

Table D1 - Bristol Water - A summary of reference plan A - August 2003

PRICE LIMITS AND EFFECT ON AVERAGE BILLS (2002-03 PRICES)					
	2005-06	2006-07	2007-08	2008-09	2009-10
Proposed price limit	8	-1	-1	-1	-1
<b>W Price limit (water service)</b>					
1 Average measured household bill	96.9	96.2	95.3	94.2	93
2 Average unmeasured household bill	116.6	115.7	114.8	114	113.1
3 Average household bill	112.1	111	109.8	108.6	107.3
<b>S Price limit (sewerage service)</b>					
1 Average measured household bill					
2 Average unmeasured household bill					
3 Average household bill					

WHAT IS DRIVING THE CHANGES IN BILLS? (2002-03 PRICES)	
Average household bill in 2004-2005	103
<b>Less</b>	
(1) scope for reduction through future efficiency improvements	-7
(2) other net variations including lower cost of capital	-5
<b>Plus</b>	
(3) increase in capital maintenance	5
(4) costs not recognised at PR99	3
(5) the impact of improvements in drinking water quality	4
(6) loss of major customers	1
(7) maintaining security of supplies to all customers	3
Average household bill in 2009-2010 (W3 + S3)	107

ESTIMATE OF EXPENDITURE NEEDS (2002-03 PRICES)	
	Annual average for the 2005-2010 period (£/property/annum)
1 Total operating expenditure	72
2 Total capital maintenance expenditure	32
3 Total capital enhancement expenditure	18

KEY ASPECTS OF REFERENCE PLAN A FOR 2005-2010 PERIOD AND TOP 5 STRATEGIC OBJECTIVES
<p>The strategic objectives within the Reference Plan are the same as those proposed in the company's preferred strategy</p> <p>The key differences between the plans are the assumptions made on efficiency and cost of capital.</p> <p>We do not believe that the efficiency assumptions in the Reference Plan can be achieved without a significant increase in the risk profile of the way in which services are delivered and/or a reduction in the levels of customer service.</p>

Table D1 - Bristol Water - A summary of reference plan B - August 2003

PRICE LIMITS AND EFFECT ON AVERAGE BILLS (2002-03 PRICES)					
	2005-06	2006-07	2007-08	2008-09	2009-10
Proposed price limit					
<b>W Price limit (water service)</b>					
1 Average measured household bill					
2 Average unmeasured household bill					
3 Average household bill					
<b>S Price limit (sewerage service)</b>					
1 Average measured household bill					
2 Average unmeasured household bill					
3 Average household bill					

WHAT IS DRIVING THE CHANGES IN BILLS? (2002-03 PRICES)	
Average household bill in 2004-2005	
<b>Less</b>	
(1) scope for reduction through future efficiency improvements	
(2) other	
<b>Plus</b>	
(3) increase in capital maintenance	
(4) costs not recognised at PR99	
(5) the impact of improvements in drinking water quality	
(6) loss of major customers	
(7) maintaining security of supplies to all customers	
Average household bill in 2009-2010 (W3 + S3)	

ESTIMATE OF EXPENDITURE NEEDS (2002-03 PRICES)	
	Annual average for the 2005-2010 period (£/property/annum)
1 Total operating expenditure	
2 Total capital maintenance expenditure	
3 Total capital enhancement expenditure	

KEY ASPECTS OF REFERENCE PLAN B FOR 2005-2010 PERIOD AND TOP 5 STRATEGIC OBJECTIVES
<p>No Reference Plan B is required to be submitted.</p>