

By E-Mail

9 February 2011

Your reference: 10D/998

Warm Front Team
Consultation Response
Department of Energy & Climate Change
1st Floor Area D
3 Whitehall Place
London
SW1A 2AW

Dear Warm Front Team

ELEXON's response to your consultation: Warm Front Scheme Eligibility Criteria

This is ELEXON Limited's response to DECC's consultation of 15 December 2010 titled "Consultation on Amending Reference to the Warm Front Scheme Eligibility Criteria".

We operate in a market that is subject to unprecedented pressure for change; the introduction of schemes to tackle Fuel Poverty and mechanisms to deliver environmental policy such as the roll-out of smart meters to every home in Great Britain together with existing pressures to simplify and enhance industry processes to support a secure and competitive market will drive change and consolidation.

As an expert and experienced industry service provider we are well positioned to support government and our customers in the development, planning and delivery of the operational changes that are required to assist industry through this period of change.

One of the pillars that underpins our business strategy is to look for new ways to harness the value of our assets – expertise, systems and processes and data to benefit our customers and to ensure that industry does not spend more than is necessary on duplicated central arrangements as industry reform is rolled out.

The proposed appointment of ELEXON as the operator the Warm Homes Discount scheme reconciliation mechanism is an illustration of how existing BSC systems and processes can be used to deliver increased value to customers. We are also discussing with your colleagues how we might support the delivery of the Green Deal arrangements.

Amongst others, electricity suppliers and generators are required through their Licence to accede to the Balancing and Settlement Code. ELEXON has established relationships across the energy sector and we see wider opportunities to leverage our unique position in order to provide solutions to common industry problems and as a delivery vehicle for Government reform.

We are delighted to have been given the opportunity to respond to your consultation and look forward working with you in the future to identify further opportunities to deliver major Government or Ofgem initiatives or to support other major market developments.



I can be contacted on 020 7380 4036 if you would like to discuss the range of support services that ELEXON is able to provide.

Yours sincerely

Peter Davies
Director of Market Transformation