

Report to Council



Date: March 19, 2018

File: 0220-20

To: Mayor & Council

From: City Manager

Subject: VOLUME 2 - CARRYOVERS, 2018 FINANCIAL PLAN

Report Prepared by: Financial Planning Manager

Recommendation:

THAT the 2018 Financial Plan be increased by \$8,614,340 to provide for operating carryover projects and \$139,472,230 for capital carryover projects as summarized in Financial Plan Volume 2.

Purpose:

To present the Volume 2 - 2018 Financial Plan to Council for approval and inclusion in the 2018 Financial Plan.

Background:

The operating and capital projects listed in Volume 2 of the 2018 Financial Plan represent projects that were not able to be completed in 2017 or were originally planned to be completed over multiple years. These projects, in all cases, result in no additional taxation demand. The projects are funded from reserves, debt, and other levels of Government and/or other contributions. The timing of this budget volume is after the fiscal year-end so carryover projects can be presented with certainty of costs.

All of the capital project and operating program carryover requests were reviewed by the Financial Planning Team to ensure they met the criteria outlined in the Carryover Guidelines that were formalized corporately this year. The projects and programs that met the Carryover Guidelines were then reviewed by the Senior Leadership Team and are included in the 2018 Carryover Volume 2 for Council approval.

There are various reasons for a project being delayed or not completed. Of all projects, the majority are multi-year (84%), and the remaining projects are consolidated into a general "Other" category (16%). 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 those larger carryover projects.

Provided in Volume 2 of the 2018 Financial Plan is:

1. Summary of 2018 Large Carryover Projects.
2. A summary of operating projects for the general and utility funds.
3. Operating budget details for the general and utility funds.

4. A summary of capital projects for the general and utility funds.
5. Capital project details for 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 George King, Financial Planning Manager, at gking@kelowna.ca or x8564 who will arrange for a division representative to be in attendance at the Council meeting.

Financial/Budgetary Considerations:

A consolidated 2018-2022 Five Year Financial Plan will be brought to Council for adoption by bylaw at Final Budget on April 30, 2018. This will immediately precede adoption of the 2018 property tax bylaw, in accordance with Section 165 of the Community Charter.

Considerations not applicable to this report:

Internal Circulation:

Legal/Statutory Authority:

Legal/Statutory Procedural Requirements:

Existing Policy:

Personnel Implications:

External Agency/Public Comments:

Communications Comments:

Alternate Recommendation:

Submitted by:

A handwritten signature in black ink, appearing to read "Ron Mattiussi", is written over a light grey rectangular background.

R.L. (Ron) Mattiussi, MCIP
City Manager

Attach.