

# NOCSRHD BOARD REPORT

**TO:** Chair and Directors

**File No:** 8900 42

**SUBJECT:** 2017 NOCSRHD Financial Update

**DESCRIPTION:** Report from Jodi Pierce, Manager, Financial Services dated October 24, 2017. For information only.

## SHORT SUMMARY:

Attached is a statement of Year-To-Date Financial Summary of Revenues over Expenses to show the financial status of the Hospital District and a Status of Hospital District Approved Projects.

<b>VOTING:</b>	Unweighted Corporate	<input checked="" type="checkbox"/>	Weighted Corporate	<input type="checkbox"/>	Stakeholder (Weighted)	<input type="checkbox"/>
----------------	-------------------------	-------------------------------------	-----------------------	--------------------------	---------------------------	--------------------------

## POLICY:

A Provisional Budget was adopted on March 28, 2017 by way of adopting the Five Year Financial Plan. The attached statement is to provide directors with a financial summary for the year to date revenue and expenses. This information will be included in the year end Financial Statements and any changes to the budgets for the years 2018 to 2021 will be reviewed again in March 2018 and presented to the Board for adoption as part of the Five Year Financial Plan Bylaw. Changes to the Budget will be based on Capital Acquisition requests from IHA and other additional information available closer to that date, including the current tax rates based on the 2018 Completed Assessment Roll.

## FINANCIAL:

The financial summary is produced in the same format as the five year financial plan with an additional column entitled 2017 Projected. Most of the revenue for 2017 has been received other than interest on investments for the balance of the year, payments in lieu of taxes that will be forthcoming shortly from member municipalities and the actuarial adjustment which is booked at year end based upon information received from the Municipal Finance Authority. The projected expenses for projects and equipment is based upon the IHA Capital Project and Planning Status report which indicates the status of large projects. At best this is an educated guess and a number of projects will remain incomplete at year end. The remaining payments for principal and interest on long-term debt will be made shortly and a small amount of administration expenses will be incurred in the final three months of the year. At this time, the only significant change to the Five Year Financial Plan from the amended plan adopted in May 2017 for the years 2017 to 2021 is that there have been no significant requests for funding for the inpatient bed expansion at Vernon Jubilee Hospital and it appears that this financial contributions for this project are close to final and the temporary borrowing will be converted to long-term debt in spring 2018.

Additionally, the anticipated amount needed from reserves in 2017 has been reduced by a surplus of unspent funds in the closed projects in the amount of \$94,839 together with an anticipated surplus in other expenses. This surplus is largely the interest on temporary borrowing as those projects with approved borrowing have not been drawn down as soon as anticipated.

## DESIRED OUTCOMES:

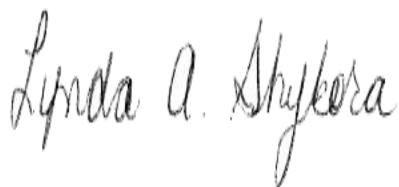
That the Board accept the report.



**Report Approval Details**

Document Title:	2017-10-31_NOCSRHD_Financial Update.docx
Attachments:	- NOCSRHD Five Year Financial Plan.pdf - Status of Approved and Proposed Projects.pdf
Final Approval Date:	Oct 24, 2017

This report and all of its attachments were approved and signed as outlined below:



**Lynda Shykora - Oct 24, 2017 - 11:50 AM**



**Charles Hamilton - Oct 24, 2017 - 2:28 PM**