

Mr. Chris McCarthy, Head of Finance, Irish Water

Irish Water's Revised Business Plan and Capital Outlook



**An Roinn Tithíochta, Pleanála
agus Rialtais Áitiúil**
Department of Housing, Planning
and Local Government

Agenda

A National Utility

Progress made to date

Revising the business plan – why?

Key plan highlights

Operational KPI's



Irish Water – A National Utility

A National Utility with One Strategic Plan and One Budget

Delivering

- **Drinking Water Quality**
- **Wastewater Quality**
- **Service Continuity**
- **Supporting growth**



Ensuring the same standard of service for water/wastewater across the country is one of our key goals

Our Progress

Working in partnership with the LAs, we have delivered a number of achievements since the 2015 Business Plan

€1.7bn infrastructure investment

37 EPA RAL issues resolved in 2016

BWNs removed for 140,000 people

66 new/upgraded treatment plants

Saved 89 MLD through First Fix

€77m operational efficiencies



Why revise the Plan?

Our Utility is new and evolving

**New and evolving government policies
A new regulatory environment**

**Funding
Changes &
Refunds**

**Changing
growth profile**

**Capital
Investment
Plan**

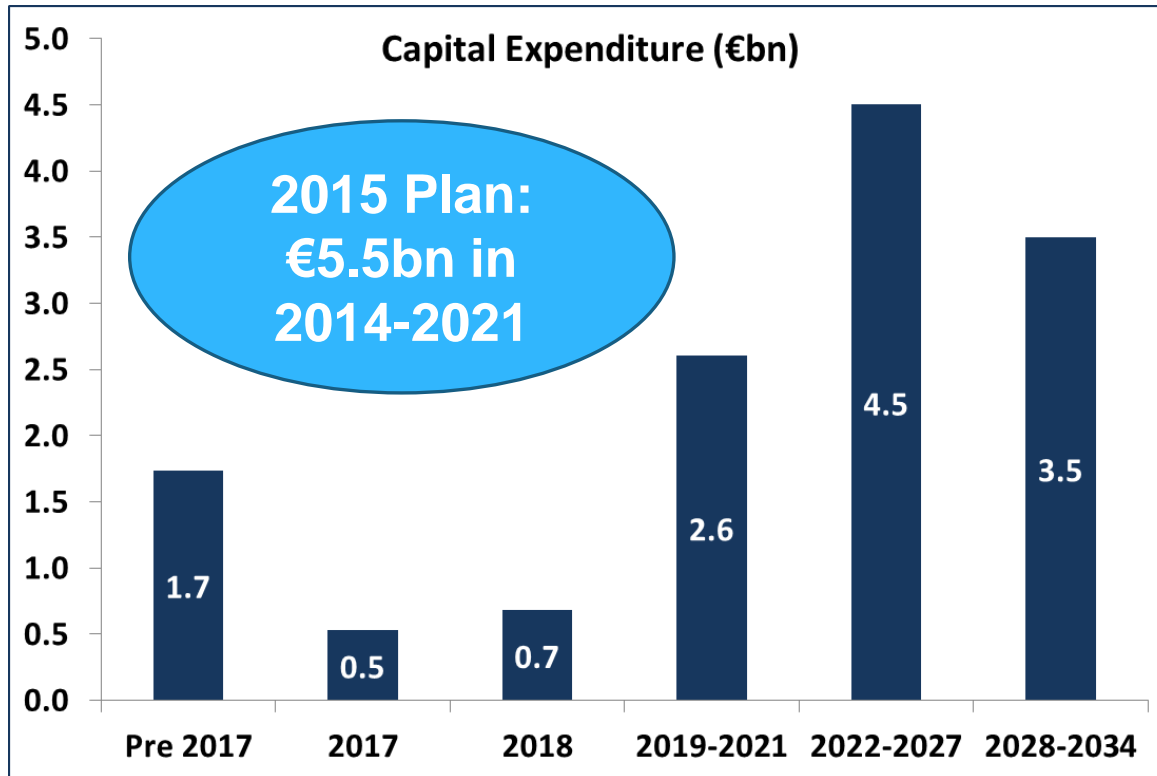
**Moving
towards single
public utility**

New activities

**Domestic
billing**

**Regulatory
model changes**

We are investing heavily in Capex



1.7

2.2

2.9

5.5

10.0

13.5

Capital Investment split across 5 strategic aims:

- Ensure a Safe & Reliable Water Supply
- Provide Effective Management of Wastewater
- Protect and Enhance the Environment
- Support Local & Economic Growth
- Non Infrastructure Expenditure

Our plan is to deliver substantial efficiencies



2015 Plan outlined €1.1bn of efficiencies by 2021. Striving to achieve this challenging target.

Efficiencies can be delivered by many measures, including:

- **Ways of Working**
- **Implementing the Single Public Utility**
- **Procurement & Economies of Scale**
- **Modern Infrastructure & Invest to save**

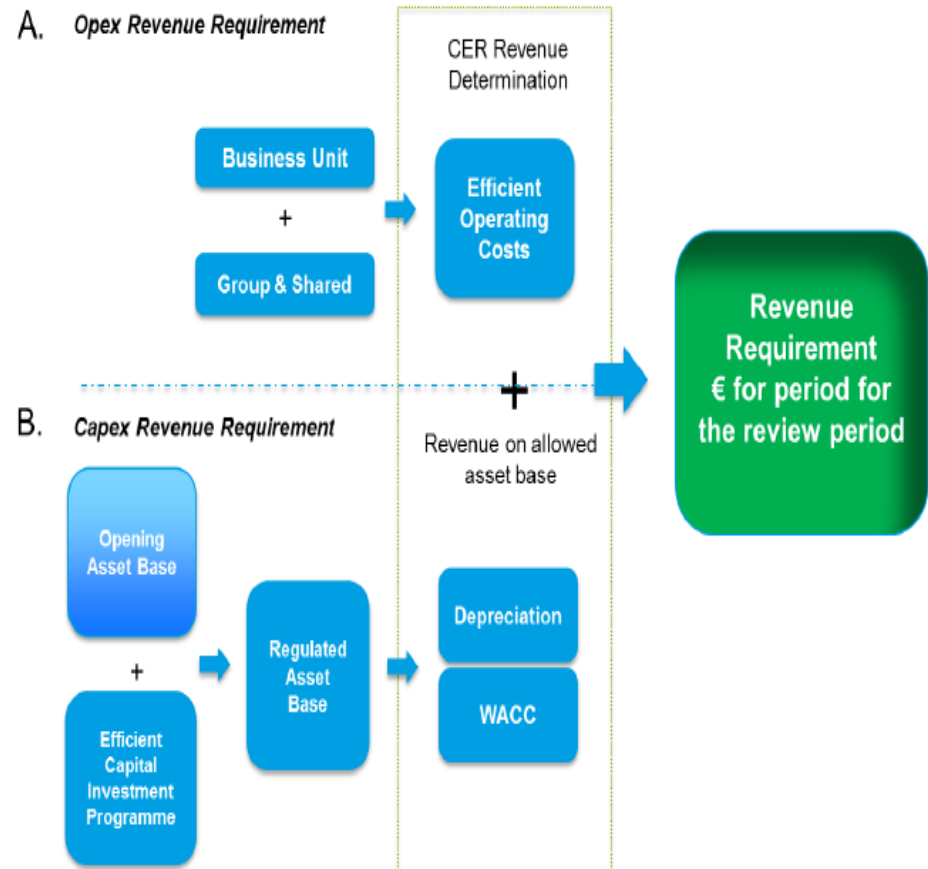


Timely implementation of Single Public Utility to deliver more than €200m efficiencies by the end of the Plan

What impact will JOC decisions have on funding?

Key Outcomes

- **Public Utility is confirmed**
- **Regulatory model to continue**
- **Funding of domestic services via government funding**
- **Funding of non-domestic services via charges and debt**



Conclusion



Very challenging targets, delivered to 2017

Dynamic environment – regular reviews required

**Revised Plan confirms ambition
and extends outlook**

**Single Public Utility important to
delivery of targets**

**Investment Scale will challenge Irish Water
and service providers**





Thank You!