

Annex D

Projected Increments for Sewage Charge (SC) Rate and Associated Financial Implications

Year	SC rate (\$/m ³)	Average domestic bill (\$/Month) (Note 1)	SC Revenue (\$M)	Government Subsidy (SC element) (\$M) (Note 2)	Recovery rate (SC) (Note 2)
05/06 (A)	1.20	11	489	414	54.1%
06/07 (P)	1.20	11	495	441	52.9%
07/08 (P)	1.31 (+9.3%)	12	553	395	58.3%
08/09 (P)	1.43(+9.3%)	13	619	343	64.3%
09/10 (P)	1.57(+9.3%)	14	696	359	66.0%
10/11 (P)	1.71(+9.3%)	16	781	298	72.3%
11/12 (P)	1.87(+9.3%)	17	875	379	69.8%
12/13 (P)	2.05(+9.3%)	19	980	311	75.9%
13/14 (P)	2.24(+9.3%)	21	1,099	303	78.4%
14/15 (P)	2.44(+9.3%)	22	1,230	528	70.0%
15/16 (P)	2.67(+9.3%)	25	1,376	503	73.2%
16/17 (P)	2.92(+9.3%)	27	1,538	393	79.6%

(A) – actual figures; (P) – projected figures

- The expenditure projection has taken into account various inflation factors, and recurrent expenditure of HATS Stage 2A and other planned new sewage projects. Expenditure allocation ratio between SC and TES is assumed to remain unchanged throughout the projection period.
- The revenue projection has taken into account the water consumption projection and the proposed increases in SC rate.

Notes

1. Average domestic bill means the total SC revenue received from all domestic accounts divided by the number of those accounts.
2. The recovery rate and government subsidy are related to the SC element of the sewage services charging scheme only. The TES element is not reflected as the TES fees are not revised under the current proposal.