

KICKING HORSE MOUNTAIN UTILITIES CORPORATION

as contract utility operator for Kicking Horse Mountain Resort Limited Partnership

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April 01, 2024

To: All Kicking Horse Mountain Utilities Corporation Customers

RE: Decision received from the BC Comptroller of Water Rights - New Tariff

The Comptroller of Water Rights has completed a review of the utility Water Rate and the Reserve Contributions currently billed by the Kicking Horse Mountain Utilities Corporation (“KHMUC”). A copy of the Comptroller’s Decision Letter and the updated Water Tariff can be viewed online at [Utility Services – Kicking Horse Mountain Resort \(kickinghorseresort.com\)](http://Utility Services – Kicking Horse Mountain Resort (kickinghorseresort.com)).


Following the direction provided by the Comptroller, the Water Rate will increase by \$4/ bed unit (BU) effective April 1st, 2024. The Water Rate will continue to increase annually at \$4/BU for a period of 5 years, ending with a Water Rate of \$92/BU in 2029. Note that 100% of the increase will be allocated to the Replacement Reserve Trust Fund, a Comptroller mandated and managed Reserve account that ensures adequate funding for infrastructure replacement and emergency repairs. Monies from the Replacement Reserve Trust Fund can only be released with the Comptroller’s approval.

The Decision Letter addresses a commitment made by KHMUC to conduct a resort wide review of all billable BUs. This will review conducted during the summer of 2024. Highlights of the review are as follows:

- Under the Water Tariff the standard Bed Unit allocation for a single family home is 12 BU, allowing for the construction of 6 bedrooms. All single family properties will be invoiced under this standard. A property owner may request an inspection if the property has less than 6 bedrooms or rooms that could be utilized as bedrooms. The minimum allocation is 6 BUs. KHMUC reserves the right to invoice properties in excess of 12 BU for larger buildings.
- KHMUC will conduct a review of all Resort owned commercial spaces to ensure all commercial customers are invoiced to the same BU calculations and standard.
- The Standby Rate for vacant properties will increase from 60% of the standard rate to 70% of the standard rate. The maximum number of permitted BU are applied in this calculation.
- All other units will continue to be billed unchanged as per the Water Tariff, specifically 2/BU per hotel unit, 4/BU per 2-bedroom condominium and 6/BU per 3-bedroom condominium.

Please be advised that KHMUC is managed on a long-term break-even basis and that utility invoices for all users at the resort are calculated on the basis of BU’s as defined in the Water Tariff.

Yours truly,



Patrick Majer