



City of
Kelowna

2017 Final Budget & 5-Year Financial Plan

May 1, 2017

Agenda

- ▶ Regulatory requirements
- ▶ Provisional budget
- ▶ Final budget
- ▶ 5-year Financial Plan
- ▶ Taxation impacts

Regulatory requirements

- ▶ Community Charter states:
 - ▶ Must be adopted by bylaw
 - ▶ 5-year planning period
 - ▶ Must include proposed expenditures & funding sources
 - ▶ Must include objectives & policies

Provisional budget

Council approved in December:

Provisional tax demand

Protective services (Bldg & Contract)

Other

Tax increase

\$126.9 M

1.56%

2.30%

3.86%

Final budget

Includes recent impacts:

Provisional tax demand

Operating requests

Capital requests

2017 Final tax demand

New construction revenue

Final tax rate

\$126.9 M

\$179,200

\$0

\$127.1 M

\$200,000

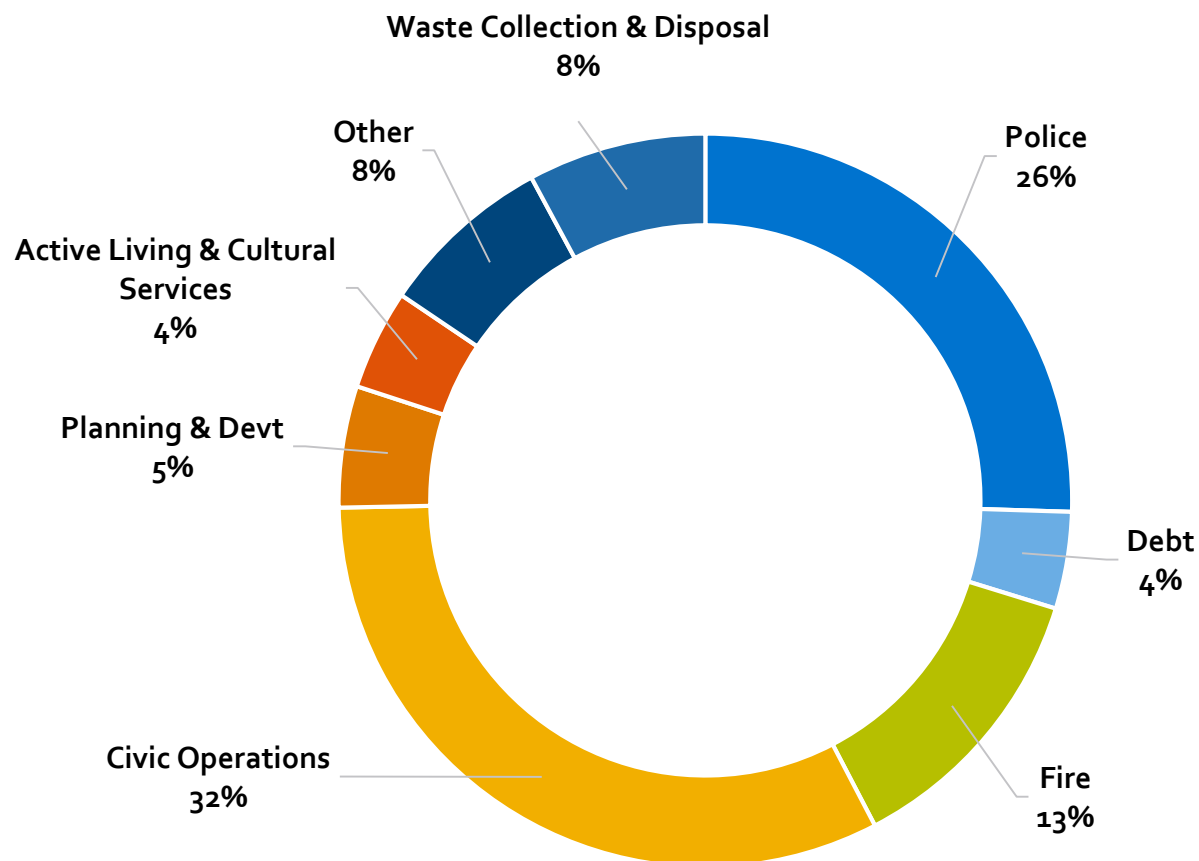
3.84%

Final budget requests

- ▶ General Fund
 - ▶ Operating x 3
- ▶ Utility Funds – no tax impact
 - ▶ Water x 1
 - ▶ Wastewater x 1

Final budget

Allocation of tax dollars



2018 impacts

Additional cost increase

\$860,640

Contractual obligations

2,803,600

One time costs

(669,540)

Total impacts

\$2,994,700

Impact on the 2018 budget

2.36%

5-year Financial Plan

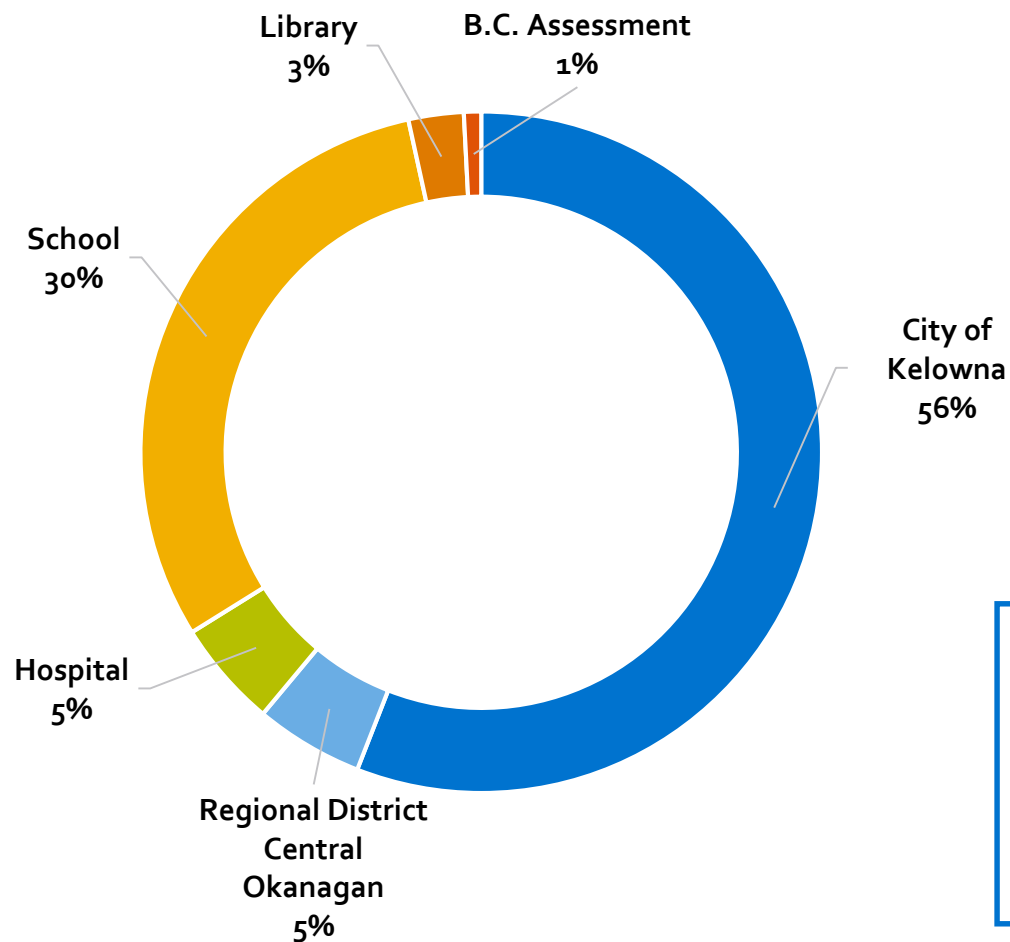
(in millions)

	2018	2019	2020	2021	2022
General revenues	\$12.1	\$12.4	\$12.7	\$13.0	\$13.4
Net operating budget	\$127.0	\$132.8	\$138.0	\$142.6	\$148.3
Pay-as-you-go capital	\$12.2	\$13.0	\$13.8	\$14.7	\$15.6
Taxation demand	\$127.1	\$133.4	\$139.1	\$144.3	\$150.5
Municipal tax rate	3.84%	3.59%	2.97%	2.52%	3.31%

5-year financial plan

- ▶ Objectives and policies
 - ▶ Funding sources
 - ▶ Distribution of property tax
 - ▶ Permissive tax exemptions

Taxation impacts



Municipal	\$127.1 M
RDCO	\$11.7 M
Hospital	\$11.5 M
School	\$69.1 M
Library	\$5.9 M
BCAA	\$1.9 M

Taxation impacts - residential

	2017	Difference	Change
Average assessed value	\$556,210	\$54,800	10.93%
Municipal	\$1,932	\$71.46	3.84%
School (net)	\$175	\$18.52	2.0%
Others	\$448	(\$2.84)	(0.63%)
Total tax levy	\$2,555	\$87.14	3.53%

Taxation impacts - business

	2017	Difference	Change
Average assessed value	\$1.36M	\$76,200	5.94%
Municipal	\$10,843	\$400.96	3.84%
School	\$7,066	\$138.54	2.00%
Others	\$2,694	(\$105.62)	(3.77%)
Total tax levy	\$20,603	\$433.88	2.15%



Next up: Review final budget requests