STATUTORY INSTRUMENTS

2009 No. 1340

The Electricity (Competitive Tenders for Offshore Transmission Licences) Regulations 2009

PART 9

EVALUATION STAGE

Notification of preferred bidder and reserve bidder

16.—(1) As soon as the Authority has determined the preferred bidder in respect of a particular qualifying project in accordance with regulation 14(1) or 15(4), it shall publish a notice to that effect.

(2) As soon as the Authority has determined the reserve bidder in respect of a particular qualifying project in accordance with regulation 14(4) or 15(5), it shall give notice of that fact to that reserve bidder.

- (3) The notice referred to in paragraph (1) must-
 - (a) specify the name and address of the preferred bidder; and
 - (b) describe, in general terms, the matters to be resolved by the preferred bidder to the Authority's satisfaction as specified in paragraph (4), before that preferred bidder becomes the successful bidder in accordance with regulation 21(1).
- (4) The matters referred to in paragraph (3) shall include-
 - (a) that the preferred bidder has established necessary arrangements to provide offshore transmission services for that particular qualifying project;
 - (b) that the preferred bidder has in place a bilateral agreement with the holder of a coordination licence to provide transmission services for that particular qualifying project;
 - (c) that the preferred bidder has acceded to the contractual framework which defines the relationship between the holder of a co-ordination licence and any provider of transmission services that the co-ordination licence requires the holder of a co-ordination licence to have in force; and
 - (d) any other matters which the Authority may determine are necessary in relation to that particular qualifying project.
- (5) The Authority shall give notice to the preferred bidder as to-
 - (a) how the matters referred to in paragraph (4) shall be satisfied and by what date; and
 - (b) the amount of payment payable to the Authority as calculated in accordance with its cost recovery methodology in relation to the preferred bidder stage of that tender exercise.
- (6) Where-
 - (a) the matters referred to in paragraph (4) are not resolved by the preferred bidder to the Authority's satisfaction;
 - (b) the preferred bidder fails to make the payment referred to in paragraph (5)(b); or

(c) the preferred bidder withdraws from the tender exercise in respect of that qualifying project in accordance with regulation 17(1),

the Authority may withdraw the notice published in accordance with paragraph (1) by publishing a further notice to that effect.

(7) Where the Authority has published a further notice in accordance with paragraph (6), it shall discontinue the tender exercise with the preferred bidder and may determine to treat the reserve bidder (where such reserve bidder has been determined in accordance with regulation 14(4) or 15(5)), as if that reserve bidder were the preferred bidder.

(8) Paragraphs (1) and (3), (4), (5) and (6) shall apply in circumstances where the Authority determines to treat the reserve bidder as if it were the preferred bidder.

(9) The Authority shall give notice to any qualifying bidder of the fact that it is not a preferred bidder or a reserve bidder.