Gate two query process

Strategic solution(s)	Severn Trent Sources
Query number	STS003
Date sent to company	09/12/2022
Response due by	13/12/2022

_____

Query

Market engagement

1. Please confirm the market engagement, if any, that has taken place to date and the outcome of this engagement (both with the supply chain and investors/lenders). Please provide a high-level market engagement plan for the future.

Procurement route under Utility Contract Regulations

2. On page 30 of the main submission document, you describe the procurement process you proposed to follow for STS. Could you confirm which procedure under the Utility Contract Regulations you are proposing to follow and why.

_____

Solution owner response

1. **Please confirm the market engagement, if any, that has taken place to date and the outcome of this engagement (both with the supply chain and investors/lenders). Please provide a high-level market engagement plan for the future.**

As shown in Paragraph 7.31, Table 7.3, STSources does not pass all three DPC tests, hence is not suitable for this procurement method. This applies whether it is consider in it's entirity or in discreet elements (Netheridge WwTW only and Pipeline only). As a result, no market testing has been carried and none is planned/required.

2. **On page 30 of the main submission document, you describe the procurement process you proposed to follow for STS. Could you confirm which procedure under the Utility Contract Regulations you are proposing to follow and why.**

It is intended that we will competitively tender our requirements for the ST Sources SRO in compliance with the Utility Contract Regulations 2016 using the negotiated procedure.This approach offers us the best opportunity to secure competitively negotiatied frameworks/contracts. This is consistent with other major capital programmes/projects in AMP7 and how we plan to proceed in AMP 8.

Date of response to RAPID	13/12/22
Strategic solution contact / responsible person	███████████████████████ minworth@severntrent.co.uk

Author name and email address redacted