



Utility Committee Report

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Updated Utility Fiscal Policy for Sanitary Drainage and Land Drainage

Recommendation of the Committee

1. That Policy Statements 1 and 3 on page 1 of Attachment 1 of the May 6, 2011, Utility Committee Report 2 be debated by City Council prior to approval.
2. That Policy C304C Drainage Services Utility Fiscal Policy – Sanitary and Land (Stormwater) Utilities, as revised and outlined in Attachment 1 of the May 6, 2011, Utility Committee Report 2, be approved.

History

At the May 6, 2011, Utility Committee meeting, the May 6, 2011, Asset Management and Public Works Department report 2010PW6508REV2, was considered and the following motion was passed:

That in Attachment 1 of the May 6, 2011, Asset Management and Public Works Department report 2010PW6508REV2, the following be deleted:

- a) In section 2.5 Financial Stabilization Reserve – Target (page 5), “The targeted Financial Stabilization Reserve balance is determined as follows:
$$\begin{array}{l} 10\% \text{ of Non-rate Revenue} \\ + 45 \text{ days Working Capital} \\ \hline = \text{Financial Stabilization Reserve target} \end{array}$$
”
- b) In section 2.6 Capital Replacement Reserve – Target (page 6), “The targeted Capital Reserve Target is 100% of the average 10-year Capital Investment Plan that is intended to be financed by cash”

Attachment

- Revised Policy C304C Drainage Services Utility Fiscal Policy
- May 6, 2011, Asset Management and Public Works Department report 2010PW6508REV2