

**QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
MARCH 31, 2015**

QALIPU MI'KMAQ FIRST NATION

MARCH 31, 2015

CONTENTS

	<u>Page</u>
Statement of Responsibility	
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	2
Consolidated Statement of Operations	3
Consolidated Statement of Revenue	4
Consolidated Statement of Expenditures	5
Consolidated Statement of Changes in Net Assets	6
Consolidated Statement of Cash Flows	7
Notes to Consolidated Financial Statements	8
Statement of Revenue and Expenditures - Band Support	20
Statement of Revenue and Expenditures - Aboriginal Cultural Heritage	21
Statement of Revenue and Expenditures - Aboriginal Fisheries Strategy	22
Statement of Revenue and Expenditures - Registration and Membership	23
Statement of Revenue and Expenditures - Community Economic Development	24
Statement of Revenue and Expenditures - Aboriginal Entrepreneurship Program	25
Statement of Revenue and Expenditures - Qalipu Business Network - Emera	26
Statement of Revenue and Expenditures - New Horizons for Seniors	27
Statement of Revenue and Expenditures - Post Secondary Education	28
Statement of Revenue and Expenditures - Aboriginal Wellness Program	29
Statement of Revenue and Expenditures - ASETS - Consolidated Review Funding	30
Statement of Revenue and Expenditures - ASETS - Employment Insurance	
Funding	31
Statement of Revenue and Expenditures - Emera Socio-economic Agreement	32

QALIPU MI'KMAQ FIRST NATION

MARCH 31, 2015

CONTENTS

	<u>Page</u>
Statement of Revenue and Expenditures - ASETS - Congress of Aboriginal Peoples	33
Statement of Revenue and Expenditures - Professional and Institutional Development	34
Statement of Revenue and Expenditures - Community Economic Opportunities	35
Statement of Revenue and Expenditures - Non Insured Health Benefits	36
Statement of Revenue and Expenditures - Qalipu Development Corporation	37
Statement of Revenue and Expenditures - Mi'kmaq Commercial Fishery Inc.	38
Statement of Revenue and Expenditures - Qalipu Management Services Inc.	39
Statement of Revenue and Expenditures - Qalipu Marine Holdings Inc.	40
 ANNEX INFORMATION	
REVIEW ENGAGEMENT REPORT	42
Annex B - Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration: Elected or Appointed Officials	43

QALIPU MI'KMAQ FIRST NATION

STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements of Qalipu Mi'kmaq First Nation are the responsibility of management and have been approved by Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

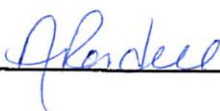
The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditor's report.

The external auditors, Bonnell Cole Janes, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of Qalipu Mi'kmaq First Nation and meet when required.

On behalf of Qalipu Mi'kmaq First Nation:


_____, Chief


_____, Chief Executive Officer

INDEPENDENT AUDITORS' REPORT

To the Members of Council:
Qalipu Mi'kmaq First Nation

We have audited the accompanying consolidated financial statements of Qalipu Mi'kmaq First Nation, which comprise the consolidated statement of financial position as at March 31, 2015 and the consolidated statements of operations and accumulated surplus, revenue, expenditures, changes in net assets (net debt) and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Qalipu Mi'kmaq First Nation as at March 31, 2015, and the results of its consolidated operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Corner Brook,
Newfoundland and Labrador
May 30, 2015

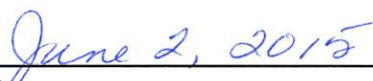
Bonnell Cole Jones
CHARTERED PROFESSIONAL ACCOUNTANTS

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2015

	<u>2015</u>	<u>2014</u>
Financial assets		
Cash and cash equivalents(Note: 2)	\$ 537,380	\$ 800,488
Short-term investments	200,400	50,000
Accounts receivable (Note: 3)	1,122,071	877,042
Income tax receivable		5,520
Inventories for resale (Note: 4)	<u>7,774</u>	<u> </u>
Total financial assets	<u>1,867,625</u>	<u>1,733,050</u>
Liabilities		
Accounts payable and accrued liabilities (Note: 5)	\$ 1,006,766	\$ 1,391,702
Income taxes payable	211	
Deferred revenue (Note: 6)	308,812	162,786
Long term debt (Note: 7)	915,366	949,078
Deferred government assistance (Note: 9)	1,820,860	1,971,044
Future income taxes payable	8,004	9,354
Reserves (Note: 13)	<u>90,000</u>	<u>60,000</u>
Total liabilities	<u>4,150,019</u>	<u>4,543,964</u>
Net assets (net debt)	<u>(2,282,394)</u>	<u>(2,810,914)</u>
Non-financial assets		
Tangible capital assets (Note: 19)	2,715,881	2,848,042
Fishing Licences (Note: 14)	2,489,012	2,174,012
Prepaid expenses (Note: 8)	<u>89,835</u>	<u>73,904</u>
Total non-financial assets	<u>5,294,728</u>	<u>5,095,958</u>
Accumulated surplus	<u>\$ 3,012,334</u>	<u>\$ 2,285,044</u>
Contingencies (Note: 10)		
Contractual Obligations (Note: 12)		

Approved on Behalf of Chief & Council:


 Signature


 Date

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
Revenue	\$ 8,242,418	\$ 9,121,565	\$10,563,316
Expenditures	<u>8,092,874</u>	<u>8,394,275</u>	<u>10,407,233</u>
Annual surplus	\$ <u>149,544</u>	727,290	156,083
Accumulated surplus at beginning of year		<u>2,285,044</u>	<u>2,128,961</u>
Accumulated surplus at end of year		\$ <u>3,012,334</u>	\$ <u>2,285,044</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF REVENUE
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern			
Development Canada (Note: 17)	\$ 5,761,434	\$ 6,081,951	\$ 8,156,988
Employment and Social Development Canada	1,269,000	1,242,330	1,280,159
Fisheries and Oceans Canada	515,000	515,000	445,000
Health Canada	153,068	121,889	98,068
Provincial Government			
Department of Business, Tourism, Culture and			
Rural Development			12,000
Department of Advanced Education & Skills			23,672
Women's Policy Office	17,000	9,814	15,000
Commercial Fishery		432,796	198,812
Emera		232,824	38,000
Government assistance		150,184	112,453
Rent	315,350	110,623	105,019
Other Commercial Enterprises		90,107	
Miscellaneous		60,288	25,538
Management and administration fees	208,243	35,437	7,900
Client Recovery Revenue		34,999	
Congress of Aboriginal Peoples	3,323	3,323	33,000
Contribution from Federation of			
Newfoundland Indians	<u> </u>	<u> </u>	<u>11,707</u>
	<u>\$ 8,242,418</u>	<u>\$ 9,121,565</u>	<u>\$10,563,316</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
EXPENDITURES			
Skills development - University	\$ 3,693,212	\$ 3,688,598	\$ 4,891,290
Wages and benefits	1,608,651	1,605,303	1,364,894
Skills development - Community College	946,820	801,458	1,937,452
Consulting and research fees	154,558	358,146	559,490
Travel and meetings	237,770	264,897	191,878
Professional fees	88,897	215,225	57,058
Amortization of tangible capital assets	99,285	211,189	185,759
Maintenance and supplies	41,625	168,816	86,377
Office and postage	59,090	125,311	106,943
Boat fuel and bait		96,324	93,614
Summer program	73,999	77,838	71,256
Wage subsidy	16,000	76,242	42,674
Self employment assistance	30,000	72,077	43,333
Honorariums and per diems	69,200	71,327	73,072
Rent	164,017	68,248	51,671
RCMP youth program	46,000	58,086	35,768
Loss on disposal of tangible capital assets		50,107	
Insurance	34,934	48,897	28,028
Telephone	41,242	48,631	45,044
Interest on long term debt	42,048	41,865	42,956
Pension expense (Note: 15)		41,641	
Staff skills development	25,801	32,194	18,256
Reserve for election (Note: 13)		30,000	30,000
Graduate incentive	50,000	28,637	78,774
Utilities	18,535	20,225	17,238
Municipal tax	16,700	16,827	17,716
Advertising and promotion	28,807	16,324	39,617
Cultural activities	12,237	13,738	23,394
Licences and fees		11,199	10,459
Aboriginal health program		10,000	
Targeted training program		9,522	
Interest and bank charges	6,392	9,497	8,348
Career Threads Program		3,063	9,102
Promotional items		1,978	
Miscellaneous	1,259	1,092	1,657
Capacity building	8,309	892	2,684
Fishing licences	315,000		
Contribution to New Horizons Program			5,000
Communications			133
Equipment purchases	37,682		
Election expenses	500		
Income taxes		(1,139)	2,298
Contribution to Mi'kmaq Commercial Fisheries Inc.			234,000
Administration fees	<u>124,304</u>	<u> </u>	<u> </u>
	<u>\$ 8,092,874</u>	<u>\$ 8,394,275</u>	<u>\$10,407,233</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS (NET DEBT)
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
Annual surplus	\$ <u>149,544</u>	\$ <u>727,290</u>	\$ <u>156,083</u>
Tangible capital assets:			
Acquisition of tangible capital assets	(37,682)	(140,635)	(300,744)
Proceeds on disposal of tangible capital assets		11,500	20,128
Loss on disposal of tangible capital assets		50,107	
Amortization of tangible capital assets	<u>99,285</u>	<u>211,189</u>	<u>185,759</u>
Total Tangible Capital Assets:	61,603	132,161	(94,857)
 Acquisition of prepaid expenses		(15,931)	(33,745)
Acquisition of fishing licences	<u> </u>	<u>(315,000)</u>	<u> </u>
		<u>(198,770)</u>	<u>(128,602)</u>
 Increase in net assets (net debt)	 \$ <u><u>211,147</u></u>	 528,520	 27,481
 Net assets (net debt) at beginning of year		 (2,810,914)	 (2,838,395)
 Net assets (net debt) at end of year		 \$ <u><u>(2,282,394)</u></u>	 \$ <u><u>(2,810,914)</u></u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2015

	<u>2015</u>	<u>2014</u>
Operating Transactions		
Annual surplus / (deficit)	\$ 727,290	\$ 156,083
Items not affecting cash:		
Amortization of government assistance	(150,184)	(112,452)
Amortization of tangible capital assets	211,189	185,759
Loss on disposal of tangible capital assets	50,107	
Future income taxes	<u>(1,350)</u>	<u>2,298</u>
	837,052	231,688
Changes in non-cash items on Statement of Financial Position		
(Increase) decrease in accounts receivable	(245,029)	(632,066)
Increase in reserve for future election	30,000	30,000
(Decrease) increase in income taxes receivable	5,520	(5,520)
Increase in prepaid expenses	(15,932)	(33,745)
Increase (decrease) in income taxes payable	211	(5,501)
(Decrease) increase in accounts payable	(384,935)	510,519
Increase in inventory	(7,774)	
Increase (decrease) in deferred revenue	<u>146,026</u>	<u>(6,080)</u>
Cash provided by (applied to) operating transactions	<u>365,139</u>	<u>89,295</u>
Capital Transactions		
Proceeds from disposal of tangible capital assets	11,500	20,128
Purchase of intangible assets	(315,000)	
Purchase of tangible capital assets	<u>(140,635)</u>	<u>(300,744)</u>
Cash provided by (applied to) capital transactions	<u>(444,135)</u>	<u>(280,616)</u>
Investing activities		
Purchase of investments	<u>(150,400)</u>	<u>(50,000)</u>
Cash provided by (used for) investing activities	<u>(150,400)</u>	<u>(50,000)</u>
Financing Transactions		
Increase in deferred government assistance		213,871
Payment of debt	<u>(33,712)</u>	<u>(32,622)</u>
Cash provided by (applied to) financing transactions	<u>(33,712)</u>	<u>181,249</u>
Increase (decrease) in cash and cash equivalents	(263,108)	(60,072)
Cash and cash equivalents, beginning of the year	<u>800,488</u>	<u>860,560</u>
Cash and cash equivalents, end of the year	<u>\$ 537,380</u>	<u>\$ 800,488</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

These financial statements have been prepared in accordance with generally accepted accounting principles for the public sector as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. In addition, Qalipu Mi'kmaq First Nation includes certain financial information that is not required by the Canadian public sector accounting standards. This information is presented in order to satisfy Aboriginal Affairs and Northern Development Canada and is presented on pages 41 to 43.

(b) Reporting Entity

The Qalipu Mi'kmaq First Nation reporting entity includes the Qalipu Mi'kmaq First Nation government and all related entities that are controlled by the First Nation.

(c) Principles of Consolidation

All controlled entities are fully consolidated on a line-by-line basis except for the commercial enterprises which meet the definition of government business enterprise, which are included in the Consolidated Financial Statements on a modified equity basis. Inter-organizational balances and transactions are eliminated upon consolidation.

Organizations consolidated in Qalipu Mi'kmaq First Nation's financial statements include:

- Qalipu Development Corporation
- Mi'kmaq Commercial Fisheries Inc.
- Qalipu Management Services Inc.
- Qalipu Marine Holdings Inc.

(d) Asset Classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets, prepaid expenses and inventories of supplies.

(e) Cash

Cash includes cash on hand and balances with banks net of bank overdraft.

(Cont'd)

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(f) Tangible Capital Assets

Tangible capital assets include acquired, built, developed and improved tangible capital assets, whose useful life extends beyond one year and which are intended to be used on an ongoing basis for producing goods or delivering services.

Tangible capital assets are reported at net book value. Contributions received to assist in the acquisition of tangible capital assets are reported as deferred revenue and amortized to income at the same rate as the related asset.

Certain assets which have historical or cultural value, including works of art, historical documents and historical and cultural artifacts, are not recognized as tangible capital assets. Assets under construction are not amortized until the asset is available to be put into service.

Amortization is provided for on a straight-line basis, over the expected useful life of the assets in the table that follows.

Boats	10 years
Machinery, equipment and furniture	5 years
Computer Hardware and Software	4 years

(g) Net Assets

The First Nation's financial statements are presented so as to highlight net assets as the measurement of financial position. The net assets of the First Nation is determined by its financial assets less its liabilities.

(h) Revenue recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Contributions from other sources are deferred when restrictions are placed on their use by the contributor, and are recognized as revenue when used for the specific purpose.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

(Cont'd)

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(i) Measurement Uncertainty

In preparing the consolidated financial statements for Qalipu Mi'kmaq First Nation, management is required 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 consolidated financial statements and reported amounts of revenue and expenses during the period. The main estimates used in preparing these financial statements include the amortization of the capital assets. Actual results could differ from these estimates.

2. CASH AND CASH EQUIVALENTS

Cash is comprised of the following

	<u>2015</u>	<u>2014</u>
Unrestricted		
Operating	\$ <u>537,380</u>	\$ <u>800,488</u>

3. ACCOUNTS RECEIVABLE

	<u>2015</u>	<u>2014</u>
Department of Fisheries and Oceans	\$ 51,000	\$ 327,000
Federation of Newfoundland Indians	431,995	281,955
MCI Limited Partnership	69,527	
Marine Contractors Inc.	161,839	
Congress of Aboriginal Peoples		8,000
Government of Newfoundland and Labrador	3,875	
NSP Martine Link Inc.	265,247	
Qalipu Cultural Foundation Incorporated	3,870	
Small amounts owing (Net of doubtful accounts)	101,261	24,055
Mi'kmaq Alsumk Mowimsikik Koqoey Association Inc.		150,282
HST Refund	<u>33,457</u>	<u>85,750</u>
Total Accounts Receivable	<u>\$ 1,122,071</u>	<u>\$ 877,042</u>

4. INVENTORIES FOR RESALE

	<u>2015</u>	<u>2014</u>
Promotional items inventory	\$ <u>7,774</u>	\$ <u> </u>

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2015</u>	<u>2014</u>
Trade payables	\$ 518,591	\$ 573,817
Accrued salaries and employee benefits payable	119,776	18,338
Other accrued liabilities	344,241	799,547
Mi'kmaq Alsumk Mowimsikik Koqey Association Inc.	<u>24,158</u>	<u> </u>
Total Accounts Payable	<u>\$ 1,006,766</u>	<u>\$ 1,391,702</u>

6. DEFERRED REVENUE

The First Nation has received the following advances from funding agencies. These advances are recorded as deferred revenue and will be recorded as current revenue in the year the expenses are incurred.

	<u>2015</u>	<u>2014</u>
Aboriginal Affairs and Northern Development Canada	73,170	18,885
Employment and Social Development Canada	56,669	69,527
Non Insured Health Benefits	31,179	
Provincial Department of Education	9,500	9,500
Provincial Department of Health and Community Services	31,782	24,037
Women's Policy Office	7,186	
Emera	32,423	
Post Secondary Client Recovery Revenue	<u>66,903</u>	<u>40,837</u>
	<u>\$ 308,812</u>	<u>\$ 162,786</u>

7. LONG TERM DEBT

	<u>2015</u>	<u>2014</u>
4.46% bank loan repayable in blended monthly installments of \$2,838 to 2032, secured by land and building with a carrying value of \$824,012.	\$ 414,399	\$ 429,591
4.48% bank loan repayable in blended monthly installments of \$3,460 to 2032, secured by land and building with a carrying value of \$1,003,690.	<u>500,967</u>	<u>519,487</u>
	<u>\$ 915,366</u>	<u>\$ 949,078</u>

Long term debt repayments required to meet retirement provisions in each of the next five years are:

2016	\$ 35,252
2017	36,831
2018	38,546
2019	40,305
2020	42,146
Subsequent	<u>722,286</u>
	<u>\$ 915,366</u>

(Cont'd)

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

7. LONG TERM DEBT (cont'd)

	<u>2015</u>	<u>2014</u>
Interest expense for the year on long term debt	\$ <u>41,865</u>	\$ <u>42,956</u>

8. PREPAID EXPENSES

	<u>2015</u>	<u>2014</u>
Employee benefits	\$ 25,819	\$ 23,864
Municipal taxes	15,899	12,550
Insurance	38,005	37,490
Other prepaid expenses	<u>10,112</u>	<u> </u>
Total Prepaid Expenses	\$ <u>89,835</u>	\$ <u>73,904</u>

9. DEFERRED GOVERNMENT ASSISTANCE

Aboriginal Affairs and Northern Development Canada has provided government assistance for the purchase of land and building. The government assistance is being amortized to income on the same basis as the building is being amortized.

The Department of Fisheries and Oceans has purchased commercial fishing licences which have been transferred to Mi'kmaq Commercial Fisheries Inc. The government assistance is being amortized to income on the same basis as the cumulative eligible capital deduction for the fishing licences.

The Department of Fisheries and Oceans has also provided assistance towards the acquisition of certain property, plant and equipment. The government assistance is being amortized to income on the same basis as the related property, plant and equipment are amortized.

10. CONTINGENCIES

Qalipu Mi'kmaq First Nation has entered into contribution agreements with various federal government departments. Funding received under these contribution agreements is subject to repayment if the First Nation fails to comply with the terms and conditions of the agreements.

In addition, in the normal course of its operations, Qalipu Mi'kmaq First Nation becomes involved in legal actions. Some of these potential liabilities may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded on Qalipu Mi'kmaq First Nation's financial statements.

11. ECONOMIC DEPENDENCE

The government of Qalipu Mi'kmaq First Nation receives a major portion of its revenue from Aboriginal Affairs and Northern Development Canada and Employment and Social Development Canada. The nature and extent of this revenue is of such significance that the First Nation is economically dependent on this source of revenue.

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

12. CONTRACTUAL OBLIGATIONS

The nature of Qalipu Mi'kmaq First Nation's activities can result in some multi-year contracts whereby it will be obligated to make future payments when the goods or services are received. At March 31, 2015 there were no significant contractual obligations that can be reasonably estimated.

13. RESERVES

Qalipu Mi'kmaq First Nation has established a reserve to fund future election expenses. Amounts added to the reserve in the fiscal year will be recorded as a current expenditure in the year of addition.

14. FISHING LICENSES

The Qalipu Mi'kmaq First Nation has ownership of ten commercial fishing licences for the use and benefit of its membership. These assets have been recorded at a cost of \$1,192,600.

Mi'kmaq Commercial Fishery Inc. has ownership of three commercial fishing licences which have been recorded at a cost of \$1,296,412.

15. PENSION PLAN

During the year, Qalipu Mi'kmaq First Nation transitioned from an RRSP retirement benefits program to a defined contribution pension plan for eligible members of its staff. Contributions made to the plan accumulate in member accounts established under the plan. The funding policy includes five percent of earnings for management and three percent of earnings for non-management employees, which is matched by Qalipu Mi'kmaq First Nation. The amount of retirement benefit to be received by the employees will be based on the member's share of the pension plan at the time of withdrawal.

Pension expense during the year was \$41,641.

16. RELATED PARTY TRANSACTIONS

During the year, the Band provided services to a related party for \$21,293. (2014 - \$30,074)

During the year, the Band provided services to a second party for \$16,792. (2014 - \$14,176)

The related parties are Organizations that are controlled by First Nations people.

These purchases are in the normal course of business and are measured at the exchange rate, which is the amount of consideration established and agreed to by the related parties.

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

17. ABORIGINAL AFFAIRS AND NORTHERN DEVELOPMENT CANADA FUNDING RECONCILIATION

	<u>2015</u>	<u>2014</u>
Funding per financial statements	\$ 6,081,951	\$ 8,156,988
Add: Current year deferred revenue		
Aboriginal Entrepreneurship Program	61,920	
Community Economic Development Program	<u>11,250</u>	<u>18,885</u>
	6,155,121	8,175,873
Less: Prior year deferred revenue		
Community Economic Development Program	<u>18,885</u>	<u>23,543</u>
Funding per funding confirmation report	<u>\$ 6,136,236</u>	<u>\$ 8,152,330</u>

18. SEGMENT DISCLOSURE

Qalipu Mi'kmaq First Nation provides a range of services to its members. For management reporting purposes, operations and activities are organized and reported by department. These are as follows:

Education – The Education department works to help Aboriginal students acquire the skills they need to enter the labour market. Support is provided primarily for post-secondary education.

Health – The Health department is focused on improving the health of Aboriginal communities. Its mandate is to educate and assist members in accessing Non-Insured Health Benefits.

Economic Development – The Economic Development department is dedicated to encouraging Aboriginal entrepreneurship, enhancing workforce skills of members, and facilitating community economic development projects.

Band Government – Band Government is accountable for administration of the Band.

Other - Other funding includes support for the Band Registrar; Secure Card Program and other fisheries support programs.

For each segment separately reported, the segment revenue and expenses represent amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The presentation by segment is based on the same accounting policies as described in the summary of Significant Accounting Policies as described in Note 1. The segment results for the periods are reported on the following pages.

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

18. SEGMENT DISCLOSURE (Continued)

	EDUCATION			HEALTH			ECONOMIC DEVELOPMENT		
	<u>BUDGET 2015</u>	<u>2015</u>	<u>2014</u>	<u>BUDGET 2015</u>	<u>2015</u>	<u>2014</u>	<u>BUDGET 2015</u>	<u>2015</u>	<u>2014</u>
REVENUE									
Federal government operating transfers	\$ 5,609,294	\$ 5,539,832	\$ 7,932,091	\$ 153,068	\$ 121,889	\$ 98,068	\$ 954,103	\$ 825,150	\$ 918,818
Federal government capital transfers									
Provincial government operating transfers									23,672
Provincial government capital transfers									
Contributed assets									
Economic activities									
Income from investments in government business enterprises									
Other revenue		38,322	33,000					1,017,754	289,684
Total Revenue	5,609,294	5,578,154	7,965,091	153,068	121,889	98,068	954,103	1,842,904	1,232,174
EXPENSES									
Salaries and benefits	431,115	436,013	606,585	79,628	76,258	56,748	466,188	486,706	279,447
Debt Servicing								41,865	42,956
Amortization								126,224	72,726
Other Expenses	5,178,179	5,133,179	7,316,261	73,440	35,664	23,708	505,955	727,490	738,618
Total Expenses	5,609,294	5,569,192	7,922,846	153,068	111,922	80,456	972,143	1,382,285	1,133,747
Annual Surplus (Deficit)	\$	\$ 8,962	\$ 42,245	\$	\$ 9,967	\$ 17,612	\$ (18,040)	\$ 460,619	\$ 98,427

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

18. SEGMENT DISCLOSURE (Continued)

	BAND GOVERNMENT			OTHER			TOTAL		
	BUDGET 2015	2015	2014	BUDGET 2015	2015	2014	BUDGET 2015	2015	2014
REVENUE									
Federal government operating transfers	\$ 494,974	\$ 494,974	\$ 494,974	\$ 943,739	\$ 979,325	\$ 536,264	\$ 8,155,178	\$ 7,961,170	\$ 9,980,215
Federal government capital transfers									
Provincial government operating transfers				17,000	9,814	27,000	17,000	9,814	50,672
Provincial government capital transfers									
Contributed assets									
Economic activities									
Income from investments in government business enterprises									
Other revenue	208,243	94,505	47,938			11,707	208,243	1,150,581	382,329
Total Revenue	703,217	589,479	542,912	960,739	989,139	574,971	8,380,421	9,121,565	10,413,216
EXPENSES									
Salaries and Benefits	378,970	353,470	181,667	252,751	294,497	240,447	1,608,652	1,646,944	1,364,894
Debt Servicing								41,865	42,956
Amortization	99,285	84,965	96,061				99,285	211,189	168,787
Other Expenses	263,751	238,069	254,676	707,988	359,875	307,032	6,729,313	6,494,277	8,640,295
Total Expenses	742,006	676,504	532,404	960,739	654,372	547,479	8,437,250	8,394,275	10,216,932
Annual Surplus (Deficit)	\$ (38,789)	\$ (87,025)	\$ 10,508	\$	\$ 334,767	\$ 27,492	\$ (56,829)	\$ 727,290	\$ 196,284

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

19. TANGIBLE CAPITAL ASSETS

	Land and Land Improvements	Buildings and Leasehold Improvements	Equipment	Fishing Vessel	ATP Equipment	River guardian equipment	Motor Vehicle	Total 2015	Total 2014
Opening Costs	\$ 150,000	\$ 1,841,193	\$ 484,125	\$ 747,708	\$ 202,597	\$ 22,713	\$	\$ 3,448,336	\$ 3,147,592
Additions during the year			107,066				33,569	140,635	300,744
Disposals and write downs			(37,315)	(34,242)	(192,587)	(3,742)		(267,886)	
Closing costs	<u>150,000</u>	<u>1,841,193</u>	<u>553,876</u>	<u>713,466</u>	<u>10,010</u>	<u>18,971</u>	<u>33,569</u>	<u>3,321,085</u>	<u>3,448,336</u>
Opening Accumulated Amortization		93,496	187,322	149,358	150,449	19,669		600,294	414,535
Amortization		69,904	70,069	66,714	590	555	3,357	211,189	185,759
Disposals and write downs			(37,315)	(21,832)	(143,390)	(3,742)		(206,279)	
Closing accumulated amortization		<u>163,400</u>	<u>220,076</u>	<u>194,240</u>	<u>7,649</u>	<u>16,482</u>	<u>3,357</u>	<u>605,204</u>	<u>600,294</u>
Net Book Value of Tangible Capital Assets									
	<u>\$ 150,000</u>	<u>\$ 1,677,793</u>	<u>\$ 333,800</u>	<u>\$ 519,226</u>	<u>\$ 2,361</u>	<u>\$ 2,489</u>	<u>\$ 30,212</u>	<u>\$ 2,715,881</u>	<u>\$ 2,848,042</u>

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2015

20. GOVERNMENT TRANSFERS

		2015			2014	
	Operating	Capital	Total	Operating	Capital	Total
Federal government operating transfers:						
Aboriginal Affairs and Northern Development Canada	\$ 6,081,951	\$	\$ 6,081,951	\$ 8,156,988	\$	\$ 8,156,988
Health Canada	121,889		121,889	98,068		98,068
Service Canada	1,242,330		1,242,330	1,280,159		1,280,159
Other	515,000		515,000	445,000		445,000
Total	7,961,170		7,961,170	9,980,215		9,980,215
Provincial government transfers	9,814		9,814	50,672		50,672
Other						
Total	\$ 7,970,984	\$	\$ 7,970,984	\$ 10,030,887	\$	\$ 10,030,887

21. EXPENSES BY OBJECT

The following is a summary of expenses by object.

	2015	2014
Salaries and benefits	\$ 1,605,303	\$ 1,364,894
Staff development	32,194	18,256
Supplies and services	168,816	86,377
Interest and bank charges	9,497	8,348
Professional services	215,225	57,058
Rental expenditures	68,248	51,671
Fees and contract services	358,146	559,490
Other	5,725,657	8,075,380
Amortization	211,189	185,759
Total	\$ 8,394,275	\$ 10,407,233

**QALIPU MI'KMAQ FIRST NATION
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED
MARCH 31, 2015**

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
BAND SUPPORT
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern			
Development Canada (NG0F)	\$ 494,974	\$ 494,974	\$ 494,974
Management fees		344,000	70,000
Administration fees	208,243	217,997	107,016
Miscellaneous		34,826	2,038
Sales of Promotional Items		4,612	
Rent		230	
	<u>703,217</u>	<u>1,096,639</u>	<u>674,028</u>
EXPENDITURES			
Wages and benefits	378,970	353,470	181,667
Honorariums and per diems	69,200	71,327	73,072
Travel and meetings	48,800	46,475	52,709
Professional fees	27,312	45,228	16,255
Rent	33,600	34,815	31,525
Reserve for election (Note: 13)		30,000	30,000
Consulting and research fees	9,766	24,218	65,290
Office and postage	11,125	24,010	19,755
Motor vehicle		21,470	
Telephone	10,000	10,357	10,243
Contribution to Post Secondary Education		8,819	
Interest and bank charges	6,000	6,840	7,559
Advertising and promotion	8,254	5,528	10,997
Licences and fees	5,068	5,068	
Insurance	12,418	2,445	2,529
Office equipment	2,771	2,342	4,716
Promotional items	500	1,978	
Staff skills development	4,000	1,856	4,883
Maintenance and supplies	1,500	1,461	734
Miscellaneous	1,200	1,034	1,657
Cultural activities	12,237		23,394
	<u>642,721</u>	<u>698,741</u>	<u>536,985</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$ 60,496</u>	<u>\$ 397,898</u>	<u>\$ 137,043</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
ABORIGINAL CULTURAL HERITAGE PROJECT
FOR THE YEAR ENDED MARCH 31, 2015**

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Provincial Government			
Department of Tourism, Culture and Recreation	\$	\$	\$ 12,000
Contribution from Community Economic Development Program			<u>1,632</u>
			<u>13,632</u>
 EXPENDITURES			
Wages and benefits			7,479
Travel and meetings			5,477
Office and postage			335
Telephone			<u>341</u>
			<u>13,632</u>
 EXCESS OF REVENUE OVER EXPENDITURES	\$	\$	\$

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
ABORIGINAL FISHERIES STRATEGY
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Department of Fisheries and Oceans	\$ <u>515,000</u>	\$ <u>515,000</u>	\$ <u>445,000</u>
 EXPENDITURES			
Fishing licences	315,000	315,000	
Wages and benefits	158,765	158,765	155,097
Administration fee	20,000	20,000	20,000
Insurance	6,870	6,870	6,870
Rent	4,655	4,558	4,576
Travel and meetings	3,900	4,106	6,780
Telephone	2,650	2,789	2,066
Office and postage	2,660	2,366	15,311
Staff skills development	500	546	300
Contribution to Mi'kmaq Commercial Fisheries Inc	<u> </u>	<u> </u>	<u>234,000</u>
	<u>515,000</u>	<u>515,000</u>	<u>445,000</u>
 EXCESS OF REVENUE OVER EXPENDITURES	 \$ <u><u> </u></u>	 \$ <u><u> </u></u>	 \$ <u><u> </u></u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
REGISTRATION AND MEMBERSHIP
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern			
Development Canada (NPG7)	\$ 93,089	\$ 171,710	\$ 91,264
Federation of Newfoundland Indians	<u> </u>	<u> </u>	<u>11,707</u>
	<u>93,089</u>	<u>171,710</u>	<u>102,971</u>
EXPENDITURES			
Wages and benefits	77,278	124,527	76,646
Office equipment		21,246	
Office and postage	1,301	11,001	2,560
Rent	9,456	9,069	9,456
Telephone	3,525	4,009	1,874
Travel and meetings	1,529	1,858	3,309
Administration fee	<u> </u>	<u> </u>	<u>9,126</u>
	<u>93,089</u>	<u>171,710</u>	<u>102,971</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$ <u> </u></u>	<u>\$ <u> </u></u>	<u>\$ <u> </u></u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
COMMUNITY ECONOMIC DEVELOPMENT PROGRAM
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern			
Development Canada (NT45)	\$ 836,400	\$ 836,400	\$ 820,000
Deferred revenue	<u> </u>	<u>(11,250)</u>	<u>(18,885)</u>
Aboriginal Affairs and Northern			
Development Canada, net	836,400	825,150	801,115
Cultural Activities		1,450	
Emera	<u> </u>	<u> </u>	<u>38,000</u>
	<u>836,400</u>	<u>826,600</u>	<u>839,115</u>
 EXPENDITURES			
Wages and benefits	466,188	458,399	213,637
Consulting and research fees	126,792	108,950	422,758
Travel and meetings	61,411	68,319	50,422
Administration fees	59,122	58,122	12,500
Rent	46,636	43,040	9,997
Office and postage	13,517	29,262	33,061
Office equipment	32,140	16,353	39,808
Motor vehicle		12,099	
Telephone	10,212	11,083	4,479
Staff skills development	11,032	11,032	11,703
Advertising and promotion	6,000	5,608	15,076
Professional fees	3,000	2,832	12,675
Contribution to Qalipu Programs			12,999
Cultural activities	<u>350</u>	<u>1,501</u>	<u> </u>
	<u>836,400</u>	<u>826,600</u>	<u>839,115</u>
 EXCESS OF REVENUE OVER EXPENDITURES	 <u><u>\$</u></u>	 <u><u>\$</u></u>	 <u><u>\$</u></u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
ABORIGINAL ENTREPRENEURSHIP PROGRAM
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern			
Development Canada (NT21)	\$ 286,450	\$ 305,335	\$
Deferred revenue	<u> </u>	<u>(61,920)</u>	<u> </u>
Aboriginal Affairs and Northern			
Development Canada, net	<u>286,450</u>	<u>243,415</u>	<u> </u>
 EXPENDITURES			
Consulting fees	257,805	206,998	
Cultural activities		12,237	
Travel and meetings	8,300	9,903	
Administration fee	15,000	7,488	
Office equipment	2,345	4,203	
Office supplies		1,843	
Advertising and promotions	<u>3,000</u>	<u>743</u>	<u> </u>
	<u>286,450</u>	<u>243,415</u>	<u> </u>
 EXCESS OF REVENUE OVER EXPENDITURES	 \$ <u> </u>	 \$ <u> </u>	 \$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
QALIPU BUSINESS NETWORK PROJECT - EMERA
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Provincial Government			
Aboriginal Affairs and Northern Development Canada	\$	\$	\$ 23,672
Contribution from Community Economic Development Program			6,367
			<u>30,039</u>
 EXPENDITURES			
Motor vehicle			19,850
Wages and benefits			6,575
Rent			3,591
Office and postage			23
			<u>30,039</u>
 EXCESS OF REVENUE OVER EXPENDITURES	\$	\$	\$

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
NEW HORIZONS FOR SENIORS
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Employment and Social Development Canada	\$ <u>30,000</u>	\$ <u>30,000</u>	\$ _____
 EXPENDITURES			
Travel and meetings	17,208	17,208	
Wages and benefits	6,250	6,250	
Administration fee	3,000	3,000	
Office equipment	1,926	1,504	
Rent	1,500	1,500	
Office and postage	<u>116</u>	<u>538</u>	_____
	<u>30,000</u>	<u>30,000</u>	_____
 EXCESS OF REVENUE OVER EXPENDITURES	 \$ <u>_____</u>	 \$ <u>_____</u>	 \$ <u>_____</u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
POST SECONDARY EDUCATION
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern			
Development Canada (NP5A)	\$ 4,336,971	\$ 4,327,502	\$ 6,651,932
Contribution from Band Support		8,819	
Client Recovery Revenue		<u>34,999</u>	
	<u>4,336,971</u>	<u>4,371,320</u>	<u>6,651,932</u>
EXPENDITURES			
Post Secondary			
Skills development - Community College			
Living allowances	167,219	166,745	715,390
Tuition and books	<u>145,117</u>	<u>147,142</u>	<u>522,253</u>
	<u>312,336</u>	<u>313,887</u>	<u>1,237,643</u>
Skills development - University			
Living allowances	1,450,678	1,446,566	2,575,248
Tuition and books	<u>2,176,211</u>	<u>2,206,585</u>	<u>2,294,965</u>
	<u>3,626,889</u>	<u>3,653,151</u>	<u>4,870,213</u>
Administration			
Salary and benefits	246,794	251,946	421,234
Rent	41,772	43,565	56,655
Professional Fees	38,122	38,122	6,363
Consulting and research fees	18,000	17,979	12,173
Office and postage	14,200	16,848	13,293
Travel and meetings	14,735	13,620	13,382
Office equipment	10,156	7,548	663
Telephone	6,373	7,060	13,293
Advertising	4,444	4,503	3,000
Maintenance and supplies	2,600	2,600	2,650
Staff skills development	491	491	1,370
Miscellaneous	<u>59</u>		
	<u>397,746</u>	<u>404,282</u>	<u>544,076</u>
TOTAL EXPENDITURES	<u>4,336,971</u>	<u>4,371,320</u>	<u>6,651,932</u>
CUMULATIVE UNEXPENDED FUNDING, end of year	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
ABORIGINAL WELLNESS PROGRAM
FOR THE YEAR ENDED MARCH 31, 2015**

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Provincial Government			
Women's Policy Office	\$ <u>17,000</u>	\$ <u>9,814</u>	<u>15,000</u>
 EXPENDITURES			
Wages and benefits	10,458	4,955	1,223
Administration fee	2,550	2,550	
Rent	1,600	1,752	
Travel and meetings	2,314	557	3,660
Consulting fees			10,117
Office and postage	<u>78</u>	<u> </u>	<u> </u>
	<u>17,000</u>	<u>9,814</u>	<u>15,000</u>
 EXCESS OF REVENUE OVER EXPENDITURES	 \$ <u><u> </u></u>	 \$ <u><u> </u></u>	 \$ <u><u> </u></u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
ABORIGINAL SKILLS AND EMPLOYMENT TRAINING STRATEGY
CONSOLIDATED REVIEW FUNDING
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Employment and Social Development Canada	\$ <u>851,308</u>	\$ <u>824,895</u>	\$ <u>850,226</u>
EXPENDITURES			
Administration			
Salary and benefits	61,215	61,432	40,504
Administration fee	35,834	35,834	16,780
Office equipment	10,109	5,883	
Travel and meetings	1,969	5,965	10,231
Office and postage	547	5,096	7,151
Insurance			4,650
Rent			4,000
Contribution from MAMKA			3,124
Telephone			2,257
Core Program Services			
Salary and benefits	101,340	100,870	87,081
Staff skills development	9,778	11,175	
Office and postage	4,722	1,845	
Telephone			449
Rent			400
Agreement Holder Programs			
Skills development - Community College	305,384	332,155	415,202
Summer program	73,999	79,239	71,256
RCMP youth program	46,000	55,598	35,768
Graduate incentive	50,000	26,304	60,029
Wage subsidy	16,000	24,539	28,700
Self employment assistance	30,000	23,800	17,333
Aboriginal Health program	10,000	10,000	
Skills development - University	66,323	9,014	1,746
Targeted training program		4,910	
Partnership Development			
Salary and benefits	20,477	20,477	28,660
Travel and meetings	6,327	9,321	12,583
Telephone	1,213	1,367	
Office supplies	71	71	644
Consulting fees			1,545
Communications			133
TOTAL EXPENDITURES	<u>851,308</u>	<u>824,895</u>	<u>850,226</u>
EXCESS OF REVENUE OVER EXPENDITURES	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
ABORIGINAL SKILLS AND EMPLOYMENT TRAINING STRATEGY
EMPLOYMENT INSURANCE FUNDING
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Employment and Social Development Canada	\$ <u>417,692</u>	\$ <u>387,435</u>	\$ <u>429,933</u>
EXPENDITURES			
Administration			
Insurance	11,546	11,546	
Professional fees	11,263	11,294	6,782
Travel and meetings	10,707	10,706	4,185
Office equipment	5,000	6,838	2,692
Office and postage	5,343	9,606	1,910
Rent	4,400	4,800	800
Telephone	2,278	2,821	767
Salary and benefits	1,288	1,288	21,526
Capacity building	8,309	892	2,684
Administration fee			19,210
Advertising and promotions			31
Core Program Services			
Travel and meetings	13,691	8,000	2,494
Rent	13,098	12,690	9,512
Staff skills development		7,094	
Telephone	4,392	4,513	3,730
Office and postage	600	3,409	4,371
Salary and benefits			7,580
Agreement Holder Programs			
Skills development - Community College	325,777	152,150	254,508
Wage subsidy		51,703	13,974
Self employment assistance		48,278	26,000
Skills development - University		26,432	19,330
Targeted training initiatives program		4,612	
Summer program		3,367	
Career Threads program		3,063	9,102
Graduate incentive		2,333	18,745
TOTAL EXPENDITURES	<u>417,692</u>	<u>387,435</u>	<u>429,933</u>
EXCESS OF REVENUE OVER EXPENDITURES	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>

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**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
EMERA SOCIO-ECONOMIC AGREEMENT
FOR THE YEAR ENDED MARCH 31, 2015**

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Emera	\$ <u>265,247</u>	\$ <u>232,824</u>	\$ _____
EXPENDITURES			
Professional fees	102,100	99,087	
Administration fee	54,000	45,600	
Travel and meetings	55,134	31,427	
Wages and benefits	27,721	16,754	
Cleaning and maintenance		13,844	
Office equipment	1,000	11,532	
Insurance	11,203	11,203	
Office and postage	900	3,377	
Advertising and promotions	<u>13,189</u>	<u> </u>	<u> </u>
	<u>265,247</u>	<u>232,824</u>	<u> </u>
EXCESS OF REVENUE OVER EXPENDITURES	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
ABORIGINAL SKILLS AND EMPLOYMENT TRAINING STRATEGY
CONGRESS OF ABORIGINAL PEOPLES
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Congress of Aboriginal Peoples			
Consolidated Review Funding	\$ 3,323	\$ 3,323	\$ 24,750
Employment Insurance Part II Funding	<u> </u>	<u> </u>	<u>8,250</u>
	<u>3,323</u>	<u>3,323</u>	<u>33,000</u>
EXPENDITURES			
Consolidated Review Funding			
Skills development - Community College	3,323	3,323	22,575
Administration fee			2,175
Employment Insurance Part II Funding			
Skills development - Community College			7,525
Administration fee	<u> </u>	<u> </u>	<u>725</u>
	<u>3,323</u>	<u>3,323</u>	<u>33,000</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u><u>\$ </u></u>	<u><u>\$ </u></u>	<u><u>\$ </u></u>

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QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
PROFESSIONAL AND INSTITUTIONAL DEVELOPMENT
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern			
Development Canada (NG1C, NG1E)	\$ <u>19,200</u>	\$ <u>19,200</u>	\$ _____
EXPENDITURES			
Office supplies	11,700	11,700	
Professional fees	<u>7,500</u>	<u>7,500</u>	_____
	<u>19,200</u>	<u>19,200</u>	_____
EXCESS OF REVENUE OVER EXPENDITURES	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
COMMUNITY ECONOMIC OPPORTUNITIES PROGRAM
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada			
Land and Resources Development	\$	\$	\$ 70,560
Deferred revenue			<u>23,543</u>
			94,103
Community Promotion			<u>23,600</u>
Aboriginal Affairs and Northern Development Canada, net			117,703
Qalipu Development Corporation			<u>5,900</u>
			<u>123,603</u>
EXPENDITURES			
Land and Resources Development			
Wages and benefits			59,235
Rent			9,484
Office supplies			8,581
Administration fee			8,200
Travel and meetings			6,180
Telephone			2,240
Advertising and promotion			129
Office and postage			<u>54</u>
			<u>94,103</u>
Community Promotion			
Office supplies			19,176
Advertising and promotion			7,324
Office and postage			1,577
Cleaning and maintenance			<u>1,423</u>
			<u>29,500</u>
			<u>123,603</u>
EXCESS OF REVENUE OVER EXPENDITURES	\$	\$	\$

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
NON INSURED HEALTH BENEFITS
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Federal Government			
Health Canada	\$ <u>153,068</u>	\$ <u>121,889</u>	\$ <u>98,068</u>
EXPENDITURES			
Wages and benefits	79,628	76,258	56,748
Travel and meetings	52,286	26,484	8,217
Rent	6,500	6,100	5,200
Administration fees	6,348	5,200	5,200
Bookkeeping	5,200	4,767	5,200
Telephone	1,812	1,740	1,759
Professional fees	1,000	1,000	1,000
Office and postage	294	340	4,532
Office equipment			7,212
Advertising and promotion	<u> </u>	<u> </u>	<u>3,000</u>
	<u>153,068</u>	<u>121,889</u>	<u>98,068</u>
EXCESS OF REVENUE OVER EXPENDITURES	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
QALIPU DEVELOPMENT CORPORATION
FOR THE YEAR ENDED MARCH 31, 2015

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
RENTAL INCOME	\$ 204,727	\$ 206,434	\$ 200,944
GOVERNMENT ASSISTANCE		28,647	29,840
MANAGEMENT FEES	<u> </u>	<u>15,000</u>	<u>15,000</u>
	<u>204,727</u>	<u>250,081</u>	<u>245,784</u>
EXPENDITURES			
Amortization		69,904	72,726
Repairs and maintenance	37,525	50,447	36,198
Interest on long term debt	42,048	41,865	42,956
Management fees		30,000	32,000
Utilities	18,535	20,225	17,238
Municipal tax	16,700	16,827	17,716
Insurance	4,100	5,114	3,279
Office and telephone	4,594	3,589	8,429
Wages and benefits	3,556	3,117	
Professional fees	3,000	3,000	7,513
Travel	2,893	2,929	5,906
Rentals	2,400	2,400	2,400
Interest and bank charges	392	974	335
Licences and fees		605	753
Advertising and promotion	<u> </u>	<u> </u>	<u>60</u>
	<u>135,743</u>	<u>250,996</u>	<u>247,509</u>
NET LOSS BEFORE INCOME TAXES	<u>68,984</u>	<u>(915)</u>	<u>(1,725)</u>
INCOME TAXES			
Future income tax (recovery) provision relating to the origination and reversal of temporary differences		<u>(107)</u>	<u>(112)</u>
		<u>(107)</u>	<u>(112)</u>
NET LOSS FOR THE YEAR		<u><u>\$ (808)</u></u>	<u><u>\$ (1,613)</u></u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
MI'KMAQ COMMERCIAL FISHERIES INC.
FOR THE YEAR ENDED MARCH 31, 2015**

	<u>2015</u>	<u>2014</u>
SALES	\$ 432,796	\$ 198,812
GOVERNMENT ASSISTANCE	121,537	82,613
OTHER INCOME	<u>19,400</u>	<u>23,500</u>
	<u>573,733</u>	<u>304,925</u>
EXPENDITURES		
Management fees	250,000	53,000
Repairs and maintenance	100,464	46,795
Fuel	82,351	90,075
Amortization	56,320	16,972
Bait	13,973	3,539
Insurance	11,720	10,700
Travel	8,019	4,920
Licences and fees	5,526	9,706
Office and telephone	3,167	1,384
Professional fees	3,161	3,346
Wages and benefits	1,100	
Interest and bank charges	<u>247</u>	<u>454</u>
	<u>536,048</u>	<u>240,891</u>
NET INCOME BEFORE INCOME TAXES	<u>37,685</u>	<u>64,034</u>
INCOME TAXES		
Current	137	
Future income tax (recovery) provision relating to the origination and reversal of temporary differences	<u>(1,243)</u>	<u>2,410</u>
	<u>(1,106)</u>	<u>2,410</u>
NET INCOME FOR THE YEAR	<u>\$ 38,791</u>	<u>\$ 61,624</u>

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**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
QALIPU MANAGEMENT SERVICES INC.
FOR THE TEN MONTHS ENDED MARCH 31, 2015**

	<u>2015</u>	<u>2014</u>
SALES	\$ <u>20,680</u>	\$ _____
EXPENDITURES		
Management fees	17,000	
Professional fees	2,000	
Interest and bank charges	1,437	
Office and telephone	<u>135</u>	_____
	<u>20,572</u>	_____
NET INCOME BEFORE INCOME TAXES	108	
INCOME TAXES		
Current	<u>15</u>	_____
NET INCOME FOR THE YEAR	\$ <u><u>93</u></u>	\$ <u><u> </u></u>

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**QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
QALIPU MARINE HOLDINGS INC.
FOR THE TEN MONTHS ENDED MARCH 31, 2015**

	<u>2015</u>	<u>2014</u>
SALES	\$ <u>69,427</u>	\$ _____
EXPENDITURES		
Management fees	62,000	
Wages and benefits	5,000	
Professional fees	<u>2,000</u>	_____
	<u>69,000</u>	_____
NET INCOME BEFORE INCOME TAXES	427	
INCOME TAXES		
Current	<u>59</u>	_____
NET INCOME FOR THE YEAR	\$ <u><u>368</u></u>	\$ <u><u> </u></u>

The accompanying notes and supplementary schedules are an integral part of these financial statements

QALIPU MI'KMAQ FIRST NATION
ANNEX INFORMATION
FOR THE YEAR ENDED
MARCH 31, 2015

REVIEW ENGAGEMENT REPORT

To the Chief, Council and Members of
Qalipu Mi'kmaq First Nation

We have reviewed the Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration for Elected or Appointed Officials of Qalipu Mi'kmaq First Nation for the year ended March 31, 2015. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the First Nation.

A review does not constitute an audit and consequently we do not express an audit opinion on this schedule.

Based on our review, nothing has come to our attention that causes us to believe that this schedule is not, in all material respects, in accordance with Canadian generally accepted accounting principles.

Corner Brook,
Newfoundland and Labrador
May 30, 2015


CHARTERED PROFESSIONAL ACCOUNTANTS

ANNEX B
Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration
Elected or Appointed Officials

Qalipu Mi'kmaq First Nation
For the Year Ended March 31, 2015

Name of Individual	Position Title	Number of Months	Salary	Honoraria	Other Remuneration	Total	Travel Expenses
Brendan Sheppard	Chief	Twelve	\$96,153.72			\$96,153.72	\$8,041.59
Kevin Barnes	Vice Chief	Twelve		\$6,200.04		\$6,200.04	\$1,202.53
Randy Drover	Vice Chief	Twelve		\$7,000.04		\$7,000.04	\$4,281.47
Gerald White	Councillor	Twelve		\$6,400.04		\$6,400.04	\$1,199.37
Karen White	Councillor	Twelve		\$5,800.04		\$5,800.04	\$1,000.41
Ben Bennett	Councillor	Twelve		\$6,800.04		\$6,800.04	\$1,235.69
Brendan Mitchell	Councillor	Twelve		\$6,400.04		\$6,400.04	\$691.72
Calvin Francis	Councillor	Twelve		\$6,200.04		\$6,200.04	\$3,122.50
Laetitia MacDonald	Councillor	Twelve		\$6,000.04		\$6,000.04	\$841.31
Francis Skeard	Councillor	Twelve		\$6,200.04		\$6,200.04	\$2,851.92
Bernard White	Councillor	Twelve		\$6,400.04		\$6,400.04	\$1,122.48
Andy Barker	Councillor	Twelve		\$7,400.04		\$7,400.04	\$3,760.23