



**United Nations
Environment
Programme**

Distr.
GENERAL

UNEP/OzL.Pro/ExCom/66/22
12 March 2012

ORIGINAL: ENGLISH



EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Sixty-sixth Meeting
Montreal, 16-20 April 2012

2012 WORK PROGRAMME OF UNDP

COMMENTS AND RECOMMENDATION OF THE FUND SECRETARIAT

1. UNDP is requesting approval from the Executive Committee of US \$724,230 for its 2012 Work Programme, plus agency support costs of US \$54,317. The Work Programme is attached to this document.
2. The activities proposed in UNDP's Work Programme are presented in Table 1 below:

Table 1: UNDP's Work Programme

Country	Activity/Project	Amount Requested (US \$)	Amount Recommended (US \$)
SECTION A: ACTIVITIES RECOMMENDED FOR BLANKET APPROVAL			
A1: Renewal of institutional strengthening projects			
Brazil	Renewal of institutional strengthening (phase VII)	351,000	351,000
India	Renewal of institutional strengthening (phase IX)	373,230	373,230
	Subtotal for A	724,230	724,230
Agency support costs (7.5 per cent for institutional strengthening):		54,317	54,317
Total:		778,547	778,547

SECTION A: ACTIVITIES RECOMMENDED FOR BLANKET APPROVAL

A1. Renewal of institutional strengthening projects

- (a) Brazil (phase VII): US \$351,000
- (b) India (phase IX): 373,230

Project description

3. UNDP submitted the request for the renewal of the institutional strengthening (IS) projects for Brazil and India. The description for these countries is presented in Annex I to this document.

Secretariat's comments

4. The Fund Secretariat reviewed the IS terminal reports and action plans submitted by UNDP on behalf of Brazil and India, which were provided using the revised format for IS renewals approved by decision 61/43. The Secretariat took into account decisions 59/17, 59/47(a) and 61/43 in considering this IS requests, particularly decision 61/43 where the Executive Committee decided "to maintain funding for institutional strengthening (IS) support at current levels, and to renew IS projects for the full two-year period from the 61st Meeting".

5. With regard to the request for Brazil, the Secretariat noted that the country's last IS renewal was approved at the 60th Meeting for less than the two year extension, up until 31 December 2011 in line with decision 59/47(a). In view of this, the current requested funding for the next phase was adjusted to commence from January 2012 up to December 2014 for a full two-year renewal period. This will allow Brazil's IS project to be consistent with the last renewal. The funding requested for this project is at the same level for which the country is eligible over a two-year IS renewal period.

Secretariat's recommendations

6. The Fund Secretariat recommends blanket approval of the IS renewal requests for Brazil and India at the level of funding indicated in Table 1 of this document. The Executive Committee may wish to express to the Governments of Brazil and India the comments which appear in Annex II to this document.

Annex I

INSTITUTIONAL STRENGTHENING PROJECT PROPOSALS

BRAZIL: Renewal of institutional strengthening

Summary of the project and country profile		
Implementing agency:		UNDP
Amounts previously approved for institutional strengthening (US \$):		
	Phase I: Jun-93	403,100
	Phase II: Mar-98	270,000
	Phase III: Dec-00	270,000
	Phase IV: Jul-04	351,000
	Phase V: Jul-07	351,000
	Phase VI: Apr-10	307,125
	Total:	1,952,225
Amount requested for renewal (phase VII) (US \$):		351,000
Amount recommended for approval for phase VII (US \$):		351,000
Agency support costs (US \$):		26,325
Total cost of institutional strengthening phase VII to the Multilateral Fund (US \$):		377,325
Date of approval of country programme:		1994
Date of approval of HCFC phase-out management plan:		2011
Baseline consumption of controlled substances (ODP tonnes):		
(a) Annex A, Group I (CFCs) (average 1995-1997)		10,525.8
(b) Annex A, Group II (halons) (average 1995-1997)		21.3
(c) Annex B, Group II (carbon tetrachloride) (average 1998-2000)		411.6
(d) Annex B, Group III (methyl chloroform) (average 1998-2000)		32.4
(e) Annex E (methyl bromide) (average 1995-1998)		711.6
Latest reported ODS consumption (2010) (ODP tonnes) as per Article 7:		
(a) Annex A, Group I (CFCs)		-13.8
(b) Annex A, Group II (halons)		0.0
(c) Annex B, Group II (carbon tetrachloride)		-18.0
(d) Annex B, Group III (methyl chloroform)		0.0
(e) Annex E (methyl bromide)		-3.0
(f) Annex C, Group I (HCFCs)		1,239.0
	Total:	1,204.2
Year of reported country programme implementation data:		2010
Amount approved for projects (as at December 2011) (US \$):		99,974,517
Amount disbursed (as at December 2010) (US \$):		80,059,219
ODS to be phased out (as at December 2011) (ODP tonnes):		13,541.0
ODS phased out (as at December 2010) (ODP tonnes):		13,421.0

1. Summary of activities and funds approved by the Executive Committee:

Summary of activities	Funds approved (US \$)
(a) Investment projects:	87,480,094
(b) Institutional strengthening:	1,952,225
(c) Project preparation, technical assistance, training and other non-investment projects:	10,542,198
Total:	99,974,517

Progress report

2. The terminal report presents the actions executed under the responsibility of the Ozone Layer Protection Coordination of the Ministry of the Environment. Amongst the activities developed with resources from the Institutional Strengthening (IS) Project Phase-VI, it is worth highlighting the extensive coordination in the preparation of the Brazilian HCFC Phase-out Management Plan (HPMP), which was a broad process that allowed the participation of all public- and private-sector stakeholders and other interested parties. This process enriched the HPMP document and supported the definition of a national strategy in accordance with the Brazilian scenario. The IS project was also critical for the coordination and execution of terminal actions approved in the National CFC Phase-out Plan, for the preparation of the ODS Destruction Demo Project and for the implementation of the Market Transformation Project, co-funded by the GEF, that aims to promote the replacement of old-inefficient CFC-based chillers. Also, the IS project was essential for providing the conditions to control and report ODS consumption data, for the dissemination of information and for the participation of the Brazilian Delegation in the Montreal Protocol official meetings, including national and international seminars and fairs related to ozone-layer protection.

Plan of action

3. The Plan of Action for the next phase of the IS (Phase-VII) focuses on the coordination of activities for the implementation of the Brazilian HPMP. The activities to be developed are the following: investment projects for technology conversion/transfer in the foam sector (to phase out HCFC-141b consumption); projects in the service sector for the management of HCFC-22 leakage in refrigeration and air conditioning systems (mainly for supermarkets) and the regulatory actions and measures for the control of HCFC consumption. The IS project will support the Ministry of the Environment to coordinate the necessary actions to implement and comply with obligations under the Montreal Protocol in a timely manner. That comprises activities related to the control of ODS consumption, support in the identification of specialized technical consultants, attendance at Montreal Protocol meetings and outreach and awareness-raising through essential technical material, all aiming at reducing consumption and fighting the illegal trade of ODSs.

INDIA: Renewal of institutional strengthening

Summary of the project and country profile		
Implementing agency:		UNDP
Amounts previously approved for institutional strengthening (US \$):		
Phase I:	Oct-92	430,600
Phase II:	Oct-96	287,100
Phase III:	Mar-99	287,100
Phase IV:	Jul-01	287,100
Phase V:	Dec-03	373,230
Phase VI:	Nov-05	373,230
Phase VII:	Apr-08	373,230
Phase VIII:	Apr-10 & Nov-11	373,230
	Total:	2,784,820
Amount requested for renewal (phase IX) (US \$):		373,230
Amount recommended for approval for phase IX (US \$):		373,230
Agency support costs (US \$):		27,992
Total cost of institutional strengthening phase IX to the Multilateral Fund (US \$):		401,222
Date of approval of country programme:		1993
Date of approval of HCFC phase-out management plan:		Submitted to the 66 th meeting

Summary of the project and country profile	
Baseline consumption of controlled substances (ODP tonnes):	
(a) Annex A, Group I (CFCs) (average 1995-1997)	6,681.0
(b) Annex A, Group II (halons) (average 1995-1997)	1,249.4
(c) Annex B, Group II (carbon tetrachloride) (average 1998-2000)	11,505.3
(d) Annex B, Group III (methyl chloroform) (average 1998-2000)	122.2
(e) Annex E (methyl bromide) (average 1995-1998)	0.0
Latest reported ODS consumption (2010) (ODP tonnes) as per Article 7:	
(a) Annex A, Group I (CFCs)	316.1
(b) Annex A, Group II (halons)	0.0
(c) Annex B, Group II (carbon tetrachloride)	0.0
(d) Annex B, Group III (methyl chloroform)	0.0
(e) Annex E (methyl bromide)	0.0
(f) Annex C, Group I (HCFCs)	1,617.6
Total:	1,933.7
Year of reported country programme implementation data:	2010
Amount approved for projects (as at December 2011) (US \$):	238,729,281
Amount disbursed (as at December 2010) (US \$):	221,839,375
ODS to be phased out (as at December 2011) (ODP tonnes):	23,508.0
ODS phased out (as at December 2010) (ODP tonnes):	28,073.5

4. Summary of activities and funds approved by the Executive Committee:

Summary of activities	Funds approved (US \$)
(a) Investment projects:	226,174,101
(b) Institutional strengthening:	2,784,820
(c) Project preparation, technical assistance, training and other non-investment projects:	9,770,360
Total:	238,729,281

Progress report

5. India continued its diligent efforts towards implementation of the Montreal Protocol and ODS phase-out activities. As at January 2010, the phase-out of production and consumption of CFC, CTC and halons was completed in line with the Montreal Protocol schedule, except for pharmaceutical grade CFCs used in manufacture of metered dose inhalers (MDIs) under the Essential Use Nomination (EUN) of the Montreal Protocol. India successfully carried out conversion of most CFC-based MDI formulations to CFC-free formulations and has placed CFC-free MDIs in the market. India withdrew EUN for 2011. India's HPMP was submitted for the consideration of the 66th Executive Committee Meeting. The Ozone Cell, continued monitoring production, import and export of ODS for effective control of supply and consumption. The Ozone Cell participated and contributed significantly to Executive Committee, Open-ended Working Group, Meeting of the Parties meetings and Regional Network Meetings. As a member of the Steering Panel for review of the Financial Mechanism, the Ozone Cell also actively participated in these meetings. The Ozone Cell also conducted extensive public awareness and information dissemination activities to facilitate users and stakeholders to access information on ozone layer protection and related non-ODS technologies, in order to enable a smooth implementation of the phase-out programme.

Plan of action

6. The objective of the Phase IX of the institutional strengthening project will be to (a) continue the effective management, monitor and enforcement on ODS phase-out activities to ensure sustainability of ODS phase-out, (b) monitor implementation of HCFC phase-out management plan (HPMP) including policies development and strengthening institutional networks for achieving the 2013 and 2015 compliance targets, (c) continue implementation and enforcement of the Ozone Depleting Substances (Regulation and Control) Rules, and initiatives for ODS production, trade and consumption control, with amendments and adaptations as may be needed specifically for phase-out of HCFCs, and (d) intensify implementation of information outreach activities for active involvement of all stakeholders in sustaining ODS phase-out and HPMP implementation.

Annex II

VIEWS EXPRESSED BY THE EXECUTIVE COMMITTEE ON RENEWALS OF INSTITUTIONAL STRENGTHENING PROJECTS SUBMITTED TO THE 66th MEETING

Brazil

1. The Executive Committee reviewed the terminal report presented along with the institutional strengthening project renewal request for Brazil and noted with appreciation the achievements made by Brazil's National Ozone Unit (NOU) during the implementation of its sixth phase. The Executive Committee congratulated the Government of Brazil for these achievements in particular noting the work done for the HPMP preparation and the structure put in place for the CFC phase-out plan. The Executive Committee also noted that Brazil has a well established and reliable ODS licensing system and that the Country is in compliance with the reporting and consumption obligations under the Montreal Protocol. The Executive Committee expressed its expectations that, in the next two years, Brazil will continue to implement its planned activities with outstanding progress.

India

2. The Executive Committee reviewed the report presented with the institutional strengthening renewal request for India and noted with appreciation that India has successfully achieved and sustained complete phase-out of CFCs, CTC and halons. The Executive Committee also noted with appreciation that India has almost completely transitioned to non-CFC metered-dose inhaler (MDIs) manufacturing, resulting in its withdrawal of essential use nominations (EUN) for CFCs for MDIs for 2011 and that India completed its HPMP preparation in close consultation with the industry. The Committee expressed its expectation that India will continue close monitoring and control of production, consumption, imports and exports of ODS, particularly HCFCs, to ensure compliance with the 2013 and 2015 control targets for HCFCs.



**66th Meeting of the Executive Committee of the Multilateral Fund
for the Implementation of the Montreal Protocol**

(16 - 20 April 2012, Montreal, Canada)

**UNDP
2012 WORK PROGRAMME**

2012 WORK PROGRAMME

I. EXECUTIVE SUMMARY

The present document constitutes UNDP's 2012 Work Programme and is being submitted for consideration of the ExCom at its 66th Meeting. The list of submissions for all funding requests submitted by UNDP to the 66th ExCom Meeting is tabulated in Annex 1 to this document. Project proposals such as MYA tranches, HCFC investment and demonstration projects and other individual/investment proposals, are not submitted as part of this document and are submitted separately as per normal practice. Only the following (non-investment) submissions are part of this document as per current practice and all requests are made in accordance with the provisions of the relevant decisions and guidelines of the Executive Committee. Section II provides more details about each of the categories of funding requests.

II. FUNDING REQUESTS PART OF THE WORK PROGRAMME AMENDMENT

Institutional Strengthening Extensions

Requests for funding of extensions of institutional strengthening projects included in this document for submission at the 66th ExCom Meeting are tabulated below. The documents for terminal reports and requests for extension of IS funding are being submitted separately.

Country	Type	Title	Duration (months)	Amount	Agency Fee	Total	Coop Agency
Brazil	INS	Institutional Strengthening Renewal (Phase VII)	24	351,000	26,325	377,325	N/A
India	INS	Institutional Strengthening Renewal (Phase IX)	24	373,230	27,992	401,222	N/A
Total (2 requests)				724,230	54,317	778,547	

Other Non-Investment Activities

Requests for other non-investment activities are listed in the following table. The requests themselves will be submitted separately.

Country	Type	Title	Duration (months)	Amount	Agency Fee	Total	Coop Agency
Colombia	DEM	Demo on ODS Banks Mgt and Destruction	36	1,195,000	89,625	1,284,625	N/A
Total (1 request)				1,195,000	89,625	1,284,625	

Preparation funding requests

UNDP is not submitting any requests for preparation funding to 66th ExCom meeting.

III. SUMMARY OF FUNDING REQUESTS (WORK PROGRAMME AMENDMENT)

The table below summarizes the funding requests for non-investment activities and proposals, as part of UNDP's Work Programme for 2012, submitted to the 66th ExCom Meeting:

Country	Type	Title	Duration (months)	Amount	Agency Fee	Total	Coop Agency
Brazil	INS	Institutional Strengthening Renewal (Phase VII)	24	351,000	26,325	377,325	N/A
Colombia	DEM	Demo on ODS Banks Mgt and Destruction	36	1,195,000	89,625	1,284,625	N/A
India	INS	Institutional Strengthening Renewal (Phase IX)	24	373,230	27,992	401,222	N/A
Total (3 requests)				1,919,230	143,942	2,063,172	

ANNEX 1

List of all UNDP submissions for funding to the 66th ExCom Meeting

No	Country	Type	Description	Total Funding Request (US\$)			Funding Request for the 66th ExCom (US\$)		
				Amount	Agency Fee	Total	Amount	Agency Fee	Total
1	Armenia	PHA	2nd tranche of HPMP	594,353	44,577	638,930	297,177	22,288	319,465
2	Brazil	INS	IS Renewal (Phase VII)	351,000	26,325	377,325	351,000	26,325	377,325
3	Brunei	PHA	HPMP	132,000	11,880	143,880	132,000	11,880	143,880
4	Colombia	DEM	Demo on ODS Banks Mgt and Destruction	1,195,000	89,625	1,284,625	1,195,000	89,625	1,284,625
5	Colombia	PHA	2nd tranche of HPMP	6,721,483	504,111	7,225,594	550,000	41,250	591,250
6	India	INS	IS Renewal (Phase IX)	373,230	27,992	401,222	373,230	27,992	401,222
7	India	PHA	HPMP	20,297,100	1,522,283	21,819,383	12,000,000	900,000	12,900,000
8	Nigeria	PHA	2nd tranche of HPMP	2,999,750	224,981	3,224,731	836,515	62,739	899,254
Total: (8 Requests)				32,663,916	2,451,774	35,115,690	15,734,922	1,182,099	16,917,021

Notes:

1. All amounts in US dollars
2. Special reports due (balances, status reports, etc.) not included in this list and submitted separately.