
CITY OF KELOWNA

MEMORANDUM

Date: January 15, 2003
File No.: 1700-20
To: Mayor and Council
From: City Manager
Subject: 2003 FINANCIAL PLAN

Recommendation

That the 2003 Financial Plan, as summarized by total revenues and expenditures on Schedule A, in the amount of \$199,061,924 be adopted, reflecting total operating and capital costs including changes made by Council during the financial plan review meeting of January 7, 2003.

Background and Comments

Attached are copies of schedules related to decisions Council reached during the financial plan discussions on January 7, 2003:

1. A copy of the revised Financial Plan Summary (Schedule A).
2. A listing of amendments to the Financial Plan as a result of Council review and debate (Schedule B).
3. Net property owner impact summary (Schedule C).
4. Star item listing (Schedule D).

The gross taxation demand has increased to \$62.0 million with a projected net property owner impact of 2.20% for 2003. As a result of Council debate, there are six star item priority 2 projects that will be brought forward at Final Budget for further consideration by Council.

A consolidated 2003-2007 5 Year Financial Plan will be brought to Council for adoption by bylaw at Final Budget on May 5, 2003. This will immediately precede adoption of the 2003 property tax bylaw, in accordance with Section 327 of the Local Government Act.

R.A. Born

Attach.
KG
cc: City Directors

CITY OF KELOWNA - 2003 ALL FUNDS

TOTAL REVENUE AND EXPENDITURE SUMMARY

FINANCIAL PLAN 2003

REVENUES

GENERAL FUND

TAXATION	(61,990,400)
GENERAL REVENUES	(8,905,496)
GENERAL FUND REVENUES	(36,095,971)
OTHER CAPITAL FUNDING	<u>(20,677,880)</u>
	(127,669,747)

UTILITY FUNDS

UTILITY FUND REVENUES	(49,669,177)
OTHER CAPITAL FUNDING	<u>(21,723,000)</u>
	(71,392,177)

TOTAL REVENUES

(199,061,924)

EXPENDITURES

GENERAL FUND

GENERAL FUND EXPENDITURES	92,458,567
CAPITAL EXP. FROM TAX DEMAND	14,533,300
OTHER CAPITAL EXPENDITURES	<u>20,677,880</u>
	127,669,747

UTILITY FUNDS

UTILITY FUND EXPENDITURES	44,871,677
CAPITAL EXP. FROM UTILITY	4,797,500
OTHER CAPITAL EXPENDITURES	<u>21,723,000</u>
	71,392,177

TOTAL EXPENDITURES

199,061,924

City of Kelowna - 2003 Financial Plan

Items Added/Deleted by Council
Re: January 7, 2003 Discussions

<u>DEPT/DIVISION</u>	<u>SOURCE</u>	<u>DESCRIPTION</u>	<u>GROSS INCR/ DECREASE</u>	<u>TAX DEMAND</u>	<u>ONGOING/ ONE-TIME</u>
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OPERATING SUPPLEMENTALS

General Fund

Planning	2 to 1	Summer student	9,000	9,000	One time
Inspections	2 to 1	Summer student	5,000	0	One time
Cultural	2 to 1	Museum Archival Services and Maint.	42,500	42,500	Ongoing
Cultural	2 to 1	Okanagan Military Museum	50,000	50,000	Ongoing
Cultural	2 to 1	Downtown Patrol Program	10,000	10,000	One time
Recreation	2 to 1	Semi-annual Sport Conference	4,150	2,650	Ongoing
Recreation	2 to 1	Youth Program Development	11,250	6,250	Ongoing

GENERAL FUND OPERATING TOTAL	131,900	120,400
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CAPITAL REQUESTS

General Fund

Civic Properties	2 to 1	Museum-Mobile shelving	100,000	50,000
Civic Properties	Re-allocate	Rutland Arena Lobby Expansion	(100,000)	(100,000)
Civic Properties	Allocated	Memorial Arena Floor Replacement	100,000	100,000
Parks	Reduced	Knox Mtn Road Improvements	(32,000)	(32,000)
Parks	2 to 1	Ben Lee Park-Pathway & Plaza	230,000	180,000
Transportation	Reduced	Alternate Transportation	(100,000)	(100,000)

GENERAL FUND CAPITAL TOTAL	198,000	98,000
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TOTAL OPERATING & CAPITAL CHANGES	329,900	218,400
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Utilities & Airport

No Changes

City of Kelowna - 2003 Financial Plan

Net Property Owner Impact
Re: January 7, 2003 Discussions

2002 TAXATION DEMAND	<u>\$58,945,000</u>
2003 FINANCIAL PLAN TAXATION DEMAND	61,772,000
<u>NET INCREASE (DECREASE)</u>	
SUPPLEMENTAL CHANGES	120,400
CAPITAL CHANGES	98,000
GROSS TAXATION DEMAND	<u>61,990,400</u>
LESS: NEW CONSTRUCTION	<u>1,750,000</u>
NET PROPERTY OWNER IMPACT	2.20%

City of Kelowna - 2003 Financial Plan

Star Item Listing

Re: January 7, 2003 Discussions

<u>DEPARTMENT</u>	<u>DESCRIPTION</u>	<u>BUDGET REQUEST</u>	<u>TAX DEMAND</u>
<u>GENERAL FUND</u>			
SUPPLEMENTAL SUBMISSIONS			
Planning	Community Liason Officer	38,800	32,730
Recreation	Outdoor Events	10,000	5,000
Parks	Event Management	14,600	14,600
Parks	Park Washroom Maint.	10,500	10,500
Parks	City Tree Inventory	5,000	5,000
			<u>67,830</u>
CAPITAL SUBMISSIONS			
Parks	Paws in Parks	35,000	<u>25,000</u>
TOTAL GENERAL FUND STAR ITEMS			<u><u>92,830</u></u>

The Abbott Street project components were also starred for review by Council but were dealt with on January 7th with the project remaining as priority 1 and thus able to proceed.

Parks	Abbott St. Rec. Corridor-Phase 2	200,000	200,000
Transportation	Abbott St. Rec. Corridor-Phase 2	1,318,000	1,318,000
Storm Water	Abbott St. Rec. Corridor-Phase 2	42,000	42,000
Water	Abbott St. Rec. Corridor-Phase 2	154,200	0
Wastewater	Abbott St. Rec. Corridor-Phase 2	428,000	0
Electrical	Abbott St. Rec. Corridor-Phase 2	200,000	0
St. Lights	Abbott St. Rec. Corridor-Phase 2	90,000	45,000
			<u>1,605,000</u>