



CDM: Recommendation Form for Small Scale Methodologies (version 01)
(To be used for presenting questions/proposals/amendments to the simplified methodologies for small-scale CDM project activity categories)

<i>Date of SSC WG meeting:</i>	26–29 April 2010, SSC WG 25
<i>Title/Subject (give a small title or specify the subject of your submission, maximum 200 characters):</i>	Revision of AMS-III.AG to include non-element processes and to allow for greenfield/capacity increase project activities
<i>Indicative methodology to which your submission relates (refer the items of Appendix B of the Simplified Modalities and Procedures), if applicable.</i>	AMS-III.AG “Switching from high carbon intensive grid electricity to low carbon intensive fossil fuel”
<i>Name of the authors of the query:</i>	Marco Lotz Institution: CDM Africa Climate Solutions (Pty) Ltd marco@cdmafrica.com

Summary of the query:

Please use the space below to summarize the query related to SSC methodologies/categories SSC Modalities and Procedures provide recommendation/analysis of the SSC WG.

Original text from Stakeholder:

The proposed changes and motivations are:

Paragraph 1:

1. The methodology was expanded to include the option were the baseline “mix of energy sources” are displaced with the project’s “mix of energy sources” as opposed to having only one energy source in the project case;
2. The methodology was expanded to include new facilities/capacity increase if in accordance with the General Guidelines for Small Scale project activities;

Paragraph 2:

1. The methodology was expanded to include non-element processes. This said a limitation was introduced where emission reductions may only be claimed for one product/output. (As example gas firing combustion engines with heat recovery are not considered element processes as they produce electricity and steam/hot water as output. If such equipment is used in this methodology then emission reductions can only be claimed for one of the outputs.);

Paragraph 3:

1. Same as Paragraph 1, point 2;

Paragraph 13:

1. Same as Paragraph 1, point 2;

Recommendation by the SSC WG:

Please use the space below to provide amendments/change (in your expert view, if necessary).

Please refer to paragraph 9 of the meeting report of the SSC WG 25 (http://cdm.unfccc.int/Panels/ssc_wg).

Answer to authors of query by the SSC WG:

Please use the space below to provide answer to the authors of the above query.

The small-scale working group of the CDM Executive Board would like to thank the author for the submission.

The SSC WG agreed to propose a revision to AMS-III.AG as contained in annex 6 of the SSCWG 25 report to broaden its applicability to Greenfield and capacity expansion project activities and to include non-element processes (e.g., gas fired combustion engine with heat recovery), provided that emission reductions are claimed only for one output (e.g., electricity). The revision also includes a pertinent definition of natural gas.

In response to the specific request regarding fuel mix ratio switch ("mix of energy sources"), the submission author was requested for further substantiation. The SSC WG agreed not to recommend expanding AMS-III.AG as it was deemed not necessary based on the additional information provided by the submission author on the issue.

Signed by the Chair, Mr. Peer Stiansen

Date: 29/04/2010

Signed by the Vice-Chair, Mr. Hugh Sealy

Date: 29/04/2010

Information to be completed by the secretariat

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