

## ANNEX A

<b>TENDRING HUNDRED WATER SERVICES LIMITED INTERIM DETERMINATION – December 2000 – SUMMARY TABLE</b>						
Description		Company's Assessment November 2000		Ofwat's Assessment (December 2000)		
<b>Item – Additional Meter Optants</b>						
1.1	Total <b>additional meter optants</b> in period to 2004-05 (AMP3) over and above the Nov 1999 assumptions.	+8,200 (water)		+8,200 (water)		
1.2	Estimated net additional <b>capital expenditure</b> over the AMP3 period	N/A		£0.99m		
1.3	Estimated net additional <b>operating expenditure</b> over the AMP3 period	N/A		-£0.08m		
1.4	Estimated loss in <b>revenues</b> over the AMP3 period	N/A		£2.35m		
<b>OVERALL ASSESSMENT</b>						
2	<b>Materiality Amount</b> (NPV of total net additional costs and losses)			£6.8m		
3	Tendring Hundred Water Services Ltd turnover for 1999-2000 used in materiality test			£11.9m		
4	<b>Materiality Test</b> (Must be at least ±10% to trigger a change in price limits)			56.9%		
<b>PRICE LIMITS</b>		2000-01	2001-02	2002-03	2003-04	2004-05
5	<b>Current Price Limits</b> (as set in November 1999)	-6.9	1.0	2.0	2.0	2.0
6	<b>Revised Price Limits – December 2000</b>	-6.9	3.5	3.6	3.7	3.7
<b>Notes:</b>						
1. Additional costs and revenue losses shown as positive (+ve), savings and revenue gains shown as negative (-ve)						
2. All monetary values are stated in 2000-01 prices						