

**Determine if you are a regulated party**

Produce Fuel

Create and maintain records

Periodically audit records

Volume of each fuel pathway

Calculate A.F.C.I

Has your LCA score changed from previous year?

YES

NO

Is there an existing applicable pathway?

NO

YES

Use different value from look-up table

Use an approved certifier to determine score

Score of each fuel pathway

Score approved by regulator

Pay Fine

Determination: Does your fuel meet A.F.C.I?

NO

How many credits do you need?

How do you achieve compliance?

Use Banked Credits

Buy Credits or Offsets

Credit Bank

Sell Credits

Credit Trading Scheme

Extra Credits

Invest in infrastructure

Offset program

Long-term Compliance Strategy

Fuel mix

YES

How many credits have you generated?

Have you complied with leakage requirements?

YES

Have you met sustainability criteria?

YES

**Compliance: A regulated entity in a given year is at or below A.F.C.I**

DRAFT MGA LCFS Process Flow Diagram for Compliance 02/09/2010

