



MINISTRY OF ECONOMIC DEVELOPMENT

The mission of the Ministry of Economic Development is to promote strategic leadership in government to create a strong, prosperous and diverse economy in all regions.

MINISTRY SUMMARY

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	Estimates 2004/05 ¹	Estimates 2005/06
VOTED APPROPRIATION		
Vote 22 — Ministry Operations.....	104,053	443,561
STATUTORY APPROPRIATION		
Northern Development Fund Special Account.....	500	500
OPERATING EXPENSE	<u>104,553</u>	<u>444,061</u>
PREPAID CAPITAL ADVANCES ²	—	—
CAPITAL EXPENDITURES ³	450	855
LOANS, INVESTMENTS AND OTHER REQUIREMENTS ⁴	50,000	50,000
REVENUE COLLECTED FOR, AND TRANSFERRED TO, OTHER ENTITIES ⁵	—	—
FULLTIME EQUIVALENT (FTE) EMPLOYMENT ⁶	128	128

NOTES

¹ For comparative purposes only, figures shown for 2004/05 expense, FTEs and capital expenditures have been restated to be consistent with the presentation of the September Update 2005/06 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

	2004/05	2005/06 ESTIMATES		
	Net	Gross	External Recoveries	Net
OPERATING EXPENSE				
Core Business				
Improving British Columbia's Investment Climate.....	2,332	2,787	—	2,787
Marketing and Promoting British Columbia.....	1,673	9,931	(343)	9,588
Enhancing Economic Development (includes special account).....	87,191	312,598	(735)	311,863
2010 Olympic and Paralympic Winter Games Secretariat.....	3,190	109,640	(1)	109,639
Executive and Support Services.....	10,167	10,189	(5)	10,184
TOTAL OPERATING EXPENSES	104,553	445,145	(1,084)	444,061
CAPITAL EXPENDITURES				
Core Business				
Improving British Columbia's Investment Climate.....	75	50	—	50
Marketing and Promoting British Columbia.....	50	30	—	30
2010 Olympic and Paralympic Winter Games Secretariat.....	50	620	—	620
Executive and Support Services.....	275	155	—	155
TOTAL CAPITAL EXPENDITURES	450	855	—	855
LOANS, INVESTMENTS AND OTHER REQUIREMENTS				
Core Business				
Executive and Support Services.....	50,000	50,000	—	50,000
TOTAL LOANS, INVESTMENTS AND OTHER REQUIREMENTS.....	50,000	50,000	—	50,000

OPERATING EXPENSE BY CORE BUSINESS

\$000

Estimates
2004/05

Estimates
2005/06

VOTE 22 — MINISTRY OPERATIONS

This vote provides for ministry programs and operations described in the voted appropriations under the following five core businesses: Improving British Columbia's Investment Climate; Marketing and Promoting British Columbia; Enhancing Economic Development; 2010 Olympic and Paralympic Winter Games Secretariat; and Executive and Support Services.

IMPROVING BRITISH COLUMBIA'S INVESTMENT CLIMATE

Voted Appropriation

Improving British Columbia's Investment Climate.....	<u>2,332</u>	<u>2,787</u>
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Voted Appropriation Description: This sub-vote provides for development and enhancement of a positive investment climate and prosperous economy within the province; increasing venture capital; collecting and providing economic and business information on sectors, regions and trends; undertaking analyses of economic conditions; participating in cross-government projects to achieve the province's economic objectives; establishing provincial positions and policies regarding domestic and international trade issues; and providing policy, market access improvements and trade advice to strengthen British Columbia's economic links with trading partners in the Asia-Pacific region.

MARKETING AND PROMOTING BRITISH COLUMBIA

Voted Appropriation

Marketing and Promoting British Columbia.....	<u>1,673</u>	<u>9,588</u>
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Voted Appropriation Description: This sub-vote provides for facilitating trade and investment and communicating British Columbia's advantages and opportunities; administering and financing the Provincial Nominee Program and labour market attachment initiatives for immigrants; delivering effective business immigration programs to attract economic immigration clients to strategic sectors and industries in all regions of the province; showcasing British Columbia at national and international events; planning and managing trade missions to profile British Columbia in key markets; and assisting the private sector to leverage identified marketing opportunities. Recoveries are received from parties external to government for services provided under this sub-vote.

ENHANCING ECONOMIC DEVELOPMENT

Voted Appropriation

Enhancing Economic Development.....	<u>86,691</u>	<u>311,363</u>
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Statutory Appropriation

Northern Development Fund Special Account.....	<u>500</u>	<u>500</u>
	<u>87,191</u>	<u>311,863</u>

Voted Appropriation Description: This sub-vote provides for development of comprehensive economic strategies; working with investors to facilitate economic development and job creation; managing programs and providing financial assistance to improve urban and rural infrastructure throughout the province; administering federal/provincial infrastructure and economic programs; implementing strategies to promote British Columbia and achieve improvements in specific areas such as trade, science and technology; administering international qualification programs and labour market planning; developing worker training strategies and implementing strategic labour market policies; providing funding to the Industry Training Authority; and providing support, including financial assistance, for projects, initiatives and trusts that support economic growth and diversification throughout the province. Recoveries are received from parties external to government for services provided under this sub-vote.

Statutory Appropriation Description: This statutory appropriation provides for the Northern Development Fund Special Account which is governed under the *BC-Alcan Northern Development Fund Act*.

OPERATING EXPENSE BY CORE BUSINESS (Continued)

\$000

	Estimates 2004/05	Estimates 2005/06
2010 OLYMPIC AND PARALYMPIC WINTER GAMES SECRETARIAT		
Voted Appropriation		
2010 Olympic and Paralympic Winter Games Secretariat.....	3,190	109,639
Voted Appropriation Description: This sub-vote provides for the 2010 Olympic and Paralympic Winter Games Secretariat to coordinate intra and inter-governmental relations; fund initiatives that support the Olympic and Paralympic Games and economic development activities related to the Games throughout the province, including support for organizations such as the Vancouver Organizing Committee. Some costs are partially recovered from external organizations for program services provided under this sub-vote.		
EXECUTIVE AND SUPPORT SERVICES		
Voted Appropriations		
Minister's Office.....	729	535
Corporate Services.....	6,118	6,429
Columbia Basin Trust.....	2,000	2,000
Reserves for Doubtful Accounts.....	1,320	1,220
	<u>10,167</u>	<u>10,184</u>
Voted Appropriations Description: This sub-vote provides for the office of the Minister of Economic Development, administration, and ministry executive support including the deputy ministers' offices, financial and human resources, legislation and administrative services, library operations, records management, and information systems. This sub-vote also provides for administrative support services for the Ministry of Energy, Mines and Petroleum Resources and operating assistance grants to the Columbia Basin Trust. This sub-vote also provides for reserves for doubtful accounts and write-downs of investments. Recoveries are received from parties external to government for ministry services provided for in this sub-vote.		
VOTE 22 — MINISTRY OPERATIONS	104,053	443,561
STATUTORY — SPECIAL ACCOUNT	500	500

MINISTRY GROUP ACCOUNT CLASSIFICATION SUMMARY

GROUP ACCOUNT CLASSIFICATION

Salaries and Benefits	10,102	12,676
Operating Costs	7,673	10,751
Government Transfers	85,705	420,325
Other Expenses	1,493	1,393
External Recoveries	(420)	(1,084)
TOTAL OPERATING EXPENSE.....	<u>104,553</u>	<u>444,061</u>

SPECIAL ACCOUNT¹

\$000

NORTHERN DEVELOPMENT FUND

This account was created by the *BC-Alcan Northern Development Fund Act, 1998*. The purpose is to promote sustainable economic development in northwestern British Columbia. Expenses are to support investment in new or existing businesses, to create new employment or stabilize existing employment, to support other goals consistent with the Act, and for the operations costs for the Nechako-Kitimat Development Funds Society. Interest earned on the fund balance is credited to the account as revenue. Administration costs are funded through the Ministry Operations Vote. No financing transactions are provided for under this account.

	Estimates 2004/05	Estimates 2005/06
SPENDING AUTHORITY AVAILABLE AT THE BEGINNING OF THE FISCAL YEAR².....	9,344	10,269
OPERATING TRANSACTIONS		
Revenue.....	575	575
Expense.....	(500)	(500)
Net Revenue (Expense).....	75	75
Difference Between 2004/05 Estimates and Actual Net Revenue (Expense).....	431	
FINANCING TRANSACTIONS		
Loans, Investments and Other Requirements		
Receipts.....	—	—
Disbursements - Capital.....	—	—
Disbursements - Other.....	—	—
Net Cash Source (Requirement).....	—	—
Working Capital Adjustments and Other Spending Authority Committed ³	419	—
PROJECTED SPENDING AUTHORITY AVAILABLE AT THE END OF THE FISCAL YEAR².....	10,269	10,344

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. The Spending Authority Available at the beginning of the fiscal years 2004/05 and 2005/06 are based on the 2003/04 and 2004/05 Public Accounts, respectively.

³ The Working Capital Adjustment and Other Spending Authority Committed includes those adjustments that would change the cash balance of the Special Account. This may include amortization expense, changes in accounts receivable and payable, the recognition of deferred revenues and the endowment of the account, which can not be spent.

MINISTRY OF ECONOMIC DEVELOPMENT

LOANS, INVESTMENTS AND OTHER REQUIREMENTS BY CORE BUSINESS

\$000

Estimates
2004/05Estimates
2005/06**EXECUTIVE AND SUPPORT SERVICES**

COLUMBIA BASIN ACCORD — Disbursements are for an investment in the Columbia Power Corporation and the Columbia Basin Trust for power projects to be undertaken pursuant to the province's agreements with the Columbia Basin Trust.

Receipts.....	—	—
Disbursements.....	<u>50,000</u>	<u>50,000</u>
Net Cash Source (Requirement).....	<u>(50,000)</u>	<u>(50,000)</u>