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EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Fiftieth Meeting
New Delhi, 6-10 November 2006

Addendum

2006 BUSINESS PLANS

This addendum is issued to **add** the following section on forward commitments, and other corresponding changes as well as additional recommendations.

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 issue of the document.

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- **Replace Table 2 with the following:**

Table 2

APPROVALS, SUBMISSIONS AND THE BALANCE NEEDED TO BE APPROVED TO FULLY UTILIZE THE 2006 BUSINESS PLAN BUDGET (US\$)

| Budget Items | Total 2006 Business Plan* | Approvals at the 48th Meeting | Approvals at the 49th Meeting | Submissions to the 50th Meeting | Balance Needed to Fully Utilize the 2006 Budget | Submissions to the 50th Meeting – Possible Withdrawals* | Balance Needed to Fully Utilize the 2006 Budget (Excluding Possible Withdrawals) | 2007 Activities Submitted to the 50th Meeting | 2007 Activities Submitted to the 50th Meeting To Be Released in 2007 |
|--|----------------------------------|---|---|---|--|---|---|---|--|
| Bilateral Agencies | 8,129,541 | 3,875,308 | 1,046,460 | 1,905,110 | 1,302,663 | | 1,302,663 | | |
| UNDP | 21,855,663 | 4,494,744 | 2,062,543 | 12,396,645 | 2,901,731 | 1,361,958 | 4,263,689 | | |
| UNEP | 19,787,777 | 1,201,710 | 1,005,241 | 12,324,556 | 5,256,270 | | 5,256,270 | 60,000 | |
| UNIDO | 22,125,016 | 2,312,345 | 3,798,919 | 13,328,487 | 2,685,265 | 2,713,807 | 5,399,072 | 10,761,962 | |
| World Bank | 82,031,744 | 53,063,869 | 13,093,149 | 23,497,070 | -7,622,344 | 3,812,852 | -3,809,492 | 41,925,000 | 41,925,000 |
| Global Chiller Programme | 2,435,800 | 2,444,888 | | | -9,088 | | -9,088 | | |
| Secretariat/ExCom | 4,546,095 | | | 5,055,183 | -509,088 | | -509,088 | | |
| Core Unit | 5,047,000 | | | 5,082,000 | -35,000 | | -35,000 | | |
| Treasurer | 500,000 | | | 500,000 | 0 | | 0 | | |
| Total | 166,458,636 | 67,392,864 | 21,006,312 | 74,089,051 | 3,970,409 | 7,888,617 | 11,859,026 | 52,746,962 | 41,925,000 |
| Approvals at the 48 th Meeting | 67,392,864 | | | | | | | | |
| Approvals at the 49 th Meeting | 21,006,312 | | | | | | | | |
| All Submissions to the 50 th Meeting (excluding funding from 2007 business plans) | 74,089,051 | | | | | | | | |
| Amount Remaining from the US \$164.6 million of 2006 Budget | 3,970,409 | | | | | | | | |

* This does not include the recent withdrawal of the final tranche of the CFC phase-out project in Libya submitted by UNIDO which amounts to US \$298,793.

- After Table 2 **add** paragraph 7 (bis) to read as follows:

7 (bis). At its 48th Meeting, the Executive Committee adopted a resource allocation of US \$164.47 million in 2006, US \$165.57 in 2007, and US \$139.96 million in 2008 (decision 48/3 (b)). Table 2 indicates that US \$3,970,409 remains in the budget for 2006 based on the level of submissions. Historically, any funds remaining in the business plan of the first year of the 3 year budget allocation are transferred to the second year allocation. Also, since projects and activities have been submitted from the 2007 allocation to the 50th Meeting, the allocation for 2007 might be adjusted both by any resources remaining from the 2006 business plan and any approvals from the 2007 allocation that might be approved in 2006.

Forward Commitments

- **Add** paras. 12 (bis) and 12 (ter) and Table 5 as follows:

12 (bis). Forward commitments *inter alia* consist of funding for multi-year agreements and “other standard activities” such as institutional strengthening, budget of the Fund Secretariat 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 projections in the 2006-2010 ODS phase-out plan of the Multilateral Fund.

12 (ter). Table 5 presents the total amount of forward commitments assuming that the requests submitted to the 50th Meeting are approved at the level requested. If the multi-year agreements are approved at the values they were submitted to the 50th Meeting, an additional US \$7 million would be needed to cover forward commitments. The total amount of commitments for the period 2009 to 2014 is US \$93 million.

Table 5
FORWARD COMMITMENTS (2006-2014) (in US \$)

| Description | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | Total |
|--|--------------------|--------------------|-------------------|-------------------|-------------------|------------------|----------------|----------------|------------------|--------------------|
| Annual Tranches of Approved Multi-year agreements after 2005 approvals | 109,078,927 | 76,401,842 | 53,147,609 | 27,827,445 | 728,121 | 2,687,500 | 537,500 | 537,500 | 2,249,698 | 273,196,142 |
| Annual Tranches from New Agreements Approved at 48th and 49th Meetings | 1,950,479 | 483,975 | 863,570 | 220,049 | | | | | | 3,518,073 |
| Sub-Total (Agreements) | 111,029,406 | 76,885,817 | 54,011,179 | 28,047,494 | 728,121 | 2,687,500 | 537,500 | 537,500 | 2,249,698 | 276,714,215 |
| Funding for Standard Activities | 15,528,938 | 25,135,931 | 29,914,079 | 26,380,486 | 31,199,828 | | | | | 128,159,261 |
| Total Committed to-date | 126,558,344 | 102,021,748 | 83,925,258 | 54,427,980 | 31,927,949 | 2,687,500 | 537,500 | 537,500 | 2,249,698 | 404,873,476 |
| Annual Tranches for New Agreements Submitted to the 50 th Meeting | 3,617,366 | 1,368,368 | 1,527,892 | 298,674 | 213,155 | | | | | 7,025,454 |
| Total with 50th Meeting Submissions | 130,175,709 | 103,390,116 | 85,453,150 | 54,726,653 | 32,141,104 | 2,687,500 | 537,500 | 537,500 | 2,249,698 | 411,898,930 |

- After para. 14 (b), **add** Recommendation “c” and “d” to read as follows:
 - (c) Noting that the 2007 allocation will be adjusted based on any funds remaining from the 2006 allocation and any approvals in 2006 from the 2007 allocation.
 - (d) Noting that the level of annual tranches submitted for approval to the 50th Meeting amounted to US \$7,025,454 and as a result, the total amount of commitments for the period 2009 to 2014 would amount to US \$93 million.
