

2020 Budget

Thriving

Investing to build our
Community for Life

Water Supply

Safe, reliable
and high quality
drinking water

 **Region of Peel**
working with you





575 million

litres of safe drinking water
produced every day

4,638 km

length of
watermains

25,614

fire hydrants inspected
annually

334,560

water accounts

How We Are Adapting

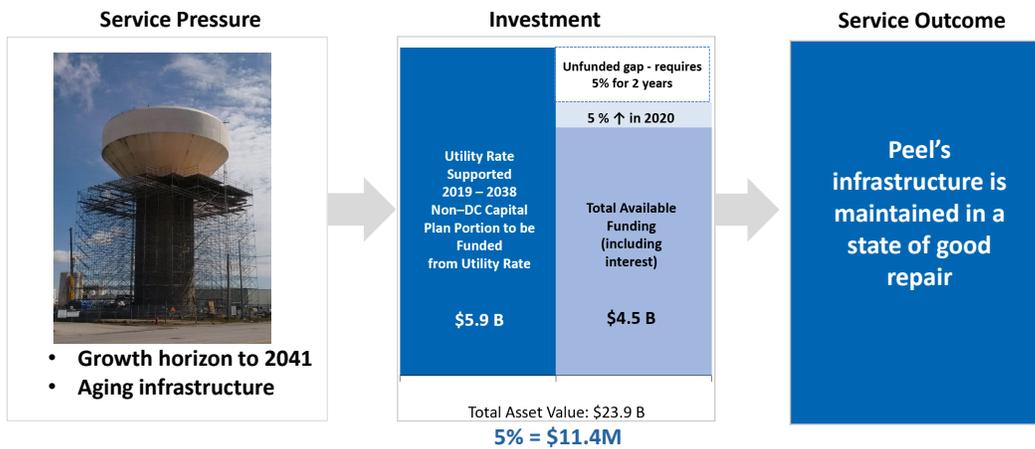
ADAPTING

- Testing innovative methods to optimize watermain replacement
- Helping residents and businesses manage construction impacts
- Developing a Long-Term Financial Sustainability Plan



NEW
in 2020

2020 Service Investments



Initiating **Long-Term Financial Sustainability Plan** and rate structure review in 2020

NEW
in 2020

2020 Service Investments

Service Pressure



- Growth
- Aging infrastructure

Investment



Enterprise Asset Management
OCWA contract oversight
Health and Safety

+\$130K
Operating

Service Outcome

Safe, reliable and
high quality
drinking water

Summary of 2020 Net Operating Budget

2019 Net Base Budget (In \$Millions)	\$231.0
Cost to maintain 2019 service level	
• Electricity savings	(0.9)
• OCWA contractual increases	2.0
• Reduction in tax support of utility operations	1.2
• Inflation: labour costs/ goods and services	1.2
Sub-total: Cost to maintain 2019 service level	\$3.5
2020 Service Demand	
• 5% rate increase to maintain infrastructure	11.4
• OCWA contract oversight	0.1
• Enterprise Asset Management (EAM)	-
• Health and Safety	-
Sub-total: Service Demand	\$11.5
2020 Proposed Net Budget Change from 2019	\$15.0
Proposed Total 2020 Net Budget	\$246.0

2020 Capital Budget – \$287.5 Million

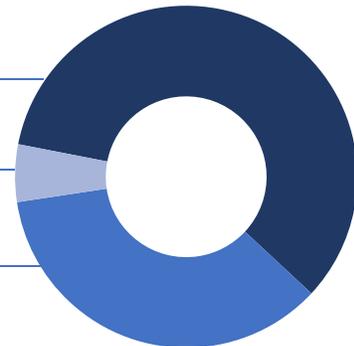
Key Highlights

- \$60M for Victoria Reservoir
- \$50M for Watermain replacement projects in Mississauga, Brampton and Caledon
- \$39M for MTO highway widenings – 401 and QEW
- \$8M for Hydraulic improvements at the A.P. Kennedy Water Treatment Plant

Capital Reserves
\$169.3M, **59%**

External
\$15.6M, **5%**

Development Charges
\$102.6M, **36%**



In \$Millions

Key Financial Information

	Resources to Achieve Level of Service		
	2019	2020	
Net Expenditures (\$M)	\$231.0	\$246.0	
Full-time Staffing Resources	288.5	292	
Capital Investment (\$M)		\$287.5	
10-Year Capital Investment (\$M)		\$1,958.6	
Outlook Years	2021	2022	2023
Net Increase (\$M)	\$17.2	\$17.2	\$3.4*
% Increase	7.0%	6.5%	1.2%

*Excludes 5% rate increase to maintain infrastructure; to be reviewed by the end of 2022.