

Application under Section 29E of the Water Services etc. (Scotland) Act 2005 for a departure from Scottish Water's wholesale charges scheme

1. Overview

1.1 Summary

Summarise the nature of the proposal

1.2 Customer/licensed provider information

	Licensed provider	Customer
Name and contact person:		
Address:		
Telephone:		
Identifier:	Licensed provider reference:	Supply point identifier(s):
Description of current water use:		
Description of current waste produced:		

1.3 Nature of proposed 29E departure

What does the customer propose to do or agree to? Summarise how this will generate savings for Scottish Water.

1.4 Increase/decrease in costs to Scottish Water

*Quantify the increase/decrease in costs to Scottish Water and explain how it is generated (for example, by deferring a capital investment or reducing operating costs). Over what time period do the net savings apply? Any increase in the overall cost of serving other customers should be deducted from the savings. The discount rate for present value calculations should be 2.4 per cent (see the Commission's policy statement, published June 2008). **Please include a full cost profile which shows increases and decreases in costs to Scottish Water.***

Table 1.1: Increase/decrease in costs to Scottish Water

Type of cost	Nature of increase/decrease	Present value
Net Total (current year prices)		

Table 1.2: annual increase/decrease in costs to Scottish Water (real)

	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14
Saving						
PV of saving (£)						

1.5 Proposed reduction in wholesale charge

The charge reduction should normally be such that the savings are shared equally between LP and SW. For how long is the reduction proposed? The reduction must be expressed either as a percentage of the wholesale charge or a fixed amount each year.

1.6 Proposed conditions to be imposed by Commission

Under section 29E(3) of the Water Services etc. (Scotland) Act 2005, the Commission may impose conditions on a departure. List any conditions that Scottish Water considers appropriate.

1.7 Licensed provider's comments

Licensed provider may enter brief comments here on the proposals in the application. The licensed provider may expand on those comments in Part II below.

1.8 Submission of application

	Yes	No
This submission has been agreed by all parties.		
Scottish Water has been required to make this submission by the other parties. Scottish Water's comments on the proposed departure are attached.		

(Please tick the appropriate box)

2. Supporting information

Explain the proposals outlined in Part 1 in sufficient detail to allow the Commission to reach a decision. Technical detail, equations and other supporting documents may be placed in appendices if desired.

Ref: 080827 Application form Final
Last updated: 27/08/2008 11:31