

June 2017 Mod186 Pricing Statement

Movement from March 17



Key movements from March 17

ALLOWED REVENUE		16/17	17/18	18/19	19/20	20/21	21/22
MARCH			409.2	404.2	436.0	446.2	
Adjustments to Base Revenue via "MOD" (9/10 prices)							
"MOD" Adjustment (Cost of Debt new long term forecast)					(0.5)	(1.5)	
Change in Inflation %							
March (Based on HM Treasury Feb report)		2.23%	3.48%	3.35%	3.20%	3.22%	
June (Based on HM Treasury May report)		2.14%	3.48%	3.35%	3.20%	3.22%	
Difference				(0.00%)			
Cumulative change in inflation		(0.08%)	(0.08%)	(0.08%)	(0.08%)	(0.08%)	
£ impact on change in inflation (including changes in "Mod" above)				(0.4)	(0.6)	(1.0)	
£ Impact of changes in RPI on RPI true up (relating to 17/18)				(0.3)	(0.3)	(0.0)	
Total base revenue changes				(0.7)	(1.4)	(2.5)	
Pass through changes:							
Exit Capacity				0.0	0.6	(0.9)	
Shrinkage pass thru (gas price impact)				0.0	(0.1)	(0.4)	
Total				0.1	0.5	(1.3)	
JUNE			409.2	403.5	435.1	442.4	459.6
Difference				(0.6)	(0.9)	(3.8)	
PRICE CHANGE % IMPACT		16/17	17/18	18/19	19/20	20/21	21/22
Total Price Change	March	4.2%	(3.5%)	1.7%	10.8%	5.8%	
Total Price Change	June	4.2%	(3.5%)	1.5%	10.7%	5.3%	8.7%
TOTAL PRICE CHANGE %				(0.2%)	(0.1%)	(0.5%)	

21/22 are illustrative only assuming flat base revenues year on year. The final outcome could be significantly different to this.