

**CDM-MP66-AA**

## Annotated agenda

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# Methodologies Panel sixty-sixth meeting

Version 1.0

Date of meeting: 16 to 20 March 2015

Place of meeting: Bonn, Germany



**United Nations**  
Framework Convention on  
Climate Change

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## Annotations to the proposed agenda

### Agenda item 1. Agenda and meeting organization

#### Agenda item 1.1. Opening

1. ► **Action:** The meeting will be opened by the Chair of the Methodologies Panel (Meth Panel).

#### Agenda item 1.2. Adoption of the agenda

2. ► **Action:** The Meth Panel Chair may wish to adopt the proposed agenda for the sixty-sixth meeting.

*Background:* The agenda was drawn up based on submission requests, workplan of panel and working groups for 2015 and mandates from the Board.

### Agenda item 2. Governance and management matters

#### Agenda item 2.1. Membership issues

3. ► **Action:** Members of the Meth Panel may wish to provide statements on any potential conflict of interest concerning the issues on the agenda for the meeting, and take action, as appropriate.

*Background:* In accordance with paragraph 25 of the “Terms of reference of the support structure of the CDM Executive Board (version 04.0)” members of a panel or working group shall abide by the code of conduct of the Board, as well as by the provisions related to conflict of interest and transparency of the Board, taking into account specific confidentiality requirements. They shall declare whether they have a pecuniary or financial interest in an issue presented to them as a member of the panel or working group and refrain from participating in any discussion or decision on the issue”. Such issues include accreditation of operational entities, consideration and approval of methodologies, registration of clean development mechanism (CDM) project activities and/or the issuance of related certified emission reductions. Furthermore, Meth Panel members shall disclose any interest in any matter under discussion before the Meth Panel which may constitute a conflict of interest or which might be incompatible with the requirements of integrity and impartiality expected of a member of the Meth Panel and shall refrain from participating in the work of the Meth Panel in relation to such matter.

#### Agenda item 2.2. Performance management

4. ► **Action:** The Meth Panel may wish to take note of the update on the workplan of panels and working groups for 2015.

*Background:* The workplan specifies products and routine operations that each of the panels and working groups are requested to consider during the year and is as such applicable to the CDM Accreditation Panel (CDM-AP), the Methodologies Panel (Meth Panel), the Small-Scale Working Group (SSC WG), the Carbon Dioxide Capture and

Storage Working Group (CCS WG), and the Afforestation and Reforestation Working Group (A/R WG).

### **Agenda item 2.3. Matters related to the Meth Panel**

5. ► **Action:** The Meth Panel members may wish to take note of the update on the outcomes of the SSC WG 46 meeting.

*Background:* There has been one SSC WG meeting (SSC WG 46 on 27–30 October 2014) since the MP 65 meeting (21–24 October 2014).

6. ► **Action:** The Meth Panel members may wish to take note of the overview of the top-down and bottom-up proposed standardized baselines.

*Background:* The secretariat will brief the Meth Panel on the status of top-down and bottom-up proposed standardized baselines.

7. ► **Action:** The Meth Panel members may wish to take note of the update on the relevant regulatory matters in preparation of the consideration of agenda items for this meeting.

*Background:* The secretariat will brief the Meth Panel on relevant editorial revisions, fast track clarifications, desk reviews and consultancies finalized since the last meeting of the Meth Panel in accordance with the relevant procedures. The procedures for “Development, revision and clarification of baseline and monitoring methodologies and methodological tools (version 01.1)” and for “Procedure for the submission and consideration of standardized baselines” (version 02.0) are available at <http://cdm.unfccc.int/Reference/Procedures/index.html#meth>.

#### **Agenda item 2.3.1. Upcoming deadlines of relevance to stakeholders**

8. ► **Action:** The Meth Panel members may wish to take note of the date for the 67<sup>th</sup> meeting of the Meth Panel (MP 67).

*Background:* The calendar for meetings of the Board and meetings of panels and working groups are approved by the Board.

## **Agenda item 3. Regulatory matters**

### **Agenda item 3.1. Standards/tools**

9. ► **Action:** The Meth Panel may wish to discuss development of two standards with a methodological framework for two specific project types.

*Background:* This work is based on the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Further development of the standardized baselines framework” (EB 82 report, annex 6).

#### **Agenda item 3.1.1. Consideration of revisions of large-scale methodologies and tools**

10. ► **Action:** The Meth Panel may wish to consider the bottom-up and top-down revisions of large-scale methodologies and methodological tools:

- (a) AM\_REV\_0254 (AM0086 Version 03.0): Request for Revision to broaden the scope of AM0086 Version 03.0;
- (b) AM\_REV\_0255 (AM0110 Version 1.0.0): Determination of project emissions from transportation of liquid fuels in complementary routes in trucks in year y (PECR,y) using specific consumptions obtained by sampling;
- (c) To improve the current approach of demonstrating additionality and to update the requirement for the renewal of the crediting period:
  - (i) AM0031: Bus rapid transit projects;
  - (ii) AM0101: High speed passenger rail systems;
  - (iii) ACM0016: Mass Rapid Transit Projects;
- (d) To standardize requirements on additionality:
  - (i) ACM0002: Grid-connected electricity generation from renewable sources;
- (e) To simplify and streamline methodologies and tools:
  - (i) AM0058: Introduction of a new primary district heating system;
  - (ii) ACM0012: Consolidated baseline methodology for GHG emission reductions from waste energy recovery projects;
- (f) To standardize the application of First Order Decay (FOD) model:
  - (i) The methodological tool “Emissions from solid waste disposal sites”;
- (g) To improve the consistency:
  - (i) AM0029: Baseline Methodology for Grid Connected Electricity Generation Plants using Natural Gas;
  - (ii) AM0087: Construction of a new natural gas power plant supplying electricity to the grid or a single consumer;
  - (iii) AM0102: Greenfield cogeneration facility supplying electricity and steam to a Greenfield Industrial Consumer and exporting excess electricity to a grid and/or project customer(s);
  - (iv) AM0107: New natural gas based cogeneration plant;
- (h) To provide a consistent approach for the estimation of upstream leakage emissions:
  - (i) AM0076: Methodology for implementation of fossil fuel trigeneration systems in existing industrial facilities;
  - (ii) AM0084: Installation of cogeneration system supplying electricity and chilled water to new and existing consumers;
  - (iii) AM0089: Production of diesel using a mixed feedstock of gasoil and vegetable oil;

- (iv) AM0091: Energy efficiency technologies and fuel switching in new and existing buildings;
- (i) To simplify and streamline requirements for accounting for leakage emissions from use of biomass residues/biomass from cultivation:
  - (i) The methodological tool: Project emissions from cultivation of biomass;
- (j) To incorporate the elements of the request for clarification AM\_CLA\_0261:
  - (i) Combined tool to identify the baseline scenario and demonstrate additionality;
- (k) To update the default baseline efficiency table:
  - (i) Tool to determine the baseline efficiency of thermal or electric energy generation systems;
- (l) To analyse the applicability:
  - (i) Tool to calculate emission factor of electricity system;
  - (ii) AM0104: Interconnection of electricity grids in countries with economic merit order dispatch.

*Background:* Revisions of approved large-scale methodologies and tools are based on submissions of proposed revised methodologies or tools, upon decision by the Board to revise a methodology or a methodological tool or as prompted by the CMP, or as suggested by a methodological panel or working group or the UNFCCC secretariat in accordance with the procedure “Development, revision and clarification of baseline and monitoring methodologies and methodological tools” (version 01.1). The procedure is available on the UNFCCC CDM website at:  
<<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>.

#### **Agenda item 3.1.2. Global stakeholder consultation/call for public input**

11. ► **Action:** The Meth Panel may wish to specify the outcomes of the meeting which will result in calls for public input.

*Background:* In accordance with the procedure “Development, revision and clarification of baseline and monitoring methodologies and methodological tools (version 01.1)”, available on the UNFCCC website at  
<<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>> the secretariat shall make the draft recommendation from the panel or working group to the Board on top-down development of a new methodology or tool and top-down revision of approved methodologies or tools, publicly available on the UNFCCC CDM website for global stakeholder consultation for a period of 15 days. After this period, the secretariat shall make all comments received publicly available on the UNFCCC CDM website.

**Agenda item 3.1.3. Consideration of requests for clarification on large-scale methodologies and tools**

12. ► **Action:** The Meth Panel may wish to consider the submitted request for clarification:
- (a) AM\_CLA\_0265: Procedure to determine the amount of methane that would have been captured and destroyed (by flaring) in the baseline (FCH<sub>4</sub>,BL,y).

*Background:* Requests for clarification are considered by the Meth Panel in accordance with the procedures “Development, revision and clarification of baseline and monitoring methodologies and methodological tools” (version 01.1). The procedure is available on the UNFCCC CDM website at:  
<<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>.

**Agenda item 3.1.4. Consultation on issues related to methodological standards**

13. ► **Action:** The Meth Panel may wish to provide comments on the concept note on “analysis of the implications of allowing requests for revision of a methodology without a draft PDD”.

*Background:* This work is based on the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Simplification of methodologies including digitization to reduce transaction costs” (EB 82 report, annex 8) originating from a request from the CMP (4/CMP.10, para. 5).

14. ► **Action:** The Meth Panel may wish to provide input on digitized methodology specific project design document (PDD) forms covering three methodologies.

*Background:* This work is based on the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Simplification of methodologies including digitization to reduce transaction costs” (EB 82 report, annex 8) originating from a request from the CMP (4/CMP.10, para. 15) and request by the Board, at its eighty-first meeting (EB 81 report, para. 51).

**Agenda item 3.1.5. Post registration changes**

15. ► **Action:** the Meth Panel may wish to provide input on the request for approval of post registration changes on:

- (a) PRC 3841-001: Municipal Solid Waste (MSW) Composting Project in Ikorodu, Lagos State;

*Background:* In accordance with the current procedure “Clean development mechanism project cycle procedure” available on the UNFCCC website at <[http://cdm.unfccc.int/Reference/Procedures/index.html#proj\\_cycle](http://cdm.unfccc.int/Reference/Procedures/index.html#proj_cycle)> a designated operation entity may submit a request for approval of post registration changes. If the secretariat, during the preparation of the summary note, identifies issues that require inputs from a relevant panel or working group, it shall place the case on the agenda of the next meeting of the panel or working group.

**Agenda item 3.1.6. Other issues**

16. ► **Action:** The Meth Panel may wish to consider the information on new project in the same physical or geographical location of a project whose crediting period has expired.

*Background:* This work is based on a request by the Board, at its eighty-first meeting (EB 81 report, para. 52) and as part of the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) originating from a request from the CMP (3/CMP.9, para. 17).

17. ► **Action:** The Meth Panel may wish to consider the concept note on non-binding best practice examples in methodologies.

*Background:* This work is based on a request by the Board, at its eighty-first meeting (EB 81 report, para. 61) and as part of the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Simplification of methodologies including digitization to reduce transaction costs” (EB 82 report, annex 8).

18. ► **Action:** The Meth Panel may wish to discuss the simplification in monitoring in small-scale and large-scale methodologies.

*Background:* This work is based on the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Simplification of methodologies including digitization to reduce transaction costs” (EB 82 report, annex 8). The Meth Panel, at its 63<sup>rd</sup> meeting agreed to a list of prioritized activities to systematically identify issues associated with monitoring and find solutions.

19. ► **Action:** The Meth Panel may wish to discuss the combinations of methodologies that do not require prior approval.

*Background:* This work is based on a request by the Board, at its eighty-first meeting (EB 81 report, para. 50) and as part of the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Simplification of methodologies including digitization to reduce transaction costs” (EB 82 report, annex 8).

20. ► **Action:** The Meth Panel may wish to discuss the products from project 244 “Development of new methodologies to broaden the applicability of the CDM”.

*Background:* This work is based on the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Development of new methodologies to broaden the applicability of the CDM” (EB 82 report, annex 7).

### **Agenda item 3.2. Guidelines**

21. ► **Action:** The Meth Panel may wish to discuss the concept note on revision of the guidelines for the establishment of sector specific standardized baseline.

*Background:* The work is based on a request by the Board, at its eighty-first meeting (EB 81 report, para. 48) to revise the draft guidelines for development of standardized baselines and as part of the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Further development of the standardized baselines framework” (EB 82 report, annex 6).

22. ► **Action:** The Meth Panel may wish to discuss options to develop sector-wide emission factors.

*Background:* This work is based on the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Further development of the standardized baselines framework” (EB 82 report, annex 6).



23. ► **Action:** The Meth Panel may wish to discuss the revision of the sampling standard/guidelines to include guidelines on conducting surveys.

*Background:* This work is based on the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Simplification of methodologies including digitization to reduce transaction costs” (EB 82 report, annex 8).

24. ► **Action:** The Meth Panel may wish to consider the revision of the “Guidelines on the assessment of investment analysis”.

*Background:* This work is based on a request by the Board, at its seventy-fifth meeting (EB 75 report, para. 57), as part of the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2) and the workplan of project “Simplification of methodologies including digitization to reduce transaction costs” (EB 82 report, annex 8) to develop further guidance on how the cost of equity should be calculated based on “best financial practices”, including an approach for the application of financial models to determine benchmarks against which projects may be compared (e.g. capital asset pricing model (CAPM)), as well as circumstances under which the application of financial models can be considered appropriate (including but not restricted to the CAPM) and to update the default values in annex A of the “Guidelines on the assessment of investment analysis”, taking into account the latest available data.

## Agenda item 4. Conclusion of the meeting

25. ► **Action:** The Meth Panel may wish to approve the internal and external reports of the 66<sup>th</sup> meeting.
26. ► **Action:** The Chair may wish to close the meeting.

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### Document information

Version	Date	Description
01.0	4 March 2015	Initial publication.
Decision Class: Operational Document Type: Annotated agenda Business Function: Governance Keywords: agenda, MP		