



28 April 1997

Modification Proposal 107**Decision****Corrections to Storage Balancing Agreement****Present Position**

The Storage balancing agreement was drafted before other parts of the Code and was not updated to reflect changes in other areas of the Code. Transco has operated the Code in the way which it believed best reflected the intent of this section in the light of other sections of the Code. This does not reflect the relevant Code drafting.

Proposal

The proposal brings the Network Code into line with Transco's current practice in relation to storage.

Decision

The proposal reflects the regime Ofgas would expect for storage based on the Business Rules and the Network Code workstreams and it has been agreed by the industry through the modification process. Ofgas has therefore accepted that the Code should be changed to reflect the current arrangements.

Possible impact on customers

Ofgas does not anticipate any direct impact on customers as Transco is already operating to these rules.

Further information

Ofgas contact: Peter Lambert (Tel: 0171-932 1681)

Transco contact: John Lockett (Tel: 0121-623 2021)