20th January 2011



Utility Regulator Queens House 14 Queen Street Belfast BT1 6ED

Via email

Re: Draft Forward Work Programme, 1st April 2011 - 31 March 2012

To whom it may concern,

Endesa Ireland welcomes the opportunity to respond to the Consultation on the Draft Forward Work Programme, 1 April $2011 - 31^{st}$ March 2012.

Endesa Ireland would ask that the Utility Regulator consider the following points in finalising the Forward Work Programme:

- Development of the FUI regional market and the changes this will require to the current SEM design should be given a greater emphasis within the FWP. It is important to highlight changes at an early stage. These changes can only be identified when a framework for the regional market is agreed.
- Changes to renewable support mechanisms should be considered in light of the affect they would have on the SEM, and Northern Irish generators' position in the SEM (Ref: 23).
- Information on the full details of Grid 25 should be sought from EirGrid. The development of the grid in Ireland will have a strong bearing on the constraint costs paid by customers in Northern Ireland (linked to Ref: 27).
- It should be ensured that the incentive for the electricity System Owners and System Operators make it equally as attractive to invest in the grids in the Ireland and in Northern Ireland so that neither system is neglected due to a perverse incentive. This should be addressed in price controls and tariff reviews (Ref: 5, 6, 17, 20).

If you have any queries on the above points please do not hesitate to contact me for further information.

Regards,

Deirdre Powers Director, Energy Management