

Calpine Corporation  
Creditworthiness Standardization Process  
Proposals:

II.

C. Types of Alternative Credit Assurances:

1. A non-creditworthy Service Requester (SR) should provide one following forms of credit assurances (at its own choosing):
  - (i) An irrevocable letter of credit;
  - (ii) Prepayment of service;
  - (iii) Security interest;
  - (iv) Surety bond;
  - (v) Parental guarantee.
2. The Transportation Service Provider (TSP) and Service Requester (SR) may also agree that, in lieu of providing the credit assurances in NAESB WGQ Standard [z8], other mutually agreeable forms of credit assurances can be provided.
3. The TSP should provide the SR with an opportunity to earn interest on prepayments of service. The TSP can either pay the SR the interest itself, or give the SR the option to designate an escrow account to which the TSP may gain access to payments for services if needed.

C. 1. Customer Initiated Creditworthiness Reevaluation

4. A non-creditworthy Service Requester (SR) may initiate a credit status reevaluation at any time, subject to the following limitations:
  - (i) The SR's reevaluation request cannot be made earlier than thirty days from the previous credit evaluation or a substantive event has occurred that, in the opinion of the SR would likely lead to a creditworthy determination.
5. A Transportation Service Provider (TSP) should provide the SR written notification of its re-evaluated credit determination within a specific period of time.