

Financial Statements of

**CANADIAN GEOSCIENCE COUNCIL  
- CONSEIL GÉOSCIENTIFIQUE CANADIEN**

Years ended March 31, 2006 and 2005



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## AUDITORS' REPORT

To the Members of  
Canadian Geoscience Council - Conseil Géoscientifique Canadien

We have audited the balance sheet of Canadian Geoscience Council - Conseil Géoscientifique Canadien as at March 31, 2006 and the statements of revenue, expenditures and surplus and of 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 financial statements present fairly, in all material respects, the financial position of the Council as at March 31, 2006 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants

Vancouver, Canada

May 31, 2006

# CANADIAN GEOSCIENCE COUNCIL - CONSEIL GÉOSCIENTIFIQUE CANADIEN

Balance Sheets

March 31, 2006 and 2005

	2006	2005
<b>Assets</b>		
Cash	\$ 58,647	\$ 20,190
Accounts receivable:		
Natural Resources Canada	-	40,000
GST	1,536	1,256
Other	-	400
	1,536	41,656
Investments (note 3)	139,294	134,918
	\$ 199,477	\$ 196,764
<b>Liabilities and Surplus</b>		
Accounts payable	\$ 4,073	\$ 5,706
Surplus	195,404	191,058
	\$ 199,477	\$ 196,764

See accompanying notes to financial statements.

Approved on behalf of the Board:

 Director  Director

# CANADIAN GEOSCIENCE COUNCIL - CONSEIL GÉOSCIENTIFIQUE CANADIEN

Statements of Revenue, Expenditures and Surplus

Years ended March 31, 2006 and 2005

	2006	2005
<b>Revenue:</b>		
Natural Resources Canada block funding	\$ 50,000	\$ 40,000
Society dues	16,200	20,100
Interest	4,473	5,283
Provincial government grants	1,600	3,400
	<u>72,273</u>	<u>68,783</u>
<b>Expenditures:</b>		
Operating:		
Business Manager's Office	26,523	33,529
Executive travel	9,892	16,848
Financial Director's Office	3,104	3,742
Administrative Director's Office	2,301	1,909
Career booklets and other publications	200	1,086
Memberships	1,000	500
Council meetings	-	12,005
President's Office	-	2,440
	<u>43,020</u>	<u>72,059</u>
Natural Resources Canada funded:		
International Geological Correlation Project:		
Activities	10,633	9,432
Administration costs	1,100	1,109
International Union of Geological Sciences:		
Membership	7,247	7,371
	<u>18,980</u>	<u>17,912</u>
Committees/studies/projects:		
EdGeo	5,000	5,000
Miscellaneous	927	200
	<u>5,927</u>	<u>5,200</u>
	<u>67,927</u>	<u>95,171</u>
Excess (deficiency) of revenue over expenditures	4,346	(26,388)
Surplus, beginning of year	191,058	217,446
Surplus, end of year	<u>\$ 195,404</u>	<u>\$ 191,058</u>

See accompanying notes to financial statements.

# CANADIAN GEOSCIENCE COUNCIL - CONSEIL GÉOSCIENTIFIQUE CANADIEN

## Statements of Cash Flows

Years ended March 31, 2006 and 2005

	2006	2005
Cash provided by (used in):		
Operations:		
Excess (deficiency) of revenue over expenditures	\$ 4,346	\$ (26,388)
Accrual of interest on investments, an item not involving cash	(4,376)	(5,218)
Changes in non-cash operating accounts:		
Accounts receivable	40,120	(4,680)
Accounts payable	(1,633)	(450)
	38,457	(36,736)
Investments:		
Proceeds from sale of investments	48,694	115,093
Purchase of investments	(48,694)	(85,093)
	-	30,000
Increase (decrease) in cash	38,457	(6,736)
Cash, beginning of year	20,190	26,926
Cash, end of year	\$ 58,647	\$ 20,190

See accompanying notes to financial statements.

# CANADIAN GEOSCIENCE COUNCIL - CONSEIL GÉOSCIENTIFIQUE CANADIEN

Notes to Financial Statements

Years ended March 31, 2006 and 2005

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## 1. Operations:

The Council is a non-profit organization chartered under the provisions of part II of the Canada Corporation Act, and its principal activities include promoting scientific awareness and education, providing expert advice concerning the earth sciences, attending and participating in related international conferences, and providing liaison between various levels of government and companies involved in geological activities.

## 2. Significant accounting policies:

(a) Fund accounting:

The Council follows the restricted fund method of accounting for contributions.

(b) Investments:

Investments are carried at cost plus accrued interest.

(c) Revenue recognition:

The Council recognizes revenue on an accrual basis, whereby amounts granted relating to the current fiscal year, but not received until after year-end, are recognized as revenue.

## 3. Investments:

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	Maturity	Interest	Carrying value
Industrial Alliance Pacific Life			
- Guaranteed Interest Certificate	August 31, 2006	3.1%	\$ 49,699
- Guaranteed Interest Certificate	August 27, 2007	3.3%	89,595
			\$ 139,294

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The fair value of investments is estimated by management to approximate their carrying value.