

CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

FINANCIAL STATEMENTS

MARCH 31, 2005

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AUDITORS' REPORT

To the Members:

We have audited the statement of financial position of the Creston Valley Wildlife Management Authority Trust Fund as at March 31, 2005 and the statement of operations and net assets for the year then ended. These financial statements are the responsibility of the Trust Fund'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 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 Creston Valley Wildlife Management Authority Trust Fund as at March 31, 2005 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles. We report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

Creston, B. C.
May 16, 2005

Gadicke + Minichiello
CHARTERED ACCOUNTANTS



CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2005

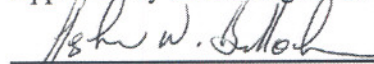
	2005	2004
ASSETS		
Current		
Cash	\$ 95,281	\$ 31,847
Short term investments	144,101	145,937
Accounts receivable	28,614	34,400
Prepaid expenses	21,365	16,441
Inventory	12,881	10,961
	302,242	239,586
Property, Plant and Equipment, note 2	21,765	23,568
	\$ 324,007	\$ 263,154
LIABILITIES		
Current		
Accounts payable	\$ 49,094	\$ 39,008
Deferred contributions, note 3	21,700	10,250
Deferred revenue	26,121	-
	96,915	49,258
NET ASSETS		
Unrestricted net assets	99,778	92,236
Replacement reserve, note 4	127,314	121,660
	227,092	213,896
	\$ 324,007	\$ 263,154

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, note 1


PERPETUAL FUND, note 6

GOING CONCERN, note 7

Approved by the Management Authority:



S. W. Bullock - Chairman



W. Stetski - Member

CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

STATEMENT OF OPERATIONS AND NET ASSETS

FOR THE YEAR ENDED MARCH 31, 2005

	2005	2004
REVENUE		
Grants, note 5	\$ 400,478	\$ 455,449
Interest	5,488	8,341
Income from Perpetual Fund, note 6	7,389	7,611
Operations:		
Wildlife Centre and public programs	54,897	56,243
Donations	45,997	29,011
Other operations	30,209	39,255
	544,458	595,910
EXPENDITURE		
Wildlife Centre and public outreach	259,251	286,561
Fund development	30,554	26,115
Wildlife and habitat management	152,932	209,833
Administration and office	47,392	45,620
Other operations	41,133	34,315
	531,262	602,444
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURE FOR THE YEAR		
	13,196	(6,534)
Unrestricted net assets, beginning of year	92,236	110,430
Transfer to Replacement Reserve, note 4	(5,654)	(11,660)
UNRESTRICTED NET ASSETS, END OF YEAR	\$ 99,778	\$ 92,236

CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2005

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Purpose

The Creston Valley Wildlife Management Authority Trust Fund was established in 1968 by the Creston Valley Wildlife Act for wildlife conservation, management and development in the Creston Valley Wildlife Management Area. The Trust Fund is administered by the Creston Valley Wildlife Management Authority.

Fund Accounting

The management authority follows the restricted fund method of accounting for contributions. The general fund reports contributions, other revenue and expenditures related to the operations and administration of the organization. The replacement reserve fund reports contributions and expenditures for new projects, contingencies and replacement of equipment and machinery.

Financial Instruments

The management authority carries various financial instruments. Unless otherwise indicated, it is management's opinion that the management authority is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

Measurement Uncertainty

These financial statements have been prepared in accordance with Canadian generally accepted accounting practices. In preparing these financial statements management has made estimates and assumptions that affect the amount reported. Actual results could differ from those estimates.

Statement of Cash Flow

A statement of cash flow has not been provided as disclosure in these financial statements is considered to be adequate.

Investments

Investments are valued at the lower of cost and market value.

Inventories

Inventories are valued at the lower of cost and net realizable value. Cost is determined on the first-in, first-out basis.

Property, Plant and Equipment

Property, plant and equipment is recorded at cost. Amortization is provided on a straight-line basis at the following rates:

Automobile	7 years
Buildings	20 years
Computer hardware	5 years
Equipment	5 years
Software	1 year
Water control structures	30 years

Revenue Recognition

Revenue is recognized as revenue in the general fund in the year in which the related expenses are incurred. The replacement reserve fund reports contributions when received and expenses as incurred.

Certain donated materials and services, such as biological advice, support services, and volunteer time in and around the wildlife management area are received on behalf of the Trust Fund. These donated materials and services are not recorded in the financial statements.

CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2005

2. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated Amortization	Net 2005	Net 2004
Equipment	\$ 38,336	\$ 16,571	\$ 21,765	\$ 23,568

The following property, plant and equipment of the management authority are not included in the financial statements as financial information necessary to determine the cost of these assets is not reasonably determinable:

1. 17,000 acres of land in the Kootenay River Valley in southeastern British Columbia, within which approximately 21.5 miles of earth dykes were built between 1969 and 1996
2. 30-35 culverts with control pumps, built/installed between 1969 and 1996
3. An office building (built in 1971)
4. A visitor centre (built in 1974)
5. A tenting area (built in 1970) which has been closed

3. DEFERRED CONTRIBUTIONS

The following amounts have been received and will be expended in the next fiscal year:

	2005	2004
EJLB Foundation	\$ 5,000	\$ 5,000
Columbia Basin Trust Community Initiatives Program	5,000	-
Habitat Conservation Trust Fund (Public Conservation Assistance Fund)	10,000	-
RDCK Grant in Aid, Area C, F and E	1,700	-
Prior year deferred contributions	-	5,250
	\$ 21,700	\$ 10,250

CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2005

4. REPLACEMENT RESERVE FUND

The management authority has established a Reserve Fund for the purposes of funding new projects, contingencies and replacement of equipment and machinery.

Donations received during the year for construction of a new access to the Creston Valley Wildlife Centre are being held in the Reserve Fund pending execution of the project.

	2005	2004
Balance, beginning of year	\$ 121,660	\$ 110,000
Transfers to fund	5,654	11,660
Balance, end of year	\$ 127,314	\$ 121,660

5. GRANT REVENUE

	2005	2004
Grant revenue was received from the following sources:		
B. C. Hydro	\$ 341,250	\$ 335,970
Canadian Wildlife Service	5,000	15,000
Columbia Basin Fish and Wildlife Compensation Program	6,000	30,157
Columbia Basin Trust Environmental Education Awareness Program	3,500	2,200
Creston FOE Eagles Ladies Auxiliary #3027	1,000	1,000
Ducks Unlimited Canada	7,898	8,854
Flair Foundation	5,000	-
Fortis BC and Columbia Basin Fish and Wildlife Compensation Program	10,000	-
HRDC Summer Career Placement	3,920	3,770
Hamber Foundation	1,200	-
Ministry of Water, Land and Air Protection	10,000	5,000
Ron Law	250	-
Town of Creston RDCK grant in aid	5,460	5,417
Other prior year grants	-	48,081
	\$ 400,478	\$ 455,449

CRESTON VALLEY WILDLIFE MANAGEMENT AUTHORITY TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2005

6. PERPETUAL FUND

	2005	2004
Balance, beginning of year	\$ 192,630	\$ 176,162
Donations received	11,870	16,468
Balance, end of year	\$ 204,500	\$ 192,630

In connection with efforts towards obtaining funding from non-government sources, the management authority has established a perpetual fund administered by the Vancouver Foundation. Under the terms of the deed of gift, the perpetual fund is owned by the Vancouver Foundation.

7. GOING CONCERN

Continued operation of the management authority is dependent on finding additional sources of revenue.

The British Columbia Government has asked BC Hydro to contribute \$300,000 per year to the Creston Valley Wildlife Management Authority beginning in 1999, to ensure that adequate annual funding is in place. This contribution is being indexed annually. The current year contribution is \$341,250.

The management authority is now focussing on raising funds for the Perpetual Fund, the income from which will be applied to operations, to address the long term funding problem.