Transition of CDM projects

◆ CDM Project Activity and PoA may transition to the mechanism and registered as A6.4 activities subject to
  • (a) The provision of approval by the host Party
  • (b) The compliance with A6.4 rules and relevant requirements by Supervisory Body

◆ Transition period is no later than 31 December 2023

◆ 6.4ERs may be issued after 2021

A. Transition of CDM activities
  ■ The provision of approval of the transition by the host Party, by no later than 31 December 2023
  ■ Applying corresponding adjustment consistent with guidance on 6.2.
  ■ Applying the current approved CDM methodology until earlier of the end of its current crediting period or 31 December 2023
  ■ A6.4ERs from transitioned CDM activities may be issued after 31 December 2020.
  ■ After 31 December 2023, applying the methodologies consistent with rules on 6.4
  ■ Small-scale CDM PA and PoA undergo an expedited process.
Can we advance Work Plan for CDM project transition?

- How do we ensure the “compliance with 6.4 rules” and what would be the relevant requirements by SB?
  - Do we need validation process for this? Or SB can develop certain process or criteria?
- How the 6.4 mechanism registry can be established and when it can function?
  - Should we use CDM registry as a basis? Or, Should we develop something new?
- What do we exactly mean by “expedited transition”?

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7. (b) Further elaboration of the rules of procedure of the Supervisory Body taking into account the recommendations of the Supervisory Body referred to in paragraph 6 above; (develop, on the basis of the rules, modalities and procedures contained in the annex, recommendations on the further elaboration of its rules of procedure for consideration)

7. (g) Further elaboration of the transition of activities from the clean development mechanism under Article 12 of the Kyoto Protocol to Article 6, paragraph 4, including expedited transition for small scale clean development mechanism project activities and clean development mechanism programmes of activities, and on necessary steps for the implementation of such transition;

7. (h) Further elaboration of the provisions in chapter XI of the annex (Transition of clean development mechanism activities and certified emission reductions)
Can we advance Work Plan for CDM methodology transition

◆ Which methodology will be transitioned (Only those used or everything)?
◆ What are the options (i.e. update of EFs, baseline approach, baseline scenario)?
◆ How would (or should) they be transition to A6.4 methodology (everything done by SB)?

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5.(a) Develop options for consideration by the SBSTA on principles for methodologies, including baseline and additionality principles, pursuant to chapter V. B (Methodologies);

5.(b) Develop provisions for the development and approval of methodologies, validation, registration, monitoring, verification and certification, issuance, renewal, transfer from the mechanism registry, and voluntary cancellation, pursuant to paragraphs 30–58 of the annex;

5.(c) In the context of developing and approving new methodologies for the mechanism, review the baseline and monitoring methodologies in use for the clean development mechanism under Article 12 of the Kyoto Protocol and other existing market-based mechanisms with a view to applying them with revisions as appropriate pursuant to chapter V.B of the annex (Methodologies), for the activities under the mechanism established by Article 6, paragraph 4, (hereinafter referred to as Article 6, paragraph 4 activities) when Parties and authorized public and private entities use them;

5.(d) Review the accreditation standards and procedures of the clean development mechanism under Article 12 of the Kyoto Protocol with a view to applying them with revisions as appropriate, for the mechanism by 2021;