

Proposal to apply Code powers to Cellnex UK Limited

Statutory notification under section 107(6) of the Communications Act 2003

CONSULTATION:

Publication date: 18 October 2019

Closing date for responses: 18 November 2019

Contents

Section	
1. Overview	1
2. Background	2
3. Reasons for proposal	7
Annex	
A1. Responding to this consultation	12
A2. Ofcom's consultation principles	15
A3. Consultation coversheet	16
A4. Consultation questions	17
A5. Statutory notification	18

1. Overview

The electronic communications code is a set of rights that are intended to assist providers of communications networks and/or systems of infrastructure. Operators to whom Ofcom applies the Code may:

- construct and maintain communications networks and infrastructure on public highways (streets) without needing to obtain a specific street works licence to do so;
- benefit from certain immunities from the Town and Country Planning legislation; and
- in the event that agreement cannot be reached with the owner or occupier of private land, to apply to the Court to impose an agreement which confers the Code right being sought by the operator or provides for the Code right to bind the landowner or occupier.

Ofcom considers applications for the grant of Code powers from providers of electronic communications networks and providers of systems of infrastructure (or both) with reference to the matters set out in section 107(4) of the Communications Act 2003.

What we are proposing – in brief

We are proposing to apply the electronic communications code set out in Schedule 3A to the Communications Act 2003 to Cellnex UK Limited whose registered company number is 05153745, for the purposes of the provision by it of an electronic communications network; and for the purposes of the provision of a system of infrastructure.

We invite comments on our proposal by 18 November 2019.

We will consider any responses to this consultation before reaching a final decision on whether to grant Code powers to Cellnex UK Limited.

2. Background

- 2.1 The electronic communications code ("the Code") is set out in Schedule 3A of the Communications Act 2003 ("the Act"). It is designed to facilitate the installation and maintenance of electronic communications networks. It confers rights on providers of such networks and on providers of systems of infrastructure to install and maintain apparatus on, under and over land and results in considerably simplified planning procedures.
- 2.2 Where the Code is applied in any person's case, it may be subject to restrictions and conditions set out in other legislation from time to time.²

The application of the Code

- 2.3 The Code only has effect in the case of a person to whom it is applied by a direction given by Ofcom (or, in the case of the Secretary of State or any Northern Ireland department, where the Secretary of State or that department is providing or proposing to provide an electronic communications network).³
- 2.4 The only purposes for which the Code may be applied in a person's case by a direction are:
 - a) the purposes of the provision of an electronic communications network; or
 - b) the purposes of the provision of a system of infrastructure which he is making available, or proposing to make available, for use by providers of electronic communications networks for the purposes of the provision by them of their networks.⁴
- 2.5 A direction applying the Code to a person may take effect:
 - a) in relation only to such places or localities as may be specified or described in the direction;
 - b) for the purposes only of the provision of such electronic communications network, or part of an electronic communications network, as may be so specified or described; or
 - c) for the purposes only of the provision of such system of infrastructure, or part of a system of infrastructure, as may be so specified or described.⁵

¹ "Electronic communications network" for the purposes of the Code has the same meaning as in section 32 of the Act.

² Section 109 of the Act – see the Electronic Communications Code (Conditions and Restrictions) Regulations 2003 (SI 2003 No. 2553), as amended by the Electronic Communications Code (Conditions and Restrictions) (Amendment) Regulations 2009 (SI 2009 No. 584), the Electronic Communications Code (Conditions and Restrictions) (Amendment) Regulations 2013 (SI 2013 No. 1403) and the Electronic Communications Code (Conditions and Restrictions) (Amendment) Regulations 2017 (SI 2017/753).

³ Section 106(3)(b) of the Act.

⁴ Section 106(4) of the Act.

⁵ Section 106(5) of the Act.

Application process for applying the Code

- 2.6 Ofcom must not give a direction applying the Code in any person's case except on an application made for the purpose by that person.⁶
- 2.7 Any such application must be made in accordance with the requirements for the time being in force with respect to the content of an application for a direction applying the Code and the manner in which such an application is to be made.⁷

Time limit for making a decision on application

2.8 Regulation 3(2) of the Electronic Communications and Wireless Telegraphy Regulations 2011⁸ provides that, except in cases of expropriation, Ofcom must make its decision within 6 months of receiving the completed application. In other words, that time limit applies from the moment Ofcom receives an application that fully complies with the requirements described above.

Statutory consultation process on proposal

- 2.9 Before giving a direction applying the Code to the Applicant in question, Ofcom must publish a notification of its proposal to give the direction and consider any representations about that proposal that are made to Ofcom within the period specified in the notification.⁹
- 2.10 Such a notification must contain the following 10:
 - a) a statement of Ofcom's proposal; 11
 - b) a statement of Ofcom's reasons for that proposal;
 - c) a statement of the period within which representations may be made to Ofcom about the proposal (which period must end no less than one month after the day of the publication of the notification 12).

⁶ Section 107(1) of the Act.

⁷ Section 107(2) of the Act. For the current requirements, see the Notification under section 107(2) of the Communications Act 2003, dated 6 October 2003, at Annex B to the statement entitled 'The Granting of the Electronic Communications Code by the Director General of Telecommunications – A Statement issued by the Director General of Telecommunications', published on 10 October 2003

⁸ SI 2011 No. 1210.

⁹ Section 107(6) of the Act.

¹⁰ Section 107(7) of the Act.

¹¹ Subject to sections 113(7) and 115(5) of the Act, the statement of Ofcom's proposal must contain a statement that Ofcom proposes to apply the code in the case of the person in question and set out any proposals of Ofcom to impose terms under section 106(5): see section 107(8) of the Act.

¹² Section 107(9) of the Act.

- 2.11 Ofcom must publish a notification in such manner as Ofcom considers appropriate for bringing the notification to the attention of the persons who, in Ofcom's opinion, are likely to be affected by it. 13
- 2.12 The notification published at Annex 5 to this document is a notification for such purposes and should be read in conjunction with the entirety of this document, including the reasons set out in Section 3.

Relevant considerations in making a decision (four factors)

- 2.13 In considering whether to apply the Code in any person's case, Ofcom must have regard, in particular, to each of the following matters¹⁴:
 - a) the benefit to the public of the electronic communications network or system of infrastructure by reference to which the Code is to be applied to that person;
 - b) the practicability of the provision of that network or system without the application of the Code;
 - c) the need to encourage the sharing of the use of electronic communications apparatus;
 - d) whether the person in whose case it is proposed to apply the Code will be able to meet liabilities arising as a consequence of the application of the Code in that person's case and any conduct of that person in relation to the matters with which the Code deals.
- 2.14 For the purposes of this process, those four factors rank equally with Ofcom's statutory duties under sections 3 and 4 of the Act. 15 Where appropriate, outside of those statutory considerations, we will also have regard to any additional factors that, in our opinion, are relevant to the particular application.

Statutory duties

General duties

- 2.15 In carrying out its functions under the Act (which includes giving a direction to apply the Code), Ofcom's principal duty as set out in section 3 of the Act is to further the interests of citizens in relation to communications matters and to further the interests of consumers in relevant markets, where appropriate by promoting competition.
- 2.16 In doing, we are required to secure a number of specific objectives and to have regard to a number of matters set out in section 3. As to the prescribed specific statutory objectives in section 3(2), we consider that the objective of securing the availability throughout the UK of a wide range of electronic communications services is particularly relevant to this consultation.

¹³ Section 107(10) of the Act.

¹⁴ Section 107(4) of the Act.

¹⁵ Section 107(5) of the Act.

- 2.17 In performing its duties, Ofcom is also required to have regard to a range of other considerations, which appear to us to be relevant in the circumstances. In this context, we consider that a number of such considerations are relevant, particularly:
 - a) the desirability of promoting competition in relevant markets;
 - b) the desirability of encouraging investment and innovation in relevant markets; and
 - the desirability of encouraging the availability and use of high-speed data transfer services throughout the United Kingdom.
- 2.18 We have also had regard to the principles under which regulatory activities should be transparent, accountable, proportionate, consistent, and targeted only at cases in which action is needed, as well as the interest of consumers in respect of choice, price, quality of service and value for money.
- 2.19 Ofcom has a wide measure of discretion in balancing its statutory duties and objectives. In so doing, we will take account of all relevant considerations, including any responses received during this consultation process, in reaching our conclusions.

Specific duties for fulfilling Community obligations

- 2.20 The function of giving a direction to apply the Code would involve us exercising functions falling under the EU regulatory framework. As such, section 4 of the Act requires us to act in accordance with the six European Community requirements for regulation.
- 2.21 In summary, these six requirements are:
 - a) to promote competition in the provision of electronic communications networks and services, associated facilities and the supply of directories;
 - b) to contribute to the development of the European internal market;
 - c) to promote the interests of all persons who are citizens of the European Union;
 - d) to take account of the desirability of Ofcom's carrying out of its functions in a manner which, so far as practicable, does not favour one form of or means of providing electronic communications networks, services or associated facilities over another, i.e. to be technologically neutral;
 - e) to encourage, to such extent as Ofcom considers appropriate for certain prescribed purposes, the provision of network access and service interoperability, namely securing efficient and sustainable competition, efficient investment and innovation and the maximum benefit for customers of communications providers;
 - f) to encourage compliance with certain standards to facilitate service interoperability and secure freedom of choice for the customers of communications providers.
- 2.22 We consider that the first and fifth of those requirements are of particular relevance to our proposal in this consultation and that no conflict arises in this regard with the specific objectives in section 3 we have identified above as particularly relevant in this context.

Impact assessment and equality impact assessment

- 2.23 The analysis presented in the entirety of this consultation represents an impact assessment, as defined in section 7 of the Act.
- Impact assessments provide a valuable way of assessing different options for regulation and showing why the preferred option was chosen. They form part of best practice policy-making. This is reflected in section 7 of the Act, which means that generally Ofcom has to carry out impact assessments where its proposals would be likely to have a significant effect on businesses or the general public, or when there is a major change in Ofcom's activities. However, as a matter of policy Ofcom is committed to carrying out and publishing impact assessments in relation to the vast majority of its policy decisions. For further information about Ofcom's approach to impact assessments, see the guidelines, Better policy-making: Ofcom's approach to impact assessment, which are on the Ofcom website.
- 2.25 Specifically, pursuant to section 7, an impact assessment must set out how, in our opinion, the performance of our general duties (within the meaning of section 3 of the Act) is secured or furthered by or in relation to what we propose.
- 2.26 There are two main options for this consultation:
 - a) give a direction to apply the Code to the Applicant; or
 - b) not to give such a direction.
- 2.27 In carrying out our functions (which includes giving a direction to apply the Code), we are also under a general duty under the Equality Act 2010 to have due regard to the need to:
 - a) eliminate unlawful discrimination, harassment and victimisation;
 - b) advance equality of opportunity between different groups; and
 - c) foster good relations between different groups;
 - in relation to the following protected characteristics: age; disability; gender reassignment; marriage and civil partnership; pregnancy and maternity; race; religion or belief; sex and sexual orientation.
- 2.28 Such equality impact assessments ("EIAs") also assist us in making sure that we are meeting our principal duty under section 3 of the Act.
- 2.29 We have therefore considered what (if any) impact the proposal in this consultation may have on equality. We do not, however, consider the impact of the proposal in this consultation to be to the detriment of any protected group within society. We have therefore not carried out separate EIAs in relation to race or gender equality, or equality schemes under the Northern Ireland and Disability Equality Schemes.

3. Reasons for proposal

3.1 This section contains our reasons for proposing to apply the Code to Cellnex UK Limited.

Factual matters

The applicant and the powers applied for

- 3.2 On 26 June 2019 we received an application which meets the statutory requirements. 16
- 3.3 The person seeking Code powers (the Applicant) is:
 - a) Company name: Cellnex UK Limited.
 - b) Registered company number: 05153745.
 - c) Registered office: 1-2 Broadgate Circle, London, EC2M 2QS.
- The Applicant has applied to Ofcom for a direction applying Code powers under section 106(4)(a) and (b) of the Act. Namely, for the purposes of the provision by the Applicant of an electronic communications network; and for the purposes of the provision by the Applicant of a system of infrastructure which it is making available, or proposing to make available for use by providers of electronic communications networks for the purposes of the provision by them of their networks.

Description and location of the network or system of infrastructure for Code powers

- 3.5 The Applicant is a subsidiary of Cellnex Telecom S.A. (incorporated in Spain), a telecoms infrastructure provider with 22,000 sites in 6 countries. The Applicant has five subsidiary companies who provide a system of infrastructure comprising a portfolio of more than 800 telecommunications mast sites, encompassing greenfield, towers and rooftops. These sites are located in urban, suburban and rural locations across the UK. The sites are used by mobile and other network operators and public bodies to provide electronic communications services.
- 3.6 The Applicant seeks Code powers in connection with plans to provide services directly (rather than through its subsidiaries), in particular to provide:
 - an electronic communications network comprising:
 - Distributed Antenna Systems and fibre and microwave backhaul infrastructure for those systems; and
 - fibre-based backhaul solutions for small cell infrastructure; and

¹⁶ Notification under Section 107(2) of the Communications Act 2003. Annex B to the statement entitled 'The Granting of the Electronic Communications Code by the Director General of Telecommunications – A Statement issued by the Director General of Telecommunications', published on 10 October 2003.

• a system of infrastructure comprising telecoms mast sites which would be made available to mobile telecoms providers for the provision by them of their networks.

The benefit to the public of the electronic communications network and system of infrastructure by reference to which the Code is to be applied to the Applicant

- 3.7 The Applicant has stated that the electronic communications network and the system of infrastructure that it proposes to provide, would enable enhanced network coverage and greater connectivity for consumers. This would reduce the number of 'not-spots' where there is no network coverage and enable consumers to receive better quality voice calls and faster data speeds.
- 3.8 The Applicant has also stated that its services would provide a platform for new technologies to be rolled out by MNOs and other telecommunications providers, such as 5G and the Internet of Things.
- 3.9 The Applicant also considers that its neutral host model benefits the public by reducing the number of sites required to provide communications services and by reducing the disruption associated with the installation and maintenance of such sites.
- 3.10 We expect the deployment of systems of infrastructure and electronic communication networks to improve the quality of services available and help meet the growing needs of consumers and businesses for both coverage and connectivity. Where these networks are deployed by new providers, we expect competition to fuel innovation and customer choice.
- 3.11 We consider that the network and system of infrastructure planned by the Applicant would benefit the public.

The practicability of the provision of the network without the application of the Code

- 3.12 The Applicant has stated the grant of Code powers would facilitate its future activities by:
 - Enabling it to construct and maintain infrastructure (such as the fibre backhaul for the proposed DAS systems) on public highways without the need to apply for street works licences.
 - Enabling it to make use of permitted development rights (under Town and Country Planning legislation) when developing new sites.
 - Enabling it to apply to the Court to secure Code rights if it is unable to reach agreement with a landowner about access to private land.
- 3.13 The Applicant considers that without the aforementioned benefits of Code powers, its ability to deploy its system of infrastructure and to deploy the proposed networks would be hindered and its costs increased. The Applicant also considers that it would be at a competitive disadvantage without Code powers as most of its competitors have Code powers.

- 3.14 The Applicant also intends to use Openreach's Physical Infrastructure Access ("PIA") (the duct and poles access service), which has a requirement set by Openreach that all users are to have Code powers.
- 3.15 We consider that the business case for systems of infrastructure and electronic communications networks are generally dependent upon the level of costs of building the network and the timely provision and take-up of services. Without the application of the Code, the Applicant's costs would likely be higher, and the time taken to then provide services, longer. We consider that, together, these effects could impair the Applicant's business case for expanding its network.
- 3.16 We also consider that, regardless of the merits of the conditions set by Openreach for use of its PIA (duct and pole access) service, without Code powers, it would be considerably more difficult for the Applicant to make use of Openreach's ducts and poles, and this difficulty could further reduce the financial viability of the Applicant's plans.
- 3.17 We consider that the network planned by the Applicant would not be practicable without the application of the Code.

The need to encourage the sharing of the use of electronic communications apparatus

- 3.18 The Applicant has stated that the proposed electronic communications network would be used to provide wholesale services to mobile and other telecoms providers, and that the proposed system of infrastructure would also be made available to telecoms providers on a neutral host basis.
- 3.19 We consider that network and infrastructure sharing will help to minimise the unnecessary proliferation of electronic communications apparatus, bringing environmental benefits aligned with long standing Government objectives in the public interest. This has been specifically acknowledged in the reforms of the Code and in the express recognition of the provision of infrastructure systems as a statutory purpose in section 106(4)(b) of the Act.
- 3.20 We consider that sharing of the use of apparatus would be encouraged by granting the Applicant Code powers.

Whether the Applicant will be able to meet liabilities as a consequence of (i) the application of the Code; and (ii) any conduct in relation to the application of the Code

3.21 The Applicant has considered and assessed its duties and responsibilities with regard to compliance with Regulation 16 (Funds for Liabilities) ¹⁷. In particular, it has provided us with information along with its application that confirms that it understands its obligations to provide funds for liabilities and confirmation by a director that it will ensure that sufficient funds for liabilities are in place when this becomes necessary.

¹⁷ Electronic Communications Code (Conditions and Restrictions) Regulations 2003 (SI 2003 No. 2553) (as amended).

3.22 We consider that, based on this information, the Applicant would be able to meet its liabilities.

Overall assessment

- 3.23 In addition to our consideration of the four factors discussed above, we consider that our proposal would secure or further the performance of our statutory duties under sections 3 and 4 of the Act.
- 3.24 In particular, we consider that the proposed system of infrastructure, would encourage the availability of a wide range of communications services, by ensuring that telecoms providers have access to site locations which are suitable for their electronic communications networks. We also consider that the proposed electronic communications network would encourage the availability of a wide range of communications services by improving network coverage in the public locations where the Applicant proposes to deploy its electronic communications network. In our view, these developments would also help support the future development, growth and availability of modern communications services which is in the public interest.
- 3.25 We also consider that the development of the Applicant's electronic communications network and system of infrastructure would promote competition and customer choice as the telecom providers using these services would be likely to offer retail services in competition with each other.
- 3.26 The impact of implementing the proposal is likely to be low. Any costs to those affected by the Applicant's use of Code powers are likely to be outweighed by the benefits. On the other hand, the detrimental effect on the Applicant of a refusal to grant such powers (including to the practicability of its network roll-out) is likely to be significant. We are also of the view that the impact of our proposal is not likely to be to the detriment of any protected group within society.

Proposal

- 3.27 Having considered the Applicant's application for Code powers, we propose that the Code should have effect in this case for the provision of an electronic communications network and for the provision of a system of infrastructure which the Applicant is making available, or proposing to make available, for use by providers of electronic communications networks for the purposes of the provision by them of their networks in the United Kingdom.
- 3.28 We consider that our proposal is appropriate having regard to the considerations set out in section 107(4) of the Act. We consider that the performance of our statutory duties in sections 3 and 4 of the Act would be secured and furthered in relation to this proposal.
- 3.29 We will consider any responses we may receive by the closing date before making our decision as to whether we should give a direction applying the Code to the Applicant.

The Overview section in the document is a simplified high-level summary only. The proposals we are consulting on and our reasoning are set out in the full document.

A1. Responding to this consultation

How to respond

- A1.1 Ofcom would like to receive views and comments on the issues raised in this document, by 5pm on 18 November 2019.
- A1.2 You can download a response form from https://www.ofcom.org.uk/consultations-and-statements/category-3/code-powers-cellnex-uk-limited. You can return this by email or post to the address provided in the response form.
- A1.3 If your response is a large file, or has supporting charts, tables or other data, please email it to ECCCodepowers@ofcom.org.uk, as an attachment in Microsoft Word format, together with the cover sheet.
- A1.4 Responses may alternatively be posted to the address below, marked with the title of the consultation:

ECC Team

Ofcom

First Floor Riverside House

2A Southwark Bridge Road

London SE1 9HA

- A1.5 We welcome responses in formats other than print, for example an audio recording or a British Sign Language video. To respond in BSL:
 - Send us a recording of you signing your response. This should be no longer than 5 minutes. Suitable file formats are DVDs, wmv or QuickTime files. Or
 - Upload a video of you signing your response directly to YouTube (or another hosting site) and send us the link.
- A1.6 We will publish a transcript of any audio or video responses we receive (unless your response is confidential)
- A1.7 We do not need a paper copy of your response as well as an electronic version. We will acknowledge receipt if your response is submitted via the online web form, but not otherwise.
- A1.8 It would be helpful if you could explain your views, why you hold them, and what you think the effect of Ofcom's proposals would be. We welcome joint responses. Please also refer to section Annex 4.
- A1.9 If you want to discuss the issues and questions raised in this consultation, please contact ECC Team on 020 7981 3000, or by email to: ECCCodepowers@ofcom.org.uk.

Confidentiality

- A1.10 Consultations are more effective if we publish the responses before the consultation period closes. In particular, this can help people and organisations with limited resources or familiarity with the issues to respond in a more informed way. So, in the interests of transparency and good regulatory practice, and because we believe it is important that everyone who is interested in an issue can see other respondents' views, we usually publish all responses on the Ofcom website as soon as we receive them.
- A1.11 If you think your response should be kept confidential, please specify which part(s) this applies to, and explain why. Please send any confidential sections as a separate annex. If you want your name, address, other contact details or job title to remain confidential, please provide them only in the cover sheet, so that we don't have to edit your response.
- A1.12 If someone asks us to keep part or all of a response confidential, we will treat this request seriously and try to respect it. But sometimes we will need to publish all responses, including those that are marked as confidential, in order to meet legal obligations.
- A1.13 Please also note that copyright and all other intellectual property in responses will be assumed to be licensed to Ofcom to use. Ofcom's intellectual property rights are explained further in our Terms of Use.

Next steps

- A1.14 Following this consultation period, Ofcom plans to publish a statement in the Autumn 2019.
- A1.15 If you wish, you can <u>register to receive mail updates</u> alerting you to new Ofcom publications.

Ofcom's consultation processes

- A1.16 Of com aims to make responding to a consultation as easy as possible. For more information, please see our consultation principles in Annex 2.
- A1.17 If you have any comments or suggestions on how we manage our consultations, please email us at consult@ofcom.org.uk. We particularly welcome ideas on how Ofcom could more effectively seek the views of groups or individuals, such as small businesses and residential consumers, who are less likely to give their opinions through a formal consultation.
- A1.18 If you would like to discuss these issues, or Ofcom's consultation processes more generally, please contact the corporation secretary:

Corporation Secretary
Ofcom
Riverside House
2a Southwark Bridge Road
London SE1 9HA

Email: corporationsecretary@ofcom.org.uk

A2. Ofcom's consultation principles

Of com has seven principles that it follows for every public written consultation:

Before the consultation

A2.1 Wherever possible, we will hold informal talks with people and organisations before announcing a big consultation, to find out whether we are thinking along the right lines. If we do not have enough time to do this, we will hold an open meeting to explain our proposals, shortly after announcing the consultation.

During the consultation

- A2.2 We will be clear about whom we are consulting, why, on what questions and for how long.
- A2.3 We will make the consultation document as short and simple as possible, with a summary of no more than two pages. We will try to make it as easy as possible for people to give us a written response. If the consultation is complicated, we may provide a short Plain English / Cymraeg Clir guide, to help smaller organisations or individuals who would not otherwise be able to spare the time to share their views.
- A2.4 We will consult for up to ten weeks, depending on the potential impact of our proposals.
- A2.5 A person within Ofcom will be in charge of making sure we follow our own guidelines and aim to reach the largest possible number of people and organisations who may be interested in the outcome of our decisions. Ofcom's Consultation Champion is the main person to contact if you have views on the way we run our consultations.
- A2.6 If we are not able to follow any of these seven principles, we will explain why.

After the consultation

A2.7 We think it is important that everyone who is interested in an issue can see other people's views, so we usually publish all the responses on our website as soon as we receive them. After the consultation we will make our decisions and publish a statement explaining what we are going to do, and why, showing how respondents' views helped to shape these decisions.

A3. Consultation coversheet

BASIC DETAILS

Consultation title:		
To ECC Team		
Name of respondent:		
Representing (self or organisation/s):		
Address (if not received by email):		
CONFIDENTIALITY		
Please tick below what part of your respon	se you consider is confide	ntial, giving your reasons why
Nothing		
Name/contact details/job title		
Whole response		
Organisation		
Part of the response		
If there is no separate annex, which parts?		
If you want part of your response, your nar still publish a reference to the contents of your part of summary that does not disclose the DECLARATION	our response (including,	for any confidential parts, a
I confirm that the correspondence supplied that Ofcom can publish. However, in supply publish all responses, including those which obligations. If I have sent my response by e not disclosing email contents and attachme	ying this response, I under n are marked as confident mail, Ofcom can disregard	rstand that Ofcom may need to ial, in order to meet legal
Ofcom seeks to publish responses on receippart), and you would prefer us to publish you please tick here		
Name Sig	ned (if hard copy)	Date

A4. Consultation questions

Question 1: Do you have any comments on our proposal to apply Code powers to the Applicant?

A5. Statutory notification

Notification under section 107(6) of the Communications Act 2003

Proposal to give a direction applying the electronic communications code

Proposal in this Notification

- **1.** Ofcom hereby proposes, in accordance with section 107(6) of the Act, to give a direction under section 106(3) of the Act applying the Code to the Applicant.
- **2.** The proposed direction applying the Code to the Applicant on the terms proposed is set out in the Schedule to this Notification.
- **3.** Ofcom's reasons for giving the proposed direction are set out in the accompanying consultation document.

Ofcom's duties

4. In making this proposal, Ofcom has had regard, in particular, to each of the matters set out in section 107(4) of the Act. Furthermore, Ofcom has considered and acted in accordance with its general duties in section 3 of the Act and the six Community requirements in section 4 of the Act.

Making representations

5. Representations on this proposal may be made to: ECC Code Powers Team, Ofcom, 1st floor, Riverside House, 2a Southwark Bridge Road, London SE1 9HA, by no later than 5pm on 18 November 2019.

Interpretation

- 6. In this Notification—
 - (a) "Act" means the Communications Act 2003;
 - (b) "Applicant" means Cellnex UK Limited, whose registered company number is 05153745;
 - (c) "Code" means the electronic communications code set out in Schedule 3A to the Communications Act 2003; and
 - (d) "Ofcom" means the Office of Communications.
- 7. For the purpose of interpreting this Notification—
 - (a) headings and titles shall be disregarded; and
 - (b) the Interpretation Act 1978 shall apply as if this Notification were an Act of Parliament.

8. The attached Schedule forms part of this Notification.

Signed

an/6

Brian Potterill

Competition Policy Director

A person duly authorised in accordance with paragraph 18 of the Schedule to the Office of Communications Act 2002

18 October 2019

SCHEDULE

[*Proposed*] Direction under section 106(3) of the Communications Act 2003 applying the electronic communications code

Background

- 1. The Applicant has applied to Ofcom for a direction applying the Code to the Applicant.
- **2.** The date on which Ofcom received a completed application that meets the statutory requirements with respect to the content of an application for a direction applying the Code and the manner in which such an application is to be made was 26 June 2019.
- **3.** By virtue of regulation 3 of the Electronic Communications and Wireless Telegraphy Regulations 2011 (SI 2011 No. 1210), except in cases of expropriation, Ofcom must make its decision within 6 months of receiving the completed application.
- **4.** Prior to giving a decision under section 106(3) of the Act to apply the Code to the Applicant, Ofcom must publish a notification of its proposal to give the direction and consider any representations about that proposal that are made to Ofcom within the period specified in the notification.
- **5.** On 18 October 2019, Ofcom published, in accordance with section 107(6) of the Act, a notification of its proposal to give a direction applying the Code to the Applicant for the reasons set out in the consultation document accompanying that notification. That notification invited representations to Ofcom by no later than 5pm on 18 November 2019.
- **6.** [Ofcom has considered every representation about the proposal made to it/Ofcom did not receive any representations about the proposal]. For the reasons set out in the explanatory statement accompanying Ofcom's consultation, Ofcom has had regard, in particular, to each of the matters set out in section 107(4) of the Act. Furthermore, Ofcom has considered and acted in accordance with its general duties in section 3 of the Act and the six Community requirements in section 4 of the Act.

Decision

- 7. Of com hereby directs, in accordance with section 106 of the Act, as follows—
 - (a) the Code shall apply to the Applicant for the purposes of the provision by the Applicant of:
 - i. an electronic communications network;
 - ii. a system of infrastructure which the Applicant is making available, or proposing to make available, for use by providers of electronic communications networks for the purposes of the provision by them of their networks; and
 - (b) that application of the Code shall have effect throughout the United Kingdom.
- **8.** This Direction shall take effect on the day it is published.

Interpretation

9. In this Direction—

- (a) "Act" means the Communications Act 2003;
- (b) "Applicant" means Cellnex UK Limited, whose registered company number is 05153745;
- (c) "Code" means the electronic communications code set out in Schedule 3A to the Communications Act 2003;
- (d) "Ofcom" means the Office of Communications.

10. For the purpose of interpreting this Direction—

- (a) headings and titles shall be disregarded;
- (b) the Interpretation Act 1978 shall apply as if this Notification were an Act of Parliament.

Signed

Brian Potterill

Competition Policy Director

A person duly authorised in accordance with paragraph 18 of the Schedule to the Office of Communications Act 2002