



Regional Board Report

TO: Regional Board

FROM: Marilyn Rilkoff
Director of Financial Services

DATE: June 29, 2020

SUBJECT: RDCO 2020 – 2024 Financial Plan Amendment Bylaw No. 1460, 2020

Voting Entitlement: All Directors – Weighted Corporate Vote – LGA 210.1 (LGA 214 – 2/3 Majority)

Purpose: To amend the RDCO 2020 – 2024 Financial Plan Bylaw No. 1449, 2020 (copies of original budget pages attached to report).

Executive Summary:

Proposed amendments to fourteen (14) cost centres have been made as detailed in this report. The major amendment highlights are:

- 123 – Joe Rich Community Hall – Capital Roof Replacement \$45k (funded using Community Works Funds)
- 142 – Regional Parks - \$39k Grant for summer students
- 199 – Vehicle Operation - \$53k Vehicle
- 301 – Killiney Beach Water - \$90k for PRV Project
- 303 – Falcon Ridge Water - \$111 Expansion Project and Property Owner Contributions
- 401 – WWTP: Grant \$25k
- 095 – SWM: Solid Waste Collection (EA's) - \$15k CWF usage now allowed by UBCM
- 022 – Joe Rich Fire Department - \$10.7k Utility Vehicle
- 023 – North Westside Road Fire Rescue Department - \$16k Roof Repair and \$51k HR costs – funded by reducing transfers to reserves.
- 030 – Regional Rescue – UBCM CEPF Equipment Grant \$25k, Marine Rescue Engine Repairs \$25k, funded by reducing transfer to reserves.
- 110 – Regional Planning – Grants: \$149k UBCM Poverty Reduction Planning & Action Program, \$20k Vancouver Foundation Okanagan lake Responsibility Planning Initiative, \$5k BC Rent Bank.

RECOMMENDATION:

THAT Regional District of Central Okanagan 2020 – 2024 Financial Plan Amendment Bylaw No. 1460, 2020 be given first, second and third readings and adopted.

AND THAT the Regional Board approves the use of \$42,260 of Gas Tax – Community Works Funds to complete the Joe Rich & Ellison Community Hall roofing project as reflected in the RDCO 2020-2024 Five-Year Financial Plan Amendment Bylaw No. 1460, 2020.

Respectfully Submitted:



Marilyn Rilkoff
Director of Financial Services

Approved for Board's Consideration



Brian Reardon, CAO

Implications of Recommendation:

Strategic Plan:	Contribute to Sustainable Communities through: <ul style="list-style-type: none"> Financial Sustainability through Assets and Service Provision Nurturing Responsible Growth and Development Protect and Promote our Environment
Financial:	Budget amendments as noted in bylaw amendment
Legal/Statutory Authority:	Regional District of Central Okanagan 2020 – 2024 Financial Plan Bylaw 1449, 2020

Background:

The following amendments to the 2020-2024 Financial Plan are proposed for the Year 2020 unless otherwise noted:

123 – Joe Rich Community Hall (Page 11): Capital: Increased cost for Hall Improvements by \$46.6k for Roof Replacement. Requesting use of \$45.3k of Community Works Funds. If the use of \$45,260 of Community Works Funds is approved for the project, the remaining uncommitted Community Works Fund balance for Central Okanagan East will be \$459,937.

142 – Regional Parks (Page 13): Operating: Added \$39k for Summer Student Grants and increased wage expenses accordingly. Capital: Increased Vehicle purchases by \$2k for transfer from 401 – WWTP. Paid from Equipment Reserves.

199 – Vehicle Operations Reserves (Page 31): Capital: Shop Truck is having major unforeseen problems. Replacement moved up from 2023 to 2020 at a cost of \$53k. Delay previously budgeted 2020 shop lift purchase of \$41.2k to 2022 and shift funds to vehicle purchase. Use \$1k from sale of vehicle, and use \$10.8k from reserves for the rest. Add Compressor purchase of \$13k in 2021 from reserves.

301 – Killiney Beach Water System (Page 32): Operating: Add \$8k OBWB Grant and related costs for Source Protection Plan Study. Capital: Add \$90k for additional PRV Installation costs using reserves. Due to use of reserves, increased financing will be required in 2022, resulting in higher parcel taxes and debt payments in future years unless an alternative solution is found.

303 – Falcon Ridge Water System (Page 33): Operating: Add \$111k for Property Owner Contributions, and transfer these to capital facility reserves. Capital: Add \$111k for expansion projects for 3 properties which are currently on the private Peregrine Water system that is being abandoned. Funded by the contributions in reserves.

307 – Westshores Water System (Page 36): Operating: Add \$8k OBWB Grant and related costs for source Protection Plan Study.

401 – Westside Sewer System: Wastewater Treatment Plant (Page 38): Operating: Add \$25.3k for OBWB Grant received. Expenses were already budgeted. Transfer to Operating Reserve. Capital: Vehicle transferred to 142 – Regional Parks for \$2k. Reduce reserve usage accordingly.

095 – SWM: Solid Waste Collection (Electoral Areas) (Page 47): Operating: UBCM disallowed use of CWF of \$15k and has now allowed the project under Long Term Infrastructure Planning in 2020. In 2019 a budget amendment and entries were done to pay for these costs using operating reserves. The entry is now being reversed.

021 – Ellison Fire Department (Page 51): Operating: Add \$1.2k to each fire department for project to review and recode dispatch callouts re: Office of the Fire Commissioner audit. Funded by reduction to supplies budget.

022 -- Joe Rich Fire Department (Page 52): Operating: Add \$1.2k to each fire department for project to review and recode dispatch callouts re: Office of the Fire Commissioner audit. Funded by reduction to supplies budget. Add Donation of \$10k from Firefighters' Recognition Fund for purchase of Utility Truck from Big White. Transferred to capital reserves. Add \$1.5k of related operating costs covered by savings in payroll and travel. Capital: Add \$10.7k for Utility Truck purchase, funded by donation and reserves.

023 – North Westside Fire Rescue Department (Page 53): Operating: Add \$1.2k to each fire department for project to review and recode dispatch callouts re: Office of the Fire Commissioner audit. Funded by reduction to supplies budget. Add \$16k for Roof Repair and damage. Reduced reserve transfer. Add \$51k for legal and other costs related to HR issues. Reduced reserve transfer. Resume planned reserve transferred next year.

024 – Wilson's Landing Fire Department (Page 54): Operating: Add \$1.2k to each fire department for project to review and recode dispatch callouts re: Office of the Fire Commissioner audit. Funded by reduction to supplies budget.

030 – Regional Rescue (Page 57): Operating: Add Marine Rescue Engine Repairs \$25k and fund by reducing transfer to reserves. Increase license costs \$1k, reduce legal \$1k. UBCM CEPF Grant for \$25k of equipment - \$4k in operating and \$21k in Capital.

110 -- Regional Planning (Page 62): Operating: Add grants and related costs:

- UBCM 2020 Poverty Reduction Planning & Action Program \$149k
- Vancouver Foundation Grant – Okanagan Lake Responsibility Planning Initiative \$20k
- BC Rent Bank \$5k

Financial Considerations:

Budget amendments as noted above.

Alternative Recommendation:

The Board could choose to approve only portions of the bylaw amendment and staff would amend accordingly.

Considerations not applicable to this report:

- General
- Organizational
- Policy
- Organizational Issues
- External Implications

Attachment(s):

- RDCO 2020-2024 Financial Plan Amendment Bylaw No. 1460
- Current Budget Bylaw Pages