United Nations Framework Convention on Climate Change

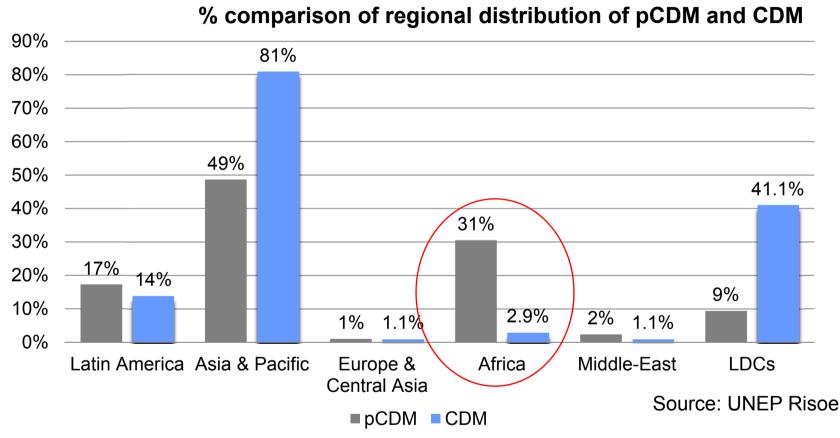
Sixth CDM Roundtable

# Improving standards, guidelines, and procedures for PoAs

Bonn, Germany, 12 October 2012



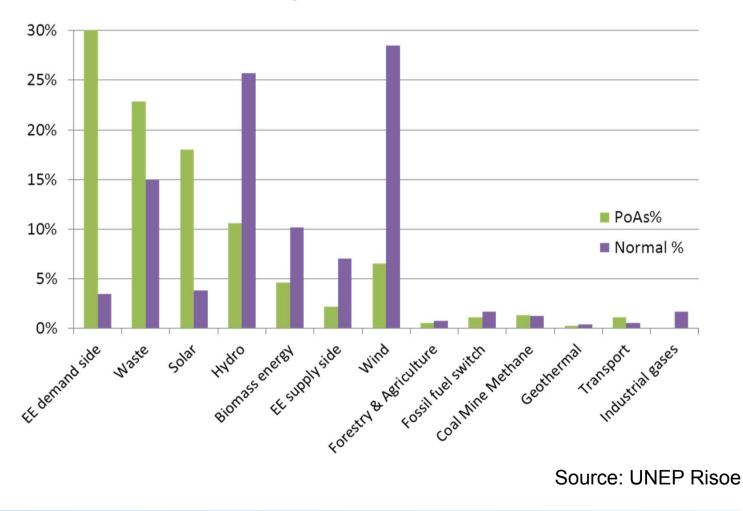
UNFCCC Secretariat SDM programme



 30 registered PoAs, 28% in Africa: 53% in Asia, 17% in Latin America (source: UNFCCC)



# Type of projects in the PoA pipeline

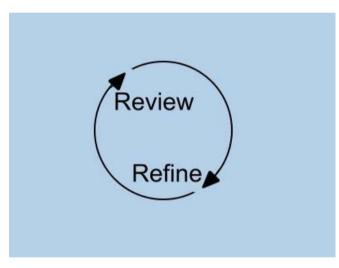


#### Number of PoAs compared to normal CDM



# Background

- CMP.7 requested the CDM Executive Board to further improve PoA guidance;
- PoA standard and Standard for sampling and surveys (EB 65);
- Sampling guidelines; best practice examples (EB 67 and EB 69)
- Work programme to improve PoA guidance (EB 69);
  - a) Proposals to EB 70 on several issues





# Overview- Developing solutions for PoA issues

- Issue 1: Start date of a PoA
- Issue 2: Real case CPA-DDs
- Issue 3: Post-registration changes to PoA-DD and to CPA-DD
- Issue 4: Validation and verification by the same DOE
- Issue 5: Forms and templates to use when both large-scale and SSC methodologies are applied;
- Issue 6: Clarifying issues related to crediting periods of CPAs and PoAs;
- Issue 7: Further clarifying issues related to letters of approvals (LoAs) for a multi country PoA:
- Issue 8: Clarifying issues related to single sampling plan;
- Issue 9: Clarifying application of bundling under a PoA;
- Issue 10: Clarifying issues related to the use of single versus multiple monitoring reports for CPAs;
- Issue 11: Further work on CME management system requirements
   and DOE liability for erroneous inclusion of CPAs



# Start date of a PoA

- Prior consideration rules extended to PoA (CMEs announce commencement to DNAs and secretariat)
- Provisions for <2008 start date excluded
- PoA start date is (a) start date of GSC of PoA-DD or (b) Date of announcement of the PoA to secretariat and DNA



Issue 2: Real case CPA-DDs per technology/methodology or combinations

- Only one real case CPA-DD required as of now
- Multiple real cases if required will be impossible to provide under VVM track deadline of 1<sup>st</sup> Jan 2013
  - a) Vague definition of 'types' of CPAs can lead to numerous real case CPA-DD requirements.
- Impossible to conceive real cases for 28 years implementation span
  - a) Curbs innovation, ability to absorb new technologies
  - b) Immensely increases transaction costs
  - c) Adverse impact on LDCs/SIDs projects



Issue 3: Post-registration changes to PoA-DD and to CPA-DD

- Only changes due to expansion of the boundary included now
- Para 21 to 25 of the PoA standard envisage potential changes (e.g. methodology revised after being put on hold, additional eligibility criteria is stipulated by the Board in view of environmental integrity);
- Changes to use latest additionality rules (e.g. positive list of technologies)
- Changes to apply single sampling plan



- Issue 4: Validation and verification by the same DOE
  a) Criteria for exceptional situations (SSC meth, LDCs?)
- Issue 5: Forms and templates to use when both large-scale and SSC methodologies are applied;
- Issue 6: Clarifying issues related to crediting periods of CPAs and PoAs;
  - a) PoA CP of 7 x 4 (CPAs do not have independent CP); or
  - b) CPA's CP is independent and starts when CPA is included
- Issue 7: Letters of approvals (LoAs) for a multi country PoA
  a) All LoAs upfront versus progressive provision of LoAs
  b) Real case CPA-DD required per country?
- Issue 8: Clarifying issues related to single sampling plan;
   a) Definition of homogeneity
- Issue 9: Clarifying application of bundling under a PoA;



- Issue 10: Clarifying issues related to the use of single versus multiple monitoring reports for CPAs;
- Issue 11: Further work on CME management system requirements and DOE liability for erroneous inclusion of CPAs



#### Next steps

- Secretariat will present proposals to EB 70 on as many issues as possible
- Work will continue on the remaining issues
- Inputs from the round table and DOE forum will be highlighted

