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EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Seventy-first Meeting
Montreal, 2-6 December 2013

**2013-2015 BUSINESS PLANS AND
TRANCHE SUBMISSION DELAYS**

Introduction

1. This document consists of:
 - A status on the implementation of the 2013-2015 business plans;
 - Information on submission delays of tranches of multi-year agreements (MYAs).

BUSINESS PLANS

Decisions taken on the 2013-2015 business plans

2. Table 1 presents the allocations for the 2013-2015 business plans as adjusted by the Executive Committee at its 69th meeting. It also includes information on MYAs for which the Executive Committee has approved funding in principle after 2015.

Table 1

RESOURCE ALLOCATION AND 2013-2015 BUSINESS PLANS AND TRANCHES OF MYAs APPROVED IN PRINCIPLE (US \$000)

Required by Model	2013	2014	2015	Total	Approved MYAs after 2015
REQUIRED FOR COMPLIANCE					
Approved MYAs	116,472	51,110	65,970	233,551	38,035
HCFC production - stage I	16,264	54,603	33,799	104,666	
HCFC production preparation - stage II		509		509	
HPMP preparation - stage I	96			96	
HPMP preparation - stage II	2,888	9,843	1,912	14,644	
HPMPs and HPMP investment projects - stage I	480	4,691	1,689	6,861	
HPMPs and HPMP investment projects - stage II	0	6,291	14,862	21,152	
Production CFC	43			43	
Methyl bromide - investment		321		321	
Methyl bromide - preparation	75			75	
Standard costs					
Compliance assistance programme (CAP)	10,187	10,493	10,808	31,488	
Core unit	5,762	5,802	5,843	17,407	
Institutional strengthening	8,110	7,958	8,229	24,297	
Secretariat/Executive Committee cost	6,120	6,252	6,389	18,761	
Treasurer (excluding Canadian counterpart funding)	500	500	500	1,500	
Sub-total (required for compliance)	166,998	158,374	150,000	475,371	
NOT REQUIRED FOR COMPLIANCE					
Disposal	2,311	1,626		3,937	
HCFC - technical assistance	250			250	
MBR - non-investment	120			120	
Sub-total (not required for compliance)	2,681	1,626		4,307	
Grand total	169,678	160,000	150,000	479,678	
BY AGENCY					
Bilateral	3,743	858	2,069	6,670	
UNDP	44,832	28,637	27,006	100,475	
UNEP	21,851	17,545	20,197	59,593	

Required by Model	2013	2014	2015	Total	Approved MYAs after 2015
UNIDO	41,249	41,457	41,392	124,098	
World Bank	51,384	64,751	52,447	168,581	

Status of implementation of the 2013 business plans

3. Table 2 sets out the approvals at the 69th and 70th meetings and the submissions to the 71st meeting as at 28 October 2013. At its 69th meeting, the Executive Committee approved projects valued at a total of US \$7,894,415 more than that indicated in the 2013 business plans for these projects, mainly associated with the HCFC production sector in China (US \$7.7 million). At its 70th meeting, the Executive Committee approved projects valued at a total of US \$1,281,850 more than that indicated in the 2013 business plans for these projects, mainly due to agency support costs for the HCFC production sector in China (US \$1.3 million). At its 71st meeting, projects valued at a total of US \$116,469 below that indicated in the 2013 business plans for these projects were submitted.

Table 2

2013 BUSINESS PLANS, APPROVALS AND SUBMISSIONS (US \$)*

Meeting	2013 business plans value	Approvals/submissions		Balance (above)/below business plan levels
		In 2013 business plans	Not in 2013 business plans	
69 th meeting	32,265,425	40,105,340	54,500	(7,894,415)
70 th meeting	6,575,362	7,857,212	0	(1,281,850)
71 st meeting	101,324,145	100,030,911	1,176,765	116,469
Secretariat/Executive Committee cost/Treasurer (excluding Canadian counterpart)	6,619,862	6,619,862**	0	0
Balance (unallocated in 2013 business plan)	22,893,490	0	0	22,893,490
Total	169,678,284	154,613,325	1,231,265	13,833,694

* As at October 2013

** Assumed the same level of budgeted amount for the submitted amount. See Secretariat's budget for actual submitted values (UNEP/OzL.Pro/ExCom/71/61).

4. Table 3 presents, by agency, the value of accounts included in the 2013 business plans and the balance of funds from projects in the 2013 business plans, which have not been submitted.

Table 3

2013 BUSINESS PLANS, APPROVALS, SUBMISSIONS TO THE 71ST MEETING AND BALANCE ABOVE/BELOW BUSINESS PLAN LEVELS BY AGENCY (US \$)*

Budget items	Total value in 2013 business plans	Approvals at the 69 th meeting	Approvals at the 70 th meeting	Submissions to the 71 st meeting	Balance (above)/below business plan levels
Bilateral agencies	3,743,124	438,036	180,267	2,407,321	717,500
UNDP	44,831,654	898,969	2,243,760	36,544,752	5,144,173
UNEP	21,850,838	1,768,751	2,820,971	13,454,425	3,806,691
UNIDO	41,249,032	12,670,252	1,205,559	25,431,521	1,941,700
World Bank	51,383,775	24,383,832	1,406,655	23,369,657	2,223,631
Secretariat/Executive Committee cost/Treasurer (excluding Canadian counterpart)	6,619,862	0	0	6,619,862**	0

Budget items	Total value in 2013 business plans	Approvals at the 69 th meeting	Approvals at the 70 th meeting	Submissions to the 71 st meeting	Balance (above)/below business plan levels
Total	169,678,284	40,159,840	7,857,212	107,827,538	13,833,694

* Including core unit costs/as at October 2013.

** Assumed the same level of budgeted amount for the submitted amount. See Secretariat budget for actual submitted values (UNEP/OzL.Pro/ExCom/71/61).

Value of projects not submitted

5. Table 4 addresses the value remaining for activities not submitted to the 69th, 70th or 71st meeting, which were included in the 2013 business plans.

Table 4

**REMAINING ACTIVITIES IN THE 2013 BUSINESS PLANS
AND PROJECTS NOT SUBMITTED (US \$)**

Agency	Remaining 2013 business plans value	Amount required for compliance	Amount not required for compliance
Bilateral agencies	1,000,000	0	1,000,000
UNDP	4,571,834	4,571,834	0
UNEP	3,736,653	3,616,653	120,000
UNIDO	2,293,462	2,129,962	163,500
World Bank	11,291,541	11,291,541	0
Total	22,893,490	21,609,990	1,283,500

6. A detailed list of all the activities required for compliance that have not yet been submitted is provided in Annex I and includes: 50 HCFC activities for 32 countries valued at US \$19.9 million, one methyl bromide (MB) activity valued at US \$53,500 and 15 institutional strengthening (IS) activities valued at US \$1.7 million. The list also includes two ODS destruction activities and one MB technical assistance activity, which are not required for compliance (with a total value of US \$1.3 million).

2013-2015 business plans

7. Table 5 sets out the approvals at the 69th and 70th meetings and the submissions to the 71st meeting as at 28 October 2013 for MYAs and other activities, against the values for them in the 2013-2015 business plans. It indicates the extent to which these approvals and submissions either exceed, or are less than, the values assigned to them in the business plans.

Table 5

2013-2015 BUSINESS PLANS, APPROVALS AND SUBMISSIONS IN 2013 (US \$)*

Meeting	Business plan value of 2013 submissions (2013 to 2015)	Approvals/ Submissions in 2013 (2013 to 2015)	Balance (above)/below business plan levels
69 th	136,363,730	95,591,968	40,771,762
70 th	9,872,337	7,572,753	2,299,584
71 st	191,920,163	178,101,410	13,818,753
Total	338,156,230	281,266,131	56,890,099

*Amount after 2015 is not included.

Forward commitments

8. The total amount of existing forward commitments¹ for the period 2013 to 2031 is US \$461.3 million, including US \$178.7 million for the next triennium (2015-2017).

Table 6

FORWARD COMMITMENTS (2013-2031) (US \$000)

Description	2013	2014	2015	2016	2017	2018	2019	2020	2022	2023	2025	2030	2031	Total
Tranches of approved multi-year agreements after 2012 approvals	109,275	46,563	66,060	23,557	6,537	9,100	810	4,209	226	76	640	112	57	267,221
Tranches from new agreements approved at 69 th and 70 th meetings	25,482	24,288	25,344	25,440	0	47	0	32	0	0	0	0	0	100,633
Sub-Total (Agreements)	134,757	70,851	91,404	48,996	6,537	9,147	810	4,241	226	76	640	112	57	367,853
Funding for standard activities	30,679	31,006	31,769											93,454
Total committed to-date	165,436	101,857	123,173	48,996	6,537	9,147	810	4,241	226	76	640	112	57	461,307
Tranches for new agreements submitted to the 71 st meeting														0
Total with 71st meeting submissions	165,436	101,857	123,173	48,996	6,537	9,147	810	4,241	226	76	640	112	57	461,307

TRANCHE SUBMISSION DELAYS

Tranches not submitted to the 71st meeting

9. Seventeen of the 66 tranches due for consideration at the 71st meeting were not submitted as shown in Table 7. The reason for delay for 10 of the 17 late tranches was the inability to meet the 20 per cent disbursement threshold. Changes in National Ozone Units (NOUs) have accounted for delays for three tranches.

Table 7

TRANCHES NOT SUBMITTED TO THE 71ST MEETING

Country	Agency	Amount (with support costs)	Category of delay	Impact on Compliance	Agreement signed	Estimated disbursement	Actions to be taken to accelerate submission	New submission date
Angola	UNDP	42,631	20 per cent disbursement not met	2012 consumption below baseline	Yes	US \$5,000	Planned training should increase disbursement	72 nd
Bangladesh	UNEP	101,700	20 per cent disbursement not met	2012 consumption below baseline	No	0	Planned training should increase disbursement	72 nd

¹ Forward commitments consist *inter alia* of funding for MYAs and “other standard activities” such as IS, budget of the Fund Secretariat, Treasurer and Executive Committee meeting costs, UNEP’s Compliance Assistance Programme (CAP), and the core unit costs for UNDP, UNIDO and the World Bank. Funding for “other standard activities” is based on 2013-2015 business plans taking into consideration the decisions from the 69th meeting of the Executive Committee.

Country	Agency	Amount (with support costs)	Category of delay	Impact on Compliance	Agreement signed	Estimated disbursement	Actions to be taken to accelerate submission	New submission date
Brazil*	UNDP	3,225,000	20 per cent disbursement not met	No impact	Yes	Not provided	Increased implementation of project elements should increase disbursement	72 nd
Burundi	UNEP	33,900	Change in NOU	Import controls	Yes	60%	NOU will be contacted to facilitate project implementation	72 nd
Central African Republic (the)*	UNEP	62,150	Political situation in the country	Unrest in country could impact on compliance	Yes	60%	A mission to country is planned to reinstate the project.	72 nd
Equatorial Guinea	UNEP	33,900	Difficulty in traveling to country	Import controls	Yes	Not provided	A mission to country is planned to reinstate the project.	72 nd
Gabon*	UNEP	51,980	Change in NOU	Most likely achieve freeze	Yes	55%	Assistance provided to new NOU should facilitate project implementation.	72 nd
Iraq	UNIDO	75,250	Revisions in the terms of reference for equipment by Government	Import controls	Not provided	Not provided	Not provided	Not provided
Iraq	UNEP	567,108	Difficulty in opening local account and financial reporting	Not provided	Not provided	Not provided	Not provided	Not provided
Jordan	UNIDO	24,181	20 per cent disbursement not met	Import controls	No	US \$10,000	The signature of the World Bank's agreement should enable other projects to increase disbursement	72 nd
Jordan	World Bank	905,956	20 per cent disbursement not met	Import controls	No	0	Upon the signature of the agreement, 50% of project funds would be released that would allow the next tranche to be submitted.	72 nd
Peru	UNEP	22,600	20 per cent disbursement not met	2012 consumption below baseline	No	0	A mission to country is planned to reinstate the project.	72 nd
Peru	UNDP	109,000	20 per cent disbursement not met	No impact	Yes	US \$11,900	The Government is monitoring imports weekly and preparing an action plan to move the project forward.	72 nd
Qatar	UNEP	169,500	20 per cent disbursement not met	Import controls	No	0	Assistance provided to new NOU should facilitate project implementation.	73 rd
Qatar	UNIDO	571,935	Change in NOU	Import controls	Work programme agreed	Not provided	Communication matters resolved that should enable the project to progress.	73 rd
Suriname	UNEP	32,205	20 per cent disbursement not met	Not provided	Not provided	Not provided	Planned training should increase disbursement	72 nd

Country	Agency	Amount (with support costs)	Category of delay	Impact on Compliance	Agreement signed	Estimated disbursement	Actions to be taken to accelerate submission	New submission date
Thailand	World Bank	10,385,585	20 per cent disbursement not met	Import controls	No	0	Expected enterprise conversions should increase disbursement enabling the submission of the next tranche.	73 rd

*The tranche is two meetings late for submission.

Tranches submitted but withdrawn after discussion with the Fund Secretariat

10. Table 8 presents those tranches that were submitted to the Fund Secretariat but withdrawn after review. The reason for the withdrawal was the inability to meet the 20 per cent disbursement threshold of funding and/or insufficient progress on implementation.

Table 8

TRANCHES THAT WERE SUBMITTED BUT WITHDRAWN AFTER DISCUSSION WITH THE SECRETARIAT

Country	Agency	Meeting to be submitted	Amount	Category of delay	Number of meetings late
Cuba	UNDP	69 th	174,658	20% disbursement threshold not met	Three
Bolivia (Plurinational State of)	Germany	70 th	106,785	Insufficient progress on implementation	Two
Saudi Arabia	UNIDO	71 st	3,179,491	20% disbursement threshold not met and insufficient progress of implementation	One

RECOMMENDATIONS

11. The Executive Committee may wish to consider:

(a) Noting:

- (i) The report on the 2013-2015 business plans and tranche submission delays as contained in document UNEP/OzL.Pro/ExCom/71/5;
- (ii) The information on tranche submission delays under multi-year agreements (MYAs) submitted to the Secretariat by UNDP, UNEP, UNIDO and the World Bank;
- (iii) That 49 out of 66 tranches of MYAs due for submission had been submitted on time to the 71st meeting and that three of those tranches were withdrawn after discussion with the Fund Secretariat;
- (iv) With concern, that the political situation in the Central African Republic may have a negative impact on compliance with the control measures of the Montreal Protocol;

- (v) That the other tranches that were not submitted to the 71st meeting as listed in Table 7 of document UNEP/OzL.Pro/ExCom/71/5 are not expected to have a negative impact on compliance due to the fact that latest consumption was below the baseline or import controls would ensure compliance;
- (b) Requesting:
 - (i) The bilateral and implementing agencies to address those activities not submitted in 2013 as planned, as contained in Annex I to the present document, in their 2014-2016 business plans;
 - (ii) The Secretariat:
 - a. To send letters to the Governments of the countries indicated below to urge the submission of the next tranche of the MYA, noting where this is the second meeting to which the tranche could have been submitted but had not been, as applicable: Angola, Bangladesh, Brazil, Burundi, Central African Republic (the), Equatorial Guinea, Gabon, Iraq, Jordan, Peru, and Suriname for submission to the 72nd meeting, and Qatar and Thailand for submission to the 73rd meeting, noting the reasons for delays indicated in Table 7 of document UNEP/OzL.Pro/ExCom/71/5;
 - b. To send letters to the Governments of Cuba, Bolivia (Plurinational State of), and Saudi Arabia to urge the submission of the next tranches of the MYAs to the 72nd meeting, noting that the tranches had been withdrawn from consideration at the 71st meeting after discussion with the Fund Secretariat due to the countries' inability to meet the 20 per cent disbursement threshold for funding and/or insufficient progress in implementation;
 - (iii) The Government of Iraq to facilitate the establishment of the accounts and completion of the terms of reference required for the local administration of the HCFC phase-out management plan (HPMP) to enable the submission of the next tranche; and
- (c) Urging the Government of Equatorial Guinea to facilitate the travel formalities for the UNEP team to meet with the National Ozone Unit as soon as possible to enable the submission of the next tranche of the HPMP.

Annex I

REMAINING ACTIVITIES REQUIRED/NOT REQUIRED FOR COMPLIANCE

Country	Agency	Type	Chemical	Sector and Subsector	Value (\$000) in 2013	ODP modified in 2013
Required for compliance						
Angola	UNDP	INV	HCFC	HPMP	77	0.6
Armenia	UNEP	PRP	HCFC	Stage II - HCFC Phase-out Management Plan (preparation)	29	
Armenia	UNDP	PRP	HCFC	Stage II HPMP Preparation	64	0.0
Bangladesh	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	102	1.0
Brazil	UNDP	INV	HCFC	HPMP	3,225	33.7
Burundi	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	34	0.2
Central African Republic (the)	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	62	0.4
China	UNEP	PRP	HCFC	Stage II- HCFC Phase-out Management Plan (servicing sector, including enabling)	537	
Colombia	UNDP	PRP	HCFC	Stage II HPMP Preparation	375	0.0
Cuba	UNDP	INV	HCFC	HPMP	175	1.8
Democratic Republic of the Congo (the)	UNDP	PRP	HCFC	Stage II HPMP Preparation	26	0.0
Democratic Republic of the Congo (the)	UNEP	PRP	HCFC	Stage II - HCFC Phase-out Management Plan (preparation)	68	
Egypt	UNIDO	PRP	HCFC	FOA-Rigid PU foam	54	
Egypt	UNIDO	PRP	HCFC	REF-Manufacturing	108	
Egypt	UNIDO	PRP	HCFC	REF-Servicing	108	
Equatorial Guinea	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	34	0.2
Gabon	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	52	0.9
India	UNEP	PRP	HCFC	Stage II HCFC Phase-out Management Plan (preparation)	33	
Iran (Islamic Republic of)	UNEP	PRP	HCFC	Stage II - HCFC Phase-out Management Plan (preparation)	31	
Iran (Islamic Republic of)	UNIDO	PRP	HCFC	REF-Servicing	62	
Iran (Islamic Republic of)	UNIDO	PRP	HCFC	REF-Manufacturing	62	
Iraq	UNIDO	PHA	HCFC	REF-Servicing	75	0.9
Iraq	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	567	6.4
Jordan	UNIDO	PHA	HCFC	REF-Servicing	24	0.2
Jordan	IBRD	PHA	HCFC	REF (AC)	906	6.0
Kyrgyzstan	UNEP	PRP	HCFC	Stage II - HCFC Phase-out Management Plan (preparation)	29	
Kyrgyzstan	UNDP	PRP	HCFC	Stage II HPMP Preparation	64	
Mauritania	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	65	0.9
Mauritania	UNDP	INV	HCFC	HPMP Stage I	75	0.9
Mexico	UNIDO	PRP	HCFC	REF-Servicing	209	
Nigeria	UNIDO	PRP	HCFC	REF - Manufacturing	54	
Nigeria	UNDP	PRP	HCFC	Stage II HPMP Preparation	193	0.0
Oman	UNIDO	PRP	HCFC	REF-Servicing	69	

Country	Agency	Type	Chemical	Sector and Subsector	Value (\$000) in 2013	ODP modified in 2013
Pakistan	UNEP	PRP	HCFC	HCFC Phase-out Management Plan (preparation Stage-II)	68	
Pakistan	UNIDO	PRP	HCFC	FOA-Rigid PU foam	107	
Pakistan	UNIDO	PRP	HCFC	REF-Servicing	161	
Peru	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	23	0.3
Peru	UNDP	INV	HCFC	HPMP	109	1.3
Qatar	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	170	4.3
Qatar	UNIDO	PHA	HCFC	REF-Servicing	572	15.1
Republic of Moldova (the)	UNEP	PRP	HCFC	Stage II - HCFC Phase-out Management Plan (preparation)	29	
Republic of Moldova (the)	UNDP	PRP	HCFC	Stage II HPMP Preparation	64	0.0
South Sudan	UNDP	INV	HCFC	CP/HPMP Stage I	100	0.9
Suriname	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	32	0.1
Syrian Arab Republic	UNEP	PHA	HCFC	HCFC Phase-out Management Plan (implementation)	119	
Thailand	IBRD	PHA	HCFC	FOA/REF (AC)	10,386	98.8
Timor-Leste	UNDP	PRP	HCFC	Stage II HPMP Preparation	27	0.0
Timor-Leste	UNEP	PRP	HCFC	Stage II -HCFC Phase-out Management Plan (preparation)	67	
Venezuela (Bolivarian Republic of)	UNIDO	PRP	HCFC	FOA-Rigid PU foam	32	
Venezuela (Bolivarian Republic of)	UNIDO	PRP	HCFC	REF-Servicing	161	
Argentina	UNIDO	PRP	MBR	Post-harvest, cotton and citrus	54	
Algeria	UNEP	INS	SEV	Institutional Strengthening	257	
Bahamas (the)	UNEP	INS	SEV	Institutional Strengthening	60	
Dominica	UNEP	INS	SEV	Institutional Strengthening	60	
Ecuador	UNEP	INS	SEV	Institutional Strengthening	177	
Equatorial Guinea	UNEP	INS	SEV	Institutional Strengthening	80	
Ethiopia	UNEP	INS	SEV	Institutional Strengthening	60	
Guatemala	UNEP	INS	SEV	Institutional Strengthening	125	
Haiti	UNEP	INS	SEV	Institutional Strengthening	100	
Mauritania	UNEP	INS	SEV	Institutional Strengthening	60	
Mauritius	UNEP	INS	SEV	Institutional Strengthening	60	
Morocco	UNEP	INS	SEV	Institutional Strengthening	156	
Panama	UNEP	INS	SEV	Institutional Strengthening	150	
South Sudan	UNEP	INS	SEV	Institutional Strengthening	60	
Syrian Arab Republic	UNIDO	INS	SEV	Institutional Strengthening	219	
Uganda	UNEP	INS	SEV	Institutional Strengthening	63	
Not required for compliance						
Lebanon	UNIDO	DEM	Disposal	ODS destruction demonstration project	164	14.0
Region: ASP	Japan	DEM	Disposal	ODS disposal in Asia and the Pacific region.	1,000	
Region: AFR	UNEP	TAS	MBR	Regional Technical Workshops for sustainable adoption of Methyl Bromide Alternative technologies	120	
