

Sturgeon Lake First Nation

Consolidated Financial Statements

March 31, 2023

Sturgeon Lake First Nation

Management's Responsibility for Financial Reporting

March 31, 2023

The financial statements have been prepared by management in accordance with the Canadian Public Sector Accounting Standards (PSAS) and the reporting requirements of the funding agreement with Indigenous Services Canada. Financial statements are not precise since they contain certain amounts based on estimates and judgments. When alternative methods exist, management has chosen what it deems most appropriate, in the circumstances, in order to ensure that the financial statements are presented fairly in all material respects.

Management is also responsible for implementing and maintaining a system of internal controls designed to give reasonable assurance that transactions are appropriately authorized, assets are safeguarded from loss and financial records are properly maintained to provide reliable information for the presentation of consolidated financial statements.

Chief and Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control. The consolidated financial statements have been reviewed and approved by Chief and Council.

The Chief and Council review and approve the financial statements for issuance to Band members. The Chief and Council meet periodically with management, as well as 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 review the financial statements and the external auditors' report.

McClelland Debusschere CPA PC Inc., an independent firm of Chartered Professional Accountants, has been engaged by Chief and Council to examine the consolidated financial statements in accordance with Canadian generally accepted auditing standards. Their report stating the scope of their examination and opinion on the consolidated financial statements follows.

Signature on file

Sturgeon Lake First Nation

February 28, 2024

Date



McClelland Debusschere

Chartered Professional Accountants

Assurance Tax Advisory

Independent Auditor's Report

To the Members of
Sturgeon Lake First Nation

Opinion

We have audited the consolidated financial statements of Sturgeon Lake First Nation, which comprise the consolidated statement of financial position as at March 31, 2023, and the consolidated statements of operations, changes in net assets (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 financial position of Sturgeon Lake First Nation as at March 31, 2023, and the results of its operations and its cash flows for the year then ended in accordance with 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 the first nation in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Restated Comparative Information

We draw attention to Note 30 in the consolidated financial statements, which explains that certain comparative information for the year ended March 31, 2022 has been restated.

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 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 these 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 a 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 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



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Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

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

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

*McClelland Debusschere
CPA PC INC*

Saskatoon, SK
February 28, 2024

Chartered Professional Accountants

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Sturgeon Lake First Nation

Consolidated Statement of Financial Position

March 31, 2023

	2022 (Restated - see note (30))	2023
Financial Assets		
Cash	\$ 12,254,041	\$ 9,835,175
Restricted assets (Note 2)	12,027,896	6,939,585
Trust funds held by Federal Government (Note 3)	352,903	172,919
Portfolio investments (Note 4)	1,799,687	3,542,970
Accounts receivable (Note 5)	4,376,234	2,748,089
Inventory held for resale (Note 6)	345,802	306,776
Agricultural inventories (Note 7)	7,720	9,081
Limited Partnership Interests (Note 8)	5,571,501	5,015,242
Investments in Government Business Enterprises (Note 9)	(1,770)	(427)
	36,734,014	28,569,410
Financial Liabilities		
Accounts payable (Note 10)	1,895,360	1,966,883
Due to related parties (Note 11)	282,643	265,006
Unexpended revenue (Note 12)	18,206,909	9,858,301
Long term debt (Note 13)	10,906,171	5,092,778
	31,291,083	17,182,968
Net Financial Assets	5,442,931	11,386,442
Non-financial Assets		
Productive Biological Assets (Note 14)	91,950	153,000
Tangible capital assets (Note 15)	49,260,424	41,601,024
Total non-financial assets	49,352,374	41,754,024
Accumulated Surplus (Note 16)	\$ 54,795,305	\$ 53,140,466

Approved on behalf of the Sturgeon Lake First Nation:

Signature on file _____, Chief

Signature on file _____, Councilor

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

Sturgeon Lake First Nation

Consolidated Statement of Operations

For the Year Ended March 31, 2023

	2023 Budget	2023	2022 (Restated - see note (30))
Revenue			
Grants and Contributions			
Indigenous Service Canada Revenue (Note 17)	\$ 17,289,829	\$ 37,839,784	\$ 31,313,215
Prince Albert Grand Council	725,311	1,373,777	761,764
First Nations Trust	520,000	1,109,654	492,955
CMHC Subsidy	471,900	473,217	467,346
SIIT	-	438,484	404,474
Ottawa Trust (Note 3)	335,000	387,674	423,571
Indigenous Languages & Culture Program	-	285,000	-
TLE Revenue Account	-	178,842	320,438
Northern Lights Community Development	-	139,250	35,116
Store Sales	408,000	7,287,017	7,288,563
Other Revenue	3,034,950	1,833,072	2,140,428
Administrative Fees	439,648	1,756,067	1,795,062
Limited Partnership Earnings (Note 8)	-	697,925	867,015
Rental Income	477,900	488,356	491,556
Earnings (loss) in GBE	-	(1,343)	(837)
Recognition (deferral) of Unexpended Funding (Note 12)	-	(8,348,608)	(3,344,946)
	23,702,538	45,938,168	43,455,720
Expenses			
Education (schedule 1)	8,363,492	11,367,396	10,406,157
Health (schedule 2)	4,884,589	7,729,708	7,655,945
Economic Development (schedule 3)	112,826	69,323	103,764
Housing (schedule 4)	475,000	688,468	559,527
Social Services (schedule 5)	697,513	4,435,281	3,494,072
Band Government (schedule 6)	3,109,589	2,740,847	1,796,340
Community Services (schedule 7)	1,954,152	2,323,170	2,041,301
Capital (schedule 8)	817,035	801,307	607,798
Other Programs (schedule 9)	1,672,869	11,755,122	10,177,058
Amortization (schedule 10)	-	2,372,707	1,572,640
	22,087,065	44,283,329	38,414,602
Current surplus	1,615,473	1,654,839	5,041,118
Accumulated surplus - Beginning of the year	53,140,466	53,140,466	48,099,348
Accumulated surplus - End of the year (Note 16)	\$ 54,755,939	\$ 54,795,305	\$ 53,140,466
Expense by object disclosure (Note 18)			

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

Sturgeon Lake First Nation

Consolidated Statement of Changes in Net Financial Assets For the Year Ended March 31, 2023

	2023 Budget	2023	2022 (Restated - see note (30))
Current surplus	\$ 1,654,839	\$ 1,654,839	\$ 5,041,118
Amortization of tangible capital assets	-	2,313,677	1,509,690
Amortization - Productive biological assets	-	59,550	62,950
Decrease in prepaid expenses	-	-	29,686
Disposal of productive biological assets	-	1,500	53,000
Disposal of tangible capital assets	-	-	2,065,558
Acquisition of tangible capital assets	-	(9,973,077)	(2,481,072)
Change in net financial assets during the year	1,654,839	(5,943,511)	6,280,930
Net financial assets - Beginning of year	-	11,386,442	5,105,512
Net financial assets - End of year	\$ 1,654,839	\$ 5,442,931	\$ 11,386,442

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

Sturgeon Lake First Nation

Consolidated Statement of Cash Flows

For the Year Ended March 31, 2023

	2023	2022 (Restated - see note (30))
CASH FLOWS FROM OPERATING ACTIVITIES:		
Current surplus	\$ 1,654,839	\$ 5,041,118
Non-cash items:		
Amortization of tangible capital assets	2,313,157	1,509,690
Amortization of productive biological assets	59,550	62,950
Loss (Gain) on disposal of assets	1,500	53,000
Change in working capital items:		
Trust funds held by Federal Gov't	(179,984)	(101,112)
Accounts receivable	(1,628,145)	(1,487,332)
Inventory held resale	(39,026)	72,317
Agricultural inventories	1,361	4,812
Accounts payable	(71,522)	334,025
Due to related parties	17,637	13,906
Deferred revenue	8,348,608	3,344,946
Prepaid expenses	-	29,686
TOTAL CASH FLOWS FROM OPERATING ACTIVITIES	\$ 10,477,975	\$ 8,878,006
CASH FLOWS FROM INVESTING ACTIVITIES:		
Change in restricted assets	\$ (5,088,311)	\$ (905,386)
Distributions from LP interests	(697,925)	(867,015)
Withdrawal (Contribution) - SLFN Developments LP	141,666	(1,825,000)
Loss from GBEs	1,343	837
Disposal (purchase) of portfolio investments	1,743,283	(2,108,955)
NET CASH USED BY INVESTING ACTIVITIES	\$ (3,899,944)	\$ (5,705,519)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from long term debt	\$ 6,383,213	\$ 196,027
Repayment of long term debt	(569,301)	(514,088)
NET CASH USED BY FINANCING ACTIVITIES	\$ 5,813,912	\$ (318,061)
CASH FLOWS FROM CAPITAL ACTIVITIES:		
Tangible capital assets addition	\$ (9,973,077)	\$ (2,481,072)
Tangible capital assets disposal	-	2,065,558
NET CASH USED BY CAPITAL ACTIVITIES	\$ (9,973,077)	\$ (415,514)
Net cash increase	\$ 2,418,866	\$ 2,438,912
Cash at beginning of period	9,835,175	7,396,263
Cash at end of period	\$ 12,254,041	\$ 9,835,175

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

1. Significant Accounting Policies

Sturgeon Lake First Nation is an Indian Band subject to the provisions of the Indian Act. These financial statements include Sturgeon Lake First Nation government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

The reporting entity Sturgeon Lake First Nation is governed by elected officials from the Sturgeon Lake First Nation.

a. Basis of Accounting

These financial statements have been prepared in accordance with CPA Canada Public Sector Accounting Standards prescribed for governments.

b. Reporting entity

The Sturgeon Lake First Nation reporting entity includes the Sturgeon Lake First Nation government and all related entities, which are accountable to the First Nation and are either owned or controlled by the First Nation.

c. Principles of consolidation

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

Sturgeon Lake First Nation - Operations
Sturgeon Lake First Nation - CMHC Housing Fund
Sturgeon Lake First Nation - Store Enterprise
Sturgeon Lake First Nation - Treaty Land Entitlement Revenue Account

All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual schedules.

Under the modified equity method of accounting, only Sturgeon Lake First Nation's investment in the government business enterprise or government business partnership and 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 Sturgeon Lake First Nation. Entities recorded under the modified equity method include:

Sturgeon Lake First Nation Developments Limited Partnership
Sturgeon Lake Property Limited Partnership
Sturgeon Lake Developments Ltd.
Sturgeon Lake TLE Land Holding Corp.
Sturgeon Lake Property Ltd.

d. Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or to finance future operations. Non-financial assets are acquired, constructed or

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

1. Significant Accounting Policies continued

d. Asset classification continued

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 and prepaid expenses.

e. Net debt or net financial assets

The financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt or net financial assets is determined by its financial assets less liabilities. Net debt or net financial assets is comprised of two components, non-financial assets and accumulated surplus.

f. Cash

Cash includes cash on hand, balances with banks net of bank overdrafts and term deposits having a maturity of 90 days or less at acquisition which are held for the purpose of meeting short-term cash commitments.

Any cash that is legally restricted from use is recorded in restricted assets. Cash and deposits are considered restricted when they are subject to contingent rights of third parties.

g. Inventory held for resale

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

h. Agricultural inventories

The First Nation's agricultural inventories of calves are measured using the net realizable value model.

i. Liability for contaminated sites

A liability for remediation of a contaminated site is recognized at the best estimate of the amounts 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, 2023.

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's settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

It has been assessed by management that as at March 31, 2023 the liability is \$50,000 (2022: \$45,000).

j. Tangible capital assets

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

1. Significant Accounting Policies continued

j. Tangible capital assets continued

overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Sturgeon Lake First Nation's incremental cost of borrowing.

Amortization is provided for over the estimated useful lives of the assets. No amortization is recorded in the year of acquisition.

Land	Non-depreciable
Roads	25 years Straight line
Buildings	40 years Straight line
Housing	40 years Straight line
Infrastructure	40 years Straight line
Equipment	10 years Straight line
Vehicles and machinery	5 years Straight line
Computers	3 years Straight-line

Tangible capital assets are written down when conditions indicate that they no longer contribute to Sturgeon Lake First Nation's ability to provide goods and services, 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 statement of operations.

Land purchased is recorded at the purchase price. The First Nation's original land is not recognized in the consolidated financial statements.

Contributed capital assets are recorded into revenue at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

k. Productive biological assets

Productive biological assets are carried at cost. Amortization is calculated using the straight-line method over estimated useful lives. Half of the regular amount of amortization is recorded in the year of acquisition.

Estimated useful lives are as follows:

Bulls	5 years
Cows	5 years

I. Use of estimate

The preparation of financial statements in conformity with Canadian generally accepted accounting principles

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

1. Significant Accounting Policies continued

I. Use of estimate continued

requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Accounts receivable and member advances are assessed for collectability annually and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets.

Estimates are based on the best information available at the time of preparation of the financial statements and are reviewed annually to reflect new information as it becomes available. Measurement uncertainty exists in these financial statements.

m. Segments

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

For each reported segment, revenues and expenses represent both amounts that are directly attributed 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.

n. Internal charges and transfers

The central administration office provides services to other program areas. To recognize the cost of these services a corresponding revenue and expense is recorded and referred to as "Administration fees".

o. 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, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is not practicable.

Government transfers, which includes transfers from Indigenous Services Canada, Prince Albert Grand Council, First Nations Trust, Canada Mortgage and Housing Corporation, TLE revenue, the revenue trust, Saskatchewan Indian Institute of Technologies, and Northern Lights Community Development Corporation are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor and are recognized as revenue when used for a specific purpose.

Other revenues, which include administration fees, expense recoveries, sales tax refunds, interest, rent, and sales at the Sturgeon Lake Store are recognized when they are earned.

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

Sturgeon Lake First Nation

Notes to the Financial Statements

For the Year Ended March 31, 2023

1. Significant Accounting Policies continued

o. Revenue recognition continued

Earnings from government business enterprises and limited partnerships are recorded based on the modified equity method, based on the ownership percentage held and reported income of the other entities.

Revenue related to fees or services received in advance of the fee being earned or the service performed is deferred and recognized when the fee is earned or service performed. Revenue is recorded in the period specified in the funding agreements entered into with government agencies and other organizations. Funds received in advance of making the related expenses are reflected as deferred revenue in the year of receipt and classified as such in the financial statements. Any funding received pursuant to an agreement that does not have a provision for the deferral of unexpended funds is reported as a repayment of revenue.

p. Recognition of expenses

Expenses are accounted for in the period the goods or services are acquired and a liability is incurred or transfers are due.

q. Investment

Portfolio investments are recorded using the cost method. Any impairment in the investments which is other than temporary is charged against the amount the investment is reported at.

r. Pension plan

Sturgeon Lake 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.

s. 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 statement of financial position with an offsetting amount in accumulated surplus. Trust monies 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.

t. Other economic interests

The First Nation is a member of the Prince Albert Grand Council (PAGC). The Prince Albert Grand Council is an organization of twelve nations.

The First Nation does not either share in the control or the profit or loss of Prince Albert Grand Council. As a

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

1. Significant Accounting Policies continued

t. Other economic interests continued

result, the financial statements of the PAGC have not been consolidated or proportionately consolidated with the financial statements of Sturgeon Lake First Nation.

2. Restricted assets

The First Nation has received federal assistance through the CMHC, pursuant to Section 95 of the National Housing Act, to reduce mortgage interest and enable the First Nation to provide housing to members. The continuation of this interest rate reduction is contingent on the First Nation being in compliance with the terms of the agreement, which requires that a monthly amount be set aside to provide for major renovations to First Nation housing in future years.

The First Nation has established a replacement reserve to ensure replacement of buildings financed by the CMHC, as well as a reserve related to surpluses generated in the post-1997 program, which are to be set aside and used to meet future subsidy requirements of income tested occupants over and above the maximum federal assistance.

The CMHC reserve funds must be held or invested only in accounts or instruments guaranteed by the Canada Deposit Insurance Corporation, or as otherwise approved by the CMHC. Reserve withdrawals are credited first to interest and then to principal.

Cash received to complete capital projects is held in separate bank accounts or guaranteed investment certificates.

Heritage Trust consists of cash and guaranteed investment certificates held and restricted for the Heritage Trust.

Moveable assets reserve consists of cash and guaranteed investment certificates held and restricted for the health facility building.

Restricted assets are comprised of the following:

	2023	2022
Funds held for capital projects	\$ 8,567,582	\$ 3,491,966
Heritage trust	1,687,562	1,682,428
CMHC - funded reserves	1,678,025	1,668,179
Movable assets reserve	94,727	97,012
	<hr/> <u>\$12,027,896</u>	<hr/> <u>\$ 6,939,585</u>

Sturgeon Lake First Nation

Notes to the Financial Statements
For the Year Ended March 31, 2023

3. Trust funds held by federal government

	2023			2022		
	Revenue	Capital	Total		Total	
Surplus, beginning of year	\$ 172,913	\$ 6	\$ 172,919	\$ 71,807		
Lease revenue	375,474	-	375,474	421,625		
Interest income	12,200	-	12,200	1,946		
Disbursements	(207,690)	-	(207,690)	(322,459)		
	\$ 352,897	\$ 6	\$ 352,903	\$ 172,919		

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.

Disbursements from the trust have been utilized as follows:

BCR#	Amount disbursed	Purpose of disbursement	Cost recorded
22-00901-1	\$ 70,000	Funerals	Other Programs - Funeral Assistance \$ 70,000
22-01301-1	\$ 137,690	Purchase of TLE	Other Programs - Land Associated Expenses \$ 137,690

4. Portfolio investments

The First Nation holds the following Investments:

	2023 Units	2022 Units	2023 Cost	2023 Market Value	2022 Cost	2022 Market Value
Royal Bank of Canada	\$ 4,200	\$ 2,100	\$ 198,722	\$ 271,424	\$ 198,722	\$ 289,044
Bank of Montreal	2,100	2,100	202,565	252,798	202,565	308,931
Toronto-Dominion Bank	3,100	3,100	204,713	250,945	204,713	307,489
Canadian Imperial Bank of Commerce	2,100	2,100	242,914	240,702	242,914	318,675

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

4. Portfolio investments continued

	2023 Units	2022 Units	2023 Cost	2023 Market Value	2022 Cost	2022 Market Value
Bank of Nova Scotia	2,300	2,300	173,366	156,561	173,366	206,080
Walton Income 5 Bond	218,674	230,221	218,674	132,254	230,221	122,017
Walton Income 12 Bond	92,348	94,637	92,348	26,278	94,637	26,498
Fieldstone Capital	50,080	50,080	50,080	501	50,080	501
	374,902	386,638	1,383,382	1,331,463	1,397,218	1,579,235
Guaranteed investment certificate	-	-	-	468,224	-	1,963,735
	\$ 374,902	\$ 386,638	\$ 1,383,382	\$ 1,799,687	\$ 1,397,218	\$ 3,542,970

5. Accounts Receivable

	2023	2022
Trade receivables		
Trade accounts receivable	\$ 684,634	\$ 1,731,047
Receivable from employees	12,707	1,957
	697,341	1,733,004
Allowance for doubtful accounts	(13,180)	(13,180)
	684,161	1,719,824
Due from government and other government organizations		
Indigenous Services Canada	2,215,734	965,221
Prince Albert Grand Council	1,435,921	20,034
CMHC Subsidy	39,435	39,435
GST Receivable	983	3,575
	3,692,073	1,028,265
	\$ 4,376,234	\$ 2,748,089

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

Sturgeon Lake First Nation

Notes to the Financial Statements
For the Year Ended March 31, 2023

6. Inventory held for resale

Inventory held for resale consists of the following:

	2023	2022
Tobacco	\$ 126,423	\$ 70,692
Confectionery	94,835	113,559
Fuel	59,234	81,735
Hardware	55,019	36,957
Other inventory	10,291	3,833
	<hr/> \$ 345,802	<hr/> \$ 306,776

7. Agricultural inventories

As at March 31, 2023, the First Nation held 6 calves (2022: 8). The First Nation's agricultural inventories consist of the following:

	2023	2022
Calves	<hr/> \$ 7,720	<hr/> \$ 9,081

Sturgeon Lake First Nation

Notes to the Financial Statements
For the Year Ended March 31, 2023

8. Limited partnership interests

The First Nation has a 99.9999% interest Sturgeon Lake Property Limited Partnership and a 99.9999% interest in Sturgeon Lake First Nation Developments LP and Sturgeon Lake Property LP. Summarized financial information for the limited partnership interests is as follows:

	Sturgeon Lake First Nation Developments LP	Sturgeon Lake Property LP	2023	Sturgeon Lake First Nation Developments LP	Sturgeon Lake Property LP	2022
Cash	\$ 1,025,763	\$ -	\$ 1,025,763	\$ 545,440	\$ -	\$ 545,440
Other Assets	7,715,303	61,001	7,776,304	8,236,021	31,001	8,267,022
	8,741,066	61,001	8,802,067	8,781,461	31,001	8,812,462
Liabilities	3,225,558	5,000	3,230,558	3,794,214	3,000	3,800,214
Equity	5,515,508	56,001	5,571,509	4,987,247	28,001	5,015,248
	8,741,066	61,001	8,802,067	8,781,461	31,001	8,815,462
Revenue	2,240,726	30,000	2,270,726	2,167,099	30,000	2,467,099
Expenses	1,570,799	2,000	1,572,799	1,326,993	3,000	1,329,993
Net income	\$ 669,927	\$ 28,000	\$ 697,927	\$ 840,106	\$ 27,000	\$ 1,137,106

The First Nation's limited partnership interests consist of the following:

	Sturgeon Lake First Nation Developments LP	Sturgeon Lake Property LP	2023	Sturgeon Lake First Nation Developments LP	Sturgeon Lake Property LP	2022
Balance, beginning of the year	\$ 4,987,243	\$ 27,999	\$ 5,015,242	\$ 2,322,138	\$ 1,000	\$ 2,323,138
Share of earnings	669,926	27,999	697,925	840,105	26,999	867,104
Contribution (withdrawal)	(141,666)	-	(141,666)	1,825,000	-	1,825,000
	\$ 5,515,503	\$ 55,998	\$ 5,571,501	\$ 4,987,243	\$ 27,999	\$ 5,015,242

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

9. Investments in government business enterprises

Government business enterprises (GBEs) are those organizations that meet the definition of GBEs as described by Public Sector Accounting Standards of CPA Canada. GBEs have the power to contract in their own name, have the financial and operating authority to carry on a business, sell goods and services to customers outside the First Nation government as their principal activity, and that can, in the normal course of their operations, maintain operations and meet liabilities from revenue received from outside the First Nation government. The First Nation owns a 100% interest in Sturgeon Lake Developments Ltd., Sturgeon Lake TLE Land Holding Corp., and Sturgeon Lake Property Ltd. Summarized financial information for the investments in GBEs is as follows:

	Sturgeon Lake Developments Ltd.	Sturgeon Lake TLE Land Holding Corp.	Sturgeon Lake Property Ltd.	2023	Sturgeon Lake Developments Ltd.	Sturgeon Lake Land Holding Corp.	Sturgeon Lake Property Ltd.	2022
Assets	\$ 6	\$ -	\$ 103	\$ 109	\$ 5	\$ -	\$ 102	\$ 107
Liabilities	7	1,871	1	1,879	7	526	1	534
Equity	(1)	(1,871)	102	(1,770)	(2)	(526)	102	(426)
	6	-	103	109	5	-	103	108
Revenue	1	-	1	2	1	-	1	2
Expenses	-	1,345	-	1,345	-	576	-	576
Net Loss	\$ 1	\$ (1,345)	\$ 1	\$ (1,343)	\$ 1	\$ (576)	\$ 1	\$ (574)

The First Nation's government business enterprises consist of the following:

	Sturgeon Lake Developments Ltd.	Sturgeon Lake TLE Land Holdings Corp.	Sturgeon Lake Property Ltd.	2023	Sturgeon Lake Developments Ltd.	Sturgeon Lake TLE Land Holding Corp.	Sturgeon Lake Property Ltd.	2022
Balance, beginning of the year	\$ (2)	\$ (526)	\$ 101	\$ (427)	\$ (3)	\$ 50	\$ 100	\$ 147
Share of earnings	1	(1,345)	1	(1,343)	1	(576)	1	(574)
	\$ (1)	\$ (1,871)	\$ 102	\$ (1,770)	\$ (2)	\$ (526)	\$ 101	\$ (427)

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

10. Accounts payable

	2023	2022
Trade accounts payable	\$ 1,362,860	\$ 1,287,949
Wages payable	227,689	297,919
Employee deductions payable	189,166	1,610
Other payable	96,530	379,405
Pension payable	19,115	-
	\$ 1,895,360	\$ 1,966,883

11. Due to related parties

Sturgeon Lake First Nation has received advances from its related entities that are unsecured, non-interest bearing, and are not subject to a fixed repayment schedule. These transactions are in the normal course of business for fair consideration that is mutually agreed upon by the related parties. Advances due to related parties consist of the following:

	2023	2022
Sturgeon Lake First Nation Development LP	\$ 281,543	\$ 263,906
Sturgeon Lake Property LP	1,000	1,000
Sturgeon Lake Property Ltd.	100	100
	\$ 282,643	\$ 265,006

12. Unexpended revenue

ISC funding agreements stipulate the terms and conditions that apply to situations where revenue received exceeds expenditures. Depending on the funding arrangement the unexpended funds may be retained by the recipient, repaid to ISC, deferred to the following year, or transferred to another ISC program area. Any funding arrangements that have a provision that allows the recipient to retain the excess funds are recorded as surpluses. All other excess funds are recorded as a liability and classified as "Unexpended funds" on the financial statements.

	Balance, beginning of the year	Contributions received	Amount recognized	2023
ISC Capital funding				
West Subdivision	\$ 762,622	\$ 3,000,000	\$ (416,531)	\$ 3,346,091
School Roof & Water Damage Assessment	1,753,643	871,156	(161,723)	2,463,076
East Lagoon	406,430	1,800,000	(168,495)	2,037,935
Capital Investments (Midwifery Project)	138,187	2,500,000	(613,749)	2,024,438
Construction (New Construction/Reno/Lot Servicing)	626,298	720,593	(72,059)	1,274,832
Construction (Immediate Needs)	-	487,442	(48,744)	438,698

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

Sturgeon Lake First Nation

Notes to the Financial Statements
For the Year Ended March 31, 2023

12. Unexpended revenue continued

	Balance, beginning of the year	Contributions received	Amount recognized	2023
West Lagoon - A&C Wastewater	318,122	-	-	318,122
Lot Servicing	247,460	-	-	247,460
Local Roads & Bridges	1,500,000	998,765	(2,498,765)	-
Roads & Bridges	46,196	66,794	(112,990)	-
	5,798,958	10,444,750	(4,093,056)	12,150,652
ISC Non-Capital Funding				
CFS Prevention	-	2,517,980	(728,892)	1,789,088
Waste water	429,176	391,712	(331,207)	489,681
FN Representative Service	-	542,511	(54,251)	488,260
Post Secondary Student Support	320,583	1,474,687	(1,320,009)	475,261
Service Delivery	213,250	456,115	(242,269)	427,096
COVID Response	296,442	-	-	296,442
Mental Health Care	227,262	266,819	(219,694)	274,387
Midwifery Demonstration Project	381,095	617,274	(763,894)	234,475
Water Systems	273,388	485,888	(533,918)	225,358
RLEMP Non-core	62,091	104,032	(88,604)	77,519
Capacity Building Education & Training	67,446	-	-	67,446
COVID LEDSP	98,871	-	(65,144)	33,727
IMM Planning and Reporting	-	29,904	(2,990)	26,914
Aboriginal Diabetes Initiatives	24,871	80,127	(79,427)	25,571
Co Dev Infrastructure Plan	-	25,000	(2,500)	22,500
Electrical Systems	15,302	20,551	(17,574)	18,279
JP Service Coordination	-	117,115	(103,864)	13,251
JP Respite Care	-	6,000	(600)	5,400
JP Medical Supplies & Equipment	-	2,234	(223)	2,011
JP Child/Life Necessities	-	636	(64)	572
JP Medical Transportation	-	475	(48)	427
COVID ICSF4 EMAP	400,728	402,954	(803,682)	-
COVID ICSF2 EMAP - Food Security	328,338	-	(328,338)	-
ICSF3 - Food Security	321,619	-	(321,619)	-
COVID ICSF Food Security	141,120	-	(141,120)	-
Traditional Healer	49,169	-	(49,169)	-
COVID ICSF Need Base	18,000	-	(18,000)	-
Other Protection	14,875	8,819	(23,694)	-
	3,683,626	7,550,833	(6,240,794)	4,993,665

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

12. Unexpended revenue continued

	Balance, beginning of the year	Contributions received	Amount recognized	2023
Other Funding				
Water Treatment Plant	251,149	107,062	(161)	358,050
IELCC	124,568	611,523	(490,204)	245,887
University of Saskatchewan	-	300,000	(100,000)	200,000
Trauma Informed Cultural & Emotional Support	-	135,690	-	135,690
Northern Lights Community Development	-	139,250	(16,285)	122,965
	375,717	1,293,525	(606,650)	1,062,592
	\$ 9,858,301	\$ 19,289,108	\$ (10,940,500)	\$ 18,206,909

13. Long-term debt

The First Nation has the following long-term debt outstanding, and mortgages outstanding with Canada Mortgage and Housing Corporation (CMHC). The CMHC mortgages are secured by ministerial loan guarantees, and relate to the construction of on reserve housing. The First Nation receives a subsidy from CMHC to assist with the payment of principal and interest of the mortgages.

	2023	2022
CIBC Loans		
CIBC loan bearing interest at prime rate + 1.00% per annum, repayable in monthly blended payments of \$36,891. The loan matures 180 months from first regular payment.	\$ 6,271,106	\$ -
RCMP Mortgage loan bearing interest at 2.89% per annum, repayable in monthly blended payments of \$2,247. The loan matures on July 1, 2029.	157,151	178,136
CIBC Loan bearing interest at prime rate + 1.00% per annum, repayable in monthly blended payments of \$6,534. The loan matures on July 1, 2024.	117,616	196,027
CIBC loan bearing interest at prime rate + 1.00% per annum, repayable in monthly blended payments of \$2,083. The loan matures on November 1, 2025.	66,666	91,667
CIBC loan bearing interest at prime rate + 1.25% per annum, repayable in monthly blended payments of \$2,667. The loan matures on August 1, 2023.	13,333	45,333
	6,625,872	511,163

CMHC Mortgages

CMHC Phase #4 loan bearing interest at 0.75% per annum, repayable in monthly blended payments of \$2,856. The loan matures on December 1, 2024.	59,561	93,245
CMHC Phase #5 loan bearing interest at 1.57% per annum, repayable in monthly blended payments of \$1,621. The loan matures on January 1, 2027.	72,308	90,469
CMHC Phase #6 loan bearing interest at 2.21% per annum, repayable in monthly blended payments of \$1,646. The loan matures on December 1, 2028.	106,570	123,771
CMHC Phase #7 loan bearing interest at 0.69% per annum, repayable in monthly blended payments of \$2,132. The loan matures on April 1, 2025.	52,895	78,016

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

13. Long-term debt continued

	2023	2022
CMHC Phase #8 loan bearing interest at 1.12% per annum, repayable in monthly blended payments of \$8,179. The loan matures on April 1, 2031.	758,256	847,391
CMHC Phase #9 loan bearing interest at 2.48% per annum, repayable in monthly blended payments of \$6,010. The loan matures on January 1, 2033.	629,123	684,969
CMHC Phase #10 loan bearing interest at 1.12% per annum, repayable in monthly blended payments of \$2,443. The loan matures on July 1, 2035.	337,553	362,938
CMHC Phase #11 loan bearing interest at 1.12% per annum, repayable in monthly blended payments of \$3,930. The loan matures on October 1, 2035.	553,275	593,999
CMHC Phase #12 loan bearing interest at 1.22% per annum, repayable in monthly blended payments of \$2,459. The loan matures on October 1, 2035.	344,179	369,337
CMHC Phase #13 loan bearing interest at 1.50% per annum, repayable in monthly blended payments of \$6,069. The loan matures on June 1, 2036.	874,776	934,035
CMHC Phase #14 loan bearing interest at 1.57% per annum, repayable in monthly blended payments of \$2,006. The loan matures on December 1, 2036.	297,619	316,870
CMHC Phase #15 loan bearing interest at 2.48% per annum, repayable in monthly blended payments of \$549. The loan matures on February 1, 2038.	82,077	86,575
CMHC Phase #17 Advance with interest adjustment date after year end.	112,107	-
	<u>4,280,299</u>	4,581,615
	<u>\$ 10,906,171</u>	\$ 5,092,778

Assuming renewal on comparable terms, principal payments required on long term debt for the next five years and thereafter are as follows:

	CIBC Loans	CMHC Mortgages	Total
2023	\$ 578,546	\$ 435,163	\$ 1,013,709
2024	527,043	427,740	954,783
2025	480,596	384,659	865,255
2026	465,081	373,490	838,571
2027	466,295	343,790	810,085
Subsequent	4,108,311	2,315,457	6,423,768
	<u>\$ 6,625,872</u>	<u>\$ 4,280,299</u>	<u>\$ 10,906,171</u>

14. Productive Biological Assets

The First Nation's productive biological assets consist of the following:

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

Sturgeon Lake First Nation

Notes to the Financial Statements

For the Year Ended March 31, 2023

14. Productive Biological Assets continued

							2023	2022
	Quantity of Animals	Cost		Accumulated Amortization		Net Book Value	Net Book Value	
Cows	\$ 103	\$ 257,500		\$ 180,250		\$ 77,250	\$ 133,750	
Bulls	12	42,000		27,300		14,700	19,250	
	\$ 115	\$ -		\$ 207,550		\$ 91,950	\$ 153,000	

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

15. Tangible Capital Assets

March 31, 2023	Land	CMHC Houses	First Nation Houses	Buildings	Infrastructure & Roads	Equipment	Vehicles	Assets under construction	Total
Cost									
Balance, beginning of year	\$ 4,246,127	\$ 10,783,797	\$ 5,507,944	\$ 29,725,996	\$ 3,010,103	\$ 11,487,571	\$ 3,453,603	\$ 5,371,659	\$ 73,586,800
Additions	-	-	-	205,674	-	2,500	229,779	9,535,124	9,973,077
Transfers	-	-	-	1,331,485	1,437,296	-	-	(2,768,781)	-
Balance, end of year	4,246,127	10,783,797	5,507,944	31,263,155	4,447,399	11,490,071	3,683,382	12,138,002	83,559,877
Accumulated amortization									
Balance, beginning of year	-	5,763,404	5,507,944	12,680,861	1,207,072	3,870,982	2,955,513	-	31,985,776
Amortization	-	431,352	-	738,174	113,283	808,657	222,211	-	2,313,677
Balance, end of year	-	6,194,756	5,507,944	13,419,035	1,320,355	4,679,639	3,177,724	-	34,299,453
Net Book Value, end of Year	4,246,127	4,589,041	-	17,844,120	3,127,044	6,810,432	505,658	12,138,002	49,260,424
March 31, 2022									
Cost									
Balance, beginning of year	6,173,370	10,783,797	5,507,944	28,412,850	3,010,103	4,530,198	3,341,071	11,411,953	73,171,286
Additions	-	-	-	484,235	-	61,316	112,532	1,822,989	2,481,072
Transfers	-	-	-	828,911	-	7,034,372	-	(7,863,283)	-
Disposals	(1,927,243)	-	-	-	-	(138,315)	-	-	(2,065,558)
Balance, end of year	4,246,127	10,783,797	5,507,944	29,725,996	3,010,103	11,487,571	3,453,603	5,371,659	73,586,800
Accumulated amortization									
Balance, beginning of year	-	5,332,052	5,507,944	12,000,457	1,128,737	3,751,087	2,755,809	-	30,476,086
Amortization	-	431,352	-	680,404	78,335	119,895	199,704	-	1,509,690
Balance, end of year	-	5,763,404	5,507,944	12,680,861	1,207,072	3,870,982	2,955,513	-	31,985,776
Net Book Value, end of year	\$ 4,246,127	\$ 5,020,393	\$ -	\$ 17,045,135	\$ 1,803,031	\$ 7,616,589	\$ 498,090	\$ 5,371,659	\$ 41,601,024

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

16. Accumulated surplus

	2023	2022
Operating funds	\$ 8,738,559	\$ 9,800,689
Equity in capital assets	38,354,253	36,508,540
Equity in investments	5,569,731	5,014,815
CMHC - replacement reserve	2,095,090	2,073,721
CMHC - operating reserve	37,672	(257,299)
	\$54,795,305	\$53,140,466

- The operating fund reports on the general activities of the First Nation's administration;
- Equity in capital assets represents accumulated surplus amounts not available for operations, but rather past transactions creating capital assets that will be used to provide future services;
- Equity in investments reports on commercial business operations owned by the First Nation; and
- The CMHC reserves are replacement and operating reserves required to be funded for future housing replacements, as per agreements with CMHC.

17. Reconciliation of ISC revenue

ISC revenue consists of the following

	2023	2022
ISC - Flexible Contribution	\$19,696,794	\$13,609,836
ISC - Fixed Contribution	13,328,486	12,803,068
ISC - Block Contribution	2,932,243	3,032,385
ISC - Set Contribution	1,184,646	1,191,104
ISC - Grant	719,915	676,822
Receivable (payable) to ISC	(22,300)	-
	\$37,839,784	\$31,313,215

The following is a reconciliation of the funds received from ISC:

	2023	2022
Balance received per ISC confirmation	\$37,862,084	\$31,313,215
Current year payable		
Institutional care	(22,300)	-
	\$37,839,784	\$31,313,215

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

Sturgeon Lake First Nation

Notes to the Financial Statements
For the Year Ended March 31, 2023

18. Expenses by object

	2023	2023	2022
	Budget	Actual	Actual
Contracted services	\$ 1,699,738	\$12,063,143	\$ 3,736,590
Salaries and benefits	10,006,760	11,502,023	11,269,760
Cost of sales	-	6,190,593	5,792,754
Social Assistance	-	3,855,774	3,039,261
Supplies	1,422,210	2,556,158	2,248,143
Amortization of tangible assets	-	2,372,707	1,572,640
Administrative Fees	1,728,123	2,278,483	2,068,730
Meetings & workshops	1,382,110	2,238,013	1,250,938
Activities	1,541,235	1,970,147	1,019,549
Student Expenses	167,509	1,905,962	1,680,076
Repairs and maintenance	1,111,775	1,822,817	1,889,188
Utilities	661,575	1,117,945	987,197
Assistance	615,101	944,878	668,046
Insurance	468,382	576,386	483,886
Flow through to Child & Family Services	-	550,000	209,300
Travel expenses	661,443	510,482	434,730
Professional fees	126,150	423,146	269,893
Interest and bank charges	561,313	385,782	140,272
Funeral Assistance	200,000	292,404	200,360
Equipment Purchase	258,060	262,482	762,820
Other operating expenses	246,945	257,051	780,126
Land Associated Expenses	-	120,400	385,938
Bad debt expense	-	58,723	6,713
Transfer to capital assets	-	(9,972,170)	(2,482,308)
	\$22,858,429	\$44,283,329	\$38,414,602

19. CMHC housing restricted funds

Under agreements with Canada Mortgage and Housing Corporation (CMHC) the First Nation established the following:

- The replacement reserve to ensure replacement of capital equipment and for major repairs to housing units, which requires an annual cash allocation of \$129,328 to the reserve. At March 31, 2023, the reserve is required to be funded to a level of \$2,095,090 (2022 - \$2,073,721). At March 31, 2023, the cash balance in the reserve is \$ 1,678,025 (2022 - \$1,668,179).
- An operating surplus reserve established for housing units under the Post 1997 Fixed Subsidy Program which requires surpluses to be funded with cash. Future operating losses are able to draw on the reserve funds to sustain operations. At March 31, 2023, the reserve is required to be funded to a level of \$37,672. At March 31, 2023, the reserve was under-funded by \$70,804.

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

19. CMHC housing restricted funds continued

In accordance with terms of the agreement, CMHC reserve monies must be held or invested only in accounts or instruments guaranteed by the Canada Deposit Insurance Corporation, or as otherwise approved by CMHC. Reserve withdrawals are credited first to interest and then to principal.

20. Contingent liabilities

Sturgeon Lake First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

In addition, in the normal course of its operations, Sturgeon Lake First Nation becomes involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on Sturgeon Lake First Nation's financial statements. None are required to be recorded at this time.

21. Trusts under administration

Sturgeon Lake First Nation has assets in trust as a result of a settlement claim with Canada. These assets are managed by a corporate trustee and are not included on the statement of financial position as assets of the First Nation. Amounts held in trust at year end are the following:

	December 31, 2022	December 31, 2021
Sturgeon Lake First Nation TLE Trust	\$ 6,765,365	\$ 5,737,657

22. Leases in financial statements of lessees

The First Nation leases several office equipment under various operating lease agreements. The total lease expenses for these leases totaled approximately \$25,275 for 2023 (2022 - \$46,150).

23. Economic dependence

Sturgeon Lake First Nation receives a significant portion of its revenue pursuant to a funding arrangement with Indigenous Services Canada.

24. ISC funding

The First Nation (Recipient) receives funding from Indigenous Services Canada (ISC) by entering into an agreement with ISC.

There are five approaches that ISC may consider in the design and delivery of transfer payment programs:

1. Grant approach – A grant is a transfer payment that is subject to pre-established eligibility and other entitlement criteria. Recipients are not required to account for the grant, but they may be required to report on results. The grant funding approach can be used for any duration of time necessary to achieve program results.

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

24. ISC funding continued

2. Set contribution approach – A set contribution is a transfer payment that is subject to performance conditions outlined in a funding agreement. Set contributions must be accounted for and are subject to audits. Funds are to be expended as identified in the funding agreement and cannot be redirected to other programs. Any unspent funding and any funding spent on ineligible expenditure must be returned to ISC annually.

3. Fixed contribution approach – Fixed contribution funding is an option where annual funding amounts are established on a formula basis or where the total expenditure is based on a fixed-cost approach. Fixed funding is distributed on a program basis. It is possible under this approach for recipients to keep any unspent funding provided that program requirements set out in the funding agreement have been met and the recipient agrees to use the unspent funds for purposes consistent with the program objectives or any other purpose agreed to by ISC. A plan must be submitted and approved by ISC prior to spending the unspent funds. If the funds are not spent according to the plan within the agreed upon time period they will be recovered by ISC.

4. Flexible contribution approach – Flexible contribution funding is an option which allows funds to be moved within cost categories of a single program during the life of the project/agreement. However, unspent funds must be returned to ISC at the end of the project, program or agreement.

5. Block contribution approach – Block contribution funding is an option which allows funds to be reallocated within the block of programs during the agreement, as long as progress towards program objectives is being achieved. It is possible under this approach for recipients to keep any unspent funding provided that program delivery standards have been met and the recipient agrees to use the unspent funding for purposes consistent with the block program objectives or any other purpose agreed to by ISC.

25. Segmented information

As previously discussed in note 1 (m) the First Nation conducts its business through reportable segments as follows:

1 - Indigenous Services Canada (ISC)

Education: Costs to support First Nation and Inuit communities in expressing, preserving, developing and promoting their cultural heritage, through the establishment and operation of First Nation and Inuit cultural education centres and programs. Costs to provide eligible students living on reserve and eligible Inuit with elementary/secondary education programs and services including instructional services in federal, provincial, band-operated schools, or a private/independent school (recognized by the province in which the school is located as an elementary/secondary institution), and student support services such as transportation, accommodation, guidance and counselling services. Costs associated with ISC's First Nations and Inuit Youth Employment Strategy to develop and enhance essential employability skills, such as communication, problem solving, and working with others, expose youth to a variety of career options, and promote the benefits of education as being key to labour market participation. Also, costs to support eligible First Nation and Inuit students to access education opportunities at the post-secondary level and supports the development and delivery of college and university level courses for First Nation and Inuit students, and research and development on First Nation and Inuit education. Costs for the provision of special education services and programs and costs to provide Internet access, information technology equipment, technical support and training to students and school staff.

Economic Development: Costs associated with economic development planning, proposal development, and planning and implementation of ongoing activities and one-time projects. Also costs to pursue economic objectives in areas such as the employment of community members, the development of community-owned and community member businesses, the development of land and resources under community control, access to

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

25. Segmented information continued

economic opportunities on land and resources beyond community control, investment promotion, and research and advocacy.

Social Services: First Nations people, like other Canadian citizens, are responsible for managing their own affairs and maintaining themselves to the extent that their resources permit. Some individuals and families are unable to provide for themselves and their dependents. Situations therefore exist in which assistance must be available to community members in need. Income Assistance is one type of income supplement available to eligible persons. Other income supports include Old Age Security, Child Tax Benefits, etc.

Band Government: Costs to support the further development of competent, stable, legitimate, and accountable community governments by strengthening First Nations and Inuit governance and by funding initiatives which address needs in the areas of professional and institutional development at the local level and at the level of emerging regional and national organizations. Also, costs to enable tribal councils to provide advisory services such as financial management, band government, economic development, community planning, technical services to the member First Nations and to defray the costs of administering programs on behalf of member communities and to provide funding for equivalent advisory services to large First Nations which are not affiliated with a tribal council.

Community Services: Costs to acquire, construct, operate and maintain basic community facilities and services such as water and sewage, roads, electrification, and fire protection. Also costs associated with ensuring that these facilities and community services meet recognized standards and are comparable to the services provided to nearby communities by provincial and municipal governments.

Capital: Costs to acquire, construct, operate and maintain capital community facilities and services such as water and sewage, roads, electrification, schools, community buildings and fire protection.

2 - Health Programs (FNIHB)

Health Canada provides funding for costs associated with the development of safe and healthy communities in the following areas:

Children and Youth; Mental Health and Addictions; Chronic Disease and Injury Prevention; Communicable Disease Control; Environmental Health and Research Component; Primary Care; Non-Insured Health Benefits; Health Governance and Infrastructure; Capital; Treatment Centres; Aboriginal Health Transition Fund; Headquarter projects.

3 - Canada Mortgage and Housing Corporation (CMHC)

Non-Profit On-Reserve Housing Program (Section 95); Residential Rehabilitation Assistance Program (RRAP); Home Adaptations for Seniors' Independence Program (HASI); Shelter Enhancement Program; Housing Internship Initiative for First Nations and Inuit Youth.

4 - Band programs

Other programs that vary based on own source revenue. These could include First Nations Trust, Tribal Council, CDC, Band Trust Funds and other business ventures. These outside revenue sources are used to fund programs such as recreational or cultural activities for the benefit of membership that are not funded by government agencies.

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

26. Pension Plan

The Sturgeon Lake First Nation and eligible employees participate in a defined contribution pension plan.

The Sturgeon Lake First Nation financial obligation is limited to providing contributions at a specific rate in respect of employees' current service. Information regarding contributions to the above mentioned pension plans is as follows:

	2023	2022
Employee contribution rate (percentage of salary)	5.0%-9.0%	5.0%-9.0%
Employer contribution rate (percentage of salary)	5.0%-9.0%	5.0%-9.0%

During the year, the Sturgeon Lake First Nation contributed \$402,716 (2022 - \$369,305) to the pension plan.

27. Annual Surplus Net of Capital Related Revenues and Amortization

	2023	2022
Current Surplus	\$ 1,654,839	\$ 5,041,118
Less capital related revenues included in annual surplus:		
Federal government transfers recognized	(1,475,937)	(1,739,928)
Less: Limited Partnership Earnings	178,902	3,301,190
Add amortization expense included in annual surplus	(697,925)	(867,015)
	2,372,707	1,572,640
	\$ 1,853,684	\$ 4,006,815

28. Financial Instruments

Financial assets include cash, restricted assets, trust funds held by the Federal Government, portfolio investments, accounts receivable, store inventory, agricultural inventory, limited partnership interests, government business enterprise investment are measured at amortized cost as presented on the consolidated statement of financial position, except for the trust funds held by the Federal Government and portfolio investments which are measured at fair value, and the government business enterprise investments and limited partnership interests, which are measured using the modified equity method.

Financial liabilities include accounts payable, due to related parties, unexpended revenue, and long-term debt and are measured at amortized cost as presented on the consolidated statement of financial position.

The First Nation is not subject to currency risk, credit risk, or other price risk. The following are the significant risks to which the First Nation is exposed.

Interest rate risk

The First Nation is exposed to interest rate cash flow risk to the extent that its loans payable are at a floating rate

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

Sturgeon Lake First Nation

Notes to the Financial Statements For the Year Ended March 31, 2023

28. Financial Instruments continued

of interest. The First Nation is also exposed to interest rate price risk to the extent that agreements receivable are at a fixed rate of interest.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet cash flow commitments associated with financial instruments. To manage this risk, the First Nation maintains a portion of its invested assets in liquid securities.

Market risk

Market risk is the risk that financial instrument fair values will fluctuate due to changes in market prices. The significant market risks to which the First Nation is exposed are interest rate risk and price risk.

29. Budgeted figures

Budgeted figures are unaudited and have been provided for comparison purposes and have been derived from the budget approved by the Sturgeon Lake First Nation's Chief and Council.

30. Prior period adjustment

The First Nation has adjusted its comparative financial information as at and for the year ending March 31, 2022 due to the correction of the following:

Limited partnership investment

During the year, it was determined that the First Nation contributed a building to Sturgeon Lake First Nation Developments LP. in 2022.

Investments in GBE

During the year, the investment in Sturgeon Lake Developments Ltd. and Sturgeon Lake TLE Land Holding Corp. were determined to be overstated in 2022.

Due to related parties

During the year, it was determined that the First Nation collected lease revenue and paid expenses on behalf of Sturgeon Lake First Nation Developments LP. during the 2022 fiscal year.

Tangible capital assets

During the year, it was determined that the First Nation disposed a building in 2022.

As a result, the following consolidated financial statement items have been adjusted:

Sturgeon Lake First Nation

Notes to the Financial Statements
For the Year Ended March 31, 2023

30. Prior period adjustment continued

	2022 Previously Reported	2022 Adjustments	2022 Restated
Consolidated Statement of Financial Position			
Limited partnership interests	\$ 3,255,296	\$ 1,759,946	\$ 5,015,242
Investments in GBE	491	(918)	(427)
Due to related parties	189,264	(44,372)	144,892
Tangible capital assets	43,528,267	(1,927,243)	41,601,024
Accumulated surplus	53,353,053	(212,587)	53,140,466
Consolidated Statement of Operations			
Earnings in GBE	81	(918)	(837)
Limited partnership earnings	932,353	(65,338)	867,015
Expenses - Other Programs	10,233,388	(146,331)	10,087,057
Current surplus (deficit)	5,253,705	(212,587)	5,041,118
Accumulated surplus - end of year	53,353,053	(212,587)	53,140,466
Consolidated Statement of Changes in Net Financial Assets			
Current surplus	\$ 5,253,705	\$ (212,587)	\$ 5,041,118
Disposal of tangible capital assets	3,992,801	(1,927,243)	2,065,558
Net financial assets - End of year	\$ 9,671,786	\$ 1,714,656	\$ 11,386,442

31. Comparative figures

Prior year's comparative amounts have been reclassified, where necessary, to conform to the current year's presentation.

Sturgeon Lake First Nation

Schedule #1

Education

Schedule of Operations

For the Year Ended March 31, 2023

	2023	2023	2022
	Budget	Actual	Actual
Revenue			
ISC - Fixed Contribution	\$ 9,350,018	\$ 9,702,237	\$ 9,395,150
ISC - Flexible Contribution	-	-	437,022
Other Revenue	91,619	540,674	473,983
Prince Albert Grand Council	274,188	462,033	267,188
SIIT	-	438,484	404,474
Recognition (deferral) of unexpended funding	-	(275,996)	(191,671)
	9,715,825	10,867,432	10,786,146
Expenses			
Salaries and benefits	5,490,688	5,659,642	5,141,016
Student Expenses	156,259	1,903,909	1,678,409
Supplies	496,609	1,029,376	723,763
Consultants and Contractors	236,760	982,301	620,678
Administrative Fees	710,921	770,114	834,084
Meetings & workshops	366,446	665,989	412,216
Activities	92,700	482,738	138,258
Utilities	297,425	431,500	347,692
Repairs and maintenance	220,606	261,669	263,994
Equipment Purchase	100,000	116,247	504,910
Professional fees	13,750	77,674	15,598
Other operating expenses	26,000	46,552	38,642
Travel expenses	35,000	42,160	-
Bad debt expense	-	41,227	-
Insurance	29,336	36,023	32,208
Interest and bank charges	90,992	15,737	10,159
	8,363,492	12,562,858	10,761,627
Current surplus before transfers			
Transfer to capital assets	1,352,333	(1,695,426)	24,519
Transfer from (to) other programs	-	(98,493)	(355,472)
	-	1,096,970	-
Current surplus (deficit)	\$ 1,352,333	\$ (499,963)	\$ 379,991

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

Sturgeon Lake First Nation

Schedule #2

Health

Schedule of Operations

For the Year Ended March 31, 2023

	2023	2023	2022
	Budget	Actual	Actual
Revenue			
ISC - Flexible Contribution	\$ 428,258	\$ 4,043,648	\$ 4,291,795
ISC - Block Contribution	2,737,091	2,932,243	3,032,385
ISC - Set Contribution	678,791	977,345	983,803
ISC - Fixed Contribution	354,364	88,364	77,962
Prince Albert Grand Council	160,827	662,173	258,860
Administrative Fees	439,648	563,122	680,221
Other revenue	364,182	375,569	1,018,343
University of Saskatchewan Miyo Pimatisiwin	-	300,000	50,000
Indigenous Languages & Culture Program	-	285,000	-
Recognition (deferral) of unexpended funding	-	(2,122,553)	2,250
	5,163,161	8,104,911	10,395,619
Expenses			
Salaries and benefits	2,807,313	3,426,836	3,425,143
Meetings & workshops	665,644	890,500	581,899
Supplies	538,964	756,450	923,166
Activities	479,060	651,764	660,584
Administrative Fees	388,310	563,122	680,221
Consultants and Contractors	91,948	490,602	304,742
Repairs and maintenance	77,000	484,837	579,197
Travel expenses	215,664	250,227	203,422
Equipment Purchase	80,060	139,244	181,618
Assistance	115,101	130,741	96,405
Other operating expenses	79,041	119,845	523,175
Utilities	52,450	71,916	57,034
Insurance	35,000	64,774	51,709
Professional fees	20,400	22,068	3,214
Interest and bank charges	10,000	9,892	9,264
	5,655,955	8,072,818	8,280,793
Current surplus before transfers			
Transfer to capital assets	(492,794)	32,093	2,114,826
Transfer from (to) other programs	-	(735,454)	(624,848)
	-	392,347	-
Current surplus (deficit)	\$ (492,794)	\$ 375,200	\$ 2,739,674

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

Sturgeon Lake First Nation

Schedule #3

Economic Development

Schedule of Operations

For the Year Ended March 31, 2023

	2023	2023	2022
	Budget	Actual	Actual
Revenue			
Prince Albert Grand Council	\$ 100,296	\$ 60,296	\$ 45,000
Expenses			
Consultants and Contractors	67,700	49,389	91,810
Meetings & workshops	22,446	18,850	-
Utilities	2,500	871	70
Interest and bank charges	150	213	232
Equipment Purchase	5,000	-	10,317
Supplies	5,000	-	1,335
	102,796	69,323	103,764
Current surplus (deficit)	\$ (2,500)	\$ (9,027)	\$ (58,764)

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

Sturgeon Lake First Nation

Schedule #4

Housing

Schedule of Operations

For the Year Ended March 31, 2023

	2023	2023	2022
	Budget	Actual	Actual
Revenue			
Rental income	\$ 473,000	\$ 486,756	\$ 486,756
CMHC Subsidy	471,900	473,217	467,346
	944,900	959,973	954,102
Expenses			
Insurance	225,000	328,813	265,022
Consultants and Contractors	-	225,725	116,067
Repairs and maintenance	234,000	175,827	159,148
Interest and bank charges	4,000	77,134	61,049
Administrative Fees	-	53,459	56,795
Professional fees	12,000	52,511	13,000
Supplies	-	-	553
	475,000	913,469	671,634
Current surplus before transfers	469,900	46,504	282,468
Transfer to capital assets	-	(225,000)	(112,107)
Current surplus (deficit)	\$ 469,900	\$ 271,504	\$ 394,575

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

Sturgeon Lake First Nation

Schedule #5

Social Services

Schedule of Operations

For the Year Ended March 31, 2023

	2023	2023	2022
	Budget	Actual	Actual
Revenue			
ISC - Flexible Contribution	\$ 326,017	\$ 4,672,889	\$ 4,137,987
ISC - Fixed Contribution	456,115	456,115	297,820
ISC - Set Contribution	-	207,301	207,301
Receivable (payable) to ISC	-	(22,300)	-
Other revenue	-	9,070	7,170
Recognition (deferral) of unexpended funding	-	(213,846)	(62,899)
	782,132	5,109,229	4,587,379
Expenses			
Social Assistance	-	3,855,773	3,039,261
Salaries and benefits	222,500	207,518	224,093
Consultants and Contractors	105,000	147,103	38,355
Administrative Fees	78,213	83,966	64,678
Utilities	64,500	44,102	60,391
Meetings & workshops	182,000	43,916	16,138
Supplies	13,000	20,633	9,904
Activities	-	11,927	17,992
Insurance	6,300	10,808	5,272
Repairs and maintenance	25,000	9,256	15,942
Interest and bank charges	1,000	279	940
Assistance	-	-	1,106
	697,513	4,435,281	3,494,072
Current surplus (deficit)	\$ 84,619	\$ 673,948	\$ 1,093,307

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

Sturgeon Lake First Nation

Schedule #6

Band Government

Schedule of Operations

For the Year Ended March 31, 2023

	2023	2023	2022
	Budget	Actual	Actual
Revenue			
ISC - Flexible Contribution	\$ 551,753	\$ 3,136,083	\$ 113,092
ISC - Grant	551,753	719,915	676,822
ISC - Fixed Contribution	126,267	156,267	126,267
Administrative Fees	-	1,192,945	1,114,842
Northern Lights Community Development	-	139,250	35,116
Other revenue	2,309,150	117,582	357,504
Prince Albert Grand Council	-	25,000	2,133
Rental income	4,900	1,600	4,800
Recognition (deferral) of unexpended funding	-	(2,438,241)	(4,385)
	3,543,823	3,050,401	2,426,191
Expenses			
Salaries and benefits	680,710	498,953	558,111
Supplies	289,408	435,333	283,031
Consultants and Contractors	346,500	405,737	290,748
Administrative Fees	399,753	329,236	23,936
Activities	725,055	289,953	-
Meetings & workshops	99,574	262,690	80,900
Travel expenses	404,779	218,095	231,308
Repairs and maintenance	10,000	136,959	19,035
Professional fees	30,000	88,544	44,360
Utilities	72,900	59,459	77,974
Interest and bank charges	14,500	11,130	11,028
Insurance	1,410	2,458	2,370
Equipment Purchase	35,000	2,300	35,225
Other operating expenses	-	-	138,314
	3,109,589	2,740,847	1,796,340
Current surplus (deficit)	\$ 434,234	\$ 309,554	\$ 629,851

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

Sturgeon Lake First Nation

Schedule #7

Community Services

Schedule of Operations

For the Year Ended March 31, 2023

	2023	2023	2022
	Budget	Actual	Actual
Revenue			
ISC - Fixed Contribution	\$ 1,218,963	\$ 2,375,503	\$ 2,327,493
Prince Albert Grand Council	190,000	155,737	188,584
Other revenue	-	48,106	45,250
Recognition (deferral) of unexpended funding	-	1,499,424	(938,229)
	1,408,963	4,078,770	1,623,098
Expenses			
Consultants and Contractors	494,365	8,442,006	570,477
Salaries and benefits	469,325	456,664	490,768
Utilities	142,100	361,531	286,978
Repairs and maintenance	122,300	356,794	210,024
Interest and bank charges	413,000	239,070	9,405
Administrative Fees	140,896	237,550	232,749
Insurance	79,636	103,907	93,088
Supplies	59,030	96,597	89,887
Meetings & workshops	27,500	41,525	27,176
Equipment Purchase	-	4,000	30,750
Travel expenses	6,000	-	-
	1,954,152	10,339,644	2,041,302
Current surplus before transfers			
Transfer to capital assets	(545,189)	(6,260,874)	(418,204)
	-	(8,016,475)	-
Current surplus (deficit)	\$ (545,189)	\$ 1,755,601	\$ (418,204)

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

Sturgeon Lake First Nation

Schedule #8

Capital

Schedule of Operations

For the Year Ended March 31, 2023

	2023 Budget	2023 Actual	2022 Actual
Revenue			
ISC - Flexible Contribution	\$ 510,440	\$ 7,441,219	\$ 3,516,193
Other revenue	-	107,062	-
Recognition (deferral) of unexpended funding	-	(6,072,345)	(1,776,265)
	510,440	1,475,936	1,739,928
Expenses			
Consultants and Contractors	192,465	874,204	1,267,680
Repairs and maintenance	402,569	316,995	510,349
Administrative Fees	-	200,740	27,984
Salaries and benefits	85,715	90,528	99,543
Insurance	90,300	25,734	1,264
Utilities	16,400	19,450	21,683
Meetings & workshops	15,000	16,601	10,432
Interest and bank charges	14,586	3,801	16,690
Supplies	-	-	2,052
	817,035	1,548,053	1,957,677
Current surplus before transfers			
Transfer to capital assets	(306,595)	(72,117)	(217,749)
Transfer from (to) other programs	-	(746,748)	(1,259,882)
	-	-	(90,001)
Current surplus (deficit)	\$ (306,595)	\$ 674,631	\$ 1,132,134

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

Sturgeon Lake First Nation

Schedule #9

Other Programs

Schedule of Operations

For the Year Ended March 31, 2023

	2023	2023	2022
	Budget	Actual	Actual
Revenue			
ISC - Fixed Contribution	\$ -	\$ 550,000	\$ 578,376
ISC - Flexible Contribution	-	402,954	1,113,748
Store Revenue	408,000	7,287,017	7,288,563
First Nation Trust	520,000	1,109,654	492,955
Limited Partnership Earnings	-	697,925	867,015
Ottawa Trust Fund Revenue	335,000	387,674	423,571
Other revenue	270,000	335,010	188,177
TLE Revenue Account	-	178,842	320,438
Prince Albert Grand Council	-	8,538	-
Earnings in GBE	-	(1,343)	(837)
Recognition (deferral) of unexpended funding	-	1,274,950	(373,748)
	1,533,000	12,231,221	10,898,258
Expenses			
Cost of Sales	-	6,190,593	5,792,754
Salaries and benefits	250,510	1,161,882	1,331,084
Assistance	500,000	814,137	570,535
Flow through to Child & Family Services	-	550,000	209,300
Activities	244,420	533,766	202,715
Consultants and Contractors	165,000	446,075	436,036
Meetings & workshops	3,500	297,942	122,177
Funeral Assistance	200,000	292,404	200,360
Supplies	20,200	217,770	214,452
Professional fees	50,000	182,349	193,721
Utilities	13,300	129,116	135,375
Land Associated Expenses	-	120,400	385,938
Other operating expenses	153,154	92,709	81,660
Repairs and maintenance	20,300	80,481	131,496
Administrative Fees	-	40,295	148,282
Interest and bank charges	13,085	28,528	21,506
Bad debt expense	-	17,496	6,713
Insurance	1,400	3,868	32,954
Equipment Purchase	38,000	690	-
	1,672,869	11,200,501	10,217,058
Current surplus before transfers			
Transfer to capital assets	(139,869)	1,030,720	681,200
Transfer from (to) other programs	-	(150,000)	(129,999)
	-	704,623	90,001
Current surplus (deficit)	\$ (139,869)	\$ 476,097	\$ 721,198

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

Sturgeon Lake First Nation

Schedule #10

Amortization

Schedule of Operations

For the Year Ended March 31, 2023
(unaudited)

	2023	2023	2022
	Budget	Actual	Actual
Revenue			
Expenses			
Amortization - Band program	\$ -	\$ 824,864	\$ 170,310
Amortization - Education	-	542,478	469,084
Amortization - Housing	-	431,352	431,352
Amortization - Community Services	-	203,465	203,465
Amortization - Health	-	195,272	181,018
Amortization - Other program	-	106,056	117,411
Amortization - Capital	-	69,220	-
	-	2,372,707	1,572,640
Current surplus (deficit)	\$ -	\$ (2,372,707)	\$ (1,572,640)

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