

PR14 Reconciliation – July 2019 Submission

DATE: 05 July 2019

Assurance Statement

Halcrow Management Sciences has been appointed by Yorkshire Water Services to provide independent technical assurance of their regulatory submissions. Our work has included assurance of the following updated 'PR14 Reconciliation' tables for re-submission in July 2019:

- App5 AMP6 Performance Commitments
- App6 AMP6 Performance Commitments - Sub-Measures
- App28 Developer services (wholesale)
- R10 Service Incentive Mechanism (SIM)
- WS1 Wholesale water operating and capital expenditure by business unit
- WWS1 Wholesale wastewater operating and capital expenditure by business unit

Through a series of meetings and information exchanges, we have reviewed and tested the methodologies, assumptions and supporting evidence on which the data and statements are based, and we have considered the material accuracy of these statements, the data presented and the conclusions drawn by Yorkshire Water Services Limited.

Based on our assessment of Yorkshire Water Services' data and supporting information, we provided a number of comments on related matters which we recommended should be considered/resolved. Following the provision of further evidence and updates, we are satisfied that no material concerns remain.

Overall, we conclude that:

- the Company has followed Ofwat's guidance in preparing this information and/or explained their material assumptions and provided suitable clarifications
- the statements of numerical data are consistent with our audits of the supporting information, which is appropriately robust
- the Company's explanations of their activities and assumptions are reasonably based.

CWJ Turner

Director
Halcrow Management Sciences Limited