Variation of Independent Water Networks Limited's appointment to include Harvest Ride (Parcel 4), Warfield

On 16 January 2023, Ofwat began a <u>consultation</u> on a proposal to vary Independent Water Networks Limited's ("Independent Water Networks") appointment to become the water and sewerage services provider for a development in South East Water Limited's ("South East Water") water supply area and Thames Water Utilities Limited's ("Thames Water") sewerage services area called Harvest Ride (Parcel 4), Warfield ("the Site"). Details of the application and our assessment of it were set out in the consultation document.

The consultation ended on 13 February 2023. We did not receive any representation during the consultation period.

On 16 June 2023 Independent Water Networks notified us that it wished to remove the sewerage aspect from its application, as the developer had decided that it would remain with Thames Water for this service. Independent Water Networks therefore wished to proceed with a water only application. As the consultation for this application had concluded in February 2023, we notified the statutory stakeholders of the change and allowed until 29 June 2023 for any new representations to be made. We received no further comments. We reassessed the financial viability of the Site following the removal of sewerage services and we remain satisfied that Independent Water Networks will be able to finance its functions if this variation is granted.

We will only make an appointment or variation if our assessment concludes that the application meets the criterion it has been made under; that customers or future customers on the site will be no worse off than if the site had been served by the existing appointee; and if the applicant will be able to finance the proper carrying out of its functions as a water and/or sewerage company. As set out in our consultation we are satisfied this is the case.

Having assessed Independent Water Networks' application and its consequent change to the application, and having received no responses to our consultation, we decided to grant a variation to Independent Water Networks' area of appointment to allow it to serve the Site for water services. This appointment became effective on 6 July 2023.

The Site Map for the variation can be found in Section 1 of this document.

The Variation Notice legally making the variation can be found in Section 2 of this document.

1. Site Map

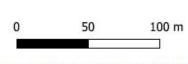


PLAN REFERRED TO IN THE VARIATION OF THE APPOINTMENTS OF INDEPENDENT WATER NETWORKS LIMITED AND SOUTH EAST WATER LIMITED, AS WATER UNDERTAKERS, MADE BY THE WATER SERVICES REGULATION AUTHORITY ON ... 5 July 2023 ADDRESS: HARVEST RIDE (PARCEL 4), WARFIELD,

NEWELL GREEN, RG42 6AN.

OS GRID REFERENCE: 487585, 170758

SCALE: 1:2000 DRAWN BY: NS DATE: 25/11/2022 July



HARVEST RIDE (PARCEL 4) INSET WATER

MAP 1

2. Variation Notice

WATER SERVICES REGULATION AUTHORITY WATER INDUSTRY ACT 1991, SECTIONS 6 TO 9

Variation of the Appointments of Independent Water Networks Limited and South East Water Limited as Water
Lindertakers

Made on 5 July 2023

Coming into effect on 6 July 2023

- Independent Water Networks Limited ("Independent Water Networks") and South East Water Limited ("South East Water") hold Appointments as water undertakers for their respective areas ("the Appointments"). The areas to which the Appointments of Independent Water Networks and South East Water as water undertakers relate ("Water Supply Area") are set out in their Instruments of Appointment.
- The site called Harvest Ride (Parcel 4) in Warfield, which is shown edged in red on the plan attached to this
 variation, ("the Site") is within South East Water's Water Supply Area. The Site is being developed by Taylor
 Wimpey UK Limited.
- Independent Water Networks has applied under section 7(4)(b) of the Water Industry Act 1991 ("the Act") for a
 variation of its Appointment as a water undertaker to include the Site and for a consequential variation of
 South East Water's Appointment to exclude the Site.
- 4. On 27 June 1995, the Secretary of State for the Environment and the Secretary of State for Wales acting jointly and pursuant to sections 6(1) and 7(2) of the Act authorised the Director General of Water Services' to make variations such as those contained in paragraph 5 below. After public consultation, as required by section 8 of the Act, the Water Services Regulation Authority has decided that it should grant Independent Water Networks' application.
- Therefore, as provided by sections 7(2) and 7(4)(b) of the Act, and with the agreement of Taylor Wimpey UK Limited, the Water Services Regulation Authority varies—
 - the Appointment of Independent Water Networks as a water undertaker, so that the Site is included in Independent Water Networks' Water Supply Area; and
 - the Appointment of South East Water as a water undertaker, so that the Site is excluded from South East Water's Water Supply Area.

Signed for and on behalf of the Water Services Regulation Authority

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Director of Enforcement

¹ South East Water's original appointment as a water undertaker was made by the Secretary of State for the Environment under sections 11 and 14 of the Water Act 1989, now replaced by sections 6 and 11 of the Water Industry Act 1991. Independent Water Networks' original appointment as a water undertaker was made by the Water Services Regulation Authority under sections 6 and 11 of the Water Industry Act 1991.

² With effect from 1 April 2006 the functions of the Director General of Water Services were transferred to the Water Services Regulation Authority in accordance with section 36 of, and Schedule 3 to, the Water Act 2003.