

Chipewyan Prairie First Nation

Consolidated Financial Statements

March 31, 2021

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Chipewyan Prairie First Nation

Management's Responsibility for Financial Reporting

March 31, 2021

The accompanying consolidated financial statements of Chipewyan Prairie First Nation are the responsibility of management and have been approved by Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

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

The 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 satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditor's report.

The external auditors, Crowe MacKay LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of Chipewyan Prairie First Nation and meet when required.

On behalf of Chipewyan Prairie First Nation:

Original signed by _____
Chief

December 16, 2022 _____
Date

Original signed by _____
Administrative Director

December 16, 2022 _____
Date

Independent Auditors' Report

To the Members of Chipewyan Prairie First Nation

Qualified Opinion

We have audited the consolidated financial statements of Chipewyan Prairie First Nation, which comprise the consolidated statement of financial position as at March 31, 2021, and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, 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 First Nation as at March 31, 2021, and the results of its consolidated operations, its changes in its consolidated net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

As discussed in Note 1 to the consolidated financial statements, the investment in the Chipewyan Prairie Business Trust is accounted for by the modified equity method. Indications of impairment are present with respect to certain investments held by the Chipewyan Prairie Business Trust, however, no impairment has been recorded as the current value of the investments is not available. Therefore, we were unable to determine whether any adjustments might be necessary to the impairment of investments, excess of revenue over expenses, and cash flows from operations for the year ended March 31, 2021 and accumulated surplus as at March 31, 2021. Our audit opinion on the financial statements for the year ended March 31, 2020 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 Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the First Nation in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified 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 Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Independent Auditors' Report (continued)

Auditors' 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 auditors' 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 judgment and maintain professional skepticism throughout the audit. We also:

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

**Edmonton, Canada
December 16, 2022**


Chartered Professional Accountants

Chipewyan Prairie First Nation

Consolidated Statement of Financial Position

March 31 **2021** **2020**

Financial Assets

Cash (Note 3)	\$ 1,295,073	\$ 935,409
Cash held in Trust (Note 4)	548,527	100,000
Accounts receivable (Note 5)	2,066,087	1,697,488
Chipewyan Prairie First Nation Business Trust (Note 6)	3,317,086	5,934,798
Chipewyan Prairie Business Trust (Note 7)	10,060,794	12,595,428
NOHA Trust (Note 8)	166,967	77,009
Investments in First Nation Controlled Entities (Note 9)	8,115,408	9,197,641
Investments (Note 10)	121	121
Chipewyan Prairie First Nation Land Claim Settlement Trust (Note 11)	6,533,924	6,496,467
Chipewyan Prairie First Nation Agricultural Benefits Settlement Trust (Note 12)	21,917,013	21,786,993
Chipewyan Prairie First Nation Community Trust (Note 13)	14,809	1,194
Ottawa Trust Funds (Note 14)	393,365	385,460
	54,429,174	59,208,008

Liabilities

Accounts payable (Note 15)	826,320	1,386,719
Deferred revenue (Note 16)	2,957,246	665,008
Due to related parties (Note 17)	474,527	4,519,369
Long-term debt (Note 18)	3,132,924	3,383,650
	7,391,017	9,954,746

Net financial assets **47,038,157** **49,253,262**

Non-financial Assets

Tangible capital assets (Note 19) **23,468,217** 21,408,419

Accumulated Surplus (Note 20) **\$ 70,506,374** **\$ 70,661,681**

Contingent liabilities (Note 21)

Approved on behalf of the Chipewyan Prairie First Nation

Original signed by _____, Chief

Original signed by _____, Councilor

Chipewyan Prairie First Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31

	2021 Budget	2021 Actual	2020 Actual
Revenue			
Indigenous Services Canada (ISC)	\$ 4,283,600	\$ 7,750,117	\$ 4,440,505
Capital Band Funds	-	2,997	10,259
Revenue Band Funds	-	4,907	22,459
Canada Mortgage and Housing Corporation subsidies	267,800	261,065	267,814
Athabasca Tribal Council	135,000	150,689	131,678
First Nation Development Funds	-	531,028	207,026
First Nation Controlled Entities income (loss)	-	(1,082,263)	(2,087,061)
Land Claims Settlement Trust	144,000	145,466	144,885
Business Trust Income - PHT	1,032,000	1,821,517	5,564,183
Business Trust Income - CIBC	-	(45,069)	183,311
Rental Income	-	5,850	10,000
NOHA Trust Income	-	86,608	77,009
Investment income	929,100	750,774	929,209
Social priorities - Industry Relations	1,780,000	1,430,701	2,271,008
Other government funding	-	221,945	97,503
Other revenue	2,439,950	2,550,871	2,177,357
	11,011,450	14,587,203	14,447,145
Expenses (Note 25)			
Amortization	-	1,176,930	1,105,132
Band government	2,286,500	2,054,300	3,452,986
Capital projects and housing	2,700,000	1,997,677	2,020,958
Economic development	2,000,000	1,758,366	2,097,952
Education	500,500	310,938	500,902
Employment programs	130,000	82,560	135,121
Health	2,000,000	2,239,529	2,152,638
Other	275,000	190,851	149,872
Public works	1,429,500	2,670,938	1,398,418
Social services	155,000	2,260,421	280,396
	11,476,500	14,742,510	13,294,375
Excess (deficiency) of revenue over expenses	(801,050)	(155,307)	1,152,770
Accumulated surplus, beginning of year	70,661,681	70,661,681	69,508,911
Accumulated surplus, end of year	\$ 69,860,631	\$ 70,506,374	\$ 70,661,681

Chipewyan Prairie First Nation

Consolidated Statement of Change in Net Financial Assets

For the year ended March 31

	2021 Budget	2021 Actual	2020 Actual
Excess (deficiency) of revenue over expenses	\$ (801,050)	\$ (155,307)	\$ 1,152,770
Acquisition of tangible capital assets	-	(3,577,986)	(1,348,429)
Amortization of tangible capital assets	-	1,176,930	1,105,132
Disposal of tangible capital assets	-	341,258	-
	-	(2,059,798)	(243,297)
Use of prepaid asset	-	-	636,353
(Decrease) increase in net financial assets	(801,050)	(2,215,105)	1,545,826
Net financial assets, beginning of year	49,253,262	49,253,262	47,707,436
Net financial assets, end of year	\$ 48,452,212	\$ 47,038,157	\$ 49,253,262

Chipewyan Prairie First Nation

Consolidated Statement of Cash Flow

For the year ended March 31, 2021	2021	2020
Cash flows from		
Operating activities		
Excess (deficiency) of revenue over expenses	\$ (155,307)	\$ 1,152,770
Items not affecting cash		
Amortization of capital assets	1,176,930	1,105,132
Loss on disposal of capital asset	320,259	-
	1,341,882	2,257,902
Change in non-cash operating working capital		
Accounts receivable	(368,599)	389,701
Prepaid expenses	-	636,353
Cash held in Trust	(448,527)	-
Chipewyan Prairie First Nation Land Claim Settlement Trust	(37,457)	(44,847)
Accounts payable	(560,400)	780,464
Deferred revenue	2,292,238	79,616
	2,219,137	4,099,189
Capital activities		
Purchase capital assets	(3,577,986)	(1,348,429)
Proceeds on disposal of capital assets	21,000	-
	(3,556,986)	(1,348,429)
Financing activities		
Due from related parties	(4,044,842)	(553,871)
Long-term debt	(250,727)	(246,087)
	(4,295,569)	(799,958)
Investing activities		
Increase in Federal Trust Funds	(7,904)	(32,718)
Investments in First Nation Controlled Entities	1,082,233	2,086,961
Chipewyan Prairie First Nation Business Trust	2,617,712	(407,721)
Chipewyan Prairie Business Trust	2,534,634	(2,081,170)
Chipewyan Prairie First Nation Agricultural Benefits Settlement Trust	(130,020)	(786,983)
Chipewyan Prairie First Nation Community Trust	(13,615)	(1,184)
NOHA Trust	(89,958)	(77,009)
	5,993,082	(1,299,824)
Increase in cash and cash equivalents	359,664	650,978
Cash and cash equivalents, beginning of year	935,409	284,431
Cash and cash equivalents, end of year	\$ 1,295,073	\$ 935,409

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

1. Basis of Presentation and Significant Accounting Policies

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

(a) Reporting entity principles of financial reporting

The Chipewyan Prairie First Nation reporting entity includes the Chipewyan Prairie First Nation government and all related entities that are accountable to the First Nation, and are either owned or controlled by the Chipewyan Prairie First Nation.

These consolidated financial statements include the operations of the following:

1. Chipewyan Prairie First Nation Land Claim Settlement Trust
2. Chipewyan Prairie First Nation Agricultural Benefits Settlement Trust
3. Chipewyan Prairie First Nation Community Trust

First Nation business enterprises and Trusts, that are owned or controlled by the First Nation Council and that are not dependent on the First Nation for their continuing operations, are included in the consolidated financial statements using the modified equity method, in accordance with the Public Sector Accounting Recommendations.

Under the modified equity method, the equity method of accounting is modified only to the extent that the business entity accounting principles are not adjusted to conform with those of the First Nation. Thus, the First Nation's investment in these enterprises is recorded at acquisition cost and is increased for the proportionate share of post acquisition earnings and decreased by post acquisition losses. Enterprises accounted for by the modified equity basis include:

1. Chipewyan Prairie Ventures Inc.
2. Chipewyan Prairie Camp and Catering Corporation
3. Chipewyan Prairie Oil Field Development Corporation
4. Chipewyan Prairie Housing Society
5. 1027511 Alberta Limited (o/a Chipewyan Prairie Industry Relations Corporation)
6. Janvier Aboriginal Industrial Services Co. (JAISCO)
7. Chipewyan Prairie Business Trust
8. Prairie Dene Development Corporation
9. Chipewyan Prairie First Nation Business Trust
10. Chipewyan Prairie Real Estate Development Corporation
11. 218 Trading Post Ltd.
12. Green Feather Hemp Inc.
13. Janvier Laundry Facility Ltd.
14. NOHA Trust
15. NOHA Corporation
16. CPFN Holdings GP Ltd.

Long-term investments in non-controlled entities are recorded at cost.

(b) Cash

Cash and cash equivalents includes cash on hand and short-term investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, net of bank overdrafts.

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

1. Basis of Presentation and Significant Accounting Policies (continued)

(c) Tangible capital assets

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

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

Amortization is provided for on a declining balance basis as follows:

Buildings	5% Declining balance
Automotive equipment	5% Declining balance
Computer equipment	100% Declining balance
Office equipment	20% Declining balance
Equipment	25% Declining balance
Infrastructure	5% Declining balance
Emergency trailers	5% Declining balance
Buildings - Park and Playground	5% Declining balance
Asset under construction	0% Declining balance

Tangible capital assets are written down when conditions indicate that they no longer contribute to Chipewyan Prairie First Nation's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations.

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

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

(d) Financial instruments

All significant financial assets, financial liabilities and equity instruments of the entity are either recognized or disclosed in the consolidated financial statements, together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk and credit risk.

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

1. Basis of Presentation and Significant Accounting Policies (continued)

(e) Revenue recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

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

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Income from investments are recorded on the accrual basis.

Other income is recognized when earned and collection is reasonably assured.

(f) Use of estimates and COVID-19 measurement uncertainty

In preparing these financial statements, management made estimates and judgments including consideration for the uncertainties and economic implications of the COVID-19 pandemic on the First Nations operations, financial performance and financial position for the year ended March 30, 2020. The uncertainty surrounding the COVID-19 pandemic could generate, in future reporting periods, a significant risk of material adjustment to the carrying amounts in the financial statements. Estimates not associated with the COVID-19 pandemic are reviewed periodically, and as adjustments become necessary, they are reported in earnings in the period in which they become known.

At the date of publication of these financial statements, it is not possible to reliably estimate the length and severity of the COVID-19 pandemic developments and its potential impact on the First Nations financial results, conditions and cash flows.

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

2. COVID -19 Pandemic

The COVID-19 pandemic resulted in the Canadian and Provincial governments enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, social distancing, restrictions on business operations and isolation/quarantine periods caused material disruptions to communities and businesses, resulting in an economic slowdown.

In response, the First Nation received from Indigenous Services Canada, \$4,408,575 (2020 - \$275,000) in additional funding to assist with implementation of public health measures, income assistance initiatives, costs related to reopening as well as flexible funding through the Indigenous Community Support Fund.

The First Nation also implemented remote work arrangements for those able to do so, and implemented stringent health and safety procedures and other precautionary measures, guided by public health authorities, to limit the spread of COVID-19 and the impact of the pandemic on the First Nation's operations and programs.

While recovery is underway, the efficacy of COVID-19 vaccines and longevity of the COVID-19 pandemic remains uncertain and as such it is not possible to estimate the length and severity of the pandemic and the impact on the financial results and condition on the First Nation and its operations in future periods.

3. Cash

	2021	2020
Externally restricted cash		
Province of Alberta - First Nations Development Fund	\$ 204,434	\$ 382,875
Canada Mortgage and Housing Corporation	3,526	3,680
Chipewyan Prairie First Nation Land Claim Settlement Trust	143,351	147,727
	351,311	534,282
Unrestricted cash		
General accounts	943,762	401,127
	\$ 1,295,073	\$ 935,409

The First Nation's credit facilities include an authorized line of credit to a maximum of \$100,000 bearing interest at the bank's prime rate plus 3%, of which \$nil was used in the current year (2020 - \$nil).

4. Cash held in Trust

Cash held in trust includes a \$100,000 guaranteed investment certificate (GIC) held as a letter of guarantee by the Government of Alberta Sustainable Resource Development as well as a GIC of \$448,527 earning interest at 1% maturing April 30, 2021.

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

5. Accounts receivable

	2021	2020
Indigenous Services Canada (ISC)	\$ 108,985	\$ 131,485
Indigenous Services Canada - Health	-	40,590
Athabasca Tribal Council	92,521	-
Industry Partners	1,270,303	1,066,217
Canada Mortgage and Housing Corporation	149,286	168,974
Loan receivable	125,000	-
Receiver General - GST	231,798	157,602
Other	96,194	152,620
TDN Contracting LP	12,000	-
Janvier Laundry Facility Ltd.	481,500	481,500
	2,567,587	2,198,988
Allowance for doubtful accounts	(501,500)	(501,500)
	\$ 2,066,087	\$ 1,697,488

6. Investment in Chipewyan Prairie First Nation Business Trust

The Investment in Chipewyan Prairie First Nation Business Trust consists of the First Nation's share of net income of limited partnerships, which includes Chipewyan Prairie Cats Limited Partnership, Chipewyan Prairie Ventures Limited Partnership, Chipewyan Prairie Oilfield Developments Limited Partnership, Chipewyan Prairie Clearing Limited Partnership, Chipewyan Prairie Camp and Catering Limited Partnership, less the cash distributions made by the limited partnerships to the First Nation.

CIBC is the Trustee.

	2021	2020
Equity, beginning of year	\$ 5,934,798	\$ 5,527,077
Net income (loss)	(45,069)	183,311
Distributions	(2,825,743)	(12,122)
Contributions	253,100	236,532
Investment in Chipewyan Prairie Business Trust	3,317,086	5,934,798

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

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Investment in Chipewyan Prairie First Nation Business Trust (continued)

	2021	2020
Balance Sheet - December 31,	2020	2019
Due from related party	\$ 6,299	\$ 14,250
Investments	4,995	4,995
Funds held in trust	10	838
Total assets	\$ 11,304	\$ 20,083
Bank indebtedness	\$ -	\$ 694
Accounts payable	6,299	6,299
Due to related party	-	8,085
Total liabilities	6,299	15,078
Trust capital	5,005	5,005
Total liabilities and equity	\$ 11,304	\$ 20,083
Income Statement - March 31,	2021	2020
Receipts	\$ 12,127	\$ 17,169
Disbursements	(11,770)	(17,169)
Impairment loss on investments	(236,532)	-
Net income - December 31, 2019 and 2020	(236,175)	-
Share of net income of limited partnerships	(45,426)	183,311
Reversal of impairment loss	236,532	-
Total expenses	191,106	183,311
Adjusted Net income, March 31,	\$ (45,069)	\$ 183,311

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

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7. Investment in Chipewyan Prairie Business Trust

The Investment in Chipewyan Prairie Business Trust consists of the First Nation's share of net income of limited partnerships, which includes Janvier Fabrication Services Limited Partnership, Janvier Pipeline Services Limited Partnership, Janvier Land Site Services Limited Partnership, Chipewyan Prairie Real Estate Development Limited Partnership, Chipewyan Prairie Store Limited Partnership, TDN Contracting Ltd., TDN Contracting Limited Partnership, Prairie Dene Development Limited Partnership, Chipewyan Prairie Industry Relations Limited Partnership, Janvier Laundry Facility Limited Partnership, and Sekui Limited Partnership, less the cash distributions made by the limited partnerships to the First Nation.

Peace Hills Trust is the Trustee.

	2021	2020
Equity, beginning of year	\$ 12,595,428	\$ 10,514,258
Net income	1,821,517	5,564,183
Distributions	(4,506,887)	(3,719,545)
Contributions	150,736	236,532
Investment in Chipewyan Prairie Business Trust	\$ 10,060,794	\$ 12,595,428

Balance Sheet - December 31,

	2020	2019
Cash	\$ 155,659	\$ 60
Investments	152,647	152,596
Funds held in trust	10	10
Due from related party	-	1,142
Total assets	\$ 308,316	\$ 153,808
Due to related parties	\$ 308,306	\$ 153,798
Total liabilities	308,306	153,798
Trust capital	10	10
Total liabilities and equity	\$ 308,316	\$ 153,808

Income Statement - March 31,

	2021	2020
Distributions received from Limited Partnerships	\$ 3,266,083	\$ 1,645,738
Distributions paid	(3,266,083)	(1,645,738)
Net income - December 31, 2020 and 2019	-	-
Share of net income of limited partnerships	1,821,517	5,564,183
Adjusted net income, March 31, 2021	\$ 1,821,517	\$ 5,564,183

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

8. NOHA Trust

In November 2019, the Nation formed NOHA Trust to hold investments in related government business partnerships. NOHA Trust holds 9,999 (99.99%) partnership units of NOHA and 30,000 (99.99%) partnership units of CPFN Holdings LP. BMO Trust Company was appointed as the Trustee.

	2021	2020
Equity, beginning of year	\$ 77,009	\$ -
Net income	86,608	77,009
Contribution	3,350	-
Investment in NOHA Trust	166,967	77,009

Balance Sheet - December 31,

	2020	2019
Cash	\$ 250	\$ -
Investments	166,717	-
Total assets	\$ 166,967	\$ -
Trust capital	\$ 166,967	\$ -
Total liabilities and equity	\$ 166,967	\$ -

Income Statement - March 31,

	2021	2020
Net income - December 31, 2019 and 2020	\$ -	\$ -
Share of net income of limited partnerships	87,658	77,009
Professional fees	(1,050)	-
Total expenses	86,608	77,009
Adjusted Net income, March 31,	\$ 86,608	\$ 77,009

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

9. Investments in First Nation Controlled Entities

The First Nation owns 100% of the shares in the First Nation Controlled Entities.

	2021	2020
Equity, beginning of year	\$ 9,197,641	\$ 11,284,602
Net loss	(1,082,263)	(2,087,061)
Contributions	30	100
Investments in First Nation Controlled Entities	\$ 8,115,408	\$ 9,197,641

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

9. Investments in First Nation Controlled Entities (continued)

Balance Sheet - March 31,

	Chipewyan Prairie Housing Society	Prairie Development Corporation	Dene Prairie Camp Corporation	Chipewyan Prairie Oil Field Development Corporation	Chipewyan Prairie Ventures Inc.	1027511 Alberta Ltd.	Janvier Aboriginal Industrial Services Corporation	Chipewyan Prairie Real Estate Development Corporation
Cash	\$ -	\$ -	\$ -	\$ 2,648	\$ 4,236	\$ -	\$ 1,278	\$ 1,005
Accounts receivable	-	951,402	-	-	-	-	-	-
Investment in partnerships	533,797	9	-	4,114	-	2,003	-	87
Property and equipment	-	12,643,391	-	-	-	-	-	-
Loan receivable	-	1,515,763	-	-	-	-	-	-
Total assets	\$ 533,797	\$ 15,110,565	\$ -	\$ 6,762	\$ 4,236	\$ 2,003	\$ 1,278	\$ 1,092
Accounts payable and accrued liabilities	\$ 3,000	\$ 43,249	\$ -	\$ 2,000	\$ 2,000	\$ 3,000	\$ 2,000	\$ 1,500
Due to related parties	3,000	1,429,965	32,507	31,896	32,104	7,091	22,644	17,168
Deficiency in partnerships	-	-	-	-	4,301	-	11,961	-
Loans payable	-	5,417,890	-	-	-	-	-	-
Total liabilities	6,000	6,891,104	32,507	33,896	38,405	10,091	36,605	18,668
Equity	527,797	8,219,461	(32,507)	(27,134)	(34,169)	(8,088)	(35,327)	(17,576)
Total liabilities and equity	\$ 533,797	\$ 15,110,565	\$ -	\$ 6,762	\$ 4,236	\$ 2,003	\$ 1,278	\$ 1,092

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

9. Investments in First Nation Controlled Entities (continued)

	NOHA Corp.	218 Trading Post Ltd.	Janvier Laundry Facility Ltd.	CPFN Holdings GP Ltd.	2021 Total	2020 Total
Cash	\$ -	\$ 2,000	\$ -	\$ 111	\$ 11,278	\$ 819,947
Accounts receivable	-	-	-	-	951,402	-
Due from related parties	100	-	-	-	100	150
Investment in partnerships	17	-	-	170	540,197	1,013,177
Property and equipment	-	-	-	-	12,643,391	13,218,483
Loan receivable	-	-	-	-	1,515,763	1,608,947
Total assets	\$ 117	\$ 2,000	\$ -	\$ 281	\$ 15,662,131	\$ 16,660,704
Accounts payable and accrued liabilities	\$ 3,000	\$ 3,000	\$ -	\$ 1,500	\$ 64,249	\$ 41,862
Due to related parties	-	10,679	10,781	280	1,598,115	1,291,353
Deficiency in partnerships	-	9,340	440,867	-	466,469	455,793
Loans payable	-	-	-	-	5,417,890	5,674,055
Total liabilities	3,000	23,019	451,648	1,780	7,546,723	7,463,063
Equity	(2,883)	(21,019)	(451,648)	(1,499)	8,115,408	9,197,641
Total liabilities and equity	\$ 117	\$ 2,000	\$ -	\$ 281	\$ 15,662,131	\$ 16,660,704

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

9. Investments in First Nation Controlled Entities (continued)

Income Statement - March 31,

	Chipewyan Prairie Housing Society	Prairie Prairie Development Corporation	Dene and Catering Corporation	Chipewyan Prairie Camp Development Corporation	Oil Field Development Corporation	Chipewyan Prairie Ventures Inc.	1027511 Alberta Ltd.	Janvier Aboriginal Industrial Services Corporation	Chipewyan Prairie Real Estate Development Corporation
Revenue	\$ (271,906)	\$ 364,458	\$ (2)	\$ (5)	\$ (23)	\$ 1,272	\$ (6,042)	\$ (26)	
Expenses	203,000	930,336	1,450	2,223	804	9,461	2,226	2,151	
Net income (loss)	\$ (474,906)	\$ (565,878)	\$ (1,452)	\$ (2,228)	\$ (827)	\$ (8,189)	\$ (8,268)	\$ (2,177)	

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

9. Investments in First Nation Controlled Entities (continued)

	NOHA Corp.	218 Trading Post Ltd.	Janvier Laundry Facility Ltd.	CPFN Holdings GP Ltd.	2021 Total	2020 Total
Revenue	\$ 9	\$ (1,523)	\$ (13)	-	\$ 86,199	\$ 866,326
Expenses	2,900	1,500	10,882	1,529	1,168,462	2,953,387
Net income (loss)	\$ (2,891)	\$ (3,023)	\$ (10,895)	\$ (1,529)	\$ (1,082,263)	\$ (2,087,061)

Subsequent to year end Chipewyan Prairie Camp and Catering Corporation was dissolved due to lack of operations.

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

10. Investments

The following investments are recorded at cost:

	2021	2020
Athabasca Tribal Council Ltd.	\$ 1	\$ 1
JHL Forestry Inc.	100	100
First Nation East Line Consortium	20	20
	<hr/>	<hr/>
	\$ 121	\$ 121

11. Chipewyan Prairie First Nation Land Claim Settlement Trust

The restricted investments held in the Chipewyan Prairie First Nation Land Claim Settlement Trust of \$6,533,924 (2020 - \$6,496,467) are carried at cost plus accrued interest and consist of guaranteed investment certificates earning interest at rates ranging from 2.0% to 3.25% (2020 - 2.1% to 3.25%), maturing between April 2021 and August 2025.

The Chipewyan Prairie First Nation Land Claim Settlement Trust (the "Trust") was established on February 19, 1993, with a partial settlement of obligations of the Government of Canada to the Chipewyan Prairie First Nation under the land provisions of Treaty 8. The purpose of the Trust is to provide programs and projects for the benefit of members of the Chipewyan Prairie First Nation.

Equity of the Trust is separated into Capital and Revenue Funds, as set out in the terms of the Trust Agreement.

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

12. Chipewyan Prairie First Nation Agricultural Benefits Settlement Trust

The Chipewyan Prairie First Nation Agricultural Benefits Settlement Trust balance at March 31, 2021 is \$21,917,013 (2020 - \$21,786,993).

In 1994, Chipewyan Prairie First Nation submitted the Chipewyan Prairie First Nation Treaty 8 Agricultural Benefits Specific Claim under Canada's Specific Claims Policy, alleging that Canada had failed to provide the Agricultural Benefits described in Treaty 8.

On May 11, 1998, Canada accepted the Treaty 8 Agricultural Benefits Specific Claim for negotiation. Chipewyan Prairie First Nation and Canada reached a settlement agreement in June 2018. Under the agreement, the First Nation was awarded \$41,764,865 from Canada.

Pursuant to the settled claim with Canada, Chipewyan Prairie First Nation created Chipewyan Prairie First Nation Agricultural Benefits Settlement Trust to administer, manage, and hold in trust the awarded funds from the Agricultural Benefits Specific Claim. The Trustees of the Chipewyan Prairie First Nation Agricultural Benefits Settlement Trust are required to hold the Trust Property in trust and use the Trust Property for the specific purposes outlined in the Chipewyan Prairie First Nation Agricultural Benefits Settlement Trust. Pursuant to the Trust Agreement, all beneficiaries are entitled to per capita distributions out of the annual income.

Annual income of the Trust is deemed to be due and payable in its entirety to Chipewyan Prairie First Nation no later than December 31 of each year, to be used for biennial, proportionate per capita distributions.

The investments in the Trust consist of various portfolio investments and are recorded at cost. The fair market value of the portfolio investments at March 31, 2021 was \$23,882,658 (2020 - \$19,776,700)

Minors Trust

Per capita distributions due to beneficiaries under the age of 18, are held in a Minors Trust and invested in investment funds as outlined in the Minors Trust Agreement. Trustees, with the assistance from the Trust Administrator, are required to monitor and evaluate the performance of the investments to ensure they are in compliance with the Minor's Trust Agreement. Upon a beneficiary reaching the age of 18 years old, the beneficiary is entitled to their proportionate per capita distribution, adjusted for inflation plus an investment adjustment at a rate of 2% compounded annually, for each fiscal year after 2020. At March 31, 2021 the value of the Chipewyan Prairie First Nation Agricultural Benefits Settlement Minors Trust Account is \$7,008,956 (2020 \$6,102,189).

BMO Trust Company is the Trustee for the Minors Trust.

13. Chipewyan Prairie First Nation Community Trust

On December 27, 2018, the First Nation created Chipewyan Prairie First Nation Community Trust. Certain lands comprising the traditional territories of Chipewyan Prairie First Nation were used by the Crown for industrial purposes, including oil sands development. This Trust was established for the purpose of having funds paid under various long-term benefit agreements set aside for the use and benefit of the First Nation. Pursuant to the Trust agreement, the Trust Property is only to be applied to specific purposes.

The investments in the Trust consist of various portfolio investments and are recorded at cost. The fair market value of the portfolio investments at March 31, 2021 was \$14,795 (2020 - \$1,192).

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

14. Ottawa Trust Funds

Funds held by the Government of Canada (Indigenous Services Canada) in trust for the use and benefit of the Chipewyan Prairie First Nation are as follows:

	March 31, 2020	Additions, 2021	March 31, 2021
Ottawa funds held in trust - Capital	\$ 82,017	\$ 2,997	\$ 85,014
Ottawa funds held in trust - Revenue	303,443	4,908	308,351
	\$ 385,460	\$ 7,905	\$ 393,365

The trust funds accounts held in Ottawa arise from monies derived from capital and revenue sources which Canada considers are described in Section 62 of the Indian Act. These funds are held in trust by the Government of Canada and the Crown treats these funds as primarily governed by section 64 and 69 of the Indian Act.

These funds are treated by Canada as held in trust in the Consolidated Revenue fund of the Government of Canada. The funds attract interest pursuant to Section 61(2) of the Indian Act.

15. Accounts payable

	2021	2020
Trade payables	\$ 600,406	\$ 863,582
Government remittances payable	40,523	12,746
ISC - Health	185,391	185,391
Contingent liability (Note 21)	-	325,000
	\$ 826,320	\$ 1,386,719

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

16. Deferred revenue

Deferred revenue represents funds received, that will be recognized as revenue in the next fiscal year, when the related expenses are incurred, or when the terms of the funding have been completed. The deferred revenue relates to the following funders:

	March 31, 2020	Net funding received, 2021	Revenue recognized 2021	March 31, 2021
Indigenous Services Canada	\$ -	\$ 5,456,974	\$ (5,229,220)	\$ 227,754
Indigenous Services Canada - Health	248,772	4,910,013	(2,520,897)	2,637,888
First Nation Development Fund	355,160	258,476	(531,028)	82,608
Other government funding	61,076	-	(52,080)	8,996
	\$ 665,008	\$ 10,625,463	\$ (8,333,225)	\$ 2,957,246

17. Due from (to) related parties

The amounts due from (to) related parties include the following:

	2021	2020
Janvier Fabrication Services Limited Partnership	\$ (7,348)	\$ (96,001)
Chipewyan Prairie Real Estate Development Corporation	2,300	(50)
218 Trading Post Ltd.	(50)	(50)
Chipewyan Prairie Oil Field Development Corporation	16,885	16,885
Chipewyan Prairie Camp and Catering Corporation	32,507	23,468
Chipewyan Prairie Camp and Catering Limited Partnership	-	(125,765)
Chipewyan Prairie Oil Field Development Limited Partnership	-	(491,790)
Chipewyan Prairie Cats Limited Partnership	-	(5,611)
Chipewyan Prairie Ventures Limited Partnership	(917,343)	(3,404,787)
Chipewyan Prairie Clearing Limited Partnership	-	(8,760)
Janvier Aboriginal Industrial Services Corporation	39,998	4,900
Janvier Pipeline Service Limited Partnership	186	(557,495)
TDN Contracting Ltd.	92,420	114,002
Janvier Laundry Facility Ltd.	(100)	(100)
Chipewyan Prairie Ventures Inc.	16,935	11,885
NOHA Corp	(100)	(100)
Janvier Gravel Services Inc.	18,952	-
Janvier Landsite Services Inc.	5,143	-
Chipewyan Prairie Industry Relations Limited Partnership	(75,192)	-
Chipewyan Prairie First Nation Holdings GP Ltd.	280	-
Chipewyan Prairie Real Estate Development Limited Partnership	300,000	-
	\$ (474,527)	\$ (4,519,369)

The First Nation provides management support to various related parties for no consideration.

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

18. Long-term debt

	2021	2020
Canada Mortgage and Housing Corporation mortgage payable in blended monthly payments of \$2,611, including interest at 2.70%, maturing November 2043.	\$ 531,396	\$ 548,240
Peace Hills Trust mortgage payable in blended monthly payments of \$373, including interest at 3.95%, maturing July 2022.	24,741	28,190
Canada Mortgage and Housing Corporation mortgage payable in blended monthly payments of \$3,645, including interest at 2.11%, maturing December 2038.	640,777	670,738
Canada Mortgage and Housing Corporation mortgage payable in blended monthly payments of \$3,585, including interest at 2.39%, maturing January 2028.	271,064	307,180
Canada Mortgage and Housing Corporation mortgage payable in blended monthly payments of \$1,126, including interest at 1.84%, maturing July 2032.	138,189	149,067
Canada Mortgage and Housing Corporation mortgage payable in blended monthly payments of \$3,541, including interest at 1.84%, maturing August 2027.	257,062	294,485
Canada Mortgage and Housing Corporation mortgage payable in blended monthly payments of \$1,151, including interest at 0.46%, maturing in December 2034.	184,038	196,125
Bank of Montreal loan, due on demand with blended monthly payments of \$5,035, including interest at prime plus 1.50% per month, maturing November 2023.	115,022	169,715
Canada Mortgage and Housing Corporation mortgage payable in blended monthly payments of \$1,222, including interest at 0.32%, maturing March 2035.	200,759	214,100
Canada Mortgage and Housing Corporation mortgage payable in blended monthly payments of \$4,374, including interest at 2.11%, maturing December 2038.	769,876	805,810
	\$ 3,132,924	\$ 3,383,650

All housing loans are secured by a redirection of Indigenous Services Canada funds and Ministerial guarantees.

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

18. Long-term debt (continued)

Principal portion of long-term debt due within the next five years:

2022	\$	337,191
2023		201,237
2024		205,129
2025		209,104
2026 and thereafter		2,180,263
		<hr/>
		\$ 3,132,924

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

19. Tangible Capital Assets

	Cost				Accumulated amortization			
	Balance, beginning of year	Additions	Disposals	Balance, end of year	Balance, beginning of year	Amortization	Balance, end of year	2021 net book value
Land	\$ 9,000	\$ -	\$ -	\$ 9,000	\$ -	\$ -	\$ -	\$ 9,000
Buildings	23,712,500	2,590,629	-	26,303,129	8,951,042	802,838	9,753,880	16,549,249
Automotive equipment	2,099,093	246,428	(2,301)	2,343,220	1,162,467	52,934	1,215,401	1,127,819
Computer equipment	33,606	-	-	33,606	33,606	-	33,606	-
Office equipment	322,558	13,495	-	336,053	267,856	12,290	280,146	55,907
Equipment	1,282,452	106,216	(3,396)	1,385,272	1,020,286	78,394	1,098,680	286,592
Infrastructure	4,560,227	-	-	4,560,227	2,503,064	102,858	2,605,922	1,954,305
Emergency trailers	111,398	479,700	-	591,098	46,214	15,251	61,465	529,633
Buildings - Park and Playground	2,539,791	-	-	2,539,791	292,540	112,363	404,903	2,134,888
Asset under construction	1,014,869	141,516	(335,561)	820,824	-	-	-	820,824
	\$ 35,685,494	\$ 3,577,984	\$ (341,258)	\$ 38,922,220	\$ 14,277,075	\$ 1,176,928	\$ 15,454,003	\$ 23,468,217

	Cost				Accumulated amortization			
	Balance, beginning of year	Additions	Disposals	Balance, end of year	Balance, beginning of year	Amortization	Balance, end of year	2020 Net book value
Land	\$ 9,000	\$ -	\$ -	\$ 9,000	\$ -	\$ -	\$ -	\$ 9,000
Buildings	23,593,954	118,546	-	23,712,500	8,192,097	758,945	8,951,042	14,761,458
Automotive equipment	1,911,527	187,566	-	2,099,093	1,118,106	44,361	1,162,467	936,626
Computer equipment	33,606	-	-	33,606	33,606	-	33,606	-
Office equipment	322,558	-	-	322,558	254,180	13,676	267,856	54,702
Equipment	1,255,002	27,450	-	1,282,452	937,472	82,814	1,020,286	262,166
Infrastructure	4,560,227	-	-	4,560,227	2,394,792	108,272	2,503,064	2,057,163
Emergency trailers	111,398	-	-	111,398	42,783	3,431	46,214	65,184
Buildings - Park and Playground	2,539,791	-	-	2,539,791	198,905	93,635	292,540	2,247,251
Asset under construction	-	1,014,869	-	1,014,869	-	-	-	1,014,869
	\$ 34,337,063	\$ 1,348,431	\$ -	\$ 35,685,494	\$ 13,171,941	\$ 1,105,134	\$ 14,277,075	\$ 21,408,419

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

20. Accumulated surplus

The accumulated surplus includes the following:

	2021	2020
Unrestricted operating surplus (deficit)	\$ (844,438)	\$ (4,258,974)
Equity in Tangible Capital Assets	20,335,294	18,024,770
Equity in Ottawa Trust Funds	393,365	385,460
Equity in Investments	8,115,529	9,197,762
Equity in CMHC Replacement Reserve	484,381	404,481
Equity in Land Claims Settlement Trust Fund	6,545,574	6,512,761
Equity in Business Trust Funds	13,377,880	18,530,225
Equity in Agricultural Benefits Settlement Trust	21,917,013	21,786,993
Equity in Chipewyan Prairie First Nation Community Trust	14,809	1,194
Equity in NOHA Trust	166,967	77,009
	\$ 70,506,374	\$ 70,661,681

21. Contingent Liabilities

(a) Legal proceedings

In addition, in the normal course of its operations, Chipewyan Prairie First Nation becomes involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on Chipewyan Prairie First Nation's financial statements.

(b) Government contributions

Government contributions related to projects of the First Nation are subject to conditions regarding the expenditure of funds. The First Nation's accounting records, as well as those of agencies delegated to execute the projects, are subject to audit by the various funding agencies. Should any instances be identified in which the amounts charged to the projects are not in accordance with the agreed terms and conditions, amounts would be refundable to the respective funding agencies.

Adjustments to the financial statements as a result of these audits will be recorded in the year in which they become known.

(c) Guarantor

The First Nation has provided loan guarantees for various related parties. As at year end, the total amount outstanding on these loans was \$7,440,985 (2020 - \$6,733,539).

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

22. CMHC Replacement Reserve

Under the terms of an agreement with Canada Mortgage and Housing Corporation, the First Nation is required to provide a replacement reserve. This reserve is to ensure replacement of buildings financed by Canada Mortgage and Housing Corporation. These funds, along with accumulated interest, must be held in a separate bank account and/or invested only in accounts or instruments insured by Canada Deposit Insurance Corporation, or as may otherwise be approved by Canada Mortgage and Housing Corporation. At March 31, 2021 the reserve is under funded by \$480,855 (2020 - \$400,801).

23. Budget Information

The budget information for the year ended March 31, 2021 is unaudited, prepared by management and has been approved by the Chief and Council.

24. Comparative Amounts

Certain of the comparative amounts have been reclassified to conform with the presentation adopted in the current year.

25. Expenditures by object

For the year ended March 31	2021 Budget	2021 Actual	2020 Actual
Administration fees	\$ 172,230	\$ -	\$ 1,700
Allowances - HRD	5,000	250	5,107
Amortization	-	1,176,930	1,105,132
Community support	650,000	925,863	1,258,350
Courses	95,800	60,158	97,468
Distribution to members	-	224,670	6,394
Donations	1,000	-	51,716
Equipment	-	-	776
Insurance	200,500	250,662	205,054
Interest and bank charges	-	29,065	8,679
Interest on loans	320,000	70,788	80,975
Loss on disposal of assets	-	320,259	-
Materials and supplies	1,249,860	1,703,991	1,122,122
Meetings and travel	1,000,180	919,041	1,024,378
Office	11,000	59,740	63,445
Professional fees	379,500	393,594	1,244,467
Rent	71,200	243,725	60,860
Repairs and maintenance	18,800	221,236	42,050
Utilities and telephone	460,200	541,366	444,544
Vehicle	417,100	312,623	259,092
Wages and subcontractors	6,424,130	7,288,549	6,212,066
	\$ 11,476,500	\$ 14,742,510	\$ 13,294,375

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

26. Economic Dependence

Chipewyan Prairie First Nation receives a significant portion of its revenue pursuant to a funding agreement with Indigenous Services Canada.

27. Financial Instruments

The First Nation's financial instruments consist of cash, accounts receivable, long-term investments, federal trust funds, accounts payable and accrued liabilities, due to related parties and long-term debt.

It is management's opinion that the First Nation is not exposed to significant currency risk from its financial instruments. The First Nation is subject to credit risk with respect to accounts receivable. Credit risk arises from the possibility that the entities may experience financial difficulty and be unable to fulfil their obligations. The large amount of annual funding received from the Government of Canada minimizes credit risk.

The First Nation is subject to market risk on its portfolio investments as the fair value or future cash flows will fluctuate because of changes in market prices for a variety of reasons including, investor sentiment and expectations, changes in market rates of interest, general economic indicators and restrictions of credit markets. The First Nation does not employ derivative financial instruments to hedge its exposure to market risk.

COVID-19 (see note 2) has resulted in an increase in risk of these financial instruments. The Nation cannot predict changes in these risks or the impact on operating results. Such changes related to the COVID-19 pandemic, could have a material effect in the First Nation's operations and financial condition.

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

28. Segmented information

The First Nation provides a range of services to its members. For management reporting purposes, operations and activities are organized and reported by function. The segment revenues and expenses represent amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The presentation by segment is based on the same accounting policies as described in the summary of Significant Accounting Policies as described in Note 1. The segment results for the year are as follows:

	2021 Budget	Amortization 2021 Actual	2020 Actual	2021 Budget	Band government 2021 Actual	2020 Actual	Capital projects and housing 2021 Budget	2021 Actual	2020 Actual
Revenues									
Indigenous Services Canada	\$ -	\$ -	\$ -	\$ 402,000	\$ 377,820	\$ 378,397	\$ 951,000	\$ 1,624,331	\$ 788,260
CMHC subsidies	-	-	-	-	-	-	267,800	261,065	267,814
Trusts	-	-	-	1,032,000	7,034,632	3,139,178	-	-	99,701
Social priorities - Industry Relations	-	-	-	1,780,000	1,430,701	2,271,008	-	-	-
Transfers between programs	-	-	-	-	-	-	1,120,800	1,175,314	1,120,764
Other revenue	-	-	-	1,223,600	442,703	1,015,284	-	86,270	9,399
Total revenue	-	-	-	4,437,600	9,285,856	6,803,867	2,339,600	3,146,980	2,285,938
Expenses									
Amortization	-	1,176,930	1,105,132	-	-	-	-	-	-
Community Support	-	-	-	650,000	925,863	1,258,350	-	-	-
Materials and supplies	-	-	-	128,000	37,508	141,808	625,500	448,937	441,085
Meetings and travel	-	-	-	160,000	107,990	136,338	120,500	148,788	118,924
Professional fees	-	-	-	230,000	133,863	976,361	-	-	3,625
Utilities and telephone	-	-	-	65,000	53,709	49,268	20,000	34,661	21,330
Wages and subcontractors	-	-	-	843,500	960,553	771,311	1,574,000	898,910	1,309,973
Other expenses	-	-	-	210,000	(165,186)	119,550	360,000	466,381	126,021
Total expenses	-	1,176,930	1,105,132	2,286,500	2,054,300	3,452,986	2,700,000	1,997,677	2,020,958
Annual surplus (deficit)	\$ -	\$ (1,176,930)	\$ (1,105,132)	\$ 2,151,100	\$ 7,231,556	\$ 3,350,881	\$ (360,400)	\$ 1,149,303	\$ 264,980

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

28. Segmented information (continued)

	Economic development				Education			Employment programs		
	2021 Budget	2021 Actual	2020 Actual	2021 Budget	2021 Actual	2020 Actual	2021 Budget	2021 Actual	2020 Actual	
Revenues										
Indigenous Services Canada	\$ 91,900	\$ 133,808	\$ 340,489	\$ 500,500	\$ 305,938	\$ 500,638	-	\$ -	\$ -	
Trusts	144,000	3,466	112,259	-	-	-	-	-	-	
Other revenue	74,000	1,038,828	97,639	-	5,000	-	135,000	58,168	134,028	
Total revenue	309,900	1,176,102	550,387	500,500	310,938	500,638	135,000	58,168	134,028	
Expenses										
Distribution to Members	-	224,670	6,394	-	-	-	-	-	-	
Materials and supplies	226,000	185,890	225,093	34,900	82,406	34,926	7,000	3,986	9,396	
Meetings and travel	301,500	134,331	352,487	58,700	33,694	58,703	12,500	2,493	15,437	
Professional fees	50,000	37,250	42,524	-	-	-	-	-	-	
Utilities and telephone	240,000	296,427	238,947	7,000	4,240	7,036	7,500	5,300	4,077	
Wages and subcontractors	1,072,500	731,248	1,111,181	373,600	189,326	373,865	57,000	39,863	60,305	
Other expenses	110,000	148,550	121,326	26,300	1,272	26,372	46,000	30,918	45,906	
Total expenses	2,000,000	1,758,366	2,097,952	500,500	310,938	500,902	130,000	82,560	135,121	
Annual surplus (deficit)	\$ (1,690,100)	\$ (582,264)	\$ (1,547,565)	-	-	\$(264)	\$ 5,000	\$(24,392)	\$(1,093)	

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

28. Segmented information (continued)

	2021 Budget	Health 2021 Actual	2020 Actual	2021 Budget	Other 2021 Actual	2020 Actual	2021 Budget	Public works 2021 Actual	2020 Actual
Revenues									
Indigenous Services Canada	\$ 1,625,000	\$ 1,685,353	\$ 1,719,286	-	\$ -	\$ -	\$ 438,200	\$ 889,449	\$ 438,435
Band funds	-	-	-	-	7,904	32,718	-	-	-
First Nation Development Funds	-	-	-	-	531,028	207,026	-	-	-
Trusts	-	-	-	-	(5,029,576)	2,598,526	-	-	19,725
Transfers between programs	-	-	-	(1,120,800)	(1,175,314)	(1,120,764)	-	-	-
Other revenue	20,000	94,882	37,843	2,051,450	858,014	(35,508)	-	-	-
Total revenue	1,645,000	1,780,235	1,757,129	930,650	(4,807,944)	1,681,998	438,200	889,449	458,160
Expenses									
Materials and supplies	107,360	130,241	107,648	10,000	-	-	36,100	93,118	36,102
Meetings and travel	180,480	86,845	186,643	14,000	-	-	152,500	174,498	152,641
Professional fees	6,000	4,167	5,850	25,000	188,551	147,622	68,500	29,763	68,484
Utilities and telephone	7,200	13,211	11,137	1,000	-	400	108,500	120,805	108,549
Wages and subcontractors	1,409,530	1,723,580	1,590,269	164,000	-	1,050	854,000	1,829,763	846,784
Other expenses	289,430	281,485	251,091	61,000	2,300	800	209,900	422,991	185,858
Total expenses	2,000,000	2,239,529	2,152,638	275,000	190,851	149,872	1,429,500	2,670,938	1,398,418
Annual surplus (deficit)	\$ (355,000)	\$ (459,294)	\$ (395,509)	655,650	\$ (4,998,795)	1,532,126	\$ (991,300)	\$ (1,781,489)	\$ (940,258)

Chipewyan Prairie First Nation

Notes to Consolidated Financial Statements

March 31, 2021

28. Segmented information (continued)

	2021 Budget	Social services 2021 Actual	2020 Actual	2021 Budget	Consolidated totals 2021 Actual	2020 Actual
Revenues						
Indigenous Services Canada	\$ 275,000	\$ 2,733,418	\$ 275,000	\$ 4,283,600	\$ 7,750,117	\$ 4,440,505
Band Funds	-	-	-	-	7,904	32,718
CMHC subsidies	-	-	-	267,800	261,065	267,814
First Nation Development Funds	-	-	-	-	531,028	207,026
Trusts	-	-	-	1,176,000	2,008,522	5,969,389
Social priorities - Industry Relations	-	-	-	1,780,000	1,430,701	2,271,008
Other revenue	-	14,001	-	3,504,050	2,597,866	1,258,685
Total revenue	275,000	2,747,419	275,000	11,011,450	14,587,203	14,447,145
Expenses						
Amortization	-	-	-	-	1,176,930	1,105,132
Community support	-	-	-	650,000	925,863	1,258,350
Distribution to Members	-	-	-	-	224,670	6,394
Materials and supplies	75,000	721,905	126,063	1,249,860	1,703,991	1,122,121
Meetings and travel	-	230,402	3,205	1,000,180	919,041	1,024,378
Professional fees	-	-	-	379,500	393,594	1,244,466
Utilities and telephone	4,000	13,013	3,800	460,200	541,366	444,544
Wages and subcontractors	76,000	915,306	147,328	6,424,130	7,288,549	6,212,066
Other expenses	-	379,795	-	1,312,630	1,568,506	876,924
Total expenses	155,000	2,260,421	280,396	11,476,500	14,742,510	13,294,375
Annual surplus (deficit)	\$ 120,000	\$ 486,998	\$ (5,396)	\$ (465,050)	\$ (155,307)	\$ 1,152,770