



# A6.4 Mechanism: Work Programme

February 2022

- Invites the nomination of members and alternate members for the SB

## Work programme of SB

[FCCC/PA/CMA/2021/L.19, p2para5,6]

1. Develop provisions for methodologies, validation, registration, verification, certification, issuance, first transfer, voluntary cancellation, etc.
2. Review CDM methodologies and those used in other market-based mechanisms
3. Develop sustainable development tools (by the end of 2023)
4. Develop accreditation standards and procedures (by the end of 2023)
5. Accredite operational entities as DOEs
6. Ensure special circumstances of LDC/SIDS
7. Consider ways to encourage participation by small and micro businesses in LDC/SIDS
8. Consider opportunities to engage with the Local Communities and Indigenous Peoples Platform
9. Consider the gender action plan and the incorporation of relevant actions into the work of the SB
10. Elaborate RMPs (e.g., rules of procedures for SB, level of SoP-admin, rules for removal activities, etc.)

1<sup>st</sup> meeting of SB

June 2022

SBSTA

## Work programme of SBSTA

[FCCC/PA/CMA/2021/L.19, p3para7]

Develop recommendation on:

1. Further responsibilities of the SB and host Parties
2. Processes for transition of CDM activities
3. Processes for transition of CERs
4. Reporting by host Parties on their A6.4 activities
5. Operation of mechanism registry
6. Processes for implementation of SoP-admin and SoP-adaptation
7. Processes for delivering OMGE
8. Consideration of whether activities could include emissions avoidance and conservation enhancement activities

2<sup>nd</sup> meeting of SB

November 2022

COP27

- Requests the SB to evaluate SoP (no later than in 2026 and every 5 years thereafter)
- Requests the SB to evaluate OMGE (no later than in 2026 and every 5 years thereafter)

[FCCC/PA/CMA/2021/L.19,p3para8,9]

## Requests the secretariat to:

Design and implement a capacity-building programme to assist Parties wishing to voluntarily participate in the mechanism to, inter alia:

1. Establish the necessary institutional arrangements to implement the requirements;
2. Develop the technical capacity to design and set baselines for application in host Parties



# A6.4 Mechanism: SoP and OMGE

## Share of proceeds: SoP

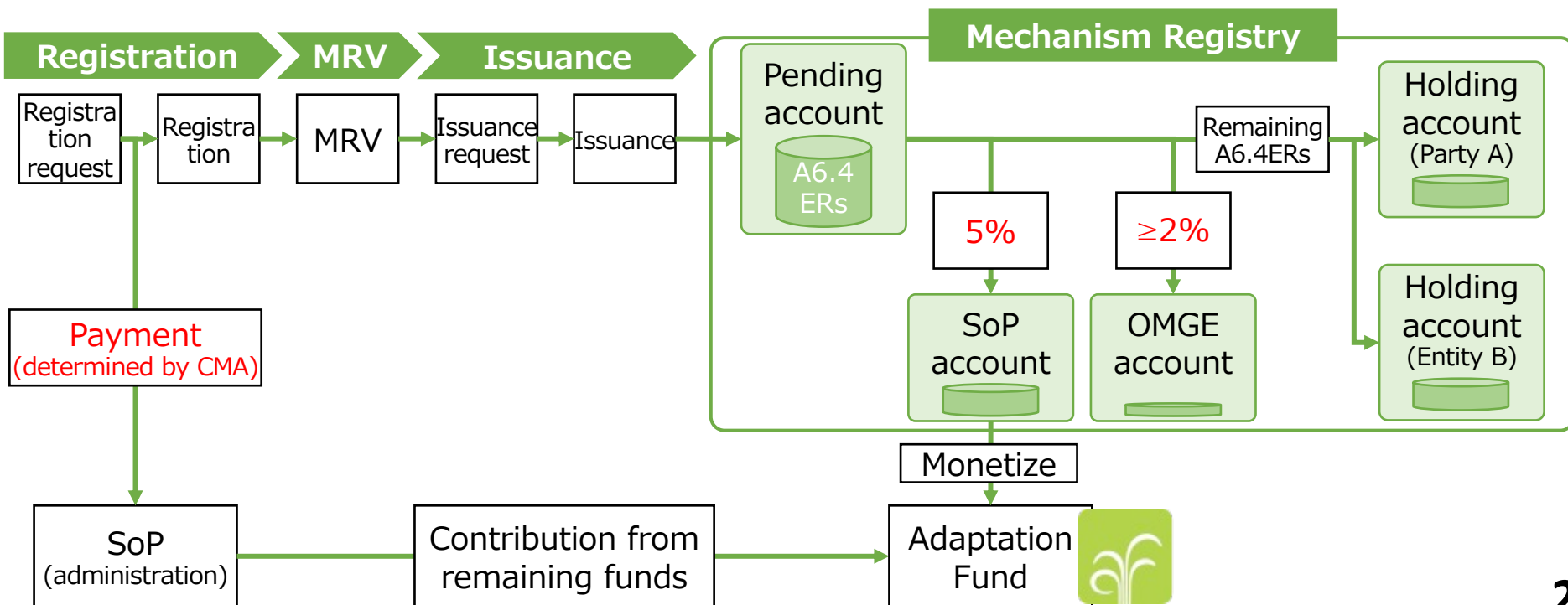
[FCCC/PA/CMA/2021/L.19, p14para67,p11para43]

- A levy of **5%** of A6.4ERs at issuance
- A monetary contribution related to the scale of A6.4 activity or to the number of A6.4ERs issued, to be set by the SB
- **Corresponding adjustments** shall be applied by the host Party if it authorized the A6.4ERs for use towards achieving NDCs and/or other international mitigation purposes

## Overall Mitigation in Global Emission: OMGE

[FCCC/PA/CMA/2021/L.19, p14para69,p11para43]

- A **minimum of 2%** of the issued A6.4ERs to the cancellation account for OMGE
- The cancelled A6.4ERs shall not be further transferred or used for any purpose
- **Corresponding adjustments** shall be applied by the host Party if it authorized the A6.4ERs for use towards achieving NDCs and/or other international mitigation purposes





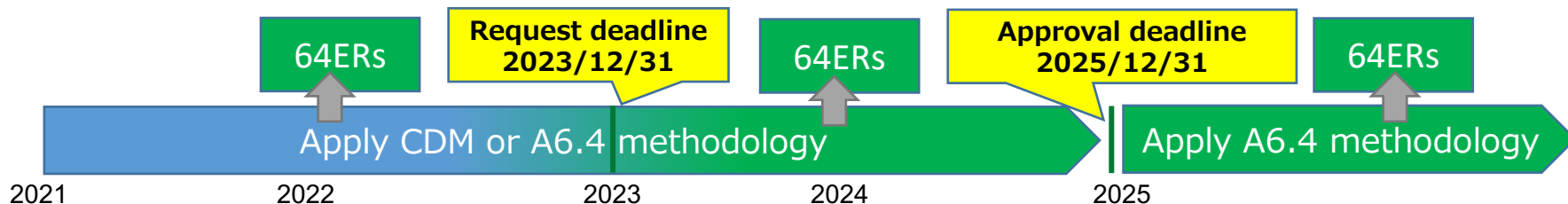
# A6.4 Mechanism: CDM Activities and Pre-2021 CERs

## Transition of CDM activities

[FCCC/PA/CMA/2021/L.19, p15para73-p16para74]

CDM project activities and programmes of activities registered or listed as provisional may transition to the A6.4 mechanism subject to all of the following conditions:

- (1) The request for transition is made to the secretariat and the CDM host Party by no later than 31 December 2023;
- (2) The approval for such transition is provided by the CDM host Party by no later than 31 December 2025;
- (3) Comply with A6.4 RMPs (including application of corresponding adjustments);
- (4) The activity may continue to apply its current approved CDM methodology until the earlier of the end of its current crediting period or 31 December 2025
- (5) The Supervisory Body shall ensure that small-scale activities undergo an expedited transition process



## Use of CERs towards 1<sup>st</sup>/1<sup>st</sup> updated NDCs

[FCCC/PA/CMA/2021/L.19,p16para75]

CERs may be used towards achievement of NDCs provided the following conditions are met:

- (1) Activity was registered on or after 1 January 2013;
- (2) CERs shall be transferred to and held in the mechanism registry and identified as pre-2021 ERs;
- (3) CERs may be used towards the 1<sup>st</sup> NDC only;
- (4) Corresponding adjustments by host Party and levy of SoP shall not be required
- (5) CERs not meeting these conditions may only be used for achievement of an NDC in accordance with a future decision of the CMA;
- (6) Temporary CERs and long-term CERs shall not be used towards NDCs.

