
DRAFT STATUTORY INSTRUMENTS

2014 No.

The Contracts for Difference (Allocation) Regulations 2014

PART 4

Applications for CFDs

CHAPTER 4

Additional qualification requirements

Statements in relation to supply chains

26.—(1) Paragraph (3) applies where the two following conditions apply.

(2) The first condition is that the relevant CFD unit—

(a) is to be established with a threshold generating capacity; or

(b) is to be altered and the unit—

(i) before and after the alteration will have a threshold generating capacity; or

(ii) in consequence of the alteration, will have a threshold generating capacity.

(3) The second condition is that, in respect only of the first allocation round, the Secretary of State has not made a determination under regulation 12(2) of the Electricity Market Reform (General) Regulations 2014⁽¹⁾ that statements under regulation 11 of those Regulations will not be provided for that round.

(4) Where this paragraph applies, the applicant must provide a statement made by the Secretary of State under regulation 11 of the Electricity Market Reform (General) Regulations 2014 in relation to the relevant CFD unit.

(5) In this regulation, “threshold generating capacity” means a generating capacity of 300 megawatts or more.

Offshore CFD units

27.—(1) This regulation applies where the relevant CFD unit is or is to be an offshore generating station or part of such a station.

(2) The applicant must demonstrate that a lease or an agreement for lease has been granted by the Crown Estate in respect of the location of the relevant CFD unit.

(3) In this regulation, “offshore generating station” means a generating station which is located wholly in offshore waters.

Supplemental requirements

28.—(1) An allocation framework may in respect of an allocation round provide for requirements (“supplemental requirements”) in relation to any or all types of eligible generating station which are in addition to the requirements in this Chapter.

(2) To the extent that any supplemental requirements apply to an application, the applicant in respect of that application must satisfy those requirements as additional qualification requirements for the allocation round.

(3) Supplemental requirements may include any of the following requirements in relation to a CFD unit—

- (a) the amount of electricity to be generated;
- (b) location;
- (c) the manner and security of supply of fuel to be used to generate electricity;
- (d) the metering of electricity to be generated;
- (e) the type of fuel to be used to generate electricity.