

**CURVE LAKE FIRST NATION**  
**FINANCIAL STATEMENTS**  
**MARCH 31, 2021**

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**FINANCIAL STATEMENTS**  
**MARCH 31, 2021**

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## **CURVE LAKE FIRST NATION**

**For The Year Ended March 31, 2021**

### **MANAGEMENT REPORT**

The accompanying financial statements of the Curve Lake First Nation are the responsibility of management and have been approved by Council.

The financial statements have been prepared by management in accordance with Canadian Public Sector Accounting Standards. Financial statements are not precise since they include certain amounts based on estimates and judgements. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The First Nation maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the First Nation's assets are appropriately accounted for and adequately safeguarded.

The First Nation's Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving financial statements.

Council reviews and approves the First Nation's financial statements for issuance to the members. Council meets periodically with management, as well as the external auditor, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities and to review the financial statements and the independent auditor's report.

The financial statements have been audited by Baker Tilly KDN LLP in accordance with Canadian generally accepted auditing standards on behalf of the members. Baker Tilly KDN LLP has full and free access to Council.

Chief

Date

2021-11-22



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## INDEPENDENT AUDITOR'S REPORT

### To Council and the Members of Curve Lake First Nation

#### *Opinion*

We have audited the financial statements of Curve Lake First Nation (the First Nation), which comprise the statement of financial position as at March 31, 2021, the statements of operations and 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, the accompanying financial statements present fairly, in all material respects, the financial position of the First Nation as at March 31, 2021, 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 Opinion*

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 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 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 opinion.

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

Management is responsible for the preparation and fair presentation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the 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.

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Peterborough

Courtice

Lindsay

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### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the 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 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 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 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 financial statements, including the disclosures, and whether the 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.

*Baker Tilly KDN LLP*

Chartered Professional Accountants  
Licensed Public Accountants

Peterborough, Ontario  
November 17, 2021

# CURVE LAKE FIRST NATION

## STATEMENT OF FINANCIAL POSITION

At March 31, 2021

	2021	2020
	\$	\$
<b>FINANCIAL ASSETS</b>		
Cash (note 2)	60,455,731	62,143,592
Investments (note 3)	30,578,280	27,894,248
Due from Government and other Government organizations (note 4)	1,322,864	1,167,884
Other accounts receivable (note 5)	413,021	326,117
Mortgages due from First Nation members (note 6)	2,896,425	3,130,874
Funds held in trust by the Federal Government (note 7)	614,180	600,929
<b>TOTAL FINANCIAL ASSETS</b>	<b>96,280,501</b>	<b>95,263,644</b>
<b>LIABILITIES</b>		
Construction line of credit (note 11)	1,595,110	-
Accounts payable and accrued liabilities (note 8)	7,344,283	6,890,446
Due to Government and other Government organizations (note 9)	1,342,357	696,446
Deferred revenue (note 10)	6,084,766	2,680,654
Long term debt (note 13)	2,547,242	2,631,654
<b>TOTAL LIABILITIES</b>	<b>18,913,758</b>	<b>12,899,200</b>
<b>NET FINANCIAL ASSETS</b>	<b>77,366,743</b>	<b>82,364,444</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (schedule 1)	18,761,936	16,196,105
Prepaid expenses (note 12)	73,606	99,003
<b>TOTAL NON-FINANCIAL ASSETS</b>	<b>18,835,542</b>	<b>16,295,108</b>
<b>ACCUMULATED SURPLUS (note 14)</b>	<b>96,202,285</b>	<b>98,659,552</b>

Approved on behalf of the members:

  
\_\_\_\_\_  
Chief

  
\_\_\_\_\_  
Councillor

The accompanying notes are an integral part of these financial statements

# CURVE LAKE FIRST NATION

## STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

For the Year Ended March 31, 2021

	Budget 2021 \$ (Unaudited)	Actual 2021 \$	Actual 2020 \$
<b>REVENUES</b>			
Indigenous Services Canada (ISC) (notes 15 and 16)	10,785,836	10,156,377	7,848,523
Federal Government other (note 16)	224,622	304,230	264,035
Province of Ontario (note 16)	3,019,003	2,818,968	2,760,783
Other	3,584,669	4,544,599	4,780,757
<b>TOTAL REVENUES</b>	<b>17,614,130</b>	<b>17,824,174</b>	<b>15,654,098</b>
<b>EXPENSES</b>			
Administration	1,004,320	1,350,944	1,148,736
Community operations	1,697,330	1,618,336	1,655,575
Economic Development/ Consultation	729,167	1,059,244	651,787
Cultural	112,982	82,061	53,760
Education	5,944,237	5,157,814	4,770,617
Land management	381,245	6,046,450	3,184,616
Social development	1,535,131	1,411,049	1,233,970
Health	2,823,490	2,666,386	2,505,929
Gaming revenue programs	1,241,032	889,157	835,789
<b>TOTAL EXPENSES</b>	<b>15,468,934</b>	<b>20,281,441</b>	<b>16,040,779</b>
<b>ANNUAL SURPLUS/(DEFICIT)</b>	<b><u>2,145,196</u></b>	<b>(2,457,267)</b>	<b>(386,681)</b>
<b>ACCUMULATED SURPLUS - beginning of year</b>		<b>98,659,552</b>	<b>99,046,233</b>
<b>ACCUMULATED SURPLUS - end of year</b>		<b>96,202,285</b>	<b>98,659,552</b>

The accompanying notes are an integral part of these financial statements

# CURVE LAKE FIRST NATION

## STATEMENT OF CHANGE IN NET FINANCIAL ASSETS For the Year Ended March 31, 2021

	Budget 2021 \$ (Unaudited)	Actual 2021 \$	Actual 2020 \$
<b>ANNUAL SURPLUS/(DEFICIT)</b>	2,145,196	(2,457,267)	(386,681)
Amortization of tangible capital assets	759,783	806,441	759,783
Acquisition of tangible capital assets	(3,384,271)	(3,377,755)	(1,927,871)
Loss on disposal of tangible capital assets	-	5,483	2,749
(Increase)/decrease in prepaid expenses	-	25,397	(7,724)
<b>CHANGE IN NET FINANCIAL ASSETS</b>	(479,292)	(4,997,701)	(1,559,744)
<b>NET FINANCIAL ASSETS - beginning of year</b>	82,364,444	82,364,444	83,924,188
<b>NET FINANCIAL ASSETS - end of year</b>	81,885,152	77,366,743	82,364,444

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



# CURVE LAKE FIRST NATION

## STATEMENT OF CASH FLOWS For the Year Ended March 31, 2021

	2021	2020
	\$	\$
<b>CASH PROVIDED BY (USED IN)</b>		
<b>OPERATING ACTIVITIES</b>		
Annual deficit	(2,457,267)	(386,681)
Items not involving cash		
Amortization of tangible capital assets	806,441	759,783
Loss on disposal of tangible capital assets	5,483	2,749
Change in non-cash assets and liabilities		
Due from Government and other Government organizations	(154,980)	(136,336)
Other accounts receivable	(86,904)	147,222
Prepaid expenses	25,397	(7,724)
Accounts payable and accrued liabilities	453,837	(70,646,329)
Due to Government and other Government organizations	645,911	162,629
Deferred revenue	3,404,112	624,970
<b>Net change in cash from operating activities</b>	<b>2,642,030</b>	<b>(69,479,717)</b>
<b>CAPITAL ACTIVITIES</b>		
Purchase of tangible capital assets	(3,377,755)	(1,927,871)
<b>INVESTING ACTIVITIES</b>		
Decrease in investments	(2,684,032)	38,026
Mortgages issued to First Nation Members	-	(97,265)
Mortgage principal repayments by First Nation members	234,449	646,896
Increase in funds held in trust by the Federal Government	(13,251)	(13,140)
<b>Net change in cash from investing activities</b>	<b>(2,462,834)</b>	<b>574,517</b>
<b>FINANCING ACTIVITIES</b>		
Long term debt issued	-	2,210,000
Debt principal repayments	(84,412)	(68,626)
Construction line of credit received/(repaid)	1,595,110	(1,919,752)
<b>Net change in cash from financing activities</b>	<b>1,510,698</b>	<b>221,622</b>
<b>NET CHANGE IN CASH AND BANK INDEBTEDNESS</b>	<b>(1,687,861)</b>	<b>(70,611,449)</b>
<b>CASH AND BANK INDEBTEDNESS - beginning of year</b>	<b>62,143,592</b>	<b>132,755,041</b>
<b>CASH AND BANK INDEBTEDNESS - end of year</b>	<b>60,455,731</b>	<b>62,143,592</b>

Interest received during the year was \$737,840 (2020 - \$2,226,865). Interest paid during the year was \$43,253 (2020 - \$81,235).

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

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2021**

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**1. SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared in accordance with standards in the Chartered Professional Accountants Canada Public Sector Accounting (PSA) Handbook. Significant aspects of the accounting policies are as follows:

(a) Reporting Entity

These financial statements reflect the assets, liabilities, revenues and expenses and accumulated surplus of the Curve Lake First Nation.

Curve Lake First Nation does not have any related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

All interdepartmental assets and liabilities and revenues and expenses have been eliminated.

(b) Trust Funds

Trust funds and their related operations administered by the First Nation are not included in these financial statements but are reported on separately on the Trust Funds Statement of Continuity and Statement of Financial Position.

(c) Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, if any, of tangible capital assets is amortized on a straight-line basis, over the expected useful life of the asset, as follows:

Land improvements	10-50 years
Buildings	25-40 years
Machinery and equipment	10-50 years
Vehicles	3-5 years
Furniture and fixtures	10 years
Computer hardware and software	4 years
Roads and bridges	20-50 years
Water and sewer	30-100 years

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and are also recorded as revenue.

Assets under construction are not amortized. When assets under construction are put into service they are transferred to the appropriate tangible capital asset classification.

(d) Recognition of Revenues and Expenses

Revenues and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues in the period in which the transactions or events occurred that give rise to the revenue. Funding received under the terms of contribution agreements are recognized as revenue once eligibility criteria have been met. Unspent funding is recorded either as repayable or deferred revenue in accordance with the terms of the specific agreements. Deferred revenue is recognized in revenue over time as the recognition criteria are met. Expenses are recognized in the period the goods or services are acquired and a legal liability is incurred or transfers are due.

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2021**

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**1. SIGNIFICANT ACCOUNTING POLICIES, continued**

(e) 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. Tangible capital and other non-financial assets are accounted for as assets by the First Nation because they can be used to provide services in future periods. These assets do not normally provide resources to discharge the liabilities of the First Nation unless they are sold.

(f) Restricted Amounts

Certain amounts, as approved by Council, are restricted for future operating and capital purposes. Transfers to and/or from restricted amounts are an adjustment to the respective fund when approved.

(g) Deferred Revenue

Deferred revenue represents grants and fees which have been collected but for which the related services have yet to be performed. These amounts will be recognized as revenue in the fiscal year the services are performed.

(h) Government Funding

Government funding is recognized in the financial statements as revenue in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made. Reimbursement for program costs is dependent ultimately upon their acceptance by the various agencies that fund the programs.

(i) Use of Estimates

Certain items recognized in the financial statements are subject to measurement uncertainty. The recognized amounts of such items are based on the First Nation's best information and judgment. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant. The First Nation's significant estimates include:

- The amounts recorded for amortization and opening costs of tangible capital assets are based on estimates of useful life, residual values and valuation rates; and
- The amount recorded as allowance for doubtful accounts receivable is based on management's estimate of future payments on receivable account balances.

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended March 31, 2021

**2. CASH AND BANK INDEBTEDNESS**

Cash and bank indebtedness consist of the following:

	2021	2020
	\$	\$
<b>Externally restricted</b>		
Ontario First Nation Limited Partnership	331,803	1,745,559
Apartment replacement	12,717	12,620
	<u>344,520</u>	<u>1,758,179</u>
<b>Internally restricted</b>		
Williams Treaty	54,891,019	60,108,433
<b>Unrestricted</b>		
General	4,938,524	173,776
Islands in the Trent	-	189
Social assistance	214,118	50,776
Library	67,550	52,239
	<u>5,220,192</u>	<u>276,980</u>
	<u>60,455,731</u>	<u>62,143,592</u>

**3. INVESTMENTS**

Investments, recorded at cost, are comprised of the following:

	2021	2020
	\$	\$
Cash and equivalents held at BMO	957,707	919,906
Pooled fixed income investments held at BMO	11,134,161	10,369,229
Pooled equity investments held at BMO	18,323,908	16,446,057
GIC bearing interest at 2.25% maturing November 15, 2021	139,829	136,753
GIC bearing interest at 1.60% maturing May 3, 2021	22,675	22,303
	<u>30,578,280</u>	<u>27,894,248</u>

Breakdown by source:

	2021	2020
	\$	\$
General operating	36,183	35,392
Islands in the Trent	18,474,824	18,226,293
Ontario First Nation Limited Partnership	9,646,456	7,240,812
Apartment replacement	22,675	22,303
Williams Treaty	2,258,313	2,232,695
Education	139,829	136,753
	<u>30,578,280</u>	<u>27,894,248</u>

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2021**

**4. DUE FROM GOVERNMENT AND OTHER GOVERNMENT ORGANIZATIONS**

Due from Government and other Government organizations consists of the following:

	2021	2020
	\$	\$
Federal Government		
Indigenous Services Canada	1,136,623	804,021
Canada Mortgage and Housing Corporation	11,820	36,840
Other	52,231	103,471
	<u>1,200,674</u>	<u>944,332</u>
Province of Ontario	122,190	223,552
	<u>1,322,864</u>	<u>1,167,884</u>

**5. OTHER ACCOUNTS RECEIVABLE**

Other accounts receivable consist of the following:

	2021	2020
	\$	\$
Service charges	126,219	147,944
Accrued interest	42,707	50,611
Union of Ontario Indians	166,423	37,500
Due from members	7,819	13,425
Other receivables	69,853	76,637
	<u>413,021</u>	<u>326,117</u>

**6. MORTGAGES DUE FROM FIRST NATION MEMBERS**

The amount shown as mortgages due from First Nation members represents the amount of funds due from First Nation members with respect to approved loans. The unexpended portion of approved loans is not recorded until an actual expenditure has been incurred. The First Nation members have a legal obligation to repay the full amount of the approved loans. Interest is charged on these loans at rates between 0% and 6.25%. The provision for forgiveness is calculated as a percentage of the initial mortgage balance and is provided for, if the First Nation members' loan balance is current.

Mortgages due from First Nation members and provision for forgiveness are as follows:

	2021	2020
	\$	\$
Mortgages due from First Nation members	3,170,632	3,440,975
Provision for forgiveness	(274,207)	(310,101)
	<u>2,896,425</u>	<u>3,130,874</u>

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2021**

**7. FUNDS HELD IN TRUST**

The funds held by the Federal Government on behalf of the First Nation of \$614,180 (2020 - \$600,929) are for the use of the First Nation for specific projects. At the request of the First Nation, these funds can be obtained.

	Opening Balance \$	Additions \$	Withdrawals \$	Closing Balance \$
Capital	69,509	-	-	69,509
Revenue	531,420	13,251	-	544,671
	600,929	13,251	-	614,180

The funds held in trust arose from monies derived from capital or revenue sources as outlined in Section 62 of the Indian Act. These funds are held in trust in the Consolidated Revenue Fund of the Government of Canada. The management of these funds is primarily governed by Sections 63 to 69 of the Indian Act.

**8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

Accounts payable and accrued liabilities consist of the following:

	2021 \$	2020 \$
Trade payables	910,785	401,668
Accrued salaries and employee benefits	189,736	120,249
Due to School Boards	215,486	197,833
Williams Treaty distribution to members	5,828,536	5,886,278
Other accrued liabilities	199,740	284,418
	7,344,283	6,890,446

**9. DUE TO GOVERNMENT AND OTHER GOVERNMENT ORGANIZATIONS**

Due to Government and other Government organizations consists of the following:

	2021 \$	2020 \$
Federal Government		
Indigenous Services Canada	324,670	178,653
Receiver General	56,958	19,384
Other	1,304	-
	382,932	198,037
Province of Ontario	959,425	498,409
	1,342,357	696,446

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2021**

**10. DEFERRED REVENUE**

Included in deferred revenue are the following amounts:

	Balance March 31, 2020 \$	Funding Received/ (recovered) 2021 \$	Revenue Recognized 2021 \$	Balance March 31, 2021 \$
ISC				
Lot servicing/Land survey	1,410	-	-	1,410
RLEMP - Training	11,970	-	-	11,970
Professional and Institutional Development	14,420	-	-	14,420
Education	-	256,172	19,286	236,886
FN Student Success Program	81,382	-	-	81,382
New Paths	31,127	-	-	31,127
Post Secondary support	341,099	311,219	172,187	480,131
LEDSP	-	90,204	-	90,204
Cultural Education	3,348	-	-	3,348
Summer student	-	15,510	6,720	8,790
Economic Development Planning	35,379	-	35,379	-
Daycare	-	54,975	-	54,975
Children Services	344,977	369,366	202,620	511,723
Water operations and maintenance	-	77,765	67,638	10,127
Water and Wastewater Action Plan	55,523	-	-	55,523
Water treatment plant design	-	1,200,000	261,632	938,368
Community Infrastructure	800,300	-	800,300	-
Housing	346,521	346,521	51,463	641,579
RLEMP	-	42,339	-	42,339
Economic Development Opportunities	7,627	-	-	7,627
Emergency preparedness	-	27,774	18,500	9,274
COVID response	-	763,691	227,286	536,405
Employee assistance	-	19,680	-	19,680
Building Healthy Communities	-	95,634	81,360	14,274
NNADAP	25,571	57,009	56,167	26,413
Brighter Futures	3,232	129,317	114,204	18,345
Community facilities	7,900	101,886	52,595	57,191
Community Health Promotion	12,060	348,599	333,228	27,431
Federal Tobacco Strategy	-	10,812	-	10,812
Children's Oral Health Initiative	2,697	20,221	18,059	4,859
Medical Transportation	36,901	239,856	219,618	57,139
Healthy Child Development	2,597	59,754	46,700	15,651
Aboriginal Diabetes Initiative	905	48,231	48,231	905
Communicable Disease Emergencies Initiative	746	30,360	30,360	746
Drinking Water Program	8,890	-	-	8,890
Home and Community Care	66,375	-	-	66,375
COVID response	-	159,616	129,535	30,081
	2,242,957	4,876,511	2,993,068	4,126,400

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2021**

**10. DEFERRED REVENUE, continued**

	Balance March 31, 2020 \$	Funding Received/ (recovered) 2021 \$	Revenue Recognized 2021 \$	Balance March 31, 2021 \$
CMHC	-	1,094,565	5,385	1,089,180
Provincial				
Library	11,484	15,312	15,312	11,484
Safer Vital Communities	30,425	-	-	30,425
Trillium	17,000	74,700	-	91,700
Vaccine program	-	76,845	34,140	42,705
Daycare safe restart	-	114,341	21,806	92,535
Other	378,788	835,538	613,989	600,337
	437,697	2,211,301	690,632	1,958,366
	2,680,654	7,087,812	3,683,700	6,084,766

**11. CONSTRUCTION LINE OF CREDIT**

During the year, a construction line of credit was taken out with BMO to manage the new subdivision construction. The line of credit has an interest rate based on the bank's prime rate which was 2.45% at March 31, 2021.

**12. PREPAID EXPENSES**

Prepaid expenses consist of the following:

	2021 \$	2020 \$
Insurance	19,479	16,657
Employee benefits	38,410	36,846
Post secondary living allowances	-	45,500
Prepaid honoraria	15,717	-
	73,606	99,003



**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2021**

**13. LONG TERM DEBT**

- (a) The balance of long term debt reported on the Statement of Financial Position is made up of the following:

	2021	2020
	\$	\$
Mortgage payable to CMHC, repayable in blended monthly payments of \$3,862, interest at 0.96%, maturing December 1, 2029, secured by specific rental buildings and by Indigenous Services Canada	373,384	413,678
Mortgage payable to CMHC, repayable in blended monthly payments of \$5,740, interest at 1.75%, maturing October 1, 2044, secured by specific rental buildings and by Indigenous Services Canada	1,331,069	1,376,364
Mortgage payable to CMHC, repayable in blended monthly payments of \$3,354, interest at 1.75%, maturing October 1, 2044, secured by specific rental buildings and by Indigenous Services Canada	777,649	804,112
Advances from CMHC for Senior feasibility study, terms to be finalized upon completion	65,140	37,500
	<b>2,547,242</b>	<b>2,631,654</b>

- (b) Interest expense on long term debt amounted to \$42,075 (2020 - \$23,891)

- (c) The long term debt reported in (a) of this note is repayable as follows based on the current repayment terms:

	Principal	Interest	Total
	\$	\$	\$
2022	115,858	39,612	155,470
2023	117,555	37,915	155,470
2024	119,278	36,192	155,470
2025	121,028	34,442	155,470
2026	122,806	32,664	155,470
2027 and subsequent years	1,885,577	299,337	2,184,914
Advances with terms to be determined	65,140	-	65,140
	<b>2,547,242</b>	<b>480,162</b>	<b>3,027,404</b>

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended March 31, 2021

**14. ACCUMULATED SURPLUS**

Accumulated surplus consists of the following:

	2021	2020
	\$	\$
<b>Surplus</b>		
Operating	11,975,425	11,144,189
<b>Invested In Tangible Capital Assets</b>		
Tangible capital assets - net book value	18,761,936	16,196,105
Long term debt	(2,547,242)	(2,631,654)
Unfunded capital	(329,029)	-
	15,885,665	13,564,451
<b>Surplus</b>	27,861,090	24,708,640
<b>Restricted</b>		
Apartment replacement - externally restricted	63,920	63,666
Ontario First Nation Limited Partnership - externally restricted	12,354,643	11,863,037
Education	1,225,766	736,321
Minor capital	150,000	150,000
Education project reserve	104,504	101,427
Capital housing program	1,372,228	1,372,228
Housing project reserve	2,705,478	2,534,620
New seniors centre	900	900
Subdivision construction	584,586	2,220,835
William's Treaty - interest	2,887,191	2,294,699
Williams Treaty - distributions	36,277,799	42,012,250
Williams Treaty - externally restricted	10,000,000	10,000,000
<b>Total Restricted</b>	67,727,015	73,349,983
<b>Held in Trust by the Federal Government</b>		
Capital	69,509	69,509
Revenue	544,671	531,420
<b>Total Held in Trust by the Federal Government</b>	614,180	600,929
	96,202,285	98,659,552

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the Year Ended March 31, 2021

**15. RECONCILIATION OF ISC FUNDING TO REPORTED REVENUE**

	\$
<b>ISC Funding Per Confirmation</b>	11,943,208
Non-insured health benefits claims	33,435
Current year band rep receivables not included in reconciliation	209,194
	<u>12,185,837</u>
<b>Add 2020 Deferred Revenue</b>	
Balance March 31, 2020 from note 10	2,242,957
<b>Less 2021 Deferred Revenue</b>	
Balance March 31, 2021 from note 10	4,126,400
<b>Less Amounts Repayable/ Repaid</b>	
Drinking Water Program	10,826
Home and Community Care	135,191
	<u>146,017</u>
<b>ISC Revenue For The Year</b>	<u>10,156,377</u>

**16. GOVERNMENT TRANSFERS**

Government transfers consists of the following:

	2021	2020
	\$	\$
Indigenous Services Canada		
Operating	8,799,330	7,342,597
Capital	1,357,047	505,926
	<u>10,156,377</u>	<u>7,848,523</u>
Federal Government other		
Canada Mortgage and Housing Corporation - operating	109,688	70,068
Human Resources Development Canada - operating	104,142	73,686
Canadian Heritage	39,600	91,110
Other	50,800	29,171
	<u>304,230</u>	<u>264,035</u>
Province of Ontario		
Operating	2,818,968	2,760,783
	<u>2,818,968</u>	<u>2,760,783</u>
	<u>13,279,575</u>	<u>10,873,341</u>

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2021**

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**17. PENSION AGREEMENTS**

Some of the employees of the First Nation are eligible to be members of a contributory pension plan. Employer contributions to the plan by the First Nation during the year amounted to \$305,564 (2020 - \$282,484). These contributions which match the employees' contributions for current service, are expensed during the year in which services are rendered and represent the total pension obligation of the First Nation.

**18. BUDGET FIGURES**

The budget, approved by the First Nation, for 2021 is reflected on the Statement of Operations and Accumulated Surplus and the Statement of Change in Net Financial Assets. The budgets established for capital investment in tangible capital assets are on a project-oriented basis, the costs of which may be carried out over one or more years and, therefore, may not be comparable with current year's actual amounts. Budget figures have been reclassified for the purposes of these financial statements to comply with PSA reporting requirements. Budget figures are not subject to audit.

**19. TRUST FUNDS**

Trust funds administered by the First Nation amounting to \$3,519,310 (2020 - \$3,905,081) have not been included in the Statement of Financial Position nor have their operations been included in the Statement of Operations and Accumulated Surplus. As such balances are held in trust by the First Nation for the benefit of others, they are not presented as part of the First Nation financial position or operations.

**20. CONTINGENT LIABILITIES**

The First Nation, in the course of its operations, has been named in several lawsuits the outcome of which is indeterminable at this time. No amounts in connection with these items have been reflected in these financial statements.

During the fiscal years 2003/04 to 2018/19 the First Nation entered into loan agreements in the amount of \$1,530,509 with the Federal Government for flooding claims. Expenditures to March 31, 2021 amounted to \$1,825,016. Total claims are expected to be equal to or greater than amounts received.

**21. SEGMENTED INFORMATION**

Curve Lake First Nation is a territorial government that provides a range of services to its members. First Nation services are reported by function and their activities are separately disclosed in the segmented information.

For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. 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 financial statements as disclosed in Note 1. For additional information see the Schedule of Segment Disclosure.

**Administration**

Administration consists of the activities of Council and general financial and administrative management of the First Nation and its programs and services.

**CURVE LAKE FIRST NATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2021**

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**21. SEGMENTED INFORMATION, continued**

**Community Operations**

Community Operations include police, fire, public works and operation of waste management, water systems and buildings not included under other segments.

**Economic Development/ Consultation**

Economic development includes the operations of the resource centre, cottage and small business centre rentals and the various employment oriented programs of the First Nation.

**Education**

Education includes the Curve Lake School, schools off the First Nation, post secondary education and childcare.

**Land Management**

Land management includes the First Nation's lands management function including lot purchases, flooding claims and Williams Treaty settlement.

**Social Development**

Social development consists of General Assistance to members and inhabitants of the First Nation, homemaker services, homes for the aged and the childrens services.

**Health**

Health services includes operations of the health centre, medical transportation, and various other health related programs of the First Nation.

**Gaming Revenue Programs**

Gaming revenue consists of funds received from the Ontario First Nation Limited Partnership and related expenditures.

**22. UNCERTAINTY CAUSED BY COVID-19**

In March 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential economic effects within the First Nation's environment and in the global markets, possible disruption in supply chains, and measures being introduced at various levels of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and social distancing) could have a material impact on the First Nation's operations. The extent of the impact of this outbreak and related containment measures on the First Nation's operations cannot be reliably estimated at this time.

# CURVE LAKE FIRST NATION

## SCHEDULE 1: SCHEDULE OF TANGIBLE CAPITAL ASSETS For the Year Ended March 31, 2021

	Cost				Closing Balance \$	Accumulated Amortization				Net Book Value	
	Opening Balance \$	Additions \$	Disposals \$	Transfers \$		Opening Balance \$	Amortization \$	Disposals \$	Closing Balance \$	2021 \$	2020 \$
<b>Tangible Capital Assets</b>											
Land	4,429,957	-	-	-	4,429,957	-	-	-	-	4,429,957	4,952,077
Land Improvements	1,890,199	10,000	-	-	1,900,199	1,039,656	126,505	-	1,166,161	734,038	850,543
Residential Buildings	4,543,268	405,850	-	-	4,949,118	584,454	119,688	-	704,142	4,244,976	3,958,814
Non-Residential Buildings	6,842,813	30,193	-	89,588	6,962,594	4,023,211	180,024	-	4,203,235	2,759,359	2,297,482
Vehicles	544,387	88,648	54,080	-	578,955	404,463	73,231	54,080	423,614	155,341	139,924
Computer Equipment	817,074	154,934	292,342	18,480	698,146	691,810	79,345	286,859	484,296	213,850	125,264
Other Equipment	1,842,144	124,769	-	-	1,966,913	1,194,732	157,575	-	1,352,307	614,606	647,412
Roads and Bridges	2,090,295	214,161	-	-	2,304,456	1,454,633	42,736	-	1,497,369	807,087	635,662
Waterworks and Septic Systems	891,703	-	-	-	891,703	570,238	27,337	-	597,575	294,128	321,465
	<u>23,891,840</u>	<u>1,028,555</u>	<u>346,422</u>	<u>108,068</u>	<u>24,682,041</u>	<u>9,963,197</u>	<u>806,441</u>	<u>340,939</u>	<u>10,428,699</u>	<u>14,253,342</u>	<u>13,928,643</u>
<b>Assets Under Construction</b>											
Residential Buildings	109,880	712,450	-	-	822,330	-	-	-	-	822,330	109,880
Non-Residential Buildings	936,599	1,636,750	-	(89,588)	2,483,761	-	-	-	-	2,483,761	936,599
Computer Equipment	18,480	-	-	(18,480)	-	-	-	-	-	-	18,480
Waterworks and Septic Systems	1,202,503	-	-	-	1,202,503	-	-	-	-	1,202,503	1,202,503
	<u>2,267,462</u>	<u>2,349,200</u>	<u>-</u>	<u>(108,068)</u>	<u>4,508,594</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,508,594</u>	<u>2,267,462</u>
<b>Total</b>	<u>26,159,302</u>	<u>3,377,755</u>	<u>346,422</u>	<u>-</u>	<u>29,190,635</u>	<u>9,963,197</u>	<u>806,441</u>	<u>340,939</u>	<u>10,428,699</u>	<u>18,761,936</u>	<u>16,196,105</u>

# CURVE LAKE FIRST NATION

## SCHEDULE 2: SCHEDULE OF SEGMENT DISCLOSURE

For the Year Ended March 31, 2021

	Administration			Community Operations			Economic Development/ Consultation			Cultural		
	Actual 2021 \$	Actual 2020 \$	Budget 2021 \$ (Unaudited)	Actual 2021 \$	Actual 2020 \$	Budget 2021 \$ (Unaudited)	Actual 2021 \$	Actual 2020 \$	Budget 2021 \$ (Unaudited)	Actual 2021 \$	Actual 2020 \$	Budget 2021 \$ (Unaudited)
<b>Revenues</b>												
ISC	1,003,059	563,356	624,015	1,963,359	851,357	1,544,102	182,851	198,347	148,495	15,930	12,582	15,929
Federal Government other	8,492	11,717	-	109,688	70,068	111,030	140,710	73,686	113,592	39,600	16,500	-
Province of Ontario	207,306	-	10,000	147,475	42,600	82,600	85,000	85,000	85,000	12,499	31,350	48,000
Other	171,606	178,384	69,300	602,149	675,971	601,684	571,978	346,675	382,252	34,654	49,728	49,500
	1,390,463	753,457	703,315	2,822,671	1,639,996	2,339,416	980,539	703,708	729,339	102,683	110,160	113,429
<b>Expenses</b>												
Salaries and benefits	1,108,790	1,069,302	1,065,400	505,736	495,082	593,385	388,777	334,117	423,016	96,932	83,928	117,625
Materials	231,944	267,184	324,856	223,226	230,408	232,640	9,925	21,127	10,000	-	-	-
Occupancy costs	-	-	-	173,255	150,009	156,837	23,071	31,634	17,000	-	-	-
Contracted services	305,649	383,613	309,700	115,209	108,970	114,000	-	-	-	-	-	-
Bank charges and interest	10,611	9,800	6,500	42,076	33,220	155,470	-	-	-	-	-	-
Program costs	471,684	109,660	32,500	338,285	291,943	182,839	555,447	228,843	246,012	88,764	51,632	123,657
Amortization	51,752	82,864	82,864	421,895	374,261	374,261	62,976	54,839	54,839	-	-	-
Interdepartmental charges	(252,520)	(425,093)	(458,000)	(212,796)	(33,318)	(172,102)	(2,052)	(41,073)	(42,800)	(105,335)	(83,500)	(130,000)
Allocated administration	(579,047)	(351,345)	(359,500)	10,000	5,000	60,000	21,100	22,300	21,100	1,700	1,700	1,700
Loss on disposal of tangible capital assets	2,081	2,751	-	1,450	-	-	-	-	-	-	-	-
	1,350,944	1,148,736	1,004,320	1,618,336	1,655,575	1,697,330	1,059,244	651,787	729,167	82,061	53,760	112,982
<b>Net deficit</b>	39,519	(395,279)	(301,005)	1,204,335	(15,579)	642,086	(78,705)	51,921	172	20,622	56,400	447

# CURVE LAKE FIRST NATION

## SCHEDULE 2: SCHEDULE OF SEGMENT DISCLOSURE, continued For the Year Ended March 31, 2021

	Actual 2021 \$	Education Actual 2020 \$	Budget 2021 \$ (Unaudited)	Actual 2021 \$	Land Management Actual 2020 \$	Budget 2021 \$ (Unaudited)	Actual 2021 \$	Social Development Actual 2020 \$	Budget 2021 \$ (Unaudited)
<b>Revenues</b>									
ISC	4,682,007	4,135,368	6,075,803	261,665	241,715	241,715	319,568	161,315	296,665
Federal Government other	-	74,610	-	5,740	2,354	-	-	-	-
Province of Ontario	824,318	1,090,245	1,127,240	-	-	-	1,105,917	1,075,654	1,175,677
Other	360,521	229,399	312,433	877,927	1,646,593	133,055	-	-	-
	<b>5,866,846</b>	<b>5,529,622</b>	<b>7,515,476</b>	<b>1,145,332</b>	<b>1,890,662</b>	<b>374,770</b>	<b>1,425,485</b>	<b>1,236,969</b>	<b>1,472,342</b>
<b>Expenses</b>									
Salaries and benefits	2,056,536	1,963,134	2,400,817	171,204	155,810	137,896	283,418	234,133	441,783
Materials	51,130	64,672	137,000	41,071	100,798	82,805	-	-	-
Occupancy costs	74,249	113,399	115,500	-	-	-	-	-	-
Contracted services	136,002	197,342	201,000	52,574	47,924	52,369	-	-	-
Distribution to members	-	-	-	5,734,451	2,781,374	-	-	-	-
Program costs	2,316,252	2,210,344	2,748,107	19,725	70,535	80,000	1,052,702	907,208	1,010,559
Amortization	111,275	81,282	81,282	5,725	6,475	6,475	54,929	62,789	62,789
Interdepartmental charges	70,086	9,444	39,000	-	-	-	-	9,840	-
Allocated administration	340,517	131,000	221,531	21,700	21,700	21,700	20,000	20,000	20,000
Loss on disposal of tangible capital assets	1,767	-	-	-	-	-	-	-	-
	<b>5,157,814</b>	<b>4,770,617</b>	<b>5,944,237</b>	<b>6,046,450</b>	<b>3,184,616</b>	<b>381,245</b>	<b>1,411,049</b>	<b>1,233,970</b>	<b>1,535,131</b>
<b>Net deficit</b>	<b>709,032</b>	<b>759,005</b>	<b>1,571,239</b>	<b>(4,901,118)</b>	<b>(1,293,954)</b>	<b>(6,475)</b>	<b>14,436</b>	<b>2,999</b>	<b>(62,789)</b>



# CURVE LAKE FIRST NATION

## SCHEDULE 2: SCHEDULE OF SEGMENT DISCLOSURE, continued For the Year Ended March 31, 2021

	Health			Gaming Revenue Programs			Consolidated Totals		
	Actual 2021 \$	Actual 2020 \$	Budget 2021 \$ (Unaudited)	Actual 2021 \$	Actual 2020 \$	Budget 2021 \$ (Unaudited)	Actual 2021 \$	Actual 2020 \$	Budget 2021 \$ (Unaudited)
<b>Revenues</b>									
ISC	1,727,938	1,684,483	1,839,112	-	-	-	10,156,377	7,848,523	10,785,836
Federal Government other	-	15,100	-	-	-	-	304,230	264,035	224,622
Province of Ontario	436,453	435,934	490,486	-	-	-	2,818,968	2,760,783	3,019,003
Other	517,856	340,738	381,735	1,407,908	1,313,269	1,654,710	4,544,599	4,780,757	3,584,669
	<b>2,682,247</b>	<b>2,476,255</b>	<b>2,711,333</b>	<b>1,407,908</b>	<b>1,313,269</b>	<b>1,654,710</b>	<b>17,824,174</b>	<b>15,654,098</b>	<b>17,614,130</b>
<b>Expenses</b>									
Salaries and benefits	1,279,436	1,156,582	1,504,087	66,565	47,955	50,820	5,957,394	5,540,043	6,734,829
Materials	21,814	18,267	24,550	-	-	-	579,110	702,456	811,851
Occupancy costs	7,030	8,431	11,000	-	-	-	277,605	303,473	300,337
Contracted services	591	626	626	-	-	-	610,025	738,475	677,695
Bank charges and interest	-	-	-	-	-	-	52,687	2,824,394	161,970
Distribution to members	-	-	-	-	-	-	5,734,451	-	-
Program costs	1,063,797	1,061,071	1,067,460	351,590	238,168	495,299	6,258,246	5,169,404	5,986,433
Amortization	97,889	97,273	97,273	-	-	-	806,441	759,783	759,783
Interdepartmental charges	31,615	14,034	(33,016)	471,002	549,666	694,913	-	-	(102,005)
Allocated administration	164,030	149,645	151,510	-	-	-	-	-	138,041
Loss on disposal of tangible capital assets	184	-	-	-	-	-	5,482	2,751	-
	<b>2,666,386</b>	<b>2,505,929</b>	<b>2,823,490</b>	<b>889,157</b>	<b>835,789</b>	<b>1,241,032</b>	<b>20,281,441</b>	<b>16,040,779</b>	<b>15,468,934</b>
<b>Net surplus/(deficit)</b>	<b>15,861</b>	<b>(29,674)</b>	<b>(112,157)</b>	<b>518,751</b>	<b>477,480</b>	<b>413,678</b>	<b>(2,457,267)</b>	<b>(386,681)</b>	<b>2,145,196</b>

## **INDEPENDENT AUDITOR'S REPORT**

### **To Council and the Members of Curve Lake First Nation**

#### *Opinion*

We have audited the financial statements of the Trust Fund of Curve Lake First Nation (the Trust Fund), which comprise the statement of financial position as at March 31, 2021, the statement of continuity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust Fund as at March 31, 2021, and the continuity of the Trust Fund for the year then ended in accordance with Canadian Public Sector Accounting Standards.

#### *Basis for Opinion*

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 Financial Statements section of our report. We are independent of the Trust Fund in accordance with the ethical requirements that are relevant to our audit of the 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 opinion.

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

Management is responsible for the preparation and fair presentation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Trust Fund'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 Trust Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust Fund's financial reporting process.

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### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the 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 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 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 Trust Fund'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 Trust Fund'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 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 Trust Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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.

*Baker Tilly KDN LLP*

Chartered Professional Accountants  
Licensed Public Accountants

Peterborough, Ontario  
November 17, 2021

# CURVE LAKE FIRST NATION

## TRUST FUND STATEMENT OF FINANCIAL POSITION At March 31, 2021

	Islands in the Trent - Youth Allocation Fund 2021 \$	Islands in the Trent - Youth Allocation Fund 2020 \$
<b>FINANCIAL ASSETS</b>		
Investments (note 2)	3,497,610	3,880,569
Accrued interest receivable	21,700	24,512
	<b>3,519,310</b>	<b>3,905,081</b>
<b>FUND BALANCE</b>	<b>3,519,310</b>	<b>3,905,081</b>

## TRUST FUND STATEMENT OF CONTINUITY For the Year Ended March 31, 2021

	Islands in the Trent - Youth Allocation Fund 2021 \$	Islands in the Trent - Youth Allocation Fund 2020 \$
<b>BALANCE - beginning of year</b>	3,905,081	4,235,127
<b>RECEIPTS</b>		
Investment income	121,611	78,911
<b>EXPENSES</b>		
Per-capita distributions	481,751	382,472
Investment management fees	25,631	26,485
	<b>507,382</b>	<b>408,957</b>
<b>BALANCE - end of year</b>	<b>3,519,310</b>	<b>3,905,081</b>

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

**CURVE LAKE FIRST NATION**  
**TRUST FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended March 31, 2021**

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**1. SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared in accordance with the standards in the Chartered Professional Accountants Canada Public Sector Accounting (PSA) Handbook.

(a) Basis of Accounting

Revenue and expenses are reported on the accrual basis of accounting which recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions. These estimates and assumptions 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 revenue and expenses during the period and are based on the First Nation's best information and judgment. Actual results could differ from these estimates.

**2. INVESTMENTS**

Investments, recorded at cost, are comprised of the following:

	2021	2020
	\$	\$
Cash account	166,831	5,358
Short term notes	31,983	73,897
Government bonds	2,054,812	2,857,755
Corporate bonds	1,243,984	943,559
	<b>3,497,610</b>	<b>3,880,569</b>
<b>Market Value</b>	<b>3,517,164</b>	<b>3,924,885</b>

The Government and corporate bonds have interest rates between 1.75% and 3.399% and mature from June 15, 2022 to September 1, 2025.

**3. ISLANDS IN THE TRENT - YOUTH ALLOCATION FUND**

The Islands in the Trent - Youth Allocation Fund was created to hold the per-capita distribution for minor members. As each member reaches the age of eighteen, a cheque for \$10,000 plus accumulated interest will be issued to them.