

# Reactive Power Offshore and the Commercial Arrangements 4<sup>th</sup> May 2011

Consultation Responses

# History

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- The industry was invited to respond to the Reactive Power Offshore consultation
- Consultation opened 3<sup>rd</sup> February, closed the 3<sup>rd</sup> March
- Six responses received
  - Three Vertical Integrated companies (Centrica, EDF Energy and RWE NPower)
  - Two OFTOs companies (Transmission Capital and Thanet OFTO)
  - One engineering service company (Cardiff Power)

## Results - Overview

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- Question 1 – Do you agree with the findings of the comparison between the offshore and onshore generator?
  - Generally Agreed – (4) Cardiff Power, Centrica, Transmission Capital, EDF
  - Generally Not Agreed – (1) RWE NPower
  - Neutral – (1) Thanet
- Question 2 – Do you believe the commercial arrangements as described in the consultation are appropriate for the offshore regime?
  - Generally Agreed – (4) Centrica, Transmission Capital (Generators), Thanet, EDF
  - Generally Not Agreed – (2) Transmission Capital (OFTOs), RWE NPower
  - Neutral – (1) Cardiff Power

## Result Overview

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- Question 3 – Do you believe alternative commercial arrangements should be considered?
  - Yes – (3) Cardiff Power (TNUoS rebate), Transmission Capital (MVAR tariff for OFTOs), RWE NPower (DPM for all MVAr or socialised TNUoS)
  - No – (2) Centrica (Generally no), EDF (Generally no),
  - Neutral – (1) Thanet

## Next Steps

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- Consider the responses in more detail
- Determine the groups views