

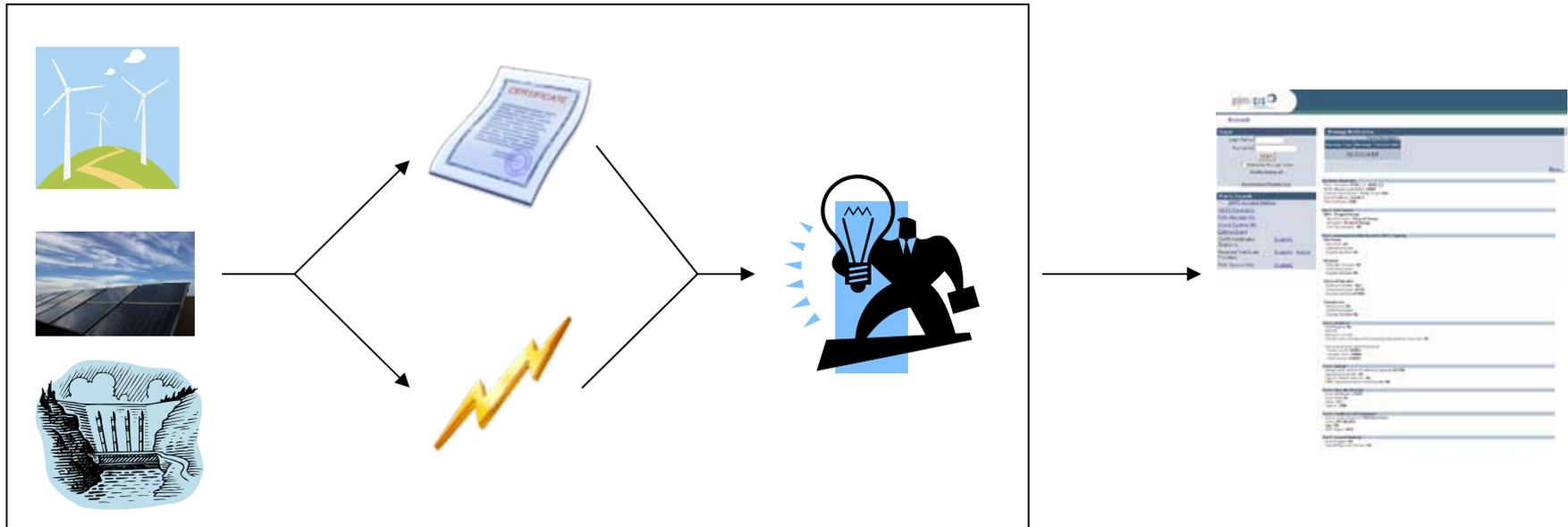
First: REC Creation

Step 1

Step 2

Step 3

Step 4

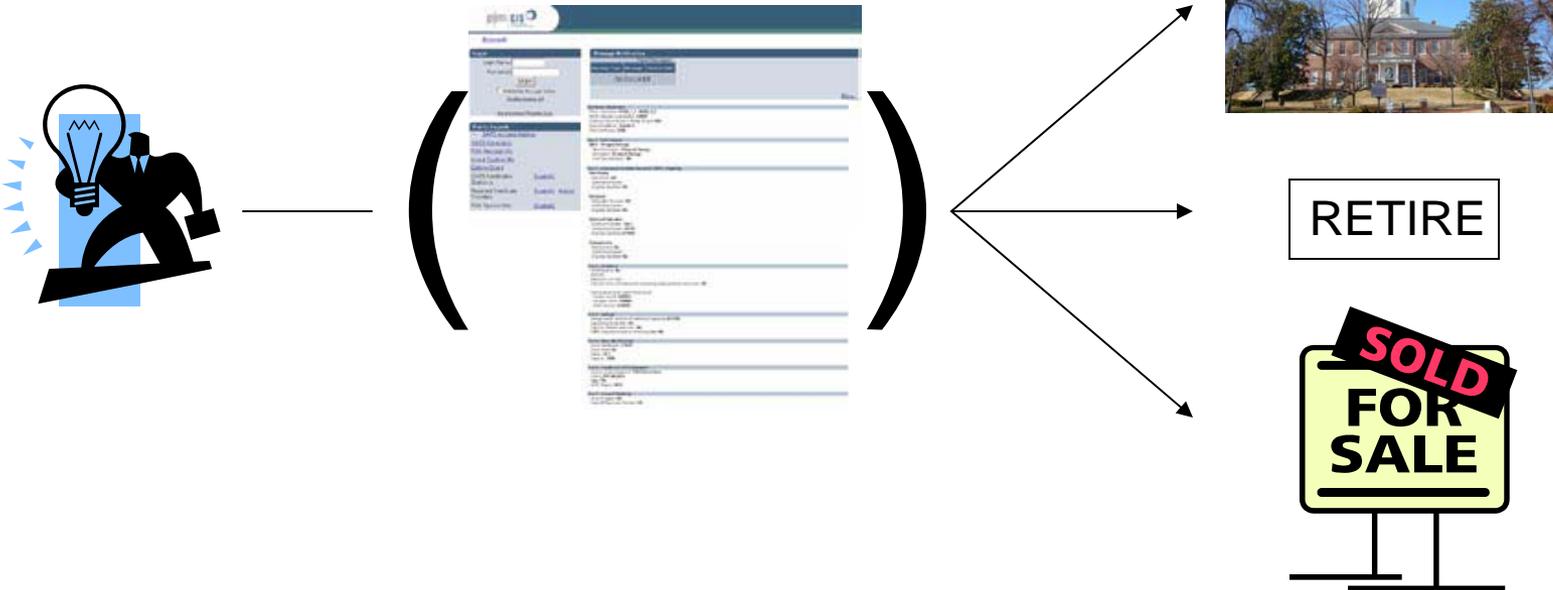


1. Renewable generator produces 1-MWh of electricity.
2. For every 1-MWh of renewable electricity produced, one REC is created.
3. An entity purchases the electricity and the subsequent REC.
4. Each step has been recorded automatically in the GATS system.

Next: REC Usage

Step 1

Step 2



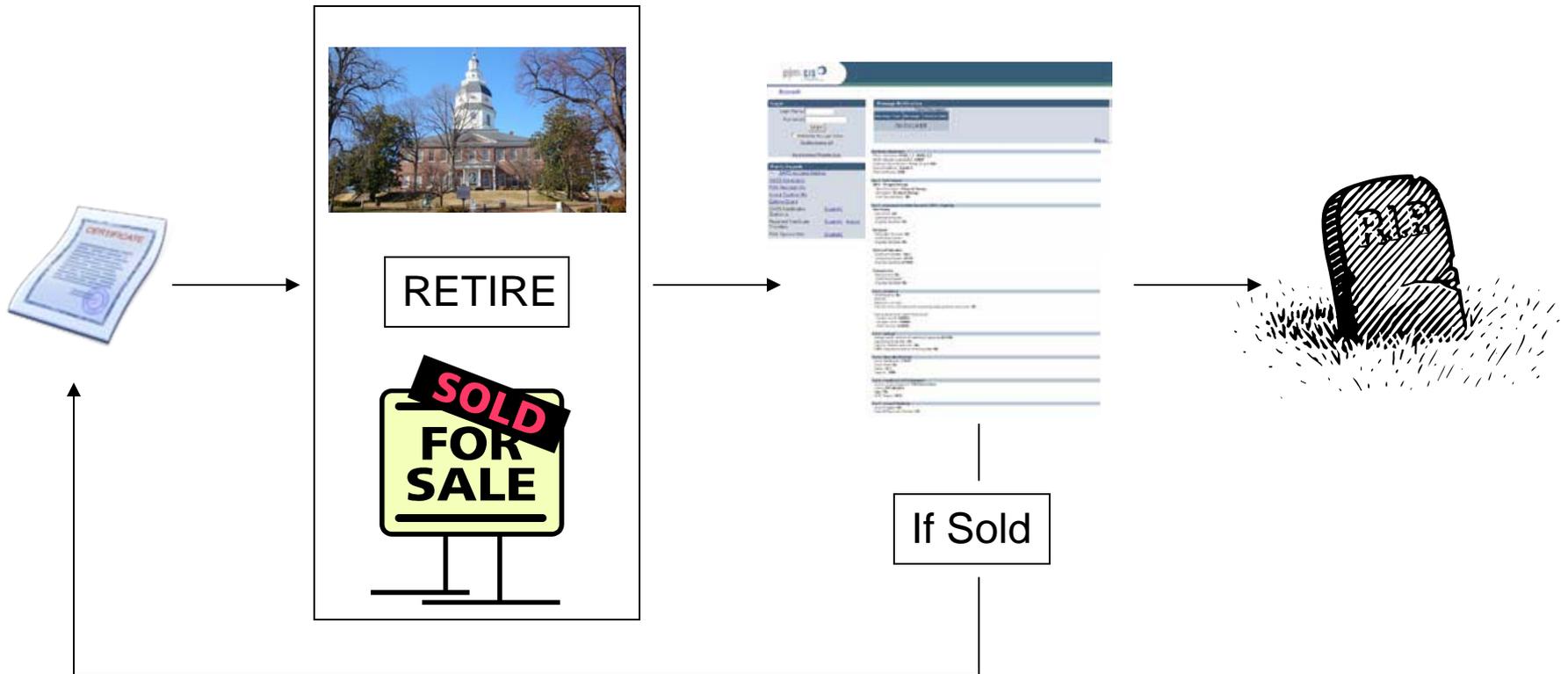
1. The REC owner uses GATS to transfer the REC.
2. The REC can be used for state regulatory purposes, retirement, or for sale to another REC purchaser.

Final: REC End

Step 1

Step 2

Step 3



1. The REC is used to fulfill state regulatory purposes, is retired, or is sold.
2. Use of the REC is recorded in the GATS system.
3. The REC becomes unavailable for any future use.