

Severn Trent Services (Water and Sewerage) Limited

Statement of assurance:
Final household charges scheme 2026/27

Author: Severn Trent Services (Water and Sewerage) Limited

Date: February 2026

Purpose of this document

The purpose of this statement is to describe how the company has complied with the relevant statutory and regulatory obligations as set out in its Licence of Appointment, while considering the potential impact on its customers during the development of its household charges.

This statement and the associated assurance activities undertaken have been reviewed by the company's Board during the development of the 2026/27 final household charges and it complies with the principles and guidelines set by Ofwat.

Board considerations

In approving the 2026/27 household charges, the Board has considered:

- Papers outlining the Company's procedure for the production and assurance of the tariffs and charges schemes;
- The defined accountabilities and responsibilities including formal sign-off by data owners;
- Confirmation of the degree of assurance undertaken on the source information used in tariff calculations;
- Confirmation there are no material issues outstanding from the assurance work undertaken; and
- Confirmation that the household tariffs have been calculated in a manner compliant with the Company's Licence of Appointment.

Board statement

Having considered the above, the Board confirms that:

- The tariffs and charges scheme have been compiled in a manner with appropriate accountabilities and responsibilities and are consistent with the overall system of governance of the company.
- The Board members have approved the final submission.
- The 2026/27 charges schemes in all respects comply with the company's Licence Conditions.

Furthermore, the Board specifically confirms that:

- That the company has sufficient internal controls to ensure that the information contained within the scheme of charges is sufficiently accurate to meet its obligations.
- The increases applied to the Surface Water and Highway drainage charges for 2026/27 are fully offset by a 6.56% reduction in the volumetric wastewater tariff compared

with 2025/26, alongside a marginal decrease in the Standing Retail charge. Consequently, the total annual household sewerage bill for 2026/27 is projected to be £573.54, representing a reduction from £592.04 in 2025/26 and delivering an overall decrease of 3.23%. This outcome demonstrates that, notwithstanding certain uplifts to standing charges, the net effect on a typical household is a reduction in sewerage costs for the forthcoming year. As the overall bill change constitutes a decrease and does not exceed the +5% threshold, an Ofwat-mandated impact assessment is not required.

- Stakeholders were consulted in a timely and effective manner.
- The company's household charges scheme provides details of all tariffs relevant to the 2026/27 charging year including details of the household social tariff and how eligible customers can apply.

Accordingly, the Board believe that the 2026/27 schemes of charges comply with the company's statutory and regulatory obligations.

Signed by, and on behalf of the Board:



Jonathon Wroe
Director
Severn Trent Services (Water and Sewerage)
Limited