

Mohawk Council of Kahnawà:ke
Consolidated Financial Statements
March 31, 2023

Mohawk Council of Kahnawà:ke

Contents

For the year ended March 31, 2023

Page

Management's Responsibility

Independent Auditors' Report

Consolidated Financial Statements

Consolidated Statement of Financial Position..... 1

Consolidated Statement of Operations and Accumulated Surplus..... 2

Consolidated Statement of Change in Net Financial Assets..... 4

Consolidated Statement of Cash Flows..... 5

Notes to the Consolidated Financial Statements..... 6

Schedules

Schedule 1 - Consolidated Schedule of Tangible Capital Assets..... 22

Schedule 2 - Consolidated Schedule of Expenses by Object..... 25

Schedule 3 - Consolidated Schedule of Revenue and Expenses..... 26

Schedule 4 - Government Operations..... 28

Schedule 5 - Economic Development..... 31

Schedule 6 - Health and Community Services..... 33

Schedule 7 - Education..... 36

Schedule 8 - Fire Services..... 37

Schedule 9 - Cultural Center..... 38

Schedule 10 - Kariwonoron..... 39

Schedule 11 - Ottawa Trust Funds..... 40

Management's Responsibility

To the Community Members of Mohawk Council of Kahnawà:ke:

The accompanying consolidated financial statements of Mohawk Council of Kahnawà:ke are the responsibility of management and have been approved by Council of Chiefs.

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial statements. Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. Council is also responsible for recommending the appointment of Mohawk Council of Kahnawà:ke's external auditors.

MNP S.E.N.C.R.L, s.r.l is appointed by Council of Chiefs to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both Council and management to discuss their audit findings.

e-Signed by Stephan Roy
2023-07-21 15:13:00:00 GMT

Executive Financial Officer

e-Signed by Onerahtokha Marquis
2023-07-25 15:22:17:17 GMT

Executive Director

Independent Auditor's Report

To the Community Members of Mohawk Council of Kahnawà:ke:

Opinion

We have audited the consolidated financial statements of Mohawk Council of Kahnawà:ke (the "First Nation"), which comprise the consolidated statement of financial position as at March 31, 2023, and the consolidated statements of operations and accumulated surplus, changes 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, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the First Nation as at March 31, 2023, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Montréal, Québec

July 25, 2023

MNP¹ SENCRL, s.r.l.

¹ CPA auditor, public accountancy permit no. A124849

Mohawk Council of Kahnawà:ke
Consolidated Statement of Financial Position
As at March 31, 2023

	2023	2022
Financial assets		
Cash resources (Note 3)	212,904,011	126,177,764
Term deposits (Note 4)	22,047,603	6,519,232
Accounts receivable (Note 5)	15,623,382	34,841,488
Loan receivable (Note 6)	29,662,838	30,898,789
Investment in loans (Note 7)	3,077,903	3,668,746
Investments in government partnerships and business entities (Note 8)	10,487,715	16,753,496
Mortgage and housing loans (Note 9)	10,101,933	10,806,568
Total financial assets	303,905,385	229,666,083
Liabilities		
Accounts payable and accruals (Note 11)	13,795,439	11,244,203
Deferred revenue (Note 12)	42,782,043	25,612,865
Loan payable - Des Cultures Renewable Energy LP (Note 13)	-	1,375,339
Loan payable (Note 6)	29,662,838	30,898,789
Amounts held in trust (Note 14)	185,339	177,644
Long-term debt (Note 15)	1,591,118	2,541,600
Funding advance (Note 16)	16,203,749	-
Total liabilities	104,220,526	71,850,440
Net financial assets	199,684,859	157,815,643
Contingencies (Note 17)		
Non-financial assets		
Tangible capital assets (Note 18) (Schedule 1)	99,299,553	95,552,211
Inventories held for use	26,083	14,492
Prepaid expenses	975,558	479,866
Total non-financial assets	100,301,194	96,046,569
Accumulated surplus (Note 19)	299,986,053	253,862,212

Approved on behalf of Council

e-Signed by Kahsennenhawé Sky-Deer
2023-07-21 23:58:34:34 GMT

Grand Chief

e-Signed by Lindsay Leborgne
2023-07-21 12:46:45:45 GMT

Chief, FAO Chairperson

Mohawk Council of Kahnawà:ke
Consolidated Statement of Operations and Accumulated Surplus
For the year ended March 31, 2023

	<i>Schedules</i>	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
Revenue				
Government funding (Note 22)				
Indigenous Services Canada (Note 24)		68,276,156	124,437,068	121,705,960
Provincial government funding		8,275,926	10,602,065	5,627,548
Federal government funding		4,890,518	5,600,917	5,278,187
		81,442,600	140,640,050	132,611,695
Investment income		7,331,147	4,142,977	1,270,651
Other community income		18,607,497	32,851,815	21,900,248
Administrative cost share		2,559,729	6,926,964	3,274,206
First Nations of Quebec and Labrador Sustainable Development Institute		71,030	-	-
First Nations Quebec and Labrador Health and Social Services Commission		-	2,454,433	770,399
First Nations Human Resources Development Commission of Quebec		2,034,800	2,050,420	2,927,742
First Nations Education Council		4,470,165	2,077,989	4,898,726
National Aboriginal Capital Corporations		1,286,141	354,291	336,514
Share in equity (loss) of government business entities		-	(216,952)	9,480,254
Repayment of funding		-	(352,612)	1,881
Deferred revenue - prior year		2,564,196	25,612,865	8,864,068
Deferred revenue - current year		(301,034)	(42,632,043)	(25,548,323)
		120,066,271	173,910,197	160,788,061
Program expenses				
Government Operations	4	65,906,490	55,914,652	57,227,692
Economic Development	5	10,774,603	8,517,683	8,685,777
Health and Community Services	6	29,196,678	35,406,051	27,938,997
Education	7	18,537,351	24,548,361	21,410,849
Fire Services	8	1,164,169	1,512,666	1,459,821
Cultural Center	9	862,716	1,515,796	1,004,854
Karihwanoron	10	1,057,103	1,267,854	951,437
Ottawa Trust Funds	11	-	11,171	23,709
		127,499,110	128,694,234	118,703,136
Total expenditures (Schedule 2)		127,499,110	128,694,234	118,703,136
Surplus before other items		(7,432,839)	45,215,963	42,084,925

Continued on next page

Mohawk Council of Kahnawà:ke

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31, 2023

	<i>Schedules</i>	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
Surplus before other items <i>(Continued from previous page)</i>	(7,432,839)	45,215,963	42,084,925	
Other income (expense)				
Gain on disposal of portfolio investments	-	1,486,930	-	
Gain (loss) on disposal of capital assets	-	203,980	(47,588)	
Foreign exchange gain	3,045,935	2,103,353	102,874	
Allocations to other community organizations	(160,000)	(2,886,385)	(1,290,891)	
	2,885,935	907,878	(1,235,605)	
Surplus	(4,546,904)	46,123,841	40,849,320	
Transfers between programs	(737,883)	-	-	
Surplus	(5,284,787)	46,123,841	40,849,320	
Accumulated surplus, beginning of year	253,862,212	253,862,212	213,012,892	
Accumulated surplus, end of year	248,577,425	299,986,053	253,862,212	

The accompanying notes are an integral part of these consolidated financial statements

Mohawk Council of Kahnawà:ke
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2023

	2023 Budget	2023	2022
Annual surplus	(128,459)	46,123,841	40,849,320
Purchases of tangible capital assets	(4,898,182)	(10,688,853)	(8,179,869)
Amortization of tangible capital assets	2,000	6,941,511	6,782,761
Gain (loss) on sale of tangible capital assets	-	(203,980)	47,588
Acquisition of fuel inventories	-	(26,083)	(14,492)
Consumption of fuel inventories	-	14,492	59,280
Proceeds of disposal of tangible capital assets	-	203,980	6,800
	(4,896,182)	(3,758,933)	(1,297,932)
Acquisition of prepaid expenses	-	(975,558)	(479,866)
Use of prepaid expenses	-	479,866	570,792
	-	(495,692)	90,926
Increase in net financial assets	(5,024,641)	41,869,216	39,642,314
Net financial assets, beginning of year	157,815,643	157,815,643	118,173,329
Net financial assets, end of year	152,791,002	199,684,859	157,815,643

The accompanying notes are an integral part of these consolidated financial statements

Mohawk Council of Kahnawà:ke

Consolidated Statement of Cash Flows

For the year ended March 31, 2023

	2023	2022
Cash provided by (used for) the following activities		
Operating activities		
Cash receipts from contributors	222,244,252	136,074,306
Cash paid to suppliers	(55,921,304)	(53,405,778)
Cash paid to employees	(62,527,420)	(56,622,767)
Investment income	3,742,022	864,512
Interest on long-term debt	(106,191)	(109,776)
	107,431,359	26,800,497
Financing activities		
Change in amounts held in trust	7,695	39,491
Advances of long-term debt	-	126,000
Repayment of long-term debt	(698,232)	(589,364)
	(690,537)	(423,873)
Capital activities		
Purchases of tangible capital assets	(10,688,853)	(8,179,869)
Proceeds of disposal of tangible capital assets	203,980	6,800
	(10,484,873)	(8,173,069)
Investing activities		
Purchase of term investments	(22,047,603)	(275,510)
Proceeds on disposal of term investments	6,519,232	7,742,987
Cash payment for new loans granted	(472,142)	(570,820)
Principal payments on loan collected	1,813,301	1,982,084
Repayment of loan receivable from government business entity	-	2,027,800
Dividends received from government business entity	3,000,000	11,000,000
Distributions from limited partnership	1,657,610	-
Investment in government business entity	(100)	-
	(9,529,702)	21,906,541
Increase in cash resources	86,726,247	40,110,096
Cash resources, beginning of year	126,177,764	86,067,668
Cash resources, end of year	212,904,011	126,177,764

Mohawk Council of Kahnawà:ke

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

1. Operations

Mohawk Council of Kahnawà:ke ("MCK") is located in the province of Quebec and provides various services to its community members. Mohawk Council of Kahnawà:ke includes the government and all related entities which form part of the Government Reporting Unit.

2. Significant accounting policies

These consolidated financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and include the following significant accounting policies:

Change in accounting policies

Effective April 1, 2022, the Organization adopted the recommendations relating to Asset Retirement Obligations and Financial Instruments, as set out in the Canadian public sector accounting standards.

(a) Asset retirement obligations

Effective April 1, 2022, the Organization adopted the Public Sector Accounting Board's (PSAB) new standard for the recognition, measurement and disclosure of a liability for asset retirement obligations under PS 3280 Asset Retirement Obligations. The new standard establishes when to recognize and how to measure a liability for an asset retirement obligation, and provides the related financial statement presentation and disclosure requirements. Pursuant to these recommendations, the change was applied prospectively, and prior periods have not been restated.

There was no material impact on the financial statements from the prospective application of the new accounting recommendations.

(b) Financial instruments

Effective April 1, 2022, the Organization adopted the Public Sector Accounting Board's (PSAB) new recommendations for the recognition, measurement, presentation and disclosure of financial assets, financial liabilities and derivatives under Section PS 3450 Financial Instruments. The new Section is applied prospectively, and prior periods have not been restated. There was no material impact on the financial statements from the prospective application of the new accounting recommendations.

Reporting entity

The financial statements consolidate the financial activities of all entities and departments comprising the Mohawk Council of Kahnawà:ke government reporting entity. Trusts administered on behalf of third parties by Mohawk Council of Kahnawà:ke are excluded from the reporting entity.

MCK has consolidated the assets, liabilities, revenue and expenses of the following entities:

- Mohawk Council of Kahnawà:ke
- Kahnawà:ke Shakotia'Takehnhas Community Services
- Tewatohnhi'saktha
- Kahnawà:ke Education Center
- Kanien'kehaka Onkwawen:na Raotitiohkwa
- Kahnawà:ke Fire Brigade
- Karihwanoron Kanienkeha Owenna Tsi Ionteriwaienstahkwa

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

Inter-entity transactions

MCK recognizes and records all transactions with entities within the Government reporting entity ("inter-entity transactions") at their carrying amount as determined at the transaction date.

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

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, prepaid expenses and inventories held for use.

Net financial assets

MCK's consolidated financial statements are presented so as to highlight net financial assets as the measurement of financial position. The net financial assets of MCK are determined by its financial assets less its liabilities. Net financial assets are comprised of two components, non-financial assets and accumulated surplus.

Segments

MCK conducts its business through eight reportable segments. These operating segments are established by senior management to facilitate the achievement of MCK'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. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

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

Foreign currency translation

Transaction amounts denominated in foreign currencies are translated into their Canadian dollar equivalents at exchange rates prevailing at the transaction dates. Carrying values of monetary assets and liabilities reflect the exchange rates at the statement of financial position date. Translation gains and losses are included in current year surplus.

Cash and cash equivalents

Cash and cash equivalent include balances with banks and short-term investments with maturities of three months or less from the date of acquisition. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Loans receivable

Loans are recorded at principal amounts, less any allowance for anticipated losses, plus accrued interest. Interest revenue is recorded on the accrual basis.

Allowance for loan impairment

MCK maintains an allowance for loan impairment that reduces the carrying value of loans to their estimated realizable amount. The allowance is increased by a charge for loan impairment which is charged to income and reduced by write-offs, net of recoveries.

A specific allowance is established on an individual loan basis to reduce the carrying values to estimated realizable amounts. Estimated realizable values are determined by discounting the expected future cash flows at the effective interest rate inherent in the loans. When the amount and timing of future cash flows cannot be reliably established, estimated realizable values are determined by reference to market prices for the loans of their underlying security value.

Mohawk Council of Kahnawà:ke
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

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

In addition, a general allowance may be established where, in management's opinion, it is required to absorb losses inherent in the loan portfolio, for which a specific allowance cannot yet be determined. A general provision is established when doubt exists within groups of loans but is not sufficient to allow identification of individually doubtful loans. Provision for loss is estimated based on historical credit loss experience, known portfolio risks and current economic conditions and trends.

Loan guarantees

MCK records a provision for losses on loan guarantees when it determines that a loss is likely.

The provision is determined based on the current circumstances of the individual borrowers; based on historical experience; based on current economic conditions facing the individual borrower; and is reviewed on an ongoing basis as new events occur, as more experience is acquired, or as additional information is obtained. Any changes in the provision is charged or credited to expenses. A provision for loss on a loan guarantee is removed from the statement of financial position when the guaranteed loan has been discharged or the term of the loan guarantee has expired.

Amortization

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

	Methods	Rates and periods
Land improvements	straight-line	5-50 years
Buildings	declining balance	4%
Social housing	declining balance	4%
Water treatment plant	declining balance	4%
Sports Complex	declining balance	4%
Roads and infrastructure	declining balance	5%
School buses	straight-line	10 years
Fire trucks	straight-line	5%
Vehicles	straight-line	5 years
Computer hardware and software	straight-line	3 years
Equipment	straight-line	5 years
Furniture and fixtures	straight-line	5 years

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.

MCK performs impairment testing on long lived assets held for use whenever events or changes in circumstances indicate that the carrying amount of an asset, or group of assets, may not be recoverable. The carrying amount of a long lived asset is not recoverable if the carrying amount exceeds the sum of the undiscounted future cash flows from its use and disposal. Impairment is measured as the amount by which the asset's carrying amount exceeds its fair value. Fair value is measured using discounted future cash flows. Any impairment is included in surplus for the year.

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

Measurement uncertainty

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, loans receivable and mortgages and loans receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Loans are stated after allowances for forgiveness (where applicable) and provisions for uncollectible amounts. Amortization is based on the estimated useful lives of tangible capital assets. Other significant areas of estimation include the actuarial estimates used in determining the funding deficit of the pension plan. These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in surplus in the year in which they become known.

A liability for an asset retirement obligation reflects management's best estimate of the amount required to retire the related tangible capital asset (or component thereof). The best estimate of the liability is based upon assumptions and estimates related to the amount and timing of costs for future asset retirement. Changes to the underlying assumptions and estimates or legislative changes in the near term could have a material impact on the provision recognized. No asset retirement obligations were identified as at March 31, 2023.

Revenue recognition

Government Transfers

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

Externally restricted revenue

MCK recognizes externally restricted inflows as revenue in the period the resources are used for the purpose specified in accordance with an agreement or legislation. Until this time, MCK records externally restricted inflows in deferred revenue.

Funds held in Ottawa Trust Fund

Revenue related to the receipt of funds held in the Ottawa Trust Fund is recognized when it is received.

Investment Income

Interest is recognized on the accrual basis as it is earned. Dividends are recognized when declared.

Rental Income

Rental income is recognized on a straight line basis over the term of the lease.

Other Income

Revenue is recognized when a price is agreed and all significant contractual obligations have been satisfied, and collectability is reasonably assured. Management assesses the business environment, customers' financial condition, historical experience, accounts receivable aging and customer disputes to determine whether collectability is reasonably assured. If collectability is not considered reasonably assured at the time of sale, MCK does not recognize revenue until collection occurs.

Employee future benefits

MCK's employee future benefit programs consist of a defined benefit plan.

The estimated future cost of providing defined benefit pension is actuarially determined using the projected benefits method pro-rated on service, as future salary levels affect the amount of employee future benefits. The attribution period for such cost begins one year after the date of hire of the employee to the date the employee becomes fully eligible to receive the benefits. MCK determines its discount rates by reference to its plan asset earnings.

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

The expected return on plan assets is determined by applying the assumed rate of return on plan assets to the average market-related value of assets for the period. Actuarial gains and losses are amortized on a straight-line basis over the average remaining service life of the related employee group. Prior period employee service costs resulting from plan amendments are expensed in the period of the plan amendment.

Contributions to the plan are expensed as incurred.

Funds held in Ottawa Trust Fund

Funds held in trust on behalf of MCK by the Government of Canada in the Ottawa Trust Fund are reported on the statement of financial position with an offsetting amount in accumulated operating surplus. Trust moneys consist of:

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

Financial instruments

The First Nation recognizes its financial instruments when the First Nation becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value.

At initial recognition, the First Nation may irrevocably elect to subsequently measure any financial instrument at fair value. The First Nation has made such an election during the year.

The First Nation subsequently measures investments in equity instruments quoted in an active market and all derivative instruments, except those that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, at fair value. Fair value is determined by published price quotations. Transactions to purchase or sell these items are recorded on the trade date. Net gains and losses arising from changes in fair value are recognized in the statement of remeasurement gains and losses. The First Nation has not presented a statement of remeasurement gains and losses as it does not have any items giving rise to remeasurement gains (losses). Interest income is recognized in the statement of operations. Investments in equity instruments not quoted in an active market and derivatives that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, are subsequently measured at cost. With the exception of those instruments designated at fair value, all other financial assets and liabilities are subsequently measured at amortized cost using the effective interest rate method.

Transaction costs directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in operating surplus

. Conversely, transaction costs are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

All financial assets except derivatives are tested annually for impairment. Management considers whether the investee has experienced continued losses for a period of years, recent collection experience for the loan, such as a default or delinquency in interest or principal payments, in determining whether objective evidence of impairment exists. Any impairment, which is not considered temporary, is recorded in the statement of operations. Write-downs of financial assets measured at cost and/or amortized cost to reflect losses in value are not reversed for subsequent increases in value. Reversals of any net remeasurements of financial assets measured at fair value are reported in the statement of remeasurement gains and losses.

The Organization has not presented a statement of remeasurement gains and losses as it does not have any items giving rise to remeasurement gains (losses).

Mohawk Council of Kahnawà:ke
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

3. Cash resources

	2023	2022
Cash on hand and balances with banks	212,611,097	126,166,593
Ottawa Trust Fund	42,687	11,171
	212,904,011	126,177,764

Included in cash is approximately \$185,000 (2022 - \$187,000) of cash held in trust for community members for who the Organization collects their social assistance payments.

Included in cash is approximately \$240,000 (2022 - \$326,000) related to the Business Contribution Fund and \$105,000 (2022 - \$107,000) related to the Indigenous Business Stabilization Program - Emergency Loan Program. The use of the cash is restricted for activities related to the operation of these programs and cannot be used for any other purposes.

Included in cash is approximately \$30,700,000 (2022 - \$15,800,000) of externally restricted cash and Included in cash is approximately \$131,000,000 (2022 - \$257,000,000) of Internally restricted funds have been set aside and designated by Council of Chiefs and the boards of directors of the various organizations for specific purposes as described in Note 19. These funds cannot be used for any other purposes without the prior approval of Council of Chiefs or the board of directors of the organization which initially restricted those funds.

4. Term deposits

Term deposits consist of various Canadian dollar term deposits which are interest bearing at rates ranging from 4.05% to 5.50% annually, and have maturity dates ranging from October 2023 to March 2024. The market value of the term deposits at March 31, 2023 approximates their carrying amount. Term deposits have been restricted as described in Note 19.

5. Accounts receivable

	2023	2022
Indigenous Services Canada	6,459,924	25,818,144
Trade receivables	11,866,359	10,456,560
Rent receivable	174,732	170,629
Federal government	1,553,448	2,505,598
Provincial government	199,156	455,519
Fuel tax	102,067	74,328
Other Community organizations	800,608	635,034
Allowance for doubtful accounts	(5,532,912)	(5,274,324)
	15,623,382	34,841,488

Mohawk Council of Kahnawà:ke

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

6. Loan receivable (payable)

Mohawk Council of Kahnawà:ke (MCK) agreed to act as the signatory for the Capital Contribution Agreement signed on March 28, 2012 for the capital expansion of the Kateri Memorial Hospital Center (KMHC). A memorandum of understanding was signed whereby MCK transferred administrative and legal liability for the project to KMHC. However, MCK would, under the terms of funding provided by the Ministère de la Santé et des Services Sociaux (MSSS), continue in the capacity as the project manager. The total funding to be provided by the MSSS amounts to \$31,271,000. As part of this project, a term loan agreement was signed between Financement-Québec, Mohawk Council of Kahnawà:ke and MSSS for the purpose of financing the construction costs of the hospital expansion.

As at March 31, 2023, total funding provided directly to KMHC by MSSS with respect to the project amounted to \$29,662,838 (2022 - \$30,898,789) including capitalized interest of \$1,962,046 (2022 - \$1,962,046). Therefore, this amount has been recorded as a loan receivable from KMHC.

Under the terms of the terms of the loan agreement, MCK has been identified as the borrower. Therefore, at March 31, 2023, an equal amount has been recognized as a liability due to Financement-Québec.

As MCK is the guarantor and the loan receivable and payable are with different counter-parties, both an asset and a liability have been recorded for this amount, as no legal right of offset exists.

7. Investment in loans

Investment in loans consist of the following:

	<i>Principal</i>	<i>Provisions and allowances</i>	<i>2023 Net recoverable value</i>	<i>2022 Net recoverable value</i>
Onkwawista Holdings Limited ¹	2,245,068	-	2,245,068	2,499,200
Loans receivable - Youth and Business Fund ²	871,814	(124,465)	747,349	664,754
Loans receivable - Emergency Loan Program ³	115,486	(30,000)	85,486	504,792
	3,232,368	(154,465)	3,077,903	3,668,746

¹ The loan receivable from Onkwawista Holdings Limited ("OHL") of \$2,245,068 (US\$1,600,000) (2022 - \$2,499,200 (US\$2,000,000)) is unsecured, interest bearing at 2.5% per annum, and is repayable by way of annual principal payments of US\$400,000 until August 1, 2026.

² The primary purpose of the Business Loan Fund (BLF) and the Youth Business Fund (YBF) loans are to help the youth entrepreneurs and members of the business community of Kahnawà:ke to establish viable businesses. The general terms and conditions differ from conventional loan agreements in that they are unsecured. Amortization periods range from one to ten years depending on the size of the loan. Interest is charged at annual fixed rates ranging from 6.45% to 10.70% (YBF) and prime plus 4% (BLF) compounded monthly. In addition, Youth Business Fund borrowers have the option of paying interest only during the first year of the loan. Furthermore, the Organization will forgive the remaining 25% of the loan balance once 75% has been reimbursed and the borrower has met all the terms of the agreement to the date of forgiveness. Recovery of youth loans is dependent upon the success of the related borrowers' businesses as the youth loans require no equity or personal guarantees.

³ Indigenous Business Stabilization Program - Emergency Loan Program (ELP) loans are unsecured, non-interest bearing with 25%-75% forgivable if repaid no later than 4 years following the date the loan was issued, payable monthly commencing no later than one year after the loan was issued. As at March 31, 2023, the total amounts of loans issued under this program amounted to \$846,000 of which \$523,750 has been recognized as grant, \$206,764 has been repaid and \$30,000 has been provided for as an allowance to date.

Mohawk Council of Kahnawà:ke
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

8. Investments in government business partnerships and business entities

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

The First Nation has investments in the following business sectors:

	<i>Investment cost,</i>	<i>Investment in shares or units</i>	<i>Cumulative share of earnings</i>	<i>Distributions</i>	<i>Dividends</i>	<i>2023 Total investment</i>
Wholly-owned Businesses:						
Online Gaming	14,579,376	100	7,031,950	-	(14,000,000)	7,611,426
Business Partnership - Modified equity:						
Renewable energy	1,910,122	-	4,015,096	(3,048,929)	-	2,876,289
	16,489,498	100	11,047,046	(3,048,929)	(14,000,000)	10,487,715

	<i>Investment cost, beginning of year</i>	<i>Share of earnings (loss)</i>	<i>Distributions</i>	<i>Dividends</i>	<i>2022 Total investment</i>
Wholly-owned Businesses:					
Online gaming	14,579,376	8,072,102	-	(11,000,000)	11,651,478
Business Partnership - Modified equity:					
Renewable energy	1,910,122	3,191,896	-	-	5,102,018
	16,489,498	11,263,998	-	(11,000,000)	16,753,496

Continued on next page

Mohawk Council of Kahnawà:ke

Notes to the Consolidated Financial Statements

For the year ended March 31, 2023

The First Nation's investment in Des Cultures Renewable Energy, Limited Partnership was established for the purpose of building and operating a wind farm in St. Remi, Quebec in partnership with Kruger Energy Inc (KEI).

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

	<i>Des Cultures Renewable Energy, LP As at December 31, 2022</i>
Assets	
Cash	5,160,000
Trade and other receivables	1,142,000
Prepaid expenses and other assets	44,000
Property, plant and equipment	61,415,000
Right-of-use-assets	3,404,000
Derivative financial instrument	14,245,000
Total assets	85,410,000
Liabilities	
Trade and other payables	1,058,000
Lease obligation	3,491,000
Long-term debt	65,862,000
Asset retirement obligation	349,000
Total liabilities	70,760,000
Net assets	14,650,000
Total revenue	9,234,000
Total expenses	5,376,000
Net income	3,858,000
Other comprehensive income (loss)	7,570,000
Comprehensive income (loss)	11,428,000

Continued on next page

Mohawk Council of Kahnawà:ke
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

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

	<i>Mohawk Online Limited As at December 31, 2022</i>
Assets	
Cash	12,718,736
Accounts receivable	1,582,356
Prepayments	8,929
Financial assets at FVTPL	362,002
Total assets	14,672,023
Liabilities	
Accounts payable and accruals	3,220,739
Total liabilities	3,220,739
Net assets excluding accumulated other comprehensive income	11,451,284
Total revenue	4,114,912
Total expenses	2,994,920
Net income (loss)	1,119,992
Comprehensive income (loss)	1,119,992

<i>Name of investee</i>	<i>Year-end</i>	<i>Significant events and transactions</i>
Des Cultures Renewable Energy, LP	December 31, 2022	Financial loss \$2,987,000
{Please enter customized narrative here - shift enter for a new paragraph}		

9. Mortgage loans receivable and housing initiative loans

Mortgage loans receivable represent funds advanced for the construction of homes for community residents and are secured by the related properties. Initial terms of these mortgages vary, up to a maximum term of approximately thirty years. Old mortgages are repayable in monthly instalments and bear interest at 6% per annum. New mortgages are repayable in monthly blended instalments at various fixed rates of interest with terms to maturity ranging up to 10 years.

Housing initiative loans receivable are unsecured loans which are repayable in monthly principal and interest instalments and bear interest at 6% per annum. The loans are generally granted with terms of approximately five years.

10. Revolving line of credit

MCK has access to various unsecured credit facilities amounting to \$3,220,000 (2022 - \$3,220,000) which remains unused as at March 31, 2023, which are renewable on an annual basis. Borrowings under these facilities bear interest at rates ranging from prime plus 0.5% to prime plus 3% per annum.

11. Accounts payable and accruals

	2023	2022
Trade payables and accrued liabilities	9,160,442	6,147,823
Salaries and vacations payable	4,221,599	4,764,341
Government funding payable	413,398	332,039
	13,795,439	11,244,203

Mohawk Council of Kahnawà:ke
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

12. Deferred revenue

The following table represents changes in the deferred revenue balance attributable to each major category of external restrictions:

	<i>Balance, beginning of year</i>	<i>Contributions received</i>	<i>Amount recognized as revenue</i>	<i>Balance, end of year</i>
Indigenous Services Canada	19,732,641	20,375,993	8,487,760	31,620,874
Government of Quebec	814,821	9,375,767	3,907,279	6,283,309
Government of Canada	260,601	3,548,818	3,070,173	739,246
First Nations Education Council	1,150,999	2,082,088	3,018,079	215,008
National Aboriginal Capital Corporations Association	225,892	301,165	291,538	235,519
First nations of Quebec and Labrador Health and Social Services Commission	408,486	81,114	27,308	462,292
First Nations human resources development commission of Quebec	290,103	153,576	209,726	233,953
Health Canada	2,230,554	3,604,818	4,034,753	1,530,619
Other	498,768	4,064,435	321,980	1,311,223
	25,612,865	43,587,774	23,368,596	42,632,043
DCRE, LP 23/24 restricted contribution	-	150,000	-	150,000
	25,612,865	43,737,774	23,368,596	42,782,043

13. Loan payable - Des Cultures Renewable Energy LP

Loan payable - Des Cultures Renewable Energy LP (70% partner), is unsecured, bears interest at 5% per annum and was repaid during the year.

14. Amounts held in trust

Mohawk Council of Kahnawà:ke holds funds in trust for several Community members and uses those funds to pay for their day to day essential needs. The balance represents the total amount being administered on behalf of those community members as at March 31, 2023.

Mohawk Council of Kahnawà:ke
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

15. Long-term debt

	2023	2022
Mortgage payable, interest bearing at 3.54% (2022 - 3.54%), repayable in blended monthly installments of \$14,592, with the balance subject to renewal in August 2023, secured by a trust agreement in the lender's favour on the Business Complex having a net book value of \$2,990,756	241,569	404,969
Mortgage payable, interest bearing at 3.03% (2022 - 3.03%), repayable in blended monthly installments of \$4,332 with the balance subject to renewal in December 2022, secured by a \$1,000,000 first rank immovable hypothec on the Commercial Complex having a net book value of \$801,512	513,540	549,381
Indigenous Business Stabilization Program - Emergency Loan Program loans payable are unsecured, non-interest bearing with 25% - 50% forgivable if repaid no later than 4 years following the date the loan was issued, payable monthly, on the same basis the loans receivable are collected, commencing no later than one year after the loan was issued.	96,445	516,723
Term loan, unsecured, bearing interest at 3.13% per annum, repayable in monthly principal and interest payments of \$964, repaid during the year	-	8,560
Term loan, unsecured, bearing interest at 3.13% per annum, repayable in monthly principal and interest payments of \$600, repaid during the year	-	5,333
Term loan, unsecured, bearing interest at 3.45% per annum, repayable in monthly principal and interest payments of \$2,657, due March 2024	29,011	59,246
Term loan, unsecured, bearing interest at 3.76% per annum, repayable in monthly principal and interest payments of \$1,593, repaid during the year	-	7,890
Term loan, unsecured, bearing interest at 3.58% per annum, repayable in monthly principal and interest payments of \$1,401, repaid during the year	-	16,493
Term loan, unsecured, bearing interest at 4.23% per annum, repayable in monthly principal and interest payments of \$732, repaid during the year	-	5,051
Term loan, unsecured, bearing interest at 3.8% per annum, repayable in monthly principal and interest payments of \$643, due April 2023	641	8,178
Term loan, unsecured, bearing interest at 3.73% per annum, repayable in monthly principal and interest payments of \$1,422, due June 2025	36,778	52,160
Term loan, unsecured, bearing interest at 3.75% per annum, repayable in monthly principal and interest payments of \$3,070, due February 2026	101,642	134,012
Term loan, unsecured, bearing interest at 3.15% per annum, repayable in monthly principal and interest payments of \$6,789 maturing October 2026	275,702	347,255
Term loan, unsecured, bearing interest at 3.58% per annum, repayable in monthly principal and interest payments of \$2,285, maturing March 2026	77,876	102,033
Term loan, unsecured, bearing interest at 3.23% per annum, repayable in monthly principal and interest payments of \$5,886 maturing May 2024	80,736	147,615
Term loan, unsecured, bearing interest at 3.08% per annum, repayable in monthly principal and interest payments of \$3,701 maturing June 2026	137,178	176,701
	1,591,118	2,541,600

Mohawk Council of Kahnawà:ke
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

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

Principal repayments on long-term debt in each of the next five years, assuming all term debt is subject to renewal is renewed under similar rates and terms, are estimated as follows:

	Total
2024	603,185
2025	317,363
2026	225,260
2027	95,756
2028	42,000
	<hr/> 1,283,564
Thereafter	<hr/> 307,554

16. Funding advance

The Funding advance is comprised of funding received from Indigenous Services Canada authorized for fiscal year 2023 - 2024.

17. Contingencies

- (a) The Community has entered into contribution agreements with various government departments. Funding received under these contribution agreements may be subject to repayment upon final review and verification of the eligibility of the expenses by the funder.
- (b) Mohawk Council of Kahnawà:ke has been named as a defendant in several lawsuits as part of its ongoing operations. with respect to various legal matters that are pending or are before the courts or other regulatory bodies. Damages in certain cases have either not been filed as yet or are not requested or cannot be awarded. Council is unable to accurately estimate the outcome of these actions. No provision has been recorded in the accounts. Any settlement resulting from these claims will be recorded as an expense in the year in which the settlement occurs.
- (c) Mohawk Council of Kahnawà:ke guarantees loans made to Kahnawà:ke residents by Canada Mortgage and Housing Corporation for renovations. As at March 31, 2023, such loans are not significant. Mohawk Council of Kahnawà:ke has also acted as co-signer on mortgage loans to residents from various lending institutions for an aggregate amount of approximately \$7,386,622 (2022 - \$7,917,097) for purchases of houses as part of the On-reserve loan guarantee program.
- (d) Mohawk Council of Kahnawà:ke has incurred certain financial obligations with respect to the research, development and negotiation of its specific claim relating to the Seigneurie of Sault St. Louis Claim (program 1917). ISC has provided MCK with an interim loan to assist them in meeting these obligations. As at March 31, 2023 the outstanding loan is \$4,481,536 (2022 - \$4,481,536). The advance is secured by a promissory note which is payable on the earlier of March 31, 2021 or the date on which the claim is settled.
- (e) Through the Business Loan Fund, Mohawk Council of Kahnawà:ke has guaranteed the Caisse Populaire Kahnawà:ke for a portion of the approved bank borrowings to a maximum of \$156,000 (2022 - \$156,000) for indigenous entrepreneurs under the loan guarantee program. As at March 31, 2023, the total guaranteed indebtedness amounted to \$116,800 (2022 - \$136,400).
- (f) The Organization has been named as co-defendant in a lawsuit on behalf of a previous tenant, seeking to recover \$1,795,303 in damages allegedly sustained by them as a result of construction work performed on or around the property leased. The lawsuit remains at an early stage, and as litigation is subject to many uncertainties, it is not possible to predict the ultimate outcome of the lawsuit or to estimate the loss, if any, which may result. Any amount awarded as a result of this action will be recorded when reasonably estimable.

Mohawk Council of Kahnawà:ke
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

18. Tangible capital assets

The tangible capital assets reconciliation is included in Schedule 1.

Tangible capital assets includes a building under construction with a carrying value of \$1,381,421. No amortization of this asset has been recorded during the year because the building is currently under construction.

19. Accumulated surplus

The accumulated surplus is comprised of the following:

	2023	2022
Tangible Capital Assets	97,925,570	93,661,176
Ottawa Trust Funds	42,687	11,170
Externally Restricted	30,670,427	15,788,361
Appropriated Reserves	162,788,748	142,702,645
Unrestricted Surplus	8,558,621	1,698,860
	299,986,053	253,862,212

20. CMHC replacement and operating reserves

Under agreements with Canada Mortgage and Housing Corporation (CMHC), MCK established a replacement reserve, funded by an annual allocation of \$130,000 (2022 - \$105,600) to ensure replacement of buildings financed by CMHC. At March 31, 2023, \$730,000 (2022- \$599,380) has been set aside to fully fund this reserve.

Under the terms of the agreement with CMHC, MCK has also established an operational reserve related to the on-reserve housing units funded by CMHC. During the current year, \$174,759 (2022- \$66,152) has been set aside to fully fund this reserve. As at March 31, 2023, \$643,513 (2022 - \$468,754) has been set aside to fully fund this reserve.

In accordance with terms of the agreements, CMHC reserve moneys must be held or invested only in accounts or instruments guaranteed by the Canada Deposit Insurance Corporation, or as otherwise approved by CMHC. Reserve withdrawals are credited first to interest and then to principal.

21. Defined benefit pension plan

Mohawk Council of Kahnawà:ke maintains a defined benefit pension plan covering the employees of Mohawk Council of Kahnawà:ke and other band empowered entities. According to the most recent actuarial valuation of the Plan dated March 31, 2023, the Plan had a funding surplus of approximately \$63,321,000 (2022 - \$73,744,000) on a going concern basis and a funding surplus of approximately \$33,115,000 (2022 - excess of \$35,985,000) on a solvency basis. The Pension Benefits Standards Act requires that Council fund the benefits determined under the Plan. The determination of the value of these benefits was made on the basis of an actuarial valuation on March 31, 2023.

Under the Pension Benefits Standards Act, a Plan sponsor is permitted to use a letter of credit to reduce any solvency special payments otherwise required to be paid under the Act. In this regard, on July 27, 2015, the Plan sponsor entered into a letter of guarantee agreement with Bank of Montreal, whereby Bank of Montreal provided the sponsor with letters of guarantee. Letters of guarantee outstanding at March 31, 2023 totalled \$988,000 (2022 - \$12,373,231) and expire on September 30, 2023.

Other accounts receivable includes an amount of \$1,865,210 (2022 - \$1,757,362), net of a provision of \$1,865,210 (2022 - \$1,757,362) due from the Pension plan for the employees of Mohawk Council of Kahnawà:ke. This comprises administrative expenses paid by Mohawk Council of Kahnawà:ke on behalf of the Plan for current and prior years. Expenses for the current year are \$107,848 (2022 - \$176,317) and these amounts are charged at cost.

Mohawk Council of Kahnawà:ke
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

22. Government transfers

During the year, the Organization recognized the following government transfers:

Federal government transfers

	<i>Operating and capital</i>	<i>Deferrals and repayments</i>	2023	2022
Indigenous Services Canada	107,282,796	(10,261,407)	97,021,389	85,830,402
Public Safety Canada	3,859,995	(465,637)	3,394,358	3,541,910
Department of Justice Canada	83,760	-	83,760	27,234
Fisheries and Oceans Canada	345,590	(59,593)	285,997	234,987
Canadian Heritage	611,537	-	611,537	(17,022)
Canada Mortgage Housing Corporation	319,306	600	319,906	334,766
Employment and Social Development Canada	-	-	-	190,932
Health Canada	17,154,273	-	17,154,273	-
Canada Revenue Agency	161,905	-	161,905	212,049
Impact Assessment Agency of Canada	44,392	(20,000)	24,392	-
Canadian Environment Assessment Agency Canada	-	-	-	32,880
Transport Canada	150,586	9,665	160,251	143,304
Economic Development Agency of Canada	-	-	-	23,759
Minister of Environment and Climate Change	23,845	29,008	52,853	129,114
	130,037,985	(10,767,364)	119,270,621	90,684,315

Provincial government transfers

	<i>Operating and capital</i>	<i>Deferrals and repayments</i>	2023	2022
Transports Québec	2,478,431	-	2,478,431	2,380,399
Sécurité publique Québec	2,951,151	(493,897)	2,457,254	2,631,116
Département de la justice du Québec	100,000	52,317	152,317	89,000
Province of Québec	-	-	-	187,799
Développement durable, Environnement et Lutte contre les changements climatiques	72,483	(23,607)	48,876	221,305
Ministère de la Culture et des Communications	-	-	-	14,490
Ministère Finances	5,000,000	(5,000,000)	-	-
Secrétariat aux affaires autochtones	-	-	-	60,000
	10,602,065	(5,465,187)	5,136,878	5,584,109
Total government transfers	140,640,050	(16,232,551)	124,407,499	96,268,424

23. Economic dependence

Mohawk Council of Kahnawà:ke receives 75% (2022 - 79%) of its revenue from Indigenous Services Canada and other agencies of the Government of Canada. The ability of MCK to continue operations is dependent upon the Government of Canada's continued financial commitments.

Mohawk Council of Kahnawà:ke
Notes to the Consolidated Financial Statements
For the year ended March 31, 2023

24. ISC funding reconciliation

ISC funding as per the statement of operations and accumulated surplus is reconciled as follows:

	2023	2022
Balance per confirmation	107,282,795	102,786,244
ISC Health funding received for Health and Community Services not included in confirmation	17,154,273	18,919,716
	<hr/>	
Balance per financial statements	124,437,068	121,705,960

25. Budget information

The disclosed budget information has been approved by Council of Chiefs and the Board of Directors of the related entities which form part of the government reporting entity.

26. Comparative figures

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

Mohawk Council of Kahnawà:ke
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2023

	<i>Land and land improvement</i>	<i>Buildings</i>	<i>Social Housing</i>	<i>Water Treatment Plant</i>	<i>Roads and Infrastructure</i>	<i>Sports Complex</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	6,552,814	66,026,696	9,328,363	11,100,940	65,127,206	2,162,747	160,298,766
Acquisition of tangible capital assets	1,128,680	341,975	-	-	-	-	1,470,655
Constructed assets	425,596	241,832	-	-	5,046,915	-	5,714,343
Write down of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	8,107,090	66,610,503	9,328,363	11,100,940	70,174,121	2,162,747	167,483,764
Accumulated amortization							
Balance, beginning of year	82,100	39,589,387	2,601,966	3,714,450	23,795,804	633,169	70,416,876
Annual amortization	214,829	1,995,778	269,056	295,460	2,212,908	57,297	5,045,328
Write down of capital assets	-	-	-	-	-	-	-
Balance, end of year	296,929	41,585,165	2,871,022	4,009,910	26,008,712	690,466	75,462,204
Net book value of tangible capital assets	7,810,161	25,025,338	6,457,341	7,091,030	44,165,409	1,472,281	92,021,560
2022 Net book value of tangible capital assets	6,470,714	26,437,309	6,726,397	7,386,490	41,331,402	1,529,578	89,881,890

Mohawk Council of Kahnawà:ke
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2023

	<i>School Buses</i>	<i>Vehicles</i>	<i>Firetrucks</i>	<i>Equipment</i>	<i>Computer Hardware and Software</i>	<i>Furniture and Fixtures</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	2,694,555	6,480,655	2,501,181	5,812,267	3,047,954	974,800	181,810,178
Acquisition of tangible capital assets	-	1,135,301	131,239	507,386	144,170	204,338	3,593,089
Constructed assets	-	-	-	-	-	-	5,714,343
Write down of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	2,694,555	7,615,956	2,632,420	6,319,653	3,192,124	1,179,138	191,117,610
Accumulated amortization							
Balance, beginning of year	2,043,314	4,601,700	1,369,143	4,286,950	2,767,839	772,145	86,257,967
Annual amortization	160,806	776,674	156,359	616,137	117,082	69,125	6,941,511
Write down of capital assets	-	-	-	-	-	-	-
Balance, end of year	2,204,120	5,378,374	1,525,502	4,903,087	2,884,921	841,270	93,199,478
Net book value of tangible capital assets	490,435	2,237,582	1,106,918	1,416,566	307,203	337,868	97,918,132
2022 Net book value of tangible capital assets	651,241	1,878,955	1,132,038	1,525,317	280,115	202,655	95,552,211

Mohawk Council of Kahnawà:ke
Schedule 1 - Consolidated Schedule of Tangible Capital Assets
For the year ended March 31, 2023

	<i>Subtotal</i>	<i>Building under construction</i>	<i>2023</i>	<i>2022</i>
Cost				
Balance, beginning of year	181,810,178	-	181,810,178	173,714,581
Acquisition of tangible capital assets	3,593,089	-	3,593,089	8,179,869
Constructed assets	5,714,343	1,381,421	7,095,764	-
Write down of tangible capital assets	-	-	-	(84,272)
Balance, end of year	191,117,610	1,381,421	192,499,031	181,810,178
Accumulated amortization				
Balance, beginning of year	86,257,967	-	86,257,967	79,505,090
Annual amortization	6,941,511	-	6,941,511	6,782,761
Write down of capital assets	-	-	-	(29,884)
Balance, end of year	93,199,478	-	93,199,478	86,257,967
Net book value of tangible capital assets	97,918,132	1,381,421	99,299,553	95,552,211
2022 Net book value of tangible capital assets	95,552,211	-	95,552,211	

Mohawk Council of Kahnawà:ke
Schedule 2 - Consolidated Schedule of Expenses by Object
For the year ended March 31, 2023

	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
Consolidated expenses by object			
Administration	2,646,273	7,048,988	3,328,607
Advertising	1,012,563	715,168	786,964
Amortization	2,000	6,941,511	6,782,761
Automotive	923,785	1,426,358	1,086,018
Bad debts	428,482	381,933	509,772
Bank charges and interest	74,959	291,509	287,685
Covid Support programs	420,000	77,829	3,865,961
Economic	1,166,269	561,821	396,214
Education and culture	4,774,704	7,195,059	6,054,685
Employment and training	1,207,955	1,170,334	971,587
Foster and group home care	2,822,598	2,255,101	3,506,976
Health costs	6,912,955	11,704,841	7,984,100
Honouraria(um)	172,835	183,411	101,842
Infrastructure costs	5,126,951	873,151	2,509,780
Insurance	335,920	341,379	294,557
Interest on long-term debt	110,691	106,191	109,776
Office expenses and supplies	3,341,166	2,665,260	2,275,227
Pension	4,482,552	2,454,666	4,503,661
Professional fees	4,335,215	6,855,773	4,602,176
Recovery of expenses	2,030,143	(304,569)	(208,007)
Rent	1,277,105	2,031,568	1,417,058
Repairs and maintenance	2,981,163	2,386,675	1,943,733
Salaries and benefits	64,802,256	62,527,420	56,622,767
Social assistance	6,219,994	5,725,915	6,796,059
Training	1,144,298	709,620	358,268
Travel	827,507	863,671	423,396
Uniforms	73,294	45,445	34,920
Utilities	1,330,865	1,458,206	1,356,593
	120,984,498	128,694,234	118,703,136

Mohawk Council of Kahnawà:ke
Schedule 3 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	<i>Schedule #</i>	<i>ISC Revenue</i>	<i>Other Revenue</i>	<i>Deferred Revenue</i>	<i>Total Revenue</i>	<i>Total Expenses</i>	<i>Adjustments/ Transfers From (To)</i>	<i>Current Surplus (Deficit)</i>	<i>Prior Year Surplus (Deficit)</i>
Segment Schedules									
Government Operations	4	48,733,689	46,810,349	(17,921,608)	77,622,430	55,914,652	(2,603,604)	19,104,174	30,283,413
Economic Development	5	979,280	6,595,735	-	7,575,015	8,517,683	1,447,976	505,308	2,575,314
Health and Community Services	6	48,233,655	8,772,766	1,191,852	58,198,273	35,406,051	-	22,792,222	4,059,002
Education	7	23,898,577	3,375,454	(399,758)	26,874,273	24,548,361	-	2,325,912	2,822,955
Fire Services	8	713,444	23,457	48,191	785,092	1,512,666	759,234	31,660	(98,532)
Cultural Center	9	100,000	1,280,729	49,573	1,430,302	1,515,796	400,000	314,506	(98,104)
Karihwanoron	10	1,778,423	511,580	-	2,290,003	1,267,854	-	1,022,149	1,317,811
Ottawa Trust Funds	11	-	42,687	-	42,687	11,171	-	31,516	(12,539)
		124,437,068	67,412,757	(17,031,750)	174,818,075	128,694,234	3,606	46,127,447	40,849,320

Mohawk Council of Kahnawà:ke
Government Operations
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
Revenue			
Government funding			
Indigenous Services Canada	26,075,080	48,733,689	64,880,012
Federal government funding	4,512,240	4,827,474	4,650,347
Provincial government funding	7,974,812	10,602,065	5,425,259
	38,562,132	64,163,228	74,955,618
Investment income	7,203,617	3,101,323	1,031,992
Other revenues	3,305,422	5,812,448	5,215,437
MSI	1,986,978	2,116,412	2,424,906
Kahnawà:ke Gaming Commission	1,555,123	1,565,456	1,145,634
Tickets and fines	556,332	605,092	475,677
Rental income	1,055,672	1,392,372	1,140,785
Royalties	429,368	426,178	283,493
User fees	138,492	142,943	141,999
Snack bar	122,000	144,245	40,479
Registration fees	11,957	170,700	43,575
Poker room	30,000	178,412	64,653
EGD revenue	6,020,000	14,903,392	6,939,948
Advertising revenue	25,000	51,200	31,530
First Nations Quebec and Labrador Health and Social Services Commission	-	2,373,319	443,027
Share in equity (loss) of government business entities	-	(1,040,152)	8,072,102
First Nations of Quebec and Labrador Sustainable Development Institute	71,030	-	-
Repayment of funding	-	52,598	62,021
Deferred revenue - prior year	1,238,188	16,744,147	5,067,447
Deferred revenue - current year	(744,606)	(34,665,755)	(16,744,147)
Total revenue	61,566,705	78,237,558	90,836,176

Continued on next page

Mohawk Council of Kahnawà:ke
Government Operations
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
Total revenue <i>(Continued from previous page)</i>	61,566,705	78,237,558	90,836,176
Expenses			
Administration	173,466	210,587	129,642
Advertising	205,632	191,744	183,916
Amortization	-	4,775,604	4,750,357
Automotive	864,685	1,357,204	1,022,269
Bad debts	428,482	288,754	515,913
Bank charges and interest	11,879	220,833	182,091
Covid Support programs	-	11,200	2,615,986
Honouraria(um)	29,110	22,433	19,783
Infrastructure costs	5,126,951	869,497	2,506,353
Insurance	282,113	225,160	169,862
Interest on long-term debt	69,358	78,336	75,182
Office expenses and supplies	1,424,848	1,642,041	1,256,641
Overhead charges and cost recoveries	2,030,143	(304,569)	(208,007)
Pension	4,482,552	2,454,666	4,503,661
Professional fees	2,950,255	4,366,523	2,726,589
Rent	639,750	1,536,871	920,038
Repairs and maintenance	869,711	1,219,660	868,479
Salaries and employee benefits	30,172,204	29,574,030	27,089,393
Social assistance	6,219,994	5,725,915	6,796,059
Training	440,251	349,988	237,903
Travel	209,842	183,901	68,574
Uniforms	57,294	40,855	25,148
Utilities	870,970	873,419	771,860
	57,559,490	55,914,652	57,227,692
Surplus before other income	4,007,215	22,322,906	33,608,484

Continued on next page

Mohawk Council of Kahnawà:ke
Government Operations
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 Budget	2023	2022
Surplus before other income <i>(Continued from previous page)</i>	4,007,215	22,322,906	33,608,484
Other income (expense)			
Gain on disposal of capital assets	-	203,980	6,800
Foreign exchange gain	3,045,935	2,067,277	102,583
Allocations to other community organizations	(160,000)	(2,886,385)	(1,290,891)
	2,885,935	(615,128)	(1,181,508)
Surplus before transfers	6,893,150	21,707,778	32,426,976
Transfers			
Transfers between programs	1,494,000	3,606	-
Economic Development segment	(1,551,997)	(1,447,976)	(1,000,000)
Fire Services segment	(697,470)	(759,234)	(697,470)
Cultural Services segment	(400,000)	(400,000)	(446,093)
	(1,155,467)	(2,603,604)	(2,143,563)
Surplus	5,737,683	19,104,174	30,283,413

Mohawk Council of Kahnawà:ke
Economic Development
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 Budget	2023	2022
Revenue			
Government funding			
Indigenous Services Canada	2,220,151	979,280	2,385,049
Employment and skills development Canada	-	99,884	18,900
Provincial government funding	301,114	-	187,799
	2,521,265	1,079,164	2,591,748
Investment income	50,141	136,711	79,272
Share in equity of government business entities	-	823,200	1,408,152
Other revenues	380,609	1,213,870	762,374
Rental income	916,537	937,948	913,270
Other Community Organizations	83,005	179,575	50,000
Administrative cost share	647,476	706,150	739,543
First Nations Quebec and Labrador Health and Social Services Commission	-	81,114	81,114
First Nations Human Resources Development Commission of Quebec	2,034,800	2,050,420	2,927,742
National Aboriginal Capital Corporations	1,286,141	354,291	336,514
Deferred revenue - prior year	1,302,632	737,468	1,108,830
Deferred revenue - current year	-	(724,896)	(737,468)
	9,222,606	7,575,015	10,261,091

Continued on next page

Mohawk Council of Kahnawà:ke
Economic Development
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
<i>(Continued from previous page)</i>	9,222,606	7,575,015	10,261,091
Expenses			
Administration	442,895	658,836	688,523
Advertising	780,967	508,487	567,768
Amortization	-	292,996	231,275
Bad debts	-	86,250	(6,141)
Bank charges and interest	3,281	40,392	75,082
Economic	1,166,269	561,821	396,214
Employment and training	1,207,955	1,170,334	971,587
Honouraria(um)	67,328	67,489	18,588
Insurance	28,608	21,538	21,174
Interest on long-term debt	41,333	27,855	34,594
Office expenses and supplies	732,805	357,250	306,338
Professional fees	547,976	536,083	646,257
Rent	235,255	209,856	208,048
Repairs and maintenance	289,147	160,562	121,503
Salaries and employee benefits	4,324,999	3,399,756	2,937,716
Training	111,719	33,749	22,105
Travel	251,835	243,977	99,570
Utilities	122,231	113,919	97,505
Covid Support programs	420,000	26,533	1,248,071
	10,774,603	8,517,683	8,685,777
Surplus (deficit) before transfers	(1,551,997)	(942,668)	1,575,314
Transfers between programs	-	1,447,976	1,000,000
Surplus	(1,551,997)	505,308	2,575,314

Mohawk Council of Kahnawà:ke
Health and Community Services
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 Budget	2023	2022
Revenue			
Government funding			
Indigenous Services Canada	20,940,176	48,233,655	31,948,146
Canada Revenue Agency	228,000	161,906	212,049
	21,168,176	48,395,561	32,160,195
Investment income	73,300	444,295	68,222
Other revenues	167,000	368,909	174,560
Rental income	642,526	473,723	609,681
First Nations Quebec and Labrador Health and Social Services Commission	-	-	246,258
Administrative cost share	1,912,253	5,972,868	2,256,241
Deferred revenue - prior year	-	3,989,674	495,494
Deferred revenue - current year	443,572	(2,797,822)	(3,989,674)
Repayment of funding	-	(169,115)	(22,978)
	24,406,827	56,678,093	31,997,999

Continued on next page

Mohawk Council of Kahnawà:ke
Health and Community Services
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
<i>(Continued from previous page)</i>	24,406,827	56,678,093	31,997,999
Expenses			
Administration	1,945,689	5,912,189	2,217,613
Amortization	-	370,098	289,074
Infrastructure costs	-	3,654	3,427
Automotive	59,100	33,528	31,865
Bank charges and interest	25,200	24,728	23,815
Education and culture	5,350	5,738	36,149
Foster and group home care	2,822,598	2,255,101	3,506,976
Health costs	6,912,955	11,704,841	7,984,100
Honouraria(um)	20,000	38,858	14,029
Insurance	19,149	39,854	37,805
Office expenses and supplies	151,334	269,755	216,252
Professional fees	89,000	154,855	95,051
Rent	164,136	122,593	164,137
Repairs and maintenance	1,502,955	399,787	255,986
Salaries and employee benefits	14,909,667	13,605,495	12,786,882
Training	157,218	202,551	52,656
Travel	269,050	130,572	80,198
Utilities	143,277	131,854	142,982
	29,196,678	35,406,051	27,938,997
Surplus before other items	(4,789,851)	21,272,042	4,059,002

Continued on next page

Mohawk Council of Kahnawà:ke
Health and Community Services
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
Surplus before other items <i>(Continued from previous page)</i>	(4,789,851)	21,272,042	4,059,002
Other income (expense)			
Foreign exchange gain	-	33,250	-
Gain on disposal of portfolio investments	-	1,486,930	-
	-	1,520,180	-
Surplus	(4,789,851)	22,792,222	4,059,002

Mohawk Council of Kahnawà:ke
Education
Schedule 7 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
Revenue			
Government funding			
Indigenous Services Canada	17,989,133	23,898,577	20,130,868
Investment income	-	448,958	87,798
Other revenues	74,809	473,480	543,221
First Nations Education Council	4,470,165	2,077,989	4,898,726
Rental income	64,575	33,114	64,575
Other Community Organizations	334,775	330,062	359,048
Administrative cost share	-	247,946	278,422
Deferred revenue - prior year	23,376	3,992,670	1,900,978
Deferred revenue - current year	-	(4,392,428)	(3,992,670)
Repayment of funding	-	(236,095)	(37,162)
	22,956,833	26,874,273	24,233,804
Expenses			
Administration	84,223	256,205	269,120
Advertising	25,964	14,937	35,280
Amortization	-	1,318,996	1,326,991
Bad debts	-	6,789	-
Bank charges and interest	30,962	1,525	2,566
Education and culture	4,659,057	6,553,246	5,630,747
Honouraria(um)	11,337	9,575	23,350
Insurance	-	57,260	58,535
Office expenses and supplies	791,863	209,578	362,963
Professional fees	703,984	1,725,964	1,107,321
Rent	204,964	132,248	109,835
Repairs and maintenance	238,056	307,239	417,911
Salaries and employee benefits	11,117,123	13,239,263	11,549,854
Training	397,810	94,419	24,908
Travel	96,780	305,221	175,054
Utilities	175,228	315,896	316,414
	18,537,351	24,548,361	21,410,849
Surplus	4,419,482	2,325,912	2,822,955

Mohawk Council of Kahnawà:ke
Fire Services
Schedule 8 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 Budget	2023	2022
Revenue			
Government funding			
Indigenous Services Canada	436,531	713,444	589,847
Other revenues	-	17,001	19,900
Investment income	1,300	3,630	910
Other Community Organizations	-	-	117,413
Deferred revenue - prior year	-	64,542	(64,542)
Deferred revenue - current year	-	(16,351)	-
	437,831	782,266	663,528
Expenses			
Amortization	-	177,971	175,725
Automotive	-	35,626	31,884
Bad debts	-	140	-
Bank charges and interest	3,457	3,760	3,789
Insurance (recovered)	3,250	(4,464)	3,845
Office expenses and supplies	162,102	95,387	50,987
Professional fees	14,000	20,615	14,470
Repairs and maintenance	49,234	259,642	238,090
Salaries and employee benefits	866,317	874,809	894,065
Training	34,750	26,241	17,419
Uniforms	16,000	4,590	9,772
Utilities	15,059	18,349	19,775
	1,164,169	1,512,666	1,459,821
Deficit before other items	(726,338)	(730,400)	(796,293)
Other items			
Foreign exchange	(350)	2,826	291
Deficit before transfers	(726,688)	(727,574)	(796,002)
Transfers	725,956	759,234	697,470
Surplus (deficit)	(732)	31,660	(98,532)

Mohawk Council of Kahnawà:ke
Cultural Center
Schedule 9 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	2023 Budget	2023	2022
Revenue			
Government funding			
Indigenous Services Canada	70,000	100,000	94,125
Canadian Heritage	-	361,375	273,706
Provincial government funding	-	-	14,490
	70,000	461,375	382,321
Investment income	-	2,076	783
Other revenues	316,104	183,621	70,309
Other Community Organizations	-	733,657	20,047
Deferred revenue - prior year	-	84,364	125,949
Deferred revenue - current year	-	(34,791)	(84,364)
	386,104	1,430,302	515,045
Expenses			
Amortization	2,000	5,846	9,339
Education and culture	48,080	561,935	301,337
Honoraria	3,400	2,919	1,351
Insurance	1,600	2,031	2,098
Office expenses and supplies	45,064	58,354	58,967
Professional fees	12,000	14,760	12,488
Rent	33,000	30,000	15,000
Repairs and maintenance	9,000	17,655	30,495
Salaries and employee benefits	708,572	821,621	570,904
Utilities	-	675	2,875
	862,716	1,515,796	1,004,854
Deficit before other items	(476,612)	(85,494)	(489,809)
Other income (expense)			
Gain (loss) on disposal of capital assets	-	-	(54,388)
Deficit before transfers	(476,612)	(85,494)	(544,197)
Transfers	365,000	400,000	446,093
Surplus (deficit)	(59,028)	314,506	(98,104)

Mohawk Council of Kahnawà:ke
Karihwanoron
Schedule 10 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
Revenue			
Government funding			
Indigenous Services Canada	981,616	1,778,423	1,677,913
Federal government funding	150,278	150,278	123,185
	1,131,894	1,928,701	1,801,098
Investment income	4,089	5,079	1,290
Other revenues	82,500	60,449	71,759
Other Community Organizations	308,713	295,774	165,189
Deferred revenue - prior year	-	-	229,912
	1,527,196	2,290,003	2,269,248
Expenses			
Bank charges and interest	180	271	342
Education and culture	62,217	74,140	86,452
Honouraria(um)	41,660	42,137	24,741
Insurance	1,200	-	1,238
Office expenses and supplies	33,150	32,895	23,079
Professional fees	18,000	36,973	-
Repairs and maintenance	23,060	22,130	11,269
Training	2,550	2,672	3,277
Utilities	4,100	4,094	5,182
Covid Support programs	-	40,096	1,904
Salaries and employee benefits	870,986	1,012,446	793,953
	1,057,103	1,267,854	951,437
Surplus	470,093	1,022,149	1,317,811

Mohawk Council of Kahnawà:ke
Ottawa Trust Funds
Schedule 11 - Consolidated Schedule of Revenue and Expenses
For the year ended March 31, 2023

	<i>2023 Budget</i>	<i>2023</i>	<i>2022</i>
Revenue			
Investment income	-	905	384
Rental income	-	41,782	10,786
	-	42,687	11,170
Expenses			
Administration	-	11,171	23,709
Surplus (deficit)	-	31,516	(12,539)