

Annex 5

INFORMATION NOTE ON NECESSARY REVISIONS TO THE EXISTING DOCUMENTS ADOPTED BY THE JOINT IMPLEMENTATION SUPERVISORY COMMITTEE

A. Background

1. At its sixteenth meeting, the Joint Implementation Supervisory Committee (JISC) requested the secretariat, taking into account the JISC's deliberations on the development of the determination and verification manual (DVM), to present an analysis to the JISC at its seventeenth meeting on necessary revisions to existing documents adopted by the JISC, on which the draft DVM is based, to ensure consistency between the DVM and these documents.
2. Based on this, the secretariat prepared this note to provide an overview of the feedback received during the call for public inputs on the contents of a DVM from 27 April until 17 May 2009 and also the inputs from the roundtable consultations with interested stakeholders on the development of a DVM and joint implementation programme of activities (JI PoA) on 16 June 2009. Inputs were received from the following organizations: Climate Experts, International Emissions Trading Association (IETA), Japan Quality Assurance Organization (JQA), Mitsubishi UFJ Securities (Mitsubishi), TÜV Rheinland Immissionsschutz und Energiesysteme GmbH and the World Bank, as well as from the roundtable consultation held in conjunction with the sixteenth meeting of the JISC.

B. Analysis

3. The secretariat has identified inputs received from the organizations mentioned above that may necessitate a revision of existing JISC procedures, guidelines and forms. A summary is provided in Tables 1 and 2 below. General considerations for information and formatting of the DVM were not included.
4. The secretariat identified 35 inputs on 8 general topics. These are summarized in Table 1.

Table 1. Overview of issues and organizations providing feedback

Issue	Organization						
	Climate Experts	IETA	JQA	Mitsubishi	TÜV Rheinland	World Bank	Stakeholder's roundtable
Baseline setting and monitoring		X	X	X	X	X	X
Determination/verification requirements						X	
Guidelines for users of the PDD form			X			X	X
Forms		X	X				
Micro projects					X		
Positive list	X				X		
Modalities of communication							X
Terms							X



5. The overwhelming majority of the comments (23) pertain to baseline setting and monitoring and appear to suggest that further clarification in this area may be warranted. Several requests also pertain to the guidelines for users of the JI PDD form. Key comments and requests identifying new requirements or additional clarifications from the various organizations and stakeholders are summarized in Table 2.

**Table 2. Overview of feedback received**

Item No.	Input/Request for Change	Feedback from	Note from the organization	Possible actions
Baseline Setting and Monitoring				
1	Clear acknowledgement and treatment of multi-project baseline setting and monitoring, aligning with the specific sectoral context and procedure may significantly reduce uncertainties of project proponents and support further development of multi-project approaches.	World Bank	Such approaches may lead to establish simplified set of rules and baselines and may further increase the attractiveness of JI for project proponents and host countries.	Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form,• Glossary of terms.
2	The level of accuracy required at the determination/verification process should be in consistence with the accuracy of the official national practices.	World Bank	Should take into account the context of capped environment for JI transactions.	Affected document: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring.
3	Allow simplified treatment of a project boundary if it is in compliance with national approval requirements.	World Bank	Should take into account the context of capped environment for JI transactions.	Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form,• Glossary of terms.
4	Allow simplified treatment of leakage if it is in compliance with national approval requirements	World Bank	Should take into account the context of capped environment for JI transactions.	Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form,• Glossary of terms.



Item No.	Input/Request for Change	Input provided by	Note from the organizations	Possible actions
5	Use of CDM methodology for JI projects should be based on the consistent application of specified methodologies or establishing a baseline that is consistent with the appendix B of the JI guidelines.	World Bank	Selected elements or combination of elements of approved CDM methodologies/tools may be used as appropriate. The use of elements should not be interpreted as way of deviation from a CDM methodology. The term deviation should be defined.	Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form,• Glossary of terms.
6	The AIE shall follow the requirements set out by the CDM EB in relation to accepting deviations to the approved CDM EB modalities and procedures.	IETA	Where the independent entity is required, under the CDM EB modalities and procedures, to seek approval of the Board for the proposed deviation the AIE shall follow the requirements for JI baseline setting and monitoring.	Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form,• Glossary of terms.
7	Deviation of CDM methodology shall be included as part of the JI-specific approach.	Mitsubishi		Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form,• Glossary of terms.



Item No	Input/Request for Change	Input provided by	Note from the organizations	Possible actions
8	Deviation of CDM methodology shall be included as part of the JI-specific approach.	JQA		Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form,• Glossary of terms.
9	Definition of deviation of CDM methodology.	roundtable		Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form,• Glossary of terms.
10	There is a need to clarify that the JI-specific approach for baseline setting does not have a mandatory requirement to be widely applicable to a range of projects with similar types of activities.	World Bank		Affected document: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring.
11	Guidance in terms of applicability of the versions of CDM methodologies	World Bank	Project proponent should not be required to comply with the modifications of the CDM methodologies and tools as per decisions of the CDM regulatory bodies.	Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form.
12	The project proponent shall use the most recent version of the CDM additionality tool.	IETA	It shall take into account any grace period that is applicable for older revised version of the tool.	Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form.



Item No	Input/Request for Change	Input provided by	Note from the organizations	Possible actions
13	CDM methodologies shall strictly follow the guidance of the version of the approved methodology at the time of its submission.	Mitsubishi		Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form.
14	Guidance on the applicability of the versions of CDM methodologies	roundtable	Use of a grace period / Use the most up to date version	Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form.
15	The AIE shall determine the leakage taking into consideration the market impact	JQA		Affected documents: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring,• Guidelines for users of the JI PDD form,• Glossary of terms.
16	The AIE shall determine if all baseline candidates were described.	JQA		Affected document: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring.
17	The AIE should check whether the proposed monitoring methodology is consistent with the international/national standards.	JQA		Affected document: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring.
18	Introduction of double approve process for new methodologies	TÜV Rheinland	One AIE selected by the JISC and other selected by the project participants	Affected document: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring.
19	Revisions of new methodologies approved by the host country.	TÜV Rheinland		Affected document: <ul style="list-style-type: none">• Guidance on criteria for baseline setting and monitoring.



Item No	Input/Request for Change	Input provided by	Note from the organizations	Possible actions
20	Introduction of the option to monitor impacts of energy savings measures.	TÜV Rheinland	According to International Performance Measurement and Verification Protocol and methods used by Energy Saving Companies.	Affected document: <ul style="list-style-type: none">Guidance on criteria for baseline setting and monitoring.
21	The AIE should request confirmation from DFP for multi-project emission factor.	Mitsubishi	The DFP should confirm the appropriateness of the use.	Affected document: <ul style="list-style-type: none">Guidance on criteria for baseline setting and monitoring.
22	Deviation from determined monitoring plan	roundtable		Affected document: <ul style="list-style-type: none">Guidance on criteria for baseline setting and monitoring.
23	Any revisions made by the project developer in relation to the approved monitoring plan shall be assessed and approved by the AIE	IETA	If the monitoring plan is part of an approved CDM methodology	Affected document: <ul style="list-style-type: none">Guidance on criteria for baseline setting and monitoring.
Determination/Verification requirements				
24	Clarification is needed on the requirements for the AIE in providing adequate feedback and justifications when considering PDDs and monitoring reports.	World Bank	This would increase the transparency and clarify the issues raised for the project proponents to facilitate proper and effective response.	Affected document: <ul style="list-style-type: none">Guidance on criteria for baseline setting and monitoring.



Guidelines for users of the JI PDD form				
25	Clarification is needed on the requirements in the Guidelines for Users, in particular detailed theoretical description for establishing a new JI-specific approach	World Bank	A clear definition should avoid different interpretations.	Affected document: <ul style="list-style-type: none">Guidelines for users of the JI PDD form
26	Clarification on the requirements to justify the applicability of the additionality demonstration approach in section B of the Guidelines for users of the JI PDD form	World Bank	This requirement is unnecessary.	Affected document: <ul style="list-style-type: none">Guidelines for users of the JI PDD form
Forms				
27	New table of contents for the determination report form.	JQA		Affected document: <ul style="list-style-type: none">Determination Report Form
28	New table of contents for the verification report form.	JQA		Affected document: <ul style="list-style-type: none">Verification Report Form
29	Suggestion on what the verification report form should state.	IETA	Describe the verification process; outlines the project, the project participants and its activity; describe the issues raised during the verification and their resolutions; and the conclusion reached by the AIE.	Affected document: <ul style="list-style-type: none">Verification Report Form



Micro projects				
30	Introduction of new category of micro projects	TÜV Rheinland	Under 1,000 tCO ₂ e, in order to reduce transaction costs	New procedure would need to be developed by the JISC.
Positive list				
31	Introduction of positive list of project types and applicable areas approved as being technological additional as best available technology or first of its kind until a certain market penetration rate or specific benchmark GHG/energy intensity has been achieved.	TÜV Rheinland		New procedure would need to be developed by the JISC.
32	Positive list method to avoid unnecessary procedures for the projects, especially small-scale with social benefits.	Climate Experts	To be developed by the JISC	New procedure would need to be developed by the JISC.
Modalities of communication				
33	To provide clear guidance for modalities of communication of an AIE with the third party, technical and sectoral experts and/or recognized associations and institutions.	World Bank	This would facilitate clarification of technical and other issues of new JI-specific approach.	New procedure would need to be developed by the JISC.



34	Modality of communication between AIE and project participants.	roundtable	To describe the modalities	New procedure would need to be developed by the JISC.
Terms				
35	Interpretation of terms as official English translation	roundtable		Affected document: <ul style="list-style-type: none">• Procedures on public availability of document,• Clarification on procedures on public availability of documents.
