## **Marion Quinn**

From: Sent: To: Subject: Marion Quinn 30 April 2008 12:02 Dipen Gadhia FW: Environment and Codes

From: Marion Quinn On Behalf Of Mark Feather Sent: 30 April 2008 10:16 To: Jonathan Dixon Subject: FW: Environment and Codes

From: Lisa Waters [mailto:lisa@waterswye.co.uk] Sent: 29 April 2008 22:53 To: Mark Feather Subject: Environment and Codes

Hi Mark

I have not had time to really think about your letter in detail, but I would make a couple of observations:

Is this "guidance" legal – it is not obvious how this sits with the licences and codes as they stand. Why environmental duties – why not social issues? Why carbon – not greenhouse gases? On a more mundane point – how do you ever expect anyone to agree on the impact or the cost?

When we know what Ofgem's duties are under the Energy Act, as part of the Codes Review, it would seem appropriate to look at the code objectives and if they should now mirror some of the wider duties that Ofgem have. It would seem reasonable to update them against more general government policy and national targets, etc. However, even then, do we want the industry doing loads of cost benefit analysis or would it be better to let Ofgem do this really meaty stuff? At least then everyone can just disagree with Ofgem and not spend hours debating it amongst themselves.

I am not sure if this is helpful, but it is meant to be.

Best wishes

Lisa

Lisa Waters Waters Wye Associates 41 Merton Hall Road London SW19 3PR Tel: +44 (0)20 8286 8677 Mob: +44 (0)7899924794 Fax: +44 (0)20 8417 1118