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

 Accept as requested X Change to Existing Practice

 X Accept as modified below Status Quo

 Decline

**2. TYPE OF MAINTENANCE**

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

 Initiation Initiation

 X Modification X 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 NAESB Request No. R15003 from the NAESB Board Revenue Committee

NAESB WGQ Contracts Subcommittee (SC) reviewed and and discussed revising NAESB WGQ Standard no. 6.3.1 (Base Contract) per the request as follows:

Add a new clause to add to the WGQ Base Contract (Standard No. 6.3.1) which conveys the concept of the following suggested (*pro-forma*) language:

The parties to this Contract represent and warrant that at least one of the parties has a valid right to use this Contract, either through a contract purchase from NAESB or another valid acquisition method.

Based on the review and discussions the SC hereby recommends revision to the Base Contract’s existing DISCLAIMER Provision per the attached Exhibit A.

**STANDARDS LANGUAGE:**

**4. SUPPORTING DOCUMENTATION**

**a. Description of Request:**

The NAESB Board Revenue Committee is concerned that many entities are using the NAESB Base Contract, knowingly or unknowingly, without having purchased it from NAESB, or otherwise having a valid right to utilize it. Adding language as set forth above under R15003 was discussed at Revenue Committee meetings and the proposed modification to the contract language was determined to be the proper course of action.

**b. Description of Recommendation:**

**WGQ Contracts Subcommittee**

WGQ Contracts Subcommittee (SC) recommendation is to adopt the revised NAESB Base Contract’s DISCLAIMER provision per the attached Exhibit A.

See the SC meeting minutes, meeting minute attachments, filed comments and various document drafts for the supporting documentation, discussion, and voting records for the following dates:

August 4, 2015

September 8, 2015

October 6, 2015

Industry members participating in the meetings from time to time and submitting comments included approximately 36 individuals representing 33 separate entities.

**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.