

**SCHEDULES: By-law Number 2021-046**

<b>Schedule Reference:</b>	<b>RR16</b>
<b>Reserve Fund Category:</b>	<b>Rehabilitation &amp; Replacement</b>
<b>Reserve Fund Name:</b>	<b>Water Meters &amp; Reading Equipment</b>
<b>Financial Statement Location:</b>	<b>Surplus Allocation</b>

The Water Meters & Reading Equipment Rehabilitation and Replacement Reserve Fund (the “Fund”) is hereby established to receive and hold water and/or sewer rate sourced contributions, for funding major repairs, restorations, upgrades or replacement of the Township’s water meters installed on customer properties, including all reading equipment, transmitters, receivers, antennae, computer processing equipment, software and any related items, including funding of periodic mass battery replacements, and any other related assets not classed as “minor equipment” or “small tools” by the Township’s financial and budget policies. Routine operational repairs for normal wear and tear items are not to be funded from this reserve fund.

Contributions may be established in annual budgets, mid-year by Council, be allocations of year-end water or wastewater rate operating or capital surpluses or other contributions. Fund balances will earn and retain annual interest allocations as determined annually by the Treasurer.

The target balance for this account is set at 100% of the estimated replacement costs for these assets for the next 20 years, as estimated from time to time. Allocations of balances in the Fund will be planned for specific projects and purposes as approved by Council during the annual budget process or other times throughout the year, or made as part of the year-end accounting processes as reported to Council for approval by the Treasurer.

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

The Fund is hereby newly established with a \$Nil balance.