

The Ojibway Nation Of Saugeen
Consolidated Financial Statements
March 31, 2022

The Ojibway Nation Of Saugeen

Contents

For the year ended March 31, 2022

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Management's Responsibility

To the Members and Chief and Council of The Ojibway Nation Of Saugeen:

The accompanying consolidated financial statements of The Ojibway Nation Of Saugeen are the responsibility of management and have been approved by the Chief and Council.

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.

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

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by the Chief and Council 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 the Council and management to discuss their audit findings.

June 7, 2024



Finance Manager

Independent Auditor's Report

To the Members and Chief and Council of The Ojibway Nation Of Saugeen:

Qualified Opinion

We have audited the consolidated financial statements of The Ojibway Nation Of Saugeen (the "First Nation"), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

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

Basis for Qualified Opinion

The First Nation has undertaken an investment into a limited partnership in the prior years and is subject to a portion of their earnings. The limited partnership's statements are unaudited and as a result the earnings are unable to be verified. An adjustment might be necessary to the annual surplus (deficit) and accumulated surplus as at March 31, 2022.

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.

Emphasis of Matter - Correction of an error

As described in Note 19 of the consolidated financial statements, an unrecorded receivable was discovered during the year. Trade and other receivables, and the accumulated surplus were understated in the prior year. The prior year figures have been restated to reflect this.

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.

Kenora, Ontario

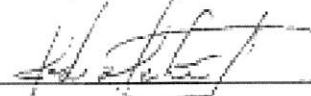

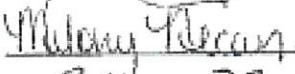

June 7, 2024

MNP LLP
Chartered Professional Accountants
Licensed Public Accountants

The Ojibway Nation Of Saugeen
Consolidated Statement of Financial Position
As at March 31, 2022

	2022	2021 <i>Restated</i> <i>(Note 15)</i>
Financial assets		
Current		
Cash	6,876,423	5,698,652
Due from government (Note 3)	920,252	308,639
Trade and other receivables (Note 4)	318,284	229,790
Portfolio investments (Note 5)	45	45
Funds held in trust (Note 6)	148,398	342,319
	8,263,402	6,579,645
Liabilities		
Accounts payable and accruals (Note 7)	381,706	247,180
Funding repayable (Note 8)	736,143	365,035
Deferred revenue (Note 9)	2,935,721	2,564,143
	4,053,570	3,176,368
Net financial assets	4,209,832	3,403,277
Contingent liabilities (Note 18)		
Non-financial assets		
Tangible capital assets (Schedule 1)	6,474,565	6,863,435
Prepaid expenses	-	21,010
Total non-financial assets	6,474,565	6,884,445
Accumulated surplus	10,684,397	10,287,722

Approved on behalf of the Chief and Council

	Chief		Councillor
	Councillor	_____	Councillor
	Councillor		

The Ojibway Nation Of Saugeen

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31, 2022

	<i>Schedule</i>	2022 Budget (Note 14)	2022	2021 Restated (Note 19)
Revenue				
Indigenous Services Canada (Note 11), (Note 16)		3,490,377	3,497,909	2,864,130
First Nations and Inuit Health (Note 11), (Note 17)		485,617	819,277	579,982
Ministry of Health and Long-Term Care (Note 11)		86,307	86,307	86,307
Solicitor General (Note 11)		16,068	16,068	16,068
Rental income		33,232	819,268	899,030
Ontario First Nations Limited Partnership (Note 12)		289,149	319,590	527,073
Miscellaneous		-	84,259	73,592
Outlands (Note 19)		199,000	58,981	154,790
Sioux Lookout Area Aboriginal Management Board		87,113	21,779	-
Interest income		-	16,561	4,518
First Nation Student Success Program		(2,903)	-	11,500
Deferred revenue - prior year (Note 9)		2,673,139	2,564,143	2,429,958
Deferred revenue - current year (Note 9)		279,438	(2,935,721)	(2,564,143)
Repayment of funding		-	(371,109)	(75,589)
		7,636,537	4,997,312	5,007,216
Expenses				
Administration	4	778,222	1,207,178	733,310
Education	5	3,454,736	1,196,427	1,171,345
Health Services	6	1,274,193	1,061,947	676,679
Community and Economic Development	7	144,653	70,096	58,951
Capital Funds	8	867,705	716,166	225,957
Operations & Maintenance	9	354,488	348,823	449,144
Ontario First Nations Limited Partnership	10	-	-	14,675
Total expenses (Schedule 2)		6,873,997	4,600,637	3,330,061
Surplus		762,540	396,675	1,677,155
Accumulated surplus, beginning of year		10,132,887	10,132,887	8,610,567
Correction of an error (Note 19)		-	154,835	-
Accumulated surplus, beginning of year, as restated		10,132,887	10,287,722	8,610,567
Accumulated surplus, end of year		10,895,427	10,684,397	10,287,722

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

The Ojibway Nation Of Saugeen
Consolidated Statement of Change in Net Financial Assets
For the year ended March 31, 2022

	2022 Budget (Note 14)	2022	2021 Restated (Note 19)
Surplus	762,450	396,675	1,677,155
Purchases of tangible capital assets	-	(68,815)	(768,482)
Amortization of tangible capital assets	-	457,685	223,685
Acquisition of prepaid expenses	-	-	(21,010)
Use of prepaid expenses	-	21,010	-
Increase in net financial assets	762,450	806,555	1,111,348
Net financial assets, beginning of year	3,403,277	3,403,277	2,291,929
Net financial assets, end of year	4,165,727	4,209,832	3,403,277

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

The Ojibway Nation Of Saugeen
Consolidated Statement of Cash Flows
For the year ended March 31, 2022

	2022	<i>2021</i> <i>Restated</i> <i>(Note 19)</i>
Cash provided by (used for) the following activities		
Operating activities		
Surplus	396,675	1,677,155
Non-cash items		
Amortization	457,685	223,685
	854,360	1,900,840
Changes in working capital accounts		
Due from government	(611,613)	380,047
Trade and other receivables	(88,493)	9,446
Prepaid expenses	21,010	(21,010)
Accounts payable and accruals	134,514	(91,259)
Funding repayable	371,109	74,582
Deferred revenue	371,578	134,185
	1,052,465	2,386,831
Financing activities		
Increase in Funds Held in Trust	193,921	(106,496)
Investing activities		
Purchases of tangible capital assets	(68,815)	(768,482)
Increase in cash resources	1,177,571	1,511,853
Cash resources, beginning of year	5,698,852	4,186,999
Cash resources, end of year	6,876,423	5,698,852
Supplementary cash flow information		
Interest received	16,561	4,518

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

1. Operations

The Ojibway Nation of Saugeen (the "First Nation") is located in the Province of Ontario, and provides various services to its members.

Impact on operations of COVID-19 (coronavirus)

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

The impact of COVID-19 has been partially offset by available Government programs for which the First Nation was eligible. Eligibility requirements under these programs have evolved since first announced and can be subject to changes in legislation or administrative positions, further, there is significant uncertainty of the period of time into the future that the Government will continue these programs.

At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the First Nation as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus. While the extent of the impact is unknown, we anticipate this outbreak may cause increased government regulations which may negatively impact the First Nation's financial condition.

2. Significant accounting policies

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

Reporting entity

The entity includes the First Nation Government and all related enterprises that are accountable to the First Nation and are either owned or controlled by the First Nation.

Basis of accounting

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.

Cash resources

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

Portfolio investments

Investments in entities that are not owned, controlled or influenced by the First Nation reporting entity are accounted for using the cost method. They are recorded at cost, less any provision for other than temporary impairment.

Funds held in Ottawa Trust Fund

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

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

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

Tangible capital assets

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

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

Assets under construction are not amortized until the asset is available to be put into service.

Amortization

Tangible capital assets are amortized annually using the straight-line method at rates intended to amortize the cost of assets over their estimated useful lives.

	Rate
Housing	25 years
Housing - Betterments	10 years
Community buildings	25 years
Community buildings - Betterments	10 years
Infrastructure	25 years
Automotive and trailer	5 years
Heavy equipment	5 years
Roads	30 years
Mobile homes	25 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.

The First Nation performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the assets' carrying amount. Impairment is measured as the amount by which the assets' carrying value exceeds its fair value. Any impairment is included in the consolidated statement of operation for the year in which the asset becomes impaired.

Non-financial assets

The First Nation's tangible capital assets and other non-financial assets are accounted for as assets because they can be used to provide Government services in future periods. These assets do not normally provide resources to discharge the liabilities of the Government unless they are sold.

Net financial assets (net debt)

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

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

Revenue recognition

Government transfers

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

Other revenue

Other revenue such as user fees, rent, and administration fees are recognized when service is provided and collectability is reasonably assured. Investment income is recognized on the accrual basis.

Deferred revenue

Deferred revenue consists of unspent contributions for programs which are not complete at year end. The unspent revenue is carried forward to be matched against expenses to be incurred in the subsequent year.

Statement of Remeasurement Gains (losses)

By presenting remeasurement gains (losses) separately, changes in the carrying value of financial instruments arising from fair value measurement, unrealized foreign exchange gains (losses) and other comprehensive income arising from investments in government business entities are distinguished from revenues and expenses reported in the consolidated statement of operations. The consolidated statement of operations reports the extent to which revenues raised in the period were sufficient to meet the expenses incurred. Remeasurement gains (losses) do not affect this assessment as they are recognized in the statement of remeasurement gains and losses. Taken together, the two statements account for changes in the First Nation's net debt in the period.

Upon settlement, the cumulative gain (loss) is reclassified from the consolidated statement of remeasurement gains and losses and recognized in the consolidated statement of operations. Interest and dividends attributable to all financial instruments are reported in the consolidated statement of operations.

As the First Nation did not have any items to be included on the consolidated statement of remeasurement gains (losses), the statement has been excluded in these consolidated financial statements.

Use of estimates

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

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

Amortization is based on estimated useful lives of the tangible capital assets.

Accounts payable and accruals are based on historical charges for unbilled goods and services at year end.

Deferred revenue is estimated based on management's review of revenue received, but unspent as of year end.

Surplus repayable is based on the agreements in place with funding agencies.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the year in which they become known.

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

Financial instruments

Amortized cost

The First Nation has classified the following financial assets in the amortized cost category: cash, accounts receivable, portfolio investments and investments. These assets are initially recognized at their fair value. Fair value is approximated by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the trade date.

Cash, trade and other receivables and portfolio investments and investments are subsequently measured at their amortized cost, using the effective interest rate method. Under this method, estimated future cash receipts are exactly discounted over the asset's expected life, or other appropriate period, to its net carrying value. Amortized cost is the amount at which the financial asset is measured at initial recognition less principal payments, plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, and less any reduction for impairment or uncollectability.

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. 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, etc. 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 First Nation has classified the following liabilities in the amortized cost category: accounts payable and accruals. These liabilities are initially recognized at their fair value. Fair value is approximated by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the trade date.

Accounts payable and accruals are subsequently measured at amortized cost using the effective interest rate method. Under this method, estimated future cash payments are exactly discounted over the liability's expected life, or other appropriate period, to their net carrying value.

The Ojibway Nation Of Saugeen
Notes to the Financial Statements
For the year ended March 31, 2022

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

Segments

The First Nation conducts its business through seven reportable segments: Administration, Health Services, Education, Community and Economic Development, Capital Funds, Operations and Maintenance and Ontario First Nations Limited Partnership. These operating segments are established by senior management to facilitate the achievement of the First Nation's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

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

Administration - Activities include the governance function relating to decisions that define expectations, grant power or verify performance consisting of decision-making and leadership processes. The planning, managing and delivery of large scale infrastructure and capital projects to the community.

Capital Funds - Activities include building housing in addition to drafting and submitting reports on capital projects.

Community and Economic Development - Activities include drafting and submitting reports on the economic development of the First Nation and related entities. Activities also include satisfying the economic, social or health related needs of members of the community who require assistance.

Education - Activities include overseeing many aspects of education opportunities for its members at all levels of learning both within the community and externally.

Health Services - Activities include the delivery of health related services to the First Nation.

Operations & Maintenance - Activities include the development and maintenance of the community's infrastructure, buildings, roads, bridges, and related equipment and the provision of other more specialized community service.

Ontario First Nation Limited Partnership (OFNLP) - Activities Include the funding received from Ontario First Nation Limited Partnership.

3. Due from government

	2022	2021
First Nations and Inuit Health	233,474	92,842
Indigenous Services Canada	686,778	215,797
	920,252	308,639

4. Trade and other receivables

	2022	2021 <i>Restated</i>
Ontario First Nations Limited Partnership	223,161	-
Nuclear Waste Management Ontario	75,000	75,000
Other receivables	20,123	154,790
	318,284	229,790

The Ojibway Nation Of Saugeen
Notes to the Financial Statements
For the year ended March 31, 2022

5. Portfolio investments

Portfolio investments consist of:

A minority partnership interest in First Nation LP, a partnership controlled by several First Nation bands whose primary business activity is providing its partners with access to investment income from its holdings. The investment is carried at cost, being the initial contribution.

A minority partnership interest in 2472881 Ontario Limited, a partnership controlled by several First Nation bands whose primary business activity is providing its partners with access to investment income from its holdings. The investment is carried at cost, being the initial contribution.

A minority partnership interest in Opiikapawiin Holdings Inc. GP, a partnership controlled by several First Nation bands whose primary business activity is providing its partners with access to investment income from its holdings. The investment is carried at cost, being the initial contribution.

A minority partnership interest in Opiikapawiin Holdings Inc. LP, a partnership controlled by several First Nation bands whose primary business activity is providing its partners with access to investment income from its holdings. The investment is carried at cost, being the initial contribution.

A 51% interest in 601 Canarctic Limited Partnership, a partnership controlled by the GP, 2397663 Ontario Inc., whose primary business activity is providing its partners with access to income from its holdings. The investment is carried at cost, being the initial contribution.

	<i>2022</i> <i>Total</i> <i>investment</i>
First Nation, LP Partnership units - 100 (4.55% interest)	10
2472881 Ontario Limited - GP Partnership units - 10 (4.17% interest)	10
Opiikapawiin Holdings Inc., GP Partnership units - 10 (0% interest)	10
Opiikapawiin Holdings Inc., LP Partnership units - 10 (0% interest)	10
601 Canarctic Limited Partnership, LP Partnership units - 509 units (50.9% interest)	5
	45

	<i>2021</i> <i>Total</i> <i>investment</i>
First Nation, LP Partnership units - 100 (4.55% interest)	10
2472881 Ontario Limited - GP Partnership units - 10 (4.17% interest)	10
Opiikapawiin Holdings Inc., GP Partnership units - 10 (0% interest)	10
Opiikapawiin Holdings Inc., LP Partnership units - 10 (0% interest)	10
601 Canarctic Limited Partnership, LP Partnership units - 509 units (50.9% interest)	5
	45

The Ojibway Nation Of Saugeen
Notes to the Financial Statements
For the year ended March 31, 2022

6. Funds held in trust

Capital and revenue trust monies are transferred to the First Nation on the authorization of the Minister of Indigenous Services Canada, with the consent of the First Nation's Council.

	2022	2021
Funds in Ottawa Trust		
Capital trust: balance, beginning and end of year	7,167	7,167
Revenue trust: balance, beginning of year	43,962	43,327
Revenue trust: interest	808	635
	51,937	51,129
Funds in Pitblado Trust		
Balance in trust account, beginning of the year	291,190	185,329
Payments for legal invoices	(294,729)	(344,139)
Transfer of funds from the First Nation	100,000	450,000
	96,461	291,190
	148,398	342,319

7. Accounts payable and accruals

	2022	2021
Trade payables	341,706	208,396
Accruals	40,000	38,794
	381,706	247,190

8. Funding repayable

	2022	2021
Ministry of Health	277,699	234,078
Indigenous Services Canada	367,279	85,473
First Nations and Inuit Health Branch	91,165	45,484
	736,143	365,035

9. Deferred revenue

	Balance March 31, 2021	Funding Received 2022	Revenue Recognized	Balance March 31, 2022
Education	1,423,358	1,763,933	1,545,919	1,641,372
Health Services	477,706	1,591,949	1,140,647	929,008
Capital Funds	335,964	515,892	523,959	327,897
Operations & Maintenance	134,259	215,602	312,417	37,444
Ontario First Nations Limited Partnership	192,856	335,343	528,199	-
	2,564,143	4,422,719	4,051,141	2,935,721

The Ojibway Nation Of Saugeen Notes to the Financial Statements

For the year ended March 31, 2022

10. Financial instruments

The First Nation's financial instruments consist of cash, portfolio investments, trade and other receivables, accounts payable and accruals. Unless otherwise noted, it is management's opinion that the First Nation is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair market value of these financial instruments approximate their carrying values, unless otherwise noted.

11. Government transfers

	Operating	Capital	2022	2021
Federal government transfers:				
Indigenous Services Canada	2,982,017	515,892	3,497,909	2,864,130
First Nations and Inuit Health	819,277	-	819,277	579,982
Total Federal	3,801,294	515,892	4,317,186	3,444,112
Provincial government transfers:				
Ministry of Health and Long-Term Care	86,307	-	86,307	86,307
Solicitor General	16,068	-	16,068	16,068
Total Provincial	102,375	-	102,375	102,375
Total government transfers	3,903,669	515,892	4,419,561	3,546,487

12. Ontario First Nations Limited Partnership

Commencing with the 2012 fiscal year and in each fiscal year thereafter during the initial and renewal terms of the agreement between the Province of Ontario and Ontario First Nations Limited Partnership (OFNLP), the Province of Ontario shall pay to OFNLP 12 monthly payments equal to one-twelfth of 1.7% of the aggregate provincial gross gaming revenues. OFNLP then distributes to the First Nation its share of these revenues according to a formula used for that purpose. The use of these funds, according to agreements, is restricted to community development, health, education, cultural development and economic development.

The First Nation holds a unit in the Ontario First Nations Limited Partnership, and a share in a related Ontario First Nations General Partner Inc., the carrying values of which are nominal and are therefore not recorded in these consolidated financial statements.

13. Economic dependence

The Ojibway Nation of Saugeen receives 76% (2021 - 68%) of its revenue from Indigenous Services Canada (ISC) and First Nations and Inuit Health (FNIH) as a result of treaties and agreements entered into with the Government of Canada. These treaties are administered by ISC under the terms and conditions of the Indian Act. The ability of the First Nation to continue operations is dependent upon the Government of Canada's continued financial commitments as guaranteed by these treaties.

14. Budget information

The disclosed budget information has been approved by the Chief and Council.

15. Comparative figures

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

The Ojibway Nation Of Saugeen
Notes to the Financial Statements
For the year ended March 31, 2022

16. Indigenous Services Canada Funding Reconciliation

	2022	2021
Indigenous Services Canada Revenue per Consolidated Financial Statements	3,497,909	2,864,130
Indigenous Services Canada Revenue per funding confirmation	3,497,909	2,864,130

17 First Nation and Inuit Health Reconciliation

	2022	2021
First Nation and Inuit Health revenue per Consolidated Financial Statements	819,277	579,982
First Nation and Inuit Health revenue per funding confirmation	819,277	579,982

18. Contingent liabilities

The First Nation has entered into contribution agreements with various government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

19. Correction of an error

During the year, the First Nation determined that partnership units in various limited partnerships (See Note 5) as well as revenue related to Outlands were unrecorded during prior years. The correction of this error has resulted in the following changes to the 2021 comparative figures:

- An increase to portfolio investments of \$45, an increase to miscellaneous revenue in the amount of \$45 and an increase to accumulated surplus of \$45.
- An increase to trade and other receivables of \$154,790, an increase to Outlands revenue of \$154,790 and increase in accumulated surplus of \$154,790.

20. First Nations Financial Transparency Act

The First Nation is required by the First Nations Financial Transparency Act to post its consolidated financial statements on a website and submit the consolidated financial statements to Indigenous Services Canada by July 27, 2022. As the audit report is dated after this date, the First Nation is not in compliance with this requirement. The possible effect of this non-compliance has not yet been determined.

The Ojibway Nation Of Saugeen
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2022

	<i>Housing</i>	<i>Housing - Betterments</i>	<i>Community buildings</i>	<i>Community buildings - Betterments</i>	<i>Infrastructure</i>	<i>Automotive and Trailer</i>	<i>Subtotal</i>
Cost							
Balance, beginning of year	3,279,781	604,697	1,567,209	243,300	866,636	593,999	7,155,622
Acquisition of tangible capital assets	-	30,565	12,485	-	25,765	-	68,815
Construction-in-progress	-	-	5,329,597	-	168,338	406,905	5,904,840
Balance, end of year	3,279,781	635,262	6,909,291	243,300	1,060,739	1,000,904	13,129,277
Accumulated amortization							
Balance, beginning of year	2,790,278	604,697	1,458,402	243,300	866,636	427,914	6,391,227
Annual amortization	38,660	3,057	252,490	-	7,764	136,215	438,186
Balance, end of year	2,828,938	607,754	1,710,892	243,300	874,400	564,129	6,829,413
Net book value of tangible capital assets	450,843	27,508	5,198,399	-	186,339	436,775	6,299,864
2021 Net book value of tangible capital assets	489,503	-	108,807	-	-	166,085	764,395

The Ojibway Nation Of Saugeen
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended March 31, 2022

	<i>Subtotal</i>	<i>Heavy equipment</i>	<i>Roads</i>	<i>Assets under construction</i>	<i>Mobile homes</i>	<i>2022</i>	<i>2021</i>
Cost							
Balance, beginning of year	7,155,622	678,587	464,509	5,904,840	100,433	14,303,991	13,535,508
Acquisition of tangible capital assets	68,815	-	-	-	-	68,815	768,483
Construction-in-progress	5,904,840	-	-	(5,904,840)	-	-	-
Balance, end of year	13,129,277	678,587	464,509	-	100,433	14,372,806	14,303,991
Accumulated amortization							
Balance, beginning of year	6,391,227	678,587	358,691	-	12,051	7,440,556	7,216,871
Annual amortization	438,186	-	15,482	-	4,017	457,685	223,685
Balance, end of year	6,829,413	678,587	374,173	-	16,068	7,898,241	7,440,556
Net book value of tangible capital assets	6,299,864	-	90,336	-	84,365	6,474,565	6,863,435
2021 Net book value of tangible capital assets	764,395	-	105,818	5,904,840	88,382	6,863,435	

The Ojibway Nation Of Saugeen
Schedule 2 - Consolidated Schedule of Expenses by Object

For the year ended March 31, 2022

	2022 Budget (Note 14)	2022	2021
Consolidated expenses by object			
Administrative expenses	40,000	-	-
Amortization of tangible capital assets	-	457,685	223,685
Bank charges and short-term interest	2,173	2,656	2,534
Bus reserve	58,093	-	433
Capital, operations and maintenance	840,479	392,136	457,903
Community events	238,359	19,981	14,658
Community, health and economic development	250,898	180,707	191,480
Education, training and travel	257,381	125,209	102,545
Honoraria, salaries, wages and benefits	1,158,403	906,990	847,146
Office, materials, supplies and utilities	1,058,691	1,558,614	1,017,634
Professional fees	2,969,520	956,659	472,043
	6,873,997	4,600,637	3,330,061

The Ojibway Nation Of Saugeen

Schedule 3 - Summary of Consolidated Schedules of Revenue and Expenses by Segment

For the year ended March 31, 2022

	<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>
Administration	4	225,550	945,931	-	1,171,482	1,207,178	578,199	542,503
Education	5	1,730,425	(247,816)	(218,014)	1,264,595	1,196,427	(89,907)	(21,739)
Health Services	6	772,672	816,282	(451,302)	1,137,652	1,061,947	-	75,705
Community and Economic Development	7	42,000	37,847	-	79,847	70,096	-	9,751
Capital Funds	8	515,892	(20,840)	8,067	503,119	716,166	(56,217)	(269,264)
Operations & Maintenance	9	211,370	4,232	96,816	312,418	348,823	96,124	59,719
Ontario First Nations Limited Partnership	10	-	335,343	192,856	528,199	-	(528,199)	-
		3,497,909	1,870,979	(371,577)	4,997,312	4,600,637	-	396,675

**The Ojibway Nation Of Saugeen
Administration**
Schedule 4 - Schedule of Revenue and Expenses
For the year ended March 31, 2022

	2022 Budget (Note 14)	2022	2021 Restated (Note 19)
Revenue			
Indigenous Services Canada	179,866	225,551	147,051
Rental income	-	801,886	828,860
Miscellaneous	-	84,256	73,592
Outlands (Note 19)	199,000	58,981	154,790
Interest income	-	808	635
Deferred revenue - prior year	174,393	-	493,236
	553,259	1,171,482	1,698,164
Expenses			
Administration (recovery)	(8,745)	(16,778)	(56,869)
Amortization	-	4,959	8,666
Bank charges and interest	2,173	2,657	2,534
Food and beverage	-	-	5,561
Meeting	3,929	4,089	-
Miscellaneous	-	-	500
Office supplies	47,874	1,944	17,036
Professional fees	415,133	954,835	444,255
Repairs and maintenance	-	7,961	52,562
Salaries and benefits	302,472	232,886	241,492
Telephone	5,386	4,253	9,318
Travel	10,000	10,372	8,255
	778,222	1,207,178	733,310
Surplus (deficit) before transfers	(224,963)	(35,696)	964,854
Transfers between segments			
Transfer from Ontario First Nation Limited Partnership	272,214	528,199	40,845
Transfer from Education	64,998	50,000	37,498
	337,212	578,199	78,343
Surplus	112,249	542,503	1,043,197

**The Ojibway Nation Of Saugeen
Education**
Schedule 5 - Schedule of Revenue and Expenses
For the year ended March 31, 2022

	2022 Budget (Note 14)	2022	2021
Revenue			
Indigenous Services Canada	1,496,081	1,730,425	1,544,278
First Nation Student Success Program	-	-	11,500
Deferred revenue - prior year (Note 9)	2,119,591	1,423,358	1,138,442
Deferred revenue - current year (Note 9)	100,725	(1,641,372)	(1,423,358)
Repayment of funding	-	(247,816)	(1,007)
	3,716,397	1,264,595	1,269,855
Expenses			
Administration	-	9,328	7,421
Amortization	-	28,162	30,975
Awards	8,000	6,657	-
Bus reserve	58,093	-	433
Consulting	59,800	-	-
Fuel	32,000	-	-
Health services	50,000	1,132	32,954
Insurance	2,228	2,041	1,944
Internet	1,428	418	-
Office supplies	103,489	20,079	18,395
Professional fees	2,204,857	1,694	21,632
Rent	-	800,000	800,000
Repairs and maintenance	183,216	25,762	9,158
Salaries and benefits	285,084	181,217	166,448
Special education materials	25,500	-	-
Student expenses	143,949	81,368	73,561
Supplies	246,728	32,127	4,957
Telephone	3,164	3,548	3,467
Training	25,000	660	-
Travel	2,200	2,234	-
Utilities	20,000	-	-
	3,454,736	1,196,427	1,171,345
Surplus before transfers	261,661	68,168	98,510
Transfers between segments			
Transfer to Administration	(64,998)	(50,000)	(37,498)
Transfer to Operations and Maintenance	(101,661)	(39,907)	(42,896)
	(166,659)	(89,907)	(80,394)
Surplus (deficit)	95,002	(21,739)	18,116

The Ojibway Nation Of Saugeen
Health Services
Schedule 6 - Schedule of Revenue and Expenses
For the year ended March 31, 2022

	2022 <i>Budget</i> <i>(Note 14)</i>	2022	2021
Revenue			
First Nations and Inuit Health	485,617	819,277	579,982
Indigenous Services Canada	386,390	772,672	341,667
Ministry of Health and Long-Term Care	86,307	86,307	86,307
Deferred revenue - prior year <i>(Note 9)</i>	304,650	477,706	250,795
Deferred revenue - current year <i>(Note 9)</i>	112,406	(929,008)	(477,706)
Repayment of funding	-	(89,302)	(74,582)
First Nation Student Success Program	(2,903)	-	-
	1,372,467	1,137,652	706,463
Expenses			
Administration	8,745	-	14,448
Amortization	-	70,337	78,924
Community development	-	65,861	22,381
Consulting	1,600	-	-
Food and beverage	124,455	111,716	119,509
Fuel	15,441	13,708	13,783
Furniture and equipment	30,000	-	-
Health services	15,400	1,955	11,031
Insurance	18,641	16,803	15,646
Medical supplies and prescriptions	-	-	45
Miscellaneous	318,398	293,380	-
Office supplies	6,431	13,713	14,111
Postage	94	221	-
Professional fees	5,000	130	-
Program supplies	2,727	-	3,891
Program workshops	238,359	19,981	108
Repairs and maintenance	33,928	42,375	66,200
Salaries and benefits	333,819	313,897	233,185
Social assistance	-	-	1,300
Supplies	57,487	57,061	49,444
Telephone	5,000	5,015	4,808
Training	23,437	5,409	1,232
Transportation	13,000	3,235	-
Travel	12,231	12,985	18,158
Utilities	10,000	14,165	8,475
	1,274,193	1,061,947	676,679
Surplus before transfers	98,274	75,705	29,784
Transfers between segments			
Transfer from Ontario First Nation Limited Partnership	-	-	27,654
Transfer to Capital	-	-	(49,709)
	-	-	(22,055)
Surplus	98,274	75,705	7,729

**The Ojibway Nation Of Saugeen
Community and Economic Development
Schedule 7 - Schedule of Revenue and Expenses**

For the year ended March 31, 2022

	2022 Budget (Note 14)	2022	2021
Revenue			
Indigenous Services Canada	42,000	42,000	42,000
Solicitor General	16,068	16,068	16,068
Sioux Lookout Area Aboriginal Management Board	87,113	21,779	-
	145,181	79,847	58,068
Expenses			
Insurance	3,426	3,426	3,439
Professional fees	5,881	-	6,156
Rent	8,000	-	-
Repairs and maintenance	2,590	-	-
Salaries and benefits	110,993	63,779	43,538
Special projects	8,211	-	-
Travel	3,500	-	-
Utilities	2,052	2,891	5,818
	144,653	70,096	58,951
Surplus (deficit)	528	9,751	(883)

The Ojibway Nation Of Saugeen
Capital Funds
Schedule 8 - Schedule of Revenue and Expenses
For the year ended March 31, 2022

	2022 <i>Budget</i> <i>(Note 14)</i>	2022	2021
Revenue			
Indigenous Services Canada	1,305,089	515,892	666,920
Rental income	23,000	13,150	21,170
Deferred revenue - prior year (Note 9)	74,505	335,964	363,000
Deferred revenue - current year (Note 9)	-	(327,897)	(335,964)
Repayment of funding	-	(33,990)	-
	1,402,594	503,119	715,126
Expenses			
Administration	40,000	7,450	15,000
Amortization	-	338,744	89,639
Community development	61,000	-	-
Contracted services	-	-	7,730
Insurance	70,705	54,222	41,175
Miscellaneous	25,000	219,450	-
Office supplies	7,000	-	4,253
Professional fees	231,497	-	-
Renovations	115,399	19,186	30,531
Repairs and maintenance	263,961	77,114	37,629
Telephone	9,543	-	-
Training	16,000	-	-
Travel	12,000	-	-
Utilities	15,600	-	-
	867,705	716,166	225,957
Surplus (deficit) before transfers	534,889	(213,047)	489,169
Transfers between segments			
Transfer from Ontario First Nation Limited Partnership	16,935	-	142,237
Transfer to Operations and Maintenance	(71,775)	(56,217)	(56,638)
Transfer from Health Services	-	-	49,709
	(54,840)	(56,217)	135,308
Surplus (deficit)	480,049	(269,264)	624,477

The Ojibway Nation Of Saugeen
Operations & Maintenance
Schedule 9 - Schedule of Revenue and Expenses
For the year ended March 31, 2022

	2022 <i>Budget</i> <i>(Note 14)</i>	2022	2021
Revenue			
Indigenous Services Canada	80,951	211,370	122,213
Rental income	10,232	4,232	49,000
Deferred revenue - prior year <i>(Note 9)</i>	-	134,259	184,485
Deferred revenue - current year <i>(Note 9)</i>	66,307	(37,443)	(134,259)
	157,490	312,418	221,439
Expenses			
Administration	-	-	20,000
Amortization	-	15,482	15,482
Food and beverage	43	43	-
Fuel	8,500	-	8,293
Furniture and equipment	7,000	396	-
Insurance	28,037	54,093	51,216
Meeting	20,512	22,204	-
Professional fees	45,752	-	-
Rent	-	-	28,860
Repairs and maintenance	110,137	89,154	140,673
Salaries and benefits	113,035	115,212	161,182
Supplies	-	36,812	-
Telephone	1,969	8,236	1,087
Travel	1,064	2,288	1,339
Utilities	18,439	4,903	21,012
	354,488	348,823	449,144
Deficit before transfers	(196,998)	(36,405)	(227,705)
Transfers between segments			
Transfer from Ontario First Nation Limited Partnership	-	-	112,690
Transfer from Capital	71,775	56,217	56,637
Transfer from Education	101,661	39,907	42,896
	173,436	96,124	212,223
Surplus (deficit)	(23,562)	59,719	(15,482)

The Ojibway Nation Of Saugeen
Ontario First Nations Limited Partnership
Schedule 10 - Schedule of Revenue and Expenses
For the year ended March 31, 2022

	2022 <i>Budget</i> <i>(Note 14)</i>	2022	2021
Revenue			
Ontario First Nations Limited Partnership	289,149	319,590	527,073
Interest income	-	15,753	3,884
Deferred revenue - prior year (Note 9)	-	192,856	-
Deferred revenue - current year	-	-	(192,856)
	289,149	528,199	338,101
Expenses			
Fuel	-	-	122
Miscellaneous	-	-	3
Program workshops	-	-	14,550
	-	-	14,675
Surplus before transfers	289,149	528,199	323,426
Transfers between segments			
Transfer to Administration	(272,214)	(528,199)	(40,845)
Transfer to Operations and Maintenance	-	-	(112,690)
Transfer to Capital	(16,935)	-	(142,237)
Transfer to Health Services	-	-	(27,654)
	(289,149)	(528,199)	(323,426)
Surplus (deficit)	-	-	-