

CENTRAL OKANAGAN REGIONAL HOSPITAL DISTRICT

BYLAW NO. 1-2015

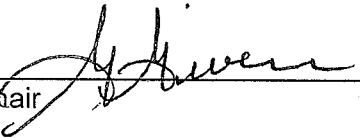
Being a bylaw to adopt the 2015-2019 Financial Plan

WHEREAS pursuant to Section 23 (3) of the Hospital District Act, the Board is required to adopt it's Annual Budget, on or before the 31st day of March in each year.

NOW THEREFORE the Board of Directors of the Central Okanagan Regional Hospital District in open meeting assembled enacts as follows:

- 1) The Financial Plan for the years 2015-2019, a copy of which is attached hereto, is hereby adopted pursuant to Section 23 (3) of the *Hospital District Act*.
- 2) This bylaw may be cited as the "2015-2019 Financial Plan Budget Bylaw No.1-2015".

READ A FIRST TIME THIS	27 th	DAY OF	March	2015.
READ A SECOND TIME THIS	27 th	DAY OF	March	2015.
READ A THIRD TIME THIS	27 th	DAY OF	March	2015.
ADOPTED THIS	27 th	DAY OF	March	2015.


Chair


Director of Corporate Services

I hereby certify the above bylaw to be a true and correct copy of the 2015-2019 Financial Plan Budget Bylaw No. 1-2015 as adopted by the Board of the Central Okanagan Regional Hospital District at its meeting held on the 27th day of March, 2015.

Dated at Kelowna, B.C. this
27th day of March 2015


Director of Corporate Services

CENTRAL OKANAGAN REGIONAL HOSPITAL DISTRICT

2015-2019 FINANCIAL PLAN

REVENUE	2015	2016	2017	2018	2019
	\$	\$	\$	\$	\$
Tax Requisition					
City of Kelowna	11,327,427	11,656,631	11,773,445	11,890,967	12,009,876
District of Peachland	454,016	467,211	471,893	476,603	481,369
District of Lake Country	1,027,324	1,057,180	1,067,775	1,078,433	1,089,217
District of West Kelowna	2,577,093	2,651,990	2,678,566	2,705,303	2,732,356
Electoral Areas	614,140	631,989	638,322	644,694	651,141
Total Tax Requisition	16,000,000	16,465,000	16,630,000	16,796,000	16,963,960
Net Cash from New Financing	6,090,351	11,714,232	863,856	0	0
Cash Financing Surplus from previous year	8,296,000	0	0	0	0
TOTAL REVENUE	30,386,351	28,179,232	17,493,856	16,796,000	16,963,960

EXPENDITURES

Expenses:					
Administration	37,000	38,000	39,000	40,000	50,000
Social Development Program	163,000	166,260	169,585	172,977	176,436
Catch Grant	5,000	5,000	5,000	5,000	5,000
Audit	11,000	11,000	11,000	11,000	11,000
MFA Debt Repayments Existing	8,212,889	8,212,889	8,212,889	8,212,889	8,195,307
MFA Debt Repayments New Projects	154,735 a	814,937 a	1,534,283 a	1,585,712 a	1,585,712 a
Temporary Borrowing Interest	50,000	50,000	20,000	0	0
Total Expenses & Debt Payments	8,633,624	9,298,086	9,991,757	10,027,578	10,023,456
Expenditures Under Section 20(2)					
Minor Capital Improvements and Equipment Purchases:					
Capital Projects (Pd with Cash from Current Budget)	916,400	930,146	944,098	962,980	982,240
Capital Projects (Pd with New Financing)	14,745,976	6,236,768	5,694,144	1,700,000	1,800,000
Transfer to Reserves	6,090,351	11,714,232	863,856	0	0
	0	0	0	4,105,442	4,158,265
Total Capital Projects Section 20(2)	21,752,727	18,881,146	7,502,098	6,768,422	6,940,505
TOTAL EXPENDITURE	30,386,351	28,179,232	17,493,856	16,796,000	16,963,960
Year End Reserve Balance	0	0	0	(4,105,442) c	(8,345,816) c

Impact on residential home average assessment \$489,000 in 2015:

% Increase per house	1.76%	1.89%	0.00%	0.00%	0.00%
Annual Tax	173.89	177.17	177.17	177.17	177.17
Residential Tax Rate (cents)	0.3556	0.3623	0.3623	0.3623	0.3623
	b	b	b	b	b, c

- a. Assumes 20 year financing @ 5%. There is potential to finance the 2016 debt over 15 or 10 years if a 5 - 10 year plan could be obtained from IHA.
- b. Assumes assessment growth of 1.0%
- c. IHA have indicated that they have ongoing equipment and infrastructure replacement needs. Any additional funds are placed in reserves to assist in avoiding additional debt in the future.
- d. Tax rate would likely need to remain at these levels to fund upcoming requests, or the Board could elect to reduce the tax rate.
- e. In 2014, the average equivalent house valued at \$474,000 would have paid \$170.88

CENTRAL OKANAGAN REGIONAL HOSPITAL DISTRICT
Approved and Planned Capital Expenditures for 2015-2019

		<i>Outstanding Projects</i>					
		<i>Prior year Funding</i>	<i>2015 Funding</i>	<i>2016 Funding</i>	<i>2017 Funding</i>	<i>2018 Funding</i>	<i>2019 Funding</i>
<i>Bylaw</i>	<i>RHD Share</i>	<i>40 %</i>					
Approved Capital Projects							
79	Westside Health Centre	2,000,000		2,000,000			
a	113 Heart and Surgical Centre (2010 - 2017) Bylaw is \$91,347;	70,690,000	7,824,000	10,251,000	4,958,000	0	0
b	113 IHSC 4th Floor Perinatal Funded at 100%	14,000,000	9,600,000				
	120 MDR Renovations	88,000	88,000				
	123 Microbiology Analyzer	90,000	46,492				
	132 KGH - Domestic Hot Water Tank Replacement	34,000	43,508				
	134 KGH - Automated Specimen Planting System	165,800	5,238				
	139 KGH - Immunoassay Analyzer - Cancel	80,000	165,800				
	142 KGH - Lake Water Cooling System	140,000	23,097				
	143 Three Links Manor - Tub Room Renovations	44,000	33,717	10,283			
	144 Cottonwoods - Hot Water Tank Replacement	42,000	36,916	5,084			
	145 DLJ - Reception Area Relocation and Upgrade	36,000	19,949	16,051			
	147 Cottonwoods - Countertops & Cupboards Replacement	44,000	34,702	9,298			
	148 KGH - CT Scanner	1,120,000	816,015	303,985			
	149 KGH - Nurse Call	200,000	153,069	46,931			
	150 KGH - Automated Auto-Immune Analyzer	128,000	128,000				
	151 KGH - Ultrasound - Cardiac	108,000	79,908	28,092			
	154 KGH - Unit Dose Packaging Machine	100,000	80,240	19,760			
	156 KGH - Automated Differential Scanner - Cancel	76,000					
	158 KGH - Royal Avenue Parking Lot	400,000	400,000				
	159 KGH - HVAC Bldg Mngt. System Panel Replacement	80,000	80,000				
	160 Cottonwoods - Domestic Water Supply	38,000	38,000				
	Minor Equipment Grant	4,735,864	916,400	930,146	944,098	962,980	982,240
	Annual Capital Costs for 2015 Projects	94,439,664	57,904,673	13,181,146	5,902,098	962,980	982,240
Projects Planned for 2015							
	David Lloyd Jones - Storm Water Management	72,000					
	Cottonwoods - Generator Replacement	32,000					
	David Lloyd Jones - Bernard Wing Sewer Replacement	28,000					
	Kelowna Community Health - Technology Infrastructure	500,000					
	Three Links Manor - Vocera & Wireless Infrastructure	48,000					
	KGH - Vocera	38,000					
	KGH - Gamma Camera	547,200	547,200				
	KGH - Endoscopic Ultrasound	237,600	237,600				
	KGH - Endobronchial Guided Ultrasound System	98,400	98,400				
	KGH - Laboratory Equipment	1,500,000	400,000	1,100,000			
c	Future Projects estimated by RDCO staff	3,101,200	0	2,001,200	1,600,000	1,700,000	1,800,000
	Annual Capital Costs for Planned Projects	97,540,864	57,904,673	21,752,727	7,502,098	2,662,980	2,782,240
TOTAL ANNUAL CAPITAL COSTS							

a. Includes Project Reserve. Bylaw is for \$91,347m and IHA has now revised project total to \$70.69m, including \$4.8m cost increase re: 4th Floor Perinatal. Cash flow timing has changed
b. 4th Floor Perinatal - original \$14 million cash flow.
c. Includes estimate for possible future Sobering Centre included for consideration to illustrate potential budget impact. Not yet approved.