United Nations Framework Convention on Climate Change

Agenda item 2.2.

Paragraph 4 of the annotated agenda, Annex 1

Possible future activities of the Board based on the outcome of COP26

CDM EB 114

Bonn, Germany, 30 May to 2 June 2022



Procedural background

The Board, at its 113th meeting, requested the secretariat to prepare a **concept note** on possible future activities of the Board based on decision 2/CMP.16, inter alia, **collaboration with the Supervisory Body** for the mechanism established by Article 6, paragraph 4, of the Paris Agreement for **expedited implementation** of the mechanism and for the management of the CDM process, **including deregistration** of registered CDM project activities and programmes of activities (PoAs) that have transitioned to Article 6, paragraph 4, of the Paris Agreement mechanism.



Purpose

As outlined in the concept note, the purpose is:

- a) Identifying possible actions related to the deregistration of CDM activities transitioned to the SDM;
- b) Listing the available hard and soft infrastructure under the CDM that may be used under the SDM, with modifications as appropriate, with the aim of expediting the implementation of the SDM;
- c) Identifying various collaboration opportunities between the Board and the SDM-SB.



Key issues and proposed solutions

Actions necessary for a smooth transition Deregistration of CDM activities transitioned to the SDM

- Existing process for CDM projects but not PoAs;
- Clarify rules for issuance of pre-2021 issuance and activities not transitioned;
- Understand the timing of "transitioned"

Requests and other submissions accorded provisional status

- No existing processes;
- Clarify rules on fee payment and status of underlying activity rejected;
- Understand the timing of "transitioned".

Recommendation to the Board: The Board may wish to return to this issue once the processes for implementation of the transition are adopted by the CMA and the SDM-SB.



Making available CDM hard and soft infrastructure

CDM DOEs

- RMP define main DOE roles, similar to CDM DOEs;
- SDM SB may expedite accreditation of CDM DOEs as SDM DOEs or some type of temporary recognition.

Recommendation to the Board: The Board may wish to invite the SDM-SB to make use of CDM DOEs for the purpose of the SDM.



Making available CDM hard and soft infrastructure

CDM Methodologies

- Publicly available;
- CMA requested the SDM SB to review the CDM meths as a starting point (as well as meths from other schemes).

Recommendation to the Board: The Board may wish to request the secretariat to prepare an overview of CDM methodologies, with the information on CER issuance, number of activities registered, and geographical distribution by CDM activities that applied the methodologies, and make itself available to the SDM-SB to respond to any queries.



Making available CDM hard and soft infrastructure

CDM Regulations

- Publicly available;
- Based on >20 years of refinement and revision.

Recommendation to the Board: The Board may wish to make itself available to the SDM-SB to respond to any queries.



Making available CDM hard and soft infrastructure

CDM IS and CDM Registry

- CDM Information System consists of dozens of workflows (project cycle, meth development, accreditation etc);
- CDM Registry to store and track information on CERs, including voluntary cancellation.

Recommendation to the Board: The Board may wish to invite the SDM-SB to consider building on the workflows and databases of the CDM-IS and the CDM Registry and make itself available to the SDM-SB to respond to any queries.



Making available CDM hard and soft infrastructure

DNA Forum

- Well established institution;
- Sharing of information and experiences amongst Parties.
- Anticipated that there will be overlap between the DNAs for the CDM and DNAs for SDM.

Recommendation to the Board: The Board may wish to invite the SDM-SB to make use of the DNA Forum if it finds it appropriate, at least on a temporary basis until DNAs for the SDM are fully designated. For example, meetings of the DNA Forum could serve both the CDM and the SDM for feedback to the Board and SDM-SB, respectively.



Collaboration Opportunities

Panels, working groups and rosters

- Several panels, working groups and rosters support the work of the Board;
- Put experts at the disposal of the SDM SB;
- Back-to-back meetings;
- Recommendation to the Board: The Board may wish to extend a general invitation to the SDM-SB, to utilize CDM panels, working groups and rosters of experts for whatever purposes that the SDM-SB may find useful, until the time when the SDM-SB establishes its own support structure.

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Collaboration Opportunities

Interaction between the Board and the Supervisory Body

- Regular interaction between the Chairs and Vice-Chairs either on the side-lines of mutual meetings/events or virtually;
- Back-to-back meetings of the Board and the SDM SB;
- Common membership will lead to automatic exchange of information;
- Joint side events (SB/COP/Regional Climate Weeks);
- Dedicated joint strategy meetings.
- Recommendation to the Board: The Board may wish to invite the SDM-SB to hold formal and/or informal regular interactions with the Board.



Subsequent work and timelines

Deregistration and provisional cases: The CMA is due to adopt processes for implementation of the transition at CMA 4.

Secretariat presents detailed amendments to the CDM rules and the clarification on the temporary measures at the Board's first meeting in 2023 (EB 117).

Priority CDM methodologies: The secretariat could develop and share with the SDM-SB a high-level overview of CDM methodologies.

Formal letter from the Board to the SDM-SB: The Chair and the Vice-Chair could prepare a letter offering the hard and soft infrastructure under the CDM and to invite the SDM-SB to hold regular interactions. The letter to be sent shortly after EB 114.

