

Market Option 3 – Bilateral Tender

- Current mandatory requirement removed or replaced with technology specific minimum
- Capability sought by
 - Tender for existing providers
 - Bilateral negotiation for new providers until contract expires, tender thereafter
- Capability and price dependent on what is offered by the provider
- Flexibility around contract duration and pricing structure
 - Use current holding and energy mechanisms
 - Capital contribution for new or replanted capability
- Subject to appropriate terms and conditions
- Up to NETSO to ensure it has contracted for sufficient capability
- Gives more options for providers, more options for NETSO to ‘pick and mix’ based on most economic and efficient solution and removes total cost to consumer of capability provided by all but not utilised.