

UNITED STATES OF AMERICA  
AGENCY FOR INTERNATIONAL DEVELOPMENT

AMERICAN EMBASSY  
Jakarta, Indonesia

Loan and Grant Agreements

1. [unclear]

2. [unclear]

3. [unclear]

4. [unclear]

5. [unclear]

6. [unclear]

7. [unclear]

8. [unclear]

Mr. Justin R. Jackson  
Director  
CARE/Indonesia  
Jl. Ciniro I/14  
Kebayoran Baru

✓ [unclear]  
[unclear] & File  
[unclear]

SUBJECT: GRANT NO.: 86-1

DATE: June 16, 1986

Dear Mr. Jackson:

Pursuant to the authority contained in the Foreign Assistance Act of 1961, as amended, the Agency for International Development (hereinafter referred to as "AID" or "Grantor") hereby grants to the CARE/Indonesia (hereinafter referred to as "CARE" or "Grantee") the sum of \$575,000 to provide partial support for the project entitled, "Water and Sanitation for a Healthier Environment (WASHES) and Dry Land Farming Systems (DFS)", as more fully described in the attachment to this Grant entitled "Program Description," under AID project No. 497-0536.

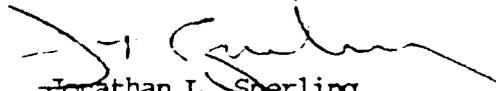
This Grant is effective April 1, 1986 shall apply to commitments made by the Grantee in furtherance of project objectives through the period from June 30, 1987.

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

Please sign two (2) copies of this letter to acknowledge your acceptance of the conditions under which these funds have been granted.

Please return one copy of this Grant to the Office of Voluntary and Humanitarian Programs (VHP), USAID/Indonesia.

Sincerely yours,



Jonathan L. Sperling  
Acting Director, USAID/Indonesia  
Grant Officer

Attachments:

1. Schedule
2. Program Description
3. Standard Provisions

ACCEPTED:

CARE/Indonesia



By : Justin R. Jackson

Title: Director

Date : 16 June 1986

FUND AVAILABILITY PROGRAMS		
<input checked="" type="checkbox"/> Obligation	<input type="checkbox"/> Earmark	<input type="checkbox"/> Commitment
BPD	GDAA-86-27497-4613	
APPROP	72-1161021	
PROJ/DRAFT#	497-0336	
OBLDOONO	PA-497-0336-86-01	
RESCTLNO	P600567	
EARCTLNO		
AMOUNT	\$ 267,950.00	

Clearances:

- VHP:RCoggins (draft)
- CX:MStevenson MS
- PRO:TMahoney TM
- ARD:ANewman AN
- LA:GBisson GB
- FIN/A:RMClure RM
- FIN/B:MLew ML

FUND AVAILABILITY PROGRAMS		
<input checked="" type="checkbox"/> Obligation	<input type="checkbox"/> Earmark	<input type="checkbox"/> Commitment
BPD	GDAA-86-27497-DG13	
APPROP	72-1161021	
PROJ/DRAFT#	497-0336	
OBLDOONO	PA-497-0336-86-01	
RESCTLNO	P600568	
EARCTLNO		
AMOUNT	\$ 107,050.00	

Attachment 1

Schedule

A. Purpose of Grant

The purpose of this grant is to provide support to the grantee's program as described in Attachment 2 to this grant, entitled "Program Description".

B. Period of Grant

The effective date of this grant is April 1, 1986. The estimated expiration date of this grant is June 30, 1987.

C. Amount of Grant and Payment

1. The total estimated amount of this grant for the period shown in B., above, is \$375,000.
2. AID hereby obligates the amount of \$375,000 for program expenditures during the period set forth in B., 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 entitled "Payment-Periodic Advance".
4. Documentation required by the payment provision noted above shall be submitted to:

Office of Finance  
USAID/Jakarta.

D. Financial Plan

The following is the financial plan for this grant, including local cost financing items, if authorized. Revisions to this Plan shall be made in accordance with the Standard Provision of this entitled "Revision of Financial Plans".

April 1, 1986 - June 30, 1987

<u>ELEMENT</u>	<u>USAID</u>	<u>GOI/CARE</u>	<u>TOTAL</u>
<u>Water &amp; Sanitation</u>			
Project Materials & Equipment	159,118	376,100	535,218
Training	6,000	19,000	25,000
Personnel & Operations	147,567	239,900	387,267
Sub-Total	312,485	655,000	947,485
<u>Dryland Farming</u>			
Project Materials & Equipment	-	2,000	2,000
Personnel & Operations	27,374	34,600	61,974
Sub-Total	27,374	36,600	63,974
TOTAL	339,859	671,600	1,011,459
Overhead (10.34%)	35,141	-	35,141
TOTAL	375,000	671,600	1,046,600
	(35.8%)	(64.7%)	(100%)

CARE agrees, as a condition to this Grant being made by USAID, that it will assure that the USAID contribution to the Total Program Budget does not exceed 75% of the Total Program Budget with all other funding coming from non-USAID sources. Failure of CARE to assure such non-USAID funding from other donors or its own resources may necessitate the termination of this Grant and possible refund action. The funds provided herein by USAID will be used to finance the "USAID" portion of the budget description. The grantee may not exceed the total amount of the USAID contributed portion of the budget.

#### E. REPORTING AND EVALUATION

CARE will prepare and submit to USAID/VHP a semi-annual narrative report on the progress of the project. This report is to be in sufficient detail for AID to judge the effectiveness and efficiency with which the project was implemented.

Financial reports will be submitted quarterly in accordance with Standard Provision "Payment Periodic Advance" of Attachment 3. A final financial report will be submitted within 90 days of project completion.

In addition, an evaluation will be conducted by the Grantee in consultation with AID at the conclusion of the project or any extension of the project. The Grantee and AID will meet to establish terms of the evaluation and funds required for the evaluation.

Prior to the required final performance reporting date, events may occur that have significant impact upon the project. In such instances, the Grantee shall inform the Grant Officer as soon as the following types of conditions become known:

1. Problems, delays or adverse conditions that will materially affect the ability to attain program objectives, prevent the meeting of time schedules and goals, or preclude the attainment of project work activities by the established time period. This disclosure shall be accompanied by a statement of the action taken, or contemplated, and any assistance needed to resolve the situation.
2. Favorable developments or events that enable time schedules to be met sooner than anticipated or more work activities to be performed than originally projected.

#### F. SPECIAL PROVISIONS

1. The total amount of this Grant is \$375,000. It is estimated that this amount will be sufficient to fund the Grant for one year. Subsequent year funding may be agreed to dependent on the availability of funds and the results of an evaluation of activities funded under this proposal and under previous Co-Fi grants to CARE.
2. Provision for Partially Funded AID Grants
  - (a) The funds provided by this grant represent partial support of the program/project as described in the Schedule of this grant, and may be used to support the costs of the program/project as specified in the Financial Plan included in the Schedule.

(b) The restrictions on the use of AID grant funds hereunder set forth in the Standard Provisions of this grant are applicable to expenditures incurred with AID funds provided under this grant. The Standard Provisions are not applicable to expenditures incurred with funds provided from non-Federal sources. The grantee will account for the AID funds in accordance with the Standard Provisions of this grant entitled 'Accounting, Audit and Records'.

(c) Notwithstanding paragraph (b) of the Standard Provision of this grant entitled 'Refunds,' the parties agree that in the event of any disallowance of expenditures from AID grant funds provided hereunder, the Grantee may substitute for such disallowance expenditures made with funds provided from non-Federal sources provided they are otherwise incurred for the purpose of this grant. At the expiration or termination of this grant, amounts of disallowance of expenditures from AID grant funds for which a substitution with expenditures from non-Federal funds cannot be made will be refunded to AID.

3. A full description of the project is contained in the project proposal dated February 28, 1986. It is hereby incorporated by reference into this Grant Agreement. Should there be any conflict between the project description of the original proposal and the description in Attachment 2, the description in Attachment 2 will take precedence.

G. Overhead Rate

Pursuant to the Standard Provision of this grant entitled 'Negotiated Indirect Cost - U.S. Nongovernmental Grantees' the following indirect cost rate is established:

<u>Rate</u>	<u>Base</u>	<u>Period</u>
10.34%	Total Costs	From: Date of Grant To: until amended

H. Title to Property

Title to property procured under this grant will vest in the Grantee in accordance with Optional Standard Provision No. 20 of this grant.

I. Authorized Geographic Code

The authorized geographic code for procurement of goods and services under this grant is "000", United States and the Cooperating country.

J. Closeout Procedures

This section prescribes uniform closeout procedures for this grant.

1. The following definitions shall apply for the purpose of this section:
  - a. Closeout. The closeout of a grant or agreement is the process by which AID determines that all applicable administrative actions and all required work of the grant or agreement have been completed by the recipient and AID.
  - b. Date of Completion. The date of completion is the date on which and work under grants and agreements is completed or the date on the award document, or any supplement or amendment thereto, on which AID sponsorship ends.
  - c. Disallowed Costs. Disallowed costs are those charges to a grant or agreement that AID or its representative determines to be unallowable in accordance with the applicable Federal cost principles or other conditions contained in the grant or agreement.
2. AID closeout procedures include the following requirements:
  - a. Upon request, AID shall make prompt payments to a recipient for allowable reimbursable costs under the grant or agreement being closed out.
  - b. The recipient shall immediately refund any balance or unobligated (unencumbered) cash that AID has advanced or paid and that is not authorized to be retained by the recipient for use in other grants or agreements.
  - c. AID shall obtain from the recipient within 90 calendar days after the agreement all financial, performance, and other reports required as a condition of the grant or agreement. AID may grant extensions when requested by the recipient.
  - d. The recipient shall account for any property acquired with AID funds or received from the Government in accordance with Attachment N of GIB Circular A-110 entitled "Property Management Standards".
  - e. In the event a final audit has not been performed prior to the closeout of the grant or agreement, AID shall retain the right to recover an appropriate amount after fully considering the recommendations on questioned costs resulting from the final audit.

PROGRAM DESCRIPTION

A. PURPOSE

The purpose of this grant is to provide support for a CARE project to:

1. improve the quality of life for residents of selected Indonesian villages in West Java, East Java and NTB through the provision of improved water supply and sanitation facilities;
2. develop a program strategy in three new areas:
  - training in community based rural water system construction of government and non-government personnel.
  - facilitating change in the government's approach and/or policy in the provision of clean water and sanitation facilities in rural areas.
  - collaborating with Indonesian PVOs in related project activities.
3. promote improved dry land farming practices in Pacitan District of East Java and in NTB.

B. SPECIFIC OBJECTIVES

WASHES:

1. Construct gravity flow water systems in 43 villages.
2. Install 120 handpumps.
3. Develop a "new directions" strategy mentioned in A(2) above.

Dry Land Farming

1. Training in soil conservation based farming techniques provided to 480 farmers.
2. Leadership and motivational training provided to 32 farmer leaders.
3. Soil conservation extension services provided to 480 farmers.

4. Establishing plant sources for gliricidia, calliandra and various grasses.
5. Extension services in conservation based dryland farming continue to be regularly provided to 510 farmers from 1984-1986 project sites.
6. Demonstration plots established on 48 farms.
7. Field based training in dryland farming techniques conducted for government agricultural extension staff and other interested groups.

C. IMPLEMENTATION

The project will be implemented over a one year period beginning on April 1, 1986. The target completion date is June 30, 1987.