

# Edkaagmik Nbiizh Neyaashiinigamiingninwag Edbendaagzijig Trust

December 31, 2021 Audit

Presented by:

Richard Beatty, CPA, CA, CAFM  
Partner

Darren Rennie, CPA, CA  
Partner

Date: June 23, 2022



# 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, 2021 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
  - Interest income
  - Realized gain on disposal of investments



# Revenues

Revenues	2021	2020
Dividends	\$340,453	\$373,913
Foreign Exchange Gain	\$-	\$5,322
Interest Income	\$433,726	\$426,715
Realized Gain on Disposal of Investments	\$1,947,362	\$1,093,846
<b>Total</b>	<b>\$2,721,541</b>	<b>\$1,899,796</b>

# Expenditures

- **All costs of ENNET programs and operations**
  - Professional fees
  - Foreign withholding taxes
  - 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	2021	2020
Professional Fees	\$24,052	\$14,016
Foreign withholding taxes	\$11,229	\$20,780
Office and other	\$7,134	\$746
Trustee fee – Scotia Trust	\$66,279	\$63,105
Investment Management Fee – Dixon Mitchell Investment Counsel Inc.	\$85,280	\$77,354
Investment Management Fee – Guardian Capital LP	\$85,338	\$79,694
Investment Consulting Fee – TE Investment Counsel Inc.	\$-	\$44,356
Trustee Honoraria	\$7,566	\$8,350
<b>Total</b>	<b>\$286,878</b>	<b>\$308,401</b>

# 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	2021	2020
Surplus	\$2,434,663	\$1,591,395
Less: Approved Projects	(\$638,558)	(\$691,486)
<u>Less: Half of net realized gains</u>	<u>(\$973,681)</u>	<u>(\$546,923)</u>
<b>Allocated surplus and payable to Chippewas of Nawash Unceded First Nation</b>	<b>\$822,424</b>	<b>\$352,986</b>



# Approved Projects



Approved Projects 2021	2021
COVID-19 Relief – Gift Card Initiative	\$250,000
Education – Board of Education	\$8,000
Education – Board of Education	\$3,400
Health – White Corn Harvesting	\$51,695
Health - Hockey Fees	\$6,000
Culture – Workshops	\$29,580
Culture - Language Program	\$76,900
Culture – Craft Store	\$20,000
Culture – Construct Program Structures	\$118,013
Infrastructure - Buildings and Offices	\$75,000
<b>Total (2021)</b>	<b>\$638,588</b>



# 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
<b>Total (2020)</b>	<b>\$691,486</b>

# Assets

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



# Assets

Financial Assets	2021	2020
Cash	\$1,376,209	\$1,331,092
Accounts Receivable	\$108,472	\$110,457
Investments	\$38,088,269	\$34,709,396
<b>Total</b>	<b>\$39,572,950</b>	<b>\$36,150,945</b>

# 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	2021	2020
Accounts Payable	\$764,402	\$601,120
Due to Chippewas of Nawash Unceded First Nation	\$822,424	\$352,986
Distributions Payable	\$884,833	\$959,979
<b>Total</b>	<b>\$2,471,659</b>	<b>\$1,914,085</b>

# Trust Equity

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



# Trust Equity

Trust Equity	2021	2020
Accumulated Operating Surplus	\$28,885,600	\$27,943,592
Accumulated Remeasurement Gains	\$8,215,691	\$6,293,268
<b>Total</b>	<b>\$37,101,291</b>	<b>\$34,236,860</b>

# Questions?

Richard Beatty, CPA, CA, CAFM  
Partner  
[richard.beatty@mnp.ca](mailto:richard.beatty@mnp.ca)  
519.503.6877

Darren Rennie, CPA, CA  
Partner  
[darren.rennie@mnp.ca](mailto:darren.rennie@mnp.ca)  
519.772.2980