

**FINANCIAL INFORMATION  
ACT REPORT**

**FOR THE YEAR ENDED MARCH 31, 2010**



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**BC INNOVATION COUNCIL**

**STATEMENT OF FINANCIAL INFORMATION APPROVAL**

The undersigned represents the Board of Directors of the BC Innovation Council and approves all the statements and schedules included in this Statement of Financial Information, produced under the Financial Information Act.

A handwritten signature in black ink, appearing to be 'GA', with a long horizontal stroke extending to the right.

Greg Aasen  
Chair, Board of Directors  
September 16, 2010

**BC INNOVATION COUNCIL**  
**MANAGEMENT REPORT**  
**FISCAL YEAR ENDED MARCH 31, 2010**

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with generally accepted accounting principles, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

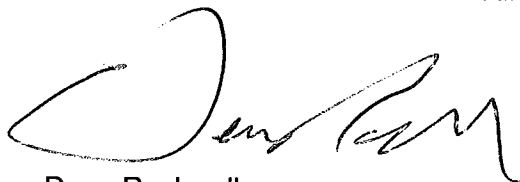
Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Board of Directors is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises this responsibility through the Audit and Finance Committee of the Board. The Audit and Finance Committee meets with management and the external auditors at least once a year.

The BC Innovation Council's external auditor, KPMG, has the responsibility for assessing the management systems and practices of the BC Innovation Council.

KPMG conducts an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements. Their examination does not relate to the other schedules and statements required by the Act. Their examination includes a review and evaluation of the BC Innovation Council's system of internal controls and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly. The external auditors have full and free access to the Audit and Finance Committee of the Board and meet with it on a regular basis.

On behalf of the BC Innovation Council



Dean Rockwell  
Chief Executive Officer



Lisa Payne  
Chief Financial Officer

Combined Financial Statements of

**BRITISH COLUMBIA INNOVATION COUNCIL**

Year ended March 31, 2010



**KPMG LLP**  
**Chartered Accountants**  
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## AUDITORS' REPORT TO THE DIRECTORS

We have audited the combined statement of financial position of British Columbia Innovation Council (the "Council") as at March 31, 2010 and the combined statements of operations, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Council'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 combined financial statements present fairly, in all material respects, the financial position of the Council as at March 31, 2010 and the results of its operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants

Burnaby, Canada

April 30, 2010

# BRITISH COLUMBIA INNOVATION COUNCIL

## Combined Statement of Financial Position

March 31, 2010, with comparative figures for 2009


|   | 2010                 | 2009                 |
|---|----------------------|----------------------|
| <b>Assets</b>                                   |                      |                      |
| Current assets:                                 |                      |                      |
| Cash and cash equivalents - unrestricted        | \$ 2,736,193         | \$ 7,232,697         |
| Cash and cash equivalents - restricted (note 5) | -                    | 6,679,604            |
| Short term investments - unrestricted           | 4,456,107            | -                    |
| Short term investments - restricted (note 5)    | 5,246,023            | -                    |
| Accounts receivable                             | 71,846               | 95,934               |
| Prepaid expenses                                | 92,610               | 25,104               |
|   | <u>12,602,779</u>    | <u>14,033,339</u>    |
| Restricted cash and cash equivalents (note 6)   | 18,568,633           | 53,031,420           |
| Restricted short term investments (note 6)      | 32,640,683           | -                    |
| Long-term investments (note 3)                  | 21                   | 22                   |
| Capital assets (note 4)                         | 208,909              | 204,109              |
|   | <u>\$ 64,021,025</u> | <u>\$ 67,268,890</u> |

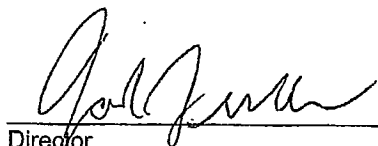
## Liabilities and Net Assets

|  |                      |                      |
|--|----------------------|----------------------|
| Current liabilities:                     |                      |                      |
| Accounts payable and accrued liabilities | \$ 1,089,440         | \$ 371,260           |
| Deferred program revenues (note 5)       | 5,246,023            | 6,679,604            |
|  | <u>6,335,463</u>     | <u>7,050,864</u>     |
| NRAS endowment liability (note 6)        | 51,209,316           | 53,031,420           |
| Net assets:                              |                      |                      |
| Invested in capital assets               | 208,909              | 204,109              |
| Unrestricted                             | 6,267,337            | 6,982,497            |
|  | <u>6,476,246</u>     | <u>7,186,606</u>     |
| Commitments and contingencies (note 7)   |                      |                      |
| Contractual obligations (note 8)         |                      |                      |
| Employee future benefits (note 9)        |                      |                      |
|  | <u>\$ 64,021,025</u> | <u>\$ 67,268,890</u> |

See accompanying notes to the combined financial statements.

Approved on behalf of the Board:

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

# BRITISH COLUMBIA INNOVATION COUNCIL

## Combined Statement of Operations

Year ended March 31, 2010, with comparative figures for 2009

|  | 2010              | 2009              |
|--|-------------------|-------------------|
| Revenue:                                   |                   |                   |
| Province of British Columbia               | \$ 8,500,000      | \$ 9,293,000      |
| Program revenue (note 5)                   | 1,484,204         | 948,334           |
| Revenue from NRAS Endowment                | 2,000,000         | 3,000,000         |
| Interest                                   | 60,054            | 414,363           |
| Other income                               | 213,207           | 344,945           |
| Gain (loss) on equity investments (note 3) | 1,999             | (197,354)         |
|  | <u>12,259,464</u> | <u>13,803,288</u> |
| Expenses:                                  |                   |                   |
| Program expenses and disbursements:        |                   |                   |
| Talent development and innovation          | 134,993           | 5,869,702         |
| Contribution to NRAS program (note 6)      | 2,000,000         | 3,000,000         |
| Commercialization                          | 1,500,526         | 495,086           |
| Science and technology fund                | 2,951,030         | 3,437,030         |
| Sector programs                            | 647,830           | 569,051           |
| International program                      | 1,296,544         | 645,673           |
| Communications and recognition             | 313,904           | 440,380           |
| Amortization                               | 73,522            | 63,939            |
| Operations                                 | 4,051,475         | 4,724,066         |
|  | <u>12,969,824</u> | <u>19,244,927</u> |
| Deficiency of revenue over expenses        | \$ (710,360)      | \$ (5,441,639)    |

See accompanying notes to the combined financial statements.



# BRITISH COLUMBIA INNOVATION COUNCIL

## Combined Statement of Changes in Net Assets

Year ended March 31, 2010, with comparative figures for 2009

|  | Invested<br>in capital<br>assets | Unrestricted | 2010<br>Total | 2009<br>Total |
|--|----------------------------------|--------------|---------------|---------------|
| Balance, beginning of year             | \$ 204,109                       | \$ 6,982,497 | \$ 7,186,606  | \$ 12,628,245 |
| Deficiency of revenue<br>over expenses | (73,522)                         | (636,838)    | (710,360)     | (5,441,639)   |
| Invested in capital assets             | 78,322                           | (78,322)     | -             | -             |
| Balance, end of year                   | \$ 208,909                       | \$ 6,267,337 | \$ 6,476,246  | \$ 7,186,606  |

See accompanying notes to the combined financial statements.

# BRITISH COLUMBIA INNOVATION COUNCIL

## Combined Statement of Cash Flows

Year ended March 31, 2010, with comparative figures for 2009

|   | 2010          | 2009           |
|---|---------------|----------------|
| Cash provided by (used in):                               |               |                |
| Operations:   |               |                |
| Deficiency of revenue over expenses                       | \$ (710,360)  | \$ (5,441,639) |
| Items not involving cash:                                 |               |                |
| Amortization of capital assets                            | 73,522        | 63,939         |
| Realized (gain) loss on disposal of long term investments | (1,999)       | 197,354        |
| Changes in non-cash operating working capital:            |               |                |
| Accounts receivable                                       | 24,088        | 4,970          |
| Prepaid expenses  | (67,506)      | (17,872)       |
| Accounts payable and accrued liabilities                  | 718,180       | (1,242,795)    |
| Deferred program revenues                                 | (1,433,581)   | (941,599)      |
|   | (1,397,656)   | (7,377,642)    |
| Investments:  |               |                |
| Net change in short-term investments                      | (42,342,813)  | 22,908,323     |
| Proceeds on sale of long-term investments                 | 2,000         | 123,953        |
| Purchase of capital assets                                | (78,322)      | (123,535)      |
| Decrease in Endowment Fund                                | (1,822,104)   | (1,241,344)    |
|   | (44,241,239)  | 21,667,397     |
| Increase (decrease) in cash and cash equivalents          | (45,638,895)  | 14,289,755     |
| Cash and cash equivalents, beginning of year              | 66,943,721    | 52,653,966     |
| Cash and cash equivalents, end of year                    | \$ 21,304,826 | \$ 66,943,721  |

See accompanying notes to the combined financial statements.

# BRITISH COLUMBIA INNOVATION COUNCIL

Notes to the Combined Financial Statements

Year ended March 31, 2010

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## 1. Authority and purpose:

British Columbia Innovation Council (the "Council"), was established in 2006 by an amendment of the Innovation and Science Council Act to the British Columbia Innovation Council Act (the "Act").

The Council is governed by a Board of Directors, who is appointed by the provincial government of British Columbia (the "Province"). The Council is exempt from the payment of income taxes under section 149 of the Income Tax Act.

The combined statements reflect the operations of the Council and the British Columbia Advanced Systems Foundation ("BCASF").

Under Section 13 of the Act, directors, officers, and employees of the Council have certain immunities in the exercise of their duties carried out in their connection with the Council.

The Council's mandate is to support applied research and commercialization of science and technology in order to foster province-wide economic development.

## 2. Significant accounting policies:

### (a) Basis of accounting and presentation:

These financial statements are prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

### (b) Cash and cash equivalents:

Cash and cash equivalents include highly liquid securities with original terms to maturity of three months or less when purchased and have been classified as held for trading.

### (c) Short-term investments:

Short-term investments, which are recorded at amortized cost, less any impairment losses, include investments with original terms to maturity of greater than three months and less than one year when purchased and are classified as held-to-maturity.

### (d) Long-term investments:

Long-term investments, which include investments with original terms to maturity of greater than one year when purchased, are classified as available for sale and are recorded at market value. Gains and losses related to changes in market values are recorded in changes in net assets until the investment is disposed of or de-recognized.

# BRITISH COLUMBIA INNOVATION COUNCIL

Notes to the Combined Financial Statements (continued)

Year ended March 31, 2010

## 2. Significant accounting policies (continued):

### (e) Capital assets:

Capital assets are amortized based on the methods and rates as shown in the schedule below:

| Asset                             | Amortization   |
|-----------------------------------|--|
| Furniture, fixtures and equipment | 20% declining balance  |
| Computer hardware and software    | 33% declining balance  |
| Leasehold improvements            | Lesser of the term of the lease and the useful life of the asset |

Management has reviewed the carrying value of the capital assets and determined that there is no impairment.

### (f) Revenue recognition:

The Council follows the deferral method of accounting for contributions. Unrestricted contributions are recorded as revenue when received, if the amounts can be estimated and collection is reasonably assured. Government grants not restricted as to their use are recognized as revenue when received or receivable. Other unrestricted revenue, including sales of services and products, are reported as revenue at the time the services are provided or the goods delivered.

Investment income on unrestricted assets is recognized as revenue when it is earned.

Contributions externally restricted for non-capital specific purposes are recorded as deferred revenue and recognized as revenue in the year in which the related expense is incurred.

Investment income on deferred revenue balances is deferred and recognized as revenue in the year in which the related expense is incurred.

The Council provides office services to certain entities, the revenue from which is netted against the cost, with any margin reflected in other income.

### (g) Employee future benefits:

The Council accrues employee vacation entitlements. The Council is a member of the Public Service multi-employer pension plan (note 9).

# BRITISH COLUMBIA INNOVATION COUNCIL

Notes to the Combined Financial Statements (continued)

Year ended March 31, 2010

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## 2. Significant accounting policies (continued):

### (h) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The significant areas requiring the use of management estimates include the determination of useful lives of capital assets for amortization and the accrual of liabilities. Actual results may differ from these estimates.

### (i) Adoption of accounting standards:

#### (i) Financial instruments:

During the Council's 2010 fiscal year, the CICA announced that not-for-profit organizations could elect to continue to apply Handbook Section 3861, *Financial Instruments – Disclosure and Presentation*, in place of Handbook Sections 3862, *Financial Instruments – Disclosure* and 3863, *Financial Instruments – Presentation*. The Council has elected to continue to apply the financial instrument disclosure and presentation standards in accordance with Section 3861.

#### (ii) Revisions to Not-for-Profit accounting standards:

Effective April 1, 2009, the Council adopted the amendments to CICA Handbook Sections 4400, *Financial Statement Presentation by Not-for-Profit Organizations*, and 4470, *Disclosure of Allocated Expenses by Not-for-Profit Organizations*. The amendments removed the requirement to disclose net assets invested in capital assets, clarified capital asset recognition criteria and amortization, expanded interim financial statement requirements to not-for-profit organizations that prepare interim financial statements, and added a requirements for disclosure of allocated fundraising and general support expenses by not-for-profit organizations, and a requirement to follow Handbook Section 1540, *Cash Flow Statements*. The application of these amendments did not have a material impact on the Council's financial statements.

### (j) Future accounting changes:

The Fund is classified as a not-for-profit organization. The Accounting Standards Board and Public Sector Accounting Board have released an exposure draft relating to the future of financial reporting by not-for-profit organizations. The Fund is in the process of reviewing the potential impact of the proposals on its reporting framework and financial statements.

# BRITISH COLUMBIA INNOVATION COUNCIL

Notes to the Combined Financial Statements (continued)

Year ended March 31, 2010

### 3. Long-term investments:

Long-term investments are share investments of previous BCASF program participant corporations received in exchange for all or a portion of loan or royalty interests. As at March 31, 2010, the Council has assessed the shares held of private held corporations to have nominal market value. As such, these investments are recorded at a nominal value of \$1 each for each company shareholding. The market value of the long-term investments as at March 31, 2010 is \$21 (2009 - \$22).

### 4. Capital assets:

|                                   |            |                          | 2010           | 2009           |
|-----------------------------------|------------|--------------------------|----------------|----------------|
|                                   | Cost       | Accumulated amortization | Net book value | Net book value |
| Furniture, fixtures and equipment | \$ 155,567 | \$ 77,439                | \$ 78,128      | \$ 54,047      |
| Computer hardware and software    | 359,701    | 229,111                  | 130,590        | 146,441        |
| Leasehold improvements            | 27,770     | 27,579                   | 191            | 3,621          |
|                                   | \$ 543,038 | \$ 334,129               | \$ 208,909     | \$ 204,109     |

### 5. Deferred program revenues:

|  | 2010         | 2009         |
|--|--------------|--------------|
| Balance, beginning of year                 | \$ 6,679,604 | \$ 7,621,203 |
| Federal contributions                      | -            | 280,000      |
| Other contributions                        | 31,235       | 71,929       |
| Investment income                          | 19,388       | 82,478       |
| Reduction in award commitments             | -            | 31,399       |
| Refunds                                    | -            | (459,071)    |
| Less amounts amortized to program revenues | (1,484,204)  | (948,334)    |
| Balance, end of year                       | \$ 5,246,023 | \$ 6,679,604 |

# BRITISH COLUMBIA INNOVATION COUNCIL

Notes to the Combined Financial Statements (continued)

Year ended March 31, 2010

## 6. Natural Resources and Applied Science Research Endowment ("NRAS"):

In fiscal year 2005/2006, the Council was charged with stewarding \$50,000,000 from the Ministry of Economic Development for the support of training, research and development in natural and applied sciences. As an endowment liability, it is required that the capital will be preserved. As such, restricted cash and short term investments of \$51,209,447 equal to the endowment liability are restricted.

Investment income earned from restricted cash and short-term investments related to the endowment liability are credited directly to the endowment liability on the statement of financial position. These amounts are recognized as revenue when they are spent or disbursed in accordance with the restrictions of the endowment.

## 6. Natural Resources and Applied Science Research Endowment ("NRAS") (continued):

The endowment liability is calculated as follows:

|   | 2010          | 2009          |
|---|---------------|---------------|
| NRAS Endowment principal                  | \$ 50,000,000 | \$ 50,000,000 |
| Interest accumulated at beginning of year | 3,031,420     | 4,272,764     |
| Annual interest income                    | 177,896       | 1,758,656     |
| Program expenditures                      | (2,000,000)   | (3,000,000)   |
| Interest balance, end of year             | 1,209,316     | 3,031,420     |
| Total balance principal plus interest     | \$ 51,209,316 | \$ 53,031,420 |

During the year ended March 31, 2010 the Council contributed \$2,689,097 (2009 - \$5,945,500) to the Vancouver Foundation, into a fund to be known as the British Columbia Innovation Council Fund. Of this amount, \$2,000,000 (2009 - \$3,000,000) was contributed from the interest earnings on the NRAS Endowment and the remaining amounts were contributed from the Council's general revenues and are included in Sector and International Programs expense. The Council's program directors provide input as to the disbursement decisions from this fund.

# BRITISH COLUMBIA INNOVATION COUNCIL

Notes to the Combined Financial Statements (continued)

Year ended March 31, 2010

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## 7. Commitments and contingencies:

- (a) The Council's offices are occupied under a long-term lease with varying terms to November 29, 2014. Minimum annual payments include the Council's estimated share of utilities and other costs of occupancy.
- (b) The Council is committed to lease a photocopier until August 2013 at a quarterly rental of \$3,396.

Total lease payments for the next five years are as follows:

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|                     |            |
|---------------------|------------|
| 2011                | \$ 280,777 |
| 2012                | 301,428    |
| 2013                | 321,126    |
| 2014                | 339,773    |
| 2015 and thereafter | 221,125    |

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## 8. Contractual obligations:

The Council has entered into a number of project grant contracts as at March 31, 2010 for the future funding of research projects to be completed subsequent to the year end.

These contractual obligations are funded in installments and payments are due based on conditions included in the contract being satisfied. As such, no liability has been accrued in the financial statements as the Council is not liable for payments until these conditions have been met.

The research project contractual obligations of the Council as at March 31, 2010 are \$550,563 (2009 - \$2,243,644).

## 9. Employee future benefits:

The Council and its employees contribute to the Public Service Pension Plan (the "Plan") in accordance with the *Public Sector Pension Plans Act* (the "Act"). The British Columbia Pension Corporation administers the plan, including payment of pension benefits to employees to whom the Act applies. As the Plan is a multi-employer, defined benefit plan, the Council accounts for its payments on the basis of a defined contribution plan. Under joint trusteeship, the risk and reward associated with the Plan's unfunded liability or surplus is shared between the employers and the Plan members and will be reflected in their future contributions. The most recent actuarial valuation (March 31, 2008) indicated a surplus of approximately \$487 million. The plan covers approximately 58,000 active employees. The next required valuation will be as of March 31, 2011 with results available in 2012.

During the year, the Council paid and expensed \$149,996 (2009 - \$131,508) to the Plan.



# BRITISH COLUMBIA INNOVATION COUNCIL

Notes to the Combined Financial Statements (continued)

Year ended March 31, 2010

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## **10. Capital management:**

The Council receives its principal source of capital through funding received from government agencies. The Council defines capital to be net assets.

The Council's objective when managing capital is to fund its operations and capital asset additions. The Council manages the capital structure and makes adjustments based on the funding available and economic conditions. Currently, the Council's strategy is to monitor expenditures to preserve capital in accordance with budgeted funding.

The Council is not subject to debt covenants or any other capital requirements with respect to operating funding. Funding received for designated purposes is used for the purpose outlined in the funding letter. Non-compliance with external restrictions may result in reductions of future funding for designated purposes.

## **11. Financial instruments:**

The Council's financial instruments, including cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities approximate their fair value due to their immediate or short term to maturity. Short-term investments are measured at amortized cost, which approximates fair value due to their short term to maturity. The fair market values of long-term investments are disclosed in note 3.

## **12. Comparative figures:**

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

**BRITISH COLUMBIA INNOVATION COUNCIL**  
**SCHEDULE OF DEBTS**  
**For the year ended March 31, 2010**

This organization has no debts under the Financial Information Act.

**BRITISH COLUMBIA INNOVATION COUNCIL**  
**SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS**  
**For the year ended March 31, 2010**

This organization has not given any guarantees or indemnities under the Guarantees and Indemnities Regulation.

**BRITISH COLUMBIA INNOVATION COUNCIL**  
**SCHEDULE OF REMUNERATION AND EXPENSES**  
For the year ended March 31, 2010

| Name  | Position  | Remuneration        | Expenses          |
|---|---|---------------------|-------------------|
| Hallman, R  | Director, Life Sciences                               | \$ 95,064           | \$ 16,316         |
| Kishore, L  | Director, Marketing & Communications                  | 81,600              | 4,989             |
| Reeves, P   | Chief Financial Officer                               | 78,413              | 3,209             |
| Prelazzi, D   | Director, Information and Communication<br>Technology | 96,320              | 9,237             |
| Rockwell, D   | Chief Executive Officer                               | 169,000             | 78,325            |
| Waddell, R  | Director, Programs                                    | 87,355              | 1,578             |
| Wall, A   | Director, Ocean Sciences & Energy                     | <u>83,954</u>       | <u>22,158</u>     |
|   |   | 691,706             | 135,812           |
| Total other employees with remuneration of \$75,000 or less |   | <u>813,980</u>      | <u>53,638</u>     |
| Total employee remuneration                                 |   | <u>\$ 1,505,686</u> | <u>\$ 189,450</u> |

**BRITISH COLUMBIA INNOVATION COUNCIL  
STATEMENT OF SEVERANCE AGREEMENTS  
For the year ended March 31, 2010**

There were four severance agreements under which payment commenced between British Columbia Innovation Council and a non-unionized employee during fiscal year 2009/2010.

These agreements represent 12 to 26 weeks of compensation. \*

\* "Compensation" means payment was determined based on individual's base salary.

**BRITISH COLUMBIA INNOVATION COUNCIL**  
**SCHEDULE OF SUPPLIERS**  
**For the year ended March 31, 2010**

|  |                      |
|--|----------------------|
| <u>Payments for goods and services exceeding \$25,000</u>                        |                      |
| Ascent Public Affairs  | \$ 52,150            |
| BC Pension Corporation (Employer Portion)  | 139,201              |
| BC Public Service Agency - Extended Health & Dental Claims                       | 42,008               |
| BC Public Service Agency - Long Term Disability Fund                             | 29,259               |
| Freethem Inc.  | 56,634               |
| Leading Edge Technology Centre (formerly Leading Edge British Columbia)          | 319,147              |
| Ministry of Small Business, Technology and Economic Development                  | 356,915              |
| mQ Ventures Inc.   | 35,000               |
| MultiTrends IT Net Service   | 92,804               |
| Quality Move Management Inc.   | 47,961               |
| Receiver General for Canada (Employer Portion of EI and CPP)                     | 82,834               |
| Sheraton Wall Centre Vancouver   | 69,987               |
| Unis Lumin   | 48,244               |
| Vancouver Convention Centre  | 32,322               |
| Vivid Lighting Solutions   | 32,148               |
|  | <u>1,436,614</u>     |
| <u>Disbursements for grants and contributions exceeding \$25,000</u>             |                      |
| AceTech  | 50,000               |
| BC Children's Hospital   | 35,000               |
| BC Technology Industry Association   | 26,000               |
| Bootup Lab Entrepreneurial Society   | 40,000               |
| British Columbia Cancer Agency   | 50,000               |
| Simon Fraser University  | 53,000               |
| Vancouver ACM SIGGRAPH   | 59,500               |
|  | <u>59,500</u>        |
| Total paid and disbursed to supplier exceeding \$25,000                          | 1,750,114            |
| Consolidated total paid and disbursed to suppliers who received \$25,000 or less | <u>1,183,101</u>     |
| Total All Suppliers  | 2,933,215            |
| Employees Remuneration   | 1,505,686            |
| Program expenses and disbursements   | <u>8,530,923</u>     |
| Total Expenses per Statement of Operation  | <u>\$ 12,969,824</u> |

**BRITISH COLUMBIA INNOVATION COUNCIL**  
**SCHEDULE OF PROGRAM EXPENSES AND DISBURSEMENTS**  
**For the year ended March 31, 2010**

| <u>Suppliers for program expenses and disbursements exceeding \$25,000</u>              |                             |
|---|-----------------------------|
| BC Regional Science & Technology Network  | \$ 65,000                   |
| British Columbia Cancer Agency  | 100,000                     |
| Canadian Forest Service   | 100,000                     |
| Canadian Organic Greenhouse   | 59,282                      |
| Capamara Communications Inc.  | 36,900                      |
| CO3 Consulting  | 41,341                      |
| Emily Carr Institute of Art and Design  | 50,000                      |
| Hyatt Regency Vancouver   | 78,221                      |
| Innovation Resource Centre Council  | 230,000                     |
| Interior Science Innovation Council   | 170,000                     |
| Kootenay Association for Science & Technology   | 170,000                     |
| Kootenay Rockies Innovation Council   | 170,000                     |
| Mid-Island Science, Technology & Innovation Council                                     | 170,000                     |
| New Ventures BC Competition   | 200,000                     |
| Northwest Science & Innovation Council  | 170,000                     |
| Okanagan Science & Technology Council   | 170,000                     |
| Science Fair Foundation of British Columbia   | 100,000                     |
| Sci-Tech North  | 170,000                     |
| Simon Fraser University   | 283,481                     |
| Technology Commercialization and Graduate Entrepreneurship Foundation                   | 100,000                     |
| Thompson Rivers University  | 66,330                      |
| University of British Columbia  | 1,454,239                   |
| University of Northern British Columbia   | 129,500                     |
| University of Victoria  | 192,500                     |
| Vancouver Foundation  | 2,689,097                   |
| Vancouver Island Advanced Technology Centre   | 170,000                     |
| Vancouver Island University   | <u>108,730</u>              |
| <br>Total paid and disbursed  | <br>7,444,621               |
| <br>Consolidated total paid and disbursed to suppliers who received<br>\$25,000 or less | <br><br>378,263             |
| <br>Accrual program expenses  | <br><br><u>708,039</u>      |
| <br>Total program expenses and disbursements per Statement of Operations                | <br><br><u>\$ 8,530,923</u> |