

To: (by e-mail)

Stephen Bass

stephen.bass@ofgem.gov.uk

Date: 17th January 2014

From: (by e-mail)

zoltan.zavody@renewableuk.com

Dear Stephen,

RenewableUK consultation response

Refinement of the Environmental Discretionary Reward Scheme 2013/2014

Thank you for your letter setting out proposed changes to the Environmental Discretionary Reward (EDR) scheme.

RenewableUK continues to be supportive of incentives on the transmission network companies to innovate towards sustainability, and in particular a low-carbon energy system.

It is difficult to comment on the first year of the EDR scheme without seeing the detail of submissions. We remain concerned that the financial incentive from the EDR is not sufficiently high to make a significant impact on the companies' strategies. We believe it is therefore all the more important to maintain high visibility of EDR reports, and that these be presented by a senior member of staff at relevant (though not necessarily bespoke) events. The reports should help identify the interlinkages between the activities within the TOs, share best practice amongst them, and act as an example to the DNOs.

We look forward to hearing more of the TOs' activities as reported under the EDR.

Thank you again for the opportunity to input.

Yours sincerely,

Zoltan Zavody
Grid Policy Team