

Ms Eva Anderová
Ministry of Finance of the Czech Republic
Centre for Foreign Assistance
Letenská 15
118 10 Prague 1
Czech Republic

Brussels, 10 February 2009

Subject: Application CZ0167 – Children psychiatric patients' welfare and environment enhancement

Dear Ms Anderová,

It is my pleasure to inform you that the Norwegian Ministry of Foreign Affairs made a positive decision regarding grant application CZ0167 – entitled "Children psychiatric patients' welfare and environment enhancement" on 10 February 2009.

This correspondence constitutes a Grant Offer Letter as described in section 4.7 of the Rules and Procedures for the implementation of the Norwegian Financial Mechanism 2004-2009. This letter will form an integral part of the Grant Agreement as Annex I. The offer is subject to the provisions, limitations and conditions set out below.

General description of the Grant

- The Grant shall not exceed the amount of **€ 479,752**.
- The estimated eligible project cost is **€ 564,414**.
- The estimated total project cost is **€ 564,414**.
- The grant rate shall not exceed **85 percent** of the total, final eligible cost for the completed Project.
- First date of eligibility: **10 February 2009** unless a different date is stated under the conditions for the Grant in this Grant Offer Letter.
- Estimated duration: **10 months**
- Last date of eligibility: **30 April 2011**
- Advance payment: **10 percent** of the grant
- Off-set mechanism: The whole advance is set off when 80% of the grant has been disbursed

Summary description of the Project

The purpose of the Project is to enhance the quality of treatment related to social integration, provided for children at the Children Psychiatric Medical Institution Opařany and the

Psychiatric Medical Institution Dobřany , with the overall objective to improve the mental health treatment conditions for children in the Czech Republic. Reference is made to the application dated 22 October 2008 and to any subsequent correspondence with the Focal Point.

The completed Project shall include the following activities and results:

- reconstruction works at the Children Psychiatric Medical Institution Opařany sport ground and the Psychiatric Medical Institution Dobřany playground;
- purchase and installation of equipment and furniture for both institutions;
- purchase and installation of movement therapy equipment for both institutions;
- project management and publicity.

The Project Promoter is the Children Psychiatric Medical Institution Opařany. Subject to national law, the Project shall be implemented in partnership with the Psychiatric Medical Institution Dobřany.

The Focal Point shall ensure that the Ministry of Health provides at least 15 percent of the total estimated eligible Project costs.

Project specific conditions

The grant is awarded under the following general conditions specific for this project:

- (a) The Focal Point shall ensure that the purchased equipment is kept in the ownership of the Project Promoter and its partner and used for the benefit of the Project overall objective by the Project Promoter, both during Project implementation and for at least 5 years after its purchase in the case of the IT (Information Technology) equipment, and for at least 5 years following the approval of the Project Completion Report in the case of all other equipment.
- (b) The Focal Point shall ensure that the Project Promoter and its partner keep the equipment purchased within the Project properly insured against losses such as fire, theft and other normally insurable incidents both during Project implementation and for at least 5 years after its purchase in the case of the IT equipment, and for at least 5 years following the approval of the Project Completion Report in the case of all other equipment.
- (c) The Focal Point shall ensure that the Project Promoter and its partner keep the entire properties renovated and reconstructed properly insured against losses such as fire, theft and other normally insurable incidents both during project implementation and for at least 10 years from the approval of the Project Completion Report.
- (d) The Focal Point shall ensure that the properties renovated and reconstructed within the Project shall remain in the ownership of the Project Promoter and its partner and be used for the benefit of the overall objective for at least 10 years from the approval of the Project Completion Report.
- (e) The Focal Point shall ensure that any residual or extracted material from the renovation and the construction is reused, recycled, treated and/or deposited in an environmentally sound manner, and documentation of this must be given as part of the Project Interim Reports.
- (f) The Focal Point shall ensure that the assistance granted to the Project complies with the rules related to state aid, including all substantive and procedural rules within the framework of state aid control. The Focal Point shall take the measures it deems necessary to ensure such compliance. The approval of the Project by the Financial Mechanism does not imply a positive assessment of such compliance.

The following conditions shall be fulfilled prior to the first disbursement:

Not Applicable

The following conditions shall be fulfilled before completion of the project:

Not Applicable

After the completion of the Project, the Focal Point shall comply with the following specific post completion obligations:

The Focal Point shall ensure that the Project Promoter properly maintains the property and establishes an account dedicated to the maintenance of the results of the Project into which an appropriate annual sum shall be paid, which shall be minimum 1percent of the total Project cost.

The grant /grant rate applied for has been reduced on the following grounds:

Not Applicable

Other:

Not Applicable

The Norwegian Ministry of Foreign Affairs may retain up to 5% of the estimated eligible project cost until the Project Completion Report referred to in Article 3.5 of the Grant Agreement has been approved.

Information related to the implementation of the Project

The implementation of the Grant shall be subject to the Rules and Procedures for the implementation of the Norwegian Financial Mechanism 2004-2009, the Grant Agreement entered into between the parties, all Guidelines and Guides published by the Financial Mechanism Office, as well as the conditions set out above. Failure to comply with the rules and conditions will in the first instance lead to suspension of payments of the Grant.

The Focal Point as well as the applicant must accept this grant offer and the conditions made in it in writing no later than **four weeks** from the date of this letter. A completed, electronic version of the Project Implementation Plan must be sent to the FMO at the latest at the date of the sending of the letter with acceptance of this Grant Offer. The Grant Agreement shall be signed within three months from the date of this letter. By signing the Grant Agreement the Focal Point formally confirms its acceptance of the offer, including its conditions.

Payment claims can only be sent to the Financial Mechanism Office once the Grant Agreement has been signed and any pre-disbursement conditions have been met.

Payments will be disbursed into IBAN bank account no / BIC code: CZ51 0710 0345 3400 0645 1021 / CNBACZPP held by the Ministry of Finance of the Czech Republic - National Fund.

The Task Manager for this Project at the Financial Mechanism Office is Gabriela Voicu (gvo@efta.int). The Financial Mechanism Office looks forward to working with you to bring about the rapid signature of the Grant Agreement.

Yours sincerely,

FOR 
Stine Andresen
Director
Financial Mechanism Office

