

PSC NO. 1 GAS
Liberty Utilities (St. Lawrence Gas) Corp.
Initial Effective Date: 05/01/2021

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Revision: 0
Superseding Revision:

GENERAL INFORMATION

2. General Rules, Regulations, Terms and Conditions: (Cont'd)

XI. Additional Terms and Conditions Applicable to Transportation Service (Cont'd)

O. Business Rules Generic To Aggregation And Large Volume Transportation Customers: (Cont'd)

1. Creditworthiness (Cont'd)

e. Retail Customers Procuring Their Own Energy (Direct Customers)

The aforementioned creditworthiness standards shall be waived for a customer procuring its own energy, provided that such customer's accounts are current and have been maintained current for twelve (12) months, and provided that the customer's long-term unsecured debt securities are, and remain, rated a minimum of BBB, Baa2 or BBB by S&P's Moody's or Fitch, respectively. If the customer's debt is not rated, its account with the company must be current, and it must not have a poor payment history with the company for the past twenty-four (24) months.

f. Lockbox Mechanism

An alternative security mechanism for Marketers will be available in the form of a "lockbox" for any of the security requirements specified above in mutual agreement with the company. A lockbox will reduce any security requirements to 50% of what would otherwise be required. Under the lockbox, a Marketer's customers' payments will be made to a lockbox, which will be administered by a mutually agreed upon entity. All costs associated with implementing and administering the lockbox will be the responsibility of the Marketer. The allocation of funds in the lockbox between the company and the Marketer, and other administrative rules, must be agreed to by both parties, with the company having first rights on funds in the lockbox to offset company charges. The administrative rules will specify the terms under which the lockbox mechanism will be terminated for non-compliance. The company, after petition to the Commission, is permitted to terminate the lockbox and request full security if expected customer payments are not received in a timely manner.