

Annex III: Budget for the Action

24

6.7.1	Ammunition inspection and stability control	Per piece	8	4,500.00	36,000.00	Per piece	3	4,500.00	13,500.00
6.7.2	Workshop on ammunition disposal inspection and verification	Per workshop	3	6,000.00	18,000.00	Per workshop	2	6,000.00	12,000.00
6.7.3	Ammunition disposal methodology development	Per methodology	3	7,000.00	21,000.00	Per methodology	2	7,000.00	14,000.00
6.7.4	Ammunition verification consultant	Per month	18	800.00	14,400.00	Per month	12	800.00	9,600.00
6.7.5	Advanced certification course on ammunition demilitarization	Per course	3	28,000.00	84,000.00	Per course	2	28,000.00	56,000.00
6.7.6	Upgrade of TROM, Dobo demilitarization facility	Per activity	1	47,454.00	47,454.00	Per activity	1	47,454.00	47,454.00
6.7.7	Improvement of safety standards of TROM, Dobo	Per activity	2	31,570.00	63,140.00	Per activity	1	31,570.00	31,570.00
6.8. SALW and Ammunition Facilities Safety Upgrades (Component 3)									
6.8.1	Safety infrastructure upgrade of storage facilities in line with the assessments	Per storage facility	4	173,495.00	693,980.00	Per storage facility	2	173,495.00	346,990.00
6.8.2	Safety standards upgrade of storage facilities in line with the assessments	Per storage facility	4	74,355.00	297,420.00	Per storage facility	2	74,355.00	148,710.00
Subtotal Disposal of Remnants of War, Stockpile Management and Capacity Development			2,914,337.01						1,504,857.00
7. Subtotal direct eligible costs of the Action (1-6)			3,586,757.01						1,835,607.00
8. Administrative costs (7% total direct eligible costs of the Action)			251,072.99						128,492.49
9. Total eligible costs of the Action (7+8)			3,837,830.00						1,964,099.49

Justification of the Budget for the Action		All Years				
Costs	Clarification of the budget items	Justification of the estimated costs				
1. Human Resources						
1.1 Salaries (gross salaries including social security charges and other related costs, local staff)	These human resources represent the project structure defined in the project proposal. Due to the complexity of the project focus and its implementation the specific expertise is required in support of the project mandate. The short description of each position and their justifiability is defined in the project proposal. The project's human resource structure represents the balance between the project's outcomes, funds to be implemented and the UNDP project support.	The salary costs for each position are aligned with UNDP payscale. The number of units are related to the plans for implementation of different components.				
1.1.1 Project Manager						
1.1.2 Administrative/ support staff Project Associate						
1.1.3 Administrative support staff Procurement Associate						
1.1.4 Ammunition Technical Officer						
1.1.5 Ammunition Technical Officer						
1.1.6 Capacity Development Coordinator						
1.1.7 Stockpile Management Specialist						
1.1.8 Engineer/Infrastructure Advisor						
Subtotal Human Resources						
2. Travel						
2.1. International travel	The monitoring and verification of project's activities represent the most important fact related to the accountable use of funds. There will be a need to monitor activities in five different locations in BiH and to coordinate activities with project's stakeholders through out BiH. The international travel will be needed in support of regional and international initiatives related to arms control and stockpile management and reduction.	The travel costs are in line with the UNDP DSA rates as well as market prices of travel-fare. Those calculations are based on experiences from Phase I and II.				
2.2 Local travel						
Subtotal Travel						
3. Equipment and supplies						
3.1 Computer equipment	The equipment will be needed for the new staff. In previous two phases there were no investment in IT equipment hence the equipment needs to be renewed as the equipment is outdated and needs to be disposed of.	The market price of IT equipment based on the Long Term Agreements with UNDP's IT suppliers.				
4.1 Office rent for project staff	There is a need to accommodate 8 project staff, hence three offices are needed. The offices will accommodate around 3 persons in an average.	Those costs are calculated based on the UNDP's standard arrangements for office space.				
4.2 Consumables - office supplies	The consumables are related to the office materials needed for normal functionality of the project team.	The costs are estimated based on the use of office materials in the previous phases.				
4.3 Other services (tel/fax, electricity/heating, maintenance)	These costs are related to the heating, electricity, internet, maintenance and other related utility costs.	Those costs are calculated based on the UNDP's standard arrangements for utility costs and average expenditures in previous phases.				
Subtotal Local office						
5. Other costs, services						
5.1 Translation, interpreters for publications and official meetings	Due to extensive involvement of national stakeholders every document must be bilingual hence involvement of interpreters is critical. The use of interpreters will be minimized as the core of translation services will be provided by the project staff.	The costs are based on standardized UNDP rates translation/interpretation. Based on the experiences from the previous phases the lump sum costs are estimated				
5.2 Visibility actions in line with EU visibility guidelines	This action will pay special focus on visibility of all project activities. The visibility actions will be defined in the mandatory EU - UNDP Communication Strategy for the Action. Taking into account the importance of the Action the public must be aware that the EU involvement in this matter.	There will be five separate visibility actions and the scope of actions will be adjusted to the available funds. The estimated funds are defined based on the market prices of PR activities of this scope.				
5.3 Miscellaneous (postage, newspaper adverts, media reports etc)	These costs are related to the i.e. postage costs, procurement and human resource advertisements costs, hospitality costs for official meetings etc.	The costs are estimated based on the use of funds for those activities in the previous phases.				
Subtotal Other costs, services						
Costs						
6: Disposal of Remnants of War (Component 1)						
6.1 White phosphorus munitions programme						
6.1.1 White phosphorus munitions as per Annex J	The ammunition listed under budget header 6 is the ammunition entrusted to UNDP based on the decisions of the Minister of Defense (Annex					
6.2 Artillery munitions programme						
6.2.1 Support to the MoD in demilitarization in TROM, Dobo						
6.2.2 OBOD disposal						

6.2.3 Industrial demilitarization of artillery ammunition	L to the Project Proposal). The ammunition listed under this budget header is defined in the Memorandum of Understanding between UNDP and the Ministry of Defense. The Memorandum represents Annex H, I and J to the Project Proposal. The Project Proposal elaborates on the methods of destruction of those munitions in paragraph 1.11. It is important to note that the main method of calculation is in pieces with the exception of budget line 6.2.1. (ammunition transportation) and budget line 6.5.2. rocket fuels. The 'per piece' method give us full clarity what is to be destroyed and allows us to have very precise verification method.	The unit rates are calculated based on the standard market prices for disposal of specific types of munitions. Those are in line with previously approved pricing rates and represent discounted prices and the best value for money in the local and international market.
6.3 Air bombs and rockets programme		
6.3.1 FAB 250		
6.3.2 PRAB 250J		
6.3.3 FAB 50		
6.3.4 M 72		
6.4 SALW ammunition programme		
6.4.1 Small caliber ammunition		
6.4.2 Hand grenades		
6.5 Ammunition elements programme		
6.5.1 Fuses		
6.5.2 Rocket Fuels		
6.6 Counter-armor and other types munitions programme		
6.6.1 Anti-tank ammunition		
6.6.2 Other types of ammunition		
6.7 Ammunition Control Capacity Development (Component 2)		
6.7.1 Ammunition inspection and stability control	This activity is explained in the project proposal under Result 2. The inspection and stability control of ammunition represents the key precondition for safe ammunition disposal process.	The inspection and stability control is being conducted utilizing mobile laboratory with fixed costs of operation. Those costs are defined on the use of reagents for stability control and there are standardized market prices for those.
6.7.2 Workshop on ammunition disposal, inspection and verification	The workshop is linked to the activities to be implemented under Component 2 as explained in the project proposal. There will be three separate workshops. The workshops will gather representatives of the Committee for Movable Defense Property Surpluses. It will bring in over 30 individuals from the General Corp of the Armed Forces of BiH, management of the Ministry of Defense and relevant entity institutions per workshop.	The costs are based on expected number of participants at the workshop and organizational costs for the workshops. Those are estimated based on the previous experience and knowledge of market prices.
6.7.3 Ammunition disposal methodology development	There are three different and complex ammunition system that need to be disposed of within this phase. Those will require development of specific disposal methodology. Those are white-phosphorous ammunition, and two air bombs types.	The calculated expenditure is based on the experiences in development of those methodologies for other types of munitions from the previous phases.
6.7.4 Ammunition verification consultant	The ammunition destruction activities must be verified by external individual that will produce verification reports on the daily bases. This is the most important aspect related to accountable use of funds and transparency.	The costs are based on the average daily fee rate for assignment of this complexity in line with market prices in BiH and UNDP's rules and regulations.
6.7.5 Advanced certification course on ammunition demilitarization	The capacity development represents a separate component of this project proposal. UNDP is conducting training of the MoD personnel and are certifying the ammunition specialists for conducting ammunition disposal operations. It is expected to train over 60 individuals. The training is designed for the strategic and operational level personnel of the Ministry of Defense of BiH.	The costs are based on the previous certification courses held in the EU-funded and SEESAC/UNDP implemented training programmes.
6.7.6 Upgrade of TROM, Doboje demilitarization facility	The upgrade of TROM Doboje aims at increasing capacities of the facility to conduct disposal activities in safer manner. Those activities are explained in the project proposal under Component 2.	The costs represent estimated based on the needs for investment and market prices for those services.
6.7.7 Improvement of safety standards of TROM, Doboje		
6.8 SALW and Ammunition Facilities Safety Upgrades (Component 3)		
6.8.1 Safety infrastructure upgrade of storage facilities in line with completed assessments	These costs are related to the activities to be implemented under the Component 3. The activities are defined in line with previously conducted assessments of the storage facilities (Please Note: Those activities are described in the Project Proposal.)	The costs are based on distribution of investment in four selected prospective storage facilities. The estimation is based on the experiences in implementation of storage refurbishment project funded by the EU through UNDP/SEESAC and the knowledge of market prices of each investment.
6.8.2 Safety standards upgrade of storage facilities in line with the completed assessments		
Subtotal Disposal of Remnants of War, Stockpile Management and Capacity Development		
7. Subtotal direct eligible costs of the Action (1-6)		
8. Administrative costs (7% total direct eligible costs of the Action)		
9. Total eligible costs of the Action (7+8)		

Expected sources of funding & summary of estimated costs

Expected Contributions	Amount	Percentage
	EUR	%
EU contribution sought in this application (A)	3,837,830.00	
Other contributions (Applicant, other EU Funds or EU Member States etc)	-	
<i>Name</i>		
<i>Conditions</i>		
Revenue from the Action	-	
Estimated Costs	EUR	%
Estimated TOTAL ELIGIBLE COSTS (B)	3,837,830.00	
EU contribution expressed as a percentage of total eligible costs (A/B x 100)		100%

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