



Financial Statements

For the year ended March 31, 2023

Métis Nation of Ontario, Secretariat
Financial Statements
For the year ended March 31, 2023

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Independent Auditor's Report

**To the Citizens of
Métis Nation of Ontario**

Qualified Opinion

We have audited the accompanying financial statements of Métis Nation of Ontario, Secretariat (the "Secretariat"), which comprise the balance sheet as at March 31, 2023, and the statement of operations, changes in net 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, except for the possible effects of the matter described in the Basis for Qualified Opinion section of the report, the financial statements present fairly, in all material respects, the financial position of Métis Nation of Ontario, Secretariat as at March 31, 2023, and its results of operations and its cash flows for the year then ended in accordance with Canadian Accounting Standards for Not-for-profit Organizations.

Basis for Qualified Opinion

The information set out in Note 14 to the financial statements regarding the Métis Nation of Ontario Charter Community Councils is provided for additional information on the aggregate net assets held by the Councils, however the information is unaudited. Consequently, we were unable to determine whether any adjustments to the amounts and disclosures were necessary.

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 Secretariat 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 qualified opinion.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian Accounting Standards for Not-for-Profit Organizations, 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 Secretariat'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 Secretariat or to cease operations, or has no realistic alternative but to do so.

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

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 Secretariat'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 Secretariat'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 Secretariat 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 Ottawa LLP

Chartered Professional Accountants, Licensed Public Accountants
August 15, 2023
Ottawa, Ontario

Métis Nation of Ontario, Secretariat

Balance Sheet

March 31 **2023** 2022

Assets

Current

Cash (Note 1)	\$ 38,977,640	\$ 62,117,027
Accounts receivable (Note 2)	934,034	2,173,700
Government remittances receivable	2,726,423	3,499,517
Prepaid expenses and deposits	709,530	1,038,050
Due from Métis Nation of Ontario Cultural Commission (Note 16)	256,328	11,370
Short-term investments (Note 3)	60,226,883	15,324,860
	103,830,838	84,164,524
Investments - restricted (Note 4)	3,643,211	1,039,866
Home owner loans receivable (Note 5)	1,535,818	-
Tangible capital assets (Note 6)	5,321,891	4,221,008
	\$114,331,758	\$ 89,425,398

Liabilities and Net Assets

Current

Accounts payable and accrued liabilities	\$ 11,233,356	\$ 9,625,431
Grants and contributions payable	62,822,360	19,017,865
Deferred revenue (Note 7)	14,445,079	39,885,167
Due to Councils under IBA Agreements (Note 8)	2,564,800	5,343,243
	91,065,595	73,871,706
Due to Community Councils (Note 4)	3,643,211	1,039,866
Deferred contributions related to tangible capital assets (Note 9)	2,895,114	1,732,213
Deferred lease inducement (Note 15)	291,600	349,920
	97,895,520	76,993,705
Net assets		
Internally restricted net assets (Note 19)	8,983,741	6,985,439
Externally restricted - housing strategy fund	1,535,818	-
Unrestricted	5,916,679	5,446,254
	16,436,238	12,431,693
	\$114,331,758	\$ 89,425,398

On behalf of the Provisional Council:

Métis Nation of Ontario, Secretariat Statement of Changes in Net Assets

For the year ended March 31

	2023				2022		
	Internally Restricted (Note 19)	Externally Restricted	Unrestricted	Total	Internally Restricted (Note 19)	Unrestricted	Total
Balance, beginning of year	\$ 6,985,439	\$ -	\$ 5,446,254	\$12,431,693	\$ 1,434,249	\$ 5,152,649	\$ 6,586,898
Excess (deficiency) of revenue over expenses for the year	(453,698)	-	2,922,425	2,468,727	(11,509)	4,036,143	4,024,634
Investment in capital assets							
Contributions related to tangible capital assets	(1,286,550)	-	1,286,550	-	(689,066)	689,066	-
Purchase and disposal of tangible capital assets net of financing	1,286,550	-	(1,286,550)	-	2,509,227	(2,509,227)	-
Contributions related to tangible capital assets not to be amortized	-	-	-	-	-	1,820,161	1,820,161
Transfers to reflect internally imposed restrictions (Note 19)	2,452,000	-	(2,452,000)	-	3,742,538	(3,742,538)	-
Externally restricted contributions recognized directly in net assets	-	1,535,818	-	1,535,818	-	-	-
Balance, end of year	\$ 8,983,741	\$ 1,535,818	\$ 5,916,679	\$16,436,238	\$ 6,985,439	\$ 5,446,254	\$12,431,693

Métis Nation of Ontario, Secretariat

Statement of Operations

For the year ended March 31

2023

2022

	Revenue	Expenses	Excess of Revenue over Expenses	Revenue	Expenses	Excess of Revenue over Expenses
Core Operations (Notes 2 and 12)	\$ 11,136,412	\$ 8,237,611	\$ 2,898,801	\$ 7,879,366	\$ 4,049,855	\$ 3,829,511
Infinity Property Services	823,170	769,921	53,249	1,012,997	846,087	166,910
Crown-Indigenous Relations and Northern Development Canada						
Basic Organizational Capacity	421,475	421,475	-	421,475	421,475	-
Canada's Tobacco Strategy	110,000	110,000	-	157,393	157,393	-
Child and Family Services	-	-	-	438,923	438,923	-
Climate Leadership Co-development Process	1,440	1,440	-	-	-	-
Climate Monitoring Initiative	167,617	167,617	-	12,749	12,749	-
Coast Guard Workshops	12,668	12,668	-	68,436	68,436	-
Community Based Climate Monitoring						
Carbon Pricing	266,954	266,954	-	440,178	440,178	-
COVID-19 Vaccine Survey	146,684	146,684	-	55,992	55,992	-
Cultural Spaces in Indigenous Communities	33,713	33,713	-	-	-	-
Exploratory Discussions (Framework)	1,267,373	1,267,373	-	890,288	890,288	-
Federal COVID-19 Funding	3,297,163	3,297,163	-	6,447,325	6,447,325	-
Federal Protocol	170,209	170,209	-	65,609	65,609	-
Healing Journey Program	427,385	427,385	-	-	-	-
IFFA	1,269,379	1,269,379	-	846,680	846,680	-
Indigenous Community Infrastructure Fund	1,693,649	1,693,649	-	-	-	-
Indigenous Health Legislation Engagement	234,664	234,664	-	-	-	-
Métis Nation Housing Strategy	4,631,171	4,631,171	-	4,174,802	4,174,802	-
Mental Wellness Surge & Adapt	-	-	-	346,069	346,069	-
Minor Capital - Timmins and Thunder Bay	32,898	32,898	-	328,482	328,482	-
MNO Patient Advocate	188,204	188,204	-	4,718	4,718	-
MNO Women's Council Capacity Development	-	-	-	67,908	67,908	-
Post Powley	4,640,625	4,640,625	-	4,640,625	4,640,625	-
Post-Secondary Education Grant	515,000	515,000	-	-	-	-
Post-Secondary Education Strategy	6,100,038	6,100,038	-	5,588,597	5,588,597	-
Supportive Care Initiative	413,887	413,887	-	-	-	-
Table on Climate Change	163,809	163,809	-	135,719	135,719	-
Treaty 3	364,237	364,237	-	496,669	496,669	-
United Nations Declaration of the Rights of Indigenous Peoples	25,732	25,732	-	-	-	-
United Nations Declaration of the Rights of Indigenous Peoples Consultation	163,084	163,084	-	-	-	-

Métis Nation of Ontario, Secretariat

Statement of Operations (continued)

For the year ended March 31

2023

2022

	Revenue	Expenses	Excess of Revenue over Expenses	Revenue	Expenses	Excess of Revenue over Expenses
Urban Programming for Indigenous Peoples	1,168,540	1,168,540	-	-	-	-
Urban Programming for Indigenous Peoples - Minor infrastructure	113,857	113,857	-	15,098	15,098	-
Ventilation in Public Buildings	66,418	66,418	-	-	-	-
Aboriginal Healing and Wellness Strategy						
Aboriginal Community Wellness Workers	-	-	-	2,629,702	2,629,702	-
Aboriginal Healthy Babies Healthy Children	-	-	-	2,518,995	2,518,995	-
Anti-Human Trafficking Community Supports	-	-	-	76,890	76,890	-
Building Residency within Métis Communities and MNO Secretariat Staff	-	-	-	75,000	75,000	-
Community Development Support Worker	-	-	-	250,516	250,516	-
Health Navigator	-	-	-	150,000	150,000	-
Mental Health Demonstration	-	-	-	1,178,847	1,178,847	-
Promotion and Prevention	5,898,857	5,898,857	-	-	-	-
Strategic Initiatives HPA	-	-	-	215,025	215,025	-
Supportive Resources, Training & Capacity Building	590,540	590,540	-	-	-	-
Barrie Area Native Advisory Circle BANAC Supplemental Funding	91,828	91,828	-	81,403	81,403	-
Canada Mortgage and Housing Corporation						
Housing Supply Challenge - Stage 1	-	-	-	167,272	167,272	-
Housing Supply Challenge - Stage 2	881,173	881,173	-	79,200	79,200	-
Housing & Health Research	63,905	63,905	-	-	-	-
Canadian Heritage						
Aboriginal Language Initiative	920,144	920,144	-	348,612	348,612	-
Museums Assistance Program	78,409	78,409	-	-	-	-
Canadian Institute of Health and Research Mental Wellness of Citizens of the Metis Nation	33,493	33,493	-	-	-	-
Canadian Museum of History Digital Museums Canada	42,813	42,813	-	98,864	98,864	-
Canadian Nuclear Laboratories						
Consultation	13,019	13,019	-	5,375	5,375	-
Douglas Point License Amendment	920	920	-	-	-	-

Métis Nation of Ontario, Secretariat

Statement of Operations (continued)

For the year ended March 31

2023

2022

	Revenue	Expenses	Excess of Revenue over Expenses	Revenue	Expenses	Excess of Revenue over Expenses
Canadian Nuclear Safety Commission						
CNSC Meetings with MNO Secretariat	5,513	5,513	-	3,508	3,508	-
Environmental Assessment & License Process	471	471	-	-	-	-
Canadian Partnership Against Cancer - Smoking Prevention and Healthy Living Intervention	-	-	-	164,430	164,430	-
Department of Justice Canada	130,000	130,000	-	-	-	-
Department of Fisheries and Oceans						
Aquatic Invasive Species Program	59,969	59,969	-	-	-	-
Indigenous Habitat Participation	23,933	23,933	-	-	-	-
Lobstick Island Bridge and Causeway Consultation	-	-	-	1,381	1,381	-
Species at Risk Education and Training	39,495	39,495	-	-	-	-
Employment and Social Development Canada						
Canada Summer Jobs	67,200	67,200	-	63,062	63,062	-
Early Learning Child Care	10,614,319	10,614,319	-	10,924,177	10,924,177	-
Indigenous ELCC COVID Funding	-	-	-	2,203,316	2,203,316	-
ISETS Agreement	9,863,579	9,863,579	-	10,006,510	10,006,510	-
Skills and Partnership Fund - Employment in Energy	-	-	-	575,330	575,330	-
Reaching Homes: Métis Homelessness Funding	806,498	806,498	-	462,990	462,990	-
Environment Canada						
Areas of Concern - Fish Consumption Survey	17,550	17,550	-	27,214	27,214	-
Capacity Building - Great Lakes	117,871	117,871	-	188,330	188,330	-
Engagement on the Canada Water Agency	53,246	53,246	-	-	-	-
Federal Fuel Charge Proceeds	50,000	50,000	-	-	-	-
Lake of the Woods Water Quality	8,915	8,915	-	11,586	11,586	-
Lake Ontario and Lake Erie Community Fish Consumption Survey	-	-	-	36,896	36,896	-
Land & Waters Guardians Program	37,283	37,283	-	111,759	111,759	-
Métis Harvesting Rights	116,505	116,505	-	49,690	49,690	-
MNO Great Lakes Awareness Project	-	-	-	22,996	22,996	-
Sediment Management Thunder Bay Area	-	-	-	657	657	-
Species at Risk	26,138	26,138	-	-	-	-
Health Canada						
Cannabis Preparedness Initiative	-	-	-	149,131	149,131	-
Safe Restart	762,700	762,700	-	25,630	25,630	-

Métis Nation of Ontario, Secretariat

Statement of Operations (continued)

For the year ended March 31

2023

2022

	Revenue	Expenses	Excess of Revenue over Expenses	Revenue	Expenses	Excess of Revenue over Expenses
HydroOne						
Waasigan Economic Development	103,187	103,187	-	39,079	39,079	-
Waasigan Transmission Line CFA	283,114	283,114	-	170,762	170,762	-
Independent Electricity System Operator						
Community Energy Champion Program	62,621	62,621	-	53,131	53,131	-
Impact Assessment Agency of Canada						
Alexandra Bridge Replacement Consultation	-	-	-	1,150	1,150	-
Crawford Nickel Project	9,558	9,558	-	-	-	-
Fireside Chat Series	260,729	260,729	-	-	-	-
Generation PGM Palladium Mine	4,339	4,339	-	21,783	21,783	-
Georgina Island Fixed Link Project	1,150	1,150	-	-	-	-
Hydrogen Ready Power Plant Project	1,760	1,760	-	-	-	-
Indigenous Capacity Support Program Stream 1	-	-	-	46,328	46,328	-
Indigenous Knowledge Framework Review	-	-	-	47,678	47,678	-
Marathon Palladium Project	86,512	86,512	-	-	-	-
Review and Comment in the Policy Framework under Impact Assessment Act 2019	10,668	10,668	-	-	-	-
Review of the Onshore Pipelines Regulation	46,528	46,528	-	-	-	-
Upper Beaver Gold Project	4,376	4,376	-	2,118	2,118	-
Indigenous Services Canada						
Algonquins of Ontario (AOO) Treaty Land Entitlement	-	-	-	14,951	14,951	-
Supportive Care Initiative	-	-	-	7,380	7,380	-
Urban Programming for Indigenous Peoples	-	-	-	1,715,274	1,715,274	-
Mental Health	1,602,586	1,602,586	-	-	-	-
Pathways to Safe Metis Communities	96,048	96,048	-	-	-	-
Support Federal Procurement	5,151	5,151	-	-	-	-
Trauma-Informed Health Support	76,947	76,947	-	-	-	-
Law Society of Ontario						
Capacity Building for an Inclusive Sector	137,540	137,540	-	81,194	81,194	-
LFMO - Women's Council for Emergency Response Packages	-	-	-	9,999	9,999	-
Métis National Council						
Permanent Bilateral Mechanism	245,162	245,162	-	250,000	250,000	-
Ministry of Francophone Affairs						
Francophone Author Visits	2,386	2,386	-	-	-	-

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Métis Nation of Ontario, Secretariat

Statement of Operations (continued)

For the year ended March 31

2023

2022

	Revenue	Expenses	Excess of Revenue over Expenses	Revenue	Expenses	Excess of Revenue over Expenses
Ministry of Indigenous Affairs						
Algonquins of Ontario (AOO) Treaty Land Entitlement	13,241	13,241	-	16,880	16,880	-
Bilateral Framework Participation	350,000	350,000	-	350,000	350,000	-
COVID Vaccine Rollout	436,107	436,107	-	494,774	494,774	-
Economic Development Agreement	5,679,578	5,679,578	-	-	-	-
Indian Residential Schools Burial	586,376	586,376	-	-	-	-
Indigenous Women's Advisory Council	65,000	65,000	-	50,000	50,000	-
Matachewan Treaty Lands Entitlement	-	-	-	8,950	8,950	-
New Relationship Fund	1,853,987	1,853,987	-	1,764,782	1,764,782	-
Opioid Programming Supports	41,722	41,722	-	-	-	-
Resource Revenue Sharing (RRS) Negotiations	-	-	-	129,368	129,368	-
SSM Cultural Centre Renovation	-	-	-	216,792	216,792	-
Treaty Lands Entitlement	85,026	85,026	-	61,330	61,330	-
Wiikwemkoong Land Claim	-	-	-	10,739	10,739	-
Ministry of Attorney General						
Gladue Aftercare Program	83,200	83,200	-	-	-	-
Human Trafficking	50,000	50,000	-	46,112	46,112	-
Indigenous Courtwork Program	91,999	91,999	-	-	-	-
Justice Liaison Program	116,555	116,555	-	97,449	97,449	-
Restorative Justice - Justice Circle	99,286	99,286	-	92,908	92,908	-
Victim Services	550,000	550,000	-	673,275	673,275	-
Ministry of Children, Community and Social Services						
Anti-Human Trafficking Community Supports	76,890	76,890	-	-	-	-
Indigenous Children & Youth Strategy	3,984,535	3,984,535	-	2,744,103	2,744,103	-
Mental Health	142,928	142,928	-	137,438	137,438	-
Ontario's Action Plan COVID-19	-	-	-	320,544	320,544	-
Social Assistance Recovery and Renewal Engagement Table	-	-	-	73,668	73,668	-
Strategy	571,223	571,223	-	704,254	704,254	-
Youth Justice Initiative	113,721	113,721	-	110,254	110,254	-
Ministry of Citizenship and Multiculturalism						
Anti-Racism Strategy Review	5,966	5,966	-	-	-	-
Ministry of Community Safety and Correctional Services						
Native Inmate Liaison Officer	51,251	51,251	-	66,800	66,800	-

Métis Nation of Ontario, Secretariat

Statement of Operations (continued)

For the year ended March 31

2023

2022

	Revenue	Expenses	Excess of Revenue over Expenses	Revenue	Expenses	Excess of Revenue over Expenses
Ministry of Education						
Building Relationships with District School Boards	930,495	930,495	-	772,565	772,565	-
Mental Health Supports	392,992	392,992	-	282,097	282,097	-
Mental Health Supports for Students	-	-	-	58,508	58,508	-
River Program - Indigenous Education	161,879	161,879	-	108,300	108,300	-
Minister of Environment, Conservation, and Parks						
Great Lakes Meeting Support	14,428	14,428	-	-	-	-
Ministry of Health and Long-Term Care						
Aboriginal Diabetes Education	645,005	645,005	-	624,534	624,534	-
Aboriginal Responsible Gambling	169,320	169,320	-	113,800	113,800	-
Adult Mental Health Program	943,700	943,700	-	837,200	837,200	-
Community Support Services	3,351,567	3,351,567	-	3,085,903	3,085,903	-
COVID-19 Emergency MH&A Support	-	-	-	150,000	150,000	-
COVID-19 Response & Recovery - Home and Community Care Virtual Program	-	-	-	200,939	200,939	-
Indigenous Mental Health & Addictions System Coordinator	120,000	120,000	-	115,889	115,889	-
Urban Indigenous Health Table	100,000	100,000	-	100,000	100,000	-
Youth Life Promotion	1,167,287	1,167,287	-	1,167,287	1,167,287	-
Ministry of Labour, Training, and Skills Development						
Skills Development Fund	148,080	148,080	-	473,918	473,918	-
Ministry of Natural Resources and Forestry						
Forest Management Plans Region 1 & 2	10,093	10,093	-	1,486	1,486	-
Forest Management Plans Region 3, 4 & 5	25,867	25,867	-	18,221	18,221	-
Forest Management Plans Region 5 & 7	16,599	16,599	-	-	-	-
Policy Dialogue Table	101,800	101,800	-	91,821	91,821	-
Region 2 Forest Management Reports	304	304	-	23,660	23,660	-
Ministry of Northern Development and Mines						
Capacity Mineral Sector Framework Agreement	163,774	163,774	-	97,914	97,914	-
Mineral Development Advisors	192,921	192,921	-	161,577	161,577	-
Ministry of Tourism and Culture						
Youth Cultural Camp	195,158	195,158	-	206,452	206,452	-
Ministry of Transport						
Highway Twinning for Highway 417	-	-	-	4,132	4,132	-

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Métis Nation of Ontario, Secretariat

Statement of Operations (continued)

For the year ended March 31

2023

2022

	Revenue	Expenses	Excess of Revenue over Expenses	Revenue	Expenses	Excess of Revenue over Expenses
Ministry of Training Colleges and Universities						
Navigation Support Program and Emergency Housing and Travel Fund	-	-	-	186,394	186,394	-
Post Secondary School Awareness	619,170	619,170	-	424,533	424,533	-
Nuclear Waste Management Organization				-	-	-
Aboriginal Partnership Resource Program	-	-	-	64,317	64,317	-
Adaptive Phased Management - General Relationship Agreement	384,817	384,817	-	384,817	384,817	-
Integrated Strategy for Radioactive Waste	-	-	-	6,160	6,160	-
Region 7 Learn More Agreement	213,494	213,494	-	13,694	13,694	-
Used Fuel Deep Geologic Repository	103,542	103,542	-	240,025	240,025	-
Ontario Aboriginal Housing						
Housing MHA	300,579	300,579	-	575,053	575,053	-
Housing Policy Analysis	102,719	102,719	-	79,859	79,859	-
Mental Health and Addictions Funding Partnership	409,482	409,482	-	30,867	30,867	-
Social Services Relief Fund COVID-19	253,373	253,373	-	2,125,000	2,125,000	-
Ontario Native Women's Association						
Indigenous Anti-Trafficking Liaison Project	70,000	70,000	-	70,000	70,000	-
Ontario Power Generation						
Deep Geologic Repository MOU	54,767	54,767	-	20,670	20,670	-
Ontario Trillium Fund						
Parks Canada						
Metis Visitor Centre Display	23,843	23,843	-	-	-	-
Region 2 Métis Stories	22,897	22,897	-	82,000	82,000	-
Cultural Heritage Policy Review	-	-	-	21,117	21,117	-
Cultural Heritage Research Project	-	-	-	690	690	-
Parks and Ecological Corridors	14,674	14,674	-	-	-	-
Public Health Agency of Canada						
Canada Prenatal Nutritional Program	55,774	55,774	-	58,300	58,300	-
Community Action Plan for Children	209,880	209,880	-	209,880	209,880	-
COVID Vaccine Confidence in Metis	55,940	55,940	-	-	-	-
Health Data Submission	135,000	135,000	-	132,683	132,683	-
Infectious Disease and Climate Change Fund	29,642	29,642	-	40,681	40,681	-
Vaccine Community Innovation Challenge	-	-	-	10,000	10,000	-

Métis Nation of Ontario, Secretariat

Statement of Operations (continued)

For the year ended March 31

2023

2022

	Revenue	Expenses	Excess of Revenue over Expenses	Revenue	Expenses	Excess of Revenue over Expenses
Public Services and Procurement Canada Temiskaming Quebec Dam Replacement Project	81,381	81,381	-	62,933	62,933	-
Royal Canadian Mounted Police Family Violence Initiative Fund	-	-	-	25,000	25,000	-
Transport Canada Dryden Airport PFAS Meeting	1,150	1,150	-	-	-	-
Third party funders	894,304	894,304	-	406,557	406,557	-
	\$ 102,460,391	\$ 99,508,341		\$ 92,039,072	\$ 88,042,651	
Excess of revenue over expenses from operations			2,952,050			3,996,421
Amortization of deferred contributions related to tangible capital assets (Notes 6 and 9)			123,649			115,633
Amortization of deferred lease inducement (Note 15)			58,320			58,320
Amortization of tangible capital assets (Note 6)			(185,667)			(183,986)
Distribution from Reserve Funds (Note 19)			(450,000)			(17,200)
Fair value gain (loss) on short-term investments			(29,625)			55,446
Excess of revenue over expenses for the year			\$ 2,468,727			\$ 4,024,634

Métis Nation of Ontario, Secretariat

Statement of Cash Flows

For the year ended March 31	2023	2022
Cash flows from (used in) operating activities		
Excess of revenue over expenses for the year	\$ 2,468,727	\$ 4,024,634
Adjustments for:		
Amortization of tangible capital assets	185,667	183,985
Amortization of deferred contributions related to tangible capital assets	(123,649)	(115,633)
Amortization of deferred lease inducement	(58,320)	(58,320)
Accrued interest	(498,971)	(26,522)
Fair value loss (gain) on shares	29,625	(55,446)
	<u>2,003,079</u>	<u>3,952,698</u>
Changes in non-cash operating accounts		
Accounts receivable	1,239,666	7,979,533
Government remittances receivable	773,094	(1,772,886)
Prepaid expenses and deposits	328,520	(668,611)
Due from Métis Nation of Ontario Cultural Commission	(244,958)	(1,370)
Accounts payable and accrued liabilities	1,607,925	(3,391,525)
Grants and contributions payable	43,804,495	(13,970,452)
Deferred revenue	(25,440,088)	23,493,399
Due to Councils under IBA Agreements	(2,778,443)	2,183,156
Due from Community Councils	2,603,345	3,624
	<u>23,896,635</u>	<u>17,807,566</u>
Cash flows used in investing activities		
Purchase of tangible capital assets (Note 6)	(1,286,550)	(2,509,227)
Purchase of investments	(47,036,022)	(15,048,943)
	<u>(48,322,572)</u>	<u>(17,558,170)</u>
Cash flows from (used in) financing activities		
Additions to deferred contributions related to tangible capital assets	1,286,550	689,066
Contributions recognized directly in net assets related to tangible capital assets not amortized	-	1,820,161
	<u>1,286,550</u>	<u>2,509,227</u>
Increase in cash during the year	<u>(23,139,387)</u>	<u>2,758,623</u>
Cash, beginning of year	<u>62,117,027</u>	<u>59,358,404</u>
Cash, end of year	<u>\$ 38,977,640</u>	<u>\$ 62,117,027</u>

Métis Nation of Ontario, Secretariat

Summary of Significant Accounting Policies

March 31, 2023

Nature of Organization	Métis Nation of Ontario, Secretariat (the "Secretariat") was continued under the Métis Nation of Ontario Secretariat Act (the "Act") effective January 1, 2016. The corporation acts as the Secretariat to the Métis Nation of Ontario (MNO). The MNO promotes Métis rights, provides service amenities and delivers employment and training initiatives to its members and the Métis community in Ontario. A substantial part of all revenue is from federal and provincial governments. The Secretariat is also a not-for-profit organization within the meaning of the Income Tax Act of Canada and is exempt from income taxes on its not-for-profit activities.
Basis of Presentation	These financial statements are prepared in accordance with Canadian Accounting Standards for Not-for-Profit Organizations which are part of Canadian generally accepted accounting principles and include the following significant accounting policies.
Use of Estimates	The preparation of financial statements in accordance with Canadian Accounting Standards for Not-for-Profit Organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the dates of the financial statements, and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from management's best estimates and assumptions as additional information becomes available in the future. These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in the periods in which they become known. Significant estimates include assumptions used in estimating the fair value of financial instruments, in establishing the useful lives and related amortization of tangible capital assets as well as the related amortization of deferred contributions related to tangible capital assets, in estimating provisions for accrued liabilities, and in estimating the portion of government grants and subsidies earned.
Financial Instruments	Financial instruments are financial assets or liabilities of the Secretariat where, in general, the Secretariat has the right to receive cash or another financial asset from another party or the Secretariat has the obligation to pay another party cash or other financial assets. <u>Measurement of arm's length financial instruments</u> The Secretariat initially measures its arm's length financial assets and liabilities at fair value. The Secretariat subsequently measures all its arm's length financial assets and financial liabilities at amortized cost, except for investments in equity and other instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in operations.

Métis Nation of Ontario, Secretariat

Summary of Significant Accounting Policies

March 31, 2023

Financial Instruments (continued)

Measurement of arm's length financial instruments (continued)

Arm's length financial assets measured at amortized cost include cash, accounts receivable, home owner loans receivable, and certain short-term investments. Arm's length financial liabilities measured at amortized cost include accounts payable and accrued liabilities, and grants and contributions payable. Arm's length financial assets measured at fair value include certain short-term and restricted investments.

Measurement of related party financial instruments

The Secretariat initially measures its related party financial assets at fair value, cost or the exchange amount.

The Secretariat subsequently measures related party financial assets quoted in an active market at fair value. All other related party financial assets are subsequently measured at cost or the exchange amount. When the related party financial instrument has repayment terms, cost is determined using the undiscounted cash flows of the instrument, excluding interest and dividend payments, less any impairment losses previously recognized. If the related party financial instrument does not have repayment terms, cost is determined using the exchange amount. The exchange amount is the amount of consideration paid or received as established and agreed to by the related parties.

Related party financial assets and liabilities measured at the exchange amount are amounts due from the Métis Nation of Ontario Cultural Commission and amounts due to Community Councils.

Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in operations. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in operations.

Transaction costs

The Secretariat recognizes its transaction costs in operations in the period incurred. However, the arm's length financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.

Métis Nation of Ontario, Secretariat

Summary of Significant Accounting Policies

March 31, 2023

Home Owner Loans	The Secretariat's home owner loans are initially measured at fair value. The fair value at inception is equal to the face amount of the loan as it represents the amount of the consideration that would be agreed upon in an arm's length transaction. The loans are subsequently measured at amortized cost.
Métis Voyageur Development Fund Inc. (MVDF)	The Secretariat is the sole shareholder of the MVDF; however the Secretariat does not record an investment or disclose financial results for this company because the one issued share has restrictions and conditions which prevent any participation in the profits of the company. In addition, control of the MVDF is exercised by an independent Board of Directors. Accordingly, the Secretariat has neither control nor significant influence over the MVDF.
The Métis Nation of Ontario Infinity Trust (Infinity Trust)	The Infinity Trust was established by a trust indenture dated December 14, 2012. The sole beneficiary of the Infinity Trust is the Secretariat. The Infinity Trust has four trustees, two of which are independent and two of which are appointed by the Secretariat and must be members of the Provisional Council of the Métis Nation of Ontario. The Infinity Trust owns 100% of Métis Infinity Investments GP Inc. ("MLGP") and 99% of Métis Infinity Investments LP ("MLP"). MLGP owns the remaining 1% of MLP. MLP owns 100% of Métis Nation of Ontario Solar Inc. ("MNO Solar"). MNO Solar acts as nominee and agent for and on behalf of MLP for a 50.1% investment in a limited partnership called Métis Nation of Ontario-Brightroof Solar Limited Partnership. The Secretariat does not record an investment or disclose financial results for the trust as it has neither control nor significant influence over the Infinity Trust.
The Métis Nation of Ontario Prosperity Trust (Prosperity Trust)	The Prosperity Trust was established by a trust indenture dated December 17, 2018. The sole beneficiary of the Prosperity Trust is the Secretariat. The Prosperity Trust has one corporate trustee and holds funds from the Province of Ontario under a contribution agreement between the Secretariat and Her Majesty the Queen in right of Ontario, as represented by the Minister of Energy, dated May 7, 2018.
Community Councils	Métis citizens are represented at the local level through Métis Nation of Ontario Charter Community Councils. Community Councils are formed when the Secretariat grants a Community Charter upon the execution of an agreement known as the Métis Nation of Ontario Community Charter Agreement. The agreement provides in general terms the right of an approved Community Council to: a) be a non-voting member of the Secretariat; b) have the rights, privileges, responsibilities, liabilities and duties as defined or arising out of the Agreement and the MNO Bylaws; and c) be entitled to use the incorporation number of the MNO or any of the MNO's subsidiaries or wholly owned companies, subject to terms and conditions.

Métis Nation of Ontario, Secretariat

Summary of Significant Accounting Policies

March 31, 2023

Community Councils (continued)

The Community Councils are unincorporated and have a responsibility to report any liabilities and obligations. Currently, there are thirty one Community Councils consisting of the following:

Atikokan Métis Council
Barrie-South Simcoe Métis Council
Chapleau Métis Council
Clear Waters Métis Council
Credit River Métis Council
Georgian Bay Métis Council
Grand River Métis Council
Great Lakes Métis Council
Greenstone Métis Council
Highland Waters Métis Council
Historic Sault Ste. Marie Métis Council
Kenora Métis Council
Mattawa Métis Council
Moon River Métis Council
Métis Nation of Ontario Timmins
Niagara Region Métis Council
North Bay Métis Council
North Channel Métis Council
Northern Lights Métis Council
Northwest Métis Council
Oshawa and Durham Region Métis Council
Ottawa Region Métis Council
Peterborough and District Wapiti Métis Council
Sudbury Métis Council
Sunset Country Métis Council
Superior North Shore Métis Council
Temiskaming Métis Council
Thames Bluewater Métis Council
Thunder Bay and District Métis Council
Toronto & York Region Métis Council
Windsor-Essex-Kent Métis Council (currently inactive)

In addition to the Community Councils, there are also three advisory councils: MNO Veterans Council, MNO Women's Council and MNO Youth Council.

The assets, liabilities, net assets, revenues and expenses of these Community Councils have not been included or disclosed in these financial statements because they are individually immaterial. As the amount of net assets is material in the aggregate, some information has been disclosed in Note 13 of these financial statements. The Secretariat generally does not exercise financial control and management believes the cost to include them outweighs the benefits.

Métis Nation of Ontario, Secretariat

Summary of Significant Accounting Policies

March 31, 2023

Tangible Capital Assets	Tangible capital assets in excess of \$2,500 are recorded at cost and are amortized over their estimated useful life as follows: <table><tr><td>Building</td><td>5%</td><td>diminishing balance basis</td></tr><tr><td>Furniture and equipment</td><td>5 years</td><td>straight-line basis</td></tr><tr><td>Computers</td><td>3 years</td><td>straight-line basis</td></tr><tr><td>Leasehold improvements</td><td>10 years</td><td>straight line basis</td></tr></table> One-half of the above rates is used in the year of acquisition. Land assets are not amortized. Tangible capital assets less than \$2,500 are charged to operations as incurred.	Building	5%	diminishing balance basis	Furniture and equipment	5 years	straight-line basis	Computers	3 years	straight-line basis	Leasehold improvements	10 years	straight line basis
Building	5%	diminishing balance basis											
Furniture and equipment	5 years	straight-line basis											
Computers	3 years	straight-line basis											
Leasehold improvements	10 years	straight line basis											
Externally Restricted - Housing Strategy Fund	During the 2023 year, the Secretariat received Federal funding restricted for the sole purpose of issuing mortgage loans to eligible applicants looking for financial assistance under its housing strategy program.												
Revenue Recognition	The Secretariat follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted contributions received by the Secretariat in order to provide short-term loans to home owners as part of its housing strategy, are recorded as a direct increase to net assets. Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned. Terms of the grants and contributions specify that unexpended amounts remaining at completion of the projects must be returned. Amounts contributed and received are deferred until they are expended in accordance with the terms of the grants and contributions. Contributions for the purchase of tangible capital assets are deferred and amortized on the same basis as the related tangible capital assets, except those contributions for tangible capital assets that have indefinite lives and are not amortized, which are recognized as a direct increase in net assets in the year of acquisition. Property services are recognized as revenue when services are rendered.												
Donated Goods and Services	The value of significant donated assets, goods and services are not reflected in these financial statements due to the difficulty of measurement.												

Métis Nation of Ontario, Secretariat Summary of Significant Accounting Policies

March 31, 2023

**Expense
Allocations**

The Secretariat conducts many programs for various government and other agencies. The costs of each program includes amounts directly related to providing the program. The Secretariat may also incur, where applicable, certain costs that are common to both the administration of the Secretariat and its programs.

The Secretariat allocates the aggregate of unallocated administration costs to individual programs based on approved budget allocations by the program funder and approved cost recoveries by the program funder.

Métis Nation of Ontario, Secretariat Notes to Financial Statements

March 31, 2023

1. Cash

The Secretariat's bank accounts are held at two Canadian chartered banks and the bank accounts earn nominal interest.

2. Accounts Receivable

	<u>2023</u>	<u>2022</u>
Administration and Program funding	\$ 1,051,034	\$ 2,290,700
Less: Allowance for doubtful accounts	(117,000)	(117,000)
	<u>\$ 934,034</u>	<u>\$ 2,173,700</u>

During the year, \$117,000 (2022 - \$117,000) was estimated to be uncollectible and is allocated to core operations in the statement of operations.

3. Short-term Investments

	<u>2023</u>	<u>2022</u>
Guaranteed investment certificates ("GICs")	\$ 60,007,113	\$ 15,075,466
Common shares	219,770	249,394
	<u>\$ 60,226,883</u>	<u>\$ 15,324,860</u>

Guaranteed investment certificates (GICs) purchased in the year earn interest at rates ranging from 5.09% to 5.31% (2022 - 0.80% to 1.00%), and which mature between May 2023 and January 2024 (2022 - April to May 2022). The GICs are carried at amortized cost and include accrued interest of \$498,971 (2022 - \$26,522) at year-end.

Common shares are comprised of three mining and mineral corporations that are traded on the Toronto Stock Exchange. The shares are carried on the balance sheet at their fair values. Fair values are determined using market prices quoted by the Secretariat's investment broker.

Métis Nation of Ontario, Secretariat Notes to Financial Statements

March 31, 2023

4. Investments - Restricted

The restricted investments consist of the following amounts, for which the Secretariat is the trustee.

	2023	2022
Guaranteed investment certificates ("GICs") - <i>see "a" below</i>	\$ 439,328	\$ -
Mutual funds - <i>see "b" below</i>	2,474,169	-
Common shares - <i>see "c" below</i>	729,714	1,039,866
	\$ 3,643,211	\$ 1,039,866

As these investments are held in trust by the Secretariat for various Councils, they also represent a liability for the Secretariat.

a) Guaranteed investment certificates ("GICs")

The Secretariat is the trustee for Guaranteed investment certificates ("GICs") that are held by an investment broker. The GICs are held in trust for the Greenstone Métis, Superior North Shore Métis, and the Thunder Bay and District Métis Councils, which are a part of the Lakehead, Nipigon and Michipicoten Consultation committees.

The GICs are carried on the balance sheet at amortized cost. The related liability is measured at the aggregate value of the underlying assets.

	2023	2022
Guaranteed investment certificates ("GICs"):		
Balance, beginning of year	\$ -	\$ -
Purchases of GICs, including reinvested interest	824,318	-
Matured GICs - cost	(384,990)	-
Balance, end of year	\$ 439,328	\$ -

Guaranteed investment certificates (GICs) purchased in the year earn interest at rates ranging from 4.26% to 5.30%, and mature between July 2023 and April 2024.

b) Mutual Funds

The Secretariat is the trustee for mutual funds that are held by an investment broker. The funds are held in trust for the Greenstone Métis, Superior North Shore Métis Council, and Thunder Bay and District Métis Councils, which are a part of the Lakehead, Nipigon and Michipicoten Consultation committees.

The mutual funds are carried on the balance sheet at their fair values. Fair values are determined using market prices quoted by the Secretariat's investment broker. The related liability is measured at the aggregate value of the underlying assets.

Métis Nation of Ontario, Secretariat Notes to Financial Statements

March 31, 2023

4. Investments - Restricted (continued)

b) Mutual Funds (continued)

	2023	2022
Mutual Funds:		
Balance, beginning of year	\$ -	\$ -
Purchases of mutual funds	2,293,501	-
Investment income earned	77,607	-
Change in market value of funds	103,061	-
	\$ 2,474,169	\$ -

c) Common Shares

The Secretariat is the trustee for common shares of three mining and mineral corporations that are traded on the Toronto Stock Exchange. The shares are held in trust for the Timmins, Northern Lights, Témiscamingue, and Chapleau Métis Councils, collectively referred to as the Abitibi Témiscamingue James Bay Consultation Committee; the Sunset Country, Kenora, Atikokan and Northwest Métis Council, collectively referred to as the Region 1 Consultation Committee; and the Sault Ste Marie, North Channel, Greenstone, Superior North Shore, and Thunder Bay and District Métis Council, collectively referred to as the Lakehead, Nipigon and Michipicoten Consultation committees.

The shares are carried on the balance sheet at their fair values. Fair values are determined using market prices quoted by the Secretariat's investment broker. The related liability is measured at the aggregate value of the underlying assets.

	2023	2022
Common shares:		
Balance, beginning of year	\$ 1,039,866	\$ 853,285
Shares sold, at market value	-	(23,068)
Gain on sale of shares	-	4,648
Change in market value of shares	(310,152)	205,001
	\$ 729,714	\$ 1,039,866

5. Home Owner Loans Receivable

During the year, under its housing strategy program, the Secretariat issued mortgage loans to eligible borrowers in order to assist them in purchasing property for their own primary and principal residences. These loans are made on an interest free basis; however, the Secretariat would share in the market value adjustments on a basis proportionate to the principal extended ("Shared Appreciation/Depreciation Amount"). If the value of the property has appreciated at

Métis Nation of Ontario, Secretariat

Notes to Financial Statements

March 31, 2023

5. Home Owner Loans Receivable

the time the mortgage is settled, the Secretariat's shared appreciation amount shall not exceed the maximum interest legally chargeable under the laws of Canada or Ontario prevailing at that time, and any rate exceeding the legal maximum shall be automatically reduced to the maximum.

The home owner loans are due on demand or at the earlier sale of the related property. The borrowers, upon 10 days' notice to the Secretariat, may reimburse in whole the outstanding principal amount and Shared Appreciation Amount, if any, without penalty.

These loans are secured by the related property, over which the Secretariat has a charge.

6. Tangible Capital Assets

	2023			2022		
	Cost	Accumulated Amortization	Net Book Value	Cost	Accumulated Amortization	Net Book Value
Land	\$ 2,087,038	\$ -	\$ 2,087,038	\$ 2,087,038	\$ -	\$ 2,087,038
Building	2,204,371	569,364	1,635,007	2,001,150	502,929	1,498,221
Building improvements						
on-going	1,013,420	-	1,013,420	-	-	-
Furniture and equipment	432,356	292,011	140,345	362,447	212,531	149,916
Leasehold improvements	743,467	297,386	446,081	743,467	257,634	485,833
	\$ 6,480,652	\$ 1,158,761	\$ 5,321,891	\$ 5,194,102	\$ 973,094	\$ 4,221,008

Amortization expense of tangible capital assets for the year was \$185,667 (2022 - \$183,986).

During the year \$123,649 (2022 - \$115,633) of deferred contributions related to tangible capital assets were recognized into income.

Tangible capital assets include \$1,286,550 of building, and furniture and equipment additions during the year (2022 - \$2,509,227 of land, building, and furniture and equipment additions during the year). No amortization has been recorded against the building improvements on-going of \$1,013,420 as these assets were still under construction as at March 31, 2023.

During the 2022 fiscal year, \$72,327 of fully amortized furniture and equipment were disposed of for no proceeds. There were no dispositions in the 2023 fiscal year.

Métis Nation of Ontario, Secretariat Notes to Financial Statements

March 31, 2023

7. Deferred Revenue

Deferred revenue represents unspent resources externally restricted for specific programs. Changes in the deferred revenue balance are as follows:

	2023	2022
Balance, beginning of year	\$ 39,885,167	\$ 16,391,767
Transferred to / from due to funder	(45,073,581)	14,230,623
Contributions	46,011,942	53,532,252
Expenses incurred and revenue recognized	(26,378,449)	(44,269,475)
Balance, end of year	\$ 14,445,079	\$ 39,885,167

At year-end the deferred revenue balance consists of the following program funds:

	2023	2022
Crown-Indigenous Relations and Northern Affairs Canada		
Métis Nation Housing Strategy Project	\$ -	\$ 19,368,767
IFFA	-	15,990,948
Employment and Social Development Canada		
Early Learning Child Care	-	1,749,620
ISETS Agreement	-	2,606,936
Indigenous and Northern Affairs Canada		
Province of Ontario	13,617,909	-
The Métis Nation of Ontario Prosperity Trust	827,170	-
Third party funders	-	168,896
Balance, end of year	\$ 14,445,079	\$ 39,885,167

8. Due to Councils under IBA Agreements

The Secretariat is party to agreements with various funders under Impact Benefit Agreements ("IBA"). These IBA agreements are implemented by local Community Councils and the balance at March 31, 2023 represents amounts received but not yet distributed to the Councils for related expenses.

Métis Nation of Ontario, Secretariat

Notes to Financial Statements

March 31, 2023

8. Due to Councils under IBA Agreements (continued)

At year-end, the due to (from) councils under IBA agreements balance consists of the following program funds:

	2023	2022
Kirkland Lake IBA	\$ 385,038	\$ 305,038
NEWGOLD IBA	350,919	342,598
Prodigy Gold IBA	246,560	245,895
Hardrock Gold Mine IBA	87,992	1,852,311
Nextbridge IBA	1,444,653	2,599,899
IAMGOLD IBA	49,638	(2,498)
Balance, end of year	<u>\$ 2,564,800</u>	<u>\$ 5,343,243</u>

9. Deferred Contributions Related to Tangible Capital Assets

Deferred contributions related to tangible capital assets represent restricted contributions with which the Secretariat purchased capital assets. The change in the deferred contributions related to tangible capital assets balance for the period is as follows:

	2023	2022
Balance, beginning of year	\$ 1,732,213	\$ 1,158,780
Current year contributions	1,286,550	689,066
Less: Amounts amortized to revenue	(123,649)	(115,633)
Balance, end of year	<u>\$ 2,895,114</u>	<u>\$ 1,732,213</u>

10. Commitments

The Secretariat is committed to future minimum lease payments under operating leases for office space, for the next five years and thereafter, as follows:

2024	\$ 1,932,425
2025	1,463,599
2026	1,198,180
2027	1,101,641
2028	972,568
Thereafter	<u>908,297</u>
Total	<u>\$ 7,576,710</u>

Métis Nation of Ontario, Secretariat Notes to Financial Statements

March 31, 2023

11. Contingencies

The Secretariat receives funding from various government and other agencies based on specific program needs and budgets and allocates certain expenses to the various programs. In many cases the funding agent has the right to review the accounting records to ensure compliance with the terms and conditions of the programs. At this time no estimate of the requirements, if any, to reimburse the agencies can be made. The management of the Secretariat feels that their allocations of expenses are fair and accurate in the circumstances.

12. Core Operations Revenue

Core operations revenue is comprised of:

	2023	2022
Administration fees	\$ 7,439,469	\$ 6,865,779
AGA revenues	104,550	58,500
Third party billings	741,965	571,386
Investment and other income	2,850,428	383,701
	\$ 11,136,412	\$ 7,879,366

13. Pension Plan

The Secretariat participates in an employer pension plan. The plan is a defined contribution plan. Contributions made during the year were \$505,882 (2022 - \$423,668).

14. Community Councils

As at March 31, 2023, the aggregate net assets of the thirty one Community Councils was \$3,791,591 (2022 - \$3,301,247). These net assets are comprised of cash and investments held at fair value.

15. Lease Inducement

In 2019, the Secretariat entered into a lease agreement to rent the premises of 11,664 square feet at 66 Slater Street, Ottawa. The lease commenced on April 1, 2018 and expires on March 31, 2028 with one option to renew for an additional five years.

Métis Nation of Ontario, Secretariat Notes to Financial Statements

March 31, 2023

15. Lease Inducement (continued)

As part of the lease agreement, the Secretariat is to receive \$50 per square foot of space rented as a one-time leasehold improvement allowance, for a total of \$583,200. This allowance is being deferred and amortized to operations over the initial lease term of 10 years as follows:

	2023			2022		
	Lease Inducement	Accumulated Amortization	Remaining Balance	Lease Inducement	Accumulated Amortization	Remaining Balance
Lease inducement	\$ 583,200	\$ 291,600	\$ 291,600	\$ 583,200	\$ 233,280	\$ 349,920

16. Related Party Transactions

All transactions with related parties are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by related parties.

- a. The amounts owing to the Métis Infinity Investments LP are without interest and no terms of repayment. MNO Solar, a division of Métis Infinity Investments LP, has a \$1,000,000 loan from Métis Voyageur Development Fund Inc. Accrued interest and fees for this loan are \$348,376 (2022 - \$318,376). Security for the loan and accrued costs includes a guarantee by the Secretariat and a collateral mortgage on the Secretariat's Thunder Bay property.
- b. Métis Nation of Ontario Cultural Commission ("Commission") is related to the Secretariat via common control. During the year, the Secretariat advanced \$50,000 to the Commission (2022 - advanced \$1,370 to the Commission). During the year, \$194,958 (2022 - \$nil) of expenses paid by the Secretariat were charged across to the Commission in relation to work performed on behalf of the Commission.

17. Monies Held in Trust

The Secretariat holds monies in trust for The Ministry of Municipal Affairs and Housing. It acts as property managers and as such they pay certain qualified expenditures from these trust accounts. These funds are not shown on the Secretariat's balance sheet nor are the changes in funds reflected in the Secretariat's statement of operations. The balances of funds held in trust as at March 31, 2023 are \$Nil (2022 - \$275) in Thunder Bay and \$514,520 (2022 - \$230,702) in Barrie.

Métis Nation of Ontario, Secretariat Notes to Financial Statements

March 31, 2023

18. Public Sector Salary Disclosure

The Secretariat is required to comply with the Province of Ontario's Public Sector Salary Disclosure Act. Required disclosures are made available on the Ministry of Finance website (www.fin.gov.on.ca).

19. Capital Disclosure

The Secretariat's capital is comprised of its net assets which at year end totaled \$16,436,238 (2022 - \$12,431,693). Of the Secretariat's capital, \$8,983,741 (2022 - \$6,985,439) is internally restricted for the following purposes.

Net Assets Invested in Tangible Capital Assets

Net assets invested in capital assets is internally restricted to finance the Secretariat's investment in its tangible capital assets.

Métis Community Cultural Reserve Fund

The Métis Community Cultural Reserve Fund are restricted to develop cultural activities for the benefit of Métis communities as a whole. Interest earned on these funds during the year has also been reserved.

Métis Rights Advancement Fund

The Métis Rights Advancement Fund holds was established to support the recognition and defense of Métis rights. Interest earned on these funds during the year has also been reserved. During the 2023 year, an amount of \$500,000 (2022 - \$nil) was allocated to the fund from unrestricted net assets.

MNO Community Council Governance

The MNO Community Governance reserve was established to support the increase demands on community representatives (or elected officials) as a result of growth. During the 2023 year, an amount of \$600,000 (2022 - \$900,000) was allocated to the fund from unrestricted net assets.

Advancing Métis Land Claims

The Advancing Métis Land Claims reserve was established to support defense and associated costs. During the 2023 year, an amount of \$500,000 (2022 - \$800,000) was allocated to the fund from unrestricted net assets.

Self-Government Capital Infrastructure Maintenance and Replacement

The Self-Government Capital Infrastructure Maintenance and Replacement reserve was established to support maintenance of leased and owned properties. During the 2023 year, an amount of \$300,000 (2022 - \$1,375,628) was allocated to the fund from unrestricted net assets.

Métis Nation of Ontario, Secretariat Notes to Financial Statements

March 31, 2023

19. Capital Disclosure (continued)

Ensuring Operational Continuity

The Ensuring Operational Continuity reserve was established to support continuity of operations if funding is interrupted. During the 2023 year, an amount of \$500,000 (2022 - \$500,000) was allocated to the fund from unrestricted net assets.

Infinity Property Services

The Infinity Property Services reserve was established to assist with operational planning and growth initiatives. During the 2023 year, an amount of \$52,000 (2022 - \$166,910) was allocated to the fund from unrestricted net assets.

(Continued on next page)

Métis Nation of Ontario, Secretariat
Notes to Financial Statements

March 31, 2023

19. Capital Disclosure (continued)

Changes in internally restricted funds by fiscal year are as follows:

	March 31, 2023					
	Balance, beginning of year	Excess (deficiency) of revenue over expenses for the year	Deferred contributions related to tangible capital assets	Purchases and disposals of tangible capital assets (net financing)	Inter-fund transfers	Balance, end of year
Invested in Tangible Capital Assets	\$ 2,138,875	\$ (3,698)	\$(1,286,550)	\$ 1,286,550	\$ -	\$ 2,135,177
Métis Community Cultural Reserve Fund	31,105	-	-	-	-	31,105
Métis Rights Advancement Fund	1,072,921	-	-	-	500,000	1,572,921
MNO Community Council Governance	900,000	(450,000)	-	-	600,000	1,050,000
Advancing Métis Land Claims	800,000	-	-	-	500,000	1,300,000
Self-Government Capital Infrastructure						
Maintenance and Replacement	1,375,628	-	-	-	300,000	1,675,628
Ensuring Operational Continuity	500,000	-	-	-	500,000	1,000,000
Infinity Property Services	166,910	-	-	-	52,000	218,910
	\$ 6,985,439	\$ (453,698)	\$(1,286,550)	\$ 1,286,550	\$ 2,452,000	\$ 8,983,741

Métis Nation of Ontario, Secretariat
Notes to Financial Statements

March 31, 2023

19. Capital Disclosure (continued)

	March 31, 2022					
	Balance, beginning of year	Excess (deficiency) of revenue over expenses for the year	Deferred contributions related to tangible capital assets	Purchases and disposals of tangible capital assets (net financing)	Inter-fund transfers	Balance, end of year
Invested in Tangible Capital Assets	\$ 328,747	\$ (10,033)	\$ (689,066)	\$ 2,509,227	\$ -	\$ 2,138,875
Métis Community Cultural Reserve Fund	48,305	(17,200)	-	-	-	31,105
Métis Rights Advancement Fund	1,057,197	15,724	-	-	-	1,072,921
MNO Community Council Governance	-	-	-	-	900,000	900,000
Advancing Métis Rights and Land Claims	-	-	-	-	800,000	800,000
Self-Government Capital Infrastructure						
Maintenance and Replacement	-	-	-	-	1,375,628	1,375,628
Enduring Operational Continuity	-	-	-	-	500,000	500,000
Infinity Property Services	-	-	-	-	166,910	166,910
	<u>\$ 1,434,249</u>	<u>\$ (11,509)</u>	<u>\$ (689,066)</u>	<u>\$ 2,509,227</u>	<u>\$ 3,742,538</u>	<u>\$ 6,985,439</u>

Métis Nation of Ontario, Secretariat

Notes to Financial Statements

March 31, 2023

20. Financial Instruments Risks and Concentrations

The Secretariat is exposed to various risks through its financial instruments. The following analysis provides a measure of the Secretariat's risk exposure and concentrations as at March 31, 2023.

The Secretariat is not involved in any hedging relationships through its operations and does not hold or use any derivative financial instruments for trading purposes.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities and commitments. The Secretariat is exposed to this risk mainly in respect of its accounts payable and accrued liabilities, its grants and contribution payable, its ability to provide the activities related to its deferred revenue and to meet its potential financial commitments set out in Notes 7 to 10 to these financial statements.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Secretariat's main credit risks relate to its accounts receivable and home owner loans receivable.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. The Secretariat is mainly exposed to interest rate risk and other price risk.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Secretariat is exposed to fair value risk on its fixed interest rate securities, comprised of the guaranteed investment certificates as set out in Note 3 to these financial statements.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Secretariat is exposed to other price risk on its equity investments, set out in Note 3 to these financial statements.

Changes in risk

With the exception of the increased interest rate risk on the Secretariat's guaranteed investment certificates and credit risk related to the home owner loans receivable, there have been no significant changes in the Secretariat's risk exposures from the 2022 fiscal year.

Métis Nation of Ontario, Secretariat Notes to Financial Statements

March 31, 2023

21. Subsequent Event

Subsequent to year-end, the Secretariat paid approximately \$5,945,000 for deposits on 6 condominium units, 3 freehold townhouses, and 17 residential units in a condominium townhouse development. The assets were purchased as part of the Métis Nation Housing Strategy Project. Upon completion, these units will be used for rental purposes.
