

Implementing Article 6.4: Options for the Host Party relating to the registration of any transitioning CDM & new activities

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Based on: Lo Re, L. and J. Ellis (2021 draft)

Virtual CCXG Global Forum on the Environment and Climate Change
March 2021

Presentation outline

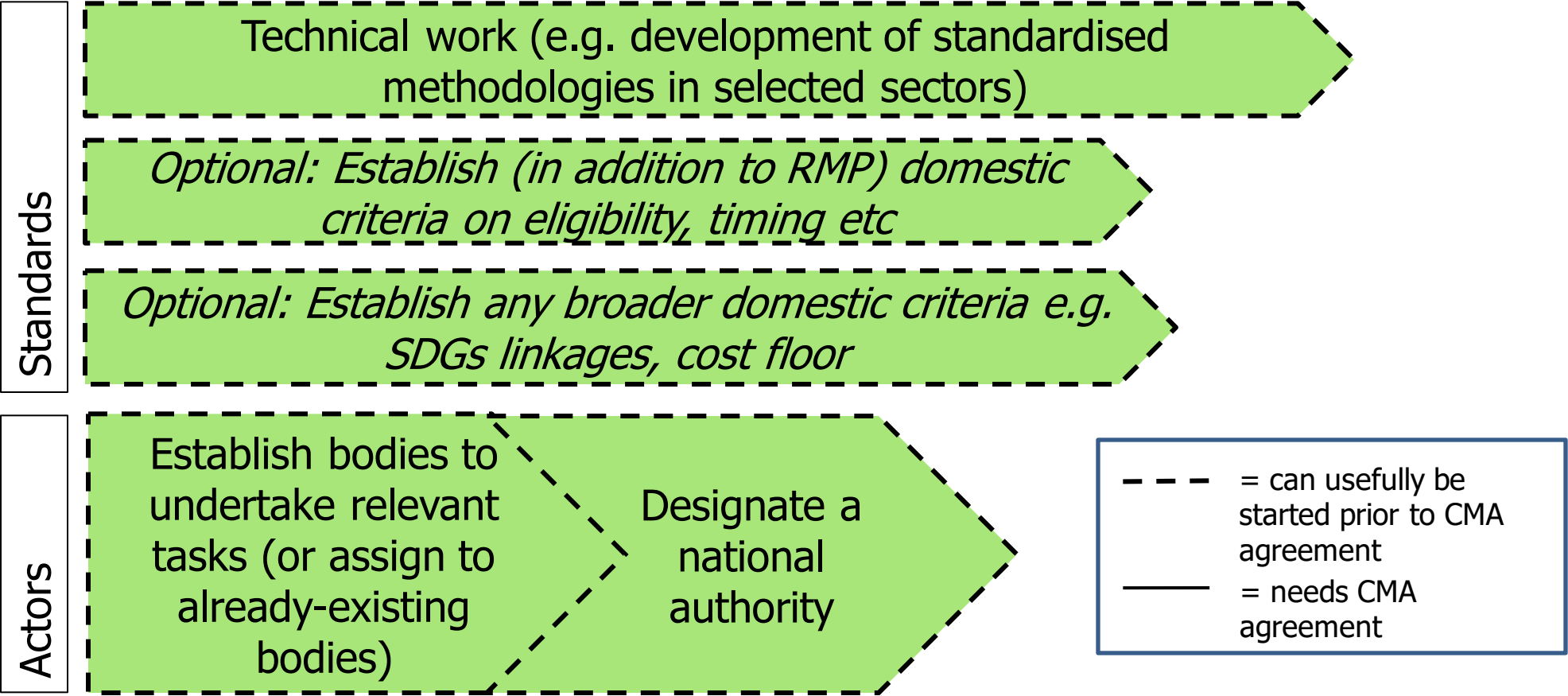
- Context
- Possible host Party (HP) tasks in relation to new Article 6.4 activities
- Options for HP in relation to possible transition of CDM activities to Article 6.4
- Conclusions

Context

- Pace and scale of global GHG emission reductions needed is clear
 - Host Party (HP) has NDC, needs to decide (if participating in A6.4):
 - Criteria: whether to establish any domestic criteria for participation in A6.4
 - Procedures: domestic processes to approve activities, authorise intl. transfers
 - Actors: who is involved/in charge of which domestic procedures
 - Standards: whether to have supplementary domestic standards for A6.4, e.g. country-specific baseline methods, assumptions, emission factors etc.
 - Widely different host Party (HP) contexts:
 - Number/type of CDM projects that could transition
- Form, coverage and stringency of NDC

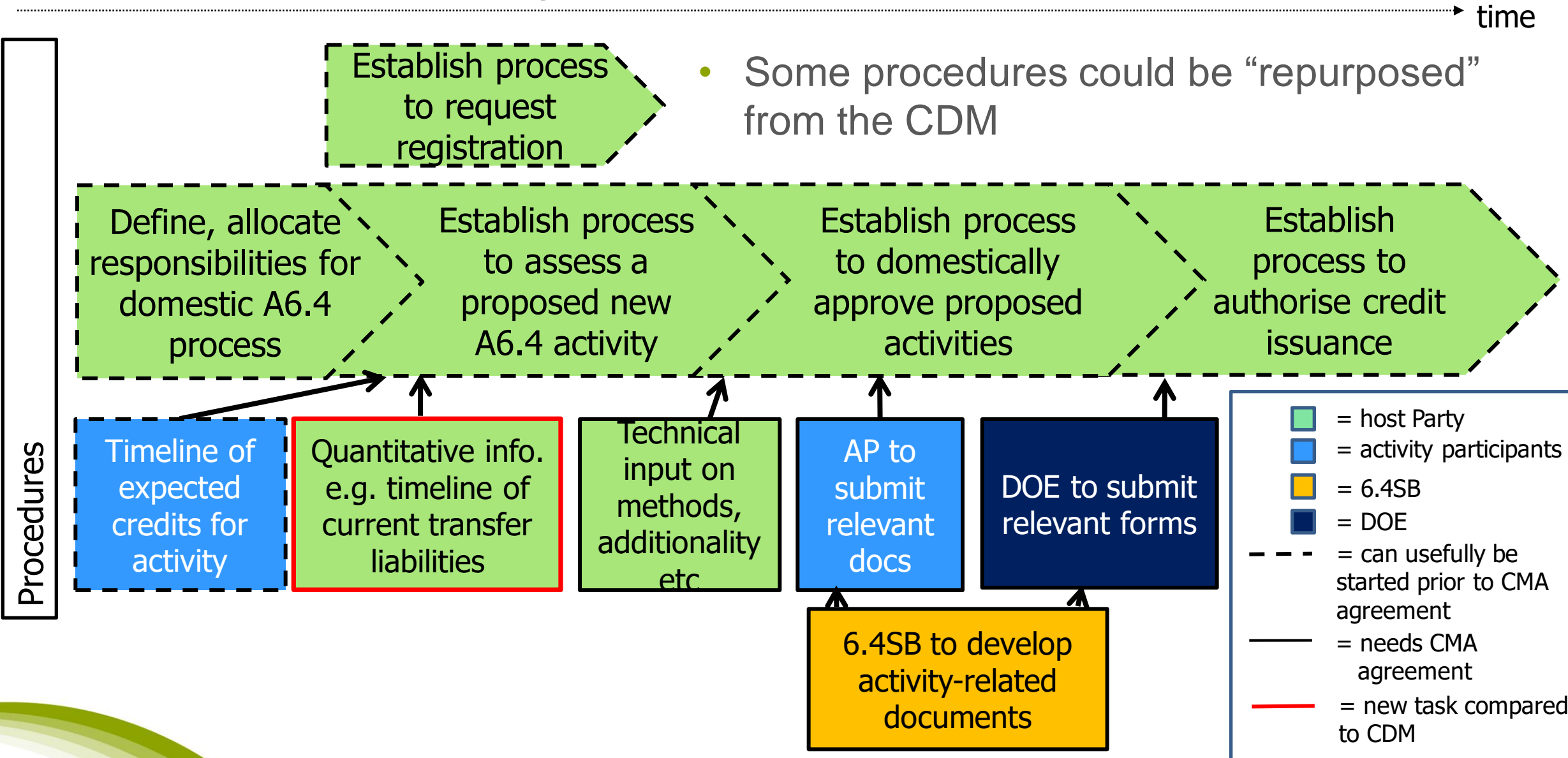
Possible host Party tasks for new A6.4 activities (1)

- Many actions needed... and some optional actions



- These can be started before RMP agreed

Possible host Party tasks for new A6.4 activities (2)



Possible HP tasks for transitioning CDM activities

- The process for transitioning CDM activities could be organised in different ways; different options have different time, resource implications
- Key question 1: which existing eligible CDM activities to approve to transition?
 - Options: Blanket assessment, grouped assessment, case-by-case

	Optimise regulatory efficiency	Minimise admin, \$ burden on PPs	Minimise admin burden on HP	Compatibility with A6.1
Blanket assessment	High	High	High	Low
Grouped assessmt.	Medium	Medium	Medium	Medium
Case-by-case	Low	Low	Low	High

- Key question 2: how to request, communicate HP approval?
 - Options: Designated National Authority-led, proactive role of PP

Conclusions

- New context; opportunity for:
 - changes to domestic procedures for activity approval
 - updated/new domestic criteria for A6.4 participation
- Lots of work needed, but not starting from scratch: e.g. CDM DNA
- Some new actions may be important, e.g. assessing timeline of credit transfers from new/transitioning activities and how this could impact NDC
- Majority of HP work can start in advance of agreement on Article 6 rules, modalities and procedures
- Trade-off between resource needs and compatibility with A6.1, e.g. in HP approval for assessment to transition of eligible CDM activities

Thank you!

For further information: www.oecd.org/env/cc/ccxg.htm

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