

Severn Trent Services (Water and Sewerage) Limited

Statement of assurance:
Final wholesale charges scheme 2026/27

Author: Severn Trent Services (Water and Sewerage) Limited
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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 wholesale charges.

Board considerations

In approving the 2026/27 wholesale 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 wholesale 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.
- Wholesale tariffs for 2026/27 show an overall reduction compared with the previous year, largely due to updated regulatory revenue allowances and adjustments

reflecting more recent performance data. This decrease occurs without any major changes in charging policy, resulting in lower charges relative to 2025/26.

- Stakeholders were consulted in a timely and effective manner.

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