



Water Services Regulation Authority Notice of revocation of the water supply licence of Satec Limited

This document constitutes a Notice of the Water Services Regulation Authority to Satec Limited revoking the Water Supply Licence of Satec Limited (Licence number C04/2006) with effect from 30 days from the date of this Notice.

Background

On 1 December 2005, the Director General of Water Services granted a water supply licence under section 17A of the Water Industry Act 1991 ("WIA91") to Satec Limited ("Satec"), including a retail authorisation and supplementary authorisation, known as a combined supply licence (Licence number C04/2006). This licence allowed Satec to introduce water into a supply system and to supply water to the premises of customers in England and Wales.

Under section 17H(1) WIA91, the Standard Licence Conditions ("SLCs") set out in the Standard Conditions of Water Supply Licences, determined on 7 November 2005 by the Secretary of State under section 17H(1) WIA91 are incorporated into Satec's licence.

It has come to Ofwat's notice that there are grounds, under Standard Licence Condition 10(2) to revoke the aforementioned combined supply licence, including the following:

1. Satec went into administration in June 2012 due to an inability to pay its debts.
2. Satec has failed to submit a Certificate of adequacy to Ofwat by 1 April 2013, certifying that it will continue to have adequate financial, managerial, technical and operational resources to carry out the activities authorised by its licence. This is required under Standard Licence Condition 3(1).

3. Satec has failed to pay to Ofwat its annual licence fee, as required under Standard Licence Condition 9(1).

Relevant licence conditions

Under SLC 10(1) the Water Services Regulation Authority ("Ofwat") has the power to revoke a licence in any of the circumstances set out in SLC 10(2). On 7 November 2005 a general authorisation to revoke water supply licences was granted to the Director General of Water Services by the Secretary of State.

Prior to the decision to revoke Satec's licence and to the issuing of this Notice, Ofwat tried to contact Satec on a number of occasions in relation to the matters referred to above and found that Satec was no longer trading.

Decision

On the basis of the aforementioned grounds, Notice is hereby given of revocation of Satec's licence under Standard Licence Condition 10 with effect from 30 days of the date of this notice.

Date: 26 November 2013



**Cathryn Ross
Chief Executive Officer
Water Services Regulation Authority**