Development in the negotiations on the CDM

DNA Forum meeting 13–14 November 2014

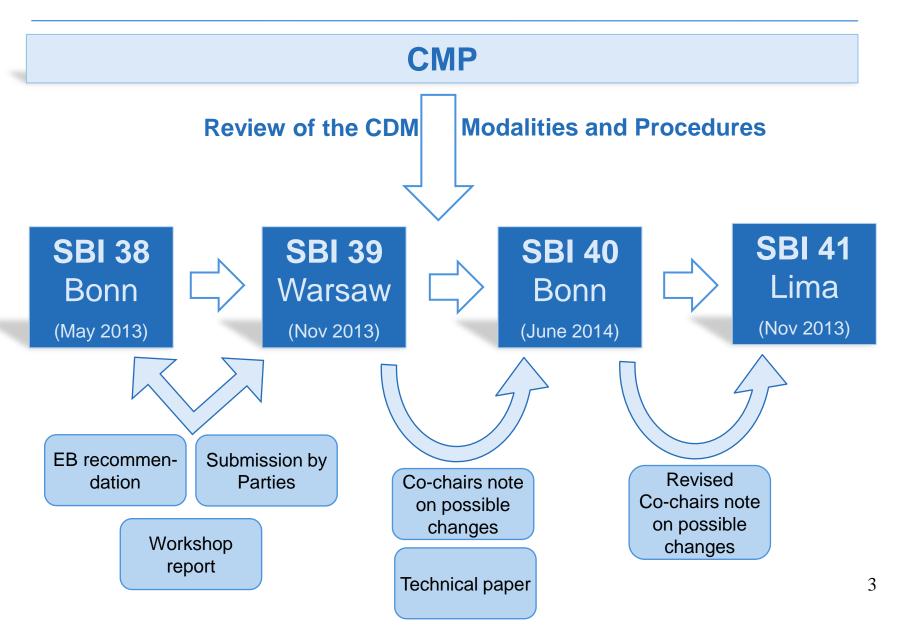


UNFCCC Secretariat SDM programme

- CMP provides annual guidance on the CDM through its decision at each CMP session
- In addition, in December 2012, CMP requested the Subsidiary Body for Implementation (SBI) to prepare recommendations related to the review of the CDM Modalities and Procedures (M&P)
- Since June 2013, the SBI has been working on this matter and taking into account various products to assist Parties in their negotiations:
 - Recommendation of the Board (FCCC/SBI/2013/INF.1)
 - Report of the workshop on the review of the CDM M&P held on 8 - 9 June 2013 (FCCC/SBI/2013/INF.6)
 - Submissions by Parties (FCCC/SBI/2013/MISC.1 and Add.1)
 - Technical paper prepared by the secretariat (FCCC/TP/2014/1)



Process



Possible changes to CDM M&P

- Main areas under consideration:
 - 1. CDM in broader context of post-2020 agreement
 - 2. Board's roles, membership and composition
 - 3. Roles of DNAs
 - 4. DOE liability for significant deficiencies in past validation, verification, certification reports
 - 5. Length of the crediting periods
 - 6. Requirements for demonstrating additionality and sustainable development contributions
 - 7. Simplifying/streamlining project cycle for certain project types
 - 8. Programme of activities provisions
 - 9. Afforestation/reforestation project activities (> SBSTA)



Parties' consideration

- Parties considered possible changes to the CDM M&P, using the cochair's note prepared at SBI 39 in Warsaw (Nov 2013), and taking into account the technical paper prepared by the secretariat
- At SBI 40 in Bonn (June 2014), Parties made progress in their consideration as captured in the revised co-chairs note. However, Parties could not come to conclusions on this agenda item
- Discussions will continue at SBI 41 in Lima (Dec 2014)
- Substantive progress has been captured in the revised co-chairs' note



Looking ahead to Lima

- The next opportunity to further discuss the review of the CDM M&P and accelerate development of different aspects of the review will be in Lima (December 2014)
- However, the progress could be linked to the progress on other more political issues, such as the content of the 2015-agreement, increase of ambition, provision of support and ratification of the Doha amendment
- Nevertheless, in the meantime it is important to make significant improvement to the CDM so that it can continue to play a vital role in the pre- and post-2020 regime



