

**LETTER OF AGREEMENT BETWEEN
THE UNITED NATIONS DEVELOPMENT PROGRAMME AND
NORTH CENTRAL PROVINCIAL COUNCIL
ON THE IMPLEMENTATION OF 'ENHANCING BIODIVERSITY CONSERVATION AND
SUSTENANCE OF ECOSYSTEM SERVICES IN
ENVIRONMENTALLY SENSITIVE AREAS (ESA) PROJECT**

WHEN UNDP SERVES AS IMPLEMENTING PARTNER FOR THE SPECIFIC ACTIVITY

Dear Sir/ Madam,

1. Reference is made to the consultations between officials of the United Nations Development Programme (hereinafter referred to as "UNDP") in Sri Lanka and officials of North Central Provincial Council with respect to the realization of activities by the Government ministry/institution/IGO in the implementation of the project No: 00079607 titled 'Enhancing biodiversity conservation and sustenance of ecosystem services in Environmentally Sensitive Areas (ESAs), as specified in Attachment 1: Project Document, to which the request of the Ministry of Mahaweli Development and Environment is the implementing partner.
2. In accordance with the Project Document and with the following terms and conditions, we confirm our acceptance of the activities to be provided North Central Provincial Council towards the project, as specified in Attachment 2: Description of Activities (hereinafter referred to as "Activities"). Close consultations will be held between North Central Provincial Council and UNDP on all aspects of the Activities.
3. North Central Provincial Council shall be fully responsible for carrying out, with due diligence and efficiency, all Activities in accordance with its Financial Regulations and Rules.
4. In carrying out the activities under this Letter, the personnel and sub-contractors of North Central Provincial Council shall not be considered in any respect as being the employees or agents of UNDP. UNDP does not accept any liability for claims arising out of acts or omission of North Central Provincial Council or its personnel, or of its contractors or their personnel, in performing the Activities or any claims for death, bodily injury, disability, damage to property or other hazards that may be suffered by North Central Provincial Council, and its personnel as a result of their work pertaining to the Activities.
5. Any subcontractors, including NGOs under contract with North Central Provincial Council shall work under the supervision of the designated official of North Central Provincial Council. These subcontractors shall remain accountable to North Central Provincial Council for the manner in which assigned functions are discharged.

6 Upon signature of this Letter UNDP shall provide funds to the North Central Provincial Council in an amount up to **Sri Lankan Rupees Two million nine hundred sixty-two thousand six hundred and twenty only [LKR 2,962,620.00]** according to the schedule of payments specified in Attachment 3: Schedule of Activities, Facilities and Payments.

7. North Central Provincial Council shall not make any financial commitments or incur any expenses which would exceed the budget for the Activities as set forth in Attachment 3. North Central Provincial Council shall regularly consult with UNDP concerning the status and use of funds and shall promptly advise UNDP any time when North Central Provincial Council is aware that the budget to carry out these Activities is insufficient to fully implement the project in the manner set out in the Attachment 2. UNDP shall have no obligation to provide North Central Provincial Council with any funds or to make any reimbursement for expenses incurred by North Central Provincial Council in excess of the total budget as set forth in Attachment 3.

8. North Central Provincial Council shall submit a cumulative financial report for each tranche. The report will be submitted to UNDP through the UNDP Deputy Country Director and copied to ESA Technical Coordinator within 30 days following the utilization of the tranche. The format will follow the standard UNDP expenditure report (a model copy of which is provided as Attachment 4). The reports received will be compiled on a quarterly basis. UNDP will include the financial report by North Central Provincial Council in the financial report for 00079607 titled 'Enhancing biodiversity conservation and sustenance of ecosystem services in Environmentally Sensitive Areas project

9. North Central Provincial Council shall submit such progress reports relating to the Activities as may reasonably be required by the project manager in the exercise of his or her duties.

10. North Central Provincial Council shall furnish a final report within 3 months after the completion or termination of the Activities, including a list of non-expendable equipment purchased by North Central Provincial Council and all relevant audited or certified financial statements and records related to such Activities, as appropriate, pursuant to its Financial Regulations and Rules.

11. Equipment and supplies that may be furnished by UNDP or procured through UNDP funds will be disposed as agreed, in writing, between UNDP and North Central Provincial Council.

12. Any changes to the Project Document which would affect the work being performed by North Central Provincial Council in accordance with Attachment 2 shall be recommended only after consultation between the parties.

13. For any matters not specifically covered by this Letter, the Parties would ensure that those matters shall be resolved in accordance with the appropriate provisions of the Project

Document and any revisions thereof and in accordance with the respective provisions of the Financial Regulations and Rules of the North Central Provincial Council and UNDP.

14. The arrangements described in this Letter will remain in effect until the end of the project, or the completion of activities of North Central Provincial Council according to Attachment 2, or until terminated in writing (with 30 days' notice) by either party. The schedule of payments specified in Attachment 3 remains in effect based on continued performance by North Central Provincial Council unless it receives written indication to the contrary from UNDP.

15. Any balance of funds that is undisbursed and uncommitted after the conclusion of the Activities shall be returned within 90 days to UNDP.

16. This Letter of Agreement will come into effect on **28th of June 2018** and shall expire on **27th June 2019**, covering the anticipated term of the project. Any amendment to this Letter, including extension of its duration, shall be effected by mutual agreement, in writing.

17. All further correspondence regarding this Letter, other than signed letters of agreement or amendments thereto should be addressed to Nadia Rasheed, Deputy Country Director a.i, UNDP Sri Lanka [202-204, Baudhdhaloka Mawatha, Colombo 07] and copied to Sugandhi Samarasinghe, Technical Coordinator, ESA Project [202-204, Baudhdhaloka Mawatha, Colombo 07].

18. North Central Provincial Council shall keep the Technical Coordinator, of 'Environmentally Sensitive Areas Project fully informed of all actions undertaken by them in carrying out this Letter.

19. UNDP may suspend this Agreement, in whole or in part, upon written notice, should circumstances arise which jeopardize successful completion of the Activities.

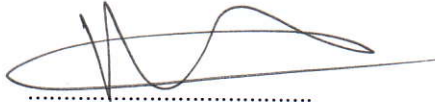
20. The parties shall use their best efforts to promptly settle through direct negotiations any dispute, controversy, or claim arising out of or relating to the Letter, or any breach thereof. Any such dispute, controversy or claim which is not settled within sixty (60) days from the date either party has notified the other party of the dispute, controversy or claim and of measures which should be taken to rectify it, shall be referred to the Secretary-General of the United Nations (in case of the UN) or Executive Heads of the respective funds/programmes for resolution.

21. If you are in agreement with the provisions set forth above, please sign and return to this office two copies of this Letter. Your acceptance shall thereby constitute the basis for your, North Central Provincial Council's, participation in the implementation of the project.



Yours sincerely,

Signed on behalf of UNDP



Nadia Rasheed, Deputy Country Director a.i

Date 03/07/2018



Signed on behalf of North Central Provincial Council



H.M.P. Bandara, Chief Secretary

Date 03/07/2018

H.M.P. Bandara
Chief Secretary
Office of the Chief Secretary
North Central Province
Anuradhapura.



INCEPTION REPORT

Project Title: Enhancing Biodiversity Conservation and Sustenance of Ecosystem services in Environmentally Sensitive Areas

UNDAF Outcome 4: Policies, programmes and capacities to ensure environmental sustainability, address climate change mitigation and adaptation, and to reduce disaster risks in place at national, sub-national and community levels

UNDAF Output 4.2: Government agencies, community groups and private sector are equipped with mechanisms, and practices to promote sustainable use of natural resources, biodiversity conservation and climate change adaptation.

UNDP Strategic Plan (2014-2017) Primary Outcome: Sustainable Development Pathways

UNDP Strategic Plan Secondary Outcome: Effective maintenance and protection of natural capital

Executing Entity/Implementing Partner: Ministry of Mahaweli Development & Environment

Implementing Entity/Responsible Partners: UNDP

Brief description: This project will assist the Government of Sri Lanka to safeguard biodiversity in multiple land use areas of special ecological significance (high biodiversity values) through the operationalization of a new land use governance framework called "Environmentally Sensitive Areas" (ESAs), which will be primarily outside protected areas. The primary objective of this project is "To operationalize Environment Sensitive Areas (ESA)—as a mechanism for mainstreaming biodiversity management into development in areas of high conservation significance". In order to achieve this Objective, the project plans on achieving the two major Outcomes, and four Outputs under these. The two Outcomes are:

- Outcome 1: National Enabling Framework Strengthened to Designate and Manage Environmentally Sensitive Areas (ESA)
 - Outcome 2: Biodiversity-friendly ESA management for long term integrity and resilience ensured at two sites in the Kala Oya Region
- Under Outcome 1, the project will support the development of national policy, strategy and national scale up plan for ESAs and build national institutional capacities to foster inter-sectoral partnerships and coordination to support ESA identification, management and monitoring of ESAs. Under Outcome 2, inter-sectoral partnerships also be fostered at local levels at two sites in Kala Oya Region to effectively manage at least 200,000 ha of landscape and seascape for long term biodiversity conservation, and for the maintenance of environmental services critical for local and national development using the ecosystems approach.

Programme Period:	2015-2020	Total resources required	19,276,690 USD
Atlas Award ID:	00079607	Total allocated resources:	19,276,690 USD
Project ID:	00089554	• Regular (UNDP)	6,500,000 USD
PIMS #	5165	• Other:	
Start date:	01/ 10/ 2015	GEF TF	2,626,690 USD
End Date	30/ 09/ 2020	Government Co-Finance	10,150,000 USD ¹
Management Arrangements:	NIM		

Agreed by (Executing Entity/Implementing Partner):

Udaya R. Seneviratne
Secretary

Ministry of Mahaweli Development & Environment
Date/Month/Year: 31/01/2017
No. 82, Rajamalwatta Road, Battaramulla.

Agreed by (UNDP):

Louisa Rangutsee
Deputy Country Director

31 / 01 / 2017

Date/Month/Year



1. The project will ensure that these activities are planned and implemented taking into consideration climate change impacts, so that not only are the planned activities more resilient to predicted climate change impacts (such as selection of species for restoration that are more resilient to fluctuations in temperatures and water availability); but that these actions will enhance ecosystem services in the context of climate change impacts (particularly on water provision, given the likely seasonal availabilities).
 - I. *Result 15: At least 25,000 ha of agro-ecosystems brought under biodiversity compatible production practices within ESAs (including paddy fields, slash and burn land and homesteads/ home gardens)* – the project will work with agriculture department, MASL (site 1) and farmers' organizations to promote organic farming, integrated pest management, and to increase multi-purpose trees species (especially indigenous species) on homesteads. This will be achieved through a two-pronged approach of making available the technical know-how and relevant skills enhancement, while also ensuring that incentives and dis-incentives applicable to these economic sectors are designed and implemented. Incentives such as promoting sustainable resource management and use through branding/ certification for environmentally sustainable/ organic production operations (organic traditional varieties of rice) b) implementation support to select activities identified especially those at the community level (e.g. ecotourism). The current project will link with such government schemes to ensure that required funding is made available to community groups and other partners for similar ventures. Thus, effective coordination and better decision-making will lead to better planning, coordination and enforcement of key strategies and actions agreed in the ESA management action plan. The project will also ensure that activities promoted are "climate smart".
2. The project will ensure that households implement activities such as composting and compost usage for agriculture using domestic animal manure, adopt integrated pest management and water saving irrigation management practices, as opposed to being over reliant on inorganic agrochemicals and wastage of water. High amounts of pesticides, herbicides, chemical fertilizer used – particularly in paddy farming have been noted in this region. Studies on the water quality of the KOB conducted by EML (2005) showed four key water quality related problems in irrigated agriculture in the KOB: Salinity, Water infiltration rate, Ion toxicity and Excessive nutrients. Middle Kala Oya Basin is the most populated and extensively cultivated where most of water quality deterioration has been noted, and this is where ESA 1 (Kala Wewa) is located. A strong relation between the fertilizer application and the nutrient increase in water has been observed in the region – particularly phosphate and nitrate concentrations in water throughout the year across the KOB, especially in the middle basin where the Site 1 is located. High phosphorous contents have been linked to algal blooms in tanks and lagoons, which have severe negative impacts on the lagoon biodiversity.
3. The project will promote positive incentives to change farmer behaviours and actions. For example, the project will also promote a move towards organic rice farming and link the producers to the market so that they can receive an additional premium for organic rice (currently, organic rice and traditional varieties in Sri Lanka is almost twice as expensive as non-organically farmed rice). Market linkages will be fostered with national supermarket chains/ organic rice buying companies. Traditional rice varieties such as Suwandel, Kalu-heeneti, Maa-wee, Pachchaperumal, Kurulu-thuda, Rath-del, Madathawalu, Hetada-wee etc. have been rising in demand in Sri Lanka for their alleged health benefits. In home gardens and private woodlots, households will be supported to plant species in partnership with Divi Neguma and Community Forestry Projects of the government.
4. The practice of chena cultivation in the project sites have been reported to be on the decline due government's enforcement of legislations, which has prevented conversion of natural forests into chena cultivation. However, in most areas, existing open scrublands that were previously under chena have been continued to be used as chena. Currently at least 2000 households are involved in this (in both sites?). Currently estimated 12800 ha of chena lands (rain fed upland cultivation in degraded natural

forests outside protected areas) in site 1 and 1300 ha in site 2. The key issues in these cultivation are that they are cropped using single species of crops, without any soil conservation practices and high usage of agro-chemicals are also reported on such lands. Use of single species of crops, without any soil conservation practices and high usage of agro-chemicals are reported to be key issues associated with such cultivation.

5. The project will support government efforts to regulate chena cultivation – ensuring prevention of chena cultivation in high biodiversity areas identified through the ESA land use plans and with agreements with local communities. The project will also ensure that government’s soil conservation programmes are targeted to sites that are most relevant to biodiversity conservation and that the farmers adopt a more agroforestry type chena cultivation as opposed to current practices of wholesale land clearance. However, the conservation of traditional crop varieties and their wild relatives is of extreme importance for future utilization in crop breeding programmes. The project will also work with the District’s programmes to rehabilitate degraded chena lands through community forestry (25,000 ha have been earmarked for the same purpose), so that these activities fully consider biodiversity mainstreaming. The project will develop strong partnerships with the Department of Divi Neguma Development, which is a household economy development unit of the Ministry of economic Development, and utilize their well-developed extension network at village, district and divisional levels.
6. **Risk and mitigation strategy for risks**
7. Project risks will be continually monitored throughout project implementation stages and appropriate strategies will be developed for their mitigation. During the project preparation a series of consultation and studies were undertaken that has led to adjustments in the risk assessment (Table 9).
8. In addition, a number of risks and possible mitigation measures on environmental and social aspects have been noted in Annex 8: Environmental and Social Screening Summary.

Table 9: Risks and proposed mitigation measures

Risk	Rating	Mitigation strategy
<p>institutionalization of ESA will be hindered by complexity of institutional roles, and interests at national, provincial, district and local levels</p>	Medium	<p>The project has placed particularly high importance on ensuring that there are national, district and local mechanisms to support inter-sectoral promotion of ESAs, that build on Sri Lanka’s institutional and policy context, and that they are functionally linked. As many government, community and private sector institutions will be operating at the landscape level, their cooperation and coordination will be difficult especially when the project is focusing at first at a site level conservation effort (at a PA). Unless proper legal and institutional mechanisms are in place and incentives, this may not become sustainable in the long run. Particular challenges are expected to occur at site 1, where there is a more complex mix of ecosystems and the ESA covers 4 Divisions. As most planning is done at this level, integration of the four Divisional Plans as one ESA plan will require particularly strong political and technical support. The project will ensure that the coordination mechanism is built on current processes and that there are strong local incentives to work at landscape level. In addition, ensuring strong integration of local plans – facilitated by the District Facilitation Committees, with additional help and guidance from the National ESA Committee - will be a particular focus by the project. The strong focus of the project on building appropriate institutional mechanisms from national to local level is also expected to mitigate the risk that many sectoral plans are top down and unless there are clear links between the central level to the ground level, the landscape level plans at local level may be impacted negatively unless all levels are aware of each other’s’ plans and ideas.</p>
<p>The development of policy and regulatory framework for ESA may not receive adequate support</p>	Medium	<p>The project will employ a highly consultative approach for development of the regulatory framework drawing on reviews and inputs from various stakeholders (government, private sector, communities, local bodies and academicians) to ensure feasibility and acceptability of the proposed strategy and policy. The proposed cross-sectoral national institutional mechanism will become the vehicle for optimizing dialogue among stakeholders. Given that Sri Lanka has a large number of laws, the project focus will be to use existing legal basis for the development of a national policy and strategy on ESA as well as a national scale up plan.</p>

<p>Local communities will not participate in ESA management because they fear this will lead to reduced access to use of natural resources.</p>	<p>Medium to high</p>	<p>The design, transparency and accountability through participatory management planning process will provide a means of addressing prejudices and genuine obstacles to protecting and sustainably managing natural resources. ESA sites will be identified and clear boundaries defined to provide for a variety of uses ranging from strict protection of biodiversity to its sustainable use based on conservation principles. Additionally, the project will develop strategies with local communities to address human wildlife conflicts, to ensure that there are positive incentives to farmers to practice biodiversity friendly farming/ fisheries etc. by linking their environmentally produced products to be marketed nationally.</p>
---	-----------------------	---

DESCRIPTION OF ACTIVITIES

Sub Project No.: 00079607/2.4.16/ESA/NCPC/A

Sub Project Title: Adopt new models to ensure biodiversity conservation in Agro Eco systems in the Anuradhapura district

Working arrangements:

There are five-line ministries, fifteen departments and several other institutes, established under North Central Provincial Council (NCPC). The North Central Provincial Ministry of Agriculture, Argo Products Marketing, Animal products & Animal Health, Fisheries and Housing Affairs, and Provincial Department of Agriculture in North Central Province vested power to implement activities in this thematic area. The Chief Secretary of North Central Provincial Council (NCPC) delegates the following interventions to the Provincial Department of Agriculture in North Central Province and will transfer the funds to the said Department for the same.

Results to be achieved by North Central Provincial Council (NCPC)

Responsible agency/institution	Proposed Key interventions
Department of Provincial Agriculture of North Central Province	1. Implement Model on Incentive based biodiversity mainstreaming in Agro Eco systems <ul style="list-style-type: none"> • Model 1: Home garden Development to Conserve Biodiversity (0.5 Acre) • Model 2: Mango cultivation with improved biodiversity conservation and Good Agricultural Practices (1 Acre) • Model 3: Farm development - Rain water harvesting and utilization. - 1Ac • Model 4: Chena Stabilization- 1 Ac • Model 5: Mahaweli paddy land development -2.5 Ac • Model 6 : Safe use of Agro chemical Usage to minimize environmental hazards

OUTPUT 4 Ecosystems management and restoration at ESAs

Key Activity: 2.4.16_ Result 16_25,000 ha of Agro-ecosystems brought under biodiversity compatible production practices within ESAs

D: Promote & model incentives and dis-incentives applicable to these economic sectors (agriculture, fisheries, homestead management) with links to market mechanisms are designed and validated and market linkages are strengthened

E: Adopt new models to ensure biodiversity conservation is integrated into slash and burn agriculture and homestead development (soil conservation)

Works to be performed by Department of Provincial Agriculture of North Central Province

Output 4_Result 16: 25,000 ha of agro-ecosystems brought under biodiversity compatible production practices within ESAs	
Key Activity: 2.4.16.D: Promote & model incentives and disincentives applicable to these economic sectors (agriculture, fisheries, homestead management) with links to market mechanisms are designed and validated and market linkages are strengthened	<ol style="list-style-type: none"> 1. Selection of beneficiaries as per the given guidelines 2. Awareness & extension service 3. Model establishment <ol style="list-style-type: none"> a. Model 2: Mango cultivation with improved biodiversity conservation and Good Agricultural Practices (1 Acre) 4. Adopt GAP, IPNS and IPM programs 5. Create/ strengthen existing market linkages 6. Monitoring and evaluation 7. Collect and report cost benefit data
Key Activity: 2.4.16.E: Adopt new models to ensure biodiversity conservation is integrated into slash and burn agriculture and homestead development (soil conservation)	<ol style="list-style-type: none"> 1. Selection of beneficiaries as per the given guidelines 2. Awareness & extension service 3. Model establishment <ol style="list-style-type: none"> a. Model 1: Home garden Development to Conserve Biodiversity (0.5 Acre) b. Model 3: Farm development - Rain water harvesting and utilization. - 1Ac c. Model 4: Chena Stabilization- 1 Ac d. Model 5: Mahaweli paddy land development -2.5 Ac e. Model 6: Safe use of Agro chemical to minimize environmental hazards 4. Adopt GAP, IPNS and IPM programs 5. Create/ strengthen existing market linkages 6. Monitoring and evaluation 7. Collect and report cost benefit data

Description of inputs

Provide a detailed description of the project inputs by activity. This may include personnel, contracts, training, equipment, miscellaneous and grants.

UNDP will provide the financial assistance to implement above proposed interventions in North Central Provincial Council and they will be responsible to implement the interventions in collaboration with the relevant departments and agencies in the province. Also, NCPC will be the key responsible entity to Implement, monitor and coordinate the project interventions in sustainable manner.

Furthermore, Relevant institutions under NCPC shall ensure the maintenance and continuance of the systems developed and IT equipment provided through the activities of this agreement.

Annexes

Technical guide: New models to ensure Biodiversity Conservation in Agriculture



SCHEDULE OF ACTIVITIES, FACILITIES AND PAYMENTS

Start Date: 15/ 06/ 2018

End Date: 14/ 06/ 2019

EXPECTED contribution to project OUTPUTS and indicators including annual targets	PLANNED ACTIVITIES List all activities to be undertaken during the year towards stated outputs	Time frame		Planned Budget	Schedule of payments		
		Tranche 1	Tranche 2		Amount (LKR)	Tranche 1 (LKR)	Tranche 2 (LKR)
2.4.16.D Promote & model incentives and dis-incentives applicable to these economic sectors (agriculture, fisheries, homestead management) with links to market mechanisms are designed and validated and market linkages are strengthened	<ol style="list-style-type: none"> 1. Selection of beneficiaries as per the given guidelines 2. Awareness & extension service 3. Model establishment Model 2: Mango cultivation with improved biodiversity conservation and Good Agricultural Practices (1 Acre) 4. Adopt GAP, IPNS and IPM programs 5. Create/ strengthen existing market linkages 6. Monitoring and evaluation 7. Collect and report cost benefit data 	May 2018 to Sep 2018	October 2018 to April 2019	Model establishment & implementation a) Model 2: Mango cultivation with improved biodiversity conservation and Good Agricultural Practices (1 Acre)	525,000.00	262,500.00	262,500.00
Subtotal of output 01				Administration & coordination of output 01	122,310.00	61,155.00	61,155.00
					647,310.00	323,655.00	323,655.00

Handwritten signature

H.M.P. Pandara
Chief Secretary
Office of the Chief Secretary
North Central Province
Anuradhapura.

E. Adopt new models to ensure biodiversity conservation is integrated into slash and burn agriculture and homestead development (soil conservation)	1. Selection of beneficiaries as per the given guidelines 2. Awareness & extension service 3. Model establishment Model 1: Home garden Development to Conserve Biodiversity (0.5 Acre) Model 3: Farm development - Rain water harvesting and utilization. - 1Ac Model 4: Chena Stabilization- 1 Ac Model 5: Mahaweli paddy land development -2.5 Ac Model 6: Safe use of Agro chemical Usage to minimize environmental hazards 4. Adopt GAP, IPNS and IPM programs 5. Create/ strengthen existing market linkages 6. Monitoring and evaluation 7. Collect and report cost benefit data	May 2018 to Sep 2018	October 2018 to April 2019	Model implementation a) Model 1: Home garden Development to Conserve Biodiversity (0.5 Acre) b) Model 3: Farm development - Rain water harvesting and utilization. - 1Ac c) Model 4: Safe use of Agro chemical Usage to minimize environmental hazards d) Model 4: Chena Stabilization-1 Ac e) Model 5: Mahaweli paddy land development -2.5 Ac Administration & coordination of output 02	988,000.00 175,000.00 236,000.00 234,000.00 560,000.00 122,310.00	494,000.00 87,500.00 118,000.00 117,000.00 280,000.00 61,155.00	494,000.00 87,500.00 118,000.00 117,000.00 280,000.00 61,155.00
Subtotal of output 02							
Total					2,315,310.00	1,157,655.00	1,157,655.00
					100 %	50%	50%

Note:

- Adjustments within each of the sections may be made in consultation between UNDP and the Government institution. 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
- Expenditures in this LOA to be followed the government circular and financial guidelines to make sure the transparency of the financial transactions. Any special programme, event and services related payments to be approved by Chief Secretary within the limitation of the budget line in the agreement



Office of the Chief Secretary
North Central Province
K.M.P. Bandara
Chief Secretary

Handwritten signatures and initials:
NSK
M

MODEL UNDP EXPENDITURE REPORT

Period from: 15 June 2018 to: 14 June 2019

EXPECTED contribution to project OUTPUTS and indicators including annual targets	PLANNED ACTIVITIES List all activities to be undertaken during the year towards stated outputs	Planned Budget		Payment & Expenditure		
		Budget Description	Amount (LKR)	Payment Received (LKR)	Expenditure (LKR)	Balance (LKR)
2.4.16.D Promote & model incentives and dis-incentives applicable to these economic sectors (agriculture, fisheries, homestead management) with links to market mechanisms are designed and validated and market linkages are strengthened	<ol style="list-style-type: none"> 1. Selection of beneficiaries as per the given guidelines 2. Awareness & extension service 3. Model establishment Model 2: Mango cultivation with improved biodiversity conservation and Good Agricultural Practices (1 Acre) 4. Adopt GAP, IPNS and IPM programs 5. Create/ strengthen existing market linkages 6. Monitoring and evaluation 7. Collect and report cost benefit data 	<p>Model establishment & implementation</p> <p>a) Model 2: Mango cultivation with improved biodiversity conservation and Good Agricultural Practices (1 Acre)</p>	525,000.00			
Subtotal of output 01		Administration & coordination of output 01	122,310.00			647,310.00

<p>E. Adopt new models to ensure biodiversity conservation is integrated into slash and burn agriculture and homestead development (soil conservation)</p>	<p>1. Selection of beneficiaries as per the given guidelines 2. Awareness & extension service 3. Model establishment Model 1: Home garden Development to Conserve Biodiversity (0.5 Acre) Model 3: Farm development - Rain water harvesting and utilization. - 1Ac Model 4: Chena Stabilization- 1 Ac Model 5: Mahaweli paddy land development -2.5 Ac Model 6: Safe use of Agro chemical Usage to minimize environmental hazards</p>	<p>Model implementation a) Model 1: Home garden Development to Conserve Biodiversity (0.5 Acre) b) Model 3: Farm development - Rain water harvesting and utilization. - 1Ac c) Model 4: Safe use of Agro chemical Usage to minimize environmental hazards d) Model 5: Chena Stabilization- 1 Ac e) Model 6: Mahaweli paddy land development -2.5 Ac</p>	<p>988,000.00 175,000.00 236,000.00 234,000.00 560,000.00 122,310.00</p>		
<p>Subtotal of output 2</p>		<p>Administration & coordination of output 02</p>	<p>2,315,310.00</p>		
<p>Grand Total</p>			<p>2,962,620.00</p>		

REQUEST FOR PAYMENT

Date: 06/07/2018.

United Nations Development Programme
Mohamed Muzain
Programme Manager
UNDP Governance for Local Economic Development
202-204, Bauddhaloka Mawatha, Colombo 7

Project Reference Number: **00079607/2.4.16/ESANPC/A**
Name and address of the Recipient: **Chief Secretary, North Central Provincial Council,
North Central Provincial Council Administrative Building Complex, Harischandra Mawatha,
Anuradhapura**

Subject: Request for Payment No. 01

Dear Sir,

I hereby request payment of the *first* tranche, **LKR 1,481,310.00** according to the Letter of Agreement.

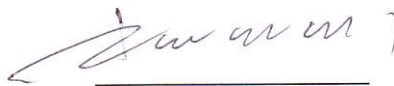
Please find attached the following supporting documents as per Letter of Agreement:

- Signed Letter of Agreement

The payment should be made to the bank account whose details are communicated in the Vendor Registration Form and below:

BANK NAME: Bank of Ceylon
BRANCH NAME: Anuradhapura Super Grade
ACCOUNT NUMBER: 1472190

Yours faithfully,



H.M.P. Bandara, Chief Secretary – North central Province

H.M.P. Bandara
Chief Secretary
Office of the Chief Secretary
North Central Province
Anuradhapura.