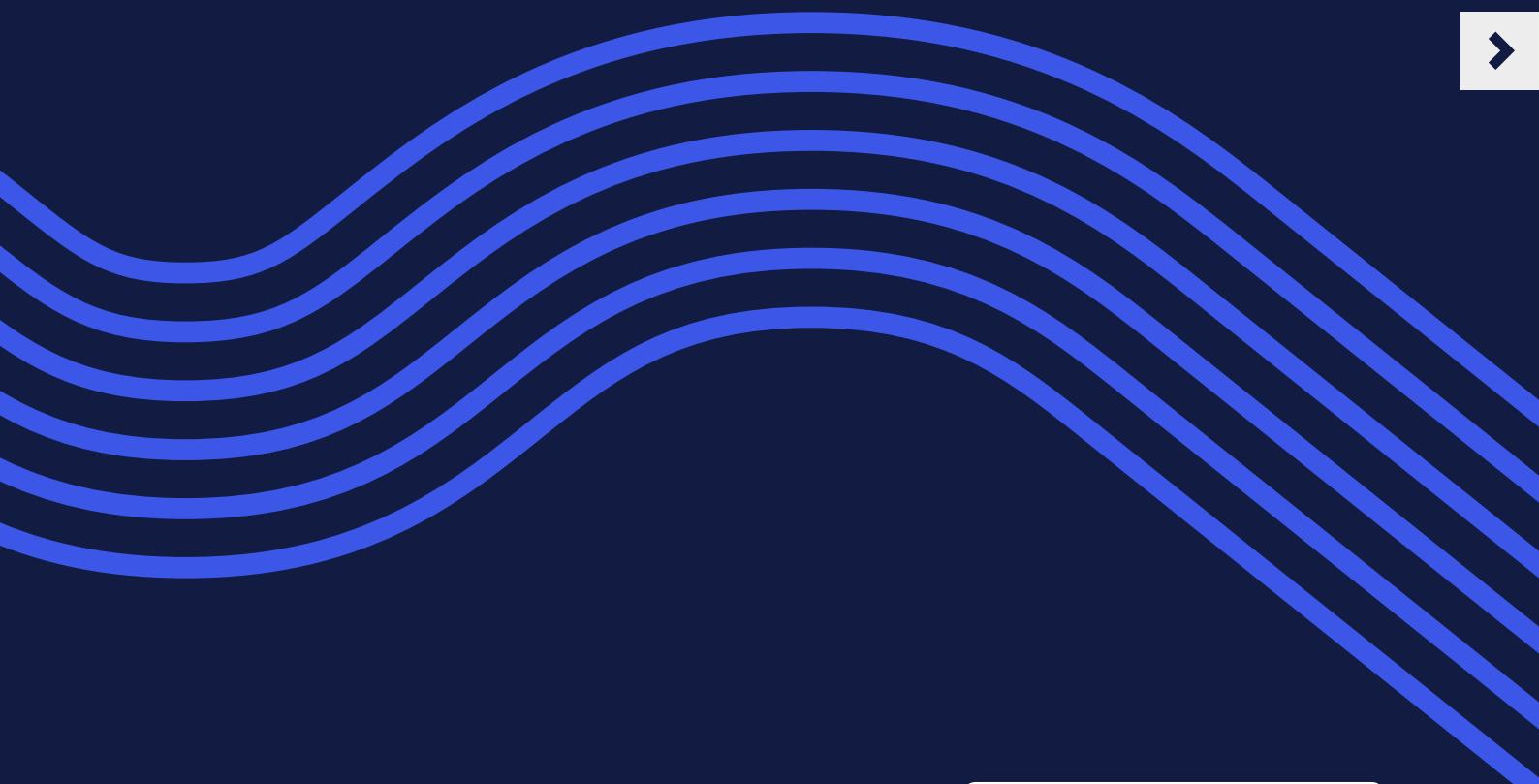


# Statement of Significant Changes in Charges 2026/2027



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# How to view this document

- 1 This button takes you to the previous page.
- 2 This button takes you to the next page.

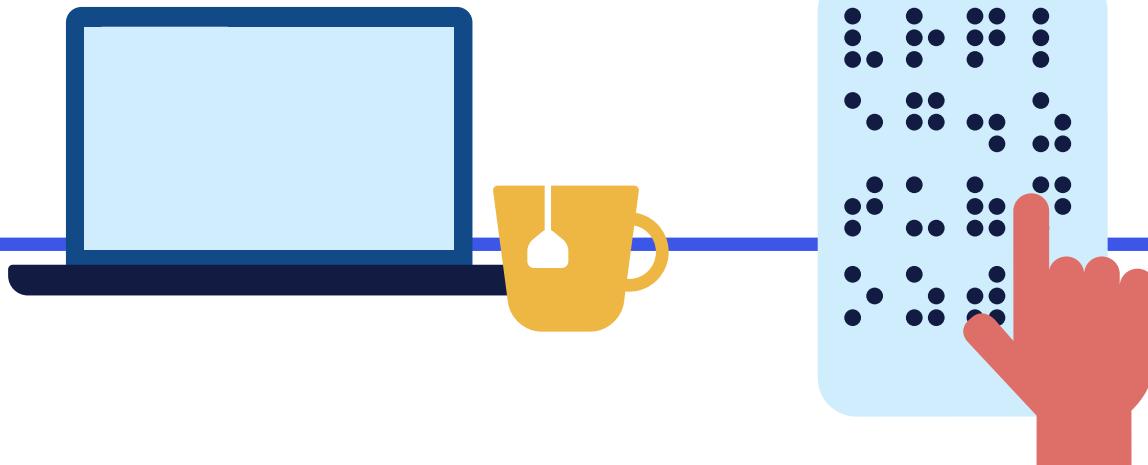
There are also many other clickable links within this document which we've made easy to spot by underlining and **highlighting** them in blue.

**Accessibility matters. That's why we want all of our customers to be able to engage, navigate, and understand our Statement of Significant Changes 2026/2027.**

By using assistive technology like screen readers, text-to-text speech programmes and Braille displays, we can provide equal access to anyone with visual, mobility, or cognitive impairments.

**We've taken steps to ensure this document supports additional accessibility needs:**

- Screen readers will recite content in a logical order, as well as identifying headers and providing alternative text for images.
- Table of contents and bookmarks to aid navigation.
- Easy-to-read text that's structured using headings, clear paragraphs and tables.
- Comfortable colour contrast.



# Statement of Significant Changes in Charges 2026/2027

Whilst we have not made any significant changes to methodology or introduced any new tariffs from 2025/2026, we have seen significant increases within our bill impact assessment driven by the increased investment in 2025– 2030 based on the Ofwat Final Determination for PR24 and the impact of November 2025 CPIH.

We have included the table below to show the ranges of increase across our assessment in our combined and single service customer bills. The detailed bill impact assessment is included within section 6 of our Charges Scheme Board Assurance Statement:

| Bill impact against<br>2025/2026 charges | Charges Scheme - HH<br>Final Charges |       |
|--|--------------------------------------|-------|
|  | Min                                  | Max   |
| Combined bill - Yorkshire                | 7.0%                                 | 8.3%  |
| Combined bill - York                     | 7.8%                                 | 8.7%  |
| Water - Yorkshire                        | 3.5%                                 | 4.5%  |
| Water - York                             | 3.7%                                 | 4.8%  |
| Sewerage - Yorkshire                     | 9.8%                                 | 10.8% |

The increases from 2025/2026 are mainly due to the impact of November CPIH and the step up in allowed revenues within the Ofwat Final Determination for PR24, as published by Ofwat on the 19 December 2024. The FD24 increase in revenue reflects the increases in required investment to deliver the regulatory requirements through the next Price Review, 01 April 2025 to 31 March 2030, this has been offset in 2026/2027 by the adjustment for the blind year reconciliation outcome, which we have chosen to fully recognise in 2026/2027.

We set out below an overview of the 6.1% increase in revenue allowances from 2025/2026 (£1,659m) to 2026/2027 (£1,760m) to illustrate this:

| £m  | Water | Waste | Wholesale total | % variance in wholesale revenue | Retail | Total        | % variance in total revenue |
|---|-------|-------|-----------------|---------------------------------|--------|--------------|-----------------------------|
| <b>2025/2026 Revenue allowances</b>   | 666   | 881   | <b>1,547</b>    | 0.0%                            | 112    | <b>1,659</b> |                             |
| <b>Inflation - November 2025 forecast 3.57%</b>   | 24    | 31    | <b>55</b>       | 3.6%                            | -      | <b>55</b>    | 4.3%                        |
| <b>2026/2027 changes in allowed revenue:</b>  |       |       |                 |                                 |        |              |                             |
| Changes in allowed revenue from the impact of price review (large increase in investment obligations) | 5     | 59    | <b>65</b>       | 4.2%                            | 6      | <b>71</b>    | 5.5%                        |
| PR24 - blind year reconciliation ODI  | 5     | (14)  | <b>(9)</b>      | -0.6%                           | (1)    | <b>(10)</b>  | -0.7%                       |
| PR24 - blind year reconciliation others   | (21)  | 5     | <b>(16)</b>     | -1.0%                           | -      | <b>(16)</b>  | -1.2%                       |
| <b>2026/2027 PR24 Revenue sacrifice for Company contribution towards customer support tariffs:</b>    |       |       |                 |                                 |        |              |                             |
| 2025/2026 - reversal of revenue sacrifice   | -     | -     | -               | 0.0%                            | 3      | <b>3</b>     | 0.2%                        |
| 2026/2027 - revenue sacrifice   | -     | -     | -               | 0.0%                            | (3)    | <b>(3)</b>   | -0.2%                       |
| <b>2026/2027 - Revenue allowances</b>   | 679   | 964   | <b>1,642</b>    | 6.2%                            | 118    | <b>1,760</b> | 6.1%                        |
| <b>% revenue movement</b>   | 1.9%  | 9.4%  | <b>6.2%</b>     | 0.0%                            | 5.2%   | <b>6.1%</b>  |                             |

Another driver of the increase in bill impact is the additional willingness to pay cross subsidy, we are increasing the overall support provided through WaterSupport to £53m which will help around 145,000 customers. This includes our commitment to continue with our company contribution of £2.5m in 2026/2027.

**With regards to the impact on our published household average bills we have seen the following movements from £602 in 2025/2026 to £636 in 2026/2027:**

**Average household bill £/cust – movement analysis from 2025/2026**

|   |            |
|---|------------|
| <b>2025/2026 published average household bill</b>   | <b>602</b> |
| <b>Inflation – November 2025 forecast 3.57%</b>   | <b>20</b>  |
| <b>2026/2027 changes in allowed revenue:</b>  |            |
| Changes in allowed revenue from the impact of price review<br>(large increase in investment obligations).           | 26         |
| PR24 – blind year reconciliation ODI.   | (4)        |
| PR24 – blind year reconciliation others.  | (5)        |
| <b>2026/2027 – PR24 Revenue sacrifice for Company contribution towards customer support tariffs:</b>                |            |
| 2025/2026 – reversal of revenue sacrifice.  | 1          |
| 2026/2027 – revenue sacrifice.  | (1)        |
| <b>2026/2027 – increase in allocation from non-household due to reduction in non-household consumption</b>          |            |
| <b>2026/2027 – reduction in average household bill due to increase in household customer numbers from 2025/2026</b> |            |
| <b>2026/2027 average HH bill</b>  | <b>636</b> |

The increase of £34 is mainly due to November inflation (£20) and the impact of the Ofwat Final Determination for PR24 (£26), as published by Ofwat on the 19 December 2024, which includes a large enhancement investment programme to meet regulatory and environmental obligations over the next five year asset management period. The increase for FD24 has been offset in 2026/2027 by the adjustment for the blind year reconciliation outcome (−£9), which we have chosen to fully recognise in 2026/2027.

Signed on behalf of the Board of Yorkshire Water Services Limited.



**Martin Gee**  
**Chief Finance Officer**

13 January 2026

# Thank you for reading



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