

Annex B – How changes to BSOG rates will affect quarterly payments in 2012/13

1. Operator claim year runs from April to March.

- Quarterly estimated payments for the claim year April 2011 to March 2012 will be made at the existing BSOG rate of 43.21 pence per litre (ppl).
- Quarterly estimated payments for the claim year April 2012 to March 2013 will be made at the new BSOG rate – 34.57 ppl.

2. Operator claim year runs from May to April.

- All 4 estimated quarterly payments for the year May 2011 to April 2012 paid at existing BSOG rate of 43.21 ppl.
- End of year certification process will recognise that the April 2012 payment should have been made at the BSOG rate of 34.57 ppl and will reconcile this accordingly.

3. Operator claim year runs from June to May.

- First 3 estimated quarterly payments (June 2011 to February 2012) paid at existing BSOG rate of 43.21 ppl.
- 4th estimated quarterly payment (March 2012 - May 2012) paid at the new BSOG rate of 34.57 ppl.
- End of year certification process will recognise that the March 2012 payment should have been made at the BSOG rate of 43.21 ppl and will reconcile this accordingly.

4. Operator claim year runs from July to June.

- First 3 estimated quarterly payments (July 2011 to March 2012) paid at existing BSOG rate of 43.21 ppl.
- 4th estimated quarterly payment (April 2012 – June 2012) paid at the new BSOG rate of 34.57 ppl.

5. Operator claim year runs from August to July.

- First 3 estimated quarterly payments (August 2011 to April 2012) paid at existing BSOG rate of 43.21 ppl.
- 4th estimated quarterly payment (May 2012 - July 2012) paid at the new BSOG rate of 34.57 ppl.
- End of year certification process will recognise that the April 2012 payment should have been made at the BSOG rate of 34.57 ppl and will reconcile this accordingly.

6. Operator claim year runs from September to August.

- First 2 estimated quarterly payments (September 2011 to February 2012) paid at existing BSOG rate of 43.21 ppl.
- 3rd and 4th estimated quarterly payments (March 2012 to August 2012) paid at the new BSOG rate of 34.57 ppl.
- End of year certification process will recognise that the March 2012 payment should have been made at the BSOG rate of 43.21 ppl and will reconcile this accordingly.

7. Operator claim year runs from October to September.

- First 2 estimated quarterly payments (October 2011 to March 2012) paid at existing BSOG rate of 43.21 ppl.
- Last 2 estimated quarterly payments (April 2012 to September 2012) paid at the new BSOG rate of 34.57 ppl.

8. Operator claim year runs from November to October.

- First 2 estimated quarterly payments (November 2011 to April 2012) paid at existing BSOG rate of 43.21 ppl.
- 3rd and 4th estimated quarterly payments (May 2012 to October 2012) paid at the new BSOG rate of 34.57 ppl.
- End of year certification process will recognise that the April 2012 payment should have been made at the BSOG rate of 34.57 ppl and will reconcile this accordingly.

9. Operator claim year runs from December to November.

- First estimated quarterly payment (December 2011 to February 2012) paid at existing BSOG rate of 43.21 ppl.
- Remaining 3 quarterly payments (March 2012 to November 2012) paid at the new BSOG rate of 34.57 ppl.
- End of year certification process will recognise that the March 2012 payment should have been made at the BSOG rate of 43.21 ppl and will reconcile this accordingly.

10. Operator claim year runs from January to December.

- First estimated quarterly payment (January 2012 to March 2012) paid at existing BSOG rate of 43.21 ppl.
- Remaining 3 estimated quarterly payments (April 2012 to December 2012) paid at the new BSOG rate of 34.57 ppl.

11. Operator claim year runs from February to January.

- First estimated quarterly payment (February 2012 to April 2012) paid at existing BSOG rate of 43.21 ppl.
- Remaining 3 estimated quarterly payments (May 2012 to January 2013) paid at the new BSOG rate of 34.57 ppl.
- End of year certification process will recognise that the April 2012 payment should have been made at the BSOG rate of 34.57 ppl and will reconcile this accordingly.

12. Operator claim year runs from March to February.

- 4 estimated quarterly payments (March 2012 to February 2013) paid at the new BSOG rate of 34.57 ppl.
- End of year certification process will recognise that the March 2012 payment should have been made at the BSOG rate of 43.21 ppl and will reconcile this accordingly.

The table on the following page shows when estimated quarterly BSOG payments would be paid and the rate at which they would be made. Estimated quarterly payments which cover March (yellow cells in the table) and April (orange cells in the table) are subject to changes in the BSOG rate during the 3-month period. These changes will be taken into account in the usual end-of-year certified reconciliation process.

	Payment period											
Claim Year	Feb 2012	Mar 2012	Apr 2012	May 2012	June 2012	July 2012	Aug 2012	Sept 2012	Oct 2012	Nov 2012	Dec 2012	Jan 2013
April to March	Payment @ 43.21ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl		
May to April		Payment @ 43.21ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl	
June to May			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl
July to June	Payment @ 43.21ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl		
August to July		Payment @ 43.21ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl	
September to August			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl
October to September	Payment @ 43.21ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl		
November to October		Payment @ 43.21ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl	
December to November			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl
January to December	Payment @ 43.21ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl		
February to January		Payment @ 43.21ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl	
March to February			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl			Payment @ 34.57ppl

Please note that the BSOG rates in the table above relate to diesel. Different rates apply for other fuels – see Annex A attached to this letter or refer to the BSOG website <http://www.dft.gov.uk/topics/public-transport/buses/bsog/>.