

AMENDMENT No. 1

To The Letter of Agreement

Between

The United Nations

And

The Ministry of Interior of the Government of Albania

On the Implementation Of Cash-Grant-For-Victims Component Of The UN's Emergency Response To The Flood In Northwest Of Albania Project

This Amendment is made today on 6 July 2010.

Reference is made to the Letter of Agreement (hereinafter referred to as the "Agreement") dated 11 January 2010 between the United Nations and the Ministry of Interior of Albania for the services as described in the original Agreement and the Annexes thereof.

WHEREAS the United Nations and the Ministry of Interior wish to amend the said Agreement to substitute cash grant assistance for rehabilitation of basic public infrastructures damaged by the floods,

WHEREAS the United Nations and the Ministry of Interior wish to extend the implementation period of the said Agreement for the delivery of the intended services,

NOW THEREFORE, the United Nations and the Ministry of Interior agree to amend the Agreement as follows:

Clause 1 of the Agreement is amended as follows:

1. Reference is made to the consultations between officials of the United Nations (hereinafter referred to as "UN") in Albania and officials of Ministry of Interior with respect to the implementation by the Ministry of Interior of the grant component of the UN's Emergency Response to the Flood in Northwest of Albania, as specified in the revised Attachment 1: Project Document, to which UN Development Programme (UNDP) has been selected as lead / implementing agency in cooperation with UN Children's Fund (UNICEF).

Clauses 8 through 10 of the Agreement are respectively amended as follows:

8. The Ministry of Interior shall submit, within the first month from the signature of this Amendment, the list of corresponding allocation amounts to the local entities in compliance with the tentative list of interventions. The Ministry should also submit every two months, from the signature of this Amendment, a cumulative financial report. The report will be submitted to the UN Albania through UNDP Country Director. The format will follow the standard UNDP expenditure report, a model copy of which is provided as Attachment 4. UNDP will include the financial report by the Ministry of Interior in the financial report for the UN's Emergency Response to the Flood in Northwest of Albania Project.

9. The Ministry of Interior shall also submit bi-monthly narrative reports relating to the Activities or as often as may reasonably be required by the UN Resident Coordinator and UNDP Resident Representative.

10. The Ministry of Interior shall furnish a final report within one month after the completion or termination of the Activities, including an eventual list of non-expendable equipment purchased by the Ministry of Interior and all relevant audited or certified financial statements and records related to such Activities, as appropriate, pursuant to its Financial Regulations and Rules.

Attachment 2 of the Agreement is amended as follows:

DESCRIPTION OF ACTIVITIES

Project title: UN's Emergency Response to the Flood in Northwest of Albania

Expected Results to be achieved by the Ministry of Interior

Oversight and monitoring of rehabilitation works in public infrastructures identified as directly impacted and damaged by the January 2010 floods in Shkodra district, in the amount not exceeding US\$240,000.

Work to be performed by the Ministry of Interior

Identify, in cooperation with the Prefecture and the local governments of Shkodra district, a list of public infrastructure interventions to respond to recovery needs of the most vulnerable and most affected from the January 2010 floods

Ensure identified interventions have adequate and detailed project designs so that there is accuracy about the volume of works involved and the costs, which overall total should not exceed US\$ 240,000, unless matched by local sources.

Facilitate UN staff collaboration in verifying the compliance with the above condition prior to any money transfer to local government units

Make sure UN staff monitoring of progress works is agreed upon and accepted by respective local government units as part of the process during the implementation and certification of works progress.

Acknowledge adequately the contributions made by the UN (UNDP, UNICEF) when communicating with the beneficiaries, general public, donors and other entities;

Description of inputs:

**** The total programmable budget of the Project is US\$270,000. Of this amount, US\$240,000 is**

made available in support of the grants for the flood-affected families.

** The breakdown of US\$240,000 consists of: UN Coherence Fund (US\$70,000) administered by UNDP, UNDP TRAC 3 category 2 (US\$70,000), UN OCHA (US\$50,000) and UNICEF (US\$50,000) provided directly by UNICEF to the Ministry.

US\$240,000 will be made available to finance priority public infrastructures for the most affected and vulnerable communities in Shkodra district, disbursed by the Ministry of Interior through the local government units of Shkodra.

The tentative list of interventions is the following:

#	Commune	Project	Cost/ALL
1	Ana e Malit	Xhaferraj Health Center	1,000,000
2	Dajc	Sukaj Road	14,000,000
3	Velipoje	Reconstruction of Velipoje - Cas Water Supply	1,000,000
4	Velipoje	Reconstruction of Luarse Health Center	800,000
5	Bushat	Reconstruction of Bushat Health Center	1,500,000
6	Shkoder Municipality	Reconstruction of 2 Health Centers	7,000,000
		TOTAL	25,300,000

Attachment 3 of the Agreement is amended as follows:

Scheduled of Activities, Facilities and Payments

Activities: Grant support for rehabilitation works in six or more public infrastructures identified as directly impacted and damaged by the January 2010 floods in Shkodra district, in the amount not exceeding US\$240,000, distributed by the Ministry of Interior through local government units.

Timeframe: July – December 2010

Payment Schedule:

From the United Nations to Government of Albania:

- (1) US\$ 50,000 by UNICEF, upon signature of the Letter of Agreement (DONE)
- (2) US\$ 70,000 by UNDP, upon signature of the Letter of Agreement (DONE)
- (3) US\$ 70,000 by UNDP, upon allocation commitment from the UN Coherence Fund (DONE)
- (4) US\$ 50,000 by UN OCHA, upon signature of the Letter of Agreement (DONE)

Note:

Adjustments within each of the sections may be made in consultation between the UN and the Ministry of Interior. Such adjustments may be made if they are in keeping with the provisions of

the Programme Support/Project Document and if they are found to be in the best interest of the project.

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And the other terms and conditions of the Agreement, except as amended herein, shall remain unchanged and shall continue in full force and effect.

On behalf of the UN

Represented by:

Name: Gülden Türköz-Cosslett

Title: UN Resident Coordinator

Date: 23 July 2010



On behalf of the Ministry of Interior

Represented by:

Name: Lulzim Basha

Title: Minister of Interior

Date: 23 July 2010

