
STATUTORY RULES OF NORTHERN IRELAND

2007 No. 440

ELECTRICITY

**The Renewables Obligation (Amendment)
Order (Northern Ireland) 2007**

Laid before the Assembly in draft

Made - - - - 19th October 2007

Coming into force - - 1st November 2007

The Department of Enterprise, Trade and Investment (“the Department”) makes the following Order in exercise of the powers conferred upon it by Articles 52 to 55 of the Energy (Northern Ireland) Order 2003(1).

The Department has consulted with the Northern Ireland Authority for Utility Regulation, the General Consumer Council for Northern Ireland, electricity suppliers to whom this order applies, persons generating electricity from renewable sources in Northern Ireland and such other persons as it considers appropriate.

Citation and commencement

1. This Order may be cited as the Renewables Obligation (Amendment) Order (Northern Ireland) 2007 and shall come into operation on 1 November 2007.

Amendment to The Renewables Obligation Order (Northern Ireland) 2007

2. The Renewables Obligation Order (Northern Ireland) 2007(2) shall be amended in accordance with Articles 3 and 4.

Interpretation

3. In the definition of “the Company” in Article 2(1) for “Northern Ireland Electricity plc” there shall be substituted “NIE Energy Ltd”.

Criteria for issue of NIROCs

4.—(1) Article 16 (Criteria for issue of NIROCs) shall be amended as follows—

(1) [S.I. 2003/419 \(N.I. 6\)](#); Articles 52 to 55 were amended by [S.R. 2004 No. 524](#) and Article 54A was inserted by [S.R. 2004 No.524](#); Article 54 was amended by section 120 of the Energy Act [2004 \(c.20\)](#); Articles 52 to 54 were amended by [S.R.2006 No.424](#).
(2) [S.R. 2007 No.104](#)

- (2) In paragraph (1) for “(9)” there shall be substituted “(10)”;
- (3) In paragraph (4)(a) after the words “customers in Northern Ireland” there shall be inserted “or in the circumstances referred to in paragraph (10)”;
- (4) In paragraph (6), after the words “used in a permitted way” there shall be inserted “, including in the circumstances referred to in paragraph (10)”;
- (5) After paragraph (9) there shall be inserted—
- “(10) The following are the circumstances referred to in paragraph (4)(a) and (6), that is to say —
- (a) the electricity to which the declaration relates is intended to be sold by the operator or, as the case may be, by an intermediary acting on his behalf through the SEM Pool;
 - (b) there exists in relation to each unit of that electricity a relevant arrangement within the meaning of paragraph (11) (and no more than one such arrangement);
 - (c) the terms of that relevant arrangement shall be materially complied with by the parties thereto.
- (11) For the purposes of paragraph (10), a relevant arrangement means an agreement between the operator of the generating station and an electricity supplier which provides that, in relation to the period to which the declaration relates, the electricity supplier—
- (a) shall purchase through the SEM Pool not less than an amount of electricity specified in or determined under the agreement being an amount that shall not exceed the amount of electricity sold through the SEM Pool by the operator or, as the case may be, the intermediary in that period;
 - (b) shall purchase through the SEM Pool a total amount of electricity which is not less than the aggregate of:
 - (i) the amount of electricity specified in or determined under the agreement; and
 - (ii) the amount of electricity specified or determined in any other relevant arrangements to which that electricity supplier is a party in respect of that period; and
 - (c) shall supply to customers in Northern Ireland from the electricity purchased through the SEM Pool a total amount of electricity which is not less than the aggregate of the amounts of electricity referred to in sub-paragraphs (b)(i) and (b)(ii).
- (12) In this Article—
- (a) “SEM Pool” means the wholesale electricity trading and settlement arrangements established by the Trading and Settlement Code.
 - (b) “Trading and Settlement Code” means the Single Electricity Market Trading and Settlement Code referred to in the SEM Memorandum as that Code may be amended or replaced from time to time.
 - (c) “the SEM Memorandum” means the Memorandum of Understanding referred to in Article 2(3) of the Electricity (Single Wholesale Market) (Northern Ireland) Order 2007(3).
 - (d) “intermediary” in relation to the operator of any generating station means the intermediary body, as defined in the Trading and Settlement Code, appointed in respect of that operator.”.

Sealed with the Official Seal of the Department of Enterprise, Trade and Investment on
19th October 2007



Jenny Pyper
A senior officer of the
Department of Enterprise, Trade and Investment

Status: This is the original version (as it was originally made). This item of legislation is currently only available in its original format.

EXPLANATORY NOTE

(This note is not part of the Order)

The Renewables Obligation Order (Northern Ireland) 2007 (“the 2007 Order”) imposes an obligation (“the renewables obligation”) on all electricity suppliers who are licensed under the Electricity (Northern Ireland) Order 1992 to supply to customers in Northern Ireland specified amounts of electricity from renewable sources. As alternatives, in respect of all or part of an electricity supplier’s renewables obligation, the supplier is permitted to provide evidence that other licensed electricity suppliers have supplied electricity generated using renewable sources instead of it or to make payment to the Northern Ireland Authority for Utility Regulation (“the Authority”). Renewable sources include wind, water, solar and biomass.

Suppliers provide evidence of compliance with the renewables obligation by presenting Renewables Obligation Certificates which are issued to generators of renewable electricity. Electricity generators can only be issued with these certificates if they meet a number of specified criteria including confirmation that the electricity on which they are claiming the certificates has been generated from renewable sources and has been or will be supplied in Northern Ireland. With the introduction of the Single Electricity Market for the island of Ireland with effect from 1 November 2007, there will be a single wholesale pool of electricity. Electricity will be sold by suppliers, and purchased by customers, in both Northern Ireland and the Republic of Ireland through this pool.

This Order amends Article 16 of the 2007 Order to enable renewable electricity generators in Northern Ireland to treat their output as having been supplied to customers in Northern Ireland where it is sold through this pool where the sales are subject to certain arrangements under which the suppliers agree to take specified amounts of electricity for sale to customers in Northern Ireland.

It also replaces references in the 2007 Order to Northern Ireland Electricity plc with a reference to NIE Energy Ltd following the transfer of the power procurement and public electricity supply businesses from the former to the latter.