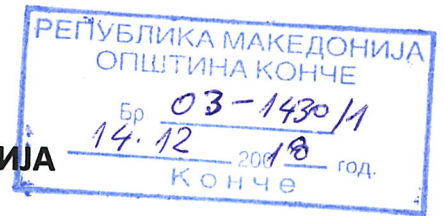


РЕПУБЛИКА МАКЕДОНИЈА
ОПШТИНА КОНЧЕ



Општина Конче, 2424 Конче

Тел: +389(0)32 630 325

www.konce.gov.mk / e-mail: opstina.konce@t.mk

Dear Madam:

I am pleased to inform you that the municipality of Konche (hereinafter referred to as the “Donor”) has decided to make a contribution of four hundred seventy three thousands and five hundred fifty denars 473,550.00 MKD, (hereinafter referred to as the “Grant”) 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 offices at St. Jordan Hadzi Konstantinov – Dzinot, No. 23, Skopje, for Project Name: Supporting consolidation of the local self-government system in its capacities to ensure inclusive governance and growth, #00089220 (details attached).

Bank Name: Stopanska Banka AD Skopje
Address: 11 Oktomvri, 11000 Skopje
MKD Account Number: 200001051434014
SWIFT: STOBMK 2X

The Donor will inform UNDP when the contribution is paid via an e-mail message with remittance information to slavco.dodevski@undp.org
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 accordance with the following schedule: full payment of the contribution on (date/period).

Date: Upon signature

Amount (MKD): 473,550.00 MKD

- (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 date of payment. Should there be a change in the United Nations operational rate of 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 Grant will be used exclusively for the Project “Supporting consolidation of the local self-government system in its capacities to ensure inclusive governance and growth”, #00089220.
- (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 5%. 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. All losses (including but not limited to losses as result of currency exchange fluctuations) shall be charged to the Project.
- (6) The contribution and activities financed there from 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 municipality of Konce and UNDP on the subject matter hereof.

Sincerely yours,



Signature, Mayor of Konce

Acceptance: 

Signature

Narine Sahakyan

UNDP Resident Representative a.i.

14.12.2018

Date