

# Guideline for applicants

Within **ABD Grant Scheme** as a part of the project: "Support to economic diversification of rural areas in Southeast Europe (SEDRA)".

The ABD Grant Scheme corresponds for Beekeeping Value Chain in the Pchinja-Krajishte Cross-Border Region



Opening date of call is 02.09. 2019 and  
the closing date is 15.10. 2019 at 16:00 Central European Time

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# 1. GENERAL INFORMATION

This Guideline aims to give practical information for applicants to the 2019 ABD Grant Scheme. It helps applicants to submit project proposals and offers information on the application procedure, eligibility and selection criteria, as well as the decision-making procedures.

The “ABD grant scheme” (named as such for the purpose of this guide) is to be implemented by the SWG Head Office/Secretariat on behalf of the Regional Rural Development Standing Working Group” in partnership with the Deutsche Gesellschaft für Internationale Zusammenarbeit GmbH (GIZ), within the project ”Support to economic diversification of rural areas in Southeast Europe (SEDRA)”.

The grant scheme is designed to support to beekeeping value chain development in the cross-border region of “Pcinja-Krajshte” , related to potential to generate added value, to generate income, to create employment and to valorize the local natural resources in an environmentally, socially, and culturally sustainable manner. Special attention will be paid in the involvement of women and youth in the cross-border area and the beekeeping value chain. Promotion and coordination of the ABD Grant Scheme in the cross-border region “Pcinja-Krajshte” is facilitated by SWG RRD in partnership with GIZ, within the joint project ”Support to economic diversification of rural areas in Southeast Europe (SEDRA)”.

## 2. BACKGROUND

### 2.1 What is SWG?

The SWG is an International Intergovernmental Organization, consisting of governmental institutions in South Eastern Europe (SEE) responsible for agriculture and rural development (Ministries of Agriculture) in countries and territories of South-East Europe (SEE).

The SWG vision is to promote innovative and sustainable agriculture and rural development through regional cooperation, to improve rural livelihoods in the SEE countries.

The main SWG work is organized through activities implemented in the following areas:

- Networking and capacity enhancement of SWG Member Institutions;
- Facilitating regional cooperation between rural stakeholders in the SEE region;
- Implementing the area-based development approach as a tool to foster sustainable growth in the SEE region.

### 2.2 What is Area Based Development (ABD)?

Area Based Development (ABD) is considered to be an innovative and effective approach to facilitate sustainable growth in rural areas in decline. It is tailor made concept for geographical areas in Cross-Border regions in the Western Balkans, characterized by specific complex development problems. The approach uses a methodology which is inclusive, participatory, as well as flexible and it ensures integration and coherence.

It is suitable in particular for areas where one or several of the following situations are present: poverty gap, post-natural or human disasters, post-conflict environment and exclusion issues.

## 2.3 Project: Support to Economic Diversification of Rural Areas in Southeast Europe (SEDRA)

The regional project: Support to Economic Diversification of Rural Areas in Southeast Europe (SEDRA) involves the countries: Albania, Bosnia and Herzegovina, Kosovo\*, North Macedonia, Montenegro, and Serbia. The Southeast European countries are characterized by great disparities between the urban and rural areas. Almost half of the population lives in rural areas with the majority being financially dependent on agriculture and forestry. In most of the rural areas, the lack of income and employment, depopulation and land-abandonment, as well as the unsustainable use of natural resources have led to a substantial loss of economic viability, poorer quality of life, less cultivated land, and a major loss of the biodiversity.

On the other hand, the rich and highly diverse natural and cultural heritage of the rural areas offers a big potential for diversification of the rural economy. Preservation and sustainable use can be crucial for the revitalization of rural areas of the Southeast European (SEE) countries, primarily in agriculture, forestry, crafts, tourism and digitalization.

SEDRA contributes to the improvement of capacities for evidence-based rural development policies focused on economic diversification in the region and facilitates community-led area-based development and value chain promotion in rural, cross border areas sustainable business models in structurally weak border regions are developed in selected value chains. This includes improvement of the production and marketing of agricultural and wild products, local crafts and culinary traditions, sustainable tourism and digitalization.

The support is realized through different capacity development measures, targeted investment support to relevant key stakeholders from the public and private sector and by facilitation of cooperation and networking along the value chain, mainly with the aim of increasing added value and employment by improving access to finances, services and markets.

## 2.4 Support of the beekeeping Value Chain

The term 'value chain' refers to the fact that as the preliminary product / service passes through the stages of the value chain its economic value increases through combination with other resources. These value chains are therefore very important for sustainable rural development, and the improvement of "value chain competitiveness" is recognized as a powerful approach for increasing rural incomes, creating jobs and stimulating economic growth in rural areas.

### Beekeeping value chain in Pcinja-Krajshte cross-border region

The Pcinja-Krajshte cross-border region is characterized by high biodiversity value, large areas of high mountain pastures and numerous areas with wild nature which surround the more dynamic urban areas and make an attractive region as a whole. Although the region is facing a number of development problems, rural areas in the region have preserved the cultural heritage and tradition, being territorially determined and close. At the same time the region possesses significant natural potential, especially in the wood, forest fruits and medicinal and aromatic herbs on which traditional economy is based. Natural resources are not exposed to any contamination because the region has no large industrial facilities or large urban areas.

Beekeeping provides an important contribution to biodiversity and agriculture in the region. Supply chain is long, while production of honey and other beekeeping products suffer from bad access to market. The support to the beekeeping value chain development aims to foster productive, commercial, and institutional relationships among beekeepers and their respective organizations, and its purpose is to develop /strengthen the value chain in the regional and domestic market. The grant scheme aims to provide opportunities for more employment for

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\* This designation is without prejudice to positions on status, and is in line with UNSCR 1244 and the ICJ Opinion on the Kosovo declaration of independence

rural population by making the beekeeping sustained through investments support in adding value of beekeeping products.

## 2.5 Code of practice

The **Code of Practice** is a document that describes the general value chain framework, the impacts on the economy, legislation, environment, and how those factors can be alleviated against sustainable development in the cross-border regions. The Code summarizes guiding principles that are used as a basis for cooperation among beneficiaries in the value chains.

The Grant Beneficiaries are required with the signing of the Contract, to also sign the Code of Practice.

In addition, this document should be signed among additional actors of the value chains on a voluntary basis and should serve as a statement of “goodwill and practice” for **active cooperation** along the value chain. Complying with this code provides the beneficiaries and value chains members to achieve effective partnership relationships, more successful results, improved performance, and increased profitability.

## 3. OBJECTIVES OF THE GRANT SCHEME

The general objective of the ABD Grant scheme within the SEDRA project is to contribute to the diversification of economic activities in rural areas of SEE, through strengthening of the selected value chains in the specific cross-border regions. In order to achieve the objectives of Beekeeping Value Chain development in the Pchinja - Krajishte cross-border region it is envisaged to provide financial support for beekeepers associations and beekeepers for **establishing, extending and diversifying beekeeping production and improving safety and quality standards in beekeeping sector and of the bee products.**

**In particular, Grant Scheme specific objectives for the beekeeping value chain are:**

- To provide investment support for further development of the beekeeping value chain in Pchinja-Krajishte cross-border region;
- To improve and modernize the technical conditions for beekeeping in the Pchinja-Krajishte cross-border region;
- To improve safety and quality of honey and other bee products and strengthen their image and market position;
- To create new employment and income;
- To further develop and strengthen the cooperation, networking and economic links between the actors in the beekeeping value chain;
- To involve women and youth<sup>1</sup>;
- To include digitalization and digital possibilities as a tool for business development;
- To attract additional financial support for the beekeeping value chain.

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<sup>1</sup> Person younger than 40 years

## 4. FINANCIAL ALLOCATION PROVIDED WITHIN THE CALL

The overall indicative amount available under this ABD Grant Scheme in the cross-border region "Pcinja-Krajiste", is estimated on **30.000 EUR**. The SWG reserves the right not to award all available funds in this Call for proposals.

### Size of grants

Applications are eligible as individual as well as within the partnerships: local and cross-border, as indicated in the guideline.

The value of a grant for individual beneficiary awarded under this Call for proposals, must fall between the following minimum and maximum amounts of the eligible costs:

- minimum amount: 1.000 EUR
- maximum amount: 10.000 EUR

The same eligible minimum and maximum amounts refer for a project with a group of beneficiaries that apply as partnership under this Call.

*Example given: 3 beneficiaries/partners for one project can jointly apply for up to 10.000 EUR, approximately 3.300 EUR per applicant.*

The value of the grant for each beneficiary might be up to 60 % of the total eligible costs (60% equal to maximum 10.000 EUR). The remaining cost of the action must be financed from the beneficiary or other sources.

**It is important to NOTE that VAT is not considered as an eligible cost.**

*Example given: Total investment of beneficiary is 18.000 EUR, from which approximately 15.000 EUR is considered as an eligible cost (amount without VAT). The beneficiary will receive 60 % of the eligible costs - 9.000 EUR.*

## 5. RULES APPLICABLE UNDER THIS CALL FOR PROPOSAL

This guideline sets out the rules for the eligibility, actions, costs, submission of concept notes, complete application packages, selection and implementation of actions financed under this Call.

### 5.1 Eligible areas

The grant will be available in the following countries and municipalities of the cross-border region "Pchinja-Krajshte":

**Cross-Border region of "Pchinja Krajshte" (countries and municipalities):**

**Serbia:** Bujanovac, Trgoviste, Crna Trava, Surdulica, Bosilegrad;

**North Macedonia:** Staro Nagorchane, Rankovce and Kriva Palanka;

The municipality of Kuystendil in Bulgaria is not eligible for this grant call due to the fact that Bulgaria is member of EU. However, eligible entities from Kuystendil, Bulgaria can participate in the proposed projects/investments as partners with their own financial resources.

## 5.2 Eligibility criteria

There are following sets of eligibility criteria, relating to:

- Applicant(s) which may request a grant and their partnership;
- Economic sectors eligible for support;
- Type of eligible activities;
- Types of costs which may be taken into account in setting the amount of the grant.

### 5.2.1 Eligibility of applicants - who may apply?

In order to be eligible for a grant, applicants **must** be:

- Applicants from the private, civil or public sector, operating as a registered legal entity, such are:
  - Agricultural and food producers, rural households and service providers, processing facilities, local stores, honey processing facilities;
  - A non-governmental organization (NGO), civil society organization (CSO), associations, an organization of farmers, cooperatives; Local and regional organizations, local and regional development agency, public enterprises and public institutions.

If the activities fall under one of the eligible sectors specified above, the following criteria is a must:

- The project within the ABD Grant Scheme must be implemented in the municipalities of the cross-border region already indicated in point 5.1 - Eligible areas. The applicant must be registered and operational in the eligible sector for at least 6 months before the submission of the concept note;
- Must be registered at the business register/register of agricultural holdings/ or another relevant registry in accordance with the legislation of the country where the applicant's operation is registered;
- Must prove that he/she is the owner of the land/facility or have a long-term lease, for at least 5 years in case of investments related to construction works (adaptation and renovation) on buildings or purchase of equipment when specific requirements apply.

### 5.2.2 Overall economic sectors eligible for support

In the cross-border region "Pchinja-Krajshte" only beekeeping sector is eligible for support.

#### Type of eligible activities

- Activities that will improve and modernize the technical conditions for beekeeping in the Pchinja-Krajshte cross-border region;
- Activities that will improve safety and quality of honey and other bee products and strengthen their market position;
- Activities which will promote beekeeping as economic activity, as well as bees as pollinators;
- Activities which will promote honey and other beekeeping products;
- Activities for joint promotion of beekeeping and its products at regional/national fairs;

- Support for co-operation activities in beekeeping sector;
- Establishment of facilities/stores/info points/degustation rooms/open farms etc., for demonstration of beekeeping activities, selling and tasting the honey and beekeeping products, as well as promotion of honey bees as pollinators;
- Establishment of new products, practices, processes, and technologies in the beekeeping sector;
- Digital solutions in all aspect of beekeeping (technology of beekeeping, production, processing), as well as promotion, marketing and sales;
- Other activities which support sales of beekeeping products;
- Design/branding of product (s).

**Note: In exceptional cases the costs for the activities related to the promotion should be partial and limited component of the total investment up to 20% of the eligible costs. The approval for promotion is done on behalf of SWG.**

### 5.2.3. Eligibility of costs within the grant

Only eligible costs incurred after the signature of the contract can be taken into account for the grant and they must be based on real costs and original supporting documents.

#### **Eligible costs:**

Eligible costs are actual costs incurred by the Beneficiary which meet all the following criteria:

- a) they are incurred during the implementation of the grant;
- b) they are indicated in the estimated overall budget for the grant;
- c) they are necessary for the implementation of the grant;
- d) they are identifiable and verifiable, in particular being recorded in the accounting records of the Beneficiary and determined according to the accounting standards and the usual cost accounting practices applicable to the Beneficiary;
- e) they comply with the requirements of applicable tax and social legislation;
- f) they are reasonable, justified and comply with the requirements of sound financial management, in particular regarding economy and efficiency.

Subject to the respect of the above-mentioned eligibility criteria, a list of examples of eligible costs is given below. The list is not exhaustive and other costs that are mentioned below may also be considered for financing, if they can clearly contribute to the achievement of the objectives of the grant scheme.

#### ***Diversification of production of honey and beekeeping products :***

- Renovation/adaptation/reconstruction of space for production, extraction, storage, packaging, processing, serving, marketing and selling of honey and other beekeeping products in beekeeping facilities, local markets etc.;
- Equipment for production, extraction, packaging, storage, processing, serving, selling, labeling and marketing of honey and other beekeeping products;

- Equipment/ machinery for transportation of honey bee colonies to stimulate migratory beekeeping excluding vehicles;

***Promotion of beekeeping and honey bee products:***

- Procurement of equipment for promotion (stands, advertising displays and panels etc.);
- Other goods and services are eligible, if they are purchased specifically for the action and in accordance with the conditions set out in the guideline. Such goods and services include, for instance, printing promotional materials consumables and supplies.

**Note: In exceptional cases the costs for the activities related to the promotion should be partial and limited component of the total investment up to 20% of the eligible costs. The approval for promotion is done on behalf of SWG.**

***Digitalization:***

- Development of digital products, services, solutions and platforms related to all aspect of beekeeping (technology of beekeeping, production, processing), as well as promotion, marketing and sales.

The applications that involve procurement of digital products, services, solutions and platforms will be prioritized on:

- The impact that the digital technology or services will have on the business (measured by revenue growth, increase in gross profit, employment outcomes);
- The extent to which the digital technology or services will make the business in selected beekeeping value chain more competitive;
- The potential and likelihood of the digital technology or service to create job/contribute to job growth.

**Ineligible costs**

- Taxes (VAT, Personal Income Tax and other taxes);
- Customs or import duties, or any other charges;
- Purchases, rent or leasing of land and existing buildings;
- Purchase of second-hand equipment;
- Bank charges, costs of guarantees and similar charges;
- Conversion costs, charges and exchange losses associated with any of the component specific euro accounts, as well as other purely financial expenses;
- Depreciation costs;
- Debts and debts service charges;
- Provision for losses or potential future liabilities;
- Interest owed;
- Credit to third parties;

- Repair costs of equipment;
- Non-capitalized research and development expenses;
- Accounting and legal fees;
- Items already financed in another framework;
- Administrative and operating costs (salary, per diems, office supply, vehicle maintenance, fuel etc.);
- Contribution in kind;
- Development/improvement of infrastructure (roads, sewage/drainage systems, water supply systems etc.);
- Other costs which can be considered as ineligible and not approved by SWG.

### **5.3 Number of projects and grants per applicant**

An applicant may not submit more than one project under this Call for proposals (may not appear as founder, owner or member of management bodies of other applicants). Consequently, all projects where the repeating applicant appears will be automatically treated as not eligible. Furthermore, one applicant cannot present himself/herself more than once within one joint project. Projects where applicants represented or owned by the same person and/or a close relative, will not be considered as an eligible.

### **5.4 Partners and partnership**

The concept of Value Chain represents the idea of partnership – networking and creating active cooperation structure between all involved actors. The ABD Grant Scheme enables and emphasize the further active cooperation between actors in the value chain and provides the opportunity for the strengthening of the partnership relations in one project within the ABD Grant Scheme.

#### **Partners**

- Applicants who create a partnership and jointly design and implement the action, as additional support, will be awarded by additional points, as provided under the ranking criteria;
- Partners must submit one joint concept note, together with required documents;
- Each applicant in the partnership must satisfy the eligibility criteria separately;
- SWG will sign the contracts individually with each partner of the joint action to be supported;
- The costs to be incurred by each of the partners must be presented separately for each of them in the joint concept note and later in the application package. The partners will be reimbursed for the eligible costs of the investment they have undertaken, only after the finalization of the investment by all the partners included in the partnership and indicated in the concept note and later in the application for the grant.

#### **Partnership**

- The partners must clearly state the purpose of the partnership in the project, including the specific role of each partner in the project and in the value chain;
- The partnership must be concluded at least for the period of the duration of the joint action as established in the grants contract;
- The Partnership Statement, confirming the interest of the applicants to cooperate, must be signed by each partner and attached to the Concept note;
- Together with the contract all future partners - beneficiaries need to sign the Code of Practice;
- Partnerships among family members will not be eligible under this Grant scheme.

## **5.5 Environmental Policy and Natural Resources Preservation**

### **Environmental Policy:**

Applicants and selected Beneficiaries shall not only comply with national environmental laws and regulations, but also implement measures contributing to the protection of the environment. They are encouraged to strive towards minimize the adverse environmental impact of their products and services during the whole chain cycle.

### **Natural resources preservation:**

Applicants and selected Beneficiaries are encouraged to use natural materials and resources in a sustainable way as well as to eliminate the waste produced by all its activities.

The beneficiary should avoid undue and unnecessary use of materials and utilize recycled materials whenever appropriate.

Conservation:

Processes and activities should be monitored and modified as necessary to ensure conservation of scarce resources, including water, flora and fauna and productive land in certain situations.

Energy Use:

The beneficiary should adapt production and delivery processes as well as heating, ventilation, lighting, and transportation to maximize efficient energy use and to minimize harmful emissions.

## **6. SUBMISSION OF CONCEPT NOTE AND APPLICATION PACKAGE**

This is a restricted Call for Proposals, two-step approach.

In the first instance, the applicant is submitting Concept Note and other relevant documentation.

After the first evaluation is performed - eligibility check and on-spot control, the pre-selected applicants will be invited by SWG Secretariat to submit a complete application package.

The applicants which will submit the complete application package will undergo the second evaluation - final eligibility check and ranking, based on the submitted complete application package with all supporting documents.

Documentation for the call for proposals regarding ABD Grant Scheme can be obtained from the SWG website: [www.seerural.org](http://www.seerural.org)

The official language of the ABD Grant scheme is English, documentation related to the application process can be submitted in local languages.

## **6.1 Submission Concept Note**

The Concept Note must be submitted using the format and instructions provided - annexed to these Guidelines.

The Concept Note package must contain the following:

1. Concept Note (Signed and stamped);
- 2.: Partnership statement - Signed and stamped by the partners (In case of a partnership);
3. A copy of a valid certificate of registration of the entity in the eligible sector for each applicant and/or partner.

### **Questions regarding Concept Note**

Questions regarding Concept Notes may be sent by e-mail no later than 10 days before the deadline for the submission of proposals to the address listed below,

[abda@swg-seerural.org](mailto:abda@swg-seerural.org)

The SWG has no obligation to accept questions after **05.10.2019**.

### **Where and how to send the Concept Note?**

The Concept Note together with the requested documentation should be submitted electronically by the prescribed deadline to the e-mail address: [abda@swg-seerural.org](mailto:abda@swg-seerural.org) (all relevant documents are to be scanned and attached to the e-mail).

**The deadline for the submission of Concept Notes** is **15.10.2019**, at **16:00h**. The date and time considered as evidence will be the date of email received by the SWG.

Any Concept Notes submitted after the deadline, not prepared in accordance with the Guideline or being incomplete will be rejected.

### **Further information regarding Concept Note**

Incomplete Concept Note or sent by any other means (e.g. by fax) or delivered to other addresses **will not be taken into consideration**.

The SWG will keep a record of the received Concept Note package and will send e-mail confirmation for received Concept Note packages.

## **6.2 Submission of Complete Application package – only valid for applicants which applications will pass the first selection procedure**

The applicants who have submitted Concept Notes that are pre-selected, will be notified and invited by SWG Secretariat, to submit the complete Application package.

The Grant Application and the Business plan must follow the format and instructions provided by SWG.

**Note: The main elements outlined in the Concept note must be included in the Grant application, and every change should be indicated and justified.**

The application package must contain the following:

1. Grant Application Form;
2. Business plan (the business plan should be filled in separately for each applicant).
3. Partnership statement (in case of a partnership)

Supporting documents such as:

- Proof of registration of applicant in the Farmer Registry/business registry/or another relevant registry – original or certified copy of the original form;
- An excerpt from the Property/Land Registry as proof of ownership of the applicant's property not older than 3 months at the date of submission the application – original or copy certified by the applicant (requested in case of investments related to purchase of equipment when specific requirements shall apply, adaptation/renovation works);
- The proof of the ownership or at least 5-year lease contract of the land/facility is to be requested in case of investments, regarding adaptation/renovation works on enterprise buildings, purchase of equipment when specific requirements shall apply;
- Copy of technical documentation (for the investments in renovation/adaptation of the facilities) if obligatory in the country where the investment will be realized;
- Copy of building permission (for the investments in renovation/adaptation of the facilities) if obligatory in the country where the investment will be realized;

The application package **must be** prepared using the official templates provided by SWG Secretariat.

Any additional information specific to the action can be requested from the applicant.

### **Questions regarding the Application Package**

Questions regarding Application Package (Application form, Business Plan and other relevant documentation) may be sent by e-mail no later than 10 days before the deadline for the submission of the application package to the e-mail address listed below,

[abda@swg-seerural.org](mailto:abda@swg-seerural.org)

The SWG has no obligation to accept questions after this date.

### **Where and how to send the Application package?**

The complete application package (Application form, business plan, and all other relevant documentation) must be submitted in **original and in electronic format.**

#### **An electronic version of the complete application package:**

The electronic version of the complete application package needs to be sent on the following e-mail address: [abda@swg-seerural.org](mailto:abda@swg-seerural.org)

The application package must contain exactly the same documents as the enclosed original paper version. For evaluation purposes Application form and Business plan documents must be submitted also in open source (word and excel) format.

#### **Original documentation of the complete application package via post:**

The original Application package must be submitted to Project Management Units/Offices in a sealed envelope by mail service, private courier service or by hand at one of the addresses below. It is important that applicants should request from the mail service a certificate confirming that the mail was posted.

#### **Postal address of Project Management Units/Offices for delivery:**

**SWG Head Office/ Secretariat ,Goce Delchev Boulevard, MRTV Building, 12th floor**

**P.O.Box 659 ,1000 Skopje, Republic of North Macedonia**

The outer envelope must bear the title: **ABD Grant Scheme within SEDRA**, together with the full name and address of the Project Management Units/Offices in charge where the application is submitted.

**The deadline for submission of the complete Application package** is **45 days**, beginning from the moment when the applicant is informed and invited by SWG Secretariat to submit a complete application package. Applications arriving after the specified deadline will only be considered if the postal mark indicates a sending date before the official deadline.

**Further information regarding Application package**

Incomplete application package or application package sent by any other means (e.g. by fax) or delivered to other addresses **will not be taken into consideration**.

The SWG will keep records of the received application package and will issue pertinent receipts - confirmation of posting or e-mail confirmation for the received application package.

In case if the application is evaluated positively, SWG Secretariat will request from the applicant to fulfill and submit the following documents:

1. Contract;
2. Code of Practice;
3. Fulfilled Questionnaire (for Value Chain development and project monitoring).

SWG will prepare and provide to the Beneficiary above mentioned documents.

## **7. GRANT APPROVAL PROCEDURE - EVALUATION AND SELECTION OF APPLICANTS**

### **7.1 First evaluation:**

Concept notes will be evaluated during the first evaluation process in which the SWG Secretariat and/or experts will be involved.

**Eligibility check:**

Concept notes will be assessed according to the administrative criteria and objectives of the call. Concept notes address at least 2 specific objectives of the call (stated in point 3. Objectives of the grant scheme).

**Administrative criteria:**

- Whether the documents are issued by the relevant authorities;
- Whether the documents have all elements proving their reliability (stamp, a signature of the responsible person, date, etc.);
- Whether the documents are valid according to the date of validity specified in the Guideline for beneficiaries.

If the examination of the concept notes reveals that the action/applicant does not meet the eligibility criteria, the concept note shall be rejected on this sole basis and will not be processed further.

**On-spot control:**

The on-spot control will be performed by SWG personnel on the applicants which met the criteria's and have positive results within the eligibility check. The aim of the on-spot control is

to confirm the correctness of the information stated and provided in the Concept Note and other additional documentation, regarding the applicant, location of the investment/project (procurement of equipment/reconstruction, financial aspect and other relevant information).

All applicants will be informed about the results of the first evaluation.

The applicants that will fulfill the necessary criteria's and eligibility within the first evaluation, will be invited to submit a complete application package.

## **7.2 Second evaluation:**

### **An opening of the submitted application package and administrative checks**

The following will be assessed:

- if the submission deadline of the application has been respected. If the deadline has not been respected the application will automatically be rejected.
- If the Grant Application Form with annexes satisfies all the criteria of the grant application form. If any of the requested information is missing or is incorrect, the application may be rejected on that sole basis and will not be evaluated further.
- If the supporting documents meet the following criteria:
  - Whether the documents are issued by the relevant authorities;
  - Whether the documents have all elements proving their reliability (stamp, a signature of the responsible person, date, etc.);
  - Whether the documents are valid according to the date of validity specified in the Guidelines for beneficiaries;

### **Final Eligibility check and ranking**

The **eligibility check** of the submitted complete application package, including the relevance of the proposed action/eligibility of applicant/eligible cost will be carried out in accordance with the eligibility criteria set out in chapter 5.

The eligibility criteria enable the selection of applications which the SWG can be confident will comply with objectives and priorities, as well as guarantee the best quality of the proposed actions for financing. They cover such aspects as the relevance of the action, its consistency with the objectives of the call for proposals, quality, expected impact, sustainability, and cost-effectiveness.

The complete application package will be evaluated and ranked by the Evaluation Committee. Members of the Committee will be nominated by SWG Delegates and/or external experts in coordination with SWG Secretariat.

All application packages submitted by applicants will be assessed and applicants will be informed about progress in the grant approval procedure accordingly.

After checking compliance of applications with the eligible criteria, the successful applications (only those that meet eligibility criteria) will be further ranked according to the ranking criteria and ranking list of the projects with the number of obtained points will be established.

If the examination of the complete application package reveals that the action/applicant does not meet the eligibility criteria, the application shall be rejected on this sole basis and will not be processed further.

Projects with the highest number of ranking points will be proposed for financing (based on the availability of financial allocation provided within this call).

The evaluation and ranking criteria are set as follows:

### 7.3 Evaluation and Ranking Criteria:

Ranking criteria	Explanation	Max points
Business plan	From 0 to 30 points	30
Does the project contribute to new employment?	From 0 to 15 points	15
Does the project contribute to the further develop and strengthen the cooperation, networking and economic links between the actors in the value chain?	From 0 to 10 points	10
Does the project contribute to increase the value added in the value chain?	From 0 to 8 points	8
Does the project involve and support women?	From 0 to 8 points	8
Does the project involve and support young people (below 40 years old)?	From 0 to 8 points	8
Does the project include digitalization and digital possibilities/solutions as a tool for business development?	From 0 to 8 points	8
Does the project contribute to economic partnership relations within the project?	From 0 to 5 points	5
Does the project have positive environmental impact and strives towards natural resources preservation?	Positive environmental impact - If "yes" than 4 if "no" than 0 Natural Resources Preservation - If "yes" than 4 if "no" than 0	8
<b>Total max points</b>		<b>100</b>

#### **To be eligible the project must obtain at least 50 points.**

In a case where applications have reached the same number of points, the one applying for the first time within the ABD Grant Scheme will be awarded. Otherwise, application with the earliest date of registration will be awarded.

#### **The final list of the supported applications:**

After completing eligibility checks and ranking of the applications and taking into account the available allocation provided within this call, a final list of the applications recommended for the support will be established.

Next, SWG will inform the applicants whether their application was recommended for the support or not. Successful applicants will be invited to sign a contract with the SWG for the realization of the investment.

### 7.4 Signing the contracts with the beneficiaries and implementation of the investment

The SWG HQ will sign contracts for the realization of action with successful applicants. From that moment the investment might officially start, and the costs related to the implementation of the investment becomes eligible.

The list of supported projects will be made public.

## 7.5 Modifications of the project proposals

After the contract enters into force, beneficiaries can only modify the action after receiving permission from the SWG. The beneficiary is required to ask for permission in writing with a proper explanation and can implement requested changes only after receiving the approval in writing.

## 8. RULES ON IMPLEMENTATION AND AFTER IMPLEMENTATION OF THE ACTION

The timeframe for implementation of the grant is limited – not more than 9 months from the moment of signing the contract between SWG Secretariat and Beneficiary.

The implementation of the action must be realized in line with the provisions stipulated in the contract to be concluded between the beneficiary and SWG.

The beneficiary will receive complete reporting documentation before the contract is signed. After project implementation, the beneficiary will be obligated to submit a technical and financial report with all supporting documentation (both, technical and financial).

The below mentioned list of rules might not be exhaustive.

### 8.1 Legal and administrative obligations to be fulfilled by the beneficiaries

The action of the project applications must meet the following rules and procedures:

- When designing activities/investments for support, the beneficiaries should consult closely the list of eligible costs under this call (see 5.6 eligibility of costs within the grant);
- Actions must comply with the requirements of the local and national law of the country where the investment takes place (if applicable). It is a responsibility of the beneficiary to ensure that the action was realized in line with the legal requirements of the country where the investment took place;
- Realization of actions can start only after signing a contract by the beneficiary with SWG. No payments done by the beneficiary prior to the signature of the contract will be reimbursed;
- The planned duration of the project must not be longer than 9 months from the moment of the signature of the contract,
- Actions must be realized respecting relevant procurement rules (see 8.2 procurement rules),
- Action financed under this grant cannot be subject of financial support from any other grant schemes, including international or national assistance. Each applicant is responsible to ensure that double financing will not occur.

### 8.2 Procurement rules:

Complete documentation for the procurement process for goods/services above 1000 EUR which includes:

**1. Request for offers** to at least 3 service/goods providers, which includes specification of requested goods/services with the indicated net, VAT/Personal Income Tax and gross amount. If the provider of goods/services is not in the VAT system, this should be indicated in the offer.

If the offer is requested by e-mail, communication to be attached (request for an offer and received offer).

**2. Minimum 3 received offers**, as per submitted request.

**3. The decision for selection of best offer.** In the decision, NET amounts (amount without VAT/Personal Income Tax) in the eligible offers should be compared and the lowest of the at least three eligible offers will be taken into consideration for reimbursement of the costs for procured service/good related to the realization of the project/activity.

**4.** In specific cases, offer other than the lowest could be selected with prior approval by the SWG, by providing a detailed explanation of why this offer should be selected.

**5.** If three service providers cannot be located and three offers cannot be obtained, this must be communicated and approved by the SWG in order to continue with the procurement process.

**All payments must be done via bank transfer.**

SWG reserves the right to evaluate received offers and their actual market value/price and eventually reject the chosen offer or costs incurred.

For the purpose of preparation of the Financial Report with the specification of costs and presenting the costs paid in local currency into EUR, the Contractor should use the average exchange rate published on the website by the Central/National Bank of the country where the cost occurred, on the date of the payment.

### **8.3 Monitoring and checks within and after the implementation of the investment**

Realization of the investment by the beneficiary will be monitored on a regular basis by the SWG Secretariat and staff from the regional offices. The Beneficiary should be in close communication with SWG regional offices staff.

#### **On-spot control after project realization**

After the realization of the investment and submission of the final technical and financial report, on-spot control will be performed.

The aim of the on-spot control after project realization is to confirm the correctness of the information stated by the beneficiary in the documentation submitted during the reporting phase. During the on-spot control, several aspects such as the location of the investment/project, procurement of equipment/reconstruction, financial aspect, and presented costs, and other relevant information will be checked.

### **8.4 Reporting package**

#### **Technical documentation:**

1. Original signed technical report on the performed activities (signed and stamped by the responsible person);
2. Photo documentation of the realized investment/activity;
3. Other supporting technical documentation, relevant for the grant.

#### **Financial documentation:**

- Original signed financial report with a specification of costs (signed and stamped by the responsible person);

- Original or certified copies of bills, invoices, and documents for proof of payment - bank statements (signed and stamped by the responsible person);
- Request for payment (original, signed and stamped by the responsible person);

### **8.5 Payments within the project**

- Beneficiaries will be reimbursed up to 60% of the total eligible costs after the completion of the action.
- Completion of the action is defined as the moment when the beneficiary finalized the investment and submit to SWG original documents (invoices, bank statements, contracts, etc.) confirming purchase of the equipment/realization of the works/IT development solutions and after positive evaluation within the on-spot control performed after realization of the action.
- Payments are conditional to the completion of the actions by all beneficiaries of joint actions (joint application/partnership).

### **8.6 Noncompliance with the rules of the contracts**

The grants can only be used for the approved activity presented in the Grant application form and business plan. Therefore, if the beneficiary acts contrary to the provisions of the concluded contract or the rules on the use of the grant are violated in any way, or in case of irregularities, the disbursed grant must be returned. Detailed provisions concerning breaching rules will be presented in the contract to be concluded between the beneficiary and the SWG.