

29 November 2019

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Dear Sue

Herricks WTW – SR21 Letter of Commitment

Further to the commitments made for Herricks WTW in our Letter of Commitment dated 20th May 2019, and the provision of our investment appraisal for the site on the 30th September 2019, we write to put forward timetable to complete detailed design and to secure financial approval for the project.

Below is our current assessment of the durations to complete each stage of project development and the earliest and latest potential delivery dates based on the time taken to go through each stage.

Project Stage	Duration Months		Date Range for stage completion		Assumptions and activities
	Min	Max	Earliest	Latest	
Capex 1	4	4	March 2020	March 2020	
Capex 1 to Capex 2	12	18	March 2021	Sept 2021	Durations based on the identification of suitable locations for the works, and the engineering investigations required determining the detailed scope of works required. Target costs will be agreed at the end of this stage.
Capex 2 to Capex 3	9	24	Dec 2021	Sept 2023	Durations based on a range of potential outcomes from land negotiations, provision of power supplies.
Capex 3 to Start on Site	4	4	April 2022	Jan 2024	
Start on Site to Acceptance	20	24	Dec 2023	Jan 2026	These dates are based on range of potential scope outcomes from the design stages.

As each stage of the project is completed and the detailed scope, risks and opportunities become more defined we will review this assessment and reconfirm the date ranges at Capex 2.

I trust this meets your expectation with regards to Action 3 below and assure you of our ongoing operational and monitoring activities to manage water quality within this system.

3. By 30th November 2019 and subject to agreement of the preferred solution with DWQR we will put forward a timetable to complete detailed design and to secure financial approval for the project.

Yours sincerely

Mark Dickson

Director of Capital investment