

Stellat'en First Nation
Consolidated Financial Statements
March 31, 2022

Stellat'en First Nation

Contents

For the year ended March 31, 2022

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To the Members of Stelat'en First Nation:

Opinion

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

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

Basis for Opinion

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

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 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.

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 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.

Prince George, British Columbia

July 20, 2022

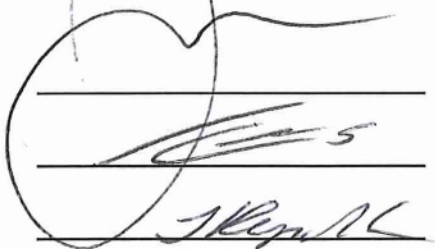
MNP LLP

Chartered Professional Accountants

Stellat'en First Nation
Consolidated Statement of Financial Position
As at March 31, 2022

	2022	2021
Financial assets		
Cash (Note 3)	7,013,934	4,795,712
Accounts receivable (Note 4)	628,894	1,748,842
Portfolio investments (Note 5)	2,272,552	2,300,495
Advances to related Nation entities and department (Note 6)	4,146	4,146
Investment in Nation business entities (Note 7)	3,773,644	358,341
Funds held in trust (Note 8)	12,100	10,612
Total financial assets	13,705,270	9,218,148
Liabilities		
Accounts payable and accruals (Note 10)	361,438	494,006
Deferred revenue (Note 11)	519,669	401,654
Debt (Note 12)	2,060,736	2,185,061
Total financial liabilities	2,941,843	3,080,721
Net financial assets	10,763,427	6,137,427
Contingencies (Note 13)		
Commitment (Note 14)		
Non-financial assets		
Tangible capital assets (Schedule 1)	14,645,021	13,744,565
Prepaid expenses	11,202	13,807
Total non-financial assets	14,656,223	13,758,372
Accumulated surplus (Note 15)	25,419,650	19,895,799

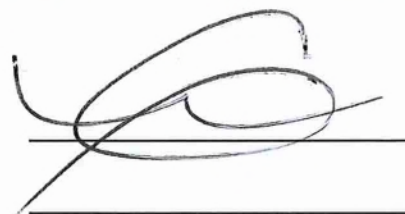
Approved on behalf of the Council:



Chief

Councilor

Councilor



Councilor

Councilor

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

	<i>Schedules</i>	2022 Budget (Note 19)	2022	2021
Revenue				
Indigenous Services Canada (Note 17)		3,032,236	3,045,048	3,152,899
Canada Mortgage and Housing Corporation		-	401,911	668,813
First Nations Health Authority		200,609	395,783	173,247
Ottawa Trust Fund		-	1,488	1,389
Carrier Sekani Tribal Council		130,000	3,571,959	3,961,317
Resource industry revenue		72,838	115,229	1,399,532
Other revenue		838,363	862,291	895,070
Carrier Sekani Family Services		395,486	722,625	430,251
Earnings from investment in Nation business entities		-	3,415,303	245,082
Prince George Aboriginal Employment and Training		109,454	115,891	98,840
Province of British Columbia		24,026	143,459	55,415
		4,803,012	12,790,987	11,081,855
Expenses (Schedule 2)				
Nation Government	3	2,011,237	2,159,836	2,383,409
Social Assistance	4	434,514	395,748	402,812
Education	5	1,737,529	1,140,840	1,063,855
Operations & Maintenance	6	135,450	342,547	125,615
Economic Development	7	167,117	168,236	350,913
Community Health	8	712,207	763,503	528,494
Other	9	1,062,054	839,431	646,703
Capital	10	2,498,196	1,456,995	1,448,069
Total Expenses		8,758,304	7,267,136	6,949,870
Annual surplus (deficit)		(3,955,292)	5,523,851	4,131,985
Accumulated surplus, beginning of year		19,895,799	19,895,799	15,763,814
Accumulated surplus, end of year		15,940,507	25,419,650	19,895,799

The accompanying notes are an integral part of these financial statements

Stellat'en First Nation
Consolidated Statement of Changes in Net Financial Assets
For the year ended March 31, 2022

	2022 Budget (Note 19)	2022	2021
Annual surplus	(3,955,292)	5,523,851	4,131,985
Purchases of tangible capital assets	-	(1,829,249)	(1,942,734)
Amortization of tangible capital assets	-	928,793	853,622
Use of prepaid expenses	-	2,605	8,818
Increase in net financial assets	(3,955,292)	4,626,000	3,051,691
Net financial assets, beginning of year	6,137,427	6,137,427	3,085,736
Net financial assets, end of year	2,182,135	10,763,427	6,137,427

The accompanying notes are an integral part of these financial statements

Stellat'en First Nation
Consolidated Statement of Cash Flows
For the year ended March 31, 2022

	2022	2021
Cash provided by (used for) the following activities		
Operating activities		
Annual surplus	5,523,851	4,131,985
Non-cash items		
Amortization	928,793	853,622
Earnings from investment in Nation business entities	(3,415,303)	(245,082)
Gain on sale of portfolio investments	(19,876)	-
Interest income from Ottawa Trust Fund	(1,488)	(1,388)
	3,015,977	4,739,137
Changes in working capital accounts		
Accounts receivable	1,119,948	331,862
Accounts payable and accruals	(132,568)	116,016
Deferred revenue	118,015	329,681
Prepaid expenses	2,605	8,818
	4,123,977	5,525,514
Financing activities		
Repayment of debt	(124,325)	(123,486)
Capital activities		
Purchases of tangible capital assets	(1,829,249)	(1,942,734)
Investing activities		
Purchase of portfolio investments	(12,181)	(260,567)
Proceeds on disposal of portfolio investments	60,000	224,121
Advances to related Nation entities	-	(186)
	47,819	(36,632)
Increase in cash	2,218,222	3,422,662
Cash, beginning of year	4,795,712	1,373,050
Cash, end of year	7,013,934	4,795,712

1. Operations

The Stellat'en First Nation (the "Nation") is located in the province of British Columbia, and provides various services to its members. Stellat'en First Nation includes the Nation's members, government and all related entities that are accountable to the Nation and are either owned or controlled by the Nation.

Impact on operations of COVID-19 (coronavirus)

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

The Government's operations were not significantly impacted by COVID-19 during the year ended March 31, 2022. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Government as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

2. Significant accounting policies

These consolidated financial statements are the representations of management in accordance with Canadian public sector accounting standards as recommended by the Public Accounting Standards Board ("PSAB") of CPA Canada and are consistent with the accounting policies set out by the Department of Indigenous Services Canada. Significant accounting policies adopted by the Nation are as follows:

Basis of presentation

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

Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not normally provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale in the normal course of operations. Non-financial assets include tangible capital assets, and prepaid expenses.

Portfolio investments

Portfolio investments are recorded at cost with gains and losses recorded in the statement of operations and changes in net assets in the period in which they arise. Portfolio investments are comprised of a portfolio of funds managed by investment professionals.

Reporting entities consolidated

The financial statements consolidate the financial activities of all entities and departments comprising the reporting entity, except for business entities. Trusts administered on behalf of third parties by Stellat'en First Nation are excluded from the reporting entities.

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

- 0987339 B.C. Ltd.
- Stellako Custom Wood Ltd.

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

Entities that are not controlled or jointly controlled are accounted for at cost. This includes:

- Lhai Ventures Limited Partnership (25%)
- Endako Tsey Limited Partnership (25%)
- Endako Tsey GP Corporation (25%)

Net financial assets

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

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution. All intangible assets and items inherited by the rights of the Nation, such as reserve land, forests, water and mineral resources are not recognized as assets in the Nation's consolidated financial statements. Historic works of art and treasures are not recorded as assets in these consolidated financial statements.

Amortization

Assets under construction are not amortized until the asset becomes available for use. Amortization for other tangible capital assets is provided using the declining balance method at rates intended to amortize the cost of the assets over their estimated useful lives:

	Rate
Buildings and infrastructure	4 %
Machinery and equipment	30 %
Office equipment	30 - 55 %
Automobile	30 %

Long-lived assets

Long-lived assets consist of tangible capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The Nation does not perform impairment testing on its long-lived assets that are held for public administration and situated on its reserve land as it is not possible to determine their fair market value.

Funds held in Trust

Funds held in trust on behalf of Nation members by the Government of Canada in the Ottawa Trust Fund are reported on the consolidated statement of financial position. Trust moneys consist of:

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

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

Measurement uncertainty (use of estimates)

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

Accounts receivable and advances to related Nation entities are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets. Liabilities for contaminated sites are estimated based on the best information available regarding potentially contaminated sites that the Nation is responsible for.

These estimates are reviewed periodically and, as adjustments become necessary, they are reported in annual surplus in the periods in which they become known.

Liability for contaminated site

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

At each financial reporting date, the Nation reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The Nation continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made. As at March 31, 2022, no liability for contaminated sites exists.

Revenue recognition

Government Transfers

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

Ottawa Trust Fund revenue

The Nation recognizes revenue of the Capital and Revenue Trust Fund at the time funds are contributed from the accounts held in Ottawa. Interest revenue is recognized when earned.

Other

Revenue such as resources industry revenue, administration fee revenue, and other revenue is recognized when performance is achieved, amounts are reasonably estimated and collection is reasonably assured.

Segments

The Nation conducts its business through a number of reportable segments as described in Note 18. These operating segments are established by senior management to facilitate the achievement of the Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

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

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements.

Stellat'en First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

3. Cash

Included in cash is restricted cash of \$737,228 related to unexpended gaming funds.

4. Accounts receivable

	2022	2021
Indigenous Services Canada	10,561	149,831
Goods and Services Tax Receivable	11,651	13,729
Province of British Columbia	30,000	5,931
Carrier Sekani Tribal Council	26,426	1,322,289
Carrier Sekani Family Services	410,471	76,249
Other	222,964	263,992
Subtotal	712,073	1,832,021
Less: allowance for doubtful accounts	(83,179)	(83,179)
	628,894	1,748,842

5. Portfolio investments

	2022	2021
CIBC Wood Gundy	2,186,196	2,214,139
Walton Investment Group Limited Liability Partnership	86,356	86,356
	2,272,552	2,300,495

The funds can only be used with the consent of the membership. Market value of CIBC Wood Gundy portfolio investments is \$2,439,447 (2021 - \$2,472,360). Walton Investment Group Limited Liability Partnership is not in an active market, no market value available as at March 31, 2022.

6. Advances to related Nation entities

	2022	2021
Demand promissory note		
Slenyah Store Limited Partnership	162,890	162,890
Advances to (from) Nation entities		
Stellat'en Duchun Forestry Inc.	10,410	10,410
Stellat'en Duchun Forestry Limited Partnership	(1,443)	(1,443)
Stellat'en Holdings Inc.	9,175	9,175
Slenyah Store Inc.	3,463	3,463
Slenyah Store Limited Partnership	(162,890)	(162,890)
Stellat'en Holdings Limited Partnership	(17,459)	(17,459)
	(158,744)	(158,744)
	4,146	4,146

Demand promissory note and advances to (from) related Nation business entities are unsecured, non-interest bearing and have no set terms of repayment.

Stellat'en First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

7. Investment in Nation business entities

The Nation has investments in the following entities:

				2022
	<i>Investment cost</i>	<i>Loans / advances</i>	<i>Current share of earnings (loss)</i>	<i>Total investment</i>
Wholly-owned Businesses:				
Stellako Custom Wood Ltd.	40	(40)	-	-
0987339 BC Ltd.	358,381	(40)	3,415,303	3,773,644
	358,421	(80)	3,415,303	3,773,644
				2021
	<i>Investment cost</i>	<i>Loans / advances</i>	<i>Current share of earnings (loss)</i>	<i>Total investment</i>
Wholly-owned Businesses:				
Stellako Custom Wood Ltd.	40	(40)	-	-
0987339 BC Ltd.	113,299	(40)	245,082	358,341
	113,339	(80)	245,082	358,341

Summary financial information for each Nation business enterprise, accounted for using the modified equity method, for their respective year-end is as follows:

	<i>Stellako Custom Wood Ltd. As at March 31, 2021 (unaudited)</i>	<i>0987339 BC Ltd. As at March 31, 2021 (unaudited)</i>
Assets		
Cash	-	10,790
Accounts receivable	40	-
Receivable from shareholder	-	18,212
Long-term investments'	-	41,001
Investment in partnership	-	3,891,222
Total assets	40	3,961,225
Accounts payable and accruals	-	2,500
Advances from related parties	-	10,028
Deficiency in partnership	-	175,053
Total liabilities	-	187,581
Retained Earnings	40	3,773,644
Total revenue	-	3,415,645
Total expenses	-	-
Comprehensive income	-	3,415,645

Stellat'en First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

7. Investment in Nation business entities *(Continued from previous page)*

The reported amounts for 0987339 BC Ltd. include the results of the following consolidated entities: Stellat'en Holdings Limited Partnership and Stellat'en Holdings Inc. The year-end for Stellat'en Holdings Limited Partnership is December 31, 2021. No significant or unusual transactions occurred between December 31, 2021 and March 31, 2022, therefore the December 31, 2020 figures are included without adjustment.

During 2022, the Nation acquired 25% ownership of Endako Tsey Limited Partnership and Endako Tsey GP Corporation. Endako Tsey Limited Partnership and Endako Tsey GP Corporation are not controlled or influenced by the Nation and accounted for using cost method. As at March 31, 2022, no contributions have been made by the Nation and no distributions from the partnership were received during the year.

8. Funds held in trust

	2022	2021
Capital Trust		
Balance, beginning and end of year	2,202	2,202
Revenue Trust		
Balance, beginning of year	8,410	7,022
Interest	217	116
Special (British Columbia)	1,271	1,241
Balance, end of year	9,898	8,379
	12,100	10,612

Funds held in trust include the Ottawa Trust accounts which arise from moneys 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*. Capital and revenue trust moneys are transferred to the Nation on the authorization of the Minister of Indigenous Services Canada, with the consent of the Nation's Council.

9. Credit facility

As at March 31, 2022, the Nation had available lines of credit totaling \$100,000 (2021 - \$100,000), none of which were drawn at year-end. The following has been collateralized in connection with this line of credit:

- General security agreement;
- Nation Council Resolution authorizing borrowings and pledge of security; and
- Unlimited hypothecation on portfolio investment at CIBC Wood Gundy (March 31, 2022 - market value of \$2,439,447).

10. Accounts payable and accruals

	2022	2021
Accounts payable and accruals	207,205	363,286
Wages payable	154,233	130,720
	361,438	494,006

Stellat'en First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

11. Deferred revenue

	2022	2021
Indigenous Services Canada - ICMS #9-00128118	73,105	3,508
Canada Mortgage and Housing Corporation - Rapid Housing Initiative Project	-	398,146
Indigenous Services Canada - ICMS #9-00128501 & 0012850 Ph 1	392,533	-
Indigenous Services Canada - #Q3V09-0001 EMAP	54,031	-
	519,669	401,654

12. Debt

	2022	2021
CIBC Housing Loan, repayable in monthly installments of \$8,333 plus interest at bank prime rate (2.70% - March 31, 2022), secured by portfolio investments with a market value of \$2,439,447 (2021 - \$2,472,360) and a Nation Council Resolution authorizing borrowings and pledge of security	1,708,333	1,808,334
CIBC demand loan, repayable in monthly instalments of \$2,774 including interest at bank prime rate (2.70% - March 31, 2022), secured by portfolio investments market value of \$2,439,447 (2021 - \$2,472,360) and a Nation Council Resolution authorizing borrowings and pledge of security	352,403	376,727
	2,060,736	2,185,061

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

	Total
2023	124,931
2024	125,549
2025	126,182
2026	126,831
2027	127,496
	630,989
Thereafter	1,429,747

13. Contingencies

The Nation is a defendant in several lawsuits and is involved in various actions related to land leases, environmental damages, third party liability, garnishment, indemnification, compensatory damages and contract breach. Management cannot determine whether any claims will be successful and cannot estimate the potential loss, if any.

The Nation is subject to funding recoveries according to their agreements with federal government agencies. It has not yet been determined to what extent any funding amounts related to the year ended March 31, 2022 might be recovered.

14. Commitment

The Government has entered into a lease agreement with Xyntax for software license. The balance on March 31, 2022 is \$19,238. The agreement expires on March 31, 2023.

Stellat'en First Nation
Notes to the Consolidated Financial Statements
For the year ended March 31, 2022

15. Accumulated surplus

Accumulated surplus consists of the following:

	2022	2021
Equity in Ottawa Trust Funds	12,100	10,612
Equity in operating fund	9,049,621	7,997,342
Equity in tangible capital assets	12,584,285	11,529,504
Investment in Nation business entities	3,773,644	358,341
	25,419,650	19,895,799

16. Economic dependence

Stellat'en First Nation receives a significant portion of revenue from Indigenous Services Canada ("ISC") as a result of funding agreements entered into with the Government of Canada. These funding agreements are administered by ISC under the terms and conditions of the *Indian Act*. The ability of the Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these funding agreements.

17. Indigenous Services Canada funding reconciliation

	2022	2021
Direct Nation Funding		
ISC revenue per confirmation	3,589,485	3,084,434
Deferred revenue to subsequent year	(519,669)	-
Deferred revenue recognized during the year	3,508	68,465
ISC revenue recoveries	(28,276)	-
	3,045,048	3,152,899

18. Segments

The Nation receives revenue and incurs expenses from many different projects and sources. For management and reporting purposes, the revenue, expenses and surplus or deficits are attributed to the following segments:

Nation Government:

Includes general operations, support and financial management of the Nation.

Social Assistance:

Includes revenue and expenses relating to social assistance members of the Nation.

Education:

Includes revenue and expenses relating to the primary, secondary and post secondary education of the members of the Nation.

Operations and Maintenance:

Includes operations and maintenance of buildings and infrastructure held by the Nation.

Economic Development:

18. Segments *(Continued from previous page)*

Includes activities related to economic development with the Nation.

Community Health:

Includes activities related to the provision of health services with the Nation.

Other:

Includes revenue and expenditures related to programs put on to support the Stellat'en First Nation community.

Capital:

Includes revenue and expenditures related to capital projects.

19. Budget information

The disclosed budget information has been approved by Chief and Council of the Stellat'en First Nation at the Chief and Council meeting held on June 15, 2021. The budget information on the Consolidated Statement of Operations and Accumulated Surplus is presented using the same accounting policies as the actual results. A reconciliation from those results to the surplus amount budgeted by Chief and Council is included below:

Budgeted deficit per Statement of Operations	(3,955,292)
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Adjusted for:

Transfers	66,065
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Budgeted deficit as approved by Chief and Council	(3,889,227)
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20. Comparative figures

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

Stellat'en First Nation
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2022

	<i>Automobile</i>	<i>Building and infrastructure</i>	<i>Machinery and equipment</i>	<i>Office equipment</i>	<i>Work in Progress</i>	<i>2022</i>	<i>2021</i>
Cost							
Balance, beginning of year	217,141	23,658,895	730,496	312,686	1,108,382	26,027,600	24,084,866
Acquisition of tangible capital assets	-	-	-	-	1,829,249	1,829,249	1,942,734
Balance, end of year	217,141	23,658,895	730,496	312,686	2,937,631	27,856,849	26,027,600
Accumulated amortization							
Balance, beginning of year	155,208	11,199,220	635,494	293,113	-	12,283,035	11,429,413
Annual amortization	18,581	875,541	28,541	6,130	-	928,793	853,622
Balance, end of year	173,789	12,074,761	664,035	299,243	-	13,211,828	12,283,035
Net book value of tangible capital assets	43,352	11,584,134	66,461	13,443	2,937,631	14,645,021	13,744,565
2021 Net book value of tangible capital assets	61,933	12,459,675	95,002	19,573	1,108,382	13,744,565	

Stellat'en First Nation
Schedule 2 - Consolidated Schedule of Expenses by Object
For the year ended March 31, 2022

	2022 Budget (Note 19)	2022	2021
Consolidated expenses by object			
Wages and benefits	1,917,602	1,631,409	1,608,761
Office and miscellaneous	769,177	946,322	788,928
Tuition	885,000	680,821	620,663
Contract services	614,189	673,846	507,284
Legal fees	986,500	448,604	1,095,821
Repairs and maintenance	2,009,941	341,852	170,049
Professional fees	148,570	339,701	43,523
Supplies and other	250,465	243,250	254,580
Allowances	194,000	240,352	298,663
Honouraria	319,366	216,181	215,667
Utilities	147,330	133,548	139,932
Travel	213,240	128,476	98,147
Interest and bank charges	31,255	90,061	87,779
Telephone	60,889	63,782	61,006
Training	95,494	56,550	13,865
Insurance	50,800	45,424	76,880
Licenses and memberships	9,727	30,733	31,760
Bad debts	-	26,862	12,940
Administration fees	54,759	569	-
Amortization	-	928,793	853,622
	8,758,304	7,267,136	6,979,870

**Stellat'en First Nation
Nation Government**

Schedule 3 - Consolidated Schedule of Revenue and Expenses and Accumulated Deficit

For the year ended March 31, 2022

	2022 Budget (Note 19)	2022	2021
Revenue			
Indigenous Services Canada	255,649	408,074	642,414
Ottawa trust fund	-	1,488	1,389
Resource industry revenue	70,588	-	9,508
Carrier Sekani Family Services	-	-	3,000
Carrier Sekani Tribal Council	-	28,571	7,620
Other revenue	47,503	387,400	559,284
	373,740	825,533	1,223,215
Expenses			
Legal fees	985,000	442,986	1,074,745
Wages and benefits	375,888	436,100	358,109
Contract services	139,248	406,319	195,732
Office and miscellaneous	59,383	233,898	231,792
Honouraria	235,116	209,900	200,344
Professional fees	42,727	128,937	42,727
Training	19,000	47,162	4,901
Travel	33,500	38,448	12,807
Interest and bank charges	31,255	37,781	31,951
Supplies and other	30,700	30,636	53,070
Insurance	12,100	27,712	15,378
Telephone	31,819	27,642	33,855
Bad debts	-	25,668	12,940
Licenses and memberships	3,601	21,414	22,062
Allowances	-	21,000	81,155
Repairs and maintenance	6,000	14,656	4,908
Utilities	5,900	9,027	6,933
Administration fees	-	550	-
	2,011,237	2,159,836	2,383,409
Annual deficit	(1,637,497)	(1,334,303)	(1,160,194)
Transfers between programs	(957,503)	88,019	305,596
Change in accumulated deficit	(2,595,000)	(1,246,284)	(854,598)
Accumulated deficit, beginning of year	(3,298,010)	(3,298,010)	(2,443,412)
Accumulated deficit, end of year	(5,893,010)	(4,544,294)	(3,298,010)

Stellat'en First Nation
Social Assistance

Schedule 4 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus

For the year ended March 31, 2022

	2022 Budget (Note 19)	2022	2021
Revenue			
Indigenous Services Canada	647,085	693,878	701,518
Prince George Aboriginal Employment and Training	-	248	-
	647,085	694,126	701,518
Expenses			
Allowances	194,000	218,152	217,508
Office and miscellaneous	114,767	76,053	91,515
Wages and benefits	59,190	51,879	42,374
Utilities	44,000	42,281	44,787
Telephone	3,230	2,834	1,766
Travel	5,852	1,853	275
Supplies and other	3,823	1,620	2,866
Repairs and maintenance	350	593	701
Contract services	100	483	-
Honouraria	2,000	-	1,020
Training	7,202	-	-
	434,514	395,748	402,812
Annual surplus	212,571	298,378	298,706
Transfers between programs	(97,046)	(71,109)	(185,867)
Change in accumulated surplus	115,525	227,269	112,839
Accumulated surplus (deficit), beginning of year	39,659	39,659	(73,180)
Accumulated surplus, end of year	155,184	266,928	39,659

Stellat'en First Nation
Education

Schedule 5 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus

For the year ended March 31, 2022

	2022 Budget (Note 19)	2022	2021
Revenue			
Indigenous Services Canada	983,703	876,316	834,541
First Nations Health Authority	100,000	100,000	-
Carrier Sekani Family Services	15,000	394,225	-
Other revenue	136,966	164,000	58,698
Prince George Aboriginal Employment and Training Association	109,454	114,443	98,840
Carrier Sekani Tribal Council	50,000	2,865	5,500
	1,395,123	1,651,849	997,579
Expenses			
Tuition	885,000	680,821	620,663
Wages and benefits	360,713	166,371	289,545
Office and miscellaneous	144,970	122,080	49,341
Supplies and other	100,518	56,446	63,533
Professional fees	90,000	35,950	160
Travel and training	50,500	19,563	21,567
Repairs and maintenance	-	15,899	-
Contract services	-	13,343	-
Telephone	9,440	9,320	8,088
Training	36,000	8,197	360
Utilities	6,900	6,085	6,424
Honouraria	25,000	3,575	2,570
Insurance	2,300	1,990	1,576
Allowances	-	1,200	-
Administration fees	26,188	-	-
Licenses and memberships	-	-	28
	1,737,529	1,140,840	1,063,855
Annual surplus (deficit)	(342,406)	511,009	(66,276)
Transfers between programs	(51,661)	69,284	253,897
Change in accumulated surplus (deficit)	(394,067)	580,293	187,621
Accumulated surplus, beginning of year	2,472,671	2,472,671	2,285,050
Accumulated surplus, end of year	2,078,604	3,052,964	2,472,671

Stellat'en First Nation
Operations & Maintenance

Schedule 6 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus

For the year ended March 31, 2022

	2022 Budget (Note 19)	2022	2021
Revenue			
Indigenous Services Canada	203,368	231,360	10,044
Other revenue	27,000	2,369	5,798
	230,368	233,729	15,842
Expenses			
Repairs and maintenance	36,300	168,819	35,893
Utilities	64,070	53,595	42,749
Supplies and other	4,200	43,017	5,788
Office and miscellaneous	780	31,114	5,729
Contract services	5,000	30,031	7,345
Insurance	15,000	8,948	21,523
Telephone	2,300	4,309	3,696
Bad debts	-	1,193	-
Licenses and memberships	-	1,192	1,850
Travel and training	-	329	-
Wages and benefits	7,800	-	1,042
	135,450	342,547	125,615
Annual surplus (deficit)	94,918	(108,818)	(109,773)
Transfers between programs	94,221	(3,397)	108,843
Change in accumulated surplus (deficit)	189,139	(112,215)	(930)
Accumulated surplus, beginning of year	3,743,650	3,743,650	3,744,580
Accumulated surplus, end of year	3,932,789	3,631,435	3,743,650

Stellat'en First Nation
Economic Development

Schedule 7 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus

For the year ended March 31, 2022

	2022 Budget (Note 19)	2022	2021
Revenue			
Indigenous Services Canada	30,964	31,702	58,286
Earnings from investment in Nation business entities	-	3,415,303	245,082
Resource industry revenue	-	25,000	20,000
Province of British Columbia	-	113	-
Other revenue	23,200	6,966	4,692
	54,164	3,479,084	328,060
Expenses			
Wages and benefits	35,254	69,418	68,464
Contract services	26,923	44,045	140,768
Office and miscellaneous	91,900	39,243	99,938
Utilities	8,250	8,395	10,334
Telephone	570	2,132	2,459
Travel	500	1,266	883
Insurance	150	813	627
Supplies and other	1,420	796	14,633
Licenses and memberships	-	729	-
Legal fees	1,500	696	11,831
Professional fees	-	636	636
Repairs and maintenance	150	67	150
Honouraria	-	-	190
Training	500	-	-
	167,117	168,236	350,913
Annual surplus (deficit)	(112,953)	3,310,848	(22,853)
Transfers between programs	(403,980)	(111,319)	(26,960)
Change in accumulated surplus (deficit)	(516,933)	3,199,529	(49,813)
Accumulated surplus, beginning of year	832,942	832,942	882,755
Accumulated surplus, end of year	316,009	4,032,471	832,942

**Stellat'en First Nation
Community Health**

Schedule 8 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus

For the year ended March 31, 2022

	2022 Budget (Note 19)	2022	2021
Revenue			
Indigenous Services Canada	196,016	16,626	20,778
First Nations Health Authority	100,609	295,783	173,247
Carrier Sekani Family Services	380,486	328,400	426,751
Other revenue	319,509	193,071	125,452
Province of British Columbia	30,000	62,347	30,000
Carrier Sekani Tribal Council	-	197	-
Resource industry revenue	2,250	-	97
	1,028,870	896,424	776,325
Expenses			
Wages and benefits	389,958	381,659	342,851
Office and miscellaneous	51,750	195,358	19,990
Supplies and other	22,500	57,320	40,348
Contract services	9,027	47,013	50,982
Travel	55,320	39,428	40,984
Professional fees	-	33,513	-
Telephone	7,500	8,990	7,652
Utilities	3,100	969	3,373
Repairs and maintenance	127,890	909	10,812
Licenses and memberships	1,800	275	276
Honouraria	-	200	-
Administration fees	24,571	69	-
Training	11,791	-	1,050
Insurance (recovery)	7,000	(2,200)	10,176
	712,207	763,503	528,494
Annual surplus	316,663	132,921	247,831
Transfers between programs	130,267	151,789	(30,257)
Change in accumulated surplus	446,930	284,710	217,574
Accumulated surplus, beginning of year	4,362,908	4,362,908	4,145,334
Accumulated surplus, end of year	4,809,838	4,647,618	4,362,908

Stellat'en First Nation

Other

Schedule 9 - Consolidated Schedule of Revenue and Expenses and Accumulated Surplus

For the year ended March 31, 2022

	2022 Budget (Note 19)	2022	2021
Revenue			
Indigenous Services Canada	220,000	-	102,000
Carrier Sekani Tribal Council	80,000	3,540,325	3,948,197
Resource industry revenue	-	90,229	1,369,926
Province of British Columbia	30,000	81,000	25,415
Other revenue	198,211	42,790	138,969
Prince George Aboriginal Employment and Training	-	1,200	-
Carrier Sekani Family Services	-	-	500
	528,211	3,755,544	5,585,007
Expenses			
Wages and benefits	548,181	343,555	303,510
Office and miscellaneous	211,160	164,567	173,664
Professional fees	12,843	140,664	-
Contract services	118,772	63,280	51,270
Repairs and maintenance	150	57,586	7,283
Supplies and other	30,000	26,689	33,220
Travel	63,068	23,146	21,603
Licenses and memberships	3,000	6,302	6,184
Legal fees	-	4,922	9,245
Insurance	150	4,204	12,562
Telephone	2,230	3,078	961
Training	15,000	696	7,404
Utilities	250	686	8,254
Honouraria	57,250	106	11,543
Bad debts	-	1	-
Administration fees (recovery)	-	(51)	-
	1,062,054	839,431	646,703
Annual surplus (deficit)	(533,843)	2,916,113	4,938,304
Transfers between programs	303,212	27,141	(600,300)
Change in accumulated surplus	(230,631)	2,943,254	4,338,004
Accumulated surplus, beginning of year	10,372,887	10,372,887	6,034,883
Accumulated surplus, end of year	10,142,256	13,316,141	10,372,887

**Stellat'en First Nation
Capital
Schedule 10 - Consolidated Schedule of Revenue and Expenses and Accumulated
Surplus**

For the year ended March 31, 2022

	2022 Budget (Note 19)	2022	2021
Revenue			
Indigenous Services Canada	495,451	787,091	783,318
Canada Mortgage and Housing Corporation	-	401,911	668,813
Other revenue	50,000	65,694	2,176
	545,451	1,254,696	1,454,307
Expenses			
Wages and benefits	140,618	182,427	202,868
Office and miscellaneous	94,468	84,009	86,955
Repairs and maintenance	1,839,101	83,322	110,302
Contract services	315,119	69,332	61,187
Interest and bank charges	-	52,280	55,829
Supplies and other	57,304	26,727	41,121
Utilities	14,860	12,509	17,079
Telephone	3,800	5,478	2,528
Travel	4,500	4,444	29
Insurance	14,100	3,955	15,038
Honouraria	-	2,400	-
Licenses and memberships	1,326	824	1,361
Training	6,000	495	150
Administration fees	4,000	-	-
Professional fees	3,000	-	-
Amortization	-	928,793	853,622
	2,498,196	1,456,995	1,448,069
Annual surplus	(1,952,745)	(202,299)	6,238
Transfers between programs	1,048,555	(150,408)	175,048
Change in accumulated surplus (deficit)	(904,190)	(352,707)	181,286
Accumulated surplus, beginning of year	1,369,090	1,369,090	1,187,804
Accumulated surplus, end of year	464,900	1,016,383	1,369,090