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By email

Liv Garfield  
Chief Executive  
Severn Trent Water

28 June 2023

Dear Liv,

## Strategic regional water resource solution: gate two final decision for Severn Trent

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

- Grand Union Canal (GUC)
- Minworth
- River Severn to River Thames Transfer (STT)
- Severn Trent Sources (STS)

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 Severn Trent Water-sponsored solutions

Recommendation item	Grand Union Canal	Minworth	River Severn to River Thames Transfer	Severn Trent Sources
<b>Solution owners</b>	Affinity Water Severn Trent Water	Affinity Water Severn Trent Water	United Utilities Severn Trent Water Thames Water	Severn Trent Water
<b>Should further funding be allowed for the solution to progress to gate three?</b>	Yes, subject to any decisions taken at a Conditional Review Point.	Yes, subject to any decisions taken at a Conditional Review Point.	Yes, subject to any decisions taken at a Conditional Review Point.	Yes, subject to any decisions taken at a Conditional Review Point.

Recommendation item	Grand Union Canal	Minworth	River Severn to River Thames Transfer	Severn Trent Sources
Is there evidence all expenditure is efficient and should be allowed?	Yes	Yes	Yes	Yes
Delivery incentive penalty?	No	No	No	No
Is there any change to partner arrangements?	No	No	Yes	No
Are there priority actions for urgent completion?	Yes	Yes	Yes	Yes

The RAPID partner regulators would like to thank Severn Trent 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](mailto:rapid@ofwat.gov.uk) and someone from the team will be in touch.

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

Yours sincerely

**David Black**  
Chief Executive Officer

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