



Consolidated Financial Statements of

Miawpukek Band

March 31, 2014

Miawpukek Band

March 31, 2014

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Miawpukek Band

Management's Responsibility for Financial Reporting

March 31, 2014

The accompanying consolidated financial statements for the Miawpukek Band and all the information in this annual report are the responsibility of management and have been approved by the Chief and Council.

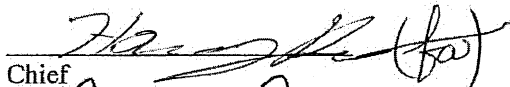
The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

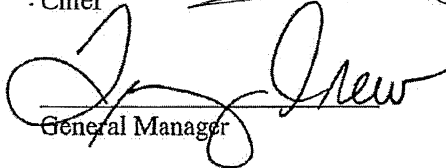
The Miawpukek First Nation maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Band's assets are appropriately accounted for and adequately safeguarded.

The Miawpukek First Nation is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Miawpukek First Nation 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 annual report, the consolidated financial statements and the external auditor's report.

The consolidated financial statements have been audited by Deloitte LLP in accordance with Canadian generally accepted auditing standards on behalf of the members. Deloitte LLP has full and free access to the Miawpukek First Nation.


Chief


General Manager

Independent Auditor's Report

To the Members of the
Miawpukek Band

We have audited the accompanying consolidated financial statements of Miawpukek Band, which comprise the consolidated statement of financial position as at March 31, 2014, and the consolidated statements of operations, accumulated surplus, accumulated surplus – appropriated, 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 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.

Auditor's 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 auditor's 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 auditor considers internal control relevant to the entity'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 entity'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 Miawpukek Band as at March 31, 2014, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Observation

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which states that the Band 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 page 25.

The image shows a handwritten signature in cursive script that reads "Deloitte LLP". The signature is written in dark ink and is positioned above the printed text of the firm's name and date.


Chartered Accountants
July 25, 2014

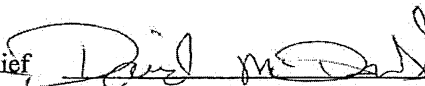
Miawpukek Band
Consolidated Statement of Financial Position
As at March 31, 2014

	2014	2013
	\$	\$
Financial assets		
Cash	2,764,783	3,185,693
Receivables (Note 3)	1,132,276	1,472,516
Investments	751,984	542,610
Inventories (Note 4)	650,045	549,105
Restricted funds (Note 5)	930,369	878,909
Loans / Advances to Band Members (Note 6)	841,286	614,228
Trust fund - AANDC	2,501	2,439
	7,073,244	7,245,500
Liabilities		
Payables and accruals (Note 7)	1,074,255	1,377,325
Deferred revenue (Note 8)	375,653	20,000
Demand loans (Note 9)	1,237,633	1,485,672
CMHC replacement reserve (Note 10)	488,584	413,211
Long-term debt (Note 11)	3,260,137	3,511,864
	6,436,262	6,808,072
Net financial assets	636,982	437,428
Non-financial assets		
Tangible capital assets (Note 13)	31,533,549	32,254,652
Fishing licenses	5,927,825	4,577,825
Prepaid expenses	16,806	69,436
	37,478,180	36,901,913
Unappropriated (Page 6)	35,650,099	35,153,279
Appropriated (Page 6)	2,465,063	2,186,062
Accumulated surplus	38,115,162	37,339,341

Contingencies (Note 15)

On behalf of the Band:

 Chief
Harvey DREW (Vice-Chief)

 Councillor
David McDonald (Councillor)

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Miawpukek Band
Consolidated Statement of Operations
Year ended March 31, 2014

	Budget	2014	2013
	\$	\$	\$
	(Unaudited)		
Revenues			
Federal government operating transfers (Schedule 1)	12,816,903	16,193,418	16,496,095
Federal government capital transfers (Schedule 1)	68,640	1,387,393	1,873,859
Provincial government operating transfers (Schedule 1)	15,700	182,580	233,164
Economic activities (Schedule 1)	6,704,790	7,262,332	6,913,614
Other revenue (Schedule 1)	913,776	1,938,866	4,255,182
	20,519,809	26,964,589	29,771,914
Expenses			
Amortization	-	1,419,530	1,371,707
Band government	2,267,786	3,535,324	2,373,800
Commercial fisheries	-	-	26,000
Community services	3,821,972	4,879,784	4,741,546
Economic development	4,169,454	4,659,622	4,284,899
Education	3,058,314	2,493,650	2,916,241
Employment programs	1,537,614	909,333	1,015,518
Health	4,212,038	4,440,705	4,136,091
Housing	1,862,208	1,255,795	1,183,342
Land claims (Natural Resource)	777,427	801,184	749,894
MAMKA	285,643	312,781	367,987
Public works	1,379,796	1,481,060	1,534,495
	23,372,252	26,188,768	24,701,520
Excess of revenue over expenditures			
before appropriations	(2,852,443)	775,821	5,070,394
Transfers from appropriated equity during the year	-	267,099	364,216
Transfers to appropriated equity during the year	-	(546,100)	(720,423)
Excess of revenue over expenditures			
after adjustments to equity	(2,852,443)	496,820	4,714,187

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Miawpukek Band
Consolidated Statement of Accumulated Surplus
Year Ended March 31, 2014

	2014	2013
	\$	\$
Accumulated surplus - unappropriated, beginning of year	35,153,279	30,439,092
Excess of revenue over expenditures	496,820	4,714,187
Accumulated surplus - unappropriated, end of year	35,650,099	35,153,279
Accumulated surplus - appropriated, beginning of year	2,186,062	1,829,855
Transfers to equity	546,100	720,423
Allocated to operations	(267,099)	(364,216)
	279,001	356,207
Accumulated surplus - appropriated, end of year	2,465,063	2,186,062
Total accumulated surplus	38,115,162	37,339,341

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Miawpukek Band

Consolidated Statement of Accumulated Surplus - Appropriated

Year Ended March 31, 2014

	Accumulated Surplus - Appropriated Mar. 31/12	Transfers from Equity	Transfers to Operations	Accumulated Surplus - Appropriated Mar. 31/13	Transfers from Equity	Transfers to Operations	Accumulated Surplus - Appropriated Mar. 31/14
	\$	\$	\$	\$	\$	\$	\$
Natural Resources							
Christmas trees	-	6,501	-	6,501	6,324	-	12,825
Salmon enhancement	-	3,500	-	3,500	-	555	2,945
Silviculture	-	-	-	-	7,646	-	7,646
	-	10,001	-	10,001	13,970	555	23,416
Public Works							
Public works and safety depot	74,000	-	74,000	-	-	-	-
Water system maintenance	50,000	-	32,926	17,074	-	12,208	4,866
Public works sewer maintenance	23,300	-	23,300	-	-	-	-
Water treatment plant repairs	-	-	-	-	-	-	-
Water system maintenance	7,000	-	-	7,000	-	-	7,000
	154,300	-	130,226	24,074	-	12,208	11,866
Economic Development and Training							
Conne River Gas Bar	8,130	103,700	-	111,830	142,845	82,514	172,161
Miawpukek Human Resources - ASETS	63,636	-	8,209	55,427	-	-	55,427
Off reserve housing	251	-	-	251	-	-	251
Off reserve post secondary	80,181	-	8,200	71,981	50,197	-	122,178
On reserve post secondary	51,213	-	-	51,213	35,120	-	86,333
Student employment	8,736	-	4,370	4,366	-	-	4,366
	212,147	103,700	20,779	295,068	228,162	82,514	440,716
Capital Lands and Housing							
Land and environmental	144,072	35,265	104,535	74,802	11,181	-	85,983
Land management	-	-	-	-	26,069	-	26,069
Subsidized housing	36,722	-	-	36,722	1,422	-	38,144
Administration	18,836	41,378	-	60,214	8,128	-	68,342
Housing-special	415,000	-	-	415,000	-	-	415,000
Housing construction	104,456	-	-	104,456	-	1,952	102,504
Lot development	15,465	-	15,465	-	-	-	-
Veteran's monument	-	-	-	-	10,000	-	10,000
	734,551	76,643	120,000	691,194	56,800	1,952	746,042
Miscellaneous							
Fuel storage	-	11,423	-	11,423	-	-	11,423
MAMKA ASFAR	-	24,340	-	24,340	-	-	24,340
Miawpukek Harbour Authority	1,239	-	-	1,239	-	-	1,239
Ocean management	85,470	18,741	74,676	29,535	35,073	13,896	50,712
Equity fund	-	166,310	-	166,310	57,684	-	223,994
Shrimp revenue fund	2,996	-	-	2,996	-	-	2,996
	89,705	220,814	74,676	235,843	92,757	13,896	314,704
Education							
Education	30,080	75,463	18,535	87,008	56,367	44,173	99,202
	30,080	75,463	18,535	87,008	56,367	44,173	99,202
Conne River Health and Social Services							
Social services	-	66,801	-	66,801	-	66,801	-
Brighter futures	28,447	-	-	28,447	-	-	28,447
Child and family services	-	-	-	-	-	-	-
Family violence initiative	16,081	-	-	16,081	-	-	16,081
	44,528	66,801	-	111,329	-	66,801	44,528

Miawpukek Band

Consolidated Statement of Accumulated Surplus - Appropriated

Year Ended March 31, 2014

	Accumulated Surplus - Appropriated Mar. 31/12 \$	Transfers from Equity \$	Transfers to Operations \$	Accumulated Surplus - Appropriated Mar. 31/13 \$	Transfers from Equity \$	Transfers to Operations \$	Accumulated Surplus - Appropriated Mar. 31/14 \$
Governance							
Finance	180,000	105,001	-	285,001	2,483	-	287,484
Heritage fund	316,282	62,000	-	378,282	95,561	-	473,843
Intergovernmental Secretariat	45,500	-	-	45,500	-	45,000	500
Self government	22,762	-	-	22,762	-	-	22,762
	564,544	167,001	-	731,545	98,044	45,000	784,589
	1,829,855	720,423	364,216	2,186,062	546,100	267,099	2,465,063

Miawpukek Band

Consolidated Statement of Change in Net Financial Assets

Year ended March 31, 2014

	2014	2013
	\$	\$
Excess of revenue over expenditures	775,821	5,070,394
Changes in tangible capital assets		
Acquisition of tangible capital assets	(933,245)	(1,379,589)
Proceeds from disposal of tangible capital assets	3,440	2,000
(Gain) loss on disposal of tangible capital assets	(3,440)	708
Amortization of tangible capital assets	1,654,348	1,506,614
Decrease in tangible capital assets	1,496,924	5,200,127
Change in other non-financial assets		
Acquisition of fishing licenses	(1,350,000)	(690,670)
Net change in prepaid expenses	52,630	(48,874)
Increase in other non-financial assets	(1,297,370)	(739,544)
(Increase) decrease in net financial assets	199,554	4,460,583
Net financial assets (debt), beginning of year	437,428	(4,023,155)
Net financial assets, end of year	636,982	437,428

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Miawpukek Band

Consolidated Statement of Cash Flows

Year Ended March 31, 2014

	2014	2013
	\$	\$
Operating transactions		
Excess of revenue over expenditures	775,821	5,070,394
Items not affecting cash		
Amortization of tangible capital assets	1,654,348	1,506,614
(Gain) Loss on disposal of tangible capital assets	(3,440)	708
Government grants	-	(3,809,760)
	2,426,729	2,767,956
Change in other		
Receivables	340,240	(49,172)
Inventories	(100,940)	(80,874)
Prepaid expenses	52,630	(48,874)
Payables and accruals	(303,070)	(755,200)
Deferred revenue	355,653	20,000
	2,771,242	1,853,836
Capital transactions		
Acquisition of tangible capital assets	(933,245)	(1,379,589)
Acquisition of fishing licenses	(1,350,000)	(690,670)
Proceeds from disposal of tangible capital assets	3,440	2,000
	(2,279,805)	(2,068,259)
Financing transactions		
(Repayment) proceeds from of demand loans	(248,039)	549,236
Repayment of long-term debt	(339,851)	(236,660)
Proceeds from long-term debt	88,124	91,000
	(499,766)	403,576
Investing transactions		
Purchase of investments	(209,374)	(115,100)
Increase in CMHC replacement reserve	75,373	60,167
Increase in Trust fund - AANDC	(62)	(58)
(Increase) decrease in Advances to Band Members	(227,058)	186,523
Increase in restricted funds	(51,460)	(196,540)
	(412,581)	(65,008)
Net (decrease) increase in cash	(420,910)	124,145
Cash, beginning of the year	3,185,693	3,061,548
Cash, end of the year	2,764,783	3,185,693

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Miawpukek Band

Notes to Consolidated Financial Statements

March 31, 2014

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards (“PSAS”) as recommended by the Public Sector Accounting Board (“PSAB”) of the Canadian Institute of Chartered Accountants (“CICA”) and reflect the following significant accounting policies:

The Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration Elected or Appointed Officials in these financial statements is not required by PSAS but is presented in order to satisfy Aboriginal Affairs and Northern Development Canada. This schedule can be found on page 25 of the financial statements.

Reporting entity and principles of financial reporting

The Miawpukek Band (the “Band”) reporting entity includes the Miawpukek Band government and all related entities which are either owned or controlled by the Miawpukek Band.

These financial statements consolidate the assets, liabilities and results of operations for the following reporting entities.

- Miawpukek Band
- Taqamkuk Development Corporation
- Netukulimk Fisheries Ltd.
- Harbour Authority

All inter-entity balances have been eliminated on consolidation, except in order to present the results of operations for each specific program, in which case transactions amongst funds have not necessarily been eliminated on the individual schedules.

Tangible capital assets

Tangible capital assets are recorded at cost. Amortization of tangible capital assets is calculated on a declining balance basis at rates which will reduce cost to estimated residual value over the useful lives of the assets.

Impairment of long-lived assets

Long-lived assets are tested for recoverability whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. The amount of the impairment loss is determined as the excess of the carrying value of the asset over its fair value.

Inventory

Inventory consists of finished goods and is recorded at the lower of cost and net realizable value. Cost is determined on a weighted average basis. Net realizable value is the estimated selling price less the estimated cost of completion and the estimated costs necessary to make the sale.

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Miawpukek Band

Notes to Consolidated Financial Statements

March 31, 2014

1. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fishing licenses

Fishing licenses represent intangible assets acquired and they are recorded at their fair value at the date of acquisition. Licenses have indefinite lives, are not amortized and are tested for impairment annually, or more frequently, if events or changes in circumstances indicate that the asset might be impaired. The impairment test compares the carrying amount of the licenses with their fair value. When an impairment loss exists, it is recognized and disclosed in the statement of operations.

Revenue recognition

Revenue is recognized as it becomes receivable under the terms of the applicable funding agreement. Funding received under the funding arrangements which relates to a subsequent fiscal period is reflected as appropriated equity in the year of receipt and classified as such on the statement of financial position.

Government grants and transfers are recognized in the period in which events give rise to the transfer occurring, provided the transfers are authorized, any eligibility criteria has been met, including performance and return requirements, and reasonable estimates of the amount can be determined.

Other revenues are recognized as earned provided collection is reasonably assured.

Revenues from the sale of goods and services are recognized as earned where price is fixed or determinable and when collection is reasonably assured.

Revenue received for a future period is deferred until that period and is recorded as deferred revenue.

Investments

Investments are recorded at cost which approximates fair value.

Use of estimates

The preparation of consolidated 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 disclosure of contingent assets and liabilities as at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ materially from those estimates.

Miawpukek Band

Notes to Consolidated Financial Statements

March 31, 2014

2. ECONOMIC DEPENDENCE

The Miawpukek Band receives a major portion of its revenues pursuant to funding arrangements with Aboriginal Affairs and Northern Development Canada and Health Canada.

As explained in Note 15, under the terms of the agreement, funding from the arrangement with Aboriginal Affairs and Northern Development Canada can be suspended if the terms of the funding agreement are not complied with by the Miawpukek Band.

3. RECEIVABLES

	2014	2013
	\$	\$
ACOA	-	29,700
CMHC	-	13,932
Coast of Bays Contracting	6,869	16,929
Conne River Forest Products	4,114	4,509
Department of Fisheries and Oceans	528,214	896,934
Federation of Newfoundland Indians	66,240	74,280
First Nation Trust	9,622	9,622
Fortune Bay Aquaculture	-	2,825
Funding - AANDC	166,221	293,108
Gray's Aquaculture	10,691	43,683
Health Canada	-	86,500
HST receivable	61,612	59,841
John Equipment	1,908	1,908
John N. Jeddore environmental cleanup	345,580	-
Justice Canada	7,500	4,762
Mi'kmaq Diving Services	88,629	100,063
Miscellaneous	668,209	618,734
NSF cheques	4,268	7,276
Sit Down Pond Camp Inc.	10,891	10,891
	1,980,568	2,275,497
Less: Allowance for doubtful accounts	(848,292)	(802,981)
	1,132,276	1,472,516

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Miawpukek Band

Notes to Consolidated Financial Statements

March 31, 2014

4. INVENTORIES

	2014	2013
	\$	\$
Conne River Buildings Supplies	501,843	418,155
Conne River Garage	14,222	14,350
Conne River Gas Bar	35,069	58,251
Marina	15,825	-
Micmac Arts and Crafts	45,179	46,673
Miawpukek Wholesalers	37,907	11,676
	650,045	549,105

5. RESTRICTED FUNDS

Restricted funds represent segregated cash balances that have been externally restricted by third parties for future purposes. The restricted fund balance has been segregated to meet obligations with the Canada Mortgage and Housing Corporation ("CMHC"), further disclosed in Note 10, as well as obligations as a result of guaranteeing certain Band member loans as disclosed in Note 15(c).

6. LOANS AND ADVANCES TO BAND MEMBERS

Advances to Band Members represent advances which are loaned based on assessments performed on a case by case basis, as well as long-term housing loans guaranteed to Band Members. The advances are repaid through payroll deductions when the Band members are employed under the Band's programs and operations. Long-term housing loans are paid based on terms agreed upon by the parties.

	2014	2013
	\$	\$
Loans and advances to Band members	998,986	749,988
Less: Allowance for doubtful accounts	(157,700)	(135,760)
	841,286	614,228

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Miawpukek Band

Notes to Consolidated Financial Statements

March 31, 2014

7. PAYABLES AND ACCRUALS

	2014	2013
	\$	\$
Trade payables	515,280	929,557
Accrued salaries and benefits payable	22,960	170,481
Other accrued liabilities	512,330	277,287
Severance payable	23,685	-
	1,074,255	1,377,325

8. DEFERRED REVENUE

	Balance March 31, 2013	Funding Received 2014	Revenue Recognized 2014	Balance March 31, 2014
	\$	\$	\$	\$
Federal Government				
Other	15,000	370,653	15,000	370,653
Other				
Other	5,000	-	-	5,000
	20,000	370,653	15,000	375,653

9. DEMAND LOANS

The Band has demand loans with Canadian Imperial Bank of Commerce at varying rates of interest and repayable amounts, which are secured by properties situated in Conne River, Newfoundland and Labrador, a general security agreement and borrowing resolutions from the Band.

10. CMHC REPLACEMENT RESERVE

Under the terms of the agreement with CMHC, the replacement reserve account is to be credited in the amount of \$300 to \$1,000 per unit annually. These funds, along with accumulated interest, must be held in a separate bank account or invested only in accounts or instruments insured by the Canada Deposit Insurance Corporation or as may otherwise be approved by CMHC. Withdrawals are credited to interest first and then to principal. The funds in the account may only be used as approved by the CMHC. At year end, the funds in the reserve consisted of cash of \$488,584 (\$412,025 post-1997 program, \$76,559 pre-1996 program) (2013 - \$413,211).

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Miawpukek Band

Notes to Consolidated Financial Statements

March 31, 2014

11. LONG-TERM DEBT

	2014	2013
	\$	\$
Canada Mortgage and Housing Corporation		
1.81% mortgage repayable in monthly instalments of \$828 including interest, maturing March 1, 2024	91,428	99,647
1.67% mortgage repayable in monthly instalments of \$2,180 including interest, maturing February 1, 2017	76,743	101,441
3.9% mortgage, repayable in monthly instalments of \$1,900 including interest, maturing January 1, 2023	170,414	188,032
1.81% mortgage, repayable in monthly instalments of \$1,947 including interest, maturing March 1, 2024	213,628	232,952
4.31% mortgage, repayable in monthly instalments of \$1,724 including interest, maturing April 1, 2022	139,365	155,171
2.57% mortgage, repayable in monthly instalments of \$1,032 including interest, maturing October 1, 2024	115,195	124,514
2.84% mortgage, repayable in monthly instalments of \$1,050 including interest, maturing January 1, 2025	117,891	127,032
2.76% mortgage, repayable in monthly instalments of \$709 including interest, maturing May 1, 2030	111,290	116,673
3.47% mortgage, repayable in monthly instalments of \$415 including interest, maturing April 1, 2033	69,398	72,317
3.9% mortgage, repayable in monthly instalments of \$3,957 including interest, maturing March 1, 2033	631,177	659,336
3.16% mortgage, repayable in monthly instalments of \$1,055 including interest, maturing April 1, 2028	143,682	152,384
1.81% mortgage, repayable in monthly instalments of \$588 including interest, maturing May 1, 2029	93,919	99,241
1.67% mortgage, repayable in monthly instalments of \$948 including interest, maturing March 1, 2026	116,982	125,179

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Miawpukek Band

Notes to Consolidated Financial Statements

March 31, 2014

11. LONG-TERM DEBT (Continued)

	2014	2013
	\$	\$
Canada Mortgage and Housing Corporation		
4.55% mortgage, repayable in monthly instalments of \$763 including interest, maturing May 1, 2027	89,098	95,095
2.65% mortgage, repayable in monthly instalments of \$344 including interest, maturing February 1, 2020	22,950	26,481
2.26% mortgage, repayable in monthly instalments of \$695 including interest, maturing July 1, 2031	120,104	125,683
4.45% mortgage, repayable in monthly instalments of \$1,674 including interest, maturing May 1, 2032	246,924	258,447
2.86% mortgage, repayable in monthly instalments of \$932 including interest, maturing July 1, 2034	172,589	178,773
Non-interest bearing loan, forgivable at a rate of one-fifteenth of the original principal amount for each year that the Band continues to own and use the funded asset in accordance with the agreement between parties	52,576	57,833
2.69% mortgage, repayable in monthly instalments of \$1,242 including interest, maturing August 1, 2035	242,884	251,173
1.68% mortgage, repayable in monthly instalments of \$371 including interest, maturing April 1, 2038	88,316	91,000
1.68% mortgage, repayable in monthly instalments of \$371 including interest, maturing April 1, 2038	88,124	-
Ulnooweg Development Corporation		
6.25% loan, repayable in quarterly instalments of \$3,229 including interest, maturing June 30, 2015	12,393	24,072
6.25% loan, repayable in quarterly instalments of \$3,363 including interest, maturing June 30, 2015	12,789	24,962

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Miawpukek Band

Notes to Consolidated Financial Statements

March 31, 2014

11. LONG-TERM DEBT (Continued)

	2014	2013
	\$	\$
Ally Credit Canada Limited		
6.84% vehicle loan, repayable in monthly instalments of \$448 including interest, maturing March 23, 2016	10,029	14,553
6.84% vehicle loan, repayable in monthly instalments of \$458 including interest, maturing March 23, 2016	10,249	14,873
Non-interest bearing loan with no set repayment term		
Dream catcher	-	95,000
	3,260,137	3,511,864

CMHC mortgages are secured by properties in Conne River, Newfoundland and Labrador.

Equipment finance contracts and vehicle loans are secured by specific equipment and vehicles.

The Ulnooweg Development Corporation loans, issued to the Band, are secured by a Miawpukek First Nation resolution guaranteeing the loans and a general security agreement on a 185 Cessna float plane, a bulldozer and 33-foot pleasure vessel owned by the Band and a general security agreement over assets of the Miawpukek Gas Bar and accounts receivable.

Annual principal repayments in each of the next five years are as follows:

	\$
2015	237,957
2016	220,493
2017	214,037
2018	196,523
2019	191,366
Thereafter	2,199,761

12. CREDIT FACILITY

The Band has an available credit facility in the amount of \$150,000 (2013 - \$100,000), of which \$44,554 remained unused at March 31, 2014 (2013 - \$72,888). The facility bears interest at a rate of prime plus 3% and is secured by a guarantee of the Miawpukek Band.

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Miawpukek Band

Notes to Consolidated Financial Statements

March 31, 2014

13. TANGIBLE CAPITAL ASSETS

	2014				2013	
	Amortization	Cost	Accumulated	Net Book	Cost	Net Book
	Rate		Amortization	Value		Value
%	\$	\$	\$	\$	\$	
Buildings	4	32,589,213	12,587,822	20,001,391	32,025,096	20,292,108
Equipment	20	9,043,767	7,642,141	1,401,626	8,787,009	1,511,050
Motor vehicles	30	2,268,683	2,119,782	148,901	2,221,183	165,216
Roads	2.5	5,023,563	1,740,211	3,283,352	5,008,546	3,354,092
Sports facilities	4	176,895	90,187	86,708	176,895	90,321
Subdivision	2.5	500,127	177,171	322,956	500,127	331,237
Vessel	15	2,860,740	2,099,466	761,274	2,810,740	843,851
Work-in-progress		89,330	-	89,330	89,330	89,330
Water and sewer	2.5	8,140,995	2,702,984	5,438,011	8,140,995	5,577,447
		60,693,313	29,159,764	31,533,549	59,759,921	32,254,652

There is no amortization taken on work-in-progress assets until the asset is available for use.

14. FEDERAL ASSISTANCE PAYMENTS

The CMHC projects have received federal assistance through Canada Mortgage and Housing Corporation pursuant to Section 56.1 of the National Housing Act to reduce mortgage interest expense to 2% to enable the Band to provide housing to low income individuals. The amount of the assistance received through March 31, 2014 was \$131,161 (\$22,376 post-1997 program, \$108,785 pre-1996 program) (2013 - \$143,208).

15. CONTINGENCIES

- The Band has entered into a funding arrangement with Aboriginal Affairs and Northern Development Canada for ten years effective April 1, 2013. The Band has entered into a five-year funding arrangement with Health Canada, effective April 1, 2014. These funds may be repayable if minimum program requirements are not met.
- The Band has entered into contribution agreements with various government departments. Funding received under these contribution agreements are subject to repayment if the Band fails to comply with the terms and conditions of the agreements.
- The Band has provided guarantees for band members for loans totaling \$20,180 which are secured by restricted funds in this amount.

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Miawpukek Band

Notes to Consolidated Financial Statements

March 31, 2014

15. CONTINGENCIES (Continued)

- d) The Band has provided ministerial guarantee mortgages of \$1,514,709 for Band members which are secured by the specific property mortgaged. These mortgages are not recorded as liabilities of the Band.
- e) The Band has provided letters of credit for \$440,000.
- f) The Band supports the recognition of the employees' years of service to the Band. A general provision for severance pay has not been recognized in the consolidated financial statements as the employees must apply to the Band for this compensation and it is subject to budgetary concerns of the Band.

16. DEFINED CONTRIBUTION PENSION PLAN

The Band has established a defined contribution pension plan registered in the name of the Miawpukek First Nation. The assets of the plan are held separately from those of the Band in an independently administered fund. Contributions paid by the Band for the year ended March 31, 2014 amounted to \$264,448 (2013 - \$261,356).

17. STATUTORY REMITTANCES

As at March 31, 2014, the Band has submitted all required remittances under the Income Tax Act.

18. SEGMENT DISCLOSURES

The Band provides a range of services to its members. For management reporting purposes, operations and activities are organized and reported by department. Schedule 1 presents each segment reported, the segment revenue and expenses that are directly attributable to the segment and amounts that are allocated on a reasonable basis.

Miawpukek Band
Segment Disclosures
Year ended March 31, 2014

Schedule 1

	Natural Resources			Commercial Fisheries			MAMKA			Public Works		
	Budget 2014	2014	2013	Budget 2014	2014	2013	Budget 2014	2014	2013	Budget 2014	2014	2013
Revenues:												
Federal government operating transfers	777,897	812,897	768,652	-	-	26,000	219,658	303,158	367,008	1,138,607	1,176,607	1,118,938
Federal government capital transfers	-	-	-	-	375,000	750,000	-	-	-	68,640	68,640	127,228
Provincial government operating transfers	-	-	5,000	-	-	-	7,000	26,200	-	-	-	-
Economic activities	-	1,635	1,650	-	-	-	-	-	1,800	145,800	127,748	71,599
Other	70,000	5,889	1,609	-	-	-	6,035	4,600	-	26,750	34,809	44,221
Total revenue	847,897	820,421	776,911	-	375,000	776,000	232,693	333,958	368,808	1,379,797	1,407,804	1,361,986
Expenses:												
Salaries and benefits	645,214	651,938	610,685	-	-	-	147,588	187,654	166,381	706,589	775,020	773,967
Financing payments	14,051	1,729	2,333	-	-	-	-	-	-	-	1,279	2,011
Interest	-	-	-	-	-	-	-	-	-	-	-	-
Supplies and services	53,064	69,627	56,589	-	-	-	36,372	49,120	114,188	390,653	427,504	462,679
Staff development	7,500	9,787	3,613	-	-	26,000	3,000	-	3,000	5,950	2,212	4,005
Travel	23,200	35,375	31,647	-	-	-	36,683	14,829	24,784	12,117	17,650	7,204
Utilities	25,968	26,074	24,685	-	-	-	-	-	-	93,227	93,896	94,804
Programs	422	1,052	1,943	-	-	-	58,000	57,999	58,000	11,270	7,320	8,837
Repairs and maintenance	-	-	-	-	-	-	-	-	-	156,476	132,608	158,834
Amortization	-	-	-	-	-	-	-	-	-	-	-	-
Other	8,008	5,602	18,399	-	-	-	4,000	3,179	1,634	3,514	23,571	22,154
Total expenses	777,427	801,184	749,894	-	0	26,000	285,643	312,781	367,987	1,379,796	1,481,060	1,534,495
Annual surplus (deficit)	70,470	19,237	27,017	-	375,000	750,000	(52,950)	21,177	821	1	(73,256)	(172,509)

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Miawpukek Band
Segment Disclosures
Year ended March 31, 2014

Schedule 1 (continued)

	Education			Health and Social Services			Economic Development (business only)					
	Budget 2014	2014	2013	Budget 2014	2014	2013	Budget 2014	2014	2013			
Revenues:												
Federal government operating transfers	3,056,813	2,330,421	2,683,647	4,170,538	4,333,373	4,119,556	-	-	-	485,527	403,013	378,310
Federal government capital transfers	-	93,525	92,025	-	5,258	818,227	-	-	-	-	-	-
Provincial government operating transfers	-	148,051	212,664	-	-	-	-	-	-	5,000	5,000	5,000
Economic activities	-	-	-	-	-	-	-	-	-	3,961,900	3,965,995	3,843,092
Other	-	40,664	11,693	-	41,866	1,850	-	-	-	40,662	94,660	100,110
Total revenue	3,056,813	2,612,661	3,000,029	4,170,538	4,380,497	4,939,633	-	-	-	4,493,089	4,468,668	4,326,512
Expenses:												
Salaries and benefits	2,600,830	2,112,153	2,128,869	3,034,454	3,010,095	2,811,697	-	-	-	1,782,360	1,819,344	1,671,966
Financing payments	-	-	-	-	-	-	-	-	-	-	-	143,626
Interest	-	-	-	-	-	-	-	-	-	-	156,187	592,744
Supplies and services	203,201	265,989	630,038	528,433	829,666	797,868	-	-	-	1,175,106	880,475	208,999
Staff development	37,200	1,005	1,155	33,500	31,825	43,593	-	-	-	21,500	13,643	49,477
Travel	135,138	19,089	24,007	71,000	52,097	39,369	-	-	-	78,100	54,588	42,894
Utilities	60,450	-	-	34,000	36,620	41,433	-	-	-	67,948	57,457	31,371
Programs	7,600	6,739	8,740	378,651	279,996	251,209	-	-	-	-	41,103	285,433
Repairs and maintenance	9,895	42,188	19,845	28,000	31,227	25,980	-	-	-	8,900	207,793	138,671
Amortization	-	111,846	110,597	-	100,921	111,739	-	-	-	129,354	133,897	432,389
Other	4,000	(65,359)	(7,010)	104,000	68,258	13,203	-	-	-	906,186	1,295,135	687,329
Total expenses	3,058,314	2,493,650	2,916,241	4,212,038	4,440,705	4,136,091	-	-	-	4,169,454	4,659,622	4,284,899
Annual surplus (deficit)	(1,501)	119,011	83,788	(41,500)	(60,208)	803,542	-	-	-	323,635	(190,954)	41,613

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Miawpukek Band
Segment Disclosures
Year ended March 31, 2014

Schedule 1 (continued)

	Government			Capital Land & Housing			Employment Programs			Community Services/ Miscellaneous		
	Budget 2014	2014	2013	Budget 2014	2014	2013	Budget 2014	2014	2013	Budget 2014	2014	2013
Revenues:												
Federal government operating transfers	2,119,586	2,475,773	2,508,657	1,302,442	1,558,075	1,585,573	1,637,298	877,048	901,292	1,183,133	1,923,053	2,038,462
Federal government capital transfers	-	770,076	-	-	74,894	86,379	-	-	-	-	-	-
Provincial government operating transfers	-	-	-	-	-	-	-	-	-	3,700	3,329	10,500
Economic activities	-	-	-	-	-	-	-	-	-	2,597,090	3,166,954	2,995,473
Other	220,500	1,066,220	3,498,561	519,427	394,663	375,390	58,017	-	11,750	88,419	156,632	115,279
Total revenue	2,340,086	4,312,069	6,007,218	1,821,869	2,027,632	2,047,342	1,695,315	877,048	913,042	3,872,342	5,249,968	5,159,714
Expenses:												
Salaries and benefits	1,027,138	1,166,821	1,089,070	756,752	564,979	562,917	240,868	59,518	131,093	782,617	895,618	837,682
Financing payments	-	-	-	169,868	51,630	72,168	-	-	-	12,916	1,011	1,940
Interest	-	29,097	30,813	-	-	-	-	-	-	-	-	-
Supplies and services	916,860	1,775,649	863,533	563,072	373,703	288,497	1,053,602	492,412	571,851	484,653	1,043,514	1,150,575
Staff development	32,000	57,911	17,966	9,150	17,097	6,646	64,041	154,891	126,564	73,955	71,879	5,423
Travel	60,000	69,686	76,785	42,500	29,328	36,070	57,050	33,518	26,512	60,600	63,027	46,250
Utilities	63,800	61,521	66,862	12,200	9,703	7,721	5,000	-	-	47,800	41,057	30,462
Programs	15,750	11,245	2,684	5,000	4,219	4,225	69,053	168,994	159,049	156,462	137,751	140,263
Repairs and maintenance	-	-	-	60,793	72,213	62,062	-	-	-	2,779	4,769	103
Amortization	-	-	-	-	-	-	-	-	-	-	-	-
Other	152,238	363,394	226,087	242,873	132,923	143,036	48,000	-	449	2,200,190	2,621,158	2,528,848
Total expenses	2,267,786	3,535,324	2,373,800	1,862,208	1,255,795	1,183,342	1,537,614	909,333	1,015,518	3,821,972	4,879,784	4,741,546
Annual surplus (deficit)	72,300	776,745	3,633,418	(40,339)	771,837	864,000	157,701	(32,285)	(102,476)	50,370	370,184	418,168

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Miawpukek Band
Segment Disclosures
Year ended March 31, 2014

Schedule 1 (continued)

	Amortization			Interest			Total		
	Budget 2014	2014	2013	Budget 2014	2014	2013	Budget 2014	2014	2013
Revenues:									
Federal government operating transfers	-	-	-	-	-	-	12,816,903	16,193,418	16,496,095
Federal government capital transfers	-	-	-	-	-	-	68,640	1,387,393	1,873,859
Provincial government operating transfers	-	-	-	-	-	-	15,700	182,580	233,164
Economic activities	-	-	-	-	-	-	6,704,790	7,262,332	6,913,614
Other	-	-	-	-	98,863	94,719	913,776	1,938,866	4,255,182
Total revenue	-	-	-	-	98,863	94,719	20,519,809	26,964,589	29,771,914
Expenses:									
Salaries and benefits	-	-	-	-	-	-	11,724,410	11,243,140	10,784,327
Financing payments	-	-	-	-	-	-	196,835	55,649	222,078
Interest	-	-	-	-	-	-	-	185,284	623,557
Supplies and services	-	-	-	-	-	-	5,405,016	6,207,659	5,144,817
Staff development	-	-	-	-	-	-	287,796	360,250	287,442
Travel	-	-	-	-	-	-	576,388	389,187	355,522
Utilities	-	-	-	-	-	-	410,393	326,328	297,338
Programs	-	-	-	-	-	-	702,208	716,418	920,383
Repairs and maintenance	-	-	-	-	-	-	266,843	490,798	405,495
Amortization	-	1,419,530	1,371,707	-	-	-	129,354	1,766,194	2,026,432
Other	-	-	-	-	-	-	3,673,009	4,447,861	3,634,129
Total expenses	-	1,419,530	1,371,707	-	-	-	23,372,252	26,188,768	24,701,520
Annual surplus (deficit)		(1,419,530)	(1,371,707)		98,863	94,719	(2,852,443)	775,821	5,070,394

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Miawpukek Band

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

Year Ended March 31, 2014

Name of Individual	Position Title	# of Months	Salary \$	Honorarium \$	Other Remuneration \$	Travel Expenses \$	Total \$
Misel Joe	Chief	12	73,950	2,400	17,162	10,718	104,230
Harvey Drew	Vice Chief / Foreman	12	14,469	2,975	1,728	1,096	20,268
Mardina Joe	Councillor / Manager	12	43,350	5,150	-	748	49,248
Craig Benoit	Councillor / Teacher	3	39,996	300	682	958	41,936
Ada Roberts	Councillor / Nurse Practitioner	9	85,347	1,400	27,222	1,053	115,022
Noel Joe	Councillor / Labourer	12	6,378	1,450	-	6,587	14,416
David Mcdonald	Councillor / Manager	12	48,450	1,100	4,402	8,542	62,494
Glen Benoit	Councillor	12	68,850	3,650	498	-	72,998
			380,790	18,425	51,693	29,703	480,611

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