
CITY OF KELOWNA

MEMORANDUM

Date: January 2, 2002
File No.: 1700-20
To: Mayor and Council
From: City Manager
Subject: 2002 FINANCIAL PLAN

Recommendation

THAT the 2002 Financial Plan, as summarized on Schedule A, in the amount of \$172,352,758 be adopted, reflecting total operating and capital costs including changes made by Council during the financial plan review meeting of December 13, 2001.

Background and Comments

Attached are copies of schedules related to decisions Council reached during the financial plan discussions on December 13, 2001:

1. A copy of the revised Financial Plan Summary (Schedule A).
2. A summary of amendments to the Financial Plan as a result of Council review and debate (Schedule B).

The gross taxation demand has increased to \$58.5 million creating a net property owner impact of 1.75% for 2002 (Schedule C). As a result of Council debate, staff will also be reporting back on several financial plan initiatives prior to the final budget discussion in May.

The 2002 Financial Plan can now be adopted by bylaw and is presented to Council in accordance with Section 327 of the Local Government Act. The Financial Plan will be amended in March for the carry-over budget program and again in May for final requests, just prior to adoption of the 2002 property tax bylaw.

R.A. Born

Attach.
KG

cc: City Directors
Deputy Director of Finance



FINANCIAL PLAN 2002-2006

	2002	2003	2004	2005	2006
REVENUE SOURCES					
Property Value Tax	58,458,070	61,146,654	64,028,571	66,759,105	69,455,139
Parcel Taxes	3,843,357	3,877,471	3,931,809	3,995,124	3,955,804
Fees and Charges	54,246,999	55,781,950	57,348,972	58,866,152	60,429,105
Borrowing Proceeds	0	1,102,800	812,300	940,431	2,000,000
Other Sources	27,985,764	39,734,482	30,848,618	28,711,115	34,044,700
	144,534,190	161,643,357	156,970,271	159,271,927	169,884,747
TRANSFERS BETWEEN FUNDS					
Reserve Funds	4,845,757	5,526,034	6,052,811	4,413,408	5,330,656
DCC Funds	8,778,600	14,827,618	15,208,816	15,773,457	9,584,430
Surplus/Reserve Accounts	14,194,211	13,384,648	4,471,927	5,771,875	4,067,711
	27,818,568	33,738,300	25,733,554	25,958,739	18,982,797
Total	172,352,758	195,381,657	182,703,825	185,230,666	188,867,544
EXPENDITURES					
Municipal Debt					
Debt Interest	5,574,862	5,987,242	5,907,487	5,620,503	4,982,995
Debt Principal	2,640,876	2,781,627	2,788,266	2,624,667	2,422,177
Capital Expenditures	41,400,550	64,800,392	48,335,032	47,851,447	47,791,459
Other Municipal Purposes					
General Government	8,973,778	9,328,754	9,532,711	9,925,971	10,191,797
Planning & Dev't Services	4,612,093	4,750,335	4,944,550	5,147,241	5,358,791
Parks & Leisure Services	17,826,939	18,114,603	18,713,038	19,320,833	19,951,772
Works & Utilities	46,225,313	45,359,291	46,505,715	47,755,304	49,046,759
Protective Services	22,310,276	23,398,494	24,432,600	25,313,863	26,230,811
Other	3,013,342	3,073,574	3,135,011	3,197,676	3,261,595
Airport	4,490,891	4,686,128	4,905,522	5,111,055	5,326,042
	157,068,920	182,280,440	169,199,932	171,868,560	174,564,198
TRANSFERS BETWEEN FUNDS					
Reserve Funds	1,371,353	1,473,677	1,533,283	1,593,082	1,603,077
DCC Funds	0	0	0	0	0
Surplus/Reserve Accounts	13,912,485	11,627,541	11,970,610	11,769,024	12,700,271
	15,283,838	13,101,218	13,503,893	13,362,106	14,303,348
Total	172,352,758	195,381,657	182,703,825	185,230,666	188,867,544

Items Added/Deleted by Council
Re: December 13, 2001 Discussions

DEPT/DIVISION	SOURCE	DESCRIPTION	INCREASE/ DECREASE	TAX DEMAND	ONGOING/ ONE-TIME
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OPERATING SUPPLEMENTALS

General Fund

Recreation	Late Item	BC Disability Games	36,000	0	One Time
Parks	2 to 1	Goose Control Pg G127	3,500	3,500	Ongoing
Parks	2 to 1	Downtown Biz Patrol Pg G128	4,000	4,000	Ongoing
Fire	1 to 2	Salaries - Vacancy Pg K11	(45,000)	(45,000)	Ongoing
Fire	2 to 1	Officer Structure - Lieutenants Pg K14	46,870	46,870	Ongoing

GENERAL FUND OPERATING TOTAL	45,370	9,370
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DEPT/DIVISION	SOURCE	DESCRIPTION	INCREASE/ DECREASE	TAX DEMAND
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CAPITAL REQUESTS

General Fund

Parks	Funding Chg	Chamber of Commerce Pg G141	(30,000)		
Parks	2 to 1	Pandosy Town Centre - Sign G150	10,000	10,000	
Parks	2 to 1	Item 1 Civic Center Improvements Pg G151	45,000	45,000	
Transportation	2 to 1	Hein Road Improvements Pg H53	260,000		
City funding from reserve.					

GENERAL FUND CAPITAL TOTAL	285,000	55,000
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TOTAL OPERATING & CAPITAL CHANGES	330,370	64,370
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Utilities & Airport

No Changes

City of Kelowna
2002 Financial Plan
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2001 TAXATION DEMAND	<u>\$56,274,000</u>
2002 FINANCIAL PLAN TAXATION DEMAND	58,393,700
<u>NET INCREASE (DECREASE)</u>	
SUPPLEMENTAL CHANGES	9,370
CAPITAL CHANGES	<u>55,000</u>
GROSS TAXATION DEMAND	58,458,070
LESS: NEW CONSTRUCTION	<u>1,200,000</u>
NET PROPERTY OWNER IMPACT	1.75%

**City of Kelowna
2002 Financial Plan
Items Added/Deleted by Council
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