



01 March 2017

TO: Bakhodir Burkhanov, UNDP Country Director

FROM: Kevin Petrini, RSD Team Leader *K. Petrini* 1/3/17

THROUGH: A. Senaca Ravuvu, IRMU Team Leader *A. Senaca Ravuvu* 1/3/17

Note:
Its been
cleared by
legal office
Email attached

SUBJECT: Third Party Cost Sharing Agreement (UNDP and EU-GIZ)

Please note this is an agreement between UNDP and EU-GIZ. In July 2016 Government of Nauru officially requested UNDP to be Implementing Partner for the Nauru Energy Road Map project. EU-GIZ agreed to support the Enabling the implementation of the Nauru Energy Road Map Project.

This project is using the Standard GIZ/UNDP Third Party Cost Sharing Agreement. Kindly sign the agreement as well as the Prodoc as it is a DIM Project.

Submitted for approval

Approved / signed
[Signature] 01/03/2017

Thomas Jensen 1/3/17

2. Arbitration

Unless settled amicably, any such dispute, controversy or claim between the Parties as referred to in the previous paragraph, shall be referred by either Party to arbitration in accordance with the UNCITRAL Arbitration Rules then obtaining, including its provisions on applicable laws. The Parties shall be bound by any arbitration award rendered as a result of such arbitration as the final adjudication of any such controversy, claim or dispute.

Article XI. Privileges and Immunities

Nothing in this agreement shall be deemed a waiver, express or implied, of any of the privileges and immunities of the United Nations, including UNDP.

Article XII. Amendment of the Agreement

The Agreement may be amended through an exchange of letters between the GIZ and UNDP. The amendment letters shall become an integral part of this Agreement.


Article XIII. Entry Into Force

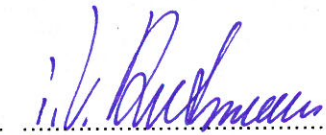
This Agreement shall enter into force upon signature and deposit by the GIZ of the first contribution payment to be made in accordance with the schedule of payments set out in Article I, paragraph 1 of this Agreement and the signature of the project document by the concerned parties.

IN WITNESS WHEREOF, the undersigned, being duly authorized thereto, have signed the present Agreement in the English language in two copies.

For the Deutsche Gesellschaft
für Internationale Zusammenarbeit (GIZ) GmbH

Date, 09. Feb. 2017


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Contract Management


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Contract Management

For the United Nations
Development Programme

Date, 01/03/2017


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Annex 1: Project Document including Budget



Empowered lives.
Resilient nations.

PROJECT DOCUMENT

Republic of Nauru

Project Title: Enabling the Implementation of the Nauru Energy Road Map

Project Number: 00100156

Output/Award ID: 00103237

Implementing Partner: UNDP

Start Date: 1 February 2017

End Date: 31 Dec 2018

PAC Meeting date: 11 Nov 2016

Brief Description

Theory of Change: Imported petroleum products are the main energy source in Nauru. The country is 100% electrified and renewable energy contributes around 1% to electricity supply with the remaining 99% provided by diesel generators. To date, the institutional roles and responsibilities of the various players in the energy sector have not been well defined, coordination mechanisms have not been operationalized, there is a lack of formal mandate for the Government department carrying out national policy and planning functions, and the processes and procedures are not sufficiently developed and in some cases they are unclear. In addition, the functioning of institutions is constrained by limited financial resources and staff capacity. A number of policies and legislation impacting the energy development on the island have been introduced since 2005 through the economic reform programme. However, these predominantly focus on electricity supply and lack attention to petroleum and renewable energy supply, including fuel handling, storage and distribution. In early 2012 the Nauru Government requested technical support in the development of an Energy Road Map. The Nauru Energy Sector Road Map 2014-2020 was developed and endorsed by Cabinet in 2014 and now serve as an implementation plan for Nauru's Energy Policy Framework from 2009. The focus of the project is assisting in the establishment of an enabling environment for the implementation of the Nauru Energy Sector Road Map. The project will consist of institutional, legislative and regulatory, technical and awareness and capacity development components and associated activities. The expected results are as follows: 1) impact: reliable, affordable, secure and sustainable energy supply to meet the socioeconomic development needs of Nauru; 2) outcome: an enabling environment for Nauru Energy Sector Road Map implementation; and 3) outputs: i) Energy Unit, Department of Commerce, Industry and Environment established and operational; ii) energy sector wide legislation and regulations for residential solar photovoltaic systems established; iii) technical standards developed or adopted for residential solar photovoltaic systems; iv) capacity developed on new energy legislation and regulation and technical standards for residential solar photovoltaic systems; and v) effective project management.

Contributing Outcome (UNDAF/Country Programme Results and Resource Framework): Improved resilience of PICTs, with a particular focus on communities, through the integrated implementation of sustainable environmental management, climate change adaptation and/or mitigation and disaster risk management.

Indicative Output(s): Energy Unit, DCIE established and operational; energy sector wide legislation and regulations for residential solar PV systems established; technical standards developed or adopted for residential solar PV systems; capacity developed on new energy legislation and regulation and technical standards for residential solar PV systems; and effective project management.

Total resources required:	195,983.28	
Total resources allocated:	GIZ:	195,983.28
	In-Kind:	0
Unfunded:	0	

Agreed by (signatures):

UNDP/Implementing Partner:

Date: 01/03/2017