



Capital Regional Hospital District

**CAPITAL REGIONAL HOSPITAL DISTRICT BOARD**  
**Notice of a Special Meeting on Wednesday, March 28, 2012 at 12:00 Noon**  
**in the Board Room, 6<sup>th</sup> Floor, 625 Fisgard Street, Victoria, BC**

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**AGENDA**

**1. APPROVAL OF AGENDA**

**2. 2012 BUDGET BYLAW**

- *That Bylaw No. 373 cited as "Annual Budget Bylaw, 2012" be introduced and read a first and second time, read a third time and adopted.* (WA)

**3. ADJOURNMENT**

**Voting Key:**

- **WA** = Weighted vote of all Directors;
- **WP** = Weighted vote of participants (as listed) only;
- **NWP** = Non weighted vote of participants (as listed) only;
- **NWA** = Non weighted vote of all Directors.



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**REPORT TO CAPITAL REGIONAL HOSPITAL DISTRICT BOARD  
MEETING OF WEDNESDAY, 28 MARCH 2012**

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**SUBJECT: 2012 Budget Bylaw**

**ISSUE:**

Approval of Bylaw No. 373 to adopt the Capital Regional Hospital District 2012 Annual Budget.

**BACKGROUND:**

Under the provisions of Section 23(5) of the Hospital District Act, the Capital Regional Hospital District (CRHD) Budget for the current year, Schedule A of CRHD Bylaw 373, must be adopted by bylaw on or before March 31.

Under the provisions of Section 25(1) of the Hospital District Act, the CRHD Board is required on or before April 20 in each year, to deliver to each member municipality that is a city, district, town, or village, a requisition stating the amount required from that member during the year.

**ALTERNATIVES:**

1. Approve Bylaw No. 373 as presented.
2. Amend Bylaw No. 373.

**FINANCIAL IMPLICATIONS:**

The budget has been reviewed and reflects all changes made by the committees during the budget review process. Schedule A reflects all changes, the final surplus and payments in lieu of taxes. Schedule B sets out future budget projections and is for information only.

The major changes from the 2011 Budget are as follows:

- Increase in payments in lieu of taxes of \$57,420 to \$835,730.
- Increase in debt servicing payments of \$539,340 to \$24,143,500. This increase represents, in part, the debt servicing for the future acute and residential care projects.
- New contribution in the amount of \$100,000 to corporate allocations supporting organization wide initiatives.

**CONCLUSIONS:**

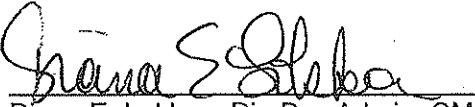
The 2012 Requisition of \$27,728,030 has increased by \$543,690 or 2% over the 2011 requisition of \$27,184,340. This change is primarily due to an increase in the debt servicing payments.

This represents a total cost of \$156.15 per 2012 average residential assessment. The average residential assessment for the region based on 2012 completed assessments is \$541,219.

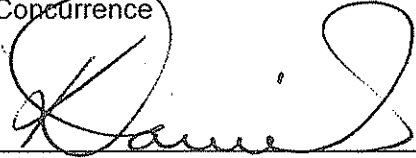
RECOMMENDATION:

That Bylaw No. 373 cited as "Annual Budget Bylaw, 2012" be introduced and read a first time, read a second time, read a third time and adopted.

  
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Rajat Sharma, CMA  
Senior Manager, Financial Services

  
\_\_\_\_\_  
Diana E. Lokken, Dip Bus Admin, CMA  
General Manager, Corporate Services  
Concurrence

  
\_\_\_\_\_  
Robert Lapham  
General Manager, Planning & Protective Services  
Concurrence

  
\_\_\_\_\_  
Kelly Daniels  
Chief Administrative Officer  
Concurrence

Attachment: CRHD Bylaw #373

COMMENTS:

CAPITAL REGIONAL HOSPITAL DISTRICT

BYLAW No. 373

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A BYLAW TO ADOPT THE ANNUAL BUDGET FOR THE YEAR 2012

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WHEREAS pursuant to Section 23(5) of the *Hospital District Act*, the Regional Hospital District Budget for the current year shall be adopted by bylaw on or before the 31st day of March;

NOW THEREFORE, the Board of the Capital Regional Hospital District, in open meeting assembled enacts as follows:

1. Schedule A attached hereto and made part of this bylaw comprises the Annual Budget for the Capital Regional Hospital District for the year ending the 31st day of December 2012.
2. This bylaw may be cited as the "Annual Budget Bylaw, 2012".

READ A FIRST TIME THIS	day of	2012.
READ A SECOND TIME THIS	day of	2012.
READ A THIRD TIME THIS	day of	2012.
ADOPTED THIS	day of	2012.

\_\_\_\_\_  
CHAIR

\_\_\_\_\_  
SECRETARY

SCHEDULE A

CAPITAL REGIONAL HOSPITAL DISTRICT  
2012 ANNUAL BUDGET

	<u>2011 BOARD APPROVED</u>	<u>2012 ANNUAL BUDGET</u>	<u>2011 - 2012 BUDGET VARIANCE</u>
<b><u>REVENUE</u></b>			
Tax Requisition Total	27,184,340	27,728,030	543,690
Payments in Lieu of Taxes	778,310	835,730	57,420
	<u>27,962,650</u>	<u>28,563,760</u>	<u>601,110</u>
Debt Reserve Fund Recovery	0	0	0
Interest	50,000	50,000	0
Surplus Previous Year	86,150	124,530	38,380
<b>TOTAL REVENUE</b>	<u><u>28,098,800</u></u>	<u><u>28,738,290</u></u>	<u><u>639,490</u></u>
<b><u>EXPENDITURES</u></b>			
Debt Servicing			
Debenture Debt - Accrued Interest Dec 31	182,180	181,500	(680)
Debenture Debt Charges	23,012,850	23,408,430	395,580
Temporary Borrowing Interest	109,850	250,000	140,150
Debenture Issue Expense	112,230	113,840	1,610
Debt Reserve Fund	187,050	189,730	2,680
Total Debt Servicing	<u>23,604,160</u>	<u>24,143,500</u>	<u>539,340</u>
Administration Expenditures	419,640	519,790	100,150
Section 20(3) Expenditures	3,075,000	3,075,000	0
	<u>3,494,640</u>	<u>3,594,790</u>	<u>100,150</u>
Non-Traditional Projects	1,000,000	1,000,000	0
<b>TOTAL EXPENDITURES</b>	<u><u>28,098,800</u></u>	<u><u>28,738,290</u></u>	<u><u>639,490</u></u>
Tax impact on 2012 average residence (\$541,219)	153.09	156.15	
Tax impact on \$100,000 of 2012 completed assessments	28.29	28.85	
Tax requisition increase/(decrease)		2.0%	

SCHEDULE B

**CAPITAL REGIONAL HOSPITAL DISTRICT  
2012 - 2016 FUTURE BUDGET PROJECTIONS**

	2012 ANNUAL BUDGET	2013 BUDGET	2014 BUDGET	2015 BUDGET	2016 BUDGET
<b>REVENUE</b>					
Tax Requisition Total	27,728,030	28,740,970	30,534,130	31,811,020	32,969,760
Grants in Lieu of Taxes	835,730	835,730	835,730	835,730	835,730
	<u>28,563,760</u>	<u>29,576,700</u>	<u>31,369,860</u>	<u>32,646,750</u>	<u>33,805,490</u>
Debt Reserve Fund Recovery	0	0	0	0	0
Interest	50,000	50,000	50,000	50,000	50,000
Surplus Previous Year	124,530	0	0	0	0
<b>TOTAL REVENUE</b>	<u><u>28,738,290</u></u>	<u><u>29,626,700</u></u>	<u><u>31,419,860</u></u>	<u><u>32,696,750</u></u>	<u><u>33,855,490</u></u>
<b>EXPENDITURES</b>					
Debt Servicing					
Debenture Debt - Accrued Int. Dec 31	181,500	0	0	0	0
Debenture Debt Charges	23,408,430	24,406,330	26,308,770	27,615,530	28,852,160
Temporary Borrowing Interest	250,000	200,000	200,000	200,000	200,000
Debenture Issue Expense	113,840	156,440	112,250	97,780	65,230
Debt Reserve Fund	189,730	260,740	187,090	162,960	108,710
Total Debt Servicing	<u>24,143,500</u>	<u>25,023,510</u>	<u>26,808,110</u>	<u>28,076,270</u>	<u>29,226,100</u>
Administration Expenditures	519,790	528,190	536,750	545,480	554,390
Section 20(3) Exp - Capital & Studies	3,075,000	3,075,000	3,075,000	3,075,000	3,075,000
	<u>3,594,790</u>	<u>3,603,190</u>	<u>3,611,750</u>	<u>3,620,480</u>	<u>3,629,390</u>
Non-Traditional Projects	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>TOTAL EXPENDITURES</b>	<u><u>28,738,290</u></u>	<u><u>29,626,700</u></u>	<u><u>31,419,860</u></u>	<u><u>32,696,750</u></u>	<u><u>33,855,490</u></u>
Tax impact on 2012 average residence (\$541,219)	156.15	161.85	171.95	179.14	185.67
Tax impact on \$100,000 of 2012 assessments	28.85	29.91	31.77	33.10	34.31
	2.0%	3.7%	6.2%	4.2%	3.6%