

**QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
MARCH 31, 2014**

QALIPU MI'KMAQ FIRST NATION
MARCH 31, 2014

CONTENTS

	<u>Page</u>
Statement of Responsibility	
INDEPENDENT AUDITORS' 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 - Atlantic Commercial Fisheries Diversification Initiative	22
Statement of Revenue and Expenditures - Aboriginal Fisheries Strategy	23
Statement of Revenue and Expenditures - Registration and Membership	24
Statement of Revenue and Expenditures - Community Economic Development	25
Statement of Revenue and Expenditures - Advanced Education & Skills	26
Statement of Revenue and Expenditures - Qalipu Business Network - Emera	27
Statement of Revenue and Expenditures - Secure Card Program	28
Statement of Revenue and Expenditures - Post Secondary Education	29
Statement of Revenue and Expenditures - Aboriginal Women's Program	30
Statement of Revenue and Expenditures - ASETS - Consolidated Review Funding	31
Statement of Revenue and Expenditures - ASETS - Employment Insurance Funding	32
Statement of Revenue and Expenditures - Congress of Aboriginal Peoples - ATK	33

QALIPU MI'KMAQ FIRST NATION
MARCH 31, 2014

CONTENTS

	<u>Page</u>
Statement of Revenue and Expenditures - ASETS - Congress of Aboriginal Peoples	34
Statement of Revenue and Expenditures - Finfish Study	35
Statement of Revenue and Expenditures - Community Economic Opportunities	36
Statement of Revenue and Expenditures - Non Insured Health Benefits	37
Statement of Revenue and Expenditures - Qalipu Development Corporation	38
 ANNEX INFORMATION	
REVIEW ENGAGEMENT REPORT	40
Annex B - Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration: Elected or Appointed Officials	41
REVIEW ENGAGEMENT REPORT	42
Annex C - Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration: Unelected Senior 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 Canadian Institute of Chartered Accountants 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, 2014 and the consolidated statements of operations and accumulated surplus, changes in net assets 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, 2014, 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 27, 2014

Bonnell Cole Jones
CHARTERED ACCOUNTANTS

QALIPU MI'KMAQ FIRST NATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2014

	<u>2014</u>	<u>2013</u>
Financial assets		
Cash and cash equivalents(Note: 2)	\$ 781,692	\$ 825,192
Accounts receivable (Note: 3)	898,666	341,024
Income tax receivable	<u>1,920</u>	<u> </u>
Total financial assets	<u>1,682,278</u>	<u>1,166,216</u>
Liabilities		
Accounts payable and accrued liabilities (Note: 4)	\$ 1,433,309	\$ 1,047,576
Income taxes payable		1,898
Deferred revenue (Note: 5)	162,786	168,866
Long term debt (Note: 6)	949,078	981,700
Deferred government assistance (Note: 8)	788,983	818,823
Future income taxes payable	2,686	2,798
Reserves (Note: 12)	<u>60,000</u>	<u>30,000</u>
Total liabilities	<u>3,396,842</u>	<u>3,051,661</u>
Net assets (net debt)	<u>(1,714,564)</u>	<u>(1,885,445)</u>
Non-financial assets		
Tangible capital assets (Note: 17)	2,540,653	2,649,800
Fishing Licences (Note: 13)	877,600	877,600
Prepaid expenses (Note: 7)	<u>62,184</u>	<u>29,459</u>
Total non-financial assets	<u>3,480,437</u>	<u>3,556,859</u>
Accumulated surplus	<u>\$ 1,765,873</u>	<u>\$ 1,671,414</u>

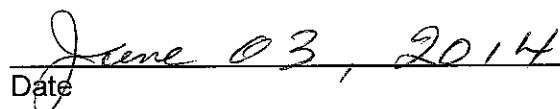
Contingencies (Note: 9)

Contractual Obligations (Note: 11)

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, 2014**

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
Revenue	\$ 10,408,524	\$ 10,311,391	\$11,738,667
Expenditures	<u>10,484,563</u>	<u>10,216,932</u>	<u>11,712,628</u>
Annual surplus / (deficit)	\$ <u>(76,039)</u>	94,459	26,039
Accumulated surplus at beginning of year		1,671,414	1,779,949
Transfer of capital assets to Qalipu Development Corporation (net)		_____	<u>(134,574)</u>
Accumulated surplus at end of year		<u>\$ 1,765,873</u>	<u>\$ 1,671,414</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, 2014**

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada (Note: 14)	\$ 8,175,873	\$ 8,156,988	\$ 9,882,204
Service Canada	1,319,686	1,280,159	1,175,609
Department of Fisheries and Oceans	445,000	445,000	275,000
Health Canada	98,068	98,068	93,068
Province of Newfoundland and Labrador			
Department of Tourism, Culture and Recreation	12,000	12,000	
Department of Health and Community Services			5,963
Department of Advanced Education & Skills	23,672	23,672	11,328
Women's Policy Office	15,000	15,000	
Congress of Aboriginal Peoples	33,000	33,000	83,500
Emera	38,000	38,000	
Management and administration fees	105,126	60,900	74,843
Rent	105,039	105,019	124,603
Miscellaneous	2,160	2,038	5,828
Government assistance	30,000	29,840	6,721
Contribution from Federation of Newfoundland Indians			
		11,707	
Contribution from Qalipu Development Corporation	<u>5,900</u>		
	<u>\$ 10,408,524</u>	<u>\$ 10,311,391</u>	<u>\$ 11,738,667</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, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
EXPENDITURES			
Skills development - University	\$ 4,084,614	\$ 4,891,290	\$ 5,624,089
Skills development - Community College	2,567,894	1,937,452	2,922,542
Wages and benefits	1,459,300	1,364,894	1,263,448
Consulting and research fees	538,803	559,490	531,141
Contribution to Mi'kmaq Commercial Fisheries Inc.	234,000	234,000	75,000
Travel and meetings	207,880	186,958	138,043
Amortization of tangible capital assets	169,285	168,787	117,309
Office and postage	79,944	107,105	98,333
Graduate incentive	62,500	78,774	54,050
Rent	138,949	51,671	102,608
Honorariums and per diems	73,400	73,072	53,964
Summer program	73,999	71,256	71,409
Professional fees	118,233	53,712	73,278
Telephone	50,900	43,498	46,007
Self employment assistance	60,000	43,333	49,017
Interest on long term debt	43,337	42,956	28,392
Wage subsidy	48,000	42,674	30,571
Maintenance and supplies	45,873	39,582	30,116
RCMP youth program	46,000	35,768	35,804
Advertising and promotion	54,863	39,617	22,199
Reserve for election (Note: 12)		30,000	30,000
Cultural activities	20,882	23,394	21,730
Staff skills development	55,321	18,256	66,024
Municipal tax	17,295	17,716	10,594
Insurance	43,093	17,328	34,548
Utilities	19,750	17,238	12,607
Career Threads Program	21,704	9,102	
Interest and bank charges	7,216	7,894	10,270
Contribution to New Horizons Program		5,000	
Income taxes		(112)	4,696
Capacity building	2,000	2,684	1,935
Miscellaneous	3,364	1,657	5,092
Licences and fees	603	753	
Communications	3,500	133	10,304
Equipment purchases	35,745		
Election expenses	2,400		97,115
Contribution to Qalipu Development Corporation			23,963
Contribution to MAMKA			16,000
Band support			430
Administration fees	93,916		
	<u>\$ 10,484,563</u>	<u>\$ 10,216,932</u>	<u>\$ 11,712,628</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, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
Annual surplus/ (deficit)	\$ (76,039)	\$ 94,459	\$ 26,039
Tangible capital assets:			
Acquisition of tangible capital assets	(35,745)	(59,640)	(1,513,982)
Amortization of tangible capital assets	<u>169,285</u>	<u>168,787</u>	<u>117,309</u>
Total Tangible Capital Assets:	57,501	203,606	(1,370,634)
Acquisition of prepaid expenses	<u> </u>	<u>(32,725)</u>	<u>(12,892)</u>
Increase (decrease) in net assets (net debt)	\$ <u>57,501</u>	170,881	(1,383,526)
Net assets (net debt) at beginning of year		(1,885,445)	(501,919)
Net assets (net debt) at end of year		<u>\$(1,714,564)</u>	<u>\$(1,885,445)</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, 2014

	<u>2014</u>	<u>2013</u>
Operating Transactions		
Annual surplus / (deficit)	\$ 94,459	\$ 26,039
Items not affecting cash:		
Amortization of government assistance	(29,840)	(6,721)
Amortization of tangible capital assets	168,787	117,309
Future income taxes	<u>(112)</u>	<u>2,798</u>
	233,294	139,425
Changes in non-cash items on Statement of Financial Position		
(Increase) decrease in accounts receivable	(557,642)	517,376
Increase in reserve for future election	30,000	30,000
Increase in Income taxes receivable	(1,920)	
Increase in prepaid expenses	(32,725)	(22,206)
Increase (decrease) in income taxes payable	(1,898)	1,898
Increase in accounts payable	385,733	314,960
Increase (decrease) in deferred revenue	<u>(6,080)</u>	<u>159,366</u>
Cash provided by (applied to) operating transactions	<u>48,762</u>	<u>1,140,819</u>
Capital Transactions		
Purchase of tangible capital assets	<u>(59,640)</u>	<u>(354,992)</u>
Cash provided by (applied to) capital transactions	<u>(59,640)</u>	<u>(354,992)</u>
Financing Transactions		
Proceeds from (repayment of) debt		(5,000)
Payment of debt	<u>(32,622)</u>	<u>(16,008)</u>
Cash provided by (applied to) financing transactions	<u>(32,622)</u>	<u>(21,008)</u>
Increase (decrease) in cash and cash equivalents	(43,500)	764,819
Cash and cash equivalents, beginning of the year	<u>825,192</u>	<u>60,373</u>
Cash and cash equivalents, end of the year	<u>\$ 781,692</u>	<u>\$ 825,192</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, 2014

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 Canadian Institute of Chartered Accountants. In addition, Qalipu Mi'kmaq First Nation includes certain financial information that are 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 39 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

(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.

(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.

(Cont'd)

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2014

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(f) Tangible Capital Assets - Cont'd

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.

(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>2014</u>	<u>2013</u>
Unrestricted		
Operating	\$ <u>781,692</u>	\$ <u>825,192</u>

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2014

3. ACCOUNTS RECEIVABLE

	<u>2014</u>	<u>2013</u>
Aboriginal Affairs and Northern Development Canada	\$	\$ 19,589
Department of Fisheries and Oceans	327,000	108,195
Federation of Newfoundland Indians	281,955	18,904
Mi'kmaq Commercial Fisheries Inc.	44,948	
Congress of Aboriginal Peoples	8,000	67,500
Government of Newfoundland and Labrador		34,000
Small amounts owing (Net of doubtful accounts)	24,055	2,595
Mi'kmaq Alsumk Mowimsikik Koqoey Association Inc.	150,282	2,345
HST Refund	<u>62,426</u>	<u>87,896</u>
Total Accounts Receivable	\$ <u>898,666</u>	\$ <u>341,024</u>

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2014</u>	<u>2013</u>
Trade payables	\$ 381,424	\$ 441,072
Accrued salaries and employee benefits payable	18,338	41,067
Other accrued liabilities	799,547	505,638
Mi'kmaq Commercial Fisheries	234,000	37,624
Aboriginal Affairs and Northern Development Canada	<u> </u>	<u>22,175</u>
Total Accounts Payable	\$ <u>1,433,309</u>	\$ <u>1,047,576</u>

5. DEFERRED REVENUE

The 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>2014</u>	<u>2013</u>
Department of Human Resources Labour and Employment	\$	\$ 22,672
Aboriginal Affairs and Northern Development Canada	42,922	23,543
Department of Education	9,500	9,500
Service Canada	39,527	89,114
Department of Health and Community Services		24,037
New Horizons	30,000	
Post Secondary Client Recovery Revenue	<u>40,837</u>	<u> </u>
	\$ <u>162,786</u>	\$ <u>168,866</u>

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2014

6. LONG TERM DEBT

	<u>2014</u>	<u>2013</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 \$855,221.	\$ 429,591	\$ 444,178
4.48% bank loan repayable in blended monthly installments of \$3,460 to 2032, secured by land and building with a carrying value of \$1,042,476.	<u>519,487</u>	<u>537,522</u>
	<u>\$ 949,078</u>	<u>\$ 981,700</u>

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

2015	\$ 33,712
2016	35,252
2017	36,831
2018	38,546
2019	40,305
Subsequent	<u>764,432</u>
	<u>\$ 949,078</u>

	<u>2014</u>	<u>2013</u>
Interest expense for the year on long term debt	\$ <u>42,956</u>	\$ <u>28,392</u>

7. PREPAID EXPENSES

	<u>2014</u>	<u>2013</u>
Employee benefits	\$ 23,864	\$ 15,624
Municipal taxes	12,550	10,540
Insurance	<u>25,770</u>	<u>3,295</u>
Total Prepaid Expenses	<u>\$ 62,184</u>	<u>\$ 29,459</u>

8. 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.

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2014

9. 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.

10. 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 Service Canada. The nature and extent of this revenue is of such significance that the First Nation is economically dependent on this source of revenue.

11. 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, 2014 there were no significant contractual obligations that can be reasonably estimated.

12. 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.

13. FISHING LICENSES

The Qalipu Mi'kmaq First Nation has ownership of eight commercial fishing licences for the use and benefit of its membership. These assets have been recorded at cost of \$877,600.

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2014

14. ABORIGINAL AFFAIRS AND NORTHERN DEVELOPMENT CANADA FUNDING RECONCILIATION

	<u>2014</u>	<u>2013</u>
Funding per financial statements	\$ 8,156,988	\$ 9,882,204
Add: Current year deferred revenue		
Community Economic Opportunities Program		23,543
Community Economic Development Program	18,885	
Secure Card program	<u> </u>	<u>22,175</u>
	8,175,873	9,927,922
Less: Prior year deferred revenue		
Community Economic Opportunities Program	<u>23,543</u>	<u> </u>
Funding per funding confirmation report	<u>\$ 8,152,330</u>	<u>\$ 9,927,922</u>

15. RELATED PARTY TRANSACTIONS

During the year, the company provided services to a related party for \$53,000. (2013-\$0)

During the year, the company provided services to a second related party for \$30,074. (2013 - \$45,253)

During the year, the company provided services to a third related party for 14,176. (2013 - \$6,026)

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, 2014

16. 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, 2014

16. SEGMENT DISCLOSURE (Continued)

	EDUCATION			HEALTH			ECONOMIC DEVELOPMENT		
	BUDGET 2014	2014	2013	BUDGET 2014	2014	2013	BUDGET 2014	2014	2013
REVENUE									
Federal government operating transfers	\$ 7,971,618	\$ 7,932,091	\$ 9,644,170	\$ 98,068	\$ 98,068	\$ 93,068	\$ 937,703	\$ 918,818	\$ 697,957
Federal government capital transfers									
Provincial government operating transfers			11,328			5,963	23,672	23,672	
Provincial government capital transfers									
Contributed assets									
Economic activities									
Income from investments in government business enterprises									
Other revenue	33,000	33,000	67,500				193,939	187,859	104,290
Total Revenue	8,004,618	7,965,091	9,722,998	98,068	98,068	99,031	1,155,314	1,130,349	802,247
EXPENSES									
Salaries and benefits	680,488	606,585	528,155	56,427	56,748	57,414	280,118	279,447	141,980
Debt Servicing								42,956	28,392
Amortization							70,000	72,726	18,024
Other Expenses	7,324,130	7,316,261	9,114,360	41,641	23,708	27,765	877,919	738,618	648,827
Capital Expenses	8,004,618	7,922,846	9,642,515	98,068	80,456	85,179	1,228,037	1,133,747	837,223
Annual Surplus (Deficit)	\$	\$ 42,245	\$ 80,483	\$	\$ 17,612	\$ 13,852	\$ (72,723)	\$ (3,398)	\$ (34,976)

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2014

16. SEGMENT DISCLOSURE (Continued)

	BAND GOVERNMENT			OTHER			TOTAL		
	<u>BUDGET 2014</u>	<u>2013</u>	<u>BUDGET 2014</u>	<u>2014</u>	<u>2013</u>	<u>BUDGET 2014</u>	<u>2014</u>	<u>2013</u>	<u>2013</u>
REVENUE									
Federal government operating transfers	\$ 494,974	\$ 439,298	\$ 536,264	\$ 536,264	\$ 551,388	\$ 10,038,627	\$ 9,980,215	\$ 11,425,881	
Federal government capital transfers									
Provincial government operating transfers			27,000	27,000		50,672	50,672	17,291	
Provincial government capital transfers									
Contributed assets									
Economic activities		46,550						46,550	
Income from investments in government business enterprises									
Other revenue	92,286	61,155		11,707	16,000	319,225	280,504	248,945	
Total Revenue	587,260	547,003	563,264	574,971	567,388	10,408,524	10,311,391	11,738,667	
EXPENSES									
Salaries and Benefits	210,149	188,231	232,118	240,447	347,669	1,459,300	1,364,894	1,263,449	
Debt Servicing							42,956	28,392	
Amortization	99,285	99,285				169,285	168,787	117,309	
Other Expenses	279,510	336,007	332,778	307,032	176,519	8,855,978	8,640,295	10,303,478	
General Expenses	588,944	623,523	564,896	547,479	524,188	10,484,563	10,216,932	11,712,628	
Annual Surplus (Deficit)	\$ (1,684)	\$ (76,520)	\$ (1,632)	\$ 27,492	\$ 43,200	\$ (76,039)	\$ 94,459	\$ 26,039	

QALIPU MI'KMAQ FIRST NATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2014

18. GOVERNMENT TRANSFERS

	2014		2013			
	Operating	Capital	Total	Operating	Capital	Total
Federal government operating transfers:						
Aboriginal Affairs and Northern Development Canada	\$ 8,156,988	\$	\$ 8,156,988	\$ 9,882,204	\$	\$ 9,882,204
Health Canada	98,068		98,068	93,068		93,068
Service Canada	1,280,159		1,280,159	1,175,609		1,175,609
Other	445,000		445,000	275,000		275,000
Total	9,980,215		9,980,215	11,425,881		11,425,881
Provincial government transfers	50,672		50,672	17,291		17,291
Other						
Total	\$ 10,030,887	\$	\$ 10,030,887	\$ 11,443,172	\$	\$ 11,443,172

19. EXPENSES BY OBJECT

The following is a summary of expenses by object.

	2014	2013
Salaries and benefits	\$ 1,364,894	\$ 1,263,448
Staff development	18,256	66,024
Supplies and services	39,582	30,116
Interest and bank charges	7,894	10,270
Professional services	53,712	73,278
Rental expenditures	51,671	102,608
Fees and contract services	559,490	531,141
Other	8,022,148	9,518,434
Amortization	99,285	117,309
Total	\$ 10,216,932	\$ 11,712,628

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

**QALIPU MI'KMAQ FIRST NATION
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED
MARCH 31, 2014**

QALIPU MI'KMAQ FIRST NATION
STATEMENT OF REVENUE AND EXPENDITURES
BAND SUPPORT
FOR THE YEAR ENDED MARCH 31, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ 494,974	\$ 494,974	\$ 439,298
Administration fees	90,126	107,016	160,116
Miscellaneous	2,160	2,038	4,712
Rent			46,550
Management fees		70,000	
	<u>587,260</u>	<u>674,028</u>	<u>650,676</u>
EXPENDITURES			
Wages and benefits	210,149	181,667	188,231
Honorariums and per diems	73,400	73,072	53,964
Consulting and research fees	38,000	65,290	5,185
Travel and meetings	36,800	52,709	30,663
Rent	22,032	31,525	41,327
Reserve for election (Note: 12)		30,000	30,000
Cultural activities	20,882	23,394	21,730
Office and postage	10,400	19,755	17,722
Professional fees	22,000	16,255	24,286
Advertising and promotion	10,000	10,997	5,690
Telephone	10,000	10,243	12,080
Interest and bank charges	6,800	7,559	7,947
Office equipment	5,000	4,716	
Staff skills development	7,500	4,883	19,282
Insurance	11,600	2,529	6,139
Miscellaneous	2,496	1,657	1,344
Maintenance and supplies	200	734	
Election expense	2,400		97,115
Contribution to Community Economic Opportunities Program			40,000
Band support			430
	<u>489,659</u>	<u>536,985</u>	<u>603,135</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$ 97,601</u>	<u>\$ 137,043</u>	<u>\$ 47,541</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, 2014**

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Province of Newfoundland and Labrador Department of Tourism, Culture and Recreation	\$ 12,000	\$ 12,000	\$
Contribution from Community Economic Development Program	<u>1,632</u>	<u>1,632</u>	<u> </u>
	<u>13,632</u>	<u>13,632</u>	<u> </u>
EXPENDITURES			
Wages and benefits	7,479	7,479	
Travel and meetings	5,477	5,477	
Office and postage	335	335	
Telephone	<u>341</u>	<u>341</u>	<u> </u>
	<u>13,632</u>	<u>13,632</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
ATLANTIC COMMERCIAL FISHERIES DIVERSIFICATION INITIATIVE
FOR THE YEAR ENDED MARCH 31, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ _____	\$ _____	\$ <u>13,200</u>
EXPENDITURES			
Consulting fees	_____	_____	13,200
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 FISHERIES STRATEGY
FOR THE YEAR ENDED MARCH 31, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Department of Fisheries and Oceans	\$ <u>445,000</u>	\$ <u>445,000</u>	\$ <u>275,000</u>
EXPENDITURES			
Contribution to Mi'kmaq Commercial Fisheries Inc	234,000	234,000	75,000
Wages and benefits	155,223	155,097	157,110
Administration fee	20,000	20,000	20,000
Office and postage	14,802	15,311	1,369
Insurance	6,870	6,870	6,870
Travel and meetings	6,300	6,780	4,426
Rent	4,655	4,576	5,089
Telephone	2,650	2,066	2,455
Staff skills development	<u>500</u>	<u>300</u>	<u>2,681</u>
	<u>445,000</u>	<u>445,000</u>	<u>275,000</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
REGISTRATION AND MEMBERSHIP
FOR THE YEAR ENDED MARCH 31, 2014**

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ 91,264	\$ 91,264	\$ 89,474
Federation of Newfoundland Indians	<u> </u>	<u>11,707</u>	<u> </u>
	<u>91,264</u>	<u>102,971</u>	<u>89,474</u>
EXPENDITURES			
Wages and benefits	68,193	76,646	61,174
Rent	9,720	9,456	11,052
Administration fee	9,126	9,126	8,947
Travel and meetings		3,309	142
Office and postage	1,645	2,560	6,237
Telephone	<u>2,580</u>	<u>1,874</u>	<u>2,012</u>
	<u>91,264</u>	<u>102,971</u>	<u>89,564</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$ </u>	<u>\$ </u>	<u>\$ (90)</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, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ 820,000	\$ 820,000	\$ 545,000
Deferred revenue	<u> </u>	<u>(18,885)</u>	<u> </u>
Aboriginal Affairs and Northern Development Canada, net	820,000	801,115	545,000
Emera	<u>38,000</u>	<u>38,000</u>	<u> </u>
	<u>858,000</u>	<u>839,115</u>	<u>545,000</u>
EXPENDITURES			
Consulting and research fees	428,079	422,758	367,484
Wages and benefits	214,308	213,637	73,079
Travel and meetings	68,446	50,422	24,216
Office equipment	18,745	39,808	961
Office and postage	18,695	33,061	6,418
Advertising and promotion	29,110	15,076	5,150
Contribution to Qalipu Programs	15,000	12,999	
Professional fees	40,000	12,675	2,530
Administration fees	12,500	12,500	
Staff skills development	5,767	11,703	34,120
Rent	6,000	9,997	4,735
Telephone	1,350	4,479	2,096
Contribution to Qalipu Development Corporation			23,963
Miscellaneous	<u> </u>	<u> </u>	<u>248</u>
	<u>858,000</u>	<u>839,115</u>	<u>545,000</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
ADVANCES EDUCATION AND SKILLS
FOR THE YEAR ENDED MARCH 31, 2014**

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Province of Newfoundland and Labrador Department of Advanced Education & Skills	\$ _____	\$ _____	\$ <u>11,328</u>
EXPENDITURES			
Consulting fees	_____	_____	<u>11,328</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, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Province of Newfoundland and Labrador			
Department of Advanced Education & Skills	\$ 23,672	\$ 23,672	\$
Contribution from Community Economic			
Development Program	<u>6,367</u>	<u>6,367</u>	<u> </u>
	<u>30,039</u>	<u>30,039</u>	<u> </u>
 EXPENDITURES			
Consulting fees	19,850	19,850	
Wages and benefits	6,575	6,575	
Rent	3,591	3,591	
Office and postage	<u>23</u>	<u>23</u>	<u> </u>
	<u>30,039</u>	<u>30,039</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
SECURE CARD PROGRAM
FOR THE YEAR ENDED MARCH 31, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ _____	\$ _____	\$ 173,714
 EXPENDITURES			
Wages and benefits			129,385
Rent			22,682
Administration fee			14,343
Telephone			3,899
Office and postage			3,257
Travel and meetings	_____	_____	148
	_____	_____	173,714
 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
POST SECONDARY EDUCATION
FOR THE YEAR ENDED MARCH 31, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ 6,651,932	\$ 6,651,932	\$ 8,468,561
EXPENDITURES			
Post Secondary			
Skills development - Community College			
Living allowances	1,054,008	715,390	1,227,499
Tuition and books	<u>1,014,143</u>	<u>522,253</u>	<u>1,044,026</u>
	<u>2,068,151</u>	<u>1,237,643</u>	<u>2,271,525</u>
Skills development - University			
Living allowances	2,139,958	2,575,248	2,930,914
Tuition and books	<u>1,823,104</u>	<u>2,294,965</u>	<u>2,632,060</u>
	<u>3,963,062</u>	<u>4,870,213</u>	<u>5,562,974</u>
Administration			
Salary and benefits	471,884	421,234	351,331
Rent	60,867	56,655	35,238
Travel and meetings	19,300	13,382	20,932
Office and postage	17,200	13,293	40,823
Telephone	15,600	13,293	11,319
Consulting and research fees	13,000	12,173	71,340
Professional Fees	9,000	6,363	27,732
Advertising	5,000	3,000	7,594
Maintenance and supplies	3,000	2,650	10,451
Staff skills development	5,000	1,370	9,552
Office equipment		663	45,037
Insurance			2,789
Miscellaneous	<u>868</u>		
	<u>620,719</u>	<u>544,076</u>	<u>634,138</u>
TOTAL EXPENDITURES	<u>6,651,932</u>	<u>6,651,932</u>	<u>8,468,637</u>
CUMULATIVE UNEXPENDED FUNDING, end of year	<u>\$</u>	<u>\$</u>	<u>\$ (76)</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 WOMEN'S PROGRAM
FOR THE YEAR ENDED MARCH 31, 2014**

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Province of Newfoundland and Labrador Women's Policy Office	\$ <u>15,000</u>	\$ <u>15,000</u>	<u> </u>
EXPENDITURES			
Consulting fees	10,117	10,117	
Travel and meetings	3,660	3,660	
Wages and benefits	<u>1,223</u>	<u>1,223</u>	<u> </u>
	<u>15,000</u>	<u>15,000</u>	<u> </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, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Service Canada	\$ <u>878,009</u>	\$ <u>850,226</u>	\$ <u>779,335</u>
EXPENDITURES			
Administration			
Salary and benefits	42,912	40,504	41,380
Administration fee	16,780	16,780	16,150
Travel and meetings	13,316	10,231	5,587
Office and postage	4,200	7,151	5,460
Insurance	15,450	4,650	6,600
Rent	4,800	4,000	3,200
Professional fees	13,537	3,124	6,937
Telephone	4,800	2,257	1,550
Staff skills development	7,742		389
Core Program Services			
Salary and benefits	94,580	87,081	78,228
Telephone		449	3,235
Rent		400	6,800
Office and postage			802
Travel and meetings			189
Staff skills development	28,812		
Agreement Holder Programs			
Skills development - Community College	261,313	415,202	371,715
Summer program	73,999	71,256	71,409
Graduate incentive	50,000	60,029	42,785
RCMP youth program	46,000	35,768	35,804
Wage subsidy	16,000	28,700	10,749
Self employment assistance	30,000	17,333	19,350
Skills development - University	66,323	1,746	19,103
Career threads program	10,000		
Partnership Development			
Salary and benefits	55,877	28,660	24,414
Travel and meetings	15,568	12,583	3,745
Consulting fees	2,000	1,545	
Office supplies	500	644	
Communications	<u>3,500</u>	<u>133</u>	<u>3,754</u>
TOTAL EXPENDITURES	<u>878,009</u>	<u>850,226</u>	<u>779,335</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, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Service Canada	\$ <u>441,677</u>	\$ <u>429,933</u>	\$ <u>396,274</u>
EXPENDITURES			
Administration			
Salary and benefits	15,235	21,526	13,177
Administration fee	19,210	19,210	16,840
Professional fees	14,275	6,782	5,863
Travel and meetings	3,975	4,185	3,572
Office equipment	5,000	2,692	
Capacity building	2,000	2,684	1,935
Office and postage	240	1,910	3,058
Rent		800	1,200
Telephone	199	767	1,565
Advertising and promotions		31	
Insurance			5,400
Core Program Services			
Rent	10,200	9,512	2,478
Salary and benefits		7,580	19,625
Office and postage	5,200	4,371	2,520
Telephone	8,380	3,730	1,941
Travel and meetings	8,000	2,494	
Agreement Holder Programs			
Skills development - Community College	208,330	254,508	233,195
Self employment assistance	30,000	26,000	29,667
Skills development - University	55,229	19,330	23,151
Graduate incentive	12,500	18,745	11,265
Wage subsidy	32,000	13,974	19,822
Career threads program	<u>11,704</u>	<u>9,102</u>	
TOTAL EXPENDITURES	<u>441,677</u>	<u>429,933</u>	<u>396,274</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
CONGRESS OF ABORIGINAL PEOPLES - ATK
FOR THE YEAR ENDED MARCH 31, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Congress of Aboriginal Peoples			
ATK funding	\$ _____	\$ _____	\$ 16,000
EXPENDITURES			
Contributions to MAMKA	_____	_____	16,000
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, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Congress of Aboriginal Peoples			
Consolidated Review Funding	\$ 24,750	\$ 24,750	\$ 50,625
Employment Insurance Part II Funding	<u>8,250</u>	<u>8,250</u>	<u>16,875</u>
	<u>33,000</u>	<u>33,000</u>	<u>67,500</u>
EXPENDITURES			
Consolidated Review Funding			
Skills development - Community College	22,575	22,575	29,865
Skills development - University			18,861
Administration fee	2,175	2,175	1,899
Employment Insurance Part II Funding			
Skills development - Community College	7,525	7,525	16,242
Administration fee	<u>725</u>	<u>725</u>	<u>633</u>
	<u>33,000</u>	<u>33,000</u>	<u>67,500</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
FINFISH STUDY
FOR THE YEAR ENDED MARCH 31, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada	\$ _____	\$ _____	\$ <u>16,500</u>
EXPENDITURES			
Consulting and research fees	_____	_____	<u>16,500</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
COMMUNITY ECONOMIC OPPORTUNITIES PROGRAM
FOR THE YEAR ENDED MARCH 31, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Aboriginal Affairs and Northern Development Canada			
Land and Resources Development	\$ 70,560	\$ 70,560	\$ 160,000
Deferred revenue	<u>23,543</u>	<u>23,543</u>	<u>(23,543)</u>
	94,103	94,103	136,457
Community Promotion	<u>23,600</u>	<u>23,600</u>	_____
Aboriginal Affairs and Northern Development Canada, net	117,703	117,703	136,457
Contribution from Band Support Qalipu Development Corporation	<u>5,900</u>	<u>5,900</u>	40,000
	<u>123,603</u>	<u>123,603</u>	<u>176,457</u>
EXPENDITURES			
Land and Resources Development			
Wages and benefits	59,235	59,235	68,901
Rent	9,484	9,484	1,200
Consulting and research fees	8,581	8,581	40,140
Administration fee	8,200	8,200	14,400
Travel and meetings	6,180	6,180	38,582
Telephone	2,240	2,240	862
Advertising and promotion	129	129	1,917
Office and postage	54	54	2,620
Communications			6,549
Office equipment			<u>1,286</u>
	<u>94,103</u>	<u>94,103</u>	<u>176,457</u>
Community Promotion			
Consulting and research fees	19,176	19,176	
Advertising and promotion	7,324	7,324	
Office and postage	1,577	1,577	
Travel and meetings	<u>1,423</u>	<u>1,423</u>	
	<u>29,500</u>	<u>29,500</u>	
	<u>123,603</u>	<u>123,603</u>	<u>176,457</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
NON INSURED HEALTH BENEFITS
FOR THE YEAR ENDED MARCH 31, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
REVENUE			
Federal Government			
Health Canada	\$ 98,068	\$ 98,068	\$ 93,068
Province of Newfoundland and Labrador			
Department of Health and Community Services	<u> </u>	<u> </u>	<u>5,963</u>
	<u>98,068</u>	<u>98,068</u>	<u>99,031</u>
EXPENDITURES			
Wages and benefits	56,427	56,748	57,414
Travel and meetings	7,941	8,217	2,948
Office equipment	7,000	7,212	3,392
Administration fees	5,200	5,200	5,260
Rent	5,200	5,200	5,226
Bookkeeping	5,200	5,200	5,200
Office and postage	4,340	4,532	6,633
Advertising and promotion	3,000	3,000	3,000
Telephone	2,760	1,759	2,994
Professional fees	1,000	1,000	1,000
Consulting fees	<u> </u>	<u> </u>	<u>5,964</u>
	<u>98,068</u>	<u>98,068</u>	<u>99,031</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, 2014

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
RENTAL INCOME	\$ 200,964	\$ 200,944	\$ 116,950
GOVERNMENT ASSISTANCE	30,000	29,840	6,721
MANAGEMENT FEES	15,000	15,000	18,400
OTHER INCOME	<u> </u>	<u> </u>	<u>1,116</u>
	<u>245,964</u>	<u>245,784</u>	<u>143,187</u>
EXPENDITURES			
Amortization	70,000	72,726	18,024
Interest on long term debt	43,337	42,956	28,392
Repairs and maintenance	42,673	36,198	19,665
Management fees		32,000	
Utilities	19,750	17,238	12,607
Municipal tax	17,295	17,716	10,594
Office and telephone	733	8,429	1,415
Professional fees	13,221	7,513	4,931
Travel	11,494	5,906	2,893
Insurance	9,173	3,279	6,750
Rentals	2,400	2,400	1,277
Licences and fees	603	753	
Interest and bank charges	416	335	2,323
Advertising and promotion	<u>300</u>	<u>60</u>	<u>2,348</u>
	<u>231,395</u>	<u>247,509</u>	<u>111,219</u>
NET (LOSS) INCOME BEFORE INCOME TAX	<u>14,569</u>	<u>(1,725)</u>	<u>31,968</u>
INCOME TAXES			
Current			1,898
Future income tax (recovery) provision relating to the origination and reversal of temporary differences		<u>(112)</u>	<u>2,798</u>
		<u>(112)</u>	<u>4,696</u>
NET LOSS FOR THE YEAR		<u>\$ (1,613)</u>	<u>\$ 27,272</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, 2014

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, 2014. 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 27, 2014

Bonnell Cole Jones
CHARTERED ACCOUNTANTS

