



Annex 30

WORK PROGRAMME ON SUPPRESSED DEMAND

(Version 01.0)

I. Background

1. The Executive Board of the clean development mechanism (CDM) (hereinafter referred to as the Board), at its sixty-second meeting, adopted the “Guidelines on the consideration of suppressed demand in CDM methodologies”¹, as contained in annex 6 to its report. The Board also requested the secretariat to prepare, in consultation with the relevant panels and working groups, a work programme for the implementation of these guidelines in relevant CDM methodologies.

2. This document contains a proposed work programme in response to this request by the Board. The work programme also takes into account the recommendations of the Methodologies Panel (Meth Panel) to the sixty-second meeting of the Board as contained in paragraph 29 of the report of the fiftieth meeting of the Meth Panel.

II. Work programme

3. The work programme has two areas of work:

- (a) An area of work related to the application of the guidelines to relevant CDM methodologies, by preparing draft revisions to these methodologies² where deemed necessary, for the consideration of the Board;
- (b) An area of work to further improve the clarity and level of detail contained in the suppressed demand guidelines adopted by the Board at its sixty-second meeting, taking into account: (i) issues raised by Board members during the discussions on this issue in its sixty-second meeting; (ii) inputs received from panels/working groups; and (iii) comments received from stakeholders.

A. Application to existing CDM methodologies

4. The issue of suppressed demand may have been captured and addressed implicitly or explicitly in some approved large-scale and small-scale methodologies while the issue has not been addressed in some other methodologies. It is envisaged that the work under this area includes scanning of existing CDM methodologies to identify ways in which the issue has been addressed, if it has been addressed, in the existing CDM methodologies and to identify cases in which it has not been addressed.

5. When selecting methodologies that would need to be revised, the following should be taken into account:

- (a) Whether the issue of minimum service level defined as the service level that is able to meet basic human needs (e.g. basic housing, basic energy services including lighting, cooking, drinking water supply, waste treatment/disposal) is pertinent to the methodology under consideration;

¹ Also referred to as suppressed demand (SD) guidelines in this document.

² Where found appropriate, a new methodology may be proposed instead of a revision of an existing one.



- (b) Whether the methodology belongs to a priority sector defined by the Board for methodological work (EB 51, annex 11);
- (c) Potential of the methodology to contribute to the enhanced regional distribution of CDM (as evident from inputs from designated national authorities, stakeholder consultations and practitioner inputs);
- (d) Usage of the methodology or indications of usage by the project proponents' community is evident from public inputs or requests for revision/clarification received.

6. Once the methodologies are identified as above, the work will focus on defining the minimum service level in the respective methodologies, keeping in mind that the choice of the service level should take into account that emissions will rise to achieve international/national development goals. To this end, a literature study will be conducted to review international or national studies or research outcomes; for example, useful information is available in UN Energy reports and Chapter 8: Energy Poverty of *World Energy Outlook 2010 - Global Energy Trends* by the International Energy Agency.

7. Inputs from stakeholders and practitioners will be sought using one or more of the means below:

- (a) Teleconferences with the users of the methodologies;
- (b) Call for public inputs, including comments on the draft revision of the methodologies;
- (c) Request for inputs/comments at stakeholder interaction events organized by the secretariat.

8. One or more dedicated methodology drafting workshops will be conducted to receive feedback on the proposed revision of the methodologies including key stakeholders. The draft revised methodologies will then be proposed for consideration by the relevant panel/working groups.

B. Revision of the suppressed demand guidelines

9. This area will focus on the improvement of the clarity and level of detail contained in the suppressed demand guidelines. This improvement may include: (i) more guidance on the minimum service level, including on how data is selected and the periodicity of updates of the data will be provided; (ii) additional specifications pertaining to areas/sectors/project types for which the guidelines are applicable; and (iii) further issues raised by further analysis by the secretariat and public consultation as described in A above.

10. The Board may request the secretariat to launch a call for public inputs on the suppressed demand guidelines for the fourth quarter of 2011.

**Timelines**

Item	4th Quarter 2011	1st Quarter 2012	2nd Quarter 2012	3rd Quarter 2012
Draft revision of SD guidelines				
Identification of methodologies				
Public and expert consultation				
Draft revised methodologies are developed				
Draft revised methodologies are considered and recommend by a relevant panel/working group				

History of the document

Version	Date	Nature of revision
01.0	EB 63, Annex 30 29 September 2011	Initial adoption.
Decision Class: Operational Document Type: Information note Business Function: Methodology		