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EXECUTIVE COMMITTEE OF  
THE MULTILATERAL FUND FOR THE  
IMPLEMENTATION OF THE MONTREAL PROTOCOL  
Sixty-fourth Meeting  
Montreal, 25-29 July 2011

**WORLD BANK'S WORK PROGRAMME AMENDMENTS FOR 2011**

## COMMENTS AND RECOMMENDATION OF THE FUND SECRETARIAT

1. The World Bank is requesting approval from the Executive Committee of US \$211,133 for its 2011 Work Programme Amendments, plus agency support costs of US \$15,835. The Work Programme is attached to this document.

2. The activities proposed in the World Bank's Work Programme Amendments are presented in Table 1 below:

Table 1: World Bank's Work Programme Amendments

Country	Activity/Project	Amount Requested (US \$)	Amount Recommended (US \$)
<b>SECTION A: ACTIVITIES RECOMMENDED FOR BLANKET APPROVAL</b>			
<b>A1. Renewal of institutional strengthening:</b>			
Philippines (the)	Renewal of institutional strengthening (Phase VIII):	181,133	181,133
	Subtotal for A1:	181,133	181,133
<b>A2. Project preparation for HPMP investment activities:</b>			
Argentina	Project preparation for HPMP for investment activities in the foam sector	30,000	30,000
	Subtotal of A2:	30,000	30,000
	Subtotal A:	211,133	211,133
	Agency support costs (7.5 per cent for project preparation and institutional strengthening, and for other activities over US \$250,000, and 9 per cent for other activities under US \$250,000):	15,835	15,835
	<b>Total:</b>	<b>226,968</b>	<b>226,968</b>

### SECTION A: ACTIVITIES RECOMMENDED FOR BLANKET APPROVAL

#### A1. Renewal of institutional strengthening projects

- (a) Philippines (the) (phase VIII): US \$181,133

#### Project description

3. The World Bank submitted the request for the renewal of the institutional strengthening (IS) project for the Philippines. The description of the request for this country is presented in Annex I to this document.

#### Secretariat's comments

4. The Fund Secretariat reviewed the IS terminal report and action plan submitted by the World Bank on behalf of the Philippines, which were provided using the revised format for IS renewals approved by decision 61/43 and noted that the country is in compliance with the CFC, CTC and halon phase-out targets of the Montreal Protocol. In considering this request, the Secretariat took into account decisions 59/17, 59/47(b) and 61/43, 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 61<sup>st</sup> Meeting".

**Secretariat's recommendations**

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

**A2. Project preparation for HPMP investment activities**

Argentina: Project preparation for HPMP for investment activities in the foam sector (US \$30,000)

**Project description**

6. The World Bank has requested funds for the preparation of the investment activities for one foam manufacturing company in Argentina. In its submission, the World Bank provided basic information about the country's HCFC consumption and the consumption in the enterprise for which the project preparation is being sought, as well as the date when the enterprise was established. The project is expected to phase out 140 metric tonnes of HCFC-141b in this one enterprise.

**Secretariat's Comments**

7. The Secretariat reviewed this request for Argentina and noted that the information provided and the funding being sought is consistent with decision 56/16, as well as the cut-off date agreed in decision 60/44(a).

**Secretariat's recommendation**

8. The Secretariat recommends blanket approval of the request for the preparation of investment activities in one foam enterprise in Argentina at the funding level of US \$30,000, as indicated in Table 1 of this document.

Annex I

**INSTITUTIONAL STRENGTHENING PROJECT PROPOSALS**

**Philippines (the): Renewal of institutional strengthening**

<b>Summary of the project and country profile</b>		
Implementing agency:		World Bank
Amounts previously approved for institutional strengthening (US \$):		
	Phase I: Mar-93	209,000
	Phase II: Jul-99	139,333
	Phase III: Mar-02	181,133
	Phase IV, year 1: Apr-04	90,566
	Phase IV, year 2: Apr-05	90,567
	Phase V: Apr-06	181,133
	Phase VI: Apr-08	181,133
	Phase VII: Apr-10	158,491
	Total:	1,231,356
Amount requested for renewal (phase VIII) (US \$):		181,133
Amount recommended for approval for phase VIII (US \$):		181,133
Agency support costs (US \$):		13,585
Total cost of institutional strengthening phase VIII to the Multilateral Fund (US \$):		194,718
Date of approval of country programme:		1993
ODS consumption reported in country programme (1991) (ODP tonnes):		2,905.1
Baseline consumption of controlled substances (ODP tonnes):		
(a) Annex A, Group I (CFCs) (average 1995-1997)		3,055.8
(b) Annex A, Group II (halons) (average 1995-1997)		103.9
(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 E (methyl bromide) (average 1995-1998)		10.3
Latest reported ODS consumption (2009) (ODP tonnes) as per Article 7:		
(a) Annex A, Group I (CFCs)		208.7
(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 E (methyl bromide)		0.0
(f) Annex C, Group I (HCFCs)		194.7
	Total:	403.4
Year of reported country programme implementation data:		2010
Amount approved for projects (as at April 2011) (US \$):		36,577,083
Amount disbursed (as at December 2009) (US \$):		27,339,622
ODS to be phased out (as at April 2011) (ODP tonnes):		3,743.7
ODS phased out (as at December 2009) (ODP tonnes):		3,330.2

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

<b>Summary of activities</b>	<b>Funds approved (US \$)</b>
(a) Investment projects:	30,411,531
(b) Institutional strengthening:	1,231,356
(c) Project preparation, technical assistance, training and other non-investment projects:	4,934,196
Total:	36,577,083

Progress report

2. Phase 7 of the institutional strengthening (IS) project provided the necessary support for the Government of the Philippines in the conduct of the following activities: continued implementation of the licensing scheme for the importation of ozone-depleting substances (ODS) and alternatives, calculation of quota allocation for HCFC imports, revision of the Chemical Control Order on ODS to include provisions on HCFC phase-out, monitoring of cases of illegal trade, and public awareness activities that included the production of information materials and promotion of ozone-layer friendly alternatives to ODS. During phase 7, total phase-out of CFC consumption in the country was realized according to the set timetable as well as the completion of the national methyl bromide phase-out strategy project. Also during phase 7, the stand alone investment project on HCFC phase-out in the foam sector was approved by the Executive Committee.

Plan of action

3. Phase 8 of the IS project is envisaged to prepare the country in meeting stage 1 of HCFC phase-out. This entails continued implementation of the licensing system, adoption of the quota allocation scheme for HCFC imports, and ensuring that the investment project on HCFC-141b phase-out in the foam sector will be implemented according to plan. Also to be pursued is the submission by implementing agencies to the Executive Committee of the HPMP and HCFC phase-out investment projects for stage 2 of HCFC phase-out. Not to be neglected are activities that will sustain the phase-out of CFCs, halon, non-QPS methyl bromide, and carbon tetrachloride. These include monitoring of ODS imports in coordination with the Bureau of Customs and monitoring of ODS stocks of importers, traders, and end users. Public awareness activities will now focus on HCFC phase-out and promotion of appropriate alternatives to HCFCs. The project, with support from the implementing agency, will develop a proposal to obtain financing for the best practicable approach to dispose of unwanted ODS present in the country.

**Annex II**

**VIEWS EXPRESSED BY THE EXECUTIVE COMMITTEE ON RENEWALS OF  
INSTITUTIONAL STRENGTHENING PROJECTS SUBMITTED TO THE 64<sup>th</sup> MEETING**

**Philippines (the)**

1. The Executive Committee has reviewed the terminal report presented with the institutional strengthening project renewal request for the Philippines. The Committee commends the Government of the Philippines for successfully achieving phase-out of Annex E substances, while continuing to manage the sustainable phase-out of Annex A and B substances. The Executive Committee further commends the Philippines for introducing a licensing and quota system for HCFCs tied to the country's Chemical Control Order, and for launching work in the foam sector to tackle its HCFC consumption. The Government is encouraged to complete its HCFC phase-out management strategy in a timely manner and to ensure that the measures it has put in place to monitor compliance of the regulated community and enforce national regulations remain well-institutionalized, laying the groundwork for future institutionalization of HCFC controls.

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**2011 WORK PROGRAM  
AMENDMENT**

**PRESENTED TO THE 64<sup>rd</sup> MEETING  
of the EXECUTIVE COMMITTEE**

**WORLD BANK IMPLEMENTED  
MONTREAL PROTOCOL OPERATIONS**

**16 May, 2011**

## **WORK PROGRAM AMENDMENT FOR WORLD BANK-IMPLEMENTED MONTREAL PROTOCOL OPERATIONS**

1. This proposed work program amendment for Bank-Implemented Montreal Protocol Operations is prepared on the basis of the 2011-2014 World Bank Business Plan, which was approved by the Executive Committee at its 63rd meeting in April 2011.
2. The proposed 2011-2014 World Bank Business Plan consists of investment and non-investment activities to assist Article 5 partner countries to meet their first two HCFC reduction targets, the 2013 freeze and the 2015 10% reduction. The Business Plan includes, in addition to deliverables associated with previously approved and new investment activities, requests to extend support for implementation of existing institutional strengthening projects in 4 countries, and technical assistance work on resource mobilization for HCFC co-benefits.
3. The value of deliverables contained in the proposed 2011 World Bank Business Plan, including investment, non investment and preparatory activities totals US \$49,976 million, including agency support costs. Funds will be used to support both new and previously approved activities.
4. The proposed 2011 Business Plan includes deliverables of 9 investment activities in 6 countries, totaling US \$47,418 million. These include submission of annual work programs for 2 previously approved multi-year projects and 7 new HCFC sector phase-out plans.
5. The proposed 2011 Business Plan allocates US \$45,994 million (97% of total investment deliverables for the year) to support national and sectoral HCFC phase-out work in China, Indonesia, Jordan, Thailand and Vietnam. The Business Plan also allocates US \$1,424 million (3% of the total investment deliverables for the year) to support previously approved MYA activities in India and Vietnam.
6. The proposed 2011 Business Plan also includes requests to extend support for implementation of two existing institutional strengthening projects in the Philippines and Thailand, totaling US\$0,568 million.
7. The proposed 2011 Work Program Amendment, which is being submitted for consideration at the 64<sup>th</sup> Meeting of the Executive Committee, includes 2 funding requests, outlined below and in Table 1:
  - i. one (1) funding request for the renewal of the institutional strengthening project in the Philippines; and,
  - ii. one (1) funding request for project preparation in the foam sector in Argentina, further to Decision 63/5 (h), which will cover the preparation of an investment project in one foam sector enterprise in the country and which will account for consumption of 140 M t (15.4 ODP t) of HCFC-141b.

*Table 1: Funding Requests Submitted for Consideration  
of the 64th Meeting of the Executive Committee*

<b>Country</b>	<b>Request (US\$)*</b>	<b>Duration</b>	<b>Description</b>
Philippines	181,133	January 2012- December 2013	Institutional Strengthening renewal, Phase VIII
Argentina	30,000	July 2011- July 2012	Project preparation in the foam sector, further to Decision 63/5 (h), and in accordance with Decision 56/16
Support Costs	15,835		
<b>Total</b>	<b>226,968</b>		