

**Final Ruling Regarding the Request for Registration of
“Cabo Negro Wind Farm Project, Phase 1” (4103)**

The CDM-Executive Board decided to reject the above proposed project activity on the 29th September 2011, during its 63rd meeting, in accordance with “*Procedures for review of requests for registration*”, version 1.2, EB 55, Annex 40, paragraphs 23, 24 and 28 (the procedures). In accordance with paragraph 27 of the procedures, the rulings shall contain an explanation of the reasons and rationale for the final decision, which are as follows:

- The DOE (TUV-Nord) failed to substantiate and meet the validation requirements for the baseline emission calculation in accordance with the applied methodology AMS I.A, version 13, paragraph 7 and Validation and Verification Manual (VVM), version 1.1, paragraphs 89.
- AMS I.A, version 13, paragraph 7 states that “*The energy baseline is the fuel consumption of the technology in use or that would have been used in the absence of the project activity to generate the equivalent quantity of energy, estimated using one of the following three options:Option 3: the baseline can be a trend-adjusted projection of historic fuel consumption in situations where an existing technology is replaced*”.
- VVM, version 1.1, paragraph 89 states that “*The DOE shall determine whether the equations and parameters in the PDD have been correctly applied by comparing them to those in the selected approved methodology. If the methodology provides for selection between different options for equations or parameters, the DOE shall confirm that adequate justification has been provided (based on the choice of the baseline scenario, context of the proposed CDM project activity and other evidence provided) and that the correct equations and parameters have been used, in accordance with the methodology selected*”.
- The DOE failed to justify the appropriateness of the selected option (option 3) to calculate the baseline emission in accordance with the applied methodology AMS I.A, version 13, paragraph 7 and VVM, version 1.1, paragraph 89 as the option 3 (trend-adjusted projection of historic fuel consumption) is only applicable in situations where an existing technology is replaced, whereas for the proposed project activity, the existing natural gas based power generation system (30.4 MW) within the project boundary operates continuously even after the implementation of the proposed project activity.

Please note, however, that, with appropriate revisions, this project activity may be resubmitted for validation and registration provided it meets the requirements for validation and registration, in accordance with paragraph 42 of the CDM Modalities and Procedures (Decision 3/CMP.1).

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History of the document

Project 4103	Related to EB 55 Annex 40 Paragraphs 23, 24, 27 & 28 29 September 2011	Decision Class: Ruling Document Type: Information Note Business Function: Registration
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