



Water Rates 2022/2023

November 1, 2021



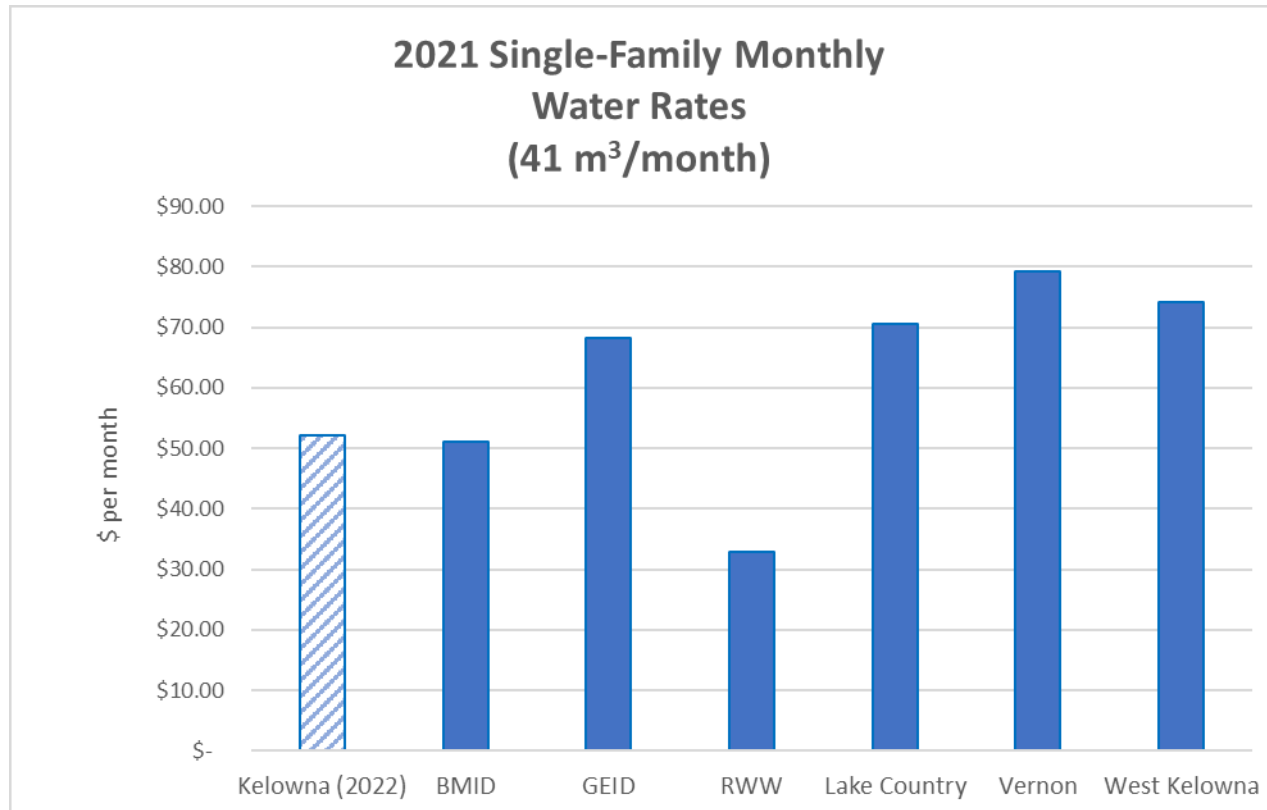
Cost Pressures

- ▶ Asset age and required renewal rates
- ▶ Associated rising operating costs with age
- ▶ Construction inflation typically higher than CPI
- ▶ Added assets (potable and non-potable systems) increasing the infrastructure deficit

General Rate Adjustment

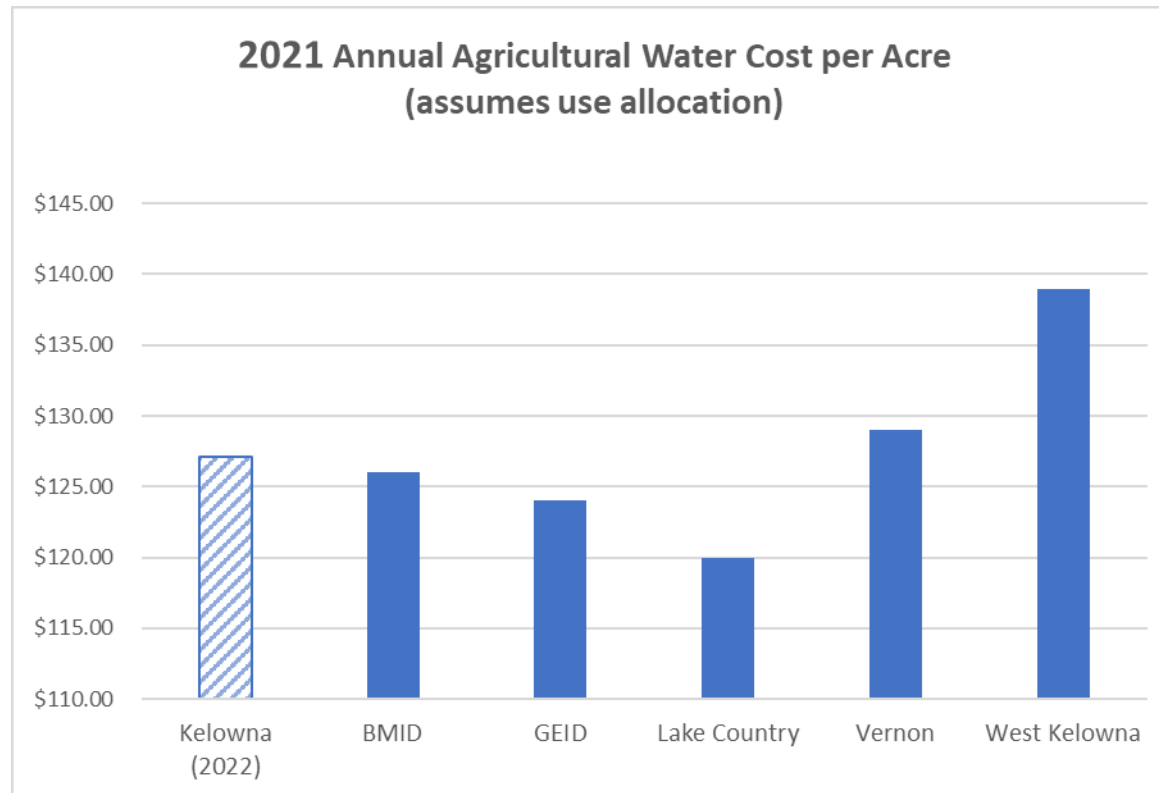
- ▶ Recommend 6% increase for Water rates
- ▶ Recommend 2% increase for Water Quality Enhancement Fee.
- ▶ Rates take effect January 1, 2022

- ▶ Average SFD water cost increase of \$2.39 per month
- ▶ Kelowna water rates are low in comparison with our local area water purveyors

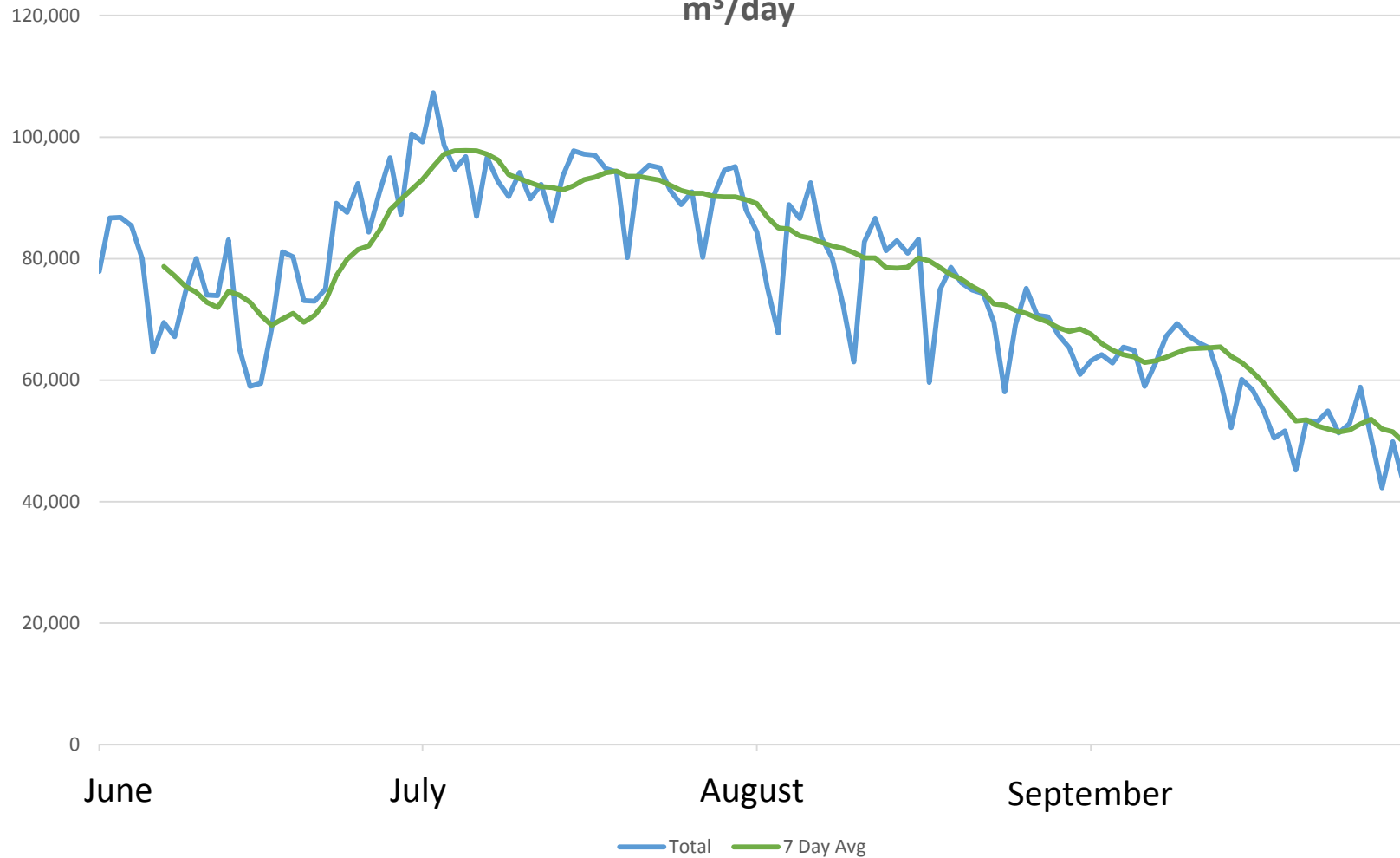


Non-Potable Water Rates

- ▶ Agricultural customers pay \$127.10 in 2022 and \$134.73 in 2023 per acre per year
- ▶ Non-Farm Status pay \$0.32 in 2022 and \$0.34 in 2023 per cubic metre.
 - ▶ Compares with minimum potable tiered rate of \$0.531 rising to \$2.169 per cubic metre



2021 Summer Water Demands m^3/day



Other ongoing initiatives

- ▶ Beaver Lake Industrial customers.
 - ▶ Transitioning to the City Industrial rates over 2022 and 2023
- ▶ SEKID LAS
 - ▶ Project finished
 - ▶ LAS Fee being finalized for 2022 implementation

Other initiatives

- ▶ Golf Course Irrigation Rate
 - ▶ Being developed with the close of irrigation season
 - ▶ Will be brought to Council for consideration

- ▶ Allocation Assessment
 - ▶ Utility Planning working on a separate policy and process to consider additional allocation availability
 - ▶ Until then moratorium on any additional allocations should remain in place



Questions?

For more information, visit kelowna.ca.