1. The Board agreed to undertake a review of the project activity “Controlled combustion of municipal solid waste and sewage sludge and energy generation in Shaoxing City, People’s Republic of China” (2446).

2. The Board agreed that the scope of the review relating to issues associated with validation requirements shall cover a review to assess the additionality of the project activity through an assessment of the suitability of the input values to the investment analysis, in particular:

   (a) The income tax of 33% considering that an income tax of 25% was used in the GSC PDD and changed during validation even when no CAR or CL was raised by the DOE;

   (b) The on-site demand for the sludge drying system as 25% and the heat loss ratio for transportation and distribution as 17%;

   (c) The electricity consumption of 23%; and

   (d) Whether the thermal energy tariff is in line with the actual price charged to industrial consumers.