

# **OKANAGAN SIMILKAMEEN REGIONAL HOSPITAL DISTRICT**

## **2021 - 2025 Budget & 5 Year Financial Plan**

Presented by:  
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# OKANAGAN SIMILKAMEEN REGIONAL HOSPITAL DISTRICT (RHD)

- Same Board as RDOS but separate entity with a separate budget
- The purpose of the RHD is to provide capital funding for health care facilities in the Region
  - equipment
  - facility construction/renovation
- Typically, RHD funds 40% of Interior Health's Capital Budget for the Region
- OSRHD 2021 Provisional Budget is \$15,228,286 (2020 - \$12,035,140)



# OKANAGAN SIMILKAMEEN REGIONAL HOSPITAL DISTRICT (RHD)

- Penticton Patient Care Tower Project
  - \$259M Construction of Tower, Equipment \$21M, Phase 2 Construction \$23M
  - RHD Contribution of \$117M Expected to be Funded Approximately 67% from Debt and the Remainder from Reserves {Debt Borrowed to Date \$67.5M (58%)}
- Patient Care Tower Officially Opened April 2019
- Phase 2 of Project will focus on renovation of existing areas of Penticton Regional Hospital (including Emergency Ward, Pharmacy & Material Stores)
- Expected Projected Completion in 2022
- Other 2021 Capital Equipment and Improvement Projects Budgeted at \$2.987M (after 2<sup>nd</sup> Reading of 2021 Budget)



# OSRHD 2021 PROVISIONAL BUDGET

	2021	2020	2019
Tax Requisition	\$6,447,140	\$6,447,140	\$6,447,140
Other Income	105,000	180,000	280,000
Transfer from Reserve	8,676,146	3,935,000	4,517,860
Debenture Proceeds	0	1,473,000	8,919,000
<b>TOTAL REVENUE</b>	<b>\$15,228,286</b>	<b>\$12,035,140</b>	<b>\$20,164,000</b>
Salaries and Honorariums	\$68,550	\$67,515	\$70,500
Capital Grants	8,662,200	7,864,700	5,903,460
Patient Care Tower	2,874,000	1,473,000	8,919,000
Miscellaneous Expenses	14,500	11,200	11,100
MFA Debt Repayment	3,534,036	1,635,040	1,941,140
Transfer to Reserves	75,000	978,685	3,318,800
Grant In Aid - Penticton Medical Association	0	5,000	0
<b>TOTAL EXPENSES</b>	<b>\$15,228,286</b>	<b>\$12,035,140</b>	<b>\$20,164,000</b>

<b>Estimated Residential Mill Rate / \$1,000</b>	<b>\$0.25232</b>	<b>\$0.25663</b>	<b>\$0.26398</b>
<b>Tax Levy per Average Residential Property</b>	<b>\$112.21</b>	<b>\$111.70</b>	<b>\$112.83</b>

(2021 Avg \$444,728; 2020 Avg \$435,265; 2019 Avg \$427,427)



## OKANAGAN-SIMILKAMEEN REGIONAL HOSPITAL DISTRICT REQUISITION SUMMARY - NOT INCLUDING ADJUSTMENTS

	<i>(2021 Completed Roll)</i>	<i>(2020 Revised Roll)</i>		
	2021 <u>REQUISITION</u>	2020 <u>REQUISITION</u>	\$ <u>CHANGE</u>	% <u>Total</u>
<b>PENTICTON</b>	\$2,602,374	\$2,616,184	-\$13,810	40.36%
<b>SUMMERLAND</b>	856,149	866,020	-9,871	13.28%
<b>PRINCETON</b>	179,534	171,588	7,946	2.78%
<b>OLIVER</b>	316,395	312,342	4,053	4.91%
<b>OSOYOOS</b>	525,326	526,637	-1,311	8.15%
<b>KEREMEOS</b>	73,277	69,746	3,531	1.14%
<b>PENTICTON INDIAN BAND</b>	120,534	115,120	5,414	1.87%
<b>ELECTORAL AREA A</b>	181,262	181,897	-635	2.81%
<b>ELECTORAL AREA B</b>	48,475	46,421	2,054	0.75%
<b>ELECTORAL AREA C</b>	247,067	247,251	-184	3.83%
<b>ELECTORAL AREA D</b>	341,298	343,274	-1,976	5.30%
<b>ELECTORAL AREA E</b>	242,140	245,209	-3,069	3.76%
<b>ELECTORAL AREA F</b>	150,523	154,605	-4,082	2.33%
<b>ELECTORAL AREA G</b>	95,921	94,931	990	1.49%
<b>ELECTORAL AREA H</b>	263,148	254,255	8,893	4.08%
<b>ELECTORAL AREA I</b>	203,717	201,660	2,057	3.16%
<b>TOTAL</b>	<u>\$6,447,140</u>	<u>\$6,447,140</u>	<u>\$0</u>	<u>100.00%</u>

2021 Completed Assessment Roll Used to  
Calculate Apportionment of 2021 Tax Requisition

# Current Long Term Debt

<u>MFA Issue</u>	<u>Maturity Date</u>	<u>S.I. #</u>	<u>Dec 31/2020 Balance</u>
74	2021	131	61,403
75	2021	131	27,173
77	2022	131	771
150	2045	163	<u>68,181,819</u>
			<u>68,271,819</u>

Short Term Debt = \$0



# Section 20(4) Reserves

<u>Capital Reserve Balance - Sec 20(4)</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Opening Balance	\$15,902,714	\$12,946,399	\$4,345,253	\$4,284,448	\$3,811,122	\$3,511,686
Contributions	828,685	-	-	-	-	-
Net Investment Income (Investments/Term Deposits)	150,000	75,000	25,000	25,000	25,000	25,000
Reductions	<u>(3,935,000)</u>	<u>(8,676,146)</u>	<u>(85,805)</u>	<u>(498,326)</u>	<u>(324,436)</u>	<u>(135,361)</u>
Ending Balance	<u>\$12,946,399</u>	<u>\$4,345,253</u>	<u>\$4,284,448</u>	<u>\$3,811,122</u>	<u>\$3,511,686</u>	<u>\$3,401,325</u>

## 2021 INTERIOR HEALTH CAPITAL REQUESTS & PRH TOWER PROJECT PROGRESS PAYMENTS & DEBT SERVICING COSTS

- 2021-22 Capital Requests <\$100K = \$426,200 per IHA Capital Funding Request Letter (2020-21 = \$440,400)
- 2021-22 Capital Requests >\$100K = \$3,961,000 per IHA Capital Funding Request Letter (2020-21 = \$3,489,300)
- Total 2021-22 IHA Capital Requests = \$4,387,200 (2020-21 = \$3,929,700)
- 2017-2021 Average of IHA Capital Requests = \$3,164,300 (2016-2020 = \$2,627,860; 2015-2019 = \$2,164,192)
- Ongoing PRH Renovation Project = \$2,874,000 (2020 = \$1,473,000)
- Long-Term Debt in regards to the PRH Care Tower Project was Issued in the Spring of 2020 in the Amount of \$68,181,819 @ 1.99% with a 25 Year Amortization (includes \$681,181 Debt Reserve Fund), Annual Debt Servicing Costs = \$3,485,484 (Principal = \$2,128,666; Interest = \$1,356,818).
- Estimated Reserves at December 31, 2020 = \$12,946,399 (December 31, 2019 = \$15,902,714)



# IHA Capital Requests 5 Year Average Calculations

2016	\$	1,705,000
2017	\$	3,536,700
2018	\$	2,582,300
2019	\$	1,385,600
2020	\$	3,929,700
2021	\$	4,387,200
<b>5 Yr Avg (16-20)</b>	\$	<b>2,627,860</b>
<b>5 Yr Avg (17-21)</b>	\$	<b>3,164,300</b>

# END OF PRESENTATION

THANK-YOU