

Appendix II**Budget Policy and Reserve Management Policy Compliance Update - December 31, 2020****Capital Budget Increase Under Delegated Authority
(\$'000)**

| Program | Number of Projects | Reserve Category | Project Name | Amount | Comments |
|----------------|---------------------------|------------------------------------|--|---------------|---|
| Water | 3 | Utility Supported Capital Reserves | Replacement of Watermains | 150 | Increasing the budget by 0.3% due to incremental legal/administrative costs. |
| | | | Source Water Protection - Land | 114 | Increasing the budget by 20% due to the increase in projected cost estimates now realized, as the scope is being finalized. |
| | | | Equipment Replacement - Lakeview Water Treatment Plant | 149 | Increasing the budget by 20% due to increased contract administration and site inspection services. |
| Total | 3 | | | \$413 | |