

PD-KAH 993

527-0277
28 AUG 1984



AGENCY FOR INTERNATIONAL DEVELOPMENT

UNITED STATES AID MISSION TO PERU

C/O AMERICAN EMBASSY

LIMA, 1 PERU

TELEPHONE: 286200

CABLE: USAID/LIMA

August 2, 1984

Dr. Benjamin Bocanegra
Director General
Servicio Evangelico Peruano
de Accion Social
Mayta Capac 1348
Jesus Maria

Subject: SEPAS -- EMERGENCY FEEDING PROGRAM

Dear Dr. Bocanegra.

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 Servicio Evangelico Peruano de Accion Social (hereinafter referred to as "SEPAS" or "Grantee"), the additional amount of \$150,000 to support the Grantee in a program of Emergency Food Assistance through Food for Work activities in the drought-affected areas of the Departments of Puno, Arequipa, Tacna, and Moquegua in the flood-damaged northern Sierra zones as described in the Revised Schedule of this Grant and in Attachment 2, entitled "Revised Program Description." This additional amount of \$150,000 supplements the \$100,000 granted with the Letter of Agreement dated August 31, 1983 for a total cumulative amount granted to date of \$250,000 (the "Grant").

This additional Grant of \$150,000 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 date of this letter and ending March 1, 1985.

This grant is made to the Servicio Evangelico Peruano de Accion Social on the condition that the funds will be administered in accordance with the terms and conditions as set forth in Attachment 1, the Revised Schedule, Attachment 2, entitled "Revised Program Description," and Attachment 3, entitled "Standard Provisions," which have been agreed to by your organization.

Dr. Benjamin Bocanegra

2.

Please sign all seven (7) copies of this letter to acknowledge your receipt of the Grant, and return six (6) copies to A.I.D.

Sincerely yours,

/s/John A. Sanbrailo
Director

Attachments:

1. Revised Schedule
2. Revised Program Description
3. Standard Provisions

ACKNOWLEDGED:

Servicio Evangelico Peruano
de Accion Social

By : _____
 /s/Benjamin Bocanegra

Title: _____ Director

Date : _____ August 2, 1984

FISCAL DATA:

Appropriation : 72-11X1023
Budget Plan Code : LFNX-83-25527-AG13
Project : 527-0277
Total Obligated Amount : \$250,000

REVISED SCHEDULEA. Purpose of Grant

The purpose of this Grant is to provide support for the SEPAS Emergency Food for Work Projects in the disaster affected regions of Peru as more specifically described in Attachment 2 of this Grant entitled "Revised Program Description." The funds from this additional amount of \$150,000 will primarily cover the cost of materials and tools for agriculture recovery and rehabilitation projects as well as reconstruction of basic community infrastructure.

B. Period of the Grant

1. The effective date of this Grant is August 31, 1983. The expiration date of this Grant is March 1, 1985.
2. Funds obligated hereunder are available for expenditure for an estimated eighteen month period from the effective date of the Grant as shown below in Section D, "Financial Plan".

C. Amount of Grant and Payment

1. The total amount of this Grant for the period shown in B.1 above is \$250,000.
2. A.I.D. by Letter of Agreement dated August 31, 1983, obligated \$100,000 and hereby obligates the additional amount of \$150,000 for program expenditures during the period set forth in B.2 above and as shown in Section D, "Financial Plan".
3. Payment shall be made to the Grantee in accordance with procedures set forth in Attachment 3, Standard Provision 9A, entitled "Payment --Periodic Advances".

D. Financial Plan

The following is the Financial Plan for this Grant for the period August 17, 1983 through March 1, 1985 including local cost financing items, as authorized. Revisions to this Plan shall be made in accordance with Standard Provision 4, entitled "Revision of Financial Plans."

(U.S. Dollars)

1. Salaries and Personnel Expenses	\$ 21,949
2. Inland Transportation of Foods	39,846
3. Fuel and Lubricants	8,000
4. Construction Materials for Community Development Projects	133,205
5. Customs Costs	1,500
6. Warehousing and Office Expenses	10,500
7. Vehicle Purchase, Maintenance and Insurance	17,500
8. Rotating Fund for Agricultural Production	10,000
9. Contingency	<u>7,500</u>
	\$ 250,000.

TOTAL: \$250,000.

E. Reporting and Evaluation

As more fully described in Attachment 2, entitled "Revised Program Description," in Sections on Covenants (V), Reporting and Evaluation (VI), Project Budget and Release of Funds (IV) and Fiscal Provisions (VII), SEPAS agrees to provide to A.I.D. all required documentation relating to "Financial Reporting Requirements" and "Monitoring and Reporting Program Performance" in accordance with Sections 1M or 1N of AID Handbook 13.

F. Special Provisions

1. The Standard Provisions in Attachment 3 for Non-U.S. Grantees/AID Form 1420-54 (2-82) are modified as follows: delete provisions 8A, 8B, 9B, 12B, and 15B.
2. To assist in the implementation of the Project, AID, from time to time, will issue Project Implementation Letters furnishing additional information about matters or requirements stated in this agreement.

G. Overhead Rate

It is agreed between the Grantor and Grantee that no overhead costs associated with Church World Service or SEPAS support activities will be charged to this Grant.

H. Title to Property

Title to any property purchased under this Grant will be vested in the Grantee, in accordance with Standard Provision 15A of Attachment 3, Standard Provisions.

I. Authorized Geographic Code

The authorized geographic code for procurement of goods and services under this Grant is the U. S. and Peru. Local cost financing up to the Grant total is also authorized under this Grant.

REVISED PROGRAM DESCRIPTIONI. Purpose of the Grant

The purpose of this Emergency Assistance Grant (henceforth, the "Grant") is to assist the Servicio Evangelico Peruano de Accion Social (SEPAS) to expand their Food for Work (FFW) feeding programs to assist the victims of recent floods in northern Peru and those suffering the effects of the severe drought in the southern part of the country. The funds from this additional amount of \$150,000 will primarily cover the cost of materials and tools for agriculture recovery projects as well as reconstruction of basic community infrastructure.

II. Goals and ObjectivesA. Goals

1. To respond to the immediate nutritional needs of approximately 3,400 affected families in the flood-damaged northern zones of Peru and 600 affected families in the drought-stricken south of the country.
2. Specifically to alleviate malnutrition and hunger in these areas through the contribution of PL 480 Title II food commodities as dietary supplements in Food for Work activities.
3. To assist in the rehabilitation of basic community infrastructure through FFW sub-projects designed primarily to construct, repair or improve small-scale irrigation works, potable water systems, reforestation plantation infrastructure (access roads, fire breaks, protective walls) and engage in other basic community works to alleviate the effects of future flooding or drought in the affected areas.
4. To contribute to the improvement of the human resource base in participating communities through basic health and nutrition education provided in the context of FFW programs, in addition to the general program of small-scale infrastructure projects to improve health and agricultural production.

B. Objectives

1. Provide funds to defray certain costs related to in-country transportation and handling of Title II commodities, as well as costs related to ongoing supervision, technical assistance (as needed), inspection and evaluation of project activities. (See illustrative Financial Plan, Attachment 1.)

2. Meet the urgent food need of approximately 4,000 families seriously affected by natural disasters in both the North and the South of the country through a series of Food for Work projects.
3. Provide improved community and agricultural infrastructure to alleviate the worst effects of future flooding or drought through FFW small-scale irrigation, potable water well-digging, and reforestation projects.
4. To provide funds for purchase of materials and technical assistance (as needed) to be used in basic community rehabilitation activities through Food for Work sub-projects. Emphasis will be put on development impact, agricultural recovery, and reforestation support projects.
5. Provide Project participants with basic education as to sound health and nutrition practices, environmental sanitation, and the integration of Title II foods into the family diet.

III. Project Implementation

SEPAS will implement the Project over a period of approximately seven months, beginning with the date of the Letter of Agreement. Purchase of any materials necessary for construction in FFW sub-projects will take place following a determination by SEPAS of the participating community's capacity for self-financing of any necessary commodities.

Sub-project selection will be done in coordination with the departmental development corporations (CORDES). Sub-projects designed to improve agricultural production (such as small-scale irrigation and well-digging projects) and community health/sanitation conditions will be given priority, along with projects to meet urgent malnutrition problems (i.e. potable water, sewerage systems) and possible hunger (community kitchens).

The full target of sub-project activities and quantity of recipients will be reached and in active implementation within an estimated two months of the signing of the Letter of Agreement.

SEPAS will assume responsibility for the following actions:

1. Maintaining separate records and appropriate documentation required by AID with respect to Title II commodities, commodity and recipient status reports, reports on inland losses, etc.;
2. Securing adequate warehousing for Title II commodities used in connection with the Project;
3. Maintaining a record of all end-use inspections and reports relating to project supervision and food distribution and inform AID whenever an irregularity is identified;
4. Providing adequate end-use checkers and project promoters/managers to supervise end-use distribution of Title II commodities and FFW project development/implementation. Contracts for additional outside full-time project supervisory services will be, in form and substance, satisfactory to AID.
5. Performing necessary rebagging of foods on a timely basis to assure proper handling and reduced loss,
6. To conduct nutrition, health, and sanitation promotion as well as necessary basic skills training for project participants.

IV. Project Budget and Release of Funds

The proposed project budget calls for grant financing over a period of eighteen months, not to exceed U.S. \$250,000. It is not expected that there will be any U.S. dollar costs in this project. Purchase of any materials for construction will be done locally. See Section D of the schedule, Attachment 1 for an illustrative budget.

Release of Grant funds under this Agreement shall be in accordance with Article 9A of Attachment 3, "Standard Provisions." Shifts among AID-financed budget line items of more than \$2,000 or 20% (whichever is higher) cannot be made without prior written authorization of AID.

V. Covenants

SEPAS covenants:

1. 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;
2. To insure appropriate and agreed upon disposition of PL 480 Title II food commodities used in the project in accordance with AID regulations;
3. Prior to contracting any additional personnel, to inform AID of the services required and the name, qualifications, and proposed salary, and to obtain AID prior written approval of that individual or individuals.
4. To maintain resources donated by AID for activities under this Grant under separate accounting from those resources donated by AID for the SEPAS regular FFW program in accordance with Standard Provision 2 of Attachment 3 to the Agreement, and to acquire prior written approval from AID for any mixing or interchange of said resources;
5. To 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 feeding programs. Exception to this covenant is subject to prior written approval from AID.

VI. Reporting and Evaluation

SEPAS hereby agrees to provide the AID Food for Development Division in Lima, Peru with copies of the following reports and any other reports normally required of VolAgs distributing PL 480, Title II commodities:

1. On a quarterly basis, a summary report of SEPAS supervisory field inspections.
2. On a quarterly basis, a summary report of project implementation progress for the Emergency FFW projects to include information on:
 - a. projects completed; and
 - b. nutritional status of recipients.

VII. Fiscal Provisions

SEPAS will administer the Grant funds according to the budget included in section D of the Revised Schedule, Attachment 1, to defray costs incurred in carrying out the project and within the maximum limitations set forth within this Agreement. Disbursement procedures will be as follows:

AID will facilitate the execution of this project by making available to the Grantee an initial advance equivalent to the project's estimated disbursing needs for a 90 day period.

Forty-five days after the initial advance and every thirty days thereafter the Grantee may present to AID a request for an advance of funds for the next thirty day period.

Documentation required for advances is described in paragraph 9A of the Standard Provisions, Attachment 3. All advances must be deposited in a separate AID project bank account where they are held in trust until used for eligible project costs.

28 AUG 1984



AGENCY FOR INTERNATIONAL DEVELOPMENT

UNITED STATES AID MISSION TO PERU

C/O AMERICAN EMBASSY

LIMA, 1 PERU

TELEPHONE: 286200

CABLE: USAID/LIMA

August 2, 1984

Mr. Dwight Taylor
Director
Ofasa del Peru
Av. Angamos 770
Miraflores

Subject: OFASA--Emergency Feeding Program

Dear Mr. Taylor.

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 Obra Filantropica y Asistencia Social Adventista (hereinafter referred to as "OFASA" or "Grantee"), the additional amount of \$198,000 to support the Grantee in a program of Emergency Food Assistance through Food for Work and Maternal-Child Health activities, and sub-projects designed to improve agricultural infrastructure in the disaster-affected regions of Peru, as described in the Revised Schedule of this grant and Attachment 2, entitled "Revised Program Description." This additional amount of \$198,000 supplements the \$85,000 previously granted with the Letter of Agreement dated April 27, 1984 for a total cumulative amount granted to date of \$283,000 (the "Grant".)

This additional grant 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 date of this letter and ending December 31, 1985.

This Grant is made to OFASA on the condition that the funds will be administered in accordance with the terms and conditions as set forth in Attachment 1, the Revised Schedule, Attachment 2 entitled "Revised Program Description," and Attachment 3, entitled "Standard Provisions," which have been agreed to by your organization.

Mr. Dwight Taylor

2.

Please sign all seven (7) copies of this letter to acknowledge your receipt of the Grant, and return six (6) copies to A.I.D.

Sincerely yours,

/s/John A. Sanbrailo
Director

Attachments:

- A. Project Proposal
- 1. Revised Schedule
- 2. Revised Program Description
- 3. Standard Provisions

ACKNOWLEDGED.

OFASA del PERU

By : _____
 /s/Dwight Taylor

Title: _____
 Director

Date : _____
 August 2, 1984

FISCAL DATA:

Appropriation : 72-113/41035
Budget Plan Code : LFD384-25527-HG43
Total Estimated Amount : \$283,000
Total Obligated Amount : \$283,000
Funding Source : Project 527-0277

REVISED SCHEDULEA. Purpose of Grant

The purpose of this Grant is to provide support for the OFASA Emergency Food for Work and Maternal-Child Health activities in the disaster affected regions of Peru as more specifically described in Attachment 2 of this Grant entitled "Revised Program Description." Funds from this additional amount of \$198,000 will be used primarily to cover the cost of securing and transporting materials for agricultural and community infrastructure projects.

B. Period of the Grant

1. The effective date of this Grant is April 27, 1984. The expiration date of this Grant is December 31, 1985.
2. Funds obligated hereunder are available for expenditures for an estimated 20 month period from the effective date of the Grant as shown below in Section D, "Financial Plan."

C. Amount of Grant and Payment

1. The total amount of this Grant for the period shown in B.1 above is \$283,000.
2. A.I.D. by Letter of Agreement dated April 27, 1984 obligated \$85,000 and hereby obligates the additional amount of \$198,000 for program expenditures during the period set forth in B.2 above and as shown in Section D, "Financial Plan."
3. Payment shall be made to the Grantee in Accordance with procedures set forth in Attachment 3, Standard Provisions 9A, entitled "Payment--Periodic Advances."

D. Financial Plan

The following is the Financial Plan for this Grant for the period April 27, 1984 through December 31, 1985, including local cost financing items, as authorized. Revisions to this Plan shall be made in accordance with Standard Provision 4, entitled "Revision of Financial Plans."

(U.S. Dollars)

1. Salaries and Personnel Expenses	\$	26,500
2. Inland Transportation of Foods		39,000
3. Fuel and Lubricants		3,500
4. Construction Materials for Community and Agriculture Development Projects		148,000
5. Customs Costs		4,500
6. Warehousing and Office Expenses		3,000
7. Vehicle Maintenance and Insurance		49,500
8. Contingency		9,000
TOTAL		<hr/> \$283,000

E. Reporting and Evaluation

1. The fiscal reporting requirements of this grant are set forth in Standard Provision 9A entitled "Payment--Periodic Advance."

2. OFASA shall monitor the performance under the Grant and ensure that time schedules are being met. projected work units by time periods are being accomplished and other performance goals as set forth in the Grantee's Project Proposal dated March 6, 1984 (Attachment A) are being achieved.

3. On a quarterly basis, OFASA will submit to USAID a detailed Project Status Report to fulfill its formal evaluation requirement. The reports will describe the status of project activities problems encountered in implementation, use of OPG funds expended, i.e., liquidated in accordance with the main items in the budget. OFASA will also provide the USAID/Food for Development Office with reports of OFASA supervisors' field inspections, and quarterly status reports of commodities and number of recipients.

F. Special Provisions

1. The Standard Provisions in Attachment 3 for Non-U.S. Grantees/AID Form 1420-54 (2-82) are modified as follows: delete provisions 8A, 8B, 9B, 12B, and 15B.

2. To assist in the implementation of the Project, AID, from time to time, will issue Project Implementation Letters furnishing additional information about matters or requirements stated in this agreement.

G. Overhead Rate

It is agreed between the Grantor and Grantee that no overhead costs associated with Seventh Day Adventist World Service, Inc. support activities will be charged to this Grant.

H. Title to Property

Title to any property purchased under this Grant will be vested in the Grantee, in accordance with Standard Provision 15A of Attachment 3, Standard Provisions.

I. Authorized Geographic Code

The authorized geographic code for procurement of goods and services under this Grant is the U.S. and Peru. Local cost financing up to the Grant total is also authorized under this Grant.

REVISED PROGRAM DESCRIPTIONI. Purpose of the Grant

The purpose of this Emergency Assistance Grant (henceforth, the "Grant") is to assist the Obra Filantrópica y Asistencia Social Adventista (OFASA) to expand their Food for Work (FFW) and Maternal-Child Health (MCH) feeding programs to assist those suffering the effects of the severe drought and recent flooding in the southern regions of Peru, especially in the Departments of Puno and Arequipa. The funds from this additional amount of \$198,000 will be used primarily to cover the cost of securing and transporting construction and agricultural materials for community and agricultural rehabilitation projects to be extended to all disaster regions of the country.

II. Goals and ObjectivesA. Goals

1. To respond to the immediate nutritional needs of approximately 8,000 affected families in the drought-stricken south of the country.

2. Specifically to alleviate malnutrition and hunger in these areas through the contribution of PL 480 Title II food commodities as dietary supplements in Food for Work and Maternal/Child Health activities.

3. To assist in the rehabilitation of basic community infrastructure through FFW sub-projects designed primarily to construct and repair small-scale irrigation works, potable water and sewerage systems, and other basic community works to alleviate the effects of future flooding or drought in the affected areas.

4. To contribute to improvement of the human resource base in participating communities through basic health and nutrition education provided in the context of FFW or MCH programs, in addition to the general program of small-scale infrastructure projects to improve health and agricultural production.

B. Objectives

1. Provide funds to defray certain costs related to in-country transportation and handling of Title II commodities, as well as costs related to ongoing supervision, technical assistance (as needed), inspection and evaluation of project activities. (See illustrative Financial Plan, Attachment 1.)

2. Meet the urgent food needs of approximately 8,000 families seriously affected by natural disasters in both the North and the South of the country through a series of Food for Work and Maternal/Child Health Projects.

3. Provide improved community and agricultural infrastructure to alleviate the worst effects of future flooding or drought through FFW small-scale irrigation, potable water, well-digging, and community garden projects.

4. To provide funds for purchase of materials and technical assistance (as needed) to be used in basic community rehabilitation activities through Food for Work sub-projects. Emphasis will be put on development impact and agricultural recovery.

5. Provide Project participants with basic education as to sound health and nutrition practices, environmental sanitation, and the integration of Title II foods into the family diet.

III. Project Implementation

OFASA will implement the Project over a period of approximately one year and eight months, beginning April 27, 1984. Purchase of any materials necessary for construction in FFW sub-projects will take place following a determination by OFASA of the participating community's capacity for self-financing of any necessary commodities

The Departmental Development Corporations (CORDEs) will be consulted regarding sub-project selection. Sub-projects designed to improve agricultural production (such as small-scale irrigation and well-digging projects) and community health/sanitation conditions will be given priority (i.e. potable water, sewerage systems) along with projects to meet urgent malnutrition problems (i.e. maternal/child feeding, community kitchens).

OFASA will 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.

The full monthly numerical targets for sub-projects in active implementation and for recipients will be reached within an estimated two months of the signing of the Letter of Agreement.

OFASA will assume responsibility for the following actions:

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

2. Securing adequate warehousing for Title II commodities used in connection with the Project,

3. Performing necessary rebagging of foods on a timely basis to assure proper handling and reduced loss;

4. Providing adequate end-use checkers and Project promoters/managers to supervise end-use distribution of Title II commodities and FFW and MCH project development/implementation. Contracts for additional outside full-time project supervisory services will be, in form and substance, satisfactory to AID.

5. Conducting nutrition, health, and sanitation promotion as well as necessary basic skills training for project participants.

6. Maintaining resources donated by AID for activities under this Grant under separate accounting from those resources donated by AID for the OFASA Regular Program and the Expanded Urban Food for Work Program in accordance with Standard Provision 2 of Attachment 3 to the Agreement, and to acquire prior written approval from AID for any mixing or interchange of said resources;

7. Insuring 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 under 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 feeding programs (Regular and Expanded). Exception to this provision is subject to prior written approval from AID,

IV. Fiscal Provisions

OFASA will administer the Grant funds according to the budget included in Section D of the Revised Schedule, Attachment 1 to defray costs incurred in carrying out the project and with the maximum limitations set forth within this agreement. Disbursement procedures will be as follows:

AID will facilitate the execution of the project by making available to the Grantee an initial advance equivalent to the project's estimated disbursing needs for a 90 day period.

Forty-five days after the initial advance and every thirty days thereafter the Grantee may present to AID a request for an advanced of funds for the next thirty day period.

Documentation required for advance is described in paragraph 9A of the Standard Provisions, Attachment 3, All advances must be deposited in a separate AID project bank account where they are held in trust until used for eligible project costs.

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

4. To maintain resources donated by AID for activities under this Grant under separate accounting from those resources donated by AID for the OFASA Regular Program and the Expanded Urban Food for Work Program in accordance with Standard Provision 2 of Attachment 3 to the Agreement, and to acquire prior written approval from AID for any mixing or interchange of said resources;

5. To 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 feeding programs (Regular and Expanded). Exception to this covenant is subject to prior written approval from AID.

VI. Reporting and Evaluation

OFASA hereby agrees to provide the AID Food for Development Division in Lima, Peru with copies of the following reports and any other reports normally required of VolAgs distributing PL 480, Title II commodities:

1. On a quarterly basis, a summary report of OFASA supervisory field inspections.

2. On a quarterly basis, a summary report of project implementation progress for the Emergency FFW and MCH projects to include information on:

- a. projects completed; and
- b. nutritional status of recipients.

VII. Fiscal Provisions

OFASA will administer the Grant funds according to the budget included in section D of the Schedule, Attachment 1, to defray costs incurred in carrying out the project and within the maximum limitations set forth within this Agreement. Disbursement procedures will be as follows:

AID will facilitate the execution of this project by making available to the Grantee a periodic advance equivalent to project's estimated disbursing needs for a 90-day period.

This advance must be deposited in the separate bank account which OFASA maintains for AID funds used in OFASA's regular AID-funded projects and may be used only for eligible project costs.

This advance should be requested by the Grantee by submitting the following documentation:

(1) An AID Public Voucher SF-1034 signed by the Grantee's authorized representative.

(2) An advance request certificate in the format shown in Attachment 4, signed by the Grantee's authorized representative.

(3) A 90-day disbursement plan showing monthly projected disbursement by project component in the format prescribed in Attachment 5.

(4) A Cash Advance Status Report in the format prescribed in Attachment 6.

Following the initial advance the Grantee shall present on a monthly basis a claim for liquidation to be applied against the outstanding advance. This claim for liquidation should be submitted in accordance with the instructions contained in paragraph 9A of the Standard Provisions, Attachment 3, and in accordance with such other instruction as may, from time to time, be communicated to the Grantee by AID. The Grantee's claim for liquidation, submitted in accordance with the Standard Provisions, should be accompanied by complete supporting documentation including such things as original cancelled receipts. Supporting documentation will be returned to Grantee after review by AID.

Subsequent advances may be requested by the Grantee whenever 66% of the total advances requested by the Grantee have been liquidated.

28 AUG 1984



AGENCY FOR INTERNATIONAL DEVELOPMENT

UNITED STATES AID MISSION TO PERU

C/O AMERICAN EMBASSY

LIMA, 1 PERU

TELEPHONE: 286200

CABLE: USAID/LIMA

August 2, 1984

Reverend Father
Enrique León Palomino
Secretary General
CARITAS del Perú
Calles Gamma y Omicrón, 492
Callao

Subject: CARITAS--Emergency Feeding Program

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 CARITAS del Peru (hereinafter referred to as "CARITAS" or "Grantee"), the additional amount of \$100,000 to provide support for a program of Emergency Food Assistance through Food for Work and Maternal-Child Health activities in the drought-affected areas of southern Peru, especially the Departments of Puno, Cuzco, and Arequipa, as described in Attachment 1, the Revised Schedule of this Grant, and Attachment 2, entitled "Revised Program Description." This additional amount of \$100,000 supplements the \$375,000 previously granted with the Letter of Agreement dated April 27, 1984 for a total cumulative amount granted to date of \$475,000 (the "Grant").

This additional grant of \$100,000 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 date of this letter, and ending December 31, 1985.

This Grant is made to CARITAS del Peru on the condition that the funds will be administered in accordance with the terms and conditions as set forth in Attachment 1, the Revised Schedule, Attachment 2 entitled "Revised Program Description," and Attachment 3, entitled "Standard Provisions," which have been agreed to by your organization.

Father Enrique León Palomino

2.

Please sign the original and seven (7) copies of this letter to acknowledge your receipt of the Grant, and return the original and six (6) copies to A.I.D.

Sincerely yours,

/s/John A. Sanbrailo
Director, USAID/Peru

Attachments:

- A. Program Proposal and Budget
1. Revised Schedule
2. Revised Program Description
3. Standard Provisions

ACKNOWLEDGED:

CARITAS del PERU

By : _____
/s/Father Enrique León P.

Title: Secretary General

Date . August 2, 1984

FISCAL DATA:

Appropriation Number : 72-113/41035
Budget Plan Code : LFD384-25527-HG43
Total Estimated Amount: \$ 475,000
Total Obligated Amount. \$ 475,000
Funding Source : Project 527-0277

REVISED SCHEDULEA. Purpose of Grant

The purpose of this Grant is to provide support for the CARITAS Emergency Food for Work and Maternal-Child Health activities in the drought-affected regions of southern Peru as more specifically described in Attachment 2 of this Grant entitled "Revised Program Description." The funds from this additional increment of \$100,000 will be used specifically for materials for community development projects in the departments of Puno, Cuzco and Arequipa, per line item number 6 of Section D, "Financial Plan".

B. Period of the Grant

1. The effective date of this Grant is April 27, 1984. The expiration date of this Grant is December 31, 1985.

2. Funds obligated hereunder are available for program expenditures for the estimated period of one year and eight months, 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 \$475,000.

2. USAID by Letter of Agreement of April 27, 1984 obligated \$375,000 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 Section D, Financial Plan.

3. Payment shall be made to the Grantee in accordance with procedures set forth in Attachment 3, Standard Provision 9A, entitled "Payment--Periodic Advance."

D. Financial Plan

The following is the Financial Plan for this Grant for the period April 27, 1984 through December 31, 1985, including local cost financing items, as authorized. Revisions to this Plan shall be made in accordance with Attachment 3, Standard Provision 4, entitled "Revision of Financial Plans."

Part A

	<u>U.S. Dollars</u>
1. Caritas Central Office Expenses	\$ 80,000
2. Printing Expenses	\$ 10,000
3. Contingency	<u>\$ 5,000</u>
SUB-TOTAL:	\$ 95,000

Part B

4. Local Transportation of Foods (Diocesan warehouses to communities)	\$ 150,000
5. Diocesan Salaries and Personnel Expenses	\$ 25,000
6. Construction Materials for Community Development Projects	\$ 165,000
7. Local Warehousing and Office Expenses	\$ 40,000
SUB-TOTAL:	\$ 380,000
TOTAL:	\$ 475,000

Part C -- BREAKDOWN OF DISTRIBUTION OF FUNDS TO REGIONAL DIOCESES

1. Items 1, 2, and 3 (Part A) will be implemented directly by CARITAS del Peru, while Items 4 through 7 (Part B) will be implemented by the regional dioceses. CARITAS del Peru hereby agrees to provide the money for the implementation of Items 4 through 7 with all deliberate celerity, as requested by the Bishops of the various dioceses, according to the following breakdown:

U.S. Dollars (Thousands)

<u>Item No</u>	<u>Puno</u>	<u>Juli</u>	<u>Ayav. Sic</u>	<u>Cusco</u>	<u>Areq.</u>	<u>Taena</u>	<u>Moque.</u>	<u>Abanc.</u>	<u>Chuq.</u>	<u>TOTAL</u>	
4.Loc.Tr.:	50	50	5	10	7	6	4	4	7	7	150
5.Salaries:	5	5	2	3	1	3	1.5	1.5	1.5	1.5	25
6.Materials:	43	43	10	15	13	15	6.5	6.5	6.5	6.5	165
7.Wh/Office:	9	15	2	3	3	2	1.5	1.5	1.5	1.5	40
Totals:	107	113	19	31	24	26	13.5	13.5	16.5	16.5	380

2. Cumulative shifts of more than 20% to or from AID-financed budget line items 1 and 2 in Part A of the Financial Plan above cannot be made without prior written authorization of USAID. Cumulative shifts among budget line items 4 through 7 of more than 20% of each line item allocated for each diocese (as shown in Part C) cannot be made without prior written authorization of USAID.

E. Reporting and Evaluation

1. The fiscal reporting requirements of this grant are set forth in Standard Provision 9A entitled "Payment--Periodic Advance."
2. CARITAS shall monitor the performance under the Grant and ensure that time schedules for food distribution are being met, projected work units are being accomplished and other performance goals as set forth in the Grantee's Program Proposal (Attachment A) are being achieved.
3. CARITAS will submit to USAID a detailed Project Status Report on a quarterly basis to fulfill its formal evaluation requirement. These reports will describe the status of project activities, problems encountered in implementation, and use of OPG funds expended, i.e., financial reports stating amounts of funds received, spent and liquidated in accordance with the main items in the budget. CARITAS will also provide the USAID/Food for Development Office with reports of CARITAS supervisors' field inspections, and quarterly status reports of commodities and number of recipients.

F. Special Provisions

1. The Standard Provisions in Attachment 3 for Non-U.S. Grantees/AID Form 1420-54 (2-82) are modified as follows: delete provisions 8A, 8B, 9B, 12B, 15B and 15C.
2. To assist in the implementation of the Project, AID, from time to time, will issue Project Implementation Letters furnishing additional information about matters or requirements stated in this agreement.

G. Overhead Rate

It is agreed between the Grantor and Grantee that no overhead costs associated with Catholic Relief Services support activities will be charged to this Grant.

H. Title to Property

Title to any property purchased under this Grant will be vested in the Grantee, in accordance with Standard Provision 15A of Attachment 3, Standard Provisions.

I. Authorized Geographic Code

All goods and services procured under this Grant must have their source, origin, and nationality in the U.S. or Peru. Local cost financing up to the Grant total is also authorized under this Grant.

REVISED PROGRAM DESCRIPTIONI. Purpose of the Grant

The purpose of this Emergency Assistance Grant (henceforth, the "Grant") is to assist CARITAS del Peru and the Dioceses of Puno, Juli, Ayaviri, Sicuani, Cusco, Arequipa, Tacna, Moquegua, Abancay and Chuquibambilla to support their Title II emergency Food for Work (FFW) and Maternal Child Health (MCH) feeding program activities to assist the victims of the severe drought in the southern part of the country. This additional increment of \$100,000 will be used specifically for the purchase of materials for community development projects in the departments of Puno, Cuzco and Arequipa, per line item number 6 of Section D, "Financial Plan".

II. Goals and ObjectivesA. Goals

1. To respond to the immediate nutritional needs of approximately 550,000 people in the drought-stricken south of the country.
2. Specifically to alleviate malnutrition and hunger in these areas through the contribution of PL 480 Title II food commodities as dietary supplements in Food for Work and Maternal/Child Health activities.
3. To assist in the rehabilitation of basic community infrastructure through FFW designed primarily to construct and repair small-scale irrigation works, potable water and sewerage systems, and other basic community works to lessen the negative impact of future drought in the affected areas.
4. To contribute to improvement of the human resource base in participating communities through basic health and nutrition education provided in the context of FFW and MCH programs, in addition to the general program of small-scale infrastructure projects to improve health and agricultural production.

B. Objectives

1. Provide funds to defray certain costs related to in-country transportation and handling of Title II commodities, as well as costs related to ongoing supervision, technical assistance (as needed), inspection and evaluation of project activities. (See Financial Plan in Attachment 1.)
2. Meet the urgent food needs of approximately 550,000 people seriously affected by natural disasters in the South of the country through the provision of a supplementary feeding program implemented through a series of Food for Work and Maternal/Child Health activities.

3. Provide improved community and agricultural infrastructure to alleviate the worst effects of future drought through small-scale irrigation, potable water, well-digging, and community garden FFW projects.

4. Provide funds for purchase of materials and technical assistance (as needed) to be used in basic community rehabilitation activities through Food for Work sub-projects that emphasize development impact and agricultural recovery.

5. Provide participants with basic education as to sound health and nutrition practices, environmental sanitation, and the integration of Title II foods into the family diet.

III. Project Implementation

CARITAS and the Bishops of the various dioceses cited above will implement the project over a period of approximately one year and eight months, beginning April 27, 1984. Purchase of any materials necessary for construction in FFW sub-projects will take place following a determination by the local implementing groups of the participating community's capacity for self-financing of any necessary commodities.

The Departmental Development Corporations (CORDEs) will be consulted regarding sub-project selection. Sub-projects designed to improve agricultural production (such as small-scale irrigation and well-digging projects) and community health/sanitation conditions will be given priority, along with projects to meet urgent malnutrition and health problems (i.e. potable water, sewerage systems) and possible hunger (through maternal/child feeding and community kitchens).

CARITAS will 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.

The full monthly numerical targets for sub-projects in active implementation and for recipients will be reached within an estimated two months of the signing of the Letter of Agreement.

CARITAS will assume responsibility for the following actions:

1. Maintaining separate records and appropriate documentation required by AID with respect to Title II commodities, commodity and recipient status reports, reports on inland losses, etc.;

2. Securing adequate warehousing for Title II commodities used in connection with the Project;

3. Performing necessary rebagging of foods on a timely basis to assure proper handling and reduced loss;
4. Maintaining a record of all end-use inspections and reports relating to project supervision and food distribution and inform AID whenever an irregularity is identified;
5. Providing adequate end-use checkers and project promoters/managers to supervise end-use distribution of Title II commodities and FFW and MCH sub-project development/implementation. Contracts for additional outside project supervisory services will be, in form and substance, satisfactory to AID;
6. Conducting nutrition, health, and sanitation promotion as well as necessary basic skills training for project participants;
7. Maintaining resources donated by AID for activities under this Grant under separate accounting from those resources donated by AID for the CARITAS Regular and Expanded Feeding Program in accordance with Standard Provision 2 of Attachment 3 to the Agreement, and to acquire prior written approval from AID for any mixing or interchange of said resources,
8. Insuring 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 feeding programs (Regular and Expanded). Exception to this provision is subject to prior written approval from AID.

IV. Fiscal Provisions

CARITAS will administer the Grant funds according to the budget included in Section D of the Revised Schedule, Attachment 1, to defray costs incurred in carrying out the project and within the maximum limitations set forth within this agreement. Disbursement procedures will be as follows:

AID will facilitate the execution of this project by making available to the Grantee an initial advance equivalent to the project's estimated disbursing needs for a 90-day period.

Forty-five days after the initial advance and every thirty days thereafter the Grantee may present to AID a request for an advance of funds for the next thirty day period.

Documentation required for advances is described in paragraph 9A of the Standard Provisions, Attachment 3. All advances must be deposited in a separate AID project bank account where they are held in trust until used for eligible project costs.



FYI
28 AUG 1984

AGENCY FOR INTERNATIONAL DEVELOPMENT
UNITED STATES AID MISSION TO PERU
C/O AMERICAN EMBASSY
LIMA, 1 PERU

TELEPHONE: 286200

CABLE: USAID/LIMA

August 2, 1984

Ms. Christine Tucker
Director
Catholic Relief Services
Calles Gamma y Omicrón 492
Callao

Subject: OPG--Catholic Relief Services--Emergency Recovery Program

Dear Ms. Tucker:

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 Catholic Relief Services (hereinafter referred to as "CRS" or "Grantee"), the additional amount of \$400,000 to support the Grantee in a program of emergency assistance and recovery sub-projects in the drought-stricken and flood-damaged regions of Peru as described in Attachment 1, the Revised Schedule of this Grant, and Attachment 2, entitled "Revised Program Description" and as detailed in Attachment A. "CRS Project Profiles." This additional amount of \$400,000 supplements the \$400,000 previously granted with the Letter of Agreement dated November 16, 1983 for a total cumulative amount granted to date of \$800,000 (the "Grant").

This additional Grant of \$400,000 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 date of this letter and ending June 30, 1986.

This Grant is made to CRS on the condition that the funds will be administered in accordance with the terms and conditions as set forth in Attachment 1, the Revised Schedule, Attachment 2 entitled "Revised Program Description," and Attachment 3, entitled "Standard Provisions," which have been agreed to by your organization.

Ms. Christine Tucker

2.

Please sign all seven (7) copies of this letter to acknowledge your receipt of the grant, and return six (6) copies to A.I.D.

Sincerely yours,

/s/John A. Sanbrailo
Director USAID/Peru

Attachments:

- A. Project Proposal
- 1. Revised Schedule
- 2. Revised Program Description
- 3. Standard Provisions

ACKNOWLEDGED:

Catholic Relief Services

By: _____
/s/Christine Tucker

Title: _____
Director

Date: _____
August 2, 1984

FISCAL DATA

Appropriation	:	72-113/41035
Budget Plan Code	:	LFD3-84-25527-HG43
Total Estimated Amount	:	\$800,000
Total Obligated Amount	:	\$800,000
Funding Source	:	Project 527-0277

REVISED SCHEDULE

A. Purpose of Grant

The purpose of this Grant is to allow CRS to respond to requests for immediate relief and rehabilitation activities in the drought-stricken southern region and the flood-damaged northern region of Peru, particularly the departments of Puno, Cuzco, Piura, and Tumbes, by implementing an emergency program of rehabilitation and reconstruction sub-projects in the zones most affected by the recent drought and heavy rains. The sub-projects for this additional increment of \$400,000 will continue to place priority in the departments of Cuzco, Puno, Tumbes and Piura, but will also include in this new stage the departments of Arequipa, Apurimac, Lima and Cajamarca.

B. Period of the Grant

1. The effective date of this Grant is November 16, 1983. The expiration date of this Grant is June 30, 1986.
2. Funds obligated hereunder are available for expenditures for an estimated 31 month period from the effective date of the Grant as shown below in Section D, "Financial Plan".

C. Amount of Grant and Payment

1. The total amount of this Grant for the period shown in B.1 above is \$800,000.
2. A.I.D. by Letter of Agreement dated November 16, 1983, obligated \$400,000 and hereby obligates the additional amount of \$400,000, for program expenditures during the period set forth in B.2 above and as shown in Section D "Financial Plan".
3. Payment shall be made to the Grantee in accordance with procedures set forth in Attachment 3, Standard Provision 7B, entitled "Payment Periodic Advances".

D. Financial Plan

The following is the Financial Plan for this Grant for the period November 10, 1983 through June 30, 1986, including local cost financing items, as authorized. Details of sub-project activities are contained in the CRS Project Profiles, Attachment A. Revisions to this Plan shall be made in accordance with Standard Provision 6, entitled "Revision of Financial Plans", of Attachment 3.

(U.S. Dollars)

1. Sub-Project PE 3E026 B--Prelature of Juli Emergency Response	\$40,000
2. Sub-Project PE 3E027 B--Diocese of Puno Emergency Response	60,000
3. Sub-Project PE 3E029--Prelature of Ayaviri Emergency Response	27,500
4. Sub-Project PE 3E030 B--Prelature of Sicuani Emergency Response	83,200
5. Sub-Project PE 3E034--Rehabilitation of Irrigation Canals-CIPCA	108,200
6. Sub-Project PE 3E035--Cattle Rehabilitation-CIPCA	12,400
7. Small Emergency Projects	120,000
8. CRS/Peru Administrative Expenses	20,700
9. CRS/New York Overhead (provisional rate 8.5%)	68,000
10. Rehabilitation of Agriculture and Animal Infrastructure (construction of reservoirs, irrigation canals, dipping stations for animals, stalls, etc.).	260,000
Total	\$800,000

E. Reporting and Evaluation

As more fully described in Attachment 2, entitled "Program Description," in Sections on Covenants (V), Reporting and Evaluation (VI), Project Budget and Release of Funds (IV) and Fiscal Provisions (VII), CRS agrees to provide to A.I.D. all required documentation relating to "Financial Reporting Requirements " and "Monitoring and Reporting Program Performance."

F. Special Provisions

1. The Standard Provisions in Attachment 3 for U.S. Grantees/AID Form 1420-52 (2-82) are modified as follows: delete provisions 5A, 7A, 7C, 10A, 13B and 13C.
2. To assist in the implementation of the Grant, A.I.D., from time to time, will issue Implementation Letters furnishing additional information about matters or requirements stated in this agreement.

G. Authorized Geographic Code

All goods and services procured under this Grant must have their source and origin in the U.S. or Peru. Local cost financing up to the Grant total is also authorized under this Grant.

Revised Program Description

I. Purpose of the Grant

The purpose of this Grant is to allow CRS to respond to requests for immediate relief and rehabilitation activities in the drought-stricken southern region and the flood-damaged northern region of Peru, particularly the departments of Puno, Cuzco, Piura and Tumbes, by implementing an emergency program of rehabilitation and reconstruction sub-projects in the zones most affected by the recent drought and heavy rains. The sub-projects for this additional increment of \$400,000 will continue to place priority in the departments of Cuzco, Puno, Tumbes and Piura, but will also include in this new stage, the departments of Arequipa, Apurímac, Lima and Cajamarca.

II. Goals and Objectives

A. Goals

1. To assist in the rehabilitation of basic community infrastructure through disaster recovery sub-projects designed primarily to reconstruct and repair housing, assist with agricultural and animal rehabilitation (through providing seeds and fertilizer to farmers engaged in immediate planting activities and start-up costs for community animal raising activities), and to support other basic community works which will help to alleviate the damage of any future drought or flooding in the affected regions (such as wells, irrigation canals, secondary roads, warehousing and logistic support for food assistance programs, training in drought prevention, the organization of community stores, etc.).
2. To contribute to improvement of the human resource base in participating communities through basic health and nutrition education provided in the context of implementing disaster recovery activities, in addition to the general program of small-scale infrastructure sub-projects designed to improve health and agricultural production.
3. To strengthen local intermediary organization and infrastructure in order that they may more quickly and effectively respond to and encourage local initiatives aimed at disaster recovery and reconstruction.

B. Objectives

1. Provide A.I.D. grant funds to defray certain costs related to ongoing supervision, technical assistance (as needed), inspection, and evaluation of program activities. (See the Financial Plan, Attachment 1.)
2. Meet the urgent rehabilitation needs of approximately 200,000 people seriously affected by natural disasters in the south and north of the

country through a series of reconstruction and agricultural rehabilitation sub-projects.

3. Provide improved community and agricultural infrastructure to alleviate the worst effects of future drought or flooding, through community rehabilitation and reconstruction sub-projects.
4. Provide funds for the purchase of materials and technical assistance to be used in basic community rehabilitation activities. Emphasis will be put on development impact and agricultural recovery.
5. Provide sub-project beneficiaries with basic education as to sound health and environmental sanitation practices.
6. To strengthen the human resource base of the intermediary organizations working on sub-projects by training staff and organizers to prepare for and respond to any future emergencies which may occur.

III. Project Implementation

CRS will implement the program over a period of approximately one year, and seven months beginning with effective date of this Grant. Purchase of any materials necessary for the construction sub-projects will take place following a determination by CRS that the participating community is making an appropriate contribution towards financing local recovery programs.

Whenever possible, information regarding sub-project selection will be shared for coordination purposes with the departmental development corporations (CORDEs). Sub-projects designed to improve agricultural/animal production and community health/sanitation conditions and the reconstruction of basic housing and potable water systems will be given priority, along with projects to meet urgent nutrition and health problems.

Implementation of all sub-projects will be initiated within an estimated nine months of the signing of the Letter of Agreement.

In this additional increment of \$400,000, CRS requests \$100,000 for small emergency projects (under \$5,000), \$260,000 for larger rehabilitation programs and \$40,000 for CRS administration. For the use of the \$260,000, CRS will submit project proposals to AID for approval. (See Covenants, Section V, of Attachment 2.)

IV. Project Budget and Release of Funds

The proposed project budget calls for grant financing over a period of two years and seven months not to exceed U.S. \$800,000. It is expected that

there will be few U.S. dollar costs in this Grant. Purchase of any materials for construction will be done locally. See Section D of the Revised Schedule, Attachment 1, for an illustrative budget.

Release of funds under this Agreement shall be in accordance with Article 7B of Attachment 3, "Standard Provisions". Shifts among A.I.D. - financed budget line items of more than \$5,000 or 20% (whichever is higher) cannot be made without prior written authorization of A.I.D.

V. Covenants

CRS covenants:

1. For coordination purposes, to share information regarding its activities with all relevant agencies of the Government of Peru and with international donor organizations and private Peruvian organizations engaged in similar developmental or educational activities in the program area or new program areas;
2. Prior to contracting any additional personnel for CRS-Peru, to inform A.I.D. of the services required and the name, qualifications, and proposed salary, and to obtain A.I.D.'s prior written approval of that individual or individuals.
3. To maintain resources donated by A.I.D. for activities under this Grant under separate accounting from any other resources donated by A.I.D. in accordance with Standard Provision 2 of Attachment 3 to the Agreement, and to obtain prior written approval from A.I.D. for any mixing or interchange of said resources;
4. To insure that A.I.D. funds will be used only for recovery and rehabilitation 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 programs. Exceptions to this covenant require prior written approval from A.I.D.
5. To submit for A.I.D. approval the projects selected for Item 10 of the "Financial Plan", entitled "Rehabilitation of Agriculture and Animal Infrastructure".

VI. Reporting and Evaluation

CRS hereby agrees to provide A.I.D.:

1. On a quarterly basis, a summary report of CRS supervisory field inspections.
2. On a quarterly basis, a summary report of sub-project implementation progress for the Emergency reconstruction sub-projects, as well as information on sub-projects completed.

VII. Fiscal Provisions

CRS will administer the Grant according to the budget included in section D of the Revised Schedule, Attachment 1, to defray costs incurred in carrying out the project and within the maximum limitations set forth within this Agreement. Disbursement procedures will be as follows:

AID will facilitate the execution of this project by making available to the Grantee an initial advance equivalent to the project's estimated disbursing needs for a 90 day period.

Forty-five days after the initial advance and every thirty days thereafter the Grantee may present to AID a request for an advance of funds for the next thirty day period.

Documentation required for advances is described in paragraph 9A of the Standard Provisions, Attachment 3. All advances must be deposited in a separate AID project bank account where they are held in trust until used for eligible project costs.

- c. A summary of Project costs by component. (Liquidation Format 3 -- Attachment 8).
- d. A list of disbursements effected during the reporting period. (Liquidation Format 4 -- Attachment 9). Format 4 should be accompanied by the grantee's supporting original invoices or receipts. (These original documents will be returned to the grantee after they have been reviewed by A.I.D.).
- e. A photocopy of the latest bank statement for the project bank account and its respective reconciliation.
- f. Subsequent advances may be requested by the Grantee whenever 66% of the total advances requested by the Grantee have been liquidated.