



# REPORT

To: Peace River Regional Hospital District Board

Report Number: FN-RHD-016

From: Teri Vetter, Chief Financial Officer

Date: November 18, 2021

**Subject: 2022 Regional Hospital District Provisional Budget**

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**RECOMMENDATION: [Corporate Weighted]**

That the Peace River Regional Hospital District Board approve the 2022 Provisional Regional Hospital District Budget in the amount of \$62,443,537, as presented.

**BACKGROUND/RATIONALE:**

Section 23 of the *Hospital District Act* states “the board must prepare and adopt, before December 31<sup>st</sup> in each year, a provisional budget for the following calendar year with detailed estimates of expenses, including amounts for the payments of principal and interest on borrowings, capital expenditures, detailed estimates of revenues, and deficit or surplus, if any”. Therefore, the 2022 provisional budget must be adopted prior to the end of the 2021 year.

The 2022 annual Regional Hospital Budget will be further reviewed in February 2022 if any amendments are required, and must be adopted, by bylaw, on or before March 31<sup>st</sup>.

**ALTERNATIVE OPTIONS:**

- 1. That the Peace River Regional Hospital District Board provide further direction.

**STRATEGIC PLAN RELEVANCE:**

Not Applicable to Strategic Plan

**FINANCIAL CONSIDERATION(S):**

The provisional budget includes \$6,156,718 of capital projects, \$1,314,833 of capital carry-forward and \$13M transfer to New Hospital Reserve. Capital project expenses increased by \$3,046,991 from 2021, which will amount to an increase in requisition. The expected tax rate will be \$0.6387/\$1,000 (as compared to the rate of \$0.5599/\$1,000 in 2021). Note that this tax rate estimate is based on 2021 assessment values.

By adopting the 2022 Provisional Hospital District budget, the Chief Financial Officer will be authorized to settle the terms and conditions of the expenditures prior to adopting the Annual 2022 Regional Hospital District bylaw by March 31<sup>st</sup>.

**COMMUNICATIONS CONSIDERATION(S):**

The 2022 Provisional Hospital Budget will be sent to the Ministry before December 31, 2021.

**OTHER CONSIDERATION(S):**

None at this time.

Attachments:

1. Peace River Regional Hospital District 2022 Provisional Budget