

## Appendix 1 - Summary of Proposed Utility Rate Changes

Base Budget (Water)	Details	2025 Cost	2026 Cost	2026 Budget Increase	%	Notes
	Township Expenditures	\$ 2,138,557	\$ 2,327,544	\$ 188,987	8.8%	Mainly driven from salaries (\$130K) - job costing/admin
	Wholesale Costs (Region)	\$ 3,827,432	\$ 4,124,270	\$ 296,838	7.8%	Includes volume increase and 5.9% regional increase
	Operating Contingency Reserve Contribution	\$ 460,000	\$ 515,000	\$ 55,000	12.0%	+\$55K reserve contribution
	Expense: Capital Contribution From Rates	\$ 1,275,600	\$ 1,327,821	\$ 52,221	4.1%	Capital contribution increased to match expected fixed rate charges
<b>Subtotal</b>	<b>Total - Expenditures</b>	<b>\$ 7,701,588</b>	<b>\$ 8,294,634</b>	<b>\$ 593,046</b>	<b>7.7%</b>	
	Revenues: Program Revenue	-\$ 518,850	-\$ 574,170	-\$ 55,320	10.7%	Contributions from reserves and direct sales
<b>Subtotal</b>	<b>Net Expenditures</b>	<b>\$ 7,182,738</b>	<b>\$ 7,720,464</b>	<b>\$ 537,726</b>		
	Revenue: Capital Contribution From Rates	-\$ 1,275,600	-\$ 1,327,821	-\$ 52,221	4.1%	Increase expected to fixed rate charges
<b>Subtotal</b>	<b>Amount to be raised from Water Rates</b>	<b>\$ 5,907,138</b>	<b>\$ 6,392,644</b>	<b>\$ 485,506</b>	<b>8.2%</b>	
	Water Consumption	2,603,341	2,681,441	78,100		Small volume increase
	<b>Water Rates Calculated</b>	<b>\$ 2.27</b>	<b>\$ 2.38</b>	<b>\$ 0.11</b>	<b>4.8%</b>	

Base Budget (Wastewater)	Details	2025 Cost	2026 Cost	2026 Budget Increase	%	Notes
	Township Expenditures	\$ 1,705,472	\$ 1,814,601	\$ 109,129	6.4%	Mainly driven from salaries (\$47K) - admin/billing and external contracts (\$30K)
	Wholesale Costs (Region, City of Kitchener)	\$ 4,084,099	\$ 4,399,603	\$ 315,504	7.7%	Includes volume increase and 5.9% regional increase
	Operating Contingency Reserve Contribution	\$ 180,000	\$ 320,000	\$ 140,000	77.8%	+\$140K reserve contribution
	Expense: Capital Contribution From Rates	\$ 1,180,242	\$ 1,254,597	\$ 74,355	6.3%	Capital contribution increased to match expected fixed rate charges
<b>Subtotal</b>	<b>Total - Expenditures</b>	<b>\$ 7,149,813</b>	<b>\$ 7,788,802</b>	<b>\$ 638,989</b>	<b>8.9%</b>	
	Revenues: Program Revenue	-\$ 233,700	-\$ 233,700	\$ -	0.0%	Contributions from reserves and direct sales
<b>Subtotal</b>	<b>Net Expenditures</b>	<b>\$ 6,916,113</b>	<b>\$ 7,555,102</b>	<b>\$ 638,989</b>		
	Revenues: Capital Contribution From Rates	-\$ 1,180,242	-\$ 1,254,597	-\$ 74,355	6.3%	Increase expected to fixed rate changes
<b>Subtotal</b>	<b>Amount to be raised from Wastewater Rates</b>	<b>\$ 5,735,871</b>	<b>\$ 6,300,505</b>	<b>\$ 564,634</b>	<b>9.8%</b>	
	WasteWater Consumption	1,542,346	1,588,616	46,270		Small volume increase
	<b>WasteWater Rates Calculated</b>	<b>\$ 3.72</b>	<b>\$ 3.97</b>	<b>\$ 0.25</b>	<b>6.7%</b>	