

NAESB REQ/RGQ Glossary Subcommittees - Comparison of REQ/RGQ Subcommittees Usage of Terms

Term	SUIS	CPS	UBP	Comments	SUIS Need for July 03
Applicable Regulatory Authority	Applicable Regulatory Authority: The state regulatory agency or other local governing body that provides oversight, policy guidance, and direction to any parties involved in the process of providing energy to retail access Customers through regulations and orders.	<i>Used, not defined.</i>	Applicable Regulatory Authority - The state regulatory agency or other local Governing Body that provides oversight, policy guidance and direction to energy utilities and market participants through regulations and orders.	<i>SUIS eliminated reference to Market Participants to eliminate the additional defined term. Used "parties involved in providing energy to retail access Customers", instead.</i>	Yes
Applicant	Applicant: The party seeking credit from another party. Either the Supplier or the Distribution Company may take on the role of Applicant.	<i>Specific to creditworthiness</i>		<i>Changed 5/15/03</i>	Yes
Billing Party	Billing Party: The party performing billing services for one or more parties.	<i>Used, not defined.</i>			Yes
Cash Deposit	Cash Deposit: Money provided by one party to the other to secure performance of an agreement or compensate for possible loss or damage.	<i>Specific to creditworthiness</i>		<i>Moved to definitions at 5/15/03 SUIS Mtg</i>	Yes
Certificate of Incumbency	Certificate of Incumbency (Secretary Certificate): A document attesting to the name and signature of the officers authorized to sign the Guaranty.	<i>Specific to creditworthiness</i>			Yes
Challenge	Challenge: The Applicant's request for a review of the Creditor's creditworthiness determination made shortly after that determination.	<i>Specific to creditworthiness</i>			Yes
Confidential Information	Confidential Information: Nonpublic information concerning the financial condition of the Applicant, or any of the Applicant's affiliates, that is disclosed to the Creditor by the Applicant or Applicant's affiliates.	<i>Specific to creditworthiness</i>			Yes

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Consolidated Billing Option	Consolidated Billing: The Billing Party renders a Customer bill consolidating the energy, transmission/transportation and distribution charges of the Distribution Company and the Supplier, for which a single payment from the Customer is expected. <i>(CPS 5/13-14/03)</i>	Consolidated Billing: The Billing Party renders a Customer bill consolidating the energy, transmission/transportation and distribution charges of the Distribution Company and the Supplier, for which a single payment from the Customer is expected. <i>(CPS 5/13-14/03)</i>	Consolidated Billing Option - A Customer billing option that combines Utility and Supplier charges on one statement.	<i>SUIS will use new CPS definition (SUIS needs to make change in Draft 8)</i>	Yes
Credit Application Form	Credit Application Form: The Creditor's form for obtaining identification and financial data about an Applicant.	<i>Specific to creditworthiness</i>			Yes
Creditor	Creditor: The party granting credit to another party. Either the Supplier or the Distribution Company may take on the role of Creditor.	<i>Specific to creditworthiness</i>		<i>Changed 5/15/03</i>	Yes
Cure Period	Cure Period: A provision in a contract allowing a defaulting party to fix the cause of a default, for example a repayment grace period.	<i>Specific to creditworthiness</i>		<i>Proposed definition from Investorwords.com -- not reviewed by SUIS</i>	Yes
Distribution Company	Distribution Company: A regulated entity that constructs and maintains the distribution facilities which deliver energy to the Customer.	Not used. Uses Utility instead.		<i>SUIS uses this term rather than "Utility" to narrow scope of Creditworthiness to retail, not wholesale, transactions.</i>	Yes
Event-Driven Reconsideration	Event-driven Reconsideration: A re-evaluation of an Applicant's creditworthiness performed in response to a material change in its credit rating or financial condition.	<i>Specific to creditworthiness</i>			Yes
Governing Documents	Governing Documents: Documents that determine the interactions among parties, such as: regulatory documents (e.g., tariffs, rules, regulations), contractual agreements, and Distribution Company operational manuals.	Used, not defined.	Governing Documents - The documents that prevail over the relationship between a Supplier and Utility. These documents include but are not limited to: Supplier Service Agreement, Billing Services Agreement; Trading Partner Agreement, Utility and Supplier tariffs	<i>SUIS Word change (5/15/03)--added "e.g." to paranthetical phrase</i>	Yes

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Guarantor	Guarantor: The entity who <u>that</u> agrees to guarantee the Applicant's financial obligations, recognizing that such entity will be ultimately obligated to meet the Creditor's creditworthiness requirements.	<i>Specific to creditworthiness</i>	Guarantor - An entity that provides a formal assurance as security that another's debt or obligation will be fulfilled.	<i>SUIS Word change (5/15/03)--changed "who" to "that"</i>	Yes
Guaranty	Guaranty: A formal assurance of the Guarantor's obligation to pay up to a fixed amount to the beneficiary, upon certain conditions contained in that guaranty being met.	<i>Specific to creditworthiness</i>		<i>SUIS revised definition</i>	Yes
Letter of Credit	Letter of Credit: A letter issued by a bank authorizing the bearer to draw a stated amount of money from the issuing bank, its branches, or other associated banks or agencies, provided that the terms of the letter are met.	<i>Specific to creditworthiness</i>		<i>Moved to definitions at 5/15/03 SUIS Mtg</i>	Yes
Material Change	Material Change: Any change in the Applicant's (or Guarantor's) financial or other condition that might reasonably affect the amount of unsecured credit extended to that Applicant or may impact the Applicant's ability to perform on its obligations.	<i>Specific to creditworthiness</i>			Yes
Non-Billing Party	Non-Billing Party: The party whose charges are being combined into a statement (or invoice) prepared and rendered by another party.	<i>Used, not defined.</i>			Yes
Prepayment	Prepayment: Money provided by one party to the other to pay for goods or services not yet rendered, to secure performance of an agreement or compensate for possible loss or damage.	<i>Specific to creditworthiness</i>		<i>Moved to definitions at 5/15/03 SUIS Mtg</i>	Yes
Security Interest in Collateral	Security Interest in Collateral: A right, title, claim, or share in assets that exists by contract as security for payment or performance of an obligation that is acceptable to the creditor.	<i>Specific to creditworthiness</i>		<i>Moved to definitions at 5/15/03 SUIS Mtg</i>	Yes

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Single Retail Supplier Billing	Single Retail Supplier Billing: The Supplier renders a Customer bill for all energy, transmission/transportation, and distribution related charges. The Supplier purchases or otherwise acquires energy, transmission/transportation and distribution related services, and therefore all charges on the bill are supplier charges. A single payment from the Customer is expected. <i>(New name for defined term and revised definition, 5/13-14/03 Meeting)</i>	Single Retail Supplier Billing: The Supplier renders a Customer bill for all energy, transmission/transportation, and distribution related charges. The Supplier purchases or otherwise acquires energy, transmission/transportation and distribution related services, and therefore all charges on the bill are supplier charges. A single payment from the Customer is expected. <i>(New name for defined term and revised definition, 5/13-14/03 Meeting)</i>		<i>Replaces Single Retailer (SUIS should use new CPS definition)</i>	Yes
Supplier	<i>Supplier: Persons engaged in the competitive sale of energy to end-users.</i>	<i>Used, not defined.</i>	Supplier - Any entity that sells energy to Customers using the transmission and/or distribution system of a Utility.	<i>SUIS definition attempts to differentiate between a Distribution Company selling under bundled rates and a competitive supplier</i>	Yes
Surety Bond	<i>Surety Bonds: An insurance policy that covers payments to the principal in the event that the other party does not perform under the contract.</i>			<i>Moved to definitions at 5/15/03 SUIS Mtg</i>	Yes
Switch Request	<i>Switch Request - A request from a Supplier to switch a Customer to begin receiving service from that Supplier.</i>		Switch Request - A request from a Supplier to switch a Customer to begin receiving service from that supply Supplier.	<i>Added as defined term 5/15/03 SUIS Mtg, used UBP glossary definition</i>	Yes