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July 28, 2017

FILE NO: 3962

Indigenous and Northern Affairs Canada
630 Canada Place
9700 Jasper Ave
Edmonton AB T5J 4G2

Dear Sir:

Re: Kapawe'no First Nation
Year Ended March 31, 2017

Please find enclosed the following information for publication on the INAC website:

1. Consolidated financial statements
2. Schedule of Salaries, Honoraria and Travel for Chief and Council

Please contact the undersigned if you require further information.

Yours very truly,

Crowe MacKay LLP

A handwritten signature in black ink, appearing to read "Andy Ellis", written over a horizontal line.

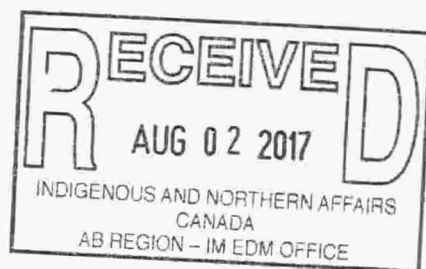
Per: Andy Ellis Professional Corporation
Partner

/cp

Encl.

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cc: Kapawe'no First Nation
Attention: Effie Anderson



Kapawe'no First Nation

Consolidated Financial Statements

March 31, 2017

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Kapawe'no First Nation

Management's Responsibility for Financial Reporting

March 31, 2017

The accompanying consolidated financial statements of Kapawe'no First Nation are the responsibility of management and have been approved by Chief and 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, Crowe MacKay LLP, 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 Kapawe'no First Nation and meet when required.

On behalf of Kapawe'no First Nation:

Jul 27/17
Chief
Coffie Anderson
Finance Director

July 27/17
Date
July 27/17
Date

Independent Auditors' Report

To the Members of Kapawe'no First Nation

We have audited the accompanying consolidated financial statements of Kapawe'no First Nation, which comprise the consolidated statement of financial position as at March 31, 2017, and the consolidated statements of operations and accumulated surplus, change in net financial 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 Consolidated 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 consolidated 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 about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the First Nation's preparation and fair presentation of the consolidated 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 First Nation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated 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 financial position of Kapawe'no First Nation as at March 31, 2017, and the results of its operations, the changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

**Edmonton, Canada
July 25, 2017**


Chartered Professional Accountants

Kapawe'no First Nation**Consolidated Statement of Financial Position**

March 31	2017	2016
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Financial Assets

Cash (Note 2)	\$ 2,407,587	\$ 2,866,281
Accounts receivable (Note 3)	322,947	288,486
Band member receivables (Note 4)	29,311	39,257
Long-term investments (Note 5)	385,953	368,182
Trust funds (Note 6)	4,668,032	4,549,666
	<hr/>	<hr/>
	7,813,830	8,111,872

Liabilities

Operating loan (Note 7)	-	15,000
Accounts payable and accrued liabilities	101,492	90,659
Deferred revenue (Note 8)	373,235	810,501
Long-term debt (Note 9)	355,140	407,312
	<hr/>	<hr/>
	829,867	1,323,472

Net financial assets	6,983,963	6,788,400
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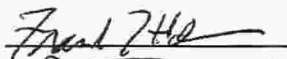
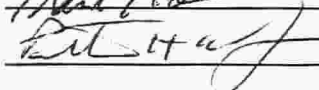
Non-financial Assets

Capital assets (Note 10)	8,953,325	8,421,589
Prepaid expenses	8,867	7,480
	<hr/>	<hr/>
	8,962,192	8,429,069

Accumulated Surplus (Note 11)	\$ 15,946,155	\$ 15,217,469
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Contingent liabilities (Note 12)

Approved on behalf of the Chief and Council

	Chief
	Councilor

Kapawe'no First Nation

Consolidated Statement of Operations and Accumulated Surplus

For the year ended March 31	2017 Budget	2017 Actual	2016 Actual
Revenue			
LSLIRC	\$ 1,133,570	\$ 1,754,684	\$ 1,139,316
Health Canada	779,086	784,086	1,061,078
Province of Alberta	722,484	804,611	105,723
Interest and investment income	-	239,641	233,721
Other revenue	635,630	1,449,447	1,247,630
Transfers	231,970	-	-
	3,502,740	5,032,469	3,787,468
Expenses (Note 13)			
Education	345,989	310,101	310,856
Health	706,665	639,835	874,328
Economic Development	64,199	145,004	172,405
Housing	128,777	264,833	173,227
Social Services	528,259	672,077	479,662
Band Government	451,471	411,042	393,302
Community Services	554,897	1,141,233	916,780
Other	722,484	39,420	154,289
Amortization	680,238	680,238	728,168
	4,182,979	4,303,783	4,203,017
Excess (deficiency) of revenue over expenses	(680,238)	728,686	(415,549)
Accumulated surplus, beginning of year	15,217,469	15,217,469	15,633,018
Accumulated surplus, end of year	\$ 14,537,231	\$ 15,946,155	\$ 15,217,469

Kapawe'no First Nation**Consolidated Statement of Change in Net Financial Assets**

For the year ended March 31	2017 Budget	2017 Actual	2016 Actual
Excess (deficiency) of revenue over expenses	\$ (680,238)	\$ 728,686	\$ (415,549)
Acquisition of tangible capital assets	-	(1,211,973)	(119,466)
Amortization of tangible capital assets	680,238	680,238	728,168
Disposal of assets	-	-	30,602
	680,238	(531,735)	639,306
Use of prepaid asset	-	(1,388)	(3,547)
Increase in net financial assets	-	195,563	220,210
Net financial assets, beginning of year	6,788,400	6,788,400	6,568,190
Net financial assets, end of year	\$ 6,788,400	\$ 6,983,963	\$ 6,788,400

Kapawe'no First Nation

Consolidated Statement of Cash Flow

For the year ended March 31,	2017	2016
Cash flows from		
Operating activities		
Excess (deficiency) of revenue over expenses	\$ 728,686	\$ (415,549)
Items not affecting cash		
Amortization	680,238	728,168
Loss on sale of capital assets	-	30,602
	1,408,924	343,221
Change in non-cash operating working capital		
Accounts receivable	(34,461)	126,293
Prepaid expenses	(1,387)	(3,547)
Accounts payable	10,834	(12,508)
Deferred revenue	(437,266)	364,235
Band member receivables	9,944	25,714
	956,588	843,408
Capital activities		
Purchase of capital assets	(1,211,973)	(119,466)
Financing activities		
Long-term debt repayments	(52,172)	(152,217)
Advances (repayment) on operating loan	(15,000)	15,000
	(67,172)	(137,217)
Investing activities		
Trust contributions	(118,366)	(108,150)
Purchase of investments	(17,771)	(19,284)
	(136,137)	(127,434)
Increase (decrease) in cash and cash equivalents	(458,694)	459,291
Cash and cash equivalents, beginning of year	2,866,281	2,406,990
Cash and cash equivalents, end of year	\$ 2,407,587	\$ 2,866,281

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

1. Basis of Presentation and Significant Accounting Policies

These financial statements are prepared in accordance with Canadian public sector accounting standards for governments as recommended by the Public Sector Accounting Board of Chartered Professional Accountants of Canada.

(a) Reporting entity principles of financial reporting

The First Nation reporting entity includes the First Nation government and all related entities which are accountable to the First Nation and are either owned or controlled by the First Nation.

The First Nation is a member of the Lesser Slave Lake Indian Regional Council ("LSLIRC") which negotiates funding agreements with the Government of Canada and allocates a proportion to the Nation.

The following entities are included in the consolidated financial statements:

1. 327938 Alberta Ltd.
2. Kapawe'no First Nation Narrows Cultural Resort Inc.
3. Kapawe'no First Nation Oil & Gas Company Limited
4. Breakaway Futures Ltd.
5. Kapawe'no First Nation Childcare Society

All inter-entity balances have been eliminated on consolidation.

(b) 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.

Income from investments is recorded on the accrual basis.

(c) Cash

Cash and cash equivalents include, cash held on deposit at financial institutions.

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

1. Basis of Presentation and Significant Accounting Policies (continued)

(d) Investments

Investments are carried at cost.

Impairment

Investments are written down where there has been a loss in value that is other than a temporary decline.

(e) Tangible capital assets

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost includes overhead directly attributable to construction and development, as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Leases that transfer substantially all the benefits and risks of ownership to the lessee are recorded as capital leases. Accordingly, at the inception of the leases, the tangible capital asset and related lease obligations are recorded at an amount equal to the present value of future lease payments discounted at the lower of the interest rate inherent in the lease contracts and Kapawe'no First Nation's incremental cost of borrowing.

Amortization is provided on the straight-line basis over the estimated useful life of the asset as follows:

Buildings	30 years Straight line
Vehicles	10 years Straight line
Computer equipment	5 years Straight line
Office equipment	5 years Straight line
Equipment	5-30 years Straight line
Heavy equipment	15 years Straight line

Tangible capital assets are written down when conditions indicate that they no longer contribute to Kapawe'no First Nation's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the consolidated statement of operations.

Contributed capital assets are recorded into revenues at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

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.

(f) Financial instruments

All significant financial assets, financial liabilities and equity instruments of the entity are either recognized or disclosed in the financial statements together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk and credit risk.

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

1. Basis of Presentation and Significant Accounting Policies (continued)

(g) Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

2. Cash

	2017	2016
Externally restricted		
Province of Alberta	\$ 116,142	\$ 493,289
Internally restricted		
Special projects	1,173,933	1,338,358
Unrestricted		
General accounts	1,117,512	1,034,634
	\$ 2,407,587	\$ 2,866,281

3. Accounts receivable

	2017	2016
Lesser Slave Lake Indian Regional Council	\$ 48,841	\$ 49,960
Health Canada	59,565	59,565
Province of Alberta	116,166	109,766
Other	112,961	108,720
Allowance for doubtful accounts	(14,586)	(39,525)
	\$ 322,947	\$ 288,486

4. Band Member receivables

The amounts receivable from band members are non-interest bearing and unsecured.

5. Long-term investments

	2017	2016
Ridgewood retirement fund, at cost (market value: \$128,358 (2016: \$123,263))	\$ 123,666	\$ 119,086
Ridgewood investment fund, at cost (market value \$281,321 (2016: \$265,211))	262,287	249,096
	\$ 385,953	\$ 368,182

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

6. Trust funds

	March 31, 2016	Income	Withdrawals	March 31, 2017
Ottawa funds held in trust - Capital	\$ 464,321	\$ -	\$ -	\$ 464,321
Ottawa funds held in trust - Revenue	410,869	16,225	-	427,094
Economic Development Trust	22,214	-	-	22,214
Other funds held in trust	3,652,262	189,736	87,595	3,754,403
	\$ 4,549,666	\$ 205,961	\$ 87,595	\$ 4,668,032

The trust fund accounts held in Ottawa arise from monies derived from capital and revenue sources which the Crown considers are described in Section 62 of the Indian Act. These funds are held in trust by the Government of Canada and the Crown treats these funds as primarily governed by sections 64 and 69 of the Indian Act.

These funds are treated by Canada as held in trust in the Consolidated Revenue fund of the Government of Canada. The funds attract interest pursuant to Section 61(2) of the Indian Act.

The market value of other funds held in trust at March 31, 2017 is: \$4,438,511 (2016: \$4,262,535).

7. Revolving Line of Credit

The Nation has access to a revolving line of credit from its financial institution. The line of credit bears interest at the financial institution's prime rate plus 1.25%. The balance at the year end date was \$Nil (2016: \$15,000).

8. Deferred Revenue

	March 31, 2016	Funding Received	Revenue Recognized	March 31, 2017
LSLIRC	\$ 130,734	\$ 1,628,980	\$ 1,754,684	\$ 5,030
Province of Alberta	669,767	413,049	804,611	278,205
Health Canada	-	784,086	784,086	-
Other	10,000	1,770,423	1,690,423	90,000
	\$ 810,501	\$ 4,596,538	\$ 5,033,804	\$ 373,235

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

9. Long-term debt

	2017	2016
Equipment loan, payable in monthly installments of \$4,584 including interest at 4.4%, maturing November 2017 secured by equipment with a net book value of \$139,932 (2016: \$225,292).	\$ 36,077	\$ 88,249
Federal Government Loan Native claims loan, secured by a promissory note, payable on the earlier of next fiscal, or the date the claims settled. The note is interest free unless the Nation defaults on the note, or the note matures.	290,823	290,823
Federal Government Loan Government of Canada loan includes two promissory notes (\$18,223 and \$10,017) payable upon settlement of a specific land claim, default or maturity. The notes are interest free unless the Nation defaults on the notes or the notes come to maturity.	28,240	28,240
	\$ 355,140	\$ 407,312

Principal portion of long-term debt due within the next five years:

2018	\$ 36,077
2019 and thereafter	319,063
	\$ 355,140

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

10. Tangible Capital Assets

	Cost				Accumulated amortization				
	Balance, beginning of year	Additions	Disposals	Balance, end of year	Balance, beginning of year	Amortization	Accumulated amortization on disposals	Balance, end of year	2017 net book value
Buildings	\$ 15,206,005	\$ 1,128,515	\$ -	\$ 16,334,520	\$ 7,724,861	\$ 451,723	\$ -	\$ 8,176,584	\$ 8,157,936
Vehicles	802,954	58,968	-	861,922	382,133	74,761	-	456,894	405,028
Computer equipment	123,881	-	-	123,881	108,676	3,831	-	112,507	11,374
Office equipment	265,987	-	-	265,987	187,260	21,002	-	208,262	57,725
Equipment	300,105	24,491	-	324,596	229,051	33,345	-	262,396	62,200
Heavy equipment	702,539	-	-	702,539	573,192	10,217	-	583,409	119,130
Leased equipment	833,700	-	-	833,700	608,408	85,360	-	693,768	139,932
	\$ 18,235,171	\$ 1,211,974	\$ -	\$ 19,447,145	\$ 9,813,581	\$ 680,239	\$ -	10,493,820	\$ 8,953,325

	Cost				Accumulated amortization				
	Balance, beginning of year	Additions	Disposals	Balance, end of year	Balance, beginning of year	Amortization	Accumulated amortization on disposals	Balance, end of year	2016 Net book value
Buildings	\$ 15,206,005	\$ -	\$ -	\$ 15,206,005	\$ 7,277,803	\$ 447,058	\$ -	\$ 7,724,861	\$ 7,481,144
Vehicles	769,691	74,067	(40,804)	802,954	315,743	76,592	(10,202)	382,133	420,821
Computer equipment	107,632	16,249	-	123,881	105,891	2,785	-	108,676	15,205
Office equipment	239,888	26,099	-	265,987	168,869	18,391	-	187,260	78,727
Equipment	297,056	3,049	-	300,105	194,598	34,453	-	229,051	71,054
Heavy equipment	702,539	-	-	702,539	546,247	26,945	-	573,192	129,347
Leased equipment	833,700	-	-	833,700	486,465	121,943	-	608,408	225,292
	\$ 18,156,511	\$ 119,464	\$ (40,804)	\$ 18,235,171	\$ 9,095,616	\$ 728,167	\$ (10,202)	\$ 9,813,581	\$ 8,421,590

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

11. Accumulated Surplus

	2017	2016
Operating fund - unrestricted	\$ 800,990	\$ 627,922
Operating fund - internally restricted	1,173,933	1,338,358
Capital asset fund	8,917,247	8,333,341
Trust funds	4,668,032	4,549,666
Investment fund	385,953	368,182
	<hr/>	<hr/>
	\$ 15,946,155	\$ 15,217,469

12. Contingent Liabilities

Government contributions related to programs of the Nation are subject to conditions regarding the expenditure of funds. The Nation's accounting records are subject to audit by the funding agencies. Should any instances be identified in which the amounts charged to the projects are not in accordance with the agreed terms and conditions, amounts would be refundable to the respective funding agencies. Adjustments to the financial statements as a result of these ministerial audits will be recorded in the period in which they become known.

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

13. Expenses

For the year ended March 31	2017 Budget	2017 Actual	2016 Actual
Administration	\$ 30,000	\$ 109,717	\$ 188,657
Amortization	680,238	680,238	728,168
Bad debts	-	-	14,586
Fixed expenses	-	4,622	-
Insurance	42,314	56,936	51,881
Interest and bank charges	4,604	8,323	13,554
Interest on long-term debt	-	2,208	438
Materials and supplies	109,459	111,377	148,004
Meeting and travel	52,319	50,846	76,575
Office	33,864	56,569	82,201
Operations and maintenance	432,382	432,290	558,152
Professional fees	57,714	55,206	117,147
Program costs	1,483,603	1,062,399	741,855
Set expenses	-	6,250	-
Special events	1,200	40,438	35,156
Subcontractors	-	113,845	142,574
Telephone	34,991	35,170	40,707
Training	-	93,094	18,067
Utilities	77,846	262,253	203,576
Vehicles and equipment	46,232	122,536	68,589
Wages and benefits	1,096,213	999,466	973,130
	\$ 4,182,979	\$ 4,303,783	\$ 4,203,017

14. Budget Information

The unaudited budget data presented in these consolidated financial statements is based upon the 2017 operating budget approved by Council.

Amortization was not contemplated on development of the budget and has been recognized at the amount expensed for the current year.

15. Economic Dependence

Kapawe'no First Nation receives a significant portion of its revenue pursuant to funding agreements with Lesser Slave Lake Indian Regional Council and Health Canada.

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

16. Financial Instruments

The Nation's financial instruments consist of cash, accounts receivable, Band member receivables, long-term investments, trust funds, accounts payable and accrued liabilities, and long-term debt. Unless otherwise noted, the carrying value of its financial instruments approximates fair value.

It is management's opinion that the Nation is not exposed to significant currency risk from its financial instruments. The Nation is subject to credit risk with respect to accounts receivable. Credit risk arises from the possibility that the entities may experience financial difficulty and be unable to fulfil their obligations. The large amount of annual funding received from the Government of Canada minimizes credit risk.

17. Comparative Figures

Certain of the prior year's figures have been restated to conform to the current year's presentation.

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

18. Segmented information

The Nation provides a range of services to its members. For management reporting purposes, operations and activities are organized and reported by function. The segment revenues and expenses represent both 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 Accounts Policies as described in Note 1. The segment results for the period are as follows:

	2017 Budget	Education 2017 Actual	2016 Actual	2017 Budget	Health 2017 Actual	2016 Actual	Economic Development 2017 Budget	2017 Actual	2016 Actual
Revenues									
LSLIRC	320,085	369,863	288,624	-	-	-	64,199	142,108	99,225
Health Canada	-	-	-	779,086	784,086	1,061,078	-	-	-
Transfers	-	(13,062)	-	(72,421)	(72,421)	(64,231)	-	-	-
Other revenue	25,904	(46,700)	22,232	-	5,923	5,283	-	77,371	28,034
Total revenue	345,989	310,101	310,856	706,665	717,588	1,002,130	64,199	219,479	127,259
Expenses									
Wages and benefits	127,798	130,938	122,281	432,905	278,825	282,310	20,000	39,584	10,142
Insurance	6,000	5,796	5,372	-	11,085	9,435	-	-	-
Operations and maintenance	-	-	-	97,993	89,392	277,844	-	4,593	10,020
Program costs	134,371	94,523	94,913	115,276	12,486	31,862	10,000	26,487	49,560
Other expenses	77,820	78,844	88,290	60,491	248,047	272,877	34,199	74,340	102,683
Total expenses	345,989	310,101	310,856	706,665	639,835	874,328	64,199	145,004	172,405
Annual surplus (deficit)	-	-	-	-	77,753	127,802	-	74,475	(45,146)

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

18. Segmented information, continued

	2017 Budget	Housing 2017 Actual	2016 Actual	2017 Budget	Social Services 2017 Actual	2016 Actual	2017 Budget	Band Government 2017 Actual	2016 Actual
Revenues									
LSLIRC	86,777	454,370	86,778	302,634	431,201	302,459	343,706	296,723	317,869
Transfers	-	-	16,306	129,221	72,421	64,231	-	(128,404)	(200,942)
Other revenue	42,000	145,859	97,347	96,404	173,669	109,471	107,765	228,677	276,375
Total revenue	128,777	600,229	200,431	528,259	677,291	476,161	451,471	396,996	393,302
Expenses									
Wages and benefits	500	8,927	4,584	174,000	211,670	183,618	304,435	316,926	279,421
Insurance	25,800	29,932	26,771	1,200	788	1,385	2,700	1,662	1,032
Operations and maintenance	85,486	210,438	126,493	36,000	40,692	44,768	10,200	6,745	6,751
Program costs	-	-	-	246,468	227,350	144,732	-	-	-
Other expenses	16,991	15,536	15,379	70,591	191,577	105,159	134,136	85,709	106,098
Total expenses	128,777	264,833	173,227	528,259	672,077	479,662	451,471	411,042	393,302
Annual surplus (deficit)	-	335,396	27,204	-	5,214	(3,501)	-	(14,046)	-

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

18. Segmented information, continued

	Community Services			Amortization			Other		
	2017 Budget	2017 Actual	2016 Actual	2017 Budget	2017 Actual	2016 Actual	2017 Budget	2017 Actual	2016 Actual
Revenues									
LSLIRC	16,169	60,419	44,361	-	-	-	-	-	-
Province of Alberta	-	-	-	-	-	-	722,484	804,611	105,723
Transfers	175,170	128,404	184,636	-	-	-	-	-	-
Other revenue	363,558	877,709	708,888	-	-	-	-	239,642	233,721
Total revenue	554,897	1,066,532	937,885	-	-	-	722,484	1,044,253	339,444
Expenses									
Wages and benefits	11,000	12,596	11,408	-	-	-	25,575	-	79,365
Amortization	-	-	-	680,238	680,238	728,168	-	-	-
Insurance	6,614	7,674	7,885	-	-	-	-	-	-
Operations and maintenance	174,767	57,193	66,510	-	-	-	27,936	23,237	25,767
Program costs	308,516	701,554	420,788	-	-	-	668,973	-	-
Other expenses	54,000	362,216	410,189	-	-	-	-	16,183	49,157
Total expenses	554,897	1,141,233	916,780	680,238	680,238	728,168	722,484	39,420	154,289
Annual surplus (deficit)	-	(74,701)	21,105	(680,238)	(680,238)	(728,168)	-	1,004,833	185,155

Kapawe'no First Nation

Notes to Consolidated Financial Statements

March 31, 2017

18. Segmented information, continued

	Consolidated totals		
	2017 Budget	2017 Actual	2016 Actual
Revenues			
LSLIRC	1,133,570	1,754,684	1,139,316
Health Canada	779,086	784,086	1,061,078
Province of Alberta	722,484	804,611	105,723
Transfers	231,970	(13,062)	-
Other revenue	635,631	1,702,150	1,481,351
Total revenue	3,502,741	5,032,469	3,787,468
Expenses			
Wages and benefits	1,096,213	999,466	973,129
Amortization	680,238	680,238	728,168
Insurance	42,314	56,937	51,880
Operations and maintenance	432,382	432,290	558,153
Program costs	1,483,604	1,062,400	741,855
Other expenses	448,228	1,072,452	1,149,832
Total expenses	4,182,979	4,303,783	4,203,017
Annual surplus (deficit)	(680,238)	728,686	(415,549)

Kapawe'no First Nation
Schedule of Remuneration and Expenses
Chief and Council

(Unaudited)

March 31, 2017



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Review Engagement Report

**To the Members of
Kapawe'no First Nation**

We have reviewed the Schedule of Remuneration and Expenses of Kapawe'no First Nation for the year ended March 31, 2017 prepared in accordance with the provisions of the First Nations Transparency Act. 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 management.

A review does not constitute an audit and, consequently, we do not express an audit opinion on this Schedule of Remuneration and Expenses.

Based on our review, nothing has come to our attention that causes us to believe that this Schedule of Remuneration and Expenses is not, in all material respects, in accordance with the First Nations Transparency Act.

**Edmonton, Canada
July 27, 2017**

Chartered Professional Accountants

Kapawe'no First Nation

Schedule of Remuneration and Expenses

For the year ended March 31, 2017

		Months	Remuneration	Travel
			\$	\$
Chief and Council				
Frank Halcrow	Chief	12	61,000	3,437
Peter Chalifoux	Councillor	12	56,000	1,575
Sydney Halcrow	Councillor	12	56,000	14,632
Total		-	173,000	19,644
