

# Heritage Community Foundation

## Annual Report



05



# Heritage Community Foundation

## Annual Report

*It's our Alberta heritage*  
*[www.albertasource.ca](http://www.albertasource.ca)*

05

# President/Chair's Message

F. Morris Flewwelling, C.M.



Significant anniversaries provide opportunities for strategic investment to build infrastructure, not only physical but also intellectual. The Trustees of the Heritage Community Foundation are in the enviable position of being able to report that our goal of helping to celebrate Alberta's centenary in 2005 has been achieved!

The Foundation rose to the Government of Alberta's challenge for excellence in centennial projects by designing and creating the *Alberta Online Encyclopedia*. This multimedia learning resource brings Alberta—past, present and future—to every Albertan, Canadian and user of the World Wide Web. The *Online Encyclopedia* is a long-term investment in the knowledge infrastructure of the province.

Through hard work, partnerships and funding support from the Governments of Alberta and Canada, foundations, corporations and individuals, the Foundation has created a \$10 million multimedia encyclopedia that is freely available on the World Wide Web.

The *Online Encyclopedia* promotes love of community, province, country, and people. It is an inclusive resource that makes use of 21st century technology to affirm democratic values and the importance of heritage. Museums, archives, historical societies and other organizations are partners in its development, and it is a strong expression of community identity and pride. It is a jewel in Alberta's crown and superb content for Alberta's SuperNet providing connectivity to urban and rural communities. No other province or state has such a multimedia resource. Its use by students, teachers, parents, historians and academics, journalists, business people, tourists and others will only continue to grow as it is promoted.

There are no barriers to content creation for the Web, and the model used by the Heritage Community Foundation of partnerships and collaboration means that the content creation is democratic and inclusive. While authoritative, the *Online Encyclopedia* is not the preserve of scholars. It exemplifies the best of popular history, community study, and cultural memory and living tradition research.

The *Alberta Online Encyclopedia* supports the Government of Alberta's policy direction of "Leading in learning" as set out in the

Government of Alberta's Strategic Business Plan 2005. To grow healthy young people, we need to nourish their bodies, minds and spirits, and instill in them the desire to build a better world.

The launch of the *Online Encyclopedia* on September 29th, 2005, at the Odysseum in Edmonton was a deeply moving experience for me. Having His Honour, Norman L. Kwong, Lieutenant Governor of Alberta and Foundation Chief Honorary Patron, do the electronic ribbon cutting with Youth Ambassador Aysha Wills represented the bridging of past and present, of tradition and continuity. The Heritage Gala at the historic McKay Avenue School in the Assembly Room with actors representing Premier and Mrs. Rutherford was also an important moment.

The *Alberta Online Encyclopedia* is a rich resource for present and future generations. Readers will have at their fingertips the knowledge that they need to grow and prosper. The Foundation has put in place a strategy, contained in our A to Z Campaign, to sustain not only the *Encyclopedia* but also all of our research, public programs and educational activities. By undertaking an ambitious A to Z fundraising campaign, with the collaboration of partners and key stakeholders, we will be able to ensure that heritage grows and prospers as Alberta grows and prospers.

I am delighted to acknowledge the heroic efforts of our Trustees, staff and volunteers. We are a dedicated team and are positioned for continued creative partnering and development. I acknowledge our public and private-sector funders and tell them that the opportunities to invest in public trust activities are going to continue to increase. Together, we truly are making a difference and we have made heritage a cause of choice.

Finally, I would like to acknowledge the work of the Friends of the Heritage Community (FHC) Foundation. They broaden our capacity to work in communities through the operation of the Heritage Learning Centre.

A handwritten signature in blue ink, appearing to read "F. Morris Flewwelling".

**F. Morris Flewwelling, C.M.**  
President/Chair

# Executive Director's Message

Adriana A. Davies, Ph.D.



While every year of the Foundation's development has been exciting, 2005 was truly a banner year. By December 31st, we had finished our 61st website, exceeding annual production targets in each of the previous years. It could not have happened without heroic effort on the part of my staff and so I want to acknowledge all of them—not only those who are still here but also those who contributed during the past eight years and then moved on to other opportunities. Our achievement as an entry-level employer was recognized by the Alberta Chambers of Commerce 2005 Award for Excellence in Youth Employment sponsored by Alberta Human Resources and Employment.

The pace is hectic at "Foundation Central" and we are always faced by deadlines. There is very little time to reflect on achievements. We are always moving on to the next project. However, I did have some pause for reflection when I was invited to present a workshop on getting regional public history on the World Wide Web. This was at the National Council on Public History's conference in April in Kansas City. I was truly awed by the fact that various representatives of public history programs in American universities knew and used our sites, and admired the authority of our content and also our partnership model.

This is the reaction every time that I present on behalf of the Foundation. While the number of hits and site visits are impressive, it is always wonderful to hear first-hand from users. This happens through conferences and meetings around the province but also through the over 10,000 emails that we responded to in 2005.

Communications range from requests to help with homework; to help for lesson planning; to finding out where to locate certain museum and archival resources; to linking people with curators, historians and other specialists; to the queries of genealogists wanting to find out about their ancestors; to visitors wanting trip information; to job seekers, business people and others. All of this information is directly available through [www.albertasource.ca](http://www.albertasource.ca) or the people at the Foundation's offices and our networks throughout Alberta's heritage community and beyond!

If ever I had any doubts about the importance of digital heritage, these were banished at the Canada Commission for UNESCO think tank meeting in Winnipeg in May. With 200 representatives from across the country, I was invited to help for-

mulate the Canadian position affirming our collective belief in the importance of information and communications technology to help preserve and represent heritage, diversity and all aspects of our collective identity, past and present. It is clear that the digital heritage resources that we are creating are a vehicle for empowering individuals and communities while also ensuring a level playing field for the advantaged and disadvantaged. What better vehicle for bringing heritage to the mainstream—the Mission of the Heritage Community Foundation.

The Foundation could not do the range of research and web development activities without our many excellent partners. These include our traditional museum partners but also others with a love of heritage. I am delighted to report our partnership with the Consulate of Italy, Italian societies and businesses to create the Celebrating Alberta's Italian Community Traveling Exhibit. Dr. Arnaldo Minuti, Consul of Italy, approached me to design a centenary project as a gift of the Italian community to the people of Alberta. The first eight panels were produced and were featured in the Santa Maria Goretti Community Centre, Edmonton; Legislative Interpretive Centre, Edmonton; and the University of Calgary for a showcase of the Italian Language program. In addition, the Year of the Coal Miner People of the Coal Mines: The Italian Community Traveling Exhibit, developed under the leadership of The Galt, was featured at the Jubilee Auditorium for a centenary presentation of the opera *Filumena* by Edmonton Opera. The Foundation was delighted to be a partner in Year of the Coal Miner and developed the When Coal Was King website. The Centennial edition of *Legacy* magazine, another partnership initiative, was also made available to opera lovers. It included a feature article on EPCOR's Alberta Scene, National Arts Centre presentation of *Filumena*.

In 2006, we will continue to develop interesting partnerships and wonderful projects and also anticipate the numerous centenaries of institutions and organizations following on the establishment of our wonderful province! I look forward to continuing to meet with our partners and supporters throughout the province.

A handwritten signature in blue ink that reads "Adriana Davies". The signature is written in a cursive style.

**Adriana A. Davies, Ph.D.**  
Executive Director

# 2005 Year in Review

## Governance

The Trustee Policies and Procedures Manual were reviewed and updated as necessary. New policies were added as follows: Computer Use Policy; Trustee Recruitment, Orientation, Evaluation and Development; and Digital Heritage. This last policy is based on the United Nations Educational, Scientific and Cultural Organization (UNESCO) Charter on the Preservation of the Digital Heritage.

## Fund Development

In 2005, the Foundation began a “soft” launch of the *A to Z Campaign* to build sustainability for the *Alberta Online Encyclopedia* and other Heritage Community Foundation activities to build capacity for the heritage sector. The Campaign Case Statement and supporting information package were developed and widely distributed to potential donors and friends. The key message is “Search Alberta’s past...navigate the future” with the call to action—“Invest in a Sustainable Resource for Accessing Alberta’s Heritage.” The following targets were set:

- Educational Resource Creation—\$9,000,000
- Research and Development—\$8,000,000
- Digital Technology—\$5,000,000
- Experiential Learning—\$4,000,000

The Case Statement addresses the need for endowments for various website thematic areas to ensure that sites can be kept current. Since the Foundation’s commencement of operations in 1999, cumulative funding has totalled \$6.6 million to create an educational digital resource with a cash and inkind value of about \$10 million.

Three special events were held in 2005. On Friday, April 22nd, the Donor’s Luncheon was held at the Hotel Selkirk, Fort Edmonton. On September 29th, the *Alberta Online Encyclopedia* Gala took place in the Assembly Room at the historic McKay Avenue School, Edmonton, where the Alberta Legislature first sat in spring, 1906. On November 11th, the Sawridge Heritage Gala took place at the Sawridge Inn Jasper, accompanied by the launch of the *Nature’s Laws* website. The Foundation is profoundly grateful to our Campaign Committee, donors and sponsors as well as the artists who contributed art works to both gala events for the silent auctions.



# 2005 Year in Review

## Programs

### Web Development

#### *Alberta Online Encyclopedia*

Creation of the *Alberta Online Encyclopedia* was a major thrust of the year with funding support from the Government of Alberta Centennial Legacies Program. Activities included:

- *Database Design* – web pages, indexing interface, modules testing, application integration, documentation review, and data harvesting for database population; application deployment, integrated application testing and final documentation are ongoing
- *Editorial* – text developed for Welcome page and all other informational pages; comprehensive subject index developed and tested
- *Server* – dedicated server set up

The size of the Foundation's 62 websites when viewed as digital content is over 12,500 HTML pages, about 3,000 audio files, about 300 video files, 55 flash movies and about 44,000 photos. The initiative has given Alberta national leadership in the digitization of heritage collections for the creation of authoritative content.

#### *Websites*

The following websites were completed:

Alberta's Aviation Heritage	Aviation Museum of Alberta Government of Alberta, Community Initiatives Program
Alberta's Francophone Heritage	Government of Alberta, Community Initiatives Program Government of Canada, Canadian Heritage, Partnership Program
Alberta's Inventors and Inventions, Phase 2	Alberta Innovation and Science
Alberta's Telephone Heritage	Telephone Historical Information Centre Government of Alberta, Community Initiatives Program
Canada's Petroleum Heritage, Phase 2	Imperial Oil Foundation
Culture Link Webtool	Cultural Development Association of Red Deer Government of Canada, Canadian Heritage, Canada's Cultural Capitals
Elders' Voices	Alberta Aboriginal Affairs and Northern Development
The Famous 5: Heroes for Today	Famous 5 Foundation Government of Alberta, Community Initiatives Program

# 2005 Year in Review

Great Alberta Law Cases – Phase 2	Alberta Law Foundation
Legacy Magazine	Legacy Magazine Online Alberta Centennial Issue Government of Alberta, Community Initiatives Program and Legacy Magazine
Nature's Laws	Alberta Law Foundation
Spirit of the Peace Museums	Canadian Heritage, Museums Assistance Program Online Catalogue, Phase 3
Central Alberta Regional Museums	Canadian Heritage, Museums Assistance Program Network Online Catalogue
Telephone Historical Centre Organizational Website	Telephone Historical Centre
Métis in Alberta	Government of Alberta, Community Initiatives Program Government of Canada, Francommunautés virtuelles
Volunteerism in Alberta: 100 Years of Celebrating Community	Wild Rose Foundation
Wings Over Alberta, Phase 2	Heritage Community Foundation
People of the Boreal Forest	Alberta Aboriginal Affairs and Northern Development West Fraser Mills and TALISMAN Energy
So, This is Alberta!	Government of Alberta, Community Initiatives Program

## *Edukit Websites*

The Foundation's Edukits websites are virtual textbooks that provide a wealth of interactive learning elements comprising both teacher and student zones with an excellent fit to the Alberta Program of Studies. In 2005 the Foundation developed the following Edukits:

Heritage Diversity Series – Rwanda	Government of Canada, Office of the Secretary of State for Multiculturalism and the Status of Women
Heritage Diversity Series – West Balkans	Government of Canada, Office of the Secretary of State for Multiculturalism and the Status of Women
Heritage Diversity Series – Black Heritage	Alberta Community Development, Human Rights and Multiculturalism Education Program
Heritage Diversity Series – Latino Canadian	Alberta Community Development, Human Rights and Multiculturalism Education Program
Aboriginal Youth Identity Series – Phase 2: Health and Wellness, Sports and Recreation, Leadership	Canadian Justice, Community Mobilization Program Alberta Aboriginal Affairs and Northern Development
Democracy Edukit	Alberta Legislative Assembly Office



# 2005 Year in Review

## Aboriginal IT/Animation Program

The Foundation was delighted to partner with the Northern Alberta Institute of Technology (NAIT) to create the *Aboriginal IT/Animation Program*. This 50 week on-the-job training and work experience program began on September 9th, 2004 and was completed by August 30th, 2005. The program welcomed 10 Aboriginal students from across Western Canada and the Northwest Territories into a classroom and internship setting. Fifteen Foundation staff members completed a NAIT Master Instructor program and instructed and mentored the students to ensure an effective transition from the classroom to the workforce. The course prospectus was revised and the program rebranded as the *Aboriginal Training Initiative (ATI) – New Media*. The second year of the pilot began in October with six students.

## Doors Open Alberta

The Doors Open Alberta Program 2005 engaged communities in architectural heritage. It is also a vehicle for promoting heritage tourism through the metaphor of Alberta communities opening their doors. The program is part of a national and international program that encourages urban and rural communities to open the doors of architecturally interesting buildings to the general public. In 2005 over 6,200 people visited 135 architecturally interesting places in the communities of Grande Prairie, Red Deer, Lethbridge, Banff, Edmonton, Wainwright, Fort Saskatchewan, Fort Macleod, Stony Plain, Camrose, Chauvin and Edgerton, Vilna, Smoky Lake, Smoky Lake County and Waskateau. The communities received Centennial certificates from the Hon. Gary Mar, Minister of Alberta Community Development.

## Research

Solid primary and secondary research underpins all Foundation projects. While many organizations focus on traditional history, the Foundation has chosen the area of “contested history” for its focus. The *Nature’s Laws: Traditional Legal Codes and Governance of Alberta First Nations* is such a project brought to the Foundation by Aboriginal partners, and it is funded by the Alberta Law Foundation. The project began as a research project and produced a manuscript and, then, became a dynamic website.

## Communications

For the fourth year in a row, the Museums Assistance Program, Department of Canadian Heritage, has provided funding support for the *It’s Our Heritage Multi-Media Campaign*. This funding allowed the Foundation to develop and place print ads and also explore other promotional vehicles. In the past year, in addition to the *ATA* and *Legacy* magazine ads, we were able to book other ads (e.g., *The Edmonton Examiner*, *Canadian Parent*, *Alberta Native News*, *Edmonton Senior*). The Foundation has also developed “lure cards” or bookmarks to promote websites including the *Alberta Online Encyclopedia* as well as Doors Open Alberta 2005. These have been distributed to libraries and schools and are used at web launches, conference presentations and also in information kits.

# 2005 Year in Review

In the past year, we have undertaken media launches for the following websites: *Great Alberta Law Cases*, *Métis in Alberta*, *Alberta Online Encyclopedia* and *Nature's Laws*. Excellent coverage was received from various television stations (CFRN, CFCN, CBC, Global), radio programs (CBC English and French, CKUA), as well as newspapers (the *Edmonton Journal*, the *Calgary Herald*, the *Franco*, the *Edmonton Sun*, the *Edmonton Examiner*, *Alberta Native News*). Our websites have also led the *Globe and Mail* and CBC to the Foundation as a story source in the area of immigration and diversity and the Italian community.

## Video Production

Video production, and digitizing of video and audio elements, expanded significantly in 2005. Not only do more of our websites contain video and audio clips but we have applied for and received funding specifically involving the production of video content. This has allowed the Foundation to create copyright cleared material for use on our websites, and the creation of Public Service vignettes for television screening that we have titled *Alberta Moments*. Nine are now complete and available in French and English. In addition, a half-hour National Aboriginal Day video was created for Edmonton and a short documentary was created for the *IT/Animation Program*. Oral history videotaping is ongoing with the Aboriginal community and four interviews were done with seniors at the Trinity Lodge seniors in Calgary, documenting the life stories and achievements of seniors. We videotaped interviews detailing the early days of oil development and exploration and the British Commonwealth Training Program during the Second World War. Also in 2005 we videotaped two website launches (*Métis in Alberta* in Edmonton in March, and *Great Alberta Law Cases Phase 2* in Calgary in May), and one donor appreciation function held in April at the Selkirk Hotel, Fort Edmonton.

## Awards

The Heritage Community Foundation received the Alberta Human Resources and Employment Employer of Youth Award of Distinction at the 14th Annual Alberta Business Awards of Distinction in February 2005. The award is given to an organization that has demonstrated outstanding achievement in hiring youth and providing them with career-oriented opportunities. The Foundation, since 1999, has provided work experience to over 300 interns, practicum students, and trainees.

Executive Director Adriana A. Davies, Ph.D., received the following awards for her service to heritage and community: Global Woman of Vision, YWCA Woman of Distinction in the Arts, and an Alberta Centennial Medal.

# Donor Alphabet

## Funders and Supporters

### Grants

#### Private Foundations and Agencies

Centre for Energy Information Imperial Oil Foundation  
Métis Nation of Alberta  
NWT Student Financial Assistance  
Saddle Lake First Nation  
Oteenow Employment & Training Program  
Swan River First Nation  
Travel Alberta

#### Government of Alberta

Alberta Innovation and Science  
Alberta Aboriginal Affairs and Northern Development  
Alberta Community Development, Alberta Centennial Legacies Program  
Alberta Community Development, Human Rights and Multiculturalism Education Program  
Alberta Historical Resources Foundation Centennial Legacies Program  
Community Initiatives Program, Alberta Lotteries  
Human Rights and Multiculturalism Education Program, Alberta Community Development  
Legislative Assembly of Alberta  
Wild Rose Foundation

#### Government of Canada

Canadian Heritage: Canadian Arts and Heritage Sustainability Program, Capacity Building Component for Heritage Organizations  
Canadian Heritage, Canadian Identity and Culture Online  
Canadian Heritage: Minister of State Multiculturalism and Status of Women  
Canadian Heritage: Museums Assistance Program  
Canadian Heritage, Canadian Partnerships Fund, Canadian Culture Online Program  
Canadian Justice: Community Mobilization Program  
Canadian Heritage and Industry Canada: Francomunautés virtuelles  
Government of Canada, Western Diversification  
Canadian Heritage, Young Canada Works  
Human Resource Development Canada

#### Contracts

Alberta Innovation and Science  
Alberta Aboriginal Affairs and Northern Development  
Aviation Museum of Alberta  
Telephone Historical Centre  
Central Alberta Region Museums Network (CARMN)  
Cultural Development Association of Red Deer  
Edmonton Oilers Community Foundation  
Famous 5 Foundation  
Edmonton and District Historical Society  
Historical Society of Alberta  
Maclab Enterprises Inc.  
Northlands Park Foundation  
Office of the Speaker of the Legislative Assembly  
People's Movement for Human Rights Education  
Spirit of the Peace Museums Network  
Sir Alexander Galt Museum, Year of the Coal Miner Consortium  
Victoria Landing Development Ltd.

### Donors and Sponsors

*The Heritage Community Foundation relies on community support and ongoing investments to keep us at the leading edge in the research and development of dynamic heritage content for the World Wide Web. We gratefully acknowledge the many individuals, corporations, foundations, organizations, and government agencies that have demonstrated their commitment to the Heritage Community Foundation during the past year.*

#### Individuals

Carmen and Bruce Alger  
Giuseppe and Sylvia Albi  
Chris Allen  
David Baker  
Brian Batsch  
Kristine Britt  
Mark Butler  
Fran Cuyler  
Shirley Cripps  
Satya Das  
Adriana A. Davies  
Dean Frey  
Dorothy Gray  
Morris Flewwelling  
Alicia Guilder and Peter Dala

W. Gerald Gunn  
Michael D. Harvey  
Dorothy H. Henderson  
Anita Jenkins  
Mary Kiefenfeld  
Michale and Richard Lang  
Doug Leonard  
Tom Maccagno  
Ann Matthews  
James A. N. Mackie  
Colin MacLean  
Margaret Macpherson  
Eda McClung  
Dr. Arnaldo Minuti, Consul of Italy  
Caroline Marion and John Douglas Leonard  
R. Scott and Margrit S. McCreath  
Maggie Morris  
Louis Munan  
Mary Phillips-Rickey  
Adele Poratto  
Rick Scholton  
Kim Solez  
Jan Streader  
S. R. Vecchio  
Dennis Wagner  
David J. Will  
Ray Willis  
Betty Wills

#### Corporate/Organizations

Alger and Associates Inc.  
Amodio and Associates Inc.  
Big Rock  
Borrelli's Carstar Collision and Auto Repair Ltd.  
Brian O'Leary Professional Corp.  
Cambridge Strategies Inc.  
Canada Helps.org  
Canada-TELUS New Media Learning Fund  
CKUA Radio Network  
Consulate of Italy  
Curtis J. Shell Professional Corp.  
DeJong Printing Ltd.  
Edmonton Catholic Schools  
*Edmonton Journal*  
Eveready Industrial Services Corp.  
Fairmont Hotel MacDonald  
Fraser Milner Casgrain LLP  
Historical Society of Alberta  
Hewlett Packard  
Edmonton Catholic Schools

# Donor Alphabet

## Funders and Supporters

Edmonton Opera  
I.C.C.C.S.E. "Frank Spinelli Memorial Society"  
Italian Centre Shop  
Italian Trade Commission  
Junior Appennini Dancers  
*Legacy* Magazine  
Lougheed House  
Maclab Enterprises Inc.  
Matrix Real Estate Services Ltd.  
McElhone Consulting  
National Congress of Italian Canadians, Edmonton District  
Precision Scale  
PriceWaterhouseCoopers  
Rotary Club of Edmonton, River valley  
Sawridge Group of Companies  
Sawridge Inn Jasper  
Schwab, Schwab and Schwab LLP  
TALISMAN Energy  
West Fraser Mills  
Will Inns Ltd.  
WineQuest wine & spirit brokers inc.  
Worthington Properties

### Partnerships Alphabet

*The Heritage Community Foundation gratefully acknowledges the support of private foundations and heritage partners as follows:*

Alberta Aviation Museum Learning Centre  
Alberta Aboriginal Affairs and Northern Development  
Alberta Community Development, Alberta Foundation for the Arts  
Alberta Community Development, Historical Resources Division  
Alberta Education  
Alberta Environment  
Alberta Foundation for the Arts  
Alberta Historical Resources Foundation  
Alberta Innovation and Science  
Alberta Law Foundation  
Alberta Museums Association  
Alberta Research Council  
Alberta Sports Hall of Fame  
Alberta Venture  
Aseniwuche Winewak Nation of Canada  
Association canadienne-française de l'Alberta  
Ben Calf Robe Society  
Bent Arrow Traditional Healing Society  
Bigstone Cree Nation (Treaty 8)

Business Link, Business Service Centre  
Canada West Foundation  
Canadian Fallen Heroes Foundation  
Central Alberta Regional Museums Network (CARMN)  
Centre for Energy Information  
Change for Children  
City of Edmonton Archives  
City of Edmonton Corporate Services  
City of Red Deer  
Consulate of Italy, Edmonton  
CKUA Radio Network Inc.  
Culture Link, Red Deer  
Doors Open Banff  
Doors Open Calgary  
Doors Open Camrose  
Doors Open Chauvin and Edgerton  
Doors Open Fort Macleod  
Doors Open Fort Saskatchewan and Strathcona County  
Doors Open Grande Prairie and Region  
Doors Open Lethbridge  
Doors Open Red Deer  
Doors Open Stony Plain  
Doors Open Vilna, Smoky Lake, Smoky Lake County and Waskatenau  
Doors Open Wainwright  
Edmonton and District Historical Society, Historic Edmonton Week and Doors Open Edmonton  
Edmonton Federation of Community Leagues  
Edmonton Oilers Community Foundation  
Edmonton Opera  
Edmonton Police Services  
Edmonton Riverview Rotary Club  
Ermineskin First Nation (Treaty 6)  
Famous 5 Foundation  
Fort McMurray Historical Society and Heritage Park  
Fort Saskatchewan Museum  
Frank Spinelli Memorial Society  
Galt Museum and Archives  
Glenbow Museum and Archives  
Grande Prairie Museum and Archives  
Historic Edmonton Week and Doors Open Edmonton  
Historical Society of Alberta  
Human Rights Cities  
Imperial Oil Foundation  
Indian and Northern Affairs Canada, Alberta Region  
Institute for the Advancement of Aboriginal Women

Italian Appenini Dancers Society  
Italian Trade Commission  
l'Association canadienne-française de l'Alberta (ACFA)  
*Legacy: Alberta's Heritage, Arts and Culture Magazine*  
Legal Archives Society of Alberta  
Legislative Assembly of Alberta Interpretive Centre  
Lougheed House  
McKay Avenue School  
Métis Crossing (Victoria Landing Development Board)  
Métis Nation of Alberta  
Métis Settlements General Council  
Musée historique de St. Paul Historical Museum  
Musée Héritage Museum, St. Albert  
National Congress of Italian-Canadians, Edmonton District  
Nechi Institute  
Northern Alberta Institute of Technology (NAIT)  
Northlands Park Foundation  
Odysium/TELUS World of Science  
Office of the Speaker of the Legislative Assembly of Alberta  
Oil Sands Discovery Centre  
Oteenow Employment and Training Society  
People's Movement for Human Rights Education  
Rwandan Association of Edmonton  
Red Deer and District Museum and Archives  
Red Deer Public Library  
Research Services Office, University of Alberta  
Research Services, University of Calgary  
Reynolds Alberta Museum  
Rocky Mountaineering Foundation  
Rosebud Historical Society  
Royal Alberta Museum  
Royal Tyrrell Museum  
St. John Ambulance  
Santa Maria Goretti Community Centre  
Sexsmith Museum  
Spirit of the Peace Museums Network  
Sucker Creek First Nation  
Travel Alberta  
Telephone Historical Centre  
University of Alberta, Campus Saint-Jean  
University of Alberta, Libraries  
University of Alberta, Digital Initiatives Technology

# Human Resources

University of Alberta, Distributed Learning  
University of Alberta, Faculty of Engineering  
University of Alberta, Learning Services  
University of Alberta, Research Services Office  
University Technologies International  
Village of Girouxville  
Whitefish (Goodfish) Lake First Nation  
Woodland Cree First Nation  
Year of the Coal Miner Consortium

## Human Resources

### *Heritage Community Foundation Trustees*

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Doug Leonard, Trustee, Banff  
Stephen Murgatroyd, Trustee, Edmonton  
Catherine Twinn, Trustee, Slave Lake and  
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Bruce Alger (resigned March 31st, 2005)  
Diane Darlington (resigned March 31st,  
2005)

### *Friends of the Heritage Community (FHC) Foundation Board*

Doug Leonard, President  
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Tom Willock, Medicine Hat

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Morris Flewwelling, C.M.  
Colin MacLean  
Dave Will  
Bill Smith, Heritage Ambassador  
Gail Surkan, Advisor  
Al Duerr, Advisor  
Joe Lougheed, Advisor

### *Volunteers*

#### **Black Canadian Edukit**

Jean Walrond-Patterson  
Winston Wharton  
Etty Cameron  
Vilma Harvey  
Malinda Smith  
Malcolm Azania  
Abiona Roberts  
Rosaline Smith  
Arthur Clark  
Winston Indarsingh  
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Winston Wharton  
Steve Ramsankar  
Mr and Mrs Maurice Walters  
Yvette Leslie  
Brian Alleyne  
Leslie Steele  
Nigel Darbasie  
Junetta Jamerson  
Gordon Sadool

#### **Canada's Petroleum Heritage Website and Edukit**

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Beatrice Hunter  
Aubrey Kerr

#### **Carving Faces, Carving Lives: People of the Boreal Forest**

Terry Garvin  
David MacPhee  
Jamie Honda-McNeil  
Dave Kmet  
Mike Reid  
Matthias Reinicke

# Human Resources

## **Change for Children/ One World Beat Concert**

Adriana Davies, Co-Chair  
Lorraine Swift, Co-Chair  
Frank Bessai  
Bill Bourne  
Aysha Wills  
Betty Wills  
Shane Wills

## **Doors Open Alberta Advisory Committee**

Adriana Davies, Chair  
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Emilia Browne, Doors Open Grande  
Prairie Region  
Tanya Brunelle, Doors Open Banff  
Linda Collier, Historic Edmonton  
Week/Doors Open Edmonton  
Merinda Conley, Alberta Main Street  
Programme  
Belinda Crowson, Doors Open Lethbridge  
Roseann Davidson, Doors Open Fort  
McMurray  
Janis DePaoli, Doors Open Camrose  
Don Hepburn, Historic Red Deer  
Week/Doors Open Red Deer  
Margit Knupp, Doors Open Stony Plain  
Angela Kostiuik, Doors Open Lamont and  
Chipman  
Sheryl Krill, Historic Red Deer  
Week/Doors Open Red Deer  
Roseann Davidson, Doors Open Fort  
McMurray  
Robert Earley, Doors Open Camrose  
Erika Foley, Doors Open Wainwright  
Tina Hunt, Doors Open Lamont County  
Lisa Maltby, Historic Edmonton  
Week/Doors Open Edmonton  
Gordon MacIvor, Doors Open Fort  
Macleod  
Kristine Nygren, Doors Open Fort  
Saskatchewan  
Twila Petrushka, Doors Open Vilna  
Cathy Pisony, Doors Open Crowsnest Pass  
Ron Ulrich, Doors Open Lethbridge  
Megan Squires, Doors Open Banff

## **Foundation Advisory**

Barb Dacks  
Lewis Cardinal  
Ken Chapman  
Don Dogherty  
Mary Frost  
Ann Matthews  
Dree Thomson-Diamond

## **Aboriginal Heritage Gala Sawridge Committee**

Catherine Twinn, Co-Chair, Trustee,  
Heritage Community Foundation  
Adriana Davies, Co-Chair, Executive  
Director, Heritage Community  
Foundation  
Karen Byers, Jasper-Yellowhead Museum  
Pierre Frigon, Sawridge Inn and  
Conference Centre, Jasper  
Marianne Garrah, Consultant  
Estelle Guthro, Buffalo Nations Museum  
Trika MacDonald, Parks Canada  
John McNutt, Sawridge Group of  
Companies  
Rarihokwats, Consultant  
Jason Reimer, General Manager, Sawridge  
Inn and Conference Centre, Fort  
McMurray  
Steven Watters, General Manager,  
Sawridge Inn and Conference Centre,  
Jasper

## **Francophone Website and Edukit**

Marc Arnal, Ph.D.  
Juliette Champagne, Ph.D.  
Patrice Gauthier  
Patrick Henri  
Joël Lavoie  
France Levasseur-Ouimet, Ph.D.  
Yvette Mahé, Ph.D.  
Diane Martel  
Nicole Maillet, Ph.D.  
Frank McMahon, Ph.D.

## **Celebrating Alberta's Italian Heritage Traveling Exhibit**

Carlo and Lina Amodio  
Frank Cappellano  
Dr. Arnaldo Minuti  
Teresa Spinelli  
Ron Ulrich

## **Islamic Culture Edukit**

Richard Awid  
Larry Shaben  
Nashir Karmali  
Yasmeen Abu-Laban  
Karen Hamdon

## **Latin America Edukit**

Andrea Fabiana Bocanegra  
Leo Campos  
Frank E. Cándido  
Armando Alberto Carmona  
Pedro Rodriguez De Los Santos  
Rodrigo Loyola  
Karina Hurtado de Mendoza  
Irma Patricia Vazquez-Vazquez

## **Rwanda Edukit**

Jean Marie Ndahiro  
Natalie Uwantege  
Marie Rose Bukuba  
Callixte Kayijuka  
Andy Amour  
Sonia Mucyo  
Shoko César  
Igor César  
Joy Mukarage

## **West Balkans Edukit**

Jelena Rajkovic  
Sergja Pavlovic  
Buba Babic  
Peta Rajkovic  
Arina Sarac  
Danica Wolkow

## **Staff**

### **Management Team**

Adriana A. Davies, Ph.D., Executive  
Director  
Win Aungkyaw, R.L., Chief Financial  
Officer  
Davor Babic, Systems Administrator  
Joel Christianson, M.A., Director of  
Research and Production (to June 15)  
Sylvia Vance, D.Phil., Director of  
Research and Project Management (after  
June 15)  
Joel Christianson, M.A., Director of  
Projects and Partnerships (June 15 on)  
Brenda Hennig, Manager Grants and  
Video  
Norma McElhone, Director of  
Development  
Wanda Bornn, Director of  
Communications (to August 2005)



# Auditor's Report

February 17, 2006

## To the Trustees of Heritage Community Foundation

We have audited the statement of financial position of the **Heritage Community Foundation** as at December 31, 2005 and the statements of operations, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, 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.

The Foundation derives revenue from sponsorships and donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether any adjustments might be necessary to sponsorships and donation revenue, assets and net assets.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

*PricewaterhouseCoopers LLP*

Chartered Accountants

# Heritage Community Foundation

## Statement of Financial Position

As of December 31, 2005

	2005	2004
<b>Assets</b>		
<b>Current assets</b>		
Cash and term deposits (note 3)	\$615,114	\$181,277
Grants and contracts receivable	133,194	153,953
Prepaid expenses	8,092	17,131
	756,400	352,361
<b>Investments</b> – quoted market value – \$331,617 (note 5)	\$327,174	\$280,802
<b>Property and equipment</b> (note 4)	60,788	41,591
	1,144,362	674,754
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$48,832	\$38,867
Interest payable	4,548	7,788
Current portion of long-term debt (note 6)	100,000	50,000
Deferred contributions	647,877	152,210
	801,257	248,865
<b>Long-term debt</b> (note 6)	-	100,000
	801,257	348,865
Commitments (note 7)		
<b>Net Assets</b>		
<b>Endowment fund</b> (note 5)	\$250,000	\$250,000
<b>Internally restricted</b> (note 5)	77,174	30,802
<b>Unrestricted</b>	(44,857)	3,496
<b>Invested in property and equipment</b>	60,788	41,591
	343,105	325,889
	\$1,144,362	\$674,754

# Heritage Community Foundation

## Statement of Changes in Net Assets

For the year ended December 31, 2005

	2005				
	Endowment fund	Internally restricted	Unrestricted	Invested in property and equipment	Total
<b>Balance – Beginning of year</b>	\$250,000	\$30,802	\$3,496	\$41,591	\$325,889
Excess revenue over expenses for the year	-	46,372	(8,924)	(20,232)	17,216
Investment in property and equipment	-	-	(39,429)	39,429	-
<b>Balance – End of year</b>	\$250,000	\$77,174	\$(44,857)	\$60,788	\$343,105

	2005				
	Endowment fund	Internally restricted	Unrestricted	Invested in property and equipment	Total
<b>Balance – Beginning of year</b>	\$250,000	\$23,270	\$(14,697)	\$33,521	\$292,094
Excess revenue over expenses for the year	-	7,532	39,539	(13,276)	33,795
Investment in property and equipment	-	-	(21,346)	21,346	-
<b>Balance – End of year</b>	\$250,000	\$30,802	\$3,496	\$41,591	\$325,889

# Heritage Community Foundation

## Statement of Operations

For the year ended December 31, 2005

	2005	2004
<b>Revenues (schedule 1)</b>		
Grants	\$1,293,236	\$519,147
Contracts	613,154	497,145
Other	169,697	48,933
	<b>\$2,076,087</b>	<b>\$1,065,225</b>
<b>Expenses</b>		
Salaries, wages and benefits	\$1,262,859	\$556,885
Contractor and consulting services	227,802	192,513
Office	187,892	131,004
Research and development	139,836	6,393
Donations	68,363	17,550
Communications and promotion	66,070	32,587
Fundraising materials	53,898	3,540
Travel	21,665	13,552
Interest on long-term debt	12,328	7,788
Fundraising consultant	9,124	11,800
Professional fees	4,404	20,510
Trustee	3,255	3,279
Membership	1,375	1,529
Program grant	-	32,500
	<b>2,058,871</b>	<b>1,031,430</b>
<b>Excess revenues over expenses for the year</b>	<b>\$17,216</b>	<b>\$33,795</b>

# Heritage Community Foundation

## Statement of Cash Flows

For the year ended December 31, 2005

	2005	2004
<b>Cash provided by (used in)</b>		
<b>Operating activities</b>		
Excess revenues over expenses for the year	\$17,216	\$33,795
Items not affecting cash		
Amortization	19,848	13,276
Loss on disposal of property and equipment	384	-
	37,448	47,071
Net change in non-cash working capital items		
Grants and contracts receivable	20,759	(70,665)
Accounts payable and accrued liabilities	9,965	21,646
Interest payable	(3,240)	4,643
Deferred contributions	495,667	323
Prepaid expenses	9,039	(17,131)
	569,638	(14,113)
<b>Investing activities</b>		
Purchase of investments	(571,866)	(181,296)
Proceeds on sale of investments	525,494	173,764
Purchase of property and equipment	(39,429)	(21,346)
	(85,801)	(28,878)
<b>Financing activities</b>		
Proceeds from long-term debt	-	30,000
Repayment of long-term debt	(50,000)	(50,000)
	(50,000)	(20,000)
<b>Increase (decrease) in cash and term deposits</b>	<b>433,837</b>	<b>(62,991)</b>
<b>Cash and term deposits– Beginning of year</b>	<b>181,277</b>	<b>244,268</b>
<b>Cash and term deposits – End of year</b>	<b>\$615,114</b>	<b>\$181,277</b>
Supplementary information		
Interest received	415	1,678
Interest paid	2,218	955

# Heritage Community Foundation

## Notes to Financial Statements

December 31, 2005

### 1. The Foundation

The Heritage Community Foundation (the “Foundation”) is a Trust settled by the Alberta Museums Association (the “Association”) on July 19, 1999. The Foundation was awarded charitable status and registered as a charitable organization by the Canada Revenue Agency as of January 1, 2000 and, as such, is exempt from income tax.

The Foundation’s mandate, to be undertaken consistent with the Foundation’s charitable purposes and in keeping with its administrative guidelines, is to link people with heritage through discovery and learning. Its overarching goal is for heritage to be valued by everyone.

### 2. Significant accounting policies

These financial statements have been prepared by management in accordance with accounting principles generally accepted in Canada. Because the precise determination of many assets, liabilities, revenues and expenses are dependent on future events, the preparation of financial statements for a period necessarily includes the use of estimates and approximations which have been made using careful judgment. Actual results could differ from those estimates. These financial statements have, in management’s opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

#### Revenue recognition

The Foundation follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue in the year in which they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Interest and dividends earned on investments are recorded using the accrual method. Gains and losses on disposal of investments are calculated on an average cost basis and included in earnings for the year.

#### Property and equipment

Property and equipment are recorded at cost. Amortization is provided for using the straight-line method at the following rates:

Furniture and fixtures	8 years
Computer equipment	4 years
Computer software	4 years
Leasehold improvements	3 years

One half of the above rates are applied in the year of addition or disposal.

#### Investments

Investments are recorded at the lower of cost and cost less any adjustments for impairment in values, which are other than temporary in nature.

#### Donated materials and services

Donated materials and services are only recorded at fair value when the fair value can be reasonably estimated and when the materials or services would otherwise be normally purchased by the Foundation.



# Heritage Community Foundation

## Notes to Financial Statements

### 3. Cash and term deposits

Cash and term deposits include \$615,114 (2004 – \$152,210) received as grant revenue restricted for the delivery of certain programs.

The Foundation has an operating line of credit limited to \$300,000 and bears interest at prime plus 1%. The assets of the Foundation are pledged as collateral against this line of credit.

### 4. Property and equipment

			2005	2004
	Cost	Accumulated amortization	Net	Net
Furniture and fixtures	\$17,687	\$5,503	\$12,184	\$7,392
Computer equipment	59,774	26,729	33,045	21,611
Computer software	6,229	2,946	3,283	7,819
Leasehold improvements	20,294	8,018	12,276	4,769
	\$103,984	\$43,196	\$60,788	\$41,591

During the year, amortization of property and equipment of \$19,848 (2004 – \$13,276) was recorded.

### 5. Endowment and internally restricted funds

As part of the settlement of the Foundation, upon their registration with Canada Revenue Agency as a charitable trust, \$250,000 was gifted to the Foundation by the Alberta Museums Association (the "Association"). The Trustees of the Foundation resolved to internally restrict the principal amount of the gift and established the Alberta Museums Association Endowment Fund. It was a further resolution of the Trustees that the investment income also be internally restricted. The cumulative investment income of \$77,174 (2004 – \$30,802) is recorded as internally restricted in the statement of Changes in Net Assets.

### 6. Long-term debt

In December 2002, TELUS Foundation ("Telus") agreed to provide the Heritage Community Foundation with financing of \$200,000 through the Canada-Telus New Media Learning Fund to prepare 12 multi-media learning resources ("edukits"). A promissory note bearing interest at 4.50% per annum has been issued in favour of Telus. The loan is due December 31, 2006. The assets of the Foundation are pledged as collateral for the debt.

Outstanding balance	\$100,000
Less: Current portion	100,000
	\$ -

# Heritage Community Foundation

## Notes to Financial Statements

### 7. Commitments

The Foundation is committed under an operating lease for the rental of office space at a monthly rent of \$3,513 expiring December 1, 2006.

The Foundation subleases a portion of the premises to an affiliated charitable organization.

### 8. Financial instruments

#### Fair value

The carrying value of cash and term deposits, grants and contracts receivable and accounts payable and accrued liabilities approximates the fair value due to the relatively short-term maturities of these instruments. It is management's opinion that the company is not exposed to significant interest rate risk on its long-term debt as this instrument is subject to a fixed interest rate.

#### Credit risk

The Foundation is potentially subject to concentration of credit risk principally with its marketable securities. The Foundation's credit risk is the replacement cost at the then-estimated fair value of the instrument. As the Foundation places its cash, cash equivalent and debt securities with high credit quality financial and government institutions, management believes that the risk of incurring losses with these financial instruments is remote and that such losses, if any, would not be material.

#### Liquidity risk

The Foundation is potentially subject to liquidity risk with its marketable securities. As a result, the Foundation may be unable to realize the full fair value of these securities in the event that these financial assets were to be sold quickly.

#### Market risk

The Foundation is subject to market risk with its marketable securities. Accordingly, the values of these financial instruments will fluctuate as a result of changes in market prices, market conditions, or factors affecting the net values of the underlying investments. Should the value of the financial instruments decrease significantly, the Foundation could incur material losses upon the disposal of instruments.

### 9. Related party transactions

During the year, the Foundation donated \$nil (2004 - \$30,000), allocated expenses of \$216,576 (2004 - \$89,071) and incurred expenses of \$20,652 (2004 - \$nil) from an affiliated charitable organization.

Accounts payable and accrued liabilities includes \$2,465 (2000 - \$4,000) due to the affiliated charitable organization.

Deferred contributions include \$88,795 (2004 - \$nil) received from the affiliated charitable organization.

# Heritage Community Foundation

## Schedule of Revenues

For the year ended December 31, 2005

	2005	2004
<b>Grants</b>		
Alberta Centennial Legacies Program	\$478,905	\$70,340
Canadian Heritage (schedule 2)	338,354	-
Aboriginal Affairs & Northern Development (schedule 3)	165,327	-
Western Economic Development	125,000	-
Department of Innovation & Science	100,000	-
Alberta Human Rights/Multiculturalism	50,860	26,167
HRDC – Summer Career Placement	21,583	6,195
Imperial Oil Foundation	10,000	20,000
CHRC Youth Interns	3,207	6,960
Canadian Heritage Multiculturalism and Diversity	-	72,465
Museums Assistance Program	-	30,000
Alberta Law Foundation	-	189,353
Wildrose Foundation	-	50,000
Department of Justice, Canada	-	32,796
Alberta Foundation for Arts	-	10,000
YCW Internship Program	-	2,871
Alberta Historical Resource Foundation	-	2,000
	<b>\$1,293,236</b>	<b>\$519,147</b>
<b>Contracts</b>		
Friends of Community Heritage Foundation	\$216,574	\$43,690
Cultural Development Association of Red Deer	88,000	-
Victoria Landing Development	66,109	-
NAIT – Animation	44,788	84,500
Spirit of Peace Museum Network	40,004	25,000
Historical Society of Alberta	28,860	-
Italian Travel Exhibit	23,565	-
Alberta Sports Hall of Fame and Museum Society	22,000	-
Legislative Assembly	15,000	10,000
Edmonton Telephone Heritage Centre	14,000	50,000
Industry Canada/Digitization Project	10,136	89,955
Alberta Energy	8,618	-
Alberta Learning	5,000	11,000
Maclab Enterprises	3,000	7,000
Travel Alberta Canada	2,500	-
Northland Park & Edmonton Oiler Foundation	-	75,000
Coal Miner	-	50,000
Alberta Aviation Museum	-	25,000
Famous Five Foundation	-	25,000
Other web site contracts	-	1,000
	<b>\$588,154</b>	<b>\$497,145</b>
<b>Other</b>		
Donation	\$93,363	\$22,382
Net investment income	46,372	7,532
Sponsorships	45,000	17,341
Fundraising and other revenue	9,547	-
Net investment	415	1,678
	<b>194,697</b>	<b>48,933</b>
	<b>\$2,076,087</b>	<b>\$1,065,225</b>

# Heritage Community Foundation

## Schedule 2: Canadian Heritage Revenue

For the year ended December 31, 2005

	2005
<hr/>	
Canadian Heritage	
Partnership Fund of Canadian Culture Online	\$175,101
Canadian Arts and Heritage Sustainability Program	50,718
Celebration, Commemoration and Learning	45,000
Multicultural Program	37,535
Museums Assistance Program	30,000
	<hr/>
	\$338,354

## Schedule 3: Aboriginal Affairs & Northern Development Revenue

For the year ended December 31, 2005

	2005
<hr/>	
Aboriginal Affairs and Northern Development	
Carving Faces, Carving Lives: People of the Boreal Forest	83,651
Elders' Voices Website Project	50,000
11,000 Years of Aboriginal Achievement: An Alberta Centennial DVD Project	22,000
Aboriginal Gathering Place	9,676
	<hr/>
	\$165,327

# Friends of the Heritage Community Foundation

## Auditor's Report

February 17, 2006

### To the Board Members of Friends of the Heritage Community Foundation

We have audited the statement of financial position of the **Friends of the Heritage Community Foundation** as at December 31, 2005 and the statements of operations, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, 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.

The Foundation derives revenue from grants, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether any adjustments might be necessary to grants, revenue, assets and net assets.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

*PricewaterhouseCoopers LLP*

Chartered Accountants

# Friends of the Heritage Community Foundation

## Statement of Financial Position

As at December 31, 2005

	2005	2004
<b>Assets</b>		
<b>Current assets</b>		
Cash (note 3)	\$5,880	\$3,480
Accounts receivable	2,465	4,000
Prepaid expense	88,795	-
	97,140	7,480
Property and equipment (note 4)	23,971	32,523
	\$121,111	\$40,003
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$2,140	\$2,351
Deferred contributions	87,200	-
	89,340	2,351
Commitments (note 5)		
<b>Net Assets</b>		
<b>Unrestricted</b>	7,800	5,129
Invested in property and equipment	23,971	32,523
	31,771	37,652
	\$121,111	\$40,003



# Friends of the Heritage Community Foundation

## Statement of Changes in Net Assets

For the year ended December 31, 2005

	2005		
	Unrestricted	Invested in property and equipment	Total
<b>Balance – Beginning of year</b>	\$5,129	\$32,523	\$37,652
Excess expenses over revenue for the year	3,344	(9,225)	(5,881)
Investment in property and equipment	(673)	673	-
<b>Balance – End of year</b>	<b>\$7,800</b>	<b>\$23,971</b>	<b>\$31,771</b>

	2004		
	Unrestricted	Invested in property and equipment	Total
<b>Balance – Beginning of year</b>	\$ -	\$ -	\$ -
Excess expenses over revenue for the year	42,222	(4,570)	37,652
Investment in property and equipment	(37,093)	37,093	-
<b>Balance – End of year</b>	<b>\$5,129</b>	<b>\$32,523</b>	<b>\$37,652</b>

# Friends of the Heritage Community Foundation

## Statement of Operations

For the year ended December 31, 2005

	2005	2004
<b>Revenues</b>		
Grants		
So This is Alberta	\$75,000	\$ -
Centennial Edition of <i>Legacy Magazine</i>	75,000	-
Fundraising capacity building	73,517	-
Other revenue	20,652	-
Doors Open Alberta	2,142	-
Multi Media 100 Years Strong	2,142	-
Other grants and interest	-	24,285
Heritage Learning Network	-	75,000
Métis in Alberta	-	75,000
Francophone Heritage website	-	64,524
Heritage Community Foundation start-up grant	-	30,000
	<b>\$248,453</b>	<b>\$268,809</b>
<b>Expenses</b>		
Contractor and consulting services	\$216,576	\$77,090
Office	19,530	31,755
Salaries, wages and benefits	16,816	118,642
Professional fees	1,412	2,000
Bad debts	-	1,500
Travel and program committee	-	170
	<b>254,334</b>	<b>231,157</b>
<b>Excess expenses over revenue for the year</b>	<b>\$(5,881)</b>	<b>\$37,652</b>

# Friends of the Heritage Community Foundation

## Statement of Cash Flows

For the year ended December 31, 2005

	2005	2004
<b>Cash provided by (used in)</b>		
<b>Operating activities</b>		
Excess expenses over revenue for the year	\$(5,881)	\$37,652
Item not affecting cash		
Amortization	9,225	4,570
	3,344	42,222
Net change in non-cash working capital items		
Accounts receivable	1,535	(4,000)
Accounts payable and accrued liabilities	(211)	2,351
Deferred contributions	87,200	-
Prepaid expense	(88,795)	-
	\$3,073	\$40,573
<b>Investing activities</b>		
Purchase of property and equipment	\$(673)	\$(37,093)
<b>Increase in cash</b>	2,400	3,480
<b>Cash – Beginning of year</b>	3,480	-
<b>Cash – End of year</b>	5,880	3,480
<b>Supplementary information</b>		
Interest received	\$ -	\$285

# Friends of the Heritage Community Foundation

## Notes to Financial Statements

### 1. The Foundation

Friends of the Heritage Community Foundation (the “Foundation”) was incorporated under the Societies Act on November 24, 2003 with operations commencing in 2004. The Foundation supports the Heritage Community Foundation, a charitable trust with common trustees, in the achievement of its mandate to “link people with heritage through discovery and learning”. As a charitable organization the Foundation is exempt from income taxes.

The Friends of the Heritage Community Foundation will broaden the capacity of Heritage Community Foundation to work with communities. It will assist Heritage Community Foundation by supporting programs to help build community identity and pride.

### 2. Significant accounting policies

These financial statements have been prepared by management in accordance with accounting principles generally accepted in Canada. Because the precise determination of many assets, liabilities, revenues and expenses are dependent on future events, the preparation of financial statements for a period necessarily includes the use of estimates and approximations which have been made using careful judgment. Actual results could differ from those estimates. These financial statements have, in management’s opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

#### Revenue recognition

The Foundation follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue in the year in which they are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

#### Property and equipment

Property and equipment are recorded at cost. Amortization is provided for using the straight-line method at the following rates:

Furniture and fixtures	8 years
Computer equipment	4 years
Computer software	4 years
Leasehold improvements	3 years

One half of the above rates are applied in the year of addition or disposal.

#### Donated materials and services

Donated materials and services are only recorded at fair value when the fair value can be reasonably estimated and when the materials or services would otherwise be normally purchased by the Foundation.

# Friends of the Heritage Community Foundation

## Notes to Financial Statements

### 3. Cash

Cash includes \$1,717 received as grant and donation revenue for delivery of certain programs.

### 4. Property and equipment

			2005	2004
	Cost	Accumulated amortization	Net	Net
Furniture and fixtures	\$1,812	\$339	\$1,473	\$1,698
Computer equipment	27,919	10,302	17,617	23,840
Computer software	6,909	2,591	4,318	6,046
Leasehold improvements	1,127	564	563	939
	\$37,767	\$13,796	\$23,971	\$32,523

During the year, amortization of property and equipment of \$9,225 (2004 – \$4,570) was recorded.

### 5. Commitments

The Foundation entered into a sublease with an affiliated charitable organization for the rental of office space at a monthly rent of \$755 expiring December 1, 2006.

### 6. Related party transactions

During the year, the Foundation received a donation of \$nil (2004 – \$30,000), incurred expenses of \$216,576 (2004 – \$89,071) and recognized revenue of \$20,652 (2004 – \$nil) from an affiliated charitable organization.

Accounts receivable include \$2,465 (2004 – \$4,000) due from the affiliated charitable organization.

Prepaid expenses include \$88,795 (2004 – \$nil) paid to the affiliated charitable organization.

### 7. Financial instruments

The carrying value of cash, accounts receivable and accounts payable and accrued liabilities approximates the fair value due to the relatively short-term maturities of these instruments.

## Heritage Community Foundation

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[www.albertasource.ca](http://www.albertasource.ca)

Heritage Community Foundation Charitable Registration

# 87082 2541 RR0001

Alberta's Heritage Charity

*Heritage*  
COMMUNITY FOUNDATION