

Proposals on Expansion of Positive List for Exemption of Additionality Demonstration and on Promoting Utilization of Default Factor



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Proposals at the side event in Copenhagen, Dec 2009

- Positive list (exemption of additionality test in certain cases)
 - Develop and establish a positive list of project types/sectors such as micro scale RE and EE projects for LDCs, SIDs etc., including country-specific positive list (Selected priority areas/types for sustainable development registered by LDCs etc., which can include project activity types other than RE and EE)
- Default factors to decrease the cost of baseline setting and monitoring
 - Develop default parameters by developing a database of CDM default parameters and by supporting the development of default factors

Progress to date (1/2): Status of CDM in LDCs and SIDs

		Until 2009		2010		Total	
			%		%		%
Registered projects	LDCs	14	0.7	5	1.0	19	0.7
	SIDs	8	0.4	2	0.4	10	0.4
	LDCs+SIDs	21	1.0	7	1.3	29	1.1
	Total	2,013	100.0	522	100.0	2,535	100.0
Expected average annual CERs	LDCs	664,748	0.2	885,366	1.5	1,550,114	0.4
	SIDs	1,005,623	0.3	461,387	0.8	1,467,010	0.4
	LDCs+SIDs	1,670,371	0.5	1,346,753	2.4	3,017,124	0.8
	Total	339,790,145	100.0	57,236,776	100.0	397,026,921	100.0

(As of 26 Nov 2010)

Progress to date (2/2)

- Positive list
 - CMP 5 (Dec 2009): EB to establish simplified modalities for demonstrating additionality for RE projects ≤ 5 MW and EE projects with energy savings ≤ 20 GWh per year
 - EB 54 (May 2010): Positive list agreed which includes:
 - The project activities in LDCs/SIDs;
 - Specific technologies/measures for RE recommended by the host country DNA and approved by EB (country-specific positive list).
- Default factors
 - CMP 5 (Dec 2009): SBSTA to recommend M&P for the development of standardized baselines to CMP 6

Positive list:

Registered projects in LDCs and SIDs

15MW/60GWh	5	1	6	1	60kt/16kt
10MW/40GWh	3	1	2*		40kt/10.7kt
5MW/20GWh	1	1		1	20kt/5.3kt
	6	1	2**		
	RE	EE	Others	AR	

Note: Two projects have both RE and EE components.

*: AMS-I.A+III.E (biomass combustion), AM0022 (industrial wastewater)

**: AMS-I.A+III.D (animal manure), AMS-III.Q (waste energy)

Definition of RE and EE needed, since the guidelines are applicable irrespective of the scale of the approved CDM methodology.

Broadening the scope of positive list

	5	1	6	1	
15MW/60GWh					60kt/16kt
	3	1	2*		
10MW/40GWh					40kt/10.7kt
	1	1		1	
5MW/20GWh					20kt/5.3kt
	6	1	2**		
	RE	EE	Others	AR	

- Waste management (wastewater treatment, animal manure management etc.) and AR in LDCs/SIDs to be included.
- Higher thresholds for RE and EE projects in LDCs/SIDs

Default factors

- The top-down development of, and more use of default factors in, methodologies with the potential for application in LDCs/SIDs
- Such performance-based benchmarks in which the cost of data collection is to be borne by PP or host countries would result in no use of methodologies or few applied projects due to difficulties in data collection. Financing to data collection for developing “prefix” parameters is required through the use of surplus of the CDM budget or multilateral fast-track finance.

Proposals at Cancun, Nov 2010

- Positive list
 - Broaden the scope of positive list by covering waste management and AR projects in LDCs/SIDs and by lifting up the limit for RE and EE
- Default factors
 - Support data collection for developing default factors through the use of surplus of the CDM budget etc.