Edkaagmik Nbiizh Neyaashiinigamiingninwag Edbendaagzijig Trust

December 31, 2021 Audit

Presented by:

Richard Beatty, CPA, CA, CAFM Partner

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Date: June 23, 2022

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Darren Rennie, CPA, CA Partner

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Agenda

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







Management Responsibility

Financial statements \bullet

 Present and prepare in accordance with PSAS (Canadian Public Sector Accounting) Standards)

Design and maintain accounting system and internal controls to

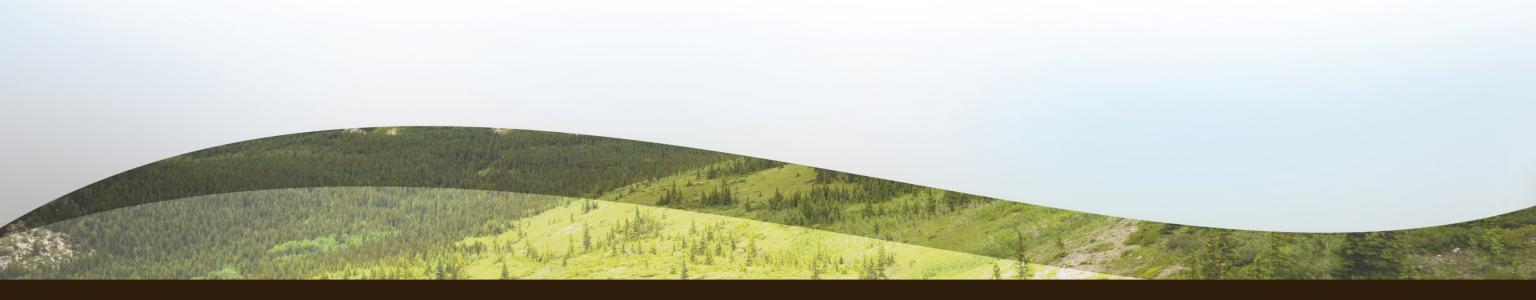
- Ensure transactions are authorized
- Safeguard assets
- Properly maintain financial records





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

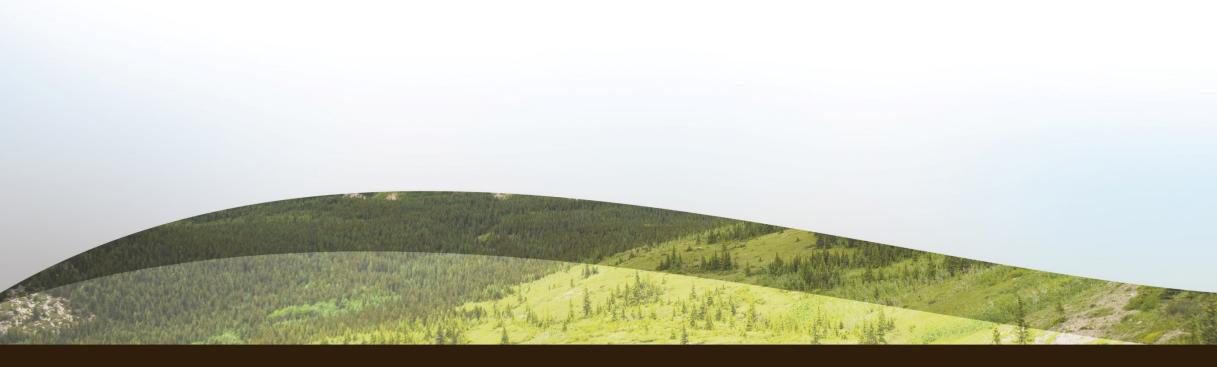






Revenues

- 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 |
| Total | \$2,721,541 | \$1,899,796 |





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 |
| Total | \$286,878 | \$308,401 |

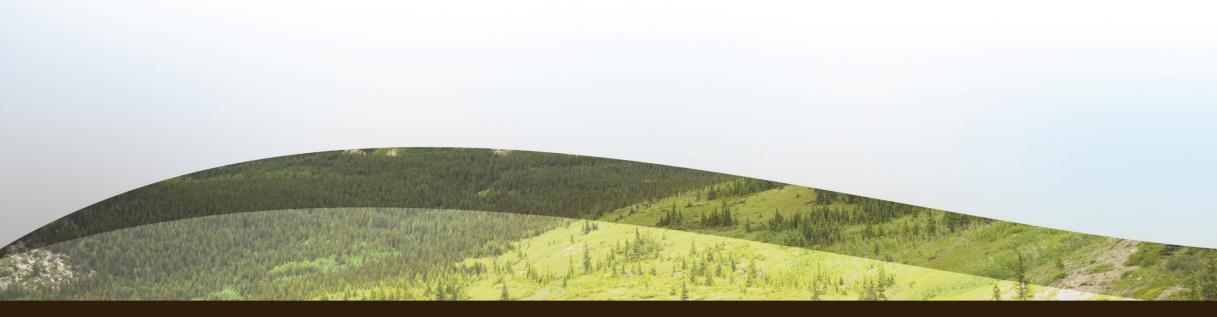




Surplus Allocation

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) |
| Less: Half of net realized gains | <u>(\$973,681)</u> | <u>(\$546,923)</u> |
| Allocated surplus and payable to Chippewas of Nawash Unceded First Nation | \$822,424 | \$352,986 |





Approved Projects

| Approved Projects 2021 | 202 |
|--|--------|
| COVID-19 Relief – Gift Card Initiative | \$250 |
| Education – Board of Education | \$8,0 |
| Education – Board of Education | \$3,4 |
| Health – White Corn Harvesting | \$51, |
| Health - Hockey Fees | \$6,C |
| Culture – Workshops | \$29, |
| Culture - Language Program | \$76, |
| Culture – Craft Store | \$20, |
| Culture – Construct Program Structures | \$118, |
| Infrastructure - Buildings and Offices | \$75, |
| Total (2021) | \$638 |
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Approved Projects

| Approved Projects 2020 | 202 |
|---|-------|
| COVID-19 Relief | \$200 |
| Culture – Cultural Centre Committee | \$80, |
| Education – Post Secondary Student Waitlist | \$50, |
| Education – Unceded Board of Education | \$50, |
| Health – Barrier Free Bathroom | \$24, |
| Health – Cape Croker Food Bank | \$80, |
| Health – Canoeing Program | \$36, |
| Health – Fisheries Assessment Program | \$9,0 |
| Health – Housing Development | \$102 |
| Health – Leaders in Training | \$59, |
| Total (2020) | \$691 |
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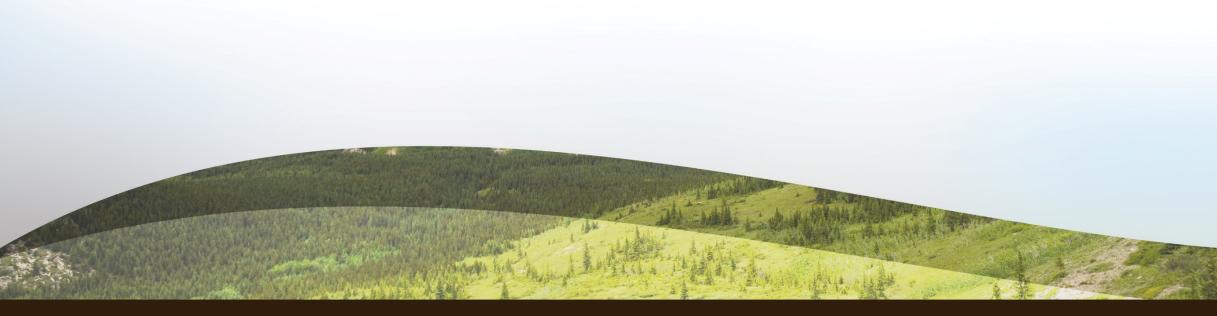


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Assets

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 |
| Total | \$39,572,950 | \$36,150,945 |





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 |
| Total | \$2,471,659 | \$1,914,085 |





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 |
| Total | \$37,101,291 | \$34,236,860 |
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Questions?

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