
CITY OF KELOWNA
MEMORANDUM

Date: March 19, 2007
File No.: 1700-20
To: Mayor and Council
From: City Manager
Subject: VOLUME 2 - 2007 FINANCIAL PLAN

Recommendation

That the 2007 Financial Plan be increased by \$1,404,900 to provide for operating carry-over projects and \$110,897,440 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 2007 Financial Plan were not able to be completed in 2006. These projects, in all cases, result in no additional taxation demand. The projects are funded from reserves, debt, Provincial contributions and other contributions.

All 2006 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 2006 for use in 2007. 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 2006 (75%), some projects are awaiting some negotiations to be completed (15%), some projects were awaiting final decisions on design options (4%) and the balance of projects fall into a number of categories from 'City resource availability' to 'delays outside of the City's control'. A summary of operating carryover requests greater than \$100,000 and capital carryover requests greater than \$500,000 is attached to provide Council with an indication of the reasons for the larger carryover projects.

Provided in Volume 2 of the 2007 Financial Plan are:

1. A summary of operating projects (blue sheets) for both the general and utility funds.
2. A summary of capital projects (yellow sheets) for both the general and utility funds.
3. Supplementary budget details (blue sheets) for both the general and utility funds.
4. Capital project details (white sheets) for both the general and utility funds.

A detailed discussion of projects contained in Volume 2 is not planned, however should members of Council have questions or concerns regarding any specific project, please contact Keith Grayston (8572), and he will ensure the required information or staff member is present at the review.

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 2007-2011 5 Year Financial Plan will be brought to Council for adoption by bylaw at Final Budget on May 07, 2007. This will immediately precede adoption of the 2007 property tax bylaw, in accordance with Section 165 of the Community Charter.

R.L. (Ron) Mattiussi, MCIP

Attach.

KG

cc: City Directors

**CITY OF KELOWNA
SUMMARY OF 2007 CARRYOVER REQUESTS**

| Acct. No. | Scheduling Demands/ Resource Availability | Under Negotiations | Multi-Year Project | Vendor Delays | Awaiting '06 Invoices | Weather Delays Completing in Spring | Outside Delays | Decision Design/Optn | Total | |
|---------------------------------------|--|-----------------------|-----------------------|------------------|--------------------------|---|-------------------|-------------------------|------------|------------|
| OPERATING - >\$100,000 | | | | | | | | | | |
| LAND CONTRACTED SRVC | | | 202,410 | | | | | | 202,410 | |
| NEIGHBOURHOOD AREA PROGRAM | 184,980 | | | | | | | | 184,980 | |
| BUILDING REPAIRS | | | | | 4,800 | 3,240 | | 95,980 | 104,020 | |
| SANITARY SEWER COND. INSPECTION | | | | 100,900 | | | | | 100,900 | |
| | Operating | 184,980 | 0 | 202,410 | 100,900 | 4,800 | 3,240 | 0 | 95,980 | 592,310 |
| CAPITAL - >\$500,000 | | | | | | | | | | |
| DCC ROAD WIDENINGS | | 918,120 | | | | | | | 918,120 | |
| MISSION AQUATIC CENTRE | | | 41,297,210 | | | | | | 41,297,210 | |
| PARKLAND ACQUISITION | | 1,180,140 | | | | | | | 1,180,140 | |
| RCMP RELOCATION - WINDSOR ROAD | | | 595,220 | | | | | | 595,220 | |
| BLAIR PARK | | 790,000 | | | | | | | 790,000 | |
| STUART PARK | | | 1,885,000 | | | | | | 1,885,000 | |
| TRANSIT EXCHANGE DEVELOPMENT | | | 959,230 | | | | | | 959,230 | |
| CASORSO 1 (BENVOLUIN - SWAMP) | | | 1,055,000 | | | | | | 1,055,000 | |
| CLIFTON 1 (CLIFTON - HIGH) | | | | | | | | 1,149,390 | 1,149,390 | |
| COB 1 (W. OF CERISE - SPALL) | | | | | | 213,050 | | | 213,050 | |
| HWY LINK - PANDOSY 3 | | 6,295,140 | | | | | | | 6,295,140 | |
| HIGHWAY LINK - RICHTER | | | | | | 1,330,210 | | | 1,330,210 | |
| HIGH 1 (COB - MOUNTAIN) | | | | | | | | 818,950 | 818,950 | |
| HIGHWAY 33 UPGRADES | | | 532,140 | | | | | | 532,140 | |
| HOLLYWOOD 2 TO e. KELOWNA RD | | | | | | | | 589,650 | 589,650 | |
| UBCO FLYOVER & CITY RD CONNECTION | | | 4,118,210 | | | | | | 4,118,210 | |
| HIGHLAND DR. NORTH DIVERSION | | | 550,000 | | | | | | 550,000 | |
| MOYER RD WETLANDS | | | 533,790 | | | | | | 533,790 | |
| LEACHATE MANAGEMENT | | | 1,067,240 | | | | | | 1,067,240 | |
| WATER SPEC AREA 26 - FISHER ROAD | | | 512,540 | | | | | | 512,540 | |
| CEDAR CR. PUMP STATION | | | 4,579,230 | | | | | | 4,579,230 | |
| BYRNS/BARON TRUNK | | | 3,516,360 | | | | | | 3,516,360 | |
| NORTH RUTLAND LAS | | | 497,470 | | | | | | 497,470 | |
| SOUTH-WEST RUTLAND LAS | | | 4,194,410 | | | | | | 4,194,410 | |
| FISHER ROAD LAS | | | 2,309,240 | | | | | | 2,309,240 | |
| WWTF - PHASE 2 PLANT EXPANSION | | | | | | | | 808,270 | 808,270 | |
| TWTP - NEW TREATMENT PLANT | | 4,881,370 | | | | | | | 4,881,370 | |
| SUBSTATION WORK | | | | | | 1,077,350 | | | 1,077,350 | |
| UPGRADE AIRPORT WATER SUPPLY | | | 629,310 | | | | | | 629,310 | |
| COMMON USE EQUIP. IMPLEMENTATION | | | | | | | | 556,230 | 556,230 | |
| GATE 2 LOADING BRIDGE | | | | 1,487,010 | | | | | 1,487,010 | |
| AIR TERMINAL BUILDING REHAB | | | 533,830 | | | | | | 533,830 | |
| | Capital | 0 | 14,064,770 | 69,365,430 | 1,487,010 | 0 | 2,620,610 | 0 | 3,922,490 | 91,460,310 |
| Larger Operating and Capital Projects | 184,980 | 14,064,770 | 69,567,840 | 1,587,910 | 4,800 | 2,623,850 | 0 | 4,018,470 | 92,052,620 | |
| | 0.2% | 15.3% | 75.6% | 1.7% | 0.0% | 2.9% | 0.0% | 4.4% | 100.0% | |