SCHEDULES

SCHEDULE 15

COMPETITIVE TENDERS FOR ELECTRICITY PROJECTS

PART 1

Amendments of Electricity Act 1989

23 After paragraph 36 insert—

"Transmission owner and distribution network owner of last resort

- 36A (1) Before directing the holder of a transmission licence to act as a transmission owner of last resort pursuant to the conditions of the licence, the Authority may publish a notice—
 - (a) stating that it proposes to give the direction, and
 - (b) identifying the licence holder to whom it proposes to give the direction.
 - (2) Where a notice is published under sub-paragraph (1), this Schedule has effect as if—
 - (a) the licence holder is the preferred bidder in relation to a tender exercise, and
 - (b) the notice is one published under paragraph 35(2), identifying the licence holder as the preferred bidder.
 - (3) Paragraph 35(4) applies in relation to a notice published under subparagraph (1) of this paragraph as it applies to a notice published under paragraph 35(2).
 - (4) Where the Authority directs the holder of a transmission licence to act as a transmission owner of last resort pursuant to the conditions of the licence, this Schedule has effect as if—
 - (a) the licence holder is the holder of a transmission licence granted as a result of a tender exercise in which the licence holder was the successful bidder, and
 - (b) a notice has been published under paragraph 36 identifying the licence holder as the successful bidder in relation to the tender exercise.
- 36B (1) Before directing the holder of a distribution licence to act as a distribution network owner of last resort pursuant to the conditions of the licence, the Authority may publish a notice—
 - (a) stating that it proposes to give the direction, and

- (b) identifying the licence holder to whom it proposes to give the direction.
- (2) Where a notice is published under sub-paragraph (1), this Schedule has effect as if—
 - (a) the licence holder is the preferred bidder in relation to a tender exercise, and
 - (b) the notice is one published under paragraph 35(2), identifying the licence holder as the preferred bidder.
- (3) Paragraph 35(4) applies in relation to a notice published under subparagraph (1) of this paragraph as it applies to a notice published under paragraph 35(2).
- (4) Where the Authority directs the holder of a distribution licence to act as a distribution network owner of last resort pursuant to the conditions of the licence, this Schedule has effect as if—
 - (a) the licence holder is the holder of a distribution licence granted as a result of a tender exercise in which the licence holder was the successful bidder, and
 - (b) a notice has been published under paragraph 36 identifying the licence holder as the successful bidder in relation to the tender exercise."