

Mitigation Activity Design Document (MADD) Template

Activity developer uses this template to prepare MADD. Completed MADD and validation report will be used authorisation. MADD must cover elaborate information on the justification of emission reductions, technology scope and demonstration of additionality, implementation and legal arrangements, linkages with NDC and sectoral policies, contribution to sustainable development, MRV plan, financial arrangement and implementation road map.

1. Overview of Mitigation Activity

General Information

Transferring country	
Managing entity ⁴⁹ in transferring country	
Receiving country	
The entity in receiving country	
Mitigation activity name	
Sector	
Mitigation rationale	
Summary of mitigation activity	
Geographic coverage	
Date and place	

2. Methodological Approach for Mitigation Outcomes

(Discuss against which scenario the mitigation outcomes of the Activity will be credited).

The baseline for the determination of mitigation outcomes

- Autonomous development ("business as usual"): Describe the emissions scenario in the absence of theactivity under autonomous development. Use conservative assumptions to project technology diffusion.
- Effect of existing and/or planned policies and measures in line with the NDC: Complement the above considerations on autonomous development with the expected effect of existing and/or planned policies and measures for NDC implementation. Consider the timeline for policy implementation and use conservative assumptions to not underestimate their effect.
- Crediting baseline: Based on the above considerations on autonomous development
 and policy effects, describe the emissions scenario against which the mitigation
 outcomes of the activity shall be credited (crediting baseline). It should consider
 factors for incentivising enhanced climate action in the transferring country, i.e., the
 need for raising ambition along the NDC cycle and for a LEDS consistent with the
 global goal of net-zero emissions by 2050.

Crediting Period

3 Avoiding double claiming of mitigation outcomes

(Declare the potential overlaps and interactions over time with climate finance, governmental support and other sources of carbon finance).

- Climate finance and governmental support.
- Carbon finance.
- Attribution of mitigation outcomes.

4 Promoting sustainable development and transformational change

(Describe how the activity is promoting sustainable development. The following aspects shall be addressed)

- Consistency with the SDG priorities of the transferring country.
- Compliance with environmental and social requirements and standards as framed in applicable policies and frameworks of the transferring country.
- Respect for human rights.
- · Avoidance of corruption and bad governance.

5 Determination, monitoring and reporting of mitigation outcomes

(Describe the detailed procedures for determining the mitigation outcomes for which ITMOs shall be created. Describe how the mitigation outcomes will be monitored and reported).

- Quantification of mitigation outcomes: Describe how the mitigation outcomes are
 determined relative to the crediting baseline. List the parameters defined ex-ante as
 well as those measured. Provide reference if a known methodology is used (e.g.,
 CDM, GS, VCS).
- Carbon Leakage: Discuss, if appropriate, the avoidance of carbon leakage and the permanence of mitigation outcomes achieved.
- Data acquisition: Describe the acquisition of data used to calculate mitigation outcomes.

6 Institutional Arrangement

Activity Governance

- Describe the governance structure of the Activity, including roles and responsibilities, management structures, and operational processes.
- Designate the entity that will become the activity supervisor and form a counterparty in the MOPA.
- Describe the lead institutions and participants involved in the Activity.
- State names and roles of key participants and their designated representatives concerning the revision of this MADD, etc.
- Describe the benefit-sharing mechanism with which Ghana levies a share of proceeds to compensate implementation costs and fund a separate fund. Discuss the level of share of proceeds needed and the impact on the business model and pricing.

Interaction with Transferring Country

- Describe the coordination structure and interaction between the Activity and competent authorities of the transferring country.
- Propose what national coordinating structures (e.g., inter-ministerial, cross-sectoral)
 can be established or utilised to ensure proper interaction between the transferring
 country and the Activity.
- Describe the organisational set-up which governs mitigation activity and anchors the
 programme within the governmental structure. Please detail the relationship
 between the implementation agreement and the governing bodies, such as the
 steering and technical committees.

Financing model for implementing the proposed mitigation activity