

PD-AAZ-110

6. 1985



AGENCY FOR INTERNATIONAL DEVELOPMENT

UNITED STATES AID MISSION TO PERU

C/O AMERICAN EMBASSY

LIMA, 1 PERU

TELEPHONE: 286200

CABLE: USAID/LIMA

April 9, 1985

Rev. Father Enrique León Palomino
Secretary General
CARITAS del Perú
Calles Gamma y Omicrón 492
Callao

Subject: CARITAS OPG Expanded Improved Feeding Program
Project **527-0248**

Dear Father León:

Pursuant to the authority contained in the Foreign Assistance Act of 1961, as amended, the Agency for International Development (hereinafter referred to as "A.I.D." or "Grantor") hereby grants to the CARITAS del Perú (hereinafter referred to as "CARITAS" or "Grantee"), the additional amount of \$100,000 to continue to provide support for a program of Title TI feeding activities in rural areas and in urban pueblos juvenes, as more fully described in the Letter of Agreement dated August 24, 1984, Attachment 1 and 2 thereto, the Revised Schedule, and the Revised Program Description which are attached and made a part hereof (Attachment A for purposes of this Amendment). This additional \$100,000 supplements the \$175,000 previously granted for a cumulative total granted to date of \$275,000 (the "Grant"). Subject to the availability of funds for this purpose and to the mutual agreement of the parties to proceed, AID plans to provide an additional amount of \$75,000 to finance continuation of project activities.

This additional amount is effective and obligation is made as of the date of this letter and shall apply to commitments made by the Grantee in furtherance of program objectives during the period beginning with the effective date and ending April 30, 1986.

This Grant is made to CARITAS on the condition that the funds will be administered in accordance with the terms and conditions as set forth in Attachment 1, the Schedule, Attachment 2 entitled "Program Description," and Attachment 3, entitled "Standard Provisions for Non U.S. Grantees and

Father Enrique León Palomino

2.

Non U.S. Subgrantees - Non Profit Organizations - Other than Educational Institutions," of the Letter of Agreement dated August 24, 1984, the Revised Schedule, and the Revised Program Description which have been agreed to by your organization.

Please sign all six (6) copies of this letter to acknowledge your receipt of the grant, and return the original and five (5) copies to A.I.D.

Sincerely yours,


George A. Hill
Acting Director

Attachments:

A. Letter of Agreement dated August 24, 1984 and attachments thereto.

ACKNOWLEDGED:

CARITAS DEL PERU

By: _____
Father Enrique León Palomino

Title: Secretary General

Date:

FISCAL DATA:

Appropriation	:	72-1151021
Budget Plan Code	:	LDAA-85-25527-AG13
Total Estimated Amount	:	\$350,000
Total this Obligation	:	\$100,000
Project No.	:	527-0248
Funding Source	:	USAID/Peru

REVISED SCHEDULE

A. Purpose of the Grant

The purpose of this Grant is to provide support for CARITAS to continue and strengthen its Title II Feeding Program activities for the rural poor and the inhabitants of the urban pueblos jóvenes in Peru, as more specifically described in Attachment 2 to this Grant entitled "Program Description."

B. Period of Grant

1. The effective date of this Grant is August 24, 1984. The expiration date of this Grant is October 31, 1986.

2. Funds obligated hereunder are available for program expenditures for the estimated period August 24, 1984 to April 30, 1986 as shown in the Financial Plan below.

C. Amount of Grant and Payment

1. The total estimated amount of this Grant for the period shown in B.1 above is \$350,000.

2. A.I.D., by Letter of Agreement dated August 24, 1984, obligated \$175,000 and hereby obligates the additional amount of \$100,000 for program expenditures during the period set forth in B.2 above and as shown in the Financial Plan below.

3. Payment shall be made to the Grantee in accordance with procedures set forth in Attachment 3, Standard Provision 9A, entitled "Payment Periodic Advance." Cumulative shifts among A.I.D.-financed budget line items of more than 20% cannot be made without prior written authorization of A.I.D.

4. Additional funds up to the total amount of the Grant shown in C.1 above may be obligated by A.I.D. subject to the availability of funds, and to the requirements of Standard Provision 4 of the Grant, entitled "Revision of Financial Plans."

D. Financial Plan

The following is the Financial Plan for this Grant, including local cost financed items as authorized. Revisions to this Plan shall be made in accordance with Standard Provision 4 of this Grant, entitled "Revision of Financial Plans."

FINANCIAL PLAN

A. Estimated USAID Contribution

<u>Cost Element</u>	<u>Obligated Amount</u>		<u>This Obligation</u>		<u>Estimated Additional</u>		<u>Total Estimated Costs</u>	
	<u>From 8/24/84 to 8/25/85</u>	<u>US\$ Costs</u>	<u>From 8/26/85 to 4/30/86</u>	<u>US\$ Costs</u>	<u>From 5/1/86 to 10/31/86</u>	<u>US\$ Costs</u>	<u>S/. Costs</u>	<u>US\$ Costs</u>
1. Program Supervision								
a. Salaries	5,000		2,857		2,143		10,000	
b. Travel	18,000		10,286		7,714		36,000	
c. Local Supervision	45,000		25,714		19,286		90,000	
2. Central Office	2,000		1,143		857		4,000	
3. Office Supplies	6,000		3,429		2,571		12,000	
4. Vehicles		10,000				10,000		20,000
5. Nutrition, Health, Ed., Promotion, and Training	52,000		40,000		18,000		110,000	
6. Construction Materials for Infrastructure Projects (Income Generation and Ag. Production Projects)	37,000		16,571		14,429		68,000	
	<u>165,000</u>	<u>10,000</u>	<u>100,000</u>		<u>65,000</u>	<u>10,000</u>	<u>330,000</u>	<u>20,000</u>
SUB-TOTAL	<u>\$175,000</u>		<u>\$100,000</u>		<u>\$75,000</u>			
TOTAL (PART A)							<u>\$350,000</u>	

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<u>B. CARITAS Contribution</u>	<u>First Year</u>	<u>Second Year</u>
1. Central Office Expenses	\$ 32,666	\$ 26,200
2. Additional Personnel for Warehouse and National Office	44,567	38,300
3. Inland Transport Costs (From warehouses to dioceses and local communities)	<u>1,101,717</u>	<u>1,200,000</u>
TOTAL (PART B)	\$1,178,950	\$1,264,500
<u>C. Diocesan Contribution</u>		
1. Local Warehousing	\$ 87,271	\$ 85,000
2. Local Office Personnel and Project Adm.	<u>348,491</u>	<u>255,000</u>
TOTAL (PART C)	\$435,762	\$340,000
<u>D. GOP Title I Counterpart</u>	<u>\$1,200,000*</u>	<u>\$1,092,000</u>
GRAND TOTAL	\$1,789,712	\$1,779,500

(*This is not additional, but used to offset PVO costs.)

REVISED PROGRAM DESCRIPTION

I. Purpose of the Grant

The purpose of this Grant is to assist CARITAS del Peru to continue and strengthen its Title II Feeding Program activities for the rural poor and the inhabitants of the urban pueblos juvenes.

II. Goals and Objectives

1. To respond to the most urgent nutritional, infrastructure, and income-generation needs of the poor in the coastal and sierra regions of Peru, both rural and urban areas.

2. To provide CARITAS with the resources required to carry out Title II Food for Work, Maternal/Child Health and Other Child Feeding activities.

3. To reduce rural-to-urban migration through investment in rural infrastructure and community development using food aid as an incentive for community organization and self-help.

4. To provide essential health, nutrition, and sanitary education to program participants and to assist in monitoring the growth and nutritional status of children of program participants.

5. To stimulate income-generation activities and job-skills/handicraft training.

6. To establish plans and policies for implementation in the following areas: (a) geographic targeting and/or targeting to groups; (b) FFW and MCH entrance and exit criteria; (c) beneficiary responsibility criteria for participation in Title II activities; (d) standard FFW plan formats; (e) further reductions in the commodity package for FY 87, Title II programs; and (f) supplemental national training programs in evaluation, supervision, collection of data on nutrition, food production, logistics, and pilot projects in income generation, integration of local foods into Title II programs, and agriculture production.

III. Program Implementation

1. CARITAS will implement the project over a period of approximately two years, beginning August 24, 1984.

2. CARITAS will maintain separate records and appropriate documentation required by AID with respect to Title II commodities, commodity and recipient status reports, reports on inland losses, etc.

3. CARITAS will secure adequate warehousing for Title II commodities used in connection with the Project.

4. CARITAS will perform necessary rebagging of foods on a timely basis to assure proper handling and reduced loss.

5. CARITAS agrees to provide adequate end-use checkers and project promoters/managers to supervise end-use distribution of Title II commodities and FFW and MCH project development/implementation; maintain a record of all end-use inspections and reports relating to project supervision and food distribution; and inform AID whenever an irregularity is identified. Contracts for additional outside full-time project supervisory services will be, in form and substance, satisfactory to AID.

6. CARITAS will conduct nutrition, health, and sanitation promotion as well as necessary basic skills training for project participants.

7. CARITAS agrees to coordinate its activities with all relevant agencies of the Government of Peru, international donor organizations, or private Peruvian organizations engaged in similar developmental or educational activities in the project area or new program areas.

8. CARITAS will submit proposals for approval to both Catholic Relief Services and USAID in regards to cost element A.5 contained in the Financial Plan before the disbursement of any funds under this cost element.

9. Prior to contracting any additional personnel, CARITAS will inform AID of the services required and the name, qualifications, and proposed salary, and obtain AID prior written approval of, that individual or individuals.

10. CARITAS will maintain resources donated by AID for activities under this Grant under separate accounting from those resources donated by AID for the CARITAS Emergency Feeding Program in accordance with Standard Provision 2 of Attachment 3 to the Agreement, or by any other source for any other purpose, and to acquire prior written approval from AID for any mixing or interchange of said resources.

11. CARITAS will insure that AID Grant funds provided for transportation, customs, warehousing, etc., will be used for such costs only as they relate to Title II foods under the feeding program activities contemplated by this Grant, and will not be used to substitute for funds provided the Grantee by the Government of Peru or other source for such expenses under the already approved, on-going Emergency Feeding Program. Exception to this provision is subject to prior written approval from AID.

12. Implementation of food distribution will be in accordance with CARITAS' Distribution Schedule to be submitted to AID through Catholic Relief Services (CRS). CRS, as the U.S. cooperating sponsor, is responsible to USAID for the appropriate handling, distribution, and ultimate use of Title II commodities in accordance with AID regulations. In addition to the infrastructure projects which will be implemented through FFW activities,

CARITAS will provide health, sanitation and nutritional education for the food beneficiaries through the use of education promoters. These education projects will be implemented in approximately 25 diocesan areas. USAID will supply OPG funds to cover the promoters' travel and per diem expenses, as well as materials for education projects. CARITAS will submit for USAID approval separate, detailed program plans and budgets for each of the areas involved.