

KINISTIN



**SAULTEAUX
NATION**

**Kinistin Saulteaux Nation
Consolidated Financial Statements**

March 31, 2022

**Management's Responsibility****Independent Auditor's Report****Consolidated Financial Statements**

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Management's Responsibility

KINISTIN



**SAULTEAUX
NATION**

To the Members of Kinistin Saulteaux 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 financial statements.

The Kinistin Saulteaux Nation Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors.

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

Signed by: Roberta Nippi

Management

Independent Auditor's Report

To the Members of Kinistin Saulteaux Nation:

Opinion

We have audited the consolidated financial statements of Kinistin Saulteaux 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, change in net debt and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

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

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.

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.

MNP LLP

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

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

December 9, 2022

MNP LLP

Chartered Professional Accountants

MNP



Kinistin Saulteaux Nation

Consolidated Statement of Financial Position

As at March 31, 2022

	2022	2021
Financial assets		
Current		
Cash resources	6,446,596	5,820,193
Accounts receivable (Note 3)	2,116,593	1,336,507
Inventory	304,500	252,326
Restricted cash (Note 4)	1,670,418	1,513,477
Funds held in trust	-	1,130,836
	10,538,107	10,053,339
Restricted cash (Note 4)	557,420	519,995
Investments (Note 5)	66,010	66,010
Funds held in Ottawa Trust (Note 6)	3,275	3,213
Total financial assets	11,164,812	10,642,557
Liabilities		
Current		
Bank indebtedness (Note 7)	338,189	339,486
Accounts payable and accruals (Note 8)	1,358,829	486,371
Deferred revenue (Note 9)	7,826,430	6,008,256
Agricultural implements claim loan (Note 10)	938,308	938,308
Timber claim loan (Note 10)	61,021	-
Current portion of long-term debt (Note 11)	383,000	1,202,000
	10,905,777	8,974,421
Long-term debt (Note 11)	3,427,832	3,812,188
Total financial liabilities	14,333,609	12,786,609
Net debt	(3,168,797)	(2,144,052)
Non-financial assets		
Tangible capital assets (Note 12) (Schedule 1)	20,773,276	19,002,054
Prepaid expenses	116,062	518,450
Accumulated surplus (Note 13)	17,720,541	17,376,452

Approved on behalf of Chief and Council

Signed by: Felix Thomas

Chief

Signed by: Cecil McNabb

Councillor



Kinistin Saulteaux Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31, 2022

	<i>Schedules</i>	2022 Budget (Note 17)	2022 Actual	<i>2021 Actual</i>
Revenue				
Indigenous Services Canada (Note 16)		4,340,066	7,339,852	5,336,917
STC Health and Family Services Inc.		2,042,495	3,190,498	2,213,540
Canada Mortgage and Housing Corporation		-	1,444,655	262,727
First Nations & Inuit Health Branch		518,817	874,713	1,001,137
Saskatoon Tribal Council		404,009	533,495	453,101
Miscellaneous		84,619	241,337	144,237
First Nations Trust		166,444	186,471	243,539
Rent		-	102,193	133,841
Dakota Dunes Community Development Corporation		-	97,251	78,098
Pasture rental		-	47,000	47,000
STC Casino Holdings Corporation		75,400	66,097	66,359
Livestock inventory adjustment		-	52,179	3,958
Livestock sales		50,000	22,279	-
Gas Bar Sales		-	-	52,462
STC funding adjustments		-	-	(85,171)
		7,681,850	14,198,020	9,951,745
Program expenses				
Band Government	3	445,380	1,227,205	1,170,031
Capital	4	133,055	330,904	261,909
Community Infrastructure	5	317,080	992,393	774,942
Economic Development	6	51,920	192,036	121,684
Education	7	2,546,755	3,144,192	2,373,191
Health	8	2,376,441	4,895,198	2,665,756
Lands	9	330,970	1,371,618	537,394
Other Programs	10	53,390	80,546	119,490
Social Development	11	540,167	1,380,776	757,255
Retail	12	-	239,063	384,827
Total expenditures		6,795,158	13,853,931	9,166,479
Annual surplus		886,692	344,089	785,266
Accumulated surplus, beginning of year		17,376,452	17,376,452	16,591,186
Accumulated surplus, end of year		18,263,144	17,720,541	17,376,452



Kinistin Saulteaux Nation

Consolidated Statement of Change in Net Debt

For the year ended March 31, 2022

	2022 Budget (Note 17)	2022 Actual	2021 Actual
Annual surplus	886,692	344,089	785,266
Purchases of tangible capital assets	-	(2,555,600)	(297,455)
Amortization of tangible capital assets	-	784,378	729,617
Acquisition of prepaid expenses	-	-	(517,140)
Use of prepaid expenses	-	402,388	-
Decrease (increase) in net debt	886,692	(1,024,745)	700,288
Net debt, beginning of year	(2,144,052)	(2,144,052)	(2,844,340)
Net debt, end of year	(1,257,360)	(3,168,797)	(2,144,052)



Kinistin Saulteaux 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	344,089	785,266
Non-cash items		
Amortization	784,378	729,617
	1,128,467	1,514,883
Changes in working capital accounts		
Accounts receivable	(780,086)	(615,008)
Prepaid expenses	402,388	(517,140)
Funds held in trust	1,130,836	(1,130,836)
Inventory	(52,171)	67,498
Accounts payable and accruals	872,458	127,032
Deferred revenue	1,818,174	5,386,605
	4,520,066	4,833,034
Financing activities		
Advances of long-term debt	-	1,565,000
Advances for agricultural implements claim loan	-	229,369
Advances for timber claim loan	61,021	-
Decrease in bank indebtedness	(1,300)	(439,021)
Repayment of long-term debt	(1,203,356)	(274,698)
	(1,143,635)	1,080,650
Capital activities		
Purchases of tangible capital assets	(2,555,600)	(297,455)
Investing activities		
Change in restricted cash	(194,366)	(1,180,056)
Change in funds held in Ottawa Trust	(62)	(37)
	(194,428)	(1,180,093)
Increase in cash resources	626,403	4,436,136
Cash resources, beginning of year	5,820,193	1,384,057
Cash resources, end of year	6,446,596	5,820,193

1. Operations

The Kinistin Saulteaux Nation (the "Nation") is located in the Province of Saskatchewan, and provides various services to its members. The Kinistin Saulteaux Nation financial reporting entity includes the Nation's operations and all related entities that are accountable to the Nation and are either owned or controlled by the Nation.

2. Significant accounting policies

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards set out in the CPA Canada Handbook - Public Sector Accounting as issued by the Accounting Standards Board in Canada, and include the following significant accounting policies:

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the Nation reporting entity. The Nation has also consolidated the assets, liabilities, revenues and expenses of its wholly owned subsidiaries Kinistin Bison Inc. and 102009262 Saskatchewan Ltd.

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

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

- STC Investments Limited Partnership - 14% ownership
- STC Casino Holdings Corporation - 14% ownership

Basis of presentation

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

Cash resources

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

Restricted cash

Restricted cash consists of funds held in the CMHC replacement reserve and funds managed by a project manager. The project manager is responsible for the completion of the capital projects and the CMHC replacement reserve is used to pay eligible expenditures of the CMHC housing units.

Livestock inventory

Inventories available for immediate delivery are recorded at the net price (market price less selling costs) as the product has a reliable and realizable market price with predictable disposal costs.

Funds held in Ottawa Trust Fund

Funds held in trust on behalf of Nation members by the Government of Canada consist of:

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

Revenues from trust moneys are recognized when measurable, earned and collection is reasonably assured. These moneys are reported on by the Government of Canada.

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

Tangible capital assets

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

Amortization

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

	Method	Rate
Buildings	declining balance	4-10 %
Buildings	straight-line	15 years
Housing	declining balance	5 %
Automotive	declining balance	30 %
Equipment	declining balance	20 %
Infrastructure	declining balance	2 - 5 %
Roads	straight-line	40 years
Gasification	straight-line	50 years

Assets under construction are not amortized until they enter service.

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.

Net debt

The Nation's financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt of the 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.

Revenue recognition

Funding

Funding is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under funding arrangements that relate to a subsequent fiscal period or where expenditures will be incurred in a subsequent period are reflected as deferred revenue on the statement of financial position in the year of receipt.

Government transfers

The 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 Nation recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Retail sales

Income from retail sales is recognized when the sale is made and the customer takes possession of the merchandise.

Other income

Rental income is recognized over the rental term. Other revenues are earned from other services provided by the Nation and are recognized when the service has been provided.

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 revenue and expenses 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 are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Included in accounts receivable is approximately \$980,000 due from STC Health and Family Services Inc. (the funder) and has accrued over several years. The Nation is working on providing the necessary reporting to the funder in order to access the funds due to them. Due to the lapse of time and the availability of information the funder may require, it is possible that the funder may make adjustments to the amounts owed by the funder to the Nation. If the receivables are settled at an amount that differs from that recorded by the Nation, it will be recorded in the period determined. Management expects resolution in the 2023 fiscal year of these receivable amounts.

Management has estimated the value of the livestock inventory based upon their assessment of the realizable amount less selling costs.

Amortization is based on the estimated useful lives of tangible capital assets. Current portion of debt is based on rates and terms in effect at year-end.

Segments

The Nation conducts its business through ten (10) reportable segments (Note 14). These operating segments are established by senior management to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis.

The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in the *Significant accounting policies*.

Liability for contaminated sites

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

At each financial reporting date, the First Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The First Nation will not recognize any liability as it is not expected that economic benefits will be given up.

Other economic interests

The Kinistin Saulteaux Nation is a member of the Saskatoon Tribal Council Inc. and STC Health and Family Services Inc. Their mandate is to enhance the services provided to the seven member Nations. The Nation does not share in the significant risks and benefits of the operations of these entities. As a result, the financial statements of Saskatoon Tribal Council Inc. and STC Health and Family Service Inc. have not been consolidated with the financial statements of Kinistin Saulteaux Nation.

Employee future benefits

The Nation's employee future benefit programs consist of a defined contribution pension plan. The pension costs are charged to operations as contributions are due. Contributions are a defined amount whereby the employer matches that paid by the employees.



Kinistin Saulteaux Nation

Notes to the Consolidated Financial Statements

For the year ended March 31, 2022

3. Accounts receivable

	2022	2021
STC Health and Family Services Inc.	981,673	938,275
Saskatoon Tribal Council Inc.	729,057	355,579
Indigenous Services Canada	348,702	88,330
Dakota Dunes Community Development Corporation	211,953	114,702
Members	50,281	47,472
Goods and services tax rebates	35,863	32,900
STC Investments Limited Partnership	25,645	25,645
CMHC subsidy assistance receivable	22,024	21,854
Rent receivable	9,220	10,997
Other	1,422	-
	2,415,840	1,635,754
Less: Allowance for doubtful accounts	299,247	299,247
	2,116,593	1,336,507

4. Restricted cash

As of March 31, 2022, the Nation has the following restricted cash balances. The subdivision account represents cash managed by a project manager for the purpose of paying costs associated with the various capital projects of the Nation. The cash relating to the CMHC replacement reserve is detailed in Note 13.

	2022	2021
Current		
ISC subdivision account	1,670,418	1,513,477
Long-term		
CMHC replacement reserve term deposit	262,863	260,260
CMHC replacement reserve bank account	294,557	259,735
	557,420	519,995
	2,227,838	2,033,472

5. Investments

The following investments are recorded at cost:

	2022	2021
STC Investments Limited Partnership - 14% ownership	65,000	65,000
First Nations Bank	1,000	1,000
STC Casino Holdings Corporation - 14% ownership	10	10
	66,010	66,010

Kinistin Sauteaux Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

6. Funds held in Ottawa Trust

Funds held in Ottawa Trust Funds are held on behalf of Kinistin Sauteaux Nation by the Government of Canada and consist of capital and revenue trust monies. Monies are transferred to the First Nation on the authorization of the Nation's Chief and Council, with the consent of the Minister of Indigenous Services Canada.

	2022	2021
Capital Trust		
Balance, beginning and end of year	3,056	3,056
Revenue Trust		
Balance, beginning of year	157	120
Interest	62	37
Balance, end of year	219	157
	3,275	3,213

7. Bank indebtedness

The Nation has a line of credit available with First Nations Bank with an authorized limit of \$150,000 secured by an assignment of ISC funding, bearing interest at prime plus 1.50%. As at March 31, 2022, \$83,769 (2021 - \$nil) had been advanced. The remainder of bank indebtedness is comprised of outstanding cheques and deposits.

102009262 Saskatchewan Ltd. has a line of credit available with First Nations Bank of Canada with an authorized limit of \$150,000 bearing interest at prime plus 1.75%. As at March 31, 2022, \$nil (2021 - \$76,726) had been advanced.

8. Accounts payable and accruals

	2022	2021
Trade payables and accruals	1,358,829	382,302
Government payroll remittances	-	104,069
	1,358,829	486,371

9. Deferred revenue

Deferred revenues represent the amount of funds received by the Nation that relate to future fiscal periods or that must be spent on certain projects that are incomplete at year-end.

As of March 31, 2022, deferred revenues consist of amounts received for the following:

	<i>Balance, beginning of year</i>	<i>Contributions received</i>	<i>Contributions recognized</i>	<i>Balance, end of year</i>
Indigenous Services Canada	3,211,387	10,033,808	7,339,852	5,905,343
Canada Mortgage and Housing Corporation	1,430,100	262,413	1,444,655	247,858
STC Health and Family Services Inc.	1,138,191	3,260,076	3,190,498	1,207,769
First Nations & Inuit Health Branch	166,865	1,044,352	874,533	336,684
Saskatoon Tribal Council Inc.	61,713	600,858	533,795	128,776
	6,008,256	15,201,507	13,383,333	7,826,430

10. Agricultural implements claim loan and timber claim loan

The Nation is seeking compensation for failure by the Crown to provide certain agricultural benefits to their Nation. The balance payable represents funds advanced by the Government of Canada to the Nation to finance its costs to pursue the claim. The loan is non-interest bearing and is to be repaid the earlier of March 31, 2025 or the date on which the claim is settled.

The Nation is also seeking compensation for failure by the Crown to provide certain timber benefits to their Nation. The balance payable represents funds advanced by the Government of Canada to the Nation to finance its costs to pursue the claim. The loan is non-interest bearing and is to be repaid the earlier of March 31, 2025 or the date on which the claim is settled.

11. Long-term debt

	2022	2021
First Nations Bank loan, bearing interest of prime plus 2.0% (4.70% at March 31, 2022), matures March 2041, repayable in blended monthly principal and interest payments of \$5,357. Secured by First Nations Trust funding.	821,174	850,000
First Nations Bank loan, bearing interest of prime plus 2.0% (4.70% at March 31, 2022), matures March 2026, repayable in blended monthly principal and interest payments of \$13,316. Secured by First Nations Trust funding.	582,862	715,000
CMHC mortgage (Phase 12), bearing interest of 0.86%, matures February 2042, and repayable in blended monthly principal and interest payments of \$2,609. Secured by a ministerial guarantee.	572,958	597,745
CMHC mortgage (Phase 13), bearing interest at 1.75%, matures October 2034, and repayable in blended monthly principal and interest payments of \$2,464. Secured by a ministerial guarantee.	333,830	357,352
CMHC mortgage (Phase 8), bearing interest of 2.02%, matures March 2031, and repayable in blended monthly principal and interest payments of \$3,383. Secured by a ministerial guarantee.	333,961	369,792
CMHC mortgage (Phase 11), bearing interest at 0.68%, matures April 2035, and repayable in blended monthly principal and interest payments of \$2,249. Secured by a ministerial guarantee.	337,794	362,400
CMHC mortgage (Phase 10), bearing interest at 0.79%, matures November 2029, and repayable in blended monthly principal and interest payments of \$3,490. Secured by a ministerial guarantee.	311,411	350,660
CMHC mortgage (Phase 9), bearing interest at 1.30%, matures June 2032, and repayable in blended monthly principal and interest payments of \$1,941. Secured by a ministerial guarantee.	223,469	243,723
CMHC mortgage (Phase 7), bearing interest at 0.69%, matures May 2025, and repayable in blended monthly principal and interest payments of \$2,441. Secured by a ministerial guarantee.	94,108	122,642
CMHC mortgage (Phase 6), bearing interest at 1.89%, matures February 2029, and repayable in blended monthly principal and interest payments of \$1,038. Secured by a ministerial guarantee.	80,676	91,496



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

	2022	2021
CMHC mortgage (Phase 5), bearing interest at 1.35%, matures February 2027, and repayable in blended monthly principal and interest payments of \$1,057. Secured by a ministerial guarantee.	60,289	72,070
CMHC mortgage (Phase 4), bearing interest at 1.96%, matures January 2026, and repayable in blended monthly principal and interest payments \$1,124. Secured by a ministerial guarantee.	49,771	62,538
CMHC mortgage (Phase 3), bearing interest at 1.97%, matures January 2024, and repayable in blended monthly principal and interest payments of \$395. Secured by a ministerial guarantee.	8,529	13,053
Affinity Credit Union loan repaid during the year.	-	798,522
Ford Credit Canada Company vehicle loan repaid during the year.	-	7,195
	3,810,832	5,014,188
Less: current portion	383,000	1,202,000
	3,427,832	3,812,188

Principal repayments on long-term debt in each of the next five years, assuming long-term debt subject to refinancing is renewed with similar terms, are estimated as follows:

2023	383,000
2024	394,000
2025	402,000
2026	391,000
2027	241,000

**12. Tangible capital assets**

The tangible capital assets reconciliation is included in Schedule 1. Details of amounts included in assets under construction are as follows:

Project	Budget	Cumulative costs to March 31, 2022
Water Treatment Plant (AT195)	6,153,500	4,922,822
School Upgrade (CT612)	5,935,100	306,878
Solid Waste Transfer Station (AT481)	1,265,100	37,540
Sewage Upgrade (CT791)	600,000	26,035
Lagoon Upgrade (CT613)	300,000	189,574
ISC Immediate Needs Housing	613,000	390,000
CMHC Rapid Housing	1,430,100	1,182,242
Family Resource Centre		288,367
Elder and Youth Centre		17,500

13. Accumulated surplus

Accumulated surplus consists of the following:

	2022	2021
Equity in Ottawa Trust Funds	3,275	3,213
Equity in investments	66,010	66,010
Equity in CMHC reserves	692,980	676,865
Equity in Tangible Capital Assets	17,545,309	15,552,866
Operating surplus (deficit)	(587,033)	1,077,498
	17,720,541	17,376,452

The CMHC reserves are replacement and operating reserves are required to be funded to provide for future upgrades to existing CMHC housing units and finance any future operating deficits of the program as required by agreements with CMHC. The Nation has set aside \$557,420 (2021 - \$519,995) to fund the CMHC housing reserve funds.

The equity in tangible capital assets represents accumulated surplus amounts not available for operations, but rather past transactions creating tangible capital assets that will be used to provide future services.

Included in the operating surplus is \$999,329 (2021 - \$938,308) of indebtedness relating to the Agricultural Benefits Claim and Timber Claim. Should a settlement be reached, the indebtedness would be recovered and an increase in the operating surplus realized.

14. Segments

The Nation has 10 reportable segments. These segments are differentiated by the major activities or services they provide. The Nation's segments are as follows:

Band Government - administration and governance activities of the Nation.

Capital - funding received, amortization and other expenses of capital projects undertaken.

Community Infrastructure - activities for the maintenance and operations of the Nation's infrastructure.

Economic Development - operations of promoting and providing the economic development for the Nation and in developing new economic ventures to grow the Nation.

Education - operations of the Nation's education programs.

Health - health funding and the operations of various health related initiatives.

Lands - provides for development and administration of the Nation's land.

Other Programs - reports on other activities and programs of the Nation including Justice, Recreation and Dakota Dunes Community Development Corporation funded programs.

Social Development - delivery of social assistance programs.

Retail - includes all activities relating to the operations of 102009262 Saskatchewan Ltd.

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.

15. Economic dependence

Kinistin Saulteaux Nation receives substantially all of its revenue from the Government of Canada as a result of Treaties entered into with the Crown in Right of Canada. These Treaties are administered by Indigenous Services Canada (ISC) under the terms and conditions of the Indian Act. The ability of the Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these Treaties.

16. Reconciliation of funding from Indigenous Services Canada (ISC)

	2022	2021
Amount per funding confirmation	10,033,808	8,018,401
Add: Prior year capital deferred revenue	2,165,377	437,765
Add: Prior year non-capital deferred revenue	1,046,010	92,138
Less: Capital funding deferred	(2,032,573)	(2,165,377)
Less: Non-capital funding deferred	(3,872,770)	(1,046,010)
	<u>7,339,852</u>	<u>5,336,917</u>

**17. Budget information**

The disclosed budget information has been approved by the Chief and Council of the Kinistin Saulteaux Nation at a meeting held on April 16, 2021.

The budget does not include budgets for amortization expenses

The consolidated budget does not include certain programs, such as capital projects, CMHC Housing, Agricultural Implements Claim loan, and Timber Claim loan. These programs and projects require separate applications for funding or financing, and budgets are prepared on a project-by-project basis to accompany the applications.

The consolidated budget does not include budgets for grants and donations along with COVID-19 expenditures as funding applications are submitted for each proposal separately from the approved budget.

18. Compliance with authorities

Under the *First Nations Financial Transparency Act*, the Nation is required to make their audited financial statements available to their members as well as publish it on the Indigenous Services Canada website by July 29, 2022. As the audit report is dated after July 29, 2022, the Nation is not in compliance with the Act. The First Nation does not anticipate any financial cost due to the late submission of its consolidated financial statements.



Kinistin Saulteaux Nation

Schedule 1 - Schedule of Consolidated Tangible Capital Assets

For the year ended March 31, 2022

	<i>Buildings</i>	<i>Housing</i>	<i>Automotive</i>	<i>Equipment</i>	<i>Infrastructure</i>	<i>Roads</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	9,835,870	7,121,242	1,713,967	620,966	3,465,583	366,199	23,123,827
Acquisition of tangible capital assets	-	-	334,686	-	-	-	334,686
Construction-in-progress	-	-	-	-	-	-	-
Balance, end of year	9,835,870	7,121,242	2,048,653	620,966	3,465,583	366,199	23,458,513
Accumulated amortization							
Balance, beginning of year	5,319,911	2,796,238	1,558,578	312,587	1,714,676	304,347	12,006,337
Annual amortization	283,224	216,250	133,437	30,033	66,612	9,155	738,711
Balance, end of year	5,603,135	3,012,488	1,692,015	342,620	1,781,288	313,502	12,745,048
Net book value of tangible capital assets	4,232,735	4,108,754	356,638	278,346	1,684,295	52,697	10,713,465
2021 Net book value of tangible capital assets	4,511,874	4,325,004	155,389	308,379	1,750,907	61,852	11,113,405



Kinistin Saulteaux Nation

Schedule 1 - Schedule of Consolidated Tangible Capital Assets

For the year ended March 31, 2022

	<i>Subtotal</i>	<i>Assets Under Construction</i>	<i>Gasification</i>	<i>Land</i>	<i>2022</i>	<i>2021</i>
Cost						
Balance, beginning of year	23,123,827	5,140,044	2,298,188	629,000	31,191,059	30,893,604
Acquisition of tangible capital assets	334,686	-	-	-	334,686	131,265
Construction-in-progress	-	2,220,914	-	-	2,220,914	166,190
Balance, end of year	23,458,513	7,360,958	2,298,188	629,000	33,746,659	31,191,059
Accumulated amortization						
Balance, beginning of year	12,006,337	-	182,668	-	12,189,005	11,459,388
Annual amortization	738,711	-	45,667	-	784,378	729,617
Balance, end of year	12,745,048	-	228,335	-	12,973,383	12,189,005
Net book value of tangible capital assets	10,713,465	7,360,958	2,069,853	629,000	20,773,276	19,002,054
2021 Net book value of tangible capital assets	11,113,405	5,144,129	2,115,520	629,000	19,002,054	



Kinistin Saulteaux Nation

Schedule 2 - Schedule of Consolidated Expenses by Object

For the year ended March 31, 2022

	2022 Budget (Note 17)	2022 Actual	2021 Actual
Amortization	-	784,378	729,617
Bad debts	-	-	63,670
Bank charges and interest	16,200	29,441	90,816
Automotive	143,818	107,762	51,807
Chief and council	270,000	351,729	270,045
Contracted services	127,707	724,432	155,558
Equipment purchases	-	46,107	51,645
Insurance	45,017	216,974	126,519
Interest on long-term debt	165,384	87,516	91,164
Meetings	50,857	177,473	148,890
Member assistance	61,190	83,211	124,577
Office supplies	52,049	120,041	127,280
Pandemic expenses	-	572,451	621,893
Post secondary student costs	356,786	341,070	311,926
Professional development	26,798	127,621	54,788
Professional fees	61,000	1,279,514	347,383
Program expense	952,334	2,844,785	1,228,206
Property tax	-	8,847	7,735
Rental	20,500	14,957	3,093
Repairs and maintenance	273,251	552,506	433,332
Salaries and benefits	3,232,226	3,496,324	2,973,783
Secondary student costs	35,488	17,575	12,469
Social assistance	382,971	870,877	576,930
Supplies	164,296	349,410	237,617
Telephone	55,303	81,449	40,530
Travel	166,563	404,318	87,178
Utilities	135,420	163,163	198,028
	6,795,158	13,853,931	9,166,479

Kinistin Saulteaux Nation
Band Government

Schedule 3 - Consolidated Schedule of Segment Revenue and Expenses

For the year ended March 31, 2022

	2022	2021
Revenue		
Indigenous Services Canada	1,261,683	1,230,385
First Nations Trust	186,471	243,539
Miscellaneous	99,640	59,339
STC Casino Holdings Corporation	66,097	66,359
Saskatoon Tribal Council Inc. funding adjustments	-	(85,171)
	1,613,891	1,514,451
Expenses		
Administration	(845,811)	(506,172)
Amortization	2,006	2,815
Automotive	14,891	7,436
Bad debts	-	63,670
Bank charges and interest	25,362	8,118
Chief and council	351,729	270,045
Contracted services	53,278	33,437
Equipment purchases	6,048	-
Insurance	135,828	-
Interest on long-term debt	167	1,179
Meetings	58,230	27,401
Member assistance	82,952	124,577
Office supplies	56,766	46,353
Pandemic expenses	277,438	503,115
Professional development	382	19,121
Professional fees	211,605	107,141
Program expense	287,328	240,539
Rental	5,754	898
Repairs and maintenance	22,767	9,571
Salaries and benefits	285,825	124,202
Supplies	32,950	13,507
Telephone	33,741	18,631
Travel	127,795	52,749
Utilities	174	1,698
	1,227,205	1,170,031
Surplus before transfers	386,686	344,420
Transfers between programs	(170,614)	-
Annual surplus	216,072	344,420

Kinistin Sauteaux Nation
Capital

Schedule 4 - Consolidated Schedule of Segment Revenue and Expenses

For the year ended March 31, 2022

	2022	2021
Revenue		
Canada Mortgage and Housing Corporation	1,182,242	-
Indigenous Services Canada	970,819	325,749
Miscellaneous	12,553	12,225
	2,165,614	337,974
Expenses		
Administration	28,562	-
Amortization	57,308	60,324
Contracted services	6,681	19,830
Insurance	-	3,121
Meetings	9,168	583
Program expense	6,520	-
Repairs and maintenance	161,740	155,573
Salaries and benefits	28,709	10,962
Supplies	17,514	6,799
Travel	1,087	367
Utilities	13,615	4,350
	330,904	261,909
Annual surplus	1,834,710	76,065

**Kinistin Saulteaux Nation
Community Infrastructure**
Schedule 5 - Consolidated Schedule of Segment Revenue and Expenses
For the year ended March 31, 2022

	2022	2021
Revenue		
Indigenous Services Canada	686,052	535,762
Canada Mortgage and Housing Corporation	262,413	262,727
Miscellaneous	8,579	14,246
Rent	102,193	133,841
	1,059,237	946,576
Expenses		
Administration	75,394	1,632
Amortization	302,588	313,329
Automotive	18,358	9,787
Bank charges and interest	30	38
Contracted services	4,005	98
Equipment purchases	400	425
Insurance	39,971	64,077
Interest on long-term debt	24,245	33,718
Office supplies	-	699
Professional development	4,881	150
Professional fees	17,178	2,625
Program expense	659	-
Repairs and maintenance	158,544	145,064
Salaries and benefits	256,431	100,544
Supplies	18,155	14,538
Telephone	3,619	1,339
Travel	4,358	1,980
Utilities	63,577	84,899
	992,393	774,942
Annual surplus	66,844	171,634


**Kinistin Saulteaux Nation
Economic Development**
Schedule 6 - Consolidated Schedule of Segment Revenue and Expenses
For the year ended March 31, 2022

	2022	2021
Revenue		
Indigenous Services Canada	109,909	67,031
Saskatoon Tribal Council	42,100	42,100
Livestock inventory adjustment	52,179	3,958
Pasture rental	47,000	47,000
Livestock sales	22,279	-
	273,467	160,089
Expenses		
Administration	18,241	4,210
Amortization	2,391	2,712
Automotive	2,073	432
Contracted services	28,800	770
Office supplies	3,693	1,415
Professional development	12,165	-
Professional fees	4,563	23,775
Program expense	38,749	43,256
Repairs and maintenance	26,678	5,224
Salaries and benefits	45,779	39,696
Supplies	6,544	194
Telephone	1,216	-
Travel	1,144	-
	192,036	121,684
Annual surplus	81,431	38,405



Schedule 7 - Consolidated Schedule of Segment Revenue and Expenses

For the year ended March 31, 2022

	2022	2021
Revenue		
Indigenous Services Canada	2,380,093	2,009,523
Saskatoon Tribal Council	316,376	288,834
First Nations & Inuit Health Branch	70,538	141,089
Miscellaneous	27,369	-
	2,794,376	2,439,446
Expenses		
Administration	322,748	229,200
Amortization	128,989	137,388
Automotive	24,463	10,061
Contracted services	24,292	7,323
Equipment purchases	18,322	44,442
Insurance	1,172	4,052
Meetings	16,928	6,839
Office supplies	18,675	26,273
Pandemic expenses	91,150	18,665
Post secondary student costs	341,070	311,926
Professional development	14,693	20,842
Program expense	284,477	163,628
Rental	3,307	1,165
Repairs and maintenance	69,873	18,508
Salaries and benefits	1,509,534	1,252,413
Secondary student costs	17,575	12,469
Supplies	142,554	65,961
Telephone	7,654	3,162
Travel	60,618	2,708
Utilities	46,098	36,166
	3,144,192	2,373,191
Annual surplus (deficit)	(349,816)	66,255


Schedule 8 - Consolidated Schedule of Segment Revenue and Expenses
For the year ended March 31, 2022

	2022	2021
Revenue		
STC Health and Family Services Inc.	3,190,498	2,213,540
First Nations & Inuit Health Branch	804,175	860,048
Indigenous Services Canada	26,848	24,763
Saskatoon Tribal Council	-	500
Miscellaneous	60,885	10,663
	4,082,406	3,109,514
Expenses		
Administration	343,344	214,468
Amortization	194,185	153,601
Automotive	29,529	14,722
Bank charges and interest	1,363	2,162
Contracted services	547,854	44,026
Equipment purchases	21,337	6,778
Insurance	40,003	30,733
Meetings	64,901	107,033
Office supplies	29,507	42,360
Pandemic expenses	203,863	100,113
Professional development	79,360	11,675
Professional fees	100,288	1,121
Program expense	1,744,136	697,897
Rental	5,896	1,030
Repairs and maintenance	74,806	54,891
Salaries and benefits	1,118,666	1,066,225
Supplies	94,999	50,468
Telephone	33,389	16,455
Travel	157,833	29,590
Utilities	9,939	20,408
	4,895,198	2,665,756
Annual surplus (deficit)	(812,792)	443,758

Kinistin Sauteaux Nation
Lands

Schedule 9 - Consolidated Schedule of Segment Revenue and Expenses

For the year ended March 31, 2022

	2022	2021
Revenue		
Indigenous Services Canada	833,419	474,819
Miscellaneous	13,393	46,000
	846,812	520,819
Expenses		
Administration	27,773	27,773
Amortization	11,603	16,575
Automotive	18,448	9,369
Contracted services	59,522	35,190
Insurance	-	2,716
Meetings	28,148	30
Member assistance	259	-
Professional development	15,820	-
Professional fees	906,073	197,089
Program expense	116,475	15,263
Repairs and maintenance	13,173	23,653
Salaries and benefits	85,764	190,814
Supplies	32,651	1,623
Telephone	1,032	943
Travel	48,248	689
Utilities	6,629	15,667
	1,371,618	537,394
Annual deficit	(524,806)	(16,575)

Kinistin Saulteaux Nation
Other Programs

Schedule 10 - Consolidated Schedule of Segment Revenue and Expenses

For the year ended March 31, 2022

	2022	2021
Revenue		
Saskatoon Tribal Council	35,739	37,833
Dakota Dunes Community Development Corporation	97,251	78,098
Miscellaneous	18,918	1,764
	151,908	117,695
Expenses		
Administration	3,783	3,783
Amortization	4,766	6,808
Contracted services	-	14,884
Meetings	98	7,004
Program expense	39,714	31,690
Salaries and benefits	26,896	56,012
Supplies	2,402	214
Telephone	798	-
Travel	2,089	(905)
	80,546	119,490
Annual surplus (deficit)	71,362	(1,795)

Kinistin Saulteaux Nation
Social Development

Schedule 11 - Consolidated Schedule of Segment Revenue and Expenses

For the year ended March 31, 2022

	2022	2021
Revenue		
Indigenous Services Canada	1,071,029	668,885
Saskatoon Tribal Council	139,280	83,834
	1,210,309	752,719
Expenses		
Administration	25,966	25,106
Office supplies	11,400	10,180
Professional development	320	3,000
Professional fees	6,300	-
Program expense	326,727	35,933
Salaries and benefits	138,040	105,533
Social assistance	870,877	576,930
Travel	1,146	-
Utilities	-	573
	1,380,776	757,255
Annual deficit	(170,467)	(4,536)



Schedule 12 - Consolidated Schedule of Segment Revenue and Expenses

For the year ended March 31, 2022

	2022	2021
Revenue		
Gas Bar Sales	-	52,462
Expenses		
Amortization	80,542	36,065
Bank charges and interest	2,686	80,498
Insurance	-	21,820
Interest on long-term debt	63,104	56,267
Professional fees	33,507	15,632
Property tax	8,847	7,735
Repairs and maintenance	24,925	20,848
Salaries and benefits	680	27,382
Utilities	23,131	34,267
Supplies	1,641	84,313
	239,063	384,827
Deficit before transfers	(239,063)	(332,365)
Transfers between programs	170,614	-
Annual deficit	(68,449)	(332,365)