

2023 ANNUAL UTILITY INFORMATION
 AVAILABLE TO THE PUBLIC ON TOWN WEBSITE (www.lumsden.ca)

Name of Municipality:	Town of Lumsden
Date:	April 9, 2024

ANNUAL FINANCIAL OVERVIEW – For the 2023 Year

The following is information on the Town of Lumsden Water and Sewer Utility, as required under *The Municipalities Act*.

Water and Sewer Utility Financial Overview:

For the Year 2023	Waterworks	Wastewater	Total
Revenues (operating and capital grants)	\$ 770,259	\$ 913,798	\$ 1,684,057
Transfer from Utility Reserve	166,176	513,123	679,299
Transfer from Solar Reserve	0	0	0
Total Revenue	936,435	1,426,921	2,363,356
Operating Expenses (excluding amortization)	523,223	832,050	1,355,273
Capital Expenses	161,453	148,311	309,764
Debt Repayment (principal only)	0	229,000	229,000
Transfer to Utility Reserve (Infrastructure Fee)	0	414,777	414,777
Total Expenses	684,676	1,624,138	2,308,814
2023 Net Profit / (Loss)	251,759	-197,217	54,542

Comparison of utility revenues to expenditures expressed as a ratio is 1.0236

The following additional information on the utility operation is available at the municipal office for public viewing:

- Water supply agreements

WATER AND SEWER UTILITY – Transfers To or From

In 2023 there were no transfers of utility revenue out of the utility department, only transfers within the utility reserve.

RESERVES – DECEMBER 31, 2023

The Water and Sewer Utility has reserves available for future capital infrastructure of **\$ 733,657.86**

WATERWORKS RATE POLICY

In 2022, Council passed a bylaw setting the Water and Sewer rates for the year 2023, based on anticipated increases from budgeted capital expenditures and operational increases.

The following per gallon treated water rates, for customers located inside municipal boundaries, were adopted for 2023:

Effective Date	Per Gallon Rate	Estimated Monthly Charge (based on 3,673 imperial gallons per month)
January 1, 2023	\$16.75 per 1,000 imperial gallons; 3,000 imperial gallons or less minimum \$50.25 per quarter	\$61.52

The following 2023 monthly sewer rates were adopted for customers accessing the municipal sewer system:

LOCATION	January 1, 2023
Residence	51.60
Self-contained suite in any building <i>In addition to basic charge</i>	25.85
Apartment Block – basic	51.60
Duplex/Fourplex – unit	51.60
Churches/Church Halls	51.60
Offices, Stores, Shops	51.60
Cafes, Restaurants, Food Outlets	157.65
Hotel – Basic	126.15
Licensed Beverage Room	126.15
Garages, Auto Body Shops	51.60
Car Wash – per stall	63.20
Laundromat – coin operated – per washer	25.85
Nursing Home, Hospital – Basic	74.50
Plus charge per bed	25.85
Schools – Elementary	635.90
- High School	635.90
Food Processing Plant	103.05
Trailer Court – mobile home	51.60
Condominium/Row Housing – unit	51.60
R.C.M.P. Detachment	126.15
Ice Plant	79.45
Sports Centre	227.00
All Other	51.60

The following monthly infrastructure rates were adopted for customers accessing the municipal sewer system:

LOCATION	Jan. 1, 2017 <i>(no change)</i>
Residence	40.00
Self-contained suite in any building <i>In addition to basic charge</i>	20.00
Apartment Block – basic	40.00
Duplex/Fourplex – unit	40.00
Churches/Church Halls	40.00
Offices, Stores, Shops	40.00
Cafes, Restaurants, Food Outlets	80.00
Hotel – Basic	80.00
Licensed Beverage Room	80.00
Garages, Auto Body Shops	40.00
Car Wash – per stall	40.00
Laundromat – coin operated – per washer	20.00
Nursing Home, Hospital – Basic	40.00
Plus charge per bed	20.00
Schools – Elementary or High School	400.00
Food Processing Plant	80.00
Trailer Court – mobile home	40.00
Condominium/Row Housing – unit	40.00
R.C.M.P. Detachment	80.00
All Other	40.00

The objective of the waterworks rate policy is to ensure that waterworks are self-financing; where users pay for the cost of the service. To accomplish this, waterworks rates need to increase over time so that the revenues will continue to cover operating costs. Expenditures in recent years have been significantly impacted by federal and provincial regulations intent on providing safe drinking water for consumers.

WATERWORKS CAPITAL INVESTMENT STRATEGY

The objective of the waterworks capital investment strategy is to address anticipated waterworks infrastructure maintenance and future infrastructure replacements and additions; in a timely fashion so as to ensure the municipal waterworks system provides safe and adequate drinking water to residents and businesses to enable continued sustainable growth for the municipality.

Source funding models are developed to set rates and infrastructure charges at a level adequate to cover all costs associated with the Town of Lumsden's 5-Year Capital Plan.

The goal of the capital plan is to address recognized utility infrastructure deficiencies. The current utility capital plan and planned sources of funding are as follows:

Project	Planned Year of Completion	Estimated Cost	Future Cost	Source of Funding
Fire Hydrant & Main Valve Replacement	2024-2026	80,000	93,501	Utility Reserve
Water Meters	2024-2026	75,000	116,132	Utility Reserve
Sewer Line Camera	2024	15,000		Utility Reserve
WWTP Emergency Plan	2024	10,000		Utility Reserve
Water Treatment Plant Detailed Design	2024	250,000		Debt
New Well #4A	2024	37,778	340,006	Debt
Replace Truck #16	2024	40,358		Utility Reserve
Wastewater Treatment Plant	2024	34,000		Utility Reserve
WWTP SBR Maintenance and Sludge Mixing Pump	2025-2026		53,000	Utility Reserve
Well #4 Rehab	2025		25,000	Utility Reserve
Water Treatment Plant – Reservoir and Filter Expansion	2027		4,134,000	Debt
Replace Truck #17	2028		49,196	Utility Reserve