

## **Indicative wholesale water access prices 2017-18**

### **1 Introduction**

This document has been produced to comply with Ofwat's information requirement for publication of indicative wholesale access charges for 2017/18 (IN16/02) for Eligible Premises, ie those premises that could be supplied with water by a water supply licensee with a retail or restricted retail authorisation. They will be applied to any section 66D agreement where a water supply licensee with a retail authorisation or restricted retail authorisation is a party to that agreement.

This document outlines the primary charges, ie the charges that typically involve meter based annual charges and/or volumetric charges, that we expect to set in the final wholesale charges document to be published in January 2017. They use the best available data we have at this moment but may change by January, for example as a result of the publication of November RPI, movement in the underlying volumes during the year, final determinations of "PR16" and the RCM PR09 true up in December 2016 and the developing framework of charging guidance and rules

The scope of the contestable market in Wales covers commercial customers who are supplied at least 50,000 m<sup>3</sup> of water per year. These customers are provided for by our potable water "industrial tariffs" and our large user non-potable water tariffs. These are the charges that are presented in this document. All other charges are available for the current charging year in the following documents published on our website at: [www.dwrcymru.com](http://www.dwrcymru.com):

#### **Welsh Water Scheme of Charges**

Water and sewerage charges for household and commercial customers.

#### **Developer Services Schedule of Charges**

Charges for new connections and other activities to support Developers.

#### **Other charges**

Other charges for special supplies, including water by tanker, reception and disposal of tankered waste; fire hydrants; repairs to company apparatus and new connection rectification work

These indicative charges have also been published in "Excel" format using the wholesale template developed by Ofwat.

These charges will form part of any section 66D agreement, for further details contact the Wholesale Service Centre by telephone, e-mail or post using the contact details shown below:

Wholesale Service Centre  
PO Box 3164,  
Cardiff CF30 0FF  
Telephone: 0800 260 5053  
E-mail: [WholesaleServiceCentre@dwrcymru.com](mailto:WholesaleServiceCentre@dwrcymru.com)

## 2 Potable Water Industrial Tariff – indicative wholesale access charge 2017/18

The potable water Industrial Tariff is made up of several bands reflecting annual consumption. Table 1 below shows the indicative wholesale water large user tariffs for each of the five supply bands over 50,000 m<sup>3</sup>.

The bands that will apply to any section 66D agreement and other charging arrangements will be determined as part of the setting of the agreement and will be determined from time to time as laid out in the agreement.

Each band applies to all consumption between 1 April 2017 and 31 March 2018 and comprises:

- a fixed charge for the year (which includes an annual service charge for the first meter);
- an annual service charge for each additional meter based on the size of meter (shown in table 2 below) and
- a volumetric charge for all consumption.

TABLE 1

The fixed charge and the volumetric charge for each of the bands is shown below. The fourth column shows the indicative annual consumption for each band.

Tariff	Fixed charge £	Volumetric charge £/m <sup>3</sup>	Indicative consumption Ml/year
Band 1	17,188.43	0.9515	50 - 99
Band 2	25,797.91	0.8654	100 - 249
Band 3	34,786.34	0.8295	250 - 499
Band 4	90,087.09	0.7189	500 - 999
Band 5	120,010.91	0.6890	>1,000

TABLE 2

The annual service charge applies to each meter and is based on the nominal meter size as follows:

Meter size (mm)	£
up to 20	10.32*
25	77.01
30	149.93
40	298.11
50	461.32
65	625.03
80	835.62
100	999.33
150 and above	1,298.47

### 3 Non Potable Water Industrial Tariff – indicative wholesale access charge 2017/18

The non-potable water Industrial Tariff is available for partially treated water and raw water depending on whether the supply receives any treatment. Table 1 below shows the indicative wholesale large user tariffs for supplies of over 50,000 m<sup>3</sup>.

Each tariff applies to all consumption between 1 April 2017 and 31 March 2018 and comprises:

- a fixed charge for the year (which includes an annual service charge for the meter); and
- a volumetric charge for all consumption.

TABLE 3

The fixed charge and the volumetric charge for each of the bands is shown below. The fourth column indicates the annual consumption for which the band would be most economic for the customer.

Tariff	Fixed charge £	Volumetric charge £/m <sup>3</sup>	consumption m <sup>3</sup> /year
Partial	40,361.41	0.4231	> 50,000
Raw	40,361.41	0.3259	> 50,000