

## **Annex 2a**

### ***Budget Guidance and Basic Definitions***

1. The objective of this section is to provide partners, OCHA Country Offices, HFUs and OCHA headquarters with a common framework to facilitate the appropriate preparation, review and clearance of project budgets. In particular, this guidance focuses on defining eligible and ineligible costs, direct and indirect costs (e.g. Programme Support Costs – PSC), shared costs, budget categories and the adequate break-down of budget lines.
2. This guidance applies to UN agencies including IOM and NGOs.

### **Rationale and Basic Principles of the Project Budget**

3. A clear segregation of duties underpins the preparation, review and clearance of the project budget. This is critical to preserve the country-driven nature of CBPFs and necessary to ensure central and internal controls to reduce the risk of approving erroneous or inappropriate project budgets (e.g. miscalculations, inconsistency, and lack of transparency or admission of ineligible costs). In this regard, fund managers in the field, certifying finance officers at headquarters, and implementing partners have specific roles and responsibilities, as follows:
4. Fund managers are responsible to ensure that:
  - I. The principles of economy, efficiency, effectiveness, transparency and accountability are adhered to in the sense that the project budget inputs are commensurate with the planned activities and the expected outputs, more specifically, that the project budget is a correct, fair and reasonable reflection of the project proposal/logical framework
  - II. The cost estimates are reasonable in the specific country context so that funding will be used in the most efficient way.
5. The role of certifying finance officers in headquarters is to:
  - I. Verify the budget's factual correctness, checking coherence with the project proposal and logical framework.
  - II. Flag concerns and seek clarification from fund managers on issues that may compromise compliance with UN rules and affect financial transparency and accountability.

6. The role of implementing partners in the budgeting process is to:
  - I. Provide a correct and fair budget breakdown of the planned costs that are necessary to implement the activities and achieve the objectives of the project.
  - II. Use and comply with the budget template on GMS and guidance provided by OCHA for the classification and itemization of planned costs.
  - III. Provide a budget narrative (as an essential component of the budget) that clearly explains the object and the rationale of any budget line. For example, shared costs, large/expensive assets, and costs/equipment required to support the regular operation of the implementing partner, are clear cases where the provision of details will be necessary in the budget narrative.

## Eligible and ineligible costs

### Eligible Costs

7. The following attributes define nature of eligible costs
  - Must be necessary and reasonable for the delivery of the objectives of the project.
  - Must comply with the principles of sound financial management, in particular the principles of economy, efficiency, effectiveness, transparency and accountability.
  - Must be identifiable in the accounting records and backed by original supporting evidence as incurred in accordance with the approved project proposal and period.
  - Must be included in project budget.
  - Must be incurred in accordance with approved project proposal.
  - Must be incurred within the project period.
8. These may include
  - **Staff Costs**- including salaries, social security contributions, medical insurance, and hazard pay for high-risk locations) involved in the management and implementation of the project. Salaries and costs may not exceed the costs normally borne by the IP in other projects.
  - **Consultancies** included in the project implementation
  - **Support staff costs** at country level directly related to the project may be partly included.
  - **Travel and subsistence costs** directly linked to the project implementation for project staff, consultants, and other personnel that may also be eligible, provided the costs do not exceed those normally borne by the IP.
  - **Shared costs**- well-justified request and reasonable allocation system. Must be itemized.
  - **Financial support to beneficiaries** e.g. cash and voucher based distribution.
  - **Purchase costs** for goods and services to the project to the beneficiaries of the project, including quality control, transport, storage and distribution costs.

- **Non-expendable items (assets)** e.g. IT equipment for registration, medical equipment, water pumps and generators, etc.
- **Expenditure related to the award of contracts** e.g. costs for the tendering process.
- **Sub-implementing partner's costs-** directly attributable project implementation.
- **Others-** monitoring, reporting, and evaluation, dissemination of information, translation, and insurance, financial service costs (in particular, bank fees for transfers).

## Ineligible Costs

9. Ineligible costs are broadly

- Costs not included in approved budget.
- Costs incurred outside approved project implementation period
- Expenditures over and above the approved total budget
- Costs that do not have supporting documentation
- Costs that are not covered by the SHF-budgetary guideline;

Other ineligible costs include

- Debts and provisions for possible future losses or debts.
- Interest owed by the IP to any third party.
- Items already financed from other sources.
- Purchases of land or buildings.
- Currency exchange losses.
- Cessions and rebates by the IP, contractors or staff of the IP of part of declared costs for the project.
- Government staff salaries.
- Hospitality expenses, provision of food/refreshments for project staff (not including water and hospitality for trainings, events and meeting directly related to project implementation).
- Incentives, mark-ups, gifts to staff.
- Fringe benefits such as cars provided by the organization to staff, individual full housing allowance and the like.
- Fines and penalties.
- Duties, charges, taxes (including VAT) recoverable by the IP.
- Global evaluation of programmers.
- Audit fees/system audit fees – these costs are paid directly by the fund

## Other types of costs

10. On a case-by-case basis and depending on the objectives of the fund, the fund manager retains the flexibility to consider the following costs as eligible:

- Government staff training as a component of a project activity that contributes to the achievement of the overall project objectives.
- Seconded qualified staff by the Government to support the project implementation i.e. health staff and teachers paid incentives
- Visibility material of the IP directly related to projects funded by Somalia Humanitarian Fund.
- International travel costs when directly linked to the delivery of the project objectives. When international travel costs are requested to support additional activities outside those of the project, such costs can only be considered if they are well justified and in the proportion attributable to the project.
- Vehicles.
- Depreciation costs for non-expendable/durable equipment used for the project for which the cost is not funded in the current budget or prior CBPF funding.
- Equipment for the regular operations of the IP.
- Recurrent costs for the IP's current operations.

## Direct Costs

11. Direct costs have to be clearly linked to the project activities described in the project proposal and the logical framework. They are defined as actual costs directly related to the implementation of the project to cover the costs of goods and services delivered to beneficiaries, and the costs related to the support activities (even partial, such as a security guard or a logistician partially working for the project), required for the delivery of services and the achievement of the project objectives.

12. Direct costs includes

- **Staff and related personnel costs**, including consultants and other personnel.
- **Supplies, commodities, materials.**
- **Equipment.**
- **Contractual services.**
- **Travel costs**, including transportation, fuel, and daily subsistence allowances for staff, consultants and other personnel linked to the project.
- **Transfers and grants to counterparts.**
- **General operating costs**, security expenses, office stationary/supplies, utilities (telecommunications, internet, water, electricity, office rent).
- **Other direct costs** e.g. monitoring, evaluation and reporting.

## Indirect Costs

13. Indirect costs are referred to as Programme Support Costs (PSC).

- PSC are all costs that are incurred by the IP regardless of scope and level of its activities and which cannot be traced unequivocally to specific activities. Examples- corporate costs (headquarters costs, legal services, general procurement, recruitment, etc.) not related to a particular project.

- PSC is maximum 7 per cent of the approved direct expenditures.
- PSC of sub-IPs associated to the implementation of a specific project should be covered by the overall maximum 7 per cent of the actual project expenditures.
- Indirect costs do not have to be itemization in the project budget

### **Shared Costs**

14. Sharing costs between different donors and projects under a country programme of an IP is an acceptable practice for CBPFs. The IP may share certain Country Office costs to different uses and projects, for example staff, office rent, utilities and rented vehicles.

15. The following guidance shall be observed when including shared costs in the project budget:

- Shared costs must be directly linked to project.
- Itemized in budget, following standard accounting practice and based on a well-justified, reasonable and fair allocation system, to be clearly explained in the budget narrative of the project and to be assessed and approved by the OCHA/HFU in the OCHA Country Office.
- The IP should at any time be able to demonstrate how the costs were derived and explain in the project proposal/logical framework how the calculation has been made (e.g. pro-rata, averages).
- For staff-related costs, if a position is cost-shared, the percentage of the monthly cost corresponding to the time that the person will dedicate to the project shall be budgeted. It is not acceptable to have portions of a unit for staff costs, only percentages are acceptable.
- Non-staff shared costs should be shared on the basis of an equitable cost allocation system. Accordingly, the percentages in the budget are to be assessed and approved by the OCHA/HFU in the OCHA Country Office.

### **Itemization of Budget Lines**

15. A project budget must be credible and in line with sound financial management principles. It should describe what the project proposes to do in financial terms and values. The budget review process will ensure that budgeted costs are correct, fair and a reasonable reflection of what is needed to carry out the project. Concerns in relation to compliance with UN rules and regulations and financial accountability must be addressed before projects will be approved.

16. The project budget is classified in seven categories:

1. Staff and other personnel costs
2. Supplies, commodities, materials (project inputs)
3. Equipment
4. Contractual Services

5. Travel
6. Transfer and Grants to counterparts
7. General Operating and Other Direct costs

In addition 7 per cent project support cost (PSC)

## **I. Staff and Other Personnel Costs**

These are costs and entitlements of national and international staff involved in the management and implementation of the project contracted directly by the hiring organization.

### **a. Direct staff cost**

These are salaries and entitlements for staff working directly on the project e.g. (Programme personnel like health officers, WASH engineers etc.)

### **b. Support Staff**

These are salaries and entitlements of staff engaged in management, support and administrative activities e.g. (Country Director, Executive, Grants Officer, Finance Coordinator, Human Resource Manager, Logistics Officer)

## **Budget Itemization of personnel costs**

- Each position should be in a separate budget line and roles and responsibilities clearly stated. Note the maximum budget line is 20, more positions should lumped up in one budget line and a breakdown provided in excel and their roles and responsibilities clearly stated
- The unit quantity should be a whole number
- Salary should cut across the whole project period.
- The amounts and percentages indicated in the remark section to be consistent with the budget
- No overlaps and
- Insert “**D**” for direct staff and “**S**” for support staff
- Cost shared positions, budget the portion of his her monthly cost that will be dedicated to SHF
- No overlaps or duplication of roles and responsibilities
- Acronyms spelled out
- Positions- under budget description should be as per the Organogram or TOR

## **II. Supplies Commodities and Materials**

These are costs related to the project activities;

- Procurement of consumables or supplies for project implementation i.e. medical supplies, learning materials, nutrition supplies, food supplies, NFI, tools, tents, furniture, kits)
- Construction/ Rehabilitation Works; construction of temporary learning spaces, rehabilitation of boreholes, Construction of toilets
- Cash for work or Unconditional cash transfers
- Food vouchers
- Transportation of supplies through road or air transportation.
- Warehouse rent used for storage of supplies procured for project implementation
- Training conducted to project staff and community members or beneficiaries for the project i.e. community health workers, hygiene promoters, caregivers, teachers
- Communication materials used to raise awareness and project visibility
- Incentives for seconded staff by the ministry or government to support the project i.e. teachers, nurses, auxiliary nurses. These are staff not in the organization payroll

### **Budget Itemization of supply commodities**

- Number of participants, beneficiaries who will benefit from the supplies or trainings or construction should be provided in the remark section
- The unit quantity, unit cost and duration should be clearly presented in the budget( tonnes, liters, kgs, trips, days, months, boxes)
- Unit cost should be in two decimal points only
- **Option 1** -Water distribution for the project to be clearly presented in the budget; Total number of liters of water to be provided as unit quantity e.g. (total number of beneficiaries x number of liters per beneficiary) and unit cost (should be within the standard market rate and to be confirmed by the cluster) and duration. **Option 2** - water supply can be presented as unit quantity per truck (liters) and unit cost (as per standard market rate confirmed by cluster) and duration.
- A detailed breakdown to be provided for all procured supplies in a bill of quantity/budget breakdown.
- Freight and transport costs to be clearly broken down -weight of the supplies (kg, tonnage), size of the truck and number of trips or duration to be provided.
- Standard kits (pep kit, Interagency Emergency Health Kits) above USD 4000, the contents and cost for each item to be provided in a detailed breakdown and kits below USD4000 items to be provided however a detailed breakdown of the costs not to be provided
- In the case of construction works above \$4000, only the known labor costs and essential materials shall be budgeted and itemized (unit, number of units and unit cost). The description should explain how the costs have been estimated on the basis of a standard prototype of construction (e.g. latrine, health post, shelter), type of materials (e.g. wood, prefabricated, concrete), and the formula or rationale used to make the calculation (e.g. per square foot or square meter, based on previous experience etc.).

- Costs for facilitators, venue, refreshments and stationeries are consistent for all funded projects
- Costs should be within the standard market rate for warehouse, water per liter, water per truck, water per barrel etc.
- Food and cash memo to be fully signed and stamped attached
- The total in the budget should be consistent to the BOQ/budget breakdown
- Spell out all acronyms

### **III. Equipment**

Procurement of tools for the benefit of the project implementation;

- IT equipment- Laptop, desktop
- Medical Equipment- Fridge, Delivery Beds, Stethoscope, Weighing scale, ECG
- Water Equipment- Water pump, Generators

#### **Budget Itemization of Equipment**

- Technical specification for items to be provided- IT, ECG equipment to be provided in the BOQ or GMS
- The unit quantity, unit cost and duration to be clearly highlighted in GMS

### **IV. Contractual Services**

These are works or services contracted under the project.

- Drilling of borehole
- Construction of Schools
- Contract for consulting services

#### **Budget Itemization of contractual services**

- Contract between organization and the service to be provided
- A detailed breakdown of the cost to be provided
- The description field must be used to provide details of the nature of the contract and its intended outputs, showing how these are relevant to, and necessary for, project implementation. The description may refer to the project log frame or activity plan as appropriate in order to clarify the rationale and justification for the contract

### **V. Travel**

Travel costs of staff, consultant and other project personnel. This includes



- Daily subsistence
- Local flights
- Hazard pay,
- Travel entitlements
- Fuel and vehicle rental for staff

### **Budget Itemization of contractual services**

- Itemize international and national travel and position of the traveler.
- Project staff, consultant and other personnel travel- details of the number of days, DSA, national and international flight costs (round/single trip), accommodation cost, vehicle rental transfers, SPU security service charges
- The costs for travel and perdiem should be within the market rates

## **VI. Transfers and Grants to Counterparts**

Entities receiving sub-grants could be NGOs

### **Budget Itemization of Transfer and grants to counterparts**

- Each cost should be presented in each budget line and the costs well presented
- The name of the organization receiving the fund should be indicated in each and every budget line description
- A detailed breakdown of the costs to be provided in BOQ for supplies, travel, operational costs etc.
- All acronyms to be spelled out
- The total budget under category 6 should be consistent to that in the cover page
- The budget guidance is applied same as all categories

## **VII. General Operating Costs**

They are costs directly linked to the project implementation. The cost includes; office running costs, office rent, utilities, security services costs, bank charges, office stationeries, communication costs for the project implementation.

### **Budget Itemization of general operating costs**

- Where cost sharing arrangements are in place and the cost of any budgeted item is not fully charged to the project (i.e. where the item is paid for partially by the SHF and partially from other funding sources), it is preferable that the item is budgeted throughout the full project period. Where a different period is used for the budget calculation a clear explanation / justification should be provided in the

description field. This applies equally to staff costs and other non-staff costs such as rentals, utilities etc.

- The offices should be indicated in the budget description
- Shared costs should be clearly broken down for more than one office in a BOQ and it should be spread through the whole project period.
- For office supplies, the quantities and unit costs should be reasonable.
- Under general operating costs, the budget should not be presented as a lump sum apart from bank fees
- Provide the percentage for transfer charges in the remark section for hawala
- The total budget in the BOQ should be consistent to the budget

**Project Support Cost (PSC)** is charged as a maximum of 7 per cent of the approved direct project budget or incurred cost by the implementing partner.

### Budget Preparation Guidance Note

**1. Staff and Other Personnel (Please itemize costs of staff, consultants and other personnel recruited by implementing partner for project implementation)**

**Education Project Officer:** The Education Project Officer role includes: Project monitoring and supervision, assisting field teams in achieving the project deliverable. He is responsible for the day to day activities of the project and tracking of the project indicators. He is to prepare the project field reports and submit to the Programs Coordinator. The Education Project Officer is to receive all community concerns and ensures there is full accountability to the project beneficiaries. He is to dedicate 100% of his time to the project. He ensures the runs according the agreed work plan.

Budget line Description	D/S Direc/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Education project officer	D	1	800	6	Months	100%	4,800

**Finance Officer:** The finance officer will be responsible for all financial and procurement matters of the project. He will ensure the preparation timely submission of project financial reports to the donor. The will guide the project on all issues with regards to project finances as part of his role in project budget tracking. He shall dedicate 30% of his time to the project.

Budget line Description	D/S Direc/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Finance Officer	S	1	1,500	6	Months	30%	2,700

2. Supplies, commodities and materials( consumables to be purchased under the project, including associated transportation, freight, storage and distribution costs; Construction works, and trainings)

### A) CONSTRUCTION AND REHABILITATION

#### Sample 1( Temporary learning spaces)

##### Budget Tool

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Construction of Temporary Learning Spaces	D	10	2,502.20	1	Lumpsum	100%	25,022.00

##### Budget Narrative

This is the cost of constructing 10 temporary classrooms for the six schools (2 classrooms per school) at the unit cost of \$2,502.20 per class room. The overall cost is \$ 25,022.00. This will improve access to education by enrolling children out of school and retaining those in school. SHF will cover 100% of the cost. BOQ attached

##### BOQ

2.1. Construction of temporary classrooms (TLS)						
Description	Unit quantity	Unit Cost	Units	Units	CHF contribution %	Total
Cleaning the construction site (7x6)	42	1.2	m	m	100%	50.4
Fixing Wooden posts (80X40X4000) mm into ground 35cm deep with cement sand and gravel at the space of 1.2m and height of 4m	18	8	pcs	pcs	100%	144
Complete Roof ,King post truss( 80x40)mm, Purlin (25x50)mm Guage 30 CGI iron sheet for roof and walling (800x2400)mm	98	18	m2	m2	100%	1764
Door made of fabricate CGI Framed wooden(900x2000)mm completed in all aspect locks hinge.	1	12	pcs	pcs	100%	12
Windows made of Fabricated CGI and wooden (1000x800)mm completed in all aspects	2	12	pcs	pcs	100%	24
Provide 15cm thick plain concrete around perimeter of the class both inside and outside to hold the structure firm on ground.	40	10	m	m	100%	400

Painting all CGI with red oxide paint with SCI and Donor logos	98	1.1	m2	m2	100%	107.8
Grand Total of one learning space						<b>2,502.20</b>

### *Sample 2( Rehabilitation of boreholes)*

#### **Budget**

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Rehabilitation of two strategic boreholes as exit strategy	<b>D</b>	1	22,605	1	lumpsum	100%	22,605.00

#### **Budget Narrative**

As per the need assessment conducted in the target areas, 2 Boreholes strategic water sources were identified for rehabilitation as exist strategy after trucking, (01 in Odweyne and one in Laasqorey District). The allocated cost will cater the most urgent needs as per the recent technical assessment. Further details see BOQs annexed. The total cost for rehabilitation is \$ 22,605.00

#### **BOQ**

<b>2.2 Rehabilitation of 2 Boreholes ( Odweyne and Habarshiro)</b>						
<b>A.Odweyne District Borehole Rehabilitation</b>						
S.No	Descriptions of work/activities	Unit	Quantity	Unit Cost (USD)	Total Cost (USD)	
1	Supply and Install Solar Panels of Mono Crystalline Type No. 32 PCs which is 300W in a 72 cell VOC 44.5V VMP 35.8V	32	PCs	\$300.00	\$9,600.00	
2	Case Water Proof for Solar pump inverter Inverter 22KW Controller/ pump Inverter Input DC & AC Output 380VAC 3Phase 50Hz.;	1	PCs	\$30.00	\$30.00	
3	PV Disconnect Switch 440VDC/40A	1	PCs	\$60.00	\$60.00	
4	Well Probe Sensor and Water Tank sensor.	2	PCs	\$30.00	\$60.00	
5	Electrode cable	150	M	\$5.00	\$750.00	
6	Cable joint	1	PCs	\$50.00	\$50.00	
7	Combiner fuse box & small accessory; DC Combiner Fuse box; DC circuit breaker; Manual transfer switch-generator & PV Array.	1	LMS	\$50.00	\$50.00	
8	Cable 16mm x 4 core PVC insulated 120	120	M	\$6.00	\$720.00	

	M				
9	Supply and Install the Solar Support mounting structure steel frame with Gentel sloping of 2m Elevation with the guidance of technical team ,welding,framework, man powering, painting, labouring for all the No. 32 PCs of the Solar Pannels and fixing in to the ground floor.	32	PCs	\$4.00	\$128.00
10	Earthrod c/w clamp	1	PCs	\$65.00	\$65.00
11	25mm PVC pipe	16	PCs	\$30.00	\$480.00
12	Installation, internal wiring sundries, sensors.	1	LMS	\$300.00	\$300.00
13	Material Transportation to the destination	1	LMS	\$200.00	\$200.00
<b>Sub-Total for Odweyne Borehole</b>					<b>\$12,493</b>
	C.Habarshiro borehole rehabilitation				
Abstract of Quantities and cost (BOQ) for Habarshiro borehole rehabilitation					
S.No.	Description of activities/work	Unit	Quantity	Unit Cost (USD)	Total Cost (USD)
1.1	Providing and fixing Installation of new generator set of 30 kva with 3 cylinders, made by Perkins (30KVA, UK, PERKINS) and complete with all its fittings and all aspects, Perkins 1103A-33G, 3 cylinder, 3.3ltr, DSE3110 Key/Auto Start Module, DSE4620 AMF Module as option., Frequency 50hz/60 hz, Phase - 3 phase, prome power -30kva/24kw, standby power-33kva/26kw	No.	1	9,800.00	9,800.00
1.2	Transportation of the Generator from spare part ( Selling point) to Borehole site. In this case Bosaso to Habarshiro and fixation	No.	1	312.00	312.00
<b>Sub-Total for Habarshiro borehole rehabilitation</b>					<b>\$10,112</b>
<b>Total Cost for Boreholes including Fuel distribution</b>					<b>\$22,605.00</b>

## B) PROCUREMENT OF SUPPLIES

### *Sample 3 (Cash for work tools)*

Description	D/S Direct/Sup port	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charge d to SHF	Total
Cash for work tools		1	15,250.00	1	Lumpsum	100%	15,250.00

	<b>D</b>					
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### **Budget Narrative**

500 Laborer will be provided with tools. (Axe Wheelbarrow, big axe Shovel, forks hand gloves) to rehabilitated community assets infrastructure in 5 target villages -BOQ attached

<b>2.3</b>	<b>Cash for work Tools</b>				
	<b>Descriptions of work/activities</b>	<b>Units</b>	<b>Quantity</b>	<b>Unit Rate (\$)</b>	<b>Amount (\$)</b>
1	Wheal barrow	pieces	120	\$31	\$3,730.00
2	Shovels	pieces	315	\$6	\$1,890.00
3	Big axe	pieces	130	\$8	\$1,040.00
4	Fork	pieces	260	\$4	\$1,040.00
5	Axe	pieces	410	\$8	\$3,280.00
6	Hand gloves	pieces	610	\$7	\$4,270.00
	<b>Grand Total</b>				<b>\$15,250.00</b>

### **Sample 4(Cash relief)**

<b>Description</b>	<b>D/S Direct/Support</b>	<b>Unit quantity</b>	<b>Unit Cost</b>	<b>Duration</b>	<b>Time unit (Months, Days or Lump sum)</b>	<b>Total Cost % charged to SHF</b>	<b>Total</b>
Cash relief incentive payment( 200HH for 3 months)	<b>D</b>	200	85	3	Lumpsum	100%	51,000.00

### **Budget Narrative**

200 HHs of Unconditional cash transfer will be supported for the most vulnerable groups of the community including widows, women head HH, families with disabilities or with severe prolonged illness and isolated families without external support. The supporting period will be 3 month and the rate is 85% of Minimum Expenditure Basket (MEB) which corresponding 85 USD. 100% of the 85% of the MEB will be charged to SHF.

### **BOQ**

<b>2.4 Cash relief incentive Payments</b>						
	<b>Descriptions of work/activities</b>	<b>Quantity</b>	<b>Unit</b>	<b>Unit Rate (\$)</b>	<b>Duration Months</b>	<b>Amount (\$)</b>
1	Cash relief incentive Payments	200	HH	\$85.00	3	\$51,000.00

(200hh*3month*85USD)				
<b>Grand Total</b>				<b>\$51,000.00</b>

#### Sample 4( Medical and non-medical supplies)

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Medical and non-medical supplies	<b>D</b>	1	36,885.08	1	Lumpsum	100%	36,885.08

#### **Budget Narrative**

Drugs and other medical supplies will be purchased for use in 3 static health facilities in Mahadaay, Balcad and Hawadley and the 2 mobile clinics to deliver emergency life-saving health services to drought affected population in Middle Shebelle. See the BoQ of the items to be purchased

2.5 Medical and Non- medical supplies		Exchange Rate Usd = Kes. 102.48					
Description	Units	Quantity	Unit Price (Kes)	Totakl (Kes)	Total in USD Consumption/Month	TOTAL 9 MONTHS for (Balcad, Mahadaay and Hawadley)	
Albendazole 400mg, chewable	400gm	10	1,755.00	17,550.00	171.25	1,541.25	
Aluminium hydroxide	packs	10	236.00	2,360.00	23.03	207.27	
Amoxicilin	250gm	10	1,737.00	17,370.00	169.50	1,525.50	
Artemether 20mg + Lumefantrine 120mg, >35kg	packs	20	124.00	2,480.00	24.20	217.20	
Artemether 20mg + Lumefantrine 120mg, 15-24kg	packs	20	174.00	3,480.00	33.96	305.24	
Artemether 20mg + Lumefantrine 120mg, 25-34kg	packs	20	244.00	4,880.00	47.62	428.38	
Artemether 20mg + Lumefantrine 120mg, 5-14kg	packs	30	275.00	8,250.00	80.50	724.50	
Benzyl Benzoate 25%, 1L, application	1l	60	269.00	16,140.00	157.49	1,417.49	
Chlorhexidine Gluconate, 1L	1l	9	325.00	2,925.00	28.54	256.96	



Dextrose 5%	packs	40	50.00	2,000.00	19.52	175.
Doxycycline	packs	8	1,755.00	14,040.00	137.00	1,233.
Ferro sulphate	packs	4	877.00	3,508.00	34.23	308.
Gentian Violet	packs	3	339.00	1,017.00	9.92	89.
Grisoefulvin	packs	4	222.00	888.00	8.67	77.
Metronidazole 200mg/5ml	5ml	150	32.00	4,800.00	46.84	421.
Paracetamol	boxes	15	107.00	1,605.00	15.66	140.
Paracetamol	boxes	6	375.00	2,250.00	21.96	197.
Prednisolone tablet	boxes	6	122.00	732.00	7.14	64.
Quinine Sulphate	boxes	6	5,850.00	35,100.00	342.51	3,082.
Ringer lactate	boxes	90	50.00	4,500.00	43.91	395.
Tetracycline HCl 1%	packs	90	14.00	1,260.00	12.30	110.
Whitefield's ointment	boxes	40	24.00	960.00	9.37	84.
Zinc Sulphate 20mg, dispersible tablet	20mg	10	263.00	2,630.00	25.66	230.
Ibuprofen 400mg	400mg	9	531.00	4,779.00	46.63	419.
ORAL REHYDRATETION SALT	packs	12	6.40	76.80	0.75	6.
Vitamin B	packs	12	110.80	1,329.60	12.97	116.
<b>TOTAL A</b>				<b>156,910.40</b>	<b>1,531.13</b>	<b>13,780.</b>
DESCRIPTION	Units	Quantity for Balcad, Mahadaay and Hawadley	UNIT PRICE (KES)	TOTAL (KES)	TOTAL (US	
ACETYL SALICYLIC 300mg Tabs, 1000's	1000s	24.00	286.65	6,879.60	67.	
ALUMINIM HYDROXYDE 500mg Tabs, 1000's	1000s	20.00	491.40	9,828.00	95.	
AMOXYCILLIN 250 mg Caps, 1000's	1000s	20.00	1,737.45	34,749.00	339.	
AMOXYCILLIN 125mg/5ml syrup, 100ml	100ml	800.00	45.63	36,504.00	356.	
COTRIMOXAZOLE 400+80mg Tabs, 1000's	1000s	24.00	999.83	23,995.92	234.	
COTRIMOXAZOLE 100+20mg Tabs, 100's	100s	120.00	81.90	9,828.00	95.	
DEXAMETHASONE 0.1%+NEOMYCIN 0.5% Eye Drops, 5ml	5ml	200.00	409.50	81,900.00	799.	

DOXYCYCLINE 100mg Caps,1000's	1000s	24.00	1,755.00	42,120.00	411.
POVIDONE IODINE 10%w/v soln, 200ml	200ml	80.00	234.00	18,720.00	182.
LIDOCAINE 1% Inj, 20ml vial, 10's	10s	32.00	1,191.62	38,131.84	372.
MEBENDAZOLE 100mg breakable Tabs, 1000's	1000s	24.00	381.42	9,154.08	89.
METRONIDAZOLE 250mg Tabs,1000's	1000s	32.00	654.53	20,944.96	204.
METRONIDAZOLE 200mg/5ml Syrup, 60ml	60ml	900.00	32.76	29,484.00	287.
NYSTATIN 100 000UI Syr, 30ml	30ml	200.00	39.78	7,956.00	77.
PARECTAMOL 100mg Tabs, 1000's	1000s	34.00	107.46	3,653.64	35.
PARECTAMOL 500mg Tabs, 1000's	1000s	24.00	375.31	9,007.44	87.
PARACETAMOL 120mg,5ml syrup, 100ml	100ml	400.00	39.20	15,680.00	153.
PENI V 125mg/5ml syr, 100ml	100ml	32.00	43.34	1,386.88	13.
SALBUTAMOL 4mg Tabs, 100's	100s	60.00	44.50	2,670.00	26.
ALBENDAZOLE 400mg Tabs, 500's	500s	24.00	1,755.00	42,120.00	411.
ARTHEMETER+LUMEFANTRINE 120mg, 24's (E) WHO PQ	24s	60.00	275.89	16,553.40	161.
ARTHEMETER+LUMEFANTRINE 120mg, 12's (E) WHO PQ	12s	24.00	174.80	4,195.20	40.
ARTHEMETER+LUMEFANTRINE 120mg, 18's (E) WHO PQ	18s	24.00	244.30	5,863.20	57.
ARTHEMETER+LUMEFANTRINE 120mg, 6's (E) WHO PQ	6s	40.00	139.00	5,560.00	54.
BENZYL BENZOATE 25%, 1L	1l	20.00	269.10	5,382.00	52.
CHLOREXIDINE 1.5%+CETRIMIDE 15% w/v Sol, 1L	1l	20.00	325.26	6,505.20	63.
CHLOREXIDINE DIGLUCONATE 5% Sol, 1L	1l	20.00	407.16	8,143.20	79.
DEXTROSE 5% Infusion, 500ml	500ml	300.00	50.52	15,156.00	147.

SULFADOXINE 500mg+PYRIMETHAMINE 25mg, 1000's	1000s	12.00	4,545.00	54,540.00	532.
FERROUS SULPHATE 200mg+ACID 0.4mg Tabs, 1000's	1000s	12.00	877.50	10,530.00	102.
GENTIAN VIOLET Solution, 500ml	500ml	36.00	339.30	12,214.80	119.
GRISEOFULVIN 125mg Tabs, 100's	100s	18.00	222.30	4,001.40	39.
IBUPROFEN 400mg Tabs, 1000's	1000s	60.00	531.18	31,870.80	311.
ORAL REHYDRATION SALTS,20.6g	20.6g	12000.00	8.19	98,280.00	959.
PREDNISOLONE 5mg Tabs, 1000's	1000s	8.00	865.80	6,926.40	67.
PROMETHAZINE 25mg Tabs, 1000's	1000s	8.00	314.00	2,512.00	24.
QUININE SULFATE 300mg Tabs, 1000's	1000s	42.00	5,850.00	245,700.00	2,397.
QUININE SULFATE 300mg Tabs, 100's	100s	34.00	585.00	19,890.00	194.
RINGER LACTATE Infusion, 500ml	500ml	3000.00	50.31	150,930.00	1,472.
TETRACYCLINE 1% Eye Ointment, 3,5gm	3.5gm	500.00	14.97	7,485.00	73.
RETINOL 200 000UI Caps, 1000's	1000s	24.00	13,104.00	314,496.00	3,068.
VITAMIN B COMPLEX Tabs, 1000's	1000s	8.00	111.15	889.20	8.
WHITFIELD'S 60+30mg/g Oint, 25gm	25gm	205.00	24.57	5,036.85	49.
ZINC SULFATE 20mg Dispersible Tabs, 100's	100s	50.00	263.00	13,150.00	128.
ALUMINIUM HYDROXYDE 500mg Tabs, 1000's	1000s	9.00	491.00	4,419.00	43.
CHLORPHENIRAMINE 4mg Tabs, 1000'S	1000s	8.00	128.70	1,029.60	10.
AMPICILLIN+CLOXACILLIN 500mg Caps? 100's	100s	8.00	1,573.00	12,584.00	122.
ERYTHROMYCIN 250mg Tabs, 1000's	1000s	8.00	3,802.00	30,416.00	296.
ERYTHROMYCIN 225mg/5ml syrup, 100ml	100ml	900.00	69.03	62,127.00	606.
MICONAZOLE 2% w/w Cream, 15gm	15gm	900.00	26.70	24,030.00	234.
FERROUS SULPHATE 200mg+ACID 0.4mg Tabs, 1000's	1000s	80.00	877.00	70,160.00	684.

HYOSCINE BUTYL 10mg Tabs, 100's	100s	30.00	450.00	13,500.00	131.
IBUPROFEN 400mg Tabs, 1000's	1000s	60.00	128.00	7,680.00	74.
PRAZIQUANTEL 600mg Tabs, 100's	100s	20.00	1,404.00	28,080.00	274.
CLOTIMAXOLE 100mg Pessaries, 6's	6s	120.00	44.00	5,280.00	51.
ARTEMETHER 80mg/ml Inj, 1ml amp,5's	5s	120.00	670.00	80,400.00	784.
AMPICILLIN500mg Inj, vial, 100's	5s	24.00	3,196.00	76,704.00	748.
CEFTRIAXONE 500mg Inj(IV), vial	500gm	150.00	1,141.00	171,150.00	1,670.
DIAZEPAM 5mg/ml Inj, amp of 2ml	2ml	6.00	3,483.02	20,898.12	203.
DICLOFENAC SODIUM 75mg Inj, ml amp, 5's	5s	120.00	504.00	60,480.00	590.
DEXAMETHASONE 4mg/ml inj,1ml amp, 10's	10s	80.00	259.00	20,720.00	202.
QUININE Di-HCL 300mg/ml inj, 2ml amp, 10's	10s	150.00	468.00	70,200.00	685.
ETHANOL 95%,2,5L	2.5l	32.00	3,344.00	107,008.00	1,044.
HDROGEN PEROXIDE 20 Vol 60% Soln, 4,5L	4.5l	32.00	325.00	10,400.00	101.
<b>TOTAL B</b>				<b>2,367,789.73</b>	<b>23,104.</b>

Total Budget A and B

36,885.

### Sample 5(Training)

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Training of water management committees on operation and maintenance and DRR ( 30 Persons)	D	1	2,984.00	1	Lumpsum	100%	2,984.00

### Budget Narrative

A total of 30 persons from the community water management committees, government water concerned Bodies and Village Elders will be trained on operation and maintenance/DRR/HHWT

and chlorination in the target areas: \$ 2984 USD has been allocated as per the attached BOQ. The Cost include refreshment of the trainees, facilitator cost, stationery, visibility, Venue for the training and Perdiems of the trainees.

### BOQ

2.4 Training of water management committees on operation and maintenance and DRR ( 30 Persons) for 3 days					
Descriptions of work/activities	Quantity	Unit	Number of days	Unit Rate (\$)	Amount (\$)
Refreshment of the training Participants (30 person @ 3 days x 5 USD)	30	people	3	\$5.00	\$450.00
facilitator cost (1 facilitator x 5 days x 2 locations )	1	days	10	\$150.00	\$1,500.00
DSA/Perdiems for training participants	30	people	3	\$10.00	\$900.00
Flip chart	12	Pads	1	\$5.00	\$60.00
Marker pens- snowman@ dozen contain 12 pieces	10	Packets	1	\$5.00	\$50.00
Spiral Note Book small size @ contain 12 pieces	3	Dozen	1	\$5.00	\$15.00
Pens- Ballpoint @ dozen contain 12 pieces	3	Dozen	1	\$3.00	\$9.00
<b>Grand Total- Trainings</b>		<b>Days</b>			<b>\$2,984.00</b>

### Sample 6 (Transport and Freight)

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charge to SHF	Total
Transportation and freight cost	<b>D</b>	1	13,529.50	1	Lumpsum	100%	13,529.50

### Budget Narrative

Transport of 4655 kg of drugs @ 2.9usd per kilo. This will be the costs of transporting all medical and non-medical equipment purchased in Nairobi and to be delivered to the field.

### BOQ

Cargo and flight costs	Unit cost	Qty	unit	Total
Loading and off loading	5	6	persons	30.00
Flight costs-NBO-Mogadishu -2.9 usd per kilo	2.9	4655	Kilos	13,499.50
<b>TOTAL</b>				<b>13,529.50</b>

### Sample 7( Water and distribution)

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Water Vouchers	D	550	1.6	90	Days	100%	79,200.00

### Budget Narrative

The cost will support the provision of 45 litres per household (average household size estimated as 6 persons as per UNFPA census) or 7.5 litres per person per day). Each household will provide with vouchers for 45 liters/ day at a cost \$1.6 per voucher per day for a period of 90 days or three months.

= \$1.6 X 550 households x 90 days

### BOQ

Description	Unit Quantity	Unit Cost	Duration month/days	Total
Water vouchers for 550 households	550	1.6	90	79,200.00
TOTAL				79,200.00

### Sample 8(Kits)

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Distribution of sanitary kits	D	3000	27	1	Lumpsum	100%	81,000.00

### Budget Narrative

3000 beneficiaries to receive the kits. The kits is composed of Sanitary Cloth 4yards, Laundry Soap 6 pieces, Ladies underwear 2 pieces, 2 20 liter jericans, 100 pieces of aqua-tabs, packaging cost and transportation cost. See BOQ 2.7

### BOQ

Distribution of 3000 hygiene kits (soap for 3 month, aqua tab 3 month, 2 jericans, and sanitary kit that has 3 meter cloth, 2 pants)					
	Item discription	Unit	Quantity	Unit Price in USD	Total
1	Sanitary Cloth	Yards	4	1.50	6.00
2	Laundry Soap	Pcs	6	1.00	6.00
3	Ladies underwear	Pcs	2	1.00	2.00
4	Jericans	pcs	2	1.50	3.00
5	Aqua tabs	pcs	100	0.05	5.00
8	Packaging cost	L/S	1	5.00	5.00
Total per kit					27.0

### 3. Equipment ( Non-consumables purchased under the project)

#### Sample 9 (Equipments)

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Generator for medical facility	D	1	3,300	1	Lumpsum	100%	3,300.00

#### Budget Narrative

Generator procured for the running of the health facility. ( NorthStar Portable Generator - 15,000 Surge Watts, 13,500 Rated Watts, Electric Start, EPA and CARB-Compliant )

### 4. Contractual Services (Works and Services to be contracted under project)

#### Sample 10(Consultancy contracts)

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
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Consultancy costs for external evaluation.	<b>D</b>	1	8550	1	Lumpsum	100%	1,000.00
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### **Budget Narrative**

Independent consultant will be hired to conduct an external evaluation by the end of the project. The consult terms will be drawn by DKH and will report to DKH. The evaluation will look at whether the intended project results have been achieved.

### **BOQ**

Description	Unit quantity	Daily Rate (USD)	Itmes	Percentage Charged	Total (USD)
Consultancy costs for external evaluation-Flight,accommodation,fees,etc	1	8550	1	100.00%	8,550
<b>TOTAL (USD)</b>					<b>8,550</b>

### **Breakdown**

Consultancy fees	10	500	5000
Return flight-UNHAS-NRB-MOG-NRB	1	1050	1050
Return flight-MOG-Bweyne-MOG	1	500	500
Accommodation in Baletweyne	7	50	350
Data enumerators-5 enumerators for 6 days @50	32	50	1600
Stationaries	1	50	50
			8550

## **5. Travel (Travel costs of staff, consultants and other personnel for project implementation)**

### **Sample 11(Vehicle Rental)**

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Vehicle Rental	<b>D</b>	1	1800	9	Months	100%	16,200.00

### **Budget Narrative**



This will cover the cost of hiring 1 vehicle plus other associated costs such as vehicle fuel and driver. The vehicle will be used by the project staff during the field visits, meetings and trainings. The unit cost is \$ 1,800 .Rates based on prevailing market rates.

### Sample 12( Travel costs)

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Travel costs	D	1	4,350	1	Lumpsum	100%	4,350.00

### Budget Narrative

The costs include travel costs for key project staff based in the field consisting staff movement between Hiran, Mogadishu and Nairobi. This includes flight costs, per diems and accommodation expenses for the SHF head of education and Education program manager for monitoring, kick off, project implementation, program review meetings and close out. It also includes travel for the education cluster coordinator for coordination meetings and trainings. It also includes travel cost for the Area representative and Area

Finance manager for kick off meetings , program review meetings and close out meetings .The total cost is \$4,350.BOQ is attached.

### BOQ

Description	From	To	Unit Cost	Time unit (Months, Days or Lump sum)	Total
<b>Travel Costs</b>					
<b>Item Description/Position</b>	<b>From</b>	<b>To</b>	<b>unit cost in \$</b>	<b>Trips</b>	<b>Total Cost in\$</b>
Travel for the Education Programme Manager Nairobi-Mogadishu & Mogadishu-Hiran for the kick off meeting, program review meetings, trainings , project monitoring and implementation as well close out of the project.	Mogadishu	Nairobi	500.00	2	1,000.00

Travel for the Head of Education & Education Cluster Coordinator- Nairobi-Mogadishu- Nairobi for Kick of meeting, monitoring and technical support to field	Nairobi	Mogadishu	500.00	2	1,000.00
Travel for the Area representative and Area finance Manager Mogadishu-Nairobi- Beletwedyne for Kick off meetings, program review meetings and close out of the project.	Mogadishu	Nairobi	500.00	2	1,000.00
<b>Sub total</b>					<b>3,000.00</b>
<b>Perdiem</b>			<b>Unit cost/day</b>	<b>Days</b>	
Perdiem for Education Program Manager for for the kick off meeting, program review meetings, trainings , project monitoring and implementation as well close out of the project for 10 days(5 days per visit)	Mogadishu & beledweyne/Nairobi	Nairobi/Mogadishu	45.00	10	450.00
Perdiem for Head of Education and Education Cluster for for the kick off meeting, program review meetings, coordination meetings, trainings , project monitoring and implementation as well close out of the project for 10 days(5 days per visit)	Nairobi	Mogadishu	45.00	10	450.00
Perdiem for Area representative & Area Finance Manager for kick off meeting and	Mogadishu	Nairobi	45.00	10	450.00

close out of the project for 10 days(5 days per visit)					
<b>Sub total</b>					<b>1,350.00</b>
<b>Total</b>					<b>4,350.00</b>

#### 6. Transfer and Grants to Counterparts (Transfers and sub-grants to project implementing partners)

All costs should be in a separate budgetline and breakdown provided as per above guideline.

#### 7. General Operating and other Direct Costs (General operating expenses and other direct costs for project implementation- Rent, communication, utilities, bank fees and security costs)

##### Sample 13( Rent)

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Office Rent	<b>S</b>	1	4,500	6	Months	20%	5,400.00

#### Budget Narrative

This covers office rent for the office in Hiran .The office will support the project activities. The program review meetings, kick off meetings, close out meetings and budget variance meetings will held in this office.

##### Sample 14(Stationery supplies)

Description	D/S Direct/Support	Unit quantity	Unit Cost	Duration	Time unit (Months, Days or Lump sum)	Total Cost % charged to SHF	Total
Office stationeries	S	1	492.50	6	Months	15%	443.25

### Budget Narrative

The stationeries will be for the office to support the project implementation. Total office stationary charges are \$492.50. SHF will contribute 15% for 6 months with a total of \$443.25

**Please note that the quantities for the supplies should be reasonable.**

### BOQ

Description	Unit	Unit quantity	Unit Cost	Duration	Time unit (Lump sum)	Total Cost (USD)
A4 Photocopying/Printing Papers	rim	5	3	1	Lumpsum	15.00
Box files	pcs	10	3	1	Lumpsum	30.00
Plastic Folders	pcs	5	2	1	Lumpsum	10.00
Paper Clips	pkt	2	3	1	Lumpsum	6.00
Stapple Pins Giant	pkt	5	3	1	Lumpsum	15.00
Glue Stick	Pcs	5	0.2	1	Lumpsum	1.00
Pens (50 pcs per box)	Box	3	5.5	1	Lumpsum	16.50
Flip chart (20 sheets per roll)	rolls	14	15	1	Lumpsum	210.00
Yellow Sticky notes	pkt	18	0.5	1	Lumpsum	9.00
Permanent Markers (12 markers per pkt)	pkt	18	5	1	Lumpsum	90.00
White board Markers (12 markers per pkt)	pkt	18	5	1	Lumpsum	90.00
<b>TOTAL AMOUNT (USD)</b>						<b>492.50</b>
<b>Amount charged to SHF project: 15%*6months*492.50(total office supplies cost per month).</b>						<b>443.25</b>