Financial Statements of

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

And Independent Auditors' Report thereon

Year ended March 31, 2021

KPMG

# INDEPENDENT AUDITORS' REPORT

To the Governors of Gabriel Dumont Institute of Native Studies and Applied Research, Inc.

## *Opinion*

We have audited the financial statements of Gabriel Dumont Institute of Native Studies and Applied Research, Inc.(the Entity), which comprise:

- the statement of financial position as at March 31, 2021
- the statement of operations for the year then ended
- the statement of changes net assets for the year then ended
- the statement of cash flows for the year then ended
- and notes 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 Entity as at March 31, 2021, 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 Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

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

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

## *Auditors' 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 auditors' 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 Entity'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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Entity 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

- 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

Saskatoon, Canada
July 22, 2021

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

Statement of Financial Position

March 31, 2021, with comparative information for 2020

| | 2021 | 2020 |
|---|---|---|
| **Assets** | | |
| Current assets: | | |
| Cash and cash equivalents | $ 2,759,788 | $ 1,543,060 |
| Short-term investments (note 3) | 206,133 | 183,882 |
| Accounts receivable (note 8) | 667,444 | 392,700 |
| Prepaid expenses | 57,705 | 68,187 |
| | 3,691,070 | 2,187,829 |
| Property and equipment (note 4) | 2,186,003 | 2,302,760 |
| | $ 5,877,073 | $ 4,490,589 |
| **Liabilities and Net Assets** | | |
| Current liabilities: | | |
| Accounts payable and accrued liabilities (note 5 & 8) | $ 2,000,405 | $ 1,258,975 |
| Deferred contributions (note 6) | 1,685,851 | 864,734 |
| | 3,686,256 | 2,123,709 |
| Net assets (deficiency): | | |
| Administration and core services | 314,880 | 72,119 |
| Invested in property and equipment | 2,186,003 | 2,302,760 |
| Culture and Heritage | (384,986) | (384,986) |
| S.U.N.T.E.P. | 74,920 | 376,987 |
| | 2,190,817 | 2,366,880 |
| Commitments (note 9) | | |
| | $ 5,877,073 | $ 4,490,589 |

See accompanying notes to financial statements.

On behalf of the Board:

Vala Bell Governor

Governor

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

Statement of Operations

Year ended March 31, 2021, with comparative information for 2020

| | Administration & Core Services | Culture and Heritage | S.U.N.T.E.P | Total 2021 | Total 2020 |
|---|---|---|---|---|---|
| Revenue: | | | | | |
| Government of Saskatchewan | | | | | |
| - Ministry of Advanced Education | $ 2,314,646 | $ - | $ 3,602,904 | $ 5,917,550 | $ 5,854,600 |
| Métis Nation - Saskatchewan Secretariat Inc. | | | | | |
| - MNU (Schedule 5) | 6,838,053 | - | - | 6,838,053 | 3,299,378 |
| Other (schedule 1) | 1,108,981 | 704,779 | 271,308 | 2,085,068 | 1,510,118 |
| Government of Canada | | | | | |
| - Indigenous and Northern Affairs Canada (schedule 4) | - | 306,900 | - | 306,900 | 279,000 |
| - The Department of Canadian Heritage | - | - | | - | 54,161 |
| | 10,261,680 | 1,011,679 | 3,874,212 | 15,147,571 | 10,997,257 |
| Expenses: | | | | | |
| Student allowances - MNU (Schedule 6) | 6,838,053 | - | - | 6,838,053 | 3,055,266 |
| Salaries and benefits (schedule 3) | 1,714,906 | 579,120 | 1,881,805 | 4,175,831 | 4,119,767 |
| Instructional costs | - | - | 1,813,972 | 1,813,972 | 1,934,104 |
| Operating costs (schedule 2) | 1,051,199 | 295,544 | 369,899 | 1,716,642 | 1,638,006 |
| Public relations (schedule 3) | 105,589 | 145,251 | 53,465 | 304,305 | 347,216 |
| Curriculum development | 4,031 | 195,918 | 20,231 | 220,180 | 230,822 |
| Travel and sustenance (schedule 3) | 82,454 | 2,507 | 22,448 | 107,409 | 305,473 |
| Scholarships | 67,000 | - | 250 | 67,250 | 1,400 |
| Kapachee | 54,686 | - | - | 54,686 | 54,686 |
| Library costs | 3,423 | 366 | 18,657 | 22,446 | 18,297 |
| Works of art | - | 2,860 | - | 2,860 | 9,691 |
| | 9,921,341 | 1,221,566 | 4,180,727 | 15,323,634 | 11,714,728 |
| Administrative allocation | (209,887) | 209,887 | - | - | - |
| Excess (deficiency) of revenue over expenses | $ 130,452 | $ - | $ (306,515) | $ (176,063) | $ (717,471) |

See accompanying notes to financial statements.

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

Statement of Changes in Net Assets

Year ended March 31, 2021, with comparative information for 2020

| | Administration and Core Services | Culture and Heritage | S.U.N.T.E.P. | Invested in Property and Equipment | 2021 | 2020 |
|---|---|---|---|---|---|---|
| Net assets (deficiency), beginning of year | $ 72,119 | $ (384,986) | $ 376,987 | $ 2,302,760 | $ 2,366,880 | $ 3,084,351 |
| Excess (deficiency) of revenue over expenses | 130,452 | - | (306,515) | - | (176,063) | (717,471) |
| Amortization | 137,792 | - | 6,936 | (144,728) | - | - |
| Purchase of property and equipment | (25,483) | - | (2,488) | 27,971 | - | - |
| Net assets (deficiency), end of year | $ 314,880 | $ (384,986) | $ 74,920 | $ 2,186,003 | $ 2,190,817 | $ 2,366,880 |

See accompanying notes to financial statements.

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

Statement of Cash Flows

Year ended March 31, 2021, with comparative information for 2020

| | | 2021 | | 2020 |
|---|---|---|---|---|
| Cash flows from (used in): | | | | |
| Operations: | | | | |
| Deficiency of revenue over expenses | $ | (176,063) | $ | (717,471) |
| Item not involving cash: | | | | |
| Amortization | | 144,728 | | 156,346 |
| Investment income and market value adjustments | | (22,251) | | 5,023 |
| Change in non-cash operating working capital | | | | |
| Accounts receivable | | (274,744) | | 77,011 |
| Prepaid expenses | | 10,482 | | 8,576 |
| Accounts payable and accrued liabilities | | 741,430 | | 232,437 |
| Deferred contributions | | 821,117 | | 845,573 |
| | | 1,244,699 | | 607,495 |
| Investing: | | | | |
| Purchase of property and equipment | | (27,971) | | (204,602) |
| Increase in cash and cash equivalents | | 1,216,728 | | 402,893 |
| Cash and cash equivalents, beginning of year | | 1,543,060 | | 1,140,167 |
| Cash and cash equivalents, end of year | $ | 2,759,788 | $ | 1,543,060 |

See accompanying notes to financial statements.

## 1. Nature of operations:

Gabriel Dumont Institute of Native Studies and Applied Research, Inc. ("GDI" or "the Institute") and its affiliates are Not-for-Profit Organizations incorporated under the Non-Profit Corporations Act of Saskatchewan and are not subject to income tax under the Income Tax Act (Canada).

The Institute is a not-for-profit organization that provides Métis people in Saskatchewan the opportunity to obtain training and education. This opportunity is provided through the Institute as well as its affiliates, Gabriel Dumont College Inc., Dumont Technical Institute Inc., Gabriel Dumont Scholarship Foundation II and Gabriel Dumont Institute Training and Employment Inc.

The Institute is associated with Gabriel Dumont College, Inc., Dumont Technical Institute Inc., Gabriel Dumont Scholarship Foundation II, Gabriel Dumont Institute Training and Employment Inc., as the Board of Governors of the Institute are the same governors and the only governors of the associated and related entities. These financial statements do not include the operations of these associated and related entities. Further information about these entities is disclosed in note 6.

## 2. Significant accounting policies:

These financial statements have been prepared in accordance with Canadian Accounting Standards for Not-For-Profit Organizations in accordance with Part III of the CPA Canada Handbook.

(a) Fund accounting:

Revenue and expenses related to program delivery and administrative activities are reported in the following funds:

Administration and Core Services

The finance and operations department which is located in Saskatoon is responsible for carrying out the organization's financial planning, administering personnel services and providing administrative support services to the entire organization.

**2. Significant accounting policies (continued):**

(a) Fund accounting (continued):

Core service departments include curriculum development, research, library and information services. The research and curriculum staff are located in Saskatoon and library staff work in both the Regina and Prince Albert Resource Centres. The curriculum department is an important vehicle for the fulfillment of the Institute's mandate, which is the promotion and renewal of Métis culture. The research department is responsible for identifying new projects, developing proposals and identifying funding sources for the successful completion of projects. The library has a unique collection which focuses on Métis history and culture and on issues of concern in Métis and First Nations communities. It serves the research needs of the Institute and has locations in Regina, Saskatoon, and Prince Albert.

Culture and Heritage

The Culture and Heritage fund has allowed the Institute to make important links with Métis communities and organization in Western Canada. The funds allocated have assisted the Institute in creating Métis cultural development in the following areas: public education and cultural preservation, awareness, resource/material development, community consultations, Métis cultural programming and the collection of Métis artifacts. The goals accomplished with the contract between the Federal Interlocutor for Métis and Non-Status Indians Division, Privy Council Office and the Institute will lead to a series of long-term Métis-specific resources and cultural programs that will serve the Métis people and the Canadian public into the future.

S.U.N.T.E.P.

The Saskatchewan Urban Native Teacher Education Program ("S.U.N.T.E.P") is a four-year fully accredited Bachelor of Education program, offered by the Institute in cooperation with the Ministry of Advanced Education, Employment and Immigration of the province of Saskatchewan, the University of Regina and the University of Saskatchewan. The program is offered in three urban centres - Prince Albert, Saskatoon, and Regina. The program combines training and a sound academic education with extensive classroom experience and a thorough knowledge of issues facing students in our society.

## 2. Significant accounting policies (continued):

Métis Nation University

GDI receives funding from Métis Nation - Saskatchewan Secretariat Inc. ("MN-S") to be distributed for the MN-S Post-Secondary Education Program, Métis Nation University ("MNU"). The goal of the program is to provide Métis citizens with funding to support their attendance at post-secondary institutions.

Other Specific Contract Projects

The Institute has implemented a wide variety of additional education and training offerings throughout Saskatchewan. Many of these programs have been delivered in cooperation with the University of Saskatchewan and the Ministry of Advanced Education, Employment and Immigration of the province of Saskatchewan.

(b) Revenue recognition:

The Institute follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue of the appropriate fund when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Contributions include grant and contract revenue. Deferred revenue represents funding received related to expenditures and program delivery in future years.

Tuition fees, teaching and fees for services are recognized as revenue when the courses and services are delivered.

Royalties and donations are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

(c) Financial instruments:

Financial assets and liabilities (cash and cash equivalents, short-term investments, accounts receivable, accounts payable and accrued liabilities, and advances to related parties) are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Institute has elected to carry their short-term investments at fair value. Changes in fair value are recognized in net revenue in the period incurred.

**2. Significant accounting policies (continued):**

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Institute determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Institute expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(d) Property and equipment:

Property and equipment are initially recorded at cost. Donated assets are recorded at their estimated fair market value plus other costs incurred at the date of acquisition. Normal maintenance and repair expenditures are expensed as incurred.

Amortization is recorded in the accounts utilizing the following methods and rates:

| Asset | Method | Rate |
|---|---|---|
| Buildings | Declining | 5 % |
| Computer equipment | Declining | 20% |
| Equipment | Declining | 20% |
| Works of art, artifacts | Declining | 5% |
| Leasehold Improvements | Straight-line | 10% |

Amortization is charged for the full year in the year of acquisition. No amortization is taken in the year of disposal. It is expected that these procedures will charge operations with the total cost of the assets over the useful lives of the assets. Gains or losses on the disposal of individual assets are recognized in income in the year of disposal.

**2. Significant accounting policies (continued):**

(e) Library costs:

The Institute's library collection includes materials related to the culture and history of Aboriginal peoples not readily available from other sources. These materials assist the Institute in its own cultural and historical research and curriculum activities. The acquisition costs of the library collection are expensed. The library collection is not carried at cost and amortized because they are: held for public exhibition, education and research; protected, cared for and preserved; and any proceeds from sales are used to maintain the existing collection and to acquire other items for the collection.

During 2017, the Institute purchased the "Métis Nation – Saskatchewan Archival Collection" from the Métis Nation – Saskatchewan Secretariat Inc. for $500,000. These Archives contain a large collection of antique books, newspapers, pamphlets, and ephemera related to Métis history.

(f) Employee benefits:

The Institute provides a defined contribution pension plan, life insurance, long and short-term disability coverage, dental, vision, and health care benefits to employees. Costs are expensed in the year incurred. The pension expense for the year was $248,044 (2020 - $234,388).

(g) Use of estimates:

The preparation of financial statements in conformity 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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenue and expenses during the reporting period. Significant items subject to such estimates and assumptions include the estimated useful life of property and equipment, the collectibility of accounts receivable and the estimate of deferred contributions. Actual results could differ from these estimates.

(h) Allocation of shared expenses:

The Institute and affiliates sometimes incur shared costs that are related to all Gabriel Dumont affiliates. The Institute allocates certain of its general support expenses by identifying the appropriate basis of allocating each expense between the affiliates.

## 2. Significant accounting policies (continued):

(i) Cash and cash equivalents:

Cash and cash equivalents include bank balances and balances with financial institutions which are highly liquid and have an initial term to maturity of three months or less.

## 3. Investments and marketable securities:

| | 2021 | | 2020 | |
|---|---|---|---|---|
| | Cost | Market | Cost | Market |
| Provincial bonds | $ 16,369 | $ 16,723 | $ 21,341 | $ 21,693 |
| Debentures | 46,155 | 47,773 | 52,277 | 51,652 |
| Guaranteed investment certificate | 57,000 | 57,000 | 52,000 | 52,000 |
| Cash | 33,330 | 33,182 | 24,634 | 24,634 |
| Common Shares | 41,882 | 51,456 | 39,363 | 33,944 |
| | $ 194,736 | $ 206,134 | $ 189,615 | $ 183,923 |

The Provincial Bonds have interest rates of 1.55% to 3.10% (2020 - 1.55% to 3.10%) and mature between 2022 and 2024 (2020 - 2021 to 2024).

The debentures are all at fixed rates and have a weighted average interest rate of 2.69% (2020 - 2.76%) and a weighted average term to maturity of 4.03 (2020 - 4.43) years.

The guaranteed investment certificates have a weighted average interest rate of 2.35% (2020 - 2.64%) and a weighted average term to maturity of 4.06 (2020 - 3.43) years.

## 4. Property and equipment:

| | Cost | Accumulated amortization | 2021 Net book value | 2020 Net book value |
|---|---|---|---|---|
| Administrative: | | | | |
| Land | $ 287,591 | $ - | $ 287,591 | $ 287,591 |
| Buildings | 3,032,427 | 1,393,559 | 1,638,868 | 1,725,124 |
| Computer equipment | 560,686 | 429,662 | 131,024 | 138,298 |
| Equipment | 1,270,525 | 1,211,536 | 58,989 | 73,736 |
| | 5,151,229 | 3,034,757 | 2,116,472 | 2,224,749 |
| Core services: | | | | |
| Equipment | 310,881 | 308,126 | 2,755 | 3,443 |
| Works of art/artifacts | 22,445 | 8,086 | 14,359 | 15,115 |
| Leasehold improvements | 70,885 | 47,589 | 23,296 | 25,885 |
| | 404,211 | 363,801 | 40,410 | 44,443 |
| S.U.N.T.E.P. | | | | |
| Equipment | 358,759 | 332,132 | 26,627 | 30,795 |
| Leasehold Improvements | 9,991 | 7,512 | 2,479 | 2,755 |
| | 368,750 | 339,644 | 29,106 | 33,550 |
| Other | | | | |
| Equipment | 16,780 | 16,765 | 15 | 18 |
| | $ 5,940,970 | $ 3,754,967 | $ 2,186,003 | $ 2,302,760 |

## 5. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities is an optional deferred salary leave plan (DSLP) in the amount of $83,277 (2020 - $50,968). The Institute's DSLP is designed to assist employees in financing a leave of absence. Employees who opt into this plan are paid up to 66.67% of their normal gross pay while the remaining 33.33% is withheld from their salary and invested in a savings account with a Chartered financial institution held by the Institute. The Institute guarantees payment of the deferred amount (including interest) upon the employee taking a leave of absence.

## 6. Deferred contributions:

The Institute has deferred contributions for the following projects:

| Funding Agent | Project | 2021 | 2020 |
|---|---|---|---|
| Métis Nation - Saskatchewan Secretariat Inc. | MNU | $ 274,382 | $ 864,734 |
| Métis Nation - Saskatchewan Secretariat Inc. | COVID support | 1,411,469 | - |
| | | $ 1,685,851 | $ 864,734 |

## 7. Associated and related entities:

The following organizations are associated with the Institute as the Board of Governors are the same directors and the only governors of the Gabriel Dumont College, Inc., Dumont Technical Institute, Inc., Gabriel Dumont Scholarship Foundation II and Gabriel Dumont Institute Training & Employment Inc.,. Amounts shown are for the most recent fiscal year end of each entity.

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

Notes to Financial Statements (continued)

Year ended March 31, 2021

## 7. Associated and related entities (continued):

| | Dumont Technical Institute Inc. June 30, 2020 | Gabriel Dumont Scholarship Foundation II December 31, 2020 | Gabriel Dumont College Inc. March 31, 2021 | Gabriel Dumont Institute Training & Employment. Inc. March 31, 2021 |
|---|---|---|---|---|
| Total assets | $ 11,225,360 | $ 6,321,460 | $ 1,418,127 | $ 1,133,577 |
| Total liabilities | 6,287,677 | 2,747,556 | 402,759 | 1,127,187 |
| Net assets | | | | |
| - internally restricted/unrestricted | 4,626,898 | 329,799 | 1,015,368 | - |
| - externally restricted | 310,785 | 3,244,105 | - | 6,390 |
| | $ 11,225,360 | $ 6,321,460 | $ 1,418,127 | $ 1,133,577 |
| Results of operations: | | | | |
| Total revenue | 8,631,214 | 277,864 | 1,866,740 | 15,662,866 |
| Total expenses | 8,431,911 | 284,960 | 1,923,210 | 15,662,866 |
| Net revenue (expense) | $ 199,303 | $ (7,096) | $ (56,470) | $ - |
| Cash flows: | | | | |
| Cash provided by (used in) operations | (12,490) | $ (29,855) | (480,717) | (544,947) |
| Cash provided by (used in) financing and investing activities | (1,284,896) | (36,669) | (8,366) | - |
| Increase (decrease) in cash | $ (1,297,386) | $ (66,524) | $ (489,083) | $ (544,947) |
| Cash, end of year | $ 1,316,584 | $ 25,836 | $ 384,624 | $ 439,900 |

### 8. Related party transactions:

The Institute had the following revenue and (expense) transactions with entities under common control and related parties during the year. All transactions were recorded at the exchange amount being amounts agreed upon between the related parties.

| | 2021 | 2020 |
|---|---|---|
| Entities under common control: | | |
| Fees for service (office and equipment rent) | $ 264,972 | $ 241,740 |
| Fees for service (administrative services, at negotiated value) | 164,894 | 222,790 |
| Fees for service (programming services) | 8,243,000 | 4,475,980 |
| Sales and royalties | 17,184 | 47,372 |
| Building (rent) | (256,333) | (206,545) |
| Programming services | (616,882) | (431,678) |
| | $ 7,816,835 | $ 4,349,659 |

Inter-fund administrative support/facility recovery expenses are charged based on estimated use of services.

Amounts included in accounts receivable and accounts payable are as follows:

| | Accounts receivable 2021 | Accounts receivable 2020 |
|---|---|---|
| Métis Nation - Saskatchewan Secretariat Inc. | $ 211,200 | $ 71 |
| Métis National Council | 131,250 | - |
| Gabriel Dumont College Inc. | 123,468 | 188,800 |
| Dumont Technical Institute Inc. | 78,745 | 118,292 |
| Gabriel Dumont Institute Training and Employment Inc. | 1,891 | 3,029 |
| | $ 546,554 | $ 310,192 |

## 8. Related party transactions (continued):

| | Accounts payable 2021 | 2020 |
|---|---|---|
| Gabriel Dumont College Inc. | $ 480,318 | $ 422,849 |
| Dumont Technical Institute Inc. | 13,228 | 500 |
| Gabriel Dumont Institute Training and Employment Inc. | 102,177 | 232 |
| Gabriel Dumont Scholarship Foundation II | 39 | 17,178 |
| | $ 595,762 | $ 440,759 |

## 9. Commitments:

The Institute is committed pursuant to various operating leases and contractual obligations for services in each of the next five years as follows:

| | |
|---|---|
| 2022 | $ 307,838 |
| 2023 | 99,945 |
| 2024 | 28,888 |
| 2025 | 28,888 |
| 2026 | 22,827 |
| | $ 488,386 |

## 10. Economic dependence:

Approximately 86% (2020 - 89%) of the Institute's revenue was derived from the Provincial and Federal Governments of Canada. Funding is provided by annual grants under contracts expiring on various dates.

**11. Financial instruments and risk management:**

The Institute, through its financial assets and liabilities, has exposure to the following risks from its use of financial instruments: credit risk and market risk (interest rate risk and other price risk).

Credit risk

The Institute's principal financial assets subject to credit risk are cash and cash equivalents, short-term investments, and accounts receivable. The carrying amounts of these financial assets on the statement of financial position represent the Institute's maximum credit exposure at the year-end date.

The Institute's credit risk on its short-term investments is primarily attributable due to the volatility of the markets. The Credit risk related to accounts receivable is minimized as these receivables are normally from government agencies. The credit risk on cash and cash equivalents is limited because the counterparties are chartered banks with high credit ratings assigned by national credit-rating agencies.

Interest rate risk

The interest bearing investments have a limited exposure to interest rate risk due to their short-term period to maturity.

**12. COVID 19:**

In March 2020, the World Health Organization declared the outbreak of novel coronavirus (COVID-19) as a pandemic which continues to spread throughout Canada. On March 18, 2020, the Government of Saskatchewan (SK) declared a provincial state of emergency due to the pandemic. The impact of COVID-19 on the Institute, including the remote delivery of certain programming and various effects on funding availability, are reflected in the financial statements for the years ended March 31, 2021 and 2020. The Institute continues to provide services via virtual and social distancing learning, the situation is dynamic and the ultimate duration and magnitude of the potential impact on future results is currently undeterminable.

**13. Comparative figures:**

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

Schedule 1

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

Schedule of Other Revenue

Year ended March 31, 2021, with comparative information for 2020

| | Administration and Core Services | Culture and Heritage | S.U.N.T.E.P. | 2021 | 2020 |
|---|---|---|---|---|---|
| Fees for services | $ 818,863 | $ 51,998 | $ - | $ 870,861 | $ 780,086 |
| Sales and royalties | - | 393,240 | - | 393,240 | 203,181 |
| Tuition income | - | - | 176,922 | 176,922 | 183,419 |
| Miscellaneous | 250,127 | 6,428 | - | 256,555 | 168,081 |
| Teaching income | - | - | 94,386 | 94,386 | 103,939 |
| Interest income and market value adjustments | 42,263 | - | - | 42,263 | 55,972 |
| Métis National Council | - | 250,000 | - | 250,000 | - |
| Other grants | - | 3,113 | - | 3,113 | 12,974 |
| Veterans monument donations | 2,214 | - | - | 2,214 | 2,466 |
| Gain (Loss) on foreign exchange | (4,486) | - | - | (4,486) | - |
| | $ 1,108,981 | $ 704,779 | $ 271,308 | $ 2,085,068 | $ 1,510,118 |

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

Schedule of Operating Costs

Year ended March 31, 2021, with comparative information for 2020

| | Administration & Core Services | Culture and Heritage | S.U.N.T.E.P. | 2021 | 2020 |
|---|---|---|---|---|---|
| Building | $ 302,049 | $ 160,326 | $ 230,869 | $ 693,244 | $ 651,398 |
| Computer services | 337,779 | 2,791 | 37,996 | 378,566 | 219,943 |
| Amortization | 137,792 | - | 6,936 | 144,728 | 156,346 |
| Consulting and legal services | 107,353 | - | 35,000 | 142,353 | 102,045 |
| Office supplies | 20,604 | 18,023 | 9,501 | 48,128 | 71,163 |
| Bad debts | - | - | - | - | 66,997 |
| Telephone | 59,370 | 2,451 | 3,231 | 65,052 | 66,375 |
| Museum | - | 40,365 | - | 40,365 | 63,844 |
| Other equipment expenses | 8,630 | 11,309 | 32,518 | 52,457 | 58,961 |
| Insurance | 46,502 | 5,359 | 5,453 | 57,314 | 56,639 |
| Cultural partnerships | - | 29,376 | - | 29,376 | 47,808 |
| Postage and courier | 20,857 | 7,166 | 3,346 | 31,369 | 33,396 |
| Duplicating and materials development | 5,825 | 3,138 | 5,049 | 14,012 | 24,154 |
| Bank charges | 4,438 | 15,240 | - | 19,678 | 18,937 |
| | $ 1,051,199 | $ 295,544 | $ 369,899 | $ 1,716,642 | $ 1,638,006 |

Schedule 3

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

Schedule of Salary and Benefits, Public Relations and Travel and Sustenance Expenses

Year ended March 31, 2021, with comparative information for 2020

| | Administration & Core Services | Culture and Heritage | S.U.N.T.E.P. | 2021 | 2020 |
|---|---|---|---|---|---|
| Salaries and benefits: | | | | | |
| Staff salaries and wages | $ 1,426,419 | $ 500,593 | $ 1,616,590 | $ 3,543,602 | 3,491,707 |
| Staff benefits | 288,487 | 78,527 | 265,215 | 632,229 | 628,060 |
| | $ 1,714,906 | $ 579,120 | $ 1,881,805 | $ 4,175,831 | $ 4,119,767 |
| Public relations: | | | | | |
| Promotion, publicity and graduation | $ 66,962 | $ 145,251 | $ 48,421 | $ 260,634 | $ 339,212 |
| Recruitment | 38,627 | - | 5,044 | 43,671 | 7,440 |
| Orientation | - | - | - | - | 564 |
| | $ 105,589 | $ 145,251 | $ 53,465 | $ 304,305 | $ 347,216 |
| Travel and sustenance: | | | | | |
| Staff and students | $ 25,289 | $ 2,507 | $ 21,998 | $ 49,794 | 174,283 |
| Board | 57,165 | - | 450 | 57,615 | 131,190 |
| | $ 82,454 | $ 2,507 | $ 22,448 | $ 107,409 | $ 305,473 |

Schedule 4

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

Schedule of Government of Canada - Indigenous and Northern Affairs Canada - Office of the Federal Interlocutor

Year ended March 31, 2021, with comparative information for 2020

| | MCCI contract | MCCI amendment #2 | MCCI amendment #3 | MCCI 2021 Total | MCCI 2020 Total |
|---|---|---|---|---|---|
| Revenue: | | | | | |
| Office of the Federal Interlocutor | $ 306,900 | $ - | $ - | $ 306,900 | $ 279,000 |
| | 306,900 | - | - | 306,900 | 279,000 |
| Expenses: | | | | | |
| Curriculum development | 189,621 | - | - | 189,621 | 124,169 |
| Museum | 40,365 | - | - | 40,365 | 63,844 |
| Cultural partnerships | 29,376 | - | - | 29,376 | 47,808 |
| Administrative services | 44,998 | - | - | 44,998 | 33,758 |
| Michif preservation | 2,540 | - | - | 2,540 | 9,421 |
| Consulting and legal services | - | - | - | - | - |
| | 306,900 | - | - | 306,900 | 279,000 |
| Net revenue | $ - | $ - | $ - | $ - | $ - |

# GABRIEL DUMONT INSTITUTE OF NATIVE STUDIES AND APPLIED RESEARCH, INC.

Schedule of Metis Nation of Saskatchewan Secretariat Inc.

Year ended March 31, 2021, with comparative information for 2020

| | 2021 | 2020 |
|---|---|---|
| **Metis Nation University- Core** | | |
| Revenue: | | |
| Metis Nation of Saskatchewan Secretariat Inc | $ 5,910,352 | $ 3,055,266 |
| Wrap around services | 331,170 | 244,112 |
| | 6,241,522 | 3,299,378 |
| Expenses: | | |
| Student allowances | 5,999,693 | 3,055,266 |
| Contractual and consulting | 241,829 | - |
| | 6,241,522 | 3,055,266 |
| Revenue over expenses | - | 244,112 |
| **Metis Nation University- COVID allowances** | | |
| Revenue: | | |
| Metis Nation of Saskatchewan Secretariat Inc. | 353,210 | - |
| Recovery fee | 35,321 | - |
| | 388,531 | - |
| Expenses: | | |
| Student allowances | 353,210 | - |
| Administration | 35,321 | - |
| Revenue over expenses | 388,531 | - |
| **Metis Nation University- COVID supplies** | | |
| Revenue: | | |
| Metis Nation of Saskatchewan Secretariat Inc. | 208,000 | - |
| Expenses: | | |
| Student supplies | 200,000 | - |
| Administration | 8,000 | - |
| | 208,000 | - |
| Revenue over expenses | - | - |
| Total Revenue | 6,838,053 | 3,299,378 |
| Total Expenses | 6,838,053 | 3,055,266 |

Financial Statements of

# DUMONT TECHNICAL INSTITUTE INC.

And Independent Auditors' Report thereon

Year ended June 30, 2021

KPMG

# INDEPENDENT AUDITORS' REPORT

To the Governors of Dumont Technical Institute

## *Opinion*

We have audited the financial statements of Dumont Technical Institute (the Entity), which comprise:

- the statement of financial position as at June 30, 2021
- the statement of operations for the year then ended
- the statement of changes in net assets for the year then ended
- the statement of cash flows for the year then ended
- and notes 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 Entity as at June 30, 2021, 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 Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

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

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

## *Auditors' 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 auditors' 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 Entity'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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Entity 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.

- 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

October 7, 2021

Saskatoon, Canada

# DUMONT TECHNICAL INSTITUTE INC.

Statement of Financial Position

June 30, 2021, with comparative information for 2020

| | | 2021 | | 2020 |
|---|---|---|---|---|
| **Assets** | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | $ | 2,229,751 | $ | 1,316,584 |
| Accounts receivable | | 303,310 | | 697,527 |
| Prepaid expenses | | 231,435 | | 132,936 |
| | | 2,764,496 | | 2,147,047 |
| Investments (note 4) | | 1,002,544 | | 916,688 |
| Property and equipment (note 5) | | 7,799,740 | | 8,161,625 |
| | $ | 11,566,780 | $ | 11,225,360 |
| **Liabilities and Net Assets** | | | | |
| Current liabilities: | | | | |
| Accounts payable and accrued liabilities | $ | 523,528 | $ | 471,952 |
| Deferred revenue (note 6) | | 1,596,794 | | 1,304,171 |
| Current portion of long-term debt (note 7) | | 200,533 | | 192,395 |
| | | 2,320,855 | | 1,968,518 |
| Long-term debt (note 7) | | 1,390,835 | | 1,530,244 |
| Deferred capital contributions (note 8) | | 2,649,469 | | 2,788,915 |
| Net assets | | | | |
| Invested in property and equipment | | 3,558,903 | | 3,650,070 |
| Core | | 1,336,191 | | 976,828 |
| Programming | | 310,527 | | 310,785 |
| | | 5,205,621 | | 4,937,683 |
| Commitments (notes 8 and 9) | | | | |
| | $ | 11,566,780 | $ | 11,225,360 |

See accompanying notes to financial statements.

On behalf of the Board:

_______________ Director

Vita Bell _______________ Director

# DUMONT TECHNICAL INSTITUTE INC.

Statement of Operations

Year ended June 30, 2021, with comparative information for 2020

| | Core | BE Programs | Other Programs | 2021 | 2020 |
|---|---|---|---|---|---|
| Revenue: | | | | | |
| Government of Saskatchewan grants | $ 2,070,772 | $ 2,189,370 | $ 887,897 | $ 5,148,039 | $ 5,230,235 |
| Tuition and fees | - | 44,738 | 2,307,897 | 2,352,635 | 2,493,702 |
| Facility rental and other income | 728,773 | - | - | 728,773 | 723,470 |
| Amortization of deferred capital contributions | 139,446 | - | - | 139,446 | 146,785 |
| Investment income | 93,447 | - | - | 93,447 | 37,022 |
| | 3,032,438 | 2,234,108 | 3,195,794 | 8,462,340 | 8,631,214 |
| Expenses: | | | | | |
| Salaries | 1,177,751 | 1,240,385 | 1,212,034 | 3,630,170 | 3,848,480 |
| Purchased courses | 124,356 | 220,855 | 883,455 | 1,228,666 | 817,186 |
| Facilities | 325,687 | 292,817 | 262,300 | 880,804 | 958,684 |
| Staff benefits | 227,912 | 210,255 | 212,674 | 650,841 | 683,488 |
| Amortization | 453,862 | - | - | 453,862 | 483,793 |
| Instructional costs | 7,579 | 57,801 | 299,529 | 364,909 | 415,999 |
| Administrative services | 3,624 | 28,000 | 152,184 | 183,808 | 206,819 |
| Software support | 81,530 | 66,024 | 28,601 | 176,155 | 192,657 |
| Telephone and fax | 74,359 | 11,034 | 12,071 | 97,464 | 77,422 |
| Insurance | 61,952 | 1,929 | 31,134 | 95,015 | 97,769 |
| Office supplies | 41,512 | 26,163 | 16,415 | 84,090 | 118,895 |
| Staff travel | 14,125 | 39,970 | 27,214 | 81,309 | 156,121 |
| Equipment and education supplies | 19,807 | 24,558 | 29,023 | 73,388 | 111,391 |
| Public relations | 48,381 | 14,037 | 6,265 | 68,683 | 83,845 |
| Professional development | 18,798 | 280 | 6,141 | 25,219 | 31,731 |
| Professional services | 27,437 | - | 16,500 | 43,937 | 44,324 |
| Interest and bank charges | 55,828 | - | - | 55,828 | 63,981 |
| Bad debts | - | - | 254 | 254 | 39,326 |
| | 2,764,500 | 2,234,108 | 3,195,794 | 8,194,402 | 8,431,911 |
| Excess of revenue over expenses | $ 267,938 | $ - | $ - | $ 267,938 | $ 199,303 |

See accompanying notes to financial statements.

# DUMONT TECHNICAL INSTITUTE INC.

Statement of Changes in Net Assets

Year ended June 30, 2021, with comparative information for 2020

| | Invested in property and equipment | Core | Programming Funds BE Programs | Programming Funds Other Programs | 2021 | 2020 |
|---|---|---|---|---|---|---|
| Balance, beginning of year | $ 3,650,070 | $ 976,828 | $ 193,638 | $ 117,147 | $ 4,937,683 | $ 4,738,380 |
| Excess of revenue over expenses | - | 267,938 | - | - | 267,938 | 199,303 |
| Purchase of property and equipment | 91,977 | (91,977) | - | - | - | - |
| Amortization | (453,862) | 453,862 | - | - | - | - |
| Amortization of deferred capital contributions | 139,446 | (139,446) | - | - | - | - |
| Repayment of long-term debt | 131,272 | (131,272) | - | - | - | - |
| Balance, end of year | $ 3,558,903 | $ 1,335,933 | $ 193,638 | $ 117,147 | $ 5,205,621 | $ 4,937,683 |

See accompanying notes to financial statements.

# DUMONT TECHNICAL INSTITUTE INC.

Statement of Cash Flows

Year ended June 30, 2021, with comparative information for and 2020

| | 2021 | 2020 |
|---|---|---|
| Cash flows from (used in): | | |
| Operations: | | |
| Excess of revenue over expenses | $ 267,938 | $ 199,303 |
| Items not involving cash: | | |
| Amortization | 453,862 | 483,793 |
| Investment increase to fair value | (63,301) | (11,095) |
| Amortization of deferred capital contributions | (139,446) | (146,785) |
| Change in non-cash operating working capital: | | |
| Accounts receivable | 394,217 | (170,988) |
| Prepaid expenses | (98,499) | 5,249 |
| Accounts payable and accrued liabilities | 51,576 | (498,277) |
| Deferred revenue | 292,623 | 126,310 |
| | 1,158,970 | (12,490) |
| Financing: | | |
| Issuance of long term debt | - | 200,000 |
| Repayment of long-term debt | (131,271) | (80,360) |
| | (131,271) | 119,640 |
| Investing: | | |
| Purchase of property and equipment | (91,977) | (1,204,536) |
| Proceeds on disposal of investments | 176,234 | - |
| Purchase of investments | (198,789) | (200,000) |
| | (114,532) | (1,404,536) |
| Increase (decrease) in cash | 913,167 | (1,297,386) |
| Cash and cash equivalents, beginning of year | 1,316,584 | 2,613,970 |
| Cash and cash equivalents, end of year | $ 2,229,751 | $ 1,316,584 |

See accompanying notes to financial statements.

## 1. Nature of organization:

Dumont Technical Institute Inc. ("the Institute", "DTI") is an organization that provides Métis people in Saskatchewan the opportunity to obtain training and education through the Institute as well as its affiliates, Gabriel Dumont College Inc., Gabriel Dumont Institute of Native Studies and Applied Research Inc., Gabriel Dumont Scholarship Foundation II, and Gabriel Dumont Institute Training and Employment Inc.

The Institute is incorporated under the Non-Profit Corporations Act of Saskatchewan and as such is not subject to income tax under the Income Tax Act (Canada).

The Institute is jointly controlled with Gabriel Dumont Institute of Native Studies and Applied Research and its related entities: Gabriel Dumont College Inc., Gabriel Dumont Institute Training and Employment Inc., and Gabriel Dumont Scholarship Foundation II, as the Board of Governors of Gabriel Dumont Institute of Native Studies and Applied Research, Inc. are the same Governors and the only Governors of the controlled entities. These financial statements do not include the operations of these other entities.

## 2. Significant accounting policies:

These financial statements have been prepared in accordance with Canadian Accounting Standards for Not-For-Profit entities in Part III of the CPA Canada Handbook and reflect the following policies:

(a) Fund accounting:

The majority of the skills training programs offered are accredited through Saskatchewan Polytechnic.

Revenue and expenses related to program delivery and administrative activities are reported in the following funds:

Core services

The Core operations are responsible for program coordination, resource management, strategic planning, provision of counselling services and the day-to-day functions of the Institute.

## 2. Significant accounting policies (continued):

Basic Education Programs

The Basic Education Programming (BE) includes a wide range of programs aimed at increasing the education and literacy levels of course participants. Programs offered under BE include adult secondary education, life skills and employment enhancement.

Other Programs

Other programs include a wide range of technical programming with the aim of equipping students with the necessary knowledge and skills to enter the labour market.

(b) Revenue recognition:

The Institute 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. Contract revenue is recognized as service is provided under the terms of the contract. Deferred revenue represents funding received related to expenditures and program delivery in future years.

Contributions restricted for the purchase of capital assets are deferred and recognized into revenue at a rate corresponding with the amortization rate for the capital asset.

Tuition and fees are recognized as revenue when the courses are held.

(c) Cash and cash equivalents:

Cash and cash equivalents includes bank balances and balances with financial institutions which are highly liquid and have an initial term to maturity of three months or less.

## 2. Significant accounting policies (continued):

(d) Property and equipment:

Property and equipment are stated at cost less accumulated amortization. Normal maintenance and repair expenditures are expensed as incurred.

Amortization is provided using the following methods and rates:

| Asset | Method | Rate |
|---|---|---|
| Building | Declining balance | 5% |
| Furniture and equipment | Declining balance | 20% |
| Computer equipment | Declining balance | 30% |

Assets under construction or development are not subject to amortization until the project is substantially complete and available for use. Amortization is charged for the full year in the year of acquisition. No amortization is taken in the year of disposal. It is expected that this policy will charge operations with the total cost of the assets over the useful life of the assets. Gains or losses on the disposal of individual assets are recognized in income in the year of disposal. Contributions for assets purchased are deferred and amortized on the same basis as the assets to which they relate.

The carrying amount of an item of property and equipment is tested for recoverability whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized when the asset's carrying amount is not recoverable and exceeds its fair value.

(e) Employee benefits:

The Institute provides a defined contribution pension plan, life insurance, long term disability coverage, dental, vision, and health care benefits to employees. Costs are expensed in the year incurred.

(f) Use of estimates:

The preparation of the financial statements in conformity with Canadian accounting standards for not-for-profit organization 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 revenue and expenses during the year. Significant items subject to such estimates and assumptions include the estimated useful life of property and equipment, the collectibility of accounts receivable and estimates of deferred revenue. Actual results could differ from those estimates.

## 2. Significant accounting policies (continued):

(g) Allocation of income and expenses:

The Institute recognizes facility rental income in the Core service fund and allocates facility expense to the Basic Education programs and Other program funds. The amount of income recognized and expense allocated is based on a market rent analysis done by a third party.

The rental income and expense allocated are as follows:

| | 2021 | 2020 |
|---|---|---|
| Facility rental income | $ 275,837 | $ 313,517 |
| Allocated as follows: | | |
| Basic Education programs | 161,750 | 199,430 |
| Other programs | 114,087 | 114,087 |
| | $ 275,837 | $ 313,517 |

## 3. Financial instruments and risk management:

Financial assets and liabilities (cash and cash equivalents, accounts receivable, investments, accounts payable and accrued liabilities, long-term debt and deferred revenue) are recorded at fair value on initial recognition. Investments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Institute has elected to carry investments at fair value. Changes in fair value are recognized in net revenue in the period incurred.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Institute determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Institute expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

## 3. Financial instruments and risk management (continued):

The Institute, through its financial assets and liabilities, has exposure to the following risks from its use of financial instruments.

Credit risk

The Institute's principal financial assets subject to credit risk are cash and cash equivalents, accounts receivable, and investments. The carrying amounts of these financial assets on the statement of financial position represent the Institute's maximum credit exposure at the year-end date.

The Institute's credit risk on its investments is primarily attributable to the volatility of the markets. The credit risk related to accounts receivable is minimized as these receivables are normally from related parties and government agencies. The credit risk on cash and cash equivalents is limited because the counter parties are chartered banks with high credit ratings assigned by national credit-rating agencies.

Interest rate risk

The interest bearing investments have limited exposure to interest rate risk due to their short-term period to maturity. The Institute also has exposure to interest rate risk on its debentures and long-term debt arising from interest at variable rates as well as prevailing interest rates at the time of renewal or refinancing of the debt as it becomes due.

Fair values

Investments are recorded at fair value. For certain of the Institute's financial instruments including accounts receivable and accounts payable and accrued liabilities, the carrying amounts approximate fair value due to the immediate or short-term maturity of these items.

Due to the non-arms length relationship between the parties, it is not possible to approximate the fair value of amounts due to affiliates, that may arise.

## 4. Investments:

| | 2021 | | 2020 | |
|---|---|---|---|---|
| | Cost | Market value | Cost | Market value |
| Debentures | $ 263,615 | $ 268,716 | $ 327,521 | $ 331,408 |
| Guaranteed investments certificate | 370,500 | 370,500 | 197,500 | 197,500 |
| Common shares | 196,792 | 256,310 | 189,541 | 183,193 |
| Cash and cash equivalents | 25,357 | 24,656 | 120,902 | 120,904 |
| Provincial bonds | 81,170 | 82,362 | 81,170 | 83,683 |
| | $ 937,434 | $ 1,002,544 | $ 916,634 | $ 916,688 |

The Provincial Bonds have interest rates of 1.55% to 3.10% (2020- 1.55% to 3.10%) and mature between 2021 and 2024 (2020 - 2021 and 2024)

The debentures are all at fixed rates and have a weighted average interest rate of 2.66% (2020 - 2.69%) and a weighted average term to maturity of 2.63 years (2020 - 3.20 years).

The guaranteed investment certificates have a weighted average interest rate of 2.31% (2020- 2.63%) and a weighted average term to maturity of 2.83 years (2020 - 2.95 years).

## 5. Property and equipment:

| | | | 2021 | 2020 |
|---|---|---|---|---|
| | Cost | Accumulated amortization | Net book value | Net book value |
| Land | $ 981,863 | $ - | $ 981,863 | $ 981,863 |
| Buildings | 8,585,851 | 2,168,347 | 6,417,504 | 6,715,409 |
| Furniture and equipment | 1,398,794 | 1,088,052 | 310,742 | 384,487 |
| Computer equipment | 471,447 | 381,816 | 89,631 | 79,866 |
| | $ 11,437,955 | $ 3,638,215 | $ 7,799,740 | $ 8,161,625 |

In the year ended June 30, 2021, Dumont Technical Institute has assessed for full and partial impairment on capital assets and determined that there are none.

## 6. Deferred revenue:

Deferred revenue is comprised of the following:

| | 2021 | 2020 |
|---|---|---|
| Ministry of Immigration and Career Training - Skills Training | $ 1,116,371 | $ 649,268 |
| Gabriel Dumont Institute Training & Employment Inc. | 231,855 | 458,522 |
| Ministry of Immigration and Career Training - Basic Education programs | 197,537 | 141,907 |
| Other | 51,000 | 51,000 |
| Employee Assistance for People with Disabilities | - | 3,474 |
| | $ 1,596,763 | $ 1,304,171 |

## 7. Long-term debt:

| | 2021 | 2020 |
|---|---|---|
| Clarence Campeau Development Fund mortgage due April 1, 2029, repayable in monthly installments of $5,298 including interest at a rate of 1% over the Bank of Nova Scotia Prime rate (4.95% for the first five years). | $ 430,108 | $ 468,928 |
| Clarence Campeau Development Fund no-interest loan due June 1, 2029, repayable in monthly installments of $2,525.00. | 252,500 | 280,275 |
| CIBC mortgage due July 1, 2027, repayable in monthly installments of $12,850 including interest at a rate of 0.75% over the CIBC prime rate (2.45%) | 908,760 | 973,436 |
| | 1,591,368 | 1,722,639 |
| Current portion | 200,533 | 192,395 |
| | $ 1,390,835 | $ 1,530,244 |

## 7. Long-term debt (continued):

Estimated principal repayments of long-term debt for each of the five years and thereafter are as follows:

| | |
|---|---|
| 2021 | $ 200,533 |
| 2022 | 206,846 |
| 2023 | 213,405 |
| 2024 | 220,219 |
| 2025 | 227,297 |
| Thereafter | 523,068 |
| | $ 1,591,368 |

## 8. Deferred capital contributions:

| | Contribution Received | Amortization | Balance 2021 | Balance 2020 |
|---|---|---|---|---|
| La Loche Building | 1,480,000 | 274,351 | 1,205,469 | 1,268,915 |
| 917 22nd Street West Building | 1,600,000 | 156,000 | 1,444,000 | 1,520,000 |
| | $ 3,080,000 | $ 430,351 | $ 2,649,469 | $ 2,788,915 |

The Institute entered into an agreement (the "Agreement") with the Minister of Advanced Education of the Government of Saskatchewan (the "Minister") for the La Loche Program Centre Addition Project. Construction of the La Loche Program Centre was completed in 2018 and $2,036,017 of construction costs have been incurred and capitalized to property and equipment. The deferred capital contribution funding of $1,480,000 is being amortized into income on the same rate (5% declining balance) as the La Loche Centre capital costs.

Construction of the 917 22nd Street West Building was completed in 2019 and during the year $3,195,077 of construction costs have been incurred and capitalized to property and equipment. Deferred capital contributions for the 917 22nd Street West Building consists of funds received or receivable for costs incurred. The deferred capital contribution funding of $1,600,000 is being amortized into income on the same rate (5% declining balance) as the 917 22nd Street West Building capital costs.

## 9. Commitments:

The Institute is committed pursuant to various operating leases for premises and office equipment in each of the next two years as follows:

| | |
|---|---|
| 2021 | $ 204,287 |
| 2022 | 16,138 |
| | $ 220,425 |

The majority of operating leases are renewable on an annual basis.

## 10. Related party transactions:

Dumont Technical Institute Inc. conducts business with several related party organizations through the Gabriel Dumont Institute (note 1). The Gabriel Dumont Institute is the educational affiliate of the Métis Nation - Saskatchewan. Related party transactions are recorded at the exchange amount being amounts agreed upon between the related parties.

| | 2021 | 2020 |
|---|---|---|
| Tuition and fees | $ 1,918,275 | $ 2,204,478 |
| Rent (included in facility rental and other income) | 358,584 | 351,024 |
| Tuitions | (12,000) | (4,000) |
| Public relations expense | (25,539) | (4,646) |
| Administrative services expense | (180,185) | (204,132) |
| Facilities expense | (204,994) | (188,477) |
| | $ 1,854,141 | $ 2,154,247 |

Inter-fund administrative support/facility recovery expenses are charged based on estimated use of services.

Amounts included in accounts receivable and accounts payable are as follows:

| Accounts receivable | 2021 | 2020 |
|---|---|---|
| Gabriel Dumont Institute Training & Employment Inc. | $ 235,541 | $ 172,158 |
| Gabriel Dumont Institute of Native Studies and Applied Research, Inc. | 3,743 | 195 |
| Gabriel Dumont College Inc. | - | 400,100 |
| | $ 239,284 | $ 572,453 |

## 10. Related party transactions (continued):

| Accounts payable and accrued liabilities | | 2021 | | 2020 |
|---|---|---|---|---|
| Gabriel Dumont Institute of Native Studies and Applied Research, Inc. | $ | 44,716 | $ | 26,881 |
| Gabriel Dumont Institute Training & Employment Inc. | | 10,719 | | - |
| | $ | 55,435 | $ | 26,881 |

## 11. Economic dependence:

Approximately 62% (2020 - 62%) of the Institute's revenue was derived from the Government of Saskatchewan. Funding is provided by annual grants under contracts expiring on various dates.

## 12. Pension plan:

The Institute contributed to a pension plan for the employees based on a negotiated rate of contribution. The pension expense for the year was $232,641 (2020 - $233,939).

## 13. COVID 19:

On March 11, 2020 COVID-19 was declared a pandemic by the World Health Organization. This has resulted in significant economic uncertainty and financial markets have experienced significant volatility in response to the developing COVID-19 pandemic. While operations of Dumont Technical Institute have not been significantly impacted by the pandemic, the situation is dynamic and the ultimate duration and magnitude of the potential impact on future results is currently undeterminable.

Financial Statements of

# GABRIEL DUMONT INSTITUTE TRAINING AND EMPLOYMENT INC.

And Independent Auditors' Report thereon

Year ended March 31, 2021

# INDEPENDENT AUDITORS' REPORT

To the Board of Governors of Gabriel Dumont Institute Training and Employment Inc.

## *Opinion*

We have audited the financial statements of Gabriel Dumont Institute Training and Employment Inc. (the Entity), which comprise:

- the statement of financial position as at March 31, 2021
- the statement of operations for the year then ended
- the statement of cash flows for the year then ended
- and notes 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 Entity as at March 31, 2021, and its results of operations and its cash flows for the year then ended in accordance with financial reporting provisions of the Aboriginal Skills and Employment Training Strategy Métis Funding Agreement dated August 25, 2010 and amendment agreement dated May 8, 2019.

## *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 "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

We are independent of the Entity 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.

## *Emphasis of Matter – Financial Reporting Framework*

We draw attention to Note 1 in the financial statements, which describes the applicable financial reporting framework and the purpose of the financial statements.

As a result, the financial statements may not be suitable for another purpose.

Our opinion is not modified in respect of this matter.

## *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 financial reporting provisions of the Aboriginal Skills and Employment Training Strategy Métis Funding Agreement dated August 25, 2010 and amendment agreement dated May 8, 2019, 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

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

### *Auditors' 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 auditors' 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 Entity'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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Entity 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.

- 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

Saskatoon, Canada
July 22, 2021

# GABRIEL DUMONT INSTITUTE TRAINING AND EMPLOYMENT INC.

Statement of Financial Position

March 31, 2021, with comparative information for 2020

| | | 2021 | | 2020 |
|---|---|---|---|---|
| **Assets** | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | $ | - | $ | 105,047 |
| Accounts receivable | | 587,742 | | 163,852 |
| Prepaid expenses | | 539,445 | | |
| | | 1,127,187 | | 268,899 |
| Furniture, equipment, and vehicle (note 2) | | 6,390 | | 14,910 |
| | $ | 1,133,577 | $ | 283,809 |
| **Liabilities** | | | | |
| Current liabilities: | | | | |
| Bank indebtedness (note 1(c)) | $ | 439,900 | $ | - |
| Accounts payable and accrued liabilities | | 29,087 | | 153,910 |
| Due to related party (Note 6) | | 258,594 | | - |
| Deferred revenue (note 3) | | 399,606 | | 114,989 |
| | | 1,127,187 | | 268,899 |
| Deferred contributions for furniture, equipment, and vehicle (note 4) | | 6,390 | | 14,910 |
| | $ | 1,133,577 | $ | 283,809 |

See accompanying notes to financial statements.

On behalf of the Board:

Verla Bell Governor

Governor

# GABRIEL DUMONT INSTITUTE TRAINING AND EMPLOYMENT INC.

Statement of Operations

Year ended March 31, 2021, with comparative information for 2020

| | | 2021 | | 2020 |
|---|---|---|---|---|
| Revenue: | | | | |
| Service Canada-Indigenous Skills and Employment Training Strategy Métis Funding ("ISETP") (schedule 1) | $ | 13,822,582 | $ | 14,087,797 |
| Skills and Partnership Fund Agreement - (SPF) | | 1,644,570 | | 2,138,016 |
| Western Diversification Program ("WDP") - Entrepreneurship | | 195,714 | | 471,442 |
| | | 15,662,866 | | 16,697,255 |
| Expenses (schedule 2): | | | | |
| Service delivery (schedule 3) | | 11,331,372 | | 12,120,304 |
| Wages and benefits | | 3,626,384 | | 3,733,119 |
| Facilities rentals | | 272,980 | | 243,324 |
| Computer software support | | 80,193 | | 40,810 |
| Public relations | | 79,500 | | 108,158 |
| Telephone | | 77,335 | | 70,354 |
| Office supplies | | 48,481 | | 61,122 |
| Selection committee and professional development | | 42,968 | | 58,068 |
| Professional fees | | 34,178 | | 39,557 |
| Office | | 18,469 | | 55,203 |
| Equipment rentals | | 14,210 | | 11,640 |
| Insurance | | 13,752 | | 11,422 |
| Amortization | | 8,520 | | 8,674 |
| Interest and bank charges | | 5,916 | | 3,980 |
| Staff travel | | 5,199 | | 129,660 |
| Postage and courier | | 2,956 | | 1,422 |
| Repairs and maintenance | | 300 | | 310 |
| Contractual services and consulting | | 153 | | 128 |
| | | 15,662,866 | | 16,697,255 |
| Excess of revenue over expenses | $ | - | $ | - |

See accompanying notes to financial statements.

## GABRIEL DUMONT INSTITUTE TRAINING AND EMPLOYMENT INC.

Statement of Cash Flows

Year ended March 31, 2021, with comparative information for 2020

| | 2021 | 2020 |
|---|---|---|
| Cash flows from (used in): | | |
| Operations: | | |
| Items not involving cash: | | |
| Amortization of furniture, equipment and vehicles | $ 8,520 | $ 8,674 |
| Amortization of deferred contributions for furniture, equipment and vehicles | (8,520) | (8,674) |
| Change in non-cash operating working capital: | | |
| Accounts receivable | (423,890) | 95,935 |
| Prepaid expenses | (539,445) | - |
| Accounts payable and accrued liabilities | (124,823) | (353,607) |
| Deferred revenue | 284,617 | (417,389) |
| Due to related party | 258,594 | - |
| Decrease in cash position | (544,947) | (675,061) |
| Cash and cash equivalents, beginning of year | 105,047 | 780,108 |
| Cash and cash equivalents (Bank indebtedness), end of year | $ (439,900) | $ 105,047 |

See accompanying notes to financial statements.

**Operations:**

Gabriel Dumont Institute Training and Employment Inc. ("the Institute") is a not-for-profit organization that provides Métis people in Saskatchewan the opportunity to obtain training and education. This opportunity is provided through the Institute and funded through the Métis Human Resources Development Agreement signed with Human Resources and Social Development and the Employment Insurance Commission ("Service Canada") (the "AHRDA Agreement") and its successor agreements the Aboriginal Skills and Employment Training Strategy Métis Funding Agreement dated August 25, 2010 ("ASETS Agreement" or "ASETS"), amended by Indigenous Skills and Employment Training Program Agreement dated May 8, 2019 ("ISET Agreement" or "ISETP"), the Western Diversification Project Article Agreement dated November 4, 2014 ("WDP Agreement" or "WDP") and the WDP Entrepreneurship Agreement dated September 14, 2017 with the Minister of Western Economic Diversification.

The Institute is jointly controlled with Gabriel Dumont Institute of Native Studies and Applied Research, Inc., and its related entities: Gabriel Dumont College Inc., Dumont Technical Institute Inc., and Gabriel Dumont Scholarship Foundation II, as the Board of Governors of Gabriel Dumont Institute of Native Studies and Applied Research, Inc. are the same governors and the only governors of the controlled entities. These financial statements do not include the operations of these other entities.

The Institute and its affiliates are incorporated under the Non-Profit Corporations Act of Saskatchewan and as such are not subject to income tax under the Income Tax Act (Canada). The Institute commenced operations in November of 2006. The ISETP Agreement with Service Canada has been renewed to March 31, 2029. The WDP Entrepreneurship Agreement with the Minister of Western Economic Diversification has been renewed to March 31, 2023. The Skills and Partnership Fund ("SPF") Agreement with the Minister of Employment, Workforce Development and Labour has been renewed to March 31, 2023.

**1. Significant accounting policies:**

The financial statements have been prepared for the purposes of reporting to the Institute's primary funding agency, Service Canada. As a result, these financial statements have been prepared in accordance with Canadian Accounting Standards for Not-For-Profit Organizations, with the exception of the use of the modified cash basis for programs as outlined in note 1(a), and reflect the following accounting policies:

1. **Significant accounting policies (continued):**

(a) Modified cash basis for programs:

Program claims submitted within sixty days of the financial statement date are accrued as program expenses and included in funding claims from Service Canada. Program expenses not submitted within the sixty day deadline are not recognized in the period when the activity occurred that caused the expense. Amounts spent on eligible expenditures over current year funding levels that have been approved for carry over to be applied against next year funding have been recorded as prepaid expenses. This differs from Canadian Accounting Standards for Not-For-Profit organizations as the expenses are to be recognized in the period incurred.

(b) Revenue recognition:

The Institute 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. Interest earned on restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Contributions restricted for the purchase of furniture, equipment and vehicle are deferred and recognized into revenue at a rate corresponding with the amortization rate for the related furniture, equipment and vehicle.

The value of contributed services and related expenses is not recognized in these financial statements.

(c) Cash and cash equivalents (Bank indebtedness):

Cash and cash equivalents include bank indebtedness and balances with financial institutions which are highly liquid and have an initial term to maturity of three months or less.

The Institute has an available credit facility authorized to a maximum of $500,000 which bears interest at bank prime plus 1% on outstanding amounts. As of March 31, 2021 $331,194 (2020 - $500,000) is available on the line.

## 1. Significant accounting policies (continued):

(d) Furniture, equipment, and vehicle:

Furniture, equipment, and vehicle are recorded at cost. Repairs and maintenance costs are charged to expense. Betterments which extend the estimated life of an asset are capitalized. Amortization is provided using the following methods and annual rates:

| Asset | Method | Rate |
|---|---|---|
| Furniture and equipment | Declining balance | 20% |
| Computer equipment | Declining balance | 20% |
| Vehicle | Straight-line | 20% |

Amortization is recorded in the month the assets are put into use such that the total costs of the assets will be charged to operations over the useful life of the assets.

(e) Use of estimates:

The preparation of financial statements 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 amount of revenue and expenses during the year. Significant items subject to such estimates and assumptions include the collectibility of accounts receivable, accounts payable and accrued liabilities, useful life of furniture, equipment and vehicle and the estimates of deferred revenue. Actual results could differ from these estimates.

(f) Employee benefits:

The Institute provides a defined contribution pension plan, life insurance, long-term disability coverage, dental, vision, and health care benefits to employees. Costs are expensed in the year incurred. Pension expense was $211,400 (2020- $211,058).

(g) Financial instruments:

Financial assets and liabilities (cash and cash equivalents (bank indebtedness), accounts receivable and accounts payable and accrued liabilities) are recorded at fair value on initial recognition. All financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Institute has not elected to carry any such financial instruments at fair value.

## 1. Significant accounting policies (continued):

(g) Financial instruments (continued):

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Institute determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Institute expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(h) Allocation of expenses:

The Institute allocates all of its expenses to individual programs. The costs of each program include the costs of personnel, premises and other expense that are directly related to providing the program services.

## 2. Furniture, equipment, and vehicles:

| | Cost | Accumulated Amortization | 2021 Net book value | 2020 Net book value |
|---|---|---|---|---|
| Vehicle | $ 39,575 | $ 35,618 | $ 3,957 | $ 11,872 |
| Furniture and equipment | 49,455 | 47,448 | 2,007 | 2,505 |
| Computer equipment | 10,506 | 10,080 | 426 | 533 |
| | $ 99,536 | $ 93,146 | $ 6,390 | $ 14,910 |

## 3. Deferred revenue:

Deferred revenue relates to expenses of future periods and represents unspent externally restricted contributions for specific programs.

| | 2021 | 2020 |
|---|---|---|
| Service Canada ISETP Agreement | $ - | $ 100,524 |
| Skills and Partnership Fund | 399,606 | 14,465 |
| | $ 399,606 | $ 114,989 |

## 4. Deferred contributions for furniture, equipment and vehicle:

Deferred contributions for furniture, equipment and vehicle represents the unamortized amount related to the purchase of these capital assets. The amortization of deferred contributions for furniture, equipment and vehicle is recorded as revenue in the statement of operations.

| | 2021 | 2020 |
|---|---|---|
| Balance, beginning of year | $ 14,910 | $ 23,584 |
| Deferred contributions recognized | (8,520) | (8,674) |
| Balance, end of year | $ 6,390 | $ 14,910 |

## 5. Commitments:

The Institute has specific commitments pursuant to operating leases for the rental of office space and equipment, as follows:

| | |
|---|---|
| 2022 | $ 290,398 |
| 2023 | 70,661 |
| 2024 | 71,533 |
| 2025 | 72,697 |
| 2026 | 42,958 |

The operating leases are primarily based on monthly rentals.

## 6. Related party transactions:

During the year the Institute paid $2,640,549 (2020 - $1,047,072), $397 (2020 - Nil), $565,248 (2020 - $630,449) and $874 (2020 - $23,126) for service delivery and salaries to Dumont Technical Institute Inc., Gabriel Dumont Institute of Native Studies and Applied Research Inc., Gabriel Dumont College Inc. and Metis Nation of Saskatchewan, respectively.

The Institute has entered into a lease with each of Dumont Technical Institute Inc. and Gabriel Dumont Institute of Native Studies and Applied Research Inc. for the rental of office space. The Institute paid $107,135 and $57,576, respectively, for these services for the year ended March 31, 2021 (2020 - $106,723 and $57,803).

Due to Related Party includes $258,594 (2020 - nil) owing to Gabriel Dumont Institute of Native Studies and Applied Research, Inc., is non-interest bearing and is not subject to fixed terms of repayment.

Accounts receivable includes $102,390 (2020 - $232) owed from Gabriel Dumont Institute of Native Studies and Applied Research, Inc., $211,522 (2020 - $1,177) owed from Dumont Technical Institute Inc. and $200,000 (2020 - $nil) owed from Gabriel Dumont College Inc.

Certain administrative functions of the organization are managed by Gabriel Dumont Institute of Native Studies and Applied Research, Inc. at no charge.

Related party transactions are recorded at the exchange amount being amounts agreed upon between the related parties.

## 7. Economic dependence:

99% (2020 - 97%) of the Institute's revenue was derived from Service Canada. The contract with Service Canada has been extended to March 31, 2029.

## 8. Financial instruments and risk management:

The Institute, through its financial assets and liabilities, has exposure to the following risks from its use of financial instruments: credit risk and market risk (interest rate risk and other price risks).

Credit risk:

The Institute's principal financial assets are cash and cash equivalents (bank indebtedness), accounts receivable which are all subject to credit risk. The carrying amounts of these financial assets on the statement of financial position represents the Institute's maximum credit exposure at the statement of financial position date.

The Institute's credit risk is primarily attributable to its accounts receivable. Credit risk related to accounts receivable is minimized as these receivables are from government organizations. The credit risk on cash and cash equivalents is limited because the counterparties are chartered banks with high credit ratings assigned by national credit-rating agencies.

Market risk:

The Institute is exposed to interest rate risk arising from fluctuations in interest rates on its credit facility agreement. Interest rate risk associated with the credit facility agreement is limited as the maximum amount of line of credit is $500,000.

## 9. COVID 19:

In March 2020, the World Health Organization declared the outbreak of novel coronavirus (COVID-19) as a pandemic which continues to spread throughout Canada. On March 18, 2020, the Government of Saskatchewan (SK) declared a provincial state of emergency due to the pandemic. The impact of COVID-19 on the Institute, including the remote delivery of certain programming and various effects on funding availability, are reflected in the financial statements for the year ended March 31, 2021. While operations of the Institute have not been significantly impacted by the pandemic, the situation is dynamic and the ultimate duration and magnitude of the potential impact on future results is currently undeterminable.

# GABRIEL DUMONT INSTITUTE TRAINING AND EMPLOYMENT INC.

Schedules of Service Canada ISETP Agreement Revenue

Year ended March 31, 2021, with comparative information for 2020

| | Employment Insurance | Consolidated Revenue Fund | 2021 | 2020 |
|---|---|---|---|---|
| Service Canada contributions | $ 4,731,451 | $ 8,954,727 | $ 13,686,178 | $ 13,539,417 |
| Deferred revenue - beginning of year | - | 100,524 | 100,524 | 532,369 |
| Deferred contributions for furniture, equipment and vehicle - beginning of year | - | 14,910 | 14,910 | 23,584 |
| Deferred contributions for furniture, equipment and vehicle - end of year | - | (6,390) | (6,390) | (14,910) |
| Interest earned | - | 20,837 | 20,837 | 100,811 |
| Other revenue | - | 6,523 | 6,523 | 7,050 |
| Deferred revenue - end of year | - | - | - | (100,524) |
| Revenue recognized | $ 4,731,451 | $ 9,091,131 | $ 13,822,582 | $ 14,087,797 |

# GABRIEL DUMONT INSTITUTE TRAINING AND EMPLOYMENT INC.

Schedule of Expenses

Year ended March 31, 2021, with comparative information for 2020

| | Employment Insurance | Consolidated Revenue Fund | Western Diversification Program | Skills and Partnership Fund | 2021 | 2020 |
|---|---|---|---|---|---|---|
| Program Administration Expenses | | | | | | |
| Wages and benefits | $ 384,645 | $ 972,504 | $ 189,091 | $ 156,388 | $ 1,702,628 | $ 1,437,015 |
| Public relations | 936 | 68,232 | 6,134 | 1,061 | 76,363 | 84,655 |
| Office | - | 2,858 | - | - | 2,858 | 33,744 |
| Staff travel | 572 | 2,806 | 490 | 587 | 4,455 | 48,664 |
| Professional fees | - | 34,178 | - | - | 34,178 | 39,557 |
| Facilities rentals | - | 37,400 | - | - | 37,400 | 36,988 |
| Computer software support | - | 66,085 | - | - | 66,085 | 33,490 |
| Telephone | 49,717 | 27,618 | - | - | 77,335 | 21,695 |
| Insurance | - | 13,202 | - | - | 13,202 | 11,422 |
| Selection committee and professional development | 8,865 | 17,732 | - | - | 26,597 | 24,435 |
| Amortization | - | 8,520 | - | - | 8,520 | 8,674 |
| Office supplies | 30,463 | 9,415 | - | - | 39,878 | 15,458 |
| Interest and bank charges | - | 5,916 | - | - | 5,916 | 3,980 |
| Contractual services and consulting | - | 153 | - | - | 153 | 128 |
| Postage and courier | 2,687 | 269 | - | - | 2,956 | 249 |
| | 477,885 | 1,266,888 | 195,715 | 158,036 | 2,098,524 | 1,800,154 |
| Program Assistance Expenses | | | | | | |
| Education and training costs | 1,685,284 | 4,791,804 | - | 342,969 | 6,820,057 | 6,581,126 |
| Student allowances | 857,090 | 2,177,335 | - | 23,658 | 3,058,083 | 3,470,937 |
| Wage subsidies | 121,861 | 211,465 | - | 1,119,906 | 1,453,232 | 2,068,241 |
| Staff travel | - | - | - | - | - | 53,521 |
| Telephone | - | - | - | - | - | 48,529 |
| Office supplies | - | - | - | - | - | 28,040 |
| Public relations | - | - | - | - | - | 1,393 |
| Postage and courier | - | - | - | - | - | 1,173 |
| | 2,664,235 | 7,180,604 | - | 1,486,533 | 11,331,372 | 12,252,960 |

# GABRIEL DUMONT INSTITUTE TRAINING AND EMPLOYMENT INC.

Schedule of Expenses (continued)

Year ended March 31, 2021, with comparative information for 2020

| | Employment Insurance | Consolidated Revenue Fund | Western Diversification Program | Skills and Partnership Fund | 2021 | 2020 |
|---|---|---|---|---|---|---|
| Employment Assistance Services | | | | | | |
| Wages and benefits | $ 1,589,331 | $ 334,425 | $ - | $ - | $ 1,923,756 | $ 2,296,104 |
| Facilities rental | - | 235,580 | - | - | 235,580 | 206,336 |
| Staff travel | - | 744 | - | - | 744 | 27,475 |
| Selection committee and professional development | - | 16,371 | - | - | 16,371 | 33,633 |
| Office | - | 15,611 | - | - | 15,611 | 21,459 |
| Office supplies | - | 8,603 | - | - | 8,603 | 17,624 |
| Equipment rentals | - | 14,210 | - | - | 14,210 | 11,640 |
| Public relations | - | 3,137 | - | - | 3,137 | 22,110 |
| Computer software support | - | 14,108 | - | - | 14,108 | 7,320 |
| Repairs and maintenance | - | 300 | - | - | 300 | 310 |
| Telephone | - | - | - | - | - | 130 |
| Insurance | - | 550 | - | - | 550 | - |
| Contractual services and consulting | - | - | - | - | - | - |
| | 1,589,331 | 643,639 | - | - | 2,232,970 | 2,644,141 |
| | $ 4,731,451 | $ 9,091,131 | $ 195,715 | $ 1,644,569 | $15,662,866 | $16,697,255 |

# GABRIEL DUMONT INSTITUTE TRAINING AND EMPLOYMENT INC.

Schedule of Service Delivery Expenses

Year ended March 31, 2021, with comparative information for 2020

| | Saskatoon | Regina | Prince Albert | Nipawin | La Ronge | Yorkton | North Battleford | Meadow Lake | Ile a la Crosse | La Loche | Beauval | 2021 | 2020 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Tuition and program delivery | $ 1,624,652 | $ 952,508 | $1,172,106 | $ 210,045 | $ 537,022 | $ 51,015 | $ 149,212 | $ 358,808 | $ 93,496 | $ 233,485 | $ 150,790 | $ 5,533,139 | $ 4,899,654 |
| Income support | 883,768 | 589,314 | 513,404 | 141,521 | 53,530 | 88,105 | 184,289 | 270,230 | 73,234 | 147,027 | 147,088 | 3,091,510 | 3,494,909 |
| Wage subsidies | 411,700 | 64,239 | 172,120 | 35,442 | 61,558 | 56,665 | 65,252 | 266,647 | 105,917 | 13,855 | 52,655 | 1,306,050 | 1,908,821 |
| Books | 80,787 | 64,253 | 62,112 | 14,966 | 5,035 | 8,952 | 25,918 | 41,658 | 7,305 | 24,872 | 17,727 | 353,585 | 586,831 |
| Dependent care | 96,228 | 67,257 | 39,061 | 4,575 | 1,365 | - | 23,763 | 62,183 | 6,163 | 14,813 | 7,615 | 323,023 | 390,930 |
| Supplies | 86,320 | 41,586 | 61,635 | 64 | 573 | 6,379 | 13,117 | 22,411 | 6,111 | 7,410 | 3,855 | 249,461 | 403,980 |
| Student work experience | 12,662 | - | 47,818 | 35,379 | - | - | 4,958 | 38,250 | - | - | 8,115 | 147,182 | 159,418 |
| Student travel | 37,271 | 20,409 | 16,682 | 14,105 | 1,751 | 7,732 | 6,284 | 25,138 | 4,910 | 4,075 | 6,361 | 144,718 | 265,300 |
| Living away from home allowance | 2,900 | 100 | - | 1,450 | 3,800 | - | 125 | 1,600 | - | - | 350 | 10,325 | 7,419 |
| Special needs allowance | 43,360 | 17,871 | 36,662 | 1,584 | 1,530 | 7,191 | 4,544 | 40,939 | 4,627 | 4,500 | 9,571 | 172,379 | 3,042 |
| | $ 3,279,648 | $ 1,817,537 | $ 2,121,600 | $ 459,131 | $ 666,164 | $ 226,039 | $ 477,462 | $ 1,127,864 | $ 301,763 | $ 450,038 | $ 404,129 | $ 11,331,372 | $ 12,120,304 |

Financial Statements of

# GABRIEL DUMONT COLLEGE INC.

And Independent Auditors' Report thereon

Year ended March 31, 2021

KPMG

# INDEPENDENT AUDITORS' REPORT

To the Governors of Gabriel Dumont College Inc.

## *Opinion*

We have audited the financial statements of Gabriel Dumont College Inc.(the Entity), which comprise:

- the statement of financial position as at March 31, 2021
- the statement of operations for the year then ended
- the statement of changes net assets for the year then ended
- the statement of cash flows for the year then ended
- and notes 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 Entity as at March 31, 2021, 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 Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

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

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

## *Auditors' 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 auditors' 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 Entity'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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Entity 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.

- 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

Saskatoon, Canada

July 22, 2021

# GABRIEL DUMONT COLLEGE INC.

Statement of Financial Position

March 31, 2021, with comparative information for 2020

| | | 2021 | | 2020 |
|---|---|---|---|---|
| **Assets** | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | $ | 384,624 | $ | 873,707 |
| Investments and marketable securities (note 3) | | 182,371 | | 162,902 |
| Accounts receivable | | 834,921 | | 709,329 |
| Prepaid expenses | | 2,487 | | 13,733 |
| | | 1,404,403 | | 1,759,671 |
| Equipment (note 4) | | 13,724 | | 7,743 |
| | $ | 1,418,127 | $ | 1,767,414 |
| **Liabilities and Net Assets** | | | | |
| Current liabilities: | | | | |
| Accounts payable and accrued liabilities | $ | 402,759 | $ | 695,576 |
| Net assets: | | | | |
| Unrestricted | | 1,001,644 | | 1,064,095 |
| Invested in equipment | | 13,724 | | 7,743 |
| | | 1,015,368 | | 1,071,838 |
| | $ | 1,418,127 | $ | 1,767,414 |

See accompanying notes to financial statements.

On behalf of the Board:

Viola Bell Governor

Governor

# GABRIEL DUMONT COLLEGE INC.

Statement of Operations

Year ended March 31, 2021, with comparative information for 2020

| | 2021 | 2020 |
|---|---|---|
| Revenue: | | |
| Tuition and related fees (note 5) | $ 1,842,610 | $ 1,727,418 |
| Investment Income | 24,130 | 16,899 |
| Program grants (note 5) | - | 187,123 |
| | 1,866,740 | 1,931,440 |
| Expenses: | | |
| Salaries and benefits | 1,161,853 | 857,844 |
| Scholarships, tuition and student fees | 424,585 | 538,569 |
| Student supplies | 126,087 | 76,381 |
| Consulting fees | 117,512 | 201,525 |
| Travel | 15,863 | 37,002 |
| Equipment expense | 14,045 | 59,190 |
| Audit and legal | 13,488 | 18,351 |
| Office supplies and services | 12,854 | 17,282 |
| Bank charges | 10,879 | 10,655 |
| Facilities and rent | 10,605 | 14,301 |
| Repairs and maintenance | 9,774 | 555 |
| Promotions | 3,280 | 86,330 |
| Amortization of equipment | 2,385 | 1,935 |
| Start up allowances | - | 1,750 |
| Student recruitment | - | 917 |
| Computer | - | 190 |
| | 1,923,210 | 1,922,777 |
| Excess (deficiency) of revenue over expenses | $ (56,470) | $ 8,663 |

See accompanying notes to financial statements.

# GABRIEL DUMONT COLLEGE INC.

Statement of Changes in Net Assets

Year ended March 31, 2021, with comparative information for 2020

| | Unrestricted | Invested in Equipment | Total |
|---|---|---|---|
| Net assets, April 1, 2019 | $ 1,053,497 | $ 9,678 | $ 1,063,175 |
| Excess of revenue over expenses | 8,663 | - | 8,663 |
| Amortization of equipment | 1,935 | (1,935) | - |
| Net assets, March 31, 2020 | $ 1,064,095 | $ 7,743 | $ 1,071,838 |
| Excess of revenue over expenses | (56,470) | - | (56,470) |
| Amortization of equipment | 2,385 | (2,385) | - |
| Purchase of equipment | (8,366) | 8,366 | - |
| Net assets, March 31, 2021 | $ 1,001,644 | $ 13,724 | $ 1,015,368 |

See accompanying notes to financial statements.

# GABRIEL DUMONT COLLEGE INC.

Statement of Cash Flows

Year ended March 31, 2021, with comparative information for 2020

| | | 2021 | | 2020 |
|---|---|---|---|---|
| Cash flows from (used in): | | | | |
| Operations: | | | | |
| Excess (deficiency) of revenue over expenses | $ | (56,470) | $ | 8,663 |
| Items not involving cash: | | | | |
| Amortization of equipment | | 2,385 | | 1,935 |
| Change in fair value of investments | | (19,469) | | 4,512 |
| Change in non-cash operating working capital: | | | | |
| Accounts receivable | | (125,592) | | 1,010 |
| Prepaid expenses | | 11,246 | | (9,233) |
| Accounts payable and accrued liabilities | | (292,817) | | 233,397 |
| Deferred revenue | | - | | (187,123) |
| | | (480,717) | | 53,161 |
| Investing: | | | | |
| Purchase of equipment | | (8,366) | | - |
| (Decrease) increase in cash and cash equivalents | | (489,083) | | 53,161 |
| Cash and cash equivalents, beginning of year | | 873,707 | | 820,546 |
| Cash and cash equivalents, end of year | $ | 384,624 | $ | 873,707 |

See accompanying notes to financial statements.

## 1. Nature of operations:

Gabriel Dumont College Inc. ("GDC" or "the College") is a Not-for-Profit Organization incorporated under the Non Profit Corporations Act of Saskatchewan and is not subject to income tax under the Income Tax Act (Canada). The purpose of the College is to provide a means of post secondary education for Métis people.

The College is affiliated with the University of Saskatchewan and the University of Regina to allow Non Métis university students to enroll in GDC programming provided there is space available after Métis students have enrolled to a maximum total capacity of 40 people.

The Institute is jointly controlled with Gabriel Dumont Institute of Native Studies and Applied Research and its related entities: Dumont Technical Institute Inc., Gabriel Dumont Institute Training & Employment Inc., the Gabriel Dumont Scholarship Foundation II, and the Board of Governors of Gabriel Dumont College Inc. are the governors of all the controlled entities.

## 2. Significant accounting policies:

These financial statements have been prepared in accordance with Canadian Accounting Standards for Not-For-Profit Organizations in Part III of the CPA Canada Handbook and reflect the following accounting policies:

(a) Revenue recognition:

The College follows the deferral method of accounting for contributions. Tuition and related fees are recognized when courses are provided and collection of the related receivable is probable, persuasive evidence of an arrangement exists and the sales price is fixed or determinable. Amounts received for future services are deferred until the service is provided.

Funds received for programs which have been externally restricted and where the related costs will be incurred in future periods are recorded as deferred revenue on the statement of financial position and will be recorded as revenue on the statement of operations in the period when the related costs are incurred.

(b) Use of estimates:

The preparation of the financial statements 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 revenue and expenses during the year. Significant items subject to such estimates and assumptions include the estimated useful life of equipment, the collectibility of accounts receivable, accounts payable and accrued liabilities. Actual results could differ from those estimates.

## 2. Significant accounting policies (continued):

(c) Cash and cash equivalents:

Cash and cash equivalents include cash, bank indebtedness and balances with financial institutions which are highly liquid and have an initial term to maturity of three months or less.

(d) Equipment:

Equipment is recorded at cost. Repairs and maintenance costs are charged to expense. When equipment no longer contributes to the College's ability to provide services its carrying amount is written down to its residual value. Equipment is amortized over its estimated useful lives using the following methods and annual rates:

| Asset | Method | Rate |
|---|---|---|
| Computer equipment | Declining | 20 % |
| Other equipment | Declining | 20 % |

Amortization is recorded in the month the assets are put into use such that the total cost of the assets will be charged to operations over the useful life of the assets.

(e) Financial instruments:

Financial assets and liabilities (cash and cash equivalents, investments and marketable securities, accounts receivable and account payable and accrued liabilities) are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The College has elected to carry their investments and marketable securities at fair value. Fair value fluctuations in these assets including interest earned, interest accrued, gains and losses realized on disposal and unrealized gains and losses are included in investment income.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

## 2. Significant accounting policies (continued):

(e) Financial instruments (continued):

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, The College determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount The College expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(f) Allocation of shared expenses:

Gabriel Dumont Institute of Native Studies and Applied Research, Inc. ("Institute") and affiliates sometimes incur shared costs that are related to all Gabriel Dumont affiliates. The Institute allocates certain of its general support expenses by identifying the appropriate basis of allocating each expense between the affiliates.

## 3. Investments and marketable securities:

| | 2021 Cost | 2021 Market | 2020 Cost | 2020 Market |
|---|---|---|---|---|
| Provincial bonds | $ 12,257 | $ 12,522 | $ 17,228 | $ 17,516 |
| Debentures | 44,057 | 45,661 | 48,138 | 47,562 |
| Guaranteed investment certificate | 50,000 | 50,000 | 46,000 | 46,000 |
| Cash | 29,908 | 29,792 | 22,183 | 22,183 |
| Common shares | 36,316 | 44,396 | 34,473 | 29,641 |
| | $ 172,538 | $ 182,371 | $ 168,022 | $ 162,902 |

The Provincial Bonds have interest rates of 1.55% to 3.10% (2020 - 1.55% to 3.10%) and mature between 2022 and 2024 (2020 - 2021 to 2024).

The debentures are all at fixed rates and have a weighted average interest rate of 2.66% (2020 - 2.71%) and a weighted average term to maturity of 2.82 (2020 - 3.58) years.

The guaranteed investment certificates have a weighted average interest rate of 2.34% (2020 - 2.64%) and a weighted average term to maturity of 3.11 (2020 - 2.41) years.

## 4. Equipment:

| | | Cost | | Accumulated amortization | | 2021 Net book value | | 2020 Net book value |
|---|---|---|---|---|---|---|---|---|
| Computer equipment | $ | 67,004 | $ | 59,557 | $ | 7,447 | $ | 1,467 |
| Other equipment | | 41,074 | | 34,797 | | 6,277 | | 6,276 |
| | $ | 108,078 | $ | 94,354 | $ | 13,724 | $ | 7,743 |

Computer equipment with a net carrying value of $1,174 (2020 - $1,467) represents Gabriel Dumont College's one third interest in a computer system that is shared with Gabriel Dumont Institute of Native Studies and Applied Research, Inc. and Dumont Technical Institute Inc.

## 5. Related party transactions:

The College had the following transactions with related parties during the year. All transactions were recorded at the exchange amount being amounts agreed upon between the related parties.

| | | 2021 | | 2020 |
|---|---|---|---|---|
| **Revenues:** | | | | |
| Tuition and related fees: | | | | |
| Gabriel Dumont Institute of Native Studies and Applied Research, Inc. | $ | 480,097 | $ | 422,678 |
| Gabriel Dumont Institute Training and Employment Inc. | | 578,090 | | 634,011 |
| Program grants: | | | | |
| Gabriel Dumont Institute of Native Studies and Applied Research, Inc. | | - | | 187,123 |
| **Expenses:** | | | | |
| Programming/ services: | | | | |
| Gabriel Dumont Institute of Native Studies and Applied Research, Inc. | | 9,630 | | 147,387 |

Accounts payable includes $123,468 (2020 - $188,800) to Gabriel Dumont Institute of Native Studies and Applied Research, $200,000 (2020 - $nil) to Gabriel Dumont Institute Training & Employment, and $nil (2020 - $14) to Dumont Technical Institute.

## 5. Related party transactions (continued):

Accounts receivable includes $480,318 (2020 - $422,849) from Gabriel Dumont Institute of Native Studies and Applied Research, $2,367 (2020 - $nil) from Gabriel Dumont Scholarship Foundation, and $16,404 (2020 - $7,125) from Gabriel Dumont Institute Training & Employment..

Certain administrative functions of the College are managed by Gabriel Dumont Institute of Native Studies and Applied Research, Inc. at no charge.

## 6. Capital management:

The College defines its capital to be its unrestricted net assets. The College monitors its financial performance against budgets. Excess of revenue over expenses are accumulated as unrestricted net assets. In the event revenue declines, the College will budget for reduced operational expenditures. While an annual deficit could arise, no such deficit would be allowed to exceed the amount of unrestricted net assets.

## 7. Financial instruments and risk management:

The College, through its financial assets and liabilities, has exposure to the following risks from its use of financial instruments: credit risk and market risk (interest rate risk and other price risk).

### Credit risk

The College's principal financial assets are cash and cash equivalents, investments and marketable securities and accounts receivable which are subject to credit risk. The carrying amounts of these financial assets on the statement of financial position represent the College's maximum credit exposure at the year-end date.

The College's credit risk is primarily attributable to its accounts receivable. The amounts disclosed in the statement of financial position are net of allowance for doubtful accounts, estimated by management of the College based on previous experience and its assessment of the current economic environment. The College also has credit risk related to its investments and marketable securities due to the volatility of the markets. The credit risk on cash and cash equivalents is limited because the counterparties are chartered banks with high credit ratings assigned by national credit-rating agencies.

### Interest rate risk

The interest-bearing investments and marketable securities have a limited exposure to interest rate risk due to their short-term maturity.

## 7. Financial instruments and risk management (continued):

### Fair values

Investments and marketable securities are recorded at fair value. The fair value of accounts receivable and accounts payable approximate their carrying value due to their short-term period to maturity.

## 8. COVID-19:

On March 11, 2020 COVID-19 was declared a pandemic by the World Health Organization. This has resulted in significant economic uncertainty and financial markets have experienced significant volatility in response to the developing COVID-19 pandemic. The impact of COVID-19 on the College, including the remote delivery of certain programming and various effects on funding availability, are reflected in the financial statements for the years ended March 31, 2021 and 2020. The College continues to provide services via virtual and social distances learning, the situation is dynamic and the ultimate duration and magnitude of the potential impact on future results is currently undeterminable.

Financial Statements of

# THE GABRIEL DUMONT SCHOLARSHIP FOUNDATION II

And Independent Auditors' Report thereon

Year ended December 31, 2020

KPMG

KPMG LLP
500-475 2nd Avenue South
Saskatoon Saskatchewan S7K 1P4
Canada
Tel (306) 934-6200
Fax (306) 934-6233

# INDEPENDENT AUDITORS' REPORT

To the Members:

## *Opinion*

We have audited the financial statements of The Gabriel Dumont Scholarship Foundation II (the Foundation), which comprise:

- the statement of financial position as at December 31, 2020
- the statement of revenue and expenses for the year then ended
- the statement of changes in net assets for the year then ended
- the statement of cash flows for the year then ended
- and notes 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 Foundation as at December 31, 2020, 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 Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

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

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

### *Auditors' 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 auditors' 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 Foundation'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 Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Foundation 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.

- 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

Saskatoon, Canada
April 16, 2021

# THE GABRIEL DUMONT SCHOLARSHIP FOUNDATION II

Statement of Financial Position

December 31, 2020, with comparative information for 2019

| | | 2020 | | 2019 |
|---|---|---|---|---|
| **Assets** | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | $ | 25,836 | $ | 92,360 |
| Accounts receivable | | 77,039 | | 25,137 |
| Managed funds (note 6) | | 2,693,279 | | 2,518,795 |
| Restricted cash (note 6) | | 7,299 | | 7,299 |
| | | 2,803,453 | | 2,643,591 |
| Investments (note 4) | | 3,518,007 | | 3,475,207 |
| | $ | 6,321,460 | $ | 6,118,798 |
| **Liabilities and Net Assets** | | | | |
| Current liabilities: | | | | |
| Accounts payable and accrued liabilities | $ | 22,003 | $ | 11,704 |
| Managed fund payable (note 6) | | 2,700,578 | | 2,526,094 |
| Deferred revenue | | 24,975 | | - |
| | | 2,747,556 | | 2,537,798 |
| Net assets: | | | | |
| Restricted for endowment purposes (note 5) | | 3,244,105 | | 3,244,105 |
| Unrestricted | | 329,799 | | 336,895 |
| | | 3,573,904 | | 3,581,000 |
| | $ | 6,321,460 | $ | 6,118,798 |

See accompanying notes to financial statements.

On behalf of the Board:

Earl Cook

_________________________ Director

_________________________ Director

# THE GABRIEL DUMONT SCHOLARSHIP FOUNDATION II

Statement of Revenue and Expenses

Year ended December 31, 2020, with comparative information for 2019

| | 2020 | 2019 |
|---|---|---|
| Revenue: | | |
| Donations (note 7) | $ 165,967 | $ 215,638 |
| GDITE endowment (note 5(b)) | - | 300,000 |
| Government of Saskatchewan - Ministry of Advanced Education | 28,100 | 34,200 |
| Interest and investment income | 83,797 | 91,542 |
| | 277,864 | 641,380 |
| Expenses: | | |
| Scholarships | 279,600 | 296,950 |
| Administrative and professional services | 5,360 | 9,327 |
| | 284,960 | 306,277 |
| (Deficiency) excess of revenue over expenses | $ (7,096) | $ 335,103 |

See accompanying notes to financial statements.

# THE GABRIEL DUMONT SCHOLARSHIP FOUNDATION II

Statement of Changes in Net Assets

Year ended December 31, 2020, with comparative information for 2019

| | Unrestricted | Restricted Fiddler & Carriere Endowment | Restricted GDITE Endowment | Restricted GDS Endowment | 2020 | 2019 |
|---|---|---|---|---|---|---|
| Balance, beginning of year | $ 336,895 | $ 4,105 | $ 2,200,000 | $ 1,040,000 | $ 3,581,000 | $ 3,245,897 |
| Excess of revenue over expenses | (7,096) | - | - | - | (7,096) | 335,103 |
| Balance, end of year | $ 329,799 | $ 4,105 | $ 2,200,000 | $ 1,040,000 | $ 3,573,904 | $ 3,581,000 |

See accompanying notes to financial statements.

# THE GABRIEL DUMONT SCHOLARSHIP FOUNDATION II

Statement of Cash Flows

Year ended December 31, 2020 , with comparative information for 2019

| | | 2020 | | 2019 |
|---|---|---|---|---|
| Cash flows from (used in): | | | | |
| Operations: | | | | |
| Excess of revenue over expenses | $ | (7,096) | $ | 335,103 |
| Item not involving cash: | | | | |
| Adjustment for fair value (increase) decrease on investments and reinvested investment income | | (6,131) | | (7,661) |
| Change in non-cash operating working capital: | | | | |
| Accounts receivable | | (51,902) | | (25,063) |
| Accounts payable and accrued liabilities | | 10,299 | | 3,400 |
| Deferred revenue | | 24,975 | | (55,600) |
| | | (29,855) | | 250,179 |
| Investing: | | | | |
| Purchase of investments | | (673,108) | | (1,177,352) |
| Redemption of investments | | 34,000 | | - |
| Sale of investments | | 602,439 | | 700,000 |
| | | (36,669) | | (477,352) |
| Increase in cash | | (66,524) | | (227,173) |
| Cash, beginning of year | | 92,360 | | 319,533 |
| Cash, end of year | $ | 25,836 | $ | 92,360 |

See accompanying notes to financial statements.

## 1. Nature of operations:

The Gabriel Dumont Scholarship Foundation II (the "Foundation") was established by a Trust Agreement between Gabriel Dumont Institute of Native Studies and Applied Research, Inc. and the Trustees of the Foundation. The Trust Agreement was originally dated October 10, 1986 and was updated on March 1, 2000, May 10, 2002 and August 8, 2014. This Agreement specifies the restrictions under which the trust may be operated.

On April 1, 2000, the Foundation was incorporated and assets were transferred from the Gabriel Dumont Scholarship ("GDS") Foundation, in accordance with the Trust Agreement.

The purpose of the Foundation is to devote itself to charitable activities of which the primary purpose is the advancement of education of Métis peoples in the Province of Saskatchewan. It is registered with Canada Revenue Agency as a charitable organization and is therefore exempt from income tax.

The Foundation is jointly controlled with Gabriel Dumont Institute of Native Studies and Applied Research and its related entities, Gabriel Dumont College Inc., Dumont Technical Institute Inc., Gabriel Dumont Institute Training and Employment Inc., and Gabriel Dumont Institute Press Inc., as the Board of Directors of Gabriel Dumont Institute of Native Studies and Applied Research, Inc. are the same directors and the only directors of the controlled entities. These financial statements do not include the operations of these other entities.

## 2. Significant accounting policies:

These financial statements have been prepared by management in accordance with Canadian Accounting Standards for Not-For-Profit Organizations in Part III of the CPA Canada Handbook.

(a) Use of estimates:

The preparation of financial statements in conformity 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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenue and expenses during the reporting period. Actual results could differ from these estimates.

**2. Significant accounting policies (continued):**

(b) Revenue recognition:

The Foundation follows the deferral method of accounting for donation revenue. Restricted donation revenue is recognized as revenue in the year in which the related expenses are incurred. Unrestricted donation revenue is recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Deferred revenue represents donation revenue received in advance to be used for scholarships which have not yet been awarded.

Interest income from investments is recognized as revenue when earned.

(c) Scholarships:

Scholarships are recorded as payable when the scholarships have been granted and the recipient has met all the requirements and obligations.

(d) Cash and cash equivalents:

Cash and cash equivalents include bank indebtedness and balances with financial institutions which are highly liquid and have an initial term to maturity of three months or less.

(e) Administrative services:

The Foundation may be charged for administrative services provided by The Gabriel Dumont Institute of Native Studies and Applied Research, Inc. These charges are based on a percentage of interest and invested revenue, not to exceed 10%. An administrative fee has not been charged in 2020 or 2019.

**2. Significant accounting policies (continued):**

(f) Financial instruments:

Financial assets and financial liabilities are initially recognized at fair value and their subsequent measurement is dependent on their classification as described below:

- Cash and cash equivalents and Investments are classified as financial assets and are measured at fair value. Fair value fluctuations in these assets which may include interest earned, interest accrued, gains and losses realized on disposal and unrealized gains and losses are included in revenue.

- Managed funds are classified as financial assets and are measured at fair value. Fair value fluctuations in these assets which may include interest earned, interest accrued, gains and losses realized on disposal and unrealized gains and losses are included in value with the cooresponding increase in managed fund payable.

- Accounts receivable are classified as loans and receivables and measured at amortized cost.

- Accounts payable and accrued liabilities are classified as other liabilities and measured at amortized cost.

Transaction costs related to financial assets subsequently measured at fair value are expensed as incurred.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Foundation determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Foundation expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

**3. Financial instruments and risk management:**

The Foundation, through its financial assets and liabilities, has exposure to the following risks from its use of financial instruments:

Credit risk

The Foundation's principal financial assets are cash and cash equivalents and investments which are subject to credit risk. The carrying amounts of these financial assets on the statement of financial position represent the Foundation's maximum credit exposure at the statement of financial position date.

The credit risk on cash and cash equivalents and investments is limited because the counterparties are chartered banks with high credit ratings assigned by national credit-rating agencies.

Interest rate risk

The interest-bearing investments and marketable securities have an exposure to interest rate risk depending on prevailing market interest rates as interest bearing investments are renewed. The risk is mitigated by the Foundation holding guaranteed investment certificates with maturity dates from 2021 to 2025.

Market risk

Investments consist primarily of guaranteed investment certificates bearing fixed rates of interest and investment savings mutual funds. The Foundation is exposed to limited market risk on its mutual fund investment based on the volatility of the markets.

Fair values

Cash and cash equivalents and investments are recorded at fair value.

## 4. Investments:

| Investment | 2020 Cost | 2020 Market Value | 2019 Cost | 2019 Market Value |
|---|---|---|---|---|
| Cash | $ 12,320 | $ 12,320 | $ - | $ - |
| Guaranteed investment certificates | 3,100,000 | 3,135,112 | 3,300,000 | 3,339,020 |
| Mutual Funds | 174,821 | 174,821 | 136,187 | 136,187 |
| Common Shares | 201,333 | 195,754 | - | - |
| - | | | | |
| | 3,488,474 | $ 3,518,007 | $ 3,436,187 | $ 3,475,207 |

The guaranteed investment certificates have a weighted average interest rate of 2.63% (2019 - 2.69%) and a weighted average term to maturity of 2.26 years (2019 - 2.69 years).

Under the terms of the Trust Agreement, the objective of the investment portfolio is to preserve the capital base of the Foundation while maximizing current income to meet scholarship demand. The Foundation has established asset allocation and quality guidelines with respect to investments of the Foundation. Investments are to be allocated between cash and short-term investments (20% - 40%), fixed income securities (over one year) (60% - 80%) and equities (0% - 15%). The Quality guidelines provide for minimum investment ratings, maximum limits for any individual investment, and limitations on the type of equity investments that may be held by the Foundation. At December 31, 2020 the Foundation's investment allocation consisted of cash and short-term investments of 20% (2019 - 0%); fixed income (including mutual fund savings accounts) investments of 74% (2019 - 100%) and equities of 6% (2019 - 0%).

All investment income from endowment funds is unrestricted and may be used by the Foundation for scholarships and administration of the Foundation.

## 5. Net assets restricted for endowment purposes:

Under the terms of the Trust Agreement, the capital base of assets restricted for endowment purposes is not to fall below $3,244,105 (2019 - $3,244,105) consisting of the following endowments:

a) Gabriel Dumont Scholarship Program:

The Napoleon Lafontaine Economic Development Scholarship Program ('Gabriel Dumont Scholarship or GDS") was created in 1986 to encourage Saskatchewan Métis people to pursue full-time educational training in the fields of academic studies related to the development of the Métis peoples. This endowment amounts to $1,040,000.

b) Gabriel Dumont Institute of Training & Employment Scholarship and Bursary Program:

The Gabriel Dumont Institute of Training & Employment Scholarship and Bursary Program ("GDITE") was created through the support of Service Canada and Gabriel Institute of Training and Employment Inc. In 2008, an endowment was established through a contribution from the Métis Aboriginal Human Resources Development Agreement to support Métis individuals who are improving their employment and educational realities. Total contributions to date are $2,200,000 (2019 - $2,200,000).

c) Fiddler & Carriere Endowment:

In 2014, Gabriel Dumont Institute of Native Studies and Applied Research Inc. transferred $4,105 and the related administration responsibilities of the Fiddler & Carriere Endowment Fund to the Foundation. This endowment fund was originally created in 1980.

## 6. Managed Funds:

The Foundation signed an agency agreement with The Métis Nation - Saskatchewan Secretariat Inc. to manage an endowment fund provided by Indigenous Services Canada in the amount of $2,500,000. These endowment funds are to be used to support post-secondary education of Métis students. The fund is to be managed in accordance with the Federal Grant Agreement. Managed funds are held in a separate investment account specifically related to these management funds.

## 7. Related party transactions:

During the year, the Foundation had the following transactions with related parties. All transactions were recorded at the exchange amount, which was agreed upon between the related parties.

| | | 2020 | | 2019 |
|---|---|---|---|---|
| **Revenues:** | | | | |
| Donations: | | | | |
| Gabriel Dumont Institute of Native Studies and Applied Research Inc. | | 67,000 | | - |
| | $ | 67,000 | $ | - |

Accounts receivable includes $67,039 (2019 - $52) from Gabriel Dumont Institute of Native Studies and Applied Research.

During the year, the Gabriel Dumont Institute of Native Studies and Applied Research Inc. also reimbursed the Foundation for all bank charges and fees incurred. This amounted to $637 (2019 - $0).

Certain administrative functions of the Foundation are managed by Gabriel Dumont Institute of Native Studies and Applied Research, Inc. at no charge.

## 8. COVID 19:

The COVID-19 outbreak was declared a pandemic by the World Health Organization on March 11, 2020. This has resulted in the Canadian and Provincial governments enacting emergency measures to combat the spread of the virus. The current challenging climate may lead to adverse changes in cash flows and working capital levels, which may also have a direct impact on the entity's operating results and financial position both in the current year and in the future. The situation is dynamic and the ultimate duration and magnitude of the impact on the economy and the financial effect on the Entity is not known at this time.