



North American Energy Markets Association

**Example Definition for  
Environmental Attributes**

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### **Example Definition for “Environmental Attributes”**

“Environmental Attributes” means an aspect, claim, characteristic or benefit associated with the generation of a quantity of electricity by an electricity generation facility that is capable of being measured, verified or calculated, including any and all credits, benefits, emissions reductions, offsets and allowances, howsoever entitled, attributable to the generation of such quantity of electricity by an electricity generation facility and its displacement of conventional, non-renewable electricity generation together with the right(s) to report ownership of such attributes to any agency, authority, or third party. Environmental Attributes shall not include (i) any energy, capacity, reliability or other power attributes from the electricity generation facility; (ii) production tax credits associated with the construction or operation of the electricity generation facility and other financial incentives in the form of credits, reductions or allowances associated with the electricity generation facility that are applicable to a state, provincial or federal income taxation obligation; (iii) fuel-related subsidies, “tipping fees”, or other local subsidies received by the electricity generation facility for the destruction of particular preexisting pollutants or the promotion of local environmental benefits; or (iv) emission reduction credits encumbered or used by the electricity generation facility for compliance with local, state, provincial or federal operating and/or air quality permits.

*\*\*Note: The definition above has subsequently been incorporated into Schedule P of the North American Energy Markets Association Capacity and Energy Tariff.*