DRAFT STATUTORY INSTRUMENTS

2014 No.

The Renewables Obligation (Amendment) Order 2014

Electricity in respect of which a CFD or investment contract applies and combustion units in relation to which a CFD or investment contract has been entered into

5. After article 21 of the 2009 Order insert—

"Electricity in respect of which a CFD or investment contract applies

21A. ROCs are not to be issued in respect of any electricity in respect of which a CFD or investment contract applies.

Combustion units in relation to which a CFD or investment contract has been entered into

- **21B.**—(1) This article applies to a combustion unit in relation to which a CFD or investment contract has been entered into.
- (2) Subject to paragraph (3), ROCs are not to be issued in respect of any electricity generated by a combustion unit to which this article applies.
- (3) Paragraph (2) does not apply if a CFD transfer notice has been given to the Authority by the operator of the generating station in respect of the combustion unit.
 - (4) A CFD transfer notice is a notice which—
 - (a) is in writing,
 - (b) identifies the combustion unit to which it relates,
 - (c) states the date from which the operator of the generating station intends to start using that combustion unit to generate electricity only from biomass ("the conversion date"), and
 - (d) states the date on which a CFD or investment contract was entered into in relation to that combustion unit.
- (5) Once a CFD transfer notice has been received by the Authority it cannot be withdrawn.
- (6) Subject to paragraph (7), the operator of a generating station may change the conversion date stated in a CFD transfer notice in respect of a combustion unit at the generating station by giving notice to the Authority in writing.
 - (7) The conversion date stated in a CFD transfer notice cannot be changed—
 - (a) after 31st March 2027,
 - (b) after the CFD transfer notice has come into force, or
 - (c) if a CFD made in relation to the combustion unit to which the CFD transfer notice relates has been terminated or otherwise ceased to have effect.
 - (8) For the purposes of this article, a CFD transfer notice comes into force—
 - (a) on the conversion date stated in the CFD transfer notice, or

- (b) if earlier, as from the start of the first month—
 - (i) which is after March 2014, and
 - (ii) during which the combustion unit to which the CFD transfer notice relates burns only biomass.
- (9) For the purpose of paragraph (8)(b)(ii), no account is to be taken of any fossil fuel or waste which is used—
 - (a) in the combustion unit for a purpose listed in article 22(3)(a), and
 - (b) in a month in which the energy content of the fossil fuel or waste used in that combustion unit for a purpose listed in article 22(3)(a) (or, where both fossil fuel and waste are so used during a month, their combined energy content) does not exceed 10% of the energy content of all of the energy sources burned in that combustion unit during that month."