

Village of Craven Waterworks Rate Policy - 2019

The following information is on the Village of Craven's waterworks, as required under The Cities Regulations

Waterworks Rate Policy

The Village of Craven passed the Water Service Charge Bylaw No. 01-2012 on 9 Jan 2012 and Bylaw No. 2018-02 on 5 November 2018.

The future charges for the water supplied on a quarterly basis are as follows:

Date	Water Rate	Sewage Rate	Garbage & Recycle Rate	Quarterly Charge
July 1 st 2018 to December 31 st 2018	80.00	70.00	78.00	228.00
New water meters are installed when required, ie the existing ones become old and breakdown				

This policy states that Council's goal is to operate a self-sustaining waterworks infrastructure. To continue to meet this goal, Council will closely examine water revenue and expenses on an annual basis to ensure that this is met. Council approves an annual Utilities Budget that allocates funds for various projects as well as operating costs. The rates charged cover both the operating and capital work for the waterworks system. The Garbage rate covers the whole of the annual payment to Loraas Disposal.

Water Works Capital Investment Strategy

The objective of the waterworks capital investment strategy is to address future waterworks infrastructure items. The Village of Craven budgets on an annual basis, funds, which are transferred to an infrastructure account for the purpose of future waterworks capital work. This capital investment strategy will ensure that there are funds in place for future projects, so as to ensure that good quality, safe drinking water is provided to the residents and businesses in the community.

Capital plans have been developed to address the waterworks infrastructure upgrades required within our Village. The Village of Craven budgets accordingly for work to be completed at our facilities. The following is our current plan as well as future plans for upgrades to our waterworks system. Exact timelines are unknown at this moment and will be refined once the study is completed. The current waterworks capital plans and planned sources of funding are as follows:

Project	Completion	Estimated Cost	Funding
New Water Supply Lines	Estimated Dec 2025	\$2.2 million	Gas Tax Funds Revenue Sharing Current Budget
New Water Meters	November 2020	\$100,000	Sent expression of interest for ICIP
Well Upgrade	September 2020	\$130,000	Sent expression of interest for ICIP

2019 Waterworks Financial Overview

Total waterworks revenues (as reported in the Financial Statements):	(R) - \$89,299
Total waterworks expenditures (as reported in the Financial Statements, Includes interest paid on waterworks infrastructure loans):	(E) - \$86128
Total debt payments on waterworks infrastructure loans:	(D) - \$0
Comparison of waterworks revenues to expenditures plus debt payments expressed as a ratio:	$\frac{\$ 89,299}{\$86128} = 1.03$

For 2019, waterworks revenues covered 103% of the waterworks expenditures.

Reserves

Reserves available for waterworks capital infrastructure - \$285,296.02