

PD-ABB-146
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A.I.D. Project No.: 532-0101

AMENDMENT NO. 3
TO THE
PROJECT GRANT AGREEMENT
BETWEEN
THE GOVERNMENT OF JAMAICA
AND THE
UNITED STATES OF AMERICA
FOR THE
HILLSIDE AGRICULTURE PROJECT

Date: **25 APR 1990**
Appropriation: 72-1101021
BPC: LDNA90-25532-KG13

PROJECT GRANT AGREEMENT

AMENDMENT NO. 3

AMENDMENT Number 3 between the UNITED STATES OF AMERICA, acting through the Agency for International Development ("A.I.D.") and the Government of Jamaica.

The Government of Jamaica and A.I.D. entered into a Project Grant Agreement, dated February 28, 1987 ("Agreement"), which was amended on August 31, 1988, and June 28, 1989.

The Government of Jamaica and A.I.D. now desire to amend the Agreement to reflect the obligation of an additional US\$1,250,000 in grant funds.

The parties agree that the Agreement be amended as follows:

Section 1. Section 3.1. The Grant is deleted in its entirety and replaced by the following:

"Section 3.1. The Grant. To assist the Grantee to meet the costs of carrying out the Project, A.I.D., pursuant to the Foreign Assistance Act of 1961, as amended, agrees to grant to the Grantee under the terms of the Agreement an amount not to exceed Four Million Two Hundred and Fifty Thousand United States Dollars (\$4,250,000) ("Grant").

The Grant may be used to finance foreign exchange costs, as defined in Section 6.1., and local currency costs, as defined in Section 6.2., of goods and services required for the Project."

Section 2. Section 3.2. Grantee Resources for the Project. Subsection (b), is deleted in its entirety and replaced by the following:

"(b) The resources provided by the Grantee for the Project will not be less than the equivalent of US\$3,346,000. These funds include costs borne on an in-kind basis.

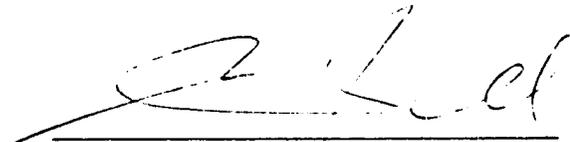
Section 3. Annex 1, "Amplified Project Description," is hereby amended by the addition of a revised "Illustrative Financial Plan," appended hereto as Attachment 2 and by the addition of an "Annex 1 Supplement," appended hereto as Attachment 1.

Except as amended herein, the Agreement, as amended, remains in effect.

IN WITNESS WHEREOF, the GOVERNMENT of JAMAICA and the UNITED STATES OF AMERICA, each acting through its respective duly authorized representative, have caused this Amendment to be signed in their names and delivered as of the day and date below written:

GOVERNMENT OF JAMAICA

UNITED STATES OF AMERICA



Shirley Tyndall
Financial Secretary
Ministry of Finance and
Public Service



William R. Joslin
Director
USAID/Jamaica

Date: 25 APR 1990

Attachment 1

ANNEX I SUPPLEMENT

Annex 1, "Amplified Project Description," Section D., Phases of the Project is deleted in its entirety and replaced by the following:

"According to the original Project Paper, Phase I of the Project was to focus on the gathering, pilot testing, and adaptation of technological packages directed at the profitable production of perennial tree crops by hillside farmers in selected communities primarily in the Rio Minho and Rio Cobre watersheds. Phase II was then to focus on the dissemination and refinement of the technological packages developed in Phase I to the small farmers throughout the targeted watersheds.

In November 1989, a process evaluation was carried out on the status of the Hillside Agriculture Project. The results of the evaluation showed that the Project was on track towards fulfilling the mandate set out for Phase I, but that it was too early in the Project to assess impact on the targeted farmers. It was therefore recommended that Phase I be declared completed, and that a two year Phase II commence. This recommendation was accepted in Project Implementation No. 34. Therefore, Phase II is to focus on the implementation of on-going, as well as new, sub-projects. At the end of this time period, an assessment will be made of the sub-projects relative to extension approaches, technology transfer and impact on farmers."

SECTION E. Cost Estimates and Financial Plan is modified to read as follows:

"The total cost of the Project is expected to be US\$13,346,000. The AID grant funding of \$10 million will be used for the following purposes:

- A portion of Project coordination and support costs.
- Grants to sub-projects.
- Short term Technical Assistance and Training to resolve specific technical problems encountered during Project implementation and training for technical staff of sub-projects.
- Networking and Communications which directly contribute to Project goals.
- Assessments, Evaluation, and Audits.

The resources provided by the Grantee are expected to total the equivalent of US\$3,346,000, including costs borne on an "in-kind" basis. The recipients of the subgrants will contribute a portion of the subproject costs, either in cash or kind, amounting to approximately US\$2,625,000 and the GOJ US\$721,000. These two together amount to 33 percent of the total US\$10,000,000 USAID cost of the Project."

HILLSIDE AGRICULTURE PROJECT
532-0101

ILLUSTRATIVE BUDGET
(US\$000)

Element	Line Item	Prior Obligation Grant	This Obligation Grant	Total Obligation Grant	Planned * Future Obligation
1	Support Costs	429	270	699	371
2	Sub-Projects	2236	900	3136	4093
3	TA & Training	140	30	170	303
4	Networking	67	20	87	82
5	Audits	33	0	33	117
6	Contingency	95	30	125	784
GRAND TOTAL		3000	1250	4250	5750

* Subject to availability of funds and project progress