



Facility for Low Carbon Technology Deployment



Funding Guidelines

GEF Project ID. 4927

Prepared By:

Project Management Unit

Funding Guidelines

Funds are provided to validate the efficacy of the innovation; verify and improve its design and readiness for commercialization.

TECHNOLOGY DEMONSTRATION COSTS

The following expenses are “Allowable” under the FLCTD funding:

- Capital expenditure for the demonstration of innovative technology, for example, materials for fabrication, machinery and equipment, instruments;
- Consumables related to technology demonstration for example fabrication, assembly, trial run, testing both at the factory/facility and site during trail runs and commissioning;
- Intangibles, for example quality control tests, tests in accredited laboratory for validations, modeling and simulation;
- Operating Expenses for technology demonstration, for example Manpower cost, staff travel to technology demonstration sites;

The expense under the following budget heads are “Not Allowable” under the FLCTD funding:

- Marketing and Publicity
- Contingency

GENERAL GUIDELINES

- The grant support is limited to USD 50,000. In case, the total project cost exceeds the total grant being offered, the balance amount is to be secured by the innovator/entrepreneur from either own contribution or industry participating in the technology demonstration;
- In case the total project cost exceeds USD 50,000, the details of balance funding secured for technology demonstration shall be required to release 1st tranche of payment;
- Capital and Operating cost towards technology demonstration shall be supported by cost break up such as bill of quantities, budgetary quote of equipment and materials; estimated travel for technology demonstration; manpower requirement – number of persons, manpower cost and duration;

- Operating expense not to exceed 30%; in case of start-up, this may be up to 50% with proper justification;
- Demonstration of innovative technology will be not be allowed at more than four (4) different geographic locations and all to be completed within 12 months;
- Each demonstration is to be carried out with a different client;
- FLCTD project can offer assistance in identification of client and site location for technology demonstration.

TERMS AND CONDITIONS FOR CONDUCTING DEMONSTRATION

The grant is for the demonstration of specific innovative technology selected by the **Expert Panel** and shall be subject to the conditions listed below.

1. UNIDO will enter into a contract with the organization selected by the Expert Panel (“Winner” of innovation challenge) for technology demonstration in field conditions. The grant will be disbursed based on progress milestones listed above.
2. The grant amount shall be spent for the activity approved and within the specified time. Any portion of the grant, which is not ultimately required for expenditure for the approved purposes, shall be duly surrendered to UNIDO/FLCTD project;
3. The Winner is not permitted to entrust the implementation of technology demonstration for which grant is being provided to any another organization and divert the grant received from FLCTD project as assistance;
4. The assets procured and installed for technology demonstration under the FLCTD grant should not be disposed-off or encumbered or utilized for the purposes other than those for which the grant has been sanctioned within a period of one year from installation without prior sanction of UNIDO / BEE;
5. The Winner shall provide progress report at interval of three months on the progress made on all aspects of the aspects of technology demonstration including expenditure incurred under approved budget heads. In exceptional cases of inadequate progress within six months from the release of 1st tranche, the Winner may be asked to surrender the released grant amount to the project;
6. The baseline conditions before the implementation of technology demonstration will be documented by the team members from **Project Management Unit** and **CII-Godrej Green**

Business Center (CII-GGBC). The validation of efficacy of the innovation will be carried out by CII-GGBC and results shall be shared with the Expert Panel members. The expert panel members' feedback shall be provided to the winner to make the required design improvement in the product/technology solutions;

7. The Winner shall ensure easy access to the Client and all sites of technology demonstration for the staff of Project Management Unit, CII-GGBC, and UNIDO and BEE officials for at least 12 months after technology demonstration is completed;
8. The "Winner" shall submit a detailed statement of expenditure incurred. At the end of technical M&V the winner shall submit a fund utilization certificate indicating the total project expenses incurred and how the grant money was utilized. This statement shall be self-certified by the winner however, the PMU reserves the right to appoint an external evaluator to review the books of accounts;
9. The final tranche of payment shall be released after receipt of utilization certificate;

The aforementioned points shall be included as "Special Conditions" of contract, which will be in addition to the General Conditions that are part of UNIDO's contract.