**1. RECOMMENDED ACTION: EFFECT OF EC VOTE TO ACCEPT RECOMMENDED ACTION:**

|  |  |  |  |
| --- | --- | --- | --- |
|  | Accept as requested |  | Change to Existing Practice |
|  | Accept as modified below | X | Status Quo |
| X | Decline |  |  |

**2. TYPE OF DEVELOPMENT/MAINTENANCE**

|  |  |
| --- | --- |
| **Per Request:** | **Per Recommendation:** |
| X | Initiation |  | Initiation |
|  | Modification |  | Modification |
|  | Interpretation |  | Interpretation |
|  | Withdrawal | X | Withdrawal |
|  | Principle |  | Principle |
|  | Definition |  | Definition |
| X | Business Practice Standard |  | Business Practice Standard |
|  | Document |  | Document |
|  | Data Element |  | Data Element |
|  | Code Value |  | Code Value |
|  | X12 Implementation Guide |  | X12 Implementation Guide |
|  | Business Process Documentation |  | Business Process Documentation |

**3. RECOMMENDATION**

**SUMMARY:**

|  |
| --- |
| As part of the 2017 NAESB WGQ Annual Plan, the WGQ Executive Committee proposed and the Board approved a two-step process under 2017 WGQ Annual Plan Item 5: a. Consider and determine if a need for a Mexican Addendum or Base Contract, and b. Develop the Mexican Addendum or Base Contract according to the analysis completed in item 5.a.The NAESB WGQ Contracts Subcommittee held a meeting on December 15, 2016 under Item 5.a and is recommending no-action by the Subcommittee on item 5.b to develop the Mexican Addendum or Base Contact at this time). |

**STANDARDS LANGUAGE:**

**4. SUPPORTING DOCUMENTATION**

**a. Description of Request:**

On December 8, 2016, the NAESB Board approved the 2017 WGQ Annual Plan that included Item 5 as follows:

|  |
| --- |
| **5. Mexican Addendum or Base Contract** |
| 1. Consider and determine if a Mexican Addendum or Base Contract is needed
 |
| 1. Develop the Mexican Addendum or Base Contract according to the analysis completed in item 5.a.
 |

**b. Description of Recommendation:**

**WGQ Contracts Subcommittee**

The WGQ Contracts Subcommittee recommends no-action on 2017 WGQ Annual Plan Item 5.

During its December 15, 2016 meeting, the subcommittee reviewed the current NAESB Base Contract (Spanish Version), the Chair Workpaper and a draft Mexican Addendum created by BP. The WGQ Contracts Subcommittee confirmed a lack of support to develop the Mexican Addendum or Base Contract and recommends that development be deferred at this time. Supporting documents and discussions can be found in the meeting minutes and meeting work papers.

The result of the vote at the December 15, 2016 meeting adopted the recommendation to the WGQ Executive Committee of no-action on 2017 WGQ Annual Plan Item 5.

**c. Business Purpose:**

See Meeting minutes set forth in item b. above.

1. **Commentary/Rationale of Subcommittee(s)/Task Force(s):**

See Meeting minutes set forth in item b. above.