Energy and Climate Change Directorate Energy Industries Division



T: 0300-244 4000 E: ceu@gov.scot

Mr Andrew Self andrew.self@ofgem.gov.uk

12 December 2018

Dear Mr Self,

I write in regard to your proposal to modify Standard Licence Condition C13 (Adjustment to use of system charges (small generators)) of the electricity transmission licence in order to extend the expiry date of this condition from 31 March 2019 to 31 March 2021.

I understand that the discount was introduced to provide a level playing field for small 132kV connected generators in Scotland while industry developed enduring arrangements for transmission charging for embedded generators. These arrangements continue to be developed via the Targeted Charging Review (TCR).

The Scottish Government welcomes this proposal as an interim measure to addressing the disparities faced by small transmission connected generators in Scotland. In our view, it is appropriate that the discount remains in place whilst the TCR work continues. We share the hope that the TCR process will identify a more permanent arrangement that, in the absence of a discount, will not put small 132kV transmission connected generators in Scotland at a competitive disadvantage.

We look forward to the outcome of the statutory consultation.

Yours sincerely

Leigh Rafferty

Head of Electricity Markets and Regulation Policy





