

RESERVE: WATER RESERVE

Reserve Characteristics:

Reserve number:	139
Financial Statement Presentation:	Accumulated surplus
Reserve Type:	Obligatory
Reserve Category:	Asset Management
Bylaw:	5553-13 6212-19 Delegation of Authority By-law, Schedule C – Financial Matters

Purpose of the reserve:

To receive and hold water rate sourced contributions for the purpose of funding existing Water infrastructure replacement capital projects as approved by Council.

Funding source:

Annual budgeted Water Rate sourced contributions as approved by Council.

Use of funds:

To fund major repairs, restorations, upgrades or replacement of the Town's water service assets and related infrastructure.

May be used stabilize water operating budget as recommended to or by Council during the annual budget process, or other times throughout the year.

Target balance and financing

The reserve should maintain a positive balance while remaining aligned with the Town's requirements as identified by its 10-year capital plan as well as its Asset Management Plan objectives for water Infrastructure.

Other

At any time, acting in the best interests of the Town, Council may direct that some or all balances in the Fund be transferred to other reserve funds, or used for other purposes, provided that the transfer or use of water rate sourced funding is appropriate in the circumstances.