

Renewable Energy Certificate (RECs)

A Low-Risk Opportunity to Strengthen Environmentally Responsible Brands

Sold separately or in combination with electricity agreements, renewable energy certificates (RECs) represent the environmental attributes or benefits associated with a specific quantity of energy generated from a renewable source, such as solar or wind.

Organizations that use RECs to match their indirect greenhouse gas emissions help fund the operation and development of domestic renewable energy.

A fungible and tradeable commodity, RECs come in two forms – Compliance RECs and Voluntary RECs – with each certificate demonstrating 1 MWh of electricity generated from an eligible renewable energy source.

WHAT are Compliance RECs?

Compliance RECs are available in 29 markets that have mandated regulatory requirements for renewable generation or Renewable Portfolio Standards.

WHAT are Voluntary RECs?

Voluntary RECs are available through the Green-e® certification program to support renewable development in markets without established generation requirements, and to mitigate regulatory premiums in markets where compliance standards. exist.

WHO can benefit?

- Companies looking to make fast progress on sustainability plans
- Environmentally responsible organizations with low-risk appetites
- Companies seeking flexibility in contract term commitments

WHY consider RECs?

- Can buy for a portion, or all, of energy consumption
- Marketing claims tied to reductions in greenhouse gas emissions
- Rapid turnaround time for sustainability impact
- Low price and volume risks with minimal contract complexity

RECs at a glance

Additionality

Low Medium High

Locality / Proximity

Medium High

Technology Type Flexibility

Low Medium High

Sustainability Impact

Low Medium High
Renewable Asset Referencing

Low Medium High

Contract Term Flexibility

Low Medium High

Contracting Time

Weeks Months Years

Price Risk

Low Medium High

Volume Risk

Low Medium High

Budget Certainty

Low Medium High

Contracting Simplicity

Low Medium High

Developer Credit Risk

Low Medium High

Ready to get started? | Visit engiesustainability.com



Are You Creating the Economic Value You Need to Invest in Renewable Energy?

Moving away from strategies that manage price risk alone and toward solutions that optimize both price and quantity consumed enables customers to create sustainable and economic value. With ENGIE's Formula Forward, you can free cash flow to support sustainable initiatives while strengthening environmental responsibility, improving efficiency, and better managing risks.

Unlock More Opportunity with ENGIE's Formula Forward.



NOTE: In Connecticut, suppliers may not market products as "renewable energy" unless the offer is supported by an ownership in or a PPA for a renewable resource used to serve the contract. RECs may originate only from ISO-NE, New York ISO, or PJM control areas and RECs may originate only from sources designed as Class 1.