



MINISTRY OF SUSTAINABLE RESOURCE MANAGEMENT

The mission of the Ministry of Sustainable Resource Management is to provide provincial leadership, through policies, planning and resource information, to support sustainable economic development of the province's land, water and resources.

MINISTRY SUMMARY

(\$000)

	Estimates 2004/05 ¹	Estimates 2005/06
VOTED APPROPRIATIONS		
Vote 36 — Ministry Operations.....	62,649	95,418
Vote 37 — Agricultural Land Commission.....	1,957	2,068
STATUTORY APPROPRIATION		
Crown Land Special Account.....	210,620	141,820
OPERATING EXPENSE	<u>275,226</u>	<u>239,306</u>
PREPAID CAPITAL ADVANCES ²	—	—
CAPITAL EXPENDITURES ³	8,201	10,936
LOANS, INVESTMENTS AND OTHER REQUIREMENTS ⁴	(900)	(144)
REVENUE COLLECTED FOR, AND TRANSFERRED TO, OTHER ENTITIES ⁵	—	—
FULLTIME EQUIVALENT (FTE) EMPLOYMENT ⁶	755	629

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 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.

MINISTRY OF SUSTAINABLE RESOURCE MANAGEMENT

CORE BUSINESS SUMMARY

\$000

OPERATING EXPENSE	2004/05	2005/06 ESTIMATES		
	Net	Gross	External Recoveries	Net
Core Business				
Sustainable Economic Development.....	10,603	32,626	(2)	32,624
Land Information BC.....	42,968	43,634	(11,633)	32,001
Sound Governance.....	2,562	23,561	(26)	23,535
Property Assessment Services.....	1	2,367	(2,366)	1
Executive and Support Services.....	6,515	7,268	(11)	7,257
Agricultural Land Commission.....	1,957	2,069	(1)	2,068
Crown Land.....	210,620	141,820	—	141,820
TOTAL OPERATING EXPENSES	275,226	253,345	(14,039)	239,306

CAPITAL EXPENDITURES	Net	Disbursements	Receipts	Net
Core Business				
Sustainable Economic Development.....	600	150	—	150
Land Information BC.....	7,400	10,615	—	10,615
Sound Governance.....	5	10	—	10
Property Assessment Services.....	96	96	—	96
Executive and Support Services.....	50	50	—	50
Agricultural Land Commission.....	50	15	—	15
TOTAL CAPITAL EXPENDITURES	8,201	10,936	—	10,936

LOANS, INVESTMENTS AND OTHER REQUIREMENTS	Net	Disbursements	Receipts	Net
Core Business				
Crown Land.....	(900)	—	(144)	(144)
TOTAL LOANS, INVESTMENTS AND OTHER REQUIREMENTS.....	(900)	—	(144)	(144)

MINISTRY OF SUSTAINABLE RESOURCE MANAGEMENT

OPERATING EXPENSE BY CORE BUSINESS

\$000

Estimates
2004/05

Estimates
2005/06

VOTE 36 — MINISTRY OPERATIONS

This vote provides for ministry programs and operations described in the voted appropriations under the following five core businesses: Sustainable Economic Development, Land Information B.C., Sound Governance, Property Assessment Services, and Executive and Support Services.

SUSTAINABLE ECONOMIC DEVELOPMENT

Voted Appropriations

Sustainable Economic Development.....	10,603	22,624
Water Rental Remissions.....	—	10,000
	<u>10,603</u>	<u>32,624</u>

Voted Appropriations Description: This sub-vote provides for the management and delivery of programs through regional offices and headquarter branches that support sustainable economic development of Crown land, water and other resources. This sub-vote also provides for strategic landscape/watershed land and resource use planning; developing guidelines and tools for strategic plans; developing operational policy; conducting planning to support sustainable development of tourism and other resource-based sectors; and water rental remissions. Transfers are provided for activities concerned with sustainable economic development and land and resource use activities and processes. Costs are recovered from ministries, other levels of government, organizations and individuals for services described within this sub-vote.

LAND INFORMATION BC

Voted Appropriation

Land Information BC.....	<u>42,968</u>	<u>32,001</u>
--------------------------	---------------	----------------------

Voted Appropriation Description: This sub-vote provides for the administration and delivery of programs that collect, record, manage and co-ordinate land, water and natural resource inventories and data; decision support, base mapping and information management services and products in support of economic development, land-use planning and negotiations with First Nations; and developing and maintaining partnerships with other governments, industry, academia and other organizations related to information management. Transfers are provided for activities concerned with sustainable resource use and land-related activities and processes. Costs are recovered from ministries, other levels of government, organizations, and individuals for services described within this sub-vote.

SOUND GOVERNANCE

Voted Appropriation

Sound Governance.....	<u>2,562</u>	<u>23,535</u>
-----------------------	--------------	----------------------

Voted Appropriation Description: This sub-vote provides for corporate policy and legislation development associated with land and water activities, property assessment, and revenue (fees and licences); development and implementation of consultation and accommodation policies, and development of strategic land and resource policies for negotiations with First Nations; and intergovernmental affairs, service planning, evaluation and the development of a sustainable resource management framework to support decision-making. This sub-vote also provides for the management, assessment and remediation of contaminated sites on provincial land. Transfers are provided for activities concerned with sustainable resource use and land-related activities and processes. Costs are recovered from ministries, other levels of government, organizations, and individuals for services described within this sub-vote.

PROPERTY ASSESSMENT SERVICES

Voted Appropriation

Property Assessment Services.....	<u>1</u>	<u>1</u>
-----------------------------------	----------	-----------------

Voted Appropriation Description: This sub-vote provides for the operating and administration costs of the Property Assessment Review Panels and the Property Assessment Appeal Board, including the fees and expenses of appointees to the panels and Board. Costs are recovered from the British Columbia Assessment Authority, other organizations through agreements, and appellants to the Board.

MINISTRY OF SUSTAINABLE RESOURCE MANAGEMENT

OPERATING EXPENSE BY CORE BUSINESS (Continued)

\$000

Estimates
2004/05

Estimates
2005/06

EXECUTIVE AND SUPPORT SERVICES

Voted Appropriations

Ministers' Office.....	870	870
Corporate Services.....	5,645	6,387
	6,515	7,257

Voted Appropriations Description: This sub-vote provides for the offices of the Minister of Sustainable Resource Management and the Minister of State for Resort Development, and includes salaries, benefits, allowances and operating expenses of the ministers and the ministers' staff. This sub-vote also provides for finance, administrative, strategic human resources, information systems, information and privacy, special and corporate program coordination; land, water and other revenue collection; and trust fund management for ministry operations, programs and clients. Under agreement, corporate services are provided to the Ministry of Water, Land and Air Protection, the Environmental Assessment Office and Land and Water British Columbia Inc. Transfers are provided for activities concerned with sustainable resource use and land-related activities and processes. Costs are recovered for corporate services from ministries, entities within government, other levels of government, organizations, and individuals, and from revenues collected by the ministry.

VOTE 36 — MINISTRY OPERATIONS

62,649

95,418

MINISTRY OF SUSTAINABLE RESOURCE MANAGEMENT

OPERATING EXPENSE BY CORE BUSINESS

\$000

Estimates
2004/05

Estimates
2005/06

VOTE 37 — AGRICULTURAL LAND COMMISSION

This vote provides for the operations described in the voted appropriations under the core business Agricultural Land Commission.

AGRICULTURAL LAND COMMISSION

Voted Appropriation

Agricultural Land Commission.....	1,957	2,068
-----------------------------------	-------	-------

Voted Appropriation Description: This vote provides for the operation of the Agricultural Land Commission. Under the *Agricultural Land Commission Act*, the commission is responsible for preserving the scarce supply of agricultural land in the province through policies and programs that foster long-term sustainability and encourage farm businesses. The commission responds to the needs of farmers, landowners, applicants, local governments and others. A portion of fees for the applications made under the *Agricultural Land Commission Act* are retained by local governments for services provided in the application process. Costs are recovered from ministries and organizations and individuals for services described within this vote.

VOTE 37 — AGRICULTURAL LAND COMMISSION

1,957

2,068

MINISTRY OF SUSTAINABLE RESOURCE MANAGEMENT

OPERATING EXPENSE BY CORE BUSINESS

\$000

Estimates
2004/05

Estimates
2005/06

STATUTORY — CROWN LAND

This statutory account provides for operations described in the statutory appropriation under the core business Crown Land.

CROWN LAND

Statutory Appropriation

Crown Land Special Account.....	210,620	141,820
---------------------------------	---------	----------------

Statutory Appropriation Description: This statutory account provides for the Crown Land Special Account.

STATUTORY - SPECIAL ACCOUNT

210,620

141,820

MINISTRY GROUP ACCOUNT CLASSIFICATION SUMMARY

GROUP ACCOUNT CLASSIFICATION

Salaries and Benefits	54,567	47,692
Operating Costs	42,850	61,397
Government Transfers	210,806	149,843
Other Expenses	304	10,079
Internal Recoveries	(17,450)	(15,666)
External Recoveries	(15,851)	(14,039)
TOTAL OPERATING EXPENSE.....	275,226	239,306

**MINISTRY OF SUSTAINABLE RESOURCE MANAGEMENT
SPECIAL ACCOUNT¹**

\$000

CROWN LAND

This account was originally created as a fund by authority of Section 7 of the *Department of Housing Act*, 1973, was replaced by the Crown Land Fund effective July 31, 1979 pursuant to the *Ministry of Lands, Parks and Housing Act*, and was changed to a Special Account under the *Special Accounts Appropriations and Control Act*, 1982.

Revenue sources include land sales, land exchanges, land tenures, royalty revenues, interest income, sales of density allotments pursuant to community plans, and fees. Agency costs of development reflect those costs directly associated with the acquisition, servicing, development and disposition of Crown land administered by Land and Water British Columbia Inc.; and include royalty commissions and approved special projects such as the Resorts and Parks Lodge Strategies. Expenses include costs such as reporting, clean-up and Crown land servicing. Receipts represent repayment of outstanding loans and deposits made on pending sales.

This Special Account now includes the write-up from book value to fair market value (revenue) and related expense associated with providing Free Crown Grants and Nominal Rent Tenures at less than fair market value, in accordance with generally accepted accounting principles. Free Crown Grants are grants of Crown land, and Nominal Rent Tenures are leases of Crown land to organizations inside or outside of the government reporting entity, usually provided free or at a nominal value. An expense budget is provided based on an assessment of requirements for Free Crown Grants or Nominal Rent Tenures. As write-ups to fair market value (revenue) are fully offset by grant transfers (expense) to beneficiaries, these transactions do not impact the bottom line for the Special Account or the government's summary accounts.

	Estimates 2004/05	Estimates 2005/06
SPENDING AUTHORITY AVAILABLE AT THE BEGINNING OF THE FISCAL YEAR².....	50,000	50,000
OPERATING TRANSACTIONS		
CROWN LAND		
Revenue.....	107,028	117,190
Less: Agency Cost of Development.....	(29,488)	(29,214)
	<u>77,540</u>	<u>87,976</u>
Expense.....	(20)	(20)
Net Revenue (Expense).....	<u>77,520</u>	<u>87,956</u>
FREE CROWN GRANTS AND NOMINAL RENT TENURES ³		
Revenue.....	210,600	141,800
Expense:		
– Ministry of Community, Aboriginal and Women's Services.....	(9,500)	(13,500)
– Ministry of Health Services.....	(6,000)	(200)
– Ministry of Small Business and Economic Development.....	—	(18,000)
– Ministry of Transportation.....	(100)	(55,100)
– Ministry of Water, Land and Air Protection.....	(95,000)	(15,000)
– Renewal of Nominal Rent Tenures.....	(100,000)	(30,000)
– Contingency ⁴	—	(10,000)
Total Expense.....	<u>(210,600)</u>	<u>(141,800)</u>
Net Revenue (Expense).....	—	—
Difference Between 2004/05 Estimates and Projected Actual Net Revenue (Expense).....	6,855	
Transfer to the General Fund.....	(85,275)	(88,100)
FINANCING TRANSACTIONS		
Loans, Investments and Other Requirements		
Receipts.....	900	144
Net Cash Source (Requirement).....	<u>900</u>	<u>144</u>
PROJECTED SPENDING AUTHORITY AVAILABLE AT THE END OF THE FISCAL YEAR².....	50,000	50,000

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 year 2004/05 is based on the 2003/04 Public Accounts.

³ Expenses and revenues reflect the net difference between the fair market value and book value of Crown Land granted free or leased for a nominal fee.

⁴ A contingency is included to enable provision of free crown grants and nominal rent tenures that were not anticipated by the province but which are deemed to be in the public interest.