

Consolidated Financial Statements of

PIIKANI NATION

And Independent Auditor's Report thereon

Year ended March 31, 2022

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

Management of the Piikani Nation (the "Nation") is responsible for the preparation, accuracy, objectivity, and integrity of the accompanying financial statements and the notes thereto. Management believes that the financial statements present fairly the Nation's financial position as at March 31, 2022 and the results of its operations for the year then ended.

The financial statements have been prepared in accordance with Canadian public sector accounting standards. Financial statements are not precise, since they include certain amounts based on estimates and judgments. Such amounts have been determined on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

In fulfilling its responsibilities and recognizing the limits inherent in all systems, management has designed and maintained a system of internal controls to produce reliable information to meet reporting requirements. The system is designed to provide management with reasonable assurance that transactions are properly authorized, reliable financial records are maintained, and assets are properly accounted for and safeguarded.

Chief and Council carries out its responsibilities for review of the financial statements. The members of the Council are not officers or employees of the Nation. The Council meets regularly with management and external auditors to discuss the results of audit examinations and financial reporting matters. The external auditors have full access to the Chief and Council with and without the presence of management. The Chief and Council of the Piikani Nation has approved the financial statements.

The financial statements for the year ended March 31, 2022 have been reported on by KPMG LLP, the external auditor. The Independent Auditor's Report outlines the scope of their examination and provides their opinion on the fairness of presentation of the information in the financial statements.



November 27, 2023



KPMG LLP

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INDEPENDENT AUDITOR'S REPORT

To Members of the Piikani Nation

Opinion

We have audited the consolidated financial statements of Piikani Nation (the Nation), which comprise:

- the consolidated statement of financial position as at March 31, 2022
- the consolidated statement of operations and accumulated surplus for the year then ended
- the consolidated statement of changes in net financial debt for the year then ended
- the consolidated statement of cash flows for the year then ended
- and notes and schedules to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Nation as at March 31, 2022, and its results of operations, changes in net debt, 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 auditor's report.

We are independent of the 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 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 Nation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Nation'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 the 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 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 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 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 represents the underlying transactions and events in a manner that achieves fair presentation.
- 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.

KPMG LLP

Chartered Professional Accountants

Lethbridge, Canada

November 27, 2023

PIIKANI NATION

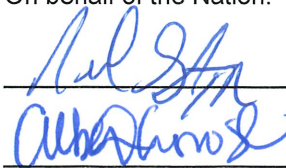
Consolidated Statement of Financial Position

March 31, 2022, with comparative information for 2021

	2022	2021
Financial assets:		
Cash	\$ 34,221,524	\$ 26,034,629
Investments (note 3)	21,062,009	17,126,490
Accounts receivable (note 4)	4,067,549	7,580,926
Trust funds (note 5)	3,893,597	3,644,367
Inventory	2,074,237	2,434,043
	65,318,916	56,820,455
Financial liabilities:		
Bank indebtedness	3,424,798	1,142,660
Accounts payable and accrued liabilities (note 7)	4,470,709	5,608,468
Deferred revenue (note 8)	32,710,941	25,545,901
Long-term debt (note 9)	48,641,525	50,751,709
	89,247,973	83,048,738
Net financial debt	(23,929,057)	(26,228,283)
Non-financial assets:		
Tangible capital assets (note 6)	76,775,473	76,322,992
Prepaid expenses	312,050	313,201
Alberta Electrical Connection Operator's License (note 18)	53,000	53,000
	77,140,523	76,689,193
Economic dependence (note 11)		
Contingent liabilities (note 16)		
Commitments (note 19)		
Contractual rights (note 21)		
Accumulated surplus (note 10)	\$ 53,211,466	\$ 50,460,910

See accompanying notes to consolidated financial statements.

On behalf of the Nation:



PIIKANI NATION

Consolidated Statement of Operations and Accumulated Surplus

Year ended March 31, 2022, with comparative information for 2021

	Budget (note 17)	2022	2021
Revenue:			
Indigenous Services Canada (note 12)	\$ 31,475,726	\$ 47,001,971	\$ 39,795,849
Revenue on trust funds	--	1,999,462	328,131
Trust funds disbursed	568,970	1,733,751	1,726,730
Settlement revenue	4,358,495	--	5,961,353
Permit revenue	--	1,253,527	2,112,906
Operations	7,157,996	23,392,658	14,676,430
	43,561,187	75,381,369	64,601,399
Deferred revenue, beginning of year	4,156,396	25,545,901	17,271,375
Deferred revenue, end of year	--	(32,710,941)	(25,545,901)
	4,156,396	(7,165,040)	(8,274,526)
	47,717,583	68,216,329	56,326,873
Expenses:			
Salaries, wages and benefits	14,075,908	16,618,324	15,224,689
Chief and council honorariums and travel (note 14)	1,656,691	1,049,053	1,215,396
Energy purchases	216,000	617,884	356,465
Interest on long-term debt	--	918,899	1,124,607
Insurance	156,201	251,172	387,560
Social assistance	2,711,877	2,396,903	2,228,685
Professional fees	1,158,296	2,754,897	1,426,399
Utilities and telephone	254,000	702,234	643,543
Travel, meetings and conferences	770,679	1,032,858	526,634
Projects and programs	16,953,115	27,486,547	14,003,805
Office and administration	1,352,317	2,268,571	1,755,512
Interest and bank charges	832,075	539,105	204,164
Committee expenses	15,000	179,337	158,410
Consulting	42,000	354,609	527,571
Repairs and maintenance	646,917	954,945	1,576,502
Settlement fund distribution	1,250,000	1,255,231	4,889,269
Other	395,510	323,282	752,744
Amortization	--	5,792,922	5,778,613
	42,486,586	65,496,773	52,780,568
Excess of revenue over expenses, before the undernoted	5,230,997	2,719,556	3,546,305
Gain on sale of tangible capital assets	--	31,000	35,210
Excess of revenue over expenses	5,230,997	2,750,556	3,581,515
Accumulated surplus, beginning of year	50,460,910	50,460,910	46,879,395
Accumulated surplus, end of year	\$ 55,691,907	\$ 53,211,466	\$ 50,460,910

See accompanying notes to consolidated financial statements.

PIIKANI NATION

Consolidated Statement of Change in Net Financial Assets (Debt)

Year ended March 31, 2022, with comparative information for 2021

	Budget (note 17)	2022	2021
Excess of revenue over expenses	\$ 5,230,997	\$ 2,750,556	\$ 3,581,515
Acquisition of tangible capital assets	--	(6,245,403)	(13,069,849)
Amortization of tangible capital assets	--	5,792,922	5,778,613
Gain on disposal of tangible capital assets	--	(31,000)	(35,210)
Proceeds on sale of tangible capital assets	--	31,000	108,905
Change in prepaid expenses	--	1,151	(49,430)
	5,230,997	(451,330)	(7,266,971)
Change in net financial assets (debt)	5,230,997	2,299,226	(3,685,456)
Net financial debt, beginning of year	(26,228,283)	(26,228,283)	(22,542,827)
Net financial debt, end of year	\$ (20,997,286)	\$ (23,929,057)	\$ (26,228,283)

See accompanying notes to consolidated financial statements.

PIIKANI NATION

Consolidated Statement of Cash Flows

Year ended March 31, 2022, with comparative information for 2021

	2022	2021
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenses	\$ 2,750,556	\$ 3,581,515
Items not involving cash:		
Amortization of tangible capital assets	5,792,922	5,778,613
Gain on disposal of tangible capital assets	(31,000)	(35,210)
Net change in trust funds	(249,230)	(328,131)
Equity earnings in Oldman River Hydro Joint Venture	(1,839,565)	(570,831)
Equity earnings on Piikani Transmission Holdings Limited Partnership	(1,124,440)	(1,023,980)
	5,299,243	7,401,976
Change in non-cash operating assets and liabilities:		
Inventory	359,806	(557,568)
Accounts receivable	3,513,377	(3,831,141)
Accounts payable and accrued liabilities	(1,137,759)	2,032,901
Deferred revenue	7,165,040	8,274,526
Other	--	--
Prepaid expenses	1,151	(49,430)
	15,200,858	13,271,264
Capital activities:		
Acquisition of tangible capital assets	(6,245,403)	(13,069,849)
Proceeds on disposal of tangible capital assets	31,000	108,905
	(6,214,403)	(12,960,944)
Financing activities:		
Proceeds on long-term debt	678,841	8,120,174
Payments on long-term debt	(2,789,025)	(3,604,019)
	(2,110,184)	4,516,155
Investing activities:		
Increase in investments	(3,305,603)	(1,410,257)
Distributions - Oldman River Hydro Joint Venture	1,250,000	624,999
Distributions - PiikaniLink Limited Partnership	1,084,089	1,022,528
	(971,514)	237,270
Increase in cash	5,904,755	5,063,745
Cash, beginning of year	24,891,969	19,828,224
Cash, end of year	\$ 30,796,726	\$ 24,891,969
Cash consists of the following:		
Cash and cash equivalents	\$ 34,221,524	\$ 26,034,629
Bank indebtedness	(3,424,798)	(1,142,660)
	\$ 30,796,726	\$ 24,891,969

See accompanying notes to consolidated financial statements.

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

Nature of operations:

Piikani Nation is an aboriginal organization that represents Piikani Members in Southern Alberta.

1. Significant accounting policies:

The financial statements of Piikani Nation (the "Nation") are prepared by management in accordance with Canadian public sector accounting standards. Significant accounting policies adopted by the Nation are as follows:

(a) Reporting entity:

The Piikani Nation reporting Entity includes the Piikani Nation government and all related entities that are accountable to the First Nation and are either owned or controlled by the Piikani Nation.

(a) Reporting entity (continued):

The consolidated financial statements include the assets, liabilities and results of operations for the following entities:

Piikani Nation – Government Services
Ky-Naak-Ku-Kan Housing Corporation
Peigan Board of Education
Piikani Resource Development Ltd.
1559725 Alberta Ltd.
1656877 Alberta Ltd.
litai'taamapo'p Ltd.

Piikani Nation Travel Plaza Ltd.
Peigan Indian Rural Electrification Association
Oldman Irrigation Ltd.
Piikani Child and Family Services
Piikani Investment Corporation
1792191 Alberta Ltd.
Piikani Security Services Ltd.

(b) Basis of accounting:

The Nation follows the accrual method of accounting for revenues and expenses. Revenues are normally recognized in the year in which they are earned and measurable. Expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and/or the creation of a legal obligation to pay.

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Notes to Consolidated Financial Statements

Year ended March 31, 2022

1. Significant accounting policies (continued):

(c) Revenue recognition:

Government transfers:

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

Government transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred, services performed, or the tangible capital assets are acquired.

Indigenous Services Canada ("ISC"):

Program revenue received from ISC is recognized as it becomes receivable under the terms of the applicable funds transfer agreements. Funding received under funding arrangements that relate to a subsequent fiscal period is reflected as deferred revenue on the statement of financial position in the year of receipt.

Canada Mortgage and Housing Corporation ("CMHC"):

CMHC revenue is recognized as it becomes receivable under the terms of the applicable funding agreements. Funding received under funding arrangements that relate to a subsequent fiscal period are reflected as deferred revenue on the statement of financial position in the year of receipt.

Indigenous Services Canada-First Nations and Inuit Health Branch (ISC-FNIHB):

ISC-FNIHB provides funding for specific purposes. Funds allocated to a specific purpose, which have not been expended for that purpose by the fiscal year end of the entity, are recorded as deferred revenue and appear as a liability on the statement of financial position. These funds are reported as revenues in the year the specific expenditures are incurred.

Treaty 7 Economic Development Corporation ("Treaty 7"):

Treaty 7 provides funding for specific purposes. Funds allocated to a specific purpose, which have not been expended for that purpose by the fiscal year end of the entity, are recorded as deferred revenue and appear as a liability on the statement of financial position. These funds are reported as revenues in the year the specific expenditures are incurred.

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Notes to Consolidated Financial Statements

Year ended March 31, 2022

1. Significant accounting policies (continued):

(d) Deferred revenue:

Deferred revenue includes grants, contributions and other amounts received from third parties pursuant to legislation, regulation and agreement which may only be used in certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred, services performed, or the tangible capital assets are acquired.

(e) Investment income:

Investment income is reported as revenue in the period earned. When required by the funding government or related Act, investment income earned on deferred revenue is added to the investment and forms part of the deferred revenue balance.

(f) Employee future benefits:

The Nation and its employees participate in a multi-employer defined contribution pension plan. The contributions are expensed as incurred.

(g) Investments:

Investments include a 25% interest in the Oldman River Hydro Joint Venture and a 50.995% interest in the PiikaniLink Limited Partnership which are both recorded on the equity basis. All other investments are recorded at cost.

(h) Non-financial assets:

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

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Notes to Consolidated Financial Statements

Year ended March 31, 2022

1. Significant accounting policies (continued):

(h) Non-financial assets (continued):

(i) Tangible capital assets

Tangible capital assets are recorded at cost which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets, excluding land, are amortized on a straight-line basis over their estimated useful lives as follows:

Asset	Useful life - years
Buildings and improvements	20-40
Infrastructure, distribution systems and engineering structures	20-33
Automotive, machinery and equipment	3-5
Furniture and equipment	5
Computer equipment	3

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

1. Significant accounting policies (continued):

(h) Non-financial assets (continued):

(i) Tangible capital assets (continued)

When conditions indicate that a tangible capital asset no longer contributes to the Nation's ability to provide goods and services, or the value of the future economic benefits associated with the tangible capital asset is less than its net book value, the net book value of the tangible capital asset is written down to reflect the decline in the tangible capital assets net book value.

Assets under construction are not amortized until the asset is available for productive use.

(ii) Contributions of tangible capital assets

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

(iii) Works of art and cultural and historic assets

Works of art and cultural and historic assets are not recorded as assets in these financial statements.

(iv) Interest capitalization

The Nation does not capitalize interest costs associated with the acquisition or construction of a tangible capital asset.

(v) Leased tangible capital assets

Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as leased tangible capital assets. All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

(i) Inventory held for resale:

Housing inventory is measured at the lower of cost or net realizable value using the specific item basis. Costs consist of the cost of raw materials and other costs that bring the housing units to marketable condition.

Inventories of agricultural product and biological assets are valued at the lower of cost and estimated net realizable value.

The actual amount that will be realized for the inventories may be more or less than this value.

When circumstances exist where the estimated amounts that will be realized from the inventory is less than cost it is written down to the estimated net realizable value. When circumstances which previously resulted in inventories to be written down no longer exist the previous impairment is reversed.

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

1. Significant accounting policies (continued):

(j) Asset retirement obligation:

The Nation is subject to regulations requiring the repair, removal and disposal of friable asbestos. The obligation, under these regulations meets the definition of a conditional asset retirement obligation.

As a result of the longevity of the Nation's facilities, due in part to the Nation's maintenance procedures, and the fact that the Nation does not have plans for major changes that would require the removal of asbestos, the timing of the removal of asbestos in the Nation's facilities is indeterminable at year end. As a result, the Nation is currently unable to estimate the fair value of its asbestos removal and disposal obligation. Therefore, expenditures are recorded in accounts as they are incurred.

(k) Use of estimates:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that 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 revenues and expenses during the period. Actual results could differ from these estimates.

The uncertainties around the COVID-19 pandemic, as described within the nature of operations, require the use of judgement and estimates which resulted in no material impact for the year ended March 3, 2022, however, the future impact of COVID-19 cannot be reasonably estimated at this time.

(l) Cash and cash equivalents:

Cash and cash equivalents consists of cash on hand and deposits which are highly liquid with original maturities of less than three months at the date of acquisition. These financial assets are convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

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Notes to Consolidated Financial Statements

Year ended March 31, 2022

2. Future accounting pronouncements:

The following summarizes the upcoming changes to the Public Sector Accounting Standards by the Public Sector Accounting Standards Board (PSAB). In 2023, the Entity will continue to assess the impact and prepare for the adoption of these standards. While the timing of standard adoption can vary, certain standards must be adopted concurrently.

1. PS 1201 – Financial Statement Presentation:

The implementation of this standard requires a new statement of re-measurement gains and losses separate from the statement of operations. This new statement will include the unrealized gains and losses arising from the remeasurement of financial instruments and items denominated in foreign currency. This standard is effective for fiscal years beginning on or after April 1, 2023.

2. PS 3450 – Financial Instruments:

This section establishes recognition, measurement, and disclosure requirements for derivative and non-derivative instruments. The standard requires fair value measurements of derivative instruments and equity instruments; all other financial instruments can be measured at either cost or fair value depending upon elections made by the Entity. Unrealized gains and losses will be presented on the new statement of remeasurement gains and losses arising from the adoption of PS 1201. There will also be a requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities. As the Entity does not invest in derivatives or equity instruments based on its investment policy, it is anticipated that the adoption of this standard will have a minimal impact on the Entity. This standard is effective for fiscal years beginning on or after April 1, 2023.

3. PS 2601 – Foreign Currency Translation:

This section establishes guidance on the recognition, measurement, presentation and disclosure of assets and liabilities denominated in foreign currencies. The section requires monetary assets and liabilities, denominated in a foreign currency and non-monetary items valued at fair value denominated in a foreign currency to be adjusted to reflect the exchange rates in effect at the financial statement date. The resulting unrealized gains and losses are to be presented in the new statement of remeasurement gains and losses. This standard is effective for fiscal years beginning on or after April 1, 2023.

4. PS 3041 – Portfolio Investments:

This section removes the distinction between temporary and portfolio investments and provides additional guidance on recognition, measurement, presentation and disclosure of these types of investments. Upon adoption of this section and PS 3450, PS 3040 – Portfolio investments will no longer be applicable. This standard is effective for fiscal years beginning on or after April 1, 2023.

5. PS 3280 – Asset Retirement Obligations:

This section provides guidance on how to account for and report a liability for retirement of a tangible capital asset. This section is effective for fiscal years beginning on or after April 1, 2023.

Notes to Consolidated Financial Statements

2. Future accounting pronouncements:

This section provides guidance on how to account for and report on revenue, specifically addressing revenue arising from exchange transactions and unilateral transactions. This section is effective for fiscal years beginning on or after April 1, 2023.

Management has indicated that the impact of the adoption of this standard is being evaluated and it is not known or reasonably estimable at this time.

Investments comprise of the following:

Investment in Oldman River Hydro Joint Venture:

	2022	2021
Investment in Oldman River Hydro Joint Venture	\$ 7,444,968	\$ 7,444,968
Advances for operating costs	50,000	50,000
Share of earnings (cumulative)	14,302,194	12,462,629
Cash distributions (cumulative)	(15,628,540)	(14,378,540)
	\$ 6,168,622	\$ 5,579,057

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Notes to Consolidated Financial Statements

Year ended March 31, 2022

3. Investments (continued):

The following summarized information extracted from the Oldman River Hydro Joint Venture unaudited financial statements representing a 25% interest.

	2022	2021
Financial assets	\$ 2,634,560	\$ 1,171,495
Financial liabilities	(2,387,316)	(2,020,723)
Net financial debt	247,244	(849,228)
Non-financial assets	5,921,378	6,428,285
Share of equity, as at December 31	\$ 6,168,622	\$ 5,579,057
	2022	2021
Revenue	\$ 3,481,299	\$ 1,523,760
Costs of sales	(1,133,176)	(326,758)
Operating expenses	(508,558)	(626,171)
Share of earnings	\$ 1,839,565	\$ 570,831

Investment in PiikaniLink Limited Partnership:

Piikani Nation holds a 50.995% interest in the PiikaniLink Limited Partnership. Information specifically related to this interest is as follows:

	2022	2021
Investment in PiikaniLink Limited Partnership	\$ 9,934,137	\$ 9,932,685
Share of earnings (cumulative)	1,124,440	1,023,980
Cash distributions (cumulative)	(1,084,089)	(1,022,528)
	\$ 9,974,488	\$ 9,934,137

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Notes to Consolidated Financial Statements

Year ended March 31, 2022

3. Investments (continued):

The following summarized information extracted from the PiikaniLink Limited Partnership's unaudited financial statements representing a 50.995% interest.

	2022	2021
Financial assets	\$ 315,149	\$ 224,689
Financial liabilities	(18,089,456)	(18,445,911)
Net financial debt	(17,774,307)	(18,221,222)
Non-financial assets	27,748,795	28,155,359
Share of equity, as at December 31	\$ 9,974,488	\$ 9,934,137
	2022	2021
Revenue	\$ 2,792,487	\$ 2,719,054
Expenses	(1,668,047)	(1,695,074)
Share of earnings	\$ 1,124,440	\$ 1,023,980

4. Accounts receivable:

	2022	2021
Indigenous Services Canada	\$ 689,541	\$ 685,130
Community Futures - Treaty 7	45,801	893,397
Government of Alberta	770,282	836,216
Other	2,561,925	5,166,183
	\$ 4,067,549	\$ 7,580,926

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Notes to Consolidated Financial Statements

Year ended March 31, 2022

5. Trust funds:

The trust funds arise 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 Section 63 and Section 69 of the Indian Act. These funds can be accessed by the Piikani Nation with the approval of Indigenous Services Canada. The trust funds include the following:

	2022	2021
Capital fund	\$ 176,617	\$ 141,297
Land replacement – capital account	2,115,000	2,115,000
Land replacement – revenue account	359,650	337,516
Per capita account	18,362	18,198
Revenue fund account	1,223,968	1,032,356
	<u>\$ 3,893,597</u>	<u>\$ 3,644,367</u>

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Notes to Consolidated Financial Statements

Year ended March 31, 2022

6. Tangible capital assets:

Cost	2021	Additions	Disposals	Transfers	2022
Land	\$ 952,499	\$ --	\$ --	--	\$ 952,499
Buildings and improvements	99,095,499	2,186,529	--	--	101,282,028
Distribution systems	17,860,575	85,158	--	--	17,945,733
Engineering structures	4,601,701	1,614,748	--	--	6,216,449
Furniture and equipment	3,822,331	1,066,657	72,709	--	4,816,279
Computer equipment	797,081	18,634	--	--	815,715
Automotive, machinery and equipment	9,147,162	820,660	146,661	--	9,821,161
Assets under construction	1,245,581	453,017	--	--	1,698,598
	\$ 137,522,429	\$ 6,245,403	\$ 219,370	--	\$ 143,548,463

Accumulated amortization	2021	Amortization expense	Disposals	Transfers	2022
Buildings and improvements	\$ 39,055,125	\$ 3,742,340	\$ --	--	\$ 42,797,465
Distribution systems	8,525,594	535,496	--	--	9,061,090
Engineering structures	2,468,461	125,780	--	--	2,594,241
Furniture and equipment	3,352,164	273,975	72,709	--	3,553,430
Computer equipment	736,074	43,789	--	--	779,863
Automotive, machinery and equipment	7,062,019	1,071,542	146,661	--	7,986,900
Total	\$ 61,199,437	\$ 5,792,922	\$ 219,370	--	\$ 66,772,989

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

6. Tangible capital assets (continued):

Net book value	2022	2021
Land	\$ 952,499	\$ 952,499
Buildings and improvements	58,484,563	60,040,374
Distribution systems	8,884,643	9,334,981
Engineering structures	3,622,208	2,133,240
Furniture and equipment	1,262,849	470,167
Computer equipment	35,852	61,007
Automotive, machinery and equipment	1,834,261	2,085,143
Assets under construction	1,698,598	1,245,581
	<u>\$ 76,775,473</u>	<u>\$ 76,322,992</u>

7. Accounts payable and accrued liabilities:

	2022	2021
Trade payables and accrued liabilities	\$ 4,288,366	\$ 5,112,197
Payroll liabilities	182,343	416,271
Other	--	79,773
	<u>\$ 4,470,709</u>	<u>\$ 5,608,468</u>

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

8. Deferred revenue:

	2022	2021
Piikani Administration	\$ 4,249,733	\$ 7,758,855
Piikani Child and Family Services	6,409,689	5,265,038
Piikani Employment Services	1,426,516	708,594
Piikani Public Works	2,297,542	100,543
Piikani Social Development	3,917,027	1,796,189
Peigan Board of Education	8,385,452	5,700,751
Piikani Resource Development Ltd.	2,339,377	3,753,903
1559725 Alberta Ltd.	3,685,605	367,400
Ky-Naak-Ku-Kaan Housing Corporation	--	94,628
	\$ 32,710,941	\$ 25,545,901

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

9. Long-term debt:

	2022	2021
Piikani Housing Authority and Rentals:		
Housing loans payable to various financial institutions in monthly instalments of \$32,422 at interest rates from 0.86% to 5.375%, secured by postponements and guarantees by parties within the reporting entity, an assignment of settlement trust interest revenues and specific assets owned by the Nation. Maturing at various dates to October 2024	\$ 6,134,058	\$ 6,462,778
Piikani Administration:		
Loans payable in monthly instalments of \$11,400, including interest at 4.95%, secured by a demand promissory note for \$1,463,000, a Band Council Resolution authorizing the borrowing, assignment of lease payments of the related building and an assignment of insurance, matures February 2022	160,439	286,004
BMO Demand loan with an interest rate of prime plus 0.75%, principal repayment commencing November 2020 at \$26,209 per month plus interest, due November 2030	1,782,794	2,102,100
John Deere Equipment loan with an interest rate of 3.95%	--	7,529
Piikani Administration and Piikani Resource Development Ltd. 1% loan to Piikani Settlement Fund, the terms of this loan are discussed below (2)	10,272,450	10,943,781
CNH Equipment loan with an interest rate at 4.49% payable in annual instalments of \$30,748 including interest	--	28,230
BMO term loan with an interest rate of 3.42%, payable in quarterly instalments of \$134,714 including interest, due January 2022 (1)	5,978,646	6,304,775
Peigan Board of Education:		
John Deere Equipment loan with an interest rate of \$nil, payable in monthly instalments of \$445, secured by specific equipment with a net book value of \$43,185, due June 2023	6,673	12,011
Carried forward	\$ 24,335,060	\$ 26,147,208

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

9. Long-term debt (continued):

	2022	2021
Brought forward	\$ 24,335,060	\$ 26,147,208
Ky-Naak-Ku-Kan Housing Corporation:		
BMO prime plus 1.00% demand loan, repayable in monthly payments of \$3,343 including interest (1)	183,393	216,521
BMO prime plus 1.00% demand loan, repayable in monthly payments of \$7,174 including interest (1)	403,251	474,013
BMO prime plus 1.00% demand loan, repayable in monthly payments of \$10,209 including interest (1)	1,588,955	1,655,092
BMO prime plus 1.00% demand loan, repayable in monthly payments of \$9,928 including interest (1)	1,546,548	1,610,816
BMO prime plus 1.00% demand loan, repayable in monthly payments of \$9,493 including interest (1)	1,573,710	1,631,940
BMO prime plus 1.00% demand loan, repayable in monthly payments of \$7,065 including interest (1)	1,105,160	1,150,421
BMO prime plus 1.50% demand loan, repayable in monthly payments of \$1,524 including interest (1)	121,722	135,524
BMO prime plus 1.50% demand loan, repayable in monthly payments of \$2,561 plus interest	724,838	755,573
BMO prime plus 1.50% demand loan repayable in monthly payments of \$2,625 plus interest	742,931	774,434
BMO demand loans with interest at 1.50%, repayment terms on demand loans are negotiated once construction has been completed on projects (1)	2,140,665	1,808,254
1656877 Alberta Ltd. and 1792191 Alberta Ltd.:		
Bankers acceptable payable to Toronto Dominion Bank, see below for details (3)	9,011,311	9,574,361
Piikani Travel Plaza Ltd.:		
BMO prime plus 0.50% demand loan repayable in monthly payments of \$14,994 plus interest	4,288,171	4,468,095
Centex Petroleum loan with an interest rate of prime plus 1.25%, repayable in monthly instalments as determined by the monthly sales volume of delivered fuel, due December 2021	284,689	21,260
Centex forgivable loan	328,197	328,197
litai'taamapo'p Ltd.:		
CIBC Builders term loan prime plus	222,924	--
BMO CEBA loan 0% interest if paid by December 2023	40,000	--
	\$ 48,641,525	\$ 50,751,709

- (1) Security for the Bank of Montreal ("BMO") debt includes a general security agreement over all assets at the respective entity with BMO registered in the first position with regards to certain assets and a guarantee from the Piikani Nation.

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

9. Long-term debt (continued):

- (2) The loan payable to the Settlement Fund of the Piikani Nation is payable over 23 years maturing December 2037 with interest at 1% per annum and payable on December 31, each year.

In 2015, there was a court ordered settlement between the Piikani Nation and its subsidiaries which include the Piikani Resource Development Ltd. and the Settlement Trust. The court order re-established the amounts owing as well as the terms of the amounts owing to the Settlement Trust by the Piikani Nation and its subsidiaries and addressed a number of transactions that were previously disputed and for which there was limited knowledge of.

- (3) The bankers acceptance payable to Toronto-Dominion Bank is a revolving bankers acceptance and is fully paid every quarter with a new bankers acceptance issued upon payment. The banks acceptance has a fixed and floating rate. Interest payable is determined by the difference. The fixed rate for the bankers acceptance is 3.97%. The bankers acceptance also has a stamping fee of 1.25%

The Partnership has two demand loans that have not been drawn on yet. The loans are for \$650,000 and \$1,000,000. The purpose of these loans is to finance the purchase of a TransAlta substation and financing for any additional rate-based assets and/or repairs, respectively. Both loans are prime rate-based loans and are to be paid per annum.

The partnership is always required to maintain a Debt Service Coverage (DSC) of not less than 100% and tested at minimum annually.

The following security shall be provided to and accepted by the Bank:

- Unlimited Guarantee of Advances executed by 1792191 Alberta Corp (the "Guarantor") in favor of The Partnership. Supported by:
 - General Security Agreement ("GSA") representing a First charge on all the Borrower's present and after acquired personal property, and all other property, assets and undertakings
- Unlimited Guarantee of Advances executed by Piikani Nation (the "Nation") in favor of The Partnership.
- Unlimited Guarantee of Advances executed by 1656277 Alberta Ltd (the "Guarantor") in favor of The Partnership. Supported by:
 - GSA representing a First charge on all the Borrower's present and after acquired personal property, and all other property, assets and undertakings.

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

9. Long-term debt (continued):

The principal payments required on all long-term debt for the next five years are approximately as follows:

Aggregate long-term debt	\$ 48,641,525
Less long-term debt where repayment terms are yet to be established	(6,727,533)
	<u>\$ 41,913,992</u>

2023	10,938,729
2024	1,942,910
2025	1,867,954
2026	1,977,230
2027	1,916,876
Thereafter	<u>23,270,293</u>
	<u>\$ 41,913,992</u>

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

10. Accumulated surplus:

	Operating	Trust funds	CMHC Reserve (i)	Invested in tangible capital assets	Total 2022	Total 2021
Balance, beginning of year	\$ (5,443,138)	\$ 3,644,367	\$ 32,225	\$ 52,227,456	\$ 50,460,910	\$ 46,879,395
Excess of revenue over expenses	2,750,556	--	--	--	2,750,556	3,581,515
Amortization of tangible capital assets	5,792,922	--	--	(5,792,922)	--	--
Acquisition of tangible capital assets	(6,245,403)	--	--	6,245,403	--	--
Net Trust funds earned (disbursed)	(249,230)	249,230	--	--	--	--
Proceeds on long-term debt related to tangible capital assets	415,917	--	--	(415,917)	--	--
Principal payments on long-term debt related to tangible capital assets	(1,425,329)	--	--	1,425,329	--	--
Loss/(gain) on sale of tangible capital assets	(31,000)	--	--	31,000	--	--
Proceeds on sale of tangible capital assets	31,000	--	--	(31,000)	--	--
Transfer	(18,792)	--	18,792	--	--	--
	\$ (4,422,497)	\$ 3,893,597	\$ 51,017	\$ 53,689,349	\$ 53,211,466	\$ 50,460,910

(i) As part of its funding agreement, the Nation maintains a housing replacement reserve.

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

11. Economic dependence:

Piikani Nation receives a significant portion of its revenue pursuant to a funding agreement with Indigenous Services Canada, ISC-FNIHB and other Federal and Provincial government departments.

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

12. Indigenous Services Canada:

	Fixed	Flexible	Set	Grant	2022	2021
Aakom-Kiyji Health Services:						
Administration (Q2FQ-001, Q2G1-001, Q2GA-001)	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 373,010
ADI – Diabetes Initiative (Q221-001/002)	--	92,308	--	--	92,308	92,287
CDE Planning Response (Q23X-001/002/003/004)	--	1,448,856	--	--	1,448,856	42,268
CHNS – Public Health (Q243-001)	--	--	--	--	--	446,989
CHR Public Health (Q22N-001)	--	--	--	--	--	246,469
Children Oral Health Initiative (Q02U-001)	--	60,000	--	--	60,000	60,000
CPNP – Prenatal Nutrition Program (Q22G-001)	--	66,582	--	--	66,582	64,643
Enviro Health – Drinking Water (Q23C-001/002)	--	--	--	--	--	28,000
HIV/AIDS Harm Reduction (Q23Z-004)	--	--	--	--	--	10,869
HIV/AIDS Prevention (Q23Z-001/002)	--	15,204	--	--	15,204	15,061
HIV/AIDS STBBI (Q23Z-003)	--	--	--	--	--	75,000
Maternal Health Child (Q22I-001/002)	--	--	--	--	--	100,000
TB Prevention (Q23U-001)	--	5,860	--	--	5,860	4,372
AHSOR – Head Start (Q22K-001/002/003/004)	--	344,566	--	--	344,566	277,163
Accreditation Services (Q30Q-001)	--	70,000	--	--	70,000	30,000
Community Facilities O&M (Q302-001)	--	174,927	--	--	174,927	169,832
Health Strategic Plan (Q30P-002)	--	--	--	--	--	35,000
Health Plan Management (Q30P-001)	--	221,378	--	--	221,378	179,930
HSIF – Health Service Integration (Q30T-001)	--	88,250	--	--	88,250	62,030
HCC – Home Care (Q22U-001/002/003/004)	--	1,172,060	--	--	1,172,060	738,157
NIHB – Medical Transportation (Q01O-005, Q01D-005)	--	--	--	--	--	464,934
NIHB – Capital Medical Transportation (Q01E-002/003)	--	--	--	--	--	180,000
NIHB – Medical Transportation – Opioid (Q010-005, Q01D-005)	--	--	--	--	--	181,938
NIHB – Mental Therapist (Q01R-002)	--	--	--	--	--	163,818
IRS – Residential Schools Program (Q21M-002, Q21N-002, Q21Q-002)	--	--	--	--	--	148,823
Carried forward	--	3,759,991	--	--	3,759,991	4,190,593

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

12. Indigenous Services Canada (continued):

	Fixed	Flexible	Set	Grant	2022	2021
Brought forward	\$ --	\$ 3,759,991	\$ --	\$ --	\$ 3,759,991	\$ 4,190,593
Aakom-Kiyji Health Services (continued):						
MCH – Traditional Healer (Q01T-001)	--	--	--	--	--	25,022
Mental Wellness (Q21G-002/005)	--	--	--	--	--	941,270
MWP – Suicide Prevention (Q21G-007)	--	--	--	--	--	78,250
MWP – OAT (Q21G-004)	--	--	--	--	--	250,000
MWP – MMIW (Q21G-001/006)	--	101,750	--	--	101,750	15,287
MWP – Indian Day School (Q21G-008)	--	--	--	--	--	10,123
Capital Investment Build Recap (Q300-004)	--	--	--	--	--	11,818
Capital Investment COVID-19 (Q300-001/005)	--	--	--	--	--	1,286,738
Capital Investment COVID-19 Round 2 (Q300-002)	--	--	--	--	--	322,000
Capital Investment Winter Structures (Q300-003)	--	--	--	--	--	306,562
CDE – COVID-19 (Q23X-002/004)	--	--	--	--	--	1,647,915
COVID-19 AHSOR ADAP (Q3RF-001)	--	--	--	--	--	21,502
COVID-19 Health Facility (Q3RA-001)	--	--	--	--	--	36,678
COVID-19 IELCC (Q210-001)	--	--	--	--	--	111,965
COVID-19 NNADAP (Q3RP-001)	--	--	--	--	--	20,057
MWP – COVID-19 (Q21G-009)	--	--	--	--	--	274,210
HCD - Public Health (Q22N-001)	--	--	--	--	--	--
Climate Change (Q23I-001)	--	253,863	--	--	253,863	--
MT Client Insured Serv. (Q010-006)	356,925	93,500	--	--	93,500	--
MT Client Insured Serv. (Q010-007)	10,708	--	--	--	356,925	--
MT Client Insured Serv. (Q010-008)	8,827	--	--	--	10,708	--
MT Client Insured Serv. (Q010-009)	157,100	--	--	--	8,827	--
MT Client Insured Serv. (Q010-010)	5,250	--	--	--	157,100	--
MT-CA Admin (Q01D-005)	101,009	--	--	--	5,250	--
MT-CA Admin (Q01D-006)	3,030	--	--	--	101,009	--
MT-CA Admin (Q01D-007)	4,840	--	--	--	3,030	--
MT-CA Admin (Q01D-008)	46,750	--	--	--	4,840	--
Carried forward	694,439	4,209,104	--	--	4,903,543	9,549,990

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

12. Indigenous Services Canada (continued):

	Fixed	Flexible	Set	Grant	2022	2021
Brought forward	\$ 694,439	\$ 4,209,104	\$ --	--	\$ 4,903,543	\$ 9,549,990
Aakom-Kiyji Health Services (continued):						
MT-Ca Vans (Q01E-003)	162,000	--	--	--	162,000	--
MT-Ca Vans (Q01E-004)	66,000	--	--	--	66,000	--
MCH – Mat Child Health (Q221-001)	--	15,000	--	--	15,000	--
MCH – Mat Child Health (Q221-002)	--	85,000	--	--	85,000	--
EPHS – DR Water and Wastewater (Q23C-001/002)	--	28,000	--	--	28,000	--
FNIHB Vent (Q3UI-001)	--	5,000	--	--	5,000	--
CDE Planning Response (Q23X-005/006/007/008)	--	598,216	--	--	598,216	--
CDCM Pub Health NS and CHRS (Q243-001/002)	--	510,399	--	--	510,399	--
Capital Investment (Q300-01/02/03/04)	--	77,581	--	--	77,581	--
Piikani Day Care:						
AB and ON Day Care Agreement (Q2AX-001)	273,500	--	--	--	273,500	273,500
Piikani Lands:						
RLEMP (Q3KU-001)	194,130	--	--	--	194,130	194,130
RLEMP (Q3KU-002)	--	--	--	--	--	39,413
Administration:						
Band Support Funding (Q31K-001)	--	--	--	904,393	904,393	845,567
Band Offices	--	--	--	--	--	145,995
CPP/QPP and Pension (Q31V-001)	68,438	--	--	--	68,438	68,438
Special Claim Submission (QZ9P-001)	--	--	--	--	--	25,000
Admin & Support Services (Q03B-001)	29,220	--	--	--	29,220	29,550
Admin & Support Services (Q03B-002)	1,229	--	--	--	1,229	1,229
Admin & Support Services (Q058-001)	5,000	--	--	--	5,000	--
Community Based Initiatives (Q2BW-001)	--	--	--	--	--	171,067
Pension Plan Admin & Non-Stat (Q31U-001)	37,743	--	--	--	37,743	37,743
Carried forward	1,531,699	5,528,300	--	904,393	7,964,392	11,381,622

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

12. Indigenous Services Canada (continued):

	Fixed	Flexible	Set	Grant	2022	2021
Brought forward	\$ 1,531,699	\$ 5,528,300	--	\$ 904,393	\$ 7,964,392	\$ 11,381,622
Administration (continued):						
ESA – Steps 5-6 (Q302-001)	--	--	--	--	--	208
ESA – Steps 5-6 Q302-002	--	--	--	--	--	1,407
ESA – CSMWG STEPS (Q3N8-001)	--	--	--	--	--	24,000
ESA – CSMWG STEPS (Q3NJ-001)	--	--	--	--	--	6,000
Management Support (Q38Y-001)	--	--	--	--	--	5,100
Management Support (Q31U-001)	--	--	--	--	--	--
IM/It Gov Cap (Q32H-001)	28,500	--	--	--	28,500	--
Daycares (Q3R7-001)	--	--	--	--	--	--
COVID-19-LEDSP (Q3QP-001)	180,931	--	--	--	180,931	36,555
COVID-19 ICSF2 – EMAP (Q3G6-001)	--	--	--	--	--	180,931
COVID-19 ICSF2 – EMAP (Q3SJ-001)	--	--	--	--	--	191,820
ICSF2 Perimeter Security (Q3G8-001)	--	--	--	--	--	318,468
ICSF3 Perimeter Security (Q3S0-001)	--	--	--	--	--	59,748
ICSF3 Envelope 2 - EMAP (Q3T4-001)	--	--	--	--	--	454,200
Response (Q3FP-001)	--	--	--	--	--	200,000
Mental Health Care (Q01R-003)	163,818	--	--	--	163,818	955,789
Mental Health Care (Q01R-004)	4,915	--	--	--	4,915	--
IRS – Resolution SUP workers (Q21M-002)	112,388	--	--	--	112,388	--
IRS – Cult Support Provider (Q21N-002)	33,875	--	--	--	33,875	--
IRS – RHSP Program Delivery (Q21Q-002)	2,560	--	--	--	2,560	--
ICSF - Need Based (Q3V0-001)	--	287,459	--	--	287,459	--
ICSF Food (Q3VJ-001)	--	39,163	--	--	39,163	--
ICSF Dir ALL EMAP (Q3V9-001)	--	896,182	--	--	896,182	--
Specific Claims Submissions (QZ9P-001)	27,750	--	--	--	27,750	--
MHC – Traditional Healer (Q01T-001)	--	26,273	--	--	26,273	--
Carried forward	2,086,436	6,777,377	--	904,393	9,768,206	13,815,848

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

12. Indigenous Services Canada (continued):

	Fixed	Flexible	Set	Grant	2022	2021
Brought forward	\$ 2,086,436	\$ 6,777,377	--	\$ 904,393	\$ 9,768,206	\$ 13,815,848
Administration (continued):						
Mental Wellness Program (Q21G-001)	--	207,390	--	--	207,390	--
Mental Wellness Program (Q21G-002)	--	948,203	--	--	948,203	--
Mental Wellness Program (Q21G-003)	--	500,000	--	--	500,000	--
Mental Wellness Program (Q21G-004)	--	10,123	--	--	10,123	--
Mental Wellness Program (Q21G-005)	--	15,287	--	--	15,287	--
Mental Wellness Program (Q21G-009)	--	230,360	--	--	230,360	--
Mental Wellness Program (Q21G-010)	--	163,049	--	--	163,049	--
Mental Wellness Program (Q21G-011)	--	17,643	--	--	17,643	--
Mental Wellness Program (Q21G-012)	--	559,283	--	--	559,283	--
Mental Wellness Program (Q21G-014)	--	250,000	--	--	250,000	--
HR MGMT Gov Cap (Q32K-001)	18,620	--	--	--	18,620	--
Mgmt Support (Q38L-001)	5,100	--	--	--	5,100	--
Community Buildings (Q3BK-002)	44,547	--	--	--	44,547	--
ESA – Steps 4-5 (Q202-001)	45,050	--	--	--	45,050	--
COVID-19 – OSR (Q3t0-001)	835,224	--	--	--	835,224	--
Comm Invalup (Q32M-001)	172,500	--	--	--	172,500	--
Public Works:						
A&C – Water - <1.5M (Q34X-001)	100,000	--	--	--	100,000	--
Community Buildings (Q3BK-001)	599,763	--	--	--	599,763	105,029
Community Buildings (Q3BK-002)	--	--	--	--	--	44,547
Electrical Systems (Q3BI-001)	6,760	--	--	--	6,760	4,549
Fire Protection (Q3BG-001)	72,858	--	--	--	72,858	56,421
Fire Protection (Q3CI-001)	194,314	--	--	--	194,314	10,245
Fire Protection (Q3CI-002)	283,463	--	--	--	283,463	6,000
Fire Protection (Q3FB-003)	93,983	--	--	--	93,983	250,000
Fire Protection (Q3FB-004)	36,710	--	--	--	36,710	--
Fire Protection (Q3HC-001)	2,022,223	--	--	--	2,022,223	--
Maintenance Management (Q3BO-001)	71,700	--	--	--	71,700	71,700
Carried forward	6,689,251	9,678,715	--	904,393	17,272,359	14,364,339

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

12. Indigenous Services Canada (continued):

	Fixed	Flexible	Set	Grant	2022	2021
Brought forward	\$ 6,689,251	\$ 9,678,715	--	\$ 904,393	\$ 17,272,359	\$ 14,364,339
Public Works (continued):						
Municipal Services (Q3BJ-001)	11,840	--	--	--	11,840	--
Roads and Bridges (Q3BH-001)	2,336,148	--	--	--	2,336,148	729,316
Solid Waste (Q3BT-001)	273,040	--	--	--	273,040	273,040
Wastewater Systems (Q35A-001)	207,807	--	--	--	207,807	306,642
Wastewater Systems (Q35A-002)	--	--	--	--	--	61,816
Water Systems (Q35B-001)	794,444	--	--	--	794,444	867,615
Water Systems (Q35B-002)	--	--	--	--	--	2,107
Water Systems (Q35B-003)	--	--	--	--	--	39,602
Water Systems (Q3TE-001)	772,300	--	--	--	772,300	--
Fire Smart (Q3FS-001)	--	--	--	--	--	50,000
Preparedness (Q3FO-001)	--	35,000	--	--	35,000	--
Fire Protection (Q3UN-001)	590,000	--	--	--	590,000	--
Piikani Housing and Rental Authorities:						
Community Based Initiatives (Q2KQ-001)	265,739	--	--	--	265,739	81,225
Planning Design and Construction (Q38L-001)	450,000	--	--	--	450,000	450,000
Construction (Q3AA-001)	--	--	--	--	--	624,375
Renovation (Q3AB-001)	--	--	--	--	--	100,000
Lot Servicing (Q3AC-001)	--	--	--	--	--	125,000
Capacity (Q3XM-001)	2,000	--	--	--	2,000	--
Capacity (Q3XM-002)	60,000	--	--	--	60,000	--
HR Government Capital Development (Q32K-002)	--	--	--	--	--	--
Capacity and Innovation (Q3AD-001/002/003/004)	--	--	--	--	--	--
Management Support (Q38Y-001)	--	--	--	--	--	--
Risk Management (Q32N-002)	--	--	--	--	--	--
Capital Planning Project (Q3B2-001)	334,800	--	--	--	334,800	334,800
Carried forward	12,787,369	9,713,715	--	904,393	23,405,477	18,409,877

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

12. Indigenous Services Canada (continued):

	Fixed	Flexible	Set	Grant	2022	2021
Brought forward	\$ 12,787,369	\$ 9,713,715	\$ --	\$ 904,393	\$ 23,405,477	\$ 18,409,877
Piikani Employment Services:						
First Nation & Inuit – Summer Work Experience Program (Q26F-001)	157,526	--	--	--	157,526	39,362
First Nation & Inuit – Summer Work Experience Program (Q26F-002)	--	--	--	--	--	31,958
First Nation & Inuit – Skills Link Information and Communication (Q26G-001)	240,065	--	--	--	240,065	--
First Nation & Inuit – Skills Link Information and Communication (Q26G-002)	107,300	--	--	--	107,300	--
IAFNYES (Q2AP-001)	240,065	--	--	--	240,065	--
Piikani Social Development:						
Service Delivery (Q2AF-001)	572,165	--	--	--	572,165	576,110
Service Delivery (Q2AF-002)	--	80,460	--	--	80,460	80,460
Service Delivery (Q2BY-001)	61,841	--	--	--	61,841	--
Basic Needs (Q29W-001)	--	2,332,528	--	--	2,332,528	2,173,369
Basic Needs (Q29W-002)	--	895,752	--	--	895,752	308,880
Basic Needs (Q29W-003)	--	--	--	--	--	308,880
Special Needs (Q2A6-001)	--	112,096	--	--	112,096	71,745
Special Needs (Q2A6-002)	--	--	--	--	--	37,346
Social Assistance Employment & Training (Q2A0-001)	--	362,003	--	--	362,003	362,003
In-Home Care (Q2BF-001)	--	547,692	--	--	547,692	158,057
Children Out of Parental Home (Q2A1-001)	--	--	3,494	--	3,494	4,760
Foster Care (Q2BG-001)	--	9,803	--	--	9,803	--
Institutions Care (Q2BJ-001)	--	3,486	--	--	3,486	--
Carried forward	14,166,331	14,057,535	3,494	904,393	29,131,753	22,562,807

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

12. Indigenous Services Canada (continued):

	Fixed	Flexible	Set	Grant	2022	2021
Brought forward	\$ 14,166,331	\$ 14,057,535	\$ 3,494	\$ 904,393	\$ 29,131,753	\$ 22,562,807
Piikani Child and Family Services:						
Maintenance – Foster Homes (Q2BY-001)	972,983	--	--	--	972,983	972,983
Prevention, least disruptive measures (Q2C3-001)	443,057	--	--	--	443,057	443,057
Prevention, least disruptive measures (Q2C3-002)	--	--	--	--	--	400,001
Maintenance – Group Homes (Q3BZ-001)	1,429,849	--	--	--	1,429,849	1,429,849
Operations – Child and Family Services (Q2CO-001)	1,965,256	--	--	--	1,965,256	1,965,256
Maintenance – Kinship Care (Q2C1-001)	261,578	--	--	--	261,578	261,578
Maintenance – Post-Adoption Subsidies (Q2C2-001)	158,370	--	--	--	158,370	158,370
Cost Capacity (Q2HL-001)	550,000	--	--	--	550,000	--
Peigan Board of Education:						
FN School Formula (Q24F-001)	5,091,694	--	--	--	5,091,694	4,142,436
FN School Second Level (Q24K-001)	771,537	--	--	--	771,537	632,317
FNS and Inuit – Skills Link Program (Q26G-001)	74,719	--	--	--	74,719	79,088
FNS and Inuit – Skills Link Program (Q26G-002)	--	--	--	--	--	112,261
EPP – Structural Readiness (Q274-001)	130,518	--	--	--	130,518	140,780
Reg Education Agreements (Q275-001)	182,172	--	--	--	182,172	--
FN Sch Targeted HCSE (Q28N-00)	246,289	--	--	--	246,289	324,321
Post-Secondary Student Support Program (Q29A-001)	1,624,253	--	--	--	1,624,253	1,587,304
Post-Secondary Student Support Program (Q29A-002)	276,948	--	--	--	276,948	274,596
Prov School Tuition (Q2EG-001)	1,922,761	--	--	--	1,922,761	2,568,053
Prov School Transport (Q2EL-001)	607,069	--	--	--	607,069	627,551
Prov/Private Administration 2nd Level Q2EO-001)	136,652	--	--	--	136,652	128,403
Prov/Private Student Support (Q2EP-001)	90,090	--	--	--	90,090	101,500
COVID-19 Safe Re Elementary/Secondary (Q2JB-001)	335,678	--	--	--	335,678	293,264
Pension Plan Admin & Non-Stat (Q31U-001)	1,588	--	--	--	1,588	1,509
CPP/QPP & Pension – Other Employer (Q31X-001)	4,022	--	--	--	4,022	3,805
Fit Up of Education Facilities (Q36M-001)	18,640	--	--	--	18,640	13,960
Carried forward	31,462,054	14,057,535	3,494	904,393	46,427,476	39,225,049

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

12. Indigenous Services Canada (continued):

	Fixed	Flexible	Set	Grant	2022	2021
Brought forward	\$ 31,462,054	\$ 14,057,535	\$ 3,494	\$ 904,393	\$ 46,427,476	\$ 39,225,049
Peigan Board of Education (continued):						
Fit Up of Education Facilities (Q36M-002)	--	--	--	--	--	48,097
Edu Plan Design & Construction (Q36N-001)	306,500	--	--	--	306,500	--
Capital Planning Project Education (Q36N-001)	--	--	--	--	--	10,000
COVID-19 School Reopening	--	--	--	--	--	48,204
Reno/Additions (Q36R-001)	20,000	--	--	--	20,000	--
Reno/Additions (Q36R-002)	--	--	--	--	--	25,000
Reno/Additions (Q36R-003)	--	--	--	--	--	40,000
Reno/Additions (Q36R-004)	--	--	--	--	--	26,738
Reno/Additions (Q36R-005)	--	--	--	--	--	125,605
Community Buildings (Q3BK-001)	13,230	--	--	--	13,230	12,391
Maintenance Management (Q3BO-001)	20,200	--	--	--	20,200	20,200
FN School Kindergarten (Q24L-001)	--	--	--	--	--	--
FN School Protect Formula (Q24M-001)	--	--	--	--	--	--
FN School Protect Formula (Q24M-002)	--	--	--	--	--	--
Pikani Resource Development Ltd.:						
Economic Development Allocation (Q3IW)	214,565	--	--	--	214,565	214,565
	\$ 32,036,549	\$ 14,057,535	\$ 3,494	\$ 904,393	\$ 47,001,971	\$ 39,795,849

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

13. Financial instruments:

It is management's opinion that the Nation is not exposed to significant interest, currency, liquidity or credit risk arising from its financial instruments.

Unless otherwise noted, the fair values of financial assets and liabilities approximate their carrying values due to the relatively short periods to maturity of the instruments.

14. Chief and Council Member Honorariums and Travel:

Honorarium and travel expense paid to elected officials:

	Months	Self-funded		Total 2022	Total 2021
		Honorarium	Travel		
Stanley Grier	12	\$ 118,731	\$ 17,356	\$ 136,087	\$ 186,165
Troy Knowlton	12	116,390	17,402	133,792	142,284
Brian Jackson	12	103,044	--	103,044	132,091
Doane Crow Shoe	12	82,980	5,907	88,887	93,903
Erwin Bastien	12	107,048	21,525	128,573	134,047
Wesley Crow Shoe	12	101,538	11,094	112,632	129,410
Riel Provost-Houle	12	106,788	10,899	117,687	145,475
Che Little Leaf-Matusiak	12	106,514	5,722	112,236	114,231
Theodore Provost	12	106,500	9,615	116,115	137,790
		\$ 949,533	\$ 99,520	\$ 1,049,053	\$ 1,215,396

15. Comparative Information

Certain comparative information has been reclassified to conform with the financial statement presentation adopted in the current year. The changes do not affect prior year earnings.

16. Contingent liabilities:

- The Nation has been named a defendant in various legal actions. Management is of the opinion that there is a strong defense against these claims. Accordingly, no provisions for losses have been reflected in the accounts.
- The Nation has not recognized a liability for certain legal obligations, primarily special handling for the removal and disposal of encapsulated asbestos from facilities and equipment. The fair value of these liabilities cannot be reasonably determined as the settlement dates are not known.

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

17. Budget information:

The budget information presented in these financial statements is based upon the 2021 operating and capital budgets prepared by management and/or approved by the Chief and Council and various Committees when possible.

18. Alberta Electrical Connection Operator License:

On September 9, 2010, the Nation paid \$53,000 to the Piikani Energy Corporation to have the Alberta Electrical Connection Operator application for the Piikani Wind Project amended so that the Nation was the applicant. This effectively resulted in the Nation purchasing the Piikani Energy Corporation's interest in the Alberta Connection Operator application.

19. Commitments:

The Entity has entered into various lease and contractual agreements with various third parties for the use of equipment or to provide services that will become liabilities in the future when the terms of the contract or agreements are met.

The Nation has entered into agreements with Utility Network & Partners Inc. to assist in managing their electricity portfolio and back-end processing including support and managing meter assets, power pool purchases, wire rate billing and management of customer accounts. The Nation pays \$4 per new member service and \$9 per member monthly.

The Entity entered into a contract with Vestas Canadian Wind Technology Inc., on November 21, 2019 for the provision of certain maintenance, diagnostic and repairs services and/or parts in connection with the Weather Dancer I wind turbine, expiring on November 22, 2025. The Entity is required to pay \$50,000 annually in equal quarterly instalments. The annual fee is adjusted on each anniversary of the effective date by the percentage change, if any, in the Consumer Price Index. The minimum annual payments over the next four years are approximately as follows: 2023 - \$50,000; 2024 - \$50,000; 2025 - \$50,000; and 2026 - \$33,500.

20. Segmented disclosure:

The Nation discloses information on its segments in the following schedule. The Nation provides a range of services to the Nation Members, for each reported segment, revenues and expenses represent amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies used in these segments is consistent with those adopted by the Nation as a whole.

PIIKANI NATION

Notes to Consolidated Financial Statements

Year ended March 31, 2022

21. Contractual rights:

Contractual rights are rights of the Piikani Nation to economic resources arising from contracts or agreements that will result in both assets and revenues in the future when the terms of those contracts or agreements are met. Piikani Nation has agreements with various third parties that will provide future revenues and assets. The timing and extent of future revenues varies based on the terms of the individual agreements.

PIIKANI NATION

Consolidated Schedule of Segmented Disclosures

Year ended March 31, 2022, with comparative information for 2021

	2022			2021		
	Revenues	Expenses	Excess (deficiency)	Revenues	Expenses	Excess (deficiency)
Piikani Administration	\$ 30,066,129	\$ 29,847,199	\$ 218,930	\$ 24,318,425	\$ 23,289,480	\$ 1,028,945
Piikani Social Development	2,998,934	3,270,984	(272,050)	2,900,773	2,885,255	15,518
Piikani Housing Authority and Rentals	2,245,445	2,318,104	(72,659)	2,363,491	2,917,538	(554,047)
Ky-Naak-Ku-Kan Housing Corporation	1,042,167	1,974,407	(932,240)	1,348,334	1,849,846	(501,512)
Piikani Employment Services	1,979,415	1,979,415	--	1,215,485	1,208,125	7,360
Piikani Public Works	6,354,156	3,221,886	3,132,270	3,003,081	2,754,621	248,460
Peigan Board of Education	10,365,145	10,251,641	113,504	9,439,778	10,253,999	(814,221)
Piikani Child and Family Services	7,040,583	6,923,775	116,808	5,586,126	5,382,189	203,937
Piikani Resource Development Ltd.	2,056,586	1,611,403	445,183	1,916,673	904,932	1,011,741
Peigan Indian Rural Electrification Association	1,361,990	1,500,729	(138,739)	1,187,844	1,156,816	31,028
1559725 Alberta Ltd.	219,467	219,467	--	812,860	150,395	662,465
Piikani Investment Corporation	300,000	225,131	74,869	300,000	238,971	61,029
Piikani Nation Travel Plaza Ltd.	6,391,166	7,141,347	(750,181)	2,980,448	1,637,521	1,342,927
1656877 Alberta Ltd.	1,113,196	380,730	732,466	1,013,740	396,314	617,426
1792191 Alberta Ltd.	11,244	3,845	7,399	10,240	4,003	6,237
lita'itaamapo'p Ltd.	21,057	135,376	(114,319)	323,500	109,278	214,222
Piikani Security	383,081	193,766	189,315			
	73,949,761	71,199,205	2,750,556	58,720,798	55,139,283	3,581,515
Net inter-departmental elimination	(5,702,432)	(5,702,432)	--	(2,358,715)	(2,358,715)	--
	\$ 68,247,329	\$ 65,496,773	\$ 2,750,556	\$ 56,362,083	\$ 52,780,568	\$ 3,581,515