

**Annex I****ACTIVITIES IMPLEMENTED JOINTLY  
REVISED UNIFORM REPORTING FORMAT (URF 01)****A. Governmental acceptance, approval or endorsement**

- Date of this report: 31/03/2006
- This report is a (*please underline*):
  - First report
  - Interim report (First report was submitted 1997.)
  - Final report
- Please indicate here which sections were modified since the last report (*e.g. B.2, E.2.4, F.2*): Report is newly completed on the Revised Uniform Reporting Format.

**B. Summary of AIJ project****B.1 Title of project:**

Balvi (I), Boiler Conversion project

**B.2 Participants**

- The donor country is Sweden, represented by a governmental institution – Swedish Energy Agency (STEM).
- The host country local organisation, which owns or operates the facility, where investment is made is Balvi City Municipality
- The host country primary institution responsible for the Framework Convention on Climate Change and all other climate related issues is The Ministry of Environment.
- The technical assistance during project implementation and follow-up activities were provided by STEM consultants (ÅF-International).

Projects performance data collection and reporting activities are carried out by SIA “Ekodoma”

*Please describe briefly the role(s) of the main participating organization(s) and provide detailed contact information in annex 1:*

**B.3 Activity summary**

B.3.1 General description: Balvi is a middle-size town situated in eastern Latvia. There are many boiler plants and district heating networks in Balvi. On one side of the river there were two boiler plants with two networks. In one of them there were two DKVR 4-13 coal-fired boilers with annual energy production 12000 MWh. One of the boilers has been converted to biofuels firing.

B.3.2 Type of activity:

Sector	Activity
Energy	Fuel-switching (from heavy oil to biofuels)

B.3.3 Location (e.g. city, region, state):

Balvi town, Balvi district, LATVIA

B.3.4 Stage of activity (*Please underline the appropriate option*):

- Pre-feasibility study completed
- Feasibility study completed
- In start-up or construction phase  
(e.g. ensuring financing, construction of site, purchase of land, installation of new equipment)

B.3.4 Stage of activity (continued)

- In operation  
(e.g. new windmill plant is connected, converted boiler reconnected, etc. and real, measurable and long-term GHG emission reductions or removals by sinks are generated)
- Completed  
(AIJ project activity no longer generates GHG reductions or removals by sinks or has been terminated)
- Suspended  
(Please indicate date when AIJ project activity is expected to resume, and give brief explanation of reasons for suspension (up to half a page)):

B.3.5 Lifetime of AIJ project activity:

- Approval date: August 13, 1993  
(Date at which the AIJ project activity was mutually approved by designated national authorities of **all** Parties involved.)
- Starting date: December 1993  
(Date at which real, measurable and long-term GHG reductions or removals by sinks will begin or began to be generated.)
- Ending date (expected): Loan expire date December 31, 2003  
(Date at which AIJ project activity is expected to no longer generate GHG reductions or removals by sinks.)
- Ending date (actual): in operation  
(Date at which AIJ project no longer generated GHG reductions or removals by sinks or was terminated.)
- Ending of the operational life of the project if different from the ending date of the AIJ project activity: Expected technical lifetime is 15 years which means that the plant is expected to be in operation till 2009.

- Reasons for the choice of lifetime dates (*Describe briefly (up to half a page)*):

The lifetime criteria have been arranged in different groups depending on type of implemented activities. This classification assumes a level of operation and maintenance, which is normal in western countries.

### Heat production plants (bio fuel)

25 years	New installation of all main equipment parts (fuel handling system, firing equipment and boiler) and modernisation of secondary equipment.
15 years	Conversion of existing boiler but new installation fuel handling system and firing equipment. Modernisation of secondary equipment.
10 years	Limited installation of new equipment (only one part of the three main parts, normally the firing equipment). Modernisation of other equipment.

#### Heat distribution systems and sub-stations

25 years	Pre-fabricated pipes and installations using certified contractors and supervisor according to EN norms and applicable district heating practise
15 years	Pre-fabricated pipes and installations without using certified contractors and supervisor
10 years	Modernisation of existing pipes.

#### Energy efficiency in buildings

25 years	Additional insulation roofs walls etc. with Scandinavian technology. New installed heating systems.
15 years	Renovation and balancing of heating systems including thermostat valves.
10 years	Weather stripping windows, doors etc.

\* if a combination of measures is done a reasonable lifetime for the project have to be calculated.

#### B.4 Determination of the baseline

B.4.1 Date of completing the baseline determination: Agreement with designated national authority was signed 1997.

B.4.2 Carried out by (name): STEM/ÅF-International  
(Please provide detailed contact information in annex 1)

B.4.3 Type of baseline methodology applied and described in detail in section E.1  
(Please underline the appropriate option(s))

- Project-specific by:
  - I. Simulating a likely situation that would have existed without the project
  - II. Taking an actual reference case project
  - III. Other (Please specify (insert lines as needed)):

- Multi-project by using (please specify briefly):

B.4.4 Describe the scope of the project boundary (Please summarize briefly the related information provided in section E. 2):

Conversion of a coal-fired DKVR 4-13 boiler to the use of wood chips through installation of a pre-furnace. Automatic fuel storage and flue gas cleaning equipment are also included in the project. The boiler output power after conversion is 2.4 MW and the estimated annual heat production amounts to 12 000 MWh.

B.4.5 Describe the degree of aggregation of the multi-project baseline (Please summarize briefly the related information provided in section E. 1):

Multi-project baselines have recently been used as a synonym to “benchmark baselines”. Benchmark baselines are GHG emissions intensities developed for an entire sector in a country or region based upon historical data and trends. These GHG emissions intensities can be expressed in a unit of production, such as CO<sub>2</sub> per tonne of iron or CO<sub>2</sub> per MWh electricity. Benchmark baselines are also called “top-down” baselines because the data, which is used, is typically aggregated and extrapolated without taking into account individual facility conditions or assumptions. In this document, DNV uses the term “multi-project baselines” to describe the mean baselines emissions intensity which is calculated from the case study data.

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### **C. General compatibility with and supportiveness of national economic development and socio-economic and environment priorities and strategies**

*Describe briefly, to the extent that information is available (up to one page) and refer to documents, decisions and laws, as appropriate:*

The Swedish side considers that the project meets the following objectives in the Latvian Energy Law:

- Efficient use of energy resources;

- Creation and usage of energy efficient technologies, fuel/energy consuming and diagnostic equipment, construction and insulation materials; energy flow metering and control devices, automated energy consumption control systems;

Latvia became a Party of the United nations Framework Convention on Climate Change (UN FCCC) in 1992.

In accordance with Kyoto Protocol to the UN FCCC on 10 December 1997, Latvia individually or jointly should ensure, that its aggregate anthropogenic CO<sub>2</sub> equivalent emissions of CO<sub>2</sub>, CH<sub>4</sub>, N<sub>2</sub>O, HFCs, PFCs and SF<sub>6</sub> in 2008 - 2012 should be 8% below the 1990 level.

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### **D. Environmental, economic and social and cultural impacts**

#### **D.1 Environmental impact (positive and/or negative)**

Annual emissions reduction

- 13 200 ton CO<sub>2</sub>
- 51 ton SO<sub>2</sub>
- 5.6 ton NO<sub>x</sub>

Boiler plant is firing sawmill waste, which earlier was taken to forest

#### **D.2 Economic impact (positive and/or negative)**

Decreased fuel costs approx. 3 USD/MWh

#### **D.3 Social and cultural impact (positive and/or negative)**

- More stable energy supply.
- Improved working conditions, increased motivation.
- The boiler plant can use the waste from sawmill in neighbourhood.
- Improved trade balance.

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### **E. Calculation of real, measurable and long-term environmental benefits related to the mitigation of climatic change, that would not have occurred otherwise**

## E.1 Assumptions and characteristics of the baseline

### E.1.1 Assumptions of the baseline

*(Describe (up to 1 page)):* The project based status quo baseline had been assumed to be static for the project. The key parameters for the used baseline are:

- Baseline fuel – coal
- Baseline efficiency of the fossil fuel boilers is 67%;
- Total heat production of the boiler plant before boiler conversion 12000 MWh

It has been assumed that these parameters used for baseline will not change during whole period. The numerical data are presented in section E.1.4.

### E.1.2 Describe the baseline

*(Please describe the baseline as well as leakage effects (up to 1 page)):*

Present data reflect emission reductions using status quo (emissions in the period before the conversion to renewable fuel) for the baseline case. Calculations, according to the top-down method, for emissions from different types of projects in the baseline case are being made. The changed calculation method will result in a change in emission reduction. The new data will be introduced as soon as available

### E.1.3 Reasons for selecting a baseline and its methodology

*(Describe (up to 1 page)):*

Emission reductions are calculated using the IPCC Guidelines, using the Carbon Emission Factor (CEF) for different types of fuel, using actual system efficiency. For boiler conversion, the decrease in emissions is calculated in relation to the amount of fossil fuel replaced (status quo). For energy efficiency project the decrease in emissions reflects the amount of fuel that is saved through the project. In the case that the system uses renewable fuels, the reduction is calculated comparing the amount of fossil fuels that was used before the conversion to renewable fuels.

### E.1.4 Calculation of values reported in 'Baseline scenario' in table E.5.1 column (A):

Documentation box <i>(Please provide numerical data referred to in this section):</i>
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## E.2 Assumptions and characteristics of the project scenario

### E.3.1 Assumptions for the AIJ project activity and its boundary

The project activity is heat production and this includes emissions from on-site combustion of fossil fuels and bio fuels. These emissions are under control of the boiler house staff. The project and baseline heat production activity is assumed to be equal

### E.3.2 Describe the project scenario

Conversion of a coal-fired DKVR 4-13 boiler to the use of wood chips through installation of a pre-furnace. Automatic fuel storage and flue gas cleaning equipment are also included in the project. The boiler output power after conversion is 2.4 MW and the estimated annual heat production amounts to 12 000 MWh.

*(Please describe the project scenario as well as effects occurring outside the project boundary (up to 1 page)):*

### E.3.3 Please explain why the AIJ project activity would not have taken place anyway

*(Describe (up to 1 page)):*

As a party to the Climate Convention, Latvia has started to facilitate the transformation toward an ecologically sustainable energy system as subject to the conditions of the Convention. Several factors have been restrained implementation AIJ projects:

- Lack of investment capital for renewable energy sources and energy efficiency projects, allowing financing at reasonable costs as long-term loans at reasonable interest rates;
- Lack of sufficient institutional responsibility for implementation AIJ projects;
- A weak local tradition using wood waste from industry and from forest as a fuel in the boiler plants and applying an up to date technology for energy saving. The local technology for the wood fuels firing has largely been missing;
- Lack of wood fuels firing know-how.

During the implementation of the EAES Programme in Latvia these barriers have been over-come by transfer reliable wood fuels firing technology and know-how.

E.3.4 Calculation of values reported in 'Project scenario' in table E.5.1, column (B)  
According to the section E.1.4 the following is used to calculate CO<sub>2</sub> emission:

$$M_{CO_2} = Q_{fb} * q_{co_2} / \eta_b$$

Were,

Q<sub>fb</sub>– boiler(s) heat production, MWh/year,

K<sub>c</sub> - fraction of carbon oxidised,

q<sub>c</sub> - carbon emission factor, tC/TJ,

η<sub>b</sub> - annual efficiency of boiler(s), i.e. baseline efficiency of fossil fuel boilers.

Documentation box *(Please provide numerical data referred to in this section):*

The following data are used for calculation of the baseline scenario CO<sub>2</sub> emission reductions:

Total heat production of the boiler plant before boiler conversion – 12000 MWh/y

Baseline efficiency of the fossil fuel boilers – 67%

Carbon emission factor for heavy fuel oil – 0.274 MWh

### E.3 Revision of the baseline for the project

E.3.1 Baseline revisions are planned (please underline): Yes/ No

*If yes, please complete the remainder of section E.3.*

E.3.2 Revisions are planned at regular intervals (please underline): Yes/ No

- If yes, please specify date of first planned revision and the length of the intervals:

- If no, please explain revision schedule *(up to half a page)*:

E.3.3 Information on revisions

- If a baseline (and/or the project scenario) revision is covered by this report, describe briefly the nature of this revision, including parameters changed in the revision as well as the calculation of the new set of values in the column 'Baseline scenario' in a revision of table E.5.1, column (A): *(up to one page)*

- Date of last baseline revision: *(DD/MM/YYYY)*
- Date of next baseline revision: *(DD/MM/YYYY)*

Documentation box *(Please provide numerical data referred to in this section):*

#### **E.4 Scope and performance of the actual project**

*Provide actual project data (E.5.2. Column B) and the calculations of the actual real, measurable and long-term emission reductions and/or removals as measured against the relevant (original/revised) baseline scenario values*

Year	Year 1 =1994	Year 2 =1995	Year 3 =1996	Year 4 =1997	Year 5 =1998	Year 6 =1999	Year 7 =2000	Year 8 =2001	Year 9 =2002	Year 10 =2003	Year 11 =2004	Year 12 =2005	...	Year 15
Heat production	10100	9600	11050	8740	8950	8450	7890	10646	10301.98	9462.1	8545	7423		9254*

**E.5 Tables on real, measurable and long-term GHG emission reductions or removals by sinks (in CO<sub>2</sub> equivalent)**

E.5.1 Projected real, measurable and long-term GHG emission reductions or removals by sinks

Projected real, measurable and long-term GHG emission reductions or removals by sinks over the lifetime of the AIJ activity  
(Please underline and fill, as appropriate: This is the initial table or this is revision \_\_ of this table)  
(in metric tons of CO<sub>2</sub> equivalent<sup>a</sup>)

*Insert rows as needed*

Year	Baseline scenario <sup>b</sup> (A)				Project scenario <sup>b</sup> (B)				Projected real, measurable and long-term GHG emission reductions (-) or removals by sinks (+) sinks ((B)-(A))			
	CO <sub>2</sub>	CH <sub>4</sub> <sup>a</sup>	N <sub>2</sub> O <sup>a</sup>	Other <sup>a</sup>	CO <sub>2</sub>	CH <sub>4</sub> <sup>a</sup>	N <sub>2</sub> O <sup>a</sup>	Other <sup>a</sup>	CO <sub>2</sub>	CH <sub>4</sub>	N <sub>2</sub> O	Other
1994	6130				0				-6130			
1995	6130				0				-6130			
1996	6130				0				-6130			
1997	6130				0				-6130			
1998	6130				0				-6130			
1999	6130				0				-6130			
2000	6130				0				-6130			
2001	6130				0				-6130			
2002	6130				0				-6130			
2003	6130				0				-6130			
2004	6130				0				-6130			
2004	6130				0				-6130			
...												
2008	6130				0				-6130			



<b>TOTAL</b>	91950				0					-91950			
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<sup>a</sup> Please convert values into global warming potentials, referring to annex 3 for conversion factors.  
<sup>b</sup> Including effects occurring outside the project boundary (leakage) as described in sections E.1.4, and E.2.4, as applicable

E.5.2 Actual real, measurable and long-term GHG emission reductions or removals by sinks

Actual real, measurable and long-term GHG emission reductions or removals by sinks of the AIJ activity  
(in metric tons of CO<sub>2</sub> equivalent<sup>a</sup>)

Year	Baseline scenario <sup>b,c</sup> (A)				Actual project <sup>b,c</sup> (B)				Actual real, measurable and long-term GHG emission reductions (-) or removals by sinks (+) (B)-(A)				Values indicated are assessed independently (Yes/No)
	CO <sub>2</sub>	CH <sub>4</sub> <sup>a</sup>	N <sub>2</sub> O <sup>a</sup>	Other <sup>a</sup>	CO <sub>2</sub>	CH <sub>4</sub> <sup>a</sup>	N <sub>2</sub> O <sup>a</sup>	Other <sup>a</sup>	CO <sub>2</sub>	CH <sub>4</sub>	N <sub>2</sub> O	Other	
1994	6 600				0				-6600				
1995	6 100				0				-6100				
1996	7 000				0				-7000				
1997	4 100				0				-4100				
1998	5 700				0				-5700				
1999	5 350				0				-5350				
2000	5 000				0				-5000				
2001	5 228**				0				-5228**				
2002	5 059				0				-5059				
2003	4 646				0				-4646				
2004	4 196				0				-4 196				
2005	3 645				0				-3 645				
...													
2008	5 219*				0				-5 219*				
<b>TOTAL</b>	<b>62 624</b>				<b>0</b>				<b>-62 624</b>				

<sup>a</sup> Please convert values into global warming potentials, referring to annex 3 for conversion factors.

<sup>b</sup> Including effects occurring outside the project boundary (leakage) as described in sections E.1.4, E.2.4, E.3.4 and E.4, as applicable.

<sup>c</sup> Values that differ from those in table E.5.1 should be marked in **bold**.

\* - Average figure for previous full years of operation

\*\* - Have been made some corrections in the calculations

**E.6 Mutually agreed assessment procedures**

*If the AIJ activity provides for mutually agreed assessment procedures, please fill subsections E.6.1 or E.6.2, as applicable.*

E.6.1 Assessment procedures that use all or one of the following steps:

E.6.1.1 Initial independent assessment of the project activity:

- Has the project design been subject to such an assessment?  
*(Please underline): Yes/No*
- If yes, what organization(s) is/are involved: *(Please indicate the type of organization(s) (consultancy, accredited certification body, government body, university, etc.) and provide their detailed contact information in annex 1 to this report).*

E.6.1.2 Monitoring

- Does the project have a monitoring plan? *(Please underline): Yes / No*
- Summarize briefly the key elements of the monitoring plan (*i.e. which parameters are being monitored, with what frequency, providing sampling intensities if appropriate, methods and equipment; associated uncertainties, etc.*) *(not more than 1 page):*

STEM has continued its assistance in monitoring and reporting the projects in the host countries. Experts from STEM, as well as the Swedish consultancy company ÅF-International provided guidance in methodology. For the regular follow-up activities a special format has been developed to collect performance data from each plant for each heating season. The monitoring activities have continued by local experts for preparing Swedish AIJ reports.

The following monthly data are collected and monitored:

- Heat production on bio fuels;
  - Heat production on fossil fuels;
  - Total heat production of the boiler house;
  - Bio fuels consumption;
  - Fossil fuels consumption.
- Is the monitoring conducted by project proponents? *(Please underline): Yes / No*
  - If no, which organization(s) is/are involved: *(Kindly indicate the type of organization(s) (consultancy, accredited certification body, government body, university, etc.) and provide their detailed contact information in annex 1 to this report).*

E.6.1.3 Independent assessment of the project performance

- Is the activity subject to such an assessment? *(Please underline): Yes / No*
- If no, is such an assessment intended? *(Please underline): Yes / No*
- If yes, what organization(s) is/are involved: *(Please indicate the type of organization(s) (consultancy, accredited certification body, government body, university, etc.), and provide their detailed contact information in annex 1 to this report. Indicate the frequency of the assessments, how many assessments have taken place to date, and whether the assessment report(s) is/are publicly available if requested).*
- Summarize briefly the key elements of the assessment activities: *(Please describe issues such as criteria used; the project design; project implementation; key project*



**F. Financial additionality**

Bearing in mind that the financing of AIJ shall be **additional** to financial obligations of Parties included in Annex II to the Convention within the framework of the financial mechanism, as well as to current official development assistance (ODA) flows (decision 5/CP.1):

Please list sources and the purpose:

Category of funding (For each source one line)	Amount (US dollars)
Loan from NUTEK/STEM*	279 635 USD
Grant from NUTEK/STEM* for technical assistance	134 553 USD

1 USD = 7,5 SEK

\* From 1 January, 1998, the new Swedish National Energy Administration was established – from 1 January 2002 the name in English has been changed to the Swedish Energy Agency - has taken over the responsibility for the Programme for an Environmentally Adapted Energy System in the Baltic region and Eastern Europe (EAES Programme) from NUTEK (Swedish National Board for Industrial and Technical Development).

**G. Contribution to capacity building, transfer of environmentally sound technologies and know-how to other Parties, particularly developing country Parties, to enable them to implement the provisions of the Convention. In this process, the developed country Parties shall support the development and enhancement of endogenous capacities and technologies of developing country Parties**

**G.1 Identification of environmentally sound technology and know-how**

- Name of manufacturer: Järnforsen Energy System AB (main contractor of the combustion equipment)
- Place of manufacture (*country*): Sweden
- Model names and numbers of equipment (*where appropriate*):
  - The main parts of the delivery have been:
    - Fuel storage
    - Scrapers
    - Hydraulic cylinder
    - Hydraulic unit
    - Screw conveyor
    - Feeding screw conveyor
    - Prefurnace
    - Boiler
    - Primary air fan
    - Secondary air fan
- Any other relevant key specific technology characteristics:
  - Boiler type (coal – fired) DKVR 4-13
  - Prefurnace moving inclinder grate
  - Boiler output after conversion 2.4MW
  - Flue gas cleaning Multicyclone, <300 mg/Nm<sup>3</sup>
  - Automated fuel store capacity 180m<sup>3</sup>
  - Main fuel store capacity 1000 m<sup>3</sup>
  - Fuel type wood chips, 40-55% RH

- Previous fuel coal
  - Estimated heat production 15 000MWh/year
  - Total production of the boiler plant 13 000MWh/year
  - Total conversion costs SEK 2.1 million
  - Commissioned december 1993
- Where applicable, name and location of provider and nature of training:
    - Special training courses for boiler house operators were arranged by the main contractor on operation/maintenance of wood fuel burning plant.
    - Translation of manuals and safety regulations for boiler operation.
    - The staff from the boiler plant has been invited to different seminars and workshops, documentation for training has been handed over.

## G.2 Characteristics of environmentally sound technology

The technology is (underline the option):

- At a research and development stage
- Being tested or demonstrated in similar conditions outside the host country
- At the initial stage of introduction into the world market
- At the initial stage of introduction into the host market
- Commercially available and deployed in the world market
- Commercially available and deployed in the host market
- Not characterized by the above options. *Please describe:*

## G.3 Impact of the AIJ project on capacity-building and transfer of environmentally sound technology and know-how (*up to two pages*):

Systematically, the capacity building and transfer of know-how have involved the following activities over time and have taken place through:

### **i) Technology transfer through NUTEK/ STEMs technical specialist during the implementation of the project.**

Technology transfer has taken place through NUTEK /STEMs technical specialist support to the local project leader and municipality as well as boiler plant staff.

### **ii) Technology transfer through cooperation between foreign supplier and local partner**

Local companies took part in the project implementation phase (ground works, building, civil engineering works), the main contractor for the equipment delivery has been company Järnforsen Energy Systems (Sweden)

### **iii) Conferences, seminars, documentation and training.**

Special training courses for boiler house operators were arranged by the main contractor on operation/maintenance of wood fuel burning plant.

Translation of manuals and safety regulations for boiler operation.

The staff from the boiler plant has been invited to different seminars and workshops, documentation for training has been handed over. The following seminars in Latvia have been organized by support from STEM:

- ◆ “Environmentally Adapted Energy Systems in Baltic States and Eastern Europe”, Cesis, 23 November, 1994;
- ◆ “Prospects for small boiler conversion to biofuel in Latvia”, Rauna, March, 1996
- ◆ “Possibilities for wood fuel utilization in Latvia”, Broceni, 17 April, 1997;
- ◆ “Waste wood for boiler houses”, Liepa municipality, 5 June, 1998

Presentation of book translated from Swedish to Latvian “Environmentally adapted local energy systems”, author Niels Moe (STEM), seminars in Balvi, Jelgava, Saldus, 6-8 May, 1998

**iv) Stimulate ”net-working” for the exchange of experience between plant owners with similar problems, e. g. ”bio-clubs”**

Specialists of other boiler houses have visited the boiler plant, the staff has an exchange of experience with other boiler plants. The management was active in the “bio-club“ established in 1994 and is now member of Bioenergy Association.

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## **H. Additional comments**

*Complete as appropriate:*

### **1) Any practical experience gained:**

Heating company have new modern technology based on wood fuel utilization. It is possible to use different wood fuel: wood chips, sawdust, as well as residues from the wood processing companies that was dumped out before project realization. Heat production plant is delivering heat energy to the sawmill, which in turn is supplying boiler house with fuel.

Several seminars have been held in Balvi municipality about renewable energy, energy efficiency, etc. AF-Energikonsult has made measurements on the mobile van laboratory for flue gas analysis and boiler house performance indicators.

### **2) Technical difficulties:**

From the beginning boiler capacity was too big, but by connection of one of the part of town as well as increased load from sawmill charged the boiler capacity to the full. At the moment the boiler house have problems with heat metering at the consumers. It seems that flow in the network is too big that makes wrong readings of directly connected heat meters.

### **3) Effects encountered:**

The project realization gave:

- ◆ Reduced fuel costs;
- ◆ Improved environment;
- ◆ New working places for fuel supply, and plant operation;
- ◆ Reduced dependence from the imported fuel;
- ◆ Better economy for the local regional level;
- ◆ Cooperation between Baltic and Nordic countries;
- ◆ Involvement of local companies for project implementation;
- ◆ Ideas for new fuel conversion projects.

### **4) Impacts encountered:**

Balvi municipality continues the started activities towards heating system rehabilitation. By help from the state investment programme they are replacing some parts of the district heating network pipelines with new pre-insulated pipes.

### **5) Other obstacles encountered:**

Boiler plant has some organizational problems in the administration. Sometimes it is difficult to agree on fuel price from the sawmill, which in turn is getting heat from the plant. Sawmill

has reasonable objections that heat they are getting does not correspond to parameters settled in agreement.

**6) Other:**

One of the first fuel conversion projects in Latvia from which was learned many good things and avoided mistakes for the next projects



**Annex 1 to the revised uniform reporting format (URF 01)****PARTICIPANTS' CONTACT INFORMATION**

Please provide contact information for each organization. Add rows as required (by copying and pasting)

Name	Address <sup>a</sup>	Voice/Fax/E-mail
<b>Organization(s) <sup>b</sup>: Swedish Energy Agency<sup>*</sup></b>		
<b>Function(s) within activity<sup>c</sup>: Financing/Project development</b>		
<b>Officer responsible:</b>	The System Analysis Department, Climate Change Division Kungsgatan 43 BOX 310 S-63104 Eskilstuna SWEDEN <a href="http://www.stem.se">http://www.stem.se</a>	<b>Tel: +46 16 544 20 81</b> <b>Fax: +46 16 544 22 64</b> <b>E-mail:</b> <b>bengt.bostrom@stem.se</b>
<b>Contact person, if different from above:</b> Gudrun Knutsson	Head of Section, Climate Investment Programme	<b>Tel: +46 16 544 20 72</b> <b>Fax: +46 16 544 22 54</b> <b>E-mail:</b> <b>Gudrun.Knutsson@stem.se</b>

Name	Address <sup>a</sup>	Voice/Fax/E-mail
<b>Organization(s) <sup>b</sup>: Ministry of the Environment of the Republic of Latvia</b>		
<b>Function(s) within activity<sup>c</sup>: Designated national authority/reporter</b>		
<b>Officer responsible:</b>	Climate and Renewable Energy Department Peldu str. 25; LV 1494, Riga;	<b>Tel.: 371- 7026508</b> <b>Fax: 371-7820442</b> <b>Ingrida.apene@vidm.gov.lv</b>
<b>Contact person, if different from above:</b> Apene Ingrida	Senior official	<b>Tel.: 371-7026508</b> <b>Fax: 371-7820442</b> <b>Ingrida.apene@vidm.gov.lv</b>

Name	Address <sup>a</sup>	Voice/Fax/E-mail
<b>Organization(s) <sup>b</sup>: Balvi City Municipality</b>		
<b>Function(s) within activity<sup>c</sup>: Project owner/borrower</b>		
<b>Officer responsible:</b>	Brīvības str.,65; Balvi, Latvia LV 4500	<b>Tel: +371-(2)45 22088</b> <b>Fax: +371-(2)45 22242</b> <b>E-mail:</b>
<b>Contact person, if different from above:</b> Juris Annuškāns	Chairman of the City Municipality	<b>Voice: +371 45 22830</b> <b>Fax: +371 45 222 42</b> <b>E-mail:</b>
Name	Address <sup>a</sup>	Voice/Fax/E-mail

<b>Organization(s)<sup>b</sup>: SIA “Ekodoma”</b>		
<b>Function(s) within activity<sup>c</sup>: Local reporter</b>		
<b>Officer responsible:</b>	Noliktavas 3-3; LV 1010, Riga, Latvia	Tel:371-7323212 Fax:371-7323210 E-mail: ekodoma@ekodoma.lv
<b>Contact person, if different from above:</b> Dagnija Blumberga	Local project leader	Tel:371-7323210 Fax:371-7323212 E-mail: ekodoma@ekodoma.lv
<b>Name</b>	<b>Address<sup>a</sup></b>	<b>Voice/Fax/E-mail</b>
<b>Organization(s)<sup>b</sup>: ÅF-International (Malmö)</b>		
<b>Function(s) within activity<sup>c</sup>: Technical assistance</b>		
<b>Officer responsible:</b>	Stensjögatan 3 S-21765 Malmö SWEDEN <a href="http://www.af.se">http://www.af.se</a>	<b>Tel:+46 40 37 50 00</b> <b>Fax:+46 40 13 03 69</b> <b>E-mail:</b>
<b>Contact person, if different from above:</b> Ulf Lindgren	Project leader	<b>Tel:+46 40 37 50 97</b> <b>Fax:+46 40 13 03 69</b> <b>E-mail: <u>Ulf.lindgren@af.se</u></b>

<sup>a</sup> Address should include: department; street; postal code; city; country and the Internet address of the organization (if available).

<sup>b</sup> Organization includes: institutions, ministries, government agency closely following the activity, companies, non-governmental organizations, etc. involved in the activity.

<sup>c</sup> Function within activity: please use the following categories:

<i>Function</i>	<i>Description of function</i>
<i>Project development</i>	<i>Designing/developing the AIJ project and/or submitting the AIJ project proposal</i>
<i>Project operator</i>	<i>Implementing and administering the AIJ project activities</i>
<i>Government regulation/oversight</i>	<i>Ensuring compliance of the project with laws and regulations</i>
<i>Technical assistance</i>	<i>Providing scientific or other technical guidance or support for the purposes of project development and/or project administration, implementation, training and education activities</i>
<i>Financing</i>	<i>Serving as a source of funding for the AIJ project</i>
<i>Initial independent assessment of project activity</i>	<i>Assessing whether the project activity meets a given set of criteria</i>
<i>Monitoring</i>	<i>Monitoring the environmental and/or socio-economic results of the project in accordance with a monitoring protocol</i>
<i>Independent assessment of project performance</i>	<i>Assessing the performance (environmental and/or socio-economic) achieved by a project against pre-set criteria</i>
<i>Providing independent written statement on performance</i>	<i>Providing written assurance that a performance is achieved and/or a set of criteria is met by an activity</i>
<i>Designated national authority</i>	<i>Entity authorized to officially accept, approve or endorse the AIJ project</i>
<i>Other (please specify)</i>	

**Annex 2 to the revised uniform reporting format (URF 01)****PROJECT TYPE DESCRIPTORS**

*To describe the type of project activity, please specify the sector(s) and activity(ies). Use a combination from the first column (sector) and one option from the second column (activity):*

<b>Sector</b>	<b>Activity</b>
Energy	Fuel-switching, renewable energy generation, alternative energy generation, improving energy efficiency, reduction of fugitive emissions from fuels, other (please specify)
Industrial processes (Excluding GHG emissions from energy production)	Material substitution, process or equipment change, waste treatment, recovery or recycling, other (please specify)
Solvent and other product use	Material substitution, process or equipment change, waste treatment, recovery or recycling, other (please specify)
Agriculture	Livestock productivity management, livestock manure management, crop management, crop-switching, fertilizer management, fertilizer substitution, other (please specify)
Land-use change and forestry	Afforestation, reforestation, forest preservation, agroforestry, silviculture (forest management), fire management, sustainable harvesting, reduced impact logging, manufacture of durable wood products, other (please specify) <sup>a</sup>
Transport	
Waste	Solid-waste management, landfill methane recovery, wastewater management, other (please specify)
Other	Please make a proposal for the sector and activities

Note: One AIJ project activity may cover several project types.

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<sup>a</sup> Parties may wish to further revise these activity categories in the light of results of methodological work on land use, land-use change and forestry.

**Annex 3 to the revised uniform reporting format (URF 01)****1995 IPCC GLOBAL WARMING POTENTIAL (GWP) VALUES<sup>a</sup> BASED ON THE EFFECTS OF GREENHOUSE GASES OVER A 100-YEAR TIME HORIZON**

<b>Greenhouse gas</b>	<b>Chemical formula</b>	<b>1995 IPCC GWP</b>
Carbon dioxide	CO <sub>2</sub>	1
Methane	CH <sub>4</sub>	21
Nitrous oxide	N <sub>2</sub> O	310
<b>Hydrofluorocarbons (HFCs)</b>		
HFC-23	CHF <sub>3</sub>	11700
HFC-32	CH <sub>2</sub> F <sub>2</sub>	650
HFC-41	CH <sub>3</sub> F	150
HFC-43-10mee	C <sub>5</sub> H <sub>2</sub> F <sub>10</sub>	1300
HFC-125	C <sub>2</sub> HF <sub>5</sub>	2800
HFC-134	C <sub>2</sub> H <sub>2</sub> F <sub>4</sub> (CHF <sub>2</sub> CHF <sub>2</sub> )	1000
HFC-134a	C <sub>2</sub> H <sub>2</sub> F <sub>4</sub> (CH <sub>2</sub> FCF <sub>3</sub> )	1300
HFC-143	C <sub>2</sub> H <sub>3</sub> F <sub>3</sub> (CHF <sub>2</sub> CH <sub>2</sub> F)	300
HFC-143a	C <sub>2</sub> H <sub>3</sub> F <sub>3</sub> (CF <sub>3</sub> CH <sub>3</sub> )	3800
HFC-152a	C <sub>2</sub> H <sub>4</sub> F <sub>2</sub> (CH <sub>3</sub> CHF <sub>2</sub> )	140
HFC-227ea	C <sub>3</sub> HF <sub>7</sub>	2900
HFC-236fa	C <sub>3</sub> H <sub>2</sub> F <sub>6</sub>	6300
HFC-245ca	C <sub>3</sub> H <sub>3</sub> F <sub>5</sub>	560
<b>Perfluorocarbons</b>		
Perfluoromethane	CF <sub>4</sub>	6500
Perfluoroethane	C <sub>2</sub> F <sub>6</sub>	9200
Perfluoropropane	C <sub>3</sub> F <sub>8</sub>	7000
Perfluorobutane	C <sub>4</sub> F <sub>10</sub>	7000
Perfluorocyclobutane	c-C <sub>4</sub> F <sub>8</sub>	8700
Perfluoropentane	C <sub>5</sub> F <sub>12</sub>	7500
Perfluorohexane	C <sub>6</sub> F <sub>14</sub>	7400
Sulphur hexafluoride	SF <sub>6</sub>	23900

<sup>a</sup> As provided by the IPCC in its Second Assessment Report. Please refer to conclusions of the SBSTA at its fourth session (FCCC/SBSTA/1996/20) and decision 2/CP.3 (FCCC/CP/1997/7/Add.1).

**Annex 4 to the revised uniform reporting format (URF 01)**

For the text of the decision adopting the revised URF and requesting Parties to use this format see the report of the eighth sessions of the Conference of the Parties.

**Decision 5/CP.1****Activities implemented jointly under the pilot phase**

*The Conference of the Parties,*

*Recalling* that, in accordance with Article 4.2(d) of the United Nations Framework Convention on Climate Change, the Conference is required to take decisions regarding criteria for joint implementation as indicated in Article 4.2(a),

*Noting* that the largest share of historical and current global emissions of greenhouse gases has originated in developed countries, that per capita emissions in developing countries are still relatively low and that the share of global emissions originating in developing countries will grow to meet their social and development needs,

*Acknowledging* that the global nature of climate change calls for the widest possible cooperation by all countries and their participation in an effective and appropriate international response, in accordance with their common but differentiated responsibilities and respective capabilities and their social and economic conditions,

*Recognizing* that,

(a) According to the provisions of the Convention, the commitments under Article 4.2(a) to adopt national policies and to take corresponding measures on the mitigation of climate change apply only to Parties included in Annex I to the Convention (Annex I Parties), and that Parties not included in Annex I to the Convention (non-Annex I Parties) have no such commitments,

(b) Activities implemented jointly between Annex I Parties and non-Annex I Parties will not be seen as fulfilment of current commitments of Annex I Parties under Article 4.2(b) of the Convention; but they could contribute to the achievement of the objective of the Convention and to the fulfilment of commitments of Annex II Parties under Article 4.5 of the Convention,

(c) Activities implemented jointly under the Convention are supplemental, and should only be treated as a subsidiary means of achieving the objective of the Convention,

(d) Activities implemented jointly in no way modify the commitments of each Party under the Convention,

1. *Decides:*

(a) To establish a pilot phase for activities implemented jointly among Annex I Parties and, on a voluntary basis, with non-Annex I Parties that so request;

(b) That activities implemented jointly should be compatible with and supportive of national environment and development priorities and strategies, contribute to cost-effectiveness in achieving global benefits and could be conducted in a comprehensive manner covering all relevant sources, sinks and reservoirs of greenhouse gases;

(c) That all activities implemented jointly under this pilot phase require prior acceptance, approval or endorsement by the Governments of the Parties participating in these activities;

(d) That activities implemented jointly should bring about real, measurable and long-term environmental benefits related to the mitigation of climate change that would not have occurred in the absence of such activities;

(e) That the financing of activities implemented jointly shall be additional to the financial obligations of Parties included in Annex II to the Convention within the framework of the financial mechanism as well as to current official development assistance (ODA) flows;

(f) That no credits shall accrue to any Party as a result of greenhouse gas emissions reduced or sequestered during the pilot phase from activities implemented jointly;

2. *Further decides* that during the pilot phase:

(a) The Subsidiary Body for Scientific and Technological Advice will, in coordination with the Subsidiary Body for Implementation, establish a framework for reporting, in a transparent, well-defined and credible fashion, on the possible global benefits and the national economic, social and environmental impacts as well as any practical experience gained or technical difficulties encountered in activities implemented jointly under the pilot phase;

(b) The Parties involved are encouraged to report to the Conference of the Parties through the secretariat using the framework thus established. This reporting shall be distinct from the national communications of Parties;

(c) The Subsidiary Body for Scientific and Technological Advice and the Subsidiary Body for Implementation, with the assistance of the secretariat are requested to prepare a synthesis report for consideration by the Conference of the Parties,

3. *Further decides:*

(a) That the Conference of the Parties shall, at its annual session, review the progress of the pilot phase on the basis of the synthesis report with a view to taking appropriate decisions on the continuation of the pilot phase;

(b) In so doing, the Conference of the Parties shall take into consideration the need for a comprehensive review of the pilot phase in order to take a conclusive decision on the pilot phase and the progression beyond that, no later than the end of the present decade.

*7 April 1995*

*10th plenary meeting*

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