

**Title Transfer Tracking
Alternate Proposal
September 2, 1998 as modified September 3, 1998**

Mission:

- Responsibility of the TSPs to ensure that title transfer tracking service is available at pooling points, where liquidity exists.
- .Simple process that utilizes existing nomination data sets.
- Minimal additions/revisions to existing standards and data sets.
- Provides an environment in which third parties have the opportunity to provide title transfer tracking service.

Principles

- P1** Title Transfers can occur regardless of the service class of any related transportation.
- P2** Title Transfer Tracking services should be open to be provided by any party.
- P3** Title Transfer Tracking services should be offered to any party on a non-discriminatory basis.

Definitions

- D1** Title is the term used to identify ownership of gas.
- D2** Title Transfer is the change of ownership of gas between parties at a location.
- D3** Title Transfer Tracking is the process of accounting for the progression of ownership changes at a location from party to party not associated with transportation services.
- D4** A Title Transfer Tracking Service Provider is a party conducting the Title Transfer Tracking activity.
- D5** A Third Party Account Administrator (3PAD) is a Title Transfer Tracking Service Provider other than the Transportation Service Provider, or its agent. A (3PAD) has the same responsibilities as an Account Holder (AH) with the exception that a 3PAD, or its agents, is only responsible for affirming that its AHs hold title to the gas.
- D6** An Account Holder is a Service Requester using Title Transfer Tracking services of a Transportation Service Provider.
- D7** A Third Party Account Administrator Account Holder (PADAH) is a Party using Title Transfer services of a Third Party Account Administrator.

Standards

- S1** The Transportation Service Providers (TSP) should be responsible for ensuring that Title Transfer Tracking services are provided at all points identified by the TSP as pooling points.
- S2** All coordination between an Account Holder and a Transportation Service Provider (TSP) should be performed under an arrangement defined by the TSP.
- S3** All title transfers (both the buy and the sell transactions) tracked by the Transportation Service Provider (TSP) should be nominated by the Account Holder to such TSP at the points where the TSP provides Title Transfer Tracking.
- S4** Absent other scheduling instructions provided in the nomination, where transactions related to Account Holder (AH) activities are not balanced, transactions nominated to be delivered to the AH or received from the AH, whichever is higher, should be reduced pursuant to the default procedure specified by the TSP to match the total of the transactions on the other side of the AH
- S5** A Third Party Account Administrator (3PAD) may provide Title Transfer Tracking (TTT) services at points identified by the TSP as pooling points.
- S6** All coordination between a Third Party Account Administrator and a Transportation Service Provider (TSP) should be performed under an arrangement defined by the TSP.
- S7** If a Third Party Account Administrator (3PAD) chooses to perform Title Transfer Tracking, it should submit nominations to the Transportation Service Provider with respect to transfers into and out of the 3PAD on behalf of the 3PAD's Account Holders.
- S8** Absent other scheduling instructions provided in the nomination, where transactions related to Third Party Account Administrator (3PAD) activities are not balanced, transactions nominated to be delivered to the 3PAD or received from the 3PAD, whichever is higher, should be reduced pursuant to the default procedure specified by the TSP to match the total of the transactions on the other side of the 3PAD.
- S9** Where a Transportation Service Provider (TSP) chooses not to perform Title Transfer Tracking (TTT) services at a location(s), the TSP should identify the Third Party Account Administrator (3PAD) performing the TTT services on its behalf at such location(s). The relevant information to be provided pertaining to such 3PAD is:
The name,
The identifier used by the TSP,
The contract number assigned by the TSP (where applicable), and
The location code(s) assigned by the TSP (where applicable).
- S10** Title transfer tracking should use existing nomination data sets
- S11** All title transfers (both the buy and the sell transactions) tracked by a Third Party Account Administrator (3PAD) should be nominated by the Third Party Account Administrator's Account Holder(s) to their 3PAD.

Existing Standards/Definitions That Support Alternate Proposal:

Existing Standards

1.1.10 Title transfer tracking improves quantity certainty.

1.1.11 Users of title transfer tracking services should bear the cost of that service.

1.1.13 A pool-to-pool transfer at the same location can be a type of title transfer.

1.2.3 Pooling is: 1) the aggregation of gas from multiple physical and/or logical points to a single physical or logical point, and/or 2) the dis-aggregation of gas from a single physical or logical point to multiple physical and/or logical points.

1.3.2 All Transportation Service Providers should support the following standard nomination cycles:

- (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 to send 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).
- (ii) The Evening Nomination Cycle: 6:00 pm for nominations leaving control of the nominating party; 6:15 pm for receipt of nominations by the transporter; 6:30 pm to send Quick Response; 9:00 pm for receipt of completed confirmations by transporter from upstream and downstream connected parties; 10:00 pm for Transportation Service Provider to provide scheduled quantities to affected shippers and point operators, and to provide scheduled quantities to bumped parties (notice to bumped parties), (central clock time on the day prior to flow).

Scheduled quantities resulting from an Evening Nomination that does not cause another Service Requester on the subject Transportation Service Provider to receive notice that it is being bumped should be effective at 9:00 a.m. on gas day; and when an Evening Nomination causes another Service Requester on the subject Transportation Service Provider to receive notice that it is being bumped, the scheduled quantities should be effective at 9:00 a.m. on gas day.

- (iii): The Intraday 1 Nomination Cycle: 10:00 am for nominations leaving control of the nominating party; 10:15 am for receipt of nominations by the transporter; 10:30 am to send Quick Response; 1:00 pm for receipt of completed confirmations by transporter from upstream and downstream connected parties; 2:00 pm for Transportation Service Provider to provide scheduled quantities to affected shippers and point operators, and to provide scheduled quantities to bumped parties (notice to bumped parties), (central clock time on the gas day). Scheduled quantities resulting from Intraday 1 Nominations should be effective at 5:00 pm on gas day.
- (iv): The Intraday 2 Nomination Cycle: 5:00 pm for nominations leaving control of the nominating party; 5:15 pm for receipt of nominations by the transporter; 5:30 pm to send Quick Response; 8:00 pm for receipt of completed confirmations by transporter from upstream and downstream connected parties; 9:00 pm for Transportation Service Provider to provide scheduled quantities to affected shippers and point operators (central clock time on the gas day). Scheduled quantities resulting from Intraday 2 Nominations should be effective at 9:00 pm. on gas day. Bumping is not allowed during the Intraday 2 Nomination Cycle.

(v) For purposes of 1.3.2 ii, iii, and iv, "provide" shall mean, for transmittals pursuant to standards 1.4.x, receipt at the designated site, and for purposes of other forms of transmittal, it shall mean send or post.

(vi) Model: (Picture Not Included)

1.3.17 If requested by a shipper or supplier on a transportation service provider's system, the transportation service provider should offer at least one pool.

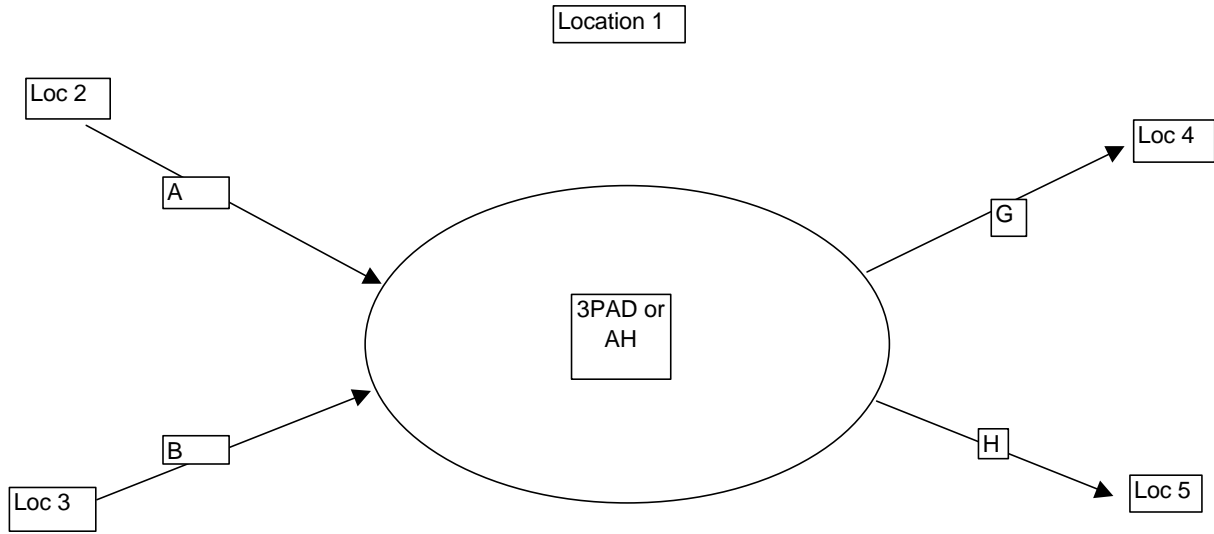
1.3.18 Deliveries from receipt points should be able to be delivered directly into at least one pool and delivery points should be able to receive quantities from at least one pool, excluding non-contiguous facilities.

Existing Definitions:

Service Requester: Identifies the party requesting the service, or their agent.

From Std. 1.4.1 Data Dictionary

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 Example



Transportation Nomination to TSP from Shippers

SR	Rec Loc	Del Loc	Up ID	Up K	Dn ID	Dn K	Quantity
A	2	1			3PAD		
B	3	1			3PAD		
G	1	4	3PAD				
H	1	5	3PAD				

Nomination from 3PAD to TSP

SR	Rec Loc	Del Loc	Up ID	Up K	Dn ID	Dn K	Quantity
3PAD	1	1	A		G		
3PAD	1	1	A		H		
3PAD	1	1	B		G		
3PAD	1	1	B		H		