
CITY OF KELOWNA

MEMORANDUM

Date: April 5, 2007
File No.: 8501-01
To: City Manager
From: Financial Planning Manager
Subject: Transit - 2006/07 Annual Operating Agreement Amendments

RECOMMENDATION:

THAT Council approve the 2006/2007 Annual Operating Agreement Amendments for conventional and custom transit services for the City of Kelowna;

And Further That the Mayor and City Clerk be authorized to execute the Operating Agreement Amendments between BC Transit, the City of Kelowna and Farwest Transportation Services Inc. covering the period April 1, 2006 to March 31, 2007.

BACKGROUND:

This amendment to the Annual Operating Agreements reflects service expansions that occurred in 2006 and early 2007. For conventional transit service the change reflects the new service to the Southwest Mission and Black Mountain areas from August of 2006. The change also includes three new morning express trips to UBCO campus that were effective in January, 2007.

The total cost increase for the conventional amendments is \$213,300 and the revenue change is \$40,300. This provided an additional 6,101 service hours over the 2006 base level. Transit ridership for the period was increased to 3,186,000 passengers and overall there is a \$168,900 increase in local cost requirements. The Kelowna portion of the cost increase was included in the 2006 budget.

For custom transit service the change is for an increase in maintenance hourly rates and revenue hour cost. The existing budget was re-distributed to provide for these changes and there is no additional budget impact.

Considerations that were not applicable to this report:

INTERNAL CIRCULATION TO: N/A

LEGAL/STATUTORY AUTHORITY: N/A

LEGAL/STATUTORY PROCEDURAL REQUIREMENTS: N/A

EXISTING POLICY: N/A

FINANCIAL/BUDGETARY CONSIDERATIONS: Included above

PERSONNEL IMPLICATIONS: N/A

TECHNICAL REQUIREMENTS: N/A

EXTERNAL AGENCY/PUBLIC COMMENTS: N/A

ALTERNATE RECOMMENDATION: N/A

Submitted by:

K. Grayston, Financial Planning Manager

Approved for Inclusion:  *Director of Financial Services*

Attach.

Cc: Transportation Manager

Information & Performance Summary

Kelowna Regional Conventional & Community Bus

	Official AOA 2006/2007	AOA Amendment #1 2006/2007	Variance \$ / #	%
BUDGET SUMMARY				
Total Costs	\$10,077,804	\$10,291,121	\$213,317	2.1%
Total Revenue	\$3,616,000	\$3,656,320	\$40,320	1.1%
BCT Share of Costs	\$3,991,886	\$3,991,860	-\$26	0.0%
Net Municipal Share	\$2,311,099	\$2,479,963	\$168,864	7.3%
PERFORMANCE SUMMARY				
Level of Service				
Population Served	112,100	112,100	0	0.0%
Number of Vehicles in Service	48	50	2	4.2%
Revenue Hours of Service	115,373.00	121,474.00	6,101.00	5.3%
Effectiveness				
Annual Revenue Passengers	3,150,000	3,186,000	36,000	1.1%
Total Revenue Passengers per Capita	28.10	28.42	0.32	1.1%
Passengers per Revenue Hour	27.30	26.23	-1.07	-3.9%
Total Cost per Passenger	\$3.20	\$3.23	\$0.03	1.0%
Cost Recovery	35.88%	35.53%	0.00	-1.0%
Efficiency				
Total Operating Cost of Service per Revenue Hour	\$76.38	\$74.12	-\$2.26	-3.0%
Total Cost of Service per Revenue Hour	\$87.35	\$84.72	-\$2.63	-3.0%