

## Appendix A



## **SDEN Performance Report for the Opportunity Sutton Limited Sub-Committee**

**Period – November to December 2017**

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### **1. Heat Purchase Agreement - Viridor**

#### Works Undertaken

- I. Discussions ongoing with Viridor to progress the works on site and the interfaces with the landfill gas engines, which will be the first heat source.

### **2. Developer Connection and Supply Agreement**

#### Works Undertaken

- I. Works being progressed by both Eneteq (Design and Build contractor, D&B) and Veolia (Operation and Maintenance contractor, O&M), in relation to the construction of the network on Barratts site and the adoption of the district heating infrastructure installed by Barratt's sub-contractor.

#### Works for next period

- I. Continue formal adoption of district heating infrastructure and installation of network on Barratt's site.

### **3. Network Rail, Planning and Land Agreements**

#### Works Undertaken

- I. Ongoing dialogue between Network Rail and Eneteq to develop detailed designs and construction plans. Further meeting co-ordinated by SDEN to be held in January.

### **4. Operation and Metering and Billing**

#### Works Undertaken

- I. First invoices have been dispatched, customer service and credit control relating to these is ongoing.

#### Works for next period

- I. Continue invoice runs on a monthly basis.

### **5. Construction**

#### Works Undertaken

- I. Eneteq have installed section of network at Northern end of site in Viridor's operating area. Veolia are reviewing the design and installation.

- II. Property and Procurement team (resources directorate) are providing project management resource for the D&B contract.

#### Works for next period

- I. Eneteq to continue construction 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. Funding**

#### Works 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 & PR**

#### Works Undertaken

- I. None.

#### Works for next period

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

### **8. Phase 2**

#### Works Undertaken

- I. Discussions are ongoing with a number of potential consumers for Phase 2.
- II. A scope of works for programme management has been agreed by the GLA and will be shortly issued to the market via a mini competition under the DEEP Framework.

#### Works for next period

- I. Continue discussions to enable the development of the Phase 2 plan.
- II. Launch procurement of programme management under GLA Framework.

### **9. Business Plan**

- I. The Directors of SDEN have considered the requirement and timing for a Business Plan for 2018/19. Now that the project has completed its initial development phase, with the construction of the Phase 1 primary network due to be completed in Summer 2018, and the scheme then entering into its long term operation and expansion phase, they propose that a Business Plan for the next three years is brought to the June Shareholders Board which will then be refreshed on an annual basis. This will also allow time for further details to be gathered on some of the key developments that SDEN will be proposing to connect to the network in that three year period.