

CITY OF VAUGHAN

EXTRACT FROM COUNCIL MEETING MINUTES OF SEPTEMBER 20, 2016

Item 10, Report No. 9, of the Finance, Administration and Audit Committee, which was adopted without amendment by the Council of the City of Vaughan on September 20, 2016.

10 UPDATE – EASTERN POWER ROYALTIES

The Finance, Administration and Audit Committee recommends approval of the recommendation contained in the following report of the Chief Financial Officer/City Treasurer and the Director of Financial Planning and Development Finance, dated September 6, 2016:

Recommendation

The Chief Financial Officer/City Treasurer and the Director of Financial Planning and Development Finance recommend:

- 1. That this report be received for information purposes.

Contribution to Sustainability

The Keele Valley Landfill reserve holds funds from the royalties paid by the City of Toronto in accordance with the agreement between the the two Cities. The royalties Keele Valley Landfill Reserve is a funding source for beautification efforts in the Maple community.

Economic Impact

The City has received notification from the City of Toronto that Eastern Power Ltd. has ceased power production at the Keele Valley Landfill site as of December 2015, as per the terms of the original contract with the Metropolitan Corporation (City of Toronto). Cessation of operations has resulted in the termination of royalty revenues received by the City of Toronto. In turn, this has resulted in the termination of the receipt of ten percent of these revenues by the City of Vaughan.

Communications Plan

The report is available publicly on the Agenda, Minutes & Extract page of the City’s website (www.vaughan.ca).

Purpose

To provide an update to Council on the status of electricity production by Eastern Power Ltd. at the Keele Valley Landfill site.

Background - Analysis and Options

The Metropolitan Corporation (City of Toronto) leased a portion of the Keele Valley Landfill to Eastern Power Ltd. for the construction and operation of a facility for the generation of electricity from landfill gas or sale to Ontario Hydro. The city signed an agreement with the Municipality of Metropolitan Toronto that stated the city was to receive an amount equal to ten percent of the net royalties paid by Eastern Power Ltd. to the Metropolitan Corporation. These royalties were deposited into the Keele Valley Landfill Reserve. The table below shows the royalty payments received since 2010:

	Historical Royalties Received					
	2010	2011	2012	2013	2014	2015
Royalties	97,780	95,628	88,262	82,040	77,308	64,409

