

SADDLE LAKE CREE NATION
Consolidated Financial Statements
Year Ended March 31, 2022

SADDLE LAKE CREE NATION
Index to Consolidated Financial Statements
Year Ended March 31, 2022

| | Page |
|---|---------|
| MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING | 1 |
| INDEPENDENT AUDITORS' REPORT | 2 - 3 |
| CONSOLIDATED FINANCIAL STATEMENTS | |
| Consolidated Statement of Financial Position | 4 |
| Consolidated Statement of Revenues and Expenditures and Accumulated Surplus | 5 - 6 |
| Consolidated Statement of Changes in Net Financial Assets | 7 |
| Consolidated Statement of Cash Flow | 8 |
| Consolidated Schedule of Total Expenses by Object (<i>Schedule 1</i>) | 9 |
| Notes to Consolidated Financial Statements | 10 - 25 |
| ANNEX A - UNAUDITED SCHEDULES | |
| Public Works and Housing Schedule of Revenue and Expenses (<i>Schedule 2</i>) | 26 - 28 |
| Employment & Training Services Schedule of Revenue and Expenses (<i>Schedule 3</i>) | 29 |
| Education Schedule of Revenue and Expenses (<i>Schedule 4</i>) | 30 - 31 |
| Post Secondary Schedule of Revenue and Expenses (<i>Schedule 5</i>) | 32 - 33 |
| Social Assistance Schedule of Revenue and Expenses (<i>Schedule 6</i>) | 34 - 35 |
| Social Services Schedule of Revenue and Expenses (<i>Schedule 7</i>) | 36 |
| Child Welfare Schedule of Revenue and Expenses (<i>Schedule 8</i>) | 37 - 40 |
| Tribal Administration Schedule of Revenue and Expenses (<i>Schedule 9</i>) | 41 - 43 |
| Health Services Schedule of Revenue and Expenses (<i>Schedule 10</i>) | 44 - 45 |
| Other Health Schedule of Revenue and Expenses (<i>Schedule 11</i>) | 46 |
| Health Supplemental Schedules | 47 - 72 |

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

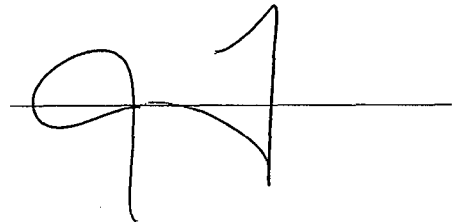
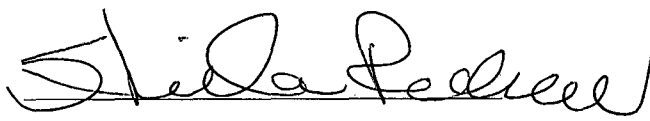
The consolidated financial statements of Saddle Lake Cree Nation have been prepared in accordance with Canadian public sector accounting standards (PSAS). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Saddle Lake Cree Nation's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

Chief and Council are responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

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

The consolidated financial statements have been audited on behalf of the members by Kingston Ross Pasnak LLP, in accordance with Canadian public sector accounting standards (PSAS).



Saddle Lake, AB
September 12, 2022



KINGSTON
ROSS
PASNAK^{LLP}

Suite 1500, 9888 Jasper Avenue
Edmonton, Alberta T5J 5C6
T. 780.424.3000 | F. 780.429.4817 | W. krpgroup.com

September 12, 2022
Edmonton, Alberta

INDEPENDENT AUDITOR'S REPORT

To the Members of Saddle Lake Cree Nation

Qualified Opinion

We have audited the consolidated financial statements of Saddle Lake Cree Nation (the Nation), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of revenues and expenditures and accumulated surplus, changes in net financial assets and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Nation as at March 31, 2022, and the consolidated results of its operations and consolidated cash flow for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

Basis for Qualified Opinion

Investments in government business enterprises and long term investments, which are accounted for by the modified equity method, are carried on the consolidated statement of financial position as at March 31, 2022 and March 31, 2021. Saddle Lake Cree Nation's share of these enterprises' net income is included in Saddle Lake Cree Nation's consolidated surplus of revenue over expenditures for the years then ended. We were unable to obtain sufficient appropriate audit evidence about the carrying amount of the Nation's investment and equity in these enterprises as at March 31, 2022 and March 31, 2021 and the Nation's share of these enterprises' net income for the years then ended. Consequently, we were unable to determine whether any adjustments to these amounts were necessary. Our audit opinion on the consolidated financial statements for the year ended March 31, 2021 was modified accordingly because of the possible effects of this limitation of scope.

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 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 qualified audit opinion.

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 PSAS, 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 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 Nation or to cease operations, or has no realistic alternative but to do so.

(continues)

Independent Auditor's Report to the Members of Saddle Lake Cree Nation *(continued)*

Those charged with governance are responsible for overseeing the 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.

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 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 Nation to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Nation's 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.



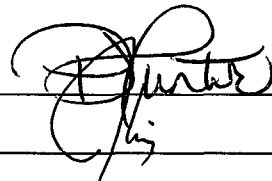
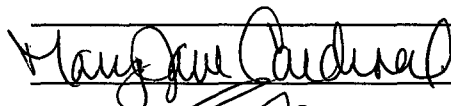
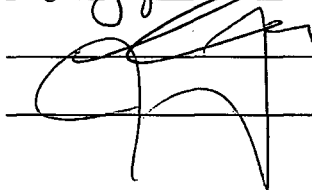
Kingston Ross Pasnak LLP

Chartered Professional Accountants

SADDLE LAKE CREE NATION
Consolidated Statement of Financial Position
March 31, 2022

| | 2022 | 2021 |
|--|----------------------|----------------------|
| FINANCIAL ASSETS | | |
| Cash and cash equivalents | \$ 55,470,022 | \$ 36,296,642 |
| Accounts receivable (Note 3) | 6,008,796 | 4,786,747 |
| Restricted short term investments (Note 4) | 291,322 | 291,322 |
| Investment in government business enterprises (Note 5) | 1,710,068 | 1,913,744 |
| Long term investments (Note 6) | 6,766,864 | 6,660,792 |
| Restricted capital trust funds (Note 8) | 475,340 | 675,340 |
| Restricted revenue trust funds (Note 8) | 370,590 | 406,709 |
| | 71,093,002 | 51,031,296 |
| LIABILITIES | | |
| Accounts payable and accrued liabilities | 5,949,043 | 4,807,535 |
| Deferred revenue (Note 9) | 44,689,161 | 27,164,584 |
| Long term debt (Note 10) | 7,415,363 | 2,830,944 |
| Obligations under capital lease (Note 11) | 333,691 | 425,459 |
| | 58,387,258 | 35,228,522 |
| CONTINGENCIES (Note 14) | | |
| NET FINANCIAL ASSETS | 12,705,744 | 15,802,774 |
| NON-FINANCIAL ASSETS | | |
| Tangible capital assets (Note 12) | 49,596,017 | 45,320,630 |
| Deposits and prepaid expenses | 575,132 | 509,461 |
| | 50,171,149 | 45,830,091 |
| ACCUMULATED SURPLUS (Note 14) | \$ 62,876,893 | \$ 61,632,864 |

ON BEHALF OF THE NATION

| | | | | |
|---|-----------|--|-------|-----------|
| _____ | Chief |  | _____ | Councilor |
| _____ | Councilor | | _____ | Councilor |
|  | Councilor | | _____ | Councilor |
| _____ | Councilor | | _____ | Councilor |
|  | Councilor | | _____ | Councilor |

SADDLE LAKE CREE NATION**Consolidated Statement of Revenues and Expenditures and Accumulated Surplus****For the Year Ended March 31, 2022**

| | Budget 2022 | 2022 | 2021 |
|--|----------------|---------------|---------------|
| REVENUE | | | |
| Indigenous Services Canada (ISC) | \$ 47,346,879 | \$ 75,839,468 | \$ 65,130,525 |
| Indigenous Services Canada - Health | 7,018,912 | 14,805,412 | 13,647,732 |
| Province of Alberta | 350,000 | 5,164,865 | 3,517,716 |
| Other revenue | 2,073,969 | 3,904,183 | 4,826,707 |
| Indigenous Skills and Employment Training Program (ISETP) | 1,661,800 | 3,104,059 | 2,278,097 |
| First Nations Development Fund (FNDF) | 62,822 | 1,432,890 | 733,216 |
| Child Tax Benefit | 300,000 | 663,615 | 509,699 |
| Canada Mortgage and Housing Corporation (CMHC) | - | 533,309 | 101,403 |
| Youth Employment and Skills Strategy (YESS) | - | 439,307 | - |
| Capital trust funds (Note 8) | - | 200,000 | - |
| Revenue trust funds (Note 8) | 615,605 | 50,000 | 350,000 |
| Lapsed funding | - | (14,703) | (15,250) |
| Contributions carried forward from prior year (Note 9) | 385,588 | 27,164,584 | 10,024,366 |
| Contributions carried forward to next year (Note 9) | - | (44,689,161) | (27,164,584) |
| | 59,815,575 | 88,597,828 | 73,939,627 |
| EXPENDITURES | | | |
| Child Welfare | 12,751,692 | 21,873,183 | 17,241,678 |
| Public Works | 11,359,190 | 14,536,083 | 11,109,657 |
| Tribal Administration | 5,044,716 | 14,027,176 | 9,326,725 |
| Health Services | 6,978,958 | 11,806,965 | 8,764,327 |
| Education | 9,802,787 | 9,434,831 | 8,906,855 |
| Social Assistance | 11,243,993 | 8,387,084 | 7,245,626 |
| Post Secondary Education | 4,129,330 | 3,766,120 | 3,630,420 |
| Employment and Training Services | 1,661,800 | 1,590,541 | 1,375,587 |
| Social Services | 1,763,119 | 1,544,885 | 1,299,275 |
| Other Health | - | 72,951 | 75,354 |
| | 64,735,585 | 87,039,819 | 68,975,504 |
| SURPLUS FROM OPERATIONS | (4,920,010) | 1,558,009 | 4,964,123 |
| OTHER INCOME (EXPENSES) | | | |
| Income from long term investments (Note 6) | - | 106,072 | 472,893 |
| Income distribution from Onihcikiskowapowin Business Trust | - | 18,138 | 7,489 |
| (Loss) income from Government Business Enterprises (Note 5) | - | (202,071) | 866,470 |
| Income on disposal of tangible capital asset | - | - | 30,160 |
| | - | (77,861) | 1,377,012 |
| SURPLUS OF REVENUES OVER EXPENDITURES | (4,920,010) | 1,480,148 | 6,341,135 |

(continues)

SADDLE LAKE CREE NATION**Consolidated Statement of Revenues and Expenditures and Accumulated Surplus***(continued)***For the Year Ended March 31, 2022**

| | Budget 2022 | 2022 | 2021 |
|--|----------------------|----------------------|----------------------|
| ACCUMULATED SURPLUS - BEGINNING OF YEAR | 61,632,864 | 61,632,864 | 55,224,443 |
| Net change in trust funds | - | (236,119) | 67,286 |
| ACCUMULATED SURPLUS - END OF YEAR | \$ 56,712,854 | \$ 62,876,893 | \$ 61,632,864 |

SADDLE LAKE CREE NATION**Consolidated Statement of Changes in Net Financial Assets****Year Ended March 31, 2022**

| | Budget 2022 | 2022 | 2021 |
|---|-----------------------|----------------------|----------------------|
| SURPLUS OF REVENUES OVER EXPENDITURES | \$ (4,920,010) | \$ 1,480,148 | \$ 6,341,135 |
| Acquisition of tangible capital assets | - | (7,977,499) | (8,435,722) |
| Disposal of tangible capital assets | - | - | 4,840 |
| Amortization of tangible capital assets | - | 3,702,112 | 3,596,472 |
| Increase in deposits and prepaid expenses | - | (65,672) | 292,199 |
| Net change in trust funds | - | (236,119) | 67,286 |
| | - | (4,577,178) | (4,474,925) |
| (DECREASE) INCREASE NET FINANCIAL ASSETS | (4,920,010) | (3,097,030) | 1,866,210 |
| Net financial assets - beginning of year | 15,802,774 | 15,802,774 | 13,936,564 |
| NET FINANCIAL ASSETS - END OF YEAR | \$ 10,882,764 | \$ 12,705,744 | \$ 15,802,774 |

SADDLE LAKE CREE NATION
Consolidated Statement of Cash Flow
Year Ended March 31, 2022

| | 2022 | 2021 |
|---|----------------------|----------------------|
| OPERATING ACTIVITIES | | |
| Surplus of revenues over expenditures | \$ 1,480,148 | \$ 6,341,135 |
| Items not affecting cash: | | |
| Amortization of tangible capital assets | 3,702,112 | 3,596,472 |
| Advances and income (from) to government business enterprises | 203,676 | (932,474) |
| Income from long term investments | (106,072) | (472,893) |
| Gain on disposal of tangible capital assets | - | (30,160) |
| Interest income | - | (18,998) |
| | 5,279,864 | 8,483,082 |
| Changes in non-cash working capital: | | |
| Accounts receivable | (1,222,048) | 1,139,028 |
| Accounts payable and accrued liabilities | 1,141,508 | 1,967,359 |
| Deferred revenue | 17,524,577 | 17,140,218 |
| Deposits and prepaid expenses | (65,672) | 292,196 |
| | 17,378,365 | 20,538,801 |
| Cash flow from operating activities | 22,658,229 | 29,021,883 |
| FINANCING ACTIVITIES | | |
| Proceeds from long term financing | 5,107,519 | 1,392,087 |
| Repayment of long term debt | (523,101) | (419,058) |
| Repayment of obligations under capital lease | (91,768) | (123,568) |
| Cash flow from financing activities | 4,492,650 | 849,461 |
| CAPITAL ACTIVITIES | | |
| Acquisitions of tangible capital assets | (7,977,499) | (7,915,122) |
| Proceeds on disposal of tangible capital assets | - | 35,000 |
| | (7,977,499) | (7,880,122) |
| INCREASE IN CASH FLOW | 19,173,380 | 21,991,222 |
| CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR | 36,296,642 | 14,305,420 |
| CASH AND CASH EQUIVALENTS - END OF YEAR (Note 16) | \$ 55,470,022 | \$ 36,296,642 |

SADDLE LAKE CREE NATION**Consolidated Schedule of Total Expenses by Object****(Schedule 1)****Year Ended March 31, 2022**

| | Budget 2022 | 2022 | 2021 |
|---|----------------------|----------------------|----------------------|
| Wages and benefits | \$ 22,908,350 | \$ 24,499,877 | \$ 20,265,071 |
| Child welfare operations | 10,852,672 | 13,808,882 | 12,375,940 |
| Contracted and program services | 3,708,885 | 11,440,860 | 6,740,232 |
| Direct social assistance | 8,476,384 | 5,915,395 | 4,597,278 |
| Office and general | 2,253,171 | 5,883,467 | 2,692,754 |
| Repairs and maintenance | 5,265,412 | 5,163,173 | 2,412,701 |
| Travel, meetings, workshops | 2,671,745 | 5,056,802 | 2,730,588 |
| Materials, goods and utilities | 4,266,331 | 4,564,395 | 3,613,121 |
| Amortization | - | 3,702,112 | 3,596,472 |
| Post secondary allowances and tuition | 3,450,000 | 3,070,843 | 3,146,328 |
| COVID-19 expenses (<i>Note 21</i>) | - | 1,816,194 | 5,520,237 |
| Professional fees | 674,021 | 1,388,635 | 811,653 |
| Donations, sponsorships and honorariums | 194,111 | 619,085 | 387,156 |
| Interest and bank charges | 14,503 | 110,099 | 85,973 |
| | \$ 64,735,585 | \$ 87,039,819 | \$ 68,975,504 |

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

1. NATURE OF THE ORGANIZATION

Saddle Lake Cree Nation ("the Nation") is committed to developing an effective governance structure to enhance the community services, culture, education, wellness and economic prosperity while retaining the Treaty Rights of Saddle Lake Cree Nation members.

These consolidated financial statements reflect the financial assets, non-financial assets, liabilities, revenues and expenses of Saddle Lake Cree Nation No. 125 and No. 125A.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards established for local governments recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Significant accounting policies observed in the preparation of the consolidated financial statements are summarized below.

Basis of consolidation

The consolidated financial statements include the accounts of the Nation and its subsidiaries:

- 544526 Alberta Ltd; and
- The Saddle Lake Wah-Koh-To-Win Society

As a result, figures as at March 31, 2022 and for the year then ended include the financial position of the subsidiaries and the results of their operations for the year then ended. The results of operations of the subsidiaries are included in the consolidated financial statements from the date of incorporation.

Government transfers and funding

Funding received under the terms of agreements is recognized as revenue in the relevant funding period when the funding agreements are approved. Restricted contributions are recognized as revenue when the revenue is approved and the related expenditures are incurred. Restricted contributions which are not yet expended for the intended purpose are included in the consolidated statement of financial position as deferred revenue.

Allocation of revenue and expenses

The allocation of revenue and expenses are determined by management in accordance with the specific terms of the applicable contribution agreements.

Expenses which benefit more than one area of funding are allocated amongst their function. The Nation estimates the allocation of certain projects expenses that are applied to individual funding, based on the share of the resources expended.

Capital and Revenue trust funds

Income earned from oil and gas royalties in the restricted Capital and Revenue trust funds is recognized when a Band Council Resolution requesting to withdraw the amounts from the respective trust fund account is approved. Approved withdrawals which are not yet expended for the intended purpose are included in the statement of financial position as deferred trust funds. The uncommitted balance in the trust funds accounts is included in the consolidated statement of financial position as accumulated surplus.

(continues)

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Other revenue

Other revenues are recognized when persuasive evidence of an arrangement exists, delivery of goods has occurred or services have been rendered, the selling price is fixed or determinable, and collection is reasonably assured. Revenue is measured at the fair value of the consideration received.

Income from Onihcikiskowapowin Business Trust ("the Trust"), when allocated, is recognized on the accrual basis pursuant to the Trust's Trust Deed, under which 10% to 20% of the defined annual income of the Trust is distributed to the Nation as of December 31 of each year.

Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They may have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year together with the excess of revenues over expenses and the change in trust funds provides the change in net financial assets for the year.

Cash and cash equivalents

Cash and cash equivalents consist of cash on deposit less cheques issued and outstanding and net of draws on the operating line of credit. On occasion, the operating line of credit is drawn upon to meet short-term cash needs.

Short term investments

Short term investments, which consist primarily of commercial paper with original maturities at date of purchase beyond three months and less than twelve months, are carried at amortized cost.

Long term investments

Long term investments are accounted for using the modified equity method. Accordingly, the investments are recorded at acquisition cost and are increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses and dividends received. The accounting policies of the long term investments have not been adjusted to conform with those of Saddle Lake Cree Nation and inter-entity balances are not eliminated. Inter-entity gains and losses are eliminated on assets remaining within the long term investments entities at the reporting date.

Investment in government business enterprises

The investments in government business enterprises are accounted for using the modified equity method whereby the investment is initially recorded at cost and adjusted thereafter to include the post acquisition earnings of the enterprises. The accounting policies of the government business enterprises have not been adjusted to conform with those of Saddle Lake Cree Nation and inter-entity balances are not eliminated. Inter-entity gains and losses are eliminated on assets remaining within the government reporting entities at the reporting date.

(*continues*)

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Tangible capital assets

Tangible capital assets are stated at cost or deemed cost less accumulated amortization. Tangible capital assets are amortized over their estimated useful lives at the following rates and methods:

| | | |
|---------------------------------------|------|----------------------------|
| Land | N/A | non-amortizable |
| Buildings | 4% | diminishing balance method |
| Engineering structures | 4-6% | diminishing balance method |
| Automotive | 30% | diminishing balance method |
| Paving and roads | 20% | diminishing balance method |
| Computer equipment | 50% | diminishing balance method |
| Equipment | 20% | diminishing balance method |
| Data network infrastructure equipment | 30% | diminishing balance method |

Tangible capital assets under construction are amortized once the assets are available for use. In the year of acquisition, half of the normal rate of available amortization is charged.

Pension expenditures

Saddle Lake Cree Nation sponsors a defined contribution pension plan for certain employees. Under the plan the Nation matches the employee's contribution of 5% of earnings. During the year the Nation contributed \$678,511 (2021 - \$671,100) to the pension plan. The employer's portion of the payment is recorded as employee benefits in the period when the benefit is earned.

Use of estimates

The preparation of the consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the period. Estimated life of property and equipment, collectibility of accrued receivables, if applicable, are the most significant items that involve the use of estimates. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Financial instruments

All financial instruments are initially measured at fair value, and, unless otherwise noted, the Nation subsequently measures its financial instruments at amortized cost.

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

3. ACCOUNTS RECEIVABLE

| | 2022 | 2021 |
|---|---------------------|---------------------|
| Accounts receivable include amounts due from the following: | | |
| Province of Alberta | \$ 2,793,720 | \$ 3,340,746 |
| Other receivables | 2,078,208 | 955,535 |
| First Nations Development Fund | 700,000 | - |
| Indigenous Services Canada (ISC) | 602,500 | 402,500 |
| Canada Mortgage and Housing Corporation | 360,000 | - |
| Canada Revenue Agency | 44,832 | 87,966 |
| | 6,579,260 | 4,786,747 |
| Allowance for doubtful accounts | (570,464) | - |
| | \$ 6,008,796 | \$ 4,786,747 |

The balance due from Indigenous Services Canada includes \$350,000 (fiscal 2021 and fiscal 2022 Prev/Least Disruptive Measures – fixed contribution), \$200,000 (fiscal 2021 Maintenance – Group Homes – fixed contribution), \$50,000 (fiscal 2022 Asset Management Plan – fixed contribution), and \$2,500 (fiscal 2021 Basic Needs – flexible contribution).

4. RESTRICTED SHORT TERM INVESTMENTS

Included in restricted short term investments are \$291,322 of Guaranteed Investment Certificates which bear interest at 0.45% and mature in September 2022 and December 2022. These investments are held as security for the Canada Mortgage and Housing Corporation replacement reserves and the use of such investments is therefore restricted. The replacement reserve is fully funded as at year-end.

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

5. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES

| | 2022 | 2021 |
|--|---------------------|---------------------|
| Balance beginning of year | \$ 1,913,744 | \$ 981,270 |
| Share of (loss) income | (202,071) | 866,470 |
| Net advances (from) to government business enterprises | (1,605) | 66,004 |
| | \$ 1,710,068 | \$ 1,913,744 |

The following is a summary of the percentage of government business enterprises owned and the related year ends of the entities. The financial information presented below is combined based on the government business enterprises' respective year ends.

| | % ownership | Year end |
|------------------------------------|--------------------|-------------------|
| Bison Auto Stop Ltd. | 100% | March 31, 2022 |
| Saddle Lake Building Supplies Ltd. | 100% | December 31, 2022 |
| 1786228 Alberta Ltd. | 100% | March 31, 2022 |

Unaudited aggregate balance sheet information:

| | | |
|---------------------|---------------------|---------------------|
| Assets | | |
| Current assets | \$ 1,900,714 | \$ 1,861,106 |
| Capital assets | 2,254,148 | 2,440,135 |
| Other assets | 35,280 | 34,734 |
| | \$ 4,190,142 | \$ 4,335,975 |
| Liabilities | | |
| Current liabilities | \$ 894,091 | \$ 341,798 |
| Other liabilities | 2,659,789 | 3,155,844 |
| Equity | 636,262 | 838,333 |
| | \$ 4,190,142 | \$ 4,335,975 |

Unaudited aggregate income statement information:

| | | |
|-------------------|---------------------|-------------------|
| Revenue | \$ 8,132,410 | \$ 10,498,991 |
| Expenses | (8,334,481) | (9,706,057) |
| Net (loss) income | \$ (202,071) | \$ 792,934 |

6. LONG TERM INVESTMENTS

| | 2022 | 2021 |
|----------------------------------|---------------------|---------------------|
| Seven Lakes Oilfield Services LP | \$ 2,472,884 | \$ 2,361,080 |
| Pimee Well Servicing LP | 1,965,217 | 1,965,217 |
| Pimee Well Servicing Ltd. | 1,800,422 | 1,802,397 |
| SL Smoke Eaters LP | 480,469 | 484,266 |
| United Farmers of Alberta Equity | 47,872 | 47,832 |
| | \$ 6,766,864 | \$ 6,660,792 |

SADDLE LAKE CREE NATION**Notes to Consolidated Financial Statements****Year Ended March 31, 2022****7. RELATED PARTY TRANSACTIONS**

During the year, Saddle Lake Cree Nation entered into transactions with its owned entities and long term investments. These transactions are in the normal course of operations and have been recorded at the exchange amount which is the amount of consideration established and agreed to by the related parties.

8. RESTRICTED CAPITAL AND REVENUE TRUST FUNDS

Trust funds are considered restricted assets and are controlled directly by Indigenous Service Canada (ISC). The expenditure of trust funds is limited to purposes identified in the Indian Act. Information relating to the income earned in the trust fund accounts from oil and gas royalties, leases and rentals was obtained directly from Indigenous Service Canada. The uncommitted balance at the end of the year is shown in the accumulated surplus (*Note 13*) as equity in trust funds.

| | 2022 | 2021 |
|------------------------------------|-------------------|--------------|
| Capital trust fund | | |
| Beginning of year | \$ 675,340 | \$ 524,704 |
| Income from royalties | - | 150,636 |
| Transfer to Nation programs | (200,000) | - |
| | 475,340 | 675,340 |
| Revenue trust fund | | |
| Beginning of year | 406,709 | 490,059 |
| Income from royalties and interest | 13,881 | 266,650 |
| Transfer to Nation programs | (50,000) | (350,000) |
| | 370,590 | 406,709 |
| Total trust funds | \$ 845,930 | \$ 1,082,049 |

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

9. DEFERRED REVENUE

Deferred revenue represents funding received during the year that has not been expended as at March 31, 2022.

| | Opening balance | Contributions received | Revenue recognized | Ending balance |
|--|--------------------|---------------------------|-----------------------|-------------------|
| Indigenous Services Canada (ISC) | | | | |
| - Health | \$ 5,677,115 | \$ 14,117,943 | \$ 10,913,408 | \$ 8,881,650 |
| Indigenous Services Canada (ISC) | 19,501,084 | 58,874,855 | 46,661,834 | 31,714,105 |
| Indigenous Skills and Employment Training Program (ISETP) | 1,736,385 | 3,339,279 | 2,853,504 | 2,222,160 |
| First Nations Development Fund (FNDF) | 250,000 | 270,847 | 453,279 | 67,568 |
| Other | - | 2,989,719 | 1,186,041 | 1,803,678 |
| | \$ 27,164,584 | \$ 79,592,643 | \$ 62,068,066 | \$ 44,689,161 |

DEFERRED REVENUE

| | 2022 |
|--|--------------|
| <u>Indigenous Services Canada (ISC) - Health</u> | |
| Q23X - Community Disaster Emergency | \$ 3,149,167 |
| Q21G - Mental Wellness | 2,175,409 |
| Q30P - Health Planning | 734,362 |
| Q22U - Service Delivery | 696,331 |
| Q20L - Jordan's Principle | 450,445 |
| Q2BA - Home Support | 402,902 |
| Q22N - Community Health Representative | 359,560 |
| Q21M - IRS - Resolution | 172,057 |
| Q221 - Aboriginal Diabetes Initiative | 171,339 |
| Q22G - CPNP | 108,131 |
| Q22K - Alberta Headstart on Reserve | 97,583 |
| Q243 - Public Health | 96,753 |
| Q23Z - HIV/AIDS Prevention | 93,927 |
| Q22H - FASD | 93,702 |
| Q23C - Drinking Water | 67,892 |
| Q02U - Oral Health | 12,090 |
| | \$ 8,881,650 |

(continues)

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

DEFERRED REVENUE *(continued)*

Indigenous Services Canada (ISC)

| | |
|--|--------------|
| Q3XG - Design and Construction | \$ 6,760,096 |
| Q29W - Basic Needs | 3,887,023 |
| Q29T - Income Assistance - Social Assistance | 3,711,246 |
| Q3TJ - LTDWA Acceleration | 2,906,370 |
| Q3V9 - Direct Allocation | 2,412,906 |
| Q290 - Post Secondary Education | 1,427,798 |
| Q3VE - Perimeter Security | 1,370,764 |
| Q2BW - Community Based Initiative | 1,364,159 |
| Q3CD - Local Roads and Bridges | 1,000,000 |
| Q3AX - Roads and Bridges | 700,000 |
| Q3BH - Roads and Bridges | 663,944 |
| Q35B - Water Systems | 595,385 |
| Q3B0 - Community Buildings | 510,000 |
| Q28N - School Effectiveness | 502,509 |
| Q3B8 - Connectivity | 396,259 |
| Q26G - Skills Link - Tribal Administration | 343,530 |
| Q24A - Elementary/Secondary | 330,601 |
| Q3VO - Needs Based Allocation | 318,532 |
| Q24M - School Protect Formula | 317,905 |
| Q29T - Income Assistance - Social Services | 284,960 |
| Q3CE - Planning and Skills | 244,375 |
| Q3FO - Preparedness & Mitigation | 230,980 |
| Q24N - School Second Level | 180,258 |
| Q3TG - Wastewater Under \$1.5M | 180,000 |
| Q3IR - AFA Block/Core Fund - CED | 166,159 |
| Q3WI - Operations and Maintenance | 150,000 |
| Q35A - Wastewater Systems | 130,768 |
| Q3BK - Community Buildings | 122,026 |
| Q26G - Skills Link - Social Assistance | 99,339 |
| Q3TD - Water Over \$1.5M | 92,035 |
| Q2JB - Safe Restart | 74,877 |
| Q20L - Jordan's Principle | 61,536 |
| QZ9P - Special Claim Submission | 55,500 |
| Q3BG - Fire Protection | 50,292 |
| Q3H3 - Asset Management Plan | 50,000 |
| Q3NM - Projects and Capacity | 14,632 |
| Q3BI- Electrical Systems | 7,341 |

\$ 31,714,105

Amounts included in ISETP and FNDF are deferred in accordance with their respective agreements.

SADDLE LAKE CREE NATION**Notes to Consolidated Financial Statements****Year Ended March 31, 2022****10. LONG TERM DEBT**

| | 2022 | 2021 |
|--|---------------------|-------------------|
| Project #005 mortgage payable to Canada Mortgage and Housing Corporation bearing interest at 2.80% per annum. Repayment terms to be established upon completion of the build. The mortgage renews on October 30, 2025 and matures on October 30, 2045 and is secured by a ministerial guarantee. | \$ 2,032,216 | \$ 594,905 |
| Project RHI 26708172 mortgage payable to Canada Mortgage and Housing Corporation bearing interest at 2.80% per annum. Repayment terms to be established upon completion of the build. The mortgage renews on October 30, 2025 and matures on October 30, 2045 and is secured by a ministerial guarantee. | 1,847,893 | - |
| Project #004 mortgage payable to Canada Mortgage and Housing Corporation bearing interest at 2.80% per annum. Repayment terms to be established upon completion of the build. The mortgage renews on July 21, 2025 and matures on July 21, 2045 and is secured by a ministerial guarantee. | 1,051,313 | 797,182 |
| Indigenous Services Canada Native Claim loan to assist the Nation in meeting obligations associated with research, development and negotiation of its claim relating to 1925 Surrender Claim. The loan bears no interest and is to be repaid between March 31, 2022 and March 31, 2024. | 907,828 | 496,314 |
| Project #006 mortgage payable to Canada Mortgage and Housing Corporation bearing interest at 2.80% per annum. Repayment terms to be established upon completion of the build. The mortgage renews on October 30, 2025 and matures on October 30, 2045 and is secured by a ministerial guarantee. | 812,400 | - |
| TD financing bearing interest at 3.90% per annum, repayable in monthly fixed payments of \$4,028 plus interest. The loan matures on September 9, 2026 and is secured by equipment with a carrying value of \$186,380. | 169,388 | - |
| TD financing bearing interest at 3.45% per annum, repayable in monthly fixed payments of \$9,882 plus interest. The loan matures on April 30, 2023 and is secured by a general security agreement. | 128,470 | 247,057 |
| TD financing bearing interest at 4.15% per annum, repayable in monthly fixed payments of \$3,526 plus interest. The loan matures on August 30, 2024 and is secured by a general security agreement. | 102,249 | 144,559 |
| Project #003 mortgage payable to Canada Mortgage and Housing Corporation bearing interest at 1.31% per annum, repayable in monthly blended payments of \$1,911. The mortgage renewed on December 1, 2021 and matures on October 1, 2026 and is secured by a ministerial guarantee. | 102,007 | 123,411 |

(continues)

SADDLE LAKE CREE NATION**Notes to Consolidated Financial Statements****Year Ended March 31, 2022****10. LONG TERM DEBT (continued)**

| | 2022 | 2021 |
|---|---------------------|---------------------|
| Project #002 mortgage payable to Canada Mortgage and Housing Corporation bearing interest at 1.14% per annum, repayable in monthly blended payments of \$1,775. The mortgage renewed on June 1, 2021 and matures on May 1, 2026 and is secured by a ministerial guarantee. | 86,650 | 106,846 |
| Project #001 mortgage payable to Canada Mortgage and Housing Corporation bearing interest at 0.94% per annum, repayable in monthly blended payments of \$2,264. The mortgage renewed on September 1, 2020 and matures on April 1, 2025 and is secured by a ministerial guarantee. | 82,399 | 108,674 |
| TD financing bearing interest at 3.45% per annum, repayable in monthly fixed payments of \$2,573 plus interest. The loan matures on October 30, 2023 and is secured by a general security agreement. | 48,894 | 79,775 |
| BMO financing bearing interest at 6.90% per annum, repayable in monthly blended payments of \$4,360. The loan matures on October 6, 2022 and is secured by equipment with a carrying value of \$60,558. | 25,642 | 74,354 |
| TD financing bearing interest at 3.45% per annum, repayable in monthly fixed payments of \$858 plus interest. The loan matures on December 19, 2023 and is secured by a general security agreement. | 18,014 | 28,307 |
| BMO financing repaid in the year. | - | 29,560 |
| Amounts payable within one year | - | - |
| | \$ 7,415,363 | \$ 2,830,944 |

Principal repayment terms are approximately:

| | |
|------------|----------------------------|
| 2023 | \$ 649,926 |
| 2024 | 377,925 |
| 2025 | 544,852 |
| 2026 | 86,141 |
| 2027 | 12,697 |
| Thereafter | 5,743,822 |
| | <u>\$ 7,415,363</u> |

Interest paid on long-term debt amounted to \$34,640 (2021 - \$38,040) during the year.

(continues)

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

10. LONG TERM DEBT (*continued*)

As at March 31, 2022, Saddle Lake Cree Nation has a line of credit of \$200,000 available from TD Canada Trust bearing interest at prime plus 0.75% (effective rate of 4.20% at year end). As at March 31, 2022, the loan was not drawn upon.

As at March 31, 2022, Saddle Lake Cree Nation has a revolving term credit facility with Toronto Dominion Bank with multiple drawdowns allowed, bearing interest at 1.00% over the Toronto Dominion prime rate (3.45% effective rate at year end). As at March 31, 2022, the loan was drawn upon for \$297,627 (2021 - \$499,699). The facility is renegotiated annually and is collateralized as follows:

- a) General Security Agreement providing first security interest in all personal property of the Nation;
- b) guarantees of advances in the aggregate amount of \$200,000 by the Nation;
- c) authorization of Indigenous Services Canada to forward funding to TD Canada Trust;
- d) unlimited guarantees of advances from subsidiary companies;
- e) assignment of Fire Insurance issued by the Nation.

11. OBLIGATIONS UNDER CAPITAL LEASE

| | 2022 | 2021 |
|---|------------|------------|
| Brandt non-interest bearing lease repayable in monthly payments of \$8,923. The lease matures on July 5, 2025 and is secured by 2020 872G Grader c/w F&R Fenders. Ser No. 1DW872GXJLF7033346 which has a carrying value of \$342,787. | \$ 333,691 | \$ 425,459 |

Future minimum capital lease payments are approximately:

| | |
|---|------------------|
| 2023 | \$ 107,078 |
| 2024 | 107,078 |
| 2025 | 107,078 |
| 2026 | 35,693 |
| | <hr/> |
| Total minimum lease payments | 356,927 |
| Less: amount representing interest at various rates | <hr/> (23,236) |
| | <hr/> \$ 333,691 |

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

12. TANGIBLE CAPITAL ASSETS

| COST | 2021 | Acquisitions | Disposals | 2022 |
|---------------------------------------|----------------------|---------------------|------------------|----------------------|
| Land | \$ 647,730 | \$ - | \$ - | \$ 647,730 |
| Buildings | 31,278,242 | 922,857 | - | 32,201,099 |
| Engineering structures | 17,527,038 | 950,936 | - | 18,477,974 |
| Automotive | 11,682,727 | 1,610,589 | - | 13,293,316 |
| Paving and roads | 5,768,953 | 3,554,428 | - | 9,323,381 |
| Equipment | 1,927,448 | 249,368 | - | 2,176,816 |
| Computer equipment | 949,807 | 199,171 | - | 1,148,978 |
| Data Network Infrastructure Equipment | - | 490,151 | - | 490,151 |
| | \$ 69,781,945 | \$ 7,977,500 | \$ - | \$ 77,759,445 |

| ACCUMULATED AMORTIZATION | 2021 | Amortization expense | Disposals | 2022 |
|---------------------------------|----------------------|-----------------------------|------------------|----------------------|
| Land | \$ - | \$ - | \$ - | \$ - |
| Buildings | 4,861,084 | 1,026,798 | - | 5,887,882 |
| Engineering structures | 7,034,683 | 607,287 | - | 7,641,970 |
| Automotive | 9,193,041 | 954,633 | - | 10,147,675 |
| Paving and roads | 1,184,570 | 887,101 | - | 2,071,671 |
| Equipment | 1,381,643 | 98,344 | - | 1,479,987 |
| Computer equipment | 806,294 | 127,949 | - | 934,243 |
| | \$ 24,461,315 | \$ 3,702,112 | \$ - | \$ 28,163,428 |

| NET BOOK VALUE | 2021 | 2022 |
|---------------------------------------|----------------------|----------------------|
| Land | \$ 647,730 | \$ 647,730 |
| Buildings | 26,417,158 | 26,313,217 |
| Engineering structures | 10,492,355 | 10,836,004 |
| Automotive | 2,489,686 | 3,145,641 |
| Paving and roads | 4,584,383 | 7,251,710 |
| Equipment | 545,805 | 696,829 |
| Computer equipment | 143,513 | 214,735 |
| Data Network Infrastructure Equipment | - | 490,151 |
| | \$ 45,320,630 | \$ 49,596,017 |

Included above is an automotive held under capital lease (Note 11) with a cost of \$521,250, accumulated amortization of \$178,463 and a net book value of \$342,787.

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

13. ACCUMULATED SURPLUS

| | 2022 | 2021 |
|-----------------------------------|----------------------|----------------------|
| Unrestricted surplus | \$ 12,443,140 | \$ 10,984,526 |
| Equity in trust funds (Note 8) | 845,930 | 1,082,049 |
| Equity in tangible capital assets | 41,009,631 | 40,815,380 |
| Equity in investments | 8,750,909 | 8,750,909 |
| | \$ 63,049,610 | \$ 61,632,864 |

14. CONTINGENCIES

The Nation has provided a guarantee to SL Smoke Eaters LP in the amount of \$200,000 for a demand revolving credit facility. The general security agreement is a first charge on all present and after acquired personal property. The amount outstanding as of March 31, 2022 is \$nil.

The Nation has provided a guarantee to Bison Auto Stop Ltd. in the amount of \$2,540,000 for a term loan. The general security agreement is a first charge on all present and after acquired personal property. The amount outstanding as of March 31, 2022 is \$1,792,137.

Subsequent to year end, Bison Auto Stop Ltd. defaulted on a portion of its May 2022 quarterly loan payment. As a result, the Nation paid \$58,925 on August 5, 2022, representing the underpaid portion of the loan payment, on Bison's behalf. In addition, Bison defaulted on its August 15, 2022 scheduled loan payment and the Nation paid \$84,784 on August 23, 2022 on its behalf. These payments have not been accrued for in these consolidated financial statements.

The Nation has been added as a defendant in a claim made against Her Majesty the Queen by another Alberta First Nation. The outcome and estimate of loss, if any, are not determinable at the report date.

The Nation is named as a defendant in an ongoing legal proceeding with a former employee of the Nation. Total demand for the claim is \$225,000.

The Nation filed a claim against Her Majesty the Queen in 1986 regarding oil and gas issues affecting the Nation. After various mediation, a provisional settlement has been agreed to contingent on various factors that are expected to be met by October 2022. Should these factors be met, an agreed upon settlement is to be apportioned between the Nation and another Alberta First Nation based on their current populations.

SADDLE LAKE CREE NATION**Notes to Consolidated Financial Statements****Year Ended March 31, 2022****15. NATIVE CLAIM LOAN**

Indigenous Services Canada has agreed to provide Saddle Lake Cree Nation with an interim loan to assist the Nation in meeting obligations with respect to the research, development, and negotiation of its specific claim related to the 1925 Surrender Claim. Advances received in the year were \$161,514 (2021 - \$250,000) and are not subject to interest on the amounts owing.

| | 2022 | 2021 |
|---|----------------|------------|
| Advances | | |
| Advances received | \$ 161,514 | \$ 250,000 |
| Prior year surplus | 32,489 | - |
| Funding available | 194,003 | 250,000 |
| Expenditures | | |
| <u>Nation Costs</u> | | |
| Nation travel | 25,318 | - |
| Negotiator | 7,000 | - |
| Meeting rooms/hall rental | 2,000 | - |
| Elder | 1,540 | - |
| <u>Legal</u> | | |
| Gowling WLG - Fees, disbursements, and travel | 86,568 | 179,181 |
| <u>Professional & Consultancy</u> | | |
| Research Analyst - Fees, disbursements and travel | 28,571 | - |
| GLJ Ltd. - Fees, disbursements and travel | 25,506 | - |
| Deloitte LLP - Fees, disbursements and travel | 12,500 | 32,645 |
| Joan Holmes & Associates - Fees, disbursements and travel | - | 5,685 |
| <u>Other</u> | | |
| Administration | 5,000 | - |
| Total expenditures | 194,003 | 217,511 |
| Unspent advances, end of year | \$ - | \$ 32,489 |

16. CASH FLOW SUPPLEMENTARY INFORMATION

The following transactions have been excluded from the Statement of Cash Flow as they did not require the use of cash or cash equivalents.

| | 2022 | 2021 |
|---|-------------|------------|
| Assets acquired through a capital lease | \$ - | \$ 520,600 |

SADDLE LAKE CREE NATION
Notes to Consolidated Financial Statements
Year Ended March 31, 2022

17. FINANCIAL INSTRUMENTS

The Nation is exposed to various risks through its financial instruments. The following analysis provides information about the Nation's risk exposure and concentration as of March 31, 2022. Unless otherwise noted, the Nation's risk exposure has not changed from the prior year.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Nation is exposed to credit risk from other revenue. The significant annual funding received from the Government of Canada minimizes credit risk.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the market interest rates. The Nation is exposed to interest rate risk primarily through its floating interest rate bank indebtedness and credit facilities.

18. SEGMENT INFORMATION

Saddle Lake Cree Nation provides a wide range of services to its members. Services are delivered through a number of different programs and departments. Identified segments are defined by Saddle Lake Cree Nation for which separate financial information is available and is evaluated regularly by Chief and Council and management in allocating resources and assessing results.

For each reported segment, revenues and expenses represent amounts that are directly attributable to the segment. The accounting policies used in the segments are consistent with the accounting policies followed in the preparation of these consolidated financial statements as disclosed in Note 2.

19. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

20. COVID-19

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). The situation is constantly evolving, and the measures put in place are having multiple impacts on local, provincial, national and global economies.

As of April 1, 2021, the Nation's ability to provide various services to its members was hindered due to physical distancing practices established as well as difficulty engaging vendors who remain operational. The Nation's Government Business Enterprises have also encountered difficulties to complete contracted services which reduces the Nation's ability to generate self-source revenues through its various subsidiaries. Management is uncertain of the effects of these changes on its financial statements and believes that any disturbance may be temporary; however, there is uncertainty about the length and potential impact of the disturbance.

Despite widespread shutdowns of local and national economies caused by COVID-19, the Nation continued to and continues to offer essential services to its members through program delivery. Chief and Council of the Nation has concluded that the costs to deliver these services are the responsibility of the federal government as part of its Treaty obligations.

SADDLE LAKE CREE NATION
Consolidated Notes to Financial Statements
March 31, 2022

21. CONSOLIDATED SEGMENT DISCLOSURES

| 2022 Fiscal Year | Public Works | Employment & Training Services | Education | Post Secondary | Social Assistance | Social Services | Child Welfare | Tribal Administration | Other Health | Health Care Centre | Other | 2022 Total | 2021 Total |
|---|-------------------|--------------------------------|--------------------|------------------|--------------------|--------------------|-------------------|-----------------------|---------------|--------------------|-----------------|-------------------|-------------------|
| Revenue | | | | | | | | | | | | | |
| ISC Block Contribution funding | 3,199,999 | - | 6,266,383 | 3,647,454 | 11,004,821 | 232,512 | - | 1,892,290 | - | 595,682 | - | 26,839,141 | 26,363,548 |
| ISC Fixed Contribution funding | 8,609,787 | - | 9,921,452 | 937,116 | 73,224 | - | 13,909,948 | 1,777,147 | - | - | - | 35,228,673 | 35,215,205 |
| ISC Set Contribution funding | - | - | - | - | - | - | 84,221 | - | - | - | - | 84,221 | 548,623 |
| ISC Flexible Contribution funding | 2,193,766 | - | - | - | 3,983,030 | - | - | 7,510,637 | - | - | - | 13,687,433 | 12,903,149 |
| ISC Health Flexible Funding | - | - | - | - | - | - | - | - | - | 13,320,080 | - | 13,320,080 | 12,162,241 |
| Other Revenue | 1,486,680 | 46,500 | 117,774 | - | - | 38,180 | 124,720 | 1,572,343 | 76,579 | - | - | 3,462,776 | 4,209,960 |
| Province of Alberta | 1,487,583 | - | - | - | - | - | 3,677,283 | - | - | - | - | 5,164,865 | 3,517,716 |
| ISETP/IELCC Revenue | - | 2,899,971 | 204,087 | - | - | - | - | - | - | - | - | 3,104,058 | 2,278,097 |
| Service Canada - Youth Employment and Skills Strategy | - | 439,307 | - | - | - | - | - | - | - | - | - | 439,307 | - |
| First Nation Development fund (FNDF) | - | - | - | - | - | - | - | 1,432,890 | - | - | - | 1,432,890 | 733,216 |
| Child Tax Benefit | - | - | - | - | - | - | 663,614 | - | - | - | - | 663,614 | 509,699 |
| Capital Trust funds | 200,000 | - | - | - | - | - | - | - | - | - | - | 200,000 | - |
| ISC Health Canada Fixed Funding | - | - | - | - | - | - | - | - | - | 1,485,332 | - | 1,485,332 | 1,485,491 |
| Revenue Trust funds | 50,000 | - | - | - | - | - | - | - | - | - | - | 50,000 | 350,000 |
| Canada Mortgage and Housing Corporation (CMHC) | 533,309 | - | - | - | - | - | - | - | - | - | - | 533,309 | 101,403 |
| Net contributions carried forward | (4,190,314) | (485,775) | (8,650,481) | (719,874) | (2,531,550) | (72,395) | 3,665,370 | (1,335,022) | - | (3,204,536) | - | (17,524,577) | (17,140,217) |
| (Lapsed) recovered funding | - | - | - | - | (14,703) | - | - | - | - | - | - | (14,703) | (15,250) |
| Property Tax Revenue | - | - | - | - | - | - | - | 329,530 | - | - | - | 329,530 | 352,023 |
| Fuel and Tobacco | - | - | - | - | - | - | - | 111,878 | - | - | - | 111,878 | 264,725 |
| Income allocation from Onihikiskowapowin Business Trust | - | - | - | - | - | - | - | - | - | - | 18,138 | 18,138 | 7,489 |
| Income from gain or loss on disposal of assets | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Loss on impairment of asset | - | - | - | - | - | - | - | - | - | - | - | - | 30,160 |
| (Loss) Income from Government Business Enterprises | - | - | - | - | - | - | - | - | - | - | (202,071) | (202,071) | 866,470 |
| Loss on impairment of investment | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Income from Investments | - | - | - | - | - | - | - | - | - | - | 106,072 | 106,072 | 472,893 |
| Total Revenue | 13,570,810 | 2,900,004 | 7,859,215 | 3,864,696 | 12,514,822 | 198,297 | 22,125,156 | 13,291,693 | 76,579 | 12,196,558 | (77,861) | 88,519,967 | 75,316,640 |
| Expenses | | | | | | | | | | | | | |
| Wages and benefits | 3,622,330 | 591,119 | 6,833,028 | 218,016 | 967,146 | 691,896 | 4,157,655 | 3,607,810 | - | 3,794,460 | - | 24,483,460 | 20,263,071 |
| Contracted and program services | 1,915,429 | 7,035 | 423,512 | 45,907 | - | 42,922 | 2,243,726 | 6,859,153 | - | 322,401 | - | 11,860,085 | 6,498,361 |
| Professional fees | 77,415 | 26,080 | 58,732 | 13,500 | 41,811 | 3,450 | 463,397 | 599,873 | - | 111,378 | - | 1,395,635 | 811,653 |
| Bad debts | - | - | - | - | - | - | 570,464 | - | - | - | - | 570,464 | - |
| Materials, goods and utilities | 938,651 | 20,055 | 434,751 | - | 6,019 | 44,929 | 163,178 | 671,129 | 18,081 | 2,267,817 | - | 4,564,610 | 3,301,520 |
| Amortization of tangible capital assets | 2,592,374 | 33,501 | 240,041 | 7,531 | 17,766 | 905 | 92,302 | 88,088 | 939 | 628,667 | - | 3,702,112 | 3,596,472 |
| Post secondary allowances and tuition | - | 439,191 | 4,200 | 897,800 | - | - | 182,793 | 1,002 | - | 137,362 | - | 1,662,348 | 1,541,764 |
| Repairs and maintenance | 4,065,333 | 37,362 | 328,632 | - | 27,622 | 1,650 | 21,227 | 25,118 | 47,626 | 278,887 | - | 4,833,457 | 2,505,772 |
| Travel, Meetings, Workshops | 80,364 | 166,508 | 168,736 | 74,130 | 311,273 | 204,284 | 2,369,490 | 855,679 | - | 974,800 | - | 5,205,264 | 2,952,206 |
| Office and general | 436,115 | 119,801 | 323,117 | 341,342 | 109,973 | 22,550 | 396,518 | 336,123 | 1,500 | 146,646 | - | 2,233,685 | 1,757,726 |
| Donations, sponsorships and honorariums | 32,625 | - | 36,004 | 9,778 | 3,500 | - | 48,163 | 695,535 | 200 | 17,496 | - | 843,301 | 523,866 |
| Interest and bank charges | 39,814 | 3,557 | 15,230 | 2,709 | 987 | 1,631 | 871 | 44,812 | 1,173 | - | - | 110,784 | 85,972 |
| Automotive | 567,850 | 23,915 | 137,493 | - | - | - | 8,456 | 23,901 | - | 197,755 | - | 959,371 | 484,646 |
| Rent | - | - | - | - | - | - | - | - | - | - | - | - | 5,902 |
| Training Allowance | - | 112,692 | - | 1,644,910 | - | 227,874 | - | - | - | - | - | 1,985,477 | 1,982,828 |
| Waste Water | - | - | - | - | - | - | - | - | - | - | - | - | 411,443 |
| Advertising | - | - | 1,404 | - | - | - | - | 7,810 | - | - | - | 9,214 | 20,621 |
| Child welfare payments | - | - | - | - | - | - | 10,588,100 | - | - | - | - | 10,588,100 | 10,424,697 |
| Direct social assistance | - | - | - | - | 5,915,395 | 105,900 | 605,812 | - | - | - | - | 6,627,107 | 4,976,660 |
| Governance | - | - | - | - | - | - | - | - | - | - | - | - | 26,615 |
| Covid | - | - | - | - | 985,593 | - | 134,393 | 5,000 | - | 445,096 | - | 1,570,082 | 5,445,679 |
| Other | 167,783 | 9,724 | 429,951 | 510,496 | - | 14,100 | 8,429 | 69,785 | 3,431 | 2,621,562 | - | 3,835,260 | 1,358,050 |
| Total Expenses | 14,536,083 | 1,590,541 | 9,434,831 | 3,766,120 | 8,387,084 | 1,544,885 | 21,873,183 | 14,027,176 | 72,951 | 11,806,965 | - | 87,039,819 | 68,975,505 |
| Surplus (Deficit) before transfers | (965,273) | 1,309,463 | (1,575,617) | 98,576 | 4,127,738 | (1,346,588) | 251,974 | (735,483) | 3,628 | 389,593 | (77,861) | 1,480,148 | 6,341,135 |
| Transfers | | | | | | | | | | | | | |
| CCTB transfers | 135,000 | - | 105,000 | - | (1,318,945) | 978,945 | - | 100,000 | - | - | - | - | - |
| WOP transfers | 2,490 | - | 1,845 | - | (105,556) | 101,221 | - | - | - | - | - | - | - |
| Office rent | 374,382 | - | (13,564) | (15,408) | (38,034) | (9,791) | (137,973) | (90,175) | - | (69,436) | - | - | - |
| Accounting fee | (25,178) | (12,000) | (32,000) | (9,000) | (15,000) | (9,000) | (40,000) | 182,178 | - | (40,000) | - | - | - |
| Administration fee | 1,000,000 | - | - | - | (2,500,000) | - | (206,000) | 2,037,015 | - | (331,015) | - | - | - |
| Hampers | - | - | (5,000) | (5,000) | - | 32,500 | (10,000) | (2,500) | - | (10,000) | - | - | - |
| Wages | - | - | - | (15,000) | - | - | - | 15,000 | - | - | - | - | - |
| Garbage | 16,525 | (850) | - | - | - | - | (1,400) | - | - | (14,275) | - | - | - |
| Transfer from Post Secondary | - | - | 46,637 | (46,637) | - | - | - | - | - | - | - | - | - |
| Transfer from Health | - | - | 257,606 | - | - | - | - | - | - | (257,606) | - | - | - |
| Transfer from Education | 9,350 | - | (9,350) | - | - | - | - | - | - | - | - | - | - |
| Transfer to Social Assistance | - | - | - | - | (252,713) | 252,713 | - | - | - | - | - | - | - |
| Transfer to Administration | - | - | - | - | - | - | (450,184) | 450,184 | - | - | - | - | - |
| Transfer to Education | - | (1,448,396) | 1,448,396 | - | - | - | - | - | - | - | - | - | - |
| Transfer to Health | - | - | - | - | - | - | - | (354,547) | - | 354,547 | - | - | - |
| Transfer to Public Works | 1,522,616 | - | - | - | - | - | - | (1,522,616) | - | - | - | - | - |
| Transfer from Human Resource Development | - | (80,019) | - | - | - | - | - | 80,019 | - | - | - | - | - |
| Transfer from Administration | - | - | - | - | 134,979 | - | - | (134,979) | - | - | - | - | - |
| Transfer to Social Services | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Transfers | 3,035,185 | (1,541,265) | 1,799,570 | (91,045) | (4,095,269) | 1,346,588 | (845,557) | 759,579 | - | (367,785) | - | - | - |
| Surplus (Deficit) after transfers | 2,069,912 | (231,802) | 223,954 | 7,531 | 32,469 | - | (593,584) | 24,096 | 3,628 | 21,808 | (77,861) | 1,480,148 | 6,341,135 |

Whitefish Lake Band No. 128
Consolidated Financial Statements
March 31, 2022

Whitefish Lake Band No. 128

CONTENTS

| | <u>Page</u> |
|--|--------------------|
| MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING | 1 |
| INDEPENDENT AUDITORS' REPORT | 2 - 3 |
| Consolidated Statement of Financial Position | 4 |
| Consolidated Statement of Financial Activities | 5 |
| Consolidated Statement of Change in Net Financial Assets | 6 |
| Consolidated Statement of Cash Flows | 7 |
| Consolidated Statement of Changes in Accumulated Surplus - Schedule 1 | 8 |
| Consolidated Statement of Tangible Capital Assets - Schedule 2 | 9 |
| Consolidated Statement of Financial Activities by Program - Schedule 3 | 10 |
| Consolidated Statement of Expenditures by Object - Schedule 4 | 11 |
| Notes to the Consolidated Financial Statements | 12 - 19 |

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements of **Whitefish Lake First Nation No. 128** are the responsibility of management and have been approved by the Chief and Council.

The 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 consolidated financial statements are presented fairly, in all material respects.

Whitefish Lake Band No. 128 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 that Whitefish Lake Band No. 128's assets are appropriately accounted for and adequately safeguarded.

Whitefish Lake Band No. 128 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. Doyle & Company have full and free access to the Council.

Original Signed By _____ Chief

Original Signed By _____ Councilor

Original Signed By _____ Councilor

Original Signed By _____ Councilor

Original Signed By _____ Councilor

Allan J. Grykuliak, CPA, CA*
Scott T. Mockford, CPA, CA*
Allen Lee, CPA, CMA*
Jason Bondarevich, CPA, CA*
*Operates as a professional Corporation

11210 – 107 Avenue N.W.
Edmonton, Alberta T5H 0Y1
Tel (780) 452-2300, Fax (780) 452-2335

INDEPENDENT AUDITORS' REPORT

To the Chief and Council

Opinion

We have audited the consolidated financial statements of **Whitefish Lake First Nation No. 128** (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 Whitefish Lake First Nation No. 128 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.

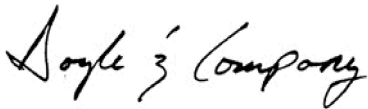
INDEPENDENT AUDITORS' REPORT - continued

- 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.



11210 - 107 Avenue NW
Edmonton, Alberta
T5H 0Y1

June 22, 2022

Chartered Professional Accountants

Whitefish Lake Band No. 128
Consolidated Statement of Financial Position
As at March 31, 2022

| | 2022 \$ | 2021 \$ |
|---|--------------------|--------------------|
| FINANCIAL ASSETS | | |
| Cash | 10,034,709 | 7,274,712 |
| Restricted cash (Note 3) | 1,314,756 | 1,295,103 |
| Investments (Note 4) | 40,292 | 40,200 |
| Accounts receivable (Note 5) | 1,229,837 | 686,871 |
| | 12,619,594 | 9,296,886 |
| LIABILITIES | | |
| Line of credit (Note 6) | - | 200,000 |
| Accounts payable (Note 7) | 3,837,117 | 3,417,814 |
| Deferred contributions - Own Source (Note 8) | 4,555,621 | 3,392,429 |
| Deferred contributions - Funding (Note 9) | 6,670,646 | 5,172,207 |
| Obligations Under Capital Lease (Note 10) | 87,579 | 218,290 |
| | 15,150,963 | 12,400,740 |
| NET FINANCIAL DEBT | (2,531,369) | (3,103,854) |
| NON-FINANCIAL ASSETS | | |
| Tangible capital assets (Schedule 2) | 36,342,122 | 37,253,898 |
| Prepaid expenses | 150,783 | - |
| | 36,492,905 | 37,253,898 |
| ACCUMULATED SURPLUS (Schedule 1 and Note 13) | 33,961,536 | 34,150,044 |

Approved by the Band:

Original Signed By Chief

Original Signed By Councilor

Original Signed By Councilor

Original Signed By Councilor

Original Signed By Councilor

The accompanying notes form part of these financial statements.

Whitefish Lake Band No. 128
Consolidated Statement of Financial Activities
For the year ended March 31, 2022

| | 2022 Budget \$ | 2022 Actual \$ | 2021 Actual \$ |
|--|-------------------------------|-------------------------------|-------------------------------|
| REVENUE | | | |
| Indigenous Services Canada | 19,577,785 | 19,436,149 | 11,030,997 |
| First Nation Development Fund | - | 669,631 | 403,011 |
| Health Canada | 5,538,852 | 5,759,375 | 7,080,334 |
| Tribal Chiefs Employment and Training | 1,443,066 | 2,004,948 | 1,976,622 |
| Canada Housing and Mortgage Corporation | - | 3,663 | 9,210 |
| Other revenue | 1,519,156 | 4,163,296 | 4,269,901 |
| Revenue deferred from previous period | 2,688,611 | 8,564,636 | 9,063,785 |
| Revenue deferred to subsequent period | - | (11,226,267) | (8,564,636) |
| | 30,767,470 | 29,375,431 | 25,269,224 |
| EXPENDITURES | | | |
| Administration | 2,072,467 | 2,623,781 | 2,611,623 |
| Consultation and IBA | 475,500 | 757,014 | 434,987 |
| Daycare Centre | 276,005 | 353,297 | 342,798 |
| Economic Development | - | 73,332 | 130,722 |
| Education - Administration | 205,253 | 211,335 | 633,173 |
| Education - Bussing | 512,788 | 795,018 | 518,456 |
| Education - Post-Secondary | 1,169,903 | 1,113,541 | 1,043,097 |
| Education - School | 2,800,507 | 3,014,386 | 2,773,111 |
| Enhanced delivery | 489,492 | 597,859 | 572,310 |
| Health Services | 5,627,748 | 5,615,527 | 4,558,884 |
| Housing | 1,471,222 | 1,474,259 | 1,489,885 |
| National Governance | - | 48,549 | - |
| Public Works | 1,369,332 | 2,988,601 | 1,890,183 |
| Recreation | 4,679 | 178,298 | 222,186 |
| Royal Bank Agency | 53,086 | 66,229 | 88,632 |
| Social Services | 2,940,035 | 2,350,621 | 1,935,330 |
| Social Services - Delivery | 593,057 | 745,045 | 644,582 |
| Emergency Response - Covid 19 | 3,113,178 | 2,464,468 | 3,403,309 |
| Tribal Chiefs Employment and Training | 378,146 | 433,527 | 435,296 |
| Labour Market Strategy | 76,710 | 39,593 | 34,635 |
| Jordan's Principle | 591,312 | 570,055 | 457,733 |
| | 24,220,420 | 26,514,335 | 24,220,932 |
| Excess of Revenue Over Expenditures | | | |
| Before Other Revenue (Expenditures) | 6,547,050 | 2,861,096 | 1,048,292 |
| Other Revenue (Expenditures) | | | |
| Indigenous Services Canada - capital funding | - | - | 11,467,729 |
| Amortization | - | (3,069,256) | (2,660,420) |
| EXCESS OF REVENUE OVER EXPENDITURES | 6,547,050 | (208,160) | 9,855,601 |

The accompanying notes form part of these financial statements.

Whitefish Lake Band No. 128
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2022

| | 2022 Budget \$ | 2022 Actual \$ | 2021 Actual \$ |
|--|----------------------|----------------------|----------------------|
| EXCESS OF REVENUE OVER EXPENDITURES | 6,547,050 | (188,508) | 10,029,204 |
| Acquisition of tangible capital assets | - | (2,157,480) | (12,390,478) |
| Amortization of tangible capital assets | - | 3,069,256 | 2,660,420 |
| Disposal of tangible capital assets | - | - | 76,552 |
| | 6,547,050 | 911,776 | (9,653,506) |
| Acquisition of prepaid assets | (150,783) | (150,783) | - |
| DECREASE IN NET FINANCIAL DEBT | 6,547,050 | 572,485 | 375,698 |
| NET FINANCIAL DEBT, BEGINNING OF YEAR | - | (3,103,854) | (3,479,552) |
| NET FINANCIAL DEBT, END OF YEAR | - | (2,531,369) | (3,103,854) |

The accompanying notes form part of these financial statements.

Whitefish Lake Band No. 128
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 other income | 28,832,465 | 39,343,839 |
| Cash paid to suppliers and employees | (23,384,185) | (22,864,600) |
| | 5,448,280 | 16,479,239 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Repayment of long-term liabilities | (330,711) | (287,740) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of capital assets | (2,157,480) | (12,390,478) |
| Increase in investments | (92) | - |
| | (2,157,572) | (12,390,478) |
| INCREASE IN CASH | 2,959,997 | 3,801,021 |
| CASH, BEGINNING OF YEAR | 7,074,712 | 3,273,691 |
| CASH, END OF YEAR | 10,034,709 | 7,074,712 |
| Bank indebtedness consists of the following: | | |
| Cash | 10,034,709 | 7,274,712 |
| Line of credit | - | (200,000) |
| | 10,034,709 | 7,074,712 |

The accompanying notes form part of these financial statements.

Whitefish Lake Band No. 128
Schedule of Changes in Accumulated Surplus - Schedule 1
For the year ended March 31, 2022

| | Unrestricted Surplus \$ | Equity in Tangible Capital Assets \$ | Equity in Trust Funds \$ | 2022 \$ | 2021 \$ |
|--|-------------------------------|--|--------------------------------|-------------------|-------------------|
| Balance, Beginning of Year | (4,180,667) | 37,035,608 | 1,295,103 | 34,150,044 | 24,120,840 |
| Excess of revenue over expenditures | (208,160) | - | 19,652 | (188,508) | 10,029,204 |
| Current years funds used for tangible capital assets | (2,157,480) | 2,157,480 | - | - | - |
| Annual amortization expense | 3,069,256 | (3,069,256) | - | - | - |
| Long-term liabilities repaid | (130,711) | 130,711 | - | - | - |
| Change in accumulated surplus | 572,905 | (781,065) | 19,652 | (188,508) | 10,029,204 |
| Balance, End of Year | (3,607,762) | 36,254,543 | 1,314,755 | 33,961,536 | 34,150,044 |

The accompanying notes form part of these financial statements.

Whitefish Lake Band No. 128
Consolidated Statement of Tangible Capital Assets - Schedule 2
For the year ended March 31, 2022

| | Automotive and Equip. \$ | Buildings & Housing \$ | Furniture and Equip. \$ | Engineered Structures \$ | 2022 \$ | 2021 \$ |
|--|--------------------------------|------------------------------|-------------------------------|--------------------------------|-------------------|-------------------|
| COST: | | | | | | |
| Balance, Beginning of Year | 12,336,218 | 31,251,004 | 519,811 | 34,278,793 | 78,385,826 | 66,370,448 |
| Acquisition of tangible capital assets | 816,212 | 322,474 | - | 1,018,794 | 2,157,480 | 12,390,478 |
| Disposal of tangible capital assets | - | - | - | - | - | (375,100) |
| Balance, End of Year | 13,152,430 | 31,573,478 | 519,811 | 35,297,587 | 80,543,306 | 78,385,826 |
| ACCUMULATED AMORTIZATION: | | | | | | |
| Balance, Beginning of Year | 9,627,954 | 24,973,724 | 170,771 | 6,359,479 | 41,131,928 | 38,770,056 |
| Annual amortization | 934,161 | 643,852 | 69,808 | 1,421,435 | 3,069,256 | 2,660,420 |
| Accumulated amortization on disposals | - | - | - | - | - | (298,548) |
| Balance, End of Year | 10,562,115 | 25,617,576 | 240,579 | 7,780,914 | 44,201,184 | 41,131,928 |
| NET BOOK VALUE | 2,590,315 | 5,955,902 | 279,232 | 27,516,673 | 36,342,122 | 37,253,898 |
| 2021 NET BOOK VALUE | 2,708,264 | 6,277,280 | 349,040 | 27,919,314 | 37,253,898 | |

The accompanying notes form part of these financial statements.

Whitefish Lake Band No. 128

Consolidated Statement of Financial Activities by Program - Schedule 3

For the year ended March 31, 2022

| | ISC | Trust | Other | 2022 | | 2021 |
|---------------------------------------|------------|-------|-----------|------------|--------------|------------|
| | Revenue | Funds | Revenue | Total | Total | Surplus |
| | \$ | \$ | \$ | Revenue | Expenditures | (Deficit) |
| | | | | \$ | \$ | \$ |
| Administration | 1,031,402 | - | 1,078,501 | 2,109,903 | 2,623,781 | (513,878) |
| Consultation and IBA | - | - | 957,014 | 957,014 | 757,014 | 200,000 |
| Daycare Centre | 81,000 | - | 272,297 | 353,297 | 353,297 | - |
| Economic Development | 160,258 | - | - | 160,258 | 73,332 | 86,926 |
| Education - Administration | 89,154 | - | 122,181 | 211,335 | 211,335 | - |
| Education - Bussing | 585,078 | - | - | 585,078 | 795,018 | (209,940) |
| Education - Post Secondary | 1,244,524 | - | (130,983) | 1,113,541 | 1,113,541 | - |
| Education - School | 3,492,312 | - | (140,986) | 3,351,326 | 3,014,386 | 336,940 |
| Enhanced Delivery | - | - | 597,845 | 597,845 | 597,859 | (14) |
| Health Services | - | - | 5,615,527 | 5,615,527 | 5,615,527 | - |
| Housing | 733,709 | - | 1,061,195 | 1,794,904 | 1,474,259 | 320,645 |
| National Governance | - | - | (451,451) | (451,451) | 48,549 | (500,000) |
| Public Works | 4,078,187 | - | 250,248 | 4,328,435 | 2,988,601 | 1,339,834 |
| Recreation | - | - | 105,700 | 105,700 | 178,298 | (72,598) |
| Royal Bank Agency | - | - | 43,532 | 43,532 | 66,229 | (22,697) |
| Social Services | 2,700,685 | - | (350,064) | 2,350,621 | 2,350,621 | - |
| Social Services - Delivery | 887,806 | - | (142,761) | 745,045 | 745,045 | - |
| Emergency Response - Covid19 | 4,352,034 | - | 8,317 | 4,360,351 | 2,464,468 | 1,895,883 |
| Tribal Chiefs Employment and Training | - | - | 433,522 | 433,522 | 433,527 | (5) |
| Labour Market Strategy | - | - | 39,593 | 39,593 | 39,593 | - |
| Jordan's Principle | - | - | 570,055 | 570,055 | 570,055 | - |
| | 19,436,149 | - | 9,939,282 | 29,375,431 | 26,514,335 | 2,861,096 |
| | | | | | | 12,516,021 |

The accompanying notes form part of these financial statements.

Whitefish Lake Band No. 128
Consolidated Statement of Expenditures by Object - Schedule 4
For the year ended March 31, 2022

| | 2022 \$ | 2021 \$ |
|--|-------------------|-------------------|
| EXPENDITURES | | |
| Advertising | 5,996 | 3,590 |
| Building maintenance and utilities | 833,939 | 835,653 |
| Equipment | 47,890 | 56,094 |
| Insurance | 275,707 | 263,854 |
| Interest, bank charges and loan payments | 32,580 | 46,377 |
| Materials and supplies | 1,092,488 | 834,195 |
| Repairs and maintenance | 1,258,728 | 1,311,729 |
| Professional fees | 1,500,217 | 1,386,732 |
| Program costs | 6,365,297 | 4,832,714 |
| Training | 1,754,171 | 1,491,146 |
| Travel | 908,780 | 721,239 |
| Vehicle | 2,576,118 | 2,364,335 |
| Wages and employee benefits | 9,862,424 | 10,073,274 |
| TOTAL EXPENDITURES | 26,514,335 | 24,220,932 |

The accompanying notes form part of these financial statements.

Whitefish Lake Band No. 128
Notes to the Consolidated Financial Statements
March 31, 2022

NATURE OF OPERATIONS

Whitefish Lake Band No. 128 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 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

The Whitefish Lake Band uses fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. The various funds have been amalgamated for the purpose of presentation in the financial statements. Details of the operations of each fund are set out in the supplementary schedules. The Whitefish Lake Band maintains the following funds:

- The Operating Fund which reports the general activities of the Band Administration.
- The Tangible Capital Assets Fund which reports the capital assets of the Band, together with their related financing.
- The Trust Fund which reports the trust funds owned by the Band and held by third parties.

(b) Cash and Cash Equivalents

Cash and cash equivalents consists of bank accounts and temporary investments with maturities of one year or less.

(c) Investments

Investments are recorded at fair market value.

(d) 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.

Whitefish Lake Band No. 128
Notes to the Consolidated Financial Statements
March 31, 2022

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES - continued

(e) 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. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the consolidated Change in Net Financial Assets for the year.

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:

| | |
|---------------------------------------|-----|
| Buildings | 10% |
| Furniture and equipment | 20% |
| Automotive and construction equipment | 30% |

(f) Trust Funds

The Ottawa Trust Accounts arise from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada and are subject to audit by the Office of the Auditor General of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

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.

(g) Financial Instruments

The Band 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 Band risk exposures related to its financial instruments are outlined as follows:

Credit Risk

The Band is exposed to credit risk to the extent of non-collection of accounts receivable and loans to Band members. Management is of the opinion that the risk of non-collection of accounts receivable is low since the majority of accounts receivable are from the Government of Canada.

Whitefish Lake Band No. 128
Notes to the Consolidated Financial Statements
March 31, 2022

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES - continued

(g) Financial Instruments

Market Risk

The Band is exposed to risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of currency risk, interest rate risk and other price risk.

Currency Risk

The Band is exposed to risk that the fair value of financial instruments or future cash flows associated with the instrument will fluctuate relative to the Canadian dollar due to changes in foreign exchange rates.

Interest Rate Risk

The Band 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.

(h) 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 expenses 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.

(i) Landfill Closure and Post-Closure Liability

The Alberta Environmental Protection and Enhancement Act sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. Under environmental law, there is a requirement for closure and post-closure care of solid waste landfill sites. This requirement is being provided for over the estimated remaining life of the landfill site based on usage.

The liability at March 31, 2022 is \$280,000 (2021 - \$260,000) and represents the present value of closure and post-closure costs. Closure will involve covering the site with topsoil and vegetation, and installing groundwater monitoring wells. Post-closure care activities are expected to occur for 25 years and will involve surface and ground water monitoring, and landfill cover maintenance. Whitefish Lake Band has started to designate assets for settling closure and post-closure care liabilities.

Whitefish Lake Band No. 128

Notes to the Consolidated Financial Statements

March 31, 2022

2. ECONOMIC DEPENDENCE

The Whitefish Lake Band receives a major portion of its revenues pursuant to a funding arrangement with Indigenous Services Canada.

3. RESTRICTED CASH

| | 2022 \$ | 2021 \$ |
|--------------|------------------|------------------|
| Trust Funds | | |
| Band Capital | 689,053 | 689,053 |
| Band Revenue | 625,703 | 606,050 |
| | 1,314,756 | 1,295,103 |

4. INVESTMENTS

Investment includes shares of UFA.

5. ACCOUNTS RECEIVABLE

| | 2022 \$ | 2021 \$ |
|--|------------------|----------------|
| Indigenous Services Canada | 232,909 | 59,880 |
| Government of Alberta - Consultation | 37,525 | - |
| Government of Alberta - Critical Workers Benefit | - | 51,677 |
| Canada Mortgage Housing Corporation | 103,700 | 103,700 |
| First Nation Development Fund | 271,844 | - |
| Goods and Services Tax | 81,875 | 114,823 |
| Tribal Chief Ventures | 75,000 | 57,250 |
| Due from Goodfish Lake Pasteur Land | 32,038 | 19,591 |
| Other | 394,946 | 279,950 |
| | 1,229,837 | 686,871 |

6. LINE OF CREDIT

The Band has a revolving line of credit with the Royal Bank authorized to a maximum of \$1,300,000 due on demand, bears interest at Prime plus 2.8% and is secured by a general security agreement. There is a \$Nil (2021 - \$Nil) balance outstanding on this line of credit.

The Band has a second revolving line of credit with the Royal Bank authorized to a maximum of \$250,000, due on demand, bears interest at Prime plus 2.8% and is secured by a general security agreement. There is \$ Nil (2021 - \$200,000) balance outstanding on this line of credit.

Whitefish Lake Band No. 128

Notes to the Consolidated Financial Statements

March 31, 2022

7. ACCOUNTS PAYABLE

| | 2022 | 2021 |
|---------------------------------------|------------------|------------------|
| | \$ | \$ |
| Trade payables | 3,343,478 | 2,705,367 |
| Landfill closure costs | 280,000 | 260,000 |
| Wages, salaries and source deductions | 213,639 | 452,447 |
| | 3,837,117 | 3,417,814 |

Payable to related entities are non-interest bearing and have no fixed terms of repayment.

8. DEFERRED CONTRIBUTIONS - Own Source

| | 2022 | 2021 |
|---------------------------------|------------------|------------------|
| | \$ | \$ |
| Consultation and IBA | | |
| Impact Benefit Agreements (IBA) | 4,505,571 | 3,192,399 |
| Goodfish Business Corporation | 50,050 | 200,030 |
| | 4,555,621 | 3,392,429 |

9. DEFERRED CONTRIBUTIONS - Government Funding

| | 2022 | 2021 |
|---|---------|--------|
| | \$ | \$ |
| Admin | | |
| ISC - IM/IT Government capacity development (Q32H-001) | - | 71,616 |
| ISC - Planning & skills development (Q3CE-001) | - | 75,000 |
| ISC - Band support funding (Q31K-001) | 250,000 | - |
| Daycare Centre | | |
| Tribal Chiefs Employment and Training Services - Child Care | 90,373 | - |
| Economic Development | | |
| Alberta Government funding | 70,503 | 70,503 |
| Education - Administration | | |
| Alberta Government funding | 32,418 | 64,125 |
| Education - Post Secondary | | |
| ISC - Post secondary student support (Q29A-001) | 136,575 | - |
| Education - School | | |
| ISC - School formula (Q24F-001) | 119,243 | 46,128 |
| ISC - Education planning design & construction (Q36P-001 & 002) | 118,374 | - |
| Enhanced Delivery | | |
| Alberta Government funding | - | 11,714 |
| Health Services | | |
| Aboriginal Headstart on Reserve (Q22K-001 - 005) | 160,321 | 13,075 |
| Community Health Representative (Q22N-001) | 2,847 | - |
| Child Oral Health Initiative (Q02U-001) | 474 | 2,720 |
| Mental Wellness Program (Q21G-001 - 009) | 361,173 | 36,977 |
| HIV/AIDS Promotion & Education (Q23Z-001 & 002) | 472 | - |

Whitefish Lake Band No. 128

Notes to the Consolidated Financial Statements

March 31, 2022

9. DEFERRED CONTRIBUTIONS - Government Funding - Continued

| | | |
|--|-----------|-----------|
| <i>TB Prev Promotion & Education (Q23U-001)</i> | 147 | - |
| <i>CDCM - Public Health NS & CHRS (Q243-001)</i> | 106,052 | 2,231 |
| <i>EPHS - Drinking water & wastewater (Q23C-001 & 002)</i> | 13,514 | - |
| <i>HCC Service Delivery (Q22U-001, 002 & 004)</i> | 115,713 | 4,076 |
| <i>Health Planning Management (Q30P-001)</i> | - | 16,852 |
| <i>Community Facilities O&M (Q302-001)</i> | - | 1,508 |
| <i>MHC - Traditional Healer (Q01T-001)</i> | - | 13,400 |
| <i>Maternity Child Health (Q22I-001 & 002)</i> | 2,877 | 59,072 |
| <i>MT - Client Insured Service (Q010-009 - 011, 013, 017)</i> | - | 11,526 |
| <i>MT - CA Admin (Q01D-004 & 005)</i> | - | 1,697 |
| <i>CDE Planning & Response (Q23X-002, 004 - 006)</i> | 222,690 | 472,576 |
| <i>Capital investments (Q300-002)</i> | 28,338 | 75,076 |
| <i>Mental wellness program (Q21G-010)</i> | 456,771 | 469,522 |
| <i>MT - Client Insured Services (Q010-002, 003 & 012)</i> | 33,797 | 134,864 |
| <i>MT - CA Admin (Q01D-006)</i> | 26,718 | 49,052 |
| Housing | | |
| <i>Cost share housing revenue</i> | 50,000 | - |
| <i>Rental revenue</i> | 77,890 | 60,994 |
| <i>ISC - Construction (Q3AA-001)</i> | 166,216 | 388,690 |
| <i>ISC - Lot servicing (Q3AC-001)</i> | - | 100,000 |
| <i>ISC - Capacity and innovation (Q3AD-001 to 004)</i> | 17,555 | 180,075 |
| National Governance | | |
| <i>ISC - Covid-19 OSR community service (Q3TO-001)</i> | 451,451 | - |
| Public Works | | |
| <i>ISC - Capital project - roads</i> | - | 47,600 |
| <i>ISC - Vulnerable systems (Q35T-001 & Q35T-002)</i> | 95,542 | 1,114,336 |
| <i>ISC - Monitoring CSMWG Step 10 (Q3NB-001 & Q3NM-001)</i> | 46,569 | 102,728 |
| <i>ISC - Capital planning infrastructure (Q3B2-001)</i> | 22,576 | - |
| <i>ISC - Water systems (Q35B001, Q35B-002 & Q35B-003)</i> | - | 16,394 |
| <i>ISC - Solid waste (Q3BT-001)</i> | - | 36,210 |
| <i>ISC - LTDWA - Acceleration (Q3TJ-001)</i> | 1,216,000 | - |
| First Nation Development Fund | 271,844 | - |
| Social Services | | |
| <i>ISC - Community based initiative (Q2KQ-001)</i> | 174,312 | 49,136 |
| <i>ISC - Basic needs (Q29W-003)</i> | 788,573 | 563,270 |
| Social Services - Delivery | | |
| <i>ISC - In-home care (Q2BF-002)</i> | 146,914 | - |
| Emergency Response - Covid19 | | |
| <i>ISC - Summer work experience (Q26F-001)</i> | - | 9,929 |
| <i>ISC - Skill link program (Q26G-002)</i> | - | 35,637 |
| <i>ISC - Covid-19 LEDSP (Q3QP-001)</i> | 23,238 | 154,119 |
| <i>ISC - Perimeter security (Q3SO-001)</i> | - | 40,872 |
| <i>ISC - Food security EMAP (Q3VJ-001)</i> | 15,245 | 68,653 |
| <i>ISC - Envelope 2 EMAP (Q3T4-001)</i> | - | 164,683 |
| <i>ISC - Post secondary student support program (Q29A-002)</i> | 120,778 | - |
| <i>ISC - Covid19 Safe re-ele/sec (Q2JB-001)</i> | 204,581 | - |
| <i>ISC - ICSF DIR ALL EMAP (Q3V9-002)</i> | 294,800 | - |
| <i>Tribal Chief Ventures</i> | - | 124,937 |
| Labour Market Strategy | | |
| <i>Tribal Chiefs Employment & Training Services</i> | 20,067 | 5,865 |
| Jordan's Principle | | |
| <i>Tribal Chief Ventures</i> | 117,104 | 204,767 |
| | 6,670,646 | 5,172,207 |

Whitefish Lake Band No. 128
Notes to the Consolidated Financial Statements
March 31, 2022

10. OBLIGATIONS UNDER CAPITAL LEASE

| | 2022 | | | 2021 |
|-------------------------|---------------|-------------------------|------------------------|--------------------------|
| | Total | Deferred Finance | Current Portion | Long-Term Portion |
| | \$ | \$ | \$ | \$ |
| Daimler Truck Financial | 18,280 | 267 | 18,013 | 18,013 |
| Daimler Truck Financial | 73,015 | 3,449 | 45,667 | 23,899 |
| | 91,295 | 3,716 | 63,680 | 23,899 |
| | | | | 87,591 |

The loan payable to the Daimler Truck Financial (Water Truck) is due September, 2022 and is repayable in monthly installments of \$3,047, including interest charged at 4.99% and is secured by equipment with a net book value of \$36,476.

The loan payable to the Daimler Truck Financial (Water Truck) is due September, 2023 and is repayable in monthly installments of \$4,057, including interest charged at 6.17% and is secured by equipment with a net book value of \$66,762.

Interest paid on obligations under capital lease was \$7,610 (2021 - \$12,705).

Future lease payments on obligations under capital lease are estimated as follows:

| | \$ |
|------|---------------|
| 2023 | 66,687 |
| 2024 | 24,608 |
| | 91,295 |

Whitefish Lake Band No. 128
Notes to the Consolidated Financial Statements
March 31, 2022

11. EQUITY IN TANGIBLE CAPITAL ASSETS

| | 2022 \$ | 2021 \$ |
|---|-------------------|-------------------|
| Tangible capital assets (Schedule 2) | 80,543,306 | 78,385,826 |
| Accumulated amortization (Schedule 2) | (44,201,184) | (41,131,928) |
| Obligations under capital lease (Note 10) | (87,579) | (218,290) |
| | 36,254,543 | 37,035,608 |

12. EQUITY IN TRUST FUND

| | Capital \$ | Revenue \$ | Total \$ |
|----------------------------|---------------|---------------|-------------|
| Balance, beginning of year | 689,053 | 606,050 | 1,295,103 |
| Interest | - | 19,652 | 19,652 |
| Balance, end of year | 689,053 | 625,702 | 1,314,755 |

13. ACCUMULATED SURPLUS

| | 2022 \$ | 2021 \$ |
|-----------------------------------|-------------------|-------------------|
| Unrestricted surplus (deficit) | (3,607,762) | (4,180,667) |
| Equity in tangible capital assets | 36,254,543 | 37,035,608 |
| Equity in trust funds | 1,314,755 | 1,295,103 |
| | 33,961,536 | 34,150,044 |