

## **Missouri River Energy Services**

### **Renewable Energy Certificate Program Principles**

1. MRES offers a REC Management Program (Program) as an additional benefit to members. MRES S-1 members are allocated an annual share of renewable energy certificates (RECs) by the Western Area Power Administration (WAPA). RECs allocated to members by WAPA are herein referred to as WAPA RECs. MRES will manage WAPA RECs on the member's behalf in accordance with the terms and conditions of the REC Designated Entity Contract between the member, MRES, and WAPA and this Program.
2. MRES will manage each member's WAPA RECs in the Midwest Renewable Energy Tracking System (M-RETS).
3. Members may retire WAPA RECs to make a renewable or carbon-free energy claim or meet a compliance obligation required by law. Upon retirement, a WAPA REC cannot be transferred, sold, or otherwise used toward another environmental claim or compliance obligation.
4. Members may sell their current-year WAPA RECs to MRES, and any such RECs will be purchased by MRES at a rate set annually by the MRES Board of Directors. The rate established by the Board of Directors will seek to reflect current REC market conditions. Members that sell WAPA RECs to MRES represent, warrant, and covenant that such RECs sold to MRES have not previously been used by the member to support any environmental claim or to satisfy any compliance obligation. Further, upon the sale of a WAPA REC, such REC cannot be used by the member to support any environmental claim or to satisfy any compliance obligation.
5. Members may purchase RECs or other environmental attribute certificates from MRES to satisfy any compliance obligation imposed by law and/or to meet any voluntary renewable or carbon-free energy goals of the member.
6. Members will designate the amount of RECs, if any, they want to retire, sell, or purchase on the REC Election Form that MRES distributes annually to each member. Members electing to sell WAPA RECs to MRES will be paid based on the actual amount of WAPA RECs allocated to the member by WAPA, with payment made by MRES within 30 days of WAPA transferring the WAPA RECs to MRES.
7. Members participating in the Program may not carry over (i.e., bank) WAPA RECs beyond the year the WAPA RECs were allocated to the member.
8. MRES will not market WAPA RECs on behalf of individual members.
9. MRES reserves the right to suspend or terminate the Program upon sixty (60) days advance written notice to participating members. MRES may change these REC Program Principles at its discretion and such change will be effective upon notice thereof being provided to the members.