

CDM-SSCWG51-AA

Annotated agenda

Small-Scale Working Group fifty-first meeting

Version 1.0

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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 Chair of the Small-Scale Working Group (SSC WG) shall open the fifty-first meeting of the working group.

Agenda item 1.2. Adoption of the agenda

2. ► **Action:** The SSC WG may wish to adopt the proposed agenda for the fifty-first meeting.

Background: The agenda was drawn up based on submission requests, top-down work initiated by the secretariat, workplan of the panel and working groups for 2016 and mandates from the Board.

Agenda item 2. Governance and management matters

Agenda item 2.1. Membership issues

3. ► **Action:** Members of the SSC WG 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. 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.

Agenda item 2.2. Performance management

4. ► **Action:** The SSC WG may wish to take note of the updated workplan of the SSC WG for 2016.

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 SSC WG

5. ► **Action:** The SSC WG may wish to take note of the outcomes of the EB 89 meeting¹ relevant to the work of the SSC WG.

Background: There has been one Board meeting (EB 89 in May 2016) since the SSC WG 50 meeting (11 to 14 April 2016).

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

Background: The secretariat will brief the SSC WG on the status of top-down and bottom-up proposed standardized baselines. The “Procedure for the submission and consideration of standardized baselines (version 02.0)” is available at <<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>.

7. ► **Action:** The SSC WG may wish to take note of the updates on relevant regulatory matters in preparation of the consideration of agenda items for this meeting.

Background: The secretariat will brief the SSC WG on relevant editorial revisions and fast track clarifications finalized since the last meeting of the SSC WG in accordance with the relevant procedures. The procedure for “Development, revision and clarification of baseline and monitoring methodologies and methodological tools (version 02.0)” is available at <<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>.

8. ► **Action:** The SSC WG may wish to take note of the updates on relevant consultancies and desk reviews in preparation of the consideration of agenda items for this meeting.

Background: The secretariat will brief the SSC WG on relevant consultancies and desk reviews undertaken since the last meeting of the SSC WG in accordance with the relevant procedures. The procedure for “Development, revision and clarification of baseline and monitoring methodologies and methodological tools (version 02.0)” is available at <<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>.

Agenda item 2.4. Upcoming deadlines of relevance to stakeholders

9. ► **Action:** The SSC WG members may wish to take note of the date for the 52nd meeting of the SSC WG (SSC WG 52) on 3 to 6 October 2016.

Background: The calendar for meetings of panels and working groups was approved by the Board at its eighty-eighth meeting.

10. ► **Action:** The SSC WG members may wish to set the deadlines for submission to be considered at the 52th meeting of the SSC WG.

Background: The secretariat shall publish the deadlines for the submission of proposals of new methodologies, requests for revisions and request for clarifications to be considered by the SSC WG at its next meeting. The relevant panel or working group

¹ Available at <<http://cdm.unfccc.int/EB/index.html>>.

shall make every effort to initiate the consideration of the proposal at the meeting, taking into account the priorities set by the chair of the panel or working group for that meeting.

Agenda item 3. Regulatory matters

Agenda item 3.1. Standards/tools

11. ► **Action:** The SSC WG may wish to finalize the recommendation on the development of standards with a methodological framework for development of standardized baselines in:

- Energy-efficient appliances for residential application.

Background: The Board considered a concept note on the development of standards with a methodological framework for two specific project types for development of standardized baselines and approved the identified sectors for development of standards for standardized baselines, i.e. energy-efficient appliances for residential application (e.g. air conditioners, refrigerators) and energy efficiency in buildings (EB 85, para. 39). The work is part of the workplan for panels and working groups 2016.

12. ► **Action:** The SSC WG may also wish to continue to work the development of standards with a methodological framework for development of standardized baselines in:

- Energy efficiency in buildings.

Background: The Board considered a concept note on the development of standards with a methodological framework for two specific project types for development of standardized baselines and approved the identified sectors for development of standards for standardized baselines, i.e. energy-efficient appliances for residential application (e.g. air conditioners, refrigerators) and energy efficiency in buildings (EB 85, para. 39). The work is part of the workplan for panels and working groups 2016.

13. ► **Action:** The SSC WG may wish to finalize the recommendation the analysis of requirements in methodologies baseline and/or project emissions from refrigerants used in refrigeration and air conditioning equipment.

Background: The Board at its eighty-eighth meeting (EB 88, para. 47) requested the MP, in consultation with the SSC WG, to identify potential project types and sectors for further work and to draw on the experience and lessons learned with the "Guidelines for establishment of sector specific standardized baseline" and to consider using elements of these guidelines and the work undertaken in this regard. The work is also included in the workplan for panels and working groups 2016.

Agenda item 3.1.1. Consideration of proposed standardized baselines

14. ► **Action:** The SSC WG may wish to continue to work on possible approaches on the "support to the development of top-down standardized baselines":

- Top-down developed standardized baselines applicable to cookstove sector (in collaboration with DNA Kenya, Mali, Malawi, Gambia, Togo and Namibia).

Background: The proposed top-down standardized baselines are developed as part of the further development of the standardized baselines framework (EB 82 report, annex 6). The support to the top-down development of standardized baselines is based under core activities included in the approved workplan of panels and working groups for 2016 (EB 88 report, annex 2). Further information may be found at: < <http://cdm.unfccc.int/EB/index.html>>.

Agenda item 3.1.2. Consideration of new small-scale methodologies and tools

15. ► **Action:** The SSC WG may to recommend for approval the proposed new small-scale methodologies/tools:
- SSC-NM100: Emissions reductions for vehicle fleets through efficiency improvements and CO2 decomposition and reforming retrofits.

Background: New small-scale methodologies and tools are developed based on submissions of proposed new methodologies, upon decision by the Board to develop a new methodology 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 02.0)”, as part of the routine operation of the SSC WG. The relevant procedure is available on the UNFCCC CDM website at: <<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>.

Agenda item 3.1.3. Consideration of revisions of small scale methodologies and tools

16. ► **Action:** The SSC WG may wish to recommend for revision of the bottom-up and top-down revisions of small-scale methodologies:
- (a) AMS-III.AJ “Recovery and recycling of materials from solid wastes” related to the submission SSC_721: Methodology AMS-III.A.J (to cover glass recycling);
 - (b) AMS-I.E “Switch from non-renewable biomass for thermal applications by the user” and AMS-II.G “Energy efficiency measures in thermal applications of non-renewable biomass” to address identified issues and provide a consistent approach in the two cook stove methodologies;
 - (c) Approved methodologies (i.e. AMS-III.BK, AMS-III.Y and AMS-III.F) as a part of the work on developing agriculture CDM.
 - (d) Methodologies to include references to the revised methodological tool “Project and leakage emissions from biomass”(TOOL 16);
 - (e) ACM0017: Production of biodiesel for use as fuel” (input to Meth Panel);
 - (f) Methodologies to replace the term “indirect emissions” with “leakage” prioritizing the methodologies that are most commonly used.

Background: Revisions of approved small-scale methodologies are developed based on submissions of proposed revised methodologies, upon decision by the Board to revise a methodology or as prompted by the CMP, or as suggested by a methodological panel or working group or the UNFCCC secretariat in accordance with the procedures

“Development, revision and clarification of baseline and monitoring methodologies and methodological tools” (version 2). The methodology related procedures are available on the UNFCCC CDM website at:

<<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>.

Agenda item 3.1.4. Consideration of requests for clarification on small-scale methodologies and tools

17. ► **Action:** The SSC WG may wish to take note of the electronic consultation outcome related to the request for clarification conducted as fast track:

- SSC_722 Clarification on the accounting of emission reductions for projects involving capacity additions.

Background: Requests for clarification are considered by the SSC WG in accordance with the procedures “Development, revision and clarification of baseline and monitoring methodologies and methodological tools” (version 02). The procedure is available on the UNFCCC CDM website at:

<<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>.

Agenda item 3.1.5. Consultation on issues related to methodological standards/concept notes

18. ► **Action:** The SSC WG may wish to finalize the recommendation on the revision of the consolidated small-scale and microscale additionality tools with updated positive lists.

Background: This work is based on the approved workplan of panels and working groups for 2016. The Board, at its seventy-seventh meeting considered an information note recommended by the SSC WG at its 43rd meeting and provided guidance to the SSC WG on the revision of the guidelines on demonstrating additionality of small-scale and micro-scale project activities (EB 77, para 63). In accordance with the procedure “Development, revision and clarification of baseline and monitoring methodologies and methodological tools (version 02.0)”, available on the UNFCCC website at:

<<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>

19. ► **Action:** The SSC WG may wish to finalize the following concept notes:

- “Methodology for exploration of methodological options for developing urban CDM” (previous title: “Methodology for integrated mitigation action at the city level”);

Background: This work is based on a mandate given by the Board in its eighty-sixth meeting (EB 86 report para. 36, 38 and 39), is included in the approved workplan for panels and working groups for 2016 and the workplan of project “Development of new methodologies to broaden the applicability of the CDM” (EB 82 report, annex 7). The products are to be finalized as joint products with the secretariat and the Meth Panel (as mentioned after the items above).

20. ► **Action:** The SSC WG may wish to initiate the work on the following concept notes:

- (a) Prioritizing areas for new methodological developments in agriculture CDM, taking into account the criteria provided by the Board;

(b) "Proposal on top-down methodological work for the transport sector".

Background: This work is based on a mandate given by the Board in its eighty-ninth meeting (EB 89 report para. 33 and 34), The products are to be finalized as joint products with the secretariat and the Meth Panel.

21. ► **Action:** The SSC WG may wish to provide input on the concept note on "Cost-effective approaches for monitoring".

Background: This work is based on the mandate from the CMP at its eleventh meeting to develop more cost-effective and context-appropriate approaches for monitoring, reporting and verification with a focus on project activities involving households and communities (6/CMP.11, para. 15) and also covers the mandate given by the Board at its eighty-seventh meeting (EB 87 report para. 45) and CDM-EB82-A08. The work is included in the approved workplan for panels and working groups for 2016 (EB 88, Annex 3).

22. ► **Action:** The SSC WG may wish to provide input on the concept note on the development of standards with a methodological framework for specific project types.

Background: This work is based on a mandate provided by the Board at its eighty-eighth meeting (EB 88, para. 47) and included in the workplan for panels and working groups 2016 (EB 88, annex 3), to identify potential project types and sectors for further work and to draw on the experience and lessons learned with the "Guidelines for establishment of sector specific standardized baseline" and to consider using elements of these guidelines and the work undertaken in this regard. This work is developed in consultation with the Meth Panel.

Agenda item 3.1.6. Post registration changes

23. ► **Action:** The Board may wish to take note that no post registration change for small-scale methodologies and tools is to be considered at this meeting.

Background: No request for input to post registration change on small-scale methodologies and tools has been requested since the last meeting for the SSC WG (SSC WG 50).

Agenda item 3.2. Other issues

24. ► **Action:** The SSC WG may wish to continue working on the concept note related to further work on additionally, including probabilistic approaches for additionality and criteria for negative lists.

Background: The work is based on a request by the Board, at its eighty-fifth meeting (EB 85 report para. 38) and the approved workplan for panels and working groups 2016 (EB 88, annex 3) to revise the concept note in a joint recommendation with the secretariat, assessing the possibility and potential implications of: (a) Introducing probabilistic approaches for additionality, taking into account, inter alia, their usability, the data requirements and how they may relate to the sensitivity analysis of investment analysis; (b) Determining criteria for negative lists and developing negative lists of project types that are clearly not additional; (c) Reassessing in specific situations the baseline scenario at the time of renewal of the crediting period; (d) Removing the requirement of prior consideration; (e) Removing the first of its kind as an approach to demonstrate

additionality; (f) Introducing a threshold beyond which CDM projects are considered in the common practice analysis.

25. **►Action:** The SSC WG may wish to provide input to the list of methodologies to be revised following the revision of the
- Methodological tool: “Project and leakage emissions from biomass” (TOOL 16).

Background: The Meth Panel is working on a revision of Tool 16. The recommendation for a proposed revised methodological tool shall include a list of the existing approved methodologies that would need to be revised due to the effectiveness of the revised methodological tool. In accordance with the procedure “Development, revision and clarification of baseline and monitoring methodologies and methodological tools (version 02.0)”, available on the UNFCCC website at:
<<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>

Agenda item 4. Conclusion of the meeting

26. **►Action:** The SSC WG may wish to approve the internal and external reports of the 51st meeting.

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