

**CDM-PA7465-RULE01**

## Ruling note

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Request for registration for “Small Hydro Power Project in Chamba, Himachal Pradesh”

Version 01.0



**United Nations**  
Framework Convention on  
Climate Change

1. The CDM-Executive Board decided to reject the above proposed project activity on 20 September 2013, in accordance with the "Clean development mechanism project cycle procedure" (PCP), version 5.0, paragraphs 85, 86 and 88 (the procedures). In accordance with paragraph 89 of the procedures, the rulings shall contain an explanation of the reasons and rationale for the final decision, which are as follows:
  - (a) The DOE (ERMCVS) failed to substantiate: (i) the real and continuing actions undertaken to secure the CDM status for the project activity in accordance with validation and verification standard (VVS), version 2, paragraph 108 (b); and (ii) the monitoring of quantity of net electricity supplied to the grid ( $EG_{\text{facility},y}$ ) in accordance with the monitoring methodology of AMS I.D version 17, paragraph 24.
  - (b) VVS, version 2, paragraph 108 (b) states that "Real and continuing actions were taken to secure CDM status for the project in parallel with its implementation. Evidence to support this could include one or more of the following: contracts with consultants for CDM/PDD/methodology services, draft versions of PDDs and underlying documents such as letters of authorization, and if available, letter of intent, emission reduction purchase agreements (ERPA) term sheets, ERPA or other documentation related to the potential sale of the certified emission reductions (CERs) (including correspondence with multilateral financial institutions or carbon funds), evidence of agreements or negotiations with a DOE for validation services, submission of a new methodology or requests for clarification or revision of existing methodologies to the Board, publication in a newspaper, interviews with the DNA, and earlier correspondence on the project with the DNA or the secretariat."
  - (c) Methodology AMS I.D, version 17, paragraph 24 states that "Measurements are undertaken using energy meters...If applicable, measurement results shall be cross checked with records for sold/purchased electricity (e.g. invoices/receipts)..."
  - (d) There is more than three years gap between the start date of the project activity (16/03/2006) and the CDM consulting contract (04/09/2009), and the internal communications within this period cannot be considered as real and continuing actions to secure the CDM status for the project activity.
  - (e) JMR report (which is a record of the sold/purchased electricity) is used to monitor the quantity of net electricity supplied to the grid ( $EG_{\text{facility},y}$ ), whereas the records of the sold/purchased electricity can only be used to crosscheck the measurement results.
2. 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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### Document information

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<i>Version</i>	<i>Date</i>	<i>Description</i>
01.0	28 October 2013	Initial publication. PCP, Version 5.0 (Paragraphs 85, 86, 88 & 89)

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