

# STANDARDS GROUP PROPOSAL

(FINAL)  
10/28/97

THIS PROPOSAL HAS TWO SECTIONS.

THE FIRST SECTION OUTLINES THE CONCEPTS WE ARE TRYING TO CAPTURE, BASED ON THE COMPROMISE MODEL DATED 9/11 and REVISED 9/18.

THE SECOND SECTION CONTAINS THE ACTUAL STANDARDS LANGUAGE RECOMMENDATIONS. CONCEPTS ARE NOTED AS THEY APPEAR IN THE STANDARDS, AND MAY NOT APPEAR VERBATIM FROM SECTION ONE.

INTRADAY CONCEPTS:

## **I. GENERAL**

- I.a GISB takes no position on whether a pipeline bumps or not. Bumping opportunities are to be determined by the TSP and its customers and, as necessary, through regulatory filings.
- I.b The outlined intraday nomination opportunities represent times which a shipper can expect to be supported by TSP's and all confirming parties for synchronization across the North American pipeline network (GRID). These are to be considered minimums - additional nomination opportunities presented on individual pipes, or as coordinated between pipes are to be considered in excess of these standards. This specifically includes continuous and contiguous scheduling.
- I.c All intraday noms must be made in whole-day (24 hour flow) quantities, regardless of the effective time-frame of the pending nom cycle.
- I.d Nom cycle names are: Timely, 6pm, Intraday 10am, Intraday 5pm.
- I.e Continuous pipelines receiving intra-day nominations requiring grid-wide synchronization should hold those nominations for processing until the intended grid-wide nomination cycle.
- I.f definition of "Confirmation Process"
- I.g definition of "Confirmation Requester"
- I.h definition of "Confirming Party"
- I.i definition of "Confirming Parties"
- I.j definition of "Explicit Confirmation"
- I.k definition of "Confirmation by Exception". Include the concept of defining a time limit to the "take-exception" process.
- I.l Concept of "continuous and contiguous intraday scheduling is on a mutually agreed basis as between confirming parties".
- I.m Concept of "Grid-wide synchronization times" as a minimum; also, specify "scheduled quantities" as daily (as is already done for "nominated quantities" in 1.3.9); and clarify that the sync-times occur with respect to a single gas day.
- I.n Concept of providing the following report to shippers: "Unsolicited-quantity-change Scheduled Quantity document" – way of communicating changes to shipper records when the shipper didn't request the change.

## **II. 6pm NOMS**

- II.a 6pm Noms are considered intra-day noms. *[leave out of Standards language]*
- II.b 6pm Noms noms are those received by TSP after the 11:30am Timely deadline and at or before 6pm CCT, to be effective the following day.

- II.c Confirmations for 6pm Noms noms are due to the TSP by 9pm prior to gas day.
- II.d The Scheduled Quantities document(s) for 6pm Noms noms are to be made available no later than 10pm CCT prior to gas day. By definition, this would include "Notice to Bumped Parties" where such activity occurs.
- II.e For those pipelines that do not bump, scheduled quantities resulting from 6pm Noms noms are to be effective at 9am on gas day.
- II.f For those pipelines that are bumping during the 6pm Nom cycle, if scheduled quantities resulting from a 6pm Noms nom DO NOT precipitate a bump, the nom is to be effective at 9am on gas day.
- II.g For those pipelines that are bumping during the 6pm Nom cycle, if scheduled quantities resulting from a 6pm Nom DO precipitate a bump, the nom is to be effective at 9 am or 5 pm on gas day.
- II.g.i This choice between the effective times of this cycle is to be specified in Transportation Service Provider's tariff, or in the absence of a tariff, a contract or operating statement.
- II.i For 6pm Noms with effective flow times of 9am, where both sides of the confirmation data exist but do not match, the explicit confirmation process should use of the "lesser of nominated quantities" rule. In cases where only one side of the confirmation data exists (due to no communication by one party), the "lesser of nominated or previously scheduled" rule should apply.
- II.j For 6pm Noms with an effective flow time of 5pm (e.g. bump noms), where both sides of the confirmation data exist, the explicit confirmation process should use of the "lesser of nominated or elapsed-prorated-scheduled" rule. In cases where only one side of the confirmation data exists (due to no communication by one party), and the existing data is requesting an increase, the previously scheduled quantity should be used. In cases where only one side of the confirmation data exists (due to no communication by one party), and the existing data is requesting a decrease, the "greater of nominated or elapsed-prorated-scheduled" rule should apply.

### **III. INTRADAYS - TYPE (i)**

- III.a There are two "true" intraday nomination cycles to be synchronized across the grid.

### **IV. INTRADAY 10am**

- IV.a The Intraday 10am nomination cycle is for those noms received by the TSP after 6 pm CCT prior to the gas day and at or before 10 am CCT on the gas day, to be effective on the gas day.
- IV.b Confirmations for the Intraday 10am nomination cycle are due to TSP by noon on the gas day.
- IV.c For those pipelines that are bumping during the Intraday 10am cycle, and where the Intraday 10am nomination precipitates a bump, the "Notice to Bumped Parties" document is to be made available no later than 1pm CCT on the gas day.
- IV.d Scheduled Quantities document(s) based on the processed Intraday 10am nominations are to be made available no later than 1 pm CCT on the gas day
- IV.e Scheduled quantities resulting from Intraday 10am nominations are to be effective at 5 pm gas day, regardless of whether the nomination precipitates a bump or not, and regardless of the bumping status of the pipeline.
- IV.f For Intraday 10am noms, where both sides of the confirmation data exist, the explicit confirmation process should use the "lesser of nominated or elapsed-prorated-scheduled" rule. In cases where only one side of the confirmation data exists (due to no communication by one party), and the existing data is requesting an increase, the previously scheduled quantity should be used. In cases where only one side of the confirmation data exists (due to no communication by one party), and the existing data is requesting a decrease, the "greater of nominated or elapsed-prorated-scheduled" rule should apply.

### **V. INTRADAY 5pm**

- V.a The Intraday 5pm nomination cycle is for those noms received by the TSP on the gas day after 10 am CCT and at or before 5 pm.
- V.b Confirmations for the Intraday 5pm nomination cycle are due to TSP by 8 pm on the gas day.
- V.c Bumping is not allowed during the Intraday 5pm nomination cycle, regardless of pipeline bumping status.
- V.d Scheduled Quantities document(s) based on the processed Intraday nominations are to be made available no later than 9 pm CCT on the gas day. There is no "Notice To Bumped Parties" document for this cycle.
- V.e Scheduled quantities resulting from Intraday 5pm nominations are to be effective at 9pm.
- V.f For Intraday 5pm noms, where both sides of the confirmation data exist, the explicit confirmation process should use of the "lesser of nominated or elapsed-prorated-scheduled" rule. In cases where only one side of the confirmation data exists (due to no communication by one party), and the existing data is requesting an increase, the previously scheduled quantity should be used. In cases where only one side of the confirmation data exists (due to no communication by one party), and the existing data is requesting a decrease, the "greater of nominated or elapsed-prorated-scheduled" rule should apply.

**VI. CONFIRMATION RULES:**

- VI.c The "elapsed-prorated-scheduled" calculation should take the quantity to be scheduled at 9 am, and multiply it by a fraction where the numerator is the number of elapsed hours from start of gas day to effective flow time and the denominator is 24. More advanced calculations are required if a shipper reduces on the Intraday 10am and attempts another reduction on Intraday 5pm.

**PRINCIPLES (explanatory section of the standards)**

- P.1 GISB takes no position concerning TSP bumping policy. GISB takes no position on whether a pipeline bumps or not. Bumping opportunities are to be determined by the TSP and its customers and, as necessary, through regulatory filings-
- P.2 The outlined intraday nomination opportunities represent times at which a shipper should be supported by TSP's and all confirming parties for synchronization across the North American pipeline network (GRID). These are to be considered minimums - additional nomination opportunities presented on individual pipes, or as coordinated between pipes are considered to exceed these standards.
- P.3 Communication of scheduled quantity documents during the intraday time cycles should move towards change-only processing.

**STANDARDS AFFECTED BY THE INTRADAY COMPROMISE MODEL, AND PROPOSED LANGUAGE:**

- 1.2.4 Current Language:  
An intra-day nomination is a nomination submitted after the Timely Nomination Cycle nomination deadline whose effective time is no earlier than the beginning of the gas day and runs through the end of that gas day.
- 4.2.7 Current Language:  
~~There are two types of intraday nominations: (i) A nomination received during the gas day for the same day of gas flow, and (ii) a nomination received after the nominations deadline for the following gas day.~~

### Recommend Strike

Since new names are being given to these cycles in other proposed language, and 1.2.4 categorizes 6 pm noms as intraday noms, this standard now serves only to provide confusion.

[Group consensus is to delete 1.2.7 from the GISB standards]

### 1.3.2 Current Language:

~~The standard nominations timeline should be as follows: 11:30 am for nominations leaving control of the nominating party; 11:45 am for receipt of nominations by the transporter; noon for quick response; 3:30 pm for receipt of completed confirmations by transporter from upstream and downstream connected parties; 4:30 pm for receipt of scheduled quantities by shipper and point operator (central clock time on the day prior to flow).~~

Change language of current standard to reflect the new “cycle naming” syntax; pull out first sentence and cover all nom cycle details afterwards. Include effective time in each cycle’s paragraph.

### Proposed language (completely replaces old language):

#### 1.3.2 All TSP’s should support the following Standard nomination timelines:

1.3.2.i The Timely Nomination Cycle: 11:30 am for nominations leaving control of the nominating party; 11:45 am for receipt of nominations by the transporter; noon for quick response; 3:30 pm for receipt of completed confirmations by transporter from upstream and downstream connected parties; 4:30 pm for receipt of scheduled quantities by shipper and point operator (central clock time on the day prior to flow).

1.3.2.ii The 6pm Nomination cycle: 6:00 pm for nomination leaving control of the nominating party; 6:15 pm for receipt of nominations by the transporter; 6:30 pm for Quick Response; 9:00 pm for receipt of completed confirmations by transporter from upstream and downstream connected parties; 10:00 pm for TSP to provide scheduled quantities to affected shippers and point operators, and to provide “Notice to Bumped Parties” document ~~by~~ to bumped parties (central clock time on the day prior to flow). Scheduled quantities resulting from a 6pm Nomination that precipitate a bump should be effective at either 9 am or 5 pm on gas day. Scheduled quantities resulting from a 6pm Nomination that do NOT precipitate a bump should be effective at 9 am on gas day.

1.3.2.iii The Intraday 10am Nomination cycle: 10:00 am for nomination leaving control of the nominating party; 10:15 am for receipt of nominations by the transporter; 10:30 am for Quick Response; 12:00 pm (noon) for receipt of completed confirmations by transporter from upstream and downstream connected parties; 1:00 pm for TSP to provide scheduled quantities ~~by~~ to affected shippers and point operators, and to provide “Notice to Bumped Parties” document ~~by~~ to bumped parties (central clock time on the gas day). Scheduled quantities resulting from Intraday 10am Nominations should be effective at 5 pm gas day.

1.3.2.iv The Intraday 5pm Nomination cycle: 5:00 pm for nomination leaving control of the nominating party; 5:15 pm for receipt of nominations by the transporter; 5:30 pm for Quick Response; 8:00 pm for receipt of completed confirmations by transporter from upstream and downstream connected parties; 9:00 pm for TSP to provide scheduled quantities to affected shipper and point operator (central clock time on the gas day).

Scheduled quantities resulting from Intraday 5pm Nominations should be effective at 9 pm.  
Bumping is not allowed during the Intraday 5pm Nominations cycle, regardless of TSP's tariff bumping provisions.

Any additional confirmation and flow-time synchronization is on a mutually agreed basis between confirming parties.

1.3.3 Current Language:

In addition to making scheduled quantities information available by 4:30 pm, at the end of each day transportation service providers should also make available to shippers information containing scheduled quantities, including scheduled intra-day nominations and any other scheduling changes. (re-written by BPS and approved by EC)

Paragraph is useful as modified by BPS - leave alone. Add similar language to capture l.q, l.r .

Proposed additional language:

TSP's should provide scheduled quantities resulting from intraday nominations at the times pursuant to 1.3.2. With respect to the implementation of this process via the 1.4.x scheduled quantity related standards, TSP's should send these scheduled quantity documents. The receiver of these scheduled quantity documents may waive the obligation of the sender to send.

1.3.5 Current Language:

All nominations should include shipper defined begin dates and end dates. All nominations excluding intra-day nominations should have roll-over options. Specifically, shippers should have the ability to nominate for several days, months, or years, provided the nomination begin and end dates are within the term of the shipper's contract.

The committee will not address date ranges. Current interpretation and implementation of this standard should remain unchanged.

1.3.6 Current Language:

Nominations received after the nomination deadline should be scheduled after the nominations received before the nomination deadline.

This is useful and should be left alone.

1.3.9 Current Language:

All nominations, including intra-day nominations, should be based on a daily quantity; thus, an intra-day nominator need not submit an hourly nomination. Intra-day nominations should include an effective date and time. The interconnected parties should agree on the hourly flows of the intra-day nomination, if not otherwise addressed in transporter's contract or tariff.

This is useful and should be left alone.

~~1.3.10 Current Language:~~

~~At least one (1) intra-day nomination can be submitted 4 hours prior to gas flow.~~

Recommend Strike

1.3.32 covers the one more clearly, and 4 hours is abandoned.

4.3.12 Current Language:

~~Except where specified in other GISB standards, all nomination procedures that apply to regular nominations apply to intra-day nominations. This means that the process (excluding timelines) of quick response, confirming with upstream and downstream parties and scheduling, also applies to intra-day nominations.~~

Recommend Strike

Recommended standards now explicitly state these rules, rendering this language unnecessary.

1.3.13 Current Language:

Intra-day nominations do not rollover (i.e. intra-day nominations span one day only). Intra-day nominations do not replace the remainder of a standing nomination. There is no need to re-nominate if intra-day nomination modifies existing nomination.

The committee will not address date ranges. Current interpretation and implementation of this standard should remain unchanged.

1.3.22 Current Language:

~~At a receipt or delivery point, for the standard timely nomination cycle (noms due at 11:30am CCT), the lesser of rule (confirmed or nominated flow) applies when confirming. If no communication is received, the lesser of the new nomination or previously scheduled quantity applies.~~

REWRITE current paragraph, add new language for intraday confirmations.

Proposed language (completely replaces old language):

- 1.3.22.i With respect to the timely nomination/confirmation process at a receipt or delivery point, in the absence of agreement to the contrary, the lesser of the confirmation quantities should be the confirmed quantity. If there is no response to a request for confirmation or an unsolicited confirmation response, the lesser of the confirmation quantity or the previously scheduled quantity should be the confirmed quantity.
- 1.3.22.ii With respect to the processing of requests for increases during the intraday nomination/confirmation process, in the absence of agreement to the contrary, the lesser of the confirmation quantities should be the new confirmed quantity. If there is no response to a request for confirmation or an unsolicited confirmation response, the new confirmed quantity should be the previously scheduled quantity.
- 1.3.22.iii With respect to the processing of requests for decreases during the intraday nomination/confirmation process, in the absence of agreement to the contrary, the lesser of the confirmation quantities should be the new confirmed quantity, but in any event no less than the elapsed-prorated-scheduled quantity. If there is no response to a request for confirmation or an unsolicited confirmation response, the greater of the confirmation quantity or the elapsed-prorated-scheduled quantity should be the new confirmed quantity.
- 1.3.22.iv Elapsed-prorated-scheduled quantity means that portion of the scheduled quantity that would have theoretically flowed up to the effective time of the intraday nomination being confirmed, based upon a cumulative uniform hourly quantity for each nomination period affected.  
The following statements are partial examples demonstrating the intent of this proposed standard. More detailed examples are needed for inclusion in the GISB implementation guides. Example: A nomination starting at 9am and changing at 5pm

could not be reduced below 8/24ths; A nomination starting at 5pm and changing at 9pm could not be reduced below 4/16ths.

1.3.32 Current Language:

All pipelines should allow at least one intra-day nomination per day for each transportation service that allows for intra-day nominations. Additional intra-day nominations should be permitted on a best efforts basis.

This concept NEEDS TO BE DISCUSSED BY THE LARGER GROUP.

NEW PROPOSED STANDARDS

- S.3 TSP's that perform bumping do so by contractual terms and conditions and/or in accordance with their regulatory requirements. However, bumping that affects transactions on multiple TSP's should occur at grid-wide synchronization times only. For such cases, TSP's should choose, through the TSP's tariff (or in the absence of tariff, a contract or operating statement), one or both of the two following intraday nomination cycles to perform bumping: 6pm Nominations, Intraday 10am Nominations. (see 1.3.2.ii,iii for cycle definition; effective times for bumping are outlined under 1.3.2.ii,iii,iv).
- S.4 The choice between the effective times of the 6pm Nomination cycle is to be specified in the Transportation Service Provider's tariff, or in the absence of a tariff, a contract or operating statement.
- S.5 During the confirmation process, the Confirmation Requester and the Confirming Party compare information for the purpose of confirming nominations at a location.
- S.6 A Confirmation Requester is a Service Provider (including a Point Operator) which is seeking to confirm a quantity of gas via the information outlined in GISB Standard 1.4.3 with another Service Provider (the Confirming Party) with respect to a nomination at a location.
- S.7 A Confirming Party is a Service Provider (including a Point Operator) which provides a confirmation for a quantity of gas via the information outlined in GISB Standard 1.4.4 to another Service Provider (the Confirmation Requester) with respect to a nomination at a location.
- S.8 The term Confirming Parties refers to the Confirmation Requester and the Confirming Party.
- S.9 The Explicit Confirmation ("EC") process requires that the Confirming Party respond to a Request for Confirmation or initiate an unsolicited Confirmation Response. Absent mutual agreement to the contrary, Explicit Confirmation is the default methodology.
- S.10 Confirmation by Exception means that the Confirming Parties agree that one party deem that all requests at a location are confirmed by the other party (the Confirmation by Exception ("CBE") party) without response communication from that party. The CBE party can take exception to the request by so informing the other party within a mutually agreed upon time frame.
- S.12 The daily grid-wide synchronization times for scheduled flow are 9am, 5pm, and 9pm.

S.17 LANGUAGE NOT ADOPTED: However, keep language and transfer as is for discussion in larger group:

Intraday nominations processed outside the standard nomination timelines which cannot be similarly confirmed should be held for processing until the next standard nomination cycle. However it is understood that the TSP is not required to hold capacity for this nom until the next standard nomination cycle.