



# South Wind

"The official newspaper of the Manitoba Southern Chiefs' Organization, Inc."  
www.scoinc.mb.ca

## FINANCIAL STATEMENTS FOR THE YEAR ENDING MARCH 31, 2005

**B**ooshoo! Aniin! Washte! Tansi! Greetings to our Southern Chiefs, Elders, Veterans, Council Members and Indian peoples.

On November 16 & 17, 2005, the Southern Chiefs of Manitoba will meet in Summit at the Sandy Bay Ojibway First Nation.

Among some of the agenda items that will be tabled at this Summit by the Chiefs will be the SCO Financial Statements for the year ending March 31, 2005 (As presented in this *South Wind* edition).

A member from the SCO Chiefs' Finance Committee will present the financial statements to the SCO Chiefs-in-Summit at this time.

The Chiefs' Finance Committee is one (1) of the governing committees of SCO, as called for in the SCO Constitution. This committee consists of one Chief from each Southern Tribal Council region and one Chief to represent the Independent SCO First Nations.

The CFC is responsible for all matters relating to the financial affairs and management of the SCO. Furthermore, the CFC is accountable to, and reports and takes direction from the SCO Chiefs-in-Summit.

*Meegwetch*



*Message from  
Southern Grand Chief  
Chris Henderson*



BDO Dunwoody LLP  
Chartered Accountants  
and Advisors

Driving growth

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### Auditors' Report

To the Board of Directors of  
SOUTHERN CHIEFS' ORGANIZATION INC.

We have audited the statement of financial position of SOUTHERN CHIEFS' ORGANIZATION INC. as at March 31, 2005 and the statements of revenue and expenditures, changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements 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 the financial statements are free to 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 our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

These budget numbers for the current year have not been audited and consequently, we do not express an opinion on these numbers.

*BDO Dunwoody LLP*

Chartered Accountants

Winnipeg, Manitoba  
May 6, 2005

### Management's Responsibility for Financial Reporting

The accompanying statement of financial position of **SOUTHERN CHIEFS' ORGANIZATION INC.** and all the information in this annual report are the responsibility of management and have been approved by the Chief's Finance Committee of **SOUTHERN CHIEFS' ORGANIZATION INC.**

The financial statements have been prepared by management in accordance with the Public Sector Accounting and Auditing Standards. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The organization maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable costs. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the organization's assets are appropriately accounted for and adequately safeguarded.

**SOUTHERN CHIEFS' ORGANIZATION INC.** is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements.



The financial statements have been audited by BDO Dunwoody LLP in accordance with Canadian generally accepted auditing standards on behalf of the members. BDO Dunwoody LLP has full and free access to the Finance Committee.

*Chris Henderson*  
Grand Chief, Chris Henderson

**SOUTHERN CHIEFS' ORGANIZATION INC.**  
**Statement of Financial Position**

March 31	2005			2004	
	Capital	Operating	Total	Total	
<b>Assets</b>					
<b>Current Assets</b>					
Accounts receivable (Note 1)	\$ -	\$ 260,020	\$ 260,020	\$	179,379
Capital assets (Note 2)	154,216	-	154,216		153,807
	<u>\$ 154,216</u>	<u>\$ 260,020</u>	<u>\$ 414,236</u>	<u>\$</u>	<u>333,186</u>
<b>Liabilities and Fund Balances</b>					
<b>Current Liabilities</b>					
Bank indebtedness (Note 3)	\$ -	\$ 51,902	\$ 51,902	\$	45,478
Accounts payable	-	221,281	221,281		174,758
Deferred revenue (Note 4)	-	134,103	134,103		122,874
	-	<u>407,286</u>	<u>407,286</u>		<u>343,110</u>
<b>Commitments (Note 6 &amp; 7)</b>					
<b>Fund Balances</b>					
Invested in capital assets	154,216	-	154,216		153,807
Unrestricted	-	(147,266)	(147,266)		(163,731)
	<u>154,216</u>	<u>(147,266)</u>	<u>6,950</u>		<u>(9,924)</u>
	<u>\$ 154,216</u>	<u>\$ 260,020</u>	<u>\$ 414,236</u>	<u>\$</u>	<u>333,186</u>

Approved on behalf of the Executive Committee:

 Grand Chief  
 Director

**SOUTHERN CHIEFS' ORGANIZATION INC.**  
**Statement of Revenue and Expenditures**

For the year ended March 31	2005		2004	
<b>Revenue</b>				
Assembly of Manitoba Chiefs Secretariat Inc.	\$ 399,875	\$	415,000	
Donations	-		11,731	
Fundraising	-		24,899	
Government of Canada - Medical Services Branch	160,000		160,000	
Indian and Northern Affairs Canada (Note 5)	1,047,388		692,790	
Manitoba Keewatinowi Okimakanak	332,426		314,433	
CMHC Housing Project	12,500		-	
Other	45,505		25,873	
Province of Manitoba	251,302		267,467	
	<u>2,248,996</u>		<u>1,912,193</u>	
<b>Expenditures</b>				
Administration (Page 15)	287,866		327,322	
Consultation (Page 16)	641,459		483,576	
CMHC Housing Project (Page 17)	11,875		-	
Education / Special Projects (Page 18)	382,403		393,266	
Justice (Page 19)	145,701		179,749	
First Nations Pavilion (Page 20)	-		28,427	
SCO Fundraising (Page 21)	-		9,671	
Economic Development (Page 22)	82,661		-	
Medical Services Branch (Page 23)	144,611		144,945	
Joint Gang Research Project (Page 24)	6,266		-	
Province of Manitoba - Advocacy (Page 26)	66,486		82,857	
Resource Access Negotiations Program (Page 27)	38,298		-	
Child and Family Services (Page 28)	286,412		289,089	
Additions to Reserves (Page 29)	71,445		-	
Native Woman in Gangs (Page 30)	28,246		-	
	<u>2,193,729</u>		<u>1,938,902</u>	
<b>Excess (deficiency) of revenue over expenditures for the year</b>	<b>\$ 55,267</b>	<b>\$</b>	<b>(26,709)</b>	

**SOUTHERN CHIEFS' ORGANIZATION INC.**  
**Statement of Changes in Fund Balances**

For the year ended March 31	2005			2004	
	Capital	Operating	Total	Total	
Balance, beginning of year	\$ 153,807	\$ (163,731)	\$ (9,924)	\$	49,135
Amortization of capital assets	(38,393)	-	(38,393)		(32,350)
Purchase of capital assets	38,802	(38,802)	-		-
Excess (deficiency) of revenue over expenditures for the year	-	55,267	55,267		(26,709)
Balance, end of year	<u>\$ 154,216</u>	<u>\$ (147,266)</u>	<u>\$ 6,950</u>	<u>\$</u>	<u>(9,924)</u>



**SOUTHERN CHIEFS' ORGANIZATION INC.**  
**Statement of Cash Flows**

For the year ended March 31	2005		2004	
<b>Cash Flows from Operating Activities</b>				
Excess (deficiency) of revenue over expenditures for the year	\$ 55,267	\$	(26,709)	
Changes in non-cash working capital balances				
Accounts receivable	(80,641)		10,280	
Accounts payable	46,523		14,214	
Deferred revenue	11,229		(12,400)	
	<u>32,378</u>		<u>(14,615)</u>	
<b>Cash Flows from Investing Activities</b>				
Purchase of capital assets	(38,802)		(10,507)	
<b>Decrease in cash and cash equivalents</b>	<b>(6,424)</b>		<b>(25,122)</b>	
<b>Cash and cash equivalents, beginning of year</b>	<b>(45,478)</b>		<b>(20,356)</b>	
<b>Cash and cash equivalents, end of year</b>	<b>\$ (51,902)</b>	<b>\$</b>	<b>(45,478)</b>	