

Supplementary Estimates

Fiscal Year Ending March 31, 2004



**BRITISH
COLUMBIA**

Ministry of Finance

Supplementary Estimates

Fiscal Year Ending March 31, 2004

Introduction to the Supplementary Estimates

Each year the government presents a budget to the Legislative Assembly. The budget includes the Main Estimates which, in conjunction with Supply Acts passed by the Legislature, provide government with authority (voted appropriations) to spend money from the Consolidated Revenue Fund.

If spending from voted appropriations is forecast to exceed that set out in the Main Estimates, Supplementary Estimates and another Supply Bill may be presented to the Legislative Assembly.

Where Supplementary Estimates increase the funding for purposes included in a vote description in the Main Estimates, that vote description is incorporated into the Supplementary Estimates.

Where Supplementary Estimates provide funding for purposes that are not included in the vote descriptions of the Main Estimates, new vote descriptions are provided in the Supplementary Estimates.

These Supplementary Estimates are to provide funding from the Consolidated Revenue Fund in the amount of \$319,400,000 for operating expenses as set out in the Schedule of Consolidated Revenue Fund Expenses to be Voted (page 5).

These Supplementary Estimates reflect the new federal funding of \$319,400,000 for health care arising from the First Ministers' Accord on Health Care Renewal reached on February 5, 2003.

**Summary of Changes to Consolidated Revenue Fund Expenses
(\$000)**

| | 2003/04 Main Estimates | Supplementary Estimates | 2003/04 Revised Estimates |
|--|------------------------------|------------------------------------|---------------------------------|
| Ministry of Health Services | 10,185,347 | 319,400 | 10,504,747 |
| All Other | 14,848,653 | — | 14,848,653 |
| Total Consolidated Revenue Fund Expenses | <u>25,034,000</u> | <u>319,400</u> | <u>25,353,400</u> |

**Schedule of Consolidated Revenue Fund Expenses to be Voted
For the Fiscal Year Ending March 31, 2004
(\$000)**

| Ministry/Vote | Supplementary Estimates |
|--------------------------------|------------------------------------|
| Ministry of Health Services | |
| 29(S) Ministry Operations..... | <u>319,400</u> |
| Total | <u><u>319,400</u></u> |



MINISTRY OF HEALTH SERVICES

The mission of the Ministry of Health Services is to guide and enhance the province's health services in order to ensure British Columbians are supported in their efforts to maintain and improve their health. The top priorities of the two health ministries will be to fulfill the government's New Era vision of saving and renewing public health care and providing high quality public health care services that meet patients' most essential needs.

MINISTRY SUMMARY

(\$000)

| | 2003/04 Main Estimates | Supplementary Estimates | 2003/04 Revised Estimates |
|--|------------------------------|----------------------------|---------------------------------|
| VOTED APPROPRIATION | | | |
| Vote 29 — Ministry Operations | 10,038,097 | — | 10,038,097 |
| Vote 29(S)— Ministry Operations | — | 319,400 | 319,400 |
| STATUTORY APPROPRIATIONS | | | |
| Health Special Account | 147,250 | — | 147,250 |
| Medical and Health Care Services Special Account..... | — | — | — |
| Less: Transfer from the Ministry Operations Vote..... | — | — | — |
| OPERATING EXPENSE | <u>10,185,347</u> | <u>319,400</u> | <u>10,504,747</u> |
| PREPAID CAPITAL ADVANCES | 202,500 | — | 202,500 |
| CAPITAL EXPENDITURES | 16,031 | — | 16,031 |
| LOANS, INVESTMENTS AND OTHER REQUIREMENTS | (2,034) | — | (2,034) |
| REVENUE COLLECTED FOR, AND TRANSFERRED TO, OTHER ENTITIES | — | — | — |
| FULLTIME EQUIVALENT (FTE) EMPLOYMENT | 2,525 | — | 2,525 |

CORE BUSINESS SUMMARY
(\$000)

| OPERATING EXPENSE | 2003/04 Main Estimates | Supplementary Estimates | 2003/04 Revised Estimates |
|---|------------------------------|------------------------------------|---------------------------------|
| Core Business | | | |
| Services Delivered by Partners (includes special account) | 9,890,310 | 319,400 | 10,209,710 |
| Services Delivered by Ministry | 204,134 | — | 204,134 |
| Recoveries from Health Special Account (includes special account) | — | — | — |
| Stewardship and Corporate Management | 90,903 | — | 90,903 |
| TOTAL OPERATING EXPENSE | <u>10,185,347</u> | <u>319,400</u> | <u>10,504,747</u> |

PREPAID CAPITAL ADVANCES

| | | | |
|---|----------------|----------|----------------|
| Core Business | | | |
| Services Delivered by Partners | 202,500 | — | 202,500 |
| TOTAL PREPAID CAPITAL ADVANCES | <u>202,500</u> | <u>—</u> | <u>202,500</u> |

CAPITAL EXPENDITURES

| | | | |
|--|---------------|----------|---------------|
| Core Business | | | |
| Services Delivered by Ministry | 7,843 | — | 7,843 |
| Stewardship and Corporate Management | 8,188 | — | 8,188 |
| TOTAL CAPITAL EXPENDITURES | <u>16,031</u> | <u>—</u> | <u>16,031</u> |

LOANS, INVESTMENTS AND OTHER REQUIREMENTS

| | | | |
|--|----------------|----------|----------------|
| Core Business | | | |
| Services Delivered by Partners | (2,034) | — | (2,034) |
| TOTAL LOANS, INVESTMENTS AND OTHER REQUIREMENTS | <u>(2,034)</u> | <u>—</u> | <u>(2,034)</u> |

OPERATING EXPENSE BY CORE BUSINESS
(\$000)

| Vote 29 2003/04 Main Estimates | Vote 29(S) Supplementary Estimates | 2003/04 Revised Estimates |
|--------------------------------------|--|---------------------------------|
|--------------------------------------|--|---------------------------------|

VOTE 29 AND VOTE 29(S) - MINISTRY OPERATIONS

These votes provide for ministry programs and operations described in the voted appropriations under the following four core businesses: Services Delivered by Partners, Services Delivered by Ministry, Recoveries from Health Special Account, and Stewardship and Corporate Management

SERVICES DELIVERED BY PARTNERS

Voted Appropriations

| | | | |
|--|------------------|----------------|-------------------|
| Regional Health Sector Funding | 6,419,004 | 190,000 | 6,609,004 |
| Medical Services Plan | 2,551,892 | — | 2,551,892 |
| Pharmacare | 614,014 | 129,400 | 743,414 |
| Debt Service Costs | 172,300 | — | 172,300 |
| Amortization of Prepaid Capital Advances | 133,100 | — | 133,100 |
| | <u>9,890,310</u> | <u>319,400</u> | <u>10,209,710</u> |

Statutory Appropriations

| | | | |
|---|------------------|----------------|-------------------|
| Medical and Health Care Services Special Account..... | — | — | — |
| Less: Transfer from the Ministry Operations Vote..... | — | — | — |
| | <u>9,890,310</u> | <u>319,400</u> | <u>10,209,710</u> |

Voted Appropriations Description: The sub-vote description for Vote 29 in the 2003/04 Main Estimates applies to Vote 29(S).

Statutory Appropriation Description: The statutory appropriation description in the 2003/04 Main Estimates applies to this statutory appropriation.

SERVICES DELIVERED BY MINISTRY

Voted Appropriations

| | | | |
|---------------------------------|----------------|----------|----------------|
| Emergency Health Services..... | 190,540 | — | 190,540 |
| Health Benefits Operations..... | 13,594 | — | 13,594 |
| | <u>204,134</u> | <u>—</u> | <u>204,134</u> |

Voted Appropriations Description: The sub-vote description for Vote 29 in the 2003/04 Main Estimates applies to this sub-vote.

RECOVERIES FROM HEALTH SPECIAL ACCOUNT

Voted Appropriations

| | | | |
|---|-----------|---|-----------|
| Recoveries from Health Special Account..... | (147,250) | — | (147,250) |
|---|-----------|---|-----------|

Statutory Appropriation

| | | | |
|------------------------------|----------|----------|----------|
| Health Special Account | 147,250 | — | 147,250 |
| | <u>—</u> | <u>—</u> | <u>—</u> |

Voted Appropriations Description: The sub-vote description for Vote 29 in the 2003/04 Main Estimates applies to this sub-vote.

Statutory Appropriation Description: The statutory appropriation description in the 2003/04 Main Estimates applies to this statutory appropriation.

OPERATING EXPENSE BY CORE BUSINESS (Continued)
\$000

| | Vote 29 2003/04 Main Estimates | Vote 29(S) Supplementary Estimates | 2003/04 Revised Estimates |
|---|--------------------------------------|--|---------------------------------|
| STEWARDSHIP AND CORPORATE MANAGEMENT | | | |
| Voted Appropriations | | | |
| Ministers' Office | 1,042 | — | 1,042 |
| Program Management and Corporate Services | 89,861 | — | 89,861 |
| | <u>90,903</u> | <u>—</u> | <u>90,903</u> |

Voted Appropriations Description: The sub-vote description for Vote 29 in the 2003/04 Main Estimates applies to this sub-vote.

| | | | |
|---|------------|----------------|------------|
| VOTE 29 — MINISTRY OPERATIONS | 10,038,097 | — | 10,038,097 |
| VOTE 29(S) — MINISTRY OPERATIONS | — | 319,400 | 319,400 |
| STATUTORY — HEALTH SPECIAL ACCOUNT | 147,250 | — | 147,250 |
| STATUTORY — MEDICAL AND HEALTH CARE SERVICES SPECIAL ACCOUNT | — | — | — |

MINISTRY GROUP ACCOUNT CLASSIFICATION SUMMARY

| GROUP ACCOUNT CLASSIFICATION | | | |
|--------------------------------------|-------------------|----------------|-------------------|
| Salaries and Benefits | 178,305 | — | 178,305 |
| Operating Costs | 254,919 | — | 254,919 |
| Government Transfers | 9,696,563 | 319,400 | 10,015,963 |
| Other Expenses | 319,896 | — | 319,896 |
| Internal Recoveries | (147,573) | — | (147,573) |
| External Recoveries | (116,763) | — | (116,763) |
| TOTAL OPERATING EXPENSE | <u>10,185,347</u> | <u>319,400</u> | <u>10,504,747</u> |

ESTIMATED STATEMENT OF OPERATIONS ¹
(\$000)

| | 2003/04 Main Estimates | Supplementary Estimates | 2003/04 Revised Estimates |
|--|------------------------------|-----------------------------|---------------------------------|
| Revenue | | | |
| Taxation | 13,341,000 | — | 13,341,000 |
| Natural Resource | 3,396,000 | — | 3,396,000 |
| Fees and licences..... | 2,262,000 | — | 2,262,000 |
| Investment earnings..... | 728,000 | — | 728,000 |
| Miscellaneous..... | 900,000 | — | 900,000 |
| Net earnings of Self-Supported Crown Corporations and Agencies | 1,381,000 | — | 1,381,000 |
| Contributions from the Federal Government..... | 3,992,000 | 319,400 ² | 4,311,400 |
| Total Revenue..... | <u>26,000,000</u> | <u>319,400</u> | <u>26,319,400</u> |
| Expenses | | | |
| Health..... | 10,718,000 | 319,400 | 11,037,400 |
| Social Services..... | 2,856,000 | — | 2,856,000 |
| Education..... | 6,936,000 | — | 6,936,000 |
| Protection of persons and property..... | 1,428,000 | — | 1,428,000 |
| Transportation..... | 1,354,000 | — | 1,354,000 |
| Natural resource and economic development..... | 1,127,000 | — | 1,127,000 |
| Other..... | 1,123,000 | — | 1,123,000 |
| General Government..... | 466,000 | — | 466,000 |
| Interest | 1,792,000 | — | 1,792,000 |
| Total Expenses..... | <u>27,800,000</u> | <u>319,400</u> | <u>28,119,400</u> |
| Deficit before Forecast Allowance | (1,800,000) | — | (1,800,000) |
| Forecast Allowance..... | (500,000) | — | (500,000) |
| Deficit..... | <u>(2,300,000)</u> | <u>—</u> | <u>(2,300,000)</u> |

NOTES

¹ The Estimated Summary Statement of Operations discloses budgeted amounts for revenues and expenses of the Government Reporting Entity on a functional basis. The statement fully consolidates the taxpayer-supported Crown corporations/agencies and regional authorities with the Consolidated Revenue Fund. This results in revenues and expenses of the Crown corporations/agencies and regional authorities being added to those of the Consolidated Revenue Fund.

² This amount corresponds to the new federal funding for health care arising from the First Ministers' Accord on Health Care Renewal reached on February 5, 2003.

SUMMARY OF MINISTERIAL ACCOUNTABILITY FOR OPERATING EXPENSES
(for the Fiscal Year Ending March 31, 2004)
(\$000)

For each Minister (other than the Minister of Provincial Revenue) with responsibility for operating expenses accounted for in the Consolidated Revenue Fund, an estimated amount must be made public with the Estimates under section 6(1) of the *Balanced Budget and Ministerial Accountability Act*, commencing with the 2002/03 fiscal year. The estimated amount is described in section 5(1) of the *Balanced Budget and Ministerial Accountability Act* and represents the operating expenses which are the responsibility of the minister as set out in the main Estimates for the fiscal year. Section 6(2) of the *Balanced Budget and Ministerial Accountability Act* requires that the actual amount of those operating expenses be made public for each minister with the Public Accounts for that fiscal year.

Section 5(2) of the *Balanced Budget and Ministerial Accountability Act* applies to the Minister of Provincial Revenue and provides for an amount of revenue to be specified by regulation of Treasury Board. Section 5(3) of the *Balanced Budget and Ministerial Accountability Act* applies to ministers of state, for whom expected results are specified by Treasury Board regulation and are itemized in minister of state accountability statements which appear in the corresponding ministry service plans.

The table below shows, for each minister, the ministry and other appropriations for which the minister is responsible. The third column shows the total operating expenses for each of the ministries or other appropriations for the 2003/04 fiscal year. The final column shows the sum of these operating expenses, which is the estimated amount each minister is responsible for under section 5(1) of the *Balanced Budget and Ministerial Accountability Act* for the 2003/04 fiscal year.

Section 52(2) of the *Budget Measures Implementation Act, 2003* provides for revised ministerial accountability rules for the Minister of Health Services and Minister of Health Planning for the 2003-04 fiscal year. According to that section, the estimated amount under section 6(1) of the *Balanced Budget Ministerial and Accountability Act* for each minister is the sum of the amount appropriated for the operating expenses for which the minister is responsible in the main estimates for that fiscal year and any supplementary estimates reflecting the new federal funding for health care arising from the First Ministers' Accord on Health Care Renewal.

| Minister Responsible | Ministry and Other Appropriations | 2003/04 Total Operating Expenses (Net) | Supplementary Estimates | 2003/04 Revised Estimated Amount |
|--|---|---|------------------------------------|---|
| Premier | Office of the Premier | 52,270 | | 52,270 |
| Minister of Advanced Education | Ministry of Advanced Education | 1,899,007 | | 1,899,007 |
| Minister of Agriculture, Food and Fisheries | Ministry of Agriculture, Food and Fisheries | 49,153 | | 49,153 |
| Attorney General and Minister Responsible for Treaty Negotiations | Ministry of Attorney General Citizens' Assembly | 505,845 1,500 | | 507,345 |
| Minister of Children and Family Development | Ministry of Children and Family Development | 1,451,472 | | 1,451,472 |
| Minister of Community, Aboriginal and Women's Services | Ministry of Community, Aboriginal and Women's Services | 665,551 | | 665,551 |
| Minister of Competition, Science and Enterprise | Ministry of Competition, Science and Enterprise | 114,706 | | 114,706 |
| Minister of Education | Ministry of Education | 4,859,939 | | 4,859,939 |
| Minister of Energy and Mines | Ministry of Energy and Mines | 56,631 | | 56,631 |
| Minister of Finance | Ministry of Finance Management of Public Funds and Debt Contingencies (All Ministries) and New Programs Government Restructuring (All Ministries) BC Family Bonus Commissions on Collection of Public Funds and Allowance Insurance and Risk Management | 54,870 926,000 170,000 190,000 85,000 1 — | | 1,425,871 |
| Minister of Forests | Ministry of Forests Environmental Appeal Board and Forest Appeals Commission ¹ Forest Practices Board | 564,899 848 4,344 | | 570,091 |
| Minister of Health Planning | Ministry of Health Planning | 24,154 | | 24,154 |
| Minister of Health Services | Ministry of Health Services | 10,185,347 | 319,400 | 10,504,747 |
| Minister of Human Resources | Ministry of Human Resources | 1,417,493 | | 1,417,493 |
| Minister of Management Services | Ministry of Management Services | 46,679 | | 46,679 |
| Minister of Public Safety and Solicitor General | Ministry of Public Safety and Solicitor General | 506,684 | | 506,684 |

SUMMARY OF MINISTERIAL ACCOUNTABILITY FOR OPERATING EXPENSES - (Continued)
 (for the Fiscal Year Ending March 31, 2004)
 (\$000)

| Minister Responsible | Ministry and Other Appropriations | 2003/04 Total Operating Expenses (Net) | Supplementary Estimates | 2003/04 Revised Estimated Amount |
|--|---|---|------------------------------------|---|
| Minister of Skills Development and Labour | Ministry of Skills Development and Labour | 25,637 | | 25,637 |
| Minister of Sustainable Resource Management | Ministry of Sustainable Resource Management | 92,297 | | |
| | Environmental Assessment Office | 2,897 | | 95,194 |
| Minister of Transportation | Ministry of Transportation | 834,366 | | 834,366 |
| Minister of Water, Land and Air Protection | Ministry of Water, Land and Air Protection | 130,057 | | |
| | Environmental Appeal Board and Forest Appeals Commission ¹ | 1,047 | | 131,104 |
| | Total Estimated Amount | | 319,400 | 25,238,094 |
| | Not Applicable | | | |
| | Legislation | 42,955 | | |
| | Officers of the Legislature | 22,709 | | |
| | Minister of Provincial Revenue ² | 49,642 | | |
| | Total 2003/04 Estimates | 25,034,000 | | |

¹ The Ministers of Forests and Water, Land and Air Protection each have operating expense accountability for the Administration and Support Services of Vote 48, Environmental Appeal Board and Forest Appeals Commission therefore, those funds have been allocated on a pro-rata basis

² Under Section 5(2) of the *Balanced Budget and Ministerial Accountability Act* the Minister of Provincial Revenue is accountable for earning \$34 million in incremental (new) net revenue over the 2001/02 base year from audit and revenue compliance related activity in 2003/04