

Dear Sir/Madam,

In response to the consultation on a standard licence condition (SLC) 50A.38 of the electricity distribution licence in relation to proposals for the Authority issuing a derogation against licensees' obligations in Part C of SLC 50A

The Combined Heat and Power Association supports the Ofgem proposal to derogate the DNOs from the 1 September 2010 deadline and set 1 February 2011 as the new deadline, with implementation on 1 October 2011.

Kind regards

**Dr Tim Rotheray**

Policy Manager

Combined Heat and Power Association