

December 2016 Mod186 Pricing Statement

Movement from September 16



Key movements from September 16

ALLOWED REVENUE		16/17	17/18	18/19	19/20	20/21
SEPTEMBER		411.6	407.5	404.4	441.6	453.3
"MOD" Total (largely due to FGO Xoserve allowance reduction)			(1.1)	(1.7)	(2.2)	(3.6)
Change in Inflation %						
September (Based on HM Treasury Aug report)		2.0%	2.9%	3.0%	3.2%	3.3%
December (Based on HM Treasury Nov report)		2.2%	3.4%	3.1%	3.0%	3.1%
Difference		0.3%	0.5%	0.0%	(0.1%)	(0.2%)
Cumulative change in inflation		0.3%	0.8%	0.8%	0.7%	0.5%
£ impact on change in inflation (including changes in "Mod" above)			2.8	3.2	2.2	0.8
£ Impact of changes in RPI on RPI true up (relating to 16/17)				0.9	(0.0)	(0.0)
Rates (16% increase vs. 28% September estimate)			0.0	(0.1)	(5.7)	(5.9)
K factor (over collected by a further £1.7m from AQ in 16/17)				(1.8)	(0.0)	0.0
DECEMBER		411.6	409.2	404.9	435.9	444.5
Difference			1.7	0.5	(5.7)	(8.8)
PRICE CHANGE % IMPACT		16/17	17/18	18/19	19/20	20/21
Total Price Change	September	4.2%	(1.9%)	2.2%	12.2%	6.1%
Total Price Change	December	4.2%	(2.0%)	1.9%	10.6%	5.4%
TOTAL PRICE CHANGE %	Difference		(0.2%)	(0.3%)	(1.6%)	(0.7%)