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EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Sixty-eighth Meeting
Montreal, 3-7 December 2012

UNIDO's WORK PROGRAMME AMENDMENTS FOR 2012

1. UNIDO is requesting approval from the Executive Committee of US \$367,000 for its 2012 Work Programme Amendments, plus agency support costs of US \$25,690. The submission is attached to this document.
2. The activity proposed in UNIDO's Work Programme Amendments for 2012 is presented in Table 1 below:

Table 1: UNIDO's Work Programme Amendments

Country	Activity/Project	Amount Requested (US \$)	Amount Recommended (US \$)
SECTION A: ACTIVITY RECOMMENDED FOR BLANKET APPROVAL			
A1: Renewal of institutional strengthening projects			
Armenia	Renewal of institutional strengthening (phase III)	120,000	120,000
Mexico	Renewal of institutional strengthening (phase XI)	247,000	247,000
	Subtotal for A	367,000	367,000
Agency support costs (7 per cent for institutional strengthening and project preparation):		25,690	25,690
Total:		392,690	392,690

SECTION A: ACTIVITY RECOMMENDED FOR BLANKET APPROVAL

A1. Renewal of institutional strengthening projects

- (a) Armenia (phase III): US \$120,000
- (b) Mexico (phase XI): US \$247,000

Project description

3. UNIDO submitted the requests for the renewal of the institutional strengthening (IS) project for Armenia and Mexico. 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 UNIDO on behalf of the Governments of Armenia and Mexico, which were provided using the revised format for IS renewals approved by decision 61/43 and noted that these countries are in compliance with the ozone depleting substances (ODS) phase-out targets and reporting requirements under the Montreal Protocol and have also submitted their country programme implementation reports for 2011, due on 1 May 2012. The Secretariat took into account decisions 59/17, 59/47(a) and 61/43 in considering these 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".

Secretariat's recommendations

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

Annex I

INSTITUTIONAL STRENGTHENING PROJECT PROPOSALS

Armenia: Renewal of institutional strengthening

Summary of the project and country profile			
Implementing agency:			UNIDO
Amounts previously approved for institutional strengthening (US \$):			
	Phase I:	Apr. 2009	120,000
	Phase II:	Dec. 2010	120,000
		Total:	240,000
Amount requested for renewal (phase)III (US \$):			120,000
Amount recommended for approval for phase III (US \$):			120,000
Agency support costs (US \$):			8,400
Total cost of institutional strengthening phase III to the Multilateral Fund (US \$):			128,400
Date of approval of country programme:			2009
Date of approval of HCFC phase-out management plan:			2010
Baseline consumption of controlled substances (ODP tonnes):			
(a)	Annex A, Group I (CFCs) (average 1995-1997)		196.5
(b)	Annex A, Group II (halons) (average 1995-1997)		0.0
(c)	Annex B, Group II (carbon tetrachloride) (average 1998-2000)		0.0
(d)	Annex B, Group III (methyl chloroform) (average 1998-2000)		0.0
(e)	Annex C, Group I (HCFCs) (average 2009-2010)		7.0
(f)	Annex E (methyl bromide) (average 1995-1998)		0.0
Latest reported ODS consumption (2011) (ODP tonnes) as per Article 7:			
(a)	Annex A, Group I (CFCs)		0.0
(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 C, Group I (HCFCs)		7.5
(f)	Annex E (methyl bromide)		0.0
		Total:	7.5
Year of reported country programme implementation data:			2011
Amount approved for projects (as at July 2012) (US \$):			979,353
Amount disbursed (as at December 2011) (US \$):			293,680
ODS to be phased out (as at July 2012) (ODP tonnes):			2.2
ODS phased out (as at December 2011) (ODP tonnes):			0

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

Summary of activities	Funds approved (US \$)
(a) Investment projects:	562,838
(b) Institutional strengthening:	240,000
(c) Project preparation, technical assistance, training and other non-investment projects:	176,515
	Total: 979,353

Progress report

2. In the 2-year of the institutional strengthening (IS) implementation period, the National Ozone Unite (NOU) complied with the following activities: collecting and analyzing ODS consumption data; preparing and issuing (in cooperation with the Ministry of Nature Protection) import/export permits; developing necessary additional legislative acts regarding HCFCs quotas and phase-out; awareness raising activities, namely developing modules for teachers and festive celebration of the International

Ozone Day and the 25th anniversary of the Montreal Protocol; and other activities such as day-to-day consultations with importers, customs officers and other stakeholders, updating website, etc.

Plan of action

3. The plan of action will include enhancing the legislation on HCFCs; collecting and analyzing ODS consumption data; improving the system of all ODS import permits by issuing more effective procedures in cooperation with Customs authorities; training and awareness activities regarding CFCs and HCFCs; training and awareness activities for the customs officers and importers; preparing reports properly and in time; and keeping the tradition of the Ozone Day annual celebrations.

Mexico: Renewal of institutional strengthening

Summary of the project and country profile		
Implementing agency:		UNIDO
Amounts previously approved for institutional strengthening (US \$):		
Phase I:	Jun. 1992 & Dec. 1994	350,000
Phase II:	Jul. 1995 & May 1996	95,000
Phase III:	Oct. 1996	190,000
Phase IV:	Jul. 1998	190,000
Phase V:	Jul. 2000	190,000
Phase VI:	Jul. 2002	247,000
Phase VII:	Apr. 2005	247,000
Phase VIII:	Jul. 2007	247,000
Phase IX:	Jul. 2009	185,250
Phase X:	Dec. 2010	247,000
Total:		2,188,250
Amount requested for renewal (phase XI) (US \$):		247,000
Amount recommended for approval for phase XI (US \$):		247,000
Agency support costs (US \$):		17,290
Total cost of institutional strengthening phase XI to the Multilateral Fund (US \$):		264,290
Date of approval of country programme:		1992
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)	4,624.9
(b)	Annex A, Group II (halons) (average 1995-1997)	124.6
(c)	Annex B, Group II (carbon tetrachloride) (average 1998-2000)	62.5
(d)	Annex B, Group III (methyl chloroform) (average 1998-2000)	56.4
(e)	Annex C, Group I (HCFCs) (average 2009-2010)	1,148.8
(f)	Annex E (methyl bromide) (average 1995-1998)	1,130.8
Latest reported ODS consumption (2011) (ODP tonnes) as per Article 7:		
(a)	Annex A, Group I (CFCs)	-6.0
(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 C, Group I (HCFCs)	1,083.4
(f)	Annex E (methyl bromide)	488.2
Total:		1,565.6
Year of reported country programme implementation data:		2011
Amount approved for projects (as at July 2012) (US \$):		103,137,926
Amount disbursed (as at December 2011) (US \$):		85,872,509
ODS to be phased out (as at July 2012) (ODP tonnes):		18,664.7

Summary of the project and country profile	
ODS phased out (as at December 2011) (ODP tonnes):	18,232.1

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

Summary of activities	Funds approved (US \$)
(a) Investment projects:	90,061,263
(b) Institutional strengthening:	2,188,250
(c) Project preparation, technical assistance, training and other non-investment projects:	10,888,413
Total:	103,137,926

Progress report

5. Mexico reported Article 7 data to the Ozone Secretariat for the year 2011. Within the framework of the IS project, Mexico has achieved in 2011 - 2012 a remarkable phase out of its ODS consumption vis-à-vis 2005. The on-going regulatory efforts are being enhanced by the implementation of ODS monitoring system already put in place. Mexico is an active member of the Regional Ozone Network for Latin America and supports countries of the region by means of dissemination of achievements through the organization of workshops and technical visits.

Plan of action

6. The programme of activities relating to the Montreal Protocol forms part of Mexico's commitment to phase out the consumption of ODSs in a controlled and cost-effective manner. The NOU is part of the Environmental and Natural Resources Secretariat (SEMARNAT) and cooperates closely with the General Directorate for Air Quality Management and Public Release and Transfer Registry. The NOU is the focal point for Montreal Protocol activities and these are included in the governmental system called DAS-G. The NOU mainly coordinates the whole Montreal Protocol programme in the country and prepares the basis for legislative and regulatory measures to be adopted by the responsible government authorities with a view to the HCFCs phase-out targets. The NOU is responsible for monitoring the ODS import and consumption data and has for this purpose developed the Information and Monitoring System (SISSAO). The NOU will follow-up with priority the issue of initiating measures to improve the HCFCs control, to freeze the HCFCs consumption in 2013, to achieve the 10 per cent reduction target in 2015 and to implement projects and quota system to allow meeting the 30 per cent reduction target in 2018, as per the approved phase-out schedule in the HPMP.

Annex II

VIEWS EXPRESSED BY THE EXECUTIVE COMMITTEE ON RENEWAL OF INSTITUTIONAL STRENGTHENING PROJECTS SUBMITTED TO THE 68th MEETING

Armenia

1. The Executive Committee reviewed the report submitted with the institutional strengthening project renewal request for Armenia and noted with appreciation that country reported 2011 Article 7 data to the Ozone Secretariat indicating that it is in compliance with the Montreal Protocol control measures. The Executive Committee also noted that within the framework of the Country Programme, Armenia has taken significant steps to control the HCFC consumption in different sectors and that illegal trade will further be pursued in close collaboration with customs, as well as awareness-raising for technicians on recovery and recycling techniques and practices, with a view to use the gained experience in the CFC phase-out programme. The Executive Committee greatly supports the efforts of the Government of Armenia and encourages it to continue its efforts with a specific view to the HCFC consumption freeze target in 2013 and 10 per cent consumption reduction to be achieved in 2015.

Mexico

2. The Executive Committee reviewed the report presented with the institutional strengthening project renewal request for Mexico and noted with appreciation that the country reported 2011 Article 7 data to the Ozone Secretariat indicating that it is in compliance with the Montreal Protocol control measures. The Executive Committee also noted that within the framework of the institutional strengthening project, Mexico has achieved in 2011 - 2012 a remarkable phase out of its ODS consumption vis-à-vis 2005. The Executive Committee noted with appreciation that the on-going regulatory efforts are being enhanced by the implementation of ODS monitoring system already put in place. The Executive Committee greatly supports the efforts of Mexico to meet the initial targets to freeze the consumption of HCFCs in 2013 and reduce them by 10 per cent in 2015.



UNITED NATIONS INDUSTRIAL DEVELOPMENT ORGANIZATION

68th Executive Committee of the
Multilateral Fund for the Implementation
of the Montreal Protocol

UNIDO Work Programme

68th Ex.Com.

Introduction

The UNIDO Work Programme for the consideration of the 68th Ex.Com. of the Multilateral Fund has been prepared following the government requests as well as based on ongoing and planned activities. The Work Programme will support the implementation of UNIDO's three year Rolling Business Plan 2012-2014.

Institutional strengthening extension for Armenia and Mexico is planned to cover the NOU needs for the period January 2013 – December 2014.

The document comprises the following sections:

Section 1

Gives in a tabulated form by project types and country a consolidated list of activities foreseen for the above mentioned institutional strengthening support request and preparatory funding request for technical assistance for destruction activities in 6 in LVCs in Central Africa region.

Funding is requested as follows:

- IS extension Project in Armenia amounting 128,400 \$US (including \$US 8,400 representing 7 % A.S.C.)
- IS extension Project in Mexico amounting 264,290 \$US(including \$US 17,290 representing 7 % A.S.C.)

- **Total: 392,690 \$US including A.S.C.**

Section 2

Section 2 provides the corresponding project concepts indicating some details and funding requirements.

Section 1

Consolidated table giving project preparation
and non-investment projects in all countries and sectors

Country	Type	Sub- stance	Title of Project	Requested amount USD	A.S.C USD	Total (incl ASC) USD	A.S.C. %	P.D.	Remarks
Institutional strengthening									
Armenia	IS	All	Extension of the IS - Phase III	120,000	8,400	128,400	7	24	
Mexico	IS	All	Extension of the IS - Phase XI	247,000	17,290	264,290	7	24	
			Grand TOTAL	367,000	25,690	392,690			

Section 2 Project Concept

Country:	Armenia
Title:	Extension of Institutional Strengthening for the implementation of Montreal Protocol in Armenia – Phase III
Project Duration:	24 months (April 2013 – March 2015)
Project Budget:	128,400 (including \$US 8,400 representing 7 % Agency Support Costs)
Implementing Agency:	UNIDO
Coordinating Agency:	Ministry of Nature Protection/ National Ozone Unit

Project Summary

The project aims at **institutional strengthening and capacity building of the** Ministry of Nature Protection/ National Ozone Unit and will ensure helping the Government meet its obligations under the Montreal Protocol on the substances that deplete the Ozone Layer.

In this context, the National Ozone Office will be assisted in monitoring and identification of Ozone-depleting substances consumption and up-dating the needed national policies and regulations, with a focus on HCFCs consumption.

The National Ozone Unit (NOU) working within the Ministry of Nature Protection, namely within the Department of Environmental Protection, is the responsible organism in the country to carry out the activities related to the Montreal Protocol. Its activities are supervised by the First Deputy Minister of Nature Protection and the National Ozone Focal Point.

The National Ozone Unit within the Ministry of Nature Protection of Armenia (MNP) is responsible for and oversees the implementation of the project in accordance with the objectives and activities. It has a major role in the process of monitoring of the project activities. The NOU actively cooperate with ministries and inter-ministerial bodies as well as with advisory groups such as NGOs, RAC and others.

Project Concept

Country:	Mexico
Title:	Extension of Institutional Strengthening for the implementation of Montreal Protocol in Armenia – Phase XI
Project Duration:	24 months (January 2013 to December 2014)
Project Budget:	264,290 (including US\$ 17,290 representing 7 % Agency Support Costs)
Implementing Agency:	UNIDO
Coordinating Agency:	SEMARNAT (Environment Ministry)

Project Summary

The project aims at **institutional strengthening and capacity building of the** National Ozone Unit in Mexico and will ensure helping the Government meet its obligations under the Montreal Protocol on the substances that deplete the Ozone Layer.

The NOU in México is considered as an integral part of the General Direction of Air Quality Management, and has a full commitment with the national administration, and has a direct contact with the vice ministry for environmental protection, mainly in order to direct the policies, strategies and priorities for México in the ozone layer protection activities.

NOU Mexico will continue to play a key role in achieving the ODS phase-out targets as well as the up-coming challenges for Art 5 Countries in view of HCFCs agreed phase-out schedule.

The programme of activities relating to the Montreal Protocol forms part of Mexico's commitment to phase out the consumption of ODSs in a controlled and cost-effective manner. The National Ozone Unit is part of the Environmental and Natural Resources Secretariat (SEMARNAT) and cooperates closely with the General Directorate for Air Quality Management and Public Release and Transfer Registry. The Ozone Unit is the focal point for Montreal Protocol activities. The activities of the NOU are included in the governmental system called DAS-G. The NOU mainly coordinates the whole Montreal Protocol programme in the country and prepares the basis for legislative and regulatory measures to be adopted by the responsible government authorities with a view to the HCFCs phase-out targets.

The NOU is responsible for monitoring the ODS import and consumption data and has for this purpose developed the Information and Monitoring System (SISSAO).

The OU will follow-up with priority the issue of initiating measures to improve the HCFCs control, to freeze the HCFCs consumption in 2013, to achieve the 10% reduction target in 2015 and to implement projects and quota system to allow meeting the 30% reduction target in 2018, as per the approved phase-out schedule in the HPMP.