

2026 Interim Water and Wastewater Consumption Rates and Service Fees

Date: November 25, 2025

To: Executive Committee

From: Chief Financial Officer and Treasurer and General Manager, Toronto Water

Wards: All

SUMMARY

This report recommends the adoption by City Council of 2026 interim water and wastewater consumption rates and service fees as set out in this report. The adoption of these interim rates and fees is requested in advance of the 2026 Tax and Rate Supported Operating and Capital Budgets in order to establish these rates and fees and provide City staff with the necessary authority to implement them effective January 1, 2026. The recommended interim rates are established to meet Toronto Water operating and budget requirements which will be considered through the 2026 Operating and Capital Budget process ("2026 Budget Process"). These rates may be amended by City Council when the 2026 Rate supported Operating and Capital Budgets are adopted, which is expected in the first quarter of 2026.

Accordingly, this report recommends, effective January 1, 2026, an interim 3.75% water and wastewater consumption rate increase, as well as inflationary and cost recovery increases for certain existing water and wastewater service fees, reflecting the cost of providing these services.

This report also provides additional information on water consumption, as well as further details on the recommended interim 2026 water and wastewater consumption rates and service fees.

RECOMMENDATIONS

The Chief Financial Officer and Treasurer and the General Manager, Toronto Water, recommend that:

1. City Council adopt:

a. Effective January 1, 2026, an interim 3.75% rate increase to the combined water and wastewater consumption rates (paid on or before the due date) charged to metered consumers as shown below and in Appendix A attached to this report;

Annual Consumption	Paid on or before the due date, \$/m3	Paid after the due date, \$/m3
Block 1 - All consumers of water, including the first 5,000 cubic metres per year consumed by Industrial users ("Block 1 rate")	4.8629	5.1188
Block 2 - Industrial process – use water consumption over 5,000 cubic metres per year, representing a 30% reduction from the Block 1 Rate ("Block 2 rate")	3.4039	3.5830

b. Effective January 1, 2026, an interim increase of 3.75% to the water and wastewater consumption rates (paid on or before the due date) charged to flat rate consumers, as set out in Appendix A attached to this report;

c. Effective January 1, 2026, the water and wastewater interim service fees, as set out in Appendix B attached to this report;

2. City Council adopt, with respect to assistance for low-income seniors and low-income disabled persons:

a. Effective January 1, 2026, the interim water rebate for eligible low-income seniors and low-income disabled persons be set at a rate of \$1.4589 per cubic metre, representing a 30% reduction from the Block 1 rate (paid on or before the due date);

3. City Council amend the following service descriptions in Chapter 441 (Appendix D) of the Municipal Code, by replacing them with the new service descriptions below, per the attached Appendix C - 2026 User Fees for Technical Adjustment;

Old Service Description	New Service Description
Revenues – Environment & Administration	Revenues – Environment, Energy & Emergency Planning
Revenue - Customer & Technical Support	Revenue - Technology & Customer Experience

4. City Council amend the service descriptions for fees with Ref. No. 1, 2, 4, 5, 6, 45 and 46 in Chapter 441 (Appendix D, Schedule 2) of the Municipal Code from Revenue - Distribution and Collection to Revenue - Capital Planning & Implementation, as outlined in the attached Appendix C - 2026 User Fees for Technical Adjustment;
5. City Council authorize that the necessary amendments be made to Municipal Code Chapter 441 - Fees and Charges, Municipal Code, Chapter 849 - Water and Sewage Services and Utility Bill, and any other necessary Municipal Code Chapters as may be required, to give effect to City Council's decision; and
6. City Council authorize the City Solicitor to introduce any necessary Bills required to give effect to Council's decision and authorize the City Solicitor to make any necessary clarifications, refinements, including stylistic, format and organization, minor modifications, technical amendments or by-law amendments as may be identified by the City Solicitor, the Chief Financial Officer and Treasurer and the General Manager, Toronto Water.

FINANCIAL IMPACT

The City of Toronto Water and Wastewater Program (the "Program") is currently fully funded on a 'pay-as-you-go' basis through a combined water and wastewater rate without any reliance on property taxes or borrowing/debenture financing. The property tax supported budget is not impacted by adoption of the recommendations contained in this report.

This report recommends an interim water and wastewater consumption rate increase of 3.75%, effective January 1, 2026, for Block 1 rate consumers and Block 2 rate industrial process-use consumers in advance of the 2026 Budget Process.

As shown in Chart 1, the recommended interim rate increase of 3.75% would have an impact of \$40 per year for the average home consuming 230 cubic metres a year billed at the Block 1 Rate (from \$1,078 in 2025 to \$1,118 in 2026). The net impact of the 3.75% increase on a commercial consumer at the Block 1 rate with an annual consumption of 100,000 cubic metres would be \$17,570. The same level of consumption for eligible industrial process-use consumers, charged at the Block 2 rate, would be a \$12,564 net impact, reflecting the 30% discount applied.

The rate increase impact on a large industrial process-use consumer of 1,000,000 cubic metres eligible for the Block 2 rate will be \$123,264.

Chart 1: Impact of recommended interim water rates effective, January 1, 2026

Type of Property	Consumption	2025 Cost	2026 Projected Cost	2026 Rate Increase Impact	
	m ³ /y	\$/y	\$/y	\$/y	%

Residential	230	\$1,078	\$1,118	\$40	3.75%
Commercial	100,000	\$468,720	\$486,290	\$17,570	3.75%
Industrial	100,000	\$335,122	\$347,685	\$12,564	3.75%
Large Industrial	1,000,000	\$3,287,932	\$3,411,195	\$123,264	3.75%

The proposed interim water and wastewater consumption rate increase of 3.75%, recommended in this report, if approved by City Council, is anticipated to generate approximately \$55.15 million in additional revenue for Toronto Water's operational and capital program needs.

The recommended interim increases to certain water and wastewater service fees are set out in Appendix B and are based on projected 2026 inflationary increases for services costs such as costs of labour, energy, utilities and materials involved in providing the related services by Toronto Water, as well as Revenue Services. These proposed service fee increases are set at 3.75% and 2.5%, respectively and are in accordance with the City's User Fee Policy.

Further details are provided in appropriate sections of this report discussing the recommended increases to water and wastewater service fees.

The proposed 2026 interim increases to water and wastewater service fees, if approved by City Council, are expected to generate additional revenue of approximately \$2.341 million, which is intended to offset the cost increases associated with delivering these services.

DECISION HISTORY

At its meeting on December 17 and 18, 2024, City Council adopted, effective January 1, 2025, the interim water and wastewater consumption rates and service fees to be charged to metered and flat rate consumers and set the water rebate for eligible low-income seniors and low-income disable persons. The 2025 Interim Water and Wastewater Rates and Service Fees report, adopted by City Council, can be viewed at: [Item - 2024.EX19.9](#)

At its meeting on February 11, 2025, City Council imposed as final the interim 2025 water and wastewater consumption rates and service fees previously adopted by City Council in EX19.9. at its meeting on December 17 and 18, 2024. The report Budget Implementation Including Property Tax Rates, User Fees and Related Matters report can be viewed at: [Item - 2025.CC27.1](#)

COMMENTS

ISSUE BACKGROUND

Following amendments to the City of Toronto Act, 2006, the Mayor is required to prepare a proposed Operating and Capital Budget and provide it to the City Clerk and each member of City Council by February 1. This proposed budget, which includes water and wastewater rates and service fees, is then considered by City Council in February. City staff are recommending the adoption of the proposed 2026 interim water and wastewater consumption rates and water and wastewater service fees, effective January 1, 2026, in advance of the 2026 Tax and Rate Supported Operating and Capital Budgets going to City Council in February, in order to allow the new rates and fees to become effective on January 1, 2026.

This is consistent with the practice since 2023 following the introduction of the strong mayor powers and the resulting changes to the annual budget process.

The Program also provides water and wastewater services directly to customers for which it charges a fee generally based on cost recovery. For 2026, most service fees are recommended to increase by the applicable rate of inflation, except for those tied to contracts for procured services, where the recommended increases reflect the actual contract prices.

Financial Model

The financial model used to forecast water and wastewater rates is premised upon the objective that the Program remains fully self-funded and financially stable, with both operating and capital needs being met without excessive year-over-year fluctuations in pricing over the long term.

The financial model is predicated on replenishment through annual funding from the Toronto Water operating budget ("capital-from-current") sufficient to ensure that an adequate balance is maintained in the capital reserve funds, which provide funding for the capital needs of the Program.

The financial model also provides for additional funding, through the Rate Stabilization Reserve, to offset any unanticipated operating budget variances, that could arise from revenue shortfalls due to uncontrollable circumstances, resulting in water consumption below projected levels.

The financial model assumes that 82% of the net Capital Budget (after grants, subsidies and other capital contributions) will be drawn from Toronto Water's Capital Reserve during 2026 - 2028 period, increasing to 85% in 2029 and forward, based on the anticipated capital completion level for the Program, so as not to overstate projected funding requirements.

The interim rate and service fees increases recommended in this report are consistent with the financial model supporting Toronto Water operating and capital requirements to be presented for consideration and approval during the 2026 Budget Process anticipated to commence in January 2026. Consideration during the budget process

may result in amendments being made by City Council to the interim rates and service fees.

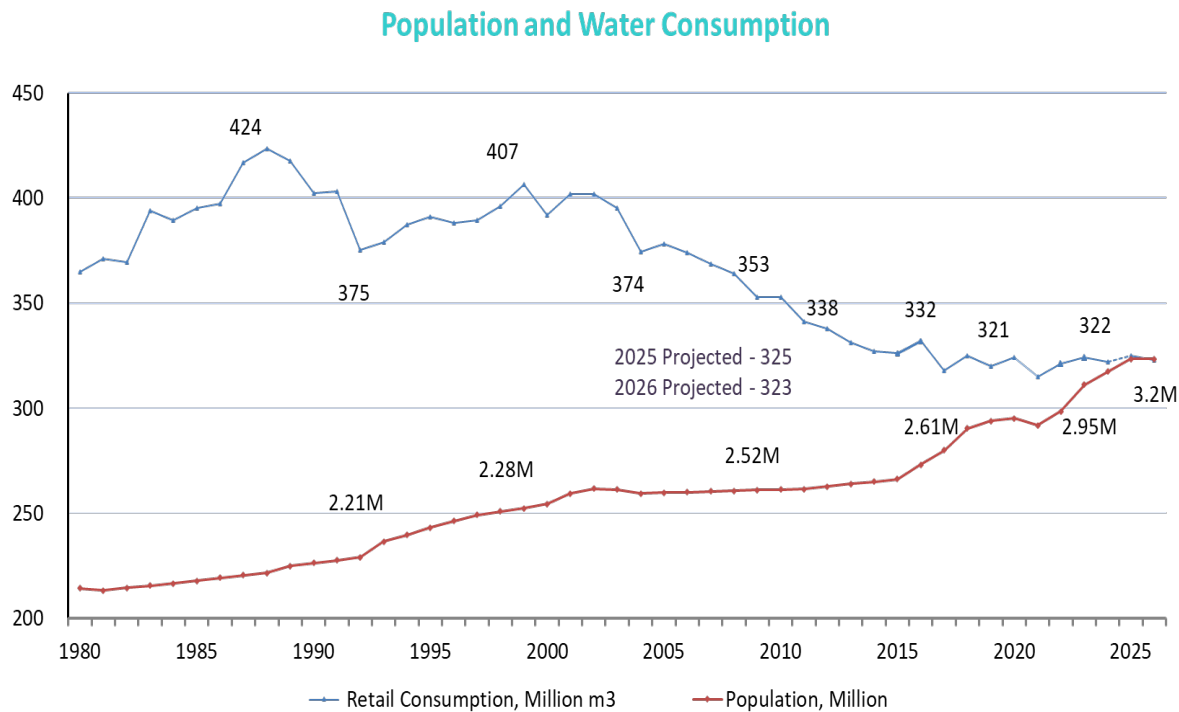
Water Consumption Forecast

Over the last decade, despite the increase in population, there has been a trend of reduced water consumption, as shown in Chart 2 below. Toronto’s water consumption projected to 2025 year-end is estimated at 325 million cubic metres, which represents about a 4% drop from 338 million cubic metres in 2012.

However, substantial fluctuations in water consumption have been observed over the past six years, as shown in Charts 2 and 3. Weather has an impact on consumption, with hot, dry summers often driving consumption up (as seen in 2020, 2022, 2024 and 2025), whereas cooler, wetter springs and summers can result in reduced consumption (as seen in 2021 and 2023).

In addition, during 2020 and 2021 water consumption was impacted by COVID-19, resulting in lower than usual consumption over the winter months, attributed to closed businesses. As shown in Chart 3, the water consumption in 2022 was substantially higher than the previous years, attributed to the re-opening of most businesses and relatively dry summer.

Chart 2: Toronto Retail Water Consumption and Population



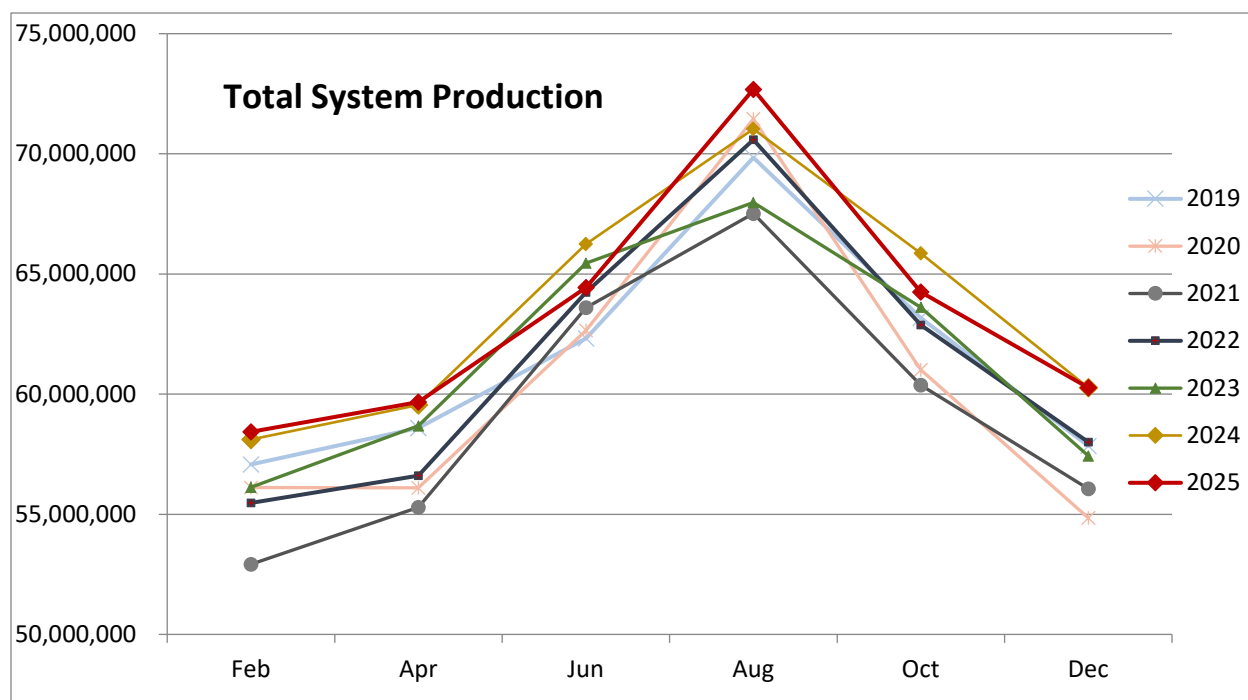
Winter consumption, measured from October to April, is not influenced by the additional outdoor water use typical of summer months. As such, it provides a reliable basis for analyzing steady baseline consumption trends in the City. There was a trend of

increased consumption over the winter months in 2023 and 2024, which has changed towards a flat and slightly lower consumption in 2025. However, the summer consumption in 2025 was higher than the previous two years. The year end consumption projection for 2025 is similar to 2023 consumption and slightly higher than 2024.

Although the above analysis is based on the gross water production data, the actual billed consumption has been impacted by the premature water meter transmission units failures, which was presented to Council in Item - [2025.IE21.2](#).

Based on this analysis, consumption for 2026 and beyond is conservatively projected to decline by 0.5% per year compared to 2025 projected consumption. These projections will be closely monitored and adjusted in the next budget cycle as needed.

Chart 3: Water Production (2019 to 2025)



Industrial Discount Rate

Since January 2008, City Council has adopted a 2 block rate structure, with the second block rate providing a 30% discount for eligible industrial process-use consumers, complying with certain requirements. There were 130 industrial accounts at the discounted Block 2 rate in 2025.

Flat-rate Accounts

In 2010, the City started implementation of a City-wide water meter replacement program coupled with concurrent installation of an automated meter reading technology, planning to convert all flat-rate accounts to metered accounts.

As of October 2025, there were 177 remaining flat-rate accounts compared to 72,000 flat-rate accounts in 2007.

The accounts that have refused the installation of an automated water meter have been subject to a flat rate legacy fee since July 2014, which is recommended to be increased to \$1,502 in 2026.

This report recommends an interim 3.75% rate increase to the water and wastewater consumption rates charged to flat-rate consumers, effective January 1, 2026, consistent with metered customers.

Assistance for Eligible Low-Income Seniors and Low-Income Disabled Persons

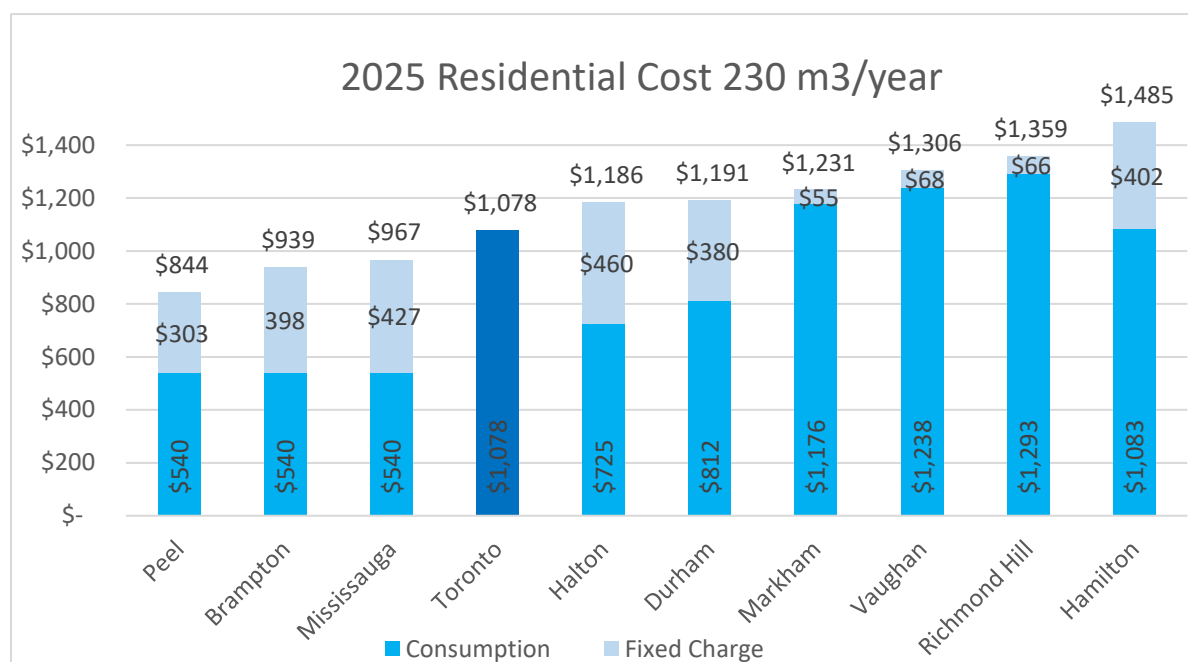
As part of the City's water rate structure, since January 1, 2008, Council has approved a water rebate program for low-income seniors and low-income persons with disabilities who meet the eligibility criteria for tax relief as prescribed in the Municipal Code, Chapter 849. This rebate is set at the difference between the Block 1 and Block 2 rates, which represents a 30% reduction in the billing (based on the paid on or before due date rate). The rebate is only applicable if the household's annual consumption is less than 400 cubic metres per year, to assist those most in need.

In 2025, the City approved 8,862 low income water rebate applications for a total rebate amount of \$1,933,998 for the 2024 taxation year. The number of applications approved has increased by about 29% over the last two years.

Comparison of Water Rates in GTHA Municipalities

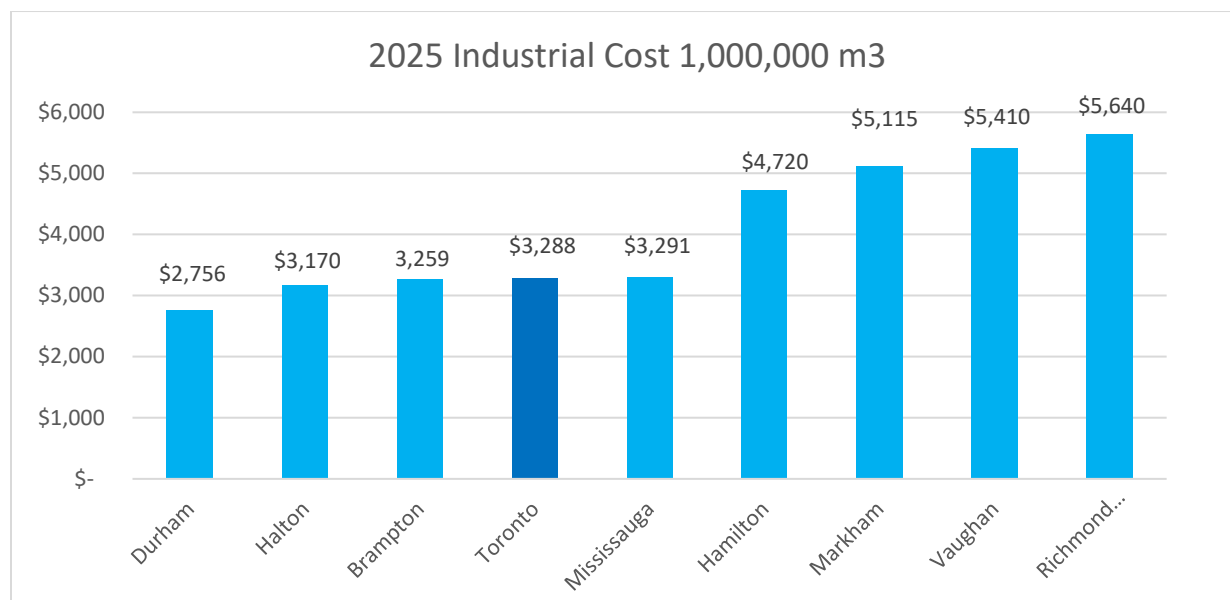
Toronto's 2025 water rate for residential consumers, in comparison to surrounding municipalities, is shown in Chart 4, based on 230 m³/year (2026 rates for surrounding municipalities are not yet available). As the chart shows, the residential water cost in Toronto is in the lower half amongst the surrounding municipalities. In Peel Region, stormwater-related projects are still funded through property taxes, except in the City of Mississauga, which introduced a stormwater charge on water bills in January 2016, and the City of Brampton, where a stormwater charge took effect on June 1, 2020. The Cities of Richmond Hill, Markham and Vaughan also have a stormwater charge as a fixed charge on their bill. Chart 5 provides a similar comparison for large industrial users and shows that Toronto offers a reasonably competitive water cost amongst GTHA municipalities.

Chart 4: GTHA 2025 Residential Water Cost



Note: Peel stormwater funded by property taxes except for Mississauga and Brampton

Chart 5: GTHA 2025 Industrial Water Cost



Water and Wastewater Services Fees

As noted earlier, while most of the Program's revenue is generated through the sale of water, other revenues are also accrued through user fees charged for various specific

water and wastewater services. These fees, along with the proposed interim fee increases, are identified in Appendix B attached to this report.

All Block 1 rate related user fees are subject to the recommended interim 3.75% rate increase, effective January 1, 2026.

In compliance with the City's full cost recovery policy, certain water and wastewater service fees are recommended for increase effective January 1, 2026, in order to recover the increased cost of the services provided. Most user fees are recommended to be increased by the 2025 rate of inflation applicable to the specific service provided, which in most cases is different from the consumer price index (CPI). In addition, the increase of fees based on contracts for procured services and products reflects the actual contract price.

The Consolidated Linear Infrastructure Environmental Compliance Approval (CLI ECA) application process for municipal wastewater collection and stormwater management systems became effective on June 2, 2025. The associated fees are designed to recover the City's costs for administering and reviewing applications under the CLI ECAs and replace the previous program fees. The fees are recommended for an inflationary increase of 3.75% for 2026 (Wastewater Service Fees Ref. No 27-33).

Recommended Interim Increases to Existing Water Service Fees

Eighteen water service fees (Reference Numbers: 1, 2, 5, 11, 12, 13, 15, 15.1, 17, 21, 25, 32, 40, 41, 42, 43, 44 and 45 in the attached Appendix B – 2026 Interim Water Services Fees) are recommended to be increased by 3.75% in 2026, intended to reflect the market conditions and current costs of labour, energy, utilities and materials involved in providing those services by Toronto Water.

In addition, six Revenue Services Fees (Ref. No. 33, 35, 36, 37, 38 and 39 in the attached Appendix B – 2026 Interim Water Services Fees) are recommended to be increased by 2.5% in 2026, reflecting the annual inflationary increase for Revenue Services for 2025.

Chart 6 below summarizes the proposed changes, comparing the 2025 water services fees and the recommended interim 2026 fees, as well as the percentage increase and the rationale for the increase.

Chart 6: Interim Water Services Fees recommended for increase in 2026

Ref. No.	Fee Description	2025 fee	Proposed Interim 2026 Fee	2026 % Increase	Rationale
1	Installing 19 mm New Residential Water Service and meter	\$5,671.75	\$5,884.44	3.75%	Toronto Water inflation

Ref. No.	Fee Description	2025 fee	Proposed Interim 2026 Fee	2026 % Increase	Rationale
2	Installing 25 mm New Residential Water Service and Meter	\$6,571.85	\$6,818.29	3.75%	Toronto Water inflation
5	Disconnection Fee for any residential water service less than or equal to 25 mm	\$1,676.86	\$1,739.74	3.75%	Toronto Water inflation
11	Fire hydrant Permit	\$212.45	220.42	3.75%	Toronto Water inflation
12	Water meter accuracy test ; Meter less than or equal to 50mm - No Chamber - applied if meter does not over-register	\$212.45	\$220.42	3.75%	Toronto Water inflation
13	Water turn off fee for demolition; (disconnection of old water service not included)	\$106.15	\$110.13	3.75%	Toronto Water inflation
15	Water Turn-off or Turn-on	\$106.15	110.13	3.75%	Toronto Water inflation
15.1	Single Service call Turn-off and Turn-on within 30 min	\$106.15	110.13	3.75%	Toronto Water inflation
17	Conduct fire hydrant flow test	\$354.14	367.42	3.75%	Toronto Water inflation
21	Unregistered water each day order not complied	\$70.76	\$73.41	3.75%	Toronto Water inflation
25	Annual Seasonal Meter Activation Fee : includes replacement, removal of water meter; 1 turn on, 1 turn off	\$272.42	282.64	3.75%	Toronto Water inflation
32	Reuse of residential water service 19 mm to 25 mm	\$353.86	\$367.13	3.75%	Toronto Water inflation

Ref. No.	Fee Description	2025 fee	Proposed Interim 2026 Fee	2026 % Increase	Rationale
33	Administrative fee to reflect a change in ownership on an existing utility account	\$50.30	\$51.56	2.5%	Revenue Services inflation
35	Water Special/Final Reading	\$21.55	\$22.09	2.5%	Revenue Services inflation
36	Water Consumption Statements	\$57.51	\$58.95	2.5%	Revenue Services inflation
37	Water Consumption Statements	\$35.95	\$36.85	2.5%	Revenue Services inflation
38	Returned Cheques	\$46.12	\$47.27	2.5%	Revenue Services Cost
39	Water Collection Field Visit	\$35.95	\$36.85	2.5%	Revenue Services inflation
40	Administration of MECP Municipal drinking Water Licensing Program	\$3,203.37	\$3,323.50	3.75%	Toronto Water inflation
41	Fee for lost or damaged automated meter reading transmitter	\$119.59	\$124.07	3.75%	Toronto Water inflation
42	Manual water meter reading fee for consumers with water meters refusing installation of a new automatic water meter and associated meter reading equipment	\$108.56	112.63	3.75%	Toronto Water inflation
43	Flat rate legacy fee, in addition to any existing water and wastewater flat rates charged, for residential flat rate consumers who refuse the installation of an	\$1,448.06	1,502.36	3.75%	Toronto Water inflation

Ref. No.	Fee Description	2025 fee	Proposed Interim 2026 Fee	2026 % Increase	Rationale
	automatic water meter and associated meter reading equipment				
44	Processing annual water supply backflow prevention device testing reports	\$66.02	68.5	3.75%	Toronto Water inflation
45	Water Service Upgrade Fee - Lead Water Service Replacement Programs (19mm to 25mm upgrade only)	\$644.85	669.03	3.75%	Toronto Water inflation

Recommended Interim Increases to Existing Wastewater Services Fees

For 2026, inflationary increases of 3.75% are recommended for 16 wastewater service fees (Reference Numbers: 4, 5, 6, 15, 16, 17, 18, 19, 20, 24 and 27-33 in the attached Appendix B – Interim 2025 Wastewater Services Fees) intended to reflect the market conditions and current costs of labour, energy, utilities and materials involved in providing those services by Toronto Water.

The sewer surcharge on private water is based on the Block 1 water rate and, as such, is also recommended for a 3.75% rate increase, effective January 1, 2026.

Chart 7 below summarizes the proposed changes, comparing the 2025 wastewater services fees and the recommended interim 2026 fees, as well as the percentage increase and the rationale for the increase.

Chart 7: Interim Wastewater Services Fees recommended for increase in 2026

Ref. No.	Fee Description	2025 fee	Proposed Interim 2026 fee	2026 % Increase	Rationale
4	To install new residential sanitary sewer service connection in road allowance	\$14,186.78	\$14,718.78	3.75%	Toronto Water inflation
5	To install new residential storm sewer service	\$14,186.78	\$14,718.78	3.75%	Toronto Water inflation

Ref. No.	Fee Description	2025 fee	Proposed Interim 2026 fee	2026 % Increase	Rationale
	connection in road allowance				
6	To disconnect residential sanitary sewer service connection in road allowance	\$1,750.84	\$1,816.50	3.75%	Toronto Water inflation
15	Inspection fee for the reuse of residential City sewer connection up to 150 mm in diameter	\$709.21	\$735.81 plus HST	3.75%	Toronto Water inflation
16	Technical Review by Toronto Water staff - Application to Toronto Water for exemption to permit the construction of a driveway sloped downwards towards a residential building.	\$2,125.66	\$2205.37 plus HST	3.75%	Toronto Water inflation
17	Technical Review by Toronto Water staff - Application to Toronto Water for new connection or change or alteration to the existing storm connection, sanitary or water supply connection	\$424.85 minimum fee, additional \$104.80/hour for each hour after 4 hours to a maximum of \$2,125.66 (Plus HST)	\$440.78 minimum fee, additional \$108.73/hour for each hour after 4 hours to a maximum of \$2205.37 (plus HST)	3.75%	Toronto Water inflation
18	Technical Review by Toronto Water staff - Application to Toronto Water for request to encroach within a City permanent or temporary easement (related to City water and	\$424.85 minimum fee, additional \$104.80/hour for each hour after 4 hours to a maximum of \$2,125.66 (Plus HST)	\$440.78 minimum fee, additional \$108.73/hour for each hour after 4 hours to a maximum of \$2205.37 (plus HST)	3.75%	Toronto Water inflation

Ref. No.	Fee Description	2025 fee	Proposed Interim 2026 fee	2026 % Increase	Rationale
	sewer infrastructure)				
19	Technical Review by Toronto Water staff - Application to Toronto Water for request to release from title a City easement (related to City water and sewer infrastructure)	\$424.85 minimum fee, additional \$104.80/hour for each hour after 4 hours to a maximum of \$2,125.66 (Plus HST)	\$440.78 minimum fee, additional \$108.73/hour for each hour after 4 hours to a maximum of \$2205.37 (plus HST)	3.75%	Toronto Water inflation
20	Initial fee for establishment of new industrial waste surcharge agreement	\$1,089.98	\$1,130.85	3.75%	Toronto Water inflation
24	Record search for Sewers by-law and water supply by-law compliance violation	\$128.94	133.78	3.75%	Toronto Water inflation
27	Administration of CLI ECA-related application: to process and review sanitary sewers and sanitary force mains (Form SS1)	\$4,000.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million or total pipe length exceeds 1 km to a maximum fee of \$5,000.00	\$4,150.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million or total pipe length exceeds 1 km to a maximum fee of \$5,150.00	3.75%	Toronto Water inflation
28	Administration of CLI ECA-related application: to process and review combined	\$4,000.00 minimum fee; additional \$1,000.00 when the	\$4,150.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works	3.75%	Toronto Water inflation

Ref. No.	Fee Description	2025 fee	Proposed Interim 2026 fee	2026 % Increase	Rationale
29	sewers and combined sewage storage tanks and structures (Form CS1)	estimated cost of the proposed works exceeds \$4 million or total pipe length exceeds 1 km to a maximum fee of \$5,000.00 \$4,000.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million or total pipe length exceeds 1 km to a maximum fee of \$5,000.00	exceeds \$4 million or total pipe length exceeds 1 km to a maximum fee of \$5,150.00	3.75%	Toronto Water inflation
30	Administration of CLI ECA-related application: to process and review storm sewers, ditches, culverts and storm forcemains (Form SW1)	\$5,600.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million to a maximum fee of \$6,600.00	\$4,150.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million or total pipe length exceeds 1 km to a maximum fee of \$5,150.00	3.75%	Toronto Water inflation
31	Administration of CLI ECA-related application: to process and review sewage pumping stations (Form SS2)	\$5,600.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million to a maximum fee of \$6,600.00	\$5,810.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million to a maximum fee of \$6,810.00	3.75%	Toronto Water inflation
	Administration of CLI ECA-related application: to process and review stormwater pumping stations (Form SW2)	\$5,600.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed	\$5,810.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million to a maximum fee of \$6,810.00	3.75%	Toronto Water inflation

Ref. No.	Fee Description	2025 fee	Proposed Interim 2026 fee	2026 % Increase	Rationale
32	Administration of CLI ECA-related application: to process and review stormwater management facilities (Form SW2)	works exceeds \$4 million to a maximum fee of \$6,600.00 \$5,600.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million to a maximum fee of \$6,600.00	\$5,810.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million to a maximum fee of \$6,810.00	3.75%	Toronto Water inflation
33	Administration of CLI ECA-related application: to process and review third pipe collection system (Form SW3)	\$4,000.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million or total pipe length exceeds 1 km to a maximum fee of \$5,000.00	\$4,150.00 minimum fee; additional \$1,000.00 when the estimated cost of the proposed works exceeds \$4 million or total pipe length exceeds 1 km to a maximum fee of \$5,150.00	3.75%	Toronto Water inflation

Technical Adjustment to existing service fees

Some service descriptions in the Municipal Code, Chapter 441, Appendix D reflect the old section names, prior to Toronto Water's recent reorganization. This report recommends replacing the old service descriptions with the new ones as specified in Chart 8, and in the attached Appendix C.

Chart 8: Service Description change

Old Section Name	New Section Name
Revenues – Environment & Administration	Revenues – Environment, Energy & Emergency Planning
Revenue - Customer & Technical Support	Revenue - Technology & Customer Experience

In addition, 7 Water Service Fees in the Municipal Code, Chapter 441, Appendix D have been moved from Revenue - Distribution & Collection service to Revenue - Capital Planning and Implementation service.

The service fees, which service description needs to be adjusted in the Municipal Code, Chapter 441, Appendix D are:

- Water Service Fees (Schedule 2) Ref. No. 11, 12, 13,15, 15.1, 17, 18, 19, 21, 24, 25, 29, 41 - 44 from Revenue - Customer & Technical Support to Revenue - Technology & Customer Experience;
- Water Service Fees (Schedule 2) Ref. No. 1, 2, 4, 5, 6, 45 and 46 from Revenue - Distribution & Collection to Revenue - Capital Planning and Implementation
- Waste water Fees (Schedule 3) Ref. No 1.1 - 1.4, 2, 3, 3.1, 14 and 20 from Revenues - Environment & Administration to Revenues - Environment, Energy & Emergency Planning; and
- Waste Water Fees (Schedule 3) Ref. No. 9, 10 and 24 from Revenue - Customer & Technical Support to Revenue - Technology & Customer Experience.

CONTACT

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SIGNATURE

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ATTACHMENTS

Appendix A – 2026 Interim Water and Wastewater Consumption Rates
Appendix B – 2026 Interim Water and Wastewater Service Fees
Appendix C – 2026 User Fees for Technical Adjustments