

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

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>	
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

17-06-2015
 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 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>211,147</u>	528,520	27,481
 Net assets (net debt) at beginning of year		<u>(2,810,914)</u>	<u>(2,838,395)</u>
 Net assets (net debt) at end of year		\$ <u>(2,282,394)</u>	\$ <u>(2,810,914)</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 46.

(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 Asumk 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 Koqoey 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			
	BUDGET 2015	2015	2014	BUDGET 2015	2015	2014	BUDGET 2015	2015	2014		BUDGET 2015	2015	2014				
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	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	\$ 960,739	\$ 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 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	150,000	1,841,193	553,876	713,466	10,010	18,971	33,569	3,321,085	3,448,336
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		163,400	220,076	194,240	7,649	16,482	3,357	605,204	600,294
Net Book Value of Tangible Capital Assets	\$ 150,000	\$ 1,677,793	\$ 333,800	\$ 519,226	\$ 2,361	\$ 2,489	\$ 30,212	\$ 2,715,881	\$ 2,848,042

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

20. GOVERNMENT TRANSFERS

	Operating	2015 Capital	Total	Operating	2014 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