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Executive Committee of
the Multilateral Fund for the
Implementation of the Montreal Protocol

Seventeenth Meeting
Montreal, 26-28 July 1995

1995 UNEP WORK PROGRAMME AMENDMENTS

This document includes comments and recommendations from the Fund Secretariat on the following project :

- Institutional Strengthening: Socialist Republic of Vietnam

**COMMENTS AND RECOMMENDATIONS ON
VIETNAM INSTITUTIONAL STRENGTHENING PROJECTS**

1. UNEP is requesting approval of the Socialist Republic of Vietnam (Vietnam) institutional strengthening project as part of its 1995 Work Programme amendments. The project constituted part of the Vietnam country programme which was submitted to the Fund Secretariat but was later withdrawn for further revision.

2. The Government believes that the approval of this project would facilitate early phase-out in the country. Vietnam became a Party to the Montreal Protocol in April 1994. The Government has already set up, since September 1994, an OzonAction Office staffed by three officers to coordinate the activities of government offices in the preparation of the country programme and the phaseout of ODS. It is also setting up a Steering Committee to oversee the implementation of the Montreal Protocol in the country.

3. Consumption of ozone depleting substances (ODS) in Vietnam is about 350 tonnes ODP. The aerosol and refrigeration and air conditioning sectors mainly account for ODS consumption in Vietnam, 50 per cent of the consumption being in the aerosol sector. Manufacturing activities are mainly in the subsector of industrial refrigeration, a subsector for which one project has already been approved and the aerosol sector for which a project is being considered at this Meeting.

4. The proposed budget of the project is US \$168,000, which includes the following costs:

Equipment:	US \$16,000
Personnel:	US \$46,400
Operational:	US \$90,000
Contingency:	US \$15,240

5. Upon review of the ODS consumption pattern in the country, the industry structure and potential scope of the OzonAction Office, equipment and other cost items were adjusted. The following items were considered ineligible for funding: one additional personal computer, telephone sets, a part-time professional, training and conferences. The cost of equipment, travel, training and conferences and telecommunication were considered to be high.

6. Following the review, the following costs (for a three-year period) were recommended for approval:

(a) Equipment

1 PC, software and ancillary equipment,	
1 photocopier, 1 fax machine	
1 power surge protection system	US \$10,000

(b) Personnel:

2 professional staff and 2 support staff	US \$ 39,800
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(c) Operational costs:

(including local travel cost US \$15,000)	<u>US \$ 75,000</u>
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Sub-Total:	US \$124,800
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10% contingency	<u>US \$ 12,480</u>
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TOTAL:	US \$ 137,280
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RECOMMENDATIONS

7. The Secretariat recommends as follows:

To approve the Vietnam institutional strengthening project in the sum of US \$137,280 and US \$17,850 as support cost, subject to the following:

The Government of Vietnam will report to the Ozone Secretariat its ODS consumption data in accordance with Article 7 of the Montreal Protocol.