



The District of Lillooet
615 Main Street, PO Box 610, Lillooet, BC V0K 1V0
Tel: (250) 256-4289 Fax: (250) 256-4288
E-mail: cityhall@lillooetbc.ca

June 30, 2011

Ministry of Community, Sport and Cultural Development
Local Government Infrastructure and Finance
PO Box 9838 Stn Prov Govt
Victoria BC V8W 9T1

Re: 2010 Audited Financial Statement

Enclosed is the District of Lillooet audited Financial Statement for the year ended December 31, 2010 and the following documents as required for the annual reports to the Minister:

- SOFI Checklist
- Schedule of employee remuneration
- Schedule of council remuneration
- Schedule of payments to suppliers
- Approval by CFO and Council
- Signed Management letter
- Schedule of Guarantee and Idemnity agreements

Please contact the undersigned if you have any questions regarding these statements.

Sincerely,

Leslie Piderman, CMA
Director of Finance
District of Lillooet
Tel: 250-256-7422 Ext. 222
Fax: 250-256-4288
Email: lpiderman@lillooetbc.ca

District of Lillooet
Box 610
615 Main Street
Lillooet, BC V0K 1V0

June 29, 2011

BDO Canada LLP
Chartered Accountants
300 - 272 Victoria Street
Kamloops, BC
V2C 1Z6

Dear Sirs/Mesdames:

We are providing this letter in connection with your audit of Treasurer/Audit Certificate for the purpose of expressing an opinion as to whether the financial information presents fairly, in all material respects, the Treasurer/Audit Certificate of District of Lillooet in accordance with Home Owner Grant Act and Part 8 of the School Act.

We are responsible for the fair presentation of the financial information of the District of Lillooet prepared in accordance with Home Owner Grant Act, and whether or not we are in compliance with Part 8 of the School Act.

We are also responsible for the implementation and operation of internal controls that are designed to prevent, detect and correct fraud and error.

We understand that your examination was made in accordance with Canadian generally accepted auditing standards and accordingly included such tests of the accounting records and such other auditing procedures as you considered necessary in the circumstances for the purpose of expressing an opinion on Treasurer/Audit Certificate.

We also understand that such an examination is not designed to identify, nor can it necessarily be expected to disclose all fraud, shortages, errors and other irregularities, should there be any.

Certain representations in this letter are described as being limited to matters that are material. An item is considered material, regardless of its monetary value, if it is probable that its omission from or misstatement in the financial information would influence the decision of a reasonable person relying on Treasurer/Audit Certificate.

We hereby confirm to the best of our knowledge and belief, as at June 29, 2011, the following representations made to you during your audit:

Financial Information

1. The financial information referred to above presents fairly, in all material respects, the Treasurer/Audit Certificate of the District of Lillooet in accordance with Home Owner Grant Act and Part 8 of the School Act.
2. The District of Lillooet is in compliance, in all material respects, with the criteria established by Part 8 of the School Act.
3. The basis of accounting on which the financial information has been prepared has been consistently applied.

Completeness of Information

4. We have made available to you all records and related data related to Treasurer/Audit Certificate, including any significant interpretations of agreements relevant to the financial information.
5. There are no material transactions that have not been properly recorded in the accounting records underlying the financial information.

Fraud and Error

6. We are not aware of any fraud, suspected fraud, illegal acts or possibly illegal acts affecting the entity involving management; employees who have significant roles in internal control; or others, where the fraud could have a material effect on the engagement.

We have disclosed to you all significant facts related to fraud, suspected fraud, illegal acts and possibly illegal acts that we are aware of (including those communicated to us by employees, former employees, analysts, regulators or others).

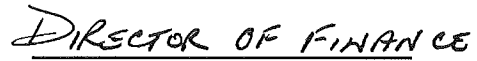
General Representations

7. The nature of all material uncertainties have been appropriately measured in the financial information, including all estimates where it is reasonably possible that the estimate will change in the near term and the effect of the change could be material to the financial information.
8. No events or transactions have occurred subsequent to the date of the auditors' report that would require adjustment to the financial information.

Yours very truly,

A handwritten signature in cursive script, reading "Leslie Piderman", written over a horizontal line.

Signature

A handwritten title in all-caps, reading "DIRECTOR OF FINANCE", written over a horizontal line.

Position



Tel: 250 372 9505
Fax: 250 374 6323
www.bdo.ca

BDO Canada LLP
300 - 272 Victoria Street
Kamloops BC V2C 1Z6

Auditors' Report on Compliance with Agreement

To the Mayor and Council
District of Lillooet

We have audited District of Lillooet's compliance as at December 31, 2010 with Part 8 of the School Act British Columbia. Compliance with the criteria established by the provisions of the School Act is the responsibility of the management of the District of Lillooet. Our responsibility is to express an opinion on this compliance 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 District of Lillooet complied with the criteria established by the provisions of the School Act referred to above. An audit includes examining, on a test basis, evidence supporting the compliance, evaluating the overall compliance with the criteria, and where applicable, assessing the accounting principles used and significant estimates made by management.

In our opinion, the District of Lillooet is in compliance, in all material respects, with the criteria established by Part 8 of the School Act.

BDO CANADA LLP

Chartered Accountants

Kamloops, British Columbia
June 29, 2011

Local Government: Lillooet - 2010 (Draft)

C3 - Auditor's Certificate

As at December 31, [] 2010

Part 8 - School Act

We have examined the records relative to Part 8 of the School Act. The examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the Municipality of Lillooet [] has complied with Part 8 of the School Act.

June 29, 2011

Date

SEE ATTACHED REPORT

Signature of Auditor



Tel: 250 372 9505
Fax: 250 374 6323
www.bdo.ca

BDO Canada LLP
300 - 272 Victoria Street
Kamloops BC V2C 1Z6

Independent Auditor's Report

**To the Mayor and Council
District of Lillooet**

We have audited the accompanying C2 - Home Owner Grant: Treasurer/Audit Certificate ("Certificate") of the District of Lillooet for the year ended December 31, 2010. The Certificate has been prepared by management based on the requirements of the Home Owner Grant Act and accompanying regulations.

Management's Responsibility for the Certificate

Management is responsible for the preparation of the Certificate in accordance with the requirements of the Home Owner Grant Act and accompanying regulations, and for such internal control as management determines is necessary to enable the preparation of the Certificate that is free from material misstatement whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Certificate 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 Certificate is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Certificate. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Certificate, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the Certificate 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 Certificate.

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 information in the - Home Owner Grant: Treasurer/Audit Certificate for the District of Lillooet for the year ended December 31, 2010 is prepared, in all material respects, in accordance with the requirements of the Home Owner Grant Act and accompanying regulations.



Basis of Accounting and Restriction on Distribution of Use

Without modifying our opinion, we draw attention to the fact that this Certificate is prepared in accordance with the requirements of the Home Owner Grant Act and accompanying regulations. The Certificate is prepared to assist the District of Lillooet to meet the requirements of the Province of British Columbia. As a result, the Certificate may not be suitable for another purpose. Our report is intended solely for the Mayor and Council of the District of Lillooet and the Province of British Columbia and should not be distributed to or used by parties other than the District of Lillooet or Province of British Columbia.

Chartered Accountants

BDO CANADA LLP

Chartered Accountants

Kamloops, British Columbia
June 29, 2011

Local Government: Lillooet - 2010 (Draft)

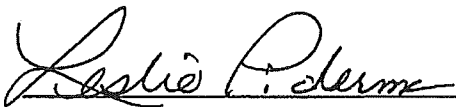
C2 - Home Owner Grant: Treasurer/Auditor Certificate

Home Owner Grant	Number of Properties	Applied to School Tax (\$)	Applied to Other Tax (\$)	Total
1. Total Home Owner Grants credited to claimants over age 65 and others eligible for additional grants	237	149,373	48,984	198,357
2. Total Home Owner Grants credited to all other claimants.	484	230,850	28,416	259,266
3. Total Home Owner Grants	721	380,223	77,400	457,623
4. Total Reimbursement by Province				457,623
5. Balance Due from Province				0

Retroactive:

Grants received per Home Owner Grant Act Section 10 (not Included in lines 1 to 5 above)

Grants claimed or received during the last fiscal year are in accordance with the Home Owner Grant Act and accompanying Regulations.



Municipal Treasurer

JUNE 29, 2011

Date

SEE ATTACHED REPORT

Municipal Auditor

JUNE 29, 2011

Date

Lillooet

Municipality

Note: This certificate does NOT replace the Final Statement of the Collector required to be filed with the Home Owner Grant Office not later than February 28 (under S.9(2) of the Home Owner Grant Act)

**** Each unit claimed on a Form A should be considered one property for the purposes of this schedule.**

Financial Information Regulation, Schedule 1

Checklist – Statement of Financial Information (SOFI)

For the Corporation:

Corporate Name: District of Lillooet Contact Name: Leslie Piderman, Director of Finance
 Fiscal Year End: 2010 Phone Number: (250) 256-4289
 Date Submitted: June 29, 2011 E-mail: lpiderman@lillooetbc.ca

For the Ministry:

Ministry Name: _____ Reviewer: _____
 Date Received: _____ Deficiencies: Yes No
 Date Reviewed: _____ Deficiencies Addressed: Yes No
 Approved (SFO): _____ Further Action Taken: _____

Distribution: Legislative Library Ministry Retention

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
General					
1 (1) (a)	Statement of assets and liabilities	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (1) (b)	Operational statement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (1) (c)	Schedule of debts	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (1) (d)	Schedule of guarantee and indemnity agreements	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (1) (e)	Schedule of employee remuneration and expenses	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (1) (f)	Schedule of suppliers of goods and services	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (3)	Statements prepared on a consolidated basis or for each fund, as appropriate	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (4) 1 (5)	Notes to the financial statements for the statements and schedules listed above	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Statement of Assets & Liabilities					
2	<ul style="list-style-type: none"> • A balance sheet prepared in accordance with GAAP or stated accounting principles / policies, and • Show changes in equity and surplus or deficit due to operations 	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Operational Statement					
3 (1)	<p>Prepared in accordance with GAAP or stated accounting principles / policies and consists of:</p> <ul style="list-style-type: none"> • a Statement of Income or Statement of Revenue and Expenditures, and • a Statement of Changes in Financial Position 	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
3 (2) 3 (3)	<ul style="list-style-type: none"> • The Statement of Changes in Financial Position may be omitted if it provides no additional information • The omission must be explained in the notes 	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
3 (4)	Community colleges, school districts, and municipalities must prepare a Statement of Changes in Financial Position for the Capital Fund	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Schedule of Debts					
4 (1) (a) 4 (2)	List each long-term debt (secured by debentures, mortgages, bonds, etc.), stating the amount outstanding, the interest rate, and the maturity date	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
4 (1) (b)	Identify debts covered by sinking funds or reserves and amounts in these accounts	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
4 (3) 4 (4)	<ul style="list-style-type: none"> • The schedule may be omitted if addressed under section 2 or 5 and it provides no additional information • The omission must be explained in a note to the schedule 	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Schedule of Guarantee and Indemnity Agreements					
5 (1)	List financial agreements that required government approval prior to being given (see Guarantees and Indemnities Regulation in FIA Guidance Package)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
5 (2)	State the entities involved, and the specific amount involved if known	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
5 (3) 5 (4)	<ul style="list-style-type: none"> • The schedule may be omitted if addressed under section 2 or 4 and it provides no additional information • The omission must be explained in a note to the schedule 	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Schedule of Remuneration and Expenses (See Guidance Package for suggested format)					
6 (2) (a)	List separately, by name and position, the total remuneration and the total expenses for each elected official, member of the board of directors, and employee appointed by Cabinet	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (2) (b)	List alphabetically each employee whose total remuneration exceeds \$75,000 and the total expenses for each [excluding the persons listed under 6 (2) (a)]	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (2) (c)	Include a consolidated total for employees whose remuneration is \$75,000 or less [excluding the persons listed under 6 (2) (a)]	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (2) (d)	Reconcile or explain any difference between total remuneration in this schedule and related information in the operational statement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (3)	Exclude personal information other than name, position, function or remuneration and expenses of employees	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Schedule of Remuneration and Expenses (See Guidance Package for suggested format)					
6 (6)	Report the employer portion of EI and CPP as a supplier payment to the Receiver General for Canada rather than as employee remuneration	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (7) (a) 6 (7) (b)	Include a statement of severance agreements providing: <ul style="list-style-type: none"> • the number of severance agreements under which payment commenced in the fiscal year being reported on for non-union employees, and • the range of equivalent months' compensation for them (see Guidance Package for suggested format)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
6 (8)	Provide the reason for omitting a statement of severance agreements in a note to the schedule of remuneration and expenses	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Schedule of Suppliers of Goods or Services (See Guidance Package for suggested format)					
7 (1) (a)	List in alphabetical order all suppliers of goods and services who received aggregate payments exceeding \$25,000	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
7 (1) (b)	Include a consolidated total of all payments to suppliers who received \$25,000 or less	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
7 (1) (c)	Reconcile or explain any difference between the consolidated total and related figures in the operational statement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
7 (2) (b)	Include a statement of payments for the purposes of grants or contributions	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Inactive Corporations					
8 (1)	The ministry reports for the corporation if the corporation is not operating to the extent required to produce a SOFI	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
8 (2) (a)	The ministry's report contains the statements and schedules required under section 1 (1), to the extent possible	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
8 (2) (b)	The ministry's report contains a statement of the operational status of the corporation (see Guidance Package regarding what to include)	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Approval of Financial Information					
9 (1)	Corporations other than municipalities – the SOFI is signed as approved by the board of directors or the governing body (see Guidance Package for example)	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
9 (2)	Municipalities – the SOFI is approved by its council and by the officer assigned responsibility for financial administration (see Guidance Package for example)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (3)	A management report is included, signed by the head and chief financial officer, or by the municipal officer assigned responsibility for financial administration (see examples in annual report at http://www.gov.bc.ca/cas/popt/)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (4)	The management report explains the roles and responsibilities of the board of directors or governing body, audit committee, management, and the auditors	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (5)	Signature approvals required in section 9 are for each of the statements and schedules of financial information, not just the financial statements	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	