

British Columbia Heritage Trust
Financial Statements

March 31, 2003

Grant Thornton 

Contents

	<u>Page</u>
Auditors' Report	1
Statement of Operations	2
Statement of Financial Position	3
Statement of Changes in Net Assets	4
Notes to the Financial Statements	
Schedule of General and Administrative Expenses	7

Grant Thornton LLP
Chartered Accountants
Management Consultants

Auditors' Report

To the Board of Directors,
British Columbia Heritage Trust

To the Minister Responsible for Community, Aboriginal and Women's Services,
Province of British Columbia

We have audited the statement of financial position of British Columbia Heritage Trust as at March 31, 2003 and the statements of operations and changes in net assets for the year then ended. These financial statements are the responsibility of the Trust'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 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 our opinion, these financial statements present fairly, in all material respects, the financial position of the Trust as at March 31, 2003, and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Grant Thornton LLP

Victoria, Canada
April 15, 2003

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Chartered Accountants

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British Columbia Heritage Trust

Statement of Operations

Year Ended March 31

2003

2002

Revenue

Grants from the Province of British Columbia	\$ 956,080	\$ 750,000
Investment income	<u>34,235</u>	<u>49,782</u>
	<u>990,315</u>	<u>799,782</u>

Expenditures, Grants paid out

Capital development artifact conservation	11,075	56,525
Capital development building conservation	134,031	238,525
Capital development historic sites conservation	5,750	3,535
Community heritage community registration	2,675	-
Community heritage development archaeology	29,243	34,435
Community heritage development heritage interpretation	27,229	42,720
Community heritage implementation	15,000	-
Community heritage management conservation and feasibility	8,672	18,680
Community heritage development oral history	13,447	12,557
Community heritage development research and documentation	89,534	79,220
Community heritage management plan	5,000	14,650
Community heritage development	5,000	-
Community heritage strategic planning	25,500	-
Heritage trust initiative	1,244,562	35,250
Human resource development educational and professional development	52,750	27,000
Human resource development provincial heritage organization	172,536	125,000
Human resource development training and volunteer development		<u>5,150</u>
	<u>1,842,004</u>	<u>693,247</u>
Administration (Page 7)	15,638	48,995
Education and communication	-	1,474
Special initiatives	-	4,310
Heritage websites	-	<u>8,388</u>
	<u>1,857,642</u>	<u>756,414</u>

(Deficiency) excess of revenue over expenditures	\$ <u>(867,327)</u>	\$ <u>43,368</u>
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British Columbia Heritage Trust

Statement of Financial Position

March 31

2003

2002

Assets

Current

Cash	\$	\$ 32,182
Investment funds (market value \$0; 2002: \$1,336,735)		<u>1,337,786</u>
	\$	\$ <u>1,369,968</u>

Liabilities

Current

Payables and accruals	\$	\$ 63,587
Deferred revenue		<u>445,000</u>
		<u>508,587</u>

Net assets

Internally restricted allocated to heritage projects		504,955
Unrestricted balance available for allocation		<u>356,426</u>
		<u>861,381</u>
	\$	\$ <u>1,369,968</u>

Commitments (Note 5)

On behalf of the Board



Director



Director

See accompanying notes to the financial statements.

British Columbia Heritage Trust

Statement of Changes in Net Assets

Year Ended March 31

2003

2002

	Allocated to Heritage Projects	Balance Available for Allocation	Total	Total
Net assets, beginning of year	\$ 504,955	\$ 356,426	\$ 861,381	\$ 818,013
(Deficiency) excess of revenue over expenditures		(867,327)	(867,327)	43,368
Commitments made during year net of grants paid and commitments rescinded	(504,955)	504,955		
Net liabilities assumed by the Ministry of Community, Aboriginal and Women's Services on dissolution of the Trust	-	5,946	5,946	
Net assets, end of year	\$ -	\$ -	\$ -	861,381

See accompanying notes to the financial statements.

British Columbia Heritage Trust

Notes to the Financial Statements

March 31, 2003

1. Description of the Trust

The British Columbia Heritage Trust (the Trust) is a crown corporation, established under the Heritage Conservation Act, which commenced operations on March 10, 1978. The purpose of the Trust is to encourage and facilitate the protection and conservation of heritage property in British Columbia. Approximately 99% of 2002/03 revenue was received by way of grants from the Province of British Columbia.

As part of the Community, Aboriginal and Women's Services Statutes Amendment Act, 2003, passed on March 27, 2003, the British Columbia Heritage Trust was dissolved on the repeal of Part 3 of the Heritage Conservation Act effective April 1, 2003. Per section 21 (2)(d) of this Act, the government assumes all obligations and liabilities of the Heritage Trust. The net liabilities of the Trust were assumed by the government as follows:

Cash	\$	4
Accounts payable		<u>(5,950)</u>
Net liabilities	\$	<u>(5,946)</u>

In addition, commitments for ongoing projects totalling \$52,586 have been transferred to the Ministry of Community, Aboriginal and Women's Services.

2. Summary of significant accounting policies

The financial statements have been prepared in accordance with generally accepted accounting principles and include the following significant accounting policies:

Investment funds

The investment funds consist of units in Province of British Columbia Pooled Investment Portfolios and are recorded at the lower of cost and market value.

Grants

Revenue

Grants to the Trust are accounted for using the deferral method.

Expenditures

Grants to approved projects are recorded as an expense in the year when stipulations regarding receipt of the funds are met by intended recipients.

3. Financial instruments

The carrying amounts of the Trust's financial assets and liabilities approximate their fair value.

British Columbia Heritage Trust

Notes to the Financial Statements

March 31, 2003

4. Related party transactions

During the year, the Trust had the following transactions, not disclosed elsewhere, with the Province of British Columbia:

- (a) Received grant revenue of \$956,080 (2002: \$750,000).
 - (b) Received certain staffing, accommodation and administrative services at no charge. The fair value of providing these services amounted to approximately \$240,000 (2002: \$358,000).
 - (c) Earned income from its funds invested in the Pooled Investment Portfolio amounting to \$32,691 (2002: \$47,608).
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5. Commitments

The Trust has commitments for heritage grants totalling \$0 at March 31, 2003 (2002: \$504,955).

6. Statement of cash flows

The statement of cash flows is not presented, as it would not provide any additional meaningful information.

British Columbia Heritage Trust

Schedule of General and Administrative Expenses

Year Ended March 31

2003

2002

Contracted services	\$ 12,765	\$ 10,233
Honourariums, Board of Directors	-	10,888
Investment management fees	1,022	(170)
Office and miscellaneous	1,851	1,085
Rent	-	3,251
Travel, Board of Directors	-	19,443
Travel, Ministry staff and other	-	<u>4,265</u>
	<u>\$ 15,638</u>	<u>\$ 48,995</u>