

Montana First Nation
Consolidated Financial Statements
March 31, 2022

Montana First Nation

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Montana First Nation

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements of Montana First Nation are the responsibility of management and have been approved by the Chief and Administrator on behalf of Council.

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

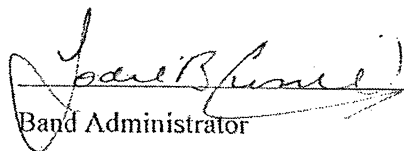
The Montana First Nation maintains systems of internal accounting and administrative controls of high quality. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the First Nation's assets are appropriately accounted for and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

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

The consolidated financial statements have been audited by Doyle & Company in accordance with Canadian auditing standards on behalf of the members.



Chief



Band Administrator



Director of Finance

Allan J. Grykuliak, CPA, CA*
Scott T. Mockford, CPA, CA*
Allen Lee, CPA, CMA*
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INDEPENDENT AUDITORS' REPORT

To the Chief and Council

Opinion

We have audited the consolidated financial statements of **Montana First Nation** (the Nation), which comprise the consolidated statement of financial position as at March 31, 2022, and the results of its operations, changes in its net financial assets and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Montana First Nation as at March 31, 2022, the results of its operations, changes in its net financial assets and its 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 Nation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of these 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 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 Nation's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility 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 financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than from one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

INDEPENDENT AUDITORS' REPORT - continued

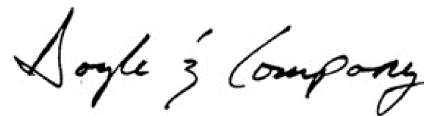
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Nation's internal control.
- Evaluate the appropriateness of accounting policies 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 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 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 Group 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Scott Mockford, CPA, CA.

October 3, 2022
11210 - 107 Avenue NW
Edmonton, Alberta T5H 0Y1



Chartered Professional Accountants


Montana First Nation

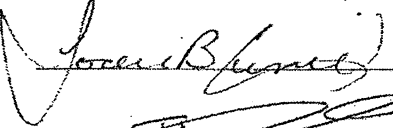
Consolidated Statement of Financial Position


As at March 31, 2022

	2022 \$	2021 \$
FINANCIAL ASSETS		
Cash	9,988,959	3,266,659
Restricted cash (Note 3)	1,092,476	1,019,623
Accounts receivable (Note 4)	4,222,573	3,894,584
Investments (Note 5)	3,578,345	3,559,996
Investment in First Nation controlled enterprises (Note 6)	7,658,273	4,504,716
	26,540,626	16,245,578
LIABILITIES		
Accounts payable (Note 9)	595,687	1,280,321
Deferred contributions (Note 7)	17,746,041	11,125,299
Obligations under capital lease	-	277,203
Bank loan (Note 10)	418,774	371,612
Long-term liabilities (Note 11)	566,478	697,431
	19,326,980	13,751,866
NET FINANCIAL ASSETS	7,213,646	2,493,712
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 2)	34,246,359	30,697,366
Prepaid expenses	12,056	5,119
	34,258,415	30,702,485
ACCUMULATED SURPLUS (Schedule 1 and Note 16)	41,472,061	33,196,197

Approved by:


 _____ Chief


 _____ Band Administrator


 _____ Director of Finance

The accompanying notes form part of these financial statements.

Montana First Nation
Consolidated Statement of Financial Activities
For the year ended March 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
REVENUE			
Indigenous Services Canada	1,716,975	14,889,635	13,959,708
Aboriginal Skills and Employment Training Strategy	-	615,727	722,034
Canada Mortgage and Housing Corporation	-	5,790,699	1,126,818
First Nation Development Fund	190,000	475,000	297,227
Health Canada	639,237	1,639,344	1,591,798
Trust Funds			
Capital	-	-	153,675
Interest income	-	215,582	36,634
Other revenue	1,191,926	4,683,281	6,162,689
Revenue deferred from previous period	88,817	11,125,299	12,077,283
Revenue deferred to subsequent period	-	(17,746,041)	(11,125,299)
	3,826,955	21,688,526	25,002,567
EXPENDITURES			
Administration	1,604,700	3,663,515	3,356,254
Akamihk Community Development Society	-	243,070	276,694
Alberta Government	-	142,000	373,391
Capacity Consultation	152,853	211,621	110,000
Canada Mortgage and Housing Corporation	-	63,073	81,086
Community Benefits	-	476,073	170,036
Community Services and Elders	190,000	399,491	292,026
Covid - 19	-	1,051,335	2,711,584
Economic Development	72,952	183,968	183,968
Education - Community School	-	34,200	-
Education - Post Secondary	279,367	361,306	331,222
Education - Summer Students	-	60,636	64,458
Food Security	-	27,276	-
Health Services	536,007	647,271	529,312
Housing	306,200	174,422	706,032
Indigenous Skills and Employment Training	-	457,468	312,835
Job Corp.	-	827,756	-
Preventative Social Services	-	226,120	1,267,136
Public Works	-	1,541,187	973,318
Special Projects	-	2,168,961	825,256
Social Services	-	2,756,470	2,808,317
Parent Child Assistance	189,594	69,383	70,677
	3,331,673	15,786,602	15,443,602
EXCESS OF REVENUE OVER EXPENDITURES	495,282	5,901,924	9,558,965

The accompanying notes form part of these financial statements.

Montana First Nation
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2022

	2022 \$	2021 \$
EXCESS OF REVENUES OVER EXPENDITURES	8,275,864	10,763,668
Acquisition of tangible capital assets	(5,721,389)	(11,551,764)
Proceeds on disposal of tangible capital assets	274,680	-
Amortization of tangible capital assets	1,949,714	1,773,347
Gain on disposal of capital assets	(51,998)	-
	(3,548,993)	(9,778,417)
Acquisition of prepaid assets	(12,056)	(5,119)
Use of prepaid assets	5,119	-
	(6,937)	(5,119)
INCREASE IN NET FINANCIAL ASSETS	4,719,934	980,132
NET FINANCIAL ASSETS, BEGINNING OF YEAR	2,493,712	1,513,580
NET FINANCIAL ASSETS, END OF YEAR	7,213,646	2,493,712

The accompanying notes form part of these financial statements.

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

	2022 \$	2021 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from funding agencies and customers	27,981,279	21,694,910
Cash paid to suppliers	(12,224,866)	(13,770,397)
	15,756,413	7,924,513
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in long-term liabilities	(130,953)	(113,479)
Decrease in obligations under capital lease	(277,203)	(29,574)
Increase in bank loan	47,162	162
	(360,994)	(142,891)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of capital assets	(5,721,389)	(11,551,764)
Proceeds on disposal of capital assets	274,680	-
Increase in investment on controlled entities	(3,153,557)	(1,519,455)
	(8,600,266)	(13,071,219)
INCREASE (DECREASE) IN CASH DURING THE YEAR	6,795,153	(5,289,597)
CASH - Beginning of year	4,286,282	9,575,879
CASH - End of year	11,081,435	4,286,282
Cash Consists of:		
Cash	9,988,959	3,266,659
Restricted cash	1,092,476	1,019,623
	11,081,435	4,286,282

The accompanying notes form part of these financial statements.

Montana First Nation
Schedule of Changes in Accumulated Surplus - Schedule 1
For the year ended March 31, 2022

	Unrestricted Surplus \$	Equity in Tangible Capital Assets \$	Equity in Enterprise Fund \$	Equity in Trust Funds \$	Equity in CMHC Reserve \$	2022 \$	2021 \$
BALANCE, Beginning of Year	(2,735,439)	29,722,733	4,504,716	918,229	785,958	33,196,197	22,432,529
Excess of revenue over expenditures	5,901,924	-	2,301,088	72,852	-	8,275,864	10,763,668
Current years funds advanced to (from) subsidiaries	(702,469)	-	702,469	-	-	-	-
Current years funds used for tangible capital assets	(5,721,389)	5,721,389	-	-	-	-	-
Disposal of capital assets	222,682	(222,682)	-	-	-	-	-
Annual amortization expense	1,949,714	(1,949,714)	-	-	-	-	-
Long-term liabilities repaid	(408,156)	408,156	-	-	-	-	-
Transfer	(42,337)	-	-	-	42,337	-	-
Change in accumulated surplus	1,199,969	3,957,149	3,003,557	72,852	42,337	41,472,061	10,763,668
BALANCE, End of Year	(1,535,470)	33,679,882	7,508,273	991,081	828,295	41,472,061	33,196,197

The accompanying notes form part of these financial statements.

Montana First Nation
Consolidated Statement of Tangible Capital Assets - Schedule 2
For the year ended March 31, 2022

	Land \$	Automotive \$	Buildings \$	Equipment \$	Infrastructure \$	2022 \$	2021 \$
COST							
BALANCE, Beginning of Year	14,600	1,789,293	30,768,129	2,194,590	24,968,026	59,734,638	48,170,884
Acquisition of tangible capital assets	-	78,448	5,507,377	4,725	130,839	5,721,389	11,551,764
Disposal of tangible capital assets	-	-	-	(386,600)	-	(386,600)	-
Balance, End of Year	14,600	1,867,741	36,275,506	1,812,715	25,098,865	65,069,427	59,722,648
ACCUMULATED AMORTIZATION:							
BALANCE, Beginning of Year	-	1,155,461	22,320,667	1,685,916	3,875,228	29,037,272	27,251,935
Annual amortization	-	197,582	638,540	55,681	1,057,911	1,949,714	1,773,347
Accumulated amortization on disposals	-	-	-	(163,918)	-	(163,918)	-
Balance, End of Year	-	1,353,043	22,959,207	1,577,679	4,933,139	30,823,068	29,025,282
NET BOOK VALUE	14,600	514,698	13,316,299	235,036	20,165,726	34,246,359	30,697,366
2021 NET BOOK VALUE	14,600	633,832	8,447,462	508,674	21,092,798	30,697,366	

The accompanying notes form part of these financial statements.

Montana First Nation

Consolidated Statement of Financial Activities by Program - Schedule 3

For the year ended March 31, 2022

	2022			2021	
	ISC	Other	Total	Total	Surplus
	Revenue		Revenue	Expenditures	(Deficit)
	\$	\$	\$	\$	\$
Administration	740,427	1,236,413	1,976,840	3,663,515	(1,686,675)
Akamihk Community Development Society	-	250,215	250,215	243,070	7,145
Alberta Government Programs	-	142,000	142,000	142,000	-
Capacity Consultation	-	211,621	211,621	211,621	-
Canada Mortgage and Housing Corporation	-	139,960	139,960	63,073	76,887
Community Benefits	580,000	1,884,999	2,464,999	476,073	1,988,926
Community Services and Elders	-	399,491	399,491	399,491	-
Covid - 19	1,751,754	(700,419)	1,051,335	1,051,335	-
Economic Development	658,198	-	658,198	183,968	474,230
Education - Community School	-	34,200	34,200	34,200	-
Education - Post Secondary	454,113	(92,807)	361,306	361,306	-
Education - Summer Students	-	60,636	60,636	60,636	-
Food Security	220,000	(192,724)	27,276	27,276	-
Health Services	-	647,271	647,271	647,271	-
Housing	166,870	7,552	174,422	174,422	-
Indigenous Skills and Employment Training Strategy	-	457,468	457,468	457,468	-
Job Corp.	-	827,756	827,756	827,756	-
Other Programs	-	1,610,091	1,610,091	-	1,610,091
Parent Child Assistance	26,921	42,462	69,383	69,383	-
Preventative Social Services	194,799	31,321	226,120	226,120	-
Public Works	1,636,591	(12,672)	1,623,919	1,541,187	82,732
Special Projects	4,216,003	1,301,546	5,517,549	2,168,961	3,348,588
Social Services	4,243,960	(1,487,490)	2,756,470	2,756,470	-
	14,889,636	6,798,890	21,688,526	15,786,602	5,901,924

The accompanying notes form part of these financial statements.

Montana First Nation

Consolidated Statement of Expenditures by Object - Schedule 4

For the year ended March 31, 2022

	2022	2021
	\$	\$
EXPENDITURES		
Amortization	1,949,714	1,768,772
Bank charges and short term interest	13,662	27,414
Materials, goods and utilities	2,704,430	794,238
Professional fees	255,584	316,766
Program costs	6,933,970	7,580,109
Repairs and maintenance	707,617	1,056,851
Training	589,428	539,317
Travel	323,637	95,511
Wages and employee benefits	2,308,560	3,264,624
	15,786,602	15,443,602

The accompanying notes form part of these financial statements.

Montana First Nation
Notes to the Consolidated Financial Statements
March 31, 2022

NATURE OF OPERATIONS

Montana First Nation provides local government, education and social development services to its members and was established under the Indian Act (Canada)

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements include the assets, liabilities, and results of operations of Montana First Nation (the "First Nation") and all related entities and organizations subject to control by Chief and Council. No inclusion has been made of assets, liabilities, revenues or expenses of First Nations members, individually or collectively, incorporated or unincorporated, that are not controlled by or the responsibility of Chief and Council.

These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles for local government, as established by the Public Sector Accounting and Audit Boards ("PSAB"), which encompasses the following principles:

(a) Fund Accounting

Montana First Nation utilizes fund accounting procedures, which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. Montana First Nation has established the following funds:

- The Operating Fund which reports the general activities of the General Administration.
- The Tangible Capital Fund which reports the capital assets of Montana First Nation together with their related assets and liabilities.
- The Enterprise Fund which reports the investments in related entities as well as on and off reserve business operations.
- The Trust Fund which reports on trust funds owned by Montana First Nation and held by third parties.
- The CMHC Housing Fund which reports the CMHC project housing assets of the Montana First Nation together with related activities.

(b) Reporting Entity and Principles of Financial Reporting

The Montana First Nation reporting entity includes the Montana First Nation's government and all related entities which are accountable to the First Nation and are either owned or controlled by the Montana First Nation.

Investments in wholly-owned incorporated subsidiaries of Montana First Nation are accounted for by the equity method. The equity method initially records the investment at cost and the carrying value thereafter is adjusted for the investor's pro-rata share of post acquisition earnings or losses of the subsidiary. The companies that Montana First Nation owns are as follows:

- Colchester Holdings Ltd.
- 1560750 Alberta Ltd. (Bobtail Construction)
- Akamihk Kanataskiy Ventures Ltd. (AKV)
- Akamihk Energy Incorporated. (AEI)

Montana First Nation
Notes to the Consolidated Financial Statements
March 31, 2022

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES - continued

(c) Revenue Recognition

Government transfers and grant revenue are recognized as the First Nations becomes entitled to the funding under the terms of applicable funding agreements and are recorded in the period in which the recourses are used for the purpose specified in the agreements. Restricted funding received which relates to a subsequent fiscal period or which stipulations that give rise to an obligation are reported as deferred revenue until the resources are used for the purpose or purposes specified and/or the stipulations giving rise to an obligation have been met.

Other revenue, including rent and lease revenue, sales of goods and provision of services are recognized in the period the goods or services are provided and the related proceeds are received or receivable.

(d) Investments

Investments are recorded at fair market value.

(e) Trust Funds

The Ottawa Trust Account arises from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. This fund is held in trust in the Consolidated Revenue Fund of the Government of Canada and is subject to audit by the Office of the Auditor General of Canada. The management of this fund is primarily governed by Sections 63 to 69 of the Indian Act.

First Nation trust funds are included as revenue in these statements only to the extent they have been received from the First Nation's trust funds.

(f) Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations.

Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets are amortized on a declining balance basis over the estimated useful life as follows:

Feedlot	5%
Buildings	5%
Administration equipment	20%
School equipment	30%
Automotive	30%

Annual amortization is charged in the year of acquisition and not in the year of disposal.

Assets under construction are not amortized until the asset is available for productive use.

Montana First Nation
Notes to the Consolidated Financial Statements
March 31, 2022

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES - continued

(g) Cash and Cash Equivalents

Cash and cash equivalents consist of bank accounts and temporary investments with maturities of three months or less.

(h) Financial Instruments

The Nation initially measures financial assets and financial liabilities at their fair value. It subsequently measures its financial assets and financial liabilities, other than investments, at amortized cost. The financial assets subsequently measured at amortized cost include cash and cash equivalents and accounts receivable. The financial liabilities subsequently measured at amortized cost include accounts payable and accrued liabilities. Investments are recorded at fair value.

The Nation's risk exposures related to its financial instruments are outlined as follows:

Credit Risk

The Nation is exposed to credit risk resulting from the possibility that parties may default on their financial obligations.

Interest Rate Risk

The Nation is exposed to risk that the fair value of financial instruments or future cash flows associated with the instrument will fluctuate due to changes in market interest rates.

(i) Measurement Uncertainty

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period.

Accounts receivable 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 and intangible capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in the revenue and expenses in the years in which they become known. Actual results could differ from those estimates.

2. ECONOMIC DEPENDENCE

The Montana First Nation receives a major portion of its revenues pursuant to a funding arrangement with Indigenous Services Canada.

Montana First Nation
Notes to the Consolidated Financial Statements
March 31, 2022

3. RESTRICTED CASH

	2022	2021
	\$	\$
Trust Funds		
Band Capital	417,114	401,705
Band Revenue	573,967	516,523
First Nation Development Fund	101,395	101,395
	1,092,476	1,019,623

Restricted cash represents funds on deposit that must be used for specific expenditures and projects.

4. ACCOUNTS RECEIVABLE

	2022	2021
	\$	\$
Government Agencies		
Indigenous Services Canada	1,085,226	280,626
First Nation Development Fund	475,000	237,941
Alberta Government	1,183,938	590,878
Canada Housing and Mortgage Corporation	71,009	-
Trust Funds	889,475	889,475
Akamihk Energy Incorporated	-	932,744
Other receivables	517,925	962,920
	4,222,573	3,894,584

Akamihk Energy Incorporated is a company owned by Montana First Nation.

5. INVESTMENTS

Investments represent a guaranteed investment certificate that matures in October, 2022 and earns interest at 0.35%.

Montana First Nation
Notes to the Consolidated Financial Statements
March 31, 2022

6. INVESTMENT IN FIRST NATIONS CONTROLLED ENTITIES

	2022	2021
	\$	\$
Colchester Holdings Ltd. - 100% interest		
Shares	5	5
Advances	2,812,345	2,765,134
Accumulated deficit in earnings	(955)	(12,446)
	2,811,395	2,752,693
1560750 Alberta Ltd. (Bobtail) - 100% interest		
Shares	-	5
Advances	-	79,995
Accumulated deficit in earnings	-	(122,352)
	-	(42,352)
Akamihk Kanataskiy Ventures Ltd. (AKV) - 100% interest		
Shares	100	100
Advances	350,000	350,000
Accumulated surplus in earnings	3,827,153	1,259,693
	4,177,253	1,609,793
Akamihk Energy Incorporated (AEI) - 100% interest		
Advances	1,012,906	250,000
Accumulated deficit in earnings	(343,281)	(65,418)
	669,625	184,582
	7,658,273	4,504,716

Unaudited financial information for each of the entities for their respective March 31, 2022 years ended are as follows:

	Assets	Liabilities	Revenues	Net Earnings (Loss)
	\$	\$	\$	\$
Colchester Holdings Ltd.	2,837,112	2,838,062	319,625	11,491
Akamihk Kanataskiy Ventures Ltd. (AKO)	4,914,672	1,087,419	8,776,384	2,567,460
Akamihk Energy Incorporated (AEI)	737,623	1,080,904	1,197,749	(277,863)

Montana First Nation
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7. DEFERRED CONTRIBUTIONS

	2022	2021
	\$	\$
Administration		
Planning risk management - ISC (Q32N-001)	78,750	32,420
Alberta Government Programs		
Alberta Labour - AEI	644,592	359,121
Capacity Consultation - Government of Alberta	49,765	-
Community Benefits - Industry	2,945,287	3,021,671
Covid - ISC (Q23X-001, Q3V9-002)	1,246,541	471,935
Education - Community School - ISC (Q2FR-001)	-	34,200
Education - Post Secondary - ISC (Q29A-001-002)	217,987	125,180
Education - Summer Student - ISC (Q26G-001-002)	139,943	200,579
Food Security - ISC (Q3ST-001)	192,724	-
Health Canada		
Indigenous Services Canada		
Aboriginal headstart on reserve - ISC (Q22K-001-002)	314,543	279,199
Canada prenatal nutrition - ISC (Q22G-001-002)	37,211	33,171
Communicable disease emergencies - ISC (Q23U-001))	9,209	3,935
Child oral health initiative - ISC (Q02U-001-002)	159,022	105,022
Maternal child health - ISC (Q22I-001)	184,682	126,836
Mental health crisis management - ISC (Q21G)	1,518,172	771,469
HIV / Aids - ISC (Q23Z-001-002)	37,020	23,337
Medical transportation - ISC (Q01D, Q01O)	144,626	70,749
Administrative support - ISC (Q30P-001-003)	81,516	78,580
Indigenous Skills and Employment Training		
CRF	167,377	121,639
FNICCI	-	4,769
IELCC	263,229	145,454
Job Corp.	-	413,878
Other Programs	-	1,163,528
Parent Child Assistance - Government of Alberta	173,294	242,677
Preventative Social Services		
Indigenous Services Canada		
Community based initiative (Q2BW-001)	475,787	471,188
Capacity building (Q2HD-001)	245,960	254,959
Public Works		
Indigenous Services Canada		
Waste water feasibility (Q351-001)	80,000	-
Special Projects		
Indigenous Services Canada		
Emergency management assistance preparedness	92,858	-
Waste transfer station (Q3OF-001)	1,077,140	104,744
Admin building repair	497,850	-

Montana First Nation
Notes to the Consolidated Financial Statements
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7. DEFERRED CONTRIBUTIONS - continued

	2022	2021
	\$	\$
Drainage study	99,652	-
Comprehensive community plan	139,013	-
Master infrastructure plan (Q32N-001)	98,029	119,913
5 Unit renovations	240,000	-
Pet food feasibility	32,000	-
CMHC 20 new homes	2,511,441	-
Preparedness mitigation (Q3FO-001 and Q3FO-002)	-	214,131
Social		
Indigenous Services Canada		
Social (Q29W)	665,903	236,497
Social Assistance and Employment Training (Q2A0-001)	114,803	28,692
Pre Employment Sport Program - (Q2AK, Q2AL, Q2AM)	2,770,115	1,865,826
	17,746,041	11,125,299

8. BANK INDEBTEDNESS

The First Nation has a bank overdraft protection with CIBC operating account in the amount of \$750,000, a CIBC social services account in the amount of \$150,000 both bearing interest at prime (3.7%) plus 1% and a revolving term loan of \$100,000 for equipment purchases.

None of these facilities have been used in the year.

9. ACCOUNTS PAYABLE

	2022	2021
	\$	\$
Trade	476,336	909,955
Wages, salaries and source deductions	119,349	105,502
Due to REA	-	264,864
	595,685	1,280,321

Trade payables include \$466,738 to Akamihk Kanataskiy Ventures Ltd., a company owned by Montana First Nation.

10. BANK LOAN

Montana First Nation has a loan from ATB for the purpose of paying legal fees in an ongoing treaty land entitlement negotiation.

This loan has no due date, has no fixed terms of repayment and bears interest at 2.95% annually.

Montana First Nation
Notes to the Consolidated Financial Statements
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11. LONG-TERM LIABILITIES

	2022 \$	2021 \$
Mortgage repayable in monthly instalments of \$2,455 including interest at 7.25%, secured by a Ministerial Guarantee, maturing June 1, 2022	32,888	58,983
Mortgage repayable in monthly instalments of \$1,315 including interest at 1.94%, secured by a Ministerial Guarantee, maturing September 1, 2024	38,811	51,780
Mortgage repayable in monthly instalments of \$1,525 including interest at 1.99%, secured by a Ministerial Guarantee, maturing October 1, 2024	58,743	74,009
Mortgage repayable in monthly instalments of \$1,516 including interest at 2.19%, secured by a Ministerial Guarantee, maturing October 1, 2025	59,864	74,185
Mortgage repayable in monthly instalments of \$1,832 including interest at 2.49%, secured by a Ministerial Guarantee, maturing October 1, 2026	86,257	102,206
Mortgage repayable in monthly instalments of \$1,684 including interest at 7.25%, secured by a Ministerial Guarantee, maturing May 1, 2022	91,681	104,825
Mortgage repayable in monthly instalments of \$3,876 including interest at 2.25%, secured by a Ministerial Guarantee, maturing September 1, 2026	198,233	231,443
	566,477	697,431

Interest paid on long-term liabilities amounted to \$28,582 (2021 - \$56,866) during the year.

Future principal repayments on long-term liabilities are estimated as follows:

	\$
2023	129,190
2024	120,330
2025	118,424
2026	102,386
2027	77,209
2028 and thereafter	18,938
	566,477

Montana First Nation
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12. EQUITY IN TANGIBLE CAPITAL ASSETS

	2022	2021
	\$	\$
Tangible capital assets (Schedule 2)	65,069,427	59,722,648
Accumulated amortization (Schedule 2)	(30,823,068)	(29,025,282)
Long-term liabilities (Note 11)	(566,477)	(697,431)
Obligations under capital lease	-	(277,204)
	33,679,882	29,722,731

13. EQUITY IN ENTERPRISE FUND

	2022	2021
	\$	\$
Balance, beginning of year	4,504,716	3,086,587
Surplus from subsidiary companies	2,301,088	1,142,911
Advances to (from) controlled entities	702,469	275,218
Balance, end of year	7,508,273	4,504,716

14. EQUITY IN TRUST FUNDS

	Capital	Revenue	Total
	\$	\$	\$
Balance, beginning of year	401,705	516,524	918,229
Royalties	15,409	57,443	72,852
Balance, end of year	417,114	573,967	991,081

15. ACCUMULATED SURPLUS

	2022	2021
	\$	\$
Unrestricted surplus (deficit)	(1,535,470)	(2,735,437)
Equity in tangible capital assets	33,679,882	29,722,731
Equity in enterprise fund	7,508,273	4,504,716
Equity in trust funds	991,081	918,229
Equity in CMHC replacement reserve	828,295	785,958
	41,472,061	33,196,197

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16. RELATED PARTY TRANSACTIONS

Nature of Relationship

Colchester Holdings Ltd., 1560750 Alberta Ltd., Akamihk Energy Incorporated and Akamihk Kanataskiy Ventures Ltd. are related by the fact that all are owned by Montana First Nation.

Revenue

During the year the Montana First Nation recorded donation revenue of \$203,721 from Akamihk Energy Incorporated.

During the year the Montana First Nation recorded interest income of \$197,211 from Colchester Holdings Ltd.

During the year the Montana First Nation recorded revenue \$nil (2021 - \$932,744) from Akamihk Energy Incorporated for work done, by Montana First Nation, related to the Solar Farm.

Consulting Expense

During the year the Montana First Nation paid fees in the amount of \$166,574 (2021 - \$400,000) to Akamihk Kanataskiy Ventures Ltd. for subcontract work done.

These transactions were in the normal course of operations and were measured at the exchange amount.

17. CONTINGENT LIABILITIES

(a) There has been a claim filed related to a dispute over funds owed for services provide. The claim is for \$150,000 plus additional damages and costs. Based on currently available information, the assessed risk is low.

(b) There has been a claim filed for a wrongful termination. The claim is for \$66,000 plus additional damages and costs. Based on currently available information, the assessed risk is low.