

To all interested industry parties

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Dear colleague

Timetable for publication of 2017/18 TNUoS tariffs

This letter concerns the timetable for our forecasts of 2017/18 electricity Transmission Network Use of System (TNUoS) tariffs over the coming year. We have reviewed when the quarterly forecasts are currently published and the material input changes affecting each forecast. As a result we intend to merge the April and July forecasts.

Between April and July, the demand forecast may change in light of demand information for the previous year. Generally this information is not available until late April so is not included in the April forecast but can be included in the July forecast. Revenue recovery from the previous year is usually reflected in both the April and July forecasts, but neither accurately reflects the annual regulatory reporting cycle which is incomplete until the end of July.

In discussion with some of our customers, the April forecast is too late for the bi-annual contracting round in April so merging these forecasts does not appear to be an issue. However, there was concern that the interval between the merged forecast and the October forecast should not be excessive. We therefore propose to publish the merged forecast in June whilst keeping the end of October forecast where it is to allow time for the annual update to circuit data.

The resulting forecasts of 2017/18 tariffs are listed below. We may vary these dates if unforeseen circumstances require but we will still provide at least four forecasts before final tariffs.

- February 2016: Forecast of 2017/18 to 2020/21 tariffs
- June 2016: Forecast of 2017/18 tariffs
- October 2016: Forecast of 2017/18 tariffs
- December 2016: Forecast of 2017/18 tariffs
- End of January 2017: Final 2017/18 tariffs

A proposal to modify the notice period for final TNUoS tariffs is currently being developed (CMP244). If approved, this may alter the number and timing of the above forecasts.

All forecasts will be made available in the TNUoS Tariffs Forecast section of our website:

<http://www2.nationalgrid.com/UK/Industry-information/System-charges/Electricity-transmission/Approval-conditions/Condition-5/>

If you have any queries please contact us on 01926 654633.

Yours faithfully

[By email]

Stuart Boyle
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