

Balfour Beatty

Capital Projects

ABERDEEN WASTEWATER

Introduction

Balfour Beatty has acted as a co-promoter/developer of and a 45% investor in Aberdeen Environmental Services Limited (AESL), the Concessionaire awarded the contract by the North of Scotland Water Authority (now Scottish Water) in May 2000 to design, build and finance new wastewater facilities and then operate them for the remainder of a 30 year period.

The new facilities are to provide treatment of sewage enhanced to the latest EC Standards for the communities of Aberdeen, Peterhead, Fraserburgh and Stonehaven.

Project Description

The construction of new facilities commenced in January 2000 and was completed at the end of 2002.

In addition to its interest as the promoter/developer, Balfour Beatty has a 50% interest in a construction joint venture (CJV). Operation and maintenance of the facilities is subcontracted to an independent operator.



Contractual Arrangements

AESL entered into a Concession Agreement (the principal contract covering the relationship between NoSWA and AESL), a Loan Facilities Agreement with two arranging banks, a Construction Contract with the CJV and an Operations and Maintenance Agreement with the Operator.