

**Cost Sharing Agreement between
Center for Disease Control of Ministry of Health and Medical Education
and United Nations Development Program**

Reference is made to letter No. 135/2913 dated 25 January 2015 from the Office of International Affairs of Ministry of Health and Medical Education to UNDP. I am pleased to inform you that the Center for Communicable Disease Control of Ministry of Health and Medical Education (hereinafter referred to as the "Donor") has decided to make a contribution of USD47,875.47 (Forty seven thousand, eight hundred seventy-five US Dollar and forty-seven cents; hereinafter referred to as the "Contribution") to be disbursed in Rial (see Article 3), to the United Nations Development Programme (hereinafter referred to as "UNDP"), a subsidiary organ of the United Nations, an international organization established by treaty, represented by its Resident Representative, with office at No. 8, Shahrzad Blvd., Darrous, 1948773911, Tehran, Iran, for "procurement of test kits for GeneXpert sets" hereinafter referred to as "Project"). Details of the Project has been attached as Project Document.

The Contribution shall be deposited to the following Bank account:

Bank Name: Bank Tejarat
Branch Name: Eskin Main Branch
Rials Account NO: 342515339 B
Bank Code No. : 033
Sheba: IR 16 0180 0000 0000 0342 5153 39
Address: Eskin Buildings, Mirdamad Street, Corner of Valiasr Street, Building No.11
Postal code: 1969613111

The Donor shall inform UNDP when the Contribution is paid and shall provide UNDP with deposit document.

UNDP shall receive and administer the Contribution in accordance with UNDP's Financial Regulations and Rules, policies and procedures, and on the following terms and conditions:

- (1) The Contribution shall be paid in one installment within three months upon signing this Agreement.
- (2) The above schedule of payments takes into account the requirement that the payments shall be made in advance of the execution/implementation of planned activities. It may be amended to be consistent with the progress of project delivery.
- (3) The value of the payment, if made in a currency other than United States dollars, shall be determined by applying the United Nations operational rate of exchange in effect on the

exchange prior to the full utilization by the UNDP of the payment, the value of the balance of funds still held at that time will be adjusted accordingly. If, in such a case, a loss in the value of the balance of funds is recorded, UNDP shall inform the Donor with a view to determining whether any further financing could be provided by the Donor. Should such further financing not be available, the assistance to be provided to the project may be reduced, suspended or terminated by UNDP.

- (4) This Contribution will be used exclusively for the Project.
- (5) In accordance with the decisions and directives of UNDP's Executive Board reflected in its Policy on Cost Recovery from Other Resources, the Contribution shall be subject to cost recovery for indirect costs incurred by UNDP headquarters and country office structures in providing General Management Support (GMS) services. To cover these GMS costs, the contribution shall be charged a fee equal to 7%. Furthermore, as long as they are unequivocally linked to the specific project(s), all direct costs of implementation, including the costs of executing entity or implementing partner, will be identified in the project budget against a relevant budget line and borne by the project accordingly.
- (6) The contribution and activities financed therefrom shall be subject exclusively to internal and external auditing procedures provided for in the financial regulations, rules and directives of UNDP. Should an Audit Report of the Board of Auditors of UNDP to its governing body contain observations relevant to the contributions, such information shall be made available to the Donor.
- (7) Any payments that remain unexpended after all commitments and liabilities have been satisfied shall be disposed of by UNDP in consultation with the Donor.
- (8) The Donor and UNDP will consult with each other in respect of any matter that may arise from or in connection with the Grant.

This letter and your acceptance of this contribution on the terms set forth herein shall constitute an agreement between Center for Communicable Disease Control of Ministry of Health and Medical Education and UNDP on the subject matter hereof.

Acceptance by Government:

Signature: _____

Name: Dr. Mohammad Mehdi Gouya

Title: Director General
of Center for communicable Diseases Control

Date: 1 Aug 2015

Acceptance by UNDP

Signature: _____

Name: _____

Title: _____

Date: 13 JUL 2015

Project Document

The purpose of this project is to provide continued support for procurement and importation of test kits for four sets of GeneXpert machine.

Background

In line with the National Tuberculosis Program, at the instance of Center for Communicable Disease Control and from the financial resources of Global Fund Round 7 Tuberculosis project, UNDP procured and, in January 2014, delivered four GeneXpert machines to Center for Communicable Disease Control to be used in four Medical Universities, namely, Tehran, Gorgan, Kermanshah, and Zahedan.

The Global Fund Round 7 Tuberculosis Project ended on 30 September 2014 with no expectation of continued funding (because of the changes in donor's eligibility criteria for funding). Nevertheless, fighting Tuberculosis remains among the highest priorities in the health policy of the country.

Significant emphasis has been put in Transition and Sustainability Plan, as well as in Terminal Evaluation Report that beyond the Global Fund project a sustainable arrangement and mechanism should be in place to secure maintenance and supply of spare parts and consumables of laboratory equipment which were purchased to lessen the burden of the disease in the country.

To this effect, UNDP has been requested to provide procurement support for purchasing and importing test kits of the four GeneXpert machines through the financial resources to be made available by the Ministry of Health and Medical Education.

The title and ownership of the four GeneXpert machines will continue to be with UNDP, and the usage of machines and the test kits supplied under this project will be solely for the purposes, in the manner set out in the Tuberculosis Round 7 Grant Agreement, and subject to any limitations contained therein.

Cost Estimate

The following is the total cost estimate of procurement of 4000 test kits of GeneXpert machines:

Description	Estimate Cost	Remarks
Net cost of 4000 GeneXpert test kits	39,920.00	Based on Quotation No. 402161/20150311
Freight, Insurance, and handling fee	2,723.44	Based on Quotation No. 402161/20150311
Custom clearance estimate	2,000.00	Based on historical data
ISS charges estimate	100.00	Based on past experience
GMS (7%)	3,132.04	
Total	47,875.47	

Duration

The implementation period of this project starts on 1 July 2015 and is planned to end on 30 June 2016.

Legal Context

The attached Legal Annex agreed to between the Government of I. R. of Iran and UNDP in August 2010 will serve as the legal context of the project.

Key Implementing Partner

UNDP will work with Center for Disease Control of Ministry of Health and Medical Education of Islamic Republic of Iran as the key implementing partner of the project.

Acceptance by Government:

Signature: 

Name: Dr. Mohammad Mehdi Gouya

Title: Director General of Center for communicable Diseases control

Date: 1 Aug 2015

Acceptance by UNDP

Signature: 

Name: _____

Title: _____

Date: 13 JUL 2015

