

## INDEPENDENT AUDITOR'S REPORT

### To the Members of Nahanni Butte Dene Band

#### *Qualified Opinion*

I have audited the consolidated financial statements of the Nahanni Butte Dene Band, which comprise the consolidated statement of financial position as at March 31, 2024, 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 financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Nahanni Butte Dene Band as at March 31, 2024, and its results of operations and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

#### *Basis for Qualified Opinion*

The Nahanni Butte Dene Band's investment in the Naha Dehe Park Corporation has a non-coterminous of year end of December 31, 2023. As such the results of operations of that investment in the Naha Dehe Parks Corporation for the period January 1 to March 31, 2024 are not included in these consolidated financial statements of the Nahanni Butte Dene Band. Therefore, it is not known if adjustments to the investment, income or accumulated surplus of the Nahanni Butte Dene Band may be necessary.

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

#### *Other Matters*

The consolidated financial statements for the year ended March 31, 2023 were audited by another auditor who expressed an unqualified opinion.

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

Management is responsible for the preparation and fair presentation of the 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 financial statements, management is responsible for assessing the Band'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 Band or to cease operations, or has no realistic alternative but to do so.

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

## INDEPENDENT AUDITOR'S REPORT, continued

### *Auditor's Responsibilities for the Audit of the Financial Statements*

My objective is to obtain reasonable assurance about whether the 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit.

I 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 Band'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 Band's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Band 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.

I 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 I identify during our audit.

Calgary, AB  
Month Day, 2025

***Ethan C. Oatman Professional Corporation***  
Chartered Professional Accountant

**NAHANNI BUTTE DENE BAND  
CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
As At March 31, 2024**

**Statement I**

	<b>2024</b>	<b>2023</b>
	(Restated)	
<b>FINANCIAL ASSETS</b>		
Cash <i>(Note 2)</i>	\$ 2,583,367	\$ 7,434,553
Restricted deposits <i>(Note 3)</i>	14,816,566	4,043,170
Accounts receivable <i>(Note 4)</i>	787,074	1,065,859
Contributions receivable <i>(Note 5)</i>	-	4,581,583
<b>TOTAL ASSETS</b>	<b>18,187,007</b>	<b>17,125,165</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities <i>(Note 6)</i>	902,226	367,842
Contributions repayable <i>(Note 7)</i>	5,367	5,707
Deferred contributions <i>(Note 8)</i>	15,564,610	16,490,454
<b>TOTAL LIABILITIES</b>	<b>16,472,203</b>	<b>16,864,003</b>
<b>NET FINANCIAL ASSETS</b>	<b>1,714,804</b>	<b>261,162</b>
<b>NON FINANCIAL ASSETS</b>		
Long term investments <i>(Note 9)</i>	1,607,361	1,472,035
Tangible capital assets <i>(Note 10)</i>	10,609,975	4,152,474
Prepaid expenses and deposits	72,265	22,463
<b>TOTAL NON FINANCIAL ASSETS</b>	<b>12,289,601</b>	<b>5,646,972</b>
<b>ACCUMULATED SURPLUS</b>	<b>\$ 14,004,405</b>	<b>\$ 5,908,134</b>

APPROVED ON BEHALF OF COUNCIL:

Peter Marcello Councilor  
Stacy Batt Councilor

The accompanying notes and schedules form an integral part of the consolidated financial statements.

**NAHANNI BUTTE DENE BAND**  
**CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS**  
For the Year Ended March 31, 2024

**Statement II**

	Budget	2024	2023 (Restated)
<b>REVENUE</b>			
Contributions - MACA	\$ 1,364,950	\$ 2,092,222	\$ 2,134,525
Contributions - CIRNAC	933,458	1,345,996	1,167,904
Contributions - DFN	27,500	199,269	104,389
Contributions - GNWT	518,569	712,351	504,162
Other revenue and recoveries	6,956,952	7,906,065	9,018,287
Add opening deferred revenue	-	16,512,269	9,351,909
Less closing deferred revenue	-	(15,564,610)	(16,512,269)
<b>TOTAL REVENUE</b>	<b>9,801,429</b>	<b>13,203,562</b>	<b>5,768,907</b>
<b>EXPENSES</b>			
<b>Municipal Services:</b>			
Municipal administration		1,187,853	846,673
Utilities and operating		282,066	224,364
Recreation		14,000	14,600
Water and sewage		467,344	436,988
Youth programs		43,222	36,481
<b>Band Member Services:</b>			
Band support administration		179,597	185,003
Political and institutional development		163,033	710,105
Summer and youth work experience		87,400	91,794
<b>Dehcho First Nation Funded Programs:</b>			
Language and culture		68,555	61,049
Resource management		86,836	73,184
<b>GNWT Funded Programs:</b>			
Education, cultural and employment		102,834	100,250
Health and social services		394,450	210,602
Hunters and trappers assistance		37,618	8,055
Economic development		29,623	-
Environment and natural resources		101,180	107,590
Transportation		65,457	67,401
Industry, Tourism and Investment		85,509	152,880
<b>Others:</b>			
Office administration		697,344	143,503
Other programs		1,102,784	1,033,733
<b>TOTAL EXPENSES</b>	<b>9,945,421</b>	<b>5,196,705</b>	<b>4,504,255</b>
Operating Surplus	(143,992)	8,006,857	1,264,652
Earnings from subsidiaries		89,414	345,156
<b>ANNUAL SURPLUS</b>	<b>(143,992)</b>	<b>8,096,271</b>	<b>1,609,808</b>
<b>Accumulated Surplus at the beginning of year, as previously stated</b>			
<b>Restatement (Note 18)</b>	<b>5,775,523</b>	<b>5,775,523</b>	<b>4,298,326</b>
<b>Accumulated Surplus at the beginning of year, as restated</b>	<b>5,775,523</b>	<b>5,908,134</b>	<b>4,298,326</b>
<b>Accumulated Surplus at the end of year</b>	<b>5,631,531</b>	<b>\$ 14,004,405</b>	<b>\$ 5,908,134</b>

The accompanying notes and schedules form an integral part of the financial statements.

**NAHANNI BUTTE DENE BAND  
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS  
For the Year Ended March 31, 2024**

**Statement III**

	<b>2024</b>	<b>2023</b>
<b>Annual Surplus</b>	\$ 5,631,531	\$ 8,096,271
Acquisition of tangible capital assets	(5,532,650)	(6,843,313)
Amortization of tangible capital assets	-	385,812
Change in long term investments	-	(135,326)
	98,881	1,503,444
Decrease (increase) in prepaid expenses and deposits	-	(49,802)
<b>Changes in net financial debts</b>	98,881	<b>1,453,642</b>
<b>Net financial assets at beginning of year</b>	261,162	<b>261,162</b>
<b>Net financial assets at end of year</b>	\$ 360,043	<b>\$ 1,714,804</b>
		<b>\$ 261,162</b>

The accompanying notes and schedules form an integral part of the financial statements.

**NAHANNI BUTTE DENE BAND  
CONSOLIDATED STATEMENT OF CASH FLOWS  
For the Year Ended March 31, 2024**

**Statement IV**

	<b>2024</b>	<b>2023</b>
<b>Cash Flows from Operating Activities</b>		
Cash receipts from government transfers	\$ 7,419,939	\$ 3,020,794
Cash receipts from contributions and other recoveries	11,192,304	9,208,503
Cash paid to supplier and employees	(4,768,491)	(4,275,530)
	13,843,752	7,953,767
<b>Cash Flows from Investing Activities</b>		
Decrease (increase) in advance to subsidiary companies	(1,078,229)	(22,227)
	(1,078,229)	(22,227)
<b>Capital Transactions</b>		
Purchase of tangible capital assets	(6,843,313)	(863,199)
	(6,843,313)	(863,199)
<b>NET INCREASE IN CASH POSITION</b>	5,922,210	7,068,341
CASH AND CASH EQUIVALENTS, AT BEGINNING OF YEAR	11,477,723	4,409,382
<b>CASH AND CASH EQUIVALENTS, AT END OF YEAR</b>	<b>\$ 17,399,933</b>	<b>\$ 11,477,723</b>
<b>Cash consists of :</b>		
Cash	\$ 2,583,367	\$ 7,434,553
Restricted cash	14,816,566	4,043,170
	<b>\$ 17,399,933</b>	<b>\$ 11,477,723</b>

The accompanying notes and schedules form an integral part of the financial statements.

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2024**

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The Nahanni Butte Dene Band (the "Council") is an Indian Band registered under the Indian Act. It provides services to the band members of Nahanni Butte Dene Band. It is also recognized by Department of Municipal and Community Affairs, the Government of NWT, as the designated authority responsible for the provision of municipal services to the Community of Nahanni Butte.

The Council is exempt for income tax purposes under Section 149 of the Income Tax Act.

## **1. SIGNIFICANT ACCOUNTING POLICIES**

### **(a) Basis of Preparation**

These consolidated financial statements are the representations of management and have been prepared in accordance with Canadian public sector accounting standards as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada and are consistent with the accounting policies set out by the Government of the Northwest Territories - Department of Municipal and Community Affairs. Significant aspects of the reporting policies adopted by the Band are as follows:

### **(b) Reporting Entity**

The consolidated financial statements includes the accounts of Nahanni Butte Dene Band and its following subsidiary and associated companies using the modified equity method

	<b>Percentage Owned</b>	<b>Year End</b>
Naha Dehe Development Corporation	100%	March 31, 2024
Nahanni Butte General Store Ltd.	50%	March 31, 2024
Naha Dehe Park Corporation	100%	December 31, 2023
Deh Cho Helicopters Regional Limited Partnership	14.3%	May 31, 2023

### **(c) Fund Accounting**

The Nahanni Butte Dene Band follows the deferral method of accounting for capital contributions. Externally restricted contributions are recognized as revenue when the related capital expenditures are incurred. Contributions received in advance of making the related expenditures is recorded as deferred revenue.

The General Operating Fund reports the core operating accounts of the Council and other programs in accordance with contribution agreements with funding agencies.

The Enterprise Fund reports the assets, liabilities, revenue and expenditure relating to investments held by the Council.

### **(d) Long Term Investments**

Long term investments are recorded at amortized costs plus adjustments for accumulated earnings and loss less any permanent decline in value.

### **(e) Revenue Recognition**

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenues as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipts of goods or services and /or legal obligations to pay. Operating transfers are recognized as revenue in the period in which the events giving rise to the transaction occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2024**

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**1. SIGNIFICANT ACCOUNTING POLICIES**

**(e) Revenue Recognition**

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. Revenue is recognized in the period when the related expenses are incurred, services performed or the tangible capital assets are acquired.

**(f) Non-Financial Assets**

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the consolidated Change in Net Financial Assets (Debt) for the year.

**(i) Tangible Capital Assets**

Land and building is stated at nominal value. Purchased tangible capital assets are recorded at cost. Amortization expense is recorded over the estimated useful lives of the assets, using the following method and annual rates:

Buildings:

- Community office	2%-5%	Declining Balance
- Trailers	10%	Declining Balance
- Garages	4%	Declining Balance
Land improvements	2.5%	Declining Balance
Landfills and lagoon	4%-10%	Declining Balance
Automotive equipment	30%	Declining Balance
Office equipment and furniture	10%-30%	Declining Balance
Boats	15%	Declining Balance
Heavy equipment	10%	Declining Balance

**(g) Cash and Cash Equivalents**

Cash includes cash and demand deposits. Cash equivalents includes highly liquid investments that can be readily converted into cash for a fixed amount and that matures less than three months from the date of acquisition

**(h) Allocation of Expenditure**

Certain common expenditure have been allocated to programs based on estimate of services provided

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2024**

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**1. SIGNIFICANT ACCOUNTING POLICIES**

**(i) Financial instruments - Recognition and Measurement**

The Council has elected the following classifications with respect to its financial assets and financial liabilities:

- Cash and restricted cash are classified as assets held-for-trading and is subsequently measured at fair value with gains and losses arising from changes in the fair value recognized in net income in the period in which they arise. The estimated fair value of cash is assumed to approximate its carrying amount.
- Accounts receivable are classified as loans and receivables and are subsequently measured at amortized cost using the effective interest method. The amortized cost using the effective interest method approximates their fair values due to the short term nature.
- Accounts payable and accrued liabilities are classified as other financial liabilities and are subsequently measured at amortized cost using the effective interest method. At inception, the estimated fair values of accounts payable and accrued liabilities are assumed to approximate their carrying amounts.

Unless otherwise noted, it is management's opinion that the Council is not exposed to significant interest, currency or credit risks arising from these financial instruments.

**(j) Government Transfers**

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

Government transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

**(k) Use of Estimates**

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary. Investment in Band business entities is stated after evaluation as to valuation and collectibility of advances. Amortization is based on the estimated useful lives of tangible capital assets.

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

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2024**

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**2. Cash**

Cash consists of cash on hand and balances with a CDIC insured bank less cheques issued and outstanding and transfers outstanding.

	<b>2024</b>	<b>2023</b>
Operating cash	\$ 2,583,367	\$ 7,434,553

The operating cash account has an available overdraft of \$100,000 which was not drawn upon during the year.

**3. Restricted Deposits**

	<b>2024</b>	<b>2023</b>
Bank account - Community Public Infrastructure (CPI)	\$ 3,099,459	\$ 107,638
Bank account - Gas Tax Fund (GTF)	1,526,951	935,532
Bank account - Park Trust	7,000,000	-
GICs	3,190,156	3,000,000
	<hr/>	<hr/>
	\$ 14,816,566	\$ 4,043,170

Interest on CIBC Business Interest Account are paid monthly at rates ranging from 0.10% to 0.65% per annum depending on monthly average account balance.

	<b>Community Public Infrastructure</b>	<b>Federal Gas Tax Funding</b>	<b>Total</b>
Deferred contributions	\$ 3,055,901	\$ 1,526,960	\$ 4,582,861
Less contributions receivable	-	-	-
Required balance	3,055,901	1,526,960	4,582,861
Restricted cash deposits	3,099,459	1,526,951	4,626,410
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Excess (shortfall)	\$ 43,558	\$ (9)	\$ 43,549

Sufficient funds must be deposited to separate bank accounts to correspond with the respective restricted cash balances. Interest earned on these accounts is credited to the appropriate restricted bank accounts. In all material respects, the Band is in compliance with the requirement that restricted deposits be fully funded.

**4. Accounts Receivable**

	<b>2024</b>	<b>2023</b>
Trade and other	\$ 1,011,305	\$ 1,073,931
GST refundable	161,205	127,769
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Less allowances for doubtful accounts	1,172,510 (385,436)	1,201,700 (135,841)
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	\$ 787,074	\$ 1,065,859

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
For the Year Ended March 31, 2024

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**5. Contributions Receivable**

	<b>2024</b>	<b>2023</b>
Canadian Northern Economic Development Agency (CANNOR):		
Arbor	\$ -	\$ 148,500
Government of NWT:		
MACA - Federal Gas Tax Funding (2014-15)	-	87,172
MACA - Federal Gas Tax Funding (2015-16)	-	174,000
MACA - Federal Gas Tax Funding (2016-17)	-	75,000
MACA - Federal Gas Tax Funding (2017-18)	-	75,000
MACA - Federal Gas Tax Funding (2018-19)	-	80,000
MACA - Federal Gas Tax Funding (2019-20)	-	160,000
MACA - Federal Gas Tax Funding (2020-21)	-	160,000
MACA - Federal Gas Tax Funding (2021-22)	-	85,000
MACA - Federal Gas Tax Funding (2022-23)	-	85,000
MACA - CPI (2018-19)	-	665,000
MACA - CPI (2019-20)	-	665,000
MACA - CPI (2020-21)	-	665,000
MACA - CPI (2021-22)	-	665,000
MACA - CPI (2022-23)	-	665,000
INAC - Lands and Resource Management	-	8,709
INAC - Community Development Consultant	-	25,000
INAC - Community Development & Capacity Building	-	14,600
INAC - Intergovernmental forums	-	500
INAC - Youth Work Experience	-	5,420
INAC - Band Support Top-Up	-	32,114
ITI - Tourism Plan	-	33,600
Other	-	6,968
	<hr/>	<hr/>
	\$ -	\$ 4,581,583

**6. Accounts Payable and Accrued Liabilities**

	<b>2024</b>	<b>2023</b>
Trade and other	\$ 764,559	\$ 229,997
Accrued wages and benefits	93,369	109,000
CRA remittances payable	44,298	28,845
	<hr/>	<hr/>
	\$ 902,226	\$ 367,842

**7. Contributions Repayable**

	<b>2024</b>	<b>2023</b>
Crown-Indigenous Relations and Northern Affairs Canada (CIRNAC)	\$ 5,367	\$ 5,707

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2024**

**8. Deferred Contributions**

	<b>2024</b>	<b>2023</b>
Government of NWT - MACA:		
Community Public Infrastructure	\$ 3,055,901	\$ 3,432,643
Federal Gas Tax Funding	1,526,960	1,916,704
Children and Youth Resiliency	8,790	8,790
After School	7,114	7,114
	4,598,765	5,365,251
Government of NWT - Other departments:		
ENR - Boreal Caribou	901	901
ENR - CHAP & HTA	4,468	4,468
ITI - CAP Small Scale	-	13,510
ITI - Tourism	-	1,548
ITI - SEED Norzinc Prairie Creek	-	537
	5,369	20,964
Crown Indigenous Relations and Northern Affairs Canada (CIRNAC)		
Intergovernmental Forums	-	22,838
Flood Mitigation	169,118	6,930
Transportation Infrastructure	-	188,657
Community Land Use Planning	34,965	-
Fuel Modifications	33,338	-
KFN Discussions	4,083	-
	241,504	218,425
Other:		
NWT Seniors Society	27,020	20,841
Canadian Zinc IBA	-	650,000
NWT Housing Corp - Community Housing Plan	-	23,040
Government of Canada - Rural Transit Planning Study	-	48,126
Dehcho First Nation - Cultural Program	-	7,752
Dehcho First Nation - Covid-19	-	27,955
Dehcho First Nation - Emergency Management Initiative	3,000	-
CMHC - 7 Plex	688,952	-
Parks Canada GC-1103-4	-	108,100
Parks Canada	10,000,000	10,000,000
	10,718,972	10,885,814
	\$ 15,564,610	\$ 16,490,454

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2024**

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**9. Long Term Investments**

Naha Dehe Development Corporation

The Council owns 100% of Naha Dehe Development Corporation, a private company incorporated under the Business Corporation Act of Northwest Territories on July 9, 2001. The Corporation's principal activities are business management and investment activities. The Company is exempt from income tax under Section 149(1)(e) of the Income Tax Act.

The following summarizes the financial position and results of operations of the Corporation as at and for the year ended March 31, 2024.

	<b>2024</b>	<b>2023</b>
<b>Financial Position</b>		
Current assets	\$ 1,305,961	\$ 327,767
Non-current assets	785,005	275,224
Total assets	2,090,966	602,991
Current liabilities	39,742	39,342
Non-current liabilities	1,582,547	153,977
Total liabilities	1,622,289	193,319
Shareholder's equity	468,677	409,672
<b>Financial Performance</b>		
Revenues	344,364	401,269
Expenses	285,359	128,730
Net earnings (loss)	59,005	272,539
<b>Investments:</b>		
Investment at cost	10	10
Receivable from Corporation	1,078,547	32,477
Accumulated equity earnings (deficit)	468,667	409,662
Investment in Corporation	\$ 1,547,224	\$ 442,149

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2024**

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**9. Long Term Investments (Continued)**

Nahanni Butte General Stores Ltd.

The Council owns 50% of Nahanni Butte General Stores Ltd., a private company incorporated under the Business Corporation Act of Northwest Territories on October 15, 1992. The Company owns and operates The Nahanni Butte General Store and Nahanni Butte Inn in Nahanni Butte, Northwest Territories.

The Company is exempt from income taxes under Section 149(1)(e) of the Income Tax Act.

The following summarizes the financial position and results of operations of the Corporation as at and for the year ended March 31, 2024.

	<b>2024</b>	<b>2023</b>
<b>Financial Position</b>		
Current assets	\$ 195,243	\$ 235,159
Non-current assets	471,099	501,095
Total assets	666,342	736,254
Current liabilities	58,680	60,184
Non-current liabilities	203,561	256,544
Total liabilities	262,241	316,728
Total shareholder's equity	404,101	419,526
<b>Financial Performance</b>		
Revenues	514,745	508,523
Expenses	530,906	522,203
Net earnings (loss)	(16,161)	(13,680)
Net loss attributable to the Council	(8,081)	(6,840)
<b>Investments:</b>		
Investment at cost	25,000	25,000
Receivable from Corporation	170,928	282,164
Accumulated equity earnings	96,172	112,333
Investment in Corporation	\$ 292,100	\$ 419,497

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2024**

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**9. Long Term Investments (Continued)**

Naha Dehe Parks Corporation

The Council owns 100% of Naha Dehe Parks Corporation, a private company incorporated under the Business Corporation Act of Northwest Territories on January 20, 2023. The Company exists to develop tourism infrastructure and services for the Nahanni Butte National Park.

The Company is exempt from income taxes under Section 149(1)(e) of the Income Tax Act.

The following summarizes the financial position and results of operations of the Corporation as at and for the year ended December 31, 2023.

	<b>2023</b>
<b>Financial Position</b>	
Current assets	\$ 70,991
Non-current assets	1,145,426
<b>Total assets</b>	<b>1,216,417</b>
 Current liabilities	 897,339
Non-current liabilities	319,078
<b>Total liabilities</b>	<b>1,216,417</b>
 <b>Total shareholder's equity</b>	 -
 <b>Financial Performance</b>	
Revenues	46,211
Expenses	46,211
<b>Net earnings (loss)</b>	<b>-</b>
 <b>Net earnings (loss) attributable to the Council</b>	 -
<b>Investments:</b>	
Investment at cost	-
Payable to the Corporation	(1,032,316)
Accumulated equity earnings (deficit)	-
 <b>Investment in Corporation</b>	 <b>\$ (1,032,316)</b>

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2024**

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**9. Long Term Investments (Continued)**

Deh Cho Helicopters Regional Limited Partnership

The Council owns 5,000 of 35,000 (14.27%) limited partnership units in Deh Cho Helicopters Regional Limited Partnership (DCHRLP). DCHRLP was formed on June 1, 2004 under the Partnership Act of the Northwest Territories.

The Partnership's principal activities are to own and lease a Eurocopter AS350 B2 Helicopter and other helicopter charters through Great Slave Helicopters Ltd. in the Deh Cho areas in Northwest Territories.

The following summarizes the financial position and results of operations of the Corporation as at and for the year ended May 31, 2023.

	<b>2023</b>	<b>2022</b>
<b>Financial Position</b>		
Current assets	\$ 2,836,394	\$ 3,056,026
Non-current assets	3,068,297	2,759,423
 Total assets	 5,904,691	 5,815,449
Current liabilities	156,007	220,514
Non-current liabilities	1,480,670	1,596,135
 Total partners' equity	 4,268,014	 3,998,800
 <b>Financial Performance</b>		
Revenues	1,245,550	859,442
Expenses	626,336	475,205
 Net earnings	 619,214	 384,237
 Net earnings attributable to the Council	 88,459	 54,891
 Cash distribution	 50,000	 -
 <b>Investment:</b>		
Investment at cost	5,000	5,000
Accumulated equity earnings	646,298	607,839
 Investment in Partnership	 651,298	 612,839
 Total Investments	 \$ 1,607,361	 \$ 1,472,035

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
For the Year Ended March 31, 2024

**10. Tangible Capital Assets**

	Cost	Accumulated Amortization	2024 Net Book Value	2023 Net Book Value
Land improvements	2,424,408	597,061	1,827,347	1,874,202
Landfills and lagoon	730,263	615,222	115,041	119,834
Buildings	\$ 8,658,741	\$ 1,703,423	\$ 6,955,318	\$ 1,589,822
Automotive equipment	2,121,612	1,195,673	925,939	104,305
Boats	226,648	16,999	209,649	-
Heavy equipment	980,796	690,560	290,236	274,688
Office equipment and furniture	592,484	306,040	286,444	189,623
	<b>\$ 15,734,952</b>	<b>\$ 5,124,978</b>	<b>\$ 10,609,974</b>	<b>\$ 4,152,474</b>

**11. Equity in Tangible Capital Assets**

	2024	2023
Tangible capital assets	\$ 15,734,952	\$ 8,891,640
Accumulated amortization	(5,124,978)	(4,739,166)
	<b>\$ 10,609,974</b>	<b>\$ 4,152,474</b>

**12. Accumulated Surplus**

	2024	2023
Unrestricted		
General Operating Fund	\$ 754,754	\$ 283,624
Enterprise Fund	2,639,679	1,472,036
<b>Equity in Tangible Capital Assets</b>	<b>10,609,974</b>	<b>4,152,474</b>
	<b>\$ 14,004,405</b>	<b>\$ 5,908,134</b>

**13. Government Transfers**

	2024	2023
Government of NWT - MACA	\$ 2,092,222	\$ 2,134,525
CIRNAC	1,345,996	1,167,904
Dehcho First Nations	199,269	104,389
Government of NWT	712,351	504,162
	<b>\$ 4,349,838</b>	<b>\$ 3,910,980</b>

**NAHANNI BUTTE DENE BAND**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2024**

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**14. Expenditure by Object**

	<b>2024</b>	<b>2023</b>
Advertising and promotion	\$ -	\$ 159
Administration	64,981	30,885
Amortization	385,812	178,784
Bad debts (recovered)	275,134	-
Bank charges and interest	2,549	2,027
Community events	32,755	33,760
Contracted services	451,040	421,857
Donations/Contributions	5,800	250
Equipment rental	244,225	103,970
Freight and postage	15,352	37,305
Honoraria	84,080	99,360
Insurance	375,511	174,820
Materials and supplies	261,712	451,197
Meeting and workshop	5,513	8,527
Membership distribution	68,000	-
Miscellaneous	24,464	32,088
Mobile equipment costs	61,014	46,262
Office	22,148	39,548
Professional fees	882,536	994,307
Rent and utilities	382,142	377,538
Repairs and maintenance	232,184	113,024
Telephone and Internet	48,359	35,103
Training and scholarships	4,200	14,534
Travel and accommodation	165,460	151,006
Wages and benefits	1,101,734	1,157,944
	<hr/> \$ 5,196,705	<hr/> \$ 4,504,255

**15. Economic Dependence**

The Council receives a major portion of its revenue from the Federal Ministry of Crown-Indigenous Relations and Northern Affairs Canada (CIRNAC) and the Department of Municipal and Community Affairs of the Government of Northwest Territories (MACA). The nature and extent of this revenue is of such significance that the Council is economically dependent on this source of revenue.

**NAHANNI BUTTE DENE BAND  
SCHEDULE OF REVENUES AND EXPENSES  
For the Year Ended March 31, 2024**

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**16. Comparative Figures**

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

**17. Financial Instruments**

The Council's financial instruments are exposed to certain risks, which include credit risk, market risk, interest rate risk and liquidity risk.

Credit Risk - Credit risk refers to the potential that the funding agencies or counter party to a financial instrument will fail to discharge its contractual obligations. The Council is exposed mainly to credit risk from funding agencies' refusal to contribute the full funding due to the Council's non-compliance to the contribution agreements. The Council manages credit risk by ensuring that it complies with the terms and conditions of the contribution agreements.

Liquidity Risk - Liquidity risk is the risk that the Council will not be able to meet its financial obligations as they fall due. The Council manages liquidity risk through the management of its capital structure.

Unless otherwise noted, it is management's opinion that the Council is not exposed to other significant interest, currency and market risks arising from these financial instruments.

**18. Restatement**

The reported figures in the prior year were restated to correct contribution agreement revenue not reported and change to composition of tangible capital assets. The following is the impact of the restatement:

	<b>2023</b>
Revenue, as previously reported	5,620,404
Revenue, as restated	<u>5,768,907</u>
Increase in revenue	148,503
Tangible capital assets, as previously reported	4,168,366
Tangible capital assets, as restated	<u>4,152,474</u>
Decrease in tangible capital assets	(15,892)
Annual surplus, as previously reported	1,477,197
Annual surplus, as restated	<u>1,609,808</u>
Increase in annual surplus	132,611