

# Chapter 24

## Regulatory Accounts

### Current Cost Accounts

Covering:  
Balance sheet

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### Current Cost Accounts

### Balance sheet

#### Guidance

The return requirements relate to the appointed business and table 24 is no exception. It should be completed for the balance sheet of the appointed business only.

#### Company commentary

The movement in the profit and loss account between the current and previous year should be simply the retained profit for the year. Where this is not the case, then the details of other movements should be reported.

Amounts attributable to minority interests (if applicable) should be included within **other reserves**.

The PPP element of any line should be detailed and explained e.g. PPP element of tangible fixed assets and/or creditors.

For all items in the table significant features, movements, events and transactions over the last period should be noted. However, where movements have been explained in the commentary to other tables (e.g. tables 19, 26 or 27), then a cross-reference should be provided rather than repeated for this table.

#### Guidance to Auditors

See Auditors' guidance.

## Table 24 line definitions

### A FIXED ASSETS

<b>1</b>	Tangible assets	£m	3dp
<b>Definition</b>	The current cost net book value of tangible fixed assets before third party contributions.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Columns 1 to 3: historic data. Column 4: copied - table 25 line 15 column 9.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>2</b>	Third party contributions	£m	3dp
<b>Definition</b>	Grants and third party contributions received in respect of infrastructure assets and the balance of deferred income relating to grants and third party contribution for non-infrastructure assets.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Columns 1 to 3: historic data Column 4: Input field (negative number)		
<b>Responsibility</b>	Regulatory Finance Team		

### B OTHER OPERATING ASSETS AND LIABILITIES

<b>3</b>	Working capital	£m	3dp
<b>Definition</b>	The total of all the assets and liabilities included in the working capital analysis in table 26.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 26, line 13 column 4.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>4</b>	Cash	£m	3dp
<b>Definition</b>	Cash in hand and at bank. Overdraft balances should not be netted off the figure; they should be included separately in table 19 line 11.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 7		
<b>Responsibility</b>	Regulatory Finance Team		

<b>5</b>	Short term deposits	£m	3dp
<b>Definition</b>	Short term deposits, including those made with associated companies.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 8		
<b>Responsibility</b>	Regulatory Finance Team		

<b>6</b>	Overdrafts	£m	3dp
<b>Definition</b>	Overdrafts		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 11		
<b>Responsibility</b>	Regulatory Finance Team		

<b>7</b>	Infrastructure renewals prepayment/(accruals)	£m	3dp
<b>Definition</b>	The cumulative difference between the infrastructure renewals charges and expenditure.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: either table 19 line 9 or table 19 line 12, dependent on whether a prepayment or accrual.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>8</b>	Net operating assets	£m	3dp
<b>Definition</b>	Current cost tangible fixed assets net of working capital, cash, short term deposits, overdrafts and the infrastructure renewals prepayment or accrual.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Calculated: the sum of lines 3, 4, 5, 6 and 7.		
<b>Responsibility</b>	Regulatory Finance Team		

## C NON-OPERATING ASSETS AND LIABILITIES

<b>9</b>	Borrowings	£m	3dp
<b>Definition</b>	Borrowings falling due within one year comprises obligations under finance leases due within the year, loans due to other group companies repayable within one year, redeemable debentures repayable within one year, bonds redeemable within one year, commercial paper due within one year, bills of exchange maturing within one year and any other form of borrowing repayable in less than one year. Accrued interest, mains deposits and the fair value of interest rate swap agreements should not be included.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 14.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>10</b>	Non-trade debtors	£m	3dp
<b>Definition</b>	Debtors, other than those included in working capital and also excluding the infrastructure renewals prepayment.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Calculated: table 19 line 6 minus the sum of table 26 lines 2, 3, 4, 5, 6, 7 and 8.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>11</b>	Non-trade creditors due within one year	£m	3dp
<b>Definition</b>	Creditor balances due to be paid in less than one year, excluding amounts included as working capital and also excluding dividends payable and corporation tax payable.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Calculated: table 19 line 13 minus the sum of table 26 lines 9, 10, 11 and 12.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>12</b>	Investment – loan to group company	£m	3dp
<b>Definition</b>	Loans made to other group companies repayable in more than one year		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 2.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>13</b>	Investment – Other	£m	3dp
<b>Definition</b>	All investments as defined by UKGAAP, excluding those in table 19 line 2.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 3.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>14</b>	Corporation tax payable	£m	3dp
<b>Definition</b>	Any balances of Corporation tax due to HMRC.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 15.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>15</b>	Ordinary share dividends payable	£m	3dp
<b>Definition</b>	Any unpaid dividends which have been recognised in accordance with FRS21		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 16.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>16</b>	Preference share dividends payable	£m	3dp
<b>Definition</b>	Any unpaid preference share dividends		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 17.		
<b>Responsibility</b>	Regulatory Finance Team		

**D CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

<b>17</b>	Borrowings	£m	3dp
<b>Definition</b>	Borrowings falling due after one year comprises obligations under finance leases due after one year, loans due to other group companies repayable after one year, redeemable debentures repayable after one year, bonds redeemable after one year, commercial paper due after one year, bills of exchange maturing after one year and any other form of borrowing repayable after one year. Accrued interest, mains deposits and the fair value of interest rate swap agreements should not be included		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 20.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>18</b>	Other creditors	£m	3dp
<b>Definition</b>	Creditors due after one year (other than items defined as borrowings)		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 21.		
<b>Responsibility</b>	Regulatory Finance Team		

**E PROVISION FOR LIABILITIES AND CHARGES**

<b>19</b>	Deferred tax provision	£m	3dp
<b>Definition</b>	The deferred tax position as defined under UKGAAP.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 23.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>20</b>	Post employment asset/(liabilities).	£m	3dp
<b>Definition</b>	The excess/shortfall of the value of the pension scheme assets over/below the present value of the scheme liabilities (as defined in FRS17, 'Retirement Benefits').		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 25.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>21</b>	Other provisions	£m	3dp
<b>Definition</b>	All provisions including restructuring or reorganisation provisions but excluding the deferred tax provision.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 26		
<b>Responsibility</b>	Regulatory Finance Team		

**F PREFERENCE SHARE CAPITAL**

<b>22</b>	Preference share capital	£m	3dp
<b>Definition</b>	Preference share capital		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 27.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>23</b>	Net assets employed	£m	3dp
<b>Definition</b>	The current cost value of the net assets employed in the business.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Calculated: the sum of lines 1, 2, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21 and 22.		
<b>Responsibility</b>	Regulatory Finance Team		

**G CAPITAL AND RESERVES**

<b>24</b>	Called up share capital	£m	3dp
<b>Definition</b>	Nominal value of shares of NI Water that are issued and fully paid.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 29		
<b>Responsibility</b>	Regulatory Finance Team		

<b>25</b>	Share premium	£m	3dp
<b>Definition</b>	Excess of proceeds from share issue over the nominal value of shares issued less amounts written off for approved purposes under the Companies (Northern Ireland) Order 1990.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 30.		
<b>Responsibility</b>	Regulatory Finance Team		

<b>26</b>	Profit and loss account	£m	3dp
<b>Definition</b>	Cumulative balance of profits retained under current cost accounting		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Input: this should be equal to the sum of line 26 column 3, table 20 line 16 column 4, table 18c line 2 column 4 and table 18c line 3 column 4		
<b>Responsibility</b>	Regulatory Finance Team		

<b>27</b>	Current cost reserve at 31 March	£m	3dp
<b>Definition</b>	The balance on the current cost reserve at the end of the year.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 27 line 7 column 4		
<b>Responsibility</b>	Regulatory Finance Team		

<b>28</b>	Other reserves	£m	3dp
<b>Definition</b>	Non - distributable reserves (other than share capital, current cost reserves and share premium). It will include capital redemption reserves, contingency reserves and other capital reserves. Amounts attributable to minority interests (if applicable) should also be included in this category.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Copied: table 19 line 32 column 4		
<b>Responsibility</b>	Regulatory Finance Team		

<b>29</b>	Total capital and reserves	£m	3dp
<b>Definition</b>	Total shareholders' funds on a current cost basis.		
<b>Primary Purpose</b>	Informing relative performance and efficiency assessments.		
<b>Processing rule</b>	Calculated: sum of lines 24, 25, 26, 27 and 28.		
<b>Responsibility</b>	Regulatory Finance Team		



## CHANGE CONTROL SHEET

### CHAPTER 24

2008/1.0	First issue of chapter for the SBP period.
2009/1.0	<ul style="list-style-type: none"> <li>• Second issue of chapter for the SBP period.</li> <li>• Amended processing rules for lines 2 and 3 of the guidance.</li> </ul>
2010/1.0	Third issue of chapter for the SBP period. <ul style="list-style-type: none"> <li>• Minor changes to processing rules of selected cells.</li> </ul>
2011/1.0	First issue of chapter for the PC10 period. <ul style="list-style-type: none"> <li>- No changes.</li> </ul>
2012/1.0	Second issue of chapter for the PC10 period. <ul style="list-style-type: none"> <li>- Minor changes to processing rules of lines 2, 3, 23, 26, 27 and 28</li> </ul>
2013/1.0	Third issue of chapter for the PC10 period. <ul style="list-style-type: none"> <li>- Amendment made to processing rule for line 7 from 'calculated' to 'copied' and table cell updated accordingly.</li> <li>- Amendment made to processing rule to Line 23 to include Line 8.</li> </ul>