Preliminary Budget Overview

Regional District of Central Okanagan Board Meeting

November 23, 2020

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Regional District of Central Okanagan

Preliminary Budget Report of Proposed/Anticipated Items

- Preview
- Discussion
- Direction

Considerations:

- Aiming for little or no increases to the average home owner
- Any increases must be justified
- Balance and build reserves for sustainable infrastructure replacement and asset management
- Balance any impacts of the COVID-19 Pandemic.

Identification of Operating Budget Changes:

- **Salaries:** Collective Agreement Increase 2%
- **FTE's**: Potential 3.25 FTE increase being examined
- **Utilities:** 3-5 % Increases

Capital Items of Note:

- Capital Items previously identified in 2020-2024 Financial Plan for 2021 are anticipated to remain in the plan. ($8.78m)
- 2020 Projects not completed will be carried over into 2021. Separate Report – Dec 7th. (estimated at $3.835m).
- Estimate of Additional Items: $3.2m
- **Total Capital estimated at $15.815m for 2021**

Central Okanagan Regional Hospital District: Examine & Adjust Strategy

- IHA request for 40% capital funding share:
  - annual projects $3m to $5m.
- Anticipating future additional capital projects.
- Gradual tax increases rather than fluctuating larger increases.
- Larger Reserves built for debt repayment or future projects.
  - First debt paydown opportunity: 2020.

Other Budget Additions & Changes:

- Any questions about the items identified in the report?

Board

- Any additional preliminary direction?
- Alignment of Board’s Strategic Priorities? – Action Items?

2021-2025 Financial Plan Preliminary Items for Discussion

- **RECOMMENDATION:**

  - **“THAT** the Board receive the report on the 2021-2025 Financial Plan Preliminary Items Report for information.”