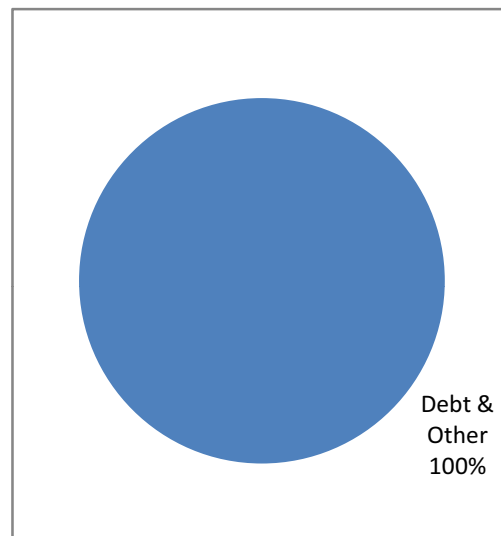
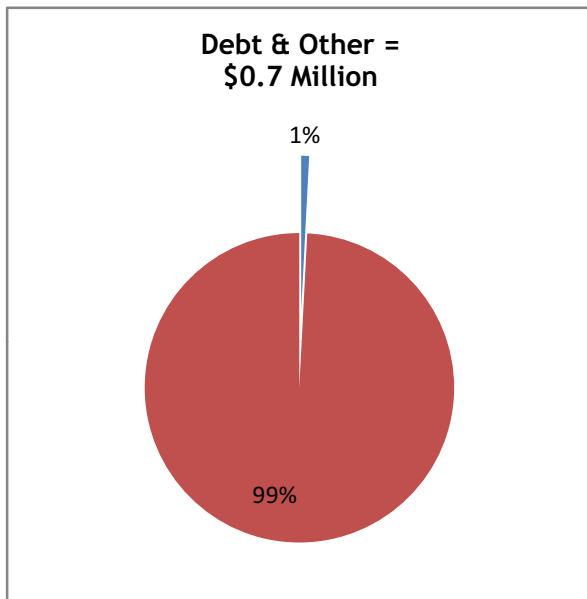




Keith Grayston - Director of Financial Services

## Percent of General Fund Operating

## Division Summary



General Fund Operating = \$88.6 Million

## Department Overview

	Revised Adopted 2009	Financial Plan 2010	Change from Prior Year	Percent Change
<b>Taxation Expenditures</b>				
Net Operating Capital	55,762	706,782	651,020	1167.5%
	0	0	0	0.0%
<b>Total Taxation Expenditure</b>	<b>55,762</b>	<b>706,782</b>	<b>651,020</b>	<b>1167.5%</b>
<b>Authorized Positions</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>

## Department ID Section Descriptions

### Debt Management

This section provides for all of the General Fund debt obligations of the City. This includes debenture debt, agreements for sale, short term borrowing and temporary debt categories.

### Admin/ PW Allocations

The allocations section provides a consistent allocation of general fund overhead to the utilities (to ensure utility rates reflect total cost recovery) and also provides a reduction in salary costs as a vacancy factor.

### Appropriation to Reserve

Appropriation to reserve section is used to record all interest received by the reserve accounts and then the interest is appropriated back into the reserve. This section also includes the other working capital provision for contract requirements that have not been finalized at the time of preparing the financial plan.

## PERFORMANCE MEASURES

<i>PROGRAM INPUT MEASURES</i>		Revised Adopted 2009	Financial Plan 2010
205	Debt & Other	55,762	706,782
<b>Total Net Operating Expenditures</b>		<b>55,762</b>	<b>706,782</b>



## REVENUES / EXPENDITURES BY CATEGORY

	Revised 2009	Provisional 2010
<b><u>REVENUE</u></b>		
PROPERTY TAX	(202,526)	(118,578)
PARCEL TAX	(58,044)	(58,044)
FEES AND CHARGES	(891,195)	(891,195)
OTHER REVENUE	(3,642,256)	(3,824,854)
TRANSFERS FROM FUNDS		
Special (Stat Reserve) Funds	(1,134,227)	(1,126,436)
Development Cost Charges	(1,370,630)	(1,433,022)
Accumulated Surplus	(357,485)	(357,485)
<b>TOTAL REVENUE</b>	<b>(7,656,363)</b>	<b>(7,809,614)</b>
<b><u>EXPENDITURES</u></b>		
SALARIES AND WAGES	(954,041)	(954,041)
INTERNAL EQUIPMENT	0	0
MATERIAL AND OTHER	91,555	99,255
CONTRACT SERVICES	47,830	47,830
DEBT	6,703,293	6,676,102
RCMP CONTRACT	0	0
INTERNAL ALLOCATIONS	(945,841)	(946,169)
TRANSFER TO FUNDS		
Special (Stat Reserve) Funds	0	0
Development Cost Charges	0	0
Accumulated Surplus	2,769,329	3,593,419
<b>TOTAL EXPENDITURES</b>	<b>7,712,125</b>	<b>8,516,396</b>
<b>NET OPERATING EXPENDITURES</b>	<b>55,762</b>	<b>706,782</b>
<b><u>CAPITAL EXPENDITURES</u></b>		
GROSS EXPENDITURES	0	0
OTHER FUNDING SOURCES	0	0
<b>TAXATION CAPITAL</b>	<b>0</b>	<b>0</b>
<b>NET OPERATING &amp; TAX CAPITAL EXP.</b>	<b>55,762</b>	<b>706,782</b>



Description of Program Changes	2010 Gross Cost Change	2010 Net Impact	2010 FTE
1) 2009 One-time Supplementals	(\$84,351,302)		
2) Annualized 2009 Budget Costs			
3) Salary Adjustments			
4) Other Adjustments	(\$5,549)	(\$173,070)	
5) Departmental Adjustments			
6) 2010 Supplementals	\$824,090	\$824,090	
7) 2010 Expensed Project Supplementals			
8) 2010 Expenditure Reductions			
<b>Total Changes for 2010</b>	(\$83,532,761)	\$651,020	-

***Unfunded 2010 Requests***

1) 2010 Supplementals		
2) 2010 Expensed Project Supplementals		
3) 2010 Expenditure Reductions		
<b>Total Unfunded Requests for 2010</b>	-	-

Authorized F.T.E. Positions	Revised Adopted 2009	Financial Plan 2010
<i>Salaried</i>		
<i>Hourly</i>		
<i>Contract</i>		

# 2010 Supplemental Request Summary

## PROVISIONAL Budget

### General Fund Summary

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Page	Description	Gross Amount	Revenue	Funding Source	Taxation	Category
	<b><u>Debt &amp; Other - Priority 1</u></b>					
Y7	Other Working Capital	824,090			824,090	ON-GOING
Y8	Debt Changes - General Fund	-	-		-	ON-GOING
	<b>Department Priority 1 Totals</b>	<u>824,090</u>	<u>0</u>		<u>824,090</u>	

## 2010 Supplemental Request Details

<b>Division:</b>	Corporate Sustainability	<b>Priority:</b>	1
<b>Department:</b>	Debt & Other		
<b>Branch:</b>	Debt & Other		ON-GOING
<b>Description:</b>	Other Working Capital		EXPANDED

**Justification:**

To provide for contracts and other requirements that are not resolved at this time but will become due during 2010.

**Strategic Plan Objective:**

Sound Fiscal Management

**Consequences of not funding:**

Budget will not be available when obligations arise.

Account	2010	2011	2012
7370.205.1188.*.000.10.* Other Working Capital	824,090	824,090	824,090

<b>TOTAL COST ADDITION:</b>	<b>824,090</b>	<b>824,090</b>	<b>824,090</b>
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## 2010 Supplemental Request Details

<b>Division:</b>	Corporate Sustainability	<b>Priority:</b>	1
<b>Department:</b>	Debt & Other		
<b>Branch:</b>	Debt & Other		ON-GOING
<b>Description:</b>	Debt Changes - General Fund		EXPANDED

**Justification:**

This request is for general debt changes in 2010, increases to the Roads DCC borrowing costs and removal of local improvement borrowing under MFA issue 59.

**Strategic Plan Objective:**

Sound Fiscal Management

**Consequences of not funding:**

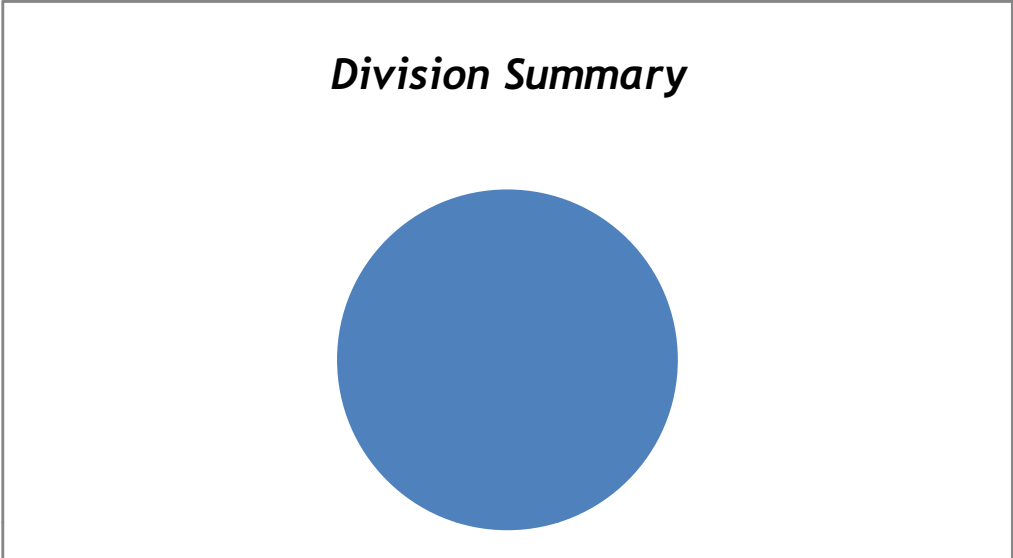
Budget for debt will not reflect actual experience.

Account	2010	2011	2012
6810.205.1035.D205.*.000.10.* Interest Expense - Debt	14,761	14,761	14,761
7510.205.1035.D205.*.000.10.* Principal Payment	16,435	16,435	16,435
4730.205.1035.R749.*.000.10.* Tfr fr DCC Reserve Fund	( 31,196)	( 31,196)	( 31,196)
6810.205.1035.D445.*.000.10.* Interest Expense - Debt	( 28,330)	( 28,330)	( 28,330)
7510.205.1035.D445.*.000.10.* Principal Payment	( 17,136)	( 17,136)	( 17,136)
4350.205.1035.D445.*.000.10.* Local Improvement Levy	45,466	45,466	45,466

<b>TOTAL COST ADDITION:</b>	<b>0</b>	<b>0</b>	<b>0</b>
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Keith Grayston - Director of Financial Services



Department Overview

	Revised Adopted 2009	Financial Plan 2010	Change from Prior Year	Percent Change
<b>Taxation Expenditures</b>				
Net Operating	0	0	0	0.0%
Capital	0	0	0	0.0%
<b>Total Taxation Expenditure</b>	0	0	0	0.0%
<b>Authorized Positions</b>	0.0	0.0	0.0	0.0%

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## NATURAL GAS

### COMPARISON OF 2009 AND 2010 REVENUES AND EXPENDITURES

	<u>2009</u> <u>BUDGET</u>	<u>2010</u> <u>BASE</u>	<u>2010</u> <u>CHANGES</u>	<u>TOTAL</u>
<b><u>REVENUES</u></b>				
Lease Revenue	4,924,517		(134,640)	4,789,877
Interest Earned	102,400		16,500	118,900
	<u>5,026,917</u>	<u>                    </u>	<u>(118,140)</u>	<u>4,908,777</u>
<b><u>EXPENDITURES</u></b>				
BC Gas Franchise	12,000			12,000
BC Gas Capital Lease	260,870			260,870
Debenture Debt	4,352,390			4,352,390
	<u>4,625,260</u>	<u>                    </u>	<u>                    </u>	<u>4,625,260</u>
<b>Net Operating Revenue</b>	<u>401,657</u>	<u>                    </u>	<u>(118,140)</u>	<u>283,517</u>
<b>Capital Expenditures</b>				
<b>Surplus (Deficit)</b>	<u>401,657</u>	<u>                    </u>	<u>(118,140)</u>	<u>283,517</u>
Projected Accumulated Surplus	3,982,846			4,266,363



## Department ID Section Descriptions

### Administration

The City of Kelowna is governed by an elected Council comprised of a Mayor and eight Councillors. Councillors are elected for three-year terms and each member represents the city at large. In British Columbia, the Community Charter and the Local Government Act grant the elected Council the authority to establish policies to guide the growth, development and operation of the city, set budgets and levy taxes to provide services. Council delegates administrative responsibility to the City Manager who oversees City operations.

### PERFORMANCE MEASURES

<i>PROGRAM INPUT MEASURES</i>		Revised Adopted 2009	Financial Plan 2010
202	Fin Serv - Natural Gas	0	0
<b>Total Net Operating Expenditures</b>		<b>0</b>	<b>0</b>



## REVENUES / EXPENDITURES BY CATEGORY

	Revised 2009	Provisional 2010
<b><u>REVENUE</u></b>		
PROPERTY TAX	0	0
PARCEL TAX	0	0
FEES AND CHARGES	(4,924,517)	(4,789,877)
OTHER REVENUE	(102,400)	(118,900)
TRANSFERS FROM FUNDS		
Special (Stat Reserve) Funds	0	0
Development Cost Charges	0	0
Accumulated Surplus	0	0
<b>TOTAL REVENUE</b>	<b>(5,026,917)</b>	<b>(4,908,777)</b>
<b><u>EXPENDITURES</u></b>		
SALARIES AND WAGES	0	0
INTERNAL EQUIPMENT	0	0
MATERIAL AND OTHER	12,000	12,000
CONTRACT SERVICES	0	0
DEBT	4,613,260	4,613,260
RCMP CONTRACT	0	0
INTERNAL ALLOCATIONS	0	0
TRANSFER TO FUNDS		
Special (Stat Reserve) Funds	0	0
Development Cost Charges	0	0
Accumulated Surplus	401,657	283,517
<b>TOTAL EXPENDITURES</b>	<b>5,026,917</b>	<b>4,908,777</b>
<b>NET OPERATING EXPENDITURES</b>	<b>0</b>	<b>0</b>
<b><u>CAPITAL EXPENDITURES</u></b>		
GROSS EXPENDITURES	0	0
OTHER FUNDING SOURCES	0	0
<b>TOTAL UTILITY REVENUE</b>	<b>0</b>	<b>0</b>
<b>NET OPERATING &amp; UTILITY CAP. EXP.</b>	<b>0</b>	<b>0</b>



Description of Program Changes	2010 Gross Cost Change	2010 Net Impact	2010 FTE
1) 2009 One-time Supplementals			
2) Annualized 2009 Budget Costs			
3) Salary Adjustments			
4) Other Adjustments	(\$118,140)	(\$118,140)	
5) Departmental Adjustments			
6) 2010 Supplementals	\$118,140	\$118,140	
7) 2010 Expensed Project Supplementals			
8) 2010 Expenditure Reductions			
<b>Total Changes for 2010</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Unfunded 2010 Requests**

1) 2010 Supplementals		
2) 2010 Expensed Project Supplementals		
3) 2010 Expenditure Reductions		
<b>Total Unfunded Requests for 2010</b>	<b>-</b>	<b>-</b>

Authorized F.T.E. Positions	Revised Adopted 2009	Financial Plan 2010
<i>Salaried</i>		
<i>Hourly</i>		
<i>Contract</i>		

# 2010 Supplemental Request Summary

## PROVISIONAL Budget

### Utility Funds Summary

Title	Gross Amount	Revenue	Funding Source	Net Amount	One Time Ongoing	
<b><u>Natural Gas</u></b>						
Lease Revenue/Interest Costs	118,140	-		118,140	ON-GOING	Fund 60
<b>Department Priority 1 Totals</b>	118,140	0		118,140		

## 2010 Supplemental Request Details

<b>Division:</b>	Corporate Sustainability	<b>Priority:</b>	1
<b>Department:</b>	Financial Services		
<b>Branch:</b>	Financial Services		ON-GOING
<b>Description:</b>	Lease Revenue/Interest Costs		EXPANDED

**Justification:**

Adjustment to Lease Revenue and Interest and Lease Principal and Interest for the Terasen Gas Distribution Lease.

Lease revenue reduction from current base budget of \$4,924,517 to \$4,789,903.

Lease revenue interest increase from current base budget of \$102,400 to \$118,946.

**Strategic Plan Objective:**

Sound Fiscal Management

**Consequences of not funding:**

Budgets will not reflect actual experience.

Account	2010	2011	2012
7510.202.1033.*.*.000.60.* Principal Payment	1,790	1,790	1,790
6810.202.1033.*.*.000.60.* Interest Expense - Debt	( 1,790)	( 1,790)	( 1,790)
4540.202.1033.S4621.*.*.000.60.* Rental Revenue	134,640	134,640	134,640
4325.202.1033.*.*.000.60.* Interest Revenue - Investments	( 16,500)	( 16,500)	( 16,500)
<b>TOTAL COST ADDITION:</b>	<b>118,140</b>	<b>118,140</b>	<b>118,140</b>