

Purpose of this document

This document is intended to list out the various documents that come together to fully illustrate our Final Determination for Bristol Water. It lists out each layer of detail to show where we have calculated the price control from relevant assumptions in the Disputing Company’s business plan, and where we have intervened where customers’ interests need to be protected and to meet our statutory duties in the round. For the purposes of clarity, we consider the company’s business plan to be the revised business plan submitted in April 2019.

At the highest level, our interventions in Bristol Water’s business plan are set out in our **final determination, and illustrated in the financial model**.

Table 1: Bristol Water’s final determinations and financial model

Document	Description
PR19 final determinations: Bristol Water final determination	Set out the outcomes for Bristol Water to deliver, the allowed revenue that Bristol Water can recover from its customers, and how we have determined allowed revenues based on our calculation of efficient costs and the allowed return of capital.
Financial model – Bristol Water	Used to set price control limits for Bristol Water and to allow company financeability to be tested.

Alongside the final determinations, there are a number of **technical appendices** that provide detail on the policies we applied in reaching our decisions.

Table 2: Technical appendices

Document
PR19: final determinations: Delivering outcomes for customers policy appendix
PR19: final determinations: Aligning risk and return technical appendix
PR19: final determinations: Securing cost efficiency technical appendix
PR19: final determinations: Allowed return on capital technical appendix
PR19 final determinations: Our methodology for the classification of bioresources costs and revenues
PR19 final determinations: Targeted controls, markets and innovation final decisions
PR19 final determinations: Strategic regional water resource solutions appendix
PR19 final determinations: Havant Thicket appendix
PR19 final determinations: Delivering customer value in large projects
PR19 final determinations: Our approach to regulating developer services
PR19 final determinations: Accounting for past delivery technical appendix

Document
PR19 final determinations: Significant scrutiny companies – Application of lower cost sharing rates and outcome delivery incentive cap
PR19 final determinations: Securing long term resilience
PR19 final determinations: Customer measure of experience (C-Mex) and developer services measure of experience (D-Mex) policy appendix

At the level below this, the following **thematic documents** provide further clarity on **our interventions for Bristol Water**.

Table 3: Thematic documents for Bristol Water

Document	Description
Outcomes	
PR19 final determinations: Bristol Water – Delivering outcomes for customers final decisions	This document sets out the decisions we made for the final determination in response to representations received on our draft determinations on the outcomes regime, as well as any other changes for the final determination.
PR19 final determinations: Bristol Water – Outcomes performance commitment appendix	This document sets out in detail the performance commitments and outcome delivery incentives we put in place for Bristol Water for the period 2020-2025.
PR19 final determinations: Bristol Water – Delivering outcomes for customers additional information appendix	This document provides additional information for our final determination on outcomes for Bristol Water. This covers the leakage performance commitment level and outcome delivery incentives.
Past delivery	
PR19 final determinations: Bristol Water – Accounting for past delivery final decisions	This document sets out the decisions on accounting for past delivery we made for the final determination. Our decisions and interventions set out here are relative to the company's 15 July 2019 past delivery submission (the '15 July 2019 submission'), which included actual data for the year 2018-19 and updated forecasts for 2019-20. Our decisions took into account the representations made on all our draft determinations, responses from companies

	to our queries and additional information provided following further engagement with companies and other stakeholders as part of the final determination process.
PR19 final determinations: Bristol Water – Accounting for past delivery appendix	This document sets out the adjustments we made to the Regulatory Capital Value (the ‘midnight adjustment’) and revenue for the 2020-25 period for the PR14 reconciliations.
Risk and return	
PR19 final determinations: Bristol Water – Aligning risk and return final decisions	This document sets out the decisions we made for the final determination in response to representations received from companies on our draft determinations, as well as changes for the final determination that did not result from representations received.
PR19 final determinations: Bristol Water – Allowed revenue appendix	This document provides supporting information on the calculation of allowed revenue for Bristol Water for each year and for each price control.
Costs	
PR19 final determinations: Bristol Water – Cost efficiency final determinations appendix	<p>This document provides further details of the company specific issues related to cost allowances as follows:</p> <ul style="list-style-type: none"> - Section 1 provides a summary of our decisions on the company’s cost adjustment claims; - Section 2 provides a summary of our decisions on the company’s enhancement proposals, by enhancement area; - Section 3 provides our decision on costs proposed by the company under the transition programme; - Section 4 provides our decision on unit cost adjustments related to the WINEP uncertainty mechanism.

[PR19 final determinations: Bristol Water – Cost efficiency additional information appendix](#)

This document provides additional information for our final determination on cost efficiency for Bristol Water. This covers the Canal and River Trust cost adjustment claim.

Certain **cost models** provide **more granular detail of our specific interventions**. The feeder models listed below are those which contain our final cost allowances for each company, with further detail [published on our website](#). We also provide the enhancement aggregator model which provides additional information on the inputs of the feeder models.

Table 4: Cost models

Document	Description
Feeder model 4: Wholesale water – Water resources and water N+ cost allowances	Used to calculate the forecasted modelled costs, apply the efficiency challenge and calculate the final cost allowances for the water resources and water network plus controls.
Feeder model 4: Wholesale wastewater – Bioresources and wastewater N+ cost allowances	Used to calculate the forecasted modelled costs, apply the efficiency challenge and calculate the final cost allowances for the wastewater network plus and the bioresources controls.
Feeder model 4: Retail cost allowances	Used to calculate the forecasted modelled costs, apply the efficiency challenge and calculate the final cost allowances for retail.
Enhancement aggregator model	Used to aggregate, at wholesale level, our allowance decisions for totex enhancement submitted by companies in their PR19 business plan submission.