

February 2021

RAG 4.09 Appendix 1 (income categorisation)

About this document

Version control

Version	Date published	Description
V1	30 November 2020	First version published after consultation as set out in IN 20/08
V2	16 February 2021	Presentational changes only to make the document accessible; <ul style="list-style-type: none">• New fonts; and,• Paragraph re-numbering.

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1. Income categorisation

	Retail appointed	Wholesale appointed		Non-appointed
		Income governed by price control	Income not governed by price control	
Principal services	<p>Retail tariff income (for households and non-households) from water, foul sewage, surface water and highway drainage, trade effluent services and special agreements (including potable water, foul and trade effluent).</p> <p>Income from providing developer information and the administration of new connections (eg dealing with s45 connection charges).</p> <p>Income from meter reading commission.</p>	<ul style="list-style-type: none"> Wholesale tariff income (for households and non-households) from water, foul sewage, surface water and highway drainage, trade effluent services, including special agreements. Electricity generation from appointed assets Developer contributions¹; Infrastructure charges Requisition charges s45 connection charges s104 sewer adoption fees (based on 2.5% of the construction cost) s185 diversions 	<p>Management of protected land</p> <p>Recreational use of protected land eg</p> <ul style="list-style-type: none"> Rambling, Forestry <p>Rental income from appointed assets eg</p> <ul style="list-style-type: none"> mobile telephone masts on water towers, wind turbines and solar panels on land at treatment works. 	<p>Non water/ wastewater services eg;</p> <ul style="list-style-type: none"> Billing commission Garage services Rental income from non-appointed properties Property searches Introducer revenue from plumbing and drainage insurance Tankered waste; haulage, reception and treatment.
Third party services		<p>Non-potable water (which are not a bulk supply)</p> <p>Rechargeable works;</p> <ul style="list-style-type: none"> Fluoridation Fire hydrant maintenance Fire hydrant installation Charges for repair of damage to company assets by another party Charges for building over company assets Charges for installation of a meter on an unmetered supply (non- household) Fee for trade effluent consent revision “Non-primary” charges to retailers under WSSL regime Provision of plan information of underground infrastructure Charges for flow and pressure testing of a customer supply Meter testing Relocation of a household meter Installation of a meter with a data logger to a previously unmeasured premises 	<p>Excluded charges;</p> <ul style="list-style-type: none"> Bulk supplies Stand pipes and water tanks Water cleansing Charges for reception and disposal of waste Unmeasured cattle troughs Unmeasured building water supplies Unmeasured supplies by water tankers Unmeasured farm taps Reservoir operating agreements Unmeasured supply hereditaments Diversions (non s185) 	<p>Rechargeable work where the appointee is not a statutory supplier.</p> <p>Use of land for water supply beyond duties imposed by WIA91 eg</p> <ul style="list-style-type: none"> Water skiing/sailing, Fishing, Bird watching permits, Restaurants/ visitor centres.

1 These may be recognised in the accounts as income, netted off expenditure or capitalised. It should include any contributions passed on to incumbents from NAVs. It includes the impact of the 'income offset' discount. Any income received by a retailer for developer services administration should not be included.

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