

INDEPENDENT AUDITOR'S REPORT**TO THE CHIEF, COUNCIL AND MEMBERSHIP
BEHDZI AHDA' FIRST NATION BAND****Qualified Opinion**

We have audited the consolidated financial statements of Behdzi Ahda' First Nation Band (the First Nation), which comprise the consolidated statement of financial position as at March 31, 2025, and the consolidated statements of operations, accumulated surplus, change 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.

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 First Nation as at March 31, 2025, 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 Qualified Opinion

The investment in Berah Gutone Tue" Enterprises Ltd. has been recorded at cost where as the First Nation is required to record this investment using the modified equity method. We were not able to obtain the necessary information to account for the investment in Berah Gutone Tue" Enterprises Ltd. under this method. This business enterprise has many investments and partnerships which certain financial information was not available, audited or had year ends that did not coincide. Therefore we were not able to determine whether any adjustments might be necessary to the investment in Berah Gutone Tue" Enterprises Ltd. and the equity earnings from this government business enterprise. The condensed supplementary financial information has also not been disclosed in the notes. Our audit opinion on the financial statements for the year ended March 31, 2025 was modified accordingly because of the possible effects of this scope limitation.

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 consolidated financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

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

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

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

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

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.

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.



July 29, 2025
Winnipeg, Manitoba

CHARTERED PROFESSIONAL ACCOUNTANTS

BEHDZI AHDA' FIRST NATION BAND
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

	2025	2024
FINANCIAL ASSETS		
Unrestricted cash and term deposits, note 3	\$ 2,370,716	\$ 2,149,931
Restricted cash and term deposits, note 4	4,484,252	3,765,489
Accounts and loans receivable, Schedule 64	4,586,946	4,204,413
Investment in Berah Gutone Tue" Enterprises Ltd., note 5	50	50
Due from related parties, note 6	750,000	750,000
	12,191,964	10,869,883
LIABILITIES		
Accounts payable and accrued, Schedule 65	\$ 818,660	\$ 482,868
Contributions repayable, note 7	-	90,683
Deferred revenue, note 8	5,452,252	4,605,489
Due to related parties, note 9	237,859	237,859
	6,508,771	5,416,899
NET FINANCIAL ASSETS	\$ 5,683,193	\$ 5,452,984
NON-FINANCIAL ASSETS		
Tangible capital assets, Schedule 66	\$ 8,612,237	\$ 8,710,212
Prepaid expenses and deposits	99,267	101,588
	8,711,504	8,811,800
ACCUMULATED SURPLUS, Schedule 67	\$ 14,394,697	\$ 14,264,784
CONTINGENCIES, note 10		

Approved on Behalf of the First Nation:

Richard Kochon



BEHDZI AHDA' FIRST NATION BAND
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2025

	Budget Unaudited	2025 Actual	2024 Actual
REVENUE			
Grants - Government of the Northwest Territories			
Operating	\$ 2,289,083	\$ 2,200,795	\$ 2,145,498
Capital	407,019	428,541	107,067
Grants - Federal government			
Indigenous Services Canada	1,379,645	1,095,752	941,222
Food Banks Canada	40,000	-	55,214
Canadian Heritage	47,450	45,077	33,933
Canadian Northern Economic Development Agency	46,384	-	174,086
Agriculture and Agri-Food Canada	2,515	-	125,937
Department of Justice Canada	-	-	226,702
Contributions and donations	494,991	616,678	504,150
Imperial Oil	11,750	11,750	-
Interest	30,000	208,177	182,466
Management support	-	99,780	111,204
NWT Association of Communities	-	-	184,000
Rental	42,000	61,808	18,000
Sahtu Dene Council	65,400	65,400	65,400
Sahtu Health and Social Services Authority	38,182	24,348	11,423
Sahtu Renewable Resources Board	61,419	46,830	30,878
Sahtu Secretariat Inc.	461,286	218,067	182,824
Tlicho government	20,000	20,000	20,000
Total revenue (Schedule 1)	5,437,124	5,143,003	5,120,004
EXPENSES			
Band government	1,255,677	1,749,060	1,574,812
Community services	820,265	673,007	866,439
Health services	234,657	158,308	106,637
Housing	14,903	-	-
Protective services	-	-	188,532
Recreation and cultural services	324,610	305,386	200,192
Regional planning and economic development	118,403	-	-
Resource conservation	245,245	318,688	419,065
Self government	1,101,151	796,636	706,314
Transportation services	435,798	562,926	415,221
Water and sewer services	486,240	449,079	393,329
Total expenses (Schedule 1)	5,036,949	5,013,090	4,870,541
SURPLUS FOR THE YEAR	\$ 400,175	\$ 129,913	\$ 249,463

The accompanying notes are an integral part of the financial statements

BEHDZI AHDA' FIRST NATION BAND
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED MARCH 31, 2025

	2025	2024
ANNUAL SURPLUS	\$ 129,913	\$ 249,463
Purchase of tangible capital assets	(362,241)	(559,347)
Amortization of tangible capital assets	460,216	483,401
Increase in prepaid expenses	2,321	27,869
	100,296	(48,077)
CHANGE IN NET FINANCIAL ASSETS	230,209	201,386
NET FINANCIAL ASSETS, BEGINNING OF YEAR	5,452,984	5,251,598
NET FINANCIAL ASSETS, END OF YEAR	\$ 5,683,193	\$ 5,452,984

The accompanying notes are an integral part of the financial statements

BEHDZI AHDA' FIRST NATION BAND
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2025

	2025	2024
CASH FLOW FROM OPERATING TRANSACTIONS		
Cash receipts from funding arrangements and customers	\$ 5,059,443	\$ 3,988,644
Cash paid to suppliers, employees and others	(4,209,882)	(4,200,350)
Interest received	208,177	182,466
Interest paid	(4,878)	(11,691)
	1,052,860	(40,931)
CASH FLOW FROM CAPITAL TRANSACTIONS		
Purchase of tangible capital assets	(362,241)	(559,347)
Advances from related parties	-	370
	(362,241)	(558,977)
INCREASE (DECREASE) IN CASH	690,619	(599,908)
CASH, BEGINNING OF YEAR	1,911,320	2,511,228
CASH, END OF YEAR	\$ 2,601,939	\$ 1,911,320
CASH IS COMPRISED OF:		
Unrestricted cash, note 3	\$ 44,057	\$ (21,342)
Restricted cash, note 4	2,557,882	1,932,662
	\$ 2,601,939	\$ 1,911,320

BEHDZI AHDA' FIRST NATION BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2025

1. SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with generally accepted accounting principles for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

Reporting Entity

The Behdzi Ahda' First Nation reporting entity includes Behdzi Ahda' First Nation and all related entities that are either owned or controlled by the First Nation. Control is defined as the power to govern the financial and operating policies of another organization with expected benefits or the risk of loss from the other organization's activities. Control exists regardless of whether the government chooses not to exercise its power to govern so long as it has the ability to govern. Control must exist at the financial statement date, without the need to amend agreements.

Principles of Consolidation

These consolidated financial statements report on the assets, liabilities and results of operations for all the following entities which are considered to be extensions of the Behdzi Ahda' First Nation Band government operations:

Behdzi Ahda' First Nation Band
Colville Lake Development Fund

All of the above entities were subject to an audit. All inter-entity balances have been eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions between them have not necessarily been eliminated on the individual schedules.

Investments

The investment in Berah Gutone Tue" Enterprises Ltd. is recorded at cost.

Fund Accounting

The Behdzi Ahda' First Nation Band uses fund accounting procedures which result in a self-balancing set of accounts for each fund established by legal, contractual or voluntary actions. These funds have been amalgamated for the purpose of presentation in the consolidated financial statements. The Behdzi Ahda' First Nation Band maintains the following funds:

- (i) Operating fund which reports the general activities of the First Nation Administration.
- (ii) Capital fund which reports the tangible capital assets of the First Nation not included in other funds, together with their related financing.
- (iii) Water and sewer services fund which reports the water and sewer activities of the First Nation Administration.

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 provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets normally include tangible capital assets, prepaid expenses and inventories of supplies.

Cash

Cash and cash equivalents include cash on hand and balances with banks net of outstanding cheques and bank overdrafts.

BEHDZI AHDA' FIRST NATION BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2025

Significant Accounting Policies - continued

Term Deposits

The term deposits are recorded at cost plus accrued interest.

Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor.

Certain assets which have historical or cultural value including works of art, historical documents as well as historical or cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of the future benefits associated with such property cannot be made. Assets under construction are not amortized until the asset is available to be put into service.

Amortization is provided for as follows:

	<u>Rate</u>	<u>Method</u>
Land improvements	3 to 30 years	Straight line
Buildings	20 to 50 years	Straight line
Vehicles and equipment	5 to 10 years	Straight line
Computer hardware and software	4 years	Straight line
Roads and streets	30 to 40 years	Straight line
Water and sewer	25 to 30 years	Straight line

Net Financial Assets

The First Nation's consolidated financial statements are presented so as to highlight net financial assets or net debt as the measurement of financial position. The net financial assets of the First Nation is determined by its financial assets less its liabilities.

Revenue Recognition

All revenue is recorded on an accrual basis whereby amounts received or recorded as receivable but not earned by the end of the fiscal year are recorded as deferred revenue.

Funding received under the terms of contribution agreements is recognized as revenue once eligibility criteria have been met. Funding is recorded as deferred revenue if it has been restricted for a stated purpose, such as a specific program or the purchase of tangible capital assets. Deferred revenue is recognized in revenue over time as the recognition criteria are met.

Measurement Uncertainty

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

BEHDZI AHDA' FIRST NATION BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2025

Significant Accounting Policies - continued

Economic Dependence

The primary source of cash flow is funding from Indigenous Services Canada and the Government of the Northwest Territories. The funding agreement can be cancelled if the First Nation does not observe certain established guidelines. The First Nation's ability to continue viable operations is dependent upon maintaining its current funding agreements.

Allocation of Expenses

The Chief and Council records a number of First Nation's expenses by program. The cost of each program includes the personnel, premises and other expenses that are directly related to providing the program.

The Chief and Council allocated certain of the First Nation's general support expenses by identifying the appropriate basis of allocating each expense.

Segmented Disclosure

A segment is defined as a distinguishable activity or group of key government services for which it is appropriate to separately report financial information to achieve the objectives of the standard. The First Nation has determined the most appropriate basis for classifying segments is by program, however has disclosed expenses by both segment and program. Segmented disclosures are provided on the Statement of Operations and by program on Schedules 1-63.

Contaminated Sites

Contaminated sites are defined as the result of contamination being introduced in air, soil, water or sediment of a chemical, organic, or radioactive material or live organism that exceeds an environmental standard.

A liability for remediation of contaminated sites is recognized, net of any expected recoveries, when all of the following criteria are met:

- an environmental standard exists,
- contamination exceeds the environmental standard,
- the First Nation is directly responsible or accepts responsibility for the liability,
- future economic benefits will be given up, and
- a reasonable estimate of the liability can be made

2. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

Fair Value of Financial Instruments

The fair values of cash, term deposits, accounts and loans receivable, loan receivable, accounts payable and accrued liabilities and contributions repayable approximate their carrying values due to their short-term maturity.

The fair values of the amounts due from and to related parties cannot be readily and have not been disclosed due to the fact that the amounts are non-interest bearing, have no terms of repayment and cash flow stream is not determinable.

The fair values of due from and to related parties and investment in Berah Gutone Tue" Enterprises Ltd. cannot be readily determined.

Financial Risk Management - overview

The First Nation has exposure to the following risks from its use of financial instruments: credit risk; liquidity risk; market risk; interest risk; and foreign currency risk.

BEHDZI AHDA' FIRST NATION BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2025

Financial Instruments and Financial Risk Management - continued

Credit Risk

Credit risk is the risk that one party to a financial instrument fails to discharge an obligation and causes financial loss to another party. Financial instruments which potentially subject the First Nation to credit risk consist principally of cash, term deposits, accounts and loans receivables, loans receivables and due from related parties.

The maximum exposure of the First Nation to credit risk at year end is:

	2025	2024
Unrestricted cash and term deposits	\$ 2,370,716	\$ 2,149,931
Restricted cash and term deposits	4,484,252	3,765,489
Accounts and loans receivable	4,586,946	4,204,413
Due from related parties	750,000	750,000
	\$ 12,191,914	\$ 10,869,833

Cash and term deposits: The First Nation is not exposed to significant credit risk as the cash and term deposits are primarily held by major financial institutions.

Accounts and loans receivables: The First Nation is not exposed to significant credit risk as no one party accounts for a significant balance and payment in full is typically collected when it is due. The First Nation establishes an allowance for doubtful accounts that represents its estimate of potential credit losses. The allowance for doubtful accounts is based on management's estimates and assumptions regarding current market conditions, customer analysis and historical payment trends. These factors are considered when determining whether past due accounts are allowed for or written off.

Due from related parties: The First Nation is exposed to normal credit risk which has been mitigated due to offsetting amounts due to certain related parties.

The change in the allowance for doubtful accounts during the year was as follows:

	2025	2024
Balance, beginning of the year	\$ 71,920	\$ 46,920
Provision for receivable impairment	20,000	25,000
Balance, end of the year	\$ 91,920	\$ 71,920

Liquidity Risk

Liquidity risk is the risk that the First Nation will not be able to meet its financial obligations as they come due.

The First Nation manages liquidity risk by maintaining adequate cash balances and monitoring by management to ensure adequate funding will be received to meet the obligations.

Market Risk

Market risk is the risk that changes in market prices, such as interest rates and foreign exchange rates, will affect the First Nation's income or the fair values of its financial instruments. The significant market risks the First Nation is exposed to are interest rate risk and foreign currency risk.

BEHDZI AHDA' FIRST NATION BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2025

Financial Instruments and Financial Risk Management - continued

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The interest rate exposure relates to the term deposit.

The interest rate risk on the term deposit is considered to be low because of the short term nature.

Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The First Nation is not exposed to significant foreign currency risk as it does not have any financial instruments denominated in foreign currency.

3. UNRESTRICTED CASH AND TERM DEPOSITS	2025	2024
General operations		
Guaranteed investment certificate earning interest at 3.40% and maturing November 12, 2025. The balance includes \$1,373,998 principal plus \$18,174 accrued interest (2024 - interest at 4.50%, maturing November 12, 2024, \$1,301,779 principal plus \$22,790 accrued interest)	\$ 1,392,172	\$ 1,324,569
Cash	<u>(2,176,840)</u>	<u>(2,152,006)</u>
	<u>(784,668)</u>	<u>(827,437)</u>
Colville Lake Development Fund		
Guaranteed investment certificate earning interest at 3.40% and maturing November 12, 2025. The balance includes \$60,805 principal plus \$804 accrued interest (2024 - interest at 4.50% and maturing November 12, 2024, \$57,608 principal plus \$1,009 accrued interest)	61,609	58,617
Water and sewer		
Guaranteed investment certificate earning interest at 3.45% and maturing March 29, 2026. The balance includes \$870,000 principal plus \$2,878 accrued interest (2024 - interest at 5.00%, interest paid monthly)	872,878	788,087
Cash	<u>2,220,897</u>	<u>2,130,664</u>
	<u>3,155,384</u>	<u>2,977,368</u>
	<u>\$ 2,370,716</u>	<u>\$ 2,149,931</u>

The First Nation does not have a bank overdraft. The cash for general operations and water and sewer are held in the same bank account.

BEHDZI AHDA' FIRST NATION BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2025

4. RESTRICTED CASH AND TERM DEPOSITS	2025	2024
CPI Funding		
Guaranteed investment certificate earning interest at 3.40% and maturing November 12, 2025. The balance includes \$320,576 principal plus \$4,240 accrued interest (2024 - interest at 4.50%, maturing November 12, 2024, \$303,726 principal plus \$5,317 accrued interest)	\$ 324,816	\$ 309,043
Guaranteed investment certificate earning interest at 3.40% and maturing November 12, 2025. The balance includes \$1,168,869 principal plus \$15,461 accrued interest (2024 - interest at 4.50%, maturing November 12, 2024, \$1,107,432 principal plus \$19,388 accrued interest)	1,184,330	1,126,820
Cash	1,675,253	1,400,936
Holdback (\$75,000) and current year funding receivable (\$713,000)	(788,000)	(750,000)
Required balance	2,396,399	2,086,799
Federal Gas Tax Funding		
Guaranteed investment certificate earning interest at 3.40% and maturing November 12, 2025. The balance includes \$2,673 principal plus \$35 accrued interest (2024 - interest at 4.50%, maturing November 12, 2024, \$2,532 principal plus \$45 accrued interest)	2,708	2,577
Guaranteed investment certificate earning interest at 3.40% and maturing November 12, 2025. The balance includes \$409,104 principal plus \$5,412 accrued interest (2024 - interest at 4.50%, maturing November 12, 2024, \$387,601 principal plus \$6,786 accrued interest)	414,516	394,387
Cash	777,749	687,087
Holdback receivable	(180,000)	(90,000)
Required balance	1,014,973	994,051
Other		
Community Capacity Building Fund - cash	43,191	43,191
GNWT - Employment Officer - cash	30,000	30,000
Sahtu Renewable Resources Board - cash	14,589	37,419
MACA - New sewage lagoon - cash	69,872	69,872
GNWT Northern Food Development- cash	3,550	3,550
GNWT Community Wellness - cash	42,214	-
GNWT Capital grant - cash	53,508	110,019
Canadian Northern Economic Development Agency - cash	48,899	48,899
Sahtu Secretariat Inc. - cash	408,327	11,031
Ducks Unlimited - cash	-	25,177
Supportive Home Services - cash	14,834	18,182
ISC - cash	288,393	231,796
Community Log Cutting/Hauling - cash	14,903	14,903
Food Banks Canada - cash	40,600	40,600
	\$ 4,484,252	\$ 3,765,489

BEHDZI AHDA' FIRST NATION BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2025

Restricted Cash and Term Deposits - continued

At year end, the actual CPI bank account and GIC has a combined balance of \$2,872,428 resulting in a surplus of \$476,029 (2024 - \$36,500). The actual Federal Gas Tax funding bank account and GIC has a combined balance of \$1,116,563 resulting in a surplus of \$101,590 (2024 - \$101,590). The remaining restricted cash is not held in separate bank accounts.

5. INVESTMENT IN BERAH GUTONE TUE" ENTERPRISES LTD.

The First Nation owns 50 Class A common voting shares (50% ownership) of Berah Gutone Tue" Enterprises Ltd.

<u>6. DUE FROM RELATED PARTIES</u>	2025	2024
Behdzi Ahda' First Nation Economic Development Trust, non-interest bearing loan with no specific terms of repayment.	\$ 750,000	\$ 750,000

<u>7. CONTRIBUTIONS REPAYABLE</u>	2025	2024
Contributions repayable represent unexpended funding which according to the terms of the funding agreement are to be repaid to the issuer as follows:		
Government of the Northwest Territories		
Indigenous Justice	\$ -	\$ 32,516
Sewing Class	-	167
Small Community Employment Support	-	58,000
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	\$ -	\$ 90,683

BEHDZI AHDA' FIRST NATION BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2025

8. DEFERRED REVENUE

Deferred revenue consists of amounts received from various sources in excess of eligible amounts expended or for the expenditures that will be incurred in a subsequent fiscal period. This amount is comprised of the following:

	Balance, Beginning of Year	Funding Received or Receivable	Interest Earned	Funding Expended	Balance, End of Year
Government of the Northwest Territories					
Community Capacity Building Fund Plan	\$ 43,191	\$ -	\$ -	\$ -	43,191
MACA - Sewage Lagoon	69,872	- -	- -	- -	69,872
Community Wellness (Sch. 19)	- -	129,588	- -	87,374	42,214
Capital grant - School (Sch. 26)	110,019	- -	- -	56,511	53,508
Northern Food Development (Sch 58)	3,550	- -	- -	- -	3,550
Employment Officer (Sch. 61)	30,000	- -	- -	- -	30,000
Community Public Infrastructure Funding (Sch. 68)	2,836,799	713,000	74,130	439,530	3,184,399
Sahtu Health and Social Services					
Supportive Living Assistance (Sch. 21)	18,182	21,000	- -	24,348	14,834
Sahtu Renewable Resources Board (Sch. 27)					
	37,419	24,000	- -	46,830	14,589
Federal Gas Tax Funding (Sch. 75)					
	1,084,051	90,000	20,922	- -	1,194,973
Sahtu Secretariat Inc.					
Renewable Resources (Sch. 5)	1,085	447,408	- -	308,688	139,805
Harvester Support (Sch. 46)	9,946	- -	- 9,946	- -	-
SSI - Stewardship (Sch. 47)	- -	243,345	- -	- -	243,345
Ducks Unlimited - caribou study					
	25,177	- -	- -	- -	25,177
Indigenous Services Canada					
Northern REACHE Program	4,500	- -	- -	- -	4,500
Wills and Estate Workshop (Sch. 37)	- -	20,104	- -	15,170	4,934
Traditional Knowledge (Sch. 62)	46,300	- -	- -	- -	46,300
Custom Election Code (Sch. 56)	126,213	- -	- -	2,969	123,244
Professional and Institutional Development (Sch. 63)	54,783	- -	- -	- -	54,783
Understudy (Sch. 48)	- -	54,632	- -	- -	54,632
Other					
Canner - Portable Modular Units Design (Sch 55)	35,000	- -	- -	- -	35,000
Canner - Community Revitalization phase 2 (Sch. 59)	11,384	- -	- -	- -	11,384
Northern Isolated Communities Initiative (Sch. 50)	2,515	- -	- -	- -	2,515
Food Banks Canada (Sch. 51)	40,600	- -	- -	- -	40,600
Log Cutting/Hauling (Sch. 60)	14,903	- -	- -	- -	14,903
	\$ 4,605,489	\$ 1,743,077	\$ 95,052	\$ 991,366	\$ 5,452,252

BEHDZI AHDA' FIRST NATION BAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2025

9. DUE TO RELATED PARTIES	2025	2024
Behdzi Ahda' First Nation Economic Development Trust, non-interest bearing loan with no specific terms of repayment	\$ 237,859	\$ 237,859

The balance due to Behdzi Ahda' First Nation Economic Development Trust is unsecured and non-interest bearing with no specific terms of repayment. The transactions were recorded at the agreed upon value which management believes was also the fair market value.

Additional related party accounts and loans receivable on Schedule 64 and accounts payable on Schedule 65 are transactions in the normal course of business and are measured at the exchange amount being the amount of consideration established and agreed upon by the related parties.

10. CONTINGENCIES

The First Nation has entered into contribution agreements with Aboriginal Affairs and Northern Development Canada and the Government of the Northwest Territories. Funding received under these contribution agreements is subject to the repayment if the First Nation fails to comply with the terms and conditions of the agreements.

The First Nation has signed an unlimited guarantee for Berah Gutone Tue" Enterprises Ltd. for their revolving line of credit that has a maximum of \$100,000.

11. EXPENSES BY OBJECT	2025	2024
Amortization	\$ 460,216	\$ 483,401
Bad debts	20,000	25,000
Bank charges and interest	4,878	11,691
Consulting and contract work	178,954	191,777
Equipment rental	223,124	366,580
Fuel, street lighting and utilities	643,781	484,712
Honoraria	39,950	60,940
Insurance	62,464	56,142
Office	64,272	33,975
Repairs and maintenance	66,941	96,274
Supplies and other	812,169	688,972
Professional fees	558,994	539,491
Transfers to other programs	57,036	-
Travel, meals and accommodation	458,172	637,423
Wages and benefits	1,362,139	1,194,163
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	\$ 5,013,090	\$ 4,870,541

12. BUDGET INFORMATION

The budget information was prepared by management and approved by Chief and Council and has not been subject to an audit. There are not formal budgets prepared for all departments.