Road Maintenance Agreements SARM Divisional Meetings

Policy and Program Services

Ministry of Government Relations

June 17, 2025



What are Road Maintenance Agreements?

- RMAs are meant for heavy haul road users who cause damage to municipal roads
- Intended to address the incremental costs
- NOT intended to cover full cost of maintenance, construction, repair

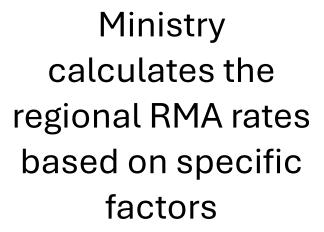


SaskToday, Government releases highway traffic volume map, https://www.sasktoday.ca/southeast/local



Status Quo







RMA is based on bulk hauls, which are clearly defined



RMs are primarily responsible for maintaining roads



RMA must include the dispute resolution process



Bulk Haul

- Bulk Haul means any single or repeated transportation of goods over a defined route that:
 - Weigh more than 2 tonnes; and
 - Municipal council believe the hauls:
 - a) Are significant in nature
 - b) May cause significant damage to roads



Portable Water Services, https://jdk.shopsask.ca/



RMA Regional Rates Factors



Annual transportation services expenditures (A)



Road damage caused by truck travel on municipal roads (B)



Annual truck vehicle-kilometres (C)



Average truck payload weight (D)



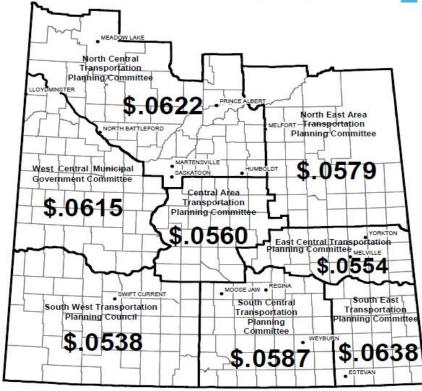
RMA Regional Rate Calculation

• RMA Regional Rate: $\left(\frac{A \times B}{C}\right) \times D$

 The RMA regional rate will be updated for 2026 and 2027

2024-25 Municipal Road Maintenance Agreement Regional Rates Per Tonne Per Kilometre

Pursuant to Section 12.1 of The Municipalities Regulations





RMA Compensation Formula

Compensation =
Regional Rate × Quantity Hauled × Distance × # of Times



RMAs Outside the Regulations

- If a municipality and a hauler decide to forgo the regulated rate, they can negotiate a separate agreement under subsection 22(1.2) of *The Municipalities Act* (the Act) with a different schedule of charges or fees if:
 - The schedule of charges or fees is applied consistently within the municipality
 - It includes provisions regarding dispute resolution
 - The parties to the agreement cannot apply to the Saskatchewan Municipal Board (SMB) for a decision on any dispute



RMs Can Use a Different RMA Rate – An Example

An RM uses the following compensation formula for their separate RMA:

Compensation = <u>number of tonnes of fluid hauled over the</u> <u>road X distance hauled X Own RMA compensation rate</u>



RMA Dispute Resolution



Follow the dispute resolution process set out in the RMA



If the RMA is with the prescribed fees and dispute resolution is unsuccessful, either party may apply to the SMB for a decision



If the RMA is for an alternative schedule of fees and dispute resolution is unsuccessful, the council should follow the next step outlined in the RMA



What if they refuse an RMA?



Serve notice on the person that an RMA is required



Apply for a court order compelling the person to comply with the notice



May apply to SMB to determine whether an agreement is required



Appeal Process Through SMB



Appeal Matters:

- 1. Whether an agreement is required
- 2. Any clauses within an existing agreement



Process: Either party can submit a hearing application to the RMA committee through email or by mail



Example Calculation

- RM in the Southwest Transportation Planning Council region
- Helium facility located 4.7 kilometres from provincial highway
- Hauling:
 - 50 loads per day
 - 7 days a week
 - 5 tonnes per load
- Winter haul Nov. 15 March 15; summer haul March 16 Nov. 14
- Use prescribed rates



Example Calculation

The compensation formula prescribed in the Regulations is: where \mathbf{C} is the amount of compensation: $\mathbf{C} = \mathbf{R} \times \mathbf{D} \times \mathbf{T} \times \mathbf{N}$

R is the regional rate per tonne per kilometre	\$0.0538 Regional Rate according to the <u>2024 - 2025</u> <u>Road Maintenance Agreement Rates</u>
T is the tonnes transported	5 tonnes
D is the Distance hauled	4.7 kilometres
N is the number of times the bulk haul is carried out	50 trucks per day all year 50 x 244 = 12,200 trips in summer haul period 50 x 121 = 6,050 trips in winter haul period



Example Calculation

Summer Compensation Calculation

R	X	D	X	Т	X	N	=	C
\$0.0538	X	4.7KM	X	5 tonnes	Χ	12,200 trips	=	\$15,424.46

Winter Compensation Calculation

50% for the winter haul period

R	X	D	X	Т	X	N	=	С
\$0.0269	X	4.7km	X	5 tonnes	X	6,050 trips	=	\$3,824.51



Questions?

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