

Edkaagmik Nbiizh Neyaashiinigamiingninwag Edbendaagzijig Trust

December 31, 2020 Audit

Presented by:

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Partner

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Date: June 24th, 2021

Agenda

- Management Responsibility
- Trustee Responsibility
- Auditor Responsibility
- Audit Opinion
- Financial Results

Management Responsibility

- **Financial statements**
 - Present and prepare in accordance with PSAS (Canadian Public Sector Accounting Standards)
- **Design and maintain accounting system and internal controls to**
 - Ensure transactions are authorized
 - Safeguard assets
 - Properly maintain financial records

Trustee Responsibility

- **Oversee managements financial reporting responsibilities**
 - Reviewing financial information and discussing relevant matters with management and external auditors
- **Approving the financial statements**
- **Appointing external auditor**
 - Give full and free access to information

Auditor Responsibility

- **Express opinion on the financial statements**
- **Follow Canadian GAAS (Generally Accepted Auditing Standards)**
 - Comply with ethical standards and properly plan and perform audit
- **Assess risk areas**
- **Assess internal controls**
- **Examine on a test basis**

Auditor Opinions

- **Unqualified (clean opinion)**
- **Qualified (not good, but not bad)**
- **Denial (bad)**
- **Adverse (very bad)**

Auditor Opinions

- In our opinion, the financial statements present fairly, in all material respects, the financial position of Edkaagmik Nbiizh Neyaashiinigamiingninwag Edbendaagzijig Trust as at December 31, 2020 and the results of its operations and accumulated surplus, remeasurement gains and changes in financial position for the year then ended in accordance with Canadian public sector accounting standards

Revenues

- **Includes all monies received by ENNET**
 - Dividends
 - Foreign exchange gain
 - Interest income
 - Realized gain on disposal of investments

Revenues

| Revenues | 2020 | 2019 |
|--|--------------------|--------------------|
| Dividends | \$373,913 | \$377,000 |
| Foreign Exchange Gain | \$5,322 | \$3,127 |
| Interest Income | \$426,715 | \$431,865 |
| Realized Gain on Disposal of Investments | \$1,093,846 | \$846,219 |
| Total | \$1,899,796 | \$1,658,211 |

Expenditures

- **All costs of ENNET programs and operations**
 - Professional fees
 - Foreign withholding taxes / (recoveries)
 - Office and other
 - Trustee fees
 - Investment management fees
 - Dixon Mitchell Investment Counsel Inc.
 - Guardian Capital LP
 - Investment consulting fee
 - TE Investment Counsel Inc.
 - Trustee honoraria

Expenditures

| Expenditures | 2020 | 2019 |
|--|------------------|------------------|
| Professional Fees | \$14,016 | \$32,940 |
| Foreign withholding taxes (recovery) | \$20,780 | (\$35,422) |
| Office and other | \$746 | \$13,890 |
| Trustee fee – Scotia Trust | \$63,105 | \$62,127 |
| Investment Management Fee – Dixon Mitchell Investment Counsel Inc. | \$77,354 | \$76,226 |
| Investment Management Fee – Guardian Capital LP | \$79,694 | \$76,196 |
| Investment Consulting Fee – TE Investment Counsel Inc. | \$44,356 | \$43,315 |
| Trustee Honoraria | \$8,350 | \$8,260 |
| Total | \$308,401 | \$277,532 |

Surplus Allocation

- **Due to Chippewas of Nawash Unceded First Nation**
 - Under the terms of the Trust Agreement, the Trustees must distribute the surplus income realized by the Trust each year to the Chippewas of Nawash Unceded First Nation prior to the last day of the fiscal year

Surplus Allocation

- Due to Chippewas of Nawash Unceded First Nation

| Due | 2020 | 2019 |
|--|--------------------|--------------------|
| Surplus | \$1,591,395 | \$1,380,679 |
| Less: Approved Projects | (\$691,486) | (\$358,992) |
| <u>Less: Half of net realized gains</u> | <u>(\$546,923)</u> | <u>(\$423,110)</u> |
| Allocated surplus and payable to Chippewas of Nawash Unceded First Nation | \$352,986 | \$598,577 |

Approved Projects



| Approved Projects 2020 | 2020 |
|---|------------------|
| COVID-19 Relief | \$200,000 |
| Culture – Cultural Centre Committee | \$80,000 |
| Education – Post Secondary Student Waitlist | \$50,000 |
| Education – Unceded Board of Education | \$50,000 |
| Health – Barrier Free Bathroom | \$24,360 |
| Health – Cape Croker Food Bank | \$80,000 |
| Health – Canoeing Program | \$36,520 |
| Health – Fisheries Assessment Program | \$9,000 |
| Health – Housing Development | \$102,600 |
| Health – Leaders in Training | \$59,006 |
| Total (2020) | \$691,486 |

Approved Projects



| Approved Projects 2019 | 2019 |
|--|------------------|
| Culture – Preservation and Revitalization of Language | \$6,200 |
| Economic – Small Business Grants and Loans | \$75,000 |
| Education – Early Childhood Education Diploma Program | \$33,509 |
| Education – Nawash Education Diversity Assistance | \$80,000 |
| Governance – Evaluation of Activities of the Trust and ENNET Trust Agreement | \$30,000 |
| Health – Annual Potawatomi Gathering | \$25,000 |
| Health – Ceremonies and Cultural Workshops | \$11,180 |
| Health – Honour Our Veterans Annual Pow Wow | \$20,000 |
| Health – Maadookii Seniors Group Maintenance | \$50,000 |
| Health – PSW Training Event | \$14,763 |
| Health – The Lifeline Project | \$8,340 |
| Health – Youth Elite Prospect Hockey Development | \$5,000 |
| Total (2019) | \$358,992 |

Assets

- **Things that ENNET owns or has owing to ENNET**
 - Cash
 - Investments
 - Accrued investment income receivable (Accounts Receivable)

Assets

| Financial Assets | 2020 | 2019 |
|---------------------|---------------------|---------------------|
| Cash | \$1,331,092 | \$1,167,330 |
| Accounts Receivable | \$110,457 | \$107,706 |
| Investments | \$34,709,396 | \$32,633,974 |
| Total | \$36,150,945 | \$33,909,010 |

Liabilities

- **Things that ENNET owes**
 - Accounts payable for projects and services
 - Due to Chippewas of Nawash Unceded First Nation
 - Per capita distributions payable

Liabilities

| Financial Liabilities | 2020 | 2019 |
|---|--------------------|--------------------|
| Accounts Payable | \$601,120 | \$369,206 |
| Due to Chippewas of Nawash Unceded First Nation | \$352,986 | \$598,577 |
| Distributions Payable | \$959,979 | \$1,013,071 |
| Total | \$1,914,085 | \$1,980,854 |

Trust Equity

- **Everything that ENNET owns LESS what ENNET owes**
 - Accumulated operating surplus
 - Accumulated remeasurement gains

Trust Equity

| Trust Equity | 2020 | 2019 |
|---------------------------------|---------------------|---------------------|
| Accumulated Operating Surplus | \$27,943,592 | \$27,419,158 |
| Accumulated Remeasurement Gains | \$6,293,268 | \$4,508,998 |
| Total | \$34,236,860 | \$31,928,156 |

Questions?

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