

**Key Commercial aspects of the NWTF2 Contract;**

- The contract secures Somerset County Councils MTFP savings to April 2020 - £650,000 in 2016/17 & £1,300,000 in 2017/18, 2018/19 & 2019/20
- Should the contract terminate prior to reaching its 'Trigger Date' (fulfilment of conditions that is expected by six months post contract signature), Viridor will have paid Somerset County Council **Redacted Commercially Sensitive Information** for deferring the open procurement exercise without recompense
- A minimum tonnage guarantee has been agreed within the range of **Redacted Commercially Sensitive Information** per annum including contractual levers at either end of the range to enable Somerset County Council to meet the requirements
- A price that equates to **Redacted Commercially Sensitive Information**
- A limit on Compensation on Termination to Somerset County Council of **Redacted Commercially Sensitive Information**
- A further gate fee saving should the capital cost of providing the Walpole Waste Transfer Station be lower than current estimate – this broadly equating to **Redacted Commercially Sensitive Information**
- A gate fee refund **Redacted Commercially Sensitive Information**
- A **Redacted Commercially Sensitive Information** share of income from electricity generated at the Waste Treatment Facility where the sales price per unit exceeds **Redacted Commercially Sensitive Information** per MWh,
- Three formal contractual review dates in 2028 (Dimmer Transfer Station only), 2032 & 2037 (full contract reviews)
- Includes a non-binding landfill diversion target of 90% and a recycling target of 10%,
- The contract is predicated on Viridor providing Waste Transfer Stations at Dimmer & Walpole and a Treatment Facility at Avonmouth,
- Construction will commence for the Avonmouth EfW Plant – July 2017
- Construction will commence for the Dimmer Waste Transfer Station – September 2018 & for the Walpole Waste Transfer Station – October 2018
- Service Commencement Date – 1<sup>st</sup> April 2020