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# BUNIBONIBEE CREE NATION

## CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

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# BUNIBONIBEE CREE NATION

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MARCH 31, 2022

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements of Bunibonibee Cree Nation and all the information in this annual report 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 of the Chartered Professional Accountants of Canada and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Chief and 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.

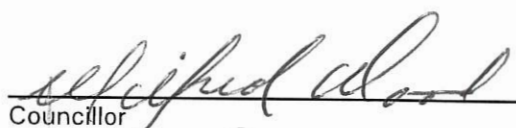
The Chief and Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditor's report.

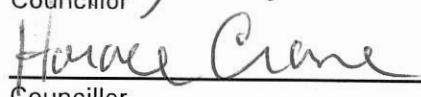
The external auditors, Baker Tilly HMA LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of Bunibonibee Cree Nation and meet when required.

  
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Chief

  
\_\_\_\_\_  
Councillor

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Councillor

  
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Councillor

  
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Councillor

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Councillor

**INDEPENDENT AUDITOR'S REPORT**

To the Chief, Council and Membership  
Bunibonibee Cree Nation

**Opinion**

We have audited the accompanying consolidated financial statements of Bunibonibee Cree Nation, which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations, changes in net debt, 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 Bunibonibee Cree Nation as at March 31, 2022, and its consolidated financial performance 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 Financial Statements section of our report. We are independent of Bunibonibee Cree 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 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 Bunibonibee Cree 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 Bunibonibee Cree Nation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Bunibonibee Cree Nation's financial reporting process.

*(continued.....)*

### **Auditor's Responsibility for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the 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.

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 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 Bunibonibee Cree 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 Bunibonibee Cree 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 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 Bunibonibee Cree Nation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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.

*Baker Tilly HMA LLP*

Chartered Professional Accountants

Winnipeg, Manitoba  
May 27, 2024

**BUNIBONIBEE CREE NATION**

STATEMENT 1

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION****MARCH 31****2022****2021****FINANCIAL ASSETS**

Cash	\$ 13,789,353	\$ 16,226,411
Restricted cash (Note 2)	958,742	728,561
Accounts receivable (Note 3)	6,698,691	1,226,544
Inventory (Note 4)	<u>1,745,348</u>	<u>1,028,425</u>
Total financial assets	<u>23,192,134</u>	<u>19,209,941</u>

**LIABILITIES**

Accounts payable and accrued liabilities (Note 5)	12,107,457	15,002,137
Deferred revenue (Note 6)	18,078,927	13,254,058
Long term debt (Note 7)	<u>18,831,898</u>	<u>19,807,424</u>
Total liabilities	<u>49,018,282</u>	<u>48,063,619</u>
Net debt	<u>( 25,826,148)</u>	<u>( 28,853,678)</u>

**NON-FINANCIAL ASSETS**

Tangible capital assets (Note 8)	79,168,837	69,261,026
Construction in progress (Note 9)	72,749,124	73,961,756
Prepaid expenses	<u>1,295,009</u>	<u>301,589</u>
Total non-financial assets	<u>153,212,970</u>	<u>143,524,371</u>
Accumulated surplus	<u>\$ 127,386,822</u>	<u>\$ 114,670,693</u>

Approved on behalf of Council

Chief

Councillor

Councillor

Councillor

Councillor

Councillor

Councillor

Councillor

## CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31

	BUDGET (UNAUDITED)	2 0 2 2	2 0 2 1
REVENUE			
Indigenous Services Canada	\$ 42,073,681	\$ 53,848,256	\$ 62,204,676
First Nations and Inuit Health	4,593,513	4,858,310	4,973,981
Canada Mortgage and Housing Corporation	2,241,173	2,350,839	1,226,797
Province of Manitoba	1,007,172	1,391,449	1,359,528
Administration fees	1,951,795	3,736,940	2,496,236
Income from joint venture			2,000,000
Other revenue	3,950,759	5,063,187	1,285,000
Rental and user fees	310,622	547,868	553,919
Sales	1,424,040	2,022,536	2,444,116
Assembly of Manitoba Chiefs		31,510	56,635
Keewatin Tribal Council	472,909	472,910	538,074
Elimination	-	( 3,840,010)	( 2,958,511)
	<u>58,025,664</u>	<u>70,483,795</u>	<u>76,180,451</u>
EXPENSES			
Governance and administration	1,903,161	7,982,914	6,693,533
Economic development	196,410	243,508	438,907
Social services	8,597,016	8,729,504	9,146,805
Employment, training and childcare	817,914	946,103	507,052
Health	8,162,161	8,000,029	8,842,147
Community services	2,520,899	4,539,967	2,811,187
Capital and capital projects	10,379,466	5,413,529	6,362,791
Band funds	2,206,755	3,947,738	3,593,073
Education	12,148,175	14,542,226	12,423,012
Care Home	4,740,794	4,757,930	5,160,461
Housing	1,819,009	2,504,228	1,596,073
Elimination	-	( 3,840,010)	( 2,958,511)
	<u>53,491,760</u>	<u>57,767,666</u>	<u>54,616,530</u>
ANNUAL SURPLUS	4,533,904	12,716,129	21,563,921
ACCUMULATED SURPLUS, <i>beginning of year</i>	<u>114,670,693</u>	<u>114,670,693</u>	<u>93,106,772</u>
ACCUMULATED SURPLUS, <i>end of year</i>	<u>\$ 119,204,597</u>	<u>\$ 127,386,822</u>	<u>\$ 114,670,693</u>

## CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

YEAR ENDED MARCH 31

	BUDGET (UNAUDITED)	2 0 2 2	2 0 2 1
Annual surplus	\$ <u>4,533,904</u>	\$ <u>12,716,129</u>	\$ <u>21,563,921</u>
Acquisition of tangible capital assets and construction in progress		( <u>14,367,785</u> )	( <u>28,137,601</u> )
Amortization of tangible capital assets	<u>-</u>	<u>5,672,606</u>	<u>4,888,867</u>
	<u>-</u>	( <u>8,695,179</u> )	( <u>23,248,734</u> )
Acquisition of prepaid expenses		( <u>1,295,009</u> )	( <u>301,589</u> )
Consumption of prepaid expenses	<u>-</u>	<u>301,589</u>	<u>222,175</u>
	<u>-</u>	( <u>993,420</u> )	( <u>79,414</u> )
CHANGE IN NET DEBT FOR YEAR	4,533,904	3,027,530	( <u>1,764,227</u> )
NET DEBT, <i>beginning of year</i>	( <u>28,853,678</u> )	( <u>28,853,678</u> )	( <u>27,089,451</u> )
NET DEBT, <i>end of year</i>	\$ ( <u>24,319,774</u> )	\$ ( <u>25,826,148</u> )	\$ ( <u>28,853,678</u> )

## CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED MARCH 31

	2 0 2 2	2 0 2 1
CASH FLOW FROM		
<i>OPERATING ACTIVITIES</i>		
Cash received from funding and other sources	\$ 69,119,595	\$ 78,423,902
Cash paid to suppliers and employees	( 55,291,482)	( 52,366,674)
Interest paid	( 691,679)	( 1,015,656)
	<u>13,136,434</u>	<u>25,041,572</u>
<i>CAPITAL ACTIVITY</i>		
Acquisition of tangible capital assets and construction in progress	( 14,367,785)	( 28,137,601)
<i>FINANCING ACTIVITIES</i>		
Proceeds from long term debt	1,169,111	104,460
Repayment of long term debt	( 2,144,637)	( 1,491,034)
	( 975,526)	( 1,386,574)
NET DECREASE IN CASH DURING YEAR	( 2,206,877)	( 4,482,603)
CASH, <i>beginning of year</i>	<u>16,954,972</u>	<u>21,437,575</u>
CASH, <i>end of year</i>	<u>\$ 14,748,095</u>	<u>\$ 16,954,972</u>
CASH COMPRISED OF		
Cash	\$ 13,789,353	\$ 16,226,411
Restricted cash	<u>958,742</u>	<u>728,561</u>
	<u>\$ 14,748,095</u>	<u>\$ 16,954,972</u>

# BUNIBONIBEE CREE NATION

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

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### 1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

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 Chartered Professional Accountants of Canada.

#### *REPORTING ENTITY*

The Bunibonibee Cree Nation reporting entity includes the Bunibonibee Cree Nation (the Cree Nation) government and all related entities which are accountable to the Cree Nation and are either owned or controlled by the Cree Nation.

These consolidated financial statements combine the assets, liabilities and results of operations for the following entities which use accounting principles which lend themselves to combination:

B.C.N. Programs:

- Bunibonibee Cree Nation Operating Fund
- Bunibonibee Cree Nation Housing Authority
- George Colon Memorial Home Inc.
- Oxford House Road Authority Ltd.
- Oxford House Board of Education Inc.

Incorporated business entities which are owned and controlled by the Cree Nation but which are not dependent on the First Nation for their continuing operations and joint ventures are included in the consolidated financial statements using the modified equity method. These include:

- Super B's Convenience Store
- B.C.N./Arnason Industries Ltd. Joint Venture (51 % share)

#### *ASSET CLASSIFICATION*

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets, construction in progress and prepaid expenses.

#### *CASH AND CASH EQUIVALENTS*

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

#### *INVENTORY*

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

#### *INVESTMENTS*

Portfolio investments are recorded at fair market value. The Cree Nation's investments in various commercial enterprises and joint ventures are accounted for using the modified equity method. Under the modified equity, the cost of the investments are adjusted for The Cree Nation's share of the commercial enterprises' income or loss less dividends.

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES *(continued)**NET DEBT*

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

*TANGIBLE CAPITAL ASSETS*

Tangible capital assets are stated at cost and recorded in the capital assets. Social housing assets acquired under Canada Mortgage and Housing Corporation sponsored programs are amortized over their estimated useful lives at a rate equivalent to the annual principal reduction in the related long term debt. Amortization of tangible capital assets is recorded on a declining balance basis at the following annual rates:

Buildings	4 - 30%
Computers	30%
Equipment	10 - 30%
Furniture	20%
Roads	4 - 8%
Vehicles	15 - 30%
Water and sewer	4%

Amortization is computed at one-half of the annual amortization in the year of acquisition.

The Cree Nation conducts its business through a number of reportable segments. These operating segments are established by senior management to facilitate the achievement of the Cree Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

*REVENUE RECOGNITION*

All revenue is recorded on the accrual basis whereby amounts received or recorded as receivable but not earned by the end of the fiscal year are recorded as deferred revenue.

Funding received under the terms of contribution agreements with the federal government is recognized as revenue once eligibility criteria have been met. Funding is recorded as deferred revenue if it has been restricted by the federal government for a stated purpose, such as a specific program or the purchase of tangible capital assets. Deferred revenue is recognized in revenue over time as the recognition criteria are met.

*FINANCIAL INSTRUMENTS*

Financial instruments include cash, accounts receivable, accounts payable and accrued liabilities and long term debt. Unless otherwise stated, it is management's opinion that the Cree Nation is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Unless otherwise stated, the carrying value of Cree Nation's financial assets and liabilities approximates their fair value.

*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 certain assets and liabilities at the date of financial statements and the reported amounts of certain revenue and expenses during the year. Actual results could differ from those estimates.

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES *(continued)**FAIR VALUE*

Due to the short term nature of all financial instruments other than long term debt and long term investments, the carrying value as presented in financial statements are reasonable estimates of fair value. Management has estimated fair value by reference to established financial markets. As is true for all estimates, actual fair value could differ from this estimate, and if so any difference would be accounted for in the period in which it becomes known. For long term investments and long term debt it is not practicable within constraints of timeliness or cost to determine the fair value with sufficient reliability because the instruments are not traded in an organized financial market.

## 2. RESTRICTED CASH

## CMHC Replacement Reserve

As required as part of the Cree Nation's Canada Mortgage and Housing Corporation ("CMHC") Housing program, a separate bank account has been established for replacement of capital equipment and for major repairs to tangible capital assets. Under the terms of the agreements with CMHC, the replacement reserve must either be held in a separate bank account or invested in accounts or instruments secured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC from time to time. At March 31, 2022, \$129,674 (2021 - \$117,158) had been deposited into separate accounts leaving an unfunded balance of \$2,200,016 (2021 - \$2,025,446).

## Fund Held in Trust

The George Colon Memorial Home holds funds in trust for their residents. Monthly rent for the Memorial Home and living expenses are subtracted from pension monies received for each resident.

## Ottawa Trust Fund

The Ottawa Trust Fund arises from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada and are subject to audit by the Office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act. Revenue from the Ottawa Trust Fund is recognized in the year in which it is earned when it is measurable and collection is reasonably assured. Capital and revenue trust monies are transferred to the Cree Nation on the authorization of the Minister of Indigenous Services Canada, with the consent of the Cree Nation's Council.

	2 0 2 2	2 0 2 1
CMHC Replacement Reserve		
George Colon Memorial Home Inc.	\$ 129,357	\$ 116,821
Bunibonibee Cree Nation Housing Authority	317	337
Fund Held in Trust	530,891	347,038
Ottawa Trust Fund	<u>298,177</u>	<u>264,365</u>
	<u>\$ 958,742</u>	<u>\$ 728,561</u>

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

## 3. ACCOUNTS RECEIVABLE

	2 0 2 2	2 0 2 1
Indigenous Services Canada		
Community Facilities O&M	\$	\$ 5,465
COVID-19 ICSF Perimeter Security		148,195
ESA - Capacity Support	156,911	
Health Planning Management		5,385
Manitoba Schools Initiative - New School	4,639,754	
Teacherages Renovations - Road & Bridges	10,000	
Wastewater/Water Treatment Plant Repairs	854,614	
First Nations and Inuit Health		
Aboriginal Head Start		12,414
Canada Prenatal Nutrition Program		1,736
CCC Other Direct Service Delivery		2,911
Community Health Plan		16,293
Home Community Care		17,066
Maternal Child Health		25,000
Medical Transportation		12,500
Medical Transportation Van		221,060
Public Health NS and CHRS		4,746
Canada Mortgage and Housing Corporation	601,869	357,779
Goods and services tax	140,538	106,344
Keewatin Tribal Council	371,952	309,195
Provincial sales tax	5,208	5,208
Trade and other	652,293	608,096
Subtotal	7,433,139	1,859,393
Less: Allowance for doubtful accounts	( 734,448)	( 632,849)
	\$ <u>6,698,691</u>	\$ <u>1,226,544</u>

## 4. INVENTORY

	2 0 2 2	2 0 2 1
Fuel for resale	\$ <u>1,745,348</u>	\$ <u>1,028,425</u>

## 5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2 0 2 2	2 0 2 1
Indigenous Services Canada	\$ 1,928	\$ 1,928
Accrued liabilities	34,310	36,235
Payroll liabilities	105,188	322,564
Residents payable	654,925	596,410
Trade and other	3,411,948	2,790,397
Capital projects payable	7,899,158	11,254,603
	\$ <u>12,107,457</u>	\$ <u>15,002,137</u>

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

## 6. DEFERRED REVENUE

	2 0 2 2	2 0 2 1
Indigenous Services Canada		
New School Fire Flow Upgrade	\$ 397,290	\$ 955,189
Teacherages Renovations	1,297,338	2,056,240
COVID-19 - Preparedness and Response		304,583
Social Services	2,545,760	986,078
Special Needs		35,783
COVID-19 Service Delivery		166,701
Wastewater/Water Treatment Plant Repairs	1,043,323	1,919,955
MSI - School Renovations	788,667	886,496
MSI - New School	7,192,563	3,660,549
Youth Employment Strategy	81,572	
Skills Link	66,921	
Food Mapping Study	85,588	
School Generator Project	600,000	
Community Based Initiatives		149,512
ESA - Contaminated Sites - Steps 5-6	12,786	12,786
ESA - Capacity Support	156,911	
Capacity/Innovation		58,321
Service Delivery	431,116	
Skills Link - Career and Promotion		105,504
Community Comprehensive Plan		25,051
PIDP - Community Led Planning Pilot		233,887
Clients Supports	147,972	47,262
Service Delivery Infrastructure	4,482	
O&M Community Assets	75,589	
Case Management Capacity	35,396	
Capital Planning - Manitoba School Initiative		199,526
Care Home - Service Delivery	1,808,176	
HCC - Policy Development and Program Oversight	150,000	
Other		
Aboriginal Headstart - ELCC	623,680	655,190
C.M.H.C. Supplementary Repair		89,698
Child Care	<u>533,797</u>	<u>705,747</u>
	<u>\$ 18,078,927</u>	<u>\$ 13,254,058</u>

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

## 7. LONG TERM DEBT

	2 0 2 2	2 0 2 1
CIBC mortgage at 3.31%, repayable in monthly installments of \$12,058 (P & I), due February 2023, secured by Ministerial Guarantee and assignment of all risks insurance.	\$ 130,480	\$ 268,415
C.M.H.C. mortgage, interest at 1.13%, repayable in monthly installments of \$5,470 (P & I), due July 2021, secured by Ministerial Guarantee and assignment of all risks insurance.		38,150
C.M.H.C. mortgage, interest at 2.39%, repayable in monthly installments of \$5,019 (P & I), due March 2023, secured by Ministerial Guarantee and assignment of all risks insurance.	336,493	388,050
C.M.H.C. mortgage, 2.48%, repayable in monthly installments of \$3,379 (P & I), due August 2023, secured by Ministerial Guarantee and assignment of all risks insurance.	228,800	263,235
C.M.H.C. mortgage, interest at 2.52%, repayable in monthly installments of \$1,800 (P & I), due September 2023, secured by Ministerial Guarantee and assignment of all risks insurance.	126,356	144,539
C.M.H.C. mortgage, interest at 1.22%, repayable in monthly installments of \$5,983 (P & I), due July 2026, secured by Ministerial Guarantee and assignment of all risks insurance.	503,469	568,792
C.M.H.C. mortgage, interest at 1.22%, repayable in monthly installments of \$3,691 (P & I), due July 2026, secured by Ministerial Guarantee and assignment of all risks insurance.	350,802	390,614
C.M.H.C. mortgage, interest at 1.50%, repayable in monthly installments of \$8,233 (P & I), due July 2022, secured by Ministerial Guarantee and assignment of all risks insurance.	931,238	1,015,418
C.M.H.C. mortgage, interest at 1.50%, repayable in monthly installments of \$8,909 (P & I), due July 2022, secured by Ministerial Guarantee and assignment of all risks insurance.	1,007,763	1,098,861
C.M.H.C. mortgage, interest at 1.22%, repayable in monthly installments of \$3,907 (P & I), due July 2026, secured by Ministerial Guarantee and assignment of all risks insurance.	543,397	583,486
C.M.H.C. mortgage, interest at 2.06%, repayable in monthly installments of \$11,793 (P & I), due January 2025, secured by Ministerial Guarantee and assignment of all risks insurance.	2,012,710	2,111,824

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

## 7. LONG TERM DEBT (continued)

	2 0 2 2	2 0 2 1
C.M.H.C. mortgage, interest at 1.50%, repayable in monthly installments of \$5,775 (P & I), due July 2022, secured by Ministerial Guarantee and assignment of all risks insurance.	944,538	999,272
C.M.H.C. mortgage, interest at 0.7%, repayable in monthly installments of \$3,693 (P & I), due September 2025, secured by Ministerial Guarantee and assignment of all risks insurance.	742,773	781,747
C.M.H.C. mortgage, interest at 1.22%, repayable in monthly installments of \$5,208 (P & I), due July 2026, secured by Ministerial Guarantee and assignment of all risks insurance.	715,401	768,947
C.M.H.C. mortgage, interest at 1.22%, repayable in monthly installments of \$5,208 (P & I), due July 2026, secured by Ministerial Guarantee and assignment of all risks insurance.	2,356,635	
First Nation Bank demand loan, interest at 5.25%, repayable in monthly installments of \$138,241 (P & I), due September 2027, secured by General Security Agreement and assignment of tobacco tax rebates from the Province of Manitoba.	7,874,996	9,085,511
Demand loan payable to First People Economic Growth Fund Inc. 0%, repayable in monthly installments of \$6,534.38	26,047	104,460
C.M.H.C. mortgage advances	-	1,196,103
	<u>\$ 18,831,898</u>	<u>\$ 19,807,424</u>

The scheduled principal amounts payable within the next five years to meet retirement provisions is estimated to be as follows:

March 31, 2023	\$ 2,283,504
2024	2,205,735
2025	2,288,051
2026	2,374,097
2027	2,464,055

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

### 8. TANGIBLE CAPITAL ASSETS

	Cost			Accumulated Amortization			Net Book Value	
	Opening Balance	Additions	Closing Balance	Opening Balance	Amortization	Closing Balance	Total 2022	Total 2021
Buildings	\$ 96,481,038	\$ 8,749,416	\$ 105,230,454	\$ 43,479,226	\$ 3,570,325	\$ 47,049,551	\$ 58,180,903	\$ 53,001,812
Computers	830,171	49,632	879,803	707,339	46,508	753,847	125,956	122,832
Equipment	2,015,659	11,800	2,027,459	523,433	340,304	863,737	1,163,722	1,492,226
Furniture	952,293	200,004	1,152,297	550,335	70,948	621,283	531,014	401,958
Land	30,000		30,000				30,000	30,000
Roads	4,947,955	1,396,716	6,344,671	3,978,735	79,555	4,058,290	2,286,381	969,220
Vehicles	13,469,834	5,172,849	18,642,683	8,702,958	1,122,465	9,825,423	8,817,260	4,766,876
Water and sewer	13,454,723	-	13,454,723	4,978,621	442,501	5,421,122	8,033,601	8,476,102
	<u>\$ 132,181,673</u>	<u>\$ 15,580,417</u>	<u>\$ 147,762,090</u>	<u>\$ 62,920,647</u>	<u>\$ 5,672,606</u>	<u>\$ 68,593,253</u>	<u>\$ 79,168,837</u>	<u>\$ 69,261,026</u>

### 9. CONSTRUCTION IN PROGRESS

	2022	2021
ISC School Fire Flow Project	\$	\$ 4,038,190
MSI - New School Project	<b>61,315,590</b>	56,894,741
Band - Funded 21 Unit 2020		6,833,818
Band - Funded 21 Unit 2021	<b>6,143,275</b>	6,195,007
Band - Funded 21 Unit 2022	<b>4,383,323</b>	
CMHC RHI 4-Units	<u><b>906,936</b></u>	-
	<u><b>\$ 72,749,124</b></u>	<u><b>\$ 73,961,756</b></u>

Construction in progress will be transferred to tangible capital assets upon completion and will be amortized accordingly.

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

## 10. CONTINGENT LIABILITIES

- (a) The Cree Nation receives funding from various government agencies based on specified program needs and budgets and allocates certain expenses to the various programs. In many cases the funding agent has the right to review the accounting records to ensure compliance with the terms and conditions of their agreements. At this time no estimate of the requirements, if any, to reimburse the agencies can be made. For accounting purposes any amounts assessed or claims paid will be accounted for in the year of determination.
- (b) The Cree Nation entered into a Joint Venture agreement on September 20, 2017 to carry out work related to various construction projects. The Cree Nation holds a 51% share and shall participate in the net gains and profits and share in the losses and liabilities of the joint venture. Losses, if any, will be accounted for in the year of determination.

## 11. RECONCILIATION OF INDIGENOUS SERVICES CANADA REVENUE

	2 0 2 2	2 0 2 1
Agreement No. 2021-MB-000008:	\$ 63,824,593	\$ 66,835,511
Plus: Revenue deferred from previous years	11,803,424	12,383,896
Less: Revenue deferred to subsequent year	( 16,921,451)	( 11,803,424)
Health Planning Management recovery		( 32,826)
Community Building recovery	-	( 204,500)
TOTAL I.S.C. AND F.N.I.H REVENUE PER FINANCIAL STATEMENTS	\$ <u>58,706,566</u>	\$ <u>67,178,657</u>
REVENUE PER STATEMENT OF OPERATIONS ( <i>Statement 2</i> )		
Indigenous Services Canada	\$ 53,848,256	\$ 62,204,676
First Nations and Inuit Health	<u>4,858,310</u>	<u>4,973,981</u>
	\$ <u>58,706,566</u>	\$ <u>67,178,657</u>

## 12. ECONOMIC DEPENDENCE

Bunibonibee Cree Nation received a substantial portion of its revenue pursuant to a funding agreement with Indigenous Services Canada (I.S.C.) and First Nations and Inuit Health (F.N.I.H.).

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

## 13. RELATED PARTY TRANSACTIONS

In the normal course of business the Cree Nation enters into transactions with related parties. Related party transactions are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Due to the significant volume of transactions between the Cree Nation and related parties aggregate revenue and expenditures derived from related parties is not determinable.

## 14. EXPENSES BY OBJECT

The following is a summary of expenses by object:

	2 0 2 2	2 0 2 1
Administration	\$ 3,736,980	\$ 2,497,191
Amortization of capital assets	5,672,606	4,888,867
Bad debts	101,598	228,473
Bank and interest charges	93,169	179,800
Community activities	2,391,682	2,072,233
Contract services	3,649,608	3,625,337
Cost of sales	2,871,713	2,437,604
Equipment	649,973	337,264
Insurance	441,538	389,036
Interest on long term debt	598,512	835,757
Office expenses	358,743	564,456
Other	1,428,709	771,483
Professional development		20,717
Professional fees	1,169,095	1,398,547
Program costs	238,923	11,250
Repairs and maintenance	2,205,946	1,626,982
Rent	42,454	9,945
Salaries and benefits	22,176,897	21,722,382
Social assistance	7,475,373	7,853,157
Student support	436,091	314,261
Supplies	2,557,215	3,553,822
Telephone	196,496	215,789
Travel	875,321	465,656
Training	821,281	344,566
Tuition	149,563	102,268
Utilities	1,268,190	1,108,198
Eliminations	( 3,840,010)	( 2,958,511)
	<u>\$ 57,767,666</u>	<u>\$ 54,616,530</u>

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

## 16. SEGMENT DISCLOSURE

Bunibonibee Cree Nation provides a range of services to its members. For management reporting purposes, operations and activities are reported by department. The presentation by segment is based on the same accounting policies as described in the summary of Significant Accounting Policies as described in Note 1. The segment results for the year are as follows:

	Government and Administration		Housing		Economic Development		Health		Capital and Capital Projects	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Revenues										
Federal Government										
I.S.C.	\$ 2,001,263	\$ 1,914,052	\$	\$	\$ 376,743	\$ 346,743	\$ 3,205,936	\$ 4,145,046	\$ 4,885,577	\$ 12,984,021
F.N.I.H.							4,858,310	4,973,981		
C.M.H.C.	<u>-</u>	<u>-</u>	<u>2,203,416</u>	<u>912,981</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,788</u>
Subtotal	2,001,263	1,914,052	2,203,416	912,981	376,743	346,743	8,064,246	9,119,027	4,885,577	13,025,809
Other revenue	<u>3,934,095</u>	<u>4,354,860</u>	<u>1,218,028</u>	<u>901,670</u>	<u>-</u>	<u>-</u>	<u>42,712</u>	<u>101,199</u>	<u>854,471</u>	<u>336,577</u>
Total revenue	<u>5,935,358</u>	<u>6,268,912</u>	<u>3,421,444</u>	<u>1,814,651</u>	<u>376,743</u>	<u>346,743</u>	<u>8,106,958</u>	<u>9,220,226</u>	<u>5,740,048</u>	<u>13,362,386</u>
Expenses										
Amortization	4,030,301	3,072,764	744,766	743,065						
Debt servicing	442,985	506,129	148,978	146,684						
Other	2,475,759	1,995,999	1,600,884	688,293	52,631	225,950	2,543,994	2,970,938	4,866,912	5,548,636
Salaries and benefits	<u>1,033,869</u>	<u>1,118,641</u>	<u>9,600</u>	<u>18,031</u>	<u>190,877</u>	<u>212,957</u>	<u>5,456,035</u>	<u>5,871,209</u>	<u>546,617</u>	<u>814,155</u>
Total expenses	<u>7,982,914</u>	<u>6,693,533</u>	<u>2,504,228</u>	<u>1,596,073</u>	<u>243,508</u>	<u>438,907</u>	<u>8,000,029</u>	<u>8,842,147</u>	<u>5,413,529</u>	<u>6,362,791</u>
Surplus (Deficit)	<u>\$(2,047,556)</u>	<u>\$( 424,621)</u>	<u>\$ 917,216</u>	<u>\$ 218,578</u>	<u>\$ 133,235</u>	<u>\$( 92,164)</u>	<u>\$ 106,929</u>	<u>\$ 378,079</u>	<u>\$ 326,519</u>	<u>\$ 6,999,595</u>

# BUNIBONIBEE CREE NATION

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## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

### 16. SEGMENT DISCLOSURE *(continued)*

	Employment, Training and Child Care		Social Services		Community Services		Own Source Programs		Education	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Revenues										
Federal Government										
I.S.C.	\$ 445,047	\$ 103,354	\$ 8,603,681	\$ 9,146,805	\$ 4,979,843	\$ 2,661,680	\$	\$	\$ 24,782,605	\$ 26,657,414
F.N.I.H.										
C.M.H.C.	-	-	-	-	-	-	-	-	-	-
Subtotal	445,047	103,354	8,603,681	9,146,805	4,979,843	2,661,680	-	-	24,782,605	26,657,414
Other revenue	<u>472,909</u>	<u>521,910</u>	<u>-</u>	<u>-</u>	<u>20,092</u>	<u>-</u>	<u>6,236,410</u>	<u>4,153,370</u>	<u>39,775</u>	<u>28,787</u>
Total revenue	<u>917,956</u>	<u>625,264</u>	<u>8,603,681</u>	<u>9,146,805</u>	<u>4,999,935</u>	<u>2,661,680</u>	<u>6,236,410</u>	<u>4,153,370</u>	<u>24,822,380</u>	<u>26,686,201</u>
Expenses										
Amortization							19,069	23,836	765,778	920,188
Debt servicing							169	172,093		
Other	113,455	106,490	8,134,203	8,627,344	2,663,060	1,221,432	3,537,554	2,970,076	5,707,337	4,262,000
Salaries and benefits	<u>832,648</u>	<u>400,562</u>	<u>595,301</u>	<u>519,461</u>	<u>1,876,907</u>	<u>1,589,755</u>	<u>390,946</u>	<u>427,068</u>	<u>8,069,111</u>	<u>7,240,824</u>
Total expenses	<u>946,103</u>	<u>507,052</u>	<u>8,729,504</u>	<u>9,146,805</u>	<u>4,539,967</u>	<u>2,811,187</u>	<u>3,947,738</u>	<u>3,593,073</u>	<u>14,542,226</u>	<u>12,423,012</u>
Surplus (Deficit)	<u>\$ ( 28,147)</u>	<u>\$ 118,212</u>	<u>\$ ( 125,823)</u>	<u>\$ -</u>	<u>\$ 459,968</u>	<u>\$ ( 149,507)</u>	<u>\$ 2,288,672</u>	<u>\$ 560,297</u>	<u>\$ 10,280,154</u>	<u>\$ 14,263,189</u>

# BUNIBONIBEE CREE NATION

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## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

### 16. SEGMENT DISCLOSURE *(continued)*

	Care Home		Elimination		TOTAL	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Revenues						
Federal Government						
I.S.C.	\$ 4,567,561	\$ 4,245,561	\$	\$	\$ 53,848,256	\$ 62,204,676
F.N.I.H.					4,858,310	4,973,981
C.M.H.C.	<u>147,423</u>	<u>272,028</u>	<u>-</u>	<u>-</u>	<u>2,350,839</u>	<u>1,226,797</u>
Subtotal	4,714,984	4,517,589	-	-	61,057,405	68,405,454
Other revenue	<u>447,908</u>	<u>335,135</u>	<u>( 3,840,010)</u>	<u>( 2,958,511)</u>	<u>9,426,390</u>	<u>7,774,997</u>
Total revenue	<u>5,162,892</u>	<u>4,852,724</u>	<u>( 3,840,010)</u>	<u>( 2,958,511)</u>	<u>70,483,795</u>	<u>76,180,451</u>
Expenses						
Amortization	112,692	129,014			5,672,606	4,888,867
Debt servicing	6,380	10,851			598,512	835,757
Other	1,463,872	1,510,877	( 3,840,010)	( 2,958,511)	29,319,651	27,169,524
Salaries and benefits	<u>3,174,986</u>	<u>3,509,719</u>	<u>-</u>	<u>-</u>	<u>22,176,897</u>	<u>21,722,382</u>
Total expenses	<u>4,757,930</u>	<u>5,160,461</u>	<u>( 3,840,010)</u>	<u>( 2,958,511)</u>	<u>57,767,666</u>	<u>54,616,530</u>
Surplus (Deficit)	\$ <u>404,962</u>	\$ <u>( 307,737)</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>12,716,129</u>	\$ <u>21,563,921</u>