

# Update on final Black Start costs for 2016/17

National Grid BSUoS Charging Circular

21<sup>st</sup> August 2017

National Grid published an open letter on the 23<sup>rd</sup> September 2016 ([link](#)) which listed the indicative Black Start costs for two contracts entered into for 2016/17. These two contracts were subject to an Income Adjusting Event application. This note provides an update on the contract costs.

The open letter detailed the £113m cost associated with these contracts and how these costs would be recovered through BSUoS. The Black Start contracts included a number of clauses which could change the contract value and this circular is to confirm that the final value for Black Start for 2016/17 for these two contracts is £103m.

## Key Information

- The final Black Start contract costs for 2016/17 is £103.6m, £9.4m less than the value listed in the letter dated 23<sup>rd</sup> September 2016.
- This reduction is because the contracts included a clawback element.
- Originally £113m was due to be reconciled/recovered on the RF invoice as set out in the letter dated 23<sup>rd</sup> September. The table below shows the summary of how the revised value of £103.6m will be reconciled/recovered on the RF invoice.

	Black Start Total (millions)
Apr-16	8.45
May-16	8.73
Jun-16	8.45
Jul-16	8.73
Aug-16	8.56
Sep-16	8.28
Oct-16	8.56
Nov-16	8.28
Dec-16	8.56
Jan-17	9.20
Feb-17	8.46
Mar-17	9.43
	103.67

## Further Questions?

If you have any queries regarding this issue please contact the BSUoS team using the details below:

Email: [BSUoS.Queries@nationalgrid.com](mailto:BSUoS.Queries@nationalgrid.com)<sup>1</sup>

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<sup>1</sup> Please help us keep our records up to date by informing us of any changes in contact details via the email address