

# October 2015 Mod186 Pricing Statement

Movement from July



## Key movements from July

	13/14	14/15	15/16	16/17	17/18	18/19	19/20
<b>JULY Allowed Revenue</b>	<b>395.3</b>	<b>412.2</b>	<b>421.2</b>	<b>410.6</b>	<b>407.1</b>	<b>424.8</b>	<b>443.5</b>
Cost of debt % forecast change				0.00%	0.02%	0.03%	0.04%
Cost of debt £ movement				0.0	0.1	0.2	0.4
Totex Incentive - finalised 14/15 RRP data				0.4	(0.0)	(0.0)	(0.1)
Tax trigger - Corporation Tax rates change - adj. after the "deadband"				0.1	(1.3)	(1.1)	(0.9)
Ofgem changes to fuel poor allowances - additional 2500 connections during RIIO				0.7	0.4	0.4	0.4
<b>"MOD" Changes Total</b>				<b>1.2</b>	<b>(0.8)</b>	<b>(0.5)</b>	<b>(0.2)</b>
RPI % treasury forecast change			(0.1%)	(0.1%)	0.1%	0.1%	0.4%
£ impact of change in inflation				(0.7)	(1.0)	(0.5)	1.3
£ Impact of changes in RPI on true up relating to 15/16					(0.5)	(0.0)	(0.0)
<b>Total base revenue changes</b>				<b>0.5</b>	<b>(2.3)</b>	<b>(1.0)</b>	<b>1.1</b>
Stakeholder - incl.14/15 award and forecast thereafter				0.6	0.9	0.9	0.8
DRS award 14/15 and forecast for 19/20				0.8			0.8
Pass through changes (Exit & Rates)				0.0	(0.1)	2.0	(0.6)
K factor : SOQ : Oct 15-Mar16 impact of -6.6% drop - allowed 2 years after via "K"				(0.0)	8.3	0.0	(0.0)
<b>OCTOBER Allowed Revenue</b>	<b>395.3</b>	<b>412.2</b>	<b>421.2</b>	<b>412.5</b>	<b>413.7</b>	<b>426.7</b>	<b>445.6</b>
<b>DIFFERENCE</b>				<b>1.9</b>	<b>6.6</b>	<b>1.8</b>	<b>2.1</b>
JULY Collected Revenue	398.4	409.5	421.5	410.6	407.1	424.8	443.5
OCTOBER Collected Revenue	398.4	409.5	413.6	412.5	413.7	426.7	445.6
<b>DIFFERENCE</b>			<b>(7.9)</b>	<b>1.9</b>	<b>6.6</b>	<b>1.8</b>	<b>2.1</b>
JULY Total Price Change	<b>5.1%</b>	<b>4.9%</b>	<b>6.1%</b>	<b>0.8%</b>	<b>2.1%</b>	<b>7.5%</b>	<b>7.6%</b>
OCTOBER Total Price Change	<b>5.1%</b>	<b>4.9%</b>	<b>6.1%</b>	<b>5.2%</b>	<b>3.3%</b>	<b>6.3%</b>	<b>7.3%</b>
<b>DIFFERENCE</b>				<b>4.4%</b>	<b>1.2%</b>	<b>(1.1%)</b>	<b>(0.3%)</b>