

**AMENDMENT TO THE CONTRIBUTION AGREEMENT**

Between

**UNITED NATIONS HUMAN SETTLEMENTS PROGRAMME**

And

**FUKUOKA HABITAT INSTITUTE**

The Contribution Agreement (hereinafter referred to as the “**Agreement**”) between United Nations Human Settlements Programme, UN-Habitat, (hereinafter referred to as the “**Recipient**”) and Fukuoka Habitat Institute (hereinafter referred to as the “**Donor**”) that entered into force on 20 September 2013 with a completion date of 30 September 2014 and amended under Amendment 1 on 30 September 2014 with a completion date of 31 March 2015 for the implementation of the Project “Water for Life in Lao PDR and Nepal” is hereby further amended as follows:

Under this Contribution Agreement (hereinafter referred to as the “**Agreement**”) the Donor shall be responsible for providing the funds for the Project and UN-Habitat shall be responsible for implementing **the project through technical assistance to the water quality improvement by AQUALIFT in Nepal.**

The Recipient shall receive and administer the Contribution in accordance with UN-Habitat’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 **USD50,000 (United States Dollars Fifty Thousand)** on signing of the Contribution Agreement; and  
Full payment of **USD27,000 (United States Dollars Twenty Seven Thousand)** on signing of the Contribution Agreement (Amendment 2).
14. This Agreement between the Donor and Recipient shall become effective from the date of its execution and terminate in accordance with the time-frame and terms and conditions as set out in the Project Documents **Amendment 1** and **Amendment 2** herein attached as **Annexure 1**. In the event that the Project is not completed within the term of this Agreement, for any reason whatsoever, the Parties shall extend the term of the Agreement for such further duration/period as the Parties may deem fit and proper after reviewing the progress of the Project. Extensions, if any, will be recorded in writing by the Parties herein.

This amendment shall become effective as of the date of countersignature. All other terms and conditions of the Agreement remain valid and enforceable.

The undersigned duly authorized representatives of UN-Habitat and Fukuoka Habitat Institute have signed this Agreement in two original copies on the date(s) and at the place(s) below written.

**FOR UN-Habitat:**

Signature: 

Name: Yoshinobu Fukasawa

Title: Director, Regional Office for Asia  
and the Pacific

Place: Fukuoka, Japan

Date: 11/03/2015

**FOR Fukuoka Habitat Institute:**

Signature: 

Name: Hideaki Moriyama

Title: Representative

Place: Fukuoka, Japan

Date: 11/03/2015

**Water for Life Project in Nepal in 2015**

**Concept Note**

*(English Translation of the Japanese original concept note*

*approved by the Board in December 2014)*

**Goal of the project:**

To improve access to safe and sustainable water of the most vulnerable communities in Nepal.

**■Background and Objective of the Project**

Despite its rich history of culture and tradition, Nepal continues to be listed among the least developed countries (LDC) due to its political situations it is unlikely to see drastic improvements in the areas of water, sanitation and hygiene, especially in the traditional neighborhoods not covered by centralized systems.

In the urban areas of Nepal, neighborhoods have traditionally developed around structured water reservoirs which serves the daily water needs of the community such as washing and cleaning, and also functions to absorb storm water in the rain seasons, to prevent the neighborhood from flooding. In the recent years, however, due to rapid urbanization, increase of population and changes of lifestyles, the water quality of these ponds have increasingly deteriorated; the waste water from households are being discharged to these ponds and more significantly to the rivers. The majority of the poorer communities have no choice but to use the contaminated water, and improving the water conditions have becoming an immediate and critical issue.

In the previous phase of the Water for Life Project, community ponds, river stretches, waste water treatment facilities were improved by using bio formula, which was a safe, sustainable, low cost and low maintenance solution to improve the water quality and conditions by reducing accumulated sludge and contamination.

This year, the project will be further up-scaled and reach out to a larger number of water bodies which are critical for the livelihood and the health of the residents. At the same time, the project will work with the local governments who will mobilize the schools and the communities to initiate water and sanitation awareness building and clean-up campaigns.



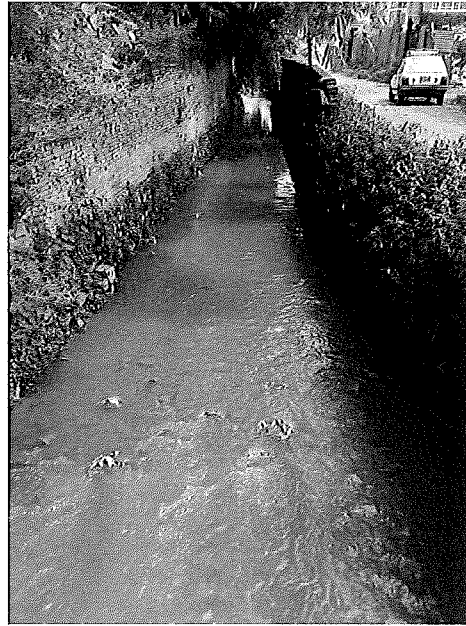
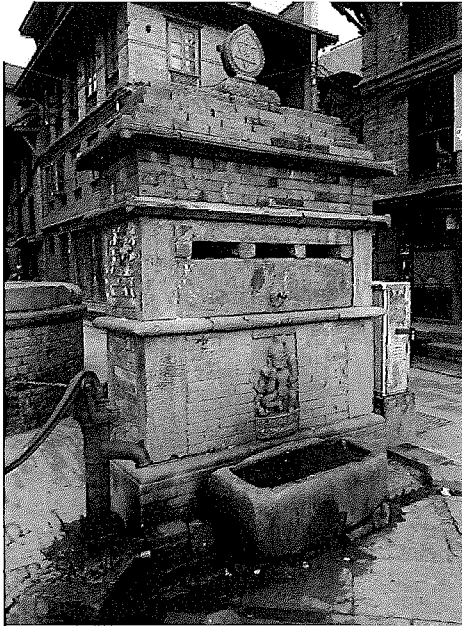
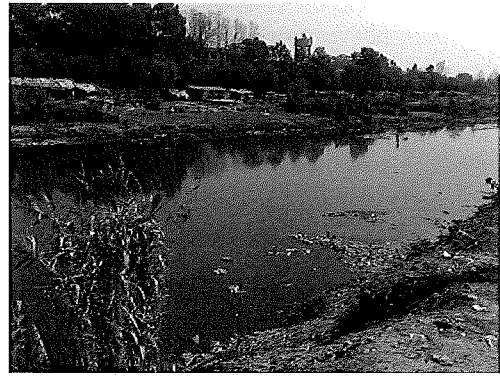
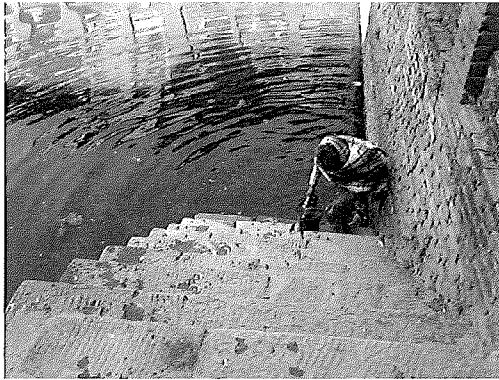
■Project Budget: **USD27,000** (UN exchange rate \$1@JPY119.17 as of December 2014)

Object Class	Object Code	Description	Budget (USD)
421	<b>10</b>	<b>Project Personnel</b>	
	15.01	Local Mission Cost	1,350
	16.01	Mission Cost	4,000
	17.51	Local Staff Cost	2,300
	19	Component Total	<b>7,650</b>
422	<b>20</b>	<b>Subcontracts &amp; Grants to Institutions</b>	
	22.61	AOC	13,000
	<b>29</b>	<b>Component Total</b>	<b>13,000</b>
	<b>30</b>	<b>Training</b>	
	32.01	Workshop	3,000
	<b>39</b>	<b>Component Total</b>	<b>3,000</b>
425	<b>50</b>	<b>Miscellaneous</b>	
	53.01	Sundry	244
	<b>59</b>	<b>Component Total</b>	<b>244</b>
		<b>Project Total</b>	<b>23,894</b>
999		<b>Programme Support Cost (13%)</b>	<b>3,106</b>
		<b>GRAND TOTAL</b>	<b>27,000</b>

■Implementation strategies and activities

The project will be implemented jointly by UN-Habitat Nepal Office, local NGO, local governments and universities in Nepal, and by technical assistance from Aquaservice Inc., the producer of the bio formula. The implementation will cover Kathmandu and several other municipalities, improving approximately 14 water reservoirs, 2 lakes and 3 branch rivers of the Bagmati River. One water reservoir is shared by 40-50 families, and the direct beneficiary will be 200-300 people.

■Implementation period: 1 year from March 2015 to February 2016



The project will target the most vulnerable, poorer and/or isolated communities, whom without this assistance, would be difficult to obtain access to safe and sustainable water. It is therefore a very meaningful project, and is also an opportunity for the technology companies in Fukuoka and the Kyushu region to contribute to improving the living environment of the people in Asia region by utilizing their expertise.

**Note:**

- \* The project locations are subject to change, subject to unavoidable conditions such as weather, availability of materials, security and so on.
- \* The project budget includes costs such as purchase of necessary materials, testing and monitoring, travel, awareness building campaign and events, AOS and so on. The actual cost will be disbursed in US dollars.