

# Exec Summary | 0866: Amendments to Demand Side Response Arrangements

Agenda Item	Key Messages
Purpose of modification	<ul style="list-style-type: none"><li>• Amend the timings and content of the DSR Options procurement tender process;</li><li>• Change how the process of exercise of a DSR Option works, including how the ‘starting point’ for demand reduction is determined;</li><li>• Enable Class 2 Consumers to contract directly with NGT for DSR Options;</li><li>• Amend the credit rules for Consumer DSR;</li><li>• Amend liabilities for failure to deliver when a DSR Option is exercised.</li></ul>
Impacted parties	<ul style="list-style-type: none"><li>▪ High: Large Industrial and Commercial Consumers, NGT</li><li>▪ Low: Shippers, GDNs</li></ul>
How does this modification achieve its purpose and the relevant objectives?	<ul style="list-style-type: none"><li>▪ This Modification seeks to enable greater participation in gas DSR arrangements than would otherwise be the case, which can help mitigate the risk of a network gas supply emergency and is therefore beneficial for the following relevant objectives:</li><li>▪ (a) efficient and economic operation of the pipe-line system</li><li>▪ (b) coordinated, efficient and economic operation of (i) the combined pipe-line system, and/or (ii) the pipeline system of one or more other relevant gas transporters.</li></ul>
Consumer benefit	<ul style="list-style-type: none"><li>▪ Positive impacts are expected in the following areas: improved safety and reliability, lower bills than would otherwise be the case, improved quality of service and benefits for society as a whole.</li></ul>
Governance	<ul style="list-style-type: none"><li>▪ This Modification has been submitted seeking self-governance procedures.</li></ul>
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