

09 November 2016



**Severn Trent Water**

Peter Jordan  
Ofwat  
Centre City Tower  
7 Hill Street  
Birmingham  
B5 4UA

Severn Trent Centre  
2 St John's Street  
Coventry  
CV1 2LZ

Tel 02477 715000  
Fax 02477 715871

Dear Peter

### **Consultation on proposed modification to Condition B**

Thank you for the opportunity to comment on the Licence modification to allow Severn Trent to levy charges to recover shortfalls in revenue in previous charging years that are calculated in accordance with the Wholesale Revenue Forecasting Incentive Mechanism (WRFIM). Having reviewed the consultation we have no objections to the licence modification.

Yours sincerely

Dr Tony Ballance  
Director, Strategy and Regulation