

## Agenda item ??

Paragraph 8 of the annotated agenda, Annex 1

# Revision to the “Guidance on Criteria for Baseline Setting and Monitoring”

**JISC 26**

Bonn, Germany, 13-14 September 2011



# WORK PLAN OF THE JISC FOR THE PERIOD 2011-2013

Revising the document “Guidance on criteria for baseline setting and monitoring” incorporating:

- a) Applying the concept of materiality in establishing the project boundary and estimating leakage;
- b) Clarifying the option in baseline setting of a JI-specific approach already taken in comparable cases;
- c) Clarifying which aspects of the CDM additionality tool, and its associated guidelines, are applicable under the Track 2 procedure.



- JISC25
  - ❑ Draft revision was discussed
  - ❑ A call for public inputs was launched
- Call for public inputs resulted in **six** submissions
- Secretariat prepared an updated draft revision which was shared with the a group of JISC members
- Objective for this meeting: to **approve** the revised guidance



## Definition of comparable cases

**Four** criteria have been proposed:

- GHG mitigation measure
- Geography and time
- Technology
- Scale:
  - a) Large scale/Small scale
  - b) Project output (power output/capacity increase/total ER/removals)



## De minimis rules for project boundary and leakage

“Include only those emission sources that account for, on average per year over the crediting period, more than **one** per cent of the difference between project and baseline emissions, or which exceed an amount of **2,000** tonnes of CO<sub>2</sub> equivalent, whichever is lower”



## Concept of “prior consideration of JI”

Three options have been proposed:

1. Eligibility check for projects that started after 1 January 2000 is the responsibility of the host Party
2. The concept of prior consideration of JI **should be** introduced under the Track 2 procedure
3. The concept of prior consideration of JI **should not be** introduced under the Track 2 procedure



## Definition of comparable cases

It is proposed:

- To keep criteria (a) and remove (c) as they are overlapping
- To use option 1 (Large scale/Small scale) from criteria (d)
- Not to limit the geographical area to the host Party
- To allow PPs to deviate from the criteria with appropriate justification



## Concept of “prior consideration of JI”

Different views were expressed:

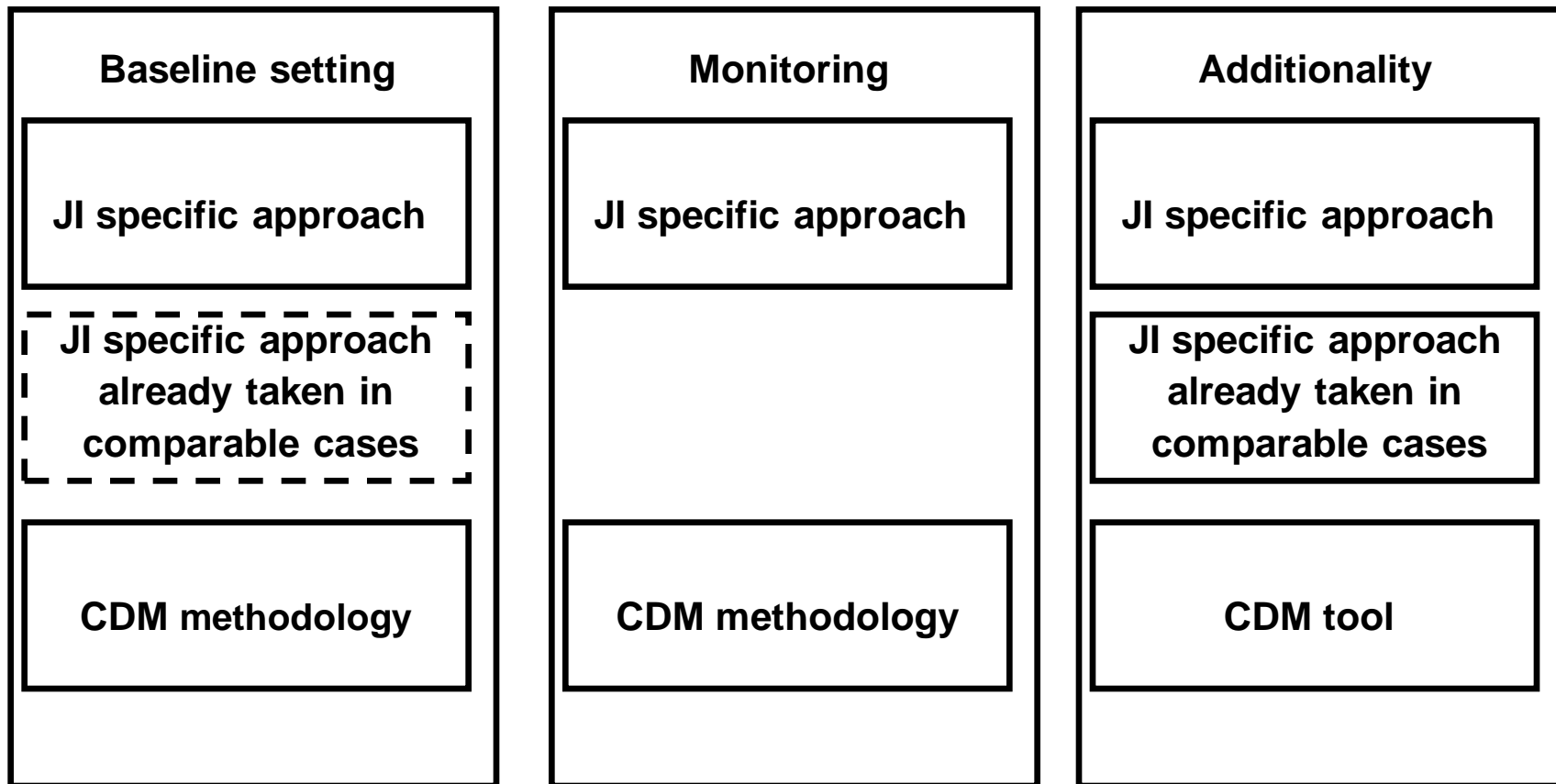
- The concept is needed for additionality demonstration
- The concept should not be introduced at the end of the CP1
- If the concept is applied under JI, it is proposed to:
  - (a) use the approach used under the CDM
  - (b) provide a grace period for projects already in the process

To provide editorial improvements



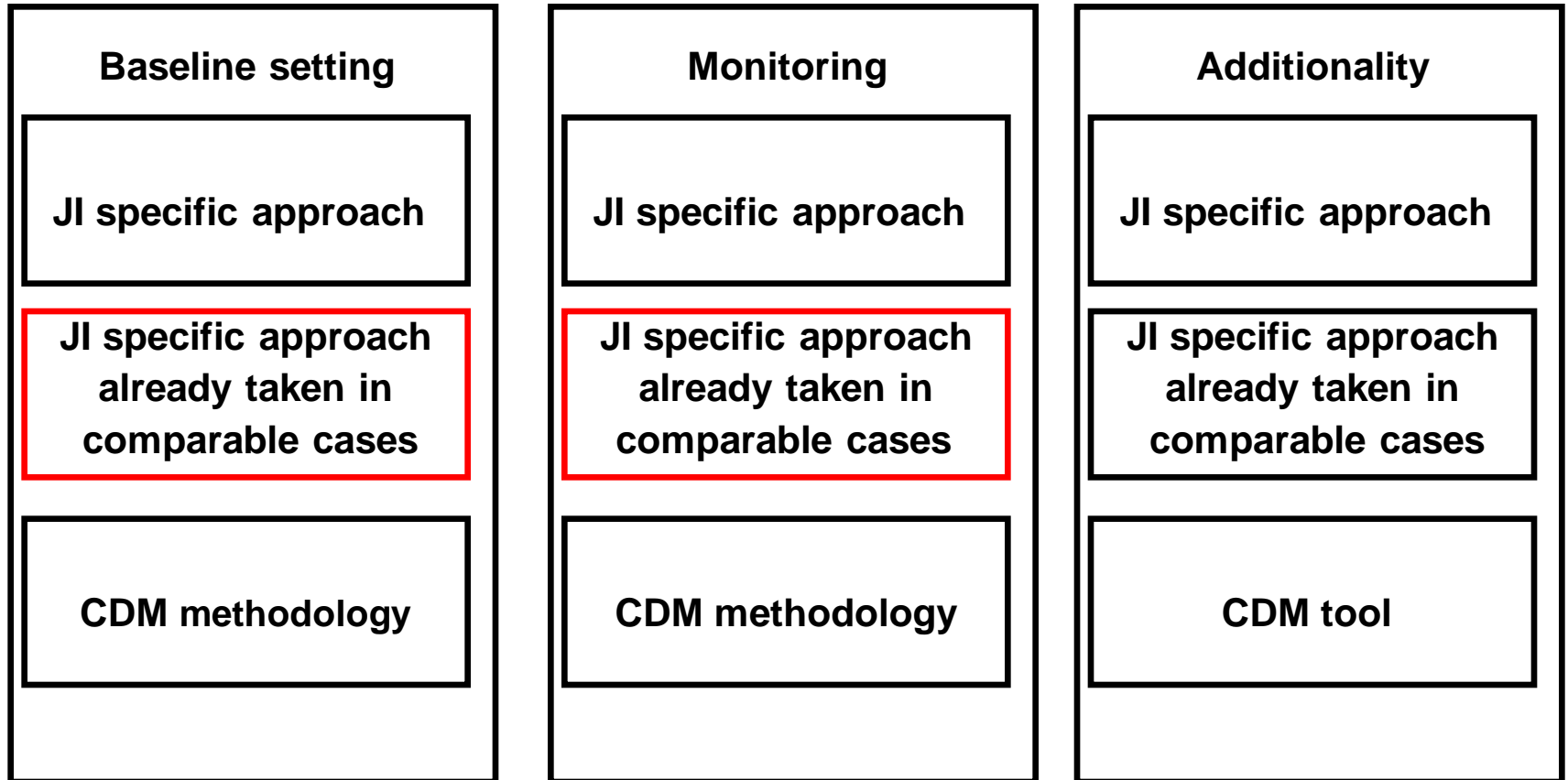
# GUIDANCE

Current version



# GUIDANCE

## Proposed revision



# LEAKAGE

## CURRENT VERSION

Project participants must undertake an assessment of the potential leakage of the proposed JI project and explain which sources of leakage are to be calculated, and which can be neglected. All sources of leakage that are included shall be quantified and a procedure for an ex ante estimate shall be provided.

## AMENDMENT PROPOSED

Include only those emission sources that account for, on average per year over the crediting period, more than **one** per cent of the difference between project and baseline emissions, or which exceed an amount of **2,000** tonnes of CO<sub>2</sub> equivalent, whichever is lower.



The JISC may wish to approve the draft revision to the “Guidance on criteria for baseline setting and monitoring” including the following aspects:

- To define which leakage emission sources need to be considered
- To introduce the option of a JI-specific approach already taken in comparable cases for baseline setting and for monitoring
- To establish criteria to define when other projects can be regarded “comparable”
- To decide on the concept of prior consideration of JI

