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EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Eighty-sixth Meeting
Montreal, 2-6 November 2020
Postponed to 8-12 March 2021¹

**UPDATE ON THE STATUS OF IMPLEMENTATION OF
THE 2020–2022 CONSOLIDATED BUSINESS PLAN OF THE MULTILATERAL FUND**

Introduction

1. This document consists of:

Part I: An update on the status of the implementation of the 2020–2022 business plans

Part II: Resource allocation for the 2018–2020 triennium

Recommendation

Annex I: HFC phase-down activities submitted to the 86th meeting

**PART I: UPDATE ON THE STATUS OF THE IMPLEMENTATION OF THE 2020–2022
BUSINESS PLANS**

2. At its 84th meeting, the Executive Committee endorsed the 2020–2022 consolidated business plan of the Multilateral Fund. In response to decision 84/46, the Secretariat adjusted the consolidated 2020–2022 business plan, as shown in Table 1.

¹ Due to coronavirus disease (COVID-19)

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.

Table 1. Resource allocation of the adjusted 2020–2022 consolidated business plans of the Multilateral Fund (US \$)

Description	2020	2021	2022	Total
Required for compliance				
Approved HCFC phase-out management plans (HPMPs)	77,761,219	60,230,083	21,862,803	159,854,105
HPMP stage I	346,137	0	500,000	846,137
HCFC production project preparation (PRP) – stage I	80,250	0	0	80,250
HCFC production – stage I	0	1,070,000	2,140,000	3,210,000
HPMP PRP – stage II	411,990	359,950	0	771,940
HPMP stage II	12,157,841	10,246,509	6,632,513	29,036,863
HCFC production – stage II	23,496,000	23,496,000	23,496,000	70,488,000
HPMP PRP – stage III	1,043,888	1,110,400	181,900	2,336,188
HPMP stage III	1,178,282	3,548,717	3,407,844	8,134,843
HPMP verification	588,600	588,600	588,600	1,765,800
Required for compliance subtotal	117,064,207	100,650,260	58,809,660	276,524,127
HFC activities				
HFC – enabling activities	315,650	160,500	0	476,150
HFC – investment	1,819,000	0	0	1,819,000
HFC phase-down plan – investment	0	0	7,290,497	7,290,497
HFC phase-down plan – PRP	6,019,506	1,291,622	208,650	7,519,778
HFC activities subtotal	8,154,156	1,452,122	7,499,147	17,105,425
Standard activities				
Institutional strengthening (IS)	11,574,486	9,858,118	11,574,486	33,007,090
Compliance Assistance Programme	11,095,078	11,427,930	11,770,768	34,293,775
Core unit	5,961,294	6,002,878	6,044,669	18,008,841
Secretariat, Executive Committee, and Monitoring and Evaluation costs minus Canadian counterpart	6,337,243	6,581,920	6,732,483	19,651,646
Treasurer	500,000	500,000	500,000	1,500,000
Standard activities subtotal	35,468,101	34,370,846	36,622,406	106,461,352
Total	160,686,464	136,473,227	102,931,213	400,090,904
Funding distribution by agency				
Australia	282,500	0	0	282,500
France	692,895	0	0	692,895
Germany	3,187,624	3,303,874	1,503,388	7,994,886
Italy	264,840	0	0	264,840
Japan	29,832	0	0	29,832
UNDP	49,827,593	14,434,927	18,556,104	82,818,624
UNEP	30,421,444	20,629,157	20,102,612	71,153,213
UNIDO	33,722,686	28,248,878	18,205,684	80,177,248
World Bank	34,831,207	33,295,871	31,392,342	99,519,420
All (China)	0	28,890,000	5,350,000	34,240,000
HPMP verification	588,600	588,600	588,600	1,765,800
Secretariat, Executive Committee, and Monitoring and Evaluation costs minus Canadian counterpart	6,337,243	6,581,920	6,732,483	19,651,646
Treasurer	500,000	500,000	500,000	1,500,000

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

Status of implementation of the 2020 business plans

3. The total funding available for 2020 amounts to US \$325,299,217. Of this amount, US \$87,131,937 has been approved at the intersessional approval processes for the 85th meeting (IAP-85) and the 86th meeting (IAP-86). In addition, activities amounting to US \$26,036,792 would be considered at the postponed 86th meeting. If funding requests for all project proposals submitted to the 86th meeting are approved, a balance of US \$47,517,735 would be available from the 2020 business plan, as shown in Table 2. The list of project proposals submitted to the 86th meeting is contained in Annex I to the present document.

Table 2. 2020 consolidated business plan, approvals at the IAP-85 and IAP-86, project submissions to the postponed 86th meeting, and balance (US \$)*

Budget items	Total value in business plan	Approvals at the IAP-85	Approvals at the IAP-86	Activities submitted to the postponed 86 th meeting	Total	Balance (above)/below
Bilateral agencies	4,457,691	115,120	4,463,140	339,000	4,917,260	(459,569)
UNDP	49,827,593	17,110,701	21,652,587	1,254,040	40,017,328	9,810,265
UNEP	30,421,444	3,117,082	17,888,196	1,038,470	22,043,748	8,377,696
UNIDO	33,722,686	12,378,137	5,887,571	17,852,661***	36,118,369	(2,395,683)
World Bank	34,831,207	2,211,703	1,735,000	267,500	4,214,203	30,617,004
HPMP verification	588,600	33,900	538,800		572,700	15,900
Subtotal (agencies)	153,849,221	34,966,643	52,165,294	20,751,671	107,883,608	45,965,613
Secretariat/Executive Committee/Monitoring and Evaluation (excluding Canadian counterpart)**	6,337,243			4,785,121	4,785,121	1,552,122
Treasurer	500,000			500,000	500,000	0
Subtotal (standard costs)	6,837,243	0	0	5,285,121	5,285,121	1,552,122
Total	160,686,464	34,966,643	52,165,294	26,036,792	113,168,729	47,517,735

* Including core unit costs.

** As per the provisional statement of accounts.

*** Submission for the HFC-23 by-product project in Argentina ranged between US \$11,627,690 and US \$63,843,690. However, US \$11,627,690 was used for the analysis.

4. The value of activities submitted to the postponed 86th meeting is US \$20,751,671 (including US \$20,374,686 for HFC-related activities and two projects on HFC-23 emission controls), of which US \$17,453,416 is associated with project proposals not included in the 2020 business plan.

5. Project proposals with a value of US \$67,346,261² that were included in the 2020 business plan, were not submitted to the 86th meeting. These proposals have been included in the Consolidated business plan of the Multilateral Fund for 2021–2023.³

Forward commitments

6. The total amount for existing forward commitments for multi-year agreements for the period 2020 to 2031 is US \$288.53 million, taking into account approvals at the IAP-85 and IAP-86, as shown in Table 3.

² These activities include: 103 HCFC-related activities for 56 countries (US \$57.19 million), 43 HFC-related activities for 33 countries (US \$3.48 million) and 40 IS activities (US \$6.68 million).

³ UNEP/OzL.Pro/ExCom/86/25

Table 3. Forward commitments (2020–2031) (US \$000)

Description	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	Total
Approved in principle	62,971	70,519	25,977	47,114	9,060	34,504	31,775	2,328	223	754	2,456	57	287,737
Tranches submitted to the postponed 86 th meeting	377			270		142							789
Total	63,348	70,519	25,977	47,384	9,060	34,646	31,775	2,328	223	754	2,456	57	288,527

PART II: RESOURCE ALLOCATION FOR THE 2018–2020 TRIENNIUM

7. The resources approved by the Parties to the Montreal Protocol for the 2018–2020 triennium⁴ amount to US \$540,000,000. Taking into account the total funding approvals in 2018, 2019 and 2020, interest accrued, paid contributions from non-Article 5 Parties, the gain/loss of the fixed exchange rate mechanism, and the provisional data on the Secretariat/Executive Committee/Treasurer expenditures, the cash available as of 31 December 2020 is US \$297,664,828.

8. If funding requests for all project proposals submitted to the postponed 86th meeting are approved at the total value of US \$20,751,671, the carry-over for the 2018–2020 triennium would be US \$276,913,157, as shown in Table 4.

Table 4. Resource allocation for the 2018–2020 triennium

Description		Amount (US \$)
Balance available as of 31 December 2020	(a)	297,664,828
Project submissions to the postponed 86 th meeting	(b)	20,751,671
Balance	(c = a-b)	276,913,157

RECOMMENDATION

9. The Executive Committee may wish to note:
- (a) The update on the status of implementation of the 2020–2022 consolidated business plan of the Multilateral Fund as contained in document UNEP/OzL.Pro/ExCom/86/23; and
 - (b) That the total value of activities submitted to the postponed 86th meeting amounts to US \$20,751,671 (including US \$20,374,686 for HFC-related activities), of which US \$17,453,416 is associated with project proposals not included in the 2020 business plan.

⁴ Decision XXIX/1

Annex I

HFC PHASE-DOWN ACTIVITIES SUBMITTED TO THE 86TH MEETING

Country	Agency	Type	Sector	Project title	Amount reviewed (US \$)	Support costs reviewed (US \$)
Albania	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	31,500	4,095
Albania	UNIDO	PRP	PHA	Preparation of an HFC phase-down plan	63,500	4,445
Argentina*	UNIDO	INV	PRO	Control and phase-out of HFC-23 emissions in production of HCFC-22 at FIASA	10,867,000	760,690
Armenia	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	150,000	19,500
Bhutan	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	10,000	700
Bhutan	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	75,000	9,750
Burkina Faso	Germany	PRP	PHA	Preparation of an HFC phase-down plan	150,000	19,500
Costa Rica	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	150,000	10,500
Cuba	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	150,000	10,500
Ghana	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	105,000	7,350
Ghana	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	45,000	5,850
Jordan	UNIDO	PRP	PHA	Preparation of an HFC phase-down plan	150,000	10,500
Kyrgyzstan	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	60,000	4,200
Kyrgyzstan	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	25,000	3,250
Lao People's Democratic Republic (the)	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	10,000	700
Lao People's Democratic Republic (the)	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	75,000	9,750
Lebanon	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	150,000	10,500
Malaysia	World Bank	PRP	PHA	Preparation of an HFC phase-down plan	250,000	17,500
Maldives	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	10,000	700
Maldives	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	75,000	9,750
Mauritius	Germany	PRP	PHA	Preparation of an HFC phase-down plan	150,000	19,500
Mexico	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	90,000	6,300
Mexico	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	35,000	4,550
Mexico	UNIDO	PRP	PHA	Preparation of an HFC phase-down plan	125,000	8,750
Mexico*	UNIDO	INV	PRO	Control and phase-out of HFC-23 emissions in production of HCFC-22 at Quimobasicos	4,799,230	335,946
Montenegro	UNIDO	PRP	PHA	Preparation of an HFC phase-down plan	85,000	5,950
Niger (the)	UNIDO	PRP	PHA	Preparation of an HFC phase-down plan	150,000	10,500
Nigeria	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	137,000	9,590
Nigeria	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	58,000	7,540
North Macedonia	UNIDO	PRP	PHA	Preparation of an HFC phase-down plan	85,000	5,950
Peru	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	150,000	10,500
Qatar	UNEP	TAS	PHA	HCFC phase-out management plan (stage II, first tranche)	139,500	18,135
Qatar	UNIDO	INV	PHA	HCFC phase-out management plan (stage II, first tranche)	205,000	14,350
Senegal	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	60,000	7,800
Senegal	UNIDO	PRP	PHA	Preparation of an HFC phase-down plan	25,000	1,750
South Africa	UNIDO	PRP	PHA	Preparation of an HFC phase-down plan	100,000	7,000

Country	Agency	Type	Sector	Project title	Amount reviewed (US \$)	Support costs reviewed (US \$)
Sudan (the)	UNIDO	PRP	REF	Preparation for conversion of HFC-134a (or R-410a) to R-290 in the manufacture of air-conditioning units at J.M. Group/Mina factory	30,000	2,100
Turkmenistan	UNEP	PRP	PHA	Preparation of an HFC phase-down plan	150,000	19,500
Uruguay	UNDP	PRP	PHA	Preparation of an HFC phase-down plan	150,000	10,500

* As originally submitted. For Argentina, submission ranged between US \$11,627,690 and US \$63,843,690. However, US \$11,627,690 was used for the analysis.