

**Title Transfer Tracking Pilot Testing Task Force  
Meeting Minutes  
July 29-30, 1998**

**Anti-trust Guidelines**

Given by Diane McVicker.

**Housekeeping**

Given by Kim Van Pelt

**Identification of Secretary for Minutes**

Kim Van Pelt will maintain the workpapers and these will be used as documentation for the meeting.

**Adoption of Draft Agenda**

Move discussion of Default Rules up to after adoption of meeting minutes.  
Move discussion of Diagram to after Default Rules.  
Adopted as amended.

**Adoption of Draft Meeting Minutes**

Adopted as amended. See final minutes for specifics.

**Default Rules Discussion** (see posted work paper)

Bill Griffith presented the following example:

See attached diagram and transactions below.

**TSP1**

SR	3PAD	D/S	QTY
a	1	c	50
b	1	d	50
p		q	20
			120
			100 from 3PAD

**TSP2**

SR	3PAD	U/S	QTY
j	1	g	40
q	---	p	20
n	2	l	40
o	2	m	30
			130
			110 from 3PAD

TSP1				
SR	3PAD	D/S	QTY	
a	1	c	50	
b	1	d	50	
p	---	q	20	
<b>e</b>	<b>2</b>	<b>h</b>	<b>30</b>	
<b>f</b>	<b>2</b>	<b>l</b>	<b>20</b>	
<b>g?</b>	<b>?</b>	<b>? (j)</b>	<b>50</b>	

TSP2				
SR	3PAD	U/S	QTY	
j	1	g	40	
q	---	p	20	
n	2	l	40	
o	2	m	30	
<b>h</b>	<b>1</b>	<b>e</b>	<b>40</b>	
<b>l</b>	<b>1</b>	<b>f</b>	<b>20</b>	

The bolded/italicized information is data that is associated with validation of 3PAD data which is not directly linked to transportation on that individual TSP. These are additional records that would have to be generated in the TSP's system to be used for confirmation of 3PAD AH activity only.

Pro's	Con's
Minimizes # of Nominations	TSPs Can't Assure Each 3PAD is Balanced
Requires Only Relevant Data Between Parties	No Single Policeman
Resolves Problems at Lowest Level	
Minimizes Timing (Nom Timeline) Problems	

Greg Lander presented the following example (counter-proposal):

Ste	From/To	CFI	SR	Up Op	Up ID	Dn Op	Dn ID	Qty
<b>p</b>								
0	a/TSP1	D	a	--	--	3PAD1	c	50
	b/TSP1	D	b	--	--	3PAD1	d	50
	p/TSP1	D	p	--	--	TSP2	q	20
0	c/3PAD1	R	c	TSP1	a	--	--	50
	d/3PAD1	R	d	TSP1	b	--	--	50
	e/3PAD1	D	e	--	--	3PAD2	h	30
	f/3PAD1	D	f	--	--	3PAD2	l	20
	g/3PAD1	D	g	--	--	TSP2	j	50
0	h/3PAD2	R	h	3PAD1	e	--	--	40
	i/3PAD2	R	i	3PAD1	f	--	--	20
	l/3PAD2	D	l	--	--	TSP2	n	30
	m/3PAD2	D	m	--	--	TSP2	o	30
0	j/TSP2	R	j	3PAD1	g	--	--	40
	n/TSP2	R	n	3PAD2	l	--	--	40
	o/TSP2	R	o	3PAD2	m	--	--	30
	q/TSP2	R	q	TSP1	p	--	--	
0	e/TSP1	D	e	3PAD1	e	3PAD2	h	30

	<i>f/TSP1</i>	<i>D</i>	<i>f</i>	<i>3PAD1</i>	<i>f</i>	<i>3PAD2</i>	<i>l</i>	20
	<i>g/TSP1</i>	<i>D</i>	<i>g</i>	<i>3PAD1</i>	<i>g</i>	<i>TSP2</i>	<i>j</i>	50
	<i>h/TSP2</i>	<i>R</i>	<i>h</i>	<i>3PAD1</i>	<i>e</i>	<i>3PAD2</i>	<i>h</i>	40
	<i>i/TSP2</i>	<i>R</i>	<i>l</i>	<i>3PAD1</i>	<i>f</i>	<i>3PAD2</i>	<i>l</i>	20
1	<i>3PAD1/TSP1</i>	3 R	<i>c</i>	<i>TSP1</i>	<i>a</i>	--	--	50
	<i>3PAD1/TSP1</i>	3 R	<i>d</i>	<i>TSP1</i>	<i>b</i>	--	--	50
	<i>3PAD1/TSP1</i>	3 D	<i>e</i>	--	--	<i>3PAD2</i>	<i>h</i>	30
	<i>3PAD1/TSP1</i>	3 D	<i>f</i>	--	--	<i>3PAD2</i>	<i>l</i>	20
	<i>3PAD1/TSP1</i>	3 D	<i>g</i>	--	--	<i>TSP2</i>	<i>j</i>	50
1	<i>3PAD2/TSP2</i>	3 R	<i>h</i>	<i>3PAD1</i>	<i>e</i>	--	--	40
	<i>3PAD2/TSP2</i>	3 R	<i>l</i>	<i>3PAD1</i>	<i>f</i>	--	--	20
	<i>3PAD2/TSP2</i>	3 D	<i>l</i>	--	--	<i>TSP2</i>	<i>n</i>	30
	<i>3PAD2/TSP2</i>	3 D	<i>m</i>	--	--	<i>TSP2</i>	<i>o</i>	30
2	<i>TSP1/TSP2</i>	<i>D</i>	<i>p</i>	<i>TSP1</i>	--	<i>TSP2</i>	<i>q</i>	20
	<i>TSP1/TSP2</i>	<i>D</i>	<i>e</i>	<i>3PAD1</i>	--	<i>3PAD1</i>	<i>h</i>	30
	<i>TSP1/TSP2</i>	<i>D</i>	<i>f</i>	<i>3PAD1</i>	--	<i>3PAD1</i>	<i>l</i>	20
	<i>TSP1/TSP2</i>	<i>D</i>	<i>g</i>	<i>3PAD1</i>	--	<i>TSP2</i>	<i>j</i>	50
2	<i>TSP2/TSP1</i>	<i>R</i>	<i>q</i>	<i>TSP1</i>	<i>p</i>	<i>TSP2</i>	--	20
	<i>TSP2/TSP1</i>	<i>R</i>	<i>h</i>	<i>3PAD1</i>	<i>e</i>	<i>3PAD2</i>	--	40
	<i>TSP2/TSP1</i>	<i>R</i>	<i>l</i>	<i>3PAD1</i>	<i>f</i>	<i>3PAD2</i>	--	20
	<i>TSP2/TSP1</i>	<i>R</i>	<i>j</i>	<i>3PAD1</i>	<i>g</i>	<i>TSP2</i>	--	40
2	<i>3PAD1/3PAD</i> <i>2</i>	<i>D</i>	<i>e</i>	<i>3PAD1</i>	<i>e</i>	<i>3PAD2</i>	<i>h</i>	30
	<i>3PAD1/3PAD</i> <i>2</i>	<i>D</i>	<i>f</i>	<i>3PAD1</i>	<i>f</i>	<i>3PAD2</i>	<i>l</i>	20
2	<i>3PAD2/3PAD</i> <i>1</i>	<i>R</i>	<i>h</i>	<i>3PAD1</i>	<i>e</i>	<i>3PAD2</i>	<i>h</i>	40
	<i>3PAD2/3PAD</i> <i>1</i>	<i>R</i>	<i>l</i>	<i>3PAD1</i>	<i>f</i>	<i>3PAD2</i>	<i>l</i>	20
3	<i>TSP1/3PAD1</i>	<i>R</i>	<i>a</i>	<i>TSP1</i>	--	<i>3PAD1</i>	<i>c</i>	50
	<i>TSP1/3PAD1</i>	<i>R</i>	<i>b</i>	<i>TSP1</i>	--	<i>3PAD1</i>	<i>d</i>	50
	<i>TSP1/3PAD1</i>	<i>D</i>		<i>3PAD1</i>	<i>g</i>	<i>TSP2</i>	<i>j</i>	<b>40</b>
	<i>TSP1/3PAD1</i>	<i>D</i>		<i>3PAD1</i>	<i>e</i>	<i>3PAD2</i>	<i>h</i>	30
	<i>TSP1/3PAD1</i>	<i>D</i>		<i>3PAD1</i>	<i>f</i>	<i>3PAD2</i>	<i>l</i>	20
3	<i>TSP2/3PAD2</i>	<i>R</i>		<i>3PAD1</i>	<i>e</i>	<i>3PAD2</i>	<i>h</i>	<b>30</b>
	<i>TSP2/3PAD2</i>	<i>R</i>		<i>3PAD1</i>	<i>f</i>	<i>3PAD2</i>	<i>l</i>	20
	<i>TSP2/3PAD2</i>	<i>D</i>		<i>3PAD2</i>	<i>l</i>	<i>TSP2</i>	<i>n</i>	30
	<i>TSP2/3PAD2</i>	<i>D</i>		<i>3PAD2</i>	<i>m</i>	<i>TSP2</i>	<i>o</i>	30
4	<i>3PAD1/TSP1</i>	<i>R</i>	<i>c</i>	<i>TSP1</i>	<i>a</i>	<i>3PAD1</i>	--	<b>42</b>
	<i>3PAD1/TSP1</i>	<i>R</i>	<i>d</i>	<i>TSP1</i>	<i>b</i>	<i>3PAD1</i>	--	<b>48</b>
	<i>3PAD1/TSP1</i>	<i>D</i>	<i>e</i>	<i>3PAD1</i>	--	<i>3PAD2</i>	<i>h</i>	30
	<i>3PAD1/TSP1</i>	<i>D</i>	<i>f</i>	<i>3PAD1</i>	--	<i>3PAD2</i>	<i>l</i>	20
	<i>3PAD1/TSP1</i>	<i>D</i>	<i>g</i>	<i>3PAD1</i>	--	<i>3PAD2</i>	<i>j</i>	<b>40</b>
4	<i>3PAD2/TSP2</i>	<i>R</i>	<i>h</i>	<i>3PAD1</i>	<i>e</i>	<i>3PAD2</i>	<i>h</i>	<b>30</b>

3PAD2/TSP2	R	I	3PAD1	f	3PAD2	I	20
3PAD2/TSP2	D	I	3PAD2	I	TSP2	n	<b>26</b>
3PAD2/TSP2	D	m	3PAD2	m	TSP2	o	<b>24</b>

**Pro's**

Improves Data Timing (11:30) for TSP  
Can Validate Balanced 3PAD

**Con's**

AH Must Nominate Twice  
TSP Handles Extra Data  
TSP Has to Direct Authority Over AH  
~~AH Could Submit Bogus (High) "Noms" to TSP~~  
Requires TSP to Track Title

**Proposed Standard 25**

Where a transaction involves the transfer between an Account Holder (AH) in one Third Party Account Administrator (3PAD) and an AH on another 3PAD, each 3PAD should send a nomination to its respective Transportation Service Provider (TSP) on behalf of their respective AHs, identifying their AH's transaction and delineating it at the 3PAD<sub>1</sub> - AH<sub>1</sub> to 3PAD<sub>2</sub> - AH<sub>2</sub> level.

Where a transaction involves the transfer between an AH in a 3PAD and an AH or Service Requester (SR) on that TSP or on a TSP other than the TSP at the location associated with the 3PAD, the 3PAD should send a nomination to its TSP on behalf of their AH identifying their AH's transaction and delineating it at the 3PAD - AH to TSP - AH/SR level.

**Modify Proposed Standard 25**

Where a transaction involves the transfer between an Account Holder (AH) in one Third Party Account Administrator (3PAD) and an AH on another 3PAD, each 3PAD should send a nomination to its respective Transportation Service Provider (TSP) on behalf of their respective AHs, identifying their AH's transaction and delineating it at the 3PAD<sub>1</sub> - AH<sub>1</sub> to 3PAD<sub>2</sub> - AH<sub>2</sub> level.

Where a transaction involves the transfer between an AH in a 3PAD and an AH or Service Requester (SR) on that TSP or on a TSP other than the TSP at the location associated with the 3PAD, the 3PAD should send a nomination to ~~its both the~~ TSPs on behalf of their AHs identifying their AH's transaction and delineating it at the 3PAD - AH to TSP - AH/SR level.

**Further Modification to Proposed Standard 25**

Where a transaction involves the transfer between an Account Holder (AH) in one Third Party Account Administrator (3PAD) and an AH in another 3PAD, each 3PAD should send a nomination to its respective Transportation Service Provider (TSP) *or Welded Operator (WOPR), with whom the 3PAD has a contract*, on behalf of ~~their~~ the 3PAD(s)' respective AHs, identifying ~~their~~ the AH's transaction(s) and delineating it/*them* at the 3PAD<sub>1</sub> - AH<sub>1</sub> to 3PAD<sub>2</sub> - AH<sub>2</sub> level.

Where a transaction involves the transfer between an AH in a 3PAD and an AH or Service Requester (SR) in that TSP/WOPR or on a TSP/WOPR other than the TSP/WOPR at the location ~~associated with the 3PAD~~, *with which the 3PAD has a contract*, the 3PAD should send a nomination to both the TSPs/WOPRs on behalf of their AHs identifying the AH's transaction(s) and delineating it/*them* at the 3PAD - AH to TSP/WOPR - AH/SR level.

	<u>Total</u>	<u>For</u>	<u>Opposed</u>	<u>Balanced For</u>	<u>Balanced Opposed</u>
Pipelines	17	1	16	.12	1.88
Services	5	5	0	2	0
Producers	1	1	0	1	0
LDCs	0	0	0	0	0
End Users	2	2	0	2	0
				5.12	1.88

### **Proposed Standard 26**

Where a transaction involves the transfer between an Account Holder (AH) in one Third Party Account Administrator (3PAD) and an AH in another 3PAD, each 3PAD should communicate with the other with regards to its respective AHs. Such communications should employ the confirmation related data sets suitable to Title Transfer Tracking and should delineate the transactions at the 3PAD1 - AH1 to 3PAD2 - AH2 level.

### **Proposed Standard 27**

Absent mutual agreement to the contrary, where transactions related to Third Party Account Administrator (3PAD) activities are not balanced at the end of any confirmation cycle, transactions entering the 3PAD (receipt) or leaving the 3PAD (delivery), whichever is higher, should be reduced prorata to match the total of the transactions on the other side of the 3PAD.

### **Modify the TTT TIF Diagram**

See attached Diagram

### **Proposed Standard 23**

The Title Transfer Tracking Timing and Information Flow Diagram (the TTT TIF Diagram) represents the movement of information between parties with respect to processing (from nomination through scheduled quantity) a given Title Transfer Tracking transaction.

Some of the lines are transmittals of information between parties. Some of the lines identified represent the TSPs internal processes. Processes where information is compared with other information or otherwise processed in order to generate a transmittal are identified by boxes labeled with numbers.

[Diagram Here]

In the TTT TIF Diagram, each box represents processes performed by the entity listed below:

- Box 1: Third Party Account Administrator
- Box 2: Transportation Service Provider performing TTT services as well as transportation
- Box 3: Transportation Service Provider
- Box 5: Welded Operator
- Box 6: Transportation Service Provider
- Box 7: Transportation Service Provider

In the TTT TIF Diagram, each line represents transmittal of the transaction listed below:

- Line A: Title Transfer Nomination (to 3PAD)
- Line B: Transportation Nomination (to TSP)
- Line C: Title Transfer Nomination (to TSP acting as TTTSP)
- Line D: Title Transfer Request for Validation (from 3PAD to the TSP)
- Line M: Operator Scheduled Quantity (from TSP to 3PAD)
- Line N: Scheduled Quantity Information (from TSP to SR)
- Line O: Operator Scheduled Quantity (from TSP to WOPR)
- Line P: Scheduled Quantity Information (from 3PAD to AH)
- Line Q: Scheduled Quantity Information (from WOPR to SR)
- Line R: Scheduled Quantity Information (from TSP to AH)
- Line S: Title Transfer Nomination Quick Response Information (from 3PAD to AH)
- Line T: Title Transfer Nomination Quick Response (from TTTSP to AH)
- Line U: Title Transfer Request for Validation Quick Response (from TSP to 3PAD)
- Line V: Title Transfer Validation Response (from TSP to 3PAD)
- Line W: Title Transfer Validation Request Quick Response (from 3PAD to TSP)

Line X: Request for Confirmation and Unsolicited Confirmation Response (from TSP to WOPR)

Line Y: Confirmation Response (from WOPR to TSP)

In the TTT TIF Diagram, the lines E, F, G, H, I, J, K, L represent the TSPs internal processes.

Add to book marked/open issues:

Ensure standards will accommodate both 3PADS and TTTSPs .

**Next Meeting Date/Location**

August 4-5, 1998, 8:30am, Salt River Project, Phoenix, Arizona