

CDM-SSCWG50-AA

Annotated agenda

Small-Scale Working Group fiftieth meeting

Version 1.0

Date of meeting: 11 to 14 April 2016

Place of meeting: Bonn, Germany



United Nations
Framework Convention on
Climate Change

TABLE OF CONTENTS	Page
ANNOTATIONS TO THE PROPOSED AGENDA	3
AGENDA ITEM 1. AGENDA AND MEETING ORGANIZATION	3
Agenda item 1.1. Opening.....	3
Agenda item 1.2. Adoption of the agenda.....	3
AGENDA ITEM 2. GOVERNANCE AND MANAGEMENT MATTERS	3
Agenda item 2.1. Membership issues	3
Agenda item 2.2. Performance management	3
Agenda item 2.3. Matters related to the SSC WG	3
Agenda item 2.3.1. Upcoming deadlines of relevance to stakeholders 4	4
AGENDA ITEM 3. REGULATORY MATTERS	4
Agenda item 3.1. Standards/tools	4
Agenda item 3.1.1. Consideration of new standardized baselines 5	5
Agenda item 3.1.2. Consideration of new small-scale methodological standards/tools	6
Agenda item 3.1.3. Consideration of revisions of methodological standards/tools	6
Agenda item 3.1.4. Consideration of requests for clarification on small-scale methodologies and tools.....	7
Agenda item 3.1.5. Global stakeholder consultation/call for public input 8	8
Agenda item 3.1.8. Other issues.....	9
AGENDA ITEM 4. CONCLUSION OF THE MEETING	10

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 Small-Scale Working Group (SSC WG).

Agenda item 1.2. Adoption of the agenda

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

Background: The agenda was drawn up based on submission requests, top-down work initiated by the secretariat, requests from the SSC WG 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, 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”.

Agenda item 2.2. Performance management

4. **►Action:** The SSC WG may wish to take note of the update on the workplan of panels and working groups 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 members may wish to take note of the update on the outcomes of the EB 86 - EB 88 meetings.

Background: There have been three Board meeting (EB 86 in October 2015, EB 87 in November 2015 and EB 88 in March 2016) since the SSC WG 49 meeting (29 September to 02 October 2015).

6. **►Action:** The SSC WG members may wish to take note of the update on the outcomes of the MP 69 meeting.

Background: There have been two Meth Panel meetings (MP68, 5-9 October 2015 and MP 69, 4-8 April 2016) since the SSC WG 49 meeting.

7. **►Action:** The SSC WG 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 SSC WG on the status of top-down and bottom-up proposed standardized baselines.

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

Background: The secretariat will brief the SSC WG on relevant editorial revisions, fast track clarifications, desk reviews, consultancies finalized since the last meeting of the SSC WG in accordance with the procedures for “Development, revision and clarification of baseline and monitoring methodologies and methodological tools”. The relevant procedure is available on the UNFCCC CDM website at:

<<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>> and the “Procedure: Development, revision, clarification and update of standardized baselines” (version 04.0) are available at <<http://cdm.unfccc.int/Reference/Procedures/index.html#meth>>.

Agenda item 2.3.1. Upcoming deadlines of relevance to stakeholders

9. **►Action:** The SSC WG members may wish to take note of the date for the 51st meeting of the SSC WG (SSC WG 51) will take place on 20-23 June 2016 in parallel to the Meth Panel (Meth Panel 70, 20 to 24 June) in Bonn.

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

10. **►Action:** The SSC WG may wish to discuss the development of standards with a methodological framework for specific project types:

- (a) Energy-efficient appliances for residential application (e.g. air conditioners, refrigerators) and
- (b) Energy efficiency in buildings.

Background: This work is based on a mandate provided by the Board at its eighty-fifth meeting (EB 85 report, para. 39) when considering a concept note on the development of standards with a methodological framework for two specific project types for

development of standardized baselines and is included in the workplan for panels and working groups 2016 (EB 88, annex 3),

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

Background: This work is based on a mandate provided by the Board at its eighth-fifth meeting (EB 85 report, para. 39), when considering a concept note on the development of standards with a methodological framework for two specific project types for development of standardized baselines and as included in the workplan for panels and working groups 2016 (EB 88, annex 3).

12. ► **Action:** The SSC WG may wish to hold an initial discussion on the development of standards with a methodological framework for development of standardized baselines.

Background: This work is based on a mandate provided by the Board at its eighty-eighth meeting (EB 88 report, 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.

Agenda item 3.1.1. Consideration of new standardized baselines

13. ► **Action:** The SSC WG may wish to consider the drafts of the following proposed and top-down developed standardized baselines:

- (a) PSB0020: Electrification of rural communities in Ethiopia using renewable energy;
- (b) PSB00034: Standardized baseline for efficient charcoal production in Senegal;
- (c) PSB00035: Standardized baseline for efficient charcoal production in Côte d'Ivoire;

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> >.

14. ► **Action:** The Meth Panel may wish to have a discussion on the possible approaches on the 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> >.

15. **►Action:** The SSC WG may wish to consider an update on the status of the “support to the development of six standardized baselines”. One standardized baseline for the brick sector (in collaboration with DNA Peru and KfW) - TSB-0002 "Brick sector emission factor for Peru".

Background: The new top-down standardized baseline TSB0002 is developed as part of the further development of the standardized baselines framework (EB 82 report, annex 6). The support to the development of six standardized baselines (MAP project 110, product 10) was included in the approved workplan of panels and working groups for 2015 (EB 82 report, annex 2). Further information may be found at: [<http://cdm.unfccc.int/EB/index.html>](http://cdm.unfccc.int/EB/index.html).

Agenda item 3.1.2. Consideration of new small-scale methodological standards/tools

16. **►Action:** The SSC WG may wish to consider the proposed new small-scale methodologies/tools:

- (a) SSC-NM096: Supply side energy efficiency intervention through demand side reactive power compensation;
- (b) 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”, 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>](http://cdm.unfccc.int/Reference/Procedures/index.html#meth).

17. **►Action:** The SSC WG may wish to discuss the recommendation for the “Development of new methodologies to broaden the applicability of the CDM”:

- (a) Methodologies for the aviation sector, AMS - I.X: Solar power for aircraft at-gate operations”.

Background: This work is based on the approved workplan of panels and working groups for 2016 (EB 88 report, annex 3) and the workplan of project “Development of new methodologies to broaden the applicability of the CDM” (EB 82 report, annex 7). The Board at its 88th meeting requested the secretariat to continue to consult with International Civil Aviation Organization (ICAO) to explore if there are options to expand the applicability of the methodology to cover international aircrafts (EB 88 report, para 46).

Agenda item 3.1.3. Consideration of revisions of methodological standards/tools

18. **►Action:** The SSC WG may wish to consider 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) To review and revise existing PoA provisions in SSC methodologies:
 - (i) AMS-III.AJ “Recovery and recycling of materials from solid wastes”;
 - (ii) AMS-III.AB “Avoidance of HFC emissions in Standalone Commercial Refrigeration Cabinet”;
- (c) AMS-I.E: “Switch from non-renewable biomass for thermal applications by the user”;
 - (i) Inclusion of a default value for woody biomass consumption and;
 - (ii) Determination of fraction of non-renewable biomass (fNRB) factors for parties with 10 or fewer registered CDM project activities as of 31/12/2010;
- (d) To include consistent methods and provide more flexibility to project proponents to determine the usage hours of lighting equipment in a conservative manner (EB 85, para. 56):
 - (i) AMS-II.C: “Demand-side energy efficiency activities for specific technologies”; and/or
 - (ii) AMS-II.J: “Demand-side activities for efficient lighting technologies”;
- (e) Revision of methodologies to refer to the revised methodological tool “Project and leakage emissions for biomass”.

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 01.1). 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

19. ►Action: The SSC WG may wish to recall the decision reached by fast track since the last SSC WG meeting on the submitted request for clarification: SSC_720_Clarification on the management of cookstove numbers in a CPA under AMS-II.G.

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 01.1). The procedure is available on the UNFCCC CDM website at:

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

Agenda item 3.1.5. Global stakeholder consultation/call for public input

20. ► **Action:** The SSC WG may wish to specify the outcomes of the meeting which will result in calls for public input.
- (a) Revision of the methodological tools “Demonstration of additionality of small-scale project activities”, and “Demonstrating additionality of micro-scale project activities” which includes the following two products:
- (i) Discussion on consolidated small-scale and micro-scale additionality tools with updated positive lists and
- (ii) Feasibility of merging the tool for demonstration of additionality of micro-scale activities with the tool for demonstration of additionality of small-scale project activities.

Background: This work is based on the approved workplan of panels and working groups for 2016 (EB 88 report, annex 3). 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 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 3.1.6. Post registration changes

21. ► **Action:** The SSC WG may wish to provide input on the request for approval of post registration changes on:
- (a) PRC-3404-001 related to the Project Activity “Rwanda Electrogaz Compact Fluorescent Lamp (CFL) distribution project.

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> a designated operational 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 3.1.7. Consultation on issues related to methodological standards/concept notes

22. ► **Action:** The SSC WG may wish to consider the following concept notes:

- (a) Methodological options for developing agriculture CDM;
- (b) Use of the CDM in urban sectors;
- (c) Broadly applicable methodology for transport applications.

Background: This work is based on a mandate given by the Board in its eighty-sixth meeting (EB 86 report, paras. 36, 38 and 39), is included in the approved workplan for panels and working groups for 2016 (EB 88, Annex 3) and the workplan of project “Development of new methodologies to broaden the applicability of the CDM” (EB 82 report, annex 7).

23. ► **Action:** The SSC WG may wish to provide input to the concept note on the proposals for simplification and streamlining of the CDM.

Background: This work is based on the mandate from the Board at its eighty-sixth meeting (EB 86 report, paras. 10-11) and the approved workplan for panels and working groups 2016 (EB 88, annex 3) setting out guidance for proposals on simplification and streamlining of the CDM.

24. ► **Action:** The SSC WG may wish to provide input to the draft concept note on “Cost-effective approaches for monitoring – Revision to methodologies, tools and regulations”.

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).

25. ► **Action:** The SSC WG may wish to provide input to the concept note on the simplified inclusion process for activities that satisfy microscale thresholds and are considered automatically additional.

Background: This work is based on the mandate from the CMP at its eleventh meeting (Decision 6/CMP.11, para. 19) allowing for inclusion on the basis of a pre-approved standardized inclusion template of component project activities carried out directly by the coordinating / managing entity without prior validation through a designated operational entity.

Agenda item 3.1.8. Other issues

26. ► **Action:** The SSC WG may wish to hold an initial discussion on concepts for 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.

Agenda item 4. Conclusion of the meeting

27. ► **Action:** The SSC WG may wish to approve the internal and external reports of the 50th meeting.
28. ► **Action:** The Chair may wish to close to meeting.

- - - - -

Document information

<i>Version</i>	<i>Date</i>	<i>Description</i>
01.0	04 April 2016	Initial publication.
Decision Class: Operational Document Type: Annotated agenda Business Function: Governance Keywords: agenda, SSC WG		