



<u>Policy Title</u>	<u>Policy #</u>	<u>Resolution</u>	<u>Resolution Date</u>	<u># of pages</u>	<u>Forms</u>
Water Works Rate Policy	WS-006	33/24	March 15, 2024	4	

Policy Objective:
To establish water rates for the Resort Village of Aquadeo

Policy:

2024 ANNUAL WATERWORKS INFORMATION	
Available to the Public on Resort Village of Aquadeo Website (www.aquadeo.net)	
Name of Municipality:	Resort Village of Aquadeo
Date:	March 15, 2024
WATERWORKS RATE POLICY (To be established by bylaw or resolution)	
On March 15, 2024, Council passed a resolution on a waterworks rate policy.	
Under the waterworks rate policy resolution, the flat rate of \$450.00 per residential user and \$308.00 per trailer site will continue to the end of 2024, as adopted under the Water bylaw dated January 19, 2024. To work towards revenues that cover waterworks operating costs, Council is planning to raise the flat-water rate by 8% per year. At the same time, Council will closely monitor water expenditures.	
At the end of the fifth year, Council will review the waterworks policy to ensure waterworks revenues cover waterworks operating costs and consider the need for a waterworks infrastructure charge. Council reserves the right to review the waterworks policy on a yearly basis if required.	
By planning the waterworks rate increases ahead of time, residents and businesses will be able to prepare for and adjust to the increases. A Bylaw will be passed for the water rate changes.	
The flat rate that was established on January 19, 2024 was chosen to be an acceptable rate for residents and businesses at that time. The flat-water rate does not generate enough waterworks revenues to cover waterworks operating costs. The 2023 rate covered about 80.19% of the	

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Replaced – Res #406/23 – Dec 15/23



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WATERWORKS CAPITAL INVESTMENT STRATEGY

On December 15, 2023 Council passed a resolution on a capital investment strategy.

The objective of the waterworks capital investing plan is to address anticipated waterworks infrastructure maintenance, the immediate drinking water infrastructure problems and future infrastructure replacements in a timely fashion so as to ensure the municipal waterworks provides safe drinking water to residents and business.

To cover the costs of future waterworks infrastructure, maintenance and replacements, Council will likely need to undertake in the future a combination of increasing water rates to build the waterworks reserves, once the water rates cover waterworks operating costs, and long-term borrowing.

This capital investment strategy will ensure that safe drinking water can be provided to the residents and businesses in the community in the present and future.

Capital plans have been established to address the waterworks infrastructure deficiencies and replacements as discussed by Council. The current waterworks capital plans and planned sources of funding are as follows:

Projects	Planned Year of Completion	2023 Cost	Future Cost*	Source of Funding
Auxiliary transfer pump	2024	\$6,800	\$7,500	Reserves
Chlorine Pump Replacement	2025	\$3,000	\$3,300	Reserves
Reservoir flushing & cleaning	2026	\$8,000	\$8,800	Reserves
Ozone Generator Replace.	2027	\$5,000	\$5,500	Reserves
Backwash Pump Replacement	2028	\$1,500	\$2,000	Reserves
Testing Equipment Replace.	2029	\$3,600	\$5,000	Reserves
Second well & attachments	2030	\$165,000	\$200,000	Reserves

*Assuming a 3% rate of inflation per year.

For future waterworks capital plans, projects will be prioritized based on what is needed to ensure safe drinking water.

ANNUAL FINANCIAL OVERVIEW of 2022

Total 2022 waterworks revenues (R) - \$156,714

Total 2022 waterworks expenditures (E) - \$156,650.00

WS-006

RESORT VILLAGE OF AQUADEC

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