

*These notes refer to the Energy Act 2013 (c.32)
which received Royal Assent on 18 December 2013*

ENERGY ACT 2013

EXPLANATORY NOTES

COMMENTARY ON SECTIONS

Part 6: Consumer Protection and Miscellaneous

Chapter 1: Consumer Protection

Consumer redress orders

Schedule 14, Part 1 – Gas Consumers

New section 30O: Maximum amount of penalty or compensation

614. *Subsection (1)* sets the maximum amount of penalty that may be imposed on a regulated person in respect of a contravention at 10 per cent of that person's turnover. *Subsection (2)* sets the maximum amount of compensation that may be imposed on a regulated person at the same level of a regulated person's turnover. *Subsection (3)* engages *subsection (4)* if both a penalty and compensation are to be paid by a regulated person. *Subsection (4)* limits the total amount of a penalty to be paid and the total amount of compensation to be paid when combined to 10 per cent of that regulated person's turnover.
615. *Subsection (5)* allows the Secretary of State to determine by order how a person's turnover is to be determined for the purpose of this section.
616. *Subsection (7)* requires an order under *subsection (5)* to be laid before and approved by a resolution of each House of Parliament before it may be made.
617. *Subsection (8)* defines "compensation" and "penalty".