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Ministry of Aboriginal Relations

Financial Statements For the Year Ended March 31, 2010

MINISTRY OF ABORIGINAL RELATIONS

Financial Statements

For the Year Ended March 31, 2010

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Auditor's Report

To the Members of the Legislative Assembly

I have audited the statements of financial position of the Ministry of Aboriginal Relations as at March 31, 2010 and 2009 and the statements of operations and cash flows for the years then ended. These financial statements are the responsibility of the Ministry's management. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audits in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Ministry as at March 31, 2010 and 2009 and the results of its operations and its cash flows for the years then ended in accordance with Canadian generally accepted accounting principles.

[Original signed by Merwan N. Saher]
CA
Auditor General

Edmonton, Alberta
June 8, 2010

MINISTRY OF ABORIGINAL RELATIONS

STATEMENTS OF OPERATIONS

Year ended March 31

	(in thousands)		
	2010		2009
	Budget	Actual	Restated
	(Schedule 3)		(Note 3)
	Budget	Actual	Actual
Revenues (Schedule 1)			
Internal Government Transfers	\$ 110,200	\$ 105,768	\$ 102,075
Other Revenue	-	204	295
	<u>110,200</u>	<u>105,972</u>	<u>102,370</u>
Expenses - Directly Incurred (Note 2b and Schedule 7)			
Voted (Schedules 2 and 4)			
Ministry Support Services	\$ 3,661	\$ 3,486	\$ 3,196
First Nations and Métis Relations	21,724	20,273	20,978
Métis Settlements Appeal Tribunal	1,092	1,067	1,116
First Nations Development Fund	110,000	105,576	101,877
Consultation and Land Claims	12,114	12,521	13,231
Policy and Planning	1,350	1,035	1,180
Land and Legal Settlements	-	60	-
	<u>149,941</u>	<u>144,018</u>	<u>141,578</u>
Statutory (Schedules 2 and 4)			
Valuation Adjustments			
Provision for Vacation Pay	-	251	235
	<u>-</u>	<u>251</u>	<u>235</u>
	<u>149,941</u>	<u>144,269</u>	<u>141,813</u>
Net Operating Results	<u>\$ (39,741)</u>	<u>\$ (38,297)</u>	<u>\$ (39,443)</u>

The accompanying notes and schedules are part of these financial statements.

MINISTRY OF ABORIGINAL RELATIONS

STATEMENTS OF FINANCIAL POSITION

As at March 31

	(in thousands)	
	2010	2009 Restated (Note 3)
	<u> </u>	<u> </u>
ASSETS		
Cash and Cash Equivalents	\$ -	\$ 51
Accounts Receivable (Note 4)	29,183	30,731
Advances (Note 5)	200	210
Tangible Capital Assets (Note 6)	386	412
	<u>\$ 29,769</u>	<u>\$ 31,404</u>
LIABILITIES		
Accounts Payable and Accrued Liabilities	<u>\$ 33,443</u>	<u>\$ 37,217</u>
NET LIABILITIES		
Net Liabilities at Beginning of Year	(5,813)	(8,137)
Net Operating Results	(38,297)	(39,443)
Net Financing Provided from General Revenues	<u>40,436</u>	<u>41,767</u>
Net Liabilities at End of Year	<u>(3,674)</u>	<u>(5,813)</u>
	<u>\$ 29,769</u>	<u>\$ 31,404</u>

The accompanying notes and schedules are part of these financial statements.

MINISTRY OF ABORIGINAL RELATIONS

STATEMENTS OF CASH FLOWS

Year ended March 31

	(in thousands)	
	2010	2009
		Restated
		(Note 3)
Operating Transactions:		
Net Operating Results	\$ (38,297)	\$ (39,443)
Non-cash items included in Net Operating Results		
Amortization	58	50
Valuation adjustments	251	235
	(37,988)	(39,158)
Decrease (Increase) in Accounts Receivable	1,548	(4,629)
(Decrease) Increase in Accounts Payable and Accrued Liabilities	(4,025)	2,206
Cash Applied to Operating Transactions	(40,465)	(41,581)
Capital Transactions		
Acquisition of Tangible Capital Assets	(32)	(125)
Investing Transactions		
Decrease (Increase) in Advances	10	(10)
Financing Transactions:		
Net Financing Provided from General Revenues	40,436	41,767
(Decrease) Increase in Cash and Cash Equivalents	(51)	51
Cash and Cash Equivalents, Beginning of Year	51	-
Cash and Cash Equivalents, End of Year	\$ -	\$ 51

The accompanying notes and schedules are part of these financial statements.

NOTE 1 AUTHORITY AND PURPOSE

The Ministry of Aboriginal Relations operates under the authority of the *Government Organization Act, Chapter G-10, Revised Statutes of Alberta 2000*.

The purpose of the Ministry is to lead in the development of government-wide strategies and policies to enhance capacity and well-being of Aboriginal people, by building respectful relationships, collaborating and partnering with other ministries, Aboriginal governments and organizations, industry, other levels of government, and various stakeholders. The Ministry fulfills this role by focusing on the following two goals:

- Build capacity for economic participation, self-reliance and effective governance within Aboriginal governments and organizations.
- Lead Alberta's Aboriginal consultation strategy and facilitate the resolution of land issues.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

These financial statements are prepared primarily in accordance with Canadian generally accepted accounting principles for the public sector as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants. The PSAB financial statements presentation standard for government summary financial statements has been modified to more appropriately reflect the nature of the departments.

(a) Reporting Entity

The reporting entity is the Ministry of Aboriginal Relations for which the Minister of Aboriginal Relations is accountable. The Ministry Annual Report provides a comprehensive accounting of the financial position and results of the Ministry's operations for which the Minister is accountable.

All departments of the Government of Alberta operate within the General Revenue Fund (the Fund). The Fund is administered by the Minister of Finance and Enterprise. All cash receipts of departments are deposited into the Fund and all cash disbursements made by departments are paid from the Fund. Net Financing Provided from (for) General Revenues is the difference between all cash receipts and all cash disbursements made.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND
REPORTING PRACTICES (Continued)**

(b) Basis of Financial Reporting

Revenues

All revenues are reported on the accrual basis of accounting. Cash received for which goods or services have not been provided by year end is recorded as unearned revenue.

Internal Government Transfers

Internal government transfers are transfers between entities within the government reporting entity where the entity making the transfer does not receive any goods or services directly in return. Internal government transfers are recognized as revenue when received.

Expenses

Directly Incurred

Directly incurred expenses are those costs the Ministry has primary responsibility and accountability for, as reflected in the Government's budget documents.

Grants are recorded as expenses when authorized and all eligibility criteria have been met.

In addition to program operating expenses such as salaries, supplies, etc., directly incurred expenses also include:

- amortization of tangible capital assets.
- pension costs which are the cost of employer contributions during the year.
- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to vacation pay, guarantees and indemnities.

Incurred by Others

Services contributed by other entities in support of the Ministry's operations are disclosed in Schedule 7.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND
REPORTING PRACTICES (Continued)**

Assets

Financial assets are assets that could be used to discharge existing liabilities or finance future operations and are not for consumption in the normal course of operations. Financial assets of the Ministry are limited to financial claims, such as advances to and receivables from other organizations, employees and other individuals.

Assets acquired by right are not included. Tangible capital assets of the Ministry are recorded at historical cost and amortized on a straight-line basis over the estimated useful lives of the assets. The threshold for capitalizing new systems development is \$250,000 and the threshold for major systems enhancements is \$100,000. The threshold for all other tangible capital assets is \$5,000.

Liabilities

Liabilities are recorded to the extent that they represent present obligations as a result of events and transactions occurring prior to the end of the fiscal year. The settlement of liabilities will result in sacrifice of economic benefits in the future.

Net Liabilities

Net liabilities represent the difference between the carrying value of assets held by the Ministry and its liabilities.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of cash and cash equivalents, accounts receivable, advances, and accounts payable and accrued liabilities are estimated to approximate their carrying values because of the short term nature of these instruments.

NOTE 3 PROGRAM TRANSFER AND PRIOR PERIOD RESTATEMENT
(in thousands)

Effective April 1, 2009, the Aboriginal Justice Initiative Unit (AJIU) was transferred to the Ministry from the Department of Solicitor General and Public Security (SGPS). The 2009 comparative financial statements have been restated to reflect this change as if it occurred in the prior period to provide comparative information on the same basis as for 2010.

Net Liabilities as previously reported at April 1, 2008	\$ (8,066)
Transfer from the Department of SGPS	<u>(71)</u>
Restated Net Liabilities at April 1, 2008	<u>\$ (8,137)</u>

Net Operating Results as previously reported at March 31, 2009	\$ (38,999)
Expenses transferred from the Department of SGPS	<u>(444)</u>
Restated Net Operating Results at April 1, 2009	<u>\$ (39,443)</u>

NOTE 4 ACCOUNTS RECEIVABLE
(in thousands)

	<u>2010</u>		<u>2009</u>
	<u>Gross Amount</u>	<u>Allowance for Doubtful Accounts</u>	<u>Net Realizable Value</u>
			<u>Net Realizable Value</u>
Accounts Receivable	\$ 29,183	\$ -	\$ 29,183
			\$ 30,731

Accounts Receivable are unsecured and non-interest bearing.

NOTE 5 ADVANCES
(in thousands)

	<u>2010</u> <u>Net</u> <u>Realizable</u> <u>Value</u>	<u>2009</u> <u>Net</u> <u>Realizable</u> <u>Value</u>
Travel and Other Advances	\$ 200	\$ 210

Advances are primarily for operational use for the Métis Settlements Ombudsman.

NOTE 6 TANGIBLE CAPITAL ASSETS
(in thousands)

	<u>Equipment^(a)</u>	<u>Computer hardware and software</u>	<u>2010 Total</u>	<u>2009 Total</u>
Estimated Useful Life	5 - 10 years	3 -10 years		
Historical Cost				
Beginning of year	\$ 95	\$ 442	\$ 537	\$ 412
Additions	22	10	32	125
	<u>\$ 117</u>	<u>\$ 452</u>	<u>\$ 569</u>	<u>\$ 537</u>
Accumulated Amortization				
Beginning of year	\$ 36	\$ 89	\$ 125	\$ 75
Amortization	10	48	58	50
	<u>\$ 46</u>	<u>\$ 137</u>	<u>\$ 183</u>	<u>\$ 125</u>
Net book value at March 31, 2010	<u>\$ 71</u>	<u>\$ 315</u>	<u>\$ 386</u>	
Net book value at March 31, 2009	<u>\$ 59</u>	<u>\$ 353</u>		<u>\$ 412</u>

^(a) Equipment includes office equipment and furniture.

NOTE 7 CONTRACTUAL OBLIGATIONS
(in thousands)

Contractual obligations are obligations of the Ministry to others that will become liabilities in the future when the terms of those contracts or agreements are met.

	<u>2010</u>	<u>2009</u>
Service Contracts	\$ 3,432	\$ 1,291
Grants	10,400	20,203
	<u>\$ 13,832</u>	<u>\$ 21,494</u>

Estimated payment requirements for each of the next five years are as follows:

	<u>Service Contracts</u>	<u>Grants</u>	<u>Total</u>
2010-11	\$ 1,387	\$ 10,300	\$ 11,687
2011-12	645	100	745
2012-13	645	-	645
2013-14	645	-	645
2014-15	110	-	110
	<u>\$ 3,432</u>	<u>\$ 10,400</u>	<u>\$ 13,832</u>

NOTE 8 CONTINGENT LIABILITIES

(in thousands)

As at March 31, 2010, the Ministry of Aboriginal Relations is a defendant in 34 legal claims (2009 – 32 legal claims) concerning aboriginal rights, Indian title and treaty rights. In most cases, these claims have been filed jointly and severally against the Ministry and the Government of Canada, and in some cases involve third parties.

Eighteen of these claims have specified amounts totaling \$145,584,950 and the remaining 16 have no specified amount (2009 – 18 claims with a specified amount of \$110,574,950 and 14 with no specified amount). Included in the total legal claims are 14 claims amounting to \$1,016,450 (2009 – 13 claims amounting to \$1,016,450) in which the Ministry has been jointly named with other entities. In addition, there are 3 claims (2009 – 3 claims) for treaty land entitlement for which Alberta may have an obligation under the Natural Resources Transfer Agreement.

The resulting loss, if any, from these claims cannot be determined.

NOTE 9 BENEFIT PLANS

(in thousands)

The Ministry participates in the multi-employer Management Employees Pension Plan and Public Service Pension Plan. The Ministry also participates in the multi-employer Supplementary Retirement Plan for Public Service Managers. The expense for these pension plans is equivalent to the annual contributions of \$1,240 for the year ended March 31, 2010 (2009 - \$1,101).

At December 31, 2009, the Management Employees Pension Plan reported a deficiency of \$483,199 (2008 – \$568,574) and the Public Service Pension Plan reported a deficiency of \$1,729,196 (2008 – \$1,187,538). At December 31, 2009, the Supplementary Retirement Plan for Public Service Managers had a deficiency of \$39,516 (2008 – \$7,111).

The Ministry also participates in two multi-employer Long Term Disability Income Continuance Plans. At March 31, 2010, the Bargaining Unit Plan reported an actuarial deficiency of \$8,335 (2009 – \$33,540) and the Management, Opted Out and Excluded Plan an actuarial surplus of \$7,431 (2009 – a deficiency of \$1,051). The expense for these two plans is limited to the employer's annual contributions for the year.

NOTE 10 COMPARATIVE FIGURES

Certain 2009 figures have been reclassified to conform to the 2010 presentation.

NOTE 11 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Senior Financial Officer and the Deputy Minister of Aboriginal Relations.

MINISTRY OF ABORIGINAL RELATIONS
SCHEDULES TO FINANCIAL STATEMENTS

Schedule 1

Revenues

Year ended March 31

(in thousands)

	2010		2009
	Budget	Actual	Restated (Note 3)
			Actual
Internal Government Transfers			
Transfers from the Lottery Fund	\$ 110,200	\$ 105,768	\$ 102,075
Other Revenue			
Refund of Expenditure	-	152	295
Other	-	52	-
	-	204	295
Total Revenues	\$ 110,200	\$ 105,972	\$ 102,370

MINISTRY OF ABORIGINAL RELATIONS
SCHEDULES TO FINANCIAL STATEMENTS

Schedule 2

Expenses - Directly Incurred Detailed by Object

Year ended March 31

	(in thousands)		
	2010		2009
	Budget	Actual	Restated (Note 3) Actual
Voted:			
Salaries, Wages and Employee Benefits	\$ 9,728	\$ 9,986	\$ 9,341
Salaries, Wages and Employee Benefits from Support Service Arrangements with Related Parties ^(a)	1,380	1,385	1,337
Supplies and Services	3,137	3,195	4,037
Supplies and Services from Support Service Arrangements with Related Parties ^(a)	698	442	616
Grants	134,852	128,723	125,970
Financial Transactions and Other	113	229	227
Amortization of Tangible Capital Assets	33	58	50
Total Voted Expenses	<u>\$ 149,941</u>	<u>\$ 144,018</u>	<u>\$ 141,578</u>
Statutory:			
Valuation Adjustments			
Provision for Vacation Pay	-	251	235
	<u>\$ -</u>	<u>\$ 251</u>	<u>\$ 235</u>

(a) The Ministry of Aboriginal Relations receives Information Management Technology, Freedom of Information and Protection of Privacy Act, Finance, Administration, and Human Resource Services from the Ministry of International and Intergovernmental Relations.

MINISTRY OF ABORIGINAL RELATIONS
SCHEDULES TO FINANCIAL STATEMENTS

Schedule 3

Budget

Year ended March 31

(in thousands)

	2009-10 Estimates	Adjustment	2009-10 Budget	Authorized Supplementary	2009-10 Authorized Budget
Revenues					
Internal Government Transfers	\$ 110,200	\$ -	\$ 110,200	\$ -	\$ 110,200
	110,200	-	110,200	-	110,200
Expenses - Directly Incurred:					
Voted Expenses					
Ministry Support Services	3,661	-	3,661	-	3,661
First Nations and Métis Relations	21,724	-	21,724	-	21,724
Métis Settlements Appeal Tribunal	1,092	-	1,092	-	1,092
First Nations Development Fund	110,000	-	110,000	-	110,000
Consultation and Land Claims	12,114	-	12,114	-	12,114
Policy and Planning	1,350	-	1,350	-	1,350
	149,941	-	149,941	-	149,941
Statutory Expenses					
Valuation Adjustment					
Provision for Vacation Pay	-	-	-	-	-
Net Operating results	\$ (39,741)	\$ -	\$ (39,741)	\$ -	\$ (39,741)
Equipment/Inventory Purchases	\$ 25	\$ -	\$ 25	\$ -	\$ 25

MINISTRY OF ABORIGINAL RELATIONS

SCHEDULES TO FINANCIAL STATEMENTS

Schedule 4

Comparison of Expenses - Directly Incurred, Equipment/Inventory Purchases (EIP)
and Capital Investment and Statutory Expenses by Element to Authorized Budget

Year ended March 31

(in thousands)

Voted Expense, EIP and Capital Investments	2009-10 Estimates	Adjustments (a)	2009-10 Authorized Budget	2009-10 Actual	Unexpended (Over Expended)
1. Ministry Support Services					
1.0.1 Minister's Office	\$ 540	\$ -	\$ 540	\$ 457	83
1.0.2 Deputy Minister's Office	617	-	617	589	28
1.0.3 Communications	415	-	415	412	3
1.0.4 Corporate Services					
-Expense	1,889	-	1,889	1,827	62
-EIP	25	-	25	22	3
1.0.5 Cabinet Policy Committee	200	-	200	201	(1)
	<u>3,686</u>	<u>-</u>	<u>3,686</u>	<u>3,508</u>	<u>178</u>
2. Aboriginal Relations and Consultation					
2.1 First Nations and Métis Relations					
2.1.1 Program Support	880	(35)	845	743	102
2.1.2 Aboriginal Economic Partnerships	5,770	160	5,930	4,603	1,327
2.1.3 First Nations Relations					
-Expense	3,929	(439)	3,490	3,655	(165)
-Expense Funded by Lotteries	200	-	200	200	-
2.1.4 Métis Relations	3,393	207	3,600	3,329	271
2.1.5 Métis Settlements Land Registry					
-Expense	470	-	470	460	10
-EIP	-	-	-	10	(10)
2.1.6 Métis Settlements Ombudsman	645	-	645	803	(158)

(a) Internal reallocation of funding occurred after Estimates publication.

Schedule 4 Continued
(in thousands)

Voted Expense, EIP and Capital Investments	2009-10 Estimates	Adjustments (a)	2009-10 Authorized Budget	2009-10 Actual	Unexpended (Over Expended)
2.1.7 Métis Settlements Transitional Funding	\$ 6,000	\$ -	\$ 6,000	\$ 6,000	\$ -
2.1.8 Aboriginal Community Initiatives	437	107	544	480	64
	<u>21,724</u>	<u>-</u>	<u>21,724</u>	<u>20,283</u>	<u>1,441</u>
2.2 Métis Settlements Appeal Tribunal					
2.2.1 Métis Settlements Appeal Tribunal	1,092	-	1,092	1,067	25
2.3 First Nations Development Fund					
2.3.1 First Nations Development Fund -Expense Funded by Lotteries	110,000	-	110,000	105,576	4,424
2.4 Consultation and Land Claims					
2.4.1 Program Support	637	60	697	475	222
2.4.2 Land and Regulatory Issues	1,115	(306)	809	681	128
2.4.3 Resource Consultation and Traditional Use	10,362	246	10,608	11,365	(757)
	<u>12,114</u>	<u>-</u>	<u>12,114</u>	<u>12,521</u>	<u>(407)</u>
2.5 Policy and Planning					
2.5.1 Policy and Planning	1,350	-	1,350	1,035	315
2.6 Land and Legal Settlements					
2.6.1 Land and Legal Settlements	-	-	-	60	(60)
Operating Expense	\$ 39,741	\$ -	\$ 39,741	\$ 38,242	\$ 1,499
Expense funded by Lotteries	110,200	-	110,200	105,776	4,424
Equipment/Inventory Purchases	25	-	25	32	(7)
	<u>\$ 149,966</u>	<u>\$ -</u>	<u>\$ 149,966</u>	<u>\$ 144,050</u>	<u>\$ 5,916</u>
Statutory Expenses:					
Valuation Adjustments	\$ -	\$ -	\$ -	\$ 251	\$ (251)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 251</u>	<u>\$ (251)</u>

(a) Internal reallocation of funding occurred after Estimates publication.

MINISTRY OF ABORIGINAL RELATIONS

SCHEDULES TO FINANCIAL STATEMENTS

Schedule 5

Salary and Benefits Disclosure

Year ended March 31

	2010			2009	
	Base Salary (1)	Other Cash Benefits (2)	Other Non-cash Benefits (3)	Total	Total
Deputy Minister ⁽⁴⁾	\$ 264,069	\$ -	\$ 61,770	\$ 325,839	\$ 370,375
Executives					
Assistant Deputy Minister - First Nation and Métis Relations	185,117	-	45,387	230,504	255,850
Assistant Deputy Minister - Consultation and Land Claims ⁽⁵⁾	231,396	-	5,931	237,327	171,337
Assistant Deputy Minister - Corporate Services ⁽⁶⁾	168,565	6,471	40,985	216,021	219,784
Executive Director - Policy and Planning	136,993	-	33,148	170,141	176,926

Total salary and benefits relating to a position are disclosed.

Schedule prepared in accordance with Treasury Board Directive 12/98 as amended.

- (1) Base salary includes regular base pay.
- (2) Other cash benefits include vacation payouts and lump sum payments. There were no bonuses paid in 2010.
- (3) Other non-cash benefits include government's share of all employee benefits and contributions or payments made on behalf of employees including pension, supplementary retirement plans, health care, dental coverage, group life insurance, short and long term disability plans, professional memberships and tuition fees.
- (4) Automobile provided, no dollar amount included in other non-cash benefits.
- (5) The position was vacant between April and July 2008.
- (6) The incumbent's services are shared with the Ministry of International and Intergovernmental Relations which contributes its own share of the cost of salary and benefits. Full salary and benefits are disclosed in this schedule.

MINISTRY OF ABORIGINAL RELATIONS

SCHEDULES TO FINANCIAL STATEMENTS

Schedule 6

Related Party Transactions

Year Ended March 31

(in thousands)

Related parties are those entities consolidated or accounted for on the modified equity basis in the Province of Alberta's financial statements. Related parties also include management in the Ministry.

The Ministry and its employees paid or collected certain taxes and fees set by regulation for permits, licenses and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this Schedule.

The Ministry had the following transactions with related parties. These transactions are recorded on the Statements of Operations and the Statements of Financial Position at the amount of consideration agreed upon between the related parties:

	2010	2009
Revenues		
Grants from Alberta Gaming and Liquor Commission	\$ 105,768	\$ 102,075
Expenses – Directly Incurred		
Supplies and services provided by other ministries	\$ 74	\$ 104
Receivable from/payable to Alberta Gaming and Liquor Commission	\$ 29,183	\$ 30,631

The above transactions do not include support service arrangement transactions disclosed in Schedule 2.

The Ministry also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements but are disclosed in Schedule 7.

	2010	2009
Expenses – Incurred by Others:		
Accommodation	\$ 700	\$ 1,227
Legal Services	1,016	1,300
Air Transportation	84	160
Business Services & Other	783	835
	\$ 2,583	\$ 3,522

MINISTRY OF ABORIGINAL RELATIONS

SCHEDULES TO FINANCIAL STATEMENTS

Schedule 7

Allocated Costs

Year ended March 31

(in thousands)

Program	2010						Valuation Adjustments	Total Expenses	2009 Restated (Note 3) Total Expenses
	Expenses - Incurred by Others								
	Expenses ⁽¹⁾	Accom- modation Costs ⁽²⁾	Legal Services ⁽³⁾	Air Trans- portation ⁽⁴⁾	Business Services & Other ⁽⁵⁾	Vacation Pay			
Ministry Support Services	\$ 3,486	\$ 166	\$ -	\$ -	\$ 102	\$ 29	\$ 3,783	\$ 4,417	
First Nations and Métis Relations	20,273	276	380	42	295	131	21,397	21,887	
Métis Settlements Appeal Tribunal	1,067	136	-	-	47	5	1,255	1,409	
First Nations Development Fund	105,576	33	-	-	104	11	105,724	102,021	
Consultation and Land Claims	12,521	37	636	42	168	49	13,453	14,340	
Policy and Planning	1,035	52	-	-	67	26	1,180	1,261	
Land and Legal Settlements	60	-	-	-	-	-	60	-	
	<u>\$ 144,018</u>	<u>\$ 700</u>	<u>\$ 1,016</u>	<u>\$ 84</u>	<u>\$ 783</u>	<u>\$ 251</u>	<u>\$ 146,852</u>	<u>\$ 145,335</u>	

(1) Expenses - Directly Incurred as per Statements of Operations, excluding valuation adjustments.

(2) Costs shown for Accommodation on Schedule 6, allocated by FTE.

(3) Costs shown for Legal Services on Schedule 6, allocated by estimated costs incurred by each program.

(4) Air transportation costs based on 50/50 split.

(5) Other costs include Service Alberta, Solicitor General & Public Security and Treasury Board expenses not billed.