

Ronan Larkin
Director of Finance and Regulation
Northern Ireland Water
Westland House
40 Old Westland Road
Belfast BT14 6TE

24 February 2025

Ref: NET/W/EC/1155

Dear Ronan,

**The Water and Sewerage Services (Northern Ireland) Order 2006 Article 201 (7)
NI Water Scheme of Charges 2025-26 – Regulatory Approval**

Further to receipt of NI Water's Scheme of Charges proposal for 2025-26 received on 31st January 2025, we confirm the Utility Regulator's approval, under Article 201(7) of NI Water and Sewerage Services Order 2006.

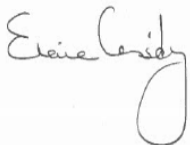
The Utility Regulator approves charges included within price limits (Condition B of the licence and infrastructure charges, Condition C of the licence) and note these have been included in the overall NI Water Scheme of Charges document. A number of other charges such as connections are also included within the document. These charges are not subject to approval under the Order, but can be determinable on a case by case basis.

The Utility Regulator also monitors tariffs in accordance with Condition E of the licence to ensure there is no undue discrimination and undue preference in charging. To date a practical approach has been applied to differentials to avoid large shifts in tariffs or bills and is an area we should continue to discuss during the PC21 period.

The Utility Regulator notes NI Water's decision to increase non-domestic and notional domestic tariffs by the maximum amount allowable, as per the Mid-Term Review Final Determination, under Condition B of the licence, resulting in a weighted average increase to non-domestic tariffs of 7.7%. NI Water has stated it expects that power price rises will continue to create significant budgetary pressures in 2025-26, allowing them no option but to fully utilise the price limit allowance in the forthcoming charging year.

Should you have any specific queries in relation to our approval as outlined in this letter or any associated issues, please do not hesitate to contact me.

Yours sincerely,



Elaine Cassidy
Director of Price Controls

Cc Sara Venning (NI Water), Alison Clydesdale (DFI), Karen Smyth (CCNI)