**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 |
|  | Modification | X | Modification |
|  | Interpretation |  | Interpretation |
|  | Withdrawal |  | Withdrawal |
|  |  |  |  |
|  | Principle |  | Principle |
|  | Definition |  | Definition |
|  | Business Practice Standard | X | Business Practice Standard |
|  | 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 September 6, 2024, the WEQ and RMQ Business Practices Subcommittee (BPS) voted out a joint recommendation to adopt the *NAESB Base Contract for the Sale and Distribution Services from DER Aggregations*, *NAESB Conditions Precedent Addendum, and NAESB Distribution Services Base Contract FAQ* in support of Standards Request R24001.

**Recommended Standards:**

NAESB Base Contract for the Sale and Purchase of Distribution Services from DER Aggregations Attachment 1: <https://www.naesb.org/member_login_check.asp?doc=weq_rmq_R24001_rec_090624_attachment1.docx>

NAESB Condition Precedent Addendum Attachment 2: <https://www.naesb.org/member_login_check.asp?doc=weq_rmq_R24001_rec_090624_attachment2.docx>

NAESB Base Contract for the Sale and Purchase of Distribution Services from DER Aggregations FAQ Attachment 3: <https://www.naesb.org/member_login_check.asp?doc=weq_rmq_R24001_rec_090624_attachment3.doc>

**4. SUPPORTING DOCUMENTATION**

**a. Description of Request:**

Request for a standardized pro forma distribution service contract for DER aggregations

**b. Description of Recommendation:**

This recommendation proposes a new standard contract, the NAESB Base Contract for the Sale and Purchase of Distribution Services from DER Aggregations, an addendum to the contract, the NAESB Conditions Precedent Addendum, and a FAQ document, developed in support of the request, jointly submitted by the U.S. Department of Energy

**c. Business Purpose:**

The contract establishes boilerplate terms and conditions that will increase efficiency and introduce new consistencies in transactions between distribution utilities and distributed energy resource (DER) aggregators to procure distribution services. The NAESB Base Contract for the Sale and Purchase of Distribution Services (NAESB Distribution Services Base Contract), provides boilerplate terms and conditions that will minimize uncertainties in the contracting process as well as help reduce costs associated with counterparty negotiations.

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

See the Joint WEQ and RMQ BPS Meeting Minutes:

* February 7, 2024
* March 12, 2024
* April 2, 2024
* April 17, 2024
* April 30, 2024
* May 16, 2024
* May 29, 2024
* June 11, 2024
* June 14, 2024
* July 18, 2024
* July 31, 2024
* August 8, 2024
* August 20, 2024
* September 6, 2024