

Date: 12/09/2022

To: Chair and Directors, Cariboo Chilcotin Regional Hospital District

And To: John MacLean, Chief Administrative Officer

From: Kevin Erickson, Chief Financial Officer

Date of Meeting: Cariboo Chilcotin Regional Hospital District_Sep23_2022

File: Hospital

Short Summary:

Request for a Budget Amendment by Northern Health to cover project cost increases to the Quesnel Substance Abuse Leasehold Improvements.

Voting:

Corporate Vote - Weighted

Memorandum:

Subsequent to adopting “Cariboo Chilcotin Regional Hospital District Capital Expenditure (NH – Quesnel Substance Abuse Leasehold Improvement) Bylaw 186, 2021” to cover the CCRHD’s 40% portion of the Quesnel Substance Abuse Leasehold Improvement project, the tenders received were significantly more than anticipated. Initially budgeted at \$ 1,271,000 the project is now budgeted at \$1,688,000, an increase of \$ 417,000. As a result, the CCRHD is being asked for an extra \$ 166,800.

Attachments:

Northern Health Bylaw Increase Request – Bylaw #186 Quesnel Substance Abuse Leasehold Improvement

Financial Implications:

The CCRHD has a very healthy surplus that is more than sufficient to cover the additional cost. Coincidental to this, the GR Baker Kitchen Renovation has been completed substantially under budget leaving an excess of funds that can be applied to this request.

Policy Implications:

n/a

CAO Comments:

[Click here to enter text.](#)

Options:

1. Receipt;
2. Receipt and endorse the recommendation;
3. Receipt and other action.

Recommendation:

That the agenda item summary from Kevin Erickson, Chief Financial Officer, dated September 12, 2022, regarding a request from Northern Health for additional funding to cover the increase in cost of the Quesnel Substance Abuse Leasehold Improvements, be received. Further, that additional funding in the amount of \$166,800, representing the CCRHD's 40% share of the additional cost be approved and that an amendment to Bylaw #186 be brought forward to the Board at its October 6, 2022, meeting for three readings and adoption.