**1. Recommended Action: Effect of EC Vote to Accept Recommended Action:**

 X Accept as requested X Change to Existing Practice

 Accept as modified below Status Quo

 Decline

**2. TYPE OF MAINTENANCE**

**Per Request:** **Per Recommendation:**

 X Initiation X Initiation

 Modification Modification

 Interpretation Interpretation

 Withdrawal Withdrawal

 Principle (x.1.z) Principle (x.1.z)

 Definition (x.2.z) Definition (x.2.z)

 X Business Practice Standard (x.3.z) X Business Practice Standard (x.3.z)

 Document (x.4.z) Document (x.4.z)

 Data Element (x.4.z) Data Element (x.4.z)

 Code Value (x.4.z) Code Value (x.4.z)

 X12 Implementation Guide X12 Implementation Guide

 Business Process Documentation Business Process Documentation

**3. RECOMMENDATION**

**SUMMARY:**

|  |
| --- |
| Per WGQ’s 2012 Annual Plan Item 7: **7. Natural Gas Liquids Master Agreement**a. Consider and determine if a NAESB Natural Gas Liquids Master Agreement, is needed and if so determine the grades of liquids to be includedb. Develop the NGL Master Agreement according to the analysis completed in item above (7a).Attachment: <http://www.naesb.org/pdf4/wgq_2012_ap_7b_rec_attach.docx> WGQ Contracts Subcommittee (SC) completed item 7.a. in February 2012. The SC work started with the first meeting on March 7, 2012 to develop a NGL Master Agreement, now entitled “Master Agreement for Purchase, Sale or Exchange of Liquid Hydrocarbons” (MAPSELH). The SC completed work on the MAPSELH at meetings on September 12, 2012 and September 13, 2012 that resulted the SC voting in favor of this recommendation for the WGQ Executive Committee to adopt the attached MAPSELH as a new NAESB WGQ Standard. |

**STANDARDS LANGUAGE:**

**4. SUPPORTING DOCUMENTATION**

**a. Description of Request:**

“7. Natural Gas Liquids Master Agreement

b. Develop the NGL Master Agreement according to the analysis completed in item above (7a).”

**b. Description of Recommendation:**

**WGQ Contracts Subcommittee**

WGQ Contracts Subcommittee (SC) recommendation to the WGQ Executive Committee is to adopt the MAPSELH as a NAESB WGQ standard for industry’s use when parties wish to purchase, sell or exchange liquid hydrocarbons.

The SC meeting minutes, meeting minute attachments, filed comments and various document drafts for the following meetings are incorporated by reference to support this recommendation. :

March 7, 2012

April 24, 2012

May 15, 2012

June 12, 2012

July 10, 2012

July 24, 2012

August 7, 2012

August 28, 2012

September 5 - 6, 2012

September 12 - 13, 2012

On 9-13-2012, the SC Motion to adopt the Recommendation was moved by Ellen Klecka (Targa) and seconded by Jeff Jarvis (Encana). The balance vote was conducted by roll call of the participants and the results are shown below:

 Raw Vote Balanced Vote

Segment In Favor Opposed In Favor Opposed

Pipeline 0 0 0 0

LDCs 0 0 0 0

Services 4 0 2 0

End-Users 2 0 2 0

Producers 1 0 1 0

 Totals 7 0 5 0

**The motion passed with no opposition or abstentions.**

Industry members participating in the meetings from time to time and submitting comments included over 60 individuals representing 30 separate entities. The SC meeting participation since the first meeting on March 7, 2012 includes over 1180 man-hours.

**c. Business Purpose:**

See Meeting minutes set forth in item b. above.

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

See Meeting minutes set forth in item b. above.