

G.F. QUINLAN*

CHARTERED ACCOUNTANT

G.F. QUINLAN, B.Comm.
Chartered Accountant

P.O. Box 1860
5730A - 44th Street
Lloydminster, SK/AB S9V 1N4
Telephone: (780) 875-3859
Fax: (780) 875-2721
Email: quinlan1@telusplanet.net

*Denotes Professional Corporation

DERIVATIVE REPORT BY AUDITOR SUPPLEMENTARY SCHEDULES

To The Members of
ONION LAKE FIRST NATION:

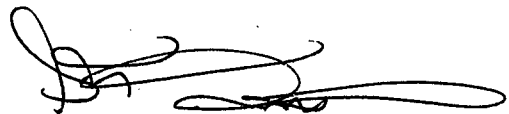
I have audited the financial statements of the Onion Lake First Nation as at March 31, 2004, and for the year then ended and reported on June 28, 2004.

The schedules of Band Loans (Schedule A), Statement of Receipt & Expenditure of Indian Moneys - Capital Trust Moneys (Schedule B), Statement of Receipt & Expenditure of Indian Moneys - Revenue Trust Moneys (Schedule C), Honorarium (Schedule D), Chief and Council Salaries and Benefits (Schedule E), Chief and Council Travel (Schedule F), Federal Government Funding (Schedule G), and Funding Reconciliation (Schedule H) are required to be presented to the membership of the Onion Lake First Nation pursuant to the funding agreement between Indian and Northern Affairs Canada (INAC) and the Onion Lake First Nation. The schedules have been compiled by the management of the Onion Lake First Nation from their records. For the purpose of understanding my involvement with these schedules, please note that:

- I have audited and separately reported on the financial statements;
- My audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole;
- The attached schedules are presented for the purpose of forming an opinion by the Membership and the Department of Indian Affairs and do not form part of the financial statements; and
- The schedules have been subjected to the auditing procedures applied to the audit of the financial statements taken as a whole.

During the course of the aforementioned audit, I encountered no material discrepancies on these schedules. However, no procedures have been carried out on these schedules in addition to those necessary to form an opinion on the financial statements.

This report has been prepared in accordance with the applicable Assurance and Related Services Guideline issued by the Canadian Institute of Chartered Accountants in order to satisfy Indian and Northern Affairs Canada funding agreement requirements.



G.F. QUINLAN
CHARTERED ACCOUNTANT

LLOYDMINSTER, SK/AB
JUNE 28, 2004

ONION LAKE FIRST NATION
SCHEDULE OF FEDERAL GOVERNMENT FUNDING
FOR THE YEAR ENDED MARCH 31, 2004

SCHEDULE G

**FEDERALLY FUNDED PROGRAMS & SERVICES
DIRECTLY FUNDED BY
THE GOVERNMENT OF CANADA**

	Federal Funding Received	Unexpended Funding Beginning Of Year	Adjust- ments	Total Funding Available	Total Expenditures From All Services
INAC					
Elementary/Secondary Education (Note 1)	\$ 5,833,611	\$ -	\$ -	\$ 5,833,611	\$ 5,415,939
Post-Secondary Education (Note 2)	1,863,600	-	-	1,863,600	2,058,366
Economic Development (Note 3)	180,600	-	-	180,600	557,893
Indian Government Support (Note 4)	1,286,303	-	-	1,286,303	3,991,699
Lands & Trusts Services (Note 5)	28,797	-	-	28,797	32,593
Community Infrastructure (Note 6)	4,732,580	161,144	-	4,893,724	4,979,720
Housing (Note 7)	867,219	-	-	867,219	2,415,937
Self Government	-	-	-	-	-
Income Assistance/Social Assistance (Note 8)	3,391,639	-	-	3,391,639	3,416,849
Social Support Services (Note 9)	908,174	-	-	908,174	864,277
TOTAL INAC	<u>19,092,523</u>	<u>161,144</u>	<u>-</u>	<u>19,253,667</u>	<u>23,733,273</u>
HEALTH CANADA					
Health Services	-	-	-	-	-
Aboriginal Diabetes Initiative	31,102	-	-	31,102	43,676
Aboriginal Headstart	-	-	-	-	-
Brighter Futures	263,811	-	-	263,811	49,829
BHC - Mental Health Crisis Management	-	-	-	-	-
BHC - Solvent Abuse	20,000	-	-	20,000	20,000
Canada Prenatal Nutrition Program	48,563	-	-	48,563	51,853
Community Health Promotion & Injury/Illness Prevention	258,447	-	-	258,447	258,447
Community Health Primary Care (CHPC)	-	-	-	-	-
Environmental Health Program	17,000	-	-	17,000	21,024
Fetal Alcohol Syndrome/Fetal Alcohol Effect (FAS/FAE)	30,997	-	-	30,997	32,640
First Nations & Inuit Health Information System (FNIHIS)	37,168	-	-	37,168	37,794
First Nations & Inuit Home & Community Care (FNIHCC)	405,288	-	-	405,288	406,253
Health Careers	-	-	-	-	-
HIV/AIDS	19,455	-	-	19,455	32,168
National Native Alcohol & Drug Abuse Program (NNADAP)	128,500	-	-	128,500	151,829
Non-Insured Health Benefits (NIHB)	159,950	-	-	159,950	299,786
Pre-Transfer	-	-	-	-	-
Tobacco Control	7,000	-	-	7,000	7,031
Tuberculosis Elimination Strategy	-	-	-	-	-
Health Services Transfer	1,089,784	-	-	1,089,784	1,324,544
Integrated Health Services	-	-	-	-	-
Capital	-	-	-	-	-
Treatment Centres	318,769	-	-	318,769	351,966
TOTAL HEALTH CANADA	<u>2,835,834</u>	<u>-</u>	<u>-</u>	<u>2,835,834</u>	<u>3,088,840</u>
CMHC					
Non-Profit On-Reserve Housing	69,311	-	-	69,311	78,743
TOTAL CMHC	<u>69,311</u>	<u>-</u>	<u>-</u>	<u>69,311</u>	<u>78,743</u>
TOTAL FEDERAL GOVERNMENT FUNDING	<u>\$ 21,997,668</u>	<u>\$ 161,144</u>	<u>\$ -</u>	<u>\$ 22,158,812</u>	<u>\$ 26,900,856</u>