
CITY OF KELOWNA

MEMORANDUM

Date: March 12, 2004
File No.: 1700-20
To: Mayor and Council
From: City Manager
Subject: VOLUME 2 - 2004 FINANCIAL PLAN

Recommendation

That the 2004 Financial Plan be increased by \$1,522,210 to provide for operating carry-over projects and \$30,972,830 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 2004 Financial Plan were not able to be completed in 2003. These projects, in all cases, result in no additional taxation demand. The projects are funded from reserves, debt, Provincial contributions and other contributions.

All 2003 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 2003 for use in 2004. 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 2003 (64%), some projects are awaiting final invoicing from the vendor (9%), some projects had delays outside of the City's control (7%) and the balance of projects fall into a number of categories from being 'currently under negotiation' to 'awaiting final decisions on design options'.

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 2004-2008 5 Year Financial Plan will be brought to Council for adoption by bylaw at Final Budget on May 03, 2004. This will immediately precede adoption of the 2004 property tax bylaw, in accordance with Part 6, Division 1, Section 165 of the Community Charter.

R.A. Born

Attach.
KG

cc: City Directors