**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 DEVELOPMENT/MAINTENANCE**

|  |  |
| --- | --- |
| **Per Request:** | **Per Recommendation:** |
| X | Initiation | X | Initiation |
| X | Modification | X | Modification |
|  | Interpretation |  | Interpretation |
|  | Withdrawal |  | Withdrawal |
|  |  |  |  |
|  | Principle |  | Principle |
|  | Definition |  | Definition |
|  | Business Practice Standard |  | Business Practice Standard |
| X | Document | X | Document |
|  | Data Element |  | Data Element |
|  | Code Value |  | Code Value |
|  | X12 Implementation Guide |  | X12 Implementation Guide |
|  | Business Process Documentation |  | Business Process Documentation |

**3. RECOMMENDATION**

**SUMMARY:**

On December 15, 2022, the WGQ Contracts Subcommittee (SC) voted to approve a recommendation under 2022 WGQ Annual Plan Item 6 (Develop business practice standards, as needed, to support purchase and sale transactions related to sustainably produced natural gas.). The vote on the Certified Gas (CG) Addendum, Exhibit A (CG Transaction Confirmation) and associated CG FAQs was conducted per the meeting notes for the December 15, 2022 meeting.

This recommendation is the first of a two-part standards development effort. This first part is the SC development of the NAESB CG Addendum, Exhibit A under 2022 WGQ Annual Plan Item 6. The first part includes revisions to the existing NAESB Base Contract FAQ document to support the use of the NAESB CG Addendum. After the first part is ratified by the NAESB Membership, the second part of the standards development effort will be the technical implementation of business practices (TIBP). The TIBP effort will include revisions to the existing TIBP for the Base Contract, Transaction Confirmation, and Invoice data sets for use on distributed ledger technologies.

* **Recommendation Attachment A**

NAESB CG Addendum including Exhibit A (CG Transaction Confirmation) (as revised and approved by the WGQ Executive Committee on February 7, 2023):

<https://naesb.org//member_login_check.asp?doc=wgq_ec020723a3.docx>.

* **Recommendation Attachment B**

Revised NAESB WGQ Contracts FAQ Document to include CG Addendum (as revised and approved by the WGQ Executive Committee on February 7, 2023):

<https://naesb.org//member_login_check.asp?doc=wgq_ec020723a4.doc>

**4. SUPPORTING DOCUMENTATION**

**a. Description of Request:**

2022 WGQ Annual Plan Item 6 – Develop business practice standards, as needed, to support purchase and sale transactions related to sustainably produced natural gas.

**b. Description of Recommendation:**

The recommendation contains the NAESB WGQ CG Addendum with Exhibit A (Attachment A) and the revisions to the NAESB Base Contract FAQ Document (Attachment B).

**c. Business Purpose:**

The new NAESB CG Addendum and Exhibit A, and related revised NAESB Base Contract FAQs support the development of CG markets in the US.

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

**WGQ Contracts Subcommittee Meeting Minutes:**

The SC’s rationale for the development of the recommendation is found in the meeting minutes listed below with links to the NAESB website.

* [June 2, 2022](https://naesb.org/pdf4/wgq_contracts060222fm.doc)
* [June 16, 2022](https://naesb.org/pdf4/wgq_contracts061622fm.doc)
* [June 28, 2022](https://naesb.org/pdf4/wgq_contracts062822fm.doc)
* [July 21, 2022](https://naesb.org/pdf4/wgq_contracts072122fm.doc)
* [August 2, 2022](https://naesb.org/pdf4/wgq_contracts080222fm.doc)
* [August 18, 2022](https://naesb.org/pdf4/wgq_contracts081822fm.doc)
* [September 15, 2022](https://naesb.org/pdf4/wgq_contracts091522fm.doc)
* [September 29, 2022](https://naesb.org/pdf4/wgq_contracts092922fm.doc)
* [October 6, 2022](https://naesb.org/pdf4/wgq_contracts100622fm.doc)
* [October 25, 2022](https://naesb.org/pdf4/wgq_contracts102522fm.doc)
* [November 17, 2022](https://naesb.org/pdf4/wgq_contracts111722fm.doc)
* [December 6, 2022](https://www.naesb.org/pdf4/wgq_contracts120622fm.doc)
* December 15, 2022