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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

**BILATERAL AGENCIES' BUSINESS PLANS FOR THE YEARS 2014-2016**

## Introduction

1. The following bilateral agencies submitted business plans for the years 2014-2016 to the 71<sup>st</sup> meeting: Germany, Italy and Japan<sup>1</sup>. The business plans of Italy and Japan were adjusted to include multi-year agreement (MYA) activities associated with HCFC phase-out management plans (HPMPs) that had been approved in principle. Although France did not officially submit a business plan for the years 2014-2016, the present document has included a table with allocation of resources for France based on MYA activities associated with HPMPs approved in principle. Bilateral agencies intend to have activities (excluding regional projects) in 18 Article 5 countries, namely: Afghanistan, Bolivia (Plurinational State of), Bosnia and Herzegovina, Brazil, China, Colombia, Ghana, India, Iran (Islamic Republic of), Kenya, Lao People's Democratic Republic (the), Lesotho, Liberia, Mauritius, Mexico, Papua New Guinea, Seychelles and Zimbabwe at a value of US \$13,294,723. An additional US \$2,838,400 would be requested for the period 2017 to after 2020 as shown in Table 1<sup>2</sup>.

Table 1

### RESOURCE ALLOCATION IN THE BILATERAL AGENCIES 2014-2016 BUSINESS PLANS (US \$)

Item	2014	2015	2016	Total (2014-2016)	Total (2017-2020)	Total after 2020
<b>Required for compliance</b>						
Approved MYAs	1,021,585	2,419,414	271,046	3,712,045	423,773	207,350
HPMP stage II	462,000	670,000	6,900,878	8,032,878	1,918,777	288,500
HPMP PRP - stage II	199,500	350,300		549,800		
<b>Subtotal</b>	<b>1,683,085</b>	<b>3,439,714</b>	<b>7,171,924</b>	<b>12,294,723</b>	<b>2,342,550</b>	<b>495,850</b>
<b>Not required for compliance</b>						
Disposal of unwanted ODS	1,000,000			1,000,000		
<b>Grand total</b>	<b>2,683,085</b>	<b>3,439,714</b>	<b>7,171,924</b>	<b>13,294,723</b>	<b>2,342,550</b>	<b>495,850</b>

## COMMENTS

2. The Fund Secretariat reviewed each bilateral donor's business plan and provided comments on several of the proposed activities.

### France

3. The resource allocation in France's 2014-2016 business plan is presented in Table 2. Twenty per cent of France's annual pledged contribution for 2014 amounts to US \$2,082,960.

<sup>1</sup> Bilateral cooperation may be considered as a contribution to the Multilateral Fund up to a value of 20 per cent of a country's annual pledge to the Fund, consistent with any criteria specified by decisions of the Parties. The Executive Committee decided to allow flexibility in the year for which bilateral projects would be credited, provided that bilateral agencies submitted their work plans at the beginning of the year in time for the Secretariat to transmit them to the Executive Committee for consideration during discussions of the business plans at the Committee's first meeting of the year (decision 25/13(a)). It should be noted that traditional bilateral donors, such as Australia, Canada, the Czech Republic, Finland, France, Portugal, Spain, Switzerland, the United Kingdom of Great Britain and Northern Ireland, and the United States of America did not submit bilateral business plans and the total value of bilateral activities could increase in the event of such submissions.

<sup>2</sup> All activities after 2020 are for approved MYAs in Mauritius, Namibia and Papua New Guinea under German implementation with the exception of stage II HPMP activities amounting to US \$187,600 for Mauritius and US \$100,900 for Namibia, also under German implementation.

Table 2

**ALLOCATION OF RESOURCES FOR FRANCE (US \$)\***

Item	2014	2015	2016	Total (2014-2016)	Total (2017-2020)
<b>Required for compliance</b>					
Approved MYAs	224,222	231,920	197,596	653,738	104,714
<b>Grand Total</b>	<b>224,222</b>	<b>231,920</b>	<b>197,596</b>	<b>653,738</b>	<b>104,714</b>

\* There are no activities after 2020 included in the French business plan.

**Germany**

4. The resource allocation in Germany's 2014-2016 business plan is presented in Table 3. Twenty per cent of Germany's annual pledged contribution for 2014 amounts to US \$2,727,612. If the remaining activities in Germany's 2013 business plan and those planned in its 2014 business plan were approved as planned, Germany will exceed the bilateral allocation for the 2012-2014 triennium by US \$289,657. Therefore, Germany would either re-programme activities for future years or request other bilateral or implementing agencies to implement the projects that exceed its 20 per cent allocation.

Table 3

**ALLOCATION OF RESOURCES FOR GERMANY (US \$)**

Item	2014	2015	2016	Total (2014-2016)	Total (2017-2020)	Total After 2020
<b>Required for compliance</b>						
Approved MYAs	627,863	2,097,094	0	2,724,957	251,259	207,350
HPMP stage II	0	400,000	4,586,518	4,986,518	1,918,777	288,500
HPMP PRP - stage II	135,600	350,300	0	485,900	0	0
<b>Grand Total</b>	<b>763,463</b>	<b>2,847,394</b>	<b>4,586,518</b>	<b>8,197,375</b>	<b>2,170,036</b>	<b>495,850</b>

**Secretariat's comments**

5. The Secretariat proposed adjustments to the approved MYAs' amount in Germany's business plans by increasing the budget by US \$1.7 million, based on the records of the Secretariat.

6. Germany's business plan includes US \$1.5 million for stage II HPMP for three low-volume-consuming (LVC) countries for which total phase-out projects have been approved for the year 2025 (Namibia and Papua New Guinea) and 2030 (Mauritius). The Secretariat proposed adjustments to reduce the budget accordingly.

7. Germany has proposed amounts that exceed by US \$42,795 the maximum level allowed for project preparation for stage II HPMPs pursuant to decisions 55/13 and 56/16. The Secretariat proposed adjustments to reduce the level of funding accordingly.

8. Table 4 presents the results of the Secretariat's proposed adjustments to Germany's business plan.

Table 4

**ADJUSTMENTS BASED ON EXECUTIVE COMMITTEE DECISIONS  
TO GERMANY'S BUSINESS PLAN (US \$)**

	2014	2015	2016	Total (2014-2016)	Total (2017-2020)	Total After 2020
<b>Required for compliance</b>						
Approved MYAs	318,928	1,541,258	896,699	2,756,885	1,670,036	495,850
HPMP stage II		400,000	4,250,000	4,650,000	1,006,741	
HPMP PRP - stage II	105,057	338,049		443,105		
<b>Grand Total</b>	<b>423,985</b>	<b>2,279,307</b>	<b>5,146,699</b>	<b>7,849,990</b>	<b>2,676,777</b>	<b>495,850</b>

**Italy**

9. The resource allocation in Italy's 2014-2016 business plan is presented in Table 5. Twenty per cent of Italy's annual pledged contribution for 2014 amounts to US \$1,700,590.

Table 5

**ALLOCATION OF RESOURCES FOR ITALY (US \$)\***

Item	2014	2015	2016	Total (2014-2016)	Total (2017-2020)
<b>Required for compliance</b>					
Approved MYAs	79,100		73,450	152,550	67,800
HPMP stage II	462,000	270,000		732,000	
HPMP PRP - Stage II	30,000			30,000	
<b>Grand Total</b>	<b>571,100</b>	<b>270,000</b>	<b>73,450</b>	<b>914,550</b>	<b>67,800</b>

\* There are no activities after 2020 included in the Italian business plan.

Secretariat's comments

10. Italy has proposed amounts that exceed by US \$9,010 the maximum level allowed for project preparation for stage II HPMP projects pursuant to decisions 55/13 and 56/16. The Secretariat proposed adjustments to reduce the level of funding accordingly.

11. The Secretariat proposed adjusting the value of projects in the foam sector to a cost-effectiveness value of US \$6.92/kg<sup>3</sup>. Table 6 presents the results of the Secretariat's proposed adjustments to Italy's business plan.

Table 6

**ADJUSTMENTS BASED ON EXECUTIVE COMMITTEE DECISIONS  
TO ITALY'S BUSINESS PLAN (US \$)\***

Item	2014	2015	2016	Total (2014-2016)	Total (2017-2020)
<b>Required for compliance</b>					
Approved MYAs	79,100		73,450	152,550	67,800
HPMP stage II	462,000	266,580		728,580	

<sup>3</sup> According to decision 60/44(f).

Item	2014	2015	2016	Total (2014-2016)	Total (2017-2020)
HPMP PRP – stage II	20,990			20,990	
<b>Grand Total</b>	<b>562,090</b>	<b>266,580</b>	<b>73,450</b>	<b>902,120</b>	<b>67,800</b>

\* There are no activities after 2020 included in the Italian business plan.

## Japan

12. The resource allocation in Japan's 2014-2016 business plan is presented in Table 7. Twenty per cent of Japan's annual pledged contribution for 2013 amounts to US \$4,262,532.

Table 7

### ALLOCATION OF RESOURCES FOR JAPAN (US \$)\*

Item	2014	2015	2016	Total (2014-2016)
<b>Required for compliance</b>				
Approved MYAs	90,400	90,400		180,800
HPMP stage II			2,314,360	2,314,360
HPMP PRP - stage II	33,900			33,900
<b>Not required for compliance</b>				
Disposal of unwanted ODS	1,000,000			1,000,000
<b>Grand Total</b>	<b>1,124,300</b>	<b>90,400</b>	<b>2,314,360</b>	<b>3,529,060</b>

\* There are no activities after 2016 included in the Japanese business plan.

### Secretariat's comments

13. Japan has proposed amounts that exceed by US \$3,134 the maximum level allowed for project preparation for stage II HPMP projects pursuant to decisions 55/13 and 56/16. The Secretariat proposed adjustments to reduce the level of funding accordingly.

14. Table 8 presents the results of the Secretariat's proposed adjustments to Japan's business plan.

Table 8

### ADJUSTMENTS BASED ON EXECUTIVE COMMITTEE DECISIONS TO JAPAN'S BUSINESS PLAN (US \$)\*

Item	2014	2015	2016	Total (2014-2016)
<b>Required for compliance</b>				
Approved MYAs	90,400	90,400		180,800
HPMP stage II			2,314,360	2,314,360
HPMP PRP - stage II	30,766			30,766
<b>Not required for compliance</b>				0
Disposal of unwanted ODS	1,000,000			1,000,000
<b>Grand Total</b>	<b>1,121,166</b>	<b>90,400</b>	<b>2,314,360</b>	<b>3,525,926</b>

\* There are no activities after 2016 included in the Japanese business plan

**Adjustments based on existing Executive Committee decisions on business plans as submitted**

15. After making the adjustments proposed above, the total value of bilateral agencies' 2014-2016 business plans is US \$12,931,774 as shown in Table 9.

Table 9

**RESOURCE ALLOCATION IN BILATERAL AGENCIES' BUSINESS PLANS, AS ADJUSTED BY EXISTING EXECUTIVE COMMITTEE DECISIONS (2014-2016) (US \$)**

Items	2014	2015	2016	Total (2014-2016)	Total (2017-2020)	Total After 2020
<b>Required for compliance</b>						
Approved MYAs	712,650	1,863,578	1,167,745	3,743,973	1,842,550	495,850
HPMP stage II	462,000	666,580	6,564,360	7,692,940	1,006,741	0
HPMP preparation - stage II	156,813	338,049	0	494,861	0	0
<b>Subtotal</b>	<b>1,331,463</b>	<b>2,868,207</b>	<b>7,732,105</b>	<b>11,931,774</b>	<b>2,849,291</b>	<b>495,850</b>
<b>Not required for compliance</b>						
Disposal of unwanted ODS	1,000,000	0	0	1,000,000	0	0
<b>Grand total</b>	<b>2,331,463</b>	<b>2,868,207</b>	<b>7,732,105</b>	<b>12,931,774</b>	<b>2,849,291</b>	<b>495,850</b>
<b>Total by bilateral agency</b>						
France	224,222	231,920	197,596	653,738	104,714	0
Germany	423,985	2,279,307	5,146,699	7,849,990	2,676,777	495,850
Italy	562,090	266,580	73,450	902,120	67,800	0
Japan	1,121,166	90,400	2,314,360	3,525,926	0	0

**RECOMMENDATIONS**

16. The Executive Committee may wish to consider noting the 2014-2016 business plans of bilateral agencies submitted by Germany, Italy and Japan as addressed in document UNEP/OzL.Pro/ExCom/71/8.

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