



2012 GRAVEL EXTRACTION LICENCE MAXIMUM FEE RATES

Municipalities have the authority to pass a bylaw to charge gravel crushers and extractors a gravel extraction licence fee in replacement of property tax on extraction equipment under Section 9 of *The Municipalities Act*.

The maximum fee a municipality may implement is calculated by a formula set out in Section 8.1 of *The Municipalities Regulations*. The formula was established in 2008 to provide automatic biennial updates of the maximum rate.

The maximum gravel extraction licence fee rates for 2012 and 2013, effective January 1, 2012 will be as follows:

\$0.149 per cubic metre
\$0.113 per cubic yard
\$0.080 per tonne
\$0.074 per ton

The maximum fee increase is based on the annual percentage change for the “all-items” Consumer Price Index (CPI) for Saskatchewan for the year, two years before the first year the rate comes into effect. The rate increase for 2012 represents CPI inflation rates of 1.0 and 1.4 percent in 2009 and 2010 respectively.

A draft bylaw containing the updated rates is available on the Municipal Affairs website: www.municipal.gov.sk.ca

Further Information

Questions or comments about this bulletin can be directed to a municipal advisor by calling, 306-787-2680.