

Hackney SBM Meeting

12 Feb 2025

Jeremy Martin

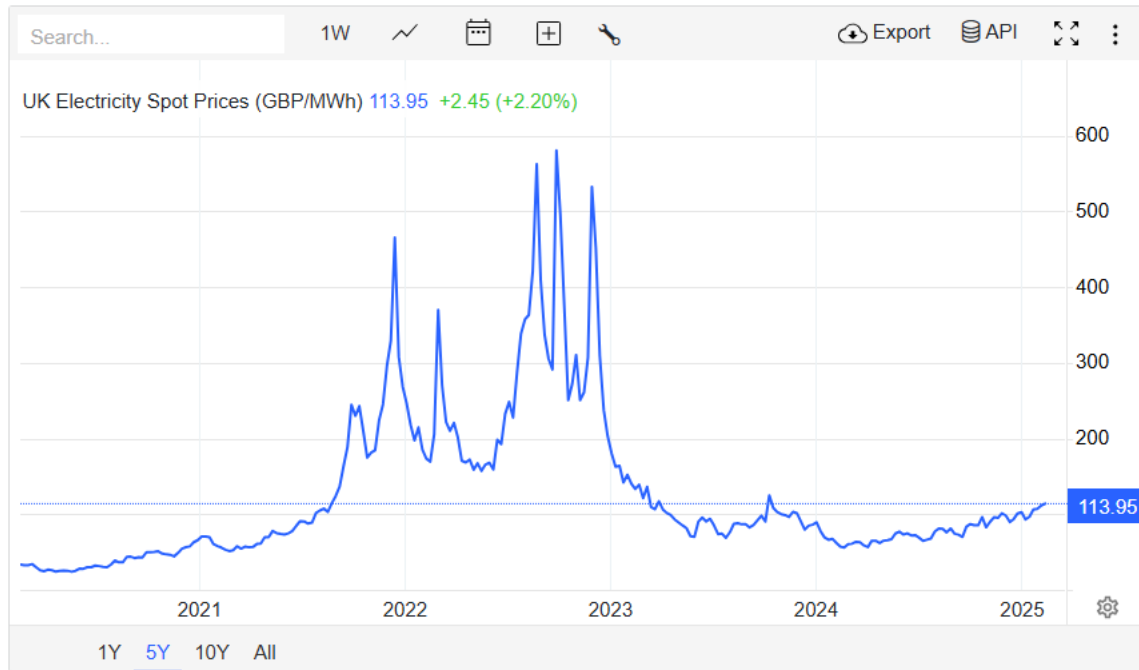
Head of Energy and Carbon Management

Forecast Rates 2025/6

Commodity	Current Rate	Forecast Rate	Risk
Electricity	23-25p per kWh	21-23p per kWh	Could be slightly higher
Gas	4.82p per kWh	4-4.5p per kWh	May be a little lower

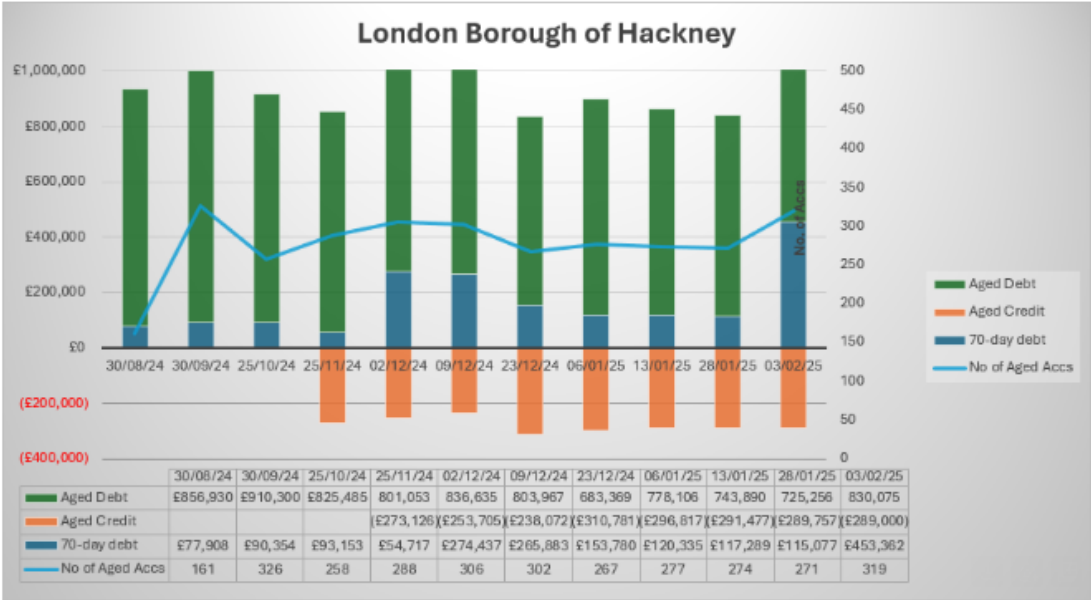
- Expect standing charges to increase, maybe 10-12%
- Note, 2024/5 has been colder than 2 years previously but rates were lower

Risk of Rates going higher



- Spot rates have been rising for 12 months
- Mainly due to geopolitical and climate factors
- Expect 2026/7 to be +/-10% compared to 2025/6

Debt



- Weekly chart of debt on Energy Accounts
- Total is showing as £1.28m
- Real value is around £950k
- Credits £290k
- About £750k is with schools
- Please talk to me and Total about this
 - Resolve queries
 - Help to go through accounts
 - Copy of issues
 - Time and focus

In Progress - with Total - 04/02/25	Balance	No. of Accs
Reprinted Invoice to be taken - TBC with Linda	55,535.72	10
Makers Building - Reprinted - TBC with Linda	59,859.92	1
70 day (Dec dated Invs) problem with EDI & Billing Report - TBC with Linda	198,000.00	465 APPROX.
Small value reprint	13,474.03	73
W/O	649.11	95
	327,518.78	

Change to the Electricity System

- Whole Market Half Hourly Settlement
 - Everyone on Smart Meters
 - Business Energy costs will be higher if not using smart meter
 - Major project
 - 2 additional staff working to increase smart meters from 35% to 70%+
- Future HH pricing
 - Risk of costs going higher
 - Savings opportunities
- Flexibility
 - Time shifting
 - Services to Grid

Decarbonisation of Heat

- Investing £45m in 26 sites (£25m grants) – 17 schools
- Around 85-90% reduction in carbon – 3,400t per annum
- Another £11m in assessment (£6.5m grant) – 10 schools, 690t CO₂e
- Main focus is on sites where boilers need replacing
 - Aware of 2 more schools with problems
- Also working on heat networks
 - Colville/Hoxton in procurement

