

# GUIDELINE ON THE ASSESSMENT OF Foik AND CP PROJECTS

EB56, Brasilia, 13-17 September 2010



# BACKGROUND

---

**EB38 requested the MP to work on the issue**

**The issue was first considered by EB44**

***CMP.5 requested* the Board to further work and report to CMP on the use, for additionality demonstration and assessment, of first-of-its-kind barrier and common practice, including the definition of the applicable region, similar technologies and thresholds for penetration rates**



# DEFINITIONS

---

## OUTPUTS

An output is a good **or** a service produced from the operation of a facility that uses one technology and is able to satisfy the same needs irrespectively of how they are produced and who produces them.

## DEMONSTRATION PROJECTS

A Demonstration Project is **funded** by a government or a **public entity** in order to **test** new technology or policies. It is intended to demonstrate the feasibility of technology which might not find private funding.



# DEFINITIONS

---

## APPLICABLE REGIONS

Applicable region for the demonstration/assessment of “first-of-its-kind” for a project producing a given output is the market of that output.

By default the relevant geographical area is **the host country** unless it can be established that the output of the project will be typically distributed to areas of other sizes.



# PROJECTS CONSIDERED IN ASSESSING FoIK and CP

---

**Projects registered as CDM projects or submitted for Global Stakeholder Consultation shall be included.**

**Demonstration projects and other projects that are not in commercial operation shall be excluded.**

**A project that meets the “first-of-its-kind” requirement shall not go through the common practice test. For all other projects, the CP test is to be conducted before the barriers analysis or the investment analysis.**



# Foik PROJECTS IN THE APPLICABLE REGION

---

A project that is able to demonstrate that it meets requirements of “first-of-its-kind” **at the date of submission of the project for validation**, is additional

- 1. First and second projects delivering a given output**



# Foik PROJECTS IN THE APPLICABLE REGION

---

Less than 10% of the output is produced with  $EF = 0$  in the applicable region

**2. Projects for which all output is within the 10% output with the lowest EF**

**3. Project that has the lowest EF when compared to other projects delivering the same output and using the same fuel or feedstock**



# Foik PROJECTS IN THE APPLICABLE REGION

---

**10% or more of the output is produced with EF = 0 in the applicable region**

**4. First and second projects belonging to each category of RE provided in Annex I**

**5. Projects for which all output is within the 10% output with the lowest EF using non renewable sources**

**6. Project that has the lowest EF when compared to other projects delivering the same output and using the same fuel or feedstock**



# CP PROJECTS IN THE APPLICABLE REGION

---

If the output of a project is, at the date of submission of the project for validation, **within the 50% of output** produced in the applicable region with the **highest EF** and using the **same fuel or feedstock**, then the project is a **CP** project.



# ACTIONS REQUESTED

---

The Board to **consider** the draft guideline on the use of Foik and CP in additionality demonstration and assessment prepared by the secretariat for approval or for further guidance on the approach to be taken.



---

**THANK YOU FOR YOUR ATTENTION**

