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Date: 17 August 2009

ELECTRICITY DISTRIBUTION PRICE CONTROL REVIEW: 2010-15 - FINANCIAL MODEL FOR INITIAL PROPOSALS

Ofgem has today published the financial model for its initial proposals in the five year electricity distribution price control review (DPCR5). The model is published to assist with the understanding of how the allowances have been calculated. The model also contains a number of indicative financial statements for the DNOs. These are indicative, based on notional assumptions, and do not represent Ofgem's views of the actual or forecast financial position of the DNOs.

The model should be considered as a work in progress. It is under review by Ofgem, DNOs and third party auditors, and contains inconsistencies of input data and formulae which are undergoing development and reconciliation.

We have published a manual for the financial model, the financial model itself in spreadsheet form, and also an audit letter from PKF (to come), a firm of accountants and business advisers.

All questions on the financial model or this guide to the financial model should be addressed to Andrew Stone, Networks Regulatory Finance, andrew.stone@ofgem.gov.uk, 020 7901 7035.