**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 |  | Withdrawal |
|  |  |  |  |
|  | Principle |  | Principle |
|  | Definition |  | Definition |
|  | 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:**

During its October 29, 2020 conference call, the WGQ Executive Committee approved a no action recommendation for [Standards Request R19014](https://www.naesb.org/pdf4/r19014.doc).

R19014 was submitted by Sabine Pass Liquefaction, LLC and Corpus Christi Liquefaction, LLC on December 9, 2019.

**Recommended Standards:**

None.

**4. SUPPORTING DOCUMENTATION**

**a. Description of Request:**

Request to add a new Nomination and Scheduling Related Standard for firm shipper's nomination of its MDQ during capacity reductions prior to nomination cycles.

**b. Description of Recommendation:**

No action taken by the WGQ Executive Committee.

**c. Business Purpose: R19014 states:**

**“**Requester proposes the following standard for the NAESB WGQ Nominations and Scheduling Related Standards to increase firm shipper’s certainty of schedule quantities that will reduce additional nominations and uncertainties under the current TSP practices for nominations and scheduling. Specific proposal is that in the event a TSP provides prior notice of reduced capacity available for firm shippers prior to the nomination time periods, then firm shippers nomination of its MDQ shall first be scheduled to an amount equivalent to the TSP’s reduced capacity notice. The specific proposed language for the new standard is as follows:

If a TSP implements a reduction in available firm capacity for firm shippers on a pipeline segment for time period prior to the Timely Nomination Cycle (Cycle 1), including reductions due to operation and maintenance activities or force majeure; the TSP shall in the initial allocation of available firm capacity accept and allocate firm capacity on such pipeline segment during the same time period a firm shipper’s nomination of its MDQ equal to the lesser of (1) the firm shipper’s nomination equal to its MDQ times the percentage of available capacity in the TSP’s notice of reduction or (2) the firm shipper’s actual nomination. If available firm capacity remains after this initial allocation, the TSP shall allocate the remaining available firm capacity on a pro rata basis using the unallocated firm shippers’ nominations.”

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

During its October 29, 2020 conference call, the WGQ Executive Committee approved a no action recommendation for [Standards Request R19014](https://www.naesb.org/pdf4/r19014.doc).

R19014 was submitted by Sabine Pass Liquefaction, LLC and Corpus Christi Liquefaction, LLC on December 9, 2019.

**Triage Subcommittee** – On December 10, 2020 a [Triage Announcement](https://www.naesb.org/pdf4/tr121019a.docx) was sent to and posted for the WGQ Executive Committee members and interested parties. Comments were submitted from [Northern Natural Gas](https://www.naesb.org/pdf4/tr121019w2.pdf) and [one set of comments](https://www.naesb.org/pdf4/tr121019w1.docx) was jointly submitted from Boardwalk Pipelines, Dominion Energy Transmission, Enbridge (U.S.) Inc, Iroquois Gas Transmission System L.P., Kinder Morgan Inc., TransCanada Pipelines Limited, and Southern Star Central Gas Pipeline. On [January 31, 2020](https://www.naesb.org/pdf4/tr013120notes.docx), the Triage Subcommittee held a conference call and approved, by simple majority vote, a motion to find R19014 in scope and assign the request to the WGQ BPS. R19014 was added to the February WGQ Executive Committee agenda.

**WGQ Executive Committee** – On [February 20, 2020](https://www.naesb.org/pdf4/wgq_ec022020fm.docx), the WGQ Executive Committee held a simple majority roll call vote on whether R19014 is in scope and should be assigned to the WGQ BPS. The motion failed a simple majority vote with eleven opposed and nine in favor. R19014 was added to the the Board of Directors agenda.

**NAESB Board of Directors** – R19014 was noted during the [July 30, 2020](https://www.naesb.org/pdf4/bd073020a.docx) Board of Directors Status Update Call. During the [September 3, 2020](https://www.naesb.org/pdf4/bd090320dm.docx) Board of Directors conference call, the board held a roll call simple majority vote and found that Request R19014 is within the scope of NAESB and should be developed under a joint effort of the WGQ and WEQ with a high priority. R19014 was added to the agendas for the WEQ and WGQ Executive Committees.

**WEQ Executive Committee** – During the October 27, 2020 WEQ Executive Committee conference call, the committee voted to terminate the joint standards development process between the WEQ and WGQ for R19014, removing the WEQ from the standards development effort.

**WGQ Executive Committee** – During the October 29, 2020 WGQ Executive Committee conference call, the committee voted to approve this no action recommendation.

This no action recommendation will be posted for a thirty day formal industry comment period and reviewed, along with any comments received, by the WGQ Executive Committee during its next meeting.

Please see October 27, 2020 WEQ Executive Committee and October 29, 2020 WGQ Executive Committee meeting notes, when available.