

Chapter 29

Regulatory accounts

Current Cost Accounting

Covering:
Reconciliation of operating profit to net cash flow
from operating activities

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Regulatory accounts (Current Cost Accounting); Reconciliation of operating profit to net cash flow from operating activities

Guidance

This table links the current cost profit and loss account with the cash flow statement by reconciling the current cost operating profit to the net cash flow from operating activities.

Please note that the current cost depreciation charge, as defined in this table, is the amount that is charged to the profit and loss account, i.e. net of the amortisation of deferred credits. This figure is not the same as the current cost depreciation charge stated in table 25 line 13 or table 33 line 4, which is before the amortisation of deferred credits.

Company commentary

We do not require commentary to this table.

Table 29 line definitions

1	Current cost operating profit	£m	3dp
Definition	Current cost operating profit before tax, interest and extraordinary items.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Copied: table 20 line 5		
Responsibility	Regulatory Finance Team		

2	Working capital adjustment	£m	3dp
Definition	The adjustment for the impact of general inflation on the real value of working capital to the business between opening and closing balance sheet dates.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Calculated: table 20 line 4 multiplied by -1.		
Responsibility	Regulatory Finance Team		

3	Movement in working capital.	£m	3dp
Definition	The movement in the total of the working capital items, as defined in table 26, with the exception of capital creditors.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Calculated: For 2008-09: historic data. For 2009-10: historic data. For 2010-11: (Table 26 column 2 lines 1-10 and 12) minus (Table 26 column 3 lines 1-10 and 12)		
Responsibility	Regulatory Finance Team		

4	Receipts from other income	£m	3dp
Definition	Receipts in the year from other sources of income other than interest. These include rental income and any other income received from any other sources. It excludes receipts from the sale of fixed assets.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Columns 1 and 2: historic data Column 3: Input (positive number)		
Responsibility	Regulatory Finance Team		

5	Depreciation	£m	3dp
Definition	Total of: <ul style="list-style-type: none"> current cost depreciation (as per tables 25 and 33); intangible asset amortisation; and amortisation of deferred credits, (relating to grants and contributions). This is often referred to as net CCD.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Columns 1 and 2: historic data Column 3: Calculated: the sum of: table 21 line 26 column 3; table 21 line 27 column 3; table 21 line 28 column 3; table 21 line 29 column 3; table 21 line 31 column 3; table 22 line 25 column 4; table 22 line 26 column 4; table 22 line 27 column 4; table 22 line 28 column 4; and table 22 line 30 column 4.		
Responsibility	Regulatory Finance Team		

6	Current cost profit on sale of fixed assets	£m	3dp
Definition	Net current cost profit/loss on disposal of fixed assets.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Column 1: Calculated table 23 line 17, column 3, with the sign reversed. Column 2: Calculated: table 23 line 17, column 6, with the sign reversed. Column 3: Calculated: table 23 line 17, column 9, with the sign reversed.		
Responsibility	Regulatory Finance Team		

7	Infrastructure renewals charge	£m	3dp
Definition	The total infrastructure renewals charge.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Columns 1 and 2: historic data Column 3: Calculated: the sum of: table 21 line 25 column 3; table 21 line 32 column 3; table 22 line 24 column 4; and table 22 line 31 column 4.		
Responsibility	Regulatory Finance Team		

8	Other non-cash profit and loss items	£m	3dp
Definition	Any other non-cash profit and loss items which affect operating profit. This will include, but is not restricted to: <ul style="list-style-type: none"> • movements in provisions; and • the difference between pension contributions and the FRS17 charge (to operating profit). 		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Columns 1 and 2: historic data Column 3: Input (positive number if the movement is an increase, negative number if the movement is a decrease).		
Responsibility	Regulatory Finance Team		

9	Net cash flow from operating activities	£m	3dp
Definition	Net cash flow movement from the operating activities of NI Water.		
Primary Purpose	Informing relative performance and efficiency assessments.		
Processing rule	Calculated: sum of lines 1, 2, 3, 4, 5, 6, 7 and 8.		
Responsibility	Regulatory Finance Team		

CHANGE CONTROL SHEET

CHAPTER 29

2008/1.0	First issue of chapter for the SBP period.
2009/1.0	<ul style="list-style-type: none">• Second issue of chapter for the SBP period;• Amended processing rules for lines 3-8 inclusive.
2010/1.0	Third issue of chapter for the SBP period. <ul style="list-style-type: none">• No changes.
2011/1.0	First issue of chapter for the PC10 period. <ul style="list-style-type: none">• No changes.