



MINISTRY OF PROVINCIAL REVENUE

The mission of the Ministry of Provincial Revenue is to provide fair, efficient and equitable revenue and debt collection which supports public services to meet the needs of British Columbians.

MINISTRY SUMMARY (\$000)

	Estimates 2003/04 ¹	Estimates 2004/05
VOTED APPROPRIATION		
Vote 30 — Ministry Operations.....	50,694	52,279
STATUTORY APPROPRIATION		
Provincial Home Acquisition Wind Up Special Account	—	25
OPERATING EXPENSE	<u>50,694</u>	<u>52,304</u>
PREPAID CAPITAL ADVANCES ²	—	—
CAPITAL EXPENDITURES ³	9,734	13,297
LOANS, INVESTMENTS AND OTHER REQUIREMENTS ⁴	3,700	(910)
REVENUE COLLECTED FOR, AND TRANSFERRED TO, OTHER ENTITIES ⁵	—	—
FULLTIME EQUIVALENT (FTE) EMPLOYMENT ⁶	988	1,054

NOTES

¹ For comparative purposes only, figures shown for 2003/04 expense, FTEs and capital expenditures have been restated to be consistent with the presentation of the 2004/05 Estimates. Schedule A presents a detailed reconciliation.

² Details of prepaid capital advances are presented in Schedule C.

³ Details of capital expenditures are presented in Schedule D.

⁴ Details of loans, investments and other requirements are presented in Schedule E.

⁵ Details of revenue collected for, and transferred to, other entities are presented in Schedule F.

⁶ Details of FTEs are presented in Schedule G.

CORE BUSINESS SUMMARY

\$000

	2003/04	2004/05 ESTIMATES		
OPERATING EXPENSE	Net	Gross	External Recoveries	Net
Core Business				
Tax Administration and Collection	2,747	53,564	(49,589)	3,975
Debt Administration and Collection and Home Owner Grant (includes special account)	1	26	—	26
Executive and Support Services	47,946	80,003	(31,700)	48,303
TOTAL OPERATING EXPENSE	<u>50,694</u>	<u>133,593</u>	<u>(81,289)</u>	<u>52,304</u>
CAPITAL EXPENDITURES	Net	Disbursements	Receipts	Net
Core Business				
Debt Administration and Collection and Home Owner Grant	760	760	—	760
Executive and Support Services	8,974	12,537	—	12,537
TOTAL CAPITAL EXPENDITURES	<u>9,734</u>	<u>13,297</u>	<u>—</u>	<u>13,297</u>
LOANS, INVESTMENTS AND OTHER REQUIREMENTS	Net	Disbursements	Receipts	Net
Core Business				
Tax Administration and Collection	3,700	24,400	(25,300)	(900)
Debt Administration and Collection and Home Owner Grant (includes Special Account)	—	40	(50)	(10)
TOTAL LOANS, INVESTMENTS AND OTHER REQUIREMENTS	<u>3,700</u>	<u>24,440</u>	<u>(25,350)</u>	<u>(910)</u>
REVENUE COLLECTED FOR, AND TRANSFERRED TO, OTHER ENTITIES	Net	Disbursements	Receipts	Net
Core Business				
Tax Administration and Collection	—	914,700	(914,700)	—
TOTAL REVENUE COLLECTED FOR, AND TRANSFERRED TO, OTHER ENTITIES	<u>—</u>	<u>914,700</u>	<u>(914,700)</u>	<u>—</u>

OPERATING EXPENSE BY CORE BUSINESS

\$000

Estimates
2003/04

Estimates
2004/05

VOTE 30 — MINISTRY OPERATIONS

This vote provides for ministry programs and operations described in the voted appropriations under the following three core businesses: Tax Administration and Collection, Debt Administration and Collection and Home Owner Grant, and Executive and Support Services.

TAX ADMINISTRATION AND COLLECTION

Voted Appropriation

Tax Administration and Collection.....	2,747	3,975
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Voted Appropriation Description: This sub-vote provides for the administration and enforcement of various tax statutes and revenue and benefit programs that are the responsibility of the Ministry of Provincial Revenue. This sub-vote also provides for payment of interest or refunds of taxation revenues under statutes administered by the ministry. Costs are partially recovered from revenues administered by the ministry.

DEBT ADMINISTRATION AND COLLECTION AND HOME OWNER GRANT

Voted Appropriation

Debt Administration and Collection and Home Owner Grant.....	1	1
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Statutory Appropriation

Provincial Home Acquisition Wind Up Special Account.....	—	25
	1	26

Voted Appropriation Description: This sub-vote provides for accounts receivable collection, loan management services, and administration of the Home Owner Grant Program. Costs are recovered from clients within the Consolidated Revenue Fund or deducted from collected proceeds.

Statutory Appropriation Description: This statutory appropriation provides for the Provincial Home Acquisition Wind Up Special Account.

OPERATING EXPENSE BY CORE BUSINESS (Continued)
\$000

	Estimates 2003/04	Estimates 2004/05
EXECUTIVE AND SUPPORT SERVICES		
Voted Appropriations		
Minister's Office.....	430	430
Corporate Services.....	47,516	47,873
	47,946	48,303
 Voted Appropriations Description: This sub-vote provides for the office of the Minister of Provincial Revenue, and includes salaries, benefits, allowances and operating expenses of the minister and the minister's staff. It also provides for executive strategic direction of the ministry and administrative support services; tax appeal management and administration; and centralized billing and receivable management including premiums and fees collected for the Medical Services Plan of the Ministry of Health Services. Costs are partially recovered from revenues administered by the ministry.		
VOTE 30 — MINISTRY OPERATIONS	50,694	52,279
STATUTORY — PROVINCIAL HOME ACQUISITION WIND UP SPECIAL ACCOUNT	—	25

MINISTRY GROUP ACCOUNT CLASSIFICATION SUMMARY

GROUP ACCOUNT CLASSIFICATION		
Salaries and Benefits	62,865	74,870
Operating Costs	45,468	65,025
Government Transfers	—	500
Other Expenses.....	6,424	8,449
Internal Recoveries	(14,051)	(15,251)
External Recoveries	(50,012)	(81,289)
TOTAL OPERATING EXPENSE.....	50,694	52,304

SPECIAL ACCOUNT¹
\$000

PROVINCIAL HOME ACQUISITION WIND UP

This account is established under the *Special Appropriation and Control Act* effective April 1, 2004, for the purpose of providing for expenditures for the winding up of the loan and financial assistance programs under the *Home Conversion and Leasehold Loan Act*, the *Home Mortgage Assistance Act*, the *Home Purchase Assistance Act*, the *Homeowner Interest Assistance Act* and the *Provincial Home Acquisition Act*. The latter Acts are repealed effective March 31, 2004.

Revenue consists of interest on outstanding mortgage principal. Expenses include statutory rebates and other miscellaneous program costs.

Receipts represent repayment of outstanding mortgage loan principal. Disbursements represent repurchased mortgage accounts and guarantee claims paid under the mortgage assistance programs.

	Estimates 2003/04	Estimates 2004/05
SPENDING AUTHORITY AVAILABLE AT THE BEGINNING OF THE FISCAL YEAR²	—	15,000
OPERATING TRANSACTIONS		
Revenue	—	25
Expense.....	—	(25)
Net Revenue (Expense)	—	—
FINANCING TRANSACTIONS		
Loans, Investments and Other Requirements		
Receipts.....	—	50
Disbursements - Capital	—	—
Disbursements - Other	—	(40)
Net Cash Source (Requirement)	—	10
PROJECTED SPENDING AUTHORITY AVAILABLE AT THE END OF THE FISCAL YEAR²	—	15,010

NOTES

- ¹ A Special Account is an account in the General Fund where the authorization to spend money from the account is located in an Act other than the *Supply Act*.
- ² The Projected Spending Authority Available represents the cash and temporary investments projected to be available at the end of the fiscal year.

MINISTRY OF PROVINCIAL REVENUE

LOANS, INVESTMENTS AND OTHER REQUIREMENTS BY CORE BUSINESS
\$000

	Estimates 2003/04	Estimates 2004/05
TAX ADMINISTRATION AND COLLECTION		
<i>INTERNATIONAL FUEL TAX AGREEMENT (MOTOR FUEL TAX ACT)</i> — Disbursements are provided by the province to other International Fuel Tax Agreement jurisdictions in respect of the receipts collected on their behalf by the Ministry of Provincial Revenue. Administration costs are funded through the ministry's voted appropriations.		
Receipts	4,800	5,800
Disbursements	3,900	4,400
Net Cash Source (Requirement)	900	1,400

LAND TAX DEFERMENT ACT — Disbursements are made to local governments to reimburse them for property taxes of those property owners over 60 years of age and other qualified property owners that are deferred under this Act. The property owner or the estate is required to repay to the province all deferred taxes together with interest, on the termination of the agreement. Receipts represent repayments of outstanding principal (taxes deferred exclusive of interest). Interest and fee revenue are credited to the Consolidated Revenue Fund and administration costs are funded through the ministry's voted appropriations.

Receipts	14,000	19,500
Disbursements	18,600	20,000
Net Cash Source (Requirement)	(4,600)	(500)

REVENUE COLLECTED FOR, AND TRANSFERRED TO, OTHER ENTITIES BY CORE BUSINESS
\$000

	Estimates 2003/04	Estimates 2004/05
TAX ADMINISTRATION AND COLLECTION		
<i>BRITISH COLUMBIA TRANSIT ACT (MOTOR FUEL TAX)</i> — Disbursements are provided to British Columbia Transit (BCT) in respect of the <i>British Columbia Transit Act</i> fuel tax (receipts) collected on BCT's behalf by the Ministry of Provincial Revenue. Administration costs are funded through the ministry's voted appropriations.		
Receipts	8,000	7,900
Disbursements	8,000	7,900
Net Cash Source (Requirement)	—	—

REVENUE COLLECTED FOR, AND TRANSFERRED TO, OTHER ENTITIES BY CORE BUSINESS
\$000

	Estimates 2003/04	Estimates 2004/05
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TAX ADMINISTRATION AND COLLECTION (Continued)

BUILD BC ACT (MOTOR FUEL AND SOCIAL SERVICE TAXES)— Disbursements are provided to the BC Transportation Financing Authority (BCTFA) in respect of the fuel tax (receipts) and the social service tax (receipts) on short-term rentals of passenger vehicles collected on BCTFA's behalf under the *Build BC Act* by the Ministry of Provincial Revenue. Administration costs are funded through the ministry's voted appropriations.

Receipts	418,300	425,300
Disbursements	418,300	425,300
Net Cash Source (Requirement)	<u>—</u>	<u>—</u>

GREATER VANCOUVER TRANSPORTATION AUTHORITY ACT (MOTOR FUEL AND SOCIAL SERVICE TAXES) — Disbursements are provided to the Greater Vancouver Transportation Authority (GVTA) in respect of the fuel tax (receipts) and the social service tax (receipts) on parking collected on GVTA's behalf under the *Greater Vancouver Transportation Authority Act* by the Ministry of Provincial Revenue. Administration costs are funded through the ministry's voted appropriations.

Receipts	260,600	260,000
Disbursements	260,600	260,000
Net Cash Source (Requirement)	<u>—</u>	<u>—</u>

RURAL AREA PROPERTY TAXES — Disbursements are provided to local governments and entities in rural areas in respect of local property taxes and levies (receipts) collected on their behalf by the Ministry of Provincial Revenue. Interest and fee revenue is deposited to the Consolidated Revenue Fund and administration costs are funded through the ministry's voted appropriations.

Receipts	190,000	195,000
Disbursements	190,000	195,000
Net Cash Source (Requirement)	<u>—</u>	<u>—</u>

TOBACCO TAX AMENDMENT ACT — Disbursements are provided to the Cowichan Tribes in respect of the Cowichan Tribes Agreement for tobacco tax (receipts) collected on their behalf. Administration costs are funded through the ministry's voted appropriations.

Receipts	2,200	2,000
Disbursements	2,200	2,000
Net Cash Source (Requirement)	<u>—</u>	<u>—</u>

TOURISM BRITISH COLUMBIA (HOTEL ROOM TAX ACT)— Disbursements are provided by the province to Tourism British Columbia in respect of the *Tourism British Columbia Act* hotel room tax (receipts) collected on the corporation's behalf by the Ministry of Provincial Revenue. Administration costs are funded through the ministry's voted appropriations.

Receipts	25,500	24,500
Disbursements	25,500	24,500
Net Cash Source (Requirement)	<u>—</u>	<u>—</u>