

**REPORT TO CAPITAL REGIONAL HOSPITAL DISTRICT BOARD
MEETING OF WEDNESDAY, SEPTEMBER 13, 2017**

SUBJECT Galiano Health Care Society – Non-Traditional Project Funding Request

ISSUE

To consider a Non-Traditional Project (NTP) funding request by the Galiano Health Care Society (the Society), in the amount of \$150,000, to contribute funding to the Galiano Health and Community Wellness Centre Renovation and Expansion Project.

BACKGROUND

The Society is a registered, non-profit society that owns and manages the Galiano Health and Community Wellness Centre. The Centre provides a variety of health services and programs to the residents of Galiano Island including a family physician, nurse practitioner, home and community care nurse employed by Island Health and an emergency treatment room supplied and maintained by Island Health.

The Centre is 25 years old and requires renovation and upgrading as well as a reconfiguration and expansion of its program space to extend its useful life and to continue to be able to meet the needs of the Island's (approximately) 1,150 residents as well as additional seasonal residents and visitors to the Island.

On June 8, 2016, the Capital Regional Hospital District (CRHD) Board approved in principle the Galiano Health Care Society's funding request of \$150,000 from the NTP reserve, subject to the Galiano Health and Community Wellness Centre being designated as a health facility by the Minister of Health under Section 49 of the *Hospital District Act* and, approval of funding in the amount of \$210,000 from the Canada 150 Community Infrastructure Program.

The Society was successful in obtaining its designation as a health facility from the Minister of Health, but was unsuccessful in its application for federal funding through the Canada 150 Community Infrastructure Grant Program. The Society intends to finance the shortfall through debt financing in the amount of \$360,000.

ALTERNATIVES

1. That the Galiano Health Care Society's funding request of \$150,000 from the Non-Traditional Projects reserve, subject to the Galiano Health and Community Wellness Centre receiving debt financing be approved.
2. That the Capital Regional Hospital District Board send the report back to staff for further consideration based on Board direction.

FINANCIAL IMPLICATIONS

The Non-Traditional Funding program was established by the CRHD to support the provision of community-based health care services by not-for-profit agencies that are unable to secure capital funding from Island Health. Funding contributions from the NTP program are intended to leverage ongoing service delivery funding from Island Health as well as capital and support service contributions from multiple community sources including non-profit societies. Funding for the Centre's renovation and expansion project will be obtained through the following:

Debt Financing - Vancity	\$400,000 (subject to CRHD funding)
Capital Regional Hospital District	\$150,000 (requested)
Galiano Health Care Society	<u>\$190,000</u> (confirmed)
TOTAL PROJECT COST	\$740,000

The 2015 CRHD Budget decreased the requisition by \$1M for NTPs in order to accommodate a corresponding increase in the Capital Regional District land banking and housing requisition to fund the acquisition of property from BC Housing currently managed by the Capital Region Housing Corporation. The NTP reserve currently has a balance of \$2.15M. One million of which has been approved by the CRHD Board to be allocated to Broadmead Care Society Nigel House redevelopment and another one million has notionally been committed to Victoria Hospice Society. Staff are working with Victoria Hospice to prepare a proposal to be brought forward to the CRHD Board in the coming months.

With two million either committed or notionally committed to Nigel House and Victoria Hospice, there is enough funding in the NTP reserve to accommodate and consider Galiano Health Care Society's funding request at this time.

CONCLUSION

The Galiano Health Care Society has a designation as a health facility and has fundraised in the amount of \$190,000 for the renovation and expansion of the Health and Wellness Centre on Galiano Island. The CRHD NTP is the final piece of the funding plan for this project. This project meets the requirements of the NTP funding guidelines.

RECOMMENDATION

That the Galiano Health Care Society's funding request of \$150,000 from the Non-Traditional Projects reserve, subject to the Galiano Health and Community Wellness Centre receiving debt financing be approved.

Submitted by:	Michael Barnes, MPP Manager, Health and Capital Planning Strategies
Concurrence:	Kevin Lorette, P.Eng., MBA, General Manager, Planning and Protective Services
Concurrence:	Larisa Hutcheson, P.Eng., Acting Chief Administrative Officer

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Attachments: Appendix A: Ministry of Health Order – Health Facility Designation
Appendix B: Galiano Health Care Centre Pro Forma