

Clinton Health Access Initiative (CHAI)  
Skyway Building, 3<sup>rd</sup> Floor,  
Ohio and Sokoine Drive  
P.O. Box 77277, Dar es Salaam

Dear Country Director, Dr Yahya Ipuge,

***RE.: Use of the District Health Information Software (DHIS) to Strengthen Routine Health Management Information System (HMIS) in Test Regions of Lindi and Mtwara***

Reference is made to your proposal of 6 June 2011 regarding financial support to the above mentioned project (the Project).

We are pleased to inform you that the Norwegian Ministry of Foreign Affairs (MFA) is willing to provide financial support not exceeding NOK 2 million (Norwegian Kroner two million) (the Grant) to finance the Project in the period January – December 2011 pursuing the following goal and purpose:

**Goal:**

To improve availability, quality and use of health data and information collected by routine health information system in Lindi and Mtwara regions to facilitate decision making process

**Objectives:**

1. To maintain timely collection, analysis, use and reporting of health data using DHIS for monitoring the performance of health services in test regions of Lindi and Mtwara
2. To implement standard operating procedures and testing of new tools for monitoring of health outcomes in test regions of Lindi and Mtwara

The support will be provided on the following conditions:

1. The Grant shall be used exclusively to finance the Project according to the work plan and budget in the Project Document/proposal of 6 June 2011. Upon completion of the Project, any unutilized funds, including accrued interests, shall be returned to MFA, unless the Parties have agreed in writing upon the utilization of such funds.
2. The Grant includes overhead costs, which shall not exceed 11% of total disbursed Program funds.
3. In addition to the Grant the project will utilize unspent funds of USD 60,941 from the agreement between MFA and CHAI for support for introducing the DHIS to strengthen HMIS in Lindi and Mtwara regions in 2010.
4. NOK 1,2 million of the Grant will be disbursed upon the signing of the Contract and approval by MFA of a disbursement request. This first disbursement will in addition to the unspent funds from 2010 cover expenditures incurred during the period January – May 2011, as well as budgeted expenses during the period June – August 2011.

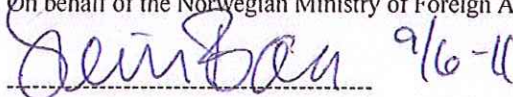
The remaining funds will be disbursed upon written request and MFA's approval of the financial reporting required under the agreement between MFA and CHAI for introducing DHIS to strengthen HMIS in Lindi and Mtwara regions in 2010, as well as MFA's approval of documentation received according to clause 5.1 below. CHAI shall immediately, in writing, acknowledge receipt of the funds. The date of receipt shall be stated as well as the exchange rate applied.

5. Reports and financial statements
  - 5.1 Within 1 September 2011 CHAI shall submit to MFA a brief progress report for the period January – August 2011.
  - 5.2 Within 28 February 2012 CHAI shall submit to MFA a final report for the Project. The report shall give information on the fulfillment of the plans and objectives mentioned in the Proposal, any deviations (positive or negative) and problems encountered.
  - 5.3 Within May 2012 CHAI shall submit to MFA certified financial statements for the Project covering the period January – December 2011 showing receipts/ income and expenditures of the Project. The certification shall be done by the Finance Manager and the Country Director of CHAI. The statement must itemize expenses as in the budget in the Proposal.
  - 5.4 Within June 2012 CHAI shall submit to MFA a copy of the audited financial statements of CHAI as such, as well as a copy of the audit report for 2011.
6. CHAI shall promptly inform MFA in writing of any condition which interferes or threatens to interfere with the successful implementation of the Project.
7. MFA reserves the right for representatives of Norway to visit any part of the Project for purposes related to the Contract and examine any relevant records, goods and documents.
8. The Parties declare their commitment to counteract corrupt practices in the execution of this Contract. Further, the Parties commit themselves not to accept, either directly or indirectly, as an inducement or reward in relation to the execution of the Contract, any kind of offer, gift, payments or benefits, which would or could be construed as illegal or corrupt practice. The Parties shall immediately inform each other of any indication of corruption or misuse of resources related to the Project, and undertake to take rapid legal action to initiate investigations of and prosecution against, in accordance with applicable law, any person suspected of corruption or misuse of resources related to the Project.
9. MFA may cancel this Contract or portion of this Contract with immediate effect if it determines that corrupt or fraudulent practices were engaged in by representatives of CHAI or of a beneficiary of the funds during procurement or during the execution of the Contract without CHAI having taken timely and appropriate action satisfactory to MFA to remedy the situation.
10. MFA has the right to withhold and/or reclaim all or parts of the Grant if Project funds are found not to have been used in accordance with the terms and conditions of this Contract, including are found not to be satisfactorily accounted for.

11. If any dispute arises relating to the implementation or interpretation of this Contract, the Parties shall consult with a view to reaching a solution. Any disputes that cannot be solved amicably shall be referred to the competent Tanzanian court and settled in accordance with Tanzanian law.

Please acknowledge the receipt of this letter and your acceptance of the conditions by signing the copy of this letter and return it to the Norwegian Embassy in Dar es Salaam which is competent to act on behalf of MFA.

Yours sincerely,  
On behalf of the Norwegian Ministry of Foreign Affairs

 9/6-11

MR SVEIN BÆRA  
Charge Affairs

Place:

Boston, USA

Date:

13 June 2011

I accept the above conditions on behalf of the Clinton Health Access Initiative Inc



RANDALL M. WALTHER   
Acting Chief Financial Officer