

# Infrastructure Act 2015

## **2015 CHAPTER 7**

#### PART 6

### Energy

#### The community electricity right

#### 38 The community electricity right

- (1) The Secretary of State may make regulations which give individuals resident in a community or groups connected with a community (or both) the right to buy a stake in a renewable electricity generation facility that is located—
  - (a) in the community (if it is a land-based facility), or
  - (b) adjacent to the community (if it is an offshore facility).
- (2) The Secretary of State may make regulations about-
  - (a) the kind, or kinds, of body which may be a facility operator,
  - (b) ownership of facility operators, and
  - (c) matters relating to the ownership of facility operators (including the rights, duties and powers arising from ownership),

if the Secretary of State considers that the regulations are appropriate in connection with the right to buy.

- (3) The Secretary of State may make regulations about the supply of information in connection with the following—
  - (a) the right to buy;
  - (b) ownership of stakes in qualifying facilities (including the transfer of ownership);
  - (c) operation of qualifying facilities;
  - (d) ownership of facility operators (including matters relating to the ownership of facility operators);
  - (e) monitoring and assessing—

Changes to legislation: There are currently no known outstanding effects for the Infrastructure Act 2015, Section 38. (See end of Document for details)

- (i) the operation of the right to buy, and
- (ii) the ownership of stakes in qualifying facilities.
- (4) The Secretary of State may make regulations about the enforcement of obligations imposed by regulations made under any of subsections (1) to (3); and the regulations about enforcement may include—
  - (a) provision for obligations to be enforceable as, or as if they were, generation licence conditions or relevant requirements;
  - (b) a power to impose financial penalties for breach of obligations.

(5) The Secretary of State may by regulations modify—

- (a) any generation licence condition, or
- (b) any generation licence exemption,

if the Secretary of State considers that the modification is appropriate in connection with regulations made under any of subsections (1) to (4) or this subsection.

(6) Schedule 6 (which describes certain provision that community electricity right regulations can make, including provision about renewable electricity generation facilities, communities, and individuals and groups who may exercise the right to buy) has effect.

(7) In this section, Schedule 6 and section 39—

"community electricity right regulations" means regulations under this section;

"electricity generation licence" means a licence granted under section 6(1) (a) of the Electricity Act 1989;

"facility operator" means a person who generates, or is expected to generate, electricity at a qualifying facility for the purpose of giving a supply to any premises or enabling a supply to be so given;

"generation licence condition" means-

- (a) the conditions of a particular electricity generation licence, or
- (b) the standard conditions so far as they are incorporated in electricity generation licences by virtue of section 8A of the Electricity Act 1989;

"generation licence exemption" means an exemption from section 4(1)(a) of the Electricity Act 1989 granted under section 5(1) of that Act;

"land-based facility" means a renewable electricity generation facility that is not an offshore facility;

"offshore facility" means a renewable electricity generation facility that is located in waters in or adjacent to Great Britain that are beyond the mean low water mark;

"qualifying facility" means a renewable electricity generation facility in relation to which the right to buy is to be, is, or has been, exercisable;

"relevant requirement" has the same meaning as in section 25 of the Electricity Act 1989;

"renewable electricity generation facility" means a facility using a renewable source of energy to generate electricity (and here "renewable source" has the same meaning as in sections 32 to 32LB of the Electricity Act 1989 — see section 32M of that Act) which is located in—

(a) Great Britain,

- (b) waters in or adjacent to Great Britain which are between the mean low water mark and the seaward limits of the territorial sea adjacent to Great Britain, but do not form part of that territorial sea,
- (c) the territorial sea adjacent to Great Britain, or
- (d) the Renewable Energy Zone (within the meaning of Chapter 2 of Part 2 of the Energy Act 2004), except for any part of that Zone which forms part of the territorial sea adjacent to Northern Ireland;

"right to buy" means the right to buy a stake in a renewable electricity generation facility that is given by regulations under subsection (1).

#### **Commencement Information**

II S. 38 in force at 1.6.2016, see s. 57(7)(a)

## Changes to legislation:

There are currently no known outstanding effects for the Infrastructure Act 2015, Section 38.