

Break-out session

Session: Governance

Workshop on the review of CDM modalities and procedures

Bonn, Germany, 8–9 June 2013



Governance

➤ CDM Executive Board

Role

- Current M&P
 - “Board shall supervise the CDM” (para 5 of 3/CMP.1)
- Inputs
 - Clarify the supervisory role of the Board and delegation of operational matters to support structure
 - Better definition of the relationship between the Board and its support structure



➤ CDM Executive Board

Membership

- Current M&P (para 8 of 3/CMP.1)
 - Nomination by relevant constituencies (Party constituencies)
 - Shall possess appropriate technical and/or policy expertise and shall act in their personal capacity
 - Period of two years, max. two consecutive terms (in same seat)
 - No pecuniary or financial interest in any aspect of a CDM project activity or DOE
- Current situation
 - Terms of reference of the Board (3/CMP.6)
 - No specific reference to gender balance (cf. Decision 23/CP.18 endorsed by CMP)

Governance

➤ CDM Executive Board (cont.)

Membership (cont.)

- Inputs
 - Membership aspects on governance are closely interlinked
 - Transparent nomination process
 - Representation in the Board of private sector and civil society
 - Not allow nominations from representatives with interest in the CDM
 - Apply limits to term of office to individuals
 - Full time Chair and Vice-Chair
 - No alternates
 - Code of conduct, inclusion in the M&P and further elaboration
 - Harmonization and unification of CDM and JI governing bodies



Governance

➤ Host party DNA approval and oversight

- Current M&P
 - Party authorizes public/private entities to participate in project activities
 - DOE to validate written approval of voluntary participation from the DNA of each Party involved, including confirmation by the host Party that the project activity assists in achieving sustainable development
 - No oversight during implementation of project activities
 - No process for withdrawal of letters of approval



➤ Host Party DNA approval and oversight

- Inputs
 - Need for process for withdrawal or suspension of letters of approval
 - Letters of approval to contain the start date and the end date for validity, as applicable and clear conditions of withdrawal
 - Host countries to monitor the implementation of project activity
 - DNAs to provide criteria related to national regulations that the project activity must follow
 - Host country to list E+/E- policies
 - Definition of host Party approval
 - Required minimum content of letters of approval

Governance

➤ **Appeals mechanism (against Board's decisions)**

- Currently under SBI discussions

