

## Replacement of Mills Memorial Hospital Fact Sheet

The Business Plan has been approved and permission was given to proceed to Procurement and Construction on May 21, 2019.

### How much will North West residents being paying?

NWRHD will be contributing \$113.7 million. The includes the new Mills Memorial and the new Seven Sisters.

### How What will this do to my property taxes?

There is a line on your property taxes for NWRHD. The amount below is for every \$100,000.00 of assessed value of your property.

***Forecasted annual Tax rate per \$100,000 of assessed value from 2016 till 2024 when borrowing is complete.***

Property Tax on a \$100K Home									
	2016	2017	2018	2019	2020	2021	2022	2023	2024
	\$ 46.00	\$ 66.00	\$ 66.00	\$ 64.86	\$ 66.00	\$ 67.02	\$ 79.04	\$ 89.24	\$ 88.01

Ex. Home assessed at \$250,000 will pay \$162.15 in 2019. ( $\$250,000/100,000 \times 64.86$ )

The same value home is estimated at \$220.02 in 2024. ( $\$250,000/100,000 \times 88.01$ ).

This is the Total cost for the entire regional hospital district, 20 health care facilities, not just the cost for the Mills Memorial replacement. Growth in the region (new houses, businesses or industry) would reduce the tax rate. All years are calculated with the 2019 assessments.

NWRHD reimburses so the impact is forecasted based on when borrowing is expected to occur not construction.

### Has a Financing agreement been reached?

**YES**, there was a special in-camera meeting back in February 2018, called by the Chair, prior to the announcement by the Province. The following is the rise and report coming out of that meeting:

***The North West Regional Hospital District commits to the Province to***

***fund 30% of the Full Replacement Project for Mills Memorial Hospital, up to a maximum of \$113,700,000. The North West Regional Hospital District commits to the Province to fund 100% of the Mills Memorial Hospital Replacement Business Plan costs, with the understanding that those funds will be applied to the NWRHD's 30% share of the total project.***

The \$113.7 million will cover \$3.5million for the business plan, and \$110.2 million will be applied to the construction of both Seven Sisters and Mills.

### **What is the total budget for NWRHD?**

\$10,872,790 for 2019.

### **What does this pay for?**

This amount covers all costs associated to the North West Regional Hospital District. This includes: loan payments for past projects, funding new capital projects and equipment purchases each year, grants for smaller equipment purchases, administrative costs. Funding is provided for up to 40% for capital costs for two health authorities, or 20 facilities located from Houston to Haida Gwaii

### **Does NWRHD have savings?**

Yes, in anticipation of the Mills Memorial Replacement Project the tax rate was increase in 2017 to save for the project and reduce long term borrowing and interest charges. As of January 1, 2019, the Capital Infrastructure Fund has \$14.5million. \$12million will be used to reduce borrowing for Mills.

### **What past projects are still being paid for with loan payments?**

Kitimat Health Center (till Dec 2022)	Acropolis Manor (till Oct 2031)
Masset Hospital (till Apr 2032)	Terraceview Lodge (till Apr 2032)
Haida Gwaii Hospital (till Oct 2037)	