

TEMPLATE

DEVIATION REQUEST FORM

PUBLICATION DATE 11.04.2021

Version 5.0

A. To be completed by Gold Standard

1 Decision

1.1 | Date - 31/05/2023

1.2 | Decision

The deviation request is approved.

The project developer may carry out the physical meeting and SFR whenever possible during/before the conclusion of design certification review.

However, the project developer shall:

- a. Carry out a remote physical stakeholder consultation meeting using appropriate means (like teleconferencing, video conferencing etc.).
- b. Also carry out a physical meeting and SFR as soon as the situation allows.

- c. The postponed physical stakeholder consultation and SFR shall be carried out in line with the latest <u>Stakeholder Consultation and Engagement Requirements.</u>
- d. Note that project developer may be required to retroactively modify the project design, safeguarding principles and SDG impact parameters (which may, for instance, involve retroactively reducing the amount of emissions reductions/impact statements issued in the first verification as a result of the project design changes) based on all relevant feedback received from stakeholders during the delayed physical stakeholder consultation meeting and SFR.
- e. Document the deviation request, its implications, and GS' decision in the appropriate section of the GS PDD and Monitoring Report (for the relevant MP).

The Validating VVB shall:

- a. through appropriate means at their disposal, evaluate the project developer's justification for carrying out a delayed physical meeting and provide their opinion in the validation report.
- b. verify the evidence to confirm that the physical stakeholder meeting was disrupted and could not have been carried out due to the reasons provided by project developer.
- c. seek feedback from relevant stakeholders on the grievance mechanism, safeguarding principles and sustainable development assessment during the audit process.
- d. evaluate the project's compliance with the above condition(s) and provides its opinion in the Validation Report.

SustainCert shall review both the project developer's response and the VVB's assessment/opinion of the same and take appropriate steps.

1.3 | Is this decision applicable to other project activities under similar circumstances?

No

B. To be completed by the Project Developer/Coordinating and Managing Entity and/or VVB requesting deviation (Submit deviation request form in Microsoft Word format)

2 Background information

Los Negros Power Plant is a project under development, which consists of a gridconnected utility-scale renewable energy production in the Dominican Republic, a Small Island Developing State.

The project will generate solar renewable energy using photovoltaic technology and substitute fossil fuel energy from the Dominican grid. The project will be able to promote sustainable development in the Dominican Republic. It will be in Puerto Viejo, in the province of Azua in the Dominican Republic.

Los Negros Power Plant will consist of a 25 MWp solar installation. The proposed project activity will supply an average of 46 GWh to the SENI (Sistema Eléctrico Nacional Interconectado), replacing part of the electricity generated by the grid-connected plants. The start date of the project is 06/06/2022, when the solar panels purchase agreement was signed, so it is a retroactive project. It is expected that it will reduce around $28,000 \text{ tCO}_2\text{e}$ per year.

This project is planned to be certified under the Gold Standard ensuring enhanced local socio-economic benefits as well as verifiable emission reductions, which shall significantly help the project. ClimatePartner Impact will act as the carbon developer of this Gold Standard project and will work with Phinie & Co. Development Ltd, which is the implementation Partner. The project meets all the legal requirements.

Being a solar project, it contributes to the sustainable development of the Dominican Republic. It supports the much-needed energy transition of the country, to shift from fossil fuels to energy renewable. It also decreases dependence on fossil fuels, the most imported product in the country, so it helps to improve its trade balance. Furthermore, the ecological attractiveness of the country as a tourist destination is increased. This is

essential since it is a very important sector for the country and its main source of currency.

More specifically, regarding the impact on the community, it is expected to generate 300 direct jobs during the construction stage. Currently, 258 people have already worked on the project (98% were local people). In addition, it is expected to employ 12 people during the operation stage, for at least 20 years.



| | DEV 420 | |
|---------------------------------|--------------------|------------------|
| Deviation Reference Number | DEV_420 | |
| Date of decision | 31/05/23 | |
| | No | |
| Precedent (YES/NO) | | |
| Precedent details | NA | |
| Date of submission | 03/05/2023 | |
| Project/PoA/VPA | Project | ID - NA |
| | □ РоА | ID - GSXXXX |
| | □ VPA | ID - GSXXXX |
| Project/PoA/VPA title | Los Negros S | olar Power Plant |
| Froject/FoAy VFA title | NIA | |
| Date of listing | NA | |
| | GS4GG | |
| GS Standard version applicable | | |
| Data of transition to CCACC (if | NA | |
| Date of transition to GS4GG (if | | |
| applicable) | DI A | |
| Date of transition to Gold | NA | |
| Standard from another standard | | |
| (e.g. CDM) (if applicable) | | |
| (e.g. ez.:) (ii appiicazio) | NA | |
| Date of design | | |
| certification/inclusion (if | | |
| applicable) | | |
| | Dominican Republic | |
| Location of project/PoA/VPA | ☐ Microscale | |
| Scale of the project/PoA/VPA | □ MICIOSCAIE | |
| . 2 | ☐ Small scale | 9 |
| | □ Large scale | е |
| | NA | |
| Gold Standard Impact Registry | | |
| link of the project/PoA/VPA | | |
| Chatus of the preject/De A A/DA | ⊠ New | |
| Status of the project/PoA/VPA | ☐ Listed | |
| | ☐ Certified d | esign |
| | ☐ Certified p | roject |
| | | |

| Title/subject of deviation | Request for an extension of the deadline or postponing the LSC meeting to the Validation step |
|---|--|
| Specify applicable rule/requirements/methodology, with exact paragraph reference and version number | GS Stakeholder Consultation and Engagement Requirements, ver 1.2 para: 3.6.6 and 3.6.7 Or GS Principles and Requirements, ver 1.2. para |
| | 4.1.49 |
| Specify the monitoring period for which the request is valid (if applicable) | Start date End date |
| Submitted by | Contact person name: Robin Stoffers |
| | Email ID: robin.stoffers@climatepartner.com |
| | Organization: ClimatePartner Impact GmbH |
| | Project participant: Yes $oxtimes$ No $oxtimes$ |
| Validation and Verification body (VVB opinion shall be included, where required by the applicable rules/requirements or | Yes □ No ⊠ If yes; |
| request is submitted by the VVB). | VVB name: |
| | VVB Staff name(s): |
| Any previous deviations approved for the same project activity/PoA/VPA(s)? | Yes □ No ⊠ |

3 Deviation detail

3.1 | Description of the deviation:

3.1.1 | Deviation detail (to be completed by Project developer):

We have completed our preparations for the LSC meeting in accordance with GS Stakeholder Consultation and Engagement Requirements and GS Principles and Requirements. We were planning to have a comprehensive meeting with the

stakeholders, to discuss the project details and sustainable development goals of the project.

As per the rules of Gold Standard, invitation emails are sent 30 days prior to the scheduled date of the meeting (on 16/03/2023).

The local stakeholder meeting was opened on 18th April of 2023 in Puerto Viejo/Los Negros Town Hall office, Dominican Republic.

At the beginning of the social consultation meeting, a big argument broke out between the authorities and the community due to some issues that are external to the solar project. The discussion was mainly caused by another project that is not related to ours and that is causing a big conflict in the community. It involves the installation of a 178-megawatt fossil-fueled generation plant in the same area (Puerto Viejo). This project is supported by the Government of the Dominican Republic.

Therefore, the participation of the local (mayor of Los Negros) and national authorities (Ministry of Environment) in our meeting was seen as a big problem by the local community. Unfortunately, the very tense discussion that broke out suddenly, led to a security problem, both for the authorities and the community and for our team.

Due to this situation, it was impossible for the representative of ClimatePartner Impact GmbH to carry out the local consultation.

In the following links, there is a selection of some publicly available news/information/live videos that explain the other project and the big conflict that is causing in the area:

1 – News about riots that were registered in the community due to the fossil-fueled generation plant that they are planning to install close to the village. Several community members were injured:

https://www.diariolibre.com/planeta/medioambiente/2022/09/26/disturbios-en-azua-por-rechazo-a-barcaza-electrica/2088640

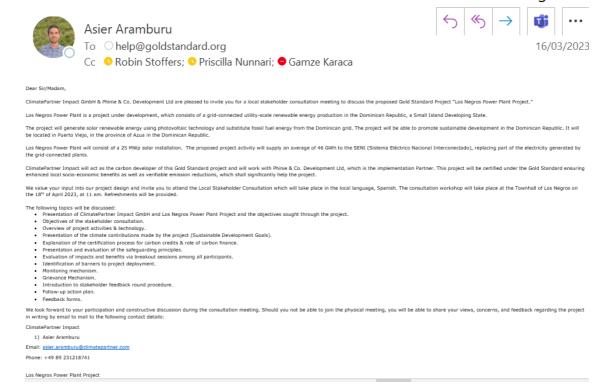
2 – News about the conflict between the community and the Ministry of Environment: https://www.diariolibre.com/planeta/medioambiente/2022/10/27/empresa-atribuye-autoridades-lugar-para-barcazas-en-

<u>azua/2122525?utm source=relacionadas&utm medium=nota&utm campaign=relacio</u> <u>nadas</u> 3 – News that includes a video where some community members explain why they are against the fossil-fueled generation plant:

https://proceso.com.do/2022/10/08/en-puerto-viejo-de-azua-siguen-amotinados-contra-instalacion-de-barcaza-de-electricidad/

Evidence proving invites were sent to Stakeholders

Invitation for Local Stakeholder Consultation for Gold Standard Los Negros ...



RE: Invitación a la consulta de las partes interesadas locales para el proyecto Gold Standard



Nathalie Flores Gonzalez < Nathalie. Flores@ambiente.gob.do>

To Asier Aramburu; Ogomez@akuoenergy.com

Cc ○ Ruben Mesa Cordero; ○ Kenia Feliz

i This sender Nathalie.Flores@ambiente.gob.do is from outside your organization.

i) You forwarded this message on 20/04/2023 15:29.

If there are problems with how this message is displayed, click here to view it in a web browser.

Translate message to: English Never translate from: Spanish

Translation preferences

Reservamos la fecha, tentativamente asistiré y los encargados de mitigación y de métrica y transparencia climática, en copia



MEDIO AMBIENTE

Nathalie FLORES

Directora de Adaptación y Mitigación del Cambio Climático Viceministerio de Cooperación Internacional (Cambio Climático

Ave. Cayetano Germosén esq. Ave. Gregorio Luperón Ensanche El Pedregal, Santo Domingo, 11107, República Dominicana +1-809-567-4300 Ext.: 6250 | 7240 | www.ambiente.qob.do | @Amb

Reservamos la fecha, tentativamente asistiré y los encargados de mitigación y de métrica y transparencia climática, en copia

Saludos,

Nathalie FLORES

Directora de Adaptación y Mitigación del Cambio Climático Viceministerio de Cooperación Internacional (Cambio Climático y Sostenibilidad)



From: visión Social <visionsocialazuaong@hotmail.com>

Sent: Tuesday, March 28, 2023 11:15 PM

To: Asier Aramburu <asier.aramburu@climatepartner.com> Subject: RE: Invitación a la consulta de las partes interesadas

locales para el proyecto Gold Standard

Muchas gracias.

Pues estaremos presente en dicho encuentro

Abrazo

Wilson

Asunto del correo electrónico: Invitación a la consulta de las partes interesadas locales para el proyecto de planta de energía solar Los Negros.

Texto del correo electrónico:

Invitación a la consulta de las partes interesadas locales para el proyecto Gold Standard

Proyecto de planta solar Los Negros

Fecha: 18/04/2023

Hora: 11 am

Lugar: Ayuntamiento de Los Negros

Título del proyecto: Proyecto de planta solar Los Negros

Estimado Sr./Sra.

ClimatePartner Impact GmbH y Phinie & Co. Development Ltd se complacen en invitarle a una reunión de consulta con las partes interesadas locales para debatir el proyecto solar Los Negros bajo Gold Standard.

Los Negros es un proyecto en desarrollo, que consiste en una planta de energía solar fotovoltaica que estará conectada a la red nacional de la República Dominicana.

El proyecto generará energía solar renovable mediante el uso de tecnología fotovoltaica y sustituirá la energía procedente de combustibles fósiles de la red dominicana. El proyecto podrá promover el desarrollo sostenible y reducir la huella de carbono en el país. Estará situada en Puerto Viejo, en la provincia de Azua.

Los Negros tendrá una capacidad instalada de 25 MWp. El proyecto propuesto suministrará una media de 46 GWh al SENI (Sistema Eléctrico Nacional Interconectado), sustituyendo parte de la electricidad generada por las centrales actualmente conectadas a esta red.

ClimatePartner Impact promoverá la certificación de este proyecto Gold Standard, y trabajará con Phinie & Co. Development Ltd, que es el socio ejecutor del mismo. La certificación bajo Gold Standard garantizará mayores beneficios socioeconómicos locales, así como reducciones verificables de las emisiones.

Valoramos su aportación al diseño de nuestro proyecto y le invitamos a asistir a la Consulta a las Partes Interesadas Locales que tendrá lugar en español. El taller de consulta tendrá lugar en el Ayuntamiento de Los Negros el 18 de abril de 2023, a las 11 horas. Se servirán refrescos.

Se tratarán los siguientes temas

- Presentación de ClimatePartner Impact GmbH y del proyecto de planta solar Los Negros y de los objetivos que se persiguen con el proyecto.
- Objetivos de la consulta a las partes interesadas
- Visión general de las actividades y la tecnología del proyecto
- Presentación de las contribuciones climáticas del proyecto y de los Objetivos de Desarrollo Sostenible

- Explicación del proceso de certificación de créditos de carbono y papel de la financiación del carboglo

- Presentación y evaluación de los principios de salvaguardia - Evaluación de los impactos y beneficios mediante sesiones de grupo entre todos los participantes - Identificación de los obstáculos a la implantación del proyecto - Mecanismo de seguimiento - Mecanismo de reclamación - Introducción al procedimiento de ronda de comentarios de las partes interesadas - Plan de acción de seguimiento - Formularios de feedback Esperamos contar con su participación y con un debate constructivo durante la reunión de consulta. Si no puede asistir a la reunión presencial, puede compartir sus opiniones, preocupaciones y comentarios sobre el proyecto por escrito, enviándolos por correo electrónico o postal a los siguientes datos de contacto: ClimatePartner Impact Asier Aramburu Santa Cruz Correo electrónico: asier.aramburu@climatepartner.com Teléfono: +49 89 231218741 Proyecto de central solar de Phinie Joshue Rolando Gomez Moreta Correo electrónico: gomez@akuoenergy.com Teléfono: +1(829) 962-0722 En los próximos días, enviaremos más información del proyecto a través de correo electrónico, o en formato físico en la oficina del Ayuntamiento de Puerto Viejo/Los Negros, previo a la reunión. Esperando su asistencia y colaboración. Un cordial saludo.

Evidence proving that ClimatePartner Impact and Phinie & Co. Development Ltd tried to conduct the LSC Meeting on the agreed date (18/04/2023)









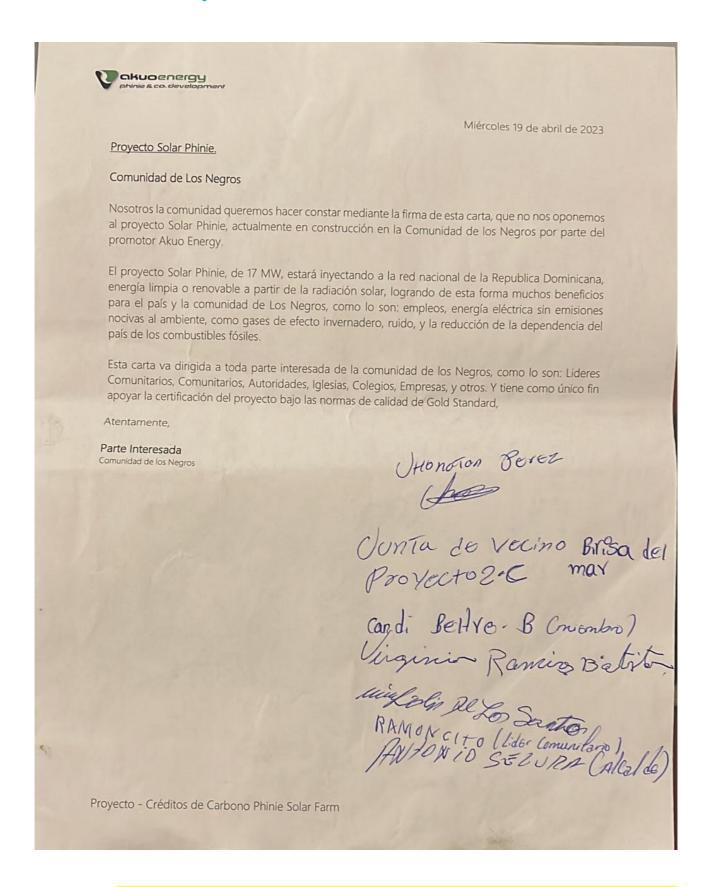








Evidence proving that the community supports the project (19/04/2023)



Therefore, the project participants kindly ask for the following deviation options under these special and difficult circumstances that are completely external to our solar project:

a) postponing the LSC meeting to the design review step

b) extending the submission timeline of the preliminary review

Considering this circumstance, we would be grateful to hear if Gold Standard has different approaches or suggestions.

3.1.2 | VVB opinion (to be completed by VVB, if applicable):

As there is no official agreement with any VVB at this stage of the project, VVB's opinion has not been added.

3.2 | Assessment of the deviation:

3.2.1 | Deviation assessment (to be completed by Project developer):

The project contributes significantly to the region's sustainable development. The project will not impact safeguarding or SDG assessment as the LSC meeting will be held again during the validation step of the project as per the GS4GG requirements. Or, if our deadline for the project submission for preliminary review is extended, another LSC meeting will be held as soon as possible.

3.2.2 | VVB opinion (to be completed by VVB, if applicable):

As there is no official agreement with any VVB at this stage of the project, VVB's opinion has not been added.

3.3 | Impact of the deviation:

3.3.1 | Impact assessment (to be completed by Project developer):

The project will not impact safeguarding or SDG assessment as the LSC meeting will be held again during the validation step of the project as per the GS4GG requirements. Or, if our deadline for the project submission for preliminary review is extended, another LSC meeting will be held. The deviation shall have no impact on the project design, safeguarding principles assessment, SDG assessment, emissions reductions, monitoring frequency, data quality, potential risk, or any other relevant aspect of the project. The project developer would comply with all GS4GG-related rules and guidelines during the project cycle. We will provide relevant evidence of delay in the LSC and stakeholder feedback round of the project activity to the VVB and document the same in the stakeholder consultation report.

3.3.2 | VVB opinion (to be completed by VVB, if applicable):

As there is no official agreement with any VVB at this stage of the project, VVB's opinion has not been added.

3.4 | Documents:

| Version number | Release date | Description |
|-------------------|--------------|--|
| 5 | 11.04.2022 | Additional information added: - date of listing, design certification, transition - standard version - specific reference to a requirement deviated from - any previous deviations/design changes approved Guidance on VVB opinion |
| 4 | 14.01.2021 | |
| 3 | 16.07.2020 | |
| 2 | 03.05.2018 | |
| 1 | 01.07.2017 | Initial adoption |