

Potential Impact

Leveraging federal transfers (monetization) can significantly close the infrastructure gap. It is an alternative to the current cash method.

Monetization focuses on ALL infrastructure needs.

EXAMPLE: Housing Potential Impact

Annual Federal Transfers	FNFA Debenture Supported by Federal Transfers*	Houses Built Using Financing**
\$50,000,000	\$900,000,000	3,000
\$100,000,000	\$1,800,000,000	6,000
\$200,000,000	\$3,600,000,000	12,000

* Fluctuates with market rates.

Assumes Federal Transfers over 20 years.

** Assumed average cost of new home build of \$300,000.



New homes built for families on Tzeachten First Nation

About Us

FNFA is a not-for-profit, federally created, owned and governed by First Nations, organization that provides financing, investment, and advisory services for First Nation governments across Canada that voluntarily schedule to the *First Nations Fiscal Management Act (FNFMA)*.

FNFA’s mandate is to help First Nations across Canada achieve their community priorities.

- Established by Federal Legislation under the *FNFMA* in 2005, with all-party support.
- 332** First Nations across every province and one territory are scheduled to the Act, and **169** have become FNFA members.

FNFA has financed over \$2.1 billion in social projects, economic ventures, community-owned housing, land purchases, infrastructure on reserve, equity participation and many other projects for its members.

All FNFA loans are supported by qualified existing revenue streams.

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Monetization

Leveraging Federal Transfers
to address the
INFRASTRUCTURE GAP



Monetization is the approach used by provincial and local governments to build community infrastructure.

FNFA is suggesting an equitable model to address the infrastructure gap between the rest of Canada and First Nations communities.



Daycare built by Neskonlith Indian Band – financed by FNFA

Monetization Process

The Monetization Model leverages annual federal transfers to build more infrastructure at today's costs with the goal of closing the infrastructure gap in First Nation communities.

The Model includes annual maintenance contractual plans to achieve asset useful life – ensuring infrastructure benefits the communities as long as possible.

1

Tri-Partite agreement signed between Canada/ First Nations communities/ FNFA.

2

First Nations submit shovel-ready projects that are community priorities.

3

FNFA issues a bond to finance the approved projects; Canada's annual transfers cover bond payments.

4

First Nations communities are more equitable to the rest of Canada and tell the story of the impact of these projects on reserves or territories.



Awards and Recognition

FTSE Canada Bond Indices

Federal Agency Index

April 2024

BC's Top Employers

Canada's Top 100 Employers

February 2024

Finance for the Future

ICAEW (International)

October 2022

10 to Watch

Indigenomics (Canada)

April 2021

Governor General's Innovation Award:

Innovative Funding Regime

May 2018



every loan tells a story

Helping First Nations communities across Canada build their own future on their own terms.

Support for Proposed Models

Standing Committee on Indigenous and Northern Affairs (April 2022)

Recommendation 3: That the Government of Canada work with the First Nations Finance Authority, the First Nations Tax Commission, and the First Nation Financial Management Board to test monetization through a pilot project on replacing diesel generation in remote communities.

Recommendation 8: That the Government of Canada improve and refine its requirements that a minimum of 5% of the value of Federal contracts (valued over \$5 million) are awarded to Indigenous businesses.

Insurance

Bonding Insurance: FNFA is working to establish a process that enables Indigenous construction companies to attain affordable bonding insurance so they can bid on the approved Monetization projects, and Request For Tenders issued by Canada.

Asset Insurance: FNFA is also assisting First Nations communities to access affordable and adequate asset insurance – an ongoing challenge for communities.

