
DRAFT STATUTORY INSTRUMENTS

2013 No.

The CRC Energy Efficiency Scheme Order 2013

PART 12

Civil penalties

Failures to surrender allowances contrary to Part 4

77.—(1) The penalties in paragraphs (2) and (3) apply where—

- (a) a participant fails to surrender sufficient allowances contrary to Part 4; and
- (b) that failure is apparent to the administrator at the time compliance is required,

but do not apply where a penalty is imposed under article 74(4) or (5).

(2) The penalties are—

(a) the participant must—

- (i) immediately acquire such additional allowances as are equal to the amount which should have been surrendered (“the shortfall allowances”); and
- (ii) surrender the shortfall allowances in accordance with Part 4;

- (b) a financial penalty of £40 per tCO₂ of so much of the emissions represented by the shortfall allowances;
- (c) publication; and
- (d) blocking.

(3) Where a participant—

- (a) fails to comply with paragraph (2)(a) by the 31st March after the surrender should have been made; and
- (b) continues in the scheme,

the shortfall allowances are added to the quantity of allowances required to be surrendered in the next year that compliance with Part 4 is required.