ANNUAL INFORMATION TO BE MADE AVAILABLE AT THE MUNICIPAL OFFICE BY SEPTEMBER 1 OF EACH YEAR

Year:	2025
Name and Number of Municipality:	TOWN OF KYLE

WATERWORKS RATE POLICY

The following rates shall apply for the use of water supplied from the Town of Kyle waterworks system:
MONTHLY WATER RATES:

- A base of 2,500 Imperial Gallons for users connected to the water service of Fifty Dollars ($50.00) per month shall apply
- A rate of 26.00 per 1,000 gallons of water consumed over 2,500 from the Town of Kyle's waterworks system shall also apply.
- Sask Landing Regional Water Pipeline Utility charges a flat fee of $35.00 per month per meter to cover their maintenance costs and loan restructuring costs.
- Kyle debenture payment ($10.00) per month per meter will be applied.

Under the waterworks rate policy, the per thousand gallons water rate of $26.00 and the base rate of $50.00 for 2500 gallons and a $10.00 per meter debenture payment was implemented on May 1, 2020 as adopted under Bylaw 07-2020 dated April 8, 2020 to work towards waterworks revenue that cover waterworks operating costs It came into effect May 1, 2020. Council will closely monitor waterworks expenditures.

The objective of the waterworks rate policy is to work towards waterworks that are self-financing, where the users pay for the cost of the service. To accomplish this, waterworks rates need to increase over time so that the revenues will cover operating costs, to the extent possible. At the end of the 2025 year, Council will review its waterworks policy to determine if revenues are covering costs. At that time, Council will also need to consider increasing rates to build the waterworks reserves in order to cover future infrastructure maintenance and replacements costs.

The town has one (1) debenture issues outstanding, both of which were used to loan funds to the Saskatchewan Landing Regional Water Pipeline Utility to assist in the cost of construction of the pipeline. Bylaw No 07-2013 has a principal balance of $2,123,080.36 with interest at 4.4%, requiring annual payments of $210,781 in years 2014 through 2033. These debenture issues were approved by the Local Government Committee of the Saskatchewan Municipal Board on October 7, 2013

This waterworks rate policy will work towards financially independent waterworks that do not have to compete with other key municipal financial demands under the municipal general revenue fund. This will ensure our waterworks can provide safe drinking water. Also, rates that cover costs will influence consumer demand and water conservation, and self-financing waterworks will reduce pressures on property taxes. Reducing funding for the waterworks from the general revenue fund will be reflected in future mill rates.

WATERWORKS CAPITAL INVESTMENT STRATEGY

Capital plans have been established to address the waterworks infrastructure deficiencies and replacements that will be identified in a Water Infrastructure Study. The current waterworks capital plans and planned sources of funding are as follows:

Project	Planned Year of Completion	Estimated Cost	Source of Funding
Sewer line replacement	2025	$71,221	Operating funds and Utility reserve
Sewer line replacement	2026	$140,775	Operating funds and Utility reserve

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

ANNUAL FINANCIAL OVERVIEW (2024)

The following is information on the Town of Kyle's waterworks, as required under *The Municipalities Regulations*. Utility services includes water and sewer.

2025 Waterworks Financial Overview:

Total waterworks Revenue (R) - $ 386,709

Total waterworks Expenditures (E) - $320,284

Comparison of waterworks revenues to expenditures plus debt payments expressed as a ration

($386,709)

($320,284) = 1.2

For 2025 waterworks, revenues covered 100 percent of waterworks expenditures.

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RESERVES

Reserves available for waterworks capital infrastructure - $125,000

ATTACHMENTS

There are no agreements for waterworks services.