



Town Of Tillsonburg 2020 Business Plan

Hydro Operations

January 27, 2020



2020 Business Objectives

Item	Owner	Budget Value	Target Date
Water Heaters – Exit program	Hydro Ops		Annual Program
Hydro Operations - Dividend	Hydro Ops	\$200,000	Annual Program
Hydro Operations – Corporate Overhead Off-Set	Hydro Ops	\$140,000	Annual Program

2020 Capital Summary

Item	Department	Project Value	Target Date
System Access (Customer Driven)	Hydro Ops	\$323,000	Q4
System Renewal (Replace / Refurbish)	Hydro Ops	\$1,231,00	Q4
System Service (Future Growth)	Hydro Ops	\$253,000	Q4
Total Capital Spend		\$1,807,000	

Risks

- IT – Cyber Security
- Increased cost to Hydro rate payers resulting from potential loss of water billing contract
- Liability from water heater rental failures

Future Departmental Directions: 3 year outlook

- 2021 / 2022 / 2023
 - Continued system renewal and modernization as identified in the Distribution System Plan (DSP)



2020 Financial Plan
Operating Plan - Cost Code Summary
Hydro

Note	2019	2020	Budget	%	Note
Reference	Budget	Budget	Variance	Variance	Reference
Revenues					
User Charges	0	(53,000)	(53,000)		
Other Revenue	(200,000)	(200,000)	0		
Total Revenues	(200,000)	(253,000)	(53,000)	26.5%	
Expenditures					
Labour	0	9,600	9,600		
Purchases	0	13,000	13,000		
Contracted Services	0	17,500	17,500		
Total Expenditures	0	40,100	40,100		
Total Net Levy	(200,000)	(212,900)	(12,900)	6.5%	