

NOTICE UNDER SECTION 11(2) OF THE ELECTRICITY ACT 1989

The Director General of Electricity Supply (herein referred to as “the Director”) pursuant to Section 11(2) of the Electricity Act 1989 (herein referred to as “the Act”) hereby gives notice as follows:-

- a) He proposes to modify the conditions of all the electricity supply licences which have been granted under section 6(2) of the Act (herein referred to as “the Licences”) by inserting a new Condition 33A. (Energy efficiency standards of performance).

- b) He proposes this modification to allow energy efficiency standards to be set for the holders of the Licences (i.e. second tier electricity suppliers) (herein referred to as “the Licensees”) comparable to those which can be set under section 41 of the Act for public electricity suppliers, and under section 33BB of the Gas Act for gas suppliers. By virtue of Condition 28 of the Licences, the proposed Condition 33A would apply when a Designated Supply Notice has been given, i.e. a Licensee has given notice of its intention to supply domestic customers or business customers with an annual electricity consumption of less than 12,000kWh.

- c) In summary, the effect of the modification is:
 - (i) to enable the Director, after consultation with the Licensees and others, to determine such standards of performance in connection with the promotion of the efficient use of electricity by Designated Customers as, in his opinion, ought to be achieved by each of the Licensees.

- (ii) to require the Licensees, as directed by the Director, to inform their Designated Customers of any standards determined under the proposed Condition and their performance against those standards;
- (iii) to require the Licensees to act in a manner calculated to achieve any standards determined under the proposed Condition;
- (iv) to require the Licensees to provide information, as directed, to the Director on their performance against such standards; and
- (v) to allow the Director to publish such information.

A copy of the proposed modification can be obtained (free of charge) direct from the Office of Gas and Electricity Markets (Ofgem) or through the Ofgem Website (<http://www.ofgem.gov.uk>). Any representations or objections to the proposed modification may be made on or before 24 March 2000 to the Director at Ofgem, Stockley House, 130 Wilton Road, London SW1V 1LQ, marked for the attention of Mr. C. Barclay.

A J Boorman
Deputy Director General,
Customers and Supply

Authorised on behalf of the Director

25 February 2000

