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By email

Peter Simpson
Chief Executive
Anglian Water

28 June 2023

Dear Peter,

Strategic regional water resource solution: gate two final decision for Anglian Water

I am writing to inform you that we have published the final decisions in respect of the following strategic regional water resource solutions:

- Anglian to Affinity Transfer (A2AT)
- Fens Reservoir
- South Lincolnshire Reservoir (SLR)

The solution owners and other interested parties had the opportunity to respond to the draft decisions during the representation period, which followed the publication of the decisions on 30 March 2023. We have taken all relevant representations into account in making our final decisions.

Final decision summary in respect of Anglian Water-sponsored solutions

Recommendation item	Anglian to Affinity Transfer	Fens Reservoir	South Lincolnshire Reservoir
Solution owners	Anglian Water Affinity Water	Anglian Water Cambridge Water	Anglian Water Affinity Water
Should further funding be allowed for the solution to progress to gate three?	Yes	Continued development funding will be available to progress the solution up to the Conditional Review Point referred to in the section below. The funding for progression of the solution to gate three will depend on the outcome of the conditional review.	Yes

Recommendation item	Anglian to Affinity Transfer	Fens Reservoir	South Lincolnshire Reservoir
Is there evidence all expenditure is efficient and should be allowed?	Yes	Yes	Yes
Delivery incentive penalty?	No	No	No
Is there any change to partner arrangements?	Yes	No	Yes
Are there priority actions for urgent completion?	Yes	Yes	Yes

The RAPID partner regulators would like to thank Anglian Water for submission timeliness, collaborative approach and positive engagement which has helped drive the quality and speed of progression of this solution.

Both this letter and the enclosed final decision documents were published on our website on 28 June 2023.

Should you have any questions about the final decision, please e-mail rapid@ofwat.gov.uk and someone from the team will be in touch.

Once again, Ofwat would like to thank Anglian Water for the work that it has carried out over the gate two period.

Yours sincerely

David Black
Chief Executive Officer

Encs