



SDEN Performance Report for the Opportunity Sutton Limited Sub-Committee

Period – August 2017 to October 2017

1. Heat Purchase Agreement - Viridor

Works Undertaken

- i. Initial meetings held between SDEN, Eneteq (the Design and Build Contractor) and Viridor to discuss the construction program and interfaces with Viridor operations.

2. Developer Connection and Supply Agreement

Works Undertaken

- i. Initial meetings held with both Eneteq (Design and Build contractor, D&B) and Veolia (Operation and Maintenance contractor, O&M), to discuss the construction program and interfaces with Barratts construction programme and to initiate takeover of the district heating infrastructure installed by Barratt's sub-contractor.

Works for next period

- i. Formally adopt district heating infrastructure and issue initial invoices to customers for heat supplies.

3. Network Rail, Planning and Land Agreements

Works Undertaken

- i. Meeting held with Network Rail and Eneteq to discuss the construction program.

4. Operation and Metering and Billing

Works Undertaken

- i. All customer services and supporting documentation has been set up and shared with new customers.

Works for next period

- i. Carry out first invoice dispatch at the end of October.

5. Construction

Works Undertaken

- i. Eneteq are currently undertaking preparatory works to mobilise on site works and commence the construction program.
- ii. Property and Procurement team are providing project management resource for the D&B contract.

Works for next period

- i. Eneteq to commence initial construction works on site at the end of October with works running until 31st July 2018. Rail crossing will be scheduled to comply with Network Rail approvals for a track access during this period.

6. FundingWorks Undertaken

- i. No further update.

Works for next period

- i. Continue to closely monitor construction and operation costs as the scheme moves into its operational phase.

7. Structures, Governance & PRWorks Undertaken

- i. None.

Works for next period

- i. Continually review website and prospectus and update as necessary.

8. Phase 2Works Undertaken

- i. Discussions are ongoing with a number of potential consumers for Phase 2.
- ii. Scope for the technical support work to support the development of the Phase 2 Business Plan has been prepared and the appointment will be agreed with Department for Business, Energy and Industrial Strategy (BEIS) for approval.
- iii. A scope of works for programme management has been submitted to the GLA for approval to procure via their framework. If approved all costs will be paid by the GLA.

Works for next period

- i. Continue discussions to enable the development of the Phase 2 plan.
- ii. Commission technical support funded by the Heat Network Delivery Unit (HNDU) award to gather detailed data for the Phase 2 Business Plan.
- iii. Run a mini competition for program management via the GLA framework, subject to approval by GLA officers.