

M A N I T O B A) Order No. 71/11
)
THE MUNICIPAL ACT) May 9, 2011

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

**RURAL MUNICIPALITY OF BROKENHEAD
WATER AND SEWER UTILITY
ACTUAL 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 Rural Municipality of Brokenhead incurred a net deficit at the end of the 2009 operating year in the water and sewer utility of \$67,208;

AND WHEREAS the said cause of the deficit is a result of amortization expense;

AND WHEREAS it is proposed that the said deficit be recovered by drawing down on the utility's fund surplus, which as at December 31, 2009 held a working capital surplus of \$88,003 (\$193,726 with the lagoon reserve);

IT IS THEREFORE ORDERED THAT:

1. The actual net deficit of the water and sewer utility of the Rural Municipality of Brokenhead incurred in 2009 in the amount of \$67,208, for the purposes set out herein, BE AND THE SAME IS HEREBY APPROVED to be recovered through the utility's accumulated surplus.
2. The Rural Municipality of Brokenhead review its rates for adequacy and file a report with the Public Utilities Board, as well as an application for revised rates if required, by October 31, 2011.

Fees payable upon this Order - \$150.00

THE PUBLIC UTILITIES BOARD

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

Chairman

"KRISTINE SHIELDS"

Acting Secretary

Certified a true copy of
Order No. 71/11 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.