

CDM-POA6810-RULE01

Ruling note

Rationale for the rejection of PRC-6810-002

Version 01.0



United Nations
Framework Convention on
Climate Change

1. The CDM-Executive Board decided to reject the proposed request for post-registration changes (PRC) for CDM programme of activities 6810 on 29th July 2019, in accordance with the “CDM project cycle procedure of project of activities” (PCP-PoA), version 02.0, paragraph 162. Further, in accordance with paragraph 163 of the PCP-PoA, the ruling shall contain an explanation of the reasons and rationale for the final decision, which are as follows:
 - (a) The DOE (TÜV NORD CERT GmbH, TÜV NORD) in its validation opinion concluded that the proposed post registration change renders the CPA 6810-0001 not additional. Further the DOE also failed to validate the post-registration change in accordance with CDM validation and verification standard for programme of activities (VVS-PoA), version 02.0, paragraph 279.
 - (b) The relevant requirement is:
 - (i) VVS-PoA, version 02.0, paragraph 279 states “When conducting the validations referred to in paragraphs 274–278 above, in case of actual changes, the DOE shall, by means of an on-site inspection (where conducted in accordance with paragraph 183 or 184 above) and a review of the revised PoA-DD or CPA-DD submitted by the coordinating/managing entity that describes the nature and extent of the actual changes, determine whether this description accurately reflects the implementation, operation and monitoring of the modified PoA or CPA”;
 - (c) The reasons and rationale for the final decisions are:
 - (i) The DOE has concluded that the proposed post-registration change, i.e. the change in the amount of net electricity supply renders the CPA 6810-0001 not additional, and issued a negative validation opinion;
 - (ii) The DOE has failed to validate the proposed post-registration change in accordance with CDM validation and verification standard for programme of activities (VVS-PoA), version 02.0, paragraph 279 as it did not address the inconsistencies in the CPA-DD for the CPA 6810-0001 and the validation report, as follows:
 - a. The CPA-DD describes the increase of capacity from 18 MW to 21.6 MW as the post registration changes, whereas the validation report confirms that there is no change of capacity;
 - b. The CPA-DD recalculates the IRR as 11.75% whereas, the validation report recalculates the IRR as 15.64%;
 - c. The CPA-DD in its appendix 6 describes that the CME will only claim CERs at up to a maximum 20% of the original capacity or annual ante net electricity supply to the national power grid, whereas such provision is not described in the validation report.

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