

**APPENDIX A**  
**2025 HOSPITAL DISTRICT BUDGET ASSUMPTIONS (FROM PROVISIONAL BUDGET)**

REVENUES

Tax Requisition

- The Provisional Budget has been prepared using 10.3% growth to ensure the Hospital District has sufficient reserves for upcoming capital projects. For context, in 2024, the average residential taxpayer paid approximately \$80.00, and the proposed increase would amount to an approximate increase of \$10.

Interest Income

- Interest income has increased due to changes in timing for long-term care funding disbursements. The provisional budget has been updated to reflect the expected rate of return of the Hospital District's investment portfolio on the forecasted reserve balances.

Miscellaneous Revenue

- Miscellaneous Revenue includes Mary Street parking lot user fees. This amount has slightly increased to closer align to user fees observed in 2024.

EXPENSES

Administration Recovery

- Administration Recovery expense is based on FVRD resources allocated to support hospital district business. This line item also includes a full-time planner position as a pilot project for three years, which was budgeted for in 2023 and 2024 but is forecasted to start in 2025.

Operating Expenses

- Additional consulting fees of \$325K have been added to operating expenses to account for potential work that would occur in 2025. The total increase has been funded through prior year surplus. Further consideration of the scope of this work will be undertaken in 2025.

Contributions to Fraser Health Authority

- The Hospital District received Fraser Health Authority's ("FHA") annual Capital Funding Request on November 27, 2024, while preparing the Provisional Budget. FHA has requested \$5 million from the Hospital District.

## APPENDIX A

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#### Major Capital Projects

- The budget includes disbursements based upon the Board's financial commitments to Fraser Health for long-term healthcare projects.
  - For the Abbotsford long-term care project, this represents a total commitment of \$31.6 million (\$20.1 million from reserves and \$11.5 million in new borrowing in 2025).
  - For the Chilliwack long-term care project, this represents a total commitment of \$28 million (\$14.9 million from reserve funds and \$13.1 million in new borrowing in 2026). In addition to the capital contribution, the Board committed to the contribution of land valued at \$6.6 million, which FHA no longer requires. The property will continue to be owned by the FVRHD as an asset at this time.