



**United Nations
Environment
Programme**

Distr.
GENERAL

UNEP/OzL.Pro/ExCom/53/1/Add.2
24 November 2007

ORIGINAL: ENGLISH



EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Fifty-third Meeting
Montreal, 26-30 November 2007

Addendum

PROVISIONAL ANNOTATED AGENDA

This document is issued to provide information not included in document UNEP/OzL.Pro/ExCom/53/1/Add.1 on agenda items 11 and 14; and to provide an updated List of projects for individual consideration to be discussed under agenda item 7 (f).

11. Paper on options for possible funding arrangements and levels for institutional strengthening support beyond 2010, and on opportunities to fine-tune the institutional strengthening renewal process (follow-up to decisions 47/49 and 49/32)

Document UNEP/OzL.Pro/ExCom/53/61 has been prepared in response to decisions 47/49 and 49/32 under which the Committee requested the Secretariat to prepare a document on options for possible funding arrangements and levels for institutional strengthening support beyond 2010, and for the Secretariat to continue to examine opportunities to fine-tune the institutional strengthening renewal process and to address any additional findings in the context of the review of institutional strengthening funding post-2010.

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.

For reasons of economy, this document is printed in a limited number. Delegates are kindly requested to bring their copies to the meeting and not to request additional copies.

Issues to be addressed:

- Continuation of the funding for IS projects vis-à-vis:
 - Current activities for compliance up to 2010
 - NOU activities beyond 2010 excluding HCFCs
 - Activities for compliance other than CFCs, beyond 2010
 - New possible activities in relation to Decision XIX/16

Action expected from the Executive Committee: the Committee may wish to consider:

- (a) Agreeing to maintain post-2010 the practice of providing funding for institutional strengthening projects at existing funding levels subject to the current rules and guidelines, and to review the funding level at a future meeting once guidelines for HCFC projects are in place;
- (b) Requesting the Secretariat to review possible funding arrangements and levels for capacity building, explore the extent, nature and eligibility of any additional measures that might be considered for funding by the Executive Committee to address activities for HCFC phase-out consistent with guidelines that will be agreed by the Executive Committee that pertain to IS activities, and report to the Executive Committee by the last meeting of 2009.
- (c) Requesting the Senior Monitoring and Evaluation Officer to include in the draft monitoring and evaluation work programme for 2009 an evaluation of institutional strengthening projects which could include:
 - (i) Analysis of the current IS renewal process and proposals for streamlining;
 - (ii) Reviewing the national institutional structures for ozone protection and how the IS project has contributed to meeting Montreal Protocol targets, and provide a report to the Executive Committee at its last meeting in 2009.

14. Revised 2008, 2009 and proposed 2010 budgets of the Fund Secretariat

Document UNEP/OzL.Pro/ExCom53/66 presents a revision of the 2008 budget which was approved by decision 50/45 at the 50th Meeting as well as the budget for 2009 as approved at the 50th Meeting, and proposes the 2010 budget to cover staff costs in 2010.

The 2008 budget approved by the Executive Committee at its 50th Meeting has been revised to introduce the Secretariat's operational costs. It proposes an increase in some of the Secretariat's operational costs to respond to the devaluation of the US\$ dollar by approximately 30 per cent. The proposed 2008 budget also includes a non-recurring allocation of US\$30,000 in 2008 to cover the cost of ventilation of the network room and the amount of US\$50,000 for the Secretariat staff travel and DSA should the 55th meeting of the Executive Committee take place in Bangkok back to back with the Open-ended Working Group meeting in July 2008.

The 2008 and 2009 staff costs remain unchanged and a 2010 budget to cover staff costs is proposed.

Issues to be addressed: None

Action requested from the Executive Committee

The Executive Committee is invited to:

- (a) Approve the amount of US \$2,801,700 in the revised 2008 budget of the Fund Secretariat totalling US \$5,781,874 to cover the 2008 salary component already approved at the 50th Meeting of the Executive Committee and the 2008 revised operational costs of the Secretariat;
- (b) Note the amount of US \$3,129,183 for the salary component in 2009 already approved at the 50th meeting; and
- (c) Approve the proposed 2010 salary component of the budget totalling US \$3,285,641;
- (d) Note the request from the Secretariat regarding flexibility to revert to the Executive Committee during 2008 with a revised staffing structure.

LIST OF PROJECTS FOR INDIVIDUAL CONSIDERATION

Country	Project	Agency	Issue
Aerosol sector			
China	Sector plan for the phase-out of CFC consumption in MDI sector	UNIDO	Disagreement on cost but project needed to complete CFC phase-out
Mexico	Phase-out of CFC consumption in the manufacture of aerosol MDIs	UNIDO	No CFC eligible consumption quota reserved for MDI
Halon			
China	Sector plan for halon phase-out: 2008 annual programme	World Bank	(1) Requesting China and the World Bank to continue to report on the use of remaining unused funds; and (2) Considering in the context of the results of the UNEP halon study the possibility of the removal of condition (g) of decision 23/22 concerning the prevention of exports of recovered/reclaimed halon.
CFC phase-out plans			
Cuba	National ODS phase-out plan for CFCs: 2006 and 2007 annual implementation plan	UNDP	Correction to an error in the Agreement
Djibouti	Terminal phase-out management plan for CFCs (first tranche)	UNEP, UNDP	Cost and other issues under discussion
Saudi Arabia	Capacity building and technical assistance	UNEP, UNIDO	Possibility of non-compliance in 2007
Togo	Terminal phase-out management plan for CFCs (first tranche)	UNEP, UNDP	Cost and other issues under discussion
Zambia	Terminal phase-out management plan for CFCs (first tranche)	UNEP, UNDP	Cost and other issues under discussion
Process agent			
Brazil	Phase-out of CTC as process agent in two applications at Braskem	UNDP	Cost and other issues under discussion
China	Phase-out the production of CTC for process agent and other non-identified uses (phase I): 2008 annual programme	World Bank	Delayed disbursement until 54 th Meeting when verification is ready
China	Phase-out the production and consumption of CTC for process agent and other non-identified uses (phase II)	World Bank	Delayed disbursement until 55 th Meeting when verification is ready. China's request to amend the ceiling from 14,300 ODP tonnes to 6,600 ODP tonnes
Production sector			
Argentina	Accelerated phase-out plan for CFC production	World Bank	Acceleration under intersessional approval
China	Sector plan for CFC production phase-out: 2008 annual programme	World Bank	2008 tranche to be released at 54 th Meeting
Romania	Sector plan for production sector (fourth tranche)	UNIDO	Advance for 2008 tranche questionable for not completing 2007 work plan