



MEYERS NORRIS PENNY LLP

AUDITORS' REPORT ON THE SCHEDULE OF FEDERAL GOVERNMENT FUNDING

To the Minister of Indian and Northern Affairs Canada

We have audited the Schedule of Federal Government Funding of Mikisew Cree First Nation for the year ended March 31, 2006. This financial information is the responsibility of the First Nation administration. Our responsibility is to express an opinion on this financial information based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether this financial information is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the schedule of federal government funding. An audit also includes assessing the accounting principles used and significant estimates made by the First Nation, as well as evaluating the overall presentation of the financial information.

In our opinion this Schedule of Federal Government Funding presents fairly, in all material respects the federal government funding received and expended by the First Nation for the year ended March 31, 2006 in accordance with principles prescribed by the Minister of Indian and Northern Affairs Canada as provided for in the Year-end Reporting Handbook for First Nations, Tribal Councils and First Nation Political Organizations.

It is understood that this report, as requested by the Minister of Indian and Northern Affairs Canada, is to be used primarily for federal statistical purposes. The financial information is not intended to be and should not be used by anyone other than the specified users or for any other purposes. We have issued an audit report dated June 9, 2006 on the financial statements of Mikisew Cree First Nation for the year ended March 31, 2006 and reference should be made to those audited financial statements for complete information.

Fort McMurray, Alberta
June 9, 2006

Meyers Norris Penny LLP
Chartered Accountants

**Mikisew Cree First Nation
Schedule of Federal Government Funding
March 31, 2006**

a) Federally funded Programs and Services Directly Funded by the Government of Canada		Federal Funding Received (a)	Deferred Funding Beginning of Year (b)	Adjustments and Funding Deferred End of Year (c)	Total Funding Available (a)+(b)+(c)=(d)	Total Expenditures from All Sources (e)	Unexpended Funding End of Year (d)-(e)
INAC	Band Support Funding	863,224		(1,290)	861,934	1,347,493	(485,559)
	Elementary/secondary education	3,298,414			3,298,414	2,907,413	391,001
	Social assistance	1,083,889			1,083,889	635,847	448,042
	Social Support services	157,497			157,497		157,497
	Capital	249,106	252,075	(236,563)	264,618	22,050	242,568
	Facilities Operating & Maintenance	806,412	225,000		1,031,412	633,278	398,134
	Resources access negotiating prog		53,200	(49,990)	3,210	3,210	0
	First Nation Governance		39,388	(33,163)	6,225	6,225	0
	Planning Design & Construction	0			0		0
	Water and Sewer	68,809			68,809	68,809	0
	INAC Subtotal	6,527,351	569,663	(321,006)	6,776,008	5,624,325	1,151,683
CMHC	Housing subsidy	228,238			228,238	455,355	(227,117)
	RRAP	19,117			19,117	19,117	0
	CMHC Subtotal	247,355	0	0	247,355	474,472	(227,117)
HRDC	HRDC	578,133	7,500		585,633	362,067	223,566
	Total	7,352,839	577,163	(321,006)	7,608,996	6,460,864	1,148,132