

The adjustment factor of 0.81 detailed in the Final Reasons paper dated 31 May 2022, shortening the regulatory asset lives of GDB, was not applied for DY23 & DY24

Staff did not realise that while included in the DPP calculation it was also a required disclosure in the ID schedules.

Line No.	for year ended 30 June	Corrected		In Error		
		2023	2024	2023	2024	
<b>Schedule 1: Analytical Ratios</b>						
<b>1(iv) Composition of Revenue Requirement</b>						
34	Total depreciation	1,244	1,377	1,033	1,140	
34	% of revenue	26.51%	26.36%	22.01%	21.82%	
35	Total revaluations		947		954	
35	% of revenue		18.13%		18.27%	
36	Regulatory tax allowance	288	368	335	417	
36	% of revenue	6.14%	7.04%	7.15%	7.99%	
37	Regulatory Profit/(loss) including financial incentives and wash-ups	2,184	1,770	2,348	1,965	
37	% of revenue	46.53%	33.88%	50.02%	37.61%	
<b>Schedule 2: Report on Return on Investment</b>						
<b>2(i): Return on Investment</b>						
10	Reflecting all revenue earned CY-1		8.01%		8.66%	
10	Reflecting all revenue earned Current Year CY	8.66%	6.04%	8.01%	6.73%	
11	Excluding revenue earned from financial incentives CY-1		8.01%		8.66%	
11	Excluding revenue earned from financial incentives Current Year CY	8.66%	6.04%	8.01%	6.73%	
12	Excluding revenue earned from financial incentives and wash-ups CY-1		8.01%		8.66%	
12	Excluding revenue earned from financial incentives and wash-ups Current Year CY	8.66%	6.04%	8.01%	6.73%	
20	Reflecting all revenue earned CY-1		8.63%		9.28%	
20	Reflecting all revenue earned Current Year CY	8.63%	6.74%	9.28%	7.44%	
21	Excluding revenue earned from financial incentives CY-1		8.63%		9.28%	
21	Excluding revenue earned from financial incentives Current Year CY	8.63%	6.74%	9.28%	7.44%	
22	Excluding revenue earned from financial incentives and wash-ups CY-1		8.63%		9.28%	
22	Excluding revenue earned from financial incentives and wash-ups Current Year CY	8.63%	6.74%	9.28%	7.44%	
24	WACC rate used to set regulatory price path CY-1		6.14%		6.70%	
24	WACC rate used to set regulatory price path Current Year CY	6.14%	6.14%	6.70%	7.36%	
<b>2(ii) Information Supporting the ROI</b>						
32	Total opening RAB value		28,446		28,657	
33	Opening deferred tax		-1,694		-1,743	
34	Opening RIV		26,752		26,914	
41	Tax payments		310		308	
43	Mid-year net cash flows		3,129		3,127	
47	Total Closing RAB value	28,446	28,274	28,657	28,731	
48	Adjustment resulting from asset allocation		-2		0	
50	Closing deferred tax	-1,694	-1,753	-1,741	-1,853	
51	Closing RIV	26,758	26,524	26,922	26,879	
53	ROI - comparable to vanilla WACC	8.63%	6.74%	9.28%	7.44%	
59	ROI - comparable to post tax WACC	8.01%	6.04%	8.66%	6.73%	
<b>2(iv) Year-End ROI Rates for Comparison Purposes</b>						
94	Year-end ROI comparable to vanilla WACC	8.46%	6.58%	9.10%	7.27%	
96	Year-end ROI comparable to post tax WACC	7.84%	5.88%	8.48%	6.56%	
<b>Schedule 3: Report on Regulatory Profit</b>						
<b>3(i) Regulatory Profit</b>						
21	Total Depreciation	1,244	1,377	1,033	1,140	
23	Total revaluations		947		954	
25	Regulatory Profit/(loss) before tax	2,472	2,138	2,683	2,382	
29	Regulatory tax allowance	288	368	335	417	
31	Regulatory profit/(loss) including financial incentives and wash-ups	2,184	1,770	2,348	1,965	
<b>Schedule 4: Report on Value of the Regulatory Asset Base (Rolled Forward)</b>						
<b>4(i) Regulatory Asset Base Value (Rolled Forward)</b>						
10	Total opening RAB value		28,446		28,657	
12	Total Depreciation 30 Jun 23		1,377		1,140	
12	Total Depreciation 30 Jun 24	1,244	1,244	1,033	1,033	
14	Total revaluations		947		954	
22	Total adjustment resulting from asset allocation 30 Jun 24		-2		0	
24	Total closing RAB value 30 Jun 24		28,274		28,731	
24	Total closing RAB value 30 Jun 23	28,446	28,446	28,657	28,657	
<b>4(ii) Unallocated Regulatory Asset Base</b>						

Line No.	for year ended 30 June	Corrected		In Error	
		2023	2024	2023	2024
29	Total opening RAB value unallocated RAB		28,446		28,657
29	Total opening RAB value RAB		28,446		28657
31	Total Depreciation -unallocted RAB	1,244	1,377	1,033	1,140
31	Total Depreciation - RAB	1,244	1,377	1,033	1,140
33	Total revaluations -unallocted RAB		947		954
33	Total revaluations - RAB		947		954
47	Adjustment resulting from asset allocation		-2		0
49	Total closing RAB value - unallocated RAB	28,452	28,276	28,663	28,731
49	Total Closing RAB value - RAB	28,446	28,274	28,657	28,731
<b>4(iii): Calculation of Revaluation Rate and Revaluation of Assets</b>					
60	Total opening RAB value - unallocated RAB		28,446		28,657
60	Total opening RAB value - RAB		28,446		28,657
63	Total opening RAB value subject to revaluation - unallocated RAB		28,446		28,657
63	Total opening RAB value subject to revaluation - RAB		28,446		28,657
64	Total revaluations -unallocted RAB		947		954
64	Total revaluations - RAB		947		954
<b>4(iv) Regulatory Depreciation</b>					
79	Depreciation standard -unallocted RAB	994	975	814	874
79	Depreciation standard - RAB	994	975	814	874
80	Depreciation - no standard life assets unallocted RAB	250	402	219	266
80	Depreciation - no standard life assets RAB	250	402	219	266
83	Total Depreciation unallocated RAB	1,244	1,377	1,033	1,140
83	Total Depreciation RAB	1,244	1,377	1,033	1,140
<b>4(vii) Disclosure by Asset Category</b>					
99	Total opening RAB value intermediate pressure main pipelines		3,049		3,070
99	Total opening RAB medium pressure main pipelines		6,830		6,878
99	Total opening RAB low pressure main pipelines		8,184		8,254
99	Total opening RAB service pipe		8,317		8,371
99	Total opening RAB stations		102		104
99	Total opening RAB line valve		282		283
99	Total opening RAB special crossings		904		908
99	Total opening RAB other network assets		279		280
99	Total opening RAB non-network assets		499		509
99	Total opening RAB total		28,446		28,657
100	Total Depreciation intermediate pressure main pipelines	112	122	90	99
100	Total Depreciation medium pressure main pipelines	259	281	211	229
100	Total Depreciation low pressure main pipelines	387	420	319	344
100	Total Depreciation service pipe	302	325	247	266
100	Total Depreciation stations	14	15	12	13
100	Total Depreciation line valve	8	9	7	7
100	Total Depreciation special crossings	20	25	16	21
100	Total Depreciation other network assets	5	5	4	4
100	Total Depreciation non-network assets	137	175	127	157
100	Total Depreciation total	1,244	1,377	1,033	1,140
101	Total revaluations medium pressure main pipelines		228		230
101	Total revaluations low pressure main pipelines		273		275
101	Total revaluations service pipe		277		280
101	Total revaluations total		947		954
105	Adjustment resulting from asset allocation intermediate pressure main pipelines	0	-1	-1	0
105	Adjustment resulting from asset allocation medium pressure main pipelines		-1		0
105	Adjustment resulting from asset aslocation low pressure main pipelines	-1		1	
105	Adjustment resulting from asset allocation service pipe	0		-1	
105	Adjustment resulting from asset allocation stations		1		0
105	Adjustment resulting from asset allocation special crossings		-1		0
105	Adjustment resulting from asset allocation total		-2		0
107	Total closing RAB value intermediate pressure main pipelines	3,049	3,028	3,070	3,073
107	Total closing RAB value medium pressure main pipelines	6,830	6,780	6,878	6,883
107	Total closing RAB value low pressure main pipelines	8,184	8,040	8,254	8,188
107	Total closing RAB value service pipe	8,317	8,429	8,371	8,545
107	Total closing RAB value stations	102	91	104	94
107	Total closing RAB value line valve	282	282	283	285
107	Total closing RAB value special crossings	904	908	908	917

Line No.	for year ended 30 June	Corrected 2023	2024	In Error 2023	2024
107	Total closing RAB value other network assets	279	283	280	285
107	Total closing RAB value non-network assets	499	433	509	461
107	Total closing RAB value total	28,446	28,274	28,657	28,731
110	Weighted average remaining asset life intermediate pressure main pipelines	28.6	28.9	35.2	35.8
110	Weighted average remaining asset life medium pressure main pipelines	30.0	30.0	36.8	37.0
110	Weighted average remaining asset life low pressure main pipelines	30.0	30.3	36.8	37.3
110	Weighted average remaining asset life service pipe	33.1	32.6	40.6	40.2
110	Weighted average remaining asset life stations	16.6	16.8	20.5	36.9
110	Weighted average remaining asset life line valve	41.0	40.8	50.5	50.3
110	Weighted average remaining asset life special crossings	40.4	41.6	49.6	51.2
110	Weighted average remaining asset life other network assets	24.3	23.5	45.4	40.1
110	Weighted average remaining asset life non-network assets	3.4	3.3	3.9	4.0
111	Weighted average expected total asset life intermediate pressure main pipelines	63.4	62.5	70.0	69.4
111	Weighted average expected total asset life medium pressure main pipelines	52.6	52.5	59.4	59.5
111	Weighted average expected total asset life low pressure main pipelines	51.7	51.6	58.4	58.6
111	Weighted average expected total asset life service pipe	52.1	52.0	59.6	59.7
111	Weighted average expected total asset life stations	32.6	32.8	36.0	60.7
111	Weighted average expected total asset life line valve	53.9	53.7	63.3	63.3
111	Weighted average expected total asset life special crossings	55.3	53.9	64.6	63.6
111	Weighted average expected total asset life other network assets	33.5	33.3	59.7	59.5
111	Weighted average expected total asset life non-network assets	4.3	4.6	4.9	5.4
<b>Schedule 5a: Report on Regulatory Tax Allowance</b>					
<b>5a(i) Regulatory Tax Allowance</b>					
8	Regulatory Profit/(loss) before tax	2,472	2,138	2,683	2,382
13	Amortisation of revaluations	220	304	178	247
14	Subtotal	714	781	672	723
16	Total revaluations		947		954
19	Notional deductible interest		657		661
20	subtotal		1,604		1,615
22	Regulatory taxable income	1,029	1,315	1,198	1,490
25	Regulatory net taxable income	1,029	1,315	1,198	1,490
28	Regulatory tax allowance	288	368	335	417
<b>5a(iv) Amortisation of Revaluations</b>					
46	Opening sum of RAB values without revaluations		21,925		22,094
48	Adjusted Depreciation	1,024	1,073	855	893
49	Total Depreciation	1,244	1,377	1,033	1,140
50	Amortisation of revaluations	220	304	178	247
<b>5a(vi) Calculation of Deferred Tax Balance</b>					
60	Opening deferred tax		-1,694		-1,743
62	Tax effect of adjusted depreciation	287	300	239	250
74	Deferred tax cost allocation adjustment		1		0
76	Closing deferred tax	-1,694	-1,753	-1,741	-1,853
<b>Schedule 5e: Report on Asset Allocations</b>					
<b>5e(i) Regulated Service Asset Values</b>					
11	Main pipe directly attributable	18,063	17,848	18,202	18,143
13	Total Main pipe attributable to regulated service	18,063	17,848	18,202	18,143
15	Service Pipe directly attributable	8,317	8,429	8,371	8,546
17	Total Service pipe attributable to regulated service	8,317	8,429	8,371	8,546
19	Stations directly attributable	103	91	104	94
21	Total Stations attributable to regulated service	103	91	104	94
23	Line valve directly attributable	281	282	283	285
25	Total Line valve attributable to regulated service	281	282	283	285
27	Special crossings directly attributable	904	908	908	917
29	Total Special Crossings attributable to regulated service	904	908	908	917
31	Other Network assets directly attributable	279	283	280	285
33	Total Other Network assets attributable to regulated service	279	283	280	285
35	Non-network assets Directly attributable	121	160	122	164
36	Non-network assets Not directly attributable	378	273	387	297
37	Total Non-network assets attributable to regulated service	499	433	509	461
39	Regulated service asset value directly attributable	28,068	28,001	28,270	28,434
40	Regulated service asset value not directly attributable	378	273	387	297
41	Total closing RAB value	28,446	28,274	28,657	28,731

Line No.	for year ended 30 June	Corrected		In Error	
		2023	2024	2023	2024
	<b>Schedule 7: Comparison of Forecasts to Actual Expenditure</b>				
	<i>7(v): Subcomponents of Operational Expenditure (where known)</i>				
36	Insurance		350		0