



Project design document form
(Version 11.0)

Complete this form in accordance with the instructions attached at the end of this form.

BASIC INFORMATION

Title of the project activity	Los Cocos II Wind Farm Project
Scale of the project activity	<input checked="checked" type="checkbox"/> Large-scale <input type="checkbox"/> Small-scale
Version number of the PDD	09
Completion date of the PDD	24/07/2020
Project participants	Empresa Generadora de Electricidad HAINA (EGE HAINA)
Host Party	Dominican Republic
Applied methodologies and standardized baselines	ACM0002 - Grid-connected electricity generation from renewable sources - Version 20.0
Sectoral scopes	Sector scope (1): Energy industries (renewable energy)
Estimated amount of annual average GHG emission reductions	99,490 tCO ₂

SECTION A. Description of project activity

A.1. Purpose and general description of project activity

The proposed project activity aims to install and operate a 52 MW grid-connected wind farm located between the towns of Juancho and Los Cocos, in the south-western province of Pedernales in the Dominican Republic. The project developer is Empresa Generadora de Electricidad HAINA S.A. (EGE HAINA).

The project activity involves the installation and operation of 26 wind turbines¹, each with a capacity of 2 MW. The total installed capacity of the proposed project activity is 52 MW with an expected net electricity generation of 157,189 MWh per year. The electricity generated by the project activity will be supplied to the National Interconnected Electricity System (SENI²), displacing approximately 99,490 tonnes of CO₂ emissions per year from electricity generation at fossil fuel fired power plants. The total GHG emission reductions for the chosen crediting period are approximately 696,427 tCO₂.

In addition, the proposed project activity comprises the civil and electrical infrastructure required within the wind farm site, as well as overhead power line connecting the project to the national power grid (SENI). The civil works comprise all access and site roads, footways, drainage, assembly platforms, lay-down area, site facilities, tower foundations, electrical sub-station civil works, and cable trenches. Besides, the works include the extension of the existing substation³ at the project site and the installation of a new 138/34.5 kV power transformer to interconnect the new wind farm with electrical transmission grid: and a local grid within the wind farm site. In addition, an advanced monitoring and control system will be installed to monitor and control the electricity output from the wind farm.

The wind farm was constructed by COBRA Energy, a Spanish company, with significant experience in the electricity sector and an important participation in the wind industry. COBRA carries out large energy projects on a turnkey basis which often require ongoing maintenance or operations management. These projects are primarily wind farms and industrial plants. COBRA will be working through its subsidiary Urbaenergía, S.L. y Energía y Recursos Ambientales Internacional, S.L. Unión Temporal de Empresas Ley 18/1982 (*UTE Los Cocos*).

Wind energy operations do not generate air or water emissions and do not produce hazardous waste. Nor do they deplete natural resources such as coal, oil, or gas, or cause environmental damage through resource extraction and transportation, or require significant amounts of water during operation.

Caribbean countries are highly dependent on oil and gas for their energy needs. The largest countries in the region are heavily dependent on imported crude oil and derivatives as their main source of primary energy, and the trend has intensified in recent years. The region's dependence on oil reflects its inability to diversify its energy sources. For this reason, Caribbean countries have not realized their potential for solar, wind, hydropower, and geothermal energy use.⁴ Dominican Republic is not the exception. The main energy source in the Dominican Republic is imported oil and its derivatives. They contribute 75% of the total primary energy supply. Energy proceeding

¹ The Project will install 23 Gamesa G97 and three Gamesa G90 turbines, for details see sections A2. and A.3.

² Sistema Eléctrico Nacional Interconectado (SENI) de la Republica Dominicana

³ There is already an existing substation at the project site, which was installed for the wind projects Quilvio Cabrera and Los Cocos.

⁴ Source: Inter-American Development Bank (IADB). "Prospects for the Oil-Importing Countries of the Caribbean" Ramon Espinasa, Oil and Gas Specialist - Energy Division - Infrastructure and Environment Department - IADB. September 2008. <http://idbdocs.iadb.org/wsdocs/getdocument.aspx?docnum=1640644>

from national production represents only 16% of the supply and basically comes from firewood (7%), bagasse (4%) and hydro (3%)⁵.

The development of wind energy in the Dominican Republic is fundamental for the diversification and sustainability of the energy sector and the reduction of greenhouse gas emissions. In the Dominican Republic, the SENI is composed mainly of fossil fuel fired power plants with little renewable electricity generation. Thus, the project will reduce the country's fossil fuel imports and diversify the sources of electricity generation, an important achievement for the transition away from fossil fuel electricity generation and for the reduction on the dependence on foreign energy sources.

Therefore, the proposed project will contribute to sustainable development through the following aspects:

- Reducing the imports of fossil fuels, and in consequence, strengthening Dominican Republic's energy security and self-sufficiency, by taking advantage of its natural and renewable wind resource.
- Reducing GHG emissions generated from fossil fuel consumption in power plants connected to the grid;
- Creating employment opportunities in the nearby area where the project is located, during the assembly and installation of wind turbines and for operation of the proposed project;
- The project will contribute to promoting, developing and strengthening the renewable energy sector in the Dominican Republic, especially wind power which has a high potential for development in the country (as explained in section B.4).
- The project will contribute to technology and know-how transfer to the Dominican Republic. The project activity will install state-of-the-art technology that will provide clean and safe power generation; moreover, the installation and operation of these turbines will bring to the region new knowledge and experience for the benefit of local workers while requiring for specialized labour.

A.2. Location of project activity

Dominican Republic

The Dominican Republic is a nation on the island of Hispaniola, part of the Greater Antilles archipelago in the Caribbean region. The western third of the island is occupied by Haiti. It is the second largest Caribbean nation (after Cuba), in terms of area.



Figure 1. Dominican Republic Location

⁵ Source: *Energy-policy Framework Conditions for Electricity Markets and Renewable Energies. 16 Country Analyses*. German Technical Assistance Agency (GTZ). Environment and Infrastructure Division. Eschborn, November 2009. GTZ, TERNA Wind Energy Programme Internet: <http://www.gtz.de>

The project site is located between the towns of Juancho and Los Cocos, in the province of Pedernales, approximately 40 km southwest of the province of Barahona, and east of Haiti.

The Pedernales peninsula is referred to as one of the windiest parts of the Dominican Republic. Only one road along the coast of the Caribbean Sea connects the peninsula to Barahona and the rest of the country, and the project site is located along that road, connecting Barahona and Oviedo. The main economic activity of the province is agriculture, with production of food crops and livestock. Fishing is also an important activity.

The proposed wind farm lies on a ridge of elevation between 10 m and 100 m. The site consists mainly of irrigated farmlands relatively close to the coastline. The area where the turbines will be located is a flat terrain surrounded in the south by the ocean and in the east by a mountain range.



Figure 2. Aerial picture of the wind farm location

The climate in the project site area is tropical but dry, unlike most of the Dominican Republic, where high humidity and abundant rainfall dominate. Temperature variations across the seasons are relatively small from 20⁰ C to 33⁰ C.

Each wind turbine is located at the following geographical coordinates:

Table 1. List of wind turbines (WT) geographical coordinates^{6,7}

WT	Type ⁸	Easting (m)	Northing (m)	WT	Type	Easting (m)	Northing (m)
1	G97	257951	1978318	14	G97	259416	1977586
2	G97	257837	1978475	15	G97	259300	1977741
3	G97	258720	1978516	16	G97	259185	1977897
4	G97	260856	1978343	17	G97	259068	1978053
5	G97	260740	1978493	18	G97	258952	1978208
6	G97	260623	1978645	19	G90	258858	1977062
7	G97	260497	1978808	20	G97	258744	1977219
8	G97	258836	1978364	21	G97	258630	1977376
9	G90	260152	1977943	22	G97	258516	1977533
10	G97	260040	1978097	23	G97	258401	1977690
11	G97	259926	1978254	24	G97	258289	1977850

⁶ Source: Garrad Hassan Technical Note: Energy production assessment of the Juancho Los Cocos II wind farm, Table 9. (120208 Garrad Hassan.pdf)

⁷ Coordinate system is UTM Zone 19Q WGS84 datum.

⁸ G90: Gamesa G90 2 MW wind turbine; G97: Gamesa G97 2 MW wind turbine. The park comprises 23 G97 and 3 G90 wind turbines.

WT	Type ⁸	Easting (m)	Northing (m)	WT	Type	Easting (m)	Northing (m)
12	G97	259810	1978414	25	G97	258173	1978002
13	G90	259532*	1977431*	26	G97	258058	1978159

* Note: The location of the wind turbine No.13 was slightly altered in the most recent project layout established by EGE Haina compared with the layout in the Garrad Hassan Technical Note (see footnote 6).

The project location and the wind turbine layout are shown in **Figure 3**. The coordinates of the yellow (central) point of the project activity (between turbine lines 2 and 3) are Easting (m): 259501 / Northing (m): 1977944



Figure 3. Project location and wind turbine layout. The red line is the shows the project area, the blue points the turbine locations, and the yellow point a central point used for the coordinates given above.

A.3. Technologies/measures

Valid wind data have been recorded at the project site since February 2002. Data were collected on-site over a 36-month period between 2002 and 2005, using three 30-meter masts located across the project site. The measurements were analysed and presented in annual wind assessment reports. The 3-year technical feasibility study which included site selection and wind resource monitoring and evaluation was carried out by the Danish research centre, RISØ⁹.

From 2009 to 2012, EGE Haina carried out a more detailed assessment of the wind regime at the potential wind farm site. The analysis relied on wind data recorded at the project site since February 2002¹⁰. Two wind turbine models were considered, Gamesa G90 and G97, each 2 MW, at a hub height of 78 meters. The layouts considered are shown in Figure 4. The selected configuration of the wind farm consists of two long rows and two short rows of wind turbines in a northwest-southeast direction.

Basically, the turbines were selected based on the wind generation studies by the EPC contractor and ratified by the third-party consultant Garrad Hassan. In the final project layout, there are twenty-three G97 and three G90 turbines. Although for most turbine positions the G97 was the optimal choice, at three locations the G90 was suggested as the preferred option; thus both turbine types are selected for the project.

⁹ Source: Wind resource assessment report. *Risø-I-2374 (EN)* (6. 050701 Riso. Site Inspection.pdf); *Risø-I-2411 (EN)* (7. 051101 Riso. 18 cases.pdf); *Risø-I-2445 (EN)* (8. 060201 Riso.Site4.pdf); *Risø-I-2530 (EN)* (Risoe-I-2530 site4-12graphs-final.pdf)

¹⁰ Source: *Energy production assessment of the Juancho-Los Cocos II wind farm using Vestas V90 and V100 at 80 m hub height and Gamesa G90 and G97 at 78 m hub height*. GL Garrad Hassan report to EGE HAINA, 08/02/2012. (120208 Garrad Hassan.pdf)

Based on the detailed wind assessment, the annual generation of Los Cocos II Wind Farm is expected to be approximately 162,000 MWh and the generation to be fed into the grid, after taking into consideration auxiliary consumption and losses at 34.5kV, would be about 157,189 MWh per year as explained in the following.

The generation 162,000 MWh is based on the investment decision date in October 2011. Initially, the third-party consultant Garrad Hassan studied different turbines layouts with around 67 MW in February 2011 for the project location (Vestas and Gamesa turbines)¹¹. Based on that study, EGE Haina adjusted the layout in order to reduce the project size to 52 MW and optimize energy generation, which resulted in the layout with 26 Gamesa turbines and an annual generation of 162,000 GWh (not including energy losses at 34.5kV, transformers and auxiliary consumption). This value was used for the project presentation to the board of EGE Haina¹², estimating further the potential losses and auxiliary consumption.

After investment decision, Garrad Hassan carried out a new generation study for the final layout, which gives 161,700 MWh (same consideration of losses and auxiliary consumption). Since the values are very similar, the value of 162,000 MWh is used for consistency and to guarantee conservativeness in the financial analysis. In order to determinate the net generation, losses at medium voltage (34.5 kV), transformers and auxiliary consumptions need to be applied:

Medium voltage losses and auxiliary consumption: At the moment of investment decision, the PP estimated the losses in medium voltage to be approximately 2% and auxiliary consumption approximately 1%. Since there are no evidences clearly indicating these values available at the moment of decision making, these estimates are cross-checked with measurements of the operational plants Quilvio Cabrera and Los Cocos I that have very similar conditions, in order to select the values conservatively for the financial analysis of the CDM project. The measurements of those plants during a 1-month period show that losses are 2.97% (value rounded down to two decimals, see detailed analysis in "Energy losses of Quilvio Cabrera (QC) and Los Cocos I (LC).xls"); thus this value is used since it is below the total estimated at the moment of decision making.

Transformer losses: At the moment of investment decision, the PP estimated the transformer losses to be approximately 3%. Since there are no evidences clearly indicating these values available at the moment of decision making, 0% is used, which is conservative.

In light of the explanations above, the annual generation used throughout this PDD is 162,000 MWh x (100% - 2.97%) = **157,189 MWh**.

¹¹ 140411 Garrad Hassan.pdf

¹² "HIC-2011.10.04-Board_Presentation_Final.pdf", an overview of the evolution of the project size and generation studies is further provided in the "History from 67MW to 52MW (8Jun12).ppt"

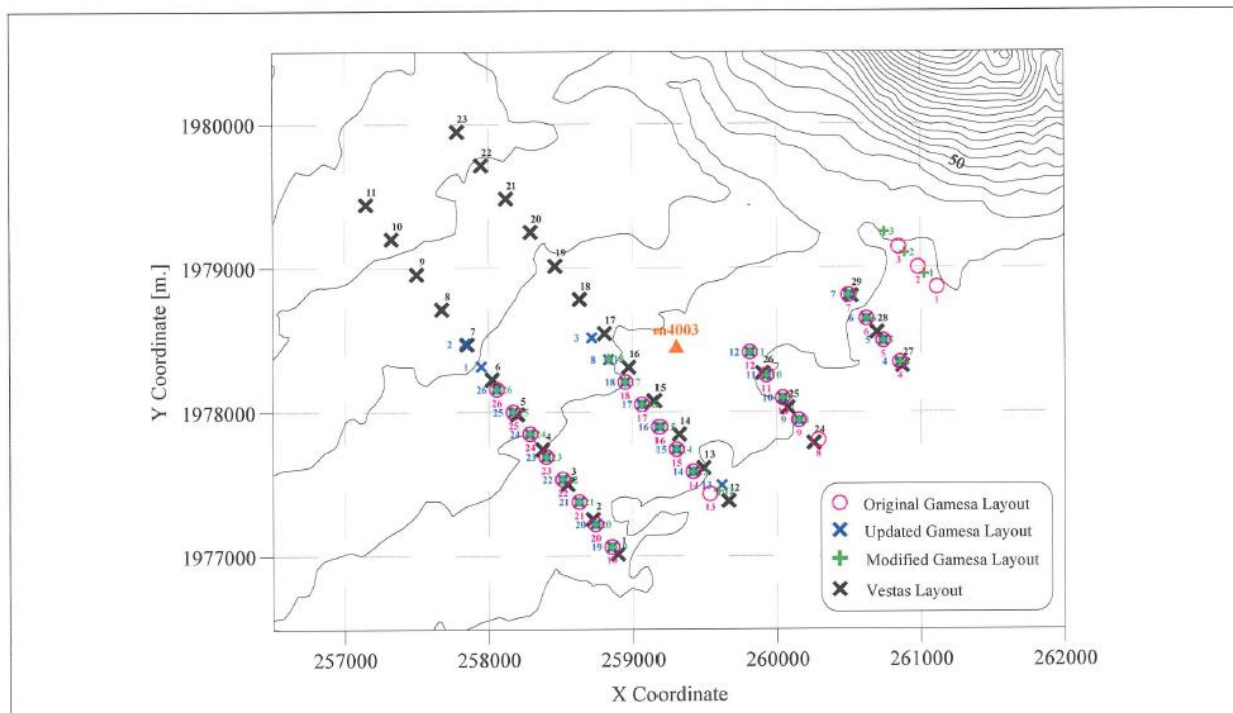


Figure 4. Configurations of wind turbines studied

As noted above, the wind turbines selected for the development of Los Cocos II Wind Farm project comprise Gamesa G90 and G97, each with rated capacity of 2 MW and an expected lifetime of 20 years¹³.

Table 2 shows the main specifications of the technology applied in the project.

Table 2. Specifications of the technology.¹³

3 x WTG G90 and 23 x WTG G97	
Type	Horizontal axis wind turbine with variable rotor speed
Rotor diameter	90 m (G90) / 97 m (G97)
Number of blades	3
Rated Power	2000 kW
Hub height	78 m
Cut-in wind speed	3.0 m/s
Rated wind speed	11.0 m/s (G90) / 10.5 m/s (G97)
Cut-out wind speed	25 m/s
Design life time	20 years
Other equipment	
Power transformer	138/34.5 kV (interconnection with the grid)
Circuit breakers	138 kV
Switchgears	34.5 kV
Other equipment installed	Control and protection systems

Figure 5 and Figure 6 show the power curves of the G90 and G97 turbines, respectively.

¹³ Source: Certification reports by GL Garrad Hassan and Det Norske Veritas (DNV)

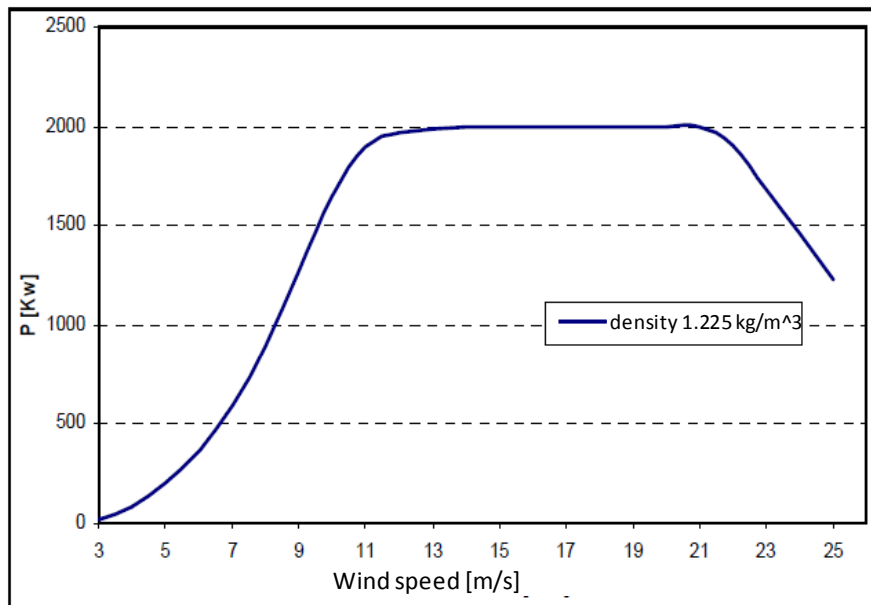


Figure 5. Power curve of Gamesa G90 – 2 MW wind turbine, showing power output as a function of wind speed, for an air density of 1.225 kg/m³.

(Source: GD022915_R6_Power_Curve_&_Noise_Curve_G90.pdf)

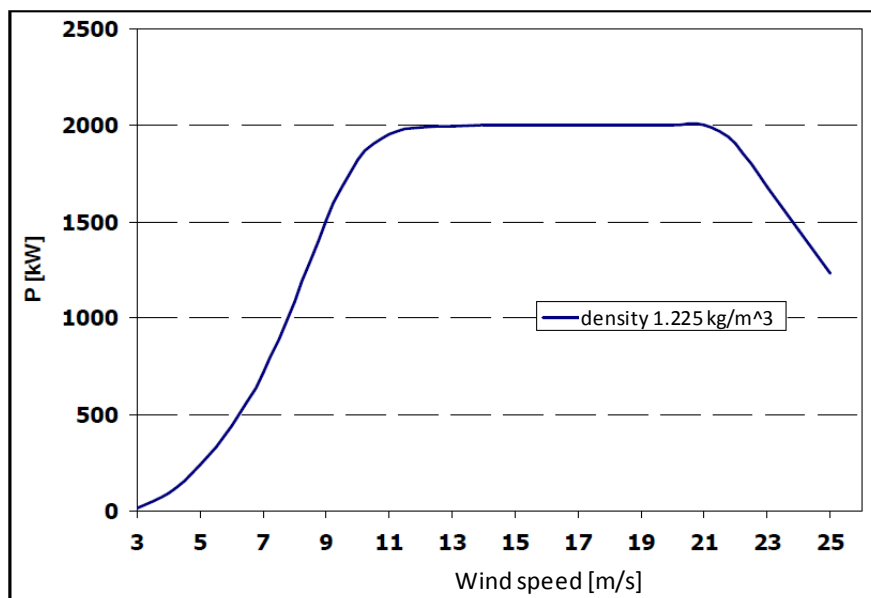


Figure 6. Power curve of Gamesa G97 – 2 MW wind turbine, showing power output as a function of wind speed, for an air density of 1.225 kg/m³.

(Source: GD092849_R1_Power_Curve_&_Noise_Curve_G97.pdf)

The wind farm was expected to start operations in January 2013. Local materials were used for much of the construction works. COBRA Energy was in charge of the turnkey design, engineering, supply, transportation, construction, erection, installation, commissioning, testing and completion of the wind farm. Since COBRA Energy is a company with vast experience in wind farm construction and operation, during the construction phase and the commissioning and testing of the plant, know how was transferred to EGE HAINA's staff.

The main monitoring equipment involved in the project activity is shown in Table 3. The first four energy meters correspond to the commercial measurement equipment that reports the generation of the wind farms Los Cocos I, Los Coos II and Quilvio Cabrera (See Figures 8 and 9).

Table 3. Monitoring equipment of the project activity. The location of the individual meters is also shown in Figure 8. More details on the monitoring equipment and parameters can be found in section B.7.1.

Energy meters installed for each parameter*	Specification	Location
$EG_{SMC,TR01,h}$: Main and backup meter	ION 8650, class 0.2S ID 3275-PEJC-01	Commercial Measurement System (SMC) at the 138/34.5 kV substation
$EG_{SMC,TR02,h}$: Main and backup meter	ION 8650, class 0.2S ID 3275-PEJC-02	Commercial Measurement System (SMC) at the 138/34.5 kV substation
$EG_{SMC,TR03,h}$: Main and backup meter	ION 8650, class 0.2S ID 3275-PEJC-03	Commercial Measurement System (SMC) at the 138/34.5 kV substation
$EG_{SMC,TR04,h}$: Main and backup meter	ION 8650, class 0.2S ID 3275-PEJCE3-T04	Commercial Measurement System (SMC) at the 138/34.5 kV substation
Internal monitoring equipment		
Energy meters installed for each parameter*	Specification	Location
$EG_{(LCI),L2+L3,h}$	class 0.2S	Internal measurement system, which adds the energy produced by the wind turbines connected to L2 + L3, at the 34.5 kV line of both turbine lines of Los Cocos Wind farm (L2 - line with 6 turbines and L3 - line with 8 turbines)
$EG_{(LCII),L5+L6+L8+L9,h}$	class 0.2S	Internal measurement system, which adds the energy produced by the wind turbines connected to L5 + L6 + L8 + L9, at the 34.5 kV lines of Los Cocos II wind farm (L5 - line with 6 turbines, L6 - line with 7 turbines, L8 - line with 6 turbines and L9 - line with 7 turbines)
$EG_{(QC),L1,h}$	class 0.2S	Internal measurement system which adds the energy produced by the wind turbines connected to L1 at the 34.5 kV line of the Quilvio Cabrera wind farm (L1 - line with 5 turbines)

*Explanation of each monitoring parameter, see section B.7.1

A.4. Parties and project participants

Parties involved	Project participants	Indicate if the Party involved wishes to be considered as project participant (Yes/No)
Dominican Republic (host)	Empresa Generadora de Electricidad HAINA (EGE HAINA) (private and public entity)	No

A.5. Public funding of project activity

There is no public funding for the proposed project.

A.6. History of project activity

1. PP hereby confirms that: The proposed CDM project activity is neither registered as a CDM project activity nor included as a component project activity (CPA) in a registered CDM programme of activities (PoA); The proposed CDM project activity is not a project activity that has been deregistered.

2. PP further declares that: The proposed CDM project activity was not a CPA that has been excluded from a registered CDM PoA; No registered CDM project activity or a CPA under a

registered CDM PoA whose crediting period has or has not expired (hereinafter referred to as former project) exists in the same geographical location as the proposed CDM project activity.

A.7. Debundling

Not applicable

SECTION B. Application of methodologies and standardized baselines

B.1. Reference to methodologies and standardized baselines

The project activity is developed under the approved consolidated baseline and monitoring methodology ACM0002 “*Consolidated Methodology: Grid-connected electricity generation from renewable sources*” (version 20.0)¹⁴.

According to the methodology, the identification of the baseline scenario and the demonstration of additionality is assessed by applying the latest version of the:

- TOOL01 “*Tool for the demonstration and assessment of additionality*” (version 06.0.0)¹⁵.

Also, following the ACM0002, version 20.0 guidelines, it is applied for the renewable of the crediting period:

- a. TOOL07 “*Tool to calculate the emission factor for an electricity system*” (version 07.0)¹⁶
- b. TOOL11 “*Assessment of the validity of the original/current baseline and update of the baseline at the renewal of the crediting period*” (Version 03.0.1)¹⁷ is also applied.

B.2. Applicability of methodologies and standardized baselines

The proposed approved methodology “*Consolidated Methodology: Grid-connected electricity generation from renewable sources*” (version 20.0) is applicable to grid-connected renewable power generation project activities that:

- (a) Install a Greenfield power plant;
- (b) Involve a capacity addition to (an) existing plant(s);
- (c) Involve a retrofit of (an) existing operating plants/units;
- (d) Involve a rehabilitation of (an) existing plant(s)/unit(s); or
- (e) Involve a replacement of (an) existing plant(s)/unit(s).

In this case, the project involves option (a) install a new power plant at a site where no renewable power plant was operated prior to the implementation of the project activity, which in the specific case of the proposed project activity is the installation of a 52 MW wind farm.

The following conditions from ACM0002 (version 20.0) make the proposed project activity applicable as a CDM under the methodological framework mentioned:

¹⁴ See document: <https://cdm.unfccc.int/methodologies/DB/XP2LKUSA61DKUQC0PIWPGWDN8ED5PG>

¹⁵ Even though this is not the latest available version of the TOOL01 to demonstrate Additionality to date, this version 06 was the one applied in the validation phase for demonstrating additionality. Additionality is not being assessed during the renewal of the crediting period.

See document: <https://cdm.unfccc.int/methodologies/PAmethodologies/tools/am-tool-01-v6.0.0.pdf>

¹⁶ See document: <https://cdm.unfccc.int/methodologies/PAmethodologies/tools/am-tool-07-v7.0.0.pdf>

¹⁷ See document: <https://cdm.unfccc.int/methodologies/PAmethodologies/tools/am-tool-11-v3.0.1.pdf>

Applicability Conditions	Project Activity
<p>1. The project activity may include renewable energy power plant/unit of one of the following types: hydro power plant/unit with or without reservoir, wind power plant/unit, geothermal power plant/unit, solar power plant/unit, wave power plant/unit or tidal power plant/unit.</p>	<p>The proposed project activity involves renewable energy power generation through the installation and operation of a 52 MW grid connected wind power plant. Thus, this condition is met.</p>
<p>2. In the case of capacity additions, retrofits, rehabilitations or replacements (except for wind, solar, wave or tidal power capacity addition projects) the existing plant/unit started commercial operation prior to the start of a minimum historical reference period of five years, used for the calculation of baseline emissions and defined in the baseline emission section, and no capacity expansion, retrofit, or rehabilitation of the plant/unit has been undertaken between the start of this minimum historical reference period and the implementation of the project activity.</p>	<p>The proposed project activity involves the installation of a Greenfield power plant. Thus, this condition is not applicable.</p>
<p>3. In case of hydro power plants, one of the following conditions shall apply:</p> <p>(a) The project activity is implemented in existing single or multiple reservoirs, with no change in the volume of any of the reservoirs; or</p> <p>(b) The project activity is implemented in existing single or multiple reservoirs, where the volume of the reservoir(s) is increased, and the power density is greater than 4 W/m²; or</p> <p>(c) The project activity results in new single or multiple reservoirs and the power density is greater than 4 W/m²; or</p> <p>(d) The project activity is an integrated hydro power project involving multiple reservoirs, where the power density for any of the reservoirs is lower than or equal to 4 W/m², all of the following conditions shall apply:</p> <p>(i) The power density calculated using the total installed capacity of the integrated project is greater than 4 W/m²;</p> <p>(ii) Water flow between reservoirs is not used by any other hydropower unit which is not a part of the project activity;</p> <p>(iii) Installed capacity of the power plant(s) with power density lower than or equal to 4 W/m² shall be:</p> <p>a. Lower than or equal to 15 MW; and</p> <p>b. Less than 10 per cent of the total installed capacity of integrated hydro power project.</p>	<p>This condition is not related to the proposed project activity, since it is not a hydro power plant.</p>
<p>4. In the case of integrated hydro power projects, project proponent shall:</p> <p>(a) Demonstrate that water flow from upstream power plants/units spill directly to the downstream reservoir and that collectively constitute to the generation capacity of the integrated hydro power project; or</p> <p>(b) Provide an analysis of the water balance covering the water fed to power units, with all possible combinations of reservoirs and without the construction of reservoirs. The purpose of water balance is to demonstrate the requirement of specific combination of reservoirs constructed under CDM project activity for the optimization of power output. This demonstration has to be carried out in the specific scenario of water availability in different seasons to optimize the water flow at the inlet of power units. Therefore, this water balance will take into account seasonal flows from river, tributaries (if any), and rainfall for minimum five years prior to implementation of CDM project activity.</p>	<p>The proposed project activity does not involve integrated hydro power projects. Thus, this condition is not applicable.</p>

Applicability Conditions	Project Activity
<p>5. The methodology is not applicable to:</p> <p>(a) Project activities that involve switching from fossil fuels to renewable energy sources at the site of the project activity, since in this case the baseline may be the continued use of fossil fuels at the site;</p> <p>(b) Biomass fired power plants/units.</p>	<p>The proposed project activity does not involve switching from fossil fuels to renewable energy sources at the project site or the installation of biomass fired power plants. Thus, this condition is met.</p>
<p>6. In the case of retrofits, rehabilitations, replacements, or capacity additions, this methodology is only applicable if the most plausible baseline scenario, as a result of the identification of baseline scenario, is "the continuation of the current situation, that is to use the power generation equipment that was already in use prior to the implementation of the project activity and undertaking business as usual maintenance".</p>	<p>The proposed project activity involves the installation of a Greenfield power plant. Thus, this condition is not applicable.</p>
<p>7. The applicability conditions included in the tools apply.</p>	<p>The conditions of the "Tool to calculate the emission factor for an electricity system" are analyzed below.</p>
<p>7.1. This tool may be applied to estimate the OM, BM and/or CM when calculating baseline emissions for a project activity that substitutes grid electricity that is where a project activity supplies electricity to a grid or a project activity that results in savings of electricity that would have been provided by the grid (e.g. demand-side energy efficiency projects).</p>	<p>The proposed project activity supplies electricity to the local grid, avoiding part of the electricity generated by the grid-connected power plants. Thus, this condition is met.</p>
<p>7.2. Under this tool, the emission factor for the project electricity system can be calculated either for grid power plants only or, as an option, can include off-grid power plants. In the latter case, the conditions specified in "Appendix 2: Procedures related to off-grid power generation" should be met. Namely, the total capacity of off-grid power plants (in MW) should be at least 10 per cent of the total capacity of grid power plants in the electricity system; or the total electricity generation by off-grid power plants (in MWh) should be at least 10 per cent of the total electricity generation by grid power plants in the electricity system; and that factors which negatively affect the reliability and stability of the grid are primarily due to constraints in generation and not to other aspects such as transmission capacity.</p>	<p>In this case, the emission factor for the project electricity system is calculated for grid power plants only. Thus, this condition is met.</p>
<p>7.3. The tool is not applicable if the project electricity system is located partially or totally in an Annex I country.</p>	<p>In this case, the project electricity system is located totally in Dominican Republic. Thus, this condition is met.</p>

Thus, the methodology is applicable to the proposed project activity.

B.3. Project boundary, sources and greenhouse gases (GHGs)

The spatial extent of the project boundary includes Los Cocos II Wind Farm and all power plants connected physically to the electricity system that the CDM project power plant is connected to. Since there is a single national electricity grid within the Dominican Republic (SENI) to which the wind farm project will be connected, the SENI is included in the project boundary.

The greenhouse gases and emission sources included in or excluded from the project boundary are shown in the following table.

Source		GHG	Included?	Justification/Explanation
Baseline scenario	CO ₂ emissions from electricity generation in fossil fuel fired power plants that are displaced due to the project activity.	CO ₂	Yes	Main source of emissions in the baseline.
		CH ₄	No	Minor emission source.
		N ₂ O	No	Minor emission source.
Project scenario	Emissions from electricity generation	CO ₂	No	According to ACM0002 version 20.0, there are no project emissions from wind farm projects.
		CH ₄	No	
		N ₂ O	No	

The geographic and system boundary of the Dominican Republic's National Grid (SENI) can be clearly identified, as shown in Figure 7, and information on the characteristics of the grid is available.

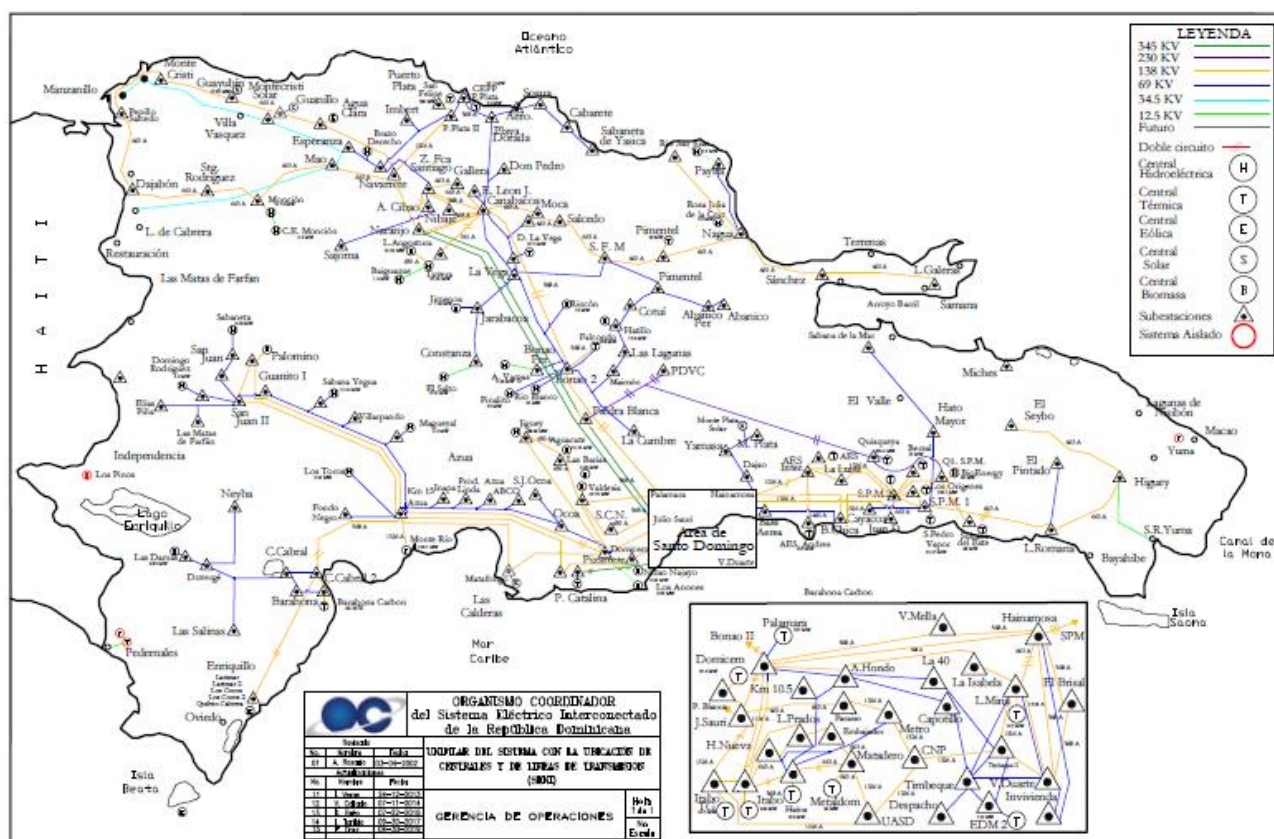


Figure 7. Dominican Republic's national grid (SENI)

Figure 8 shows the schematic diagram of proposed project activity in relation to two other CDM projects registered (Los Cocos Wind Farm and Quilvio Cabrera) and one VERRA project registered (Larimar), as well as the project boundary of Project activity under consideration.

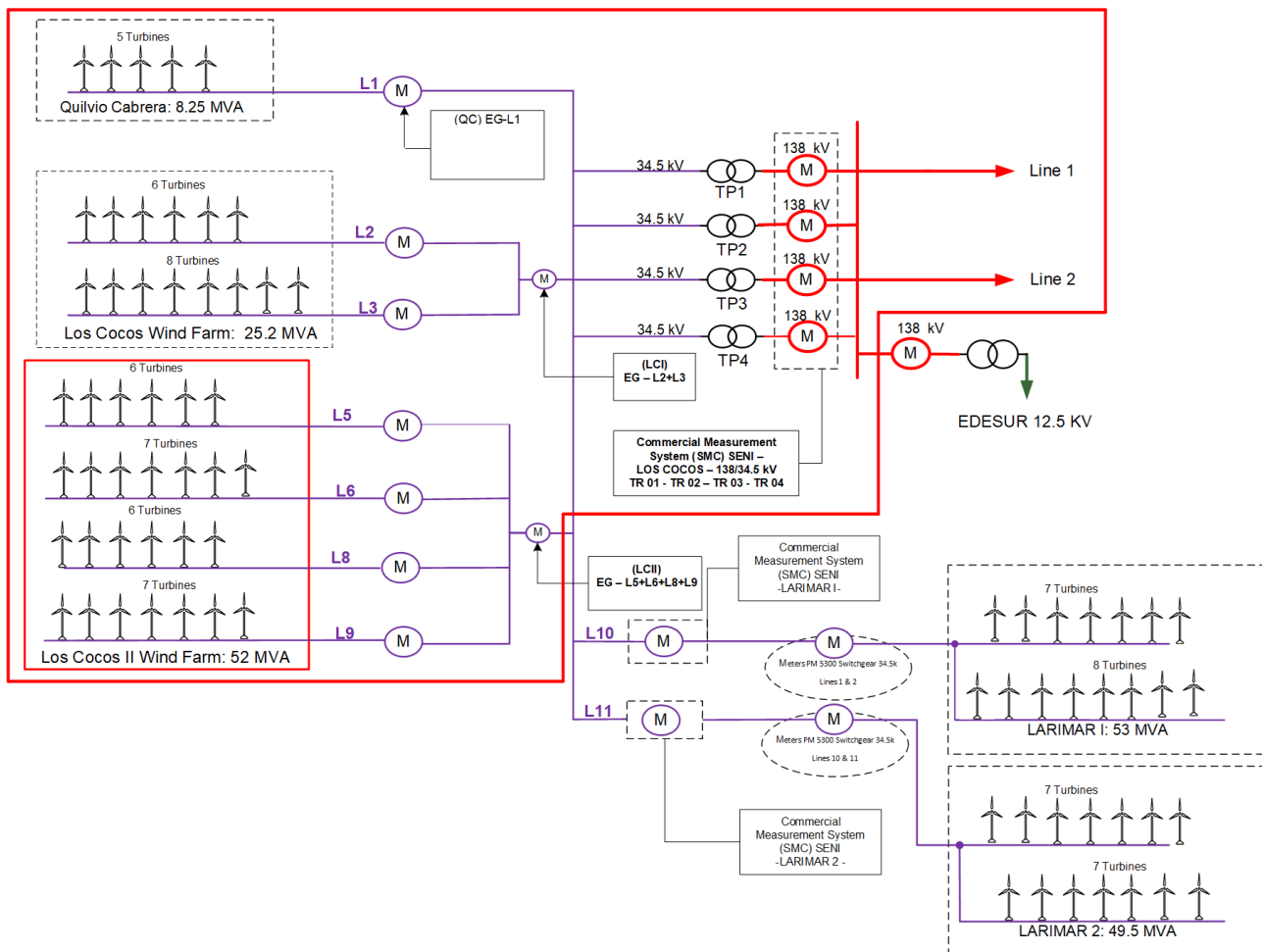


Figure 8. The project boundary for Los Cocos II Wind Farm

Los Cocos II Wind Farm project includes the project wind turbines as well as the national power grid. The power generated by this project joins the output of Quilvio Cabrera and Los Cocos Wind Farms; after being transformed to 138 kV for connection to the national grid. The monitoring variables shown are described in Section B.7.1. Commercial measurement points, where electric meters are located, are shown schematically as red circles with an (M) and are recognized as SMCTR01, SMCTR02, SMCTR03 and SMCTR04. Internally each Wind Park summarizes its generation lines in (QC), (LCI) and (LCII) respectively. It is important to clarify that even though Larimar Wind Farm is part of the whole Eolic system as can be seen in the **Figure 8**, the wind farm generation data reported to the SENI is measured in the commercial measurement points recognized by the OC-SENI on the side of 34.5 kV located in Lines L10 and L11; which allows to manage Larimar independently from the generations of Quilvio Cabrera, Los Cocos and Los Cocos II Wind Farms. Taking this into account the public generation data and economical transactions reports performed by the OC SENI for Larimar Wind Farm (which includes Larimar I and Larimar II), are always presented separated from the rest of the Wind Farm System.

B.4. Establishment and description of baseline scenario

As stated in the approved methodology ACM0002 “*Consolidated Methodology: Grid-connected electricity generation from renewable sources*”, version 20.0: If the project activity is the installation of a new grid-connected renewable power plant/unit, the baseline scenario is the following:

Electricity delivered to the grid by the project activity would have otherwise been generated by the operation of grid-connected power plants and by the addition of new generation sources, as reflected in the combined margin (CM) calculations described in the “Tool to calculate the emission factor for an electricity system” (version 7.0).

Therefore, baseline scenario consists of the electricity that would have been generated and delivered to the grid in the absence of the proposed project activity by:

- a) Other plants currently connected to the SENI, and
- b) New additions to the system

Hence, the baseline scenario is identified as the continuation of the common practice of power generation, i.e. mainly thermal power stations (Fuel oil, natural gas and coal), that emit large quantities of carbon dioxide (CO₂) to the atmosphere.

For the second crediting period, the continued validity of the original baseline has been assessed, following the stepwise procedure, according to the TOOL11 “Assessment of the validity of the original/current baseline and update of the baseline at the renewal of the crediting period” (version 03.0.1),

Step 1: Assess the validity of the current baseline for the next crediting period

Step 1.1: Assess compliance of the current baseline with relevant mandatory national and/or sectoral policies

For the renewal of the crediting period, no new national and/or sectoral policies are affecting the baseline scenario. In the absence of the project activity, electricity would still have been partly generated by fossil fuel power plants or by the addition of new fossil fuel power plants connected to the grid. Also, considering that renewable energy projects have lower costs in the margin, they are always dispatched, as reported for the first crediting period.

Brief description of the Dominican Republic electricity sector situation

As other Caribbean island states, Dominican Republic has been facing important challenges that restrict its economic growth, such as exposure to volatility in the price of oil, dependence on fuel imports, and uncertainty in the energy supply. Although it is one of the largest and most diverse economies in the Caribbean, it depends on the import of fossil fuels, to satisfy most of its energy requirements. Recognizing this situation, the country has been preparing to face these challenges by increasing its share in renewable energy resources, which can contribute meeting energy demand while perceiving significant socio-economic advantages¹⁸. In this sense a goal of 25% more renewable electricity use is set for 2025.

In May 2018 the Government created the Renewable Energy Monitoring Committee, composed of the Ministry of Energy and Mines (MEM), the National Energy Commission (CNE), the Dominican Corporation of State Electric Companies (CDEEE) and the Electricity Superintendence (SIE), with the aim of preparing a short and medium term development plan for renewable energy¹⁹.

¹⁸ Advantages - a. Generation of direct and indirect jobs b. Avoid external dependency. In this way, transport losses are reduced, and an own energy supply is guaranteed. c. Reduction of rates for electricity, water, and gas services. d. Despite that the initial cost is high, the maintenance of the projects is inexpensive, and they are exempt from country's taxes. e. The land around the projects can be used for other activities like agricultural fields or livestock. f. Less air pollution, which reduces the number of illnesses due to pollution. For more information read - Perspectivas de energías renovables: República Dominicana 2030. See the link –

<https://www.cne.gob.do/wp-content/uploads/2018/01/2820172920ESP20REmap20RD202030.pdf>

¹⁹ Energía Estratégica publication (2019) - <https://www.energiaestrategica.com/exclusivo-republica-dominicana-anuncia-que-lanzara-en-el-primer-trimestre-de-2020-la-subasta-de-energia-eolica-y-solar/>

It is worth noting the importance of investments, made mainly by the private sector, which followed the capitalization process. Thanks to this, the Dominican Republic has one of the most varied electricity generation matrix when compared to other nations in Central America and the Caribbean, according to the "Report January-June 2019", of the Dominican Association of the Electric Industry (ADIE). The report indicates that over the course of four years the role of fossil fuels has been progressively reduced, giving rise to new sources, achieving a generation matrix made up of: 72% petroleum derivatives; 12% coal; 4% natural gas and 12% hydroelectric²⁰.

According to ADIE, the participation of renewables continues to increase and states that for the first 6 months of 2019, their injection represented 7% of the energy served to the system with 5% for wind and 1% for biomass and also for sun. As a comparison, in 2018 this contribution was only 5%. As noted above, the private sector is leading the investment of human and economic resources to produce renewable energy in the country. As of 2019, 437 MW of renewable energy consisting of solar, wind and biomass have been operating in the electrical system. By 2020, an additional 195 MW of wind and solar energy is expected to come into operation, according to the executive vice president of ADIE²¹.

In this context, EGE Haina, as a public/private entity leading energy generation company in the country, seeks with the development of the wind farm to strengthen the national wind energy matrix to support the energy transition and help the country to meet its renewable participation goals for a sustainable and low emissions development.

Market Actors

The **National Energy Commission (Comisión Nacional de Energía, CNE)**, which was established in 2001, is responsible for the formulation of laws and ordinances and the preparation of supply and demand forecasts. Acting under the auspices of the Ministry of Industry & Commerce and the Ministry of Finance, CNE is subordinate to the Minister of Planning and Economy, the Director of the Central Bank, the Ministry of Agriculture, the Ministry of the Environment and the Director of the Telecommunications Institute. This executive body has the legal power to enact regulations for the power sector.

The **Regulatory authority** is the **Superintendencia de Electricidad (SIE)**, which was established by decree no. 118-98 on 16 March 1998 and began its work in July 1999. The SIE supervises market regulation, in particular the prices for regulated consumers. SIE's status as a public law body was officially established by the General Electricity Act of 2001.

The **Coordinating Organization (Organismo Coordinador – OC)** is another body that was created by the 2001 General Electricity Act. Its main task is harmonising the operations of the various power producers and network operators with each other on the wholesale market and ensuring that the necessary capacity is made available on the spot market. This institution serves to promote the market's self-regulating capacities. It is not a state body. Its highest authority is a coordinating committee, the members of which include one representative each of the independent power providers, the power producers with private participation, and the transmission and distribution sectors.

Policy compliance

There are two main laws which define the regulatory framework of the electricity generation sector in Dominican Republic in general, and to promote renewable energy. These are briefly described below.

²⁰ El dinero Publication <https://www.eldinero.com.do/97471/republica-dominicana-amplia-la-matriz-de-generacion-de-energia-renovable/>

²¹ Diario Libre Publication (2019) - <https://www.diariolibre.com/economia/energias-renovables-aportaron-el-7-al-sistema-electrico-nacional-en-primer-semester-GH13418482>

The General Electricity Act (created by the law 125-01 of 2001) modified on 2007 – Law 186-07 General electricity Law, is the result of the recognition of the importance of the private sector in generation, distribution and sale of electricity, pursuing with this the expansion of the sector and greater efficiency in the service, reserving for the State the exclusive regulatory function of the sector.

With the Law on Incentives for the Development of Renewable Energy Sources and Special Regimes, No. 57-07 and its modifications, the country begins to promote the implementation of renewable energies, which allow reducing greenhouse gas emissions, as well as reducing the country's dependence on oil derivatives for the generation and diversification of the energy matrix, establishing fiscal incentives to generation through renewable energy sources.

From this moment, they have continued efforts to encourage the development of sustainable energy, as the establishment of the National Development Strategy 2030, through which the country includes in the economic model of long-term development, the promotion of renewable sources for electricity generation, since these provide the double benefit of increasing the country's energy matrix by cleaner sources, and thus promote sustainable development.

Considering what have been described above, it can be said that the project complies with the current regulations dealing with renewable sources of power generation. Specifically, the project activity is not affected by the body of actual main regulations (See Table 4).

Table 4. Policy compliance – second crediting period (yes √ – not X)

Policy	Impact on baseline	Validity during crediting period	Outstanding changes since issuance
Law 57-07 of 2007 – about Renewable energies and its incentives. New Law 115-15 about modification to Law 57-07 ²² . (Articles 10.12 and 23 of this law were modified in 2012 not impacting the baseline. Decree 253-12 Eliminate some incentives offered by Law No.57-07)	X	√	√
Law 125 – 01 of 2001 modified on 2007 – Law 186-07 General electricity Law ²³	X	√	√

Since the project was constructed and operated in a highly regulated market that is controlled by a series of public and private actors, compliance with all applicable laws and regulatory requirements is supervised and can be guaranteed.

Therefore, it can be concluded that the fundamental elements of the baseline have not changed since the project was first registered, and the market structure, regulatory framework, and functioning remains the same.

Step 1.2: Assess the impact of circumstances

At the time of requesting renewal of the crediting period on the current baseline emissions, no impact of circumstances prevail. It can be concluded that the conditions used to determine the baseline emissions in the previous crediting period are still valid.

²² See document – (2015) Ley 115-15 sobre modificación a 57-07.pdf

²³ See document – (2007) Ley No. 186-07 modifica Ley 125-01.pdf

Law 57-07 which promotes renewable energy has not modified prices or electricity availability. The enactment of that law has not enhanced the continuation of the baseline scenario at the time of validation.

Step 1.3: Assess whether the continuation of use of current baseline equipment(s) or an investment is the most likely scenario for the crediting period for which renewal is requested

Since the baseline scenario identified at the validation is the continuation of the current practice, i.e. the electricity would be supplied by the power grid in the absence of the project activity, and the baseline did not consider the use of any existing equipment by the project, because in the absence of the project activity the energy generated would have been generated by the operation of grid-connected power plants and by the addition of new generation sources to the grid, this step is not applicable.

Step 1.4: Assessment of the validity of the data and parameters

Relevant data and parameters, as the build and operating margin emission factors for the combined margin emission factor calculation, were updated for the second crediting period according to the TOOL07 - Tool to calculate the emission factor for an electricity system - version 7.0. This update includes Grid Emission Factor and all input values used in its calculation (fossil fuel emission factors, efficiencies etc). Application of Steps 1.1, 1.2, 1.3 and 1.4 above confirmed that the current baseline remains valid for the second crediting period; even though, some data and fixed parameters needed to be updated due to changes presented above. In this context step 2 is assessed below.

Step 2: Update the current baseline and the data and parameters

Step 2.1: Update the current baseline

Baseline emissions for the second crediting period have been updated in accordance with the stated above in step 1.4., without reassessing the current baseline, based on the latest approved version of the methodology ACM0002 (version 20.0). This update was applied in the context of the sectoral policies and circumstances that are applicable at the time of requesting for renewal of the crediting period, which have not changed as to affect the project dispatch.

Step 2.2: Update the data and parameters

As said in step 1.4, the parameters regarding the grid emission factor calculation have been updated for this second crediting period using TOOL07 - Tool to calculate the emission factor for an electricity system - version 7.0. The build margin emission factor was updated for the second crediting period applying the ex-ante option, and the same way, the operating margin emission factor was reevaluated applying the ex-post option – Dispatch Analysis OM calculation. More details can be seen in section B.6 and B.7 (updated monitoring parameters).

B.5. Demonstration of additionality

It is important to clarify that the sensitivity analysis data has been maintained in accordance with the data available during the validation process, and the additionality was not evaluated during the renovation of the project.

Los Cocos II Wind Farm Project is the Phase II of Los Cocos Wind Farm Project, which is currently under validation²⁴. The timeline of events defining the start date of Los Cocos II Wind Farm is described in Table 5:

²⁴ At the time of submission of this project for validation.

Table 5. Timeline of events leading to implementation of the project activity

Date	Entity	Event	Document/Reference
14/04/2011	Garrad Hassan	Estimation of the energy production for five different layouts for the Juancho Los Cocos Wind Farm	140411 Garrad Hassan.pdf
17/05/2011	Dominican Republic	Presidential Decree for the expropriation of land for the construction of the wind farm	Decreto 326-11.pdf
until 04/10/2011	EGE HAINA	EGE Haina selects the most appropriate project layout studied by Garrad Hassan ("140411 Garrad Hassan.pdf") and modifies it in order to reduce its size and optimize generation. The resulting layout has 26 Gamesa turbines with 2.0 MW each and an expected annual energy generation of 162,000 GWh (without losses at 34.5 kV, auxiliary consumption and transformer losses).	"History from 67MW to 52MW (8Jun12).ppt"
04/10/2011	EGE HAINA	Presentation of the project opportunity to the Board (EGE Haina Investment Co., Ltd.)	HIC-2011.10.04-Board_Presentation_Final.pdf
12/10/2011	EGE HAINA	Investment decision and approval of Cocos II with 52 MW. <i>This is the date of investment decision for the project activity</i>	Resolución Los Cocos II (12Oct2011).pdf
09/11/2011	EGE HAINA	Payment related to the decree for the expropriation of land for the construction of the wind farm from 17/05/2011. The payment is only around 0.03% of total investment cost.	Payment Expropriation of land (09112011).pdf
18/11/2011	EGE HAINA	Confirmation of expropriation and transfer of land to EGE Haina	18-11-11 Acta Puesta en Posesion Dec-326-11.pdf
29/12/2011	EGE HAINA	First payment to Cobra for the EPC. <i>This is considered to be the start date of the project activity</i>	ONSHORE PAYMENT.pdf
30/12/2011	EGE HAINA	First EPC contract with Cobra for the construction of Los Cocos II (25 wind turbines with a total of 50 MW).	Los Cocos Phase II EPC Agreement (30 Dec 2011).pdf
19/01/2012	EGE HAINA	Second EPC contract with Cobra for the installation of an additional wind turbine with 2 MW	Los Cocos Phase II B EPC Agreement (19 Jan 2012).pdf Signed pages of EPC Contracts - Los Cocos II.pdf
08/02/2012	Garrad Hassan	Wind Assessment Final Technical Report indicating definitive placements of selected wind turbines and expected energy generation of 161,700 GWh (without losses at 34.5 kV, auxiliary consumption and transformer losses).	120208 Garrad Hassan.pdf
26/03/2012	EGE HAINA	Prior Consideration Form submission to UNFCCC and DNA	Los Cocos II - _Prior_Consideration_of_the_CDM_Form_22March2012.pdf
26/03/2012	UNFCCC	Prior Consideration Form appears on CDM website.	Email confirmation on 27/03/2012 in "Re- CDM Project Registration- Los Cocos II Wind Farm Project".pdf
27/03/2012	DNA	DNA confirms receipt of Prior Consideration Form	DNA_confirmation_prior_cons id.pdf

The start date of the project activity was 29 December 2011. The *Guidelines on the demonstration and assessment of prior consideration of the CDM*, version 4, require that “for project activities with a starting date on or after 2 August 2008, the project participant must inform a Host Party designated national authority (DNA) and the UNFCCC secretariat in writing of the commencement of the project activity and of their intention to seek CDM status. Such notification must be made within six months of the project activity start date...” Both the DNA of the Dominican Republic and the UNFCCC Secretariat were so informed on 26/03/2011, which is within six months of the project start date. Hence the project meets the Guidelines for the prior consideration of the CDM.

The capacity taken into account at the time of investment decision and in accordance with project design presented in this PDD was 52 MW, although at that time the Environmental Permit (applicable for both Los Cocos and Los Cocos II) included a different capacity²⁵. This happened since at the time of issuance of the environmental permit on 18/05/2011, the final layout was not yet known and the permit was requested for a hypothetical scenario at the project location. During the studies, the layout was adjusted and the final configuration with 52 MW established, which was taken into account at the time of investment decision in October 2011. The modification of the environmental permit will be requested in accordance with the applicable regulatory requirements, before starting project implementation.

Once investment decision was made and the EPC contract was negotiated, it was more convenient to separate it in two individual contracts as per the environmental permit at that time (i.e. one with 50 MW and one for the additional capacity that will be included in the modified permit) and so keeping more flexibility with the EPC contractor.²⁶

The additionality of the project activity is demonstrated and assessed applying the “*Tool for the demonstration and assessment of additionality*” (version 06), as stated in ACM0002 version 12.3.0. at the moment of project validation.

The tool provides a stepwise approach to demonstrate and assess additionality:

- Step 1. Identification of alternatives to the project activity consistent with current laws and regulations;
- Step 2. Investment analysis to determine whether the proposed project activity is not: (1) the most economically or financially attractive, or (2) economically or financially feasible, without the revenue from the sale of certified emission reductions (CERs).
- Step 3. Barriers analysis; and
- Step 4. Common practice analysis.

Step 1: Identification of alternatives to the project activity consistent with current laws and regulations

According to ACM0002, version 12.3.0, under the heading “**Identification of the baseline scenario**” states:

“If the project activity is the installation of a new grid-connected renewable power plant/unit, the baseline scenario is the following:

“Electricity delivered to the grid by the project activity would have otherwise been generated by the operation of grid-connected power plants and by the addition of new generation sources, as reflected in the combined margin (CM) calculations described in the .Tool to calculate the emission factor for an electricity system.”

²⁵ 28 x 1.8 MW and 25 x 2 MW = 100.4 MW

²⁶ This is not key for the additionality analysis and the project design, since it was after investment decision and in any case completely in accordance with the proposed project activity design. It is included here only to clarify the existence of two contracts.

The above then takes the place of **Sub-step 1a: Define alternative scenarios to the project activity** of the Additionality Tool.

The alternative baseline scenarios may then be stated as follows:

- a) The proposed project activity undertaken without being registered as a CDM project activity.
- b) Electricity that would be delivered to the grid by the proposed project activity would be generated by the operation of grid-connected power plants and by the addition of new generation sources

We then proceed to Sub-step 1b of the Tool:

Sub-step 1b: Consistency with mandatory laws and regulations

There are two main laws which define the regulatory framework of the electricity generation sector in Dominican Republic in general, and to promote renewable energy in particular. These are briefly described below.

- The **General Electricity Act** (created by the law 125-01 of 2001) and its modification with the law 186-07 of August 2007. The main issues defined by the law are the following:
 - Assurance that at least 20 % of all electricity trading is done on the spot market.
 - Limiting distribution company ownership of generating plants to not more than 15% of peak load in the interconnected system (renewable energy sources are exempt from this rule).
 - Regulation of electricity tariffs for public-grid customers with maximum connected loads of 2 MW as long as the customers do not enter into direct contracts with the suppliers.
 - Electricity companies which intend to operate an electricity generation business above 2 MW²⁷ must request a concession for the operation of electricity works.
 - Regulation of transit tariffs for the use of transmission and distribution of facilities.
 - Provision of preferential treatment to companies that generate electricity from renewable energy sources with regard to sales and load distribution - if prices and conditions are otherwise identical.
 - Exemption of companies generating electricity using renewable energy sources from national and local taxes for five years.
- The **Law on Incentives for the Development of Renewable Energy Sources and Special Regimes, No. 57-07**²⁸ and its Implementation Regulation²⁹. This law promotes wind farms with a capacity of up to 50 MW, mini hydropower plants of up to 5 MW, PV installations of all sizes, concentrating solar thermal power stations of up to 120 MW, biomass power stations with a biomass fuel input of at least 60% and an output of a maximum 80 MW, and ocean power plants. The law also promotes technologies for solar heat generation and refrigeration. The incentives include the following:

²⁷ Source: *Reglamento para la Aplicación de la Ley General de Electricidad (No. 125-01)*. Article 60. <http://www.sie.gov.do/archivos/leyes/Reglamento%20para%20la%20Aplicacion%20de%20la%20Ley%20General%20de%20Electricidad.pdf>

²⁸ Source: *Ley No. 57-07 de Incentivo a Las Energías Renovables y Regímenes especiales (07 de Mayo del 2007)*. <http://www.sie.gov.do/archivos/leyes/Ley%20de%20Incentivo%20a%20las%20Energias%20Renovables%20y%20Sus%20Regimenes%20Especiales.pdf>

²⁹ Source: *Reglamento de Aplicación de la Ley No. 57-07, de Incentivo al Desarrollo de Fuentes Renovables de Energía y de sus Regímenes Especiales, aprobado por Decreto No. 202-08. Publicado en la G. O. No. 10469, del 30 de mayo de 2008*. <http://faolex.fao.org/docs/pdf/dom95065.pdf>

- 100% exemption over import duties for equipment, machinery and accessories required for renewable energy production.
- 100% exemption over sales tax, for all above mentioned equipments.
- Reduction to a fixed 5% on the tax over foreign financed interest payments, modifying Art. 306 of the Dominican Tax Code for the beneficiaries of this new law.
- Owners or renters of family homes and commercial or industrial establishments who shift to renewable energy systems for their private consumption are given a tax credit equal to 40% of the capital cost of the equipment purchased.
- This law also calls for the creation of a CO₂ emissions bond market under the platform of the Kyoto Protocol, regulated by the Ministry of Natural Resource's Mechanism of Clean Development.

Baseline scenario a) (project activity undertaken without the CDM) is consistent with the current laws and regulations of the country. Regarding the *General Electricity Law*, the project activity complies with all applicable legal and regulatory requirements. The *Law on Incentives for the Development of Renewable Energy Sources and Special Regimes*, states that wind farms with overall installed power of under 50 MW would normally be entitled to the incentives established by the Law. However, Article 2, paragraph II of the Regulations for the implementation of the Law indicates that the upper limit could be doubled for projects that install at least 50% of the original capacity requested. Since a capacity of 50 MW was initially requested and 25 MW constructed (Los Cocos Wind Farm Project, another CDM project currently in validation), this condition is met. Therefore, authorization for the proposed project to seek the incentives has been applied for, and is awaiting a firm decision. Thus, scenario a) is a viable option and is included for further analysis.

Scenario b) is consistent with the current laws and regulations of the country. In the alternative scenario, electricity not generated by project activity would be dispatched to the SENI by existing plants (operating margin) and by future plants (build margin). As operations in existing plants and construction of new plants are valid alternatives under applicable laws and regulations, the alternative scenario is in compliance with the regulatory framework for electricity supply by existing or future SENI plants. Thus, scenario b) is a viable option and is included for further analysis.

Step 2: Investment analysis

The purpose of this step is to show that the proposed project activity is economically and financially less attractive than at least one other alternative, identified in step 1, without the revenue from the sales of certified emission reductions (CERs). The analysis is in compliance with the “*Guidance on the Assessment of Investment Analysis*” (Version 05).

Sub-step 2a. Determine appropriate analysis method

The project activity generates incomes other than CDM related income, so a simple cost analysis (Option I) cannot be applied. The available alternatives are investment comparison analysis (Option II) and benchmark analysis (Option III).

As stated in the “*Guidelines on the Assessment of Investment Analysis*” (version 05), Article 19: “*If the proposed baseline scenario leaves the project participant no other choice than to make an investment to supply the same (or substitute) products or services, a benchmark analysis is not appropriate and an investment comparison analysis shall be used. If the alternative to the project activity is the supply of electricity from a grid this is not to be considered an investment and a benchmark approach is considered appropriate.*”

The guidance further states that:

“The benchmark approach is therefore suited to circumstances where the baseline does not require investment or is outside the direct control of the project developer, i.e. cases where the choice of the developer is to invest or not to invest.”

This is clearly the case for a private facility in general, and for EGE HAINA in particular. This justifies the choice of Option III: Benchmark analysis.

Sub-step 2b. Option III. Benchmark analysis

The additionality tool requires an identification of the most appropriate financial indicator. For the case of a power plant that would supply energy to the grid, the most appropriate indicator is the internal rate of return (IRR) as it characterizes the rate of return on invested capital. In this analysis an equity IRR is calculated in accordance with the additionality tool and the corresponding guidelines as indicated above. Taxation is included as an expense in the IRR calculation, i.e. the IRR is determined as a post-tax indicator.

In accordance with the “Guidelines on the assessment of investment analysis” (version 5) a default value for the expected return on equity is used for the benchmark. The relevant benchmark for energy projects in Dominican Republic (Group 1 with Moody’s rating Baa3 as given in the guidelines) is 13.75% in real terms. As per the Guidelines, since the investment analysis is carried out in nominal terms, the real term values provided can be converted to nominal values by adding the inflation rate. Since no long-term inflation forecasts or target rates of the central bank for the duration of the crediting period exists, the average forecasted inflation rate of 4.30% for the next five years after the start of the project activity published by the IMF (International Monetary Fund World Economic Outlook) is used (based on the forecasts in 2011 for the period from 2012 to 2016).

The benchmark, i.e. the Nominal Return on Equity, is therefore found to be 18.05%.

Sub-step 2c: Calculation and comparison of financial indicators

For the financial analysis the main cash outflows are given by the investment, the ongoing O&M costs and other expenses, such as transmission tolls and taxes. The cash inflows are generated from revenues of electricity sales, which depends on power generation and the electricity tariffs established Renewable Energy Law Nr. 57-07 from May 2008 (for details see excel file “IRR Los Cocos II”).

Input values for the investment analysis

Table 6 lists the parameters and values used for carrying out the investment analysis. All input values are based on information available at the time of investment decision, which is the 12/10/2011 (see Table 5). The main investment cost of the turbines and construction is 91,000,000 USD taken from the proposal of COBRA³⁰ (26/09/2011) and presented to the board³¹ (04/10/2011) for final investment decision³² on 12/10/2011. Additional investment costs (e.g. administrative costs, consultants, legal costs, etc.) are taken from the other project Los Cocos I. Since that project is only 25.2 MW, while this project has 52 MW, actual cost tends to be higher, which means that this assumption is conservative.

Some information with date after the decision making is used to compare the values from 12/10/2011 with other evidences in order to demonstrated appropriateness and make conservative assumptions. Detailed explanations of sources and such evaluations are provided in the excel spreadsheet “IRR Los Cocos II”.

³⁰ see “Proposal Cobra (26sept11).pdf”

³¹ see “HIC-2011.10.04-Board_Presentation_Final.pdf”

³² see “Resolución Los Cocos II (12Oct2011).pdf”

Table 6. Input values used in the Investment Analysis available at the moment of decision making (all sources and calculations are provided in the Excel file "IRR Los Cocos II").

GENERAL DESCRIPTION		
<i>Electricity generation</i>		
Generation (without losses)	162,000	MWh / year
Loss in medium voltage + auxiliary consumption	2.97%	(%)
Transformer losses	0%	(%)
Net generation for sale	157,189	MWh / year
Capacity Installed (MW)	52.00	MW
Number of Towers	26	
Capacity Generation	2.00	MW
Plant load factor (based on generation without losses)	35.6%	(%)
Plant load factor (based on net generation)	34.5%	(%)
Monomic Price (2008)	125.2	USD/MWh
Annual increase in Monomic Price (2009 - 2010)	4.00%	(%)
Annual increase in Monomic Price (2011)	1.64%	(%)
Annual increase in Monomic Price (2012 - 2018)	1.71%	(%)
Annual increase in Monomic Price (2019 - 2027)	0.71%	(%)
Transmission Tolls and Connection Right, year 2000 (USD/KWh)	6.000	USD/MWh
Transmission Tolls and Connection Right (year 2011)	7.091	USD/MWh
Increase in Transmission Tolls and Connection Right. (years 2012-over)	1.71%	(%)
INVESTMENT PARAMETERS AND TAXES		
<i>Investment costs</i>		
Turbines and construction ³¹	\$91,000,000	USD
Administration	\$1,654,162	USD
Consultants	\$2,122,000	USD
Studies	\$475,428	USD
Legal consultants / Land	\$2,438,383	USD
Supervision	\$521,675	USD
Contingencies	\$4,910,582	USD
Total Capital Investment Costs	\$103,122,230	USD
<i>Taxes</i>		
Income Tax after exemption expires (%)	29%	(%)
Tax exemption	Up to 2020	
COSTS & EXPENSES		
<i>Maintenance</i>		
Interim fee	\$884,989	USD/yr
Balance of Plant	\$609,621	USD/yr
O&M fee	\$1,823,160	USD/yr
Total O&M Costs	\$3,339,462	USD/yr
Regulatory Payments (% of gross revenues)	1.00%	(%)
<i>Depreciation</i>		
Depreciation	15%	(%)
Project lifetime	20	years
MACROECONOMIC PARAMETERS		
CPI	1.71%	(%)
Currency exchange USD/EUR	\$1.39	USD/EUR
Benchmark		
<i>Benchmark</i>		
Return on Equity (real terms)	13.75%	%
Inflation Adjustment	4.30%	%
BENCHMARK: Nominal Return on Equity	18.05%	%

Result of the investment analysis

Based on the parameters above, the Internal Rate of Return (equity IRR) is calculated as 14.90%, which is below the benchmark rate of 18.05%.

Sub-step 2d: Sensitivity analysis

A sensitivity analysis is carried out by varying the following key parameters to analyze the impact on the equity IRR:

- Energy generation (MWh): the complete energy generation is varied.
- Investment costs (USD): the complete investment cost is varied.
- O&M costs (USD/year): the complete O&M cost is varied.

The basis of the energy tariff is fixed through the Renewable Energy Law Nr. 57-07 from May 2008, which means that no significant variation is expected to occur.

The analysis in Table 7 shows that the variations of the key parameters do not result in any significant change of the IRR and that in those scenarios the IRR remains below the benchmark.

Table 7. For the sensitivity analysis each parameter is varied by $\pm 10\%$.

Variation of electricity generation	+10%
IRR	17.33%
Variation of electricity price	+10%
IRR	17.46%
Variation of investment costs	-10%
IRR	15.40%
Variation of O&M costs	-10%
IRR	17.06%

Moreover, the following should be taken into account:

- Electricity generation: An average increase of +10% is very unlikely to happen since the projected energy generation is based on extensive wind measurements. Annual positive and negative variations are likely, but the variation of the long-term average is likely to be small. Even with a variation of 10%, the benchmark would not be reached.
- Electricity price: the electricity prices for renewable energy generation are established through the "Regulation for the application of the Renewable Energy Law Nr. 57-07" from May 2008 (see "Reglamento Ley no. 57-07.pdf", Chapter 8. Articles 108, 109 and 110 on page 52). Substantial changes are therefore very unlikely to occur. Even with a variation of 10%, the benchmark would not be reached.
- Investment costs: The turbine and construction costs (91 million USD) already represents more than 88% of the estimated total costs of 103 million USD. However, it is clear that the other items (e.g. administration, legal consultants, land costs) also require a considerable investment. Those other costs are taken from another project (Los Cocos) which is only about half of the project activity size, thus already making a conservative assumption. Therefore a reduction of 10% of the total investment costs is very unlikely. Even with a variation of 10%, the benchmark would not be reached.
- O&M costs: These ongoing costs are preliminary estimated based on the O&M agreement of Los Cocos (the earlier CDM project, currently under validation), which provides O&M costs per turbine and a general cost for the plant (Balance of Plant). However, Los Cocos has only about half of the capacity installed, which means that Los Cocos II actually would have higher general costs. Besides, Los Cocos has smaller turbines (1.8 MW) than Los Cocos II (2.0 MW); thus O&M costs per turbine in this project activity in fact would increase.

For these reasons, the assumptions for O&M costs are already conservative and a further reduction of 10% is very unlikely to happen. Even with a variation of 10%, the benchmark would not be reached.

Therefore, it can be concluded that the project activity is not financially attractive.

Step 3: Barrier analysis

No barrier analysis is carried out.

Step 4: Common practice analysis

Sub-step 4a: Analyze other activities similar to the proposed project activity:

Sub step 4a requires providing an analysis of any other activities that are operational and that are similar to the proposed project activity. Article 47 of the “*Tool for the demonstration and assessment of additionality*” (version 06.0.0) sets forth a set of steps applicable to measures listed in paragraph 6 of the Tool. Renewable electricity generation falls within paragraph 6(b), so that the Steps defined in Article 47 may be applied, as undertaken below:

Step 1. Calculate applicable output range as +/- 50% of the design output or capacity of the proposed project activity.

The total capacity of the proposed project activity is 52 MW. Therefore, the range is between 26 MW and 78 MW.

Step 2. In the applicable geographical area, identify all plants that deliver the same output or capacity, within the applicable output range calculated in Step 1, as the proposed project activity and have started commercial operation before the start date of the project. Note their number N_{all} . Registered CDM Project activities shall not be included in this step.

Based on the available information from the Coordinating Organization (Organismo Coordinador – OC)³³ and the project start date (29/12/2012), there are 20 operational power plants in the host country with similar capacity, i.e. within the range determined in step 1. These plants are presented in Table 8.

Table 8. Plants identified in the host country with similar capacity in step 2 ($N_{all} = 20$) and those that apply technologies different that the technology applied in the proposed project activity as per step 3 ($N_{diff} = 20$). For the complete analysis, see Excel file “*Common Practice Los Cocos II*”

Power Plant	Technology	Capacity [MW]	Step 2: N_{all} (within +/-50%)	Step 3: N_{diff} (different technology)
Aguacate	Hydroelectric Plant	52	x	x
Barahona Carbón	Steam Turbines	53.6	x	x
CEPP 2	Diesel Engines	58.1	x	x
Estrella del Mar	Diesel Engines	73.3	x	x
Estrella del Norte	Diesel Engines	43	x	x
Falcondo 1	Thermal (not specified)	66	x	x
Falcondo 2	Thermal (not specified)	66	x	x
Falcondo 3	Thermal (not specified)	66	x	x
Haina 1	Steam Turbines	54	x	x
Haina 2	Steam Turbines	54	x	x
Metaldom	Diesel Engines	42	x	x
Monción	Hydroelectric Plant	52	x	x

³³ see Annual Report 2010 (OC-SENI Memoria Annual 2010) pg. 35 (*Memoria 2010 OC.pdf*) and Monthly Operational Report January 2012 (Informe Mensual de Operación Real Enero 2012), pg. 22/23 (OCGO-*IOPERACION January 12.pdf*)

Power Plant	Technology	Capacity [MW]	Step 2: N _{all} (within +/-50%)	Step 3: N _{diff} (different technology)
Pimentel 1	Diesel Engines	31.6	x	x
Pimentel 2	Diesel Engines	28	x	x
Pimentel 3	Diesel Engines	51.4	x	x
Pinalito	Hydroelectric Plant	50	x	x
Puerto Plata 1	Steam Turbines	27.6	x	x
Puerto Plata 2	Steam Turbines	39	x	x
San Pedro Vapor	Steam Turbines	30	x	x
Valdesia	Hydroelectric Plant	54	x	x

Therefore N_{all} = 20.

Step 3. Within plants identified in Step 2, identify those that apply technologies different that the technology applied in the proposed project activity. Note their number N_{diff}.

In **Table 8**, it is summarized which of the plant with similar capacity apply a different technology than the technology applied in the proposed project activity. As can be observed, there is no operational wind power project connected to the SENI with a similar capacity than the project activity³⁴. All other power plants are thermal or hydroelectric power plants; therefore N_{diff} = 20.

Step 4. Calculate factor $F=1-N_{diff}/N_{all}$ representing the share of plants using technology similar to the technology used in the proposed project activity in all plants that deliver the same output or capacity as the proposed project activity.

The proposed project activity is a common practice within a sector in the applicable geographical area if both the following conditions are fulfilled: (a) the factor F is greater than 0.2, and (b) N_{all}-N_{diff} is greater than 3.

Based on the results of steps 2 and 3, the results for the project case are:

$$F = 1 - \frac{N_{diff}}{N_{all}} = 1 - \frac{20}{20} = 0.0 < 0.2$$

$$N_{all} - N_{diff} = 20 - 20 = 0$$

Thus, it can be concluded that the proposed project activity is not a common practice.

Sub-step 4b: Discuss any similar options that are occurring

As shown in the analysis in sub-step 4a above, there are no similar activities that are occurring. There are four other wind power plants under development (Quilvio Cabrera, Los Cocos, Matafango, El Guanillo), but they are not relevant as per the tool for additionality, since they did not yet start commercial operation at the moment of the project activity start date. Moreover, El Guanillo and Matafango were already registered as CDM project activities (PDDs are available on UNFCCC website), Quilvio Cabrera requested CDM registration recently and Los Cocos is under validation. Since wind power plants are still costly and a completely new practice in the SENI, it is clear that this energy resource requires the financial incentives from the CDM in order to be economically attractive.

Conclusion of the additionality analysis

³⁴ Cocos I is not considered since it had not yet started commercial operation at the starting date of the project, see Executive Summary of the Monthly Operational Report January 2012, pg. 5 (OCGO-IOPERACION January 12.pdf)

Since the project activity is not financially attractive (step 2) and the common practice analysis shows that it is not business-as-usual (step 4), the proposed project activity is additional.

B.6. Estimation of emission reductions

B.6.1. Explanation of methodological choices

Project emissions

According to ACM0002 version 20.0 project emissions (PE_y) for wind farms are zero.

$$PE_y = PE_{FF,y} + PE_{GP,y} + PE_{HP,y} \quad (1)$$

Where:

PE_y = Project emissions in year y (tCO₂e)

$PE_{FF,y}$ = Project emissions from fossil fuel consumption in year y (tCO₂)

$PE_{GP,y}$ = Project emissions from the operation of geothermal power plants due to the release of non-condensable gases in year y (tCO₂e)

$PE_{HP,y}$ = Project emissions from reservoirs of hydro power plants in year y (tCO₂e)

The proposed project is a wind farm that neither uses fossil fuel nor operates geothermal power. Furthermore, since the project activity has no reservoir, this step is not required, and the project emissions are zero:

Then, $PE_y = 0$

Baseline emissions

The baseline scenario and the emission rate calculation are based on the electricity that otherwise would have been generated by the plants connected to the grid and by addition of future plants.

Baseline emissions include only CO₂ emissions from electricity generation in fossil fuel fired power plants that are displaced due to the project activity. The methodology assumes that all project electricity generation would have been generated by existing grid-connected power plants and the addition of new grid-connected power plants. The baseline emissions are to be calculated as follows:

$$BE_y = EG_{PJ,y} \times EF_{grid,CM,y} \quad (2)$$

Where:

BE_y = Baseline emissions in year y (tCO₂)

$EG_{PJ,y}$ = Quantity of net electricity generation that is produced and fed into the grid as a result of the implementation of the CDM project activity in year y (MWh)

$EF_{grid,CM,y}$ = Combined margin CO₂ emission factor for grid connected power generation in year y calculated using the latest version of the "Tool to calculate the emission factor for an electricity system", version 7.0, (tCO₂/MWh)

Calculation of $EG_{PJ,y}$

If the project activity is the installation of a new grid-connected renewable power plant/unit at a site where no renewable power plant was operated prior to the implementation of the project activity (greenfield project), then:

$$EG_{PJ,y} = EG_{facility,y} \quad (3)$$

Where:

$EG_{PJ,y}$ = Quantity of net electricity generation that is produced and fed into the grid as a result of the implementation of the CDM project activity in year y (MWh)

$EG_{facility,y}$ = Quantity of net electricity generation supplied by the project plant/unit to the grid in year y (MWh)

$EG_{PJ,y}$ will be calculated as the sum of the quantity of net electricity generation supplied by the project plant/unit to the grid in each hour h ($EG_{PJ,h}$) during one year.

The project activity will deliver electricity to a 138/34.5 kV substation, which will deliver electricity to the SENI grid. The substation will also receive electricity from Los Cocos, and Quilvio Cabrera Wind Farms (see Figure 8). Thus, the measurement of the Commercial Measurement System (SMC) at the 138/34.5 kV substation performed by meters SMC TR01, TR02, TR03 and TR04, represents the net energy delivered to the grid by Los Cocos Wind Farm - LCI and Quilvio Cabrera Wind Farm - QC, as well as Los Cocos II Wind Farm - LCII (proposed project activity), as shown in **Figure 8** section B.3. It is important to clarify that even though Larimar Wind Farm is part of the whole Eolic system as can be seen in **Figure 8**, the wind farm generation data reported to the SENI is measured in the commercial measurement points recognized by the OC-SENI on the side of 34.5 kV located in Lines L10 and L11; which allows to manage Larimar independently from the generations of Quilvio Cabrera, Los Cocos and Los Cocos II Wind Farms. Taking this into account the public generation data and economical transactions reports performed by the OC SENI for Larimar Wind Farm (which includes Larimar I and Larimar II), are always presented separated from the rest of the Wind Farm System.

The quantity of net electricity supplied to the grid by the proposed project activity in hour h ($EG_{PJ,h}$) will be calculated multiplying the value of the measurement of the Commercial Measurement System (SMC) at the 138/34.5 kV substation ($EG_{SMC,h}$) by the proportion of the electricity generated by Los Cocos II Wind Farm at each hour h ($K_{LCII,h}$). This value represents the net electricity delivered to the grid by Los Cocos II Wind Farm, and is calculated as follows:

$$EG_{PJ,h} = EG_{SMC,h} \times K_{LCII,h} \quad (\text{Additional equation 1})$$

Where,

$EG_{SMC,h}$ = Quantity of net electricity supplied to the grid at Commercial Measurement System (SMC) point at the 138/34.5kV substation by Los Cocos Wind Farm, Quilvio Cabrera Wind Farm and Los Cocos II Wind Farm in hour h (MWh/h). Measurement points are identified as SMC TR01, TR02, TR03 and TR04.

$K_{LCII,h}$ = Proportion of the electricity generated by Los Cocos II Wind Farm in hour h (ad), taking into account transformation losses to be able to handle similar voltage levels (From 34.5 kV to 138 kV- network delivery point $EG_{SMC,h}$).

The calculation of $EG_{PJ,h}$ for the project activity will be as follow

The proportion of the electricity generated by Los Cocos Wind II Farm in hour h ($K_{LCII,h}$) is calculated dividing the hourly value of the total net electricity generated by Los Cocos II Wind Farm measured at the 34.5 kV lines (measurement of the four lines L5-L6-L8-L9, applying transformation losses as showing bellow for parameter $EG_{(LCII, L5+L6+L8+L9,h)}$) by the hourly value of the total net electricity generated by Los Cocos - (LCI), Quilvio Cabrera – (QC), and Los Cocos II – (LCII) Wind Farms, measured at the 34.5 kV lines (measurements of lines L1, L2, L3, L5, L6, L8 and L9,

applying transformation losses as showing bellow for parameters $EG_{(LCI), L2+L3,h}$, $EG_{(QC),L1,h}$ and $EG_{(LCII), L5+L6+L8+L9,h}$, as shown in **Figure 8**. Thus, $K_{LCII,h}$ is calculated as follows:

$$K_{LCII,h} = \frac{(EG_{(LCII),L5+L6+L8+L9,h})}{(EG_{(QC),L1,h} + EG_{(LCI),L2+L3,h} + EG_{(LCII),L5+L6+L8+L9,h})} \quad (\text{Additional equation 2})$$

Where

$EG_{(LCII),L5+L6+L8+L9,h}$ = Quantity of net electricity generated by Los Cocos II Wind Farm measured by the (LCII) equipment at the 34.5 kV line, as the sum of four lines, L5-L6-L8-L9, in hour h (MWh/h), using class 0.2S equipment.

Since the electricity measurement is calculated by means of measurements at 138kV ($EG_{SMC,h}$) and also 34.5 kV ($EG_{(LCII), L5+L6+L8+L9,h}$). Transformation losses at the delivery point for electricity generation 138/34.5 kV substation are taken into account, applying the following transformation losses equation to Los Cocos II generation data ($EG_{(LCII), L5+L6+L8+L9,h}$).

$$E(h)_{138\text{ kV}|LCII} = E(h)_{34.5\text{ kV}|LCII} - [53.22 + 0.003988 \times E(h)_{34.5\text{ kV}|LCII}]$$

$EG_{(LCI),L2+L3,h}$ = Quantity of net electricity generated by Los Cocos Wind Farm measured by the (LCI) equipment at the 34.5 kV line, as the sum of two lines L2 and L3, in hour h (MWh/h), using class 0.2S equipment.

Since the electricity measurement is calculated by means of measurements at 138kV ($EG_{SMC,h}$) and also 34.5 kV ($EG_{(LCI), L2+L3,h}$). Transformation losses at the delivery point for electricity generation 138/34.5 kV substation are taken into account, applying the following transformation losses equation to Los Cocos I generation data ($EG_{(LCI), L2+L3,h}$).

$$E(h)_{138\text{ kV}|LCI} = E(h)_{34.5\text{ kV}|LCI} - [25.59 + 0.003988 \times E(h)_{34.5\text{ kV}|LCI}]$$

$EG_{(QC),L1,h}$ = Quantity of net electricity generated by Quilvio Cabrera Wind Farm using class 0.2S (QC) equipment at the 34.5 kV line, as a single line L1, in hour h (MWh/h).

Since the electricity measurement is calculated by means of measurements at 138kV ($EG_{SMC,h}$) and also 34.5 kV ($EG_{(QC),L1,h}$). Transformation losses at the delivery point for electricity generation 138/34.5 kV substation are taken into account, applying the following transformation losses equation to Quilvio Cabrera generation data ($EG_{(QC),L1,h}$).

$$E(h)_{138\text{ kV}|QC} = E(h)_{34.5\text{ kV}|QC} - [8.44 + 0.003988 \times E(h)_{34.5\text{ kV}|QC}]$$

Leakage

“No leakage emissions are considered. The main emissions potentially giving rise to leakage in the context of electric sector projects are emissions arising due to activities such as power plant construction and upstream emissions from fossil fuel use (e.g. extraction, processing, and transport). These emissions sources are neglected.”

Emission reductions

Emission reductions are calculated as follows:

$$ER_y = BE_y - PE_y \quad (4)$$

Where:

ER_y = Emission reductions in year y (tCO₂e)

BE_y = Baseline emissions in year y (tCO₂e)

PE_y = Project emissions in year y (tCO₂e)

Calculation of the combined margin CO₂ emission factor for grid connected power generation in year y ($EF_{grid,CM,y}$)

Following the methodology ACM0002 version 20.0, the combined margin CO₂ emission factor for grid connected power generation in year y ($EF_{grid,CM,y}$) is calculated using the latest version of the “Tool to calculate the emission factor for an electricity system” (version 7.0).

The combined margin emission factor ($EF_{CM,y}$) consists of the weighted average of the Operating Margin emission factor ($EF_{OM,y}$) and the Build Margin emission factor ($EF_{BM,y}$), as detailed in below.

According to the “Tool to calculate the emission factor for an electricity system” version 7.0, project participants shall apply the following six steps:

- STEP 1. Identify the relevant electricity systems.
- STEP 2. Choose whether to include off-grid power plants in the project electricity system (optional).
- STEP 3. Select a method to determine the operating margin (OM).
- STEP 4. Calculate the operating margin emission factor according to the selected method.
- STEP 5. Calculate the build margin emission factor.
- STEP 6. Calculate the combined margin (CM) emissions factor.

Step 1: Identify the relevant electricity systems

For determining the electricity emission factors, a **project electricity system** is defined by the spatial extent of the power plants that are physically connected through transmission and distribution lines to the project activity and that can be dispatched without significant transmission constraints.

- The relevant electricity system for the proposed project activity is the National Interconnected Electricity System of Dominican Republic (SENI).
- For the purpose of determining the operating margin emission factor, the CO₂ emission factor(s) for net electricity imports is chosen as 0 t CO₂/MWh.

Step 2: Choose whether to include off-grid power plants in the project electricity system (optional)

Since information from power generation is available for grid connected power plants and the dispatch data analysis for the calculation of the $EF_{grid,OM,y}$ is used, in order to calculate the operating margin and build margin emission factor only grid power plants are included in the calculation.

- For the proposed project activity, off-grid power plants are not included in the project electricity system (Option 1).

Step 3: Select a method to determine the operating margin (OM)

In accordance with the tool, the calculation of the operating margin emission factor ($EF_{grid,OM,y}$) is based on one of the following methods:

- (a) Simple OM; or
- (b) Simple adjusted OM; or
- (c) Dispatch data analysis OM; or
- (d) Average OM

The calculation of the operating margin emission factor ($EF_{grid,OM,y}$) is based on option (c) of the “Tool to calculate the emission factor for an electricity system” version 7.0: **Dispatch data analysis OM**.

- For the project activity, the Dispatch data analysis OM (option c) was selected. The Simple OM method cannot be used since low cost, must-run resources constitute less than 50% of total grid generation in Dominican Republic³⁵. Also, it was not necessary to use either the Simple adjusted OM approach or the Average OM approach because hourly detailed dispatch data is available.
- Since this method analyzes the hourly generation of the plants connected to the SENI and their order of merit, the dispatch data analysis provides a more realistic analysis of the electricity displaced by the proposed project activity, and thus, the emission reductions generated by the proposed project activity. The required information to perform this analysis is publicly available at the Coordinating Organization (OC) web site (www.oc.org.do).
- This approach is not applicable to historical data and, thus, requires annual monitoring of $EF_{grid,OM,y}$. The emission factor will be calculated *ex post*, determined for the year in which the project activity displaces grid electricity, and will be updated annually during monitoring.

Step 4: Calculate the operating margin emission factor according to the selected method

(c) Dispatch data analysis OM

The dispatch data analysis OM emission factor ($EF_{grid,OM-DD,y}$) is determined based on the grid power units that are actually dispatched at the margin during each hour h where the project is displacing grid electricity.

Since $EF_{grid,OM-DD,y}$ is not applicable to historical data and, thus, must be calculated *ex post* and adjusted on an annual basis, in order to estimate *ex ante* emission reductions, historical data has been applied to calculate an *ex ante* $EF_{grid,OM-DD,y}$, which is necessary for the *ex-ante* estimation of BE_y .

The emission factor is calculated as follows:

$$EF_{grid,OM-DD,y} = \frac{\sum h EG_{PJ,h} * EF_{EL,DD,h}}{EG_{PJ,y}} \quad (5)$$

Where:

$EF_{grid,OM-DD,y}$ = Dispatch data analysis operating margin CO₂ emission factor in year y (tCO₂/MWh)

$EG_{PJ,h}$ = Electricity displaced by the project activity in hour h of year y (MWh)

$EF_{EL,DD,h}$ = CO₂ emission factor for grid power units in the top of the dispatch order in hour h in year y (tCO₂/MWh)

$EG_{PJ,y}$ = Total electricity displaced by the project activity in year y (MWh)

h = Hours in year y in which the project activity is displacing grid electricity

y = Year in which the project activity is displacing grid electricity

- Since hourly fuel consumption data of the power plants connected to the SENI is not publicly available, hourly fuel consumption data is calculated based on each plant's hourly

³⁵ OC-SENI (2018) Annual Statistic. Pg 32.

generation and fossil fuel consumption rate. The fossil fuel consumption rate of each plant, the type of fuel used, and the net calorific value of each fuel is published on a weekly basis by the Coordinating Organization (OC)³⁶. These reports are available at the OC web site (www.oc.org.do). The file that summarizes all this information available at the OC web site is Fuels2019.xlsx

- Since there are no publicly available country specific CO₂ emission factors of fossil fuels, the CO₂ emission factor of each fossil fuel is estimated based on the 2006 IPCC Guidelines for National Greenhouse Gas Inventories, as detailed in section B.7.1.
- The grid system dispatch order of operation and the electricity generated and delivered to the grid by each grid power unit in the system during each hour h that the project activity is displacing electricity, is obtained from the OC daily operation reports, publicly available at the OC website. This data was provided by EGE HAINA in the file Generacion Neta SENI 2019.xlsx

Then,

$$EF_{EF,DD,h} = \frac{\sum_{i,n} FC_{i,n,h} \times NCV_{i,y} \times EF_{CO2,i,y}}{\sum_n EG_{n,h}} \quad (6)$$

Where

$EF_{EL-DD,h}$ = CO₂ emission factor for grid power units in the top of the dispatch order in hour h in year y (tCO₂/MWh)

$FC_{i,n,h}$ = Amount of fuel type i consumed by grid power unit n in hour h (Mass or volume unit)

$NCV_{i,y}$ = Net calorific value (energy content) of fuel type i in year y (GJ/mass or volume unit)

$EF_{CO2,i,y}$ = CO₂ emission factor of fuel type i in year y (t CO₂/GJ)

$EG_{n,h}$ = Net quantity of electricity generated and delivered to the grid by grid power unit n in hour h (MWh)

n = Grid Power units in the top of the dispatch.
At each hour, h , stack each grid power unit's electricity generation using the merit order. The group of grid power units n in the dispatch margin includes the units in the top $x\%$ of total electricity dispatched by the hour h , where $x\%$ is equal to the greater of either:
(a) 10%; or
(b) The quantity of electricity displaced by the project activity during hour h divided by the total electricity generation in the grid power plants during that hour h .

i = Fuel types combusted in grid power unit n in year y

h = Hours in year y in which the project activity is displacing grid electricity

y = Year in which the project activity is displacing electricity

To determine the set of grid power units n that are in the top of the dispatch, the data was obtained from the national dispatch centre:

(a) The grid system dispatch order of operation for each grid power unit of the system including power units from which electricity is imported; and

³⁶ SENI Coordinating Organism (OC). Weekly reports SENI operation. "DEFINITIVO – VERIFICACION CVP" Sheet: "Costos Variables de Producción".

- Dispatch order is available daily in the web page of the OC SENI³⁷ (Organismo Coordinador del Sistema Eléctrico Nacional Interconectado). This merit order changes every day and it depends of the total cost of energy production by each unit. In case of one power unit with multiple fossil fuels used, the CO₂ lower emission was selected. All the data from 2019 is summarized in the file LMS2019.xlsx

(b) The amount of power (MWh) that is dispatched from all grid power units in the system during each hour h that the project activity is displacing electricity.

- The amount of power generation (MWh) is considered from "PARQUE EOLICO LOS COCOS" generation project in each hour h in the OC-SENI web page.
- The total data of "PARQUE EOLICO LOS COCOS" was separated in "LOS COCOS I", "LOS COCOS II" and "QUILVIO CABRERA".

At each hour h , stack each grid power unit's electricity generation using the merit order. The group of grid power units n in the dispatch margin includes the units in the top x percent of total electricity, dispatched in the hour h , where x percent is equal to the greater of either:

(a) 10 per cent (if 10 per cent falls on part of the generation of a unit, the generation of that unit is fully included in the calculation); or

(b) The quantity of electricity displaced by the project activity during hour h divided by the total electricity generation by grid power plants during that hour h .

- Top x is calculated as follow:
Every daily file was ordered according to dispatch data order (the first to be displaced is the most expensive)
The 10% of total generation, for each hour is calculated.
10% of total hourly generation is compared with electricity generation by project. The higher value is chosen in every hour.
- This model is summarized on an excel worksheet that incorporates and processes data on hourly electricity generation by the plants connected to the SENI, and specific fuel consumption. Hourly dispatch data from the plants connected to the SENI, their merit order and specific fuel consumption is publicly available at the OC website. This information is obtained by EGE HAINA's Commercial Department on a daily basis. For every day and on an hourly basis, the model calculates the accumulated electricity generation of the grid power units in the top of the dispatch order, until 10% of the total SENI generation is reached. At that percentage of generation, the fuel consumption of the involved plants is calculated based on the fossil fuel consumption rate. Then, the hourly emission factor of the grid power units in the top of the dispatch order is obtained applying equation 13 of the "*Tool to calculate the emission factor for an electricity system*" (version 7.0), by dividing the CO₂ emissions (calculated based on the fossil fuel consumption of the group of n plants and the fossil fuel emission factors) by the electricity generation of the group of n plants. In file Los Cocos II EF 2019.xlsx in sheet "DISPATCH ANALYSES".
- In order to obtain the dispatch data analysis OM emission factor ($EF_{grid,OM-DD,y}$), the hourly emission factor of the grid power units in the top of the dispatch order is then multiplied by the hourly electricity generation of the proposed project activity. The sum of this product for a whole year is divided by the net electricity generation produced and fed into the grid by the project activity for a whole year, according to equation 12 of the "*Tool to calculate the emission factor for an electricity system*" (version 7.0). The calculation is show in the file Los Cocos II EF 2019.xlsx in sheet "DISPLACING PROJECT OM".

³⁷ SENI Coordinating Organism (OC). Weekly reports SENI operation. Daily Programming."DEFINITIVO – VERIFICACION CVP" Sheet: "Lista de mérito".Information is available at https://www.dropbox.com/sh/oypr2eikkqpr50d/AAafeLklfb_zkpRpz1cxGetJa?dl=0

The OM emission factor results for Dominican Republic for 2019 using the dispatch data analysis are presented below.

Table 9. Operating Margin emission factor for Los Cocos Wind Farm

Year	Sum of EG _{PJ,h} (MWh) ³⁸	EF _{grid,OM-DD,y} (tCO ₂ /MWh)
2019	123,517.58	0.673706572

Step 5: Calculate the build margin (BM) emission factor

In terms of vintage of data, the project participant has chosen for the first crediting period option 1 of the “*Tool to calculate the emission factor for an electricity system*” (version 7.0):

Option 1: For the first crediting period, calculate the build margin emission factor *ex ante* based on the most recent information available on units already built for sample group *m* at the time of CDM-PDD submission to the DOE for validation. For the second crediting period, the build margin emission factor should be updated based on the most recent information available on units already built at the time of submission of the request for renewal of the crediting period to the DOE. For the third crediting period, the build margin emission factor calculated for the second crediting period should be used. This option does not require monitoring the emission factor during the crediting period.

Therefore, for this second crediting period the build margin is updated based on the most recent information available on units already built at the time of submission of the request for renewal of the crediting period to the DOE.

The sample group of power units *m* used to calculate the build margin is determined as per the procedure presented in the “*Tool to calculate the emission factor for an electricity system*” (version 7.0), consistent with the data vintage selected above, as follows:

- a) Identify the set of five power units, excluding power units registered as CDM project activities, that started to supply electricity to the grid most recently (SET_{5-units}) and determine their annual electricity generation (AEG_{SET-5-units}, in MWh);
- b) Determine the annual electricity generation of the project electricity system, excluding power units registered as CDM project activities (AEG_{total}, in MWh). Identify the set of power units, excluding power units registered as CDM project activities, that started to supply electricity to the grid most recently and that comprise 20% of AEG_{total} (if 20% falls on part of the generation of a unit, the generation of that unit is fully included in the calculation) (SET_{≥20%}) and determine their annual electricity generation (AEG_{SET-≥20%}, in MWh);
- c) From SET_{5-units} and SET_{≥20%} select the set of power units that comprises the larger annual electricity generation (SET_{sample});
Identify the date when the power units in SET_{sample} started to supply electricity to the grid. If none of the power units in SET_{sample} started to supply electricity to the grid more than 10 years ago, then use SET_{sample} to calculate the build margin. Ignore steps (d), (e) and (f).
 - The SET_{sample} was determined only using steps (a), (b) and (c), because all the units inside the AEG_{SET-≥20%} started to supply electricity to the grid less than 10 years, so the steps (d), (e) and (f) are ignored.
 - The following table shows the set of power units used to calculate the build margin. The selection is based on the available information at the time of the CDM-PDD submission to the DOE for validation.

³⁸ Los Cocos II Wind Farm electricity generation during 2019.

Table 10. Set of power units included in the calculation of the build margin (SETsample)

Power plant / unit	Start of operation	Generation BM MWh	Accumulated generation MWh
PARQUE EOLICO LOS GUZMANCITOS	20/12/2019	5,509.72	5,509.72
PARQUE SOLAR CANOA	20/12/2019	2,152.11	7,661.83
PARQUE SOLAR MATA DE PALMA	15/12/2019	3,875.19	11,537.02
HATILLO 2	22/10/2019	27.72	11,564.74
PUNTA CATALINA 2	29/09/2019	55,015.14	66,579.87
PUNTA CATALINA 1	27/02/2019	1,354,577.52	1,421,157.39
PARQUE EOLICO AGUA CLARA	27/02/2019	116,211.06	1,537,368.45
PARQUE EOLICO LARIMAR II	16/10/2018	131,403.92	1,668,772.37
MONTE CRISTI SOLAR	28/08/2018	103,049.31	1,771,821.68
PALENQUE	21/07/2018	90,495.83	1,862,317.52
PARQUE ENERGETICO LOS MINA CC TOTAL	1/04/2017	1,236,507.00	3,098,824.51
SAN PEDRO BIO-ENERGY	14/02/2017	206,525.23	3,305,349.74
PARQUE EOLICO LARIMAR I	2/08/2016	183,249.54	3,488,599.28

Table 11. Build Margin Results

Step	Character	Result (MWh)
a	AEGSET-5-units	66,580
b	AEG _{total WithoutCDM}	16,888,616.83
b	20% of AEG total	3,377,723.37
b	AEG _{SET-≥20%}	3,488,599.28
c	SET _{sample} (Larger than AEGSET-5-units)	3,488,599.28

Note: None of the power units in SETsample startednd to supply electricity to the grid more than 10 years ago, so SETsample is c.

The build margin emissions factor ($EF_{grid,BM,y}$) is the generation-weighted average emission factor (tCO₂/MWh) of all power units m during the most recent year y for which power generation data is available. $EF_{grid,BM,y}$ is calculated applying equation (7).

$$EF_{grid,BM,y} = \frac{\sum_m EG_{m,y} \times EF_{EL,m,y}}{\sum_m EG_{m,y}} \quad (7)$$

Where:

- $EF_{grid,BM,y}$ = Build margin CO₂ emission factor in year y (tCO₂/MWh)
- $EG_{m,y}$ = Net quantity of electricity generated and delivered to the grid by power unit m in year y (MWh)
- $EF_{EL,m,y}$ = CO₂ emission factor of power unit m in year y (tCO₂/MWh)
- m = Power units included in the build margin
- y = Most recent historical year for which power generation data is available

The CO₂ emission factor of each power unit m ($EF_{EL,m,y}$) is determined as per the guidance in Step 4 (a) for the simple OM, using option A1, based on the total net electricity generation of the m power units included in the build margin. The total fuel consumption was estimated based on each plant's hourly generation and fossil fuel consumption rate.

The emission factor is determined as follows:

$$EF_{EL,m,y} = \frac{\sum_i FC_{i,m,y} * NCV_{i,y} * EF_{CO2,i,y}}{EG_{m,y}} \quad (8)$$

Where:

- $EF_{EL,m,y}$ = CO₂ emission factor of power unit m in year y (tCO₂/MWh)
- $FC_{i,m,y}$ = Amount of fossil fuel type i consumed by power unit m in year y (Mass or volume unit)
- $NCV_{i,y}$ = Net calorific value (energy content) of fossil fuel type i in year y (GJ/mass or volume unit)
- $EF_{CO2,i,y}$ = CO₂ emission factor of fossil fuel type i in year y (tCO₂/GJ)
- $EG_{m,y}$ = Net quantity of electricity generated and delivered to the grid by power unit m in year y (MWh)
- m = All power units serving the grid in year y except low-cost/must-run power units
- i = All fossil fuel types combusted in power unit m in year y
- y = The relevant year as per the data vintage chosen in Step 3

- Since annual fuel consumption data of the power plants connected to the SENI is not publicly available, annual fuel consumption data is calculated as before, the same to OM.
- Since there are no publicly available country specific CO₂ emission factors of fossil fuels, the CO₂ emission factor of each fossil fuel is estimated based on the 2006 IPCC Guidelines for National Greenhouse Gas Inventories, as detailed in section B.7.1.
- The electricity generated and delivered to the grid by each grid power unit in the system for one year was obtained from the OC monthly operation reports, publicly available at the OC website³⁹. Data from the period January 2019 to December 2019 has been analyzed.

As the result of the methodology the BM for Dominican Republic for 2019 is presented in the table below.

Table 12. Build margin for 2019 in Dominican Republic

Total Generation 2019 (MWh)	17,411,497
20% Generation 2019 (MWh)	3,337,723
Generation in BM (MWh)	3,488,599.28
Total emissions (tCO₂)	1,781,621
BM (tCO₂/MWh)	0.5106

Step 6: Calculate the combined margin emissions factor

The calculation of the combined margin (CM) emission factor ($EF_{grid,CM,y}$) is based on one of the following methods:

- Weighted average CM; or
- Simplified CM.

³⁹ <http://www.oc.org.do> (Informe diario de Operación).

The 2019 data is obtained from the monthly reports from the OC. The monthly reports from year 2019 are available at the OC web site: <http://www.oc.org.do/>

According to the “Tool to calculate the emission factor for an electricity system”, version 7.0, the weighted average CM method (option A) should be used as the preferred option. Thus, option A is chosen.

(a) Weighted average CM

The combined margin emissions factor is calculated as follows:

$$EF_{grid,CM,y} = EF_{grid,OM,y} * W_{OM} + EF_{grid,BM,y} * W_{BM} \quad (9)$$

Where:

$EF_{grid,BM,y}$ = Build margin CO₂ emission factor in year y (tCO₂/MWh)

$EF_{grid,OM,y}$ = Operating margin CO₂ emission factor in year y (tCO₂/MWh)

w_{OM} = Weighting of operating margin emissions factor (%)

w_{BM} = Weighting of build margin emissions factor (%)

According to the tool, wind and solar power generation project activities should apply the following values of w_{OM} and w_{BM} for the first crediting period and for subsequent crediting periods:

$w_{OM} = 0.75$ and $w_{BM} = 0.25$

Then applying the equation (9) the results for combined margin are:

Table 13. Combined margin emission factor for Los Cocos Wind Farm

Year	2019
Actual Generation in 2019 (MWh)	123,517.58
EF grid,OM-DD,y (tCO₂/MWh)	0.673706572
EF grid BM,2019 (tCO₂/MWh)	0.5106
w OM	0.75
w BM	0.25
EF grid,CM,y (tCO₂/MWh)	0.632930

B.6.2. Data and parameters fixed ex ante

Data/Parameter	$NCV_{i,y}$
Data unit	TJ/ktonne
Description	Net calorific value (energy content) of fossil fuel type i in year y
Source of data	<p>NCV for fuel oil (BTU/Gal), coal (kJ/kg) and Natural Gas (BTU/Lb) is obtained from the SENI Coordinating Organization (OC) weekly reports: "Informe - Programación Semanal – Verificación CVP ". Sheet: "Costos Variables de Producción".</p> <p>Fuel oil is converted from BTU/Gal to TJ/ktonne multiplying the value by 1.05506 (KJ/BTU) and then dividing the value in kJ/Gal by the fuel density (in gr/lit) and by 3.7854 lt/gal.</p> <p>Coal is converted to TJ/ktonne dividing the value in kJ/kg by 1000.</p> <p>Natural Gas is converted to TJ/ktonne multiplying the value by 1.05506 (KJ/BTU) and then multiplying by 2204.62 (Lb/ktonne).</p>
Value(s) applied	For Coal, Natural Gas and Fuel Oil Nr. 2 and 6 please refer to the spreadsheets in Los_Cocos II_EF_2019.xlsx sheet FUEL DATA
Choice of data or measurement methods and procedures	Country specific NCV for fuels Coal, Natural Gas and Fuel Oil are updated weekly.
Purpose of data	Calculation of baseline emissions
Additional comment	The NCV value is related with the specific consumption value of each one of the plants per week to find the unit performance in KJ/KWh that is the value applied in the Emission factor equations

Data/Parameter	$EF_{CO_2,i,y}$ and $EF_{CO_2,m,i,y}$																							
Data unit	tCO ₂ /TJ																							
Description	CO ₂ emission factor of fossil fuel type i used in power unit m in year y																							
Source of data	IPCC Guidelines for National Greenhouse Gas Inventories, Reference Manual, Volume 2 (2006), chapter 1. Table 1.4. (IPCC, 2006). IPCC default values at the lower limit of the uncertainty at a 95% confidence interval																							
Value(s) applied	<table><tr><th>Fuel</th><th>Value</th><th>Unit</th><th>Source</th></tr><tr><td>Coal</td><td>89.5</td><td>tCO₂/TJ</td><td>IPCC, 2006</td></tr><tr><td>Natural Gas</td><td>54.3</td><td>tCO₂/TJ</td><td>IPCC, 2006</td></tr><tr><td>Fuel Oil Nr. 2</td><td>72.6</td><td>tCO₂/TJ</td><td>IPCC, 2006</td></tr><tr><td>Fuel Oil Nr. 6</td><td>75.5</td><td>tCO₂/TJ</td><td>IPCC, 2006</td></tr></table>				Fuel	Value	Unit	Source	Coal	89.5	tCO ₂ /TJ	IPCC, 2006	Natural Gas	54.3	tCO ₂ /TJ	IPCC, 2006	Fuel Oil Nr. 2	72.6	tCO ₂ /TJ	IPCC, 2006	Fuel Oil Nr. 6	75.5	tCO ₂ /TJ	IPCC, 2006
Fuel	Value	Unit	Source																					
Coal	89.5	tCO ₂ /TJ	IPCC, 2006																					
Natural Gas	54.3	tCO ₂ /TJ	IPCC, 2006																					
Fuel Oil Nr. 2	72.6	tCO ₂ /TJ	IPCC, 2006																					
Fuel Oil Nr. 6	75.5	tCO ₂ /TJ	IPCC, 2006																					
Choice of data or measurement methods and procedures	Since country specific emission factors for fuels are not available, IPCC default figures were used.																							
Purpose of data	Calculation of baseline emissions																							
Additional comment	None																							

Data/Parameter	$EG_{m,y}$, EG_y , and $EG_{n,h}$
Data unit	MWh
Description	Net electricity generated by power plant/unit m or n (or in the project electricity system in case of EG_y) in year y or hour h
Source of data	Official publications from the Coordinating Organization (OC) http://www.oc.org.do/
Value(s) applied	Please refers to excel file Los_Cocos II_EF_2019.xlsx – Sheet: GENERATION DATA
Choice of data or measurement methods and procedures	The OC records present the best available and verifiable information.
Purpose of data	Calculation of baseline emissions
Additional comment	None

Data/Parameter	$FC_{i,m,y}$ and $FC_{i,n,h}$
Data unit	Tonnes
Description	Amount of fossil fuel type i consumed by power unit m or n in year y or hour h
Source of data	Calculated based on specific fuel consumption and electricity generation. Specific fuel consumption is obtained from official publications from the Coordinating Organization (OC) http://www.oc.org.do/
Value(s) applied	Please refers to excel file Los_Cocos II_EF_2019.xlsx – Sheet: FUEL DATA
Choice of data or measurement methods and procedures	The OC records present the best available and verifiable information.
Purpose of data	Calculation of baseline emissions
Additional comment	None

Data/Parameter	$EF_{grid, BM,y}$
Data unit	tCO ₂ /MWh
Description	Build Margin CO ₂ emission factor for grid connected power generation in year y calculated using version 7.0 of the “Tool to calculate the emission factor for an electricity system”.
Source of data	Coordinating Organization (OC) http://www.oc.org.do/ Calculated as per the “Tool to calculate the emission factor for an electricity system” version 7.0. See worksheet: Los_Cocos II_EF_2019.xlsx – Sheet: BM
Value(s) applied	0.5106 tCO ₂ /MWh
Choice of data or measurement methods and procedures	The Build Margin for this second crediting period is updated based on the most recent information available on units already built at the time of submission of the request for renewal of the crediting period to the DOE, year 2019. This value is set ex-ante, then is calculated once at the beginning of the second crediting period.
Purpose of data	Calculation of baseline emissions
Additional comment	--

B.6.3. Ex ante calculation of emission reductions

As mentioned in section B.6.1 in accordance with the ACM0002 version 20, no project emissions neither leakage emissions from the proposed project activity should be considered. Thus, if $PE_y = 0$ and $LE_y = 0$ applying equation (10):

$$ER_y = BE_y - PE_y - LE_y \quad (10)$$

The emission reductions are calculated as follows:

$$ER_y = BE_y$$

Therefore, the calculation of the emission reduction only takes into account the baseline emissions.

Where baseline emissions are calculated applying equation (2) and (4) presented in section B.6.1:

$$BE_y = EG_{PJ,y} \times EF_{grid,CM,y}$$

$$\text{Where } EG_{PJ,y} = EG_{facility,y}$$

The value of $EG_{PJ,y}$ was estimated *ex ante* based on the wind farm installed capacity and the estimated plant load factor.

The *ex-ante* value of $EG_{PJ,y}$ is **157,189 MWh/yr** as provided by a third-party generation study⁴⁰.

As shown above in Section B.6.1, the combined margin grid emission factor for year y ($EF_{grid,CM,y}$) is calculated applying the dispatch analysis method and equation (9) as follows:

$$EF_{grid,CM,y} = EF_{grid,OM,y} * W_{OM} + EF_{grid,BM,y} * W_{BM}$$

According to the Tool, for Wind Power generation projects in their second crediting period, the weights to be applied are: $w_{OM} = 0.75$ and $w_{BM} = 0.25$.

The OM emission factor is determined applying the dispatch analysis option, based on the most recent data available at the time of submission of the project documentation to the DOE for validation. Specifically, data for the year 2019, and the resulting OM emission factor is 0.6737 tCO₂/MWh.

The BM emission factor is determined based on the most recent information available on units already built at the time of submission of the project documentation to the DOE for validation. Specifically, data from year 2019 are used, and the resulting BM emission factor is 0.5106 tCO₂/MWh.

Thus, the resulting CM emission factor is the following:

$$EF_{grid,CM,y} = 0.6737 \text{ tCO}_2/\text{MWh} \times 0.75 + 0.5106 \text{ tCO}_2/\text{MWh} \times 0.25 = \mathbf{0.632930 \text{ tCO}_2/\text{MWh}}$$

Consequently, the annual value of emission reductions estimated for the project activity is the following:

$$ER_y = 157,189 \text{ MWh} \times 0.632930 \text{ tCO}_2/\text{MWh} = \mathbf{99,490 \text{ tCO}_2}$$

$$\text{Thus: } ER_y = \mathbf{99,490 \text{ tCO}_2/\text{yr}}$$

B.6.4. Summary of ex ante estimates of emission reductions

The *ex-ante* emission reductions are estimated to be 696,427 tCO₂e for the second crediting period of 7 years. The selected crediting period for Los Cocos Wind Farm Project is renewable: three crediting periods of 7 years, leading to a total of 21 years.

⁴⁰ see wind study "120208 Garrad Hassan.pdf"

The project is expected to generate approximately 157,189 MWh of clean renewable electricity per year. The estimated emission reductions during the second crediting period are shown in the Table below. These estimates are based on conservative approaches and calculations for a wind farm of 52 MW. Note that actual emission reductions will be based on monitored data and may differ from the estimate shown below.

Year	Baseline emissions (t CO ₂ e)	Project emissions (t CO ₂ e)	Leakage (t CO ₂ e)	Emission reductions (t CO ₂ e)
2020	93,493	0	0	93,493
2021	99,490	0	0	99,490
2022	99,490	0	0	99,490
2023	99,490	0	0	99,490
2024	99,490	0	0	99,490
2025	99,490	0	0	99,490
2026	99,490	0	0	99,490
2027	5,997	0	0	5,997
Total	696,427	0	0	696,427
Total number of crediting years	7 (in second crediting period)			
Annual average over the crediting period	99,490	0	0	99,490

B.7. Monitoring plan

B.7.1. Data and parameters to be monitored

Data / Parameter	$EG_{facility,h}$ (or $EG_{PJ,h}$)
Unit	MWh/h
Description	Quantity of net electricity generation supplied by the project plant/unit to the grid in hour h
Source of data	Calculated as detailed in section B.6.1. The value will be the result of multiplying the value of the measurement of the Commercial Measurement System (SMC) at the 138/34.5 kV substation in hour h ($EG_{SMC,h}$) by the proportion of the electricity generated by Los Cocos II Wind Farm at each hour h ($K_{LCII,h}$).
Value(s) applied	17.94 MWh/h (estimated from expected annual electricity generation; the value is rounded in the PDD to two decimals but used more precisely in the calculation sheets.)
Measurement methods and procedures	As detailed in section B.6.1. The quantity of net electricity supplied to the grid by the proposed project activity in hour h ($EG_{PJ,h}$) will be calculated multiplying the value of the measurement of the Commercial Measurement System (SMC) at the 138/34.5 kV substation in hour h ($EG_{SMC,h}$) by the proportion of the electricity generated by Los Cocos II Wind Farm at each hour h ($K_{LCII,h}$). This value represents the net electricity delivered to the grid by Los Cocos II Wind Farm. The measurement of the $EG_{SMC,h}$ at the 138/34.5 kV substation represents the net energy delivered to the grid by Los Cocos Wind Farm, Los Cocos II Wind Farm and Quilvio Cabrera Wind Farm, as shown in Figure 9 in section B.7.3. This will be the main measurement, and the value of the net electricity generation supplied by the project activity to the grid in hour ($EG_{PJ,h}$) is obtained multiplying this value by the proportion of the electricity generated by Los Cocos II Wind Farm.
Monitoring frequency	Hourly
QA/QC procedures	The calculated value of the net electricity generation supplied by the project plant/unit to the grid in hour h will be cross checked with: <ol style="list-style-type: none"> 1. The sum of the individual measurements at lines L5-L6-L8-L9 of Cocos II at 34.5kV in hour h (which correspond to the total net electricity generation by Los Cocos II Wind Farm measured at 34.5 kV in hour h by PQube (LCII) equipment - point EG-L5+L6+L8+L9 2. The sum of the Scada data of each wind turbine of Los Cocos II Wind Farm. <p>The lowest value will be applied in case of discrepancy.</p> <p>In addition, it will be checked that the result of sum of the proportion of the electricity generated by Quilvio Cabrera Wind Farm, Los Cocos Wind Farm and Los Cocos II Wind Farm is never higher than 1. In the case the sum is higher than 1, the value of the proportion of the electricity generated by Los Cocos II Wind Farm will be reduced until the sum is equal to 1.</p>
Purpose of data	Calculation of baseline emissions
Additional comment	--

Data / Parameter	$EG_{SMC,h}$
Unit	MWh/h
Description	Quantity of net electricity supplied to the grid at Commercial Measurement System (SMC) point at the 138/34.5kV substation by Quilvio Cabrera Wind Farm, Los Cocos Wind Farm, and Los Cocos II Wind Farm in hour h
Source of data	EGE HAINA dispatch data reports for the project
Value(s) applied	Not applied <i>ex ante</i>
Measurement methods and procedures	The measurement of the Commercial Measurement System (SMC) at the 138/34.5 kV substation represented by the measurement points SMC

TR01, TR02, TR03 and TR04, will monitor the net electricity generated by Quilvio Cabrera Wind Farm – (QC), Los Cocos Wind Farm – (LCI), Larimar and Los Cocos II Wind Farm – (LCII), delivered to the grid. The SMC points of measurement will be located at the power delivery lines (Line 1 and Line 2) at the 138 kV voltage side of the project 34.5/138 kV substation, before the 138 kV bar of the wind farm interconnection.

Line 1 and Line 2 are two circuits to the same power delivery line at the 138 kV voltage side of the project substation. Having two circuits increases the reliability of the line due to the line's redundancy. Line 1 will serve as a redundant circuit if required, in case of failure of the power delivery circuit L1 at 138 kV. The circuit Line 2 presents the same characteristics as Line 1 regarding the electricity meters (main electricity meter and backup meter), the measurement procedures and QA/QC procedures.

The electricity generated at the SMC point will be measured by four electricity meters ION 8650, class 0.2 (represented by SMC TR01, TR02, TR03 and TR04,). A main meter and a backup meter will be installed.

The meters ION 8650 installed are bidirectional (Deliver and Receive). Its manufacturer is Schneider Electric.

The measurement in the substation will follow the same measurement system as the Dominican Republic's electrical system standard, according to articles 287 and 288 of the Regulation for the application of the General Electricity Law 125-01. These articles define how the SMC should be constituted and the equipment to be applied. The Regulatory Office requires the following components:

- A.** A system of measuring and recording active energy at each connection point:
 1. Accuracy class 0.2 for current transformer (IEC standard)
 2. Accuracy class 0.2 for Voltage transformers (IEC standard)
 3. Accuracy class 0.2 for Energy Meters (IEC standard). The meters have non-volatile memory to store the information of the last forty (40) days at least, considering the use of five (5) channels and records every fifteen (15) minutes. They have built-in battery to keep data stored in memory for at least seven (7) days before the auxiliary power supply failure.

According to article 307 of the Regulation for the application of the General Electricity Law 125-01, in each connection point 2 independent electricity meters should be installed: a main one and a backup one. Both meters should be the same class and can be connected to the same set of transformers. Thus, as required by the Regulatory Office, two meters will be installed in each point (principal and backup); the backup meter will follow the same requirements as the main meter.

- B.** A communications system for recording data based on a public or private switch telephone network. According to article 316 of the Regulation for the application of the General Electricity Law 125-01, each connection point should count with a modem with a phone channel which allows the lecture of the registries at any moment, both of the main meter as well as the backup meter. Also, the communication system should enable the possibility of communications with a computer.
- C.** A system of centralized data recording is located both in the electrical system's Regulatory office and the company headquarters in Santo Domingo.

It records the following Magnitudes at each point of connection:

1. Active energy incoming and outgoing

	<p>2. Voltage average integrated over time to three phases.</p> <p>The measurement in the substation will be carried out by EGE HAINA.</p> <p>Data will be recorded continuously and integrated and stored every 15 minutes, according to article 312 of the Regulation for the application of the General Electricity Law 125-01.</p>
Monitoring frequency	Hourly
QA/QC procedures	<p>Electricity meter specifications are according to legal requirements of Coordinating Organization in Dominican Republic and the specifications of the Regulation for the application of the General Electricity Law 125-01.</p> <p>Measurements will be conducted with calibrated measurement equipment according to relevant industry standards. Periodic calibration will be carried out according to the guidelines presented in the Regulation for the application of the General Electricity Law 125-01. Electricity meters will receive a periodic calibration at least every 2 years according to article 342 of the Regulation for the application of the General Electricity Law 125-01. Calibration of electricity meters will be performed as detailed in articles 342, 343, 344 and 345 of the Regulation for the application of the General Electricity Law 125-01. These evaluations will be carried out by specialized companies or with certified equipment.</p> <p>The measurement for the Commercial Measurement System (SMC) point will be cross-checked with:</p> <ul style="list-style-type: none"> - The backup measurement. - Electricity generation published in OC Reports at the end of the year - Records for sold electricity (electricity sales invoices) <p>The lowest value will be applied in case of discrepancy.</p> <p>Collected data will be archived electronically and be kept at least for 2 years after the end of the last crediting period.</p>
Purpose of data	Calculation of baseline emissions
Additional comment	--

Data / Parameter	$K_{LCII,h}$
Unit	-
Description	Proportion of the electricity generated by Los Cocos II Wind Farm at each hour h
Source of data	Calculated as detailed in section B.6.1.
Value(s) applied	Not applied <i>ex ante</i>
Measurement methods and procedures	<p>The proportion of the electricity generated by Los Cocos II Wind Farm at each hour h ($K_{LCII,h}$) is calculated dividing the total electricity generated by Los Cocos II Wind Farm measured at the 34.5 kV lines (measurement of L5, L6, L8 and L9) by the total electricity generated by Quilvio Cabrera – (QC), Los Cocos – (LCI) and Los Cocos II (LCII) Wind Farms, measured at the 34.5 kV lines (measurements of lines 1, 2, 3, 5, 6, 8 and 9), as detailed in section B.6.1. For this calculation, transformation losses are taking into account to be able to handle similar voltage levels (138 kV- network delivery point - $EG_{SMC,h}$)</p> <p>Figure 9 shows a detail of lines 1, 2, 3, 5, 6, 8 and 9 at 34.5 kV. For monitoring period from 23/01/2020 to 22/01/2027. Where the measurement procedures to be applied for the measurements at lines 1, 2, 3, 5, 6, 8 and 9 is:</p> <p>a. ($EG_{(QC),L1,h}$, $EG_{(LCI),L2+L3,h}$ and $EG_{(LCII),L5+L6+L8+L9,h}$)</p> <p>The procedure is detailed below in the following tables.</p> <p>This calculation will be performed on an hourly basis.</p>
Monitoring frequency	Hourly
QA/QC procedures	Since this value is calculated, QA/QC procedures for the parameters $EG_{(QC),L1,h}$, $EG_{(LCI),L2+L3,h}$ and $EG_{(LCII),L5+L6+L8+L9,h}$ monitored to calculate $K_{LCII,h}$ are detailed in the following tables.
Purpose of data	Calculation of baseline emissions
Additional comment	--

Data / Parameter	$EG_{(QC),L1,h}$
Unit	MWh/h
Description	Quantity of net electricity generated by Quilvio Cabrera Wind Farm measured at the 34.5 kV line, by the (QC) measurement equipment.
Source of data	Measurement records from the (QC) equipment which adds the energy generated by wind turbines connected to L1 at 34.5 kV line.
Value(s) applied	Not applied <i>ex ante</i>
Measurement methods and procedures	<p>The measurement of the net electricity generated by Quilvio Cabrera Wind Farm for L1, will be carried out by the QC equipment with an accuracy class 0.2S, at 34.5 kV line.</p> <p>These measurements will follow the same measurement system as the Dominican Republic's electrical system standard. It will follow the standards presented in article 297 of the Regulation for the application of the General Electricity Law 125-01. According to this article, the measurements correspond to Category II, and thus, the QC equipment is class 0.2S (IEC Standard).</p> <p>The measurement of the electricity generated by Quilvio Cabrera Wind Farm at line 1 (L1) will be carried out by CEPM and EGE Haina.</p> <p>Data will be recorded continuously and integrated and stored every 15 minutes, according to article 312 of the Regulation for the application of the General Electricity Law 125-01.</p> <p>Since the electricity measurement is calculated by means of measurements at 138kV ($EG_{SMC,h}$) and also 34.5 kV ($EG_{(QC),L1,h}$). Transformation losses at</p>

	<p>the delivery point for electricity generation 138/34.5 kV substation are taken into account, applying the following transformation losses equation to Quilvio Cabrera generation data ($EG_{(QC),L1,h}$).</p> $E(h)_{138\text{ kV}} QC = E(h)_{34.5\text{ kV}} QC - [8.44 + 0.003988 \times E(h)_{34.5\text{ kV}} QC]$
Monitoring frequency	Hourly
QA/QC procedures	<p>Electricity measurement specifications are according to legal requirements of Coordinating Organization in Dominican Republic and the specifications of the Regulation for the application of the General Electricity Law 125-01.</p> <p>Measurements will be conducted with calibrated measurement equipment according to relevant industry standards. Periodic calibration will be carried out according to the guidelines presented in the Regulation for the application of the General Electricity Law 125-01. Electricity meters will receive a periodic calibration at least every 2 years according to article 342 of the Regulation for the application of the General Electricity Law 125-01. Calibration of electricity meters will be performed as detailed in articles 342, 343, 344 and 345 of the Regulation for the application of the General Electricity Law 125-01. These evaluations will be carried out by specialized companies or with certified equipment.</p> <p>The measurements of the electricity generation at the 34.5 kV line L1, will be cross-checked with the data reported by the Scada of each wind turbine of the Wind Farm, CEPM equipment, PQube equipment or by the QC-L1 backup meter. The lowest measurement will be applied in case of discrepancy.</p> <p>Collected data will be archived electronically and be kept at least for 2 years after the end of the last crediting period.</p>
Purpose of data	Calculation of baseline emissions
Additional comment	This variable corresponds to the electricity output of Quilvio Cabrera Wind Farm, which is a separate CDM project currently registered.

Data / Parameter	$EG_{(LCI),L2+L3,h}$
Unit	MWh/h
Description	Quantity of net electricity generated by Los Cocos Wind Farm (two lines) measured at the 34.5 kV line.
Source of data	Measurement records from (LCI) equipment which adds the energy produce by the wind turbines connected to L2 and L3 at 34.5 kV line.
Value(s) applied	Not applied <i>ex ante</i>
Measurement methods and procedures	<p>The measurement of the electricity generated by Los Cocos Wind Farm at the 34.5 kV lines L2 and L3 will be carried out by the (LCI) equipment which adds the energy generated by wind turbines connected to L2 and L3 at 34.5 kV. The (LCI) equipment, has an accuracy class 0.2S.</p> <p>These measurements will follow the same measurement system as the Dominican Republic's electrical system standard. It will follow the standards presented in article 297 of the Regulation for the application of the General Electricity Law 125-01. According to this article, the measurements correspond to Category II, and thus, the equipment class 0.2S (IEC Standard).</p> <p>The measurement of the net electricity generated by Los Cocos Wind Farm at line 2 (L2) and line 3 (L3) will be carried out by EGE HAINA. This meter will be integrated into EGEHAINA's internal network and configured on the automatic download platform through the PRIME READ program. The captured data will be taken to a database of the measurement systems. Additionally, there will be individual remote access to said meter in case the PRIME READ does not capture the data. The Commercial management will be responsible for monitoring, supervising and capturing the information from said meter.</p> <p>Data will be recorded continuously and integrated and stored every 15 minutes, according to article 312 of the Regulation for the application of the General Electricity Law 125-01. The frequency of data verification will be monthly.</p> <p>Since the electricity measurement is calculated by means of measurements at 138kV ($EG_{SMC,h}$) and also 34.5 kV ($EG_{(LCI), L2+L3,h}$). Transformation losses at the delivery point for electricity generation 138/34.5 kV substation are taken into account, applying the following transformation losses equation to Los Cocos Wind Farm generation data ($EG_{(LCI), L2+L3,h}$).</p> $E(h)_{138\text{ kV}} LCI = E(h)_{34.5\text{ kV}} LCI - [25.59 + 0.003988 \times E(h)_{34.5\text{ kV}} LCI]$
Monitoring frequency	Hourly
QA/QC procedures	<p>Electricity measurement specifications are according to legal requirements of Coordinating Organization in Dominican Republic and the specifications of the Regulation for the application of the General Electricity Law 125-01.</p> <p>Measurements will be conducted with calibrated measurement equipment according to relevant industry standards. Periodic calibration will be carried out according to the guidelines presented in the Regulation for the application of the General Electricity Law 125-01. Electricity meters will receive a periodic calibration at least every 2 years according to article 342 of the Regulation for the application of the General Electricity Law 125-01. Calibration of electricity meters will be performed as detailed in articles 342, 343, 344 and 345 of the Regulation for the application of the General Electricity Law 125-01. These evaluations will be carried out by specialized companies or with certified equipment.</p> <p>The measurements of the electricity generation at the 34.5 kV, lines L2 and L3 will be cross-checked with the data reported by the PQube equipment (PQ -LCI) of whit the data reported by the Scada of each wind turbine of</p>

	<p>the Wind Farm. The lowest measurement will be applied in case of discrepancy.</p> <p>Collected data will be archived electronically and be kept at least for 2 years after the end of the last crediting period.</p>
Purpose of data	Calculation of baseline emissions
Additional comment	This variable corresponds to the electricity output of Los Cocos Wind Farm, which is a separate CDM project currently registered.

Data / Parameter	$EG_{(LCII),L5+L6+L8+L9,h}$
Unit	MWh/h
Description	Quantity of net electricity generated by Los Cocos II Wind Farm measured at the 34.5 kV line, adding generation of lines L5 – L6 – L8 and L9.
Source of data	Measurement records from (LCII) equipment which adds the energy produced by the wind turbines connected to lines L5 – L6 – L8 – L9 at 34.5 kV.
Value(s) applied	Not applied <i>ex ante</i>
Measurement methods and procedures	<p>The measurement of the electricity generated by Los Cocos II Wind Farm at the 34.5 kV lines L5, L6, L8 and L9 will be carried out by the (LCII) equipment which adds the energy generated by wind turbines connected to L5, L6, L8 and L9 at 34.5 kV. The LCII equipment, has an accuracy class 0.2S.</p> <p>These measurements will follow the same measurement system as the Dominican Republic's electrical system standard. It will follow the standards presented in article 297 of the Regulation for the application of the General Electricity Law 125-01. According to this article, the measurements correspond to Category II, and thus, the LCII equipment class 0.2S (IEC Standard).</p> <p>The measurement of the net electricity generated by Los Cocos II Wind Farm will be carried out by EGE HAINA. This meter will be integrated into EGEHAINA's internal network and configured on the automatic download platform through the PRIME READ program. The captured data will be taken to a database of the measurement systems. Additionally, there will be individual remote access to said meter in case the PRIME READ does not capture the data. The Commercial management will be responsible for monitoring, supervising and capturing the information from said meter.</p> <p>Data will be recorded continuously and integrated and stored every 15 minutes, according to article 312 of the Regulation for the application of the General Electricity Law 125-01. The frequency of data verification will be monthly.</p> <p>Since the electricity measurement is calculated by means of measurements at 138kV ($EG_{SMC,h}$) and also 34.5 kV ($EG_{(LCII), L5+L6+L8+L9,h}$). Transformation losses at the delivery point for electricity generation 138/34.5 kV substation are taken into account, applying the following transformation losses equation to Los Cocos II generation data ($EG_{(LCII), L5+L6+L8+L9,h}$).</p> $E(h)_{138\text{ kV}} LCII = E(h)_{34.5\text{ kV}} LCII - [53.22 + 0.003988 \times E(h)_{34.5\text{ kV}} LCII]$
Monitoring frequency	Hourly
QA/QC procedures	<p>Electricity measurement specifications are according to legal requirements of Coordinating Organization in Dominican Republic and the specifications of the Regulation for the application of the General Electricity Law 125-01.</p> <p>Measurements will be conducted with calibrated measurement equipment according to relevant industry standards. Periodic calibration will be carried out according to the guidelines presented in the Regulation for the</p>

	<p>application of the General Electricity Law 125-01. Electricity meters will receive a periodic calibration at least every 2 years according to article 342 of the Regulation for the application of the General Electricity Law 125-01. Calibration of electricity meters will be performed as detailed in articles 342, 343, 344 and 345 of the Regulation for the application of the General Electricity Law 125-01. These evaluations will be carried out by specialized companies or with certified equipment.</p> <p>The measurements of the electricity generation at the 34.5 kV lines L5 – L6 – L8 – L9 will be cross-checked with the data reported by the PQube equipment or with the data reported by the Scada of each wind turbine of the Wind Farm. The lowest measurement will be applied in case of discrepancy.</p> <p>Collected data will be archived electronically and be kept at least for 2 years after the end of the last crediting period.</p>
Purpose of data	Calculation of baseline emissions
Additional comment	This variable corresponds to the electricity output of this CDM project.

Data / Parameter	NCV_{i,y}								
Unit	TJ/ktonne								
Description	Net calorific value (energy content) of fossil fuel type i in year y								
Source of data	<p>NCV for fuel oil (BTU/Gal), coal (kJ/kg) and Natural Gas (BTU/Lb) is obtained from the SENI Coordinating Organization (OC) weekly reports: "Informe - Programación Semanal – Verificación CVP ". Sheet: "Costos Variables de Producción".</p> <p>Fuel oil is converted from BTU/Gal to TJ/ktonne multiplying the value by 1.05506 (KJ/BTU) and then dividing the value in kJ/Gal by the fuel density (in gr/lit) and by 3.7854 lt/gal.</p> <p>Coal is converted to TJ/ktonne dividing the value in kJ/kg by 1000.</p> <p>Natural Gas is converted to TJ/ktonne multiplying the value by 1.05506 (KJ/BTU) and then multiplying by 2204.62 (Lb/ktonne).</p>								
Value(s) applied	<p>For Coal, Natural Gas and Fuel Oil Nr. 2 and 6 please refer to the spreadsheets in Los_Cocos II_EF_2019.xlsx sheet FUEL DATA.</p> <p>As per applied TOOL07, in case national data is not available, IPCC default values will be applied.</p> <table border="1"> <thead> <tr> <th>Data source</th><th>Conditions for using the data source</th></tr> </thead> <tbody> <tr> <td>Values provided by the fuel supplier of the power plants in invoices</td><td>If data is collected from power plant operators (e.g. utilities)</td></tr> <tr> <td>Regional or national average default values</td><td>If values are reliable and documented in regional or national energy statistics/energy balances</td></tr> <tr> <td>IPCC default values at the lower limit of the uncertainty at a 95 per cent confidence interval as provided in Table 1.2 of Chapter 1 of Vol. 2 (Energy) of the 2006 IPCC Guidelines on National GHG Inventories</td><td></td></tr> </tbody> </table>	Data source	Conditions for using the data source	Values provided by the fuel supplier of the power plants in invoices	If data is collected from power plant operators (e.g. utilities)	Regional or national average default values	If values are reliable and documented in regional or national energy statistics/energy balances	IPCC default values at the lower limit of the uncertainty at a 95 per cent confidence interval as provided in Table 1.2 of Chapter 1 of Vol. 2 (Energy) of the 2006 IPCC Guidelines on National GHG Inventories	
Data source	Conditions for using the data source								
Values provided by the fuel supplier of the power plants in invoices	If data is collected from power plant operators (e.g. utilities)								
Regional or national average default values	If values are reliable and documented in regional or national energy statistics/energy balances								
IPCC default values at the lower limit of the uncertainty at a 95 per cent confidence interval as provided in Table 1.2 of Chapter 1 of Vol. 2 (Energy) of the 2006 IPCC Guidelines on National GHG Inventories									
Measurement methods and procedures	Country specific NCV for fuels Coal, Natural Gas and Fuel Oil are updated weekly. The values will be monitored annually for the year y in which the project activity is displacing grid electricity.								

Monitoring frequency	The values will be reviewed annually for the year y in which the project activity is displacing grid electricity.
QA/QC procedures	The OC records present the best available information. NCV for fuels Coal, Natural Gas and Fuel Oil will be updated weekly. The OC records are available at the web: http://www.oc.org.do/ Collected data will be archived electronically and be kept at least for 2 years after the end of the last crediting period.
Purpose of data	Calculation of baseline emissions
Additional comment	The NCV value is related with the specific consumption value of each one of the plants per week to find the unit performance in KJ/KWh that is the value applied in the Emission factor equations

Data / Parameter	$EF_{CO_2,i,y}$ and $EF_{CO_2,m,i,y}$																							
Unit	tCO ₂ /TJ																							
Description	CO ₂ emission factor of fossil fuel type i used in power unit m in year y																							
Source of data	IPCC Guidelines for National Greenhouse Gas Inventories, Reference Manual, Volume 2 (2006), chapter 1. Table 1.4. IPCC default values at the lower limit of the uncertainty at a 95% confidence interval																							
Value(s) applied	<table><tr><th>Fuel</th><th>Value</th><th>Unit</th><th>Source</th></tr><tr><td>Coal</td><td>89.5</td><td>tCO₂/TJ</td><td>IPCC, 2006</td></tr><tr><td>Natural Gas</td><td>54.3</td><td>tCO₂/TJ</td><td>IPCC, 2006</td></tr><tr><td>Fuel Oil Nr. 2</td><td>72.6</td><td>tCO₂/TJ</td><td>IPCC, 2006</td></tr><tr><td>Fuel Oil Nr. 6</td><td>75.5</td><td>tCO₂/TJ</td><td>IPCC, 2006</td></tr></table>				Fuel	Value	Unit	Source	Coal	89.5	tCO ₂ /TJ	IPCC, 2006	Natural Gas	54.3	tCO ₂ /TJ	IPCC, 2006	Fuel Oil Nr. 2	72.6	tCO ₂ /TJ	IPCC, 2006	Fuel Oil Nr. 6	75.5	tCO ₂ /TJ	IPCC, 2006
Fuel	Value	Unit	Source																					
Coal	89.5	tCO ₂ /TJ	IPCC, 2006																					
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Fuel Oil Nr. 2	72.6	tCO ₂ /TJ	IPCC, 2006																					
Fuel Oil Nr. 6	75.5	tCO ₂ /TJ	IPCC, 2006																					
Measurement methods and procedures	Since country specific emission factors for fuels are not available 2006 IPCC default figures will be used.																							
Monitoring frequency	None, since IPCC default values are being used. The values will be reviewed annually for the year y in which the project activity is displacing grid electricity.																							
QA/QC procedures	None, since IPCC default values are being used.																							
Purpose of data	Calculation of baseline emissions																							
Additional comment	--																							

Data / Parameter	$EG_{m,y}$, EG_y , and $EG_{n,h}$
Unit	MWh
Description	Net electricity generated by power plant/unit m or n (or in the project electricity system in case of EG_y) in year y or hour h
Source of data	Official publications from the Coordinating Organization (OC) http://www.oc.org.do/
Value(s) applied	Please refers to excel file Los_Cocos II_EF_2019.xlsx – Sheet: GENERATION DATA
Measurement methods and procedures	<p>In the case of $EG_{n,h}$ the values will be monitored hourly for each hour h in the year y in which the project activity is displacing grid electricity.</p> <p>In the case of $EG_{m,y}$ the values will be monitored annually for the year y in which the project activity is displacing grid electricity.</p> <p>Daily reports will be downloaded from the OC website and processed as part of the emission factor calculation.</p> <p>Collected data will be archived electronically and be kept at least for 2 years after the end of the last crediting period.</p>
Monitoring frequency	See above.
QA/QC procedures	The OC records present the best available and verifiable information. These records are available at the web: http://www.oc.org.do/
Purpose of data	Calculation of baseline emissions

Additional comment	--
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Data / Parameter	$FC_{i,m,y}$ and $FC_{i,n,h}$
Unit	Tonnes (Mass or volume unit)
Description	Amount of fossil fuel type i consumed by power unit m or n in year y or hour h
Source of data	Calculated based on specific fuel consumption and electricity generation of each power plant.
Value(s) applied	Please refers to excel file Los_Cocos II_EF_2019.xlsx – Sheet: FUEL DATA
Measurement methods and procedures	Specific fuel consumption and electricity generation data is obtained from official publications from the Coordinating Organization (OC) http://www.oc.org.do/ . Daily reports will be downloaded from the OC website and processed as part of the emission factor calculation Collected data will be archived electronically and be kept at least for 2 years after the end of the last crediting period.
Monitoring frequency	See above
QA/QC procedures	The OC records present the best available and verifiable information.
Purpose of data	Calculation of baseline emissions
Additional comment	--

Data / Parameter	$EF_{grid, CM,y}$
Unit	tCO ₂ /MWh
Description	Combined margin CO ₂ emission factor for grid connected power generation in year y calculated using version 7.0 of the “ <i>Tool to calculate the emission factor for an electricity system</i> ”.
Source of data	Calculated as per the “ <i>Tool to calculate the emission factor for an electricity system</i> ” version 7.0. Data source: http://www.oc.org.do/ . See worksheet: Los_Cocos II_EF_2019.xlsx – Sheet: CM
Value(s) applied	0.632930 tCO ₂ /MWh
Measurement methods and procedures	Calculation as per the “ <i>Tool to calculate the emission factor for an electricity system</i> ” (version 7.0).
Monitoring frequency	Calculated annually
QA/QC procedures	Collected data will be archived electronically and be kept at least for 2 years after the end of the last crediting period.
Purpose of data	Calculation of baseline emissions
Additional comment	--

B.7.2. Sampling plan

There is no sampling involved in the monitoring of the proposed project activity.

B.7.3. Other elements of monitoring plan

The guidelines presented in the Monitoring and Verification Plan must be followed by the project activity implementers and operators of EGE HAINA. The adherence to the procedures set out in this monitoring plan is necessary for the project managers and operators to successfully measure and track project impacts for audit purposes. CDM project developer MGM Innova will provide capacity building to the Technical Department of EGE HAINA in order to meet the requirements presented in this MVP.

MVP worksheet

The methodology applied to this project activity describes the procedure and equations to calculate emission reductions from monitored data. The procedure to calculate emission reductions is simple, and it is presented in a excel worksheet which contains the different aspects of emission reduction calculation:

- Brief description of the monitoring structure and parameters
- Data entry sheets (*monitored values of the variables involved*)
- Calculation and result sheet (*emission reductions*)

There are worksheets where the user is allowed to enter data (input data). All other cells contain model fixed parameters or computed values (result fields).

Data gathering and recording

According to methodology ACM0002 (version 20.0), the main parameters that need to be monitored during the operation of the wind farm are:

- $EG_{PJ,y}$ = Quantity of net electricity generation supplied by the project plant/unit to the grid in year y (MWh/yr), and
- $EF_{grid,CM,y}$ = Combined margin CO₂ emission factor for grid connected power generation in year y calculated using the latest version of the “*Tool to calculate the emission factor for an electricity system*” (version 7.0).

Monitoring of electricity supplied by the project to the national electricity grid (SENI):

As detailed in section B.7.1, the Commercial Measurement at the 138/34.5 kV substation will monitor the net electricity generated and delivered to the grid by Quilvio Cabrera, Los Cocos and Los Cocos II Wind Farms. The SMC (Commercial Measurement System) points of measurement (SMC TR01, TR02, TR03 and TR04), will be located at the 138 kV line, before the 138 kV bar of the wind farm interconnection, in the 34.5/138 kV substation.

The quantity of net electricity supplied to the grid by the proposed project activity ($EG_{PJ,h}$) will be calculated multiplying the value of the measurement of the SMC at the 138/34.5 kV substation in hour h ($EG_{SMC,h}$) by the proportion of the electricity generated by Los Cocos II Wind Farm at each hour h ($K_{LCII,h}$). This value represents the net electricity delivered to the grid by Los Cocos II Wind Farm.

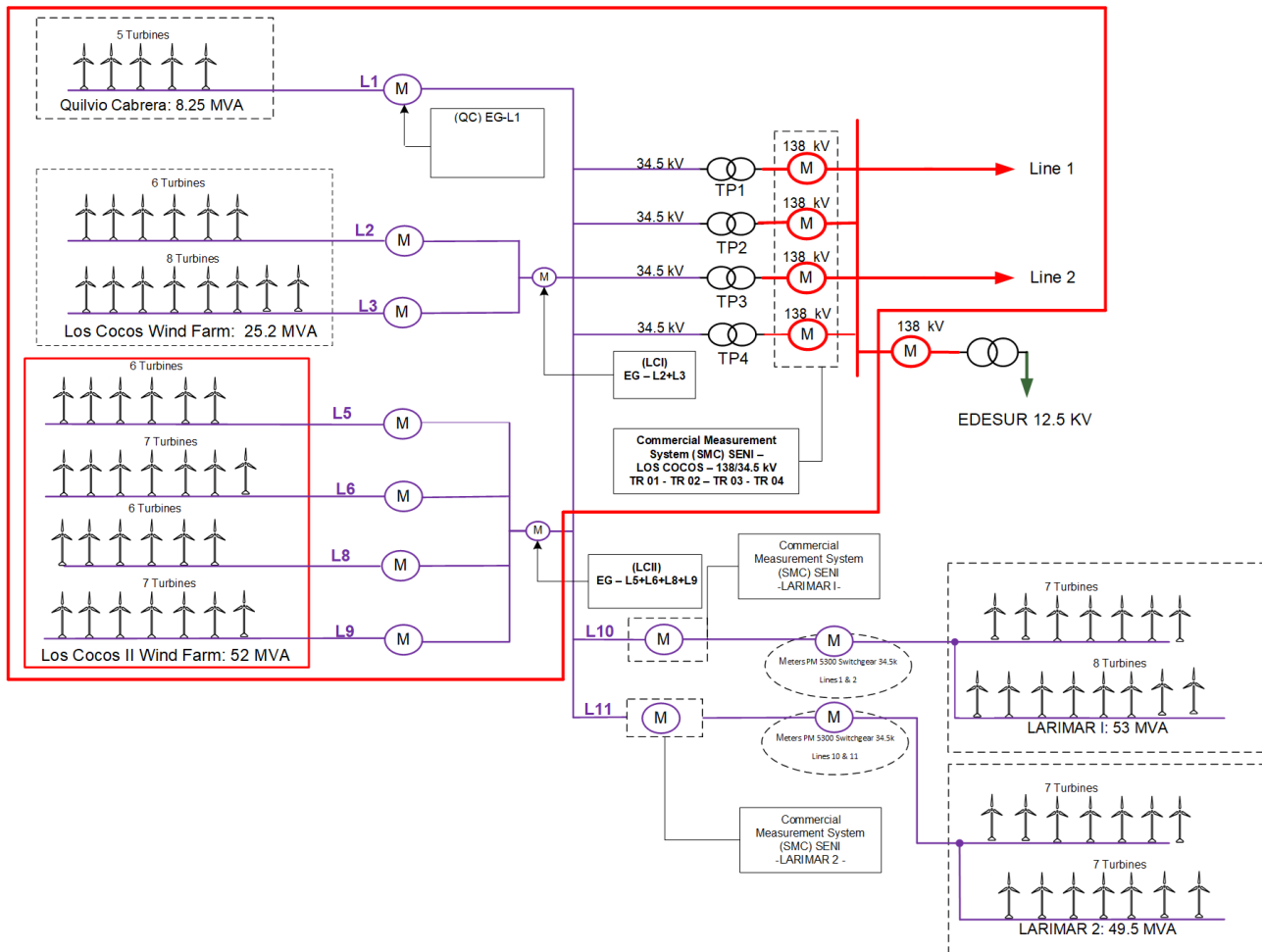


Figure 9. Monitoring points (shown schematically as red circles (M)) of Los Cocos II wind farm (LCII) and its interaction with Quilvio Cabrera (QC), Los Cocos II and Larimar Wind Farms

As shown in **Figure 9**, the net electricity generated by Los Cocos II Wind Farm will be carried out by the (LCII) equipment which adds the energy produce by the wind turbines connected to L5, L6, L8 and L9, at 34.5 kV line. The total net electricity of Los Cocos II Wind Farm in hour h will be calculated as the sum of the four measurements at the 34.5 kV lines ($EG_{(LCII),L5+L6+L8+L9,h}$). The measurement of the total net electricity generated by Quilvio Cabrera Wind Farm in hour h ($EG_{(QC),L1,h}$) will be carried out by the (QC) equipment which measures the energy produce by the wind turbines connected to L1. And the measurement of the total net electricity generated by Los Cocos Wind Farm in hour h ($EG_{(LCI),L2+L3,h}$) will be carried out by the (LCI) equipment which measures the energy produce by the wind turbines connected to L2 and L3 at 34.5 kV line.

The proportion of the electricity generated by Los Cocos II Wind Farm at each hour h ($K_{LCII,h}$) is calculated as the sum of the net electricity generated by Los Cocos II Wind Farm ($EG_{(LCII),L5+L6+L8+L9,h}$) in hour h , divided by the total net electricity of Los Cocos, Los Cocos II and Quilvio Cabrera Wind Farms ($EG_{(QC),L1,h} + EG_{(LCI),L2+L3,h} + EG_{(LCII),L5+L6+L8+L9,h}$) in hour h .

Since the electricity measurement is calculated by means of measurements at 138kV ($EG_{SMC,h}$) and also 34.5 kV ($EG_{(QC),L1,h} - EG_{(LCI),L2+L3,h} - EG_{(LCII),L5+L6+L8+L9,h}$). Transformation losses at the delivery point for electricity generation 138/34.5 kV substation are taken into account, applying the respective transformation losses equations for each wind farm generation data, as detailed in section B.6.1.

The electricity generated registered at the SMC point in hour h ($EG_{SMC,h}$) will be measured by four electricity meters ION 8650, class 0.2 (SMC TR01, TR02, TR03 and TR04): a main meter and a backup meter will be installed, as required by article 307 of the Regulation for the application of the General Electricity Law 125-01. The measurement in the substation will follow the same

measurement system as the Dominican Republic's electrical system standard, according to articles 287 and 288 of the Regulation for the application of the General Electricity Law 125-01.

Note that Quilvio Cabrera Wind Farm latter is a separate CDM project (currently registered). The two lines from Los Cocos Wind Farm, the four lines of Los Cocos II Wind Farm (this project) and one from QC generate electricity to a 34.5 kV line, and each Wind Farm generation is monitored separately. All the flows join together and are transformed to 138 kV where it is connected to the grid. This total is monitored ($EG_{SMC,h}$) using the Commercial Measurement System.

It is important to clarify that even though Larimar Wind Farm is part of the whole Eolic system as can be seen in the figure, the data reported is shown independently from the generations of Quilvio Cabrera, Los Cocos and Los Cocos II Wind Farms. Then it is possible to manage Larimar as an independent wind farm, since there is measurement equipment recognized by the OC-SENI on the side of 34.5 kV for lines L10 and L11.

As noted in the tables in Section B.7.1, the measurements at the 34.5 kV lines 1, 2, 3, 5, 6, 8 and 9: ($EG_{(QC),L1,h} + EG_{(LCI),L2+L3,h} + EG_{(LCII),L5+L6+L8+L9,h}$) will be performed by the QC, LCI and LCII measurement equipment. They follow the same measurement system as the Dominican Republic's electrical system standard. According to 297 of the Regulation for the application of the General Electricity Law 125-01, the measurements correspond to Category II, and thus, the electricity meters will be of class 0.2S (IEC Standard).

The net electricity generation, measured at the SMC point, will be monitored continuously and integrated and stored every 15 minutes using electricity meters located at the project site.

Monitored data will be recorded by the computer system, as detailed in section B.7.1. The recorded data will be centralized in the electrical system's Regulatory office and the company headquarters in Santo Domingo. Collected data on the measurement at the SMC point will be cross-checked against the backup measurement and electricity sales receipts and the values of electricity generation data published in OC Reports at the end of the year. The lowest value will be applied in case of discrepancy. The measurements at the 34.5 kV lines, used to determine the proportion of Los Cocos II, Los Cocos and Quilvio Cabrera electricity generation, will be cross checked with the data reported by the Scada of each wind turbine of the Wind Farms or by the PQube equipment, the lowest value will be applied in case of discrepancy. It will be checked that the sum of both proportions is not higher than 1.

Data will be recorded continuously and integrated and stored every 15 minutes. The recorded data will be centralized in the company headquarters in Santo Domingo

Electricity generation data will be aggregated and recorded on a daily basis and presented in the Monitoring and Verification Plan worksheet.

Calculation of the Combined Margin grid emission factor of the SENI:

The Combined Margin emission factor for the national grid of the Dominican Republic ($EF_{grid,CM,y}$) will be calculated *ex post* using dispatch data, and adjusted annually.

The Build Margin emission factor will remain fixed for the second crediting period and is calculated as shown in section B.6.3. of this PDD.

The Operating Margin emission factor will be calculated applying a model developed by a consulting company, which follows the guidelines detailed in section B.6.3 of this PDD. The model gathers data on net electricity generation by each power plant/unit n of the SENI in hour h ($EG_{n,h}$), their specific fuel consumption and the merit order of the SENI, on a daily basis, using daily electronic reports on SENI's operations, and processes this information in order to calculate the hourly dispatch emission factor. These reports are available on the SENI Coordinating Body's website.

Quality Assurance and Quality Control

The quality assurance and quality control procedures for recording, processing and archiving data will be followed, according to EB rules and requirements, to ensure accurate and consistent data is collected, and to allow the proper verification of the emission reductions on an annual basis.

Calibration of electricity meters will be implemented according to the standards and procedures adopted by the Regulatory Office for the SENI grid. Electricity meters will receive periodic calibration at least every 2 years according to article 342 of the Regulation for the application of the General Electricity Law 125-01. Calibration of electricity meters will be performed as detailed in articles 342, 343, 344 and 345 of the Regulation for the application of the General Electricity Law 125-01. Electricity transformers will be verified every 10 years. Electricity meters will be evaluated every 2 years. These evaluations will be carried out by specialized companies or with certified equipment. Calibration records will be kept by the project owner for verification purposes.

The values on electricity generation by the project activity will be applied according to the measurements and procedures described in section B.7.1. If there is a failure in the SMC electricity meters, the measurement is assured by a backup meter located at the project site.

All SMC electronic data will be backed up on a monthly basis, and two electronic copies of each document will be kept in different locations (the wind farm and its respective head offices). As a backup procedure, excel files containing the monitoring data will be sent to the head offices at Santo Domingo every week, in order to ensure that data is also stored in a different location. At the time of verifying the associated emission reductions, the loaded values will be cross-checked against the generated records in order to confirm that erroneous values have not been applied for the actual emission reduction calculation. For the electronic data recorded by the internal measurement equipment (LCI, LCII and QC); this same protocol will be implemented for the second crediting period.

Data Management System and Responsibilities

The monitoring of electricity generation and emission reductions of the project will be carried out by the project staff as described below. They will be responsible for the maintenance of traceable and updated records for verification purposes.

- *CDM Project Coordinator:*
 - Responsible for CDM data monitoring and recording activities, and review of calculations on emission reductions.
 - Responsible for communications with CDM parties (DOE, etc.), consulting company associates, and miscellaneous procedures related to CDM project activities
- *Commercial Department:*
 - Reports to the CDM Project Coordinator.
- *Operation and Maintenance Department at the Wind Farm*
 - In charge of printing/retrieving data on electricity generation and reporting to the commercial department.
 - Responsible for addressing and reporting any condition that could prevent the correct monitoring or data acquisition.
 - Responsible for gathering data on electricity displaced by the project activity every hour and reporting on any condition that could prevent the monitoring or data acquisition by the control system.

Managers of the project must maintain credible, transparent, and adequate data estimation, measurement, collection, and tracking systems to successfully develop and maintain the proper set of information to undergo an audit for a greenhouse gas (GHG) emission reduction investment. These records and monitoring systems are needed to subsequently allow a Designated Operational Entity to verify project performance as part of the verification and certification process. In particular, this process reinforces the fact that GHG reductions are real and credible to the buyers of the Certified Emission Reductions (CERs).

Verification of emission reductions

It is expected that the verification of emission reductions generated by the project activity will be carried out every 2 to 3 years. In order to facilitate the verification process, have a tracking of the project progress, and identify any potential problem, monthly reports will be developed based on the monitoring data and the calculations of emission reductions. These reports will be a basis for the development of the biannual report for the estimation of emission reductions from the proposed project activity.

Duration of the Monitoring Plan

The Monitoring Plan will be implemented over the 7-year crediting periods of project activity. All data and evidences collected as part of monitoring will be archived electronically and be kept at least for 2 years after the end of the last crediting period.

Training measures and maintenance procedures

The technical staff related to the O&M of Los Cocos II Wind Farm will receive training. The training includes a G90 and G97 course offered by Gamesa which includes the following subjects, among others: Introduction to wind energy; Safety; Power regulation; Control system: Generator; Operational modes; Yaw system; Gearbox; Electrical system; G90 and G97 brake hydraulics; G90 y G97 pitch hydraulics and SCADA. In addition, a safety course will be taken by a member of the staff involved in Los Cocos II Wind Farm operation. If new personnel are hired, they will be formed in the specific skills required to carry out the Monitoring Plan.

Vestas will maintain and service Los Cocos II Wind Farm in proper working order in accordance with the Mechanical Operating and Maintenance Manual and the Electrical Operating and Maintenance Manual. The scheduled maintenance tasks are preventive measures and include service to the different components of the wind turbines such as yaw system, gearbox, brake hydraulics, generator, lubrication unit, nacelle, meteorological equipment and electrical parts. In addition, unscheduled maintenance tasks for Los Cocos II Wind Farm will be performed promptly, as and when necessary, to keep and maintain the Plant in good working order.

SECTION C. Start date, crediting period type and duration

C.1. Start date of project activity

29/12/2011

First payment to Cobra for the EPC contract (which is the first real action of project implementation). See Sec. B.5 for explanations and an overview of the project history.

C.2. Expected operational lifetime of project activity

20 years and 0 month

C.3. Crediting period of project activity**C.3.1. Type of crediting period**

Renewable (Second crediting period)

C.3.2. Start date of crediting period

23/01/2020 (Second crediting period)

C.3.3. Duration of crediting period

7 years and 0 month (renewable)
23/01/2020 – 22/01/2027

SECTION D. Environmental impacts**D.1. Analysis of environmental impacts**

Wind power is one of the cleanest forms for generating electricity. Following the presentation of an Environmental Impact Declaration (EID) for a wind farm at the Los Cocos site, covering both Los Cocos wind farm (presented as an earlier CDM project) as well as that proposed in this PDD, Los Cocos II wind farm project, the Ministry of the Environment and Natural Resources issued the Environmental Permit 1340-11 (EP 1340-11) on 18 May 2011, to cover both projects⁴¹. Specifically, EP 1340-11 covers 28 1.8 MW wind generators and an additional 25 2 MW wind generators, corresponding to the Los Cocos wind farm project and Los Cocos II wind farm project respectively. However, since Los Cocos II comprises 26 2 MW wind generators, EGE HAINA submitted a variation on the Environmental Impact Declaration (EID) to the Ministry of the Environment and Natural Resources.

D.2. Environmental impact assessment

The EID report for Los Cocos II Wind Farm Project identified the possible environmental impacts of the project in the construction and operation phases, with the objective of proposing the mitigation measures to minimize such impacts. The study identified that the project generates positive and negative impacts on the environment. The physical environment is the most affected by the negative impacts, while the socio-economic environment is most affected by positive impacts. The construction phase causes 76% of the magnitude of negative impacts in the environment.

The following is a summary of the impacts identified in the EIA report for the construction and operation phases of the project:

- Change in drainage patterns (moderate impact)
- Activation of erosive process (moderate impact)
- Alteration of the soil properties (low impact)
- Alteration of landscape (significant impact)
- Alteration of air quality by the emission of gases and particulate material during construction phase (low impact)
- Increase in noise levels during operation of the wind farm (significant impact)
- Alteration of water quality during construction (moderate impact)

⁴¹ Permiso Ambiental DEA No. 1340-11. See file "Permiso Ambiental LOS COCOS.pdf"

- Loss of vegetable cover (moderate impact)
- Reduction of available habitats and species (moderate impact)
- *Increase in local employment and economic activity during construction and operation* (significant impact)
- *Payment of taxes to the State during operation of the project* (significant impact)
- *Increase in the income levels of the community during operation of the project* (significant impact)
- *Increase in the demand of goods and services during construction and operation* (significant impact)
- *Improvement in life quality of the community during operation of the project* (significant impact)

The results of the environmental evaluation showed the necessity of develop and implement an environmental management and mitigation program which includes measures and actions to address the negative impacts of the project. The objective of the environmental mitigation and management program (PMAA) is to assure that the project contributes to the sustainable development and that complies all of the national environmental regulations. The PMAA is developed throughout environmental management programs, which are composed by management cards, where the prevention, control, mitigation and/or compensation measures are detailed. The PMAA is composed by 8 programs and 14 management cards. The PMAA contains the following programs:

- Program for management of temporary facilities
- Program for management of activities during construction
- Program of abandonment of temporary facilities
- Program of environment, health and security
- Program for management of emissions and noise
- Program for management of fauna
- Program of social management.
- Program for dismantling and abandonment.

These programs will be applied during construction, operation and/or abandonment phases of the project as appropriate.

SECTION E. Local stakeholder consultation

E.1. Modalities for local stakeholder consultation

Three meetings were held with diverse stakeholders during 2010 with respect to the Los Cocos Wind Farm project, to get a complete scenario from local, governmental agencies and electricity sector authorities, students and the general interested public, as well as the people directly affected by the implementation of the project. The results of that Stakeholder Consultation were reported in the PDD of that CDM project, currently under validation.

The proposed project, Los Cocos II Wind Farm Project, is an extension of the earlier project. Two meetings were held for consultation with stakeholders for Los Cocos II Wind Farm Project.

First stakeholders' meeting: National Authorities and Organizations and General Public, held at Pontifical Catholic University, in Santo Domingo

The first meeting was held on 15 March 2012 at the University "Pontificia Universidad Católica Madre y Maestra" (PUCMM). An announcement was published in the newspaper, "Listín Diario" on 13 March 2012, see Figure 10.

Moreover, a number of national authorities and international organizations such as the World Bank, the Inter-American Development Bank (IDB) and the United Nations Development Programme (UNDP) were invited by letters that were personally delivered with acknowledgement of receipt⁴². National authorities included organizations such as the State-owned Dominican Company of Electricity Enterprises, the National Energy Council (Executive Director and Manager of Renewable Energy), the Climate Change and CDM Council, the Electricity Superintendence, the Ministry of Environment and National Resources (Minister as well as Vice Minister of Environmental Management), the Ministry of Economy, Planning and Development, the Coordinating Body for the National Electrical System of the Dominican Republic, the National Competition Council, the Electric Transmission Company (ETED).

Listín Diario
VIERNES DOMINICAL 10 AÑO XXXIX EDICIÓN Nº 34058 MARTES 13 DE MARZO DEL 2012

NIHAO MUNDO

Celebra 3 años de su columna

» Luis González agradeció espacio dado por LISTÍN DIARIO y su director para aportar al conocimiento de la historia de China.

Shari Quilmanes
shariquilmanes@listindario.com
Santo Domingo

Como "prestigiosa e influyente" fue definida anoche por el director de LISTÍN DIARIO, Miguel Franjul, la columna "Ni Hao Mundo" que escribe el politólogo y abogado, Luis González, y que pasado sábado cumplió 3 años desde que salió por primera vez bajo el título, una, un gigante imposible de ignorar.

En tal sentido, el representante de la República Popular China en República Dominicana, Li Dong, organizó anoche una recepción en el restaurante Vesuvio Malecón junto a Miguel Franjul, el autor de la columna y el presidente de la Cámara Dominico-China, Arturo Santana, en la que reconocieron los aportes que han hecho a través de la columna que se publica los sábados en este diario.

"Seguiremos haciendo los esfuerzos por allanar los mejores caminos que China y República Dominicana puedan alcanzar el anhelo estado de nuestras amigas vinculadas en todos los sentidos", expresó Franjul.

"Creo que la columna ha sido muy importante porque ha sido un buen esfuerzo que ha durado tres años en forma consecutiva en el diario más prestigioso de este país", enfatizó Li Dong.

Ortiz presenta nuevo libro

Santo Domingo

El publicista y escritor Freddy Ortiz, columnista de LISTÍN DIARIO, presentará su sexta obra titulada Huevos de Codorniz.

Se trata de una minuciosa selección de más de doscientos artículos publicados durante quince años en este diario. Los mismos han sido agrupados por temas de la siguiente manera: Escribir; Filosofía de vida, Corrupción, Economía, Remesas y Cambio, Mercadología, Política, Drogas, Los Indecentes, Medio Ambiente, Talento Criollo y Crisis Social.

La obra se entregará a las bibliotecas del país de manera gratuita, gracias al apoyo del Banco BHD. Será presentada por Miguel Franjul, director de este periódico, en un acto a celebrarse en el salón Pellerano Alfau de la Editora Listín Diario.

LA REPÚBLICA 13A

EGE HAINA **LOS COCOS PARQUE EÓLICO**

CONSULTA PÚBLICA

Proyecto de reducción de emisiones de gases de efecto invernadero mediante la construcción de un Parque Eólico.

La Empresa Generadora de Electricidad Haina, S.A. (EGE Haina), invita a participar en una reunión informativa sobre la instalación de aerogeneradores eléctricos en la provincia de Pedernales.

Con este proyecto la empresa busca la reducción de emisiones de gases de efecto invernadero mediante la implementación de prácticas mejoradas de generación eléctrica, reduciendo su huella ecológica y desarrollando el proyecto como Mecanismo de Desarrollo Limpio bajo los estándares del Convenio Marco de las Naciones Unidas sobre el Cambio Climático.

La presentación pública tendrá lugar en el Salón Octagonal VPO-03 de la Pontificia Universidad Católica Madre y Maestra, edificio de Postgrados, en la Avenida Rómulo Betancourt esquina Los Robles, el jueves 15 de marzo de 2012 a las 7:00 p.m., a fin de que se conozcan los beneficios del proyecto y que los presentes hagan sus aportes al respecto.

Figure 10. Invitation to stakeholders' meeting at the Pontifical Catholic University on local newspaper

⁴² Copies of the letters and the signature and seal of receipt can be found in the file "Acuses de Recibo-PUCMM.pdf"

Some photos from the meeting are shown in Figure 11.



Figure 11. First Stakeholder Meeting at the University “Pontificia Universidad Católica Madre y Maestra”

The list of attendees to this meeting is presented in the following table.

Table 14. List of attendees at the first stakeholder meeting held at the University (15 March 2012)

Name	Company or Institution	Position
------	------------------------	----------

Name	Company or Institution	Position
Federico A. Grullón	Climate Change and CDM Council	Technical Director and Coordinator, Climate Change and CDM
Julián Despradel	National Energy Council	Project Coordinator
Flady Cordero	National Energy Council	Planning Analyst
Lenín Díaz	INPROCA	General Manager
Félix E. Alcántara	EDEESTE (Electricity distribution company)	Assistant Manager, Operations
Fausto E. Aquino	Coordinating Organization from the National Electrical System of the Dominican Republic	Operations Engineer
Marino Incháustegui	EGE Haina and CEPM	Wind Farm Community Manager
Gustavo Penzo	EGE Haina	Development Manager
Antonio Morales	ARM Climbing SRL	General Manager
Emil Rojas	Ingeniería y Aire Acondicionado S.A.	
Víctor Antonio Haché Pepén	Telecommunications Engineer	
Alejandro Pérez	Consultant	
Rafael Pujals	DGIT (Internal Revenue Directorate)	Maintenance and project engineer
Norbo Marco Labrón	ETED, CCE (Dominican Electricity Transmission Company)	Director of Operations
Jaime F. Capell	United Nations Development Programme	Energy and environment specialist
Luis Alberto Vicioso Giménez	ETED CCE (Dominican Electricity Transmission Company)	Supervisory engineer
Alfredo Antonio Javier Santana	ETED CCE	Engineer
Carlos Ramírez Encarnación	ETED CCE	Supervisory engineer
Ámparo Céspedes H	UASD	Director IEM
Eurípides Amaro	Epsalabco (Consulting company)	Commercial Director
Ramón O. Duran G.	Independent professional	
Germán D. Bello Peralta	PUCMM (university) INPROCA	Professor, Project Engineer
José Atizal	SOECI	Member
María Virgen Gómez	EGE HAINA	Commercial Manager
Cheny Reyes	EGE HAINA	Commercial Coordinator
Ángel Rodríguez	Electromega	Project Department
Rafael Adalberto Tejado	Ferretería Americana	Manager
Osvaldo Irusta Zambrana	OC-SENI (Coordinating Organization from the National Electrical System of the Dominican Republic)	
Bones Casilla	CEPM	Electric Supervisor
Mónika Leschhorn Fernández	EGE HAINA	

Besides the names in the attendance sheet, above, at least one other person appeared to have been present, since she submitted response to the questionnaire circulated: Solange de la Cruz Matos (journalist).

A questionnaire was circulated inviting opinion on the project.

Second stakeholders' meeting: with the community at project site

A third stakeholder meeting was held with the community on March 17, 2012 with local stakeholders.

Some photos of the event are shown in Figure 12 and Figure 13.



Figure 12. Some photos from second stakeholders meeting, 17 March 2012



Figure 13. More photos from second stakeholders meeting, 17 March 2012

The list of the attendees is presented in the table below. The list is based on an attendance sheet where people signed in their name, place of residence, phone, and signature.

Table 15. List of attendees to stakeholders' meeting with the local community

Name		Name	
1	Dichoso Polanco Feliz	29	Claudio E. Dotel Piña
2	Felipe Feliz Cueva	30	Heriberto Cuevas M.
3	Silvestre Polanco Feliz	31	Joaquín Pérez
4	Yenifer Ramírez Acosta	32	Israel Pérez
5	Rogelio Pérez Hernández	33	Justo Samboy
6	Milagros de Jesús Ramón Samboy	34	Williams Alfredo Castillo
7	Miguel S Oclu (illegible)	35	Jesús Peralta
8	Isabel (Leobel?) Langres	36	José Manuel Sánchez
9	Manuel Ramón Pérez	37	Pedro M. Samboy
10	José Urbáez Cerrero	38	Rosalía Samboy Féliz
11	Antonio (illegible)	39	Pedro M. Samboy (<i>repeated name and signature, see 37 above</i>)
12	Ricardo Mellor	40	(Illegible)
13	Luis Milton Caraballo	41	Marquiades Lorenzo
14	José Joaquín Carvajal Sánchez	42	Rafael Mata
15	Carlos Guzmán Caballero	43	Eva Mibol
16	Víctor Méndez Terrero	44	José Manuel Sánchez
17	Antonio Feliz Pérez	45	José María Vilomar
18	Clodomiro Féliz	46	(illegible) Cuesta Borges
19	Manuel Gómez	47	(illegible) La Paz
20	Francisco S. Reynoso G.	48	Bradis Vanessa Pérez
21	Alexis Florián Gómez	49	Carmen Segura
22	Salvador Castillo C.	50	(illegible) Gómez
23	Juan de Dios Sánchez Urbáez	51	Nelson Ruddys (illegible)
24	José Antonio Sueros	52	José Gómez P.
25	Cristián Francisco Pérez P.	53	(illegible) Cuevas
26	Dolores Feliz S.	54	Ángel (illegible)
27	Eunice Margarita Matos Feliz	55	Antonio (illegible)
28	María D. Féliz Matos	56	

Besides the names in the attendance sheet, above, a number of other people appeared to have been present, since they submitted responses to the questionnaires circulated. These people are listed below:

- Yocosta D'Nieveros
- Manuel de Jesús Fernández
- Francisco Placenas
- Richard O. Galaza
- Dichosa Pérez

E.2. Summary of comments received

As noted above, a questionnaire was circulated at each stakeholder meeting.

26 persons filled in questionnaires following the first stakeholder meeting. The comments were all favorable, with many people suggesting the expansion of renewable energy in general, and wind power in particular. One suggested diversifying across renewable energy sources. One asked why the makers of wind generators were being changed from Vestas (Los Cocos Wind Farm, an earlier Project, currently at Validation) to Gamesa (this project).

38 persons filled in questionnaires following the second stakeholder meeting. The comments were all favorable. Many of those responding represented community groups. Some requested that the company provide benefits to the community unrelated to the project activity. These included: public toilets, maintenance and construction of sports facilities, education, etc. A few suggested that the company should provide free service, for the use of the land. Some asked that the project provide jobs to the community members.

E.3. Consideration of comments received

The comments were in line with the main social and environmental concerns of the local community. Doubts were clarified during the meeting.

SECTION F. Approval and authorization

The letter of approval given by the DNA - Consejo Nacional para el Cambio Climático y el Mecanismo de Desarrollo Limpio of Dominican Republic, has an approval date the 24/07/2012 for Los Cocos II Wind farm Project⁴³.

⁴³ See document 4 - Letter of Approval - 2012 LCII.pdf

Appendix 1. Contact information of project participants

Organization name	Empresa Generadora de Electricidad HAINA (EGE HAINA)
Country	Dominican Republic
Address	Avenida Lope de Vega, número 29, Torre Novocentro, Piso 17.
Telephone	+1 809-947-4008
Fax	+1 809-616-1522
E-mail	estevezr@egehaina.com RodriguezJ@egehaina.com
Website	http://www.egehaina.com/
Contact person	Luis R. Mejía Brache (primary authorized signatory) José Alfredo Rodríguez (alternative authorized signatory)

Appendix 2. Affirmation regarding public funding

Not applicable

Appendix 3. Applicability of methodologies and standardized baselines

Not applicable

Appendix 4. Further background information on ex ante calculation of emission reductions

Not applicable

Appendix 5. Further background information on monitoring plan

Not applicable

Appendix 6. Summary report of comments received from local stakeholders

Not applicable

Appendix 7. Summary of post-registration changes

At registration time, it was established that at delivery point: 138/34.5 kV substation, it will be recorded not only the electricity generation from Los Cocos II wind farm but Quilvio Cabrera wind farm and Los Cocos wind farm.

In accordance with the registered monitored plan (Section B.7.1 of registered PDD), the quantity of net electricity generation supplied by Los Cocos II Wind Farm Project to the electrical national grid of Dominican Republic every hour, it shall be calculated as the result of multiplying the value of the

measurement of the Commercial Measurement System (SMC⁴⁴) at the 138/34.5 kV substation⁴⁵ in hour h ($EG_{SMC,h}$) by the proportion of the electricity generated by Los Cocos II Wind Farm at each hour h ($K_{LCII,h}$) as follows:

$$EG_{PJ,h} = EG_{SMC,h} \times K_{LCII,h}$$

At registered PDD, $K_{LCII,h}$ is calculated as follows:

$$K_{LCII,h} = \frac{EG_{L1-L4,LCII,h}}{EG_{L1,QC,h} + EG_{L1-L2,LC,h} + EG_{L1-L4,LCII,h}}$$

Where:

$EG_{L1-L4,LCII,h}$: Quantity of net electricity generated by Los Cocos II Wind Farm measured at the 34.5 kV line, as the sum of four lines, L1 to L4, in hour h (MWh/h)

$EG_{L1-L2,LC,h}$: Quantity of net electricity generated by Los Cocos Wind Farm measured at the 34.5 kV line, as the sum of two lines L1 and L2, in hour h (MWh/h)

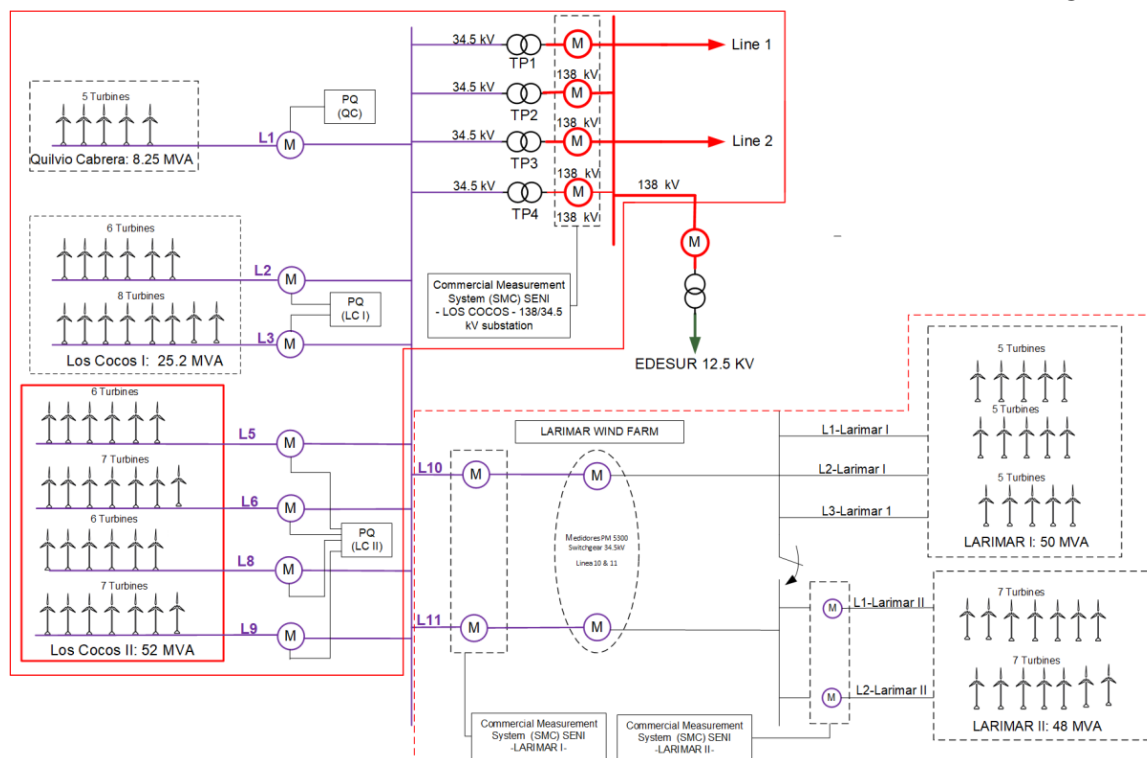
$EG_{L1,QC,h}$: Quantity of net electricity generated by Quilvio Cabrera Wind Farm measured at the 34.5 kV line, line L1 in hour h (MWh/h)

However, the measurement of the quantity of net electricity generation supplied by Los Cocos II Wind Farm Project to the electrical national grid of Dominican Republic every hour has not followed this provision of the monitored plan since more lines and more power meters have been connected to Commercial Measurement System (SMC). That is why are presented permanent changes to registered monitoring plan for different stages delimited by the inclusion of lines to be recorded by the SMC.

On Figures 8 and 13 on the revised PDD are illustrated how the wind farms are delivered electrical energy to Dominican electrical grid, as follows:

⁴⁴ Commercial Measurement System (Acronym in Spanish: SMC) recognized by Coordinating body of the interconnected national electrical system of the Dominican Republic (OC-SENI)

⁴⁵ This is the measurement equipment read by OC-SENI as Administrator on Electrical Whole Market in Dominican Republic. This equipment is used to issue the sales receipts for the electricity generated (in aggregated way) for Quilvio Cabrera Wind Farm, Los Cocos Wind Farm and Los Cocos II Wind Farm.



On these Figures (8 and 13) in revised PDD, purple lines are at 34.5 kV and red lines at electrical substation are at 138 kV. This scenario is sum up in the following table:

Power plant		Lines involved connected to Commercial Measurement System ³	Commercial Measurement System ² at 138/34.5 kV substation	
Los Cocos Wind Farm		L2 L3	SMC	3275PEJC-01
Los Cocos II Wind Farm		L5 L6 L8 L9		3275PEJC-02 3275PEJC-03
Quilvio Cabrera Wind Farm		L1		3275PEJC3-T04
Larimar Wind Farm	Larimar I Wind Farm	L10	SMC, Larimar I	3276-PELAK-G10
	Larimar II Wind Farm	L11	SMC, Larimar II	3276-PELAK-G11

It is possible to measure directly by SMC how much electrical electricity is delivered by Larimar I and Larimar II wind farms at 34.5 kV. However OC-SENI discount the transformation losses at 138/34.5 kV substation in order to estimated and therefore to issue the electricity sales receipts for the electricity received at 138 kV (voltage level where the energy deliver is recognized by OC_SENI), as the audit team verified by means of documental review. Hence it is easy to trace in the OC-SENI Website⁴⁶ not only the energy delivered to national electrical grid from Dominican Republic at 138 kV by Larimar wind Farm (Larimar I and Larimar II wind farms) but the energy delivered (in aggregated way) by Quilvio Cabrera Wind Farm, Los Cocos Wind Farm and Los Cocos II Wind Farm ($EG_{SMC,h}$).

Also, the PP has installed measurement equipments at 34.5 kV over the lines involved for Quilvio Cabrera Wind Farm, Los Cocos Wind Farm and Los Cocos II Wind Farm, as follows:

⁴⁶ Reports available at: <http://www.oc.org.do/inicio.aspx> link: "Informes", List: "Memorias"

Power plant	Lines involved connected to Commercial Measurement System ²	Measurement System at 34.5 kV
Los Cocos Wind Farm	L2 L3	PQ(LC I)
Los Cocos II Wind Farm	L5 L6 L8 L9	PQ(LC II)
Quilvio Cabrera Wind Farm	L1	PQ(QC)

This measurement equipment installed at 34.5 kV meet the Dominican electrical regulatory framework. The PP decided to install the measurement equipment located at 34.5 kV with the same features required by the Dominican electrical regulatory framework in General Electricity Law 125 issued on 2001 (articles 297 to article 300) and also, as it is explained in the revised monitoring plan, the PP has decided to calibrate these measurement systems (PQ(LC I), PQ(LC II) and PQ(QC)) at the frequency required by General Electricity Law 125 (articles 342 to article 345), that is two years.

These new measurement equipment's at 34.5 kV will facilitate the calculation of the updated $K_{LCII,h}$, as follows:

$$K_{LCII,h} = \frac{EG_{PQ(LCII)L5+L6+L8+L9,LCII,h}}{EG_{PQ(QC)L1,QC,h} + EG_{PQ(LCI)L2+L3,LC,h} + EG_{PQ(LCII)L5+L6+L8+L9,LCII,h}}$$

Where:

- $K_{LCII,h}$: the proportion of the electricity generated by Los Cocos Wind Farm at each hour h, measured at the 34.5 kV.
- $EG_{PQ(LCII)L5+L6+L8+L9,LCII,h}$: Quantity of net electricity generated by Los Cocos II Wind Farm, measured at the 34.5 kV
- $EG_{PQ(LCI)L2+L3,LC,h}$: Quantity of net electricity generated by Los Cocos Wind Farm, measured at the 34.5 kV
- $EG_{PQ(QC)L1,QC,h}$: Quantity of net electricity generated by Quilvio Cabrera Wind Farm, measured at the 34.5 kV

To calculate the quantity of net electricity generation supplied by Los Cocos Wind Farm Project to the electrical national grid of Dominican Republic every hour ($EG_{PJ,h}$), the following equation is still used from the registered monitoring plan:

$$EG_{PJ,h} = EG_{SMC,h} \times K_{LCII,h}$$

Where:

- $EG_{SMC,h}$: value of the measurement of the Commercial Measurement System (SMC) at the 138/34.5 kV substation in hour h, measured at the 138 kV
- $K_{LCII,h}$: the proportion of the electricity generated by Los Cocos II Wind Farm at each hour h, measured at the 34.5 kV.

Since the values to calculate $K_{LCII,h}$ and the values measured for $EG_{SMC,h}$ are measured in different voltage levels, the PP will take into account the transformation losses in the parameters used to calculate $K_{LCII,h}$, with the aim to work the energy values at the same voltage level, 138 kV, since at this level is the energy delivery recognized by OC-SENI.

The transformation losses (transformer's no-load and full-load losses) for electricity generated by Quilvio Cabrera Wind Farm, Los Cocos Wind Farm and Los Cocos II Wind Farm at the 138/34.5 kV substation were calculated by the PP

Hence, for the calculation of $K_{LCII,h}$:

- The values measured for the parameter $EG_{PQ(LCII)L5+L6+L8+L9,LCII,h}$ will take into account the following the following transformation losses:

$$EG_{PQ(LCII)L5+L6+L8+L9,LCII,h} = E(h)138kV|LCII = E(h)34.5kV|LCII - [53.22 + (0.003988 \times E(h)34.5kV|QC)]$$

Where

$E(h)_{138kV|LCI}$: The energy generated by Los Cocos II Wind Farm delivered at 138 kV

$E(h)_{34.5kV|QC}$: The energy generated by Los Cocos II Wind Farm measured at 34.5 kV

53.22 depicts the No-load losses and 0.003988 depicts the full-load losses.

- The values measured for the parameter $EG_{PQ(LCI)L2+L3,LC,h}$ will take into account the following the following transformation losses:

$$EGPQ(LCI)L2+L3,LC,h = E(h)_{138kV|LCI} - E(h)_{34.5kV|LCI} - [25.59 + (0.003988 \times E(h)_{34.5kV|LCI})]$$

Where

$E(h)_{138kV|LCI}$: The energy generated by Los Cocos Wind Farm delivered at 138 kV

$E(h)_{34.5kV|LCI}$: The energy generated by Los Cocos Wind Farm measured at 34.5 kV

25.59 depicts the No-load losses and 0.003988 depicts the full-load losses

- The values measured for the parameter $EG_{PQ(QC)L1,QC,h}$ will take into account the following the following transformation losses:

$$EGPQ(QC)L1,QC,h = E(h)_{138kV|QC} - E(h)_{34.5kV|QC} - [8.44 + (0.003988 \times E(h)_{34.5kV|QC})]$$

Where

$E(h)_{138kV|QC}$: The energy generated by Quilvio Cabrera Wind Farm delivered at 138 kV

$E(h)_{34.5kV|QC}$: The energy generated by Quilvio Cabrera Wind Farm measured at 34.5 kV

8.44 depicts the No-load losses and 0.003988 depicts the full-load losses

Transformation losses shall apply to the calculations in the proposed alternative monitoring with the aim to ensure that GHG emission reductions will not be overestimated as a result of these permanent changes.

These permanent changes presented by the PP are valid from January 1st/2018 to the end of first crediting period (January 22nd/2020).

The Effective approval date of this changes was: 22/09/2019 and is notified as approved on 23/09/2019.

The PRC reference for the project is: PRC-7100-002

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Document information

Version	Date	Description
11.0	31 May 2019	Revision to: <ul style="list-style-type: none"> Ensure consistency with version 02.0 of the "CDM project standard for project activities" (CDM-EB93-A04-STAN); Make editorial improvements.
10.1	28 June 2017	Revision to make editorial improvement.
10.0	7 June 2017	Revision to: <ul style="list-style-type: none"> Improve consistency with the "CDM project standard for project activities" and with the PoA-DD and CPA-DD forms; Make editorial improvement.

<i>Version</i>	<i>Date</i>	<i>Description</i>
09.0	24 May 2017	Revision to: <ul style="list-style-type: none"> • Ensure consistency with the “CDM project standard for project activities” (CDM-EB93-A04-STAN) (version 01.0); • Incorporate the “Project design document form for small-scale CDM project activities” (CDM-SSC-PDD-FORM); • Make editorial improvement.
08.0	22 July 2016	EB 90, Annex 1 Revision to include provisions related to automatically additional project activities.
07.0	15 April 2016	Revision to ensure consistency with the “Standard: Applicability of sectoral scopes” (CDM-EB88-A04-STAN) (version 01.0).
06.0	9 March 2015	Revision to: <ul style="list-style-type: none"> • Include provisions related to statement on erroneous inclusion of a CPA; • Include provisions related to delayed submission of a monitoring plan; • Provisions related to local stakeholder consultation; • Provisions related to the Host Party; • Make editorial improvement.
05.0	25 June 2014	Revision to: <ul style="list-style-type: none"> • Include the Attachment: Instructions for filling out the project design document form for CDM project activities (these instructions supersede the "Guidelines for completing the project design document form" (Version 01.0)); • Include provisions related to standardized baselines; • Add contact information on a responsible person(s)/ entity(ies) for the application of the methodology (ies) to the project activity in B.7.4 and Appendix 1; • Change the reference number from F-CDM-PDD to CDM-PDD-FORM; • Make editorial improvement.
04.1	11 April 2012	Editorial revision to change version 02 line in history box from Annex 06 to Annex 06b.
04.0	13 March 2012	Revision required to ensure consistency with the “Guidelines for completing the project design document form for CDM project activities” (EB 66, Annex 8).
03.0	26 July 2006	EB 25, Annex 15
02.0	14 June 2004	EB 14, Annex 06b
01.0	03 August 2002	EB 05, Paragraph 12 Initial adoption.
Decision Class: Regulatory Document Type: Form Business Function: Registration Keywords: project activities, project design document		