

NOCSRHD BOARD REPORT

TO: Chair and Directors

File No: BL86, 2024

SUBJECT: Repeal of NOCSRHD Capital Expenditure and Borrowing Bylaw No. 74

DESCRIPTION: Report from Jodi Pierce, General Manager, Financial Services, dated March 8, 2024.

RECOMMENDATION #1: THAT: "North Okanagan Columbia Shuswap Regional Hospital District Capital Expenditure and Borrowing Repeal Bylaw No. 86, 2024", be read a first, second, and third time, this 28th day of March, 2024.

Corporate Vote Unweighted Majority

RECOMMENDATION #2: THAT: "North Okanagan Columbia Shuswap Regional Hospital District Capital Expenditure and Borrowing Repeal Bylaw No. 86, 2024", be adopted this 28th day of March, 2024.

Corporate Vote Unweighted Majority

SUMMARY:

Repeal of Bylaw as project is completed considerably under budget and the 2024-2028 Five Year Financial Plan includes repayment of the temporary borrowing from existing reserves.

BACKGROUND:

In 2019, the Board adopted Bylaw No. 74, cited as "North Okanagan Columbia Shuswap Regional Hospital District Capital Expenditure and Borrowing Bylaw No. 74" for the purpose of funding a \$1,980,000 emergency generator replacement at Queen Victoria Hospital in Revelstoke. The expenditure was to be funded by way of long-term debt.

In February 2024, Interior Health provided their annual listing of all projects and major equipment completed as of March 2023. The generator project has been closed by Interior Health which means there will be no additional funding required. The project was originally budgeted with a contribution from the NOCSRHD in the amount of \$1,980,000, however, the final amount required was only \$830,230.53. To date, \$720,000 has been drawn down on the debt and the balance was paid out of cash reserves. The 2024 – 2028 Five Year Financial Plan includes the repayment of the \$720,000 from reserve funds.

As the borrowing will no longer be required, the Municipal Finance Authority is recommending repeal of the Borrowing Bylaw.

FINANCIAL:

The total cost of the project ended up being significantly under budget and therefore the 2024-2028 Five Year Financial Plan was able to accommodate repayment of the temporary borrowing without additional cost to the taxpayer.

IMPLEMENTATION:

The repealed bylaw will be sent to the Municipal Finance Authority.

COMMUNICATIONS:

The 2024 Financial Statements will reflect that there are no outstanding commitments in relation to this project.

DESIRED OUTCOMES:

The Board support the staff recommendation.

BOARD'S OPTIONS:

1. *Endorse the Recommendation.*
2. *Deny the Recommendation.*
3. *Defer.*
4. *Any other action deemed appropriate by the Board.*

Report Approval Details

Document Title:	2024-03-28_NOCSRHD Repeal of Bylaw No. 74 .docx
Attachments:	- BL86, 2024 capital Expenditure and Borrowing Repeal.pdf
Final Approval Date:	Mar 22, 2024

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



Jennifer Sham

No Signature - Task assigned to John MacLean was completed by assistant Jennifer Sham

John MacLean