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| **WWU Final Determination** | | |
| **FDQ Query** | | |
| **Reference number** | WWU \_FDQ\_12 | |
| **Document Name** | WWU Annex | |
| **Topic/Activity:** | Domestic Services and Mains Volumes Driver follow up | |
| **Question:** | Thank you for your response to FDQ\_08 – please cross-reference with this FDQ.  We can now get to the £750 service volume driver in SC3.15 Domestic Volume Driver Licence.  However, when we apply the same logic to our mains net costs and workload, we get a figure of £54,000 / km not the £78,000 / km you have stated.  We have checked this against data tables (noting these were not the FD versions) we have for the other GDNs are cannot agree with any of your figures.  The attachment shows our workings and comparison with the other GDNs.  We have also done some calculations to show that for both new housing and existing housing (based upon 1,000 services and associated mains) we would need to return substantially more money to customers than our allowances. Conversely, if we did more work customers would have to fund more than our allowances.  The only fair outcome is that we have separate values derived from our allowances for:  Service to Existing Housing  Service to New Housing  Mains to Existing Housing  Mains to New Housing | |
| **Confidential** | No | |
| **FDQ raised by** | Nigel Winnan, WWU | |
| **Date Sent** | 21/01/2021 | |
| **Ofgem Response** | We note your concern regarding the unit cost for the connections volume driver, however we do not think this is a specific data or formulation error. Through the FDQ process, we have also been notified of some errors which, when corrected, will have an impact on the outturn connections unit costs.  With respect to your suggestion to split out separate unit costs for mains and services, this would constitute a change of policy, which goes beyond the scope of the FDQ process. | |