

Joint Implementation Supervisory Committee



Eighteenth meeting Report - Annex 12

Annex 12

DRAFT PROVISIONS FOR THE CHARGING OF FEES TO COVER ADMINISTRATIVE COSTS RELATING TO THE ACTIVITIES OF THE JOINT IMPLEMENTATION SUPERVISORY COMMITTEE

(Version 03)*

^{*} Version 03 of this document reflects differences/revisions to the fee structure as agreed by the JISC at its eighteenth meeting. The revised fee structure will enter into force as soon as endorsed by the Conference of the Parties serving as the Meeting of the Parties to the Kyoto Protocol (CMP).







Joint Implementation Supervisory Committee

DRAFT PROVISIONS FOR THE CHARGING OF FEES TO COVER ADMINISTRATIVE COSTS RELATING TO THE ACTIVITIES OF THE JOINT IMPLEMENTATION SUPERVISORY COMMITTEE

Version 023

| Revision history of the document | | |
|----------------------------------|----------------------|--|
| Document version | Adoption | Revision |
| Version 01 | JISC 04 ¹ | Initial adoption of the document on the basis of paragraph 2 (h) of decision 10/CMP.1 |
| Version 02 | JISC 08 | Revision, on the basis of paragraph 16 of decision 3/CMP.2, incorporating preferential treatment of joint implementation small-scale projects regarding advance payments |
| Version 03 | JISC 18 | Revision to incorporate provisions for joint jmplementation programmes of activities, a revised advance fee cap and clarification of the fee structure for all projects |

Fourth meeting of the Joint Implementation Supervisory Committee





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- 1. The fees to cover administrative costs relating to the activities of the Joint Implementation Supervisory Committee shall be:
 - (a) Fees for accreditation:
 - (i) Application fee: USD 15,000 per application (one-off payment, non-reimbursable);
 - (ii) Cost of the work by assessment teams: direct payment from applicant or accredited independent entities;²
 - (b) Fee for processing of verification reports:³
 - (i) USD 0.10 per tonne of CO₂ equivalent of reductions in anthropogenic emissions by sources or enhancements of anthropogenic removals by sinks for the first 15,000 tonnes of CO₂ equivalent generated by the project in question in a given calendar year;
 - (ii) USD 0.20 per tonne of CO₂ equivalent of reductions in anthropogenic emissions by sources or enhancements of anthropogenic removals by sinks for any amount in excess of 15,000 tonnes of CO₂ equivalent generated by the project in question in a given calendar year, except as noted in (iii) below;
 - (ii) (iii) For joint implementation programmes of activities, the fee in accordance with paragraph 1(b)(i) shall apply to all reductions of anthropogenic emissions by sources or enhancements of removals by sinks in a given calendar year.
 - (iii)A fee calculated in accordance with paragraph 1 (b) (i) and 1 (b) (ii) above and equal to the expected average annual generation over the crediting period of reductions in anthropogenic emissions by sources or enhancements of anthropogenic removals by sinks by the project shall be paid as an advance payment when a determination report regarding a project design document is submitted to the secretariat in accordance with paragraph 34 of the annex to decision 9/CMP.1; this advance payment shall be deducted from the first payments due in accordance with paragraph 1 (b) (i) and 1 (b) (ii) above; if no verification report is submitted, any advance payment above USD 30,000 shall be reimbursed;
 - (iv) No advance payment referred to in paragraph 1 (b) (iii) above shall be paid for joint implementation small-scale projects and for projects with an expected average annual generation over the crediting period of reductions in anthropogenic emissions by sources or enhancements of anthropogenic removals by sinks below 15,000 tonnes of CO₂-equivalent; the maximum advance payment due shall be USD 350,000.

Details are defined in the document entitled "Indicative level of fees to be paid to joint implementation assessment team by applicant independent entity or accredited independent entity" (P-JI-ACCR-05).

[&]quot;Verification report" means a report regarding reductions in anthropogenic emissions by sources or enhancements of anthropogenic removals by sinks which has been submitted by an accredited independent entity to the secretariat in accordance with paragraph 38 of the annex to decision 9/CMP.1.





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(c) Advance payment:

- (i) An advance payment based on the expected annual average emission reduction calculated in accordance with paragraph 1(b)(i) and 1(b)(ii) shall be charged when a determination report regarding a project design document is submitted to the secretariat in accordance with paragraph 34 of the annex to decision 9/CMP.1;
- (ii) The advance payment shall be used to cover the first verification fees that are due in accordance with paragraph 1(b)(i) and 1(b)(ii) above, until the advance payment has been exhausted;
- (iii) If no verification report is submitted, any advance payment above USD 30,000 shall be reimbursed.
- (iv) No advance payment shall be charged for joint implementation small-scale projects, joint implementation programmes of activities or for projects with an expected average annual emission reduction or enhancements of anthropogenic removals by sinks below 15,000 tonnes of CO₂ equivalent. The maximum advance payment due shall be USD 30,000.