

Our Ref: PK/LAT/Ofwat

Your Ref:

18 October 2023



IPD2023 Consultation response  
Ofwat  
Centre City Tower  
7 Hill Street  
Birmingham  
B5 4UA

**SES Water**  
London Road  
Redhill, Surrey,  
RH1 1LJ  
Telephone: 01737 772000  
Facsimile: 01737 766807  
Website: [www.seswater.co.uk](http://www.seswater.co.uk)  
Email: [contactus@seswater.co.uk](mailto:contactus@seswater.co.uk)

Dear Ofwat

### **Response to Draft Determination of SES Water's In-Period Outcome Delivery Incentives (ODI) for 2022-23**

We confirm that Ofwat's published ODI figures match with our internal calculations. We agree with the procedures that Ofwat has conducted to arrive at the above Draft Determination. We appreciate that Ofwat has revised our K factor, based on our in-period performance. This revision has a significant impact on our allowed revenue, which has already been in under-recovery. We would appreciate if Ofwat can provide us with more details about how this decision comes about and any calculation that has led to such revision.

We note with Ofwat's decision to defer our reward payment for leakage until further revision of the data, which is in line with our expectations.

We are happy to discuss further if you have any queries.

Yours faithfully



Paul Kerr  
Group Chief Financial Officer