



# INFORMATION UPDATE

<b>TO:</b>	Chair and Members of the HRPI Board
<b>DATE:</b>	September 17, 2020
<b>SUBJECT/REPORT NO:</b>	Hamilton Renewable Power Inc. Operating and Financial Update
<b>WARD(S) AFFECTED:</b>	Not Applicable
<b>SUBMITTED BY:</b>	Rom D'Angelo, C.E.T.; CFM President, HRPI Director, Energy, Fleet & Facilities Management Public Works Department
<b>SIGNATURE:</b>	

The purpose of this Information Update is to advise and inform on the operational and financial status of HRPI business. Attached in Appendix A is an update of the operations for the Woodward cogeneration unit and the Glanbrook landfill site as well as a financial update and summary.

## Operational Update

For the period of January 1<sup>st</sup>, 2020 to June 30<sup>th</sup>, 2020 the operational highlights include;

- Overall kilowatt hour combined production for Woodward & Glanbrook is lower by 10.6%:
  - Glanbrook production is down 9.2% relative to last year (2019);
  - Woodward production is down from 2019 by 13.7%.

## Financial Update

The HRPI operations have produced a net loss of \$60,442 at the mid-year point in 2020 which covers the 6 month period from January 1 to June 30. This reported loss is in-line with the combined reduced overall production of 10.6%.

Revenues: Jan-June actuals of \$1,464,850 (negative vs. budget by -\$145,248).

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*OUR Vision: To be the best place to raise a child and age successfully.*

*OUR Mission: To provide high quality cost conscious public services that contribute to a healthy, safe and prosperous community, in a sustainable manner.*

*OUR Culture: Collective Ownership, Steadfast Integrity, Courageous Change, Sensational Service, Engaged Empowered Employees.*

Cost of Goods Sold: Jan - June actuals of \$377,815 (positive vs. budget \$24,807).

- Represents the cost of methane purchased from the City which is in a slightly positive variance position likely due to reduced run times.

Expenses: Jan – June actuals of \$1,057,477 (positive vs. budget \$32,102).

Payments in lieu of taxes (PILs): Jan – June actuals of \$90,000 (negative vs. budget -\$58,999).

- Calculated based on the 2019 audited net earnings.

Going forward, a net profit of approximately \$69,563 is being projected by the end of 2020. This year-end forecast assumes the current profit trend will continue with no changes in the operating environment (i.e. major engine breakdown), and factors in all known future costs.

If you require further information on this matter, please contact Tom Chessman, Senior Vice President at extension 2494.

### **Appendices and Schedules Attached**

Appendix “A” – Hamilton Renewable Power Inc. Board Meeting Presentation

Copy to:

Dan McKinnon, General Manager, Public Works  
Andrea Holland, City Clerk, General Manager’s Office