

**NANAIMO REGIONAL HOSPITAL DISTRICT**

**REGULAR BOARD MEETING  
TUESDAY, JANUARY 8, 2002  
7:30 PM**

*(Nanaimo City Council Chambers)*

**A G E N D A**

**PAGES**

**CALL TO ORDER**

**MINUTES**

2-3 Minutes of the regular Hospital Board meeting held December 11, 2001.

**HOSPITAL**

4-6 Temporary Borrowing Resolution.

**ADDENDUM**

**BUSINESS ARISING FROM DELEGATIONS OR COMMUNICATIONS**

**NEW BUSINESS**

**ADJOURNMENT**

**NANAIMO REGIONAL HOSPITAL DISTRICT**

**MINUTES OF THE REGULAR MEETING OF THE BOARD  
OF THE NANAIMO REGIONAL HOSPITAL DISTRICT HELD ON  
TUESDAY, DECEMBER 11, 2001, AT 7:36 PM IN THE  
NANAIMO CITY COUNCIL CHAMBERS**

**Present:**

Director G. Holme	Chairperson
Director L. Elliott	Electoral Area A
Director B. Sperling	Electoral Area B
Director E. Hamilton	Electoral Area C
Director D. Haime	Electoral Area D
Director J. McLean	Electoral Area F
Director J. Stanhope	Electoral Area G
Director R. Quittenton	Electoral Area H
Director J. Macdonald	City of Parksville
Director T. Westbroek	Town of Qualicum Beach
Director D. Rispin	City of Nanaimo
Director G. Korpan	City of Nanaimo
Director T. Krall	City of Nanaimo
Director L. McNabb	City of Nanaimo
Director L. Sherry	City of Nanaimo
Director B. Holdom	City of Nanaimo

**Also in Attendance:**

K. Daniels	Chief Administrative Officer
B. Lapham	Gen. Mgr. of Development Services
C. Mason	Gen. Mgr. of Corporate Services
N. Connelly	Gen. Mgr. of Community Services
J. Finnie	Gen. Mgr. of Development Services
N. Avery	Manager of Financial Services
N. Tonn	Recording Secretary

**MINUTES**

MOVED Director Sherry, SECONDED Director Hamilton, that the minutes of the regular Hospital Board meeting held September 11, 2001 be adopted.

CARRIED

MOVED Director Sherry, SECONDED Director Hamilton, that the minutes of the Project Building Committee meetings held June 20, 2001 and October 3, 2001 be received for information.

CARRIED

**HOSPITAL**

**Year 2002 Provisional Budget.**

MOVED Director McNabb, SECONDED Director Hamilton, that a Regional Hospital District provisional budget raising property taxes of \$4,605,000 (2%) and including equipment grants of \$1,449,000 be approved.

CARRIED

**ADJOURNMENT**

MOVED Director Sherry, SECONDED Director Westbrook, that this meeting terminate.

CARRIED

TIME: 7:38 PM

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CHAIRPERSON

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GENERAL MANAGER, CORPORATE SERVICES



REGIONAL DISTRICT OF NANAIMO	
JAN - 2 2002	
CHAIR	GMCrs
CAO	GMDS
GMCmS	GMES
Bed	

NANAIMO REGIONAL HOSPITAL DISTRICT MEMORANDUM

TO: C. Mason  
General Manager, Corporate Services

DATE: December 7, 2001

FROM: N. Avery  
Manager, Financial Services

FILE:

SUBJECT: Temporary Borrowing Resolution

**PURPOSE**

To obtain approval of the resolution to permit a short term borrowing authority for 2002.

**BACKGROUND**

Section 31 of the Hospital District Act permits short term borrowing to meet anticipated operating expenditures of the Hospital District, including amounts necessary for debt principal and interest payments. It is anticipated that as the Health Region submits grant reimbursement requests, there may be a requirement to provide for cash flow prior to the August 1st receipt of 2002 property taxes. The resolution attached provides the Hospital District the ability to utilize a revolving line of credit in the amount of \$2,000,000 for 2002 (unchanged from 2001).

**ALTERNATIVES**

1. Adopt the resolution.
2. Do not adopt the resolution.

**FINANCIAL IMPLICATIONS**

At present the Hospital District bank account stands at about \$2 million versus approximately \$3.6 million in commitments for grants and debt payments to August 1<sup>st</sup>, 2002. The receipt of tax monies each August provides cash flow for the balance of the year, however, there may be insufficient cash flow prior to August 1<sup>st</sup>, to reimburse grant claims and to pay obligatory debt costs. In 2001 approximately \$900,000 was utilized on an approved line of credit of \$2,000,000.


Short term borrowing costs are included as necessary in the 2002 budget proposal.


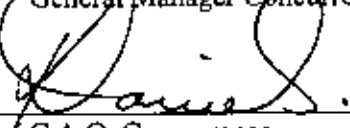
**SUMMARY/CONCLUSIONS**

Pursuant to authority granted by the Hospital District Act, staff has prepared a short term borrowing resolution to provide for cash flow requirements prior to receiving tax monies on August 1<sup>st</sup>, 2002.

**RECOMMENDATION**

That the short term borrowing resolution to a maximum of \$2,000,000 in the form attached, be adopted.

  
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Report Writer

  
\_\_\_\_\_  
General Manager Concurrence  
  
\_\_\_\_\_  
C.A.O. Concurrence

**COMMENTS:**

**NANAIMO REGIONAL HOSPITAL DISTRICT**

**RESOLUTION**

**Short Term Borrowing Resolution.**

MOVED , SECONDED , that:

WHEREAS pursuant to Section 31 of the Hospital District Act, the Board may by resolution, with the approval of the Minister or a person authorized by the Minister to act in his/her behalf, borrow for purposes other than capital expenditures by way of temporary loan such sums as the Board may deem necessary to meet current operating expenditures for the year, including the amounts required for principal and interest falling due within the year upon any debt of the Board;

AND WHEREAS pursuant to Section 25 of the Act, member municipalities and the Province are not required to make payment from taxation revenues of amounts requisitioned by a District until August 1<sup>st</sup>, of each year;

AND WHEREAS estimated debt retirement and bank interest charges in the amount of \$2,000,000.00 must be paid before payment of such revenue is due;

NOW THEREFORE BE IT RESOLVED that the Board of the Nanaimo Regional Hospital District may borrow pursuant to Section 31 of the Hospital District Act, a sum not exceeding \$2,000,000.00 in 2002 for the purpose of paying the above mentioned debt retirement and bank interest charges.

I hereby certify the foregoing to be a true and correct copy of a resolution of the Board at its regular meeting held , 2002.

DATED at Nanaimo, B. C. )

this \_\_\_\_ day )

of December, 2001. )

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General Manager, Corporate Services