

Post-It® Fax Note	7671	Date	1/7/97	# of pages	2
To	VERONICA THOMASON	From	STEVE LAFOND		
Co./Dept.	GAS INDUSTRY STANDARDS	Co.	BOEING		
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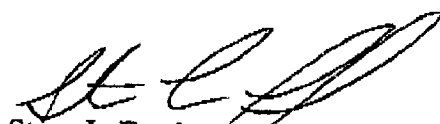
January 7, 1998

Rae McQuade, Executive Director, GISB

Re: Executive Committee determinations on Intraday Nomination Standards

Regarding the effective time of the evening nomination, it is essential that flexibility be maintained and that the effective time remain 9:00 a.m. as proposed. In conjunction with timeline changes to the other intraday nominations, this remains the only intraday nomination that allows the gas to flow for the entire gas day. GISB must allow a reasonable amount of flexibility for industrial end-users and others to change a nomination the day before the gas flows and assure that gas will be confirmed to flow for the entire gas day. This allows all shippers and the pipeline to maintain operational flexibility.

Sincerely,



Steve LaFond
Energy Resources
The Boeing Company

ATTACHED



NORTHWEST INDUSTRIAL GAS USERS

9999 N.E. Worden Hill Road

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Mary Ann Hutton
Executive DirectorTelephone: (503) 538-0600
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VIA FAXSteve LaFond
The Boeing Company
P. O. Box 3707 M/S 7A-XF
Seattle, WA 98124

RE: GISB Proposed Intraday Nomination Standards

Dear Steve:

I understand there is controversy over the GISB Proposed Intraday Nomination standards, particularly the effective time of the evening nomination, which is to be voted on at the January 8-9 GISB Executive Committee.

It is critical that the evening nomination be effective at 9:00 a.m. at the start of the following gas day. Under the proposed timeline, this is the only opportunity to change a nomination prior to the start of the gas day, to be effective for the entire day. If the evening nomination took effect later into the gas day (e.g., 5:00 p.m. as some have apparently suggested) it would result in a tremendous loss of flexibility and workability for industrial end users.

The effort to standardize pipeline operations must be counterbalanced with end users' interests to maintain flexibility on the system. The opportunity for an evening nomination to be effective at the start of the gas day is essential to maintain this reasonable operating flexibility.

Sincerely,

Mary Ann Hutton
Executive Director