

DEVELOPMENT WORKGROUP TERMS OF REFERENCE
Modification Proposal No 0077

1. Modification Proposal

Change Hornsea Price Tender Charging Methodology

2. Scope

TransCo wishes to change the methodology for determining Hornsea prices under the Annual Storage Invitation for the 1996/97 Storage year so that all successful bidders will pay the same price for the service.

It is proposed that a Development Workgroup is formed in accordance with section 8 of the Modification Rules, with the aim of discussing implications of the proposed change and to explore possible alternatives.

3. Composition of Development Workgroup

Irene Davies (TransCo, Storage)
Julian Majdanski (TransCo, Modifications Process)
Jackie Boyle (United)
Rob Barnett (ENG)
Graham Jack (BGS)
Julie Stacey (Powergen)
Tim Mullins (Midlands Gas)
Andrew Millar (Ofgas)

4. Proceedings of Work group

The group will consider the implications of the proposal with a view to addressing outstanding shipper concerns raised at the Modification Panel meeting.

5. Modification Timetable

| | | |
|-------------------|---|---|
| 10th October 1996 | - | Panel Meeting |
| 11th October 1996 | - | Convene Development Workgroup |
| 24th October 1996 | - | Workgroup report prepared for the next panel meeting. |
| 7th November 1996 | - | Report to Panel Meeting |