

Elizabeth House 116 Holywood Road Belfast BT4 1NY

Joe Craig Wholesale Markets Utility Regulator Queens House 14 Queen Street Belfast BT1 6ED

4 September 2014

Dear Joe

Re: Consultation on Aggregated Generator Units (AGU) & Demand Side Units (DSU) Licensing Arrangements

The Consumer Council welcomes the opportunity to respond to this consultation.

The Consumer Council recognises that AGU's and DSU's have the potential to reduce the bills of scheme participants, help address Northern Ireland's potential 2016 electricity supply gap and, with the use of renewable energy, help Northern Ireland achieve its target of having 40 per cent renewable electricity by 2020.

However, we are unclear if AGU's and DSU's could have an impact on the cost of energy for the general consumer's base. We therefore would ask if a cost benefit analysis has been undertaken or if any information is available in relation to consumers bills on the issue of AGU's and DSU's?

On the premise that AGU's and DSU's will not produce an upward pressure on consumers' bills, we support proposals that facilitate the opportunity for more AGU's and DSU's to be set up. As the potential for DSU's has not yet been fully realised we would ask the Regulator to act to remove as quickly as

possible, all barriers to their use.

We recognise the aims of the proposed interim licensing solution as being

broadly in line with existing licensable activities and support those aims.

If you wish to discuss the attached in more detail, please do not

hesitate to contact Richard Williams.

Yours sincerely

Richard Williams

**Head of Policy (Energy)** 

R.Wille