



**Kahkewistahaw First Nation
Consolidated Financial Statements**

March 31, 2022



Kahkewistahaw First Nation Contents

For the year ended March 31, 2022

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Management's Responsibility



To the Members of Kahkewistahaw First Nation:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

Chief and Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. Chief and Council fulfil these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and the external auditor.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by Chief and Council to audit the consolidated financial statements and report directly to the Members; their report follows. The external auditor has full and free access to, and meet periodically and separately with, both Chief and Council and management to discuss their audit findings.

September 26, 2022

Signed by: Geraldine Bear

Management



To the Members of Kahkewistahaw First Nation:

Opinion

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

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2022, and the results of its consolidated operations, its changes in consolidated net debt and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

Emphasis of Matter

We draw attention to Notes 16 and 21 to the consolidated financial statements which describe that Kahkewistahaw First Nation initiated a flood claim and a treaty benefit claim against the Government of Canada for damages sustained by the First Nation. The First Nation has obtained loans to fund costs of negotiations and has taken insurance to cover the repayment of the loans if they are in excess of settlement proceeds. Our opinion is not modified in respect of this matter.

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

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

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

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

Independent Auditor's Report (*continued from previous page*)

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

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

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.

Saskatoon, Saskatchewan

September 26, 2022

MNP LLP

Chartered Professional Accountants

MNP



Kahkewistahaw First Nation
Consolidated Statement of Financial Position
As at March 31, 2022

	2022	2021
Financial assets		
Current		
Cash resources	9,123,949	22,018,523
Restricted cash (Note 4)	6,883,549	6,437,934
Accounts receivable (Note 5)	2,906,114	3,801,234
Inventory for resale	33,751	36,105
Due from related parties (Note 6)	2,579,974	4,000,000
Portfolio investments (Note 7)	965	965
Due from Kakhewistahaw 1907 Specific Claim Trust (Note 8)	19,964,900	17,054,556
	41,493,202	53,349,317
Investments in partnerships and business entities (Note 9)	5,758,003	4,646,263
Funds held in Ottawa Trust Fund (Note 10)	4,688	4,600
Total financial assets	47,255,893	58,000,180
Financial liabilities		
Current		
Accounts payable and accruals	2,103,916	4,072,110
Deferred revenue (Note 11)	11,275,249	12,873,228
Due to related parties (Note 12)	226,282	165,123
Due to Kakhewistahaw 1907 Specific Claim Trust (Note 8)	19,964,900	17,054,556
Current portion of long-term debt and capital lease obligations (Note 13), (Note 14)	2,105,028	3,646,013
	35,675,375	37,811,030
Long-term debt (Note 13)	50,232,653	46,330,906
Capital lease obligations (Note 14)	18,834	71,042
Total financial liabilities	85,926,862	84,212,978
Net debt	(38,670,969)	(26,212,798)
Contingent asset and liability (Note 21)		
Non-financial assets		
Tangible capital assets (Note 15)	101,358,521	87,112,473
Livestock inventory	75,000	-
Prepaid expenses	35,339	87,703
Total non-financial assets	101,468,860	87,200,176
Accumulated surplus (Note 16)	62,797,891	60,987,378

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



Kahkewistahaw First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2022

	2022 Budget (Note 18)	2022 Actual	2021 Actual
Revenues			
Indigenous Services Canada (Note 23)	19,043,852	17,903,944	13,910,634
Kahkewistahaw Legacy Trust - annual payment	1,100,000	1,646,961	1,520,813
Canada Mortgage and Housing Corporation	638,977	1,454,409	638,725
Other	1,457,686	1,144,424	1,028,300
Restaurant sales	555,391	1,094,693	548,282
Earnings (loss) from investment in partnerships and business entities (Note 9)	-	1,019,254	(537,930)
Grants in lieu of taxes	780,500	940,002	793,247
Contribution from Kahkewistahaw 1907 Specific Claim Trust (Note 8)	530,000	900,188	1,180,000
Yorkton Tribal Council	378,007	840,841	790,730
Kahkewistahaw Community Improvement Fee	636,994	686,739	666,290
First Nations Trust	400,000	340,358	454,093
CMHC rental	-	334,403	315,748
Member service fee	642,721	294,712	348,128
Indigenous Services Canada - FNIHB - (Ochapowace/Kahkewistahaw Home Care)	-	282,621	179,347
Land lease	372,135	240,928	878,891
Interest	69,200	154,126	378,348
PHC Holdings Limited Partnership	75,000	65,246	77,512
Tuition income	80,000	59,168	32,000
Yorkton Tribal Council Child and Family Services	498,354	55,753	469,467
Sales - Kihew Fab-Co Ltd.	-	47,585	-
Fuel and tobacco rebate	300,000	22,574	-
Painted Hand Community Development Corporation	107,010	21,179	102,703
Enbridge Inc. grants	250,000	-	117,500
Total revenues	27,915,827	29,550,108	23,892,828
Program expenses			
Band Development	456,927	455,970	468,965
Band Government	2,606,526	1,971,887	1,649,582
Band Project Revenue	6,403,536	7,872,938	6,075,422
Community Infrastructure	1,524,205	3,728,549	1,870,929
Economic Development	100,280	2,918,053	450,000
Capital	1,881,684	1,627,750	1,610,769
Education	5,808,181	6,525,022	6,050,990
Land, Reserves and Trusts	1,016,404	1,517,646	1,650,116
Investments in Commercial Enterprises	85,035	1,095	4,725
Social Development	1,105,164	883,449	1,182,228
Health	1,214,837	1,602,377	1,030,825
COVID 19	362,360	597,726	1,916,717
Total expenses	22,565,139	29,702,462	23,961,268

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Kahkewistahaw First Nation
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2022

	2022 Budget (Note 18)	2022 Actual	2021 Actual
Annual surplus (deficit) before other items <i>(Continued from previous page)</i>	5,350,688	(152,354)	(68,440)
Other items			
Deferred revenue - Mismanagement Claim Settlement <i>(Note 20)</i>	500,000	665,518	226,332
Per capita distribution <i>(Note 20)</i>	-	2,000	-
Gain (loss) on disposal of tangible capital assets	-	(3,675)	38,635
Land and building contributed by Kahkewistahaw 1907 Specific Claim Trust	-	4,428,000	6,543,506
Contribution from Kahkewistahaw 1907 Specific Claim Trust <i>(Note 8)</i>	-	19,964,900	17,054,556
Contribution to Kahkewistahaw 1907 Specific Claim Trust <i>(Note 8)</i>	-	(19,964,900)	(17,054,556)
Allowance on loan receivable from Kihew Fab-Co Ltd. <i>(Note 6)</i>	-	(3,128,976)	-
	500,000	1,962,867	6,808,473
Annual surplus	5,850,688	1,810,513	6,740,033
Accumulated surplus, beginning of year	60,987,378	60,987,378	54,247,345
Accumulated surplus, end of year <i>(Note 16)</i>	66,838,066	62,797,891	60,987,378

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



Kahkewistahaw First Nation
Consolidated Statement of Changes in Net Debt
For the year ended March 31, 2022

	2022 Budget (Note 18)	2022 Actual	2021 Actual
Annual surplus	5,850,688	1,810,513	6,740,033
Purchases of tangible capital assets (Note 15)	(3,175,898)	(12,338,385)	(12,610,835)
Amortization of tangible capital assets (Note 15)	-	3,538,739	2,427,452
Land and building contributed by Kahkewistahaw 1907 Specific Claim Trust	-	(4,428,000)	(6,543,506)
Loss (gain) on disposal of tangible capital assets	-	3,675	(38,635)
Proceeds of disposal of tangible capital assets	-	-	217,952
Change in reporting entity - tangible capital assets (Note 3)	-	(1,022,077)	-
	(3,175,898)	(14,246,048)	(16,547,572)
Acquisition of prepaid expenses	-	(20,245)	(87,703)
Use of prepaid expenses	-	87,703	76,637
Change in reporting entity - prepaid expenses (Note 3)	-	(15,094)	-
Acquisition of livestock inventory	-	(75,000)	-
	-	(22,636)	(11,066)
Decrease (increase) in net debt	2,674,790	(12,458,171)	(9,818,605)
Net debt, beginning of year	(26,212,798)	(26,212,798)	(16,394,193)
Net debt, end of year	(23,538,008)	(38,670,969)	(26,212,798)

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



Kahkewistahaw First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2022

	2022	2021
Cash provided by (used for) the following activities		
Operating activities		
Annual surplus	1,810,513	6,740,033
Non-cash items		
Amortization of tangible capital assets (Note 15)	3,538,739	2,427,452
Land and building contributed by Kahkewistahaw 1907 Specific Claim Trust	(4,428,000)	(6,543,506)
Loss (gain) on disposal of tangible capital assets	3,675	(38,635)
(Earnings) loss from investment in partnerships and business entities	(1,019,254)	537,930
Allowance on loan receivable from Kihew Fab-Co Ltd. (Note 6)	3,128,976	-
	3,034,649	3,123,274
Changes in:		
Accounts receivable	935,805	(2,608,485)
Inventory for resale	2,354	(17,063)
Prepaid expenses	67,458	(11,066)
Accounts payable and accruals	(1,984,754)	2,700,735
Deferred revenue	(1,597,979)	2,096,770
Livestock inventory	(75,000)	-
	382,533	5,284,165
Financing activities		
Repayments of long-term debt and capital lease obligation	(2,853,674)	(1,528,791)
Advances of long-term debt and interim financing	5,162,228	25,170,887
Increase in due from related parties (net)	(3,786,136)	(3,549,506)
Increase in due to related parties (net)	61,159	165,123
Decrease (increase) in due from Kahkewistahaw 1907 Specific Claim Trust (Note 8)	(2,910,344)	972,725
Increase (decrease) in due to Kahkewistahaw 1907 Specific Claim Trust (Note 8)	2,910,344	(972,725)
	(1,416,423)	20,257,713
Capital activities		
Purchases of tangible capital assets	(12,338,385)	(12,610,835)
Proceeds of disposal of tangible capital assets	-	217,952
	(12,338,385)	(12,392,883)
Investing activities		
Increase in restricted cash	(445,615)	(2,254,435)
Increase in funds held in Ottawa Trust Fund	(88)	(53)
Withdrawals from partnerships and business entities	300,398	396,998
Contributions to partnerships and business entities	-	(700,000)
Change in reporting entity - Kihew Fab-Co Ltd. (Note 3)	623,006	-
	477,701	(2,557,490)
Increase (decrease) in cash resources	(12,894,574)	10,591,505
Cash resources, beginning of year	22,018,523	11,427,018
Cash resources, end of year	9,123,949	22,018,523

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



Kahkewistahaw First Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2022

1. Operations

The Kahkewistahaw First Nation (the "First Nation") is located in Treaty 4 Territory, Canada, and provides various services to its Members. The Kahkewistahaw First Nation financial reporting entity includes the First Nation's operations, and all related entities that are accountable to the First Nation, and are either owned or controlled by the First Nation.

Impact on operations of COVID-19 (coronavirus)

In early March 2020 the global outbreak of COVID-19 (coronavirus) began to have a significant impact on operations through the restrictions put in place regarding travel, business operations and isolation/quarantine orders.

The First Nation has been impacted by office closures, travel restrictions, cancellation of events and increased costs due to pandemic related expenditures and decreased First Nations Trust Funding. The First Nation expects these impacts to continue until the pandemic is over. Indigenous Services Canada has provided additional funding to assist with some of the costs associated with responding to COVID-19.

2. Significant accounting policies

These consolidated financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards, and include the following significant accounting policies:

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the First Nation reporting entity, except for First Nation business entities which are recorded using the modified equity method. The First Nation has consolidated the assets, liabilities, revenues and expenses of the following entities and departments:

- Kahkewistahaw First Nation
- Kahkewistahaw First Nation CMHC Housing
- Kahkewistahaw 1907 Specific Claim Trust - Band Account
- Kahkewistahaw Birds Point Resort Limited Partnership
- Weyotisiwin Holdings Limited Partnership
- Kihew Fab-Co Ltd. (50% proportionate consolidation) - through Weyotisiwin Holdings Limited Partnership (Note 3)
- Ochapowace/Kahkewistahaw Home Care (Government Partnership - 50% proportionate consolidation)

All inter-entity balances have been eliminated on consolidation; however, transactions between segments have not been eliminated in order to present the results of operations for each specific segment.

The financial activities of Kahkewistahaw 1907 Specific Claim Trust - Band Account, Kahkewistahaw Birds Point Resort Limited Partnership, Weyotisiwin Holdings Limited Partnership, and Kihew Fab-Co Ltd. have been consolidated for their December 31 fiscal year ends.

Kahkewistahaw First Nation business entities, owned or controlled by the First Nation but not dependent on the First Nation for their continuing operations, are included in the consolidated financial statements using the modified equity method. Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity's accounting principles are not adjusted to conform to those of the First Nation. Thus, the First Nation's investment in these entities is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and contributions made, and decreased by post acquisition losses and distributions received. Entities accounted for by the modified equity basis include:

- Kahkewistahaw Development Limited Partnership
- Kahkewistahaw Management Limited Partnership

The Kahkewistahaw 1907 Specific Claim Trust - Trust Account, Kahkewistahaw First Nation - Community Development Account, Kahkewistahaw 1907 Specific Claim Trust - Authorized Expense Account and Kahkewistahaw Legacy Trust are not included in the consolidated financial statements as they are not controlled by Chief and Council. Each of them has a Trustee or Trustees that oversee and administer operations.



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

2. Significant accounting policies *(Continued from previous page)*

Basis of presentation

Sources of financing and expenditures are recorded on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

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 normally provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale in the normal course of operations. Non-financial assets include tangible capital assets, livestock inventory and prepaid expenses.

Cash resources

Cash resources includes balances with banks and short-term investments with maturities of three months or less.

Restricted cash

Cash held for specific purposes is maintained in separate bank accounts. Restricted cash consists of CMHC replacement reserve and operating reserve bank accounts, capital project bank accounts, debt reduction fund account and GIC and term deposit accounts.

Inventory

Livestock inventory is valued at fair value less costs to sell.

Portfolio investments

Long-term investments in entities that are not owned or controlled by the First Nation reporting entity are accounted for using the cost method. They are recorded at cost, less any provision for other than temporary impairment.

Funds held in Ottawa Trust Fund

Funds held in trust on behalf of the First Nation's Members by the Government of Canada consist of:

- Capital trust moneys derived from non-renewable resource transactions or the sale of land or other First Nation capital assets; and
- Revenue trust moneys generated primarily through land leasing transactions or interest earned or deposits held in trust.

Net debt

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



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

2. Significant accounting policies *(Continued from previous page)*

Tangible capital assets

Tangible capital assets are initially recorded at cost. Contributed tangible capital assets are recorded at their fair value at the date of contribution.

The First Nation's original reserve land is not recognized in the consolidated financial statements.

Amortization

Tangible capital assets are amortized annually using the straight line method at rates intended to amortize the cost of the assets over their estimated useful lives:

	Rate
Buildings	20-40 years
Equipment	5-15 years
Infrastructure	10 years
Roads	40 years
Water infrastructure	10-40 years
Housing (CMHC and First Nation)	20-40 years

Projects under construction are not amortized until assets are put into use. Land is not amortized.

Revenue recognition

Government Transfers

The First Nation recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the First Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Funding

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received for which eligible expenditures have yet to be incurred or which is under funding arrangements that relate to a subsequent fiscal period is reflected as deferred revenue on the consolidated statement of financial position in the year of receipt.

Other revenues

Rental and lease revenue is recognized over the rental term. Grants in lieu of taxes are recognized in the period they relate to. Other revenues are earned from services provided by the First Nation and are recognized when the service has been performed. Kahkewistahaw Community Improvement Fee (FNGST) is recognized in the period in which the fee is charged. Interest income is recognized as earned.

Kahkewistahaw Legacy Trust - Annual Payment

Kahkewistahaw Legacy Trust - Annual Payment is recognized as it becomes receivable by the First Nation under the terms of the Kahkewistahaw Legacy Trust Agreement. The Annual Payment is calculated based on the greater of taxable income or a percentage of the fair market value of assets under the Trust's administration.

Contribution from Kahkewistahaw 1907 Specific Claim Trust

Contribution from Kahkewistahaw 1907 Specific Claim Trust is recognized as it becomes receivable by the First Nation under the terms of the Kahkewistahaw 1907 Specific Claim Trust Agreement. Pursuant to the Trust Agreement, "Annual Income" earned in the Kahkewistahaw 1907 Specific Claim Trust - Trust Account is to be transferred to an account controlled by the First Nation.



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

2. Significant accounting policies *(Continued from previous page)*

Use of estimates

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenditures during the reporting period. These estimates/assumptions are reviewed periodically and, as adjustments become necessary, they are reported in the records in the periods in which they become known.

Accounts receivable and due from related parties are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets. Deferred revenue is based on external restrictions imposed by funders.

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, 2022. No liability has been identified or recorded at March 31, 2022.

Segments

The First Nation conducts its business through 13 reportable segments - see Note 19.

For each reported segment, revenues and expenditures represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information. Administration fees have been apportioned based on a percentage of budgeted revenues, where permitted by the funder.

Other economic interests

The First Nation is a member of several other entities. The First Nation does not share in the profit or loss of these entities. As a result these entities have not been reported in these consolidated financial statements.

Recent accounting pronouncement

PS 3280 Asset Retirement Obligations

In August 2018, new PS 3280 Asset Retirement Obligations was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new PS 3280 establishes standards on how to account for and report a liability for asset retirement obligations (ARO). As asset retirement obligations associated with landfills are included in the scope of new PS 3280, PS 3270 Solid Waste Landfill Closure and Post-Closure Liability will be withdrawn.

The main features of this standard are as follows:

- An ARO represents a legal obligation associated with the retirement of a tangible capital asset.
- Asset retirement costs increase the carrying amount of the related tangible capital asset and are expensed in a rational and systematic matter.
- When an asset is no longer in productive use, the associated asset retirement costs are expensed.
- Measurement of the ARO liability should result in the best estimate of the amount required to retire a tangible capital asset at the financial statement date.
- Subsequent measurement of the ARO liability results in either a change in the carrying amount of the related tangible capital asset or an expense. The accounting treatment depends on the nature of the remeasurement and whether the asset remains in productive use.
- The best method to estimate the liability is often a present value technique.

This standard was to be effective for fiscal years beginning on or after April 1, 2021. On June 25, 2020, the PSAB made the decision to defer the effective date by one year due to the impact of the COVID-19 pandemic. The new Section is now effective for annual financial statements relating to fiscal years beginning on or after April 1, 2022. The Nation has not yet determined the effect of these new standards on its consolidated financial statements.



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

3. Change in reporting entity

During the year, it was determined that Kihew Fab-Co Ltd. would not be able to maintain operations from its own resources and therefore is no longer self sustaining. As a result, this entity no longer meets the definition of a government business enterprise and a change in accounting treatment was required.

Previously, this entity was recorded using the modified equity method and was included in investments in partnerships and business entities in the Consolidated Statement of Financial Position. In the current year, the assets, liabilities, revenues and expenses of this entity are consolidated on a line-by-line basis in the First Nation's financial statements. In accordance with *PS 3070 Investments in Government Business Enterprises*, the change in accounting treatment is not applied retroactively, which resulted in no change to the financial position and results of prior periods. The opening statement of financial position of the entity that has been consolidated on a line-by-line basis (50% corresponding with ownership percentage) as of January 1, 2021 was:

Cash	623,006
Accounts receivable	40,685
Prepaid expenses and deposits	15,094
Equipment	1,022,077
Accounts payable and accrued liabilities	(16,560)
Due from related parties	(2,077,186)
Shareholder's deficit	392,884

4. Restricted cash

	2022	2021
Lagoon and WTP repairs (SAL)	2,834,614	18,410
Debt reserve fund (FNFA)	1,886,988	1,868,251
Subdivision (SAL)	825,286	72,472
Solid waste (SAL)	428,845	65,095
Governance and administration centre (SAL)	317,328	3,796,282
Kahkewistahaw First Nation CMHC Housing Projects	313,186	406,002
School addition (SAL)	201,221	211,422
Pillipow Education GIC	70,464	-
Scholarship term deposit	5,617	-
	6,883,549	6,437,934

The debt reserve fund relates to 5% of the First Nations Finance Authority loan.



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

5. Accounts receivable

	2022	2021
Kahkewistahaw Legacy Trust	1,646,961	1,520,813
Other	962,247	673,338
Yorkton Tribal Council	193,682	29,923
CMHC loan proceeds	190,102	-
Indigenous Services Canada	90,000	981,995
Canada Mortgage and Housing Corporation	66,585	53,127
Kahkewistahaw 1907 Specific Claim Trust - Authorized Expense Account	61,145	69,221
Kahkewistahaw 1907 Specific Claim Trust	46,000	70,000
Ochapowace/Kahkewistahaw Home Care	18,010	-
Painted Hand Community Development Corporation	9,466	9,866
Mamawi Holdings Limited Partnership	-	500,000
Kihew Fab-Co Ltd.	-	217,952
Kahkewistahaw Community Improvement Fee	-	53,083
	3,284,198	4,179,318
Allowance for doubtful accounts	(378,084)	(378,084)
	2,906,114	3,801,234

6. Due from related parties

	2022	2021
Kahkewistahaw Business Landing Limited Partnership	1,216,727	-
Mamawi Holdings Limited Partnership	707,168	-
Kahkewistahaw Management Limited Partnership	586,824	-
Penipa Hotel Limited Partnership	47,503	-
Kahkewistahaw Gas & Convenience Store Limited Partnership	21,752	-
Kihew Fab-Co Ltd.	3,128,976	4,000,000
	5,708,950	4,000,000
Allowance on loan receivable from Kihew Fab-Co Ltd.	(3,128,976)	-
	2,579,974	4,000,000

The advances are non-interest bearing, unsecured, and have no set terms of repayment. Kahkewistahaw Development Limited Partnership, Kahkewistahaw Management Limited Partnership and Weyotisiwin Holdings Limited Partnership are wholly owned by the First Nation. Kahkewistahaw Gas & Convenience Store Limited Partnership, Penipa Hotel Limited Partnership, Kahkewistahaw Business Landing Limited Partnership and Mamawi Holdings Limited Partnership are wholly owned by Kahkewistahaw Development Limited Partnership. Weyotisiwin Holdings Limited Partnership owns a 50% interest in Kihew Fab-Co Ltd. The full balance of the loan receivable from Kihew Fab-Co Ltd. was allowed for in the year due to uncertainty around the future sustainability of operations.

7. Portfolio investments

The First Nation has a 14.28% investment in PHC Holdings Limited Partnership and 537 common shares (0.0041% of outstanding common shares) in First Nations Bank.



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

8. Kahkewistahaw 1907 Specific Claim Trust

The Kahkewistahaw 1907 Specific Claim Trust - Trust Account was established to manage funds received pursuant to the Kahkewistahaw 1907 Specific Claim Trust Agreement. It is not controlled by the First Nation as the Trust Agreement has a process for appointing Trustees independent of Chief and Council. Pursuant to the Trust Agreement, revenues from the Trust Account must be transferred to the Band Account each year.

Due from Kahkewistahaw 1907 Specific Claim Trust - Trust Account relates to a demand promissory note for revenues not transferred to the Kahkewistahaw 1907 Specific Claim Trust - Band Account. The amount is restricted and non-interest bearing.

Chief and Council have the ability to utilize funds in the Kahkewistahaw 1907 Specific Claim Trust - Band Account for band development provided they hold a membership meeting and membership approves the proposal by January 31 of each year. If the funds are not utilized for band development they are payable to the Kahkewistahaw 1907 Specific Claim Trust - Trust Account.

Due to Kahkewistahaw 1907 Specific Claim Trust - Trust Account relates to amounts in the Kahkewistahaw 1907 Specific Claim Trust - Band Account which are due to the Kahkewistahaw 1907 Specific Claim Trust - Trust Account. The amount is non-interest bearing.

9. Investments in partnerships and business entities

Summary financial information for the investments in partnerships and business entities, accounted for using the modified equity method, is as follows:

	<i>Opening</i>	<i>Withdrawals</i>	<i>Contributions</i>	<i>Earnings</i>	<i>Change in Reporting Entity</i>	<i>Ending</i>
Kahkewistahaw Economic Development (combined)	5,039,147	(300,398)	-	1,019,254	-	5,758,003
Kihew Fab-Co Ltd. - 50%	(392,884)	-	-	-	392,884	-
	4,646,263	(300,398)	-	1,019,254	392,884	5,758,003

Kahkewistahaw Economic Development (combined) includes Kahkewistahaw Management Limited Partnership, Kahkewistahaw Economic Management Corporation and Kahkewistahaw Development Limited Partnership.

<i>Kahkewistahaw Economic Development (combined)</i> <i>As at December 31, 2021</i>	
Assets	
Current	5,742,247
Long-term	13,782,733
Total assets	19,524,980
 Liabilities	
Current	8,168,038
Long-term	6,434,889
Total liabilities	14,602,927
 Net assets	4,922,053



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

9. Investments in partnerships and business entities *(Continued from previous page)*

Total revenues	10,154,170
Total expenses	10,049,916
Earnings before contributions	104,254
Contributions from First Nation	915,000
Earnings	1,019,254

Principal repayments on long-term debt of the First Nation's businesses in each of the next five years, assuming long-term debt subject to refinancing is renewed at same or similar terms, are estimated as follows:

	2023	2024	2025	2026	2027	Thereafter	Total
Kahkewistahaw Developments Limited Partnership	369,582	344,920	361,629	379,148	397,515	2,128,442	3,981,236

Kahkewistahaw Developments Limited Partnership has the following contractual obligations related to construction and land development:

- The Partnership entered into an agreement for the construction of a gas station, convenience store and car wash. The total contract value at December 31, 2021 was \$3,199,054 of which \$1,933,443 had been completed.
- The Partnership entered into an agreement for the construction of an office building. The total contract value at December 31, 2021 was \$11,094,440 plus taxes with \$517,307 plus taxes of work completed.
- The Partnership entered into an agreement for development costs relating to undergrounds, roadworks and earthworks. The total contracts for undergrounds, roadworks and earthworks are \$1,924,497, \$1,333,822 and \$191,250 plus KCIF (GST), respectively. At December 31, 2021 costs incurred for undergrounds (water, sewer, etc.), roadworks and earthworks were \$1,230,809, \$537,568, and \$150,428 plus KCIF (GST), respectively. The Partnership entered into an agreement for \$545,500 for consulting engineering services. At December 31, 2021 costs incurred were \$463,511.

The First Nation has guaranteed the following debt on behalf of its First Nation business enterprises:

Penipa Hotel Limited Partnership (100% owned by Kahkewistahaw Development Limited Partnership) has the following debt for which the First Nation has issued guarantees for repayment:

- Affinity Credit Union Loan of \$2,991,236 bearing interest at 4.74% per annum, repayable in monthly blended payments of \$38,638, due for renewal in January 2023.

Kahkewistahaw Management Limited Partnership, Kahkewistahaw Economic Management Corporation, and Kahkewistahaw Development Limited Partnership have December 31 year-ends.

The difference between the First Nation's share of net assets and the investment ending balance is due to \$835,950 in net contributions by the First Nation after the investments' December 31 year-ends.

10. Funds held in Ottawa Trust Fund

	Opening balance	Revenue	Transfer	Ending balance
Capital	3,655	-	-	3,655
Revenue	945	88	-	1,033
	4,600	88	-	4,688



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

11. Deferred revenue

The following table represents changes in the deferred revenue balance attributable to each major category of external restrictions:

	<i>Balance, beginning of year</i>	<i>Contributions received</i>	<i>Contributions utilized</i>	<i>Balance, end of year</i>
ISC - Capital projects	5,880,703	100,000	1,140,327	4,840,376
ISC - programs	581,045	477,207	690,477	367,775
ISC - FNIHB - programs	235,453	1,028,764	935,014	329,203
Trust Amendment - Saskatoon Property Development	33,145	-	-	33,145
Trust Amendment - Per Capita Distribution	84,000	23,000	33,000	74,000
Trust - Band Development	94,288	130,600	94,287	130,601
Mismanagement Claim Settlement (Note 20)	3,340,270	-	664,000	2,676,270
Other	559,043	487,127	272,095	774,075
CMHC Rapid Housing Initiative	2,065,281	-	652,739	1,412,542
Community Development Account	-	977,645	346,000	631,645
SAL Scholarship Reserve	-	5,617	-	5,617
	12,873,228	3,229,960	4,827,939	11,275,249

12. Due to related parties

	2022	2021
Advances from Kahkewistahaw Specific Claim Holdings Inc. - Trust Account	221,282	98,631
Advances from Kahkewistahaw Management Limited Partnership	5,000	66,492
	226,282	165,123

The advances are non-interest bearing, unsecured, and have no set terms of repayment. Kahkewistahaw Management Limited Partnership is owned by the First Nation. Kahkewistahaw Specific Claim Holdings Inc. is related by common membership.



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

13. Long-term debt

The following loans are secured by government guarantees, and relate to the construction of on reserve housing. The First Nation receives a subsidy from Canada Mortgage and Housing Corporation to assist with the payment of principal and interest on the following loans:

Phase	Monthly Payment Including Interest	Interest Rate	Renewal Date	2022	2021
XIII	1,091	1.30%	1-Apr-26	52,050	64,388
XIV	1,351	1.30%	1-Jun-22	79,686	94,753
XV	554	2.50%	1-Jun-23	37,934	43,557
XVI	2,074	0.68%	1-Aug-25	84,023	108,249
XVII	3,478	2.41%	1-Apr-23	397,798	429,575
XVIII	1,376	0.70%	1-Sep-25	203,900	218,932
XIX	1,720	0.70%	1-Sep-25	254,815	273,600
XX	2,649	2.27%	1-Apr-27	406,159	430,124
XXI	11,217	0.96%	1-Mar-26	1,160,210	1,283,053
XXII	23,139	1.01%	1-Aug-26	2,493,397	2,750,895
XXIII	3,804	2.21%	1-Feb-24	644,160	675,259
XXIV	5,495	1.22%	1-May-26	1,126,716	-
XXV	5,024	2.02%	1-Mar-27	780,000	-
XXVI	2,483	2.02%	1-Mar-27	585,000	-
				8,305,848	6,372,385
First Nations Finance Authority 30 year debenture repayable in monthly instalments of \$56,823 with interest at 1.90% (interest fixed until June 2030), secured by assignment of revenues				15,894,362	16,269,023
First Nations Finance Authority 30 year debenture repayable in monthly instalments of \$61,335 with interest at 2.72% (interest fixed until June 2028), secured by assignment of revenues				13,900,279	14,247,708
First Nations Finance Authority 30 year debenture repayable in monthly instalments of \$23,307 with interest at 2.15% (interest fixed until June 2030), secured by assignment of revenues				6,061,958	6,208,672
RBC Royal Bank - loan payable in monthly instalments of \$56,389 with interest at 2.82%. matures September 2022				5,109,072	3,688,524
RBC flood claim insurance loan with interest at RBC prime with no fixed repayment terms, secured by insurance policy with AmTrust Europe Limited, due October 2024 (Note 21)				1,466,057	1,302,044
Indigenous Services Canada Specific Claim Tribunal Loan with no fixed interest rate or repayment terms				1,029,599	751,815
RBC treaty benefit claim loan with interest at RBC prime with no fixed repayment terms, secured by insurance policy with AmTrust Europe Limited, due April 2026 (Note 21)				518,299	-
CMHC phase XXIV advance				-	979,316
				52,285,474	49,819,487
Less: current portion of long-term debt				2,052,821	3,488,581
				50,232,653	46,330,906



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

13. Long-term debt *(Continued from previous page)*

Minimum principal repayments for the next five years for long-term debt with fixed repayment terms, assuming renewal at similar rates and terms and flood claim is repaid when due, are as follows:

2023	2,052,821
2024	2,083,549
2025	3,596,236
2026	2,177,750
2027	2,226,287

14. Capital lease obligations

	2022	2021
RCAP Capital Lease repayable in monthly instalments of \$2,158 including interest at 7.38%, maturing December 2023, secured by 2019 Case wheel loader with a net book value of \$106,331	42,387	64,270
RCAP Capital Lease repayable in monthly instalments of \$5,093 including interest at 6.90%, maturing June 2022, secured by 2015 Case wheel loader with a net book value of \$171,862	15,103	72,986
RCAP Capital Lease repayable in monthly instalments of \$4,569 including interest at 6.90%, maturing June 2022, secured by 2015 Case excavator with a net book value of \$154,195	13,551	65,484
RCAP Capital Lease	-	25,734
<u>Current portion</u>	(52,207)	(157,432)
	18,834	71,042

Minimum lease payments related to obligations under capital lease are as follows:

2023	54,877
2024	19,419
	74,296
Less: imputed interest	3,254
<u>Balance of obligation</u>	<u>71,042</u>



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

15. Tangible capital assets

For the year ended March 31, 2022

	Cost					Accumulated Amortization					2022
	Opening balance	Additions	Reclass/ reporting change	Disposals	Ending balance	Opening balance	Current amortization	Amortization on disposals	Reclass/ reporting change	Ending balance	Net book value
Buildings	25,490,397	-	20,084,003	-	45,574,400	15,255,603	1,643,024	-	-	16,898,627	28,675,773
Equipment	6,483,005	404,263	1,052,758	5,250	7,934,776	3,317,198	634,869	1,575	30,681	3,981,173	3,953,603
Housing	16,148,366	2,000	4,020,558	-	20,170,924	9,666,515	819,286	-	-	10,485,801	9,685,123
Roads	263,047	-	-	-	263,047	130,660	16,492	-	-	147,152	115,895
Water Infrastructure	8,963,249	-	-	-	8,963,249	2,515,585	353,809	-	-	2,869,394	6,093,855
Projects Under Construction	26,708,674	11,923,489	(24,104,561)	-	14,527,602	-	-	-	-	-	14,527,602
Yorkton Development Land	531,961	-	-	-	531,961	-	-	-	-	-	531,961
Saskatoon Land	12,380,163	-	-	-	12,380,163	-	-	-	-	-	12,380,163
Infrastructure	703,955	8,633	-	-	712,588	196,330	71,259	-	-	267,589	444,999
Purchased Land	20,521,547	4,428,000	-	-	24,949,547	-	-	-	-	-	24,949,547
	118,194,364	16,766,385	1,052,758	5,250	136,008,257	31,081,891	3,538,739	1,575	30,681	34,649,736	101,358,521

For the year ended March 31, 2021

	Cost					Accumulated Amortization					2021
	Opening balance	Additions	Reclass/ reporting change	Disposals	Ending balance	Opening balance	Current amortization	Amortization on disposals	Reclass/ reporting change	Ending balance	Net book value
Buildings	26,412,651	60,500	(783,513)	199,241	25,490,397	14,439,263	836,264	19,924	-	15,255,603	10,234,794
Equipment	5,570,823	948,936	-	36,754	6,483,005	2,845,930	508,022	36,754	-	3,317,198	3,165,807
Housing	16,148,366	-	-	-	16,148,366	9,024,046	642,469	-	-	9,666,515	6,481,851
Roads	170,652	92,395	-	-	263,047	114,168	16,492	-	-	130,660	132,387
Water Infrastructure	8,963,249	-	-	-	8,963,249	2,161,776	353,809	-	-	2,515,585	6,447,664
Projects Under Construction	15,273,956	11,434,718	-	-	26,708,674	-	-	-	-	-	26,708,674
Yorkton Development Land	531,961	-	-	-	531,961	-	-	-	-	-	531,961
Saskatoon Land	12,380,163	-	-	-	12,380,163	-	-	-	-	-	12,380,163
Infrastructure	629,669	74,286	-	-	703,955	125,934	70,396	-	-	196,330	507,625
Purchased Land	13,194,528	6,543,506	783,513	-	20,521,547	-	-	-	-	-	20,521,547
	99,276,018	19,154,341	-	235,995	118,194,364	28,711,117	2,427,452	56,678	-	31,081,891	87,112,473

During the year the Kahkewistahaw 1907 Specific Claim Trust purchased land and buildings of \$4,428,000 (2021 - \$6,543,506) on behalf of the First Nation.



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

16. Accumulated surplus

Accumulated surplus consists of the following:

	2022	2021
Operating	765,228	16,667,065
Capital asset	55,924,371	39,118,371
Commercial	5,758,003	4,646,263
CMHC operating reserve	(102,345)	14,846
CMHC replacement reserve	447,946	536,233
Ottawa Trust Funds	4,688	4,600
	62,797,891	60,987,378

At March 31, 2022, a cumulative \$1,466,057 (2021 - \$1,302,044) of costs were incurred for the flood claim and \$518,299 (2021 - \$nil) of costs were incurred for the treaty benefit claim which have decreased the operating surplus as disclosed in Note 13 and 21.

17. Funds and reserves

The Kahkewistahaw First Nation maintains the following funds and reserves as part of its operations:

- Operating Fund reports on the general activities of the First Nation's administration.
- Capital Asset Fund reports on the capital assets and projects of the First Nation.
- Commercial Fund reports on commercial business operations owned by the First Nation.
- CMHC Operating Reserve is required as part of the First Nation's CMHC Housing Program. Any surpluses are externally restricted and reserved for future operating losses that relate to the operation of houses under the Program.
- CMHC Replacement Reserve is required as part of the First Nation's CMHC Housing Program. It has been established for replacement of capital equipment and for major repairs to the houses.
- Ottawa Trust Funds reports on trust moneys owned by the First Nation and held by the Government of Canada.

18. Budget information

The disclosed budget information was approved in March 2021 by Chief and Council of Kahkewistahaw First Nation as the original planned results of the First Nation.

Certain capital projects were not included in the original budget as the funding/financing for these projects was not approved or did not become available until after the completion and approval of the consolidated budget. Individual budgets are prepared for capital projects as part of their approval process.

The First Nation did not include budgets for the operations of the Ochapowace Kahkewistahaw Home Care, earnings (loss) from investment in partnership and business entities, and the operations of Kihew Fab-Co Ltd.



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

19. Segments

The First Nation has 13 reportable segments. These segments are differentiated by the major activities or services they provide. The First Nation's segments are as follows:

- Band Development - includes the internally funded activities of the First Nation for Band Member development.
- Band Government - includes administration and governance activities.
- Band Project Revenue - includes other band programs.
- Community Infrastructure - includes operations for the maintenance of the First Nation's buildings and infrastructure.
- Economic Development - includes activities for economic development.
- Capital - includes capital projects.
- Education - includes the operations of education programs. The education segment has historically reported deficits.
- Land, Reserves and Trusts - includes activities for the development of the First Nation's land.
- Investments in Commercial Enterprises - reports on the operations of the First Nation's business investments.
- Social Development - includes the operations and delivery of social programs.
- Health - includes the First Nation's Indigenous Services Canada - First Nations & Inuit Health Branch funded programs.
- Ottawa Trust Funds - includes trust funds held by a third party.
- COVID 19 - includes activities undertaken due to the COVID 19 pandemic.

Inter-segment transfers have been recorded at their exchange amount. The accounting policies of the segments are the same as those described in Note 2.

Details of the segment revenues and expenses are provided in the accompanying schedules. There are no revenues or expenses that have not been allocated to a segment.

20. Kahkewistahaw Mismanagement Claim Settlement

During the 2020 fiscal year the First Nation settled its outstanding capital and revenue account mismanagement claim against Canada for \$49,403,870. At March 31, 2022, of the funds designated for specific projects, \$2,676,270 (2021 - \$3,340,270) had yet to be utilized and therefore is included in deferred revenue.

21. Contingent asset and liability

Kahkewistahaw First Nation has initiated a flood claim and a treaty benefit claim against the Government of Canada. The First Nation has obtained loans to finance the costs of negotiating the settlements. Insurance has been obtained to mitigate the risk that the settlement proceeds may be less than the total loan outstanding at such time the claim is resolved.

As of March 31, 2022, expenses totaling \$1,466,057 (2021 - \$1,302,044) have been incurred for the flood claim and \$518,299 (2021 - \$nil) have been incurred for the treaty benefit claim and available financing drawn (Note 13). The First Nation anticipates these costs will be paid from settlement proceeds. When the claim is finalized or the insurance proceeds are received the amounts will be recognized in revenue.

In addition to these expenses the First Nation is liable for a contingency fee of 4% of any settlement achieved for services provided by a previous law firm on this claim.



Kahkewistahaw First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

22. Scope of operations

Kahkewistahaw First Nation receives a significant portion of its revenues from Indigenous Services Canada (ISC) as a result of Treaties entered into with Her Majesty the Queen. These Treaties are administered by ISC under the terms and conditions of the Indian Act. The ability of the First Nation to enhance operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these Treaties.

23. Indigenous Services Canada reconciliation

Funding per ISC confirmation	16,745,120
Add:	
2021 deferred revenue	6,697,201
2021-2022 Budget Adjustment	4,000
Minus:	
2022 deferred revenue	(5,537,353)
Funding recovery	(5,024)
	<hr/> <u>17,903,944</u>

24. Comparative figures

Certain comparative figures have been reclassified to conform with current year's presentation.



Kahkewistahaw First Nation
Schedule of Consolidated Expenses by Object
For the year ended March 31, 2022

	2022	2021
Wages and employee benefits	6,878,170	6,515,277
Amortization of tangible capital assets	3,538,739	2,427,452
Contributions to economic development	2,446,345	720,910
Repairs and maintenance	1,984,142	1,629,710
Professional fees	1,423,887	1,644,441
Member payout	1,146,659	953,391
Interest on long-term debt	1,121,601	758,823
Supplies	1,063,494	1,012,397
Travel	842,649	552,507
Utilities	790,798	640,394
Living allowance	764,383	655,500
Community programs	676,991	367,550
Income assistance	664,551	914,098
Municipal Services Agreements	517,344	412,230
Retail cost of sales	506,826	262,874
Band owned vehicles	491,415	379,963
Chief and Council remuneration	480,789	482,280
Tuition	441,074	472,364
Community Safety Patrol	388,125	364,421
Program aids	357,385	149,662
Claim insurance	340,581	54,766
Insurance	332,913	256,252
Training	329,025	127,247
Cost of sales - Kihew Fab-Co Ltd.	291,457	-
Office	281,810	116,229
Rent	255,328	187,175
Student	245,716	493,708
Funerals and wakes	194,578	237,357
Other	183,362	55,019
Christmas and other	139,396	40,659
Membership services	113,513	266,416
Telephone	105,665	211,000
Flood claim professional fees	90,818	151,721
Adult care	75,424	94,548
Meetings	70,634	71,788
Bank charges and interest	64,803	41,466
Medical transportation	58,783	55,719
Member owned homes - mortgages and renovations	52,159	76,788
Committee per diems	39,243	33,573
CDC projects	10,608	91,508
Busing	3,640	112,303
Administration (recovery)	(102,361)	(130,218)
	29,702,462	23,961,268



**Kahkewistahaw First Nation
Band Development**
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Contribution Kahkewistahaw 1907 Specific Claim Trust	381,188	300,000
Other	-	130,927
	381,188	430,927
Expenses		
Senior utilities	361,020	338,039
Member owned homes - mortgages and renovations	52,159	76,788
Membership services	42,791	54,138
	455,970	468,965
Deficit before transfers	(74,782)	(38,038)
Transfers between programs	74,782	37,859
Annual deficit	-	(179)



Kahkewistahaw First Nation
Band Government
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Indigenous Services Canada	1,947,138	1,465,572
Interest	68,112	20,436
Other	30,008	16,556
Yorkton Tribal Council	10,759	2,040
Member service fee	4,652	-
	2,060,669	1,504,604
Expenses		
Wages and employee benefits	870,873	631,345
Chief and Council remuneration	480,789	482,280
Travel	446,676	321,051
Professional fees	287,840	270,279
Office	240,181	80,554
Supplies	75,557	54,937
Training	61,423	6,345
Meetings	53,031	33,595
Telephone	34,702	66,583
Bank charges and interest	23,572	27,967
Band owned vehicles	12,325	4,465
Insurance	7,350	4,319
Utilities	3,916	5,666
Membership services	3,749	-
Committee per diems	2,400	5,200
Program aids	80	-
Community Safety Patrol	-	24,341
Repairs and maintenance	-	2,353
Administration	(632,577)	(371,698)
	1,971,887	1,649,582
Surplus (deficit) before other item and transfers	88,782	(144,978)
Other item		
Deferred revenue - Mismanagement Claim Settlement	501,518	-
Surplus (deficit) before transfers	590,300	(144,978)
Transfers between programs	(57,371)	142,100
Annual surplus (deficit)	532,929	(2,878)



Kahkewistahaw First Nation
Band Project Revenue
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Indigenous Services Canada	145,623	149,794
Kahkewistahaw Legacy Trust - annual payment	1,646,961	1,520,813
Restaurant sales	1,094,693	548,282
Grants in lieu of taxes	940,002	793,247
Canada Mortgage and Housing Corporation	704,438	638,725
Kahkewistahaw Community Improvement Fee	686,739	666,290
Other	396,982	194,781
First Nations Trust	340,358	454,093
CMHC rental	329,603	304,248
Yorkton Tribal Council	136,289	111,668
Contribution Kahkewistahaw 1907 Specific Claim Trust	83,000	850,000
Interest	77,455	357,058
Land lease	77,000	693,000
PHC Holdings Limited Partnership	65,246	77,512
Yorkton Tribal Council Child & Family Services Inc	46,953	454,467
Painted Hand Community Development Corporation	21,179	79,823
Fuel and tobacco rebate	14,452	-
Enbridge Inc. grants	-	107,500
	6,806,973	8,001,301

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Kahkewistahaw First Nation
Band Project Revenue
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues <i>(Continued from previous page)</i>	6,806,973	8,001,301
Expenses		
Member payout	1,146,659	953,391
Interest on long-term debt	1,061,663	707,922
Wages and employee benefits	894,385	679,777
Amortization of tangible capital assets	882,155	706,070
Community programs	665,391	347,828
Municipal Services Agreement	517,344	412,230
Retail cost of sales	506,826	262,874
Repairs and maintenance	416,047	378,154
Community Safety Patrol	371,230	-
Funerals and wakes	194,578	237,357
Christmas and other	139,396	40,659
Other	132,395	55,019
Student	125,051	62,434
Professional fees	121,441	283,481
Rent	116,811	88,560
Contributions to economic development	86,345	122,278
Administration	85,529	174,592
Insurance	81,319	85,804
Supplies	77,227	73,040
Membership services	66,973	206,278
Utilities	42,597	30,682
Travel	41,390	41,717
Program aids	28,649	-
Committee per diems	23,443	13,325
Bank charges and interest	17,278	9,027
CDC projects	10,608	86,409
Band owned vehicles	9,609	7,751
Telephone	6,536	4,673
Meetings	3,263	3,440
Office	800	-
Training	-	650
	7,872,938	6,075,422
Annual surplus (deficit) before other items and transfers	(1,065,965)	1,925,879

Continued on next page



Kahkewistahaw First Nation
Band Project Revenue
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Annual surplus (deficit) before other items and transfers <i>(Continued from previous page)</i>	(1,065,965)	1,925,879
Other items		
Per capita distribution - Mismanagement Claim Settlement	2,000	-
Deferred revenue - Mismanagement Claim Settlement	-	109,210
Gain (loss) on disposal of tangible capital assets	(3,675)	38,635
	(1,675)	147,845
Annual surplus (deficit) before transfers	(1,067,640)	2,073,724
Transfers between programs	2,588,867	(42,614)
Annual surplus (deficit)	1,521,227	2,031,110



Kahkewistahaw First Nation
Community Infrastructure
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Indigenous Services Canada	1,269,611	340,153
Other	372,869	175,317
Member service fee	13,955	24,825
Fuel and tobacco rebate	8,122	-
	1,664,557	540,295
Expenses		
Amortization of tangible capital assets	2,056,295	1,165,229
Wages and employee benefits	686,337	395,212
Band owned vehicles	344,056	114,457
Utilities	185,542	116,532
Repairs and maintenance	154,457	35,707
Insurance (recovery)	125,327	(8,668)
Supplies	78,590	30,616
Travel	35,104	13,977
Telephone	31,827	3,795
Training	16,113	4,072
Office	14,901	-
	3,728,549	1,870,929
Annual deficit before transfers	(2,063,992)	(1,330,634)
Transfers between programs	-	166,737
Annual deficit	(2,063,992)	(1,163,897)



Kahkewistahaw First Nation
Economic Development
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Indigenous Services Canada	1,960,000	450,000
Sales - Kihew Fab-Co Ltd.	47,585	-
	2,007,585	450,000
Expenses		
Contributions to economic development	1,960,000	450,000
Wages and employee benefits	292,175	-
Cost of sales - Kihew Fab-Co Ltd.	291,457	-
Professional fees	104,153	-
Supplies	73,884	-
Travel	68,566	-
Amortization of tangible capital assets	44,136	-
Utilities	43,480	-
Rent	21,382	-
Insurance	14,882	-
Repairs and maintenance	2,369	-
Bank charges and interest	1,569	-
	2,918,053	450,000
Deficit before other item	(910,468)	-
Other item		
Allowance on loan receivable from Kihew Fab-Co Ltd.	(3,128,976)	-
Annual deficit	(4,039,444)	-



Kahkewistahaw First Nation
Capital
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Indigenous Services Canada	1,834,840	1,179,559
Canada Mortgage and Housing Corporation	749,971	-
Other	188,909	164,323
Contribution Kahkewistahaw 1907 Trust	346,000	-
Member service fee	276,105	323,303
Interest	8,471	801
Yorkton Tribal Council	-	22,500
	3,404,296	1,690,486
Expenses		
Repairs and maintenance	1,140,253	1,100,780
Wages and employee benefits	291,863	112,223
Rent	117,135	98,615
Travel	18,718	16,959
Band owned vehicles	18,550	10,835
Interest on long-term debt	15,675	22,223
Supplies	10,460	16,598
Utilities	5,642	5,892
Meetings	5,216	1,002
Committee per diems	1,900	2,300
Telephone	1,470	1,400
Other	524	-
Administration	344	-
Professional fees	-	150,467
Contributions to economic development	-	37,140
Insurance	-	31,042
Training	-	3,293
	1,627,750	1,610,769
Surplus before other item and transfers	1,776,546	79,717
Other item		
Deferred revenue - Mismanagement Claim Settlement	164,000	117,122
Surplus before transfers	1,940,546	196,839
Transfers between programs	(831,916)	-
Annual surplus	1,108,630	196,839



**Kahkewistahaw First Nation
Education**
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Indigenous Services Canada	6,260,360	5,314,414
Yorkton Tribal Council	554,923	523,277
Other	152,584	69,798
Contribution Kahkewistahaw 1907 Specific Claim Trust	90,000	30,000
Tuition income	59,168	32,000
Painted Hand Community Development Corporation	-	22,880
	7,117,035	5,992,369
Expenses		
Wages and employee benefits	2,924,743	2,976,991
Living allowance	764,383	655,500
Supplies	504,006	475,184
Amortization of tangible capital assets	492,537	492,537
Tuition	441,074	472,364
Administration	364,264	-
Training	223,534	112,887
Professional fees	144,718	-
Utilities	139,002	134,517
Repairs and maintenance	98,046	33,860
Insurance	97,704	143,755
Band owned vehicles	82,858	71,809
Student	51,743	204,421
Program aids	50,600	-
Other	50,443	-
Travel	39,214	12,869
Office	20,848	12,341
Telephone	14,786	115,883
Community programs	11,600	14,722
Busing	3,640	112,303
Meetings	2,479	-
Committee per diems	1,900	3,948
Income assistance	900	-
CDC projects	-	5,099
	6,525,022	6,050,990
Annual surplus (deficit) before transfers	592,013	(58,621)
Transfers between programs	200,641	-
Annual surplus (deficit) (Note 19)	792,654	(58,621)



Kahkewistahaw First Nation
Land, Reserves and Trusts
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Indigenous Services Canada	389,472	491,918
Land lease	163,928	185,891
Other	-	236,252
	553,400	914,061
Expenses		
Professional fees	576,793	803,325
Claim insurance	340,581	54,766
Wages and employee benefits	307,514	215,392
Flood claim professional fees	90,818	151,721
Student	68,922	226,853
Interest on long-term debt	44,263	28,678
Band owned vehicles	22,899	13,459
Bank charges and interest	22,384	4,472
Travel	19,266	44,815
Repairs and maintenance	17,133	2,239
Supplies	5,793	4,278
Meetings	2,307	22,346
Committee per diems	2,200	4,300
Administration	-	54,431
Utilities	-	1,262
Telephone	-	980
Office	-	281
Program aids (recovery)	(3,227)	16,518
	1,517,646	1,650,116
Annual deficit before other items and transfers	(964,246)	(736,055)
Other items		
Contribution from Kahkewistahaw 1907 Specific Claim Trust (Note 8)	19,964,900	17,054,556
Contribution to Kahkewistahaw 1907 Specific Claim Trust (Note 8)	(19,964,900)	(17,054,556)
Land and building contributed by Kahkewistahaw 1907 Specific Claim Trust	4,428,000	6,543,506
	4,428,000	6,543,506
Annual surplus before transfers	3,463,754	5,807,451
Transfers between programs	(170,663)	(183,904)
Annual surplus	3,293,091	5,623,547



Kahkewistahaw First Nation
Investments in Commercial Enterprises
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Earnings (loss) from investment in partnerships and business entities	1,019,254	(537,930)
Other	72	-
	1,019,326	(537,930)
Expense		
Professional fees	1,095	4,725
Annual surplus (deficit) before transfers	1,018,231	(542,655)
Transfers between programs	(300,398)	319,105
Annual surplus (deficit)	717,833	(223,550)



Kahkewistahaw First Nation
Social Development
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Indigenous Services Canada	1,087,199	1,271,150
Other	-	8,686
	1,087,199	1,279,836
 Expenses		
Income assistance	663,651	914,098
Wages and employee benefits	115,479	138,475
Adult care	75,424	94,548
Travel	11,045	4,813
Office	5,080	19,520
Supplies	4,153	5,347
Committee per diems	3,800	2,000
Program aids	1,578	1,906
Training	1,431	-
Meetings	1,388	1,031
Telephone	420	490
	883,449	1,182,228
 Annual surplus before transfers	203,750	97,608
Transfers between programs	(200,640)	-
 Annual surplus	3,110	97,608



Kahkewistahaw First Nation
Health
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Indigenous Services Canada	1,148,740	710,797
Indigenous Services Canada - FNIHB - (Ochapowace/Kahkewistahaw Home Care)	282,621	179,347
Yorkton Tribal Council	117,480	77,268
Yorkton Tribal Council Child & Family Services Inc.	8,800	15,000
CMHC rental	4,800	11,500
Other	3,000	31,660
	1,565,441	1,025,572
Expenses		
Wages and employee benefits	494,801	466,407
Program aids	263,530	101,238
Professional fees	187,847	132,164
Repairs and maintenance	155,837	10,117
Travel	122,350	73,425
Supplies	109,488	64,590
Administration	80,079	12,457
Amortization of tangible capital assets	63,616	63,616
Medical transportation	58,783	55,719
Training	26,524	-
Telephone	15,924	17,196
Utilities	9,599	7,804
Insurance	6,331	-
Committee per diems	3,600	2,500
Meetings	2,950	7,217
Band owned vehicles	1,118	1,842
Membership services	-	6,000
Community programs	-	5,000
Office	-	3,533
	1,602,377	1,030,825
Deficit before transfers	(36,936)	(5,253)
Transfers between programs	(18,677)	-
Annual deficit	(55,613)	(5,253)



Kahkewistahaw First Nation
Ottawa Trust Funds
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenue		
Rental and interest	88	53
Transfers between programs	-	(134,746)
Annual surplus (deficit)	88	(134,693)



Kahkewistahaw First Nation
COVID 19
Schedule of Segment Revenues and Expenses and Surplus (Deficit)
For the year ended March 31, 2022

	2022	2021
Revenues		
Indigenous Services Canada	1,860,961	2,537,277
Yorkton Tribal Council	21,390	53,977
Enbridge Inc. grants	-	10,000
	1,882,351	2,601,254
Expenses		
Contributions to economic development	400,000	111,492
Supplies	124,336	287,807
Travel	40,320	22,881
Community Safety Patrol	16,895	340,080
Program aids	16,175	30,000
Wages and employee benefits	-	899,455
Band owned vehicles	-	155,345
Repairs and maintenance	-	66,500
Meetings	-	3,157
	597,726	1,916,717
Surplus before transfers	1,284,625	684,537
Transfers between programs	(1,284,625)	(304,537)
Annual surplus	-	380,000