

August 26, 2015

The Town of Carman (Town) has applied to the Public Utilities Board (Board) for revised water and sewer rates as set out in By-law No.15/2005 read the first time on June 11, 2015 Rates were previously set in 2006 by Board Order No. 76/06.

The current rates and proposed rates are provided:

| | Current By-law 06/1885 | Proposed By-law (15-2005) 2015 | Inc/ Dec | Proposed By-law (15-2005) 2016 | Inc/ Dec | Proposed By-law (15-2005) 2017 | Inc/ Dec | Proposed By-law (15-2005) 2018 | Inc/ Dec | Proposed By-law (15-2005) 2019 | Inc/ Dec |
|---------------------------------------------------------------|------------------------------|-----------------------------------------|-------------|-----------------------------------------|-------------|-----------------------------------------|-------------|-----------------------------------------|-------------|-----------------------------------------|-------------|
| Water \$/1,000 gallons First 100,000 gallons/quarter | \$6.80 | \$15.69 | 131% | \$15.94 | 2% | \$16.72 | 5% | \$16.99 | 2% | \$18.24 | 7% |
| Water \$/1,000 gallons Over100,000 gallons/quarter | \$5.70 | \$15.03 | 164% | \$15.26 | 2% | \$16.72 | 10% | \$16.99 | 2% | \$18.24 | 7% |
| Sewer \$/1,000 gallons Over100,000 gallons/quarter | \$1.75 | \$5.41 | 209% | \$5.72 | 6% | \$6.54 | 14% | \$6.99 | 7% | \$7.06 | 1% |
| Quarterly Service Charge | \$12.50 | \$30.97 | 148% | \$32.18 | 4% | \$33.59 | 4% | \$35.90 | 7% | \$36.49 | 2% |
| Minimum Quarterly- Water and Sewer* | \$38.15 | \$94.27 | 147% | \$97.16 | 3% | \$103.37 | 6% | \$107.84 | 4% | \$112.39 | 4% |
| Minimum Quarterly- Water Only* | \$32.90 | \$78.04 | 137% | \$80.00 | 3% | \$83.75 | 5% | \$86.87 | 4% | \$91.21 | 5% |
| Minimum Quarterly- Sewer Only* | \$17.75 | \$47.20 | 166% | \$49.34 | 5% | \$53.21 | 8% | \$56.87 | 7% | \$57.67 | 1% |
| Bulk Sales Rate** | \$10.00 | \$24.00 | 140% | \$25.00 | 4% | \$26.00 | 4% | \$27.00 | 4% | \$28.00 | 4% |
| Reconnection Fee | \$55.00 | \$75.00 | 36% | \$75.00 | 0% | \$75.00 | 0% | \$75.00 | 0% | \$75.00 | 0% |
| Per Hydrant Rental (Annual) | \$45.00*** | \$45.00 | 0% | \$45.00 | 0% | \$120.00 | 167% | \$120.00 | 0% | \$120.00 | 0% |

*Based on 3,000 gallons

**Per 1,000 gallons at a coin meter

***Based on actual amount charged. Note- By-law No. 06-1885 states the charge as \$100.00.

By-law No. 15-2005 states The Town of Carman will pay to the utility an annual rental of \$5000.00 (2015); \$5000.00 (2016); \$13,920.00 (2017); \$13,920.00 (2018); and \$13,920.00 (2019) for hydrants connected to the system.

Minimum Quarterly Charges 2015

| Meter Size | Group Capacity Ratio | Minimum Quarterly Consumption | Customer Service Charge | Water | Sewer | Quarterly Minimum Charge (Water & Sewer) |
|---------------|----------------------------|-------------------------------------|----------------------------|------------|----------|------------------------------------------------|
| 5/8" | 1 | 3,000 | \$30.97 | \$47.07 | \$16.23 | \$94.27 |
| 3/4" | 2 | 6,000 | \$30.97 | \$94.14 | \$32.46 | \$157.57 |
| 1" | 4 | 12,000 | \$30.97 | \$188.28 | \$64.92 | \$284.17 |
| 1 1/2" | 10 | 30,000 | \$30.97 | \$470.70 | \$162.30 | \$663.97 |
| 2" | 25 | 75,000 | \$30.97 | \$1,176.75 | \$405.75 | \$1,613.47 |
| 3" | 45 | 135,000 | \$30.97 | \$2,095.05 | \$730.35 | \$2,856.37 |

| Meter Size | Group Capacity Ratio | Minimum Quarterly Consumption | Customer Service Charge | Water | Sewer | Quarterly Minimum Charge (Water & Sewer) |
|---------------|----------------------------|-------------------------------------|----------------------------|------------|----------|------------------------------------------------|
| 5/8" | 1 | 3,000 | \$32.18 | \$47.82 | \$17.16 | \$97.16 |
| 3/4" | 2 | 6,000 | \$32.18 | \$95.64 | \$34.32 | \$162.14 |
| 1" | 4 | 12,000 | \$32.18 | \$191.28 | \$68.64 | \$292.10 |
| 1 1/2" | 10 | 30,000 | \$32.18 | \$478.20 | \$171.60 | \$681.98 |
| 2" | 25 | 75,000 | \$32.18 | \$1,195.50 | \$429.00 | \$1,656.68 |
| 3" | 45 | 135,000 | \$32.18 | \$2,128.10 | \$772.20 | \$2,932.48 |

| Meter Size | Group Capacity Ratio | Minimum Quarterly Consumption | Customer Service Charge | Water | Sewer | Quarterly Minimum Charge (Water & Sewer) |
|---------------|----------------------------|-------------------------------------|----------------------------|------------|----------|------------------------------------------------|
| 5/8" | 1 | 3,000 | \$33.59 | \$50.16 | \$19.62 | \$103.37 |
| 3/4" | 2 | 6,000 | \$33.59 | \$100.32 | \$39.24 | \$173.15 |
| 1" | 4 | 12,000 | \$33.59 | \$200.64 | \$78.48 | \$312.71 |
| 1 1/2" | 10 | 30,000 | \$33.59 | \$501.60 | \$196.20 | \$731.39 |
| 2" | 25 | 75,000 | \$33.59 | \$1,254.00 | \$490.50 | \$1,778.09 |
| 3" | 45 | 135,000 | \$33.59 | \$2,257.20 | \$882.90 | \$3,173.69 |

| Meter Size | Group Capacity Ratio | Minimum Quarterly Consumption | Customer Service Charge | Water | Sewer | Quarterly Minimum Charge (Water & Sewer) |
|---------------|----------------------------|-------------------------------------|----------------------------|------------|----------|------------------------------------------------|
| 5/8" | 1 | 3,000 | \$35.90 | \$50.97 | \$20.97 | \$107.84 |
| 3/4" | 2 | 6,000 | \$35.90 | \$101.94 | \$41.94 | \$179.78 |
| 1" | 4 | 12,000 | \$35.90 | \$203.88 | \$83.88 | \$323.66 |
| 1 1/2" | 10 | 30,000 | \$35.90 | \$509.70 | \$209.70 | \$755.30 |
| 2" | 25 | 75,000 | \$35.90 | \$1,274.25 | \$524.25 | \$1,834.40 |
| 3" | 45 | 135,000 | \$35.90 | \$2,293.65 | \$943.65 | \$3,273.20 |

| Meter Size | Group Capacity Ratio | Minimum Quarterly Consumption | Customer Service Charge | Water | Sewer | Quarterly Minimum Charge (Water & Sewer) |
|------------|----------------------------|-------------------------------------|----------------------------|------------|----------|------------------------------------------------|
| 5/8" | 1 | 3,000 | \$36.49 | \$54.72 | \$21.18 | \$112.39 |
| 3/4" | 2 | 6,000 | \$36.49 | \$109.44 | \$42.36 | \$188.29 |
| 1" | 4 | 12,000 | \$36.49 | \$218.88 | \$84.72 | \$340.09 |
| 1 1/2" | 10 | 30,000 | \$36.49 | \$547.20 | \$211.80 | \$795.49 |
| 2" | 25 | 75,000 | \$36.49 | \$1,368.00 | \$529.50 | \$1,933.99 |
| 3" | 45 | 135,000 | \$36.49 | \$2,462.40 | \$953.10 | \$3,451.99 |

Details of the Town's application are available for review at the Town of Carman's office or the Public Utilities Board's office. Questions concerning the application for revised rates, or the operation of the Utility, should be addressed to the Town of Carman.

The Public Utilities Board is the provincial regulatory agency that reviews and approves rates for municipal water and sewer utilities. The Board's review process involves:

- the Utility filing a rate application to the Board,
- the public notification of proposed rate changes,
- the Board's review of the application through a public hearing or paper review process, and
- the issuance of a Board Order which outlines the Board's decision on the rate application and the rates to be charged.

Any person who has concerns regarding the Town of Carman's application for revised rates should either write to: **The Public Utilities Board**

400-330 Portage Avenue Winnipeg, Manitoba R3C 0C4

or, send an email to: publicutilities@gov.mb.ca on or before September 28, 2015.

The Manitoba Ombudsman has recently issued privacy guidelines for administrative tribunals. The PUB is mindful of its obligations under those guidelines. Its decisions in respect of the application being considered will be sensitive to the guidelines. Personal information will not be disclosed unless it is appropriate and necessary to do so. However, the PUB advises participants that these proceedings are public and that as a result, personal information protections are reduced.

The Board will then decide whether any further notice is required and whether to proceed with a public hearing or paper review process. All concerns received by the Board will be considered in the Board's decision on rates to be charged.

PLEASE BE ADVISED THAT IN CONSIDERING THIS APPLICATION, THE PUBLIC UTILITIES BOARD MAY OR MAY NOT FIND IT NECESSARY TO DETERMINE RATES DIFFERENT FROM THOSE APPLIED FOR BY THE APPLICANT.

Note: All proceedings will be conducted in accordance with the Board's *Rules of Practice and Procedure* which the Board may vary in order to constrain regulatory costs. The Rules are available at www.pub.gov.mb.ca

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