



*Consolidated Financial Statements of*

**Miawpukek Band**

*March 31, 2015*

# Miawpukek Band

March 31, 2015

## Table of Contents

Management's Responsibility for Financial Reporting	1
Independent Auditor's Report	2 - 3
Consolidated Statement of Financial Position	4
Consolidated Statement of Operations	5
Consolidated Statement of Accumulated Surplus	6
Consolidated Statement of Accumulated Surplus - Appropriated	7 - 9
Consolidated Statement of Change in Net Debt	10
Consolidated Statement of Cash Flows	11
Notes to Consolidated Financial Statements	12 - 21
Schedule 1 – Segment Disclosures	22 - 25
Schedule of Salaries, Honoraria, Travel Expenses and Other Remuneration Elected or Appointed Officials	26

# Miawpukek Band

## Management's Responsibility for Financial Reporting

March 31, 2015

---

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.

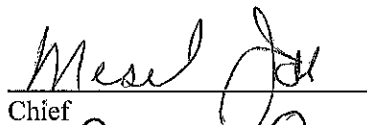
The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen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

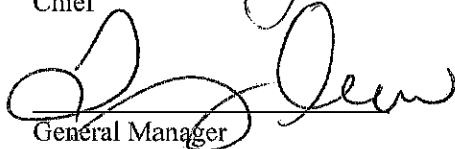
The Miawpukek First Nation maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Band's assets are appropriately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

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

## 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, 2015, and the consolidated statements of operations, accumulated surplus, accumulated surplus – appropriated, change in 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.

### *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, 2015, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*Other matter*

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which states that the Band reports certain financial information that is not required by Canadian public sector accounting standards. This information is presented in order to satisfy Aboriginal Affairs and Northern Development Canada and is presented on page 26.

*Deloitte LLP*

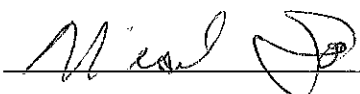
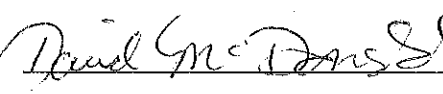
Chartered Professional Accountants  
July 23, 2015

**Miawpukek Band**  
**Consolidated Statement of Financial Position**  
As at March 31, 2015

	2015	2014
	\$	\$
<b>Financial assets</b>		
Cash	2,343,518	2,764,783
Receivables (Note 3)	1,053,000	1,132,276
Investments	963,984	751,984
Inventories (Note 4)	661,271	650,045
Restricted funds (Note 5)	1,033,875	930,369
Loans / Advances to Band Members (Note 6)	780,617	841,286
Trust fund - AANDC	2,599	2,501
	<b>6,838,864</b>	<b>7,073,244</b>
<b>Liabilities</b>		
Payables and accruals (Note 7)	1,437,208	1,074,255
Deferred revenue (Note 8)	5,000	375,653
Demand loans (Note 9)	2,013,569	1,237,633
CMHC replacement reserve (Note 10)	535,920	488,584
Long-term debt (Note 11)	3,093,190	3,260,137
	<b>7,084,887</b>	<b>6,436,262</b>
<b>Net financial (debt) assets</b>	<b>(246,023)</b>	<b>636,982</b>
<b>Non-financial assets</b>		
Tangible capital assets (Note 13)	33,263,852	31,533,549
Fishing licenses	7,037,825	5,927,825
Prepaid expenses	16,504	16,806
	<b>40,318,181</b>	<b>37,478,180</b>
Unappropriated (Page 6)	37,302,098	35,650,099
Appropriated (Page 6)	2,770,060	2,465,063
<b>Accumulated surplus</b>	<b>40,072,158</b>	<b>38,115,162</b>

Contingencies (Note 16)

**On behalf of the Band:**

 Chief  Councillor

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

**Miawpukek Band**  
**Consolidated Statement of Operations**  
Year ended March 31, 2015

	Budget	2015	2014
	\$	\$	\$
	(Unaudited)		
<b>Revenues</b>			
Federal government operating transfers	17,174,421	16,878,065	16,193,418
Federal government capital transfers	216,464	1,577,577	1,387,393
Provincial government operating transfers	130,600	369,211	182,580
Economic activities	6,771,713	7,687,509	7,262,332
Other revenue	1,470,493	2,337,046	1,938,866
	<b>25,763,691</b>	<b>28,849,408</b>	26,964,589
<b>Expenses</b>			
Amortization	-	1,639,827	1,419,530
Band government	2,659,733	2,515,989	3,535,324
Community services	3,038,827	2,911,463	4,879,784
Economic development	6,492,698	7,237,560	4,659,622
Education	3,024,450	2,563,338	2,493,650
Employment programs	1,695,315	888,793	909,333
Health	4,724,446	4,821,535	4,440,705
Housing	1,896,349	1,088,276	1,255,795
Land claims (Natural Resource)	873,513	928,758	801,184
MAMKA	619,934	665,419	312,781
Public works	1,672,437	1,631,454	1,481,060
	<b>26,697,702</b>	<b>26,892,412</b>	26,188,768
<b>Excess of revenue over expenditures (expenditures over revenue) before appropriations</b>	<b>(934,011)</b>	<b>1,956,996</b>	775,821
Transfers from appropriated equity during the year	-	162,912	267,099
Transfers to appropriated equity during the year	-	(467,909)	(546,100)
<b>Excess of revenue over expenditures (expenditures over revenues) after equity transfers</b>	<b>(934,011)</b>	<b>1,651,999</b>	496,820

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Consolidated Statement of Accumulated Surplus

Year ended March 31, 2015

	2015	2014
	\$	\$
<b>Accumulated surplus - unappropriated, beginning of year</b>	<b>35,650,099</b>	35,153,279
Excess of revenue over expenditures	1,651,999	496,820
<b>Accumulated surplus - unappropriated, end of year</b>	<b>37,302,098</b>	35,650,099
<b>Accumulated surplus - appropriated, beginning of year</b>	<b>2,465,063</b>	2,186,062
Transfers to equity	467,909	546,100
Allocated to operations	(162,912)	(267,099)
	<b>304,997</b>	279,001
	<b>2,770,060</b>	2,465,063
<b>Total accumulated surplus</b>	<b>40,072,158</b>	38,115,162

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.



# Miawpukek Band

## Consolidated Statement of Accumulated Surplus - Appropriated

Year ended March 31, 2015

	Accumulated Surplus - Appropriated Mar. 31/13	Transfers from Equity	Transfers to Operations	Accumulated Surplus - Appropriated Mar. 31/14	Transfers from Equity	Transfers to Operations	Accumulated Surplus - Appropriated Mar. 31/15
	\$	\$	\$	\$	\$	\$	\$
<b>Natural Resources</b>							
Christmas trees	6,501	6,324	-	12,825	-	<b>8,181</b>	<b>4,644</b>
Salmon enhancement	3,500	-	555	2,945	-	-	<b>2,945</b>
Silviculture	-	7,646	-	7,646	-	<b>7,445</b>	<b>201</b>
	<b>10,001</b>	<b>13,970</b>	<b>555</b>	<b>23,416</b>	<b>-</b>	<b>15,626</b>	<b>7,790</b>
<b>Public Works</b>							
Water system maintenance	17,074	-	12,208	4,866	-	<b>4,866</b>	-
Public works water testing	7,000	-	-	7,000	-	<b>7,000</b>	-
	<b>24,074</b>	<b>-</b>	<b>12,208</b>	<b>11,866</b>	<b>-</b>	<b>11,866</b>	<b>-</b>
<b>Economic Development and Training</b>							
Conne River Gas Bar	111,830	142,845	82,514	172,161	-	<b>10,632</b>	<b>161,529</b>
Miawpukek Human Resources - ASETS	55,427	-	-	55,427	-	-	<b>55,427</b>
Off reserve housing	251	-	-	251	-	<b>251</b>	-
Off reserve post secondary	71,981	50,197	-	122,178	<b>2,889</b>	-	<b>125,067</b>
On reserve post secondary	51,213	35,120	-	86,333	-	-	<b>86,333</b>
Student employment	4,366	-	-	4,366	-	-	<b>4,366</b>
	<b>295,068</b>	<b>228,162</b>	<b>82,514</b>	<b>440,716</b>	<b>2,889</b>	<b>10,883</b>	<b>432,722</b>

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Consolidated Statement of Accumulated Surplus - Appropriated

Year ended March 31, 2015

	Accumulated Surplus - Appropriated Mar. 31/13	Transfers from Equity	Transfers to Operations	Accumulated Surplus - Appropriated Mar. 31/14	Transfers from Equity	Transfers to Operations	Accumulated Surplus - Appropriated Mar. 31/15
	\$	\$	\$	\$	\$	\$	\$
<b>Capital Lands and Housing</b>							
Land and environmental	74,802	11,181	-	85,983	-	-	85,983
Land management	-	26,069	-	26,069	-	-	26,069
Subsidized housing	36,722	1,422	-	38,144	-	-	38,144
Administration	60,214	8,128	-	68,342	-	56,940	11,402
Housing-special	415,000	-	-	415,000	-	-	415,000
Housing construction	104,456	-	1,952	102,504	-	-	102,504
Veteran's monument	-	10,000	-	10,000	-	3,324	6,676
	691,194	56,800	1,952	746,042	-	60,264	685,778
<b>Miscellaneous</b>							
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	29,535	35,073	13,896	50,712	-	37,276	13,436
Equity fund	166,310	57,684	-	223,994	45,654	-	269,648
Shrimp revenue fund	2,996	-	-	2,996	-	2,996	-
	235,843	92,757	13,896	314,704	45,654	41,511	318,847
<b>Education</b>							
Education	87,008	56,367	44,173	99,202	-	-	99,202
	87,008	56,367	44,173	99,202	-	-	99,202

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Consolidated Statement of Accumulated Surplus - Appropriated

Year ended March 31, 2015

	Accumulated Surplus - Appropriated Mar. 31/13	Transfers from Equity	Transfers to Operations	Accumulated Surplus - Appropriated Mar. 31/14	Transfers from Equity	Transfers to Operations	Accumulated Surplus - Appropriated Mar. 31/15
	\$	\$	\$	\$	\$	\$	\$
Conne River Health and Social Services							
Social services	66,801	-	66,801	-	-	-	-
Brighter futures	28,447	-	-	28,447	-	-	28,447
Family violence initiative	16,081	-	-	16,081	-	-	16,081
Health service integration fund	-	-	-	-	20,855	-	20,855
Employment services	-	-	-	-	398,511	-	398,511
	111,329	-	66,801	44,528	419,366	-	463,894
Governance							
Finance	285,001	2,483	-	287,484	-	-	287,484
Heritage fund	378,282	95,561	-	473,843	-	-	473,843
Intergovernmental Secretariat	45,500	-	45,000	500	-	-	500
Self government	22,762	-	-	22,762	-	22,762	-
	731,545	98,044	45,000	784,589	-	22,762	761,827
	2,186,062	546,100	267,099	2,465,063	467,909	162,912	2,770,060

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Consolidated Statement of Change in Net Debt

Year ended March 31, 2015

	2015	2014
	\$	\$
Excess of revenue over expenditures	1,956,996	775,821
<b>Changes in tangible capital assets</b>		
Acquisition of tangible capital assets	(3,662,765)	(933,245)
Proceeds from disposal of tangible capital assets	307,053	3,440
Gain on disposal of tangible capital assets	(236,948)	(3,440)
Amortization of tangible capital assets	1,862,357	1,654,348
Decrease in tangible capital assets	226,693	1,496,924
<b>Change in other non-financial assets</b>		
Acquisition of fishing licenses	(1,110,000)	(1,350,000)
Net change in prepaid expenses	302	52,630
Increase in other non-financial assets	(1,109,698)	(1,297,370)
(Decrease) increase in net financial assets	(883,005)	199,554
Net financial assets, beginning of year	636,982	437,428
<b>Net financial (debt) assets, end of year</b>	<b>(246,023)</b>	<b>636,982</b>

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Consolidated Statement of Cash Flows

Year ended March 31, 2015

	2015	2014
	\$	\$
<b>Operating transactions</b>		
Excess of revenue over expenditures	1,956,996	775,821
Items not affecting cash		
Amortization of tangible capital assets	1,862,357	1,654,348
Gain on disposal of tangible capital assets	(236,948)	(3,440)
	<b>3,582,405</b>	2,426,729
Change in other		
Receivables	79,276	340,240
Inventories	(11,226)	(100,940)
Prepaid expenses	302	52,630
Payables and accruals	362,953	(303,070)
Deferred revenue	(370,653)	355,653
	<b>3,643,057</b>	2,771,242
<b>Capital transactions</b>		
Acquisition of tangible capital assets	(3,662,765)	(933,245)
Acquisition of fishing licenses	(1,110,000)	(1,350,000)
Proceeds from disposal of tangible capital assets	307,053	3,440
	<b>(4,465,712)</b>	(2,279,805)
<b>Financing transactions</b>		
Proceeds from (repayment of) demand loans	795,936	(248,039)
Repayment of long-term debt	(253,525)	(339,851)
Proceeds from long-term debt	66,578	88,124
	<b>608,989</b>	(499,766)
<b>Investing transactions</b>		
Purchase of investments	(212,000)	(209,374)
Increase in CMHC replacement reserve	47,336	75,373
Increase in Trust fund - AANDC	(98)	(62)
Decrease (increase) in Advances to Band Members	60,669	(227,058)
Increase in restricted funds	(103,506)	(51,460)
	<b>(207,599)</b>	(412,581)
Net decrease in cash	(421,265)	(420,910)
Cash, beginning of the year	2,764,783	3,185,693
<b>Cash, end of the year</b>	<b>2,343,518</b>	2,764,783

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Notes to Consolidated Financial Statements

March 31, 2015

---

### 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 Professional Accountants (“CPA”) and reflect the following significant accounting policies:

Certain schedules in these financial statements are not required by PSAS but are presented in order to satisfy Aboriginal Affairs and Northern Development Canada. These schedules can be found on pages 153-154 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.

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Notes to Consolidated Financial Statements

March 31, 2015

---

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

#### *Fishing licenses*

Fishing licenses represent intangible assets acquired and which 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 the 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 comprised of guaranteed investment certificates and 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, 2015

---

### 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

	2015	2,014
	\$	\$
ACOA	146,446	-
CMHC	14,914	-
Coast of Bays Contracting	33	6,869
Conne River Forest Products	2,128	4,114
Department of Fisheries and Oceans	90,301	528,214
Federation of Newfoundland Indians	106,761	66,240
First Nation Trust	-	9,622
Funding - AANDC	226,073	166,221
Gray's Aquaculture	8,350	10,691
HST receivable	57,717	61,612
Department of Innovation, Business and Rural Development	62,500	1,908
John Equipment	1,908	-
John N. Jeddore environmental cleanup	349,806	345,580
Justice Canada	72,350	7,500
Mi'kmaq Diving Services	88,629	88,629
Miscellaneous	552,818	668,209
NSF cheques	1,974	4,268
Sit Down Pond Camp Inc.	10,891	10,891
	<b>1,793,599</b>	1,980,568
Less: Allowance for doubtful accounts	<b>(740,599)</b>	(848,292)
	<b>1,053,000</b>	1,132,276

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.



# Miawpukek Band

## Notes to Consolidated Financial Statements

March 31, 2015

---

### 4. INVENTORIES

	2015	2014
	\$	\$
Conne River Buildings Supplies	506,945	501,843
Conne River Garage	11,395	14,222
Conne River Gas Bar	42,449	35,069
Marina	5,836	15,825
Micmac Arts and Crafts	45,677	45,179
Miawpukek Wholesalers	48,969	37,907
	<b>661,271</b>	<b>650,045</b>

### 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 16(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.

	2015	2014
	\$	\$
Loans and advances to Band members	1,046,293	998,986
Less: Allowance for doubtful accounts	(265,676)	(157,700)
	<b>780,617</b>	<b>841,286</b>

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Notes to Consolidated Financial Statements

March 31, 2015

### 7. PAYABLES AND ACCRUALS

	2015	2014
	\$	\$
Trade payables	793,161	515,280
Accrued salaries and benefits payable	90,567	22,960
Other accrued liabilities	530,480	512,330
Severance payable	23,000	23,685
	<b>1,437,208</b>	<b>1,074,255</b>

### 8. DEFERRED REVENUE

	Balance March 31, 2014	Funding Received 2015	Revenue Recognized 2015	Balance March 31, 2015
	\$	\$	\$	\$
Federal Government				
Other	370,653	-	370,653	-
Other				
Other	5,000	-	-	5,000
	<b>375,653</b>	<b>-</b>	<b>370,653</b>	<b>5,000</b>

### 9. DEMAND LOANS

The Band has demand loans with Canadian Imperial Bank of Commerce at bank prime 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 \$535,920 (\$450,323 post-1997 program, \$85,597 pre-1996 program) (2014 - \$488,584).

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Notes to Consolidated Financial Statements

March 31, 2015

---

### 11. LONG-TERM DEBT

	2015	2014
	\$	\$
<b>Canada Mortgage and Housing Corporation</b>		
1.81% mortgage repayable in monthly instalments of \$828 including interest, maturing March 1, 2024	<b>83,098</b>	91,428
1.67% mortgage repayable in monthly instalments of \$2,180 including interest, maturing February 1, 2017	<b>51,631</b>	76,743
3.9% mortgage, repayable in monthly instalments of \$1,900 including interest, maturing January 1, 2023	<b>152,509</b>	170,414
1.81% mortgage, repayable in monthly instalments of \$1,947 including interest, maturing March 1, 2024	<b>194,044</b>	213,628
4.31% mortgage, repayable in monthly instalments of \$1,724 including interest, maturing April 1, 2022	<b>123,295</b>	139,365
2.57% mortgage, repayable in monthly instalments of \$1,032 including interest, maturing October 1, 2024	<b>105,548</b>	115,195
2.84% mortgage, repayable in monthly instalments of \$1,050 including interest, maturing January 1, 2025	<b>108,688</b>	117,891
2.76% mortgage, repayable in monthly instalments of \$709 including interest, maturing May 1, 2030	<b>105,757</b>	111,290
3.47% mortgage, repayable in monthly instalments of \$415 including interest, maturing April 1, 2033	<b>66,293</b>	69,398
3.9% mortgage, repayable in monthly instalments of \$3,957 including interest, maturing March 1, 2033	<b>602,361</b>	631,177
3.16% mortgage, repayable in monthly instalments of \$1,055 including interest, maturing April 1, 2028	<b>134,580</b>	143,682
1.81% mortgage, repayable in monthly instalments of \$588 including interest, maturing May 1, 2029	<b>88,540</b>	93,919
1.67% mortgage, repayable in monthly instalments of \$948 including interest, maturing March 1, 2026	<b>108,569</b>	116,982

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Notes to Consolidated Financial Statements

March 31, 2015

---

### 11. LONG-TERM DEBT (Continued)

	2015	2014
	\$	\$
<b>Canada Mortgage and Housing Corporation</b>		
4.55% mortgage, repayable in monthly instalments of \$763 including interest, maturing May 1, 2027	83,001	89,098
2.65% mortgage, repayable in monthly instalments of \$344 including interest, maturing February 1, 2020	19,326	22,950
2.26% mortgage, repayable in monthly instalments of \$695 including interest, maturing July 1, 2031	114,397	120,104
4.45% mortgage, repayable in monthly instalments of \$1,674 including interest, maturing May 1, 2032	235,210	246,924
2.86% mortgage, repayable in monthly instalments of \$932 including interest, maturing July 1, 2034	165,822	172,589
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	47,318	52,576
2.69% mortgage, repayable in monthly instalments of \$1,242 including interest, maturing August 1, 2035	234,371	242,884
1.68% mortgage, repayable in monthly instalments of \$371 including interest, maturing April 1, 2038	85,314	88,316
1.68% mortgage, repayable in monthly instalments of \$371 including interest, maturing April 1, 2038	86,455	88,124
1.82% mortgage, repayable in monthly instalments of \$365 including interest, maturing September 1, 2039	86,578	-
<b>Ulnooweg Development Corporation</b>		
6.25% loan, repaid during the year	-	12,393

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Notes to Consolidated Financial Statements

March 31, 2015

---

### 11. LONG-TERM DEBT (Continued)

	2015	2014
	\$	\$
6.25% loan, repaid during the year	-	12,789
<b>Ally Credit Canada Limited</b>		
6.84% vehicle loan, repayable in monthly instalments of \$448 including interest, maturing March 23, 2016	5,186	10,029
6.84% vehicle loan, repayable in monthly instalments of \$458 including interest, maturing March 23, 2016	5,299	10,249
	<b>3,093,190</b>	<b>3,260,137</b>

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

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:

	\$
2016	226,533
2017	220,024
2018	197,459
2019	202,722
2020	208,280
Thereafter	2,038,172

### 12. CREDIT FACILITY

The Band has an available credit facility in the amount of \$100,000 (2014 - \$150,000), of which \$13,123 remained unused at March 31, 2015 (2014 - \$44,554). The facility bears interest at a rate of prime plus 3% and is secured by a guarantee of the Miawpukek Band.

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

## Notes to Consolidated Financial Statements

March 31, 2015

### 13. TANGIBLE CAPITAL ASSETS

	2015				2014	
	Amortization	Cost	Accumulated	Net Book	Cost	Net Book
	Rate					
%	\$	\$	\$	\$	\$	
Buildings	4	33,394,754	13,450,388	19,944,366	32,589,213	20,001,391
Equipment	20	9,760,596	7,474,352	2,286,244	9,043,767	1,401,626
Motor vehicles	30	2,284,183	2,171,938	112,245	2,268,683	148,901
Roads	2.5	5,524,002	1,836,380	3,687,622	5,023,563	3,283,352
Sports facilities	4	176,895	93,655	83,240	176,895	86,708
Subdivision	2.5	897,698	195,184	702,514	500,127	322,956
Vessel	15	3,279,506	2,223,276	1,056,230	2,860,740	761,274
Work-in-progress		89,330	-	89,330	89,330	89,330
Water and sewer	2.5	8,140,995	2,838,934	5,302,061	8,140,995	5,438,011
		<b>63,547,959</b>	<b>30,284,107</b>	<b>33,263,852</b>	<b>60,693,313</b>	<b>31,533,549</b>

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

### 14. REVENUE

	2015	2014
	\$	\$
Aboriginal Affairs and Northern Development Canada	12,965,862	12,848,526
Health Canada	2,566,877	2,099,775
Other revenue	13,316,571	12,016,226
AANDC Trust Fund Interest Revenue	98	62
	<b>28,849,408</b>	<b>26,964,589</b>

### 15. 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, 2015 was \$134,146 (\$111,609 post-1997 program, \$22,537 pre-1996 program) (2014 - \$131,161).

# Miawpukek Band

## Notes to Consolidated Financial Statements

March 31, 2015

---

### 16. CONTINGENCIES

- a) 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.
- b) 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.
- c) The Band has provided guarantees for band members for loans totaling \$17,363 (2014 - \$20,180) which are secured by restricted funds in this amount.
- d) The Band has provided ministerial guarantees on mortgages of \$1,514,709 (2014 - \$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 (2014 - \$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.

### 17. 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, 2015 amounted to \$251,965 (2014 - \$264,448).

### 18. STATUTORY REMITTANCES

As at March 31, 2015, the Band has submitted all required remittances under the Income Tax Act.

### 19. 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.

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

**Miawpukek Band  
Segment Disclosures**  
Year ended March 31, 2015

Schedule 1

	Natural Resources			Commercial Fisheries			MAMKA			Public Works		
	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenues</b>												
Federal government operating transfers	854,428	910,928	812,897	-	-	-	498,079	503,117	303,158	1,193,517	1,231,457	1,176,607
Federal government capital transfers	-	-	-	-	500,000	375,000	-	115,816	-	91,025	141,647	68,640
Provincial government operating transfers	-	45,691	-	-	-	-	-	-	26,200	-	-	-
Economic activities	-	1,605	1,635	-	-	-	-	-	-	122,000	86,439	127,748
Other	19,085	14,479	5,889	-	-	-	121,855	134,755	4,600	27,800	35,076	34,809
<b>Total revenue</b>	<b>873,513</b>	<b>972,703</b>	<b>820,421</b>	<b>-</b>	<b>500,000</b>	<b>375,000</b>	<b>619,934</b>	<b>753,688</b>	<b>333,958</b>	<b>1,434,342</b>	<b>1,494,619</b>	<b>1,407,804</b>
<b>Expenses</b>												
Salaries and benefits	745,221	760,251	651,938	-	-	-	332,096	327,558	187,654	874,597	733,102	775,020
Financing payments	14,000	1,084	1,729	-	-	-	-	-	-	-	515	1,279
Supplies and services	50,255	82,391	69,627	-	-	-	129,555	200,201	49,120	374,659	509,774	427,504
Staff development	5,000	7,168	9,787	-	-	-	3,000	3,000	-	5,950	200	2,212
Travel	23,609	33,584	35,375	-	-	-	55,583	37,964	14,829	12,117	7,714	17,650
Utilities	22,196	35,798	26,074	-	-	-	-	-	-	91,227	81,652	93,896
Programs	422	451	1,052	-	-	-	81,000	83,004	57,999	11,270	9,090	7,320
Repairs and maintenance	-	-	-	-	-	-	-	-	-	191,068	252,415	132,608
Amortization	-	-	-	-	-	-	-	-	-	-	-	-
Other	12,810	8,031	5,602	-	-	-	18,700	13,692	3,179	111,549	36,992	23,571
<b>Total expenses</b>	<b>873,513</b>	<b>928,758</b>	<b>801,184</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>619,934</b>	<b>665,419</b>	<b>312,781</b>	<b>1,672,437</b>	<b>1,631,454</b>	<b>1,481,060</b>
<b>Annual surplus (deficit)</b>	<b>-</b>	<b>43,945</b>	<b>19,237</b>	<b>-</b>	<b>500,000</b>	<b>375,000</b>	<b>-</b>	<b>88,269</b>	<b>21,177</b>	<b>(238,095)</b>	<b>(136,835)</b>	<b>(73,256)</b>

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.



**Miawpukek Band  
Segment Disclosures**  
Year ended March 31, 2015

	Education			Health and Social Services			Economic Development		
	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenues</b>									
Federal government operating transfers	3,024,450	2,384,180	2,330,421	4,724,446	4,720,308	4,333,373	360,383	420,937	403,013
Federal government capital transfers	-	93,525	93,525	-	-	5,258	-	-	-
Provincial government operating transfers	-	188,287	148,051	-	-	-	-	5,000	5,000
Economic activities	-	-	-	-	-	-	6,589,386	6,809,384	3,965,995
Other	-	6,716	40,664	-	33,654	41,866	-	330,386	94,660
<b>Total revenue</b>	<b>3,024,450</b>	<b>2,672,708</b>	<b>2,612,661</b>	<b>4,724,446</b>	<b>4,753,962</b>	<b>4,380,497</b>	<b>6,949,769</b>	<b>7,565,707</b>	<b>4,468,668</b>
<b>Expenses</b>									
Salaries and benefits	2,642,752	2,117,766	2,112,153	3,026,324	3,042,822	3,010,095	1,931,103	2,256,224	1,819,344
Financing payments	-	-	-	-	-	-	-	671	-
Interest	-	-	-	-	-	-	-	177,105	156,187
Supplies and services	152,878	293,544	265,989	947,633	1,147,532	829,666	866,576	926,208	880,475
Staff development	40,531	2,274	1,005	48,300	39,624	31,825	2,500	13,678	13,643
Travel	50,217	19,356	19,089	110,500	74,816	52,097	53,310	76,424	54,588
Utilities	53,000	-	-	48,200	38,324	36,620	69,973	59,219	57,457
Programs	6,000	6,739	6,739	367,604	286,076	279,996	-	2,526	41,103
Repairs and maintenance	7,175	22,391	42,188	34,600	35,003	31,227	131,400	137,575	207,793
Amortization	-	97,375	111,846	-	98,214	100,921	129,354	124,316	133,897
Other	71,897	3,893	(65,359)	141,285	59,124	68,258	3,308,482	3,463,614	1,295,135
<b>Total expenses</b>	<b>3,024,450</b>	<b>2,563,338</b>	<b>2,493,650</b>	<b>4,724,446</b>	<b>4,821,535</b>	<b>4,440,705</b>	<b>6,492,698</b>	<b>7,237,560</b>	<b>4,659,622</b>
<b>Annual surplus (deficit)</b>	<b>-</b>	<b>109,370</b>	<b>119,011</b>	<b>-</b>	<b>(67,573)</b>	<b>(60,208)</b>	<b>457,071</b>	<b>328,147</b>	<b>(190,954)</b>

**Miawpukek Band  
Segment Disclosures**  
Year ended March 31, 2015

Schedule 1 (continued)

	Government			Capital Land & Housing			Employment Programs			Community Services/ Miscellaneous		
	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenues</b>												
Federal government operating transfers	2,285,494	2,485,920	2,475,773	1,376,532	1,389,384	1,558,075	1,637,298	920,987	877,048	1,219,794	1,910,847	1,923,053
Federal government capital transfers	-	601,150	770,076	-	-	74,894	-	-	-	125,439	125,439	-
Provincial government operating transfers	-	-	-	-	-	-	-	-	-	130,600	130,233	3,329
Economic activities	-	-	-	-	-	-	-	-	-	60,327	790,081	3,166,954
Other	481,519	993,419	1,066,220	519,817	404,709	394,663	58,017	-	-	242,400	262,315	156,632
<b>Total revenue</b>	<b>2,767,013</b>	<b>4,080,489</b>	<b>4,312,069</b>	<b>1,896,349</b>	<b>1,794,093</b>	<b>2,027,632</b>	<b>1,695,315</b>	<b>920,987</b>	<b>877,048</b>	<b>1,778,560</b>	<b>3,218,915</b>	<b>5,249,968</b>
<b>Expenses</b>												
Salaries and benefits	1,252,209	1,311,214	1,166,821	798,930	519,574	564,979	398,569	68,221	59,518	887,188	621,976	895,618
Financing payments	-	-	-	168,375	49,254	51,630	-	-	-	-	-	1,011
Interest	-	46,673	29,097	-	-	-	-	-	-	-	-	-
Supplies and services	985,535	864,710	1,775,649	492,273	195,654	373,703	1,053,602	426,848	492,412	912,680	1,236,702	1,043,514
Staff development	34,800	6,093	57,911	9,150	6,492	17,097	64,041	148,270	154,891	18,200	53,346	71,879
Travel	126,084	69,719	69,686	42,229	40,460	29,328	57,050	52,541	33,518	36,500	26,052	63,027
Utilities	89,050	63,485	61,521	10,450	23,363	9,703	5,000	-	-	24,100	25,460	41,057
Programs	6,500	34,813	11,245	5,000	5,344	4,219	69,053	192,913	168,994	125,400	90,272	137,751
Repairs and maintenance	-	-	-	119,112	131,590	72,213	-	-	-	1,500	526	4,769
Amortization	-	-	-	-	-	-	-	-	-	-	-	-
Other	165,555	119,282	363,394	250,830	116,545	132,923	48,000	-	-	1,033,259	857,129	2,621,158
<b>Total expenses</b>	<b>2,659,733</b>	<b>2,515,989</b>	<b>3,535,324</b>	<b>1,896,349</b>	<b>1,088,276</b>	<b>1,255,795</b>	<b>1,695,315</b>	<b>888,793</b>	<b>909,333</b>	<b>3,038,827</b>	<b>2,911,463</b>	<b>4,879,784</b>
<b>Annual surplus (deficit)</b>	<b>107,280</b>	<b>1,564,500</b>	<b>776,745</b>	<b>-</b>	<b>705,817</b>	<b>771,837</b>	<b>-</b>	<b>32,194</b>	<b>(32,285)</b>	<b>(1,260,267)</b>	<b>307,452</b>	<b>370,184</b>

**Miawpukek Band  
Segment Disclosures**  
Year ended March 31, 2015

Schedule 1 (continued)

	Amortization			Interest			Total		
	Budget 2015	2015	2014	Budget 2015	2015	2014	Budget 2015	2015	2014
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenues</b>									
Federal government operating transfers	-	-	-	-	-	-	17,174,421	16,878,065	16,193,418
Federal government capital transfers	-	-	-	-	-	-	216,464	1,577,577	1,387,393
Provincial government operating transfers	-	-	-	-	-	-	130,600	369,211	182,580
Economic activities	-	-	-	-	-	-	6,771,713	7,687,509	7,262,332
Other	-	-	-	-	121,537	98,863	1,470,493	2,337,046	1,938,866
<b>Total revenue</b>	-	-	-	-	121,537	98,863	25,763,691	28,849,408	26,964,589
<b>Expenses</b>									
Salaries and benefits	-	-	-	-	-	-	12,888,989	11,758,708	11,243,140
Financing payments	-	-	-	-	-	-	182,375	51,524	55,649
Interest	-	-	-	-	-	-	-	223,778	185,284
Supplies and services	-	-	-	-	-	-	5,965,646	5,883,564	6,207,659
Staff development	-	-	-	-	-	-	231,472	280,145	360,250
Travel	-	-	-	-	-	-	567,199	438,630	389,187
Utilities	-	-	-	-	-	-	413,196	327,301	326,328
Programs	-	-	-	-	-	-	672,249	711,228	716,418
Repairs and maintenance	-	-	-	-	-	-	484,855	579,500	490,798
Amortization	-	1,639,827	1,419,530	-	-	-	129,354	1,959,732	1,766,194
Other	-	-	-	-	-	-	5,162,367	4,678,302	4,447,861
<b>Total expenses</b>	-	1,639,827	1,419,530	-	-	-	26,697,702	26,892,412	26,188,768
<b>Annual surplus (deficit)</b>		(1,639,827)	(1,419,530)		121,537	98,863	(934,011)	1,956,996	775,821

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.

# Miawpukek Band

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

Year ended March 31, 2015

Name of Individual	Position Title	# of Months	Salary	Honorarium	Other Remuneration	Travel Expenses	Total
			\$	\$	\$	\$	\$
Misel Joe	Chief	12	73,950	2,750	23,420	16,617	116,737
Harvey Drew	Vice Chief / Foreman	12	17,338	3,200	4,667	1,782	26,987
Mardina Joe	Councillor / Manager	3	44,370	1,700	-	1,389	47,459
Ada Roberts	Councillor / Nurse Practitioner	12	102,411	1,675	31,493	3,479	139,058
Noel Joe	Councillor / Labourer	12	6,767	1,600	-	2,009	10,376
David Mcdonald	Councillor / Manager	12	48,450	1,000	1,059	4,838	55,347
Glen Benoit	Councillor / Manager	3	66,810	500	1,172	-	68,482
Stewart Etheridge	Councillor / Manager	9	39,010	850	4,212	9,748	53,820
Aubrey Joe	Councillor / Labourer	5	22,488	750	-	925	24,163
Gerard Joe	Councillor / Labourer	4	19,583	450	3,593	-	23,626
			441,177	14,475	69,616	40,787	566,055

This report is the property of the Miawpukek Band Council and cannot be copied or distributed without the consent of the Miawpukek Band Council.