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Andrew Self
Head of Electricity Network Charging
Energy Systems
The Office of Gas and Electricity Markets
9 Millbank
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12 April 2017

Dear Andrew

Consultation: Minded to decision of Industry's proposals (CMP 264 & CMP 265) to change electricity transmission charging arrangements for Embedded Generators.

Attached is our response to the minded to decision issued by you on 1 March 2017.

Northern Powergrid recognises the market concerns outlined - smaller embedded generators connected to the distribution network can secure benefits from triad avoidance that are not available to larger distribution-connected and transmission generation. We agree that these market distortions should be addressed, creating a level playing field for all generators and removing the risk of inefficient network development.

We have focussed our response on the more general questions and principles that have been established; we have therefore not responded specifically to each question in detail.

We also support the recently published wider Targeted Charging Review and believe this is necessary to ensure the industry as a whole moves towards a more level playing field for all parties connecting to either the distribution or the transmission networks.

I trust you will find the information useful. Please get in touch if there is anything you would like to discuss further.

Yours sincerely

A handwritten signature in black ink, appearing to read "Jim Cardwell".

Jim Cardwell
Head of Trading & Innovation

NORTHERN POWERGRID