



**United Nations
Environment
Programme**

Distr.
GENERAL

UNEP/OzL.Pro/ExCom/58/39
4 June 2009

ORIGINAL: ENGLISH

EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Fifty-eighth Meeting
Montreal, 6-10 July 2009

PROJECT PROPOSAL: MONTENEGRO

This document consists of the comments and recommendation of the Fund Secretariat on the following project proposal:

Phase-out

- Terminal phase-out management plan (second tranche)

UNIDO

PROJECT EVALUATION SHEET – MULTI-YEAR PROJECTS

Montenegro

(I) PROJECT TITLE	AGENCY
ODS phase out plan	UNIDO

(II) LATEST ARTICLE 7 DATA (ODP Tonnes)				Year: 2007	
CFC: 3.5	CTC: 0	Halons: 0	MB: 0	TCA: 0	

(III) LATEST COUNTRY PROGRAMME SECTORAL DATA (ODP Tonnes)										Year: 2008			
Substances	Aerosol	Foam	Halon	Refrigeration		Solvent	Process Agent	MDI	Lab Use	Methyl Bromide		Tobacco fluffing	Total Sector Consumption
				Manufacturing	Servicing					QPS	Non QPS		
CFC					0.1								0.1
CTC													0
Halons													0
Methyl Bromide													0
Others													0
TCA													0

(IV) PROJECT DATA			2007	2008	2009	2010	Total
Montreal Protocol Consumption Limits		CFC	15.7	15.7	15.7	0.	
		CTC	0.2	0.2	0.2	0.	
		HAL	1.2	1.2	1.2	0.	
Maximum Allowable Consumption (ODP Tonnes)		CFC	5.	4.	2.	0.	
		HAL	0.	0.	0.	0.	
		CTC	0.2	0.2	0.2	0.	
Project Costs (US\$)	UNIDO	Project Costs	175,000.		95,295.		270,295.
		Support Costs	13,125.		7,147.		20,272.
Total Funds Approved in Principle (US\$)		Project Costs	175,000.		95,295.		270,295.
		Support Costs	13,125.		7,147.		20,272.
Total Funds Released by the ExCom (US\$)		Project Costs	175,000.		0.		175,000.
		Support Costs	13,125.		0.		13,125.
Total Funds Requested for Current Year (US\$)		Project Costs			95,295.		95,295.
		Support Costs			7,147.		7,147.

(V) SECRETARIAT'S RECOMMENDATION:	BLANKET APPROVAL
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PROJECT DESCRIPTION

1. On behalf of the Government of Montenegro UNIDO, as the implementing agency, has submitted to the 58th Meeting of the Executive Committee a progress report on the implementation of the first work programme of the terminal phase-out management plan for CFCs (TPMP). UNIDO has also submitted a request for funding for the second work programme at a total cost of US \$95,295 plus agency support costs of US \$7,147.

Background

2. The TPMP for Montenegro was approved in principle by the Executive Committee at its 53rd Meeting at the amount of US \$270,295 plus agency support costs of US \$20,272 for UNIDO to completely phase-out CFC consumption in the country by the end of 2009. At the same meeting, the Executive Committee approved the first tranche of US \$175,000 plus agency support costs of US \$13,125 for UNIDO for the implementation of the first work programme.

Progress report on the implementation of the first tranche of the TPMP

3. The main achievement of the TPMP is the implementation of an ODS licensing system in the country according to the requirement of the European Union for regulating ODS import, export and consumption.

4. Other activities implemented since the approval of the TPMP included holding of refrigeration training workshops resulting in 155 trained technicians and 20 trainers. An agreement was also finalised with a vocational school in the country that will ensure that training will continue beyond 2010. Materials have been provided to the school for future training programmes. The training for customs officers will commence only once the equipment required has been purchased, and this is planned for the second half of 2009. The report indicates that the specifications have been finalised, the equipment has been ordered and delivery is due by June 2009.

5. At the end of the first quarter of 2009, the project had a remaining balance of US \$15,000 out of US \$270,295 approved, which will be carried over into 2009-2010 to implement the remaining activities from the first tranche in addition to the amount requested for the second tranche.

Plan of action for the second tranche of the TPMP

6. The Government of Montenegro commits to implementing a number of activities under the second work programme of the TPMP. These include the completion of the final batch of training for refrigeration technicians and customs officers, the full distribution of the equipment needed in the country, as well as public awareness and information dissemination to stakeholders. Monitoring and management of these activities is also covered in the TPMP.

SECRETARIAT'S COMMENTS AND RECOMMENDATION

COMMENTS

7. The 2007 CFC consumption reported by the Government of Montenegro under Article 7 of the Montreal Protocol of 3.5 ODP tonnes was already below the level allowable of 15.7 ODP tonnes for that year. Its country programme data shows an import of 0.1 ODP tonnes in 2008.

8. The first tranche of the TPMP for Montenegro was approved at the 53rd Meeting. In this short period, the project has already achieved some progress in implementation, and is in the process of completing the remaining activities in order to ensure that the country meets its compliance targets under the Montreal Protocol.

9. On the delays for the equipment component, UNIDO informed the Secretariat that these orders will be received by June 2009, and that distribution will take place immediately after. The delivery of the equipment will also allow the country to complete the customs training remaining from the first tranche. The consumption of the country has remained below the maximum allowable consumption specified in the agreement, and UNIDO is confident that phase-out will be sustained beyond 2010. The Secretariat noted that this is the last tranche of the TPMP for CFCs phase-out.

RECOMMENDATION

10. The Secretariat recommends that the Executive Committee:

- (a) Takes note of the progress report on the implementation of the first tranche of the terminal phase-out management plan (TPMP) in Montenegro for the years 2007 and 2008; and
- (b) Approves the 2009-2010 annual implementation programme.

11. The Secretariat further recommends blanket approval of the second tranche for the TPMP for Montenegro with associated support costs at the funding level shown in the table below:

	Project Title	Project Funding (US\$)	Support Cost (US\$)	Implementing Agency
(a)	Terminal phase-out management plan (second tranche)	95,295	7,147	UNIDO
