

NAESB Creditworthiness Standards Development
Proposed Standard by Duke Energy Gas Transmission

Work Plan Item:

II. H. Maximum Level of Credit Alternatives Credit

The Transportation Service Provider's tariff should specify the amount of alternative credit assurance that will be required of a Service Requester that is no longer creditworthy.

Notes:

Requiring the TSP to state objectively in its tariff the amount of credit assurance required will ensure that:

- the requirements can readily be determined by referring to the tariff,
- the criteria remain the same from customer to customer, so the pipeline does not act in an unduly discriminatory manner,
- the requirements have been reviewed and approved by the Commission, and
- the pipeline will have the flexibility to specify in its tariff an amount of credit assurance that is suitable to its particular financial requirements.