

WATER UTILITY ACT

WATER TARIFF NO. 1

RATES AND RULES

For

WATER SERVICE

At

Nicola Lake

By

Nicola Lakeshore Water Utility Co. Ltd.

1121 McFarlane Way, Unit #106, Merritt, BC V1K 1B9

Contact Person(s)

FRANK RIZZARDO

This Tariff is available for public inspection at:

1121 McFarlane Way, Merritt, British Columbia

Accepted for Filing by the
Comptroller of Water Rights

Effective: June 1, 2013

Rick Couroux
Secretary to the Comptroller
Of Water Rights

November 4, 2005
Revised June 1, 2013

Definitions

In this tariff the following definitions shall apply:

- (a) "Authorized Premises" means premises which are entitled to, and authorized for, service in accordance with the Certificate of Public Convenience and Necessity of the Utility;
- (b) "Comptroller" means the Comptroller of Water Rights under the Water Act and includes a deputy comptroller or a person appointed by the minister as acting comptroller;
- (c) "Customer" means any person who is the owner or lessee of an authorized premises;
- (d) "Domestic Service" means in-house use;
- (e) "Premises" means land and buildings thereon;
- (f) "Rate" includes:
 - (1) a general, individual or joint rate, fee, charge, rental or other compensation of the Utility;
 - (2) a schedule or tariff respecting a rate.
- (g) "Service" shall include:
 - (1) the supply of water provided by the Utility to the customer;
 - (2) the plant, equipment, apparatus, appliances, property and facilities employed by or in connection with the utility in providing the supply of water to the property line of the premise.
- (h) "Unit" means a building of accommodation occupied separately or to be occupied separately by an owner or lessee and, which either separately or jointly with other units, receives service from a connection to the Utility's waterworks and, without restricting the generality of the foregoing, includes the separate units of accommodation in all dwellings (a three bedroom unit would have 6 bed units).
- (i) "Utility" means Nicola Lakeshore Water Utility Co. Ltd.
- (j) "Irrigation" means lawn and garden sprinkling to a maximum of 2000 square feet.

(k) "Bed Unit" means the base unit for conversion from single family to multi-family or commercial (ie. A three-bedroom single-family unit equals 6 bed units or 2/bedroom).

Terms and Conditions

1. Application for Service

For authorized premises, charges for service are intended to recover the Utility's costs. The following charges are applicable depending upon the circumstances:

- (a) At the time an application is made for service to premises which had not previously been connected for service, the applicable charge shown in Schedule "A(a)" and/or "A(b)" of this tariff shall be paid by the applicant.
- (b) A turn-on fee of \$75.00 shall be applicable when:
 - (i) a turn-on of a valve at an existing curb-stop is made at a date after the service connection was installed;
 - (ii) a customer becomes re-connected after service has been shut-off at the request of the customer, for non-payment of rates, or for violation of these terms and conditions.
- (c) There is no charge for service shut-off.
- (d) At the time an application for service is made by a new customer, an administration charge of \$25.00 shall apply. This charge is not only applicable for a new connection, but also when a new customer, either owner or lessee of the premises, commences receiving service to an existing authorized premises.

2. Billing and Payment

All bills are issued monthly and are due and payable within fifteen days of the date of issue. Flat rates (and flat rate portion of metered rates) are billed in advance of service. For metered rates, excess consumption is billed in arrears. If the amount due on any bill has not been paid in full within (30) thirty days from the date of issue a further bill will be rendered to include the overdue amount plus a late payment charge of \$10.00.

If a cheque is returned by the customer's financial institution an administration fee of \$25.00 will be charged.

3. Service Shut-Off due to Non-Payment

When an account becomes one month overdue service may be shut off upon 15 days' written notice. A notice mailed to the last known postal address of the customer shall be deemed good and sufficient notice. A collection charge of \$40.00 shall be paid each time a Utility representative attends a customer's premises to disconnect service, following the issuance of a shut-off notice.

Service will not be turned on until all outstanding charges against the service, including the collection charge have been paid.

4. Discontinuance of Service

- (a) Customers must give at least two working days' notice in writing at the office of the Utility when requesting discontinuance of service and shall be liable for payment for all service until such service has been discontinued.
- (b) Any customer who desires to discontinue the use of water for any of the purposes stated in his application for service shall give notice of his intention, in writing, at the office of the Utility, and shall further show that any fittings used for the supply of water for such purposes have been disconnected.
- (c) The Utility may discontinue service to any customer who contravenes the terms and conditions contained in this tariff. In the event of further contravention of the tariff, the Utility may detach the service connection from the customer's premises and, upon re-application for service, the customer shall be liable to pay the Utility's cost of performing the said detachment and re-connection in addition to other applicable rates and charges.

5. Access to Premises

The Utility shall have the right of access to the customer's premises at all reasonable times for the purposes of making connections, reading meters, inspecting pipes and appurtenances, checking on the use or waste of water or determining compliance with these terms and conditions.

6. Interruption of Service

The Utility intends to maintain at all times an adequate and continuous supply of water at suitable pressures but accepts no liability for interruptions due to circumstances beyond its control. However, for the interruptions in excess of 48 hours, a proportionate rebate will be allowed to customers served on flat rates.

7. Restriction of Use of Water

The Utility may restrict or prohibit the use of water for gardening, sprinkling, air conditioning, the filling of swimming pools, or other purposes when, in its opinion, such action is necessary to conserve the water supply or to maintain water pressure. A customer who contravenes water use restrictions may receive one warning notice per calendar year before a fine for contravention applies. A notice delivered to the customer's premises shall be deemed good and sufficient notice of a contravention. For each subsequent contravention during the calendar year, a \$50.00 fine is applicable.

8. Limits on Water Use

No customer shall sell or dispose of any water or permit same to be carried away, or use water or allow it to be used in premises, or for purposes other than those stated in the customer's application for service.

The Utility has followed the disclosure statement filed with Superintendent of Real Estate and will require the installation of water meters with transponders that the Utility will provide the customer/client for \$400.00 and will charge a flat rate for the first 500 gallons/day, thereafter will charge the customer in accordance with the meter rates as set out in Schedule "E".

9. Multiple Dwellings

In the case of apartment houses, duplexes or houses containing one or more suites, each such accommodation, whether or not self-contained, shall be considered as a separate customer unless it is part of a strata and so specified in a schedule of this Tariff.

10. Work to be done by the Utility

No person, who is not an agent or employee of the Utility, shall make any connections with or alterations to or tamper with any of the Utility's waterworks, including any water meter belonging to the Utility, nor turn on or off any valve or curb stop of the Utility, without prior authorization by the Utility in writing.

11. Minimum Size of Services

The minimum size of pipe used to serve any one premises shall be 3/4" (19mm) nominal diameter. The type and diameter of pipe used on the customer's premises should be selected with due consideration of pressure losses from friction.

12. Minimum Earth Cover Over Services

All services on the customer's premises shall be buried below the maximum depth of frost penetration but in any event at a minimum depth of 5 feet (1.5m) below the surface of the ground.

13. Ownership of Service

All water service pipes and fittings carrying water from the main to the customer's property line shall be the property of the Utility.

14. Stop Cock

The customer shall provide a shut-off valve (stop cock) inside each of the customer's buildings in which water is used, for the use of the customer in case of leaky or defective pipes or fixtures, or in case the premises is vacated.

15. Customer's Service Pipes

Service connection materials installed on the customer's premises shall be rated by the manufacturer to sustain a minimum working pressure of 160 psi (1100 kilopascals). No service pipe or fitting shall be covered until they have been inspected and approved by the Utility.

16. Dangerous Cross-Connections

The customer shall not permit the plumbing on their premises to be connected to any source of water supply other than the Utility's, or to any potential source of contamination, without first obtaining the Utility's permission in writing. Any back-flow preventers deemed necessary by the Utility to prevent the entry of contaminants shall be installed at the customer's expense.

17. Condition of Customer's Pipes and Fixtures

All customers at their own risk and expense shall keep their pipes, stop cocks and other fixtures in good working order and shall protect them from frost and other damage. The Utility shall, within a reasonable time notify the customer of any leaky pipes and fixtures that are evident on the premises. If the necessary repairs are not made within two (2) working days after such notice has been given, or when the condition of the pipes or fixtures is such as to cause damage to property or material waste of water or damage to property, then without further notice the Utility may shut off the water supply. The water shall not be turned on again until such repairs have been made to the satisfaction of the Utility, and the charges paid as provided by clauses 1 and 4(c) of this tariff. No person whose water supply is shut off pursuant to this section shall have any claim against the Utility for discontinuance of supply.

18. Notice of Service Shut-off

The Utility shall have the right at all times to shut off the water supply temporarily to any premises in order to make repairs, replacements, alterations and extensions to the Utility's waterworks as shall, in the opinion of the Utility, be deemed necessary. Whenever possible the Utility will give reasonable advance notice of shut-off, and, in all cases where the Utility expects service to be interrupted for 24 hours or more, the Utility shall give advance notice to its customers.

19. Application for Extension of Service

For lots not authorized for service, all applications for extension of water service shall be made in writing by the owner or lessee of the premises to which the application refers, or by the owner's duly authorized agent. All applications for service shall state:

- (a) the purpose(s) for which the service is to be used (i.e. domestic, commercial, irrigation, etc.);
- (b) the legal description of the property;
- (c) the number and location of the premises to be served.

Charges for extension of service are intended to recover the Utility's costs. For each application, an initial deposit of \$200 is required to be paid at the time of application. Additional costs incurred by the Utility for legal, engineering and other fees, including Utility staff time, will be payable by the applicant and may require further deposits prior to undertaking certain aspects of the application process.

Each application for extension of service requires an amendment to the Utility's Certificate of Public Convenience & Necessity (CPCN) to include the lot(s) within its authorized service area. In response to each application, the Utility will detail the terms and conditions of service including all rates and charges applicable. Prior to the issuance of an amended CPCN, confirmation is required that either a deposit into the Utility's Deferred Capacity Trust Fund under Schedule B of this tariff has been made or that additional works have been constructed and contributed to the Utility by the applicant as required by the Comptroller of Water Rights.

Once the amended CPCN is issued, and while the lot(s) are not receiving service, availability of service charges under Schedule G of this tariff will be applicable.

Additional applications shall be made for all extensions of service to additional premises and for additional purposes.

20. Water Main Extensions

General Provisions

- 20.1 Any waterworks installed pursuant to an application for extension of service shall be the sole property of the Utility.
- 20.2 The size, type, quality of materials, and their location will be specified by the Utility and the actual construction will be done by the Utility or by a construction agency acceptable to it.
- 20.3 In arriving at the length of the main extension necessary to render service to any point, the distance from such point to the nearest distribution main shall be considered along lines of proper construction and common practice in the location of public waterworks, due consideration being given to the general layout of the Utility's system. The length of the extension shall be measured along the lines of proper construction from the nearest distribution main to the middle of the furthest property to be served.

- 20.4 The Utility will not be required to make extensions where road grades have not been brought to those established by public authority.
- 20.5 Where an extension must comply with a law, statute, bylaw, ordinance, regulation, specification or order of a public authority, the estimated cost of the extension shall be based upon the waterworks required to comply therewith.

Method of Allocating Advances and Refunds

- 20.6 Advances by original applicants:
When more than one applicant is involved and an advance is required in payment for a main extension the amount of the advance shall be divided equally or as otherwise agreed among the applicants are made known to the Utility.
- 20.7 Advances by subsequent customers:
An extension charge equal to a pro-rata share of the original cost of the main extension shall be collected by the Utility from each additional customer who connects to the original main extension within five years. The extension charge collected above shall be refunded equally **or as otherwise agreed** to the customers who already have advances deposited with the Utility as a result of connection to the extension, so that in the result all subscribers will have paid their pro-rata share or as otherwise agreed by them and made known to the Utility.
- 20.8 Advances which may be required from applicants in payment for extensions will be held by the Utility without interest. Refunds will be made in accordance with these rules and no *person* will have refunded to him an amount in excess of the amount of his advance. Refunds will be paid to the current registered owners of the properties on account of which the deposits were received. Any amount not used by the Utility for construction of the extension and not refunded at the end of five years from the date the advance was received by the Utility from the original applicant or applicants will be retained by the Utility and transferred to the "Deferred Capacity Trust Fund" account. Thereafter additional customers will be connected without being required to pay the extension charge.

21. Winter Construction

The Utility reserves the right to refuse to make extensions and install service pipe to a customer's property line under frost conditions in the winter months that would make the undertaking impractical or in the Utility's opinion, excessively costly.

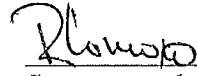
22. Amendments to Tariff

The rates and charges recorded in this tariff are the only lawful, enforceable and collectable rates and charges of the Utility, and shall not be amended without the consent of the Comptroller. The Comptroller, on his own motion, or on complaint of the Utility or other interested persons that the existing rates in effect and collected or any rates charged or attempted to be charged for service by the Utility are unjust, unreasonable, insufficient, unduly discriminatory or in contravention of the Water Utility Act, regulations or law, may, after investigation, determine the just, reasonable and sufficient rates to be observed and in force, and shall, by order, fix the rates.

The Utility may submit to the Comptroller, by letter of application together with full supporting documentation, proposed amendments to rates and charges, and other terms and conditions of service. After initial review of the application, the Comptroller may require the Utility to give an acceptable form of notice of the application to its customers and other interested persons. The notice will state a specific time period within which any interested persons may submit objections to the application to the Comptroller. After investigation of the application and any objections thereto, the Comptroller will decide the matter and notify all interested persons of his decision.

23. Disputes

In case of disagreement or dispute regarding the application of any provision of these terms and conditions, or in circumstances where the application of the terms and conditions appears impracticable or unjust to either party, the Utility, or the applicant or applicants, may refer the matter to the Comptroller for adjudication.


Secretary to the Comptroller

Schedule "A" - Water Service Connection

The charges shown below apply to connections to a main (Page 2, Section 1).

The connection charge (a) recovers the cost incurred by the Utility, and not otherwise recovered, of installing a service connection from the water main to a curb stop and, if required, a meter at the property line of the customer's premises or in the building. Cost herein includes any administrative overhead incurred.

Where, at a time prior to a customer's application for service, a service connection has been installed at no cost to the Utility or at a cost otherwise recovered by the Utility, then upon connection of the service pipe, the rate shown in (b) below shall be paid upon application for service.

(a) Connection Charge:	Actual Cost
(b) Connection of customer's service pipe to an existing curb stop up:	<u>\$150.00</u> **
(c) Cost of a water meter for 3/4" residential service plus transponder for remote meter reading:	Actual cost

** This is due to the number of inspections required to comply with the Health Authority.

- a) trenching
- b) line
- c) connection by plumber to avail cross contamination with treated sewer irrigation line

Schedule "B" - Contribution in Aid of Future Construction

Where as a result of premises becoming qualified as authorized premises a greater number of units require or may require service from the utility, thus utilizing waterworks capacity presently or in the future, then, upon application for an extension of service, in addition to the connection charge and any main extension costs, the charge shown below shall be paid.

For each domestic service premises qualifying as authorized premises	<u>\$2,500.00</u>
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- Note:
1. For other than single-family premises, the charge shall be calculated on a domestic service equivalent basis.
 2. Monies collected are to be deposited to the Utility's Deferred Capacity Trust fund and may only be released with the written authorization of the Comptroller of Water Rights.

Schedule "C" - Domestic Service Flat Rates


Applicability: To domestic service customers receiving service.

Rate: Not applicable as all customers are metered.

Schedule "D" -Commercial Flat Rates

Applicability: To all commercial customers receiving service.

Rate: Not applicable as all customers are metered.


Secretary to the Comptroller

**Schedule "E" -Meter Rates -Domestic, Agricultural, Hobby Farming,
Irrigation, Industrial and Commercial Establishments**

Applicability: To all customers with metered services.

Rates:	<u>Meter Size</u>	<u>Rate (monthly)</u>	<u>Rate (monthly)</u>
		June 1, 2013	March 1, 2015
	3/4"	\$ <u>36.00</u>	\$ <u>41.00</u>
	1"	\$ <u>67.00</u> + day rate	\$ <u>72.00</u> + day rate
	6"	\$ <u>10.17</u> per bed unit	\$ <u>15.17</u> per bed unit

- Notes: 1. As defined in Section 1 of this tariff each bedroom of accommodation is equal to two bed units.
2. For 1" connections an additional charge of 0.6 cents/gallon will be applicable for usage in excess of the 500 gallons/day/unit as per the disclosure document.
3. Irrigation is limited to 2000 square feet and water is supplied via the separate irrigation line (treated affluent line) at no cost.
4. Commencing June 1, 2013, \$18,000 per year is to be deposited into a Replacement Reserve Trust Fund (RRTF).
5. Commencing March 1, 2015, \$25,000 per year is to be deposited into a RRTF.
6. RRTF Funds may only be release with the written authorization of the Comptroller of Water Rights.

**Schedule "F" - Fire Hydrant & Standpipe Rates
Per Fire Protection Agreement**

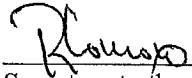
Applicability: Within that portion of the utility's authorized service area in the TNRD/Nicola Lake fire protection district or other recognized local fire protection authority.

Rates:	Hydrants	not applicable
	Standpipes/Blow-Offs	not applicable

Note: There is no fire protection district in place and the TNRD are not willing to set it up until the volunteer fire department is established

Nicola Lakeshore Water Utility Co. Ltd.

Water Tariff No. 1
1st Revised Page No. 16
Replaces Original Page No. 16
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Secretary to the Comptroller

Schedule "G" - Availability of Service Charge as per Rent Charge Agreement(s)

Applicability: To the owners all of lots which have a Rent Charge Agreement registered on title.

Rate: \$432.00 per annum commencing June 1, 2013

\$492.00 per annum commencing March 1, 2015

- Notes:
1. Commencing June 1, 2013, \$18,000 per year is to be deposited into a Replacement Reserve Trust Fund (RRTF).
 2. Commencing March 1, 2015, \$25,000 per year is to be deposited into a RRTF.
 3. RRTF Funds may only be release with the written authorization of the Comptroller of Water Rights.