

DRAFT TEXT

on

CMP 19 agenda item 5 Matters relating to the clean development mechanism

Version 16/11/2024 20:10

Draft decision -/CMP.19

Guidance relating to the clean development mechanism

The Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol,

Recalling Articles 3 and 12 of the Kyoto Protocol,

Also recalling that participation in a clean development mechanism project activity is voluntary,¹

Further recalling decision 3/CMP.1 and subsequent guidance provided by the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol relating to the clean development mechanism,

Acknowledging the contribution to global efforts to address climate change of the clean development mechanism, which as at xx November 2024 was responsible for 7,840² project activities being registered, 353³ programmes of activities being registered and more than xx billion certified emission reductions being issued, of which more than xx million had been voluntarily cancelled either in national registries or in the clean development mechanism registry,

Cognizant of decisions 3/CMA.3, 2/CMP.17, and 1/CMP.18 and their annexes,

Recognizing the need for a smooth transition from the clean development mechanism to the mechanism established by Article 6, paragraph 4, of the Paris Agreement,

I. General

1. *Welcomes* the annual report of the Executive Board of the clean development mechanism to the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol;⁴
2. *Takes note* of the work undertaken from 28 September 2023 to 7 November 2024 by the Executive Board, its panels and the secretariat in overseeing the implementation of the clean development mechanism and maintaining stakeholder engagement in its operations;
3. *Designates* as operational entities those entities that have been accredited and provisionally designated as such by the Executive Board to carry out sectoral scope-specific validation and/or verification functions as set out in the annex;
4. *Takes note* of the progress made by the Executive Board addressing the issue of non-responsive designated national authorities of Parties to the Kyoto Protocol and *requests* the

¹ As per decision 3/CMP.1, para. 28.

² The total number of project activities registered as at xx November 2024 was 7,864, of which 24 had been deregistered. Additionally, 26 project activities were recorded as provisional with a crediting period starting on or after 1 January 2021.

³ The total number of programmes of activities registered as xx November 2024 was 353; additionally, 10 programmes of activities were recorded as provisional with a programme of activity period starting on or after 1 January 2021.

⁴ FCCC/KP/CMP/2024/3 and FCCC/KP/CMP/2024/3/Add.1.

Executive Board to continue following up with non-responsive designated national authorities as per the approach established by the Board, as necessary;

5. *Welcomes* the adoption by the Executive Board⁵ of the procedure for submitting requests for transferring certified emission reductions in accordance with paragraph 11 of decision 2/CMP.17;

II. Functioning of the clean development mechanism beyond the end of the second commitment period of the Kyoto Protocol

6. *Acknowledges* that the Executive Board agreed at its 118th meeting⁶ that it was not technically feasible to allow submissions of requests for registration, issuance and renewal of afforestation and reforestation project activities and programmes of activities under the temporary measures adopted at its 108th meeting for the operation of the clean development mechanism after the second commitment period of the Kyoto Protocol;⁷

7. *Also acknowledges* that the Executive Board ceased receiving requests under the temporary measures referred to in paragraph 6 above on 30 June 2023, when the process for the submission of requests for transition of clean development mechanism activities to the mechanism established by Article 6, paragraph 4, of the Paris Agreement became operational;⁸

III. Management of financial resources

8. *Recalls* its request⁹ to the Executive Board and the secretariat to ensure the efficient and prudent use of resources from the trust fund for the clean development mechanism;

Option 1

9. *[Requests* the Subsidiary Body for Implementation to authorize a transfer of USD [xx] million from the trust fund for the clean development mechanism to the Adaptation Fund;]

10. *[Requests* the Subsidiary Body for Implementation to authorize a transfer of USD [xx] million from the trust fund for the clean development mechanism to the trust fund for supplementary activities for the work of the Supervisory Body to facilitate the expedited implementation of the mechanism established by Article 6, paragraph 4, of the Paris Agreement;]

11. *[Requests* the Subsidiary Body for Implementation to authorize a transfer of USD [xx] million from the trust fund for the clean development mechanism to the trust fund for supplementary activities for the work of the Supervisory Body to provide, through the regional collaboration centres, capacity-building in developing countries for applying the mechanism established by Article 6, paragraph 4, of the Paris Agreement, and support for the infrastructure under Article 6, paragraph 2, of the Paris Agreement and the mechanism registry;]

12. *[Requests* the Subsidiary Body for Implementation to authorize a transfer of USD [xx] million from the trust fund for the clean development mechanism to the fund supporting activities related to the enhanced transparency framework under the Paris Agreement, including capacity-building for related reporting and review thereof;]

⁵ See para. 37 of Executive Board document CDM-EB123.

⁶ See para. 24 of Executive Board document CDM-EB118.

⁷ See document FCCC/KP/CMP/2023/5, para. 10.

⁸ See document FCCC/KP/CMP/2023/5, para. 12.

⁹ Decision 2/CMP.17, para. 13.

13. [*Requests* the Subsidiary Body for Implementation to authorize USD [xx] million from the trust fund for the clean development mechanism to the fund supporting activities related to response measures;]

14. [*Invites* the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement to allocate the equivalent amount referred to in [paragraph 10][paragraphs 10–11] above from the fund supporting the mechanism established by Article 6, paragraph 4, of the Paris Agreement to the Adaptation Fund after the mechanism has become self-financing;]

15. [*Invites* the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement to allocate the equivalent amount referred to in paragraph 12 above from the fund supporting the enhanced transparency framework, including capacity-building for related reporting and review thereof, to the Adaptation Fund after the fund supporting the enhanced transparency framework has become self-financing;]

16. [*Invites* the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement to allocate the equivalent amount referred to in paragraph 13 above from the fund supporting response measures to the Adaptation Fund after the fund supporting response measures has become self-financing.]

Option 2

17. [*Decides* not to transfer any amount from the trust fund for the clean development mechanism for activities outside the clean development mechanism.]