4th March 2015

Contract Ref: 14/214

Property Ref:

Camden

Leaseholder Services
London Borough of Camden
Camden Town Hall
Judd Street
London
WC1H 9JE
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Tel: 020 7974 4611

Goldthorpe Camden Street London NW1



Dear

Re: Flat Goldthorpe, Camden Street, London, NW1

Qualifying long term agreement for Communal Electricity Supplies and Bulk Gas Supplies

This letter and the Notice of Intention (see overleaf), relate to Camden's costs for supply of communal gas and electricity for the following types of supply: electricity metered supplies and bulk gas supplies. These landlord's supplies serve housing properties, for example, lighting in communal hallways and gas supplies to communal heating systems.

Following a procurement process, LASER (Kent County Council) has been appointed to buy the Council's gas and electricity. This was approved by the Strategic Procurement Board on 5th January 2015.

They will buy the Council's energy on the wholesale market through their competitively tendered OJEU (official journal of the European Union) compliant framework contracts with energy suppliers. Currently they buy energy on behalf of 160 public sector organisations.

Although the existing supply contracts are not due to end until 30th September 2016, by entering into new supply contracts early (by April 2015), the buying window is extended to enable LASER to use their flexible buying approach to buy when the wholesale energy market is favourable, to minimise energy purchases during peaks in the market and to aggregate our volumes with other public sector organisations in order to secure price advantages. The buying window is likely to open summer 2015 for supply start 1st October 2016 and will run for a period of up to 4 years.

The current contract with LASER is monitored independently by the London Energy Project (LEP). Having completed a series of technical assessments, LEP were able to confirm that the energy commodity prices achieved by LASER up to September 2014 were good and have consistently delivered value for money over a period of time.

The nature of the energy market, means that it is not possible to meet all the consultation requirements under the Landlord and Tenant Act 1985 Section 20ZA (1) and in April

2011, Camden sought and was awarded Dispensation by the Leasehold Valuation Tribunal (LVT) from the consultation process for 5 years commencing from 30th June 2011. If you wish to view the full LVT decision you can do so by checking the following website: http://www.lease-advice.org/lvtdecisions/ and by searching for LON/00AG/LDC/2010/0104.

Should you have any questions regarding this letter or the enclosed Notice of Intention, please do not he sitate to contact Leaseholder Services using the contact details above.

Yours sincerely,

Stuart Dilley

Assistant Director HASC