

Pedro Abrantes
Head of Analysis and Rail Economics

23 November 2018

Richard Evans
Head of Policy
Passenger Services
Rail Delivery Group
2nd Floor, 200 Aldersgate Street
London EC1A 4HD

Dear Richard,

Schedule 4 & 8 Recalibration: Approval of CP6 Schedule 4 parameters in the passenger regime

1. In your letter of 27 June 2018 and email of 16 November 2018 you requested our approval of the following parameters in the passenger Schedule 4 regime for CP6:
 - train mileage payment rates;
 - estimated bus miles payment rates;
 - Sustained Planned Disruption – Defined Service Group Revenues.
2. We note that, through the Working Group, operators and Network Rail have had the opportunity to review and challenge the recalibration of each of the parameters referred to above.
3. There was one area of dispute about the method for calculating a representative fuel cost figure for use in recalibrating train mileage payment rates on which you asked us to determine. Our decision, including the rationale for it, is available on our website [here](#).
4. Thus, in light of the above, and having reviewed both the methodology and audit report for each parameter, we approve the recalibration of all the parameters listed in paragraphs 2 above for use in CP6.

Yours faithfully,



Pedro Abrantes