
City of Kelowna

MEMORANDUM

DATE: April 25, 2001
FILE: 1700-20
TO: City Manager
FROM: Deputy Director of Finance
RE: Amendment #2 to Bylaw 8538 – Five Year Financial Plan, 2000-2004

Report prepared by the Financial Planning & Systems Manager

RECOMMENDATION:

THAT Council approve amendment #2 to the Five Year Financial Plan, 2000-2004 Bylaw 8538 as required by the Local Government Act, to reflect changes in the Operating Budget and Capital Expenditure Program for 2000.

BACKGROUND:

The City of Kelowna, in order to comply with section 327 of the Local Government Act (Financial Plan), amends the 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 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:

- 1)

General Revenues

Increase the operating budget by \$134,580 for supplemental adjustments to the 2000 assessment roll with funding from the Tax Appeals Reserve.
- 2)

Police

Transfer the recognition of the Casino Gaming Revenues of \$2.79 million (1999 and 2000 revenues) to the Police budget to match where the funds are being applied against.

3)

Parks and Leisure Services

Increase Civic Properties capital budget by \$6,270 for completion of the RCMP building expansion with funding from unspent budget reserves.

Increase the Civic Properties capital program by \$200,000 for landscaping of the 'Art Walk' in Kelowna Centre that was originally funded as a letter of credit (\$150,000) and to recognize a Provincial Infrastructure Grant (\$50,000) for Kelowna Centre streetscape works.

Change the funding source for the Parks Cemetery capital budget to recognize additional Federal/Provincial contributions of \$79,750 and funding from the Cemetery Operating Reserve of \$150,250 and reduce the amount of other reserves funding towards this program.

4)

Works and Utilities

Increase the Transportation capital budget by \$23,000 for the costs of pedestrian lighting on Lakeshore Road funded by an ICBC contribution. Installation costs of \$15,365 are the City's responsibility with funding transferred from other Transportation capital projects.

Increase the Transportation equipment budget by \$11,260 for the purchase of replacement radio equipment for the Bylaw Division with funding from existing Bylaw Division operating budget.

Increase the Transportation capital budget by \$98,040 for Provincial contributions towards the Okanagan Lake Bridge review.

Increase the Transportation capital budget by \$3,890 for miscellaneous oversize works completed during 2000 with funding from the Offsite and Oversize Reserve.

Increase the Transportation capital program by \$195,120 and the Sewer capital program by \$31,280 for DCC works completed in the South Mission sector by developers and credited through the DCC program.

Transfer unallocated Sidewalk Network capital funding of \$109,860 to Spiers Road cycling and pedestrian pathway.

Increase the Solid Waste Management capital budget by \$315,770 for Landfill property acquisition requirements with funding from the Landfill Reserve.

Increase the Water capital program by \$34,400 for completion of a berm along the Skyline Road right-of-way as part of the original dedication agreement. Funding is shared between the Water Development Reserve and the Water DCC reserve.

Increase the Water capital budget by \$33,500 for improvements along Ethel Street as part of the Knox Mtn. Reservoir piping requirements with funding from the Water DCC Reserve.

Increase the Water capital program by \$87,700 for water main, fire hydrants and sidewalk costs along Bay Avenue with funding from developer contributions.

Increase the Water capital budget by \$4,430 for installation of a fire hydrant on Brookside Avenue with funding from the Hydrant Reserve.

Transfer Water capital budget of \$40,000 to the Weddell Ave main replacement from two other Water capital projects completed under budget.

Increase the Electrical operating program by \$159,000 for Public/Private Partnership requirements with funding of \$74,000 from increased revenues and \$85,000 from electrical utility surplus.

Transfer capital budget of \$239,720 from the Burne Ave, Manhattan Dr and Planning & Survey projects to the Condition Assessment & Mapping project. These projects will be rebudgeted at a later date after the Condition Assessment is complete.

5)

Airport

Increase the Airport operating budget by \$1,051,800 to recognize additional Airport revenues received (Landing, Terminal, Vehicle and AIF fees) and then applied against current operations (\$300,000) or appropriated to reserve (\$751,800). The reserve appropriations are consistent with the Airport 10 Year Capital program.

Increase the capital budget by \$15,000 funded from the Airport Pavement Reserve to provide for asphalt costs on the west edge of taxiway B.

Increase the capital budget by \$35,000 funded from the Airport Field Reserve for oversizing and locating the utilities in the future service road.

Increase the capital budget by \$35,000 funded from the Airport Equipment Replacement Reserve for replacement of the airport audio recording equipment.

This amendment is being presented for Council approval in accordance with Section 327 of the Local Government Act.

P. Macklem

Cc: Director of Finance and Corporate Services
Financial Planning & Systems Manager