

**INDEPENDENT AUDITORS' REPORT**

To: Aboriginal Affairs and Northern Development Canada

We have audited the attached Schedules of Salaries, Honoraria, Travel Expenses and Other Remuneration for both elected and Non-elected officials, the Schedule of Federal Government Funding of the Cheam Indian Band and the Statement of Receipt and Expenditure of Indian Moneys for the year ended March 31, 2013 prepared under the Indian and Northern Affairs Canada Reporting Requirements.

**Management Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial information in accordance with Canadian Accounting Standards for first nations organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements and other information that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

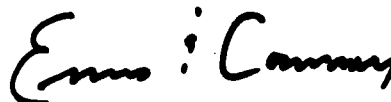
Our responsibility is to express an opinion on these financial information based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial information is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial information. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial information, 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 information 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 statements.

**Opinion**

In our opinion, these attached schedules present fairly, in all material respects, the financial information of the Cheam Indian Band as at March 31, 2013 in accordance with the Indian and Northern Affairs Canada Reporting Requirements.



ENNS & COMPANY  
Certified General Accountants

Burnaby, B.C., Canada  
August 28, 2013

**CHEAM INDIAN BAND  
SCHEDULE OF FEDERAL GOVERNMENT FUNDING  
YEAR ENDED MARCH 31, 2013**

<b>Funding Source</b>	<b>Program name</b>	<b>Federal Funding Received</b>	<b>Unexpended Beginning Of Year</b>	<b>Transfers</b>	<b>Total Funding Available</b>	<b>Total Expenditure From All Sources</b>	<b>Unexpended End of year</b>
<b><u>AANDC</u></b>							
	Band administration	\$257,476			\$257,476	\$1,639,338	N/A
	Social development	608,003			608,003	621,154	N/A
	Education (net of repayment)	514,568			514,568	743,625	N/A
	Community maintenance	85,219			85,219	288,132	N/A
	Economic Development (net)	16,430			16,430	34,030	N/A
	Emergency flood planning	100,216			100,216	78	N/A
	Water system	18,216			18,216	23,711	N/A
		<b>\$1,600,128</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,600,128</b>	<b>\$3,350,068</b>	
<b><u>Health Canada</u></b>							
	Health building - Capital funding	25,000			25,000	\$25,000	
	Health services (net of recovery)	210,502			210,502	301,771	N/A
		<b>\$235,502</b>	<b>\$0</b>	<b>\$0</b>	<b>\$235,502</b>	<b>\$326,771</b>	
<b><u>CMHC</u></b>							
	Non-profit housing	\$142,574	\$0	\$0	\$142,574	\$515,050	N/A
<b><u>Environment Canada</u></b>							
	Species at risk	\$67,142	\$0	\$0	\$67,142	\$60,491	N/A
<b><u>Totals</u></b>		<b>\$2,045,346</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,045,346</b>	<b>\$4,252,380</b>	<b>N/A</b>

**RECONCILIATION OF  
ABORIGINAL AFFAIRS AND NORTHERN  
DEVELOPMENT CANADA (AANDC)  
REVENUE FROM FINANCIAL STATEMENTS TO  
FUNDING CONFIRMATION (FNITP)  
2012/2013 FISCAL YEAR**

<b>Recipient Name</b>	<b>Recipient #</b>
<b>Cheam Indian Band</b>	<b>584</b>
<b>AANDC Revenue per Consolidated Statement of Operations</b>	<b>\$1,600,128</b>
<b>Explanations:</b>	<b>Adjustments:</b>
	<b>Add / (Subtract)</b>
	\$
less: Prior Year Deferred Revenue	
add: Current Year Deferred Revenue	
Tuition agreement re prior year	\$2,090
Community Economic Development	626
<b>Net Adjustments</b>	<b>\$2,716</b>
<b>Net Budget per AANDC Funding Confirmation (1)</b>	<b>\$1,602,844</b>

(1) Includes Current year end payable from AANDC  
Excludes BCTC Treaty Loans  
Excludes Recoveries for the prior year  
Includes Reimbursements for the prior year

An Excel electronic copy is available for down loading at [www.afoabc.org/audit](http://www.afoabc.org/audit)

