



Standardized Crediting Framework Rwanda Pilot

Second Capacity Building Workshop



Agenda

Time			Description	Presenter
8:30	-	9:00	Registration; Tea and Coffee	
9:00	-	9:15	Welcome and Opening by REMA & World Bank	REMA, WB
9:15	-	10:00	Context: crediting under Paris Agreement, CDM transition	Consulting team
10:00		10:45	SCF concept for Senegal and Rwanda Lessons learned so far from SCF Senegal Pilot on rural electrification	Consulting team
10:45	-	11:15	Tea break	
11:15	-	11:45	Rwanda SCF Pilot governance issues and proposals	Consulting team
11:45		12:30	Rwanda SCF Pilot technical issues: scope, eligibility, project cycle	Consulting team
12:30		13:30	Lunch	
13:30	-	14:30	Rwanda SCF Pilot technical issues: methodology, baselines, other issues	Consulting team
14:30	-	15:00	Discussion and next steps	All
15:00			Closing	Chair

SCF governance

SCF Rwanda Pilot: Second Capacity Building Workshop
14 November 2018



Recap: main functions of the SCF

- **Preparing Ci-Dev partner countries for Article 6 PA:**
 - Building the institutional capacity to evaluate and authorize activities under Article 6
 - Linking crediting mechanisms with NDCs, understanding how these can promote implementation of sector targets
 - Providing a framework in which CDM projects can be transitioned to Article 6
- **Simplifying the operations of crediting mechanisms (CDM reform)**
 - Applying relevant methodological and project cycle simplifications
 - Giving host countries greater control over application of CDM methodologies in their countries, taking into consideration the local context

This calls for *domestic* governance of the SCF

Operating outside the UNFCCC context (although it could eventually operate under Paris Agreement Article 6), the SCF cannot rely on the CDM infrastructure (e.g. CDM Executive Board and UNFCCC Secretariat) but needs to be governed and implemented domestically.

This is also important for any future potential transactions under Article 6.2 of the Paris Agreement

Key questions:

- What governance functions are needed under the SCF?
- Which entities can assume these functions in Rwanda?

Design considerations

The governance structure of the SCF should:

- Clearly allocate roles and responsibilities
- Be lean and efficient
- Build on the existing institutional setup and climate policy landscape
- Pave the way for transactions under Article 6.2 PA and/or Article 6.4 PA
- Learn from the experience of other carbon market standards

Proposal for SCF Governance Structure

Governing Board

- Approves recommendations from Technical Committee
- Certifies emission reductions
- Decides on future development of SCF
- Recommends international transfers of mitigation outcomes (potential future role)

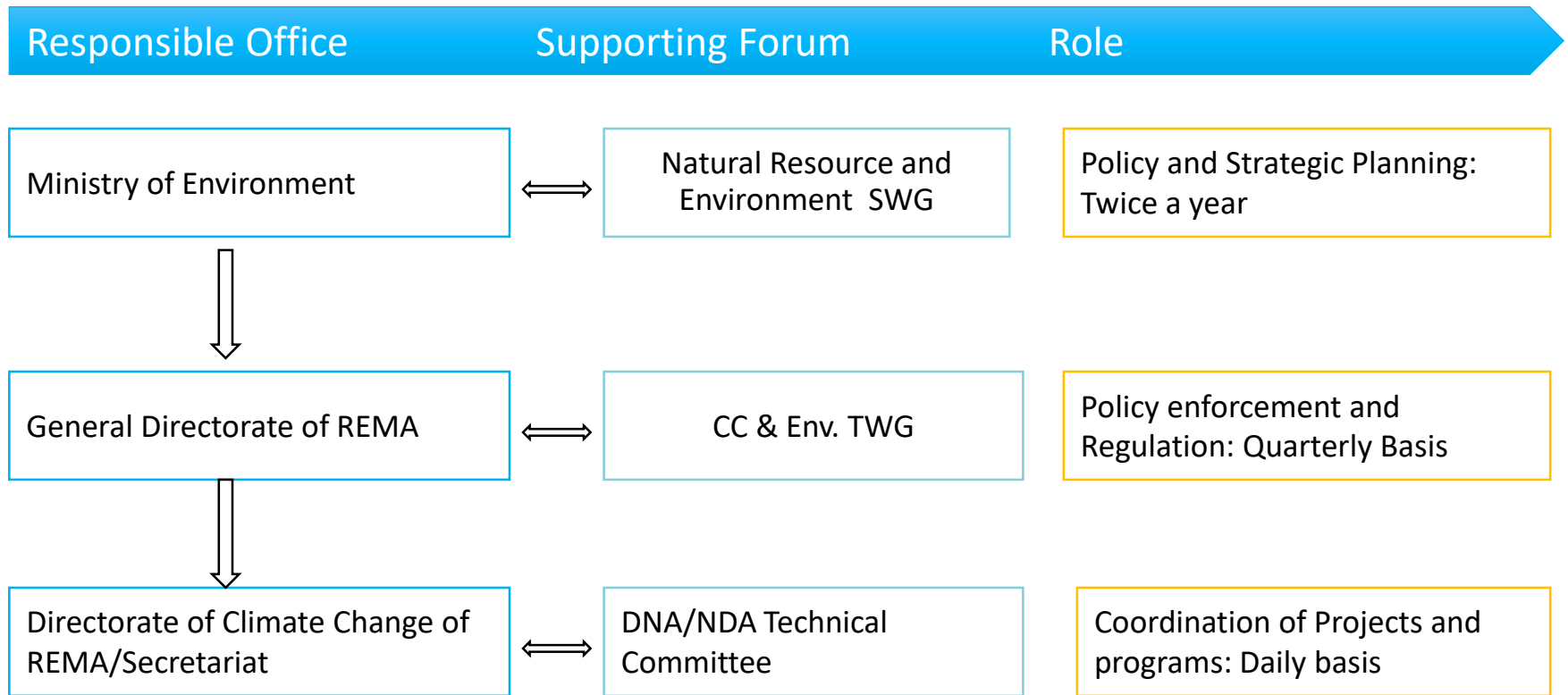
Technical Committee

- Recommends approval of rules/guidelines for the SCF
- Recommends approval of SCF program documents and templates (e.g. methodologies, monitoring, verification, etc.)
- Evaluates role of SCF for NDC implementation

Administrator

- Lists projects and undertakes completeness checks (i.e. during listing and certification)
- Provides lists of eligible verifiers
- Maintains a registry of programs and emission reductions
- Convenes meetings of the Governing Board & Technical Committee

Climate change governance in Rwanda



Rwanda governance proposal

Governing Board

- Min of Environment, DG Climate Change (chair); REMA, DG (co-chair); Min of Infrastructure, Division Manager, Energy; FONERWA, Fund Manager; Rwanda Energy Group, Chief Operations Manager; IUCN, Regional Country Coordinator

Technical Committee

- 15 members, including government, private sector, academia and civil society
- Drawn from the CDM Technical Committee (Rwanda's existing multi-stakeholder committee to review CDM projects) plus additional members

Administrator

- REMA CCIOD, which serves as the CDM Designated National Authority (DNA) and the GCF National Designated Authority (NDA)

Implications of the pilot phase for governance

- During the SCF pilot phase, the concept will be tested on the basis of an existing CDM transaction of Ci-Dev
- Simulation exercise, as no funds are tied to the SCF (all monetary transfers follow the terms of the existing ERPA with Inyenyeri)
- A leaner approval structure can be considered during the pilot due to simulation character
- Technical work supported during the pilot by Carbon Limits and Climate Focus
- Future expansions to be decided by the Governing Board with advice from the Technical Committee.