

**Tallcree First Nation  
Statement of Federal  
Government Funding**  
*March 31, 2013*

**INDEPENDENT AUDITOR'S REPORT**

To the Members of Tallcree First Nation:

*Report on the Statement of Federal Government Funding*

We have audited the accompanying Statement of Federal Government Funding of Tallcree First Nation for the year ended March 31, 2013. The financial statement has been prepared by management based on the reporting requirements of the Year End Reporting Handbook and the agreement between Tallcree First Nation and the Government of Canada.

*Management's Responsibility for the Financial Statement*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the required presentation and financial requirements of the Year End Reporting Handbook as described in Note 1, and for such internal control as management determines is necessary to enable the preparation of the financial statement that is free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express an opinion on this financial statement 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 financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement of Federal Government Funding. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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 financial statement presents fairly, in all material respects, the revenue and expenses for the year ended March 31, 2013 of Tallcree First Nation in accordance with the required presentation and financial reporting provisions of the Year End Reporting Handbook as described in Note 1.

*Basis of Accounting and Restriction on Distribution*

Without modifying our opinion, we draw attention to Note 1 of the financial statement, which describes the basis of accounting. The financial statement is prepared to comply with the reporting requirements of the Year End Reporting Handbook. As a result, the compliance audit may not be suitable for another purpose. Our report is intended solely for Tallcree First Nation and the Government of Canada and should not be distributed to or used by parties other than Tallcree First Nation or the Government of Canada.

July 26, 2013  
Leduc, Alberta

**MNP** LLP  
Chartered Accountants

**TALLCREE FIRST NATION**  
**STATEMENT OF FEDERAL GOVERNMENT FUNDING**  
**YEAR ENDED MARCH 31, 2013**

Programs and Services	Federal Funding Received	Unexpended Funding, Beginning of Year	Adjustments / Transfers	Total Funding Available	Total Capital Expenditures from All Sources	Total Operating Expenditures from All Sources
<b>Aboriginal Affairs and Northern Development Canada</b>						
Community Development	3,517,898	-	29,703	3,547,601	2,870,088	1,309,003
Economic Development	66,752	-	-	68,752	-	69,567
Education	1,648,322	-	436,249	2,084,571	14,669	2,174,696
Post Secondary	217,015	-	-	217,015	-	219,138
Indian Government Support	659,594	-	-	659,594	-	1,280,338
Social Development	860,975	-	(183,067)	677,908	-	756,682
	6,972,556	-	282,885	7,255,441	2,884,757	5,809,424
<b>Health Canada</b>						
Health Promotion and Disease Prevention	461,272	-	-	461,272	-	467,626
Public Health Protection	380,861	-	-	380,861	-	416,029
Supplementary Health Benefits	46,339	-	-	46,339	-	46,415
Health System Capacity	200,644	-	-	200,644	43,045	194,252
	1,089,116	-	-	1,089,116	43,045	1,124,322
<b>Human Resources and Skills Development Canada</b>						
	303,994	3,177	-	307,171	-	319,505
	8,365,666	3,177	282,885	8,651,728	2,927,802	7,253,251