



bp response: contracts for difference for low carbon electricity generation

Key Points

- As new low carbon technologies come to fruition in the UK, other responsible government departments will look to a CfD to support low carbon energy production. To support the transition to net zero, we believe BEIS have an essential role supporting and/or advising other departments that currently have limited CfD experience – and have been pleased with our engagement with them on these matters so far.
- For offshore wind, bp believe there's reason for pilot or pre commercial projects to progress without restriction in order to develop industry capability and increase investor confidence and allow the commercial scale of projects which have the best chance of success.
- Although not directly related to this consultation, bp believe there is value in commenting on the need for more affordable energy directly impacting new renewable energy sources - like sustainable aviation fuel (SAF). For this to progress policies that promote investment in SAF are needed.