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EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Eightieth Meeting
Montreal, 13-17 November 2017

UPDATE ON THE IMPLEMENTATION OF THE 2017-2019 BUSINESS PLANS

Introduction

1. At the 77th meeting, the Executive Committee endorsed the consolidated business plan of the Multilateral Fund for 2017-2019¹. In response to decision 77/27(b), the Secretariat adjusted the consolidated 2017-2019 business plan,² as shown in Table 1.

Table 1. Resource allocation of the of the adjusted 2017-2019 business plan of the Multilateral Fund (US \$)

Description	2017	2018	2019	Total
Required for compliance				
Approved multi-year agreements (MYAs)*	93,837,860	133,829,823	74,338,005	302,005,688
HCFC production phase-out management plan (HPPMP) preparation – stage I	107,000	0	0	107,000
HPPMP – stage I	0	532,500	532,500	1,065,000
HPPMP – stage II	21,874,286	21,874,286	21,874,286	65,622,857
HCFC phase-out management plan (HPMP) preparation – stage II	836,571	4,183,986	163,411	5,183,968
HPMP preparation – stage I	36,697	0	0	36,697
HPMPs and HPMP investment projects – stage I	1,527,557	1,190,748	8,000	2,726,306
HPMPs and HPMP investment projects – stage II	12,832,243	33,131,211	24,574,373	70,537,827
HPMP verification	588,600	588,600	588,600	1,765,800
Sub-total	131,640,814	195,331,154	122,079,175	449,051,143
Standard costs				
UNEP compliance assistance programme (CAP)	10,930,665	11,258,585	11,596,342	33,785,592
Core unit (UNDP, UNIDO, World Bank)	5,863,770	5,904,816	5,946,150	17,714,736
Institutional strengthening (IS)	11,360,704	9,948,013	11,180,876	32,489,593

¹ UNEP/OzL.Pro/ExCom/77/20.

² The consolidated 2017-2019 business plan was adjusted by *inter alia* including funding tranches of HPMPs and IS projects that were deferred from the 2016 business plans, and funding tranches of HPMPs approved at the 77th meeting. The adjusted consolidated business plan was posted on the Secretariat's website on 29 December 2016.

Pre-session documents of the Executive Committee of the Multilateral Fund for the Implementation of the Montreal Protocol are without prejudice to any decision that the Executive Committee might take following issuance of the document.

Description	2017	2018	2019	Total
Secretariat/Executive Committee/ Monitoring and Evaluation (excluding Canadian counterpart funding)	6,505,874	6,585,930	6,718,640	19,810,443
Treasurer	500,000	500,000	500,000	1,500,000
Sub-total	35,161,013	34,197,344	35,942,008	105,300,365
Grand total	166,801,827	229,528,498	158,021,183	554,351,507
Bilateral	2,743,010	10,388,715	1,115,458	14,247,183
UNDP	43,340,791	58,670,963	35,054,984	137,066,738
UNEP	27,575,568	26,963,622	23,907,026	78,446,216
UNIDO	45,184,709	71,224,415	42,721,017	159,130,141
World Bank	40,363,275	54,606,253	47,415,458	142,384,986
HPMP verification reports**	588,600	588,600	588,600	1,765,800
Secretariat/Executive Committee/ Monitoring and Evaluation (excluding Canadian counterpart funding)	6,505,874	6,585,930	6,718,640	19,810,443
Treasurer	500,000	500,000	500,000	1,500,000

* US \$342,891,078 has been approved in principle after 2019.

** Funding for the preparation of HPMP verification reports for low-volume-consuming countries is approved on an annual basis.

Status of implementation of the 2017 business plans

2. The total funding available for 2017 amounts to US \$166,801,827. Of this amount, US \$11,597,209 has been approved at the 79th meeting. Funding requests submitted to the 80th meeting amounts to US \$144,615,925 consisting of: US \$138,446,594 for project proposals (including those for individual consideration) and US \$6,169,331 for the Secretariat, Monitoring and Evaluation work programme, Treasurer and Executive Committee meetings. If funding requests for all project proposals submitted are approved, a balance of US \$10,588,693 would be available from the 2017 business plan, as shown in Table 2. The lists the project proposals submitted to the 80th meeting is contained in Annex I to the present document.

Table 2. Funding analysis of the 2017 business plan by agency (US \$)*

Budget items	Business plan	Approvals 79 th meeting	Submissions 80 th meeting*	Total (79 th and 80 th)	Balance (above)/below
Bilateral agencies	2,743,010	958,090	1,955,918	2,914,008	(170,998)
UNDP	43,340,791	2,510,221	32,301,852	34,812,073	8,528,718
UNEP	27,575,568	1,705,211	13,938,575	15,643,786	11,931,782
UNIDO	45,184,709	5,419,935	29,385,234	34,805,169	10,379,540
World Bank	40,363,275	971,052	60,596,215	61,567,267	(21,203,992)
HPMP verification	588,600	32,700	268,800	301,500	287,100
Sub-total	159,795,953	11,597,209	138,446,594	150,043,803	9,752,150
Secretariat/Executive Committee/ Monitoring and Evaluation*	6,505,874		5,669,331	5,669,331	836,543
Treasurer	500,000		500,000	500,000	0
Sub-total	7,005,874		6,169,331	6,169,331	836,543
Total	166,801,827	11,597,209	144,615,925	156,213,134	10,588,693

* Excluding Canadian counterpart funding.

3. The value of project proposals submitted to the 80th meeting of US \$138,446,594, is US \$29,234,842 above the value in the 2017 business plan, and includes US \$822,029 associated with project proposals not included in the 2017 business plan.³

³ Tranches of stage I of the HPMPs for Bangladesh (UNEP); tranches of stage II of the HPMPs for Kenya (France) and Timor-Leste (UNDP and UNEP); IS for Albania (UNEP).

4. Project proposals with a value of US \$42,883,034⁴ that were included in the 2017 business plan were not submitted to the 80th meeting. These proposals have been included in the Consolidated business plan of the Multilateral Fund for 2018-2020.⁵

Forward commitments

5. The total amount for existing forward commitments for MYAs for the period 2017 to 2031 is US \$952.3 million, assuming that the funding requests of MYAs submitted to the 80th meeting will be approved in principle, as shown in Table 3.

Table 3. Forward commitments (2017-2031) (US \$000)

Description	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2030	2031	Total
Tranches approved at 79 th meeting	96,661	126,285	80,084	99,872	90,726	44,579	35,159	27,748	28,123	32,043	112	57	661,447
Tranches submitted to 80 th meeting	56,971	54,340	56,337	25,017	24,360	25,320	24,126	24,050	256		100		290,877
Total	153,632	180,625	136,420	124,888	115,086	69,900	59,285	51,798	28,378	32,043	212	57	952,324

Balance available for the 80th meeting

6. As of 26 October 2017, the balance available at the Multilateral Fund amounted to US \$78,880,802, with an outstanding contributions of US \$36,724,739 for the 2015-2017 triennium.⁶ After the 79th meeting, the potential interest to be accrued amounts to US \$2,946,915; the potential loss due to the fixed-exchange rate mechanism (FERM) amounts to US \$13,000,000, and the balances of completed projects amounts to US \$4,420,729.⁷ Accordingly, the total funding that could be available for new allocations at the 80th meeting amounts to US \$109,973,185. Given the value of funding requests submitted to the 80th meeting of US \$144,615,925, the resource allocation at the end of the 2015-2017 triennium would be exceeded by US \$34,642,740, as shown in Table 4.

Table 4. Resource allocation for 2017 as of 16 October 2017

Description	Amount (US \$)
Funding available	
Balance available	(a) 78,880,802
Outstanding contributions for 2015 to 2017	(b) 36,724,739
Potential interest accrued after the 79 th meeting	(c) 2,946,915
Potential FERM loss after the 79 th meeting	(d) (13,000,000)
Fund returns at 80 th meeting	(e) 4,420,729
Total funding available	(f = a+b+c+d+e) 109,973,185
Expenditures	
Project submissions to the 80 th meeting	(g) 138,446,594
Secretariat/Executive Committee/Monitoring/Treasurer	(h) 6,169,331
Total expenditures	(i = g+h) 144,615,925
Balance	(j = f-i) (34,642,740)

RECOMMENDATIONS

7. The Executive Committee may wish to note the update on the implementation of the 2017-2019 business plans contained in document UNEP/OzL.Pro/ExCom/80/14.

⁴ These activities include: 82 HCFC activities for 38 countries (US \$37.39 million), HPMP verification activities (US \$287,100) and 38 IS activities (US \$5.2 million).

⁵ UNEP/OzL.Pro/ExCom/80/16.

⁶ UNEP/OzL.Pro/ExCom/80/3.

⁷ UNEP/OzL.Pro/ExCom/80/4.

Annex I

PROJECT PROPOSALS SUBMITTED TO THE 80TH MEETING

Country	Agency	Project Title	Funds Requested	Support Costs Requested	Total
Standard activities					
Global	UNEP	Compliance Assistance Programme: 2018 budget	9,863,000	789,040	10,652,040
Global	IBRD	Core unit budget (2018)	0	1,735,000	1,735,000
Global	UNDP	Core unit budget (2018)	0	2,069,385	2,069,385
Global	UNIDO	Core unit budget (2018)	0	2,069,385	2,069,385
Secretariat/ExCom/ Treasurer			6,169,331		6,169,331
Institutional strengthening					
Afghanistan	UNEP	Extension of institutional strengthening project (phase VIII: 1/2018-12/2019)	192,000	0	192,000
Albania	UNEP	Renewal of institutional strengthening project (phase VIII: 7/2018-6/2020)	139,776	0	139,776
Angola	UNEP	Extension of the institutional strengthening project (phase VI: 11/2017-10/2019)	172,032	0	172,032
Benin	UNEP	Renewal of institutional strengthening project (phase X: 1/2018-12/2019)	85,000	0	85,000
Bolivia (Plurinational State of)	UNEP	Extension of institutional strengthening project (phase X: 1/2018-12/2019)	100,950	0	100,950
Bosnia and Herzegovina	UNIDO	Extension of the institutional strengthening project (phase VI: 3/2018-2/2020)	122,026	8,542	130,568
Cameroon	UNEP	Extension of institutional strengthening project (phase XI: 1/2018-12/2019)	178,601	0	178,601
Chad	UNEP	Extension of the institutional strengthening project (phase VIII: 1/2018-12/2019)	85,000	0	85,000
Comoros (the)	UNEP	Extension of the institutional strengthening project (phase X: 1/2018-12/2019)	85,000	0	85,000
Costa Rica	UNDP	Extension of institutional strengthening project (phase XII: 1/2018-12/2019)	179,857	12,590	192,447
Guinea	UNEP	Extension of the institutional strengthening project (phase X: 1/2018-12/2019)	85,000	0	85,000
Indonesia	UNDP	Extension of institutional strengthening project (phase XI: 1/2018-12/2019)	347,194	24,304	371,498
Kenya	UNEP	Extension of institutional strengthening project (phase XI: 11/2017-10/2019)	194,134	0	194,134
Liberia	UNEP	Extension of the institutional strengthening project (phase VII: 11/2017-10/2019)	109,073	0	109,073
Malaysia	UNDP	Extension of institutional strengthening project (phase XII: 1/2018-12/2019)	357,760	25,043	382,803
Marshall Islands	UNEP	Extension of the institutional strengthening project (phase VI: 12/2017-11/2019)	85,000	0	85,000
Niger (the)	UNEP	Extension of institutional strengthening project (phase XI: 1/2018-12/2019)	85,000	0	85,000
Palau	UNEP	Renewal of institutional strengthening project (phase VII: 12/2017-11/2019)	85,000	0	85,000
Panama	UNDP	Extension of institutional strengthening project (phase VIII: 12/2017-11/2019)	191,360	13,395	204,755

Country	Agency	Project Title	Funds Requested	Support Costs Requested	Total
Peru	UNEP	Renewal of institutional strengthening project (phase V: 1/2018-12/2019)	170,893	0	170,893
Rwanda	UNEP	Extension of the institutional strengthening project (phase VII: 12/2017-11/2019)	85,000	0	85,000
Saint Lucia	UNEP	Renewal of institutional strengthening project (phase X: 1/2018-12/2019)	85,000	0	85,000
Saint Vincent and the Grenadines	UNEP	Extension of the institutional strengthening project (phase VII: 1/2018-12/2019)	85,000	0	85,000
Samoa	UNEP	Extension of institutional strengthening project (phase IX: 11/2015-10/2017)	85,000	0	85,000
Senegal	UNEP	Extension of institutional strengthening project (phase XII: 1/2018-12/2019)	194,689	0	194,689
Serbia	UNIDO	Extension of institutional strengthening project (phase VI: 12/2017-11/2019)	168,064	11,764	179,828
Solomon Islands	UNEP	Renewal of institutional strengthening project (phase VII: 12/2017-11/2019)	85,000	0	85,000
Tonga	UNEP	Renewal of institutional strengthening project (phase VII: 12/2017-11/2019)	85,000	0	85,000
Turkey	UNIDO	Extension of institutional strengthening project (phase VII: 12/2017-11/2019)	332,800	23,296	356,096
Uruguay	UNDP	Extension of institutional strengthening project (phase XII: 1/2018-12/2019)	193,024	13,512	206,536
HPMP verification reports					
Botswana	UNEP	Verification report on the implementation of the HCFC phase-out management plan	30,000	3,900	33,900
Comoros (the)	UNEP	Verification report on the implementation of the HCFC phase-out management plan	30,000	3,900	33,900
Djibouti	UNEP	Verification report on the implementation of the HCFC phase-out management plan	30,000	3,900	33,900
Gabon	UNEP	Verification report on the implementation of the HCFC phase-out management plan	30,000	3,900	33,900
Oman	UNIDO	Verification report on the implementation of the HCFC phase-out management plan	30,000	2,700	32,700
Sudan (the)	UNIDO	Verification report on the implementation of the HCFC phase-out management plan	30,000	2,700	32,700
Swaziland	UNEP	Verification report on the implementation of the HCFC phase-out management plan	30,000	3,900	33,900
Togo	UNEP	Verification report on the implementation of the HCFC phase-out management plan	30,000	3,900	33,900
HPMPs - Stage I					
Bahamas (the)	UNIDO	HCFC phase-out management plan (stage I, third tranche)	35,828	3,224	39,052
Bahamas (the)	UNEP	HCFC phase-out management plan (stage I, third tranche)	58,175	7,563	65,738
Bangladesh	UNEP	HCFC phase-out management plan (stage I, third and fourth tranches) (refrigeration servicing sector)	35,000	4,550	39,550
Barbados	UNDP	HCFC phase-out management plan (stage I, second tranche)	38,000	3,420	41,420
Barbados	UNEP	HCFC phase-out management plan (stage I, second tranche)	48,000	6,240	54,240

Country	Agency	Project Title	Funds Requested	Support Costs Requested	Total
Burkina Faso	UNIDO	HCFC phase-out management plan (stage I, third tranche)	90,000	8,100	98,100
Burkina Faso	UNEP	HCFC phase-out management plan (stage I, third tranche)	87,000	11,310	98,310
Cameroon	UNIDO	HCFC phase-out management plan (refrigeration servicing sector plan) (stage I, fourth tranche)	59,136	4,435	63,571
Democratic Republic of the Congo (the)	UNDP	HCFC phase-out management plan (stage I, third tranche)	24,000	2,160	26,160
Democratic Republic of the Congo (the)	UNEP	HCFC phase-out management plan (stage I, third tranche)	23,500	3,055	26,555
Costa Rica	UNDP	HCFC phase-out management plan (stage I, fourth tranche)	106,000	7,950	113,950
Kenya	France	HCFC phase-out management plan (stage I, fifth tranche)	90,000	10,900	100,900
Lesotho	Germany	HCFC phase-out management plan (stage I, third tranche)	84,000	10,920	94,920
Maldives	UNEP	HCFC phase-out management plan (stage I, fourth tranche)	50,000	6,500	56,500
Mauritania	UNDP	HCFC phase-out management plan (stage I, first tranche)	105,000	7,350	112,350
Mauritania	UNEP	HCFC phase-out management plan (stage I, first tranche)	150,000	19,500	169,500
Myanmar	UNIDO	HCFC phase-out management plan (stage I, second tranche)	60,000	5,400	65,400
Myanmar	UNEP	HCFC phase-out management plan (stage I, second tranche)	32,000	4,160	36,160
Sudan (the)	UNIDO	HCFC phase-out management plan (stage I, third tranche) (refrigeration servicing sector)	40,000	3,000	43,000
Thailand	IBRD	HCFC phase-out management plan (stage I, fourth tranche) (foam sector plan)	1,531,197	107,184	1,638,381
Thailand	IBRD	HCFC phase-out management plan (stage I, fourth tranche) (residential air-conditioning group project and technical assistance)	1,532,345	107,264	1,639,609
Timor-Leste	UNDP	HCFC phase-out management plan (stage I, third tranche)	10,680	961	11,641
Timor-Leste	UNEP	HCFC phase-out management plan (stage I, third tranche)	16,400	2,132	18,532
Zimbabwe	Germany	HCFC phase-out management plan (stage I, fourth tranche) (refrigeration servicing sector)	168,000	20,097	188,097
HPMPs - Stage II					
Brazil	UNDP	HCFC phase-out management plan (stage II, second tranche) (foam sector)	2,277,704	159,439	2,437,143
Brazil	Germany	HCFC phase-out management plan (stage II, second tranche) (refrigeration servicing sector)	686,978	76,457	763,435
Brazil	UNDP	HCFC phase-out management plan (stage II, second tranche) (refrigeration servicing, regulatory actions and project monitoring)	350,000	24,500	374,500
China	Germany	HCFC phase-out management plan (stage II, second tranche) (extruded polystyrene foam sector plan)	267,386	31,877	299,263
China	UNIDO	HCFC phase-out management plan (stage II, second tranche) (extruded polystyrene foam sector plan)	8,732,614	567,620	9,300,234

Country	Agency	Project Title	Funds Requested	Support Costs Requested	Total
China	UNDP	HCFC phase-out management plan (stage II, second tranche) (industrial and commercial refrigeration and air-conditioning sector plan)	20,000,000	1,300,000	21,300,000
China	UNIDO	HCFC phase-out management plan (stage II, second tranche) (room air-conditioner manufacturing sector plan)	16,000,000	1,040,000	17,040,000
China	UNDP	HCFC phase-out management plan (stage II, second tranche) (solvent sector plan)	3,777,190	245,517	4,022,707
Kenya	France	HCFC phase-out management plan (stage II, first tranche)	456,500	52,803	509,303
Peru	UNDP	HCFC phase-out management plan (stage II, first tranche)	350,100	24,507	374,607
Peru	UNEP	HCFC phase-out management plan (stage II, first tranche)	62,400	8,112	70,512
Philippines (the)	IBRD	HCFC phase-out management plan (stage II, first tranche) (air-conditioning sector)	801,723	56,121	857,844
Philippines (the)	IBRD	HCFC phase-out management plan (stage II, first tranche) (refrigeration servicing sector)	358,300	25,081	383,381
Timor-Leste	UNDP	HCFC phase-out management plan (stage II, first tranche)	55,000	4,950	59,950
Timor-Leste	UNEP	HCFC phase-out management plan (stage II, first tranche)	83,000	10,790	93,790
HPPMP - Stage II					
China	IBRD	HCFC production phase-out management plan (stage II, first tranche)	51,460,000	2,882,000	54,342,000
Total			130,914,720	13,701,205	144,615,925