

## **2013-14 Special Agreement Register: Affinity Water Limited**

### **Special Agreement Information**

#### **Potable water**

##### **AFWPOT1**

Formerly VCEPOT1, this agreement commenced in August 1960 and will run indefinitely. Standard tariff charges apply, but the volumetric rates are set at a 25% discount to the standard tariff rates.

##### **AFWPOT2**

Formerly VEAPOT1, this agreement started on 8 November 2001. It was renegotiated on 1 April 2007, and was supposed to last until 1 April 2010. The Customer is charged at the most economical large user tariff in Anglian Water Charges Scheme.

#### **Non-potable Water**

##### **AFWNONPOT1**

Formerly VCENONPOT1, this agreement commenced in August 1996 and will run indefinitely. Customer collects raw water using a tanker from one of the company's raw water sources. The contract allows a supply of up to 1 MI/day. The charge increases each year by the rate of inflation as measured by the All Items Retail Price Index.

##### **AFWNONPOT2**

Formerly VCENONPOT2, this agreement commenced on 14 June 2004 and will run indefinitely. It is for the supply of raw water through a dedicated raw water main from a pumping station near to the customer's location. The contract

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provides for indexation of the volumetric rate to RPI + K each year. The normal standing charge for a 50 mm meter applies.

### **AFWNONPOT3**

Formerly VSENONPOT3, this non-potable supply agreement began during 2003 and is currently scheduled to run for 10 years. There is a maximum daily demand 0.7Ml/day.

### **AFWNONPOT4**

Formerly VSENONPOT1, the start date of this ongoing agreement is unknown. The customer is charged at 65% of the applicable standard unit rate for up to 10 Ml per quarter. The supply is from a raw water main.

### **AFWNONPOT5**

Formerly VSENONPOT2, these ongoing agreements began in 2001. A non-potable supply is provided when water is available at a natural spring that flows from the bottom of an escarpment. It may not be available during times of drought.

### **AFWNONPOT6**

Formerly VSENONPOT4, this agreement began in December 2009, and is scheduled for renewal/termination in March 2015.

## **Bulk Supply Information**

### **Exports of Water**

#### **AFWBWE1**

This bulk supply is to Cambridge Water. It was agreed prior to privatization, and is due to run in perpetuity. The standard metered tariff applies.

## **AFWBWE2**

This bulk supply is to South East Water. It was agreed prior to privatisation, and is due to run in perpetuity. The volume available is 36MI/day. Fixed costs are shared on the basis of the nominal capacity of the plant. Variable costs are shared in relation to the volume of production. All production and pumping assets are vested in Affinity Water. The main used to deliver water to South East Water's Surrey Hill reservoir is vested in South East Water.

## **AFWBWE3**

This supply is to Southern Water. It was agreed in April 1995 to run for 5 years originally, but it is now automatically renewed on a yearly basis until either party gives notice otherwise. In 1995-96 a standing charge of £1,000 and a volumetric charge of 30p/m<sup>3</sup> were applied to the first 8MI. These non-standard charges are increased annually by the rate of inflation plus the former Veolia Water Southeast's price limit. Any volume proceeding the first block of 8MI is charged at 75% of the standard tariff.

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