

Memo



Date: April 20, 2010
File: 1700-20
To: City Manager
From: Angie Thiessen, Financial Planning Manager
Subject: Amendment #1 to Five Year Financial Plan, 2009-2013
Report Prepared by: Nicole Unruh, Accountant

Recommendation:

THAT Council direct staff to amend the Five Year Financial Plan 2009-2013 Bylaw No. 10189, as required by the Community Charter, to reflect changes in the Operating Budget and Capital Expenditure Program for 2009;

AND THAT Bylaw No. 10329 being Amendment No. 1 to the Five Year Financial Plan 2009-2013 Bylaw No. 10189 be advanced for reading consideration;

Purpose:

To amend the Five Year Financial Plan as required by the Community Charter.

Background:

The City of Kelowna, in order to comply with section 165(1) of the Community Charter (Financial Management), amends the financial plan to provide for expenditures required after adoption of the Five Year Financial Plan Bylaw.

The amended financial plan is impacted on a departmental basis by contingency fund transfers, disbursements of Other Working Capital, transfers from the City Manager's training account and other transfers as permitted under the Budget Amendment Policy #262 and Budget Transfer Policy #261, which are excluded from the analysis below.

The attached Schedule A reflects the following material amendments and transfers that are being brought before Council for the first time:

Recreation, Parks and Cultural Services

Transfer of \$93,400 from Tennis Courts, \$11,900 from Sand Volleyball Court Development, \$77,700 from Blair Pond, and 17,000 from Drainage Improvements Mission Recreation Park to complete Tennis Courts at the Parkinson Recreation Centre.

Transfer of \$130,000 from Tree Planting capital program to Neighbourhoods capital program.

Decrease Lions Park - Phase 1 Revitalization capital program by \$100,000 as Provincial Grant will not be

received and transfer \$88,210 from Mission Recreation Park capital project to cover shortfall in funding.

Transfer \$79,200 to Community Parks & Open Space Development capital program from Pre-Budget Design Proposals capital program.

Increase of \$2,743,000 to various Park Land projects from land contributed by developers as a requirement of subdivision development.

Works and Utilities

Transfer \$115,000 from Lane North of Lawrence capital program and \$35,000 from Containment Devices capital projects to South Ridge Seepage Capital Project to repair existing road and drainage infrastructure and address safety concerns.

Increase the Highland Drive North Diversion capital project by \$256,774 with \$130,714 funded from the Downstream Storm Drain Reserve and a transfer of \$129,060 from capital projects: Bernard Avenue Drainage Design, Lawrence Avenue (Ritcher-Ethel) drainage and GIS Digital Orthophoto.

Transfer \$60,000 from Bernard Avenue (Richter to Gordon) capital project and \$161,210 from Containment Devices capital project to Lawrence Avenue (Richter-Ethel) Drainage Improvement capital project to complete drainage works.

Change funding source for \$348,400 on Highway 97 (Gordon Dr to Hwy33) capital project from reserve funding to contributions received from ICBC for intersection improvements.

Decrease Shepherd Road Extension capital project by \$250,000 and the McIntosh/Mugford Realignment capital program by \$600,000 as Federal Grants will not be received. Applications for alternate funding sources are planned for 2010.

Transfer a total of \$516,372 from Glenmore 2 & 3 Bypass (Dallas-Scenic) capital project to High 1 (COB-Mountain Ave.) Retaining Wall capital project.

Transfer \$15,000 from Casorso Bridge at Mission Creek capital project and \$65,000 from Cross Road (Drysdale - Glemore) capital project to Hollywood Rd Sidewalk to complete capital project.

Transfer \$42,000 from Elliot Avenue - Retaining Wall capital project and \$45,000 from Containment Devices capital project to Garner Pond Overflow Channel capital project to construct the overflow pipe.

Transfer \$75,200 from COB 3 Highway 33 - McCurdy Road capital program and Swamp Rd to COB 2 Spall to Highway 33 capital project.

Transfer of \$1,400,000 from Gordon Drive Multi-Use capital project to Casorso/Barrera Recreation Corridor capital project.

Increase the Automated Collection Carts capital project by \$324,590 from the Landfill Reserve to cover additional cart purchases and debt servicing.

Transfer \$60,000 from Leachate Recirculation capital project and \$120,000 from Landfill Perimeter Landscaping capital project to Leachate Management for completion of Landfill capital project.

Transfer \$348,000 from Landfill Gas Management capital to Surface Water Management capital project.

Transfer \$136,130 from Landfill Perimeter Landscaping capital project and Entrance/Scale Upgrade Area capital project to Soil Relocation for landfill paving capital project.

Transfer funding between various Build Canada and other infrastructure grant projects to ensure appropriate distribution of Federal, Provincial and Municipal funding.

Transfer of \$259,000 from James Stuart Park capital project to City Hall - 4th Floor Alterations capital project to complete chiller upgrades for the refrigeration of the ice rink at Stuart Park.

Transfer \$300,000 from Customer Driven Line Extension capital project to U/G Sub Cable Replacements capital project in the Electrical fund.

Transfer of \$1,585,000 from Capacity Driven U/G Work capital project to Feeder Back-up Mains capital project to complete remaining works.

Transfer of \$300,000 from Customer Driven Line Extension capital project, \$352,565 from City Infrastructural Work - Electrical capital project, and \$100,000 Feeder Condition Upgrades capital project to Main Switcher Replacement capital project to complete replacement of switchers.

Transfer \$175,327 from Feeder Condition Upgrades capital project to Copper Replacement Capital Program.

Increase Cedar Creek Pump Station capital project by \$130,770 to cover the financing costs associated with interim financing.

Transfer of \$82,000 from Lawrence (Richter to Ethel) Sanitary capital project to Sewer Contingency Capital to complete unexpected sanitary sewer replacements on Highland Dr.

Increase the Wastewater Capital Program by \$252,312 to include debt recoveries for the Southwest Rutland Area Service.

Airport

Increase the Departure Room Expansion capital project by \$815,810 from the Air Improvement Fees Reserve.

Change funding source for Udrive and International Terminals capital project from debenture borrowing to the Airport Improvement Fees Reserve for \$383,934.

Transfer \$110,000 from South Bagroom Flat Place Replacement capital project to Departure Room Expansion capital project.

Protective Services

Increase Police Services Salaries by \$250,000 from the RCMP Contract Reserve.

Other Departments

Transfer \$27,744 from Environment & Solid Waste and \$52,285 from Cultural Services Administration to Research and Strategic Planning.

Transfer a total of \$146,960 from New Desktop Equipment, New Computers, Desktop Software, Server Upgrades, and Telephone System to Printers and Plotters for replacement copiers.

This amendment is being presented for Council approval for changes to the 2009 Financial Plan that have occurred since Final budget was approved in May of 2009.

Legal/Statutory Authority: Community Charter section 165.

Considerations not applicable to this report:

Internal Circulation:

Legal/Statutory Procedural Requirements:

Existing Policy:

Financial/Budgetary Considerations:

Personnel Implications:

External Agency/Public Comments:

Community & Media Relations Comments:

Alternate Recommendation:

Submitted by:



A Thiessen, Financial Planning Manager

Approved for inclusion:



K. Grayston, Director of Financial Services

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Attach.