

M A N I T O B A) Order No. 106/09
)
THE PUBLIC UTILITIES BOARD ACT) July 7, 2009

BEFORE: Graham Lane, CA, Chairman
 Susan Proven, P.H.Ec., Member
 Monica Girouard, C.G.A., Member

**TOWN OF GIMLI
WATER AND SEWER UTILITY
ACTUAL DEFICIT 2008 AND
BUDGETED DEFICIT 2009**

WHEREAS the Public Utilities Board issued Order No. 151/08 on November 7, 2008 requiring all water and/or sewer utilities to report an actual year-end deficit to the Board if the utility:

1. had not received prior approval for the deficit from the Board and such deficit either exceeds \$10,000 or represents 5% of the utility's operating budget; or
2. had received prior approval for the deficit from the Board and the actual deficit:
 - a. exceeds the previously approved amount by either \$10,000 or 5% of the utility's operating budget; or
 - b. is caused as a result that differs from that upon which said approval was granted;

AND WHEREAS the Town of Gimli incurred a deficit at the end of 2008 operating year of \$42,911.15;

AND WHEREAS the said cause of the deficit was multiple sewer and water breaks, excavations and repairs, general maintenance to pump and lift station and higher anticipated operational costs for hydro;

AND WHEREAS it is proposed that the 2008 deficit be recovered from the utility's accumulated surplus;

AND WHEREAS Section 164(4) of *The Municipal Act*, SM 1996, c. 58, as amended, provides:

"164(4) The council must ensure that the amount of estimated revenue and transfers provided for in the utility budget is not less than the amount of estimated expenditures in respect of the utility unless, before adopting the operating budget, the council obtains The Public Utilities Board's written approval, which may include any condition the Board considers necessary or advisable. "

AND WHEREAS the Town of Gimli plans to incur a deficit during the year 2009 of an amount estimated at \$44,615;

AND WHEREAS the said cause of the budgeted deficit is a result of insufficient utility rates;

AND WHEREAS it is proposed that the said budgeted deficit be recovered from revenues generated by new rates;

IT IS THEREFORE ORDERED THAT:

1. The actual deficit of \$42,911.15 incurred in the Town of Gimli's water and sewer utility during the year 2008 for the purposes set out herein, BE AND THE SAME IS HEREBY APPROVED to be recovered from the utility's accumulated surplus.
2. The budgeted deficit proposed for the water and sewer utility of the Town of Gimli during the year 2009 estimated at \$44,615.00 for the purposes set out herein, BE AND THE SAME IS HEREBY APPROVED to be recovered from revenues generated by new rates.
3. If, at the end of the year, the actual amount of the 2009 deficit exceeds the previously approved amount by \$10,000 or 5% of the utilities operating budget, or if the cause of the deficit differs from that approved herein, the Town of Gimli shall advise the Board by no later than April 1, 2010 and seek the Board's approval for recovery thereof.

Fees payable upon this Order - \$300.00

THE PUBLIC UTILITIES BOARD

"GRAHAM F. J. LANE, C.A."
Chairman

"KRISTINE SCHWANKE"
Acting Secretary

Certified a true copy of Order
No. 106/09 issued by The Public
Utilities Board

Acting Secretary

Board decisions may be appealed in accordance with the provisions of Section 58 of *The Public Utilities Board Act*, or reviewed in accordance with Section 36 of the Board's Rules of Practice and Procedure (Rules). The Board's Rules may be viewed on the Board's website at www.pub.gov.mb.ca.