24,526	20,249
Salaries and Benefits	-	149,703	90,052
Supplies	-	657	403
Travel	-	9,227	1,872
Telephone and Utilities	-	9,160	5,972
	-	441,712	263,045
ANNUAL SURPLUS (DEFICIT)	\$ -	\$ 250,848	\$ 294,836