
CITY OF KELOWNA

MEMORANDUM

Date: March 17, 2003
File No.: 1700-20
To: Mayor and Council
From: City Manager
Subject: VOLUME 2 - 2003 FINANCIAL PLAN

Recommendation

THAT the 2003 Financial Plan be increased by \$1,232,600 to provide for operating carry-over projects and \$38,687,890 for capital carry-over projects as summarized in Financial Plan Volume 2.

Background and Comments

The operating and capital projects listed in Volume 2 of the 2003 Financial Plan were not able to be completed in 2002. These projects, in all cases, result in no additional taxation demand. The projects are funded from reserves, debt Provincial contributions and other contributions.

All 2002 approved capital projects and eligible operating programs were reviewed with each department. The carry-over requests were examined and unspent budget funds were reserved in 2002 for use in 2003. There are a number of reasons for requesting projects to be carried over; some are multi-year projects that were not projected to be completed during 2002 (64%), some projects are awaiting final invoicing from the vendor (10%), some projects are awaiting final decisions on design options (10%) and the balance of projects fall into a number of categories from being 'currently under negotiation' to 'delays outside of the City's control'.

The timing of this budget volume is after the fiscal year-end so carry-over projects can be presented with certainty of costs.

A consolidated 2003-2007 5 Year Financial Plan will be brought to Council for adoption by bylaw at Final Budget on May 05, 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