New Connections Charging

North East Wales customers

1 April 2019 to 31 March 2020

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About this document

This Charging document is relevant to our customers in North East Wales (previously part of Dee Valley Water) and contains details of the charges associated with new developments and new connections for water in this region.

Throughout this document, the term "developer" refers to all of our customers who are building and developing properties. It sets out the process that our customers need to follow to get a new connection onto Hafren Dyfrdwy's water network and helps you to make an informed choice as to who completes the work.

Charging Year

This Charging document covers the period 1 April 2019 to 31 March 2020.

Any questions

If you have any questions about this Charging Arrangement Document please call the developer services team on 0330 678 1481.

Value added tax

The charges shown in this document are exclusive of value added tax (VAT). We'll add VAT, if applicable, at the appropriate rate.

Broadly the VAT liability of our charges for water connections and mains, or sewer requisitions is determined by the type of properties that will be connected to our network. For example, if you have a new housing development and wish to requisition a new water main that will be used to connect houses during the course of their construction, our charges will be zero rated for VAT purposes. Whereas our charges for laying mains and making connections to existing properties, or commercial properties, will be subject to VAT at the standard rate of 20%. In addition, certificated VAT reliefs may apply to charges for the connection of certain residential or charitable properties and a reduced VAT rate of 5% applies to certain properties that are being renovated or converted for residential use.

Section 1 – The connections process

Who can apply?

It's the owner of the land, or someone who has significant interest in the land, who needs to apply for a new water connection. This may be an individual or a company.

We'll accept an application form from an agent or a consultant working for the applicant, but it's the applicant who is responsible for the content in the application form and must sign the declaration at the end of the form.

How do I apply?

All of our new water connection <u>application forms</u> are on our website. You can download an application form, fill it in and post it back to us including any supporting documents to:

Hafren Dyfrdwy Cyfyngedig PO Box 5311 Coventry CV3 9FL

Or you can email it to us at new.connections@hdcymru.co.uk in a zip file.

Alternatively, please call the developer services team on 0330 678 1481 and they'll send you an application form in the post. Our opening times are 8.30am to 5pm Monday to Thursday and 8.30am to 4.30pm on Friday.

As well as application forms we have a number of <u>guidance notes</u> which you may want to read before applying, or may find helpful as a reference throughout the new connection process.

Requesting a copy of our water network plans

Before you start any development work you can request a copy of our existing water mains network plans to check that your site is within the Hafren Dyfrdwy boundary.

We have a library of maps covering our water mains network. You can request copies by visiting https://linesearchbeforeudig.co.uk/.

Alternatively you can view our maps for free by visiting Hafren Dyfrdwy at: Packsaddle Wrexham Road Rhostyllen LL14 4EH

How to make a payment

You can pay for new connection related charges by credit/debit card, by BACS or by cheque.

Paying by credit/debit card

We welcome all major credit/debit cards and to pay by card simply call us on 0330 678 1481.

Please don't email your credit/debit card details to us.

Paying by BACS

You can make a BACS payment to our bank account using the details below:

Bank: Barclays
Sort code: 20-00-00
Account Number: 033604071
UTR Number: GB486985565
Company Registration Number: 054 15325 13168
Reference: <notification number>

The notification number is the reference number that we'll send you when we acknowledge receipt of your application form.

Note - if this isn't provided it may delay your application.

Paying by cheque

Please make your cheque payable to Hafren Dyfrdwy Cyfyngedig and send it to us at:

Hafren Dyfrdwy Cyfyngedig PO Box 5311 Coventry CV3 9FL

How we let you know we've received your application

Once we've received your application form we'll acknowledge receipt and provide you with a reference number within 5 calendar days. Your application will then be assigned to a member of our team who'll be your point of contact during the quote process.

How long a quote is valid for

All of our quotes, agreements and approval notices are valid for 6 months from the date of the covering letter. If a quote hasn't been accepted by the applicant within this 6 month period, and the charges paid, the quote will be cancelled. If the works are still to go ahead after this time the applicant will have to send us a new application for the connection.

If an approved connection has not been completed within this 6 month period, you'll need to send us a new application as another approval will be needed.

Section 2 – Service connection charges

Application fee

When you've completed the relevant application form please return it with the correct application fee (shown below) and supporting plans showing the property location (i.e. ordinance survey extract). Please note these are non-refundable fees for providing a quotation for new water service connections that must be paid at the time you submit your application.

| Standard connection | Charge | VAT |
|--|--------|-----|
| Application fee for New Connection first plot | £75.23 | 20% |
| Application fee for New Connection per plot for subsequent plots | £46.30 | 20% |

| Standard connection - requote | Charge | VAT |
|---|--------|-----|
| If you require a re-quote for first plot | £75.23 | 20% |
| If you require a re-quote for subsequent plots per plot | £46.30 | 20% |

| Large diameter connection (>32mm) | Charge | VAT |
|--|--------|-----|
| Application fee for New Connection first plot | £75.23 | 20% |
| Application fee for New Connection per plot for subsequent plots | £46.30 | 20% |

| Large diameter connection – requote | Charge | VAT |
|---|--------|-----|
| If you require a re-quote for first plot | £75.23 | 20% |
| If you require a re-quote for subsequent plots per plot | £46.30 | 20% |

We'll visit the site if required to assess your requirements including any potential traffic management costs, the impact this has on our network and what's required to complete the connection. We'll send you a breakdown of the costs for making the connection.

The infrastructure charge

The Water Industry Act (1991) allows water companies to recover costs from its developers for providing or improving its infrastructure for new connections to its water and sewer network.

The infrastructure charge pays for all non-site specific network reinforcement work needed as a result of a new development and new connections to our existing network and will include works, amongst others, to provide or alter existing water mains and service reservoirs.

We are also required to recover infrastructure charges on behalf of other statutory undertakers (where we provide the water supply but not the waste water services). In these circumstances we would ask that you please refer to the relevant undertaker's website for infrastructure charges detail.

Therefore, alongside the cost of connection the following charge will also need to be paid:

| Infrastructure charges | Charge | Unit | VAT |
|------------------------|---------|--------------|-----|
| Water | £391.74 | Per property | 0% |

There is no value added tax (VAT) payable on an infrastructure charge.

Water for construction

If you're building new properties on a development site you'll often need water for construction, e.g. to mix concrete, plaster, washing down, etc. Unless you have a temporary metered supply (i.e. a hired standpipe) or are utilising an existing metered supply, we'll charge you a fixed charge for water for construction. Value Added Tax (VAT) is payable.

From 1 April 2019 you'll be charged for water for construction per property when:

- 1. The water service connection is a 25mm-32mm for any newly built household property.
- 2. The water service connection is a large diameter connection for a newly built household property.
- 3. The water service connection is on any non-household property with a 25mm+ connection.

| Water for construction | Charge | Unit | VAT |
|--|---------|----------------------|-----|
| Household property and non-household property with a 25mm-32mm connection. | £74.87 | Per property | 20% |
| Non-household property with a 25mm+ connection. This represents m3 of construction not m3 storage. | £1.3846 | Per unit of property | 20% |

Meters

Part of the new water service connection work includes the installation of a meter – either externally into a boundary box, or internally in a block of flats – and the collection of the meter details, often called the commissioning of the meter, so the billing account for the property can be set up. Value Added Tax (VAT) is payable.

| Meter fit | Charge | VAT |
|--|---------|--------------------|
| 15mm meter in existing or new boundary box | £90.56 | At rate applicable |
| 15mm meter in boundary box installed same time as connection | £59.66 | At rate applicable |
| Internal RMR meter (up to and including 20mm) including supply of manifold | £140.25 | At rate applicable |

Mandatory domestic sprinkler systems

The domestic split supply to a premise for a sprinkler system will receive no additional charge or be metered at the point of separation for the sprinkler. This is in line with the Building Regulation 2010 Statutory Instrument, Section 7A regulation 37A and 37B requiring all new domestic buildings within Wales to have a fire suppression system installed.

The fire suppression system must be designed and installed in accordance with BS 9251:2014 (Fire Sprinkler Systems for Domestic and Residential Occupancies – Code of Practice). Hafren Dyfrdwy will be required to check the proposed fire suppression system is compliant with the Water Supply Regulations 1999. Hafren Dyfrdwy does not have any involvement in the design and installation of the fire suppression system and this must be undertaken by the developer, installer or designer of the fire suppression system.

You can find out more here.

Section 3 – Development enquiry

If you need to understand the requirements better for supplying your new development with water, you can send us a development enquiry before making a full application. We'll complete an assessment to understand the impact of the proposed development on our water network.

These charges are payable in advance at the time of making your application and are non-refundable.

| Up to 10 properties | Charge | VAT |
|---------------------------|---------|-----|
| Water only enquiry charge | £351.62 | 20% |
| | | |
| More than 10 properties | Charge | VAT |
| Water only enquiry charge | £615.73 | 20% |

Section 4 – New water mains installed by Hafren Dyfrdwy

Application fee

The charges below relate to the installation of a new water mains by Hafren Dyfrdwy.

When you've completed the relevant application form please return it with the application fee shown below:

| Application fee | Charge | Unit | VAT |
|---|-----------|-----------------|-----|
| Design, layout cost for 1-10 properties | £650.96 | Per application | 20% |
| Design, layout cost for 11-100 properties | £865.46 | Per application | 20% |
| Design, layout cost for 101- 500 properties | £1,168.77 | Per application | 20% |
| Redesign of layout and/ or cost | £42.30 | Per hour | 20% |

| Quote for plots | Charge | VAT |
|---|--------|-----|
| Quote for New Connection first plot | £75.23 | 20% |
| Quote for New Connection per plot for subsequent plots | £46.30 | 20% |
| If you require a re-quote for first plot | £75.23 | 20% |
| If you require a re-quote for subsequent plots (per plot) | £46.30 | 20% |

Section 5 – New water mains not installed by Hafren Dyfrdwy (self lay)

The charges below relate to the installation of a new water mains by a self lay provider.

When you've completed the relevant application form please return it with the correct application fee (shown below) and information required.

| Application fee | Charge | Unit | VAT |
|---|-----------|-----------------|-----|
| Design, layout cost for 1-10 properties | £650.96 | Per application | 20% |
| Design, layout cost for 11-100 properties | £865.46 | Per application | 20% |
| Design, layout cost for 101- 500 properties | £1,168.77 | Per application | 20% |
| Redesign of layout and/ or cost | £42.30 | Per hour | 20% |

| Quote for plots | Charge | VAT |
|--|---------|-----|
| Quote for New Connection per plot | £3.53 | 20% |
| If you require a re-quote per plot | £3.53 | 20% |
| stop tap/ meter inspection per plot | £10.53 | 20% |
| 15mm meter in existing or new boundary box | £90.56 | 20% |
| 15mm meter in boundary box installed same time as connection | £59.66 | 20% |
| Internal RMR meter (up to and including 20mm) including supply of manifold | £140.25 | 20% |

| Provide spur connection off existing water distribution main | Price on application |
|--|----------------------|
|--|----------------------|

Section 6 - Main diversions

Application fee

A developer can ask Severn Trent to alter or move a water asset so as to allow the development of a site. The charges for the diversion of a water asset are made up of those elements needed to recover the reasonable costs incurred by Hafren Dyfrdwy as a result of completing the diversion.

When you've completed the relevant application form please return it with the application fee shown below:

| Application fee | Charge | VAT |
|---|---------|-----|
| Initial deposit | £101.64 | 20% |
| Design layout & cost estimate of scheme | £436.42 | 20% |