

6. Relationship with LondonEnergy Ltd

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- 6.1** The Authority is the sole owner of LondonEnergy Ltd (LEL). A shareholder group, comprising the Authority's Chair and Vice Chairs supported by Authority officers, oversaw the Authority's interest in the Company. LEL Directors have prepared their own annual report to the Authority, which is presented to the Authority at the AGM and available separately on the Authority's website nlwa.gov.uk/governance-and-accountability/authority-meetings/.
- 6.2** The Company's reporting year runs from January to December. In the calendar year 2019 turnover was £64,991,000, arising principally from:
- contracts with the Authority for the disposal of waste;
 - sales of electricity;
 - contracts with other waste disposal authorities for treatment of their waste; and
 - operating reuse and recycling centres (RRCs) under contract to the Authority.
- 6.3** LEL recorded a loss before tax of £1,442,000 in calendar year 2019, compared to a profit before tax of £1,386,000 for the year 2018. The Authority continues to support LEL and has agreed some variations to the main waste contract gate fees to ensure the long-term sustainability of the Company.
- 6.4** In 2019 LEL embarked on an ambitious plan to modernise their information technology (IT) platform by migrating to a new IT platform - Microsoft Dynamics 365 (D365). D365 is an integrated IT reporting programme for HR, finance, health and safety and data management. In 2019-20 the changes affected LEL's internal reporting. Changes in the 2020-21 reporting year include the application of new systems to weighbridge operations.



- 6.5** LondonEnergy Ltd has a comprehensive vehicle strategy. During 2019-20 LEL retained its accreditation with FORS (Fleet Operator Recognition Scheme) at Gold standard and continued plans to modernise its fleet of vehicles for transporting waste to meet future Ultra Low Emission Zone (ULEZ) standards (Euro VI). Two new vehicle access points are also being introduced to the Edmonton EcoPark site as part of the works to build the North London Heat and Power Project (NLHPP). This will improve the management of vehicle flows to the site, for both operational and construction traffic.
- 6.6** The Authority and LEL are also working closely together on the NLHPP, in developing the design solutions for the new site.