





# **Palestine**

**Contracting authority: ENABEL** 

Call for Proposals under the intervention:

Youth Economic Empowerment in Palestine (YEP) as part of the EU-funded Youth Empowerment Program

PSE21002

**Guidelines for Applicants** 

Reference: PSE21002-10010

Deadline for submission of concept note: 10 August 2022



# **NOTE**

This is a call for proposals in **two phases**. As a first step, **only concept notes** should be submitted for evaluation. After evaluation of the concept notes including the admissibility of the applicants, the applicants who have been shortlisted will be invited to submit a **proposal**. Subsequently, the evaluation of the proposals actually received from the preselected applicants will be carried out.



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# 1 Support vulnerable youth to develop micro- or small businesses relevant to their local economies

#### 1.1 Context

The environment for youth employment in Palestine is highly constrained by its political and socio-economic context. On the one hand, important gaps in the education system, lack of an adequate public employment service, economic and policy related constraints to business development, as well as sociocultural aspects directly affect youth's employability and access to (self-) employment. Although some of these constraints affect workers across all age groups, they are often more severely binding for youth who have little or no work experience and more limited social networks. In particular young women and vulnerable youth face higher barriers to employment. On the other hand, the private sector is highly constrained, mainly as a result of occupation-related restrictions on mobility and access to resources but also due to the presence of internal challenges constituting a poor business environment that is not capable to generate sufficient employment opportunities to absorb the growing number of youth entering the labour market.

Liquidity gaps in the public budget, the outbreak of the Covid-19 pandemic and escalating political tensions throughout 2020 and 2021, have resulted in a socio-economic crisis in Palestine, witnessed by a sharp decline in domestic economic activity and a rise in already high unemployment and inactivity rates, in particular among youth and women.

The high and increasing levels of vulnerability resulting from political, security and economic crises have impacted households', and in particular youth's, ability to cope with or recover from re-emerging shocks and consequently their abilities to maintain, sustain or develop their livelihoods and survive.

The **Youth Economic Empowerment in Palestine (YEP)** Action aims to address the lack of economic prospects for Palestinian youth, including vulnerable youth and young women, by empowering them to access decent employment opportunities.

The Action is part of the larger "Palestinian Youth Empowerment Programme", funded by the EU Neighbourhood Instrument and to be implemented through complementary actions led by UNFPA, Sharek Youth Forum in partnership with the Centre for Youth Economic Empowerment, and Enabel in Palestine. The Overall Objective of the Palestinian Youth Empowerment Programme is to improve Palestinian youth's contribution to economic, social and public life.

The general objective of the Action is:

"Enhance Palestinian young people's employability and economic empowerment."

The specific objective of the Action is:

"Young women and men are better equipped to access inclusive and decent employment opportunities."

Contribution to the specific objective will be achieved through three results focusing on enhancing youth's capacities to access wage- and self-employment opportunities.

The first result relates to the <u>development and operation of a First Employment Facility</u> (job placements accompanied/supported by a private sector led Work Readiness Program), a private sector-led work readiness programme (WRP) allowing to enhance the employability of graduates of vocational training and higher education entering the labour market. As such the first component addresses the high levels of unemployment that increase



with higher educational attainment, in particular for women graduates, and mainly resulting from a skills mismatch between the education system and the labour market, and lacking services that help fresh graduates find their way in the labour market. At the same time the mechanism supports direct employment through matching and support to matching services connecting unemployed graduates with employers seeking workers. It also provides incentives for employers to recruit fresh graduates with initial low productivity through compensation of salary costs.

Under **the second result**, <u>continuous learning opportunities</u> will be supported to enhance the employability of unemployed graduates of vocational training and higher education institutions, as well as youth workers. Short-term specialized TVET courses adapted to the needs of the labour market, will create **new technical upskilling and vocational reskilling pathways**, allowing youth graduates and workers to acquire specific, new or complementary technical competencies and/or transversal skills, and ultimately increase their career opportunities. As such, the Action aims to address persistent and specific skill gaps in the labour force and help youth to better adapt to fast-changing work environments and occupational requirements characterizing the 21st century economy.

A third result, which is the focus of this call, addresses business development that aims to enhance access to self-employment. The type of support and changes this component aims to bring about are prompted by the high levels of vulnerability facing Palestinian youth, in particular in disadvantaged regions (Gaza, East-Jerusalem, Area C), which is further increased as a result of the health crisis and the recent escalation of political conflict. As such, vulnerable young women and men will be supported to establish sustainable micro- or small businesses that are viable in their local economies and generate sufficient income to meet their livelihood needs and improve their individual resilience. The approach allows to address priority needs of vulnerable youth and young women from different skill levels, who face additional barriers or are usually not sufficiently equipped to benefit from job placement programmes, or entrepreneurship programmes that aim to develop innovative start-ups with higher growth potential.

# 1.2 Objectives and Expected results

The **general objective** of this Call for Proposals is to enhance resilience of the most vulnerable youth and young women by supporting them to develop sustainable micro- or small businesses that are viable in their local economies.

The **specific objective** of this Call for Proposals is to ensure that young women and men are better equipped to access self-employment opportunities.

#### Expected results are:

- 200 vulnerable youth with selected business plans benefited from business development services and are equipped with the knowledge and skills needed to develop business plans and operate a business.
  - a. Business development service packages comprise of training (including financial literacy), mentoring, technical support and seed funds aimed at maximizing the value of the businesses developed and ensuring access to local markets and value chains
- 2. 80 vulnerable youth micro- or small business owners are supported to set up a cooperative business model

<sup>&</sup>lt;sup>1</sup> Refer to the logical framework of Result 3 of the YEP project in annex



- 3. 200 vulnerable youth participated in 21st century skills trainings through Enabel supported innovation hubs
- 4. Access to credit and capital needed to start a business is facilitated. 140 vulnerable youth linked with credit providers partnering in relevant funds of the European External Investment Plan and development partners.

### 1.3 Amount of the financial allocation provided by the contracting authority

The total indicative amount available under this Call for Proposals is **1.6** million EUR. The contracting authority reserves the right not to award all of the available funds.

Given the particularity of Palestine and the different characteristics of each of its localities, a regional approach is inevitable. This means that the funds will be divided over three geographical regions through this call for proposals according to the following distribution:

An application (one proposal) can target more than 1 region.

- East-Jerusalem (20% of the total budget)
- Gaza (30% of the total budget)
- West-Bank (50 % of the total budget)

If the financial allocation indicated for a specific region cannot be used due to the insufficient number of proposals received or due to their poor quality, the contracting authority reserves the right to reallocate any unused funds to another region.

#### **Grant amount**

Any grant application under this Call for Proposals must fall between the following minimum and maximum amounts:

Minimum amount: EUR < 100,000> Maximum amount: EUR < 350,000>

# 2 Rules applicable to this Call for Proposals

These guidelines specify the rules of submission, selection and implementation of actions financed under this Call for Proposals.

# 2.1 Admissibility criteria

There are three categories of admissibility criteria, which concern, respectively:

(1) The actors:

The applicant, i.e., the entity submitting the application (2.1.1)

Where applicable, its co-applicant(s) unless otherwise provided, the applicant and co-

applicant(s) will hereinafter be jointly referred to as the "applicants" (2.1.1),

(2) The actions:

Actions admissible for grants (2.1.3);

(3) The costs:

The types of costs that may be included in the calculation of the grant amount (2.1.4).

# 2.1.1 Admissibility of applicants (applicant and co-applicant(s))

#### **Applicant**

(1) To be admissible for grants, the applicant must satisfy the following conditions:



- A. be a legal person; and
- B. be a non-profit private entity or a foundation; and
- C. be Non-Governmental Organizations (NGOs), Civil Society Organizations (CSOs),
- D. be established or represented in Palestine<sup>2</sup>; and
- E. be directly responsible for the preparation and management of the action with the co-applicant (where applicable) and not be acting as an intermediary **and**;
- F. must have an active bank account for the past 24 months; and
- G. Must have audited financial statements (income statement and balance sheet) of the last closed financial year
- H. demonstrated experience and expertise in economic inclusion of vulnerable youth and young women.

To be admissible for grants, the applicant may either act individually, or in partnership with a co-applicant acting as a training provider. The applicant may act individually in case they have the capacity to provide business training services in house and not to contract external private for-profit companies.

(2) The potential applicant cannot participate in calls for proposals nor be the beneficiary of grants if they are in one of the exclusion situations described in Annex VII of the model grant agreement provided in Annex E of these guidelines:

In section 2.8 of the grant application file ("applicant's declaration"), the applicant must declare that neither itself nor its co-applicant(s) fall under any of these situations and that they will be able to provide the following supporting documents:

Document 1: Public Law Legal Entity Form

Document 2: Private Company Legal Entity Form

Document 3: Registration Certificate (applicant and co-applicant)

Document 4: Deduction at source Certificate (applicant and co-applicant)

Document 5: Active bank account for the past 24 months

Document 6: Audited financial statements (income statement and balance sheet) of the last closed financial year

Document 7: Declaration from a competent authority of not being in a situation of bankruptcy or insolvency

Document 8: Non-sentence Certificate from Ministry of Justice (for board members)

Document 9: The declaration on honour Form (signed and stamped by applicant and coapplicant)

Document 10: The Integrity statement form (signed and stamped by applicant and coapplicant)

If the grant is awarded to it, the applicant becomes the Contracting-Beneficiary identified in Annex E (Grant Agreement). The Contracting-Beneficiary is the main point of contact for the contracting authority. It shall represent any other beneficiaries and act in their name. It shall design and coordinate implementation of the action.

<sup>2</sup> Optional. Establishment is determined on the basis of the organisation's articles of association, which must show that the organisation was created by an act of law of the country in question and that its registered office is situated in an eligible country. In this respect, any legal entities whose articles of association were created in another country may not be considered to be an eligible local organisation, even where registered locally or where a "memorandum of understanding" has been entered into.



# **Co-applicant (where applicable)**

The co-applicant(s) shall participate in the definition and the implementation of the action, and the costs that they incur shall be eligible in the same way as those incurred by the applicant.

Co-applicants must meet the following conditions:

- A. be a legal person; and
- B. be a public entity **or**
- C. be a non-profit private entity or a foundation; or
- be a legal entity of private law for which profit maximization is not the priority objective **and**
- D. be a training institution with expertise in business development
- E. be established or represented in: Palestine; and
- F. be directly responsible for the preparation and management of the action with the lead (and other co)-applicant(s) and not be acting as an intermediary.

The co-applicants must sign the declaration in part B, section 2.6 of the grant application file.

If the grants are awarded to them, any co-applicants will become the beneficiaries of the action, with the Contracting-Beneficiary.

#### 2.1.2 Associates and contractors

The following persons are not co-applicants. They do not need to sign the "mandate" statement:

#### Associates

Other organisations may be associated with the action. Associates actively participate in the action, but cannot be eligible for grants, except for daily allowances and travelling expenses. These associates do not need to satisfy the admissibility criteria mentioned in point 2.1.1. The associates must be mentioned in part B, section 2.7 of the grant application file, entitled "Associates of the applicant participating in the action".

#### Contractors

Contracting beneficiaries may award contracts to contractors. Associates cannot at the same time be contractors (services, works, equipment) for the project. Contractors shall be subject to public procurement rules (if the Contracting Beneficiary is public) or the rules set forth in Annex VIII of the Grant Agreement template (if Contracting Beneficiary is private).

# 2.1.3 Admissible actions: for what actions may an application be submitted?

#### Definition

An action comprises a series of activities that are necessary to achieve the results and contribute to the specific(s) objective(s) pursued by the proposal.

To be eligible, the actions under this call for proposal must meet the specifications described in this document.

#### Duration

The initial planned duration of an action may not be less than <12 months> nor exceed <18 months>.

#### Sectors or themes

Local economic needs assessments must be the basis for the applicant to demonstrate priority business opportunities in their proposal. These assessments can build on results from local labour market analysis already available or conducted by others or by the applicants themselves. Special attention will be paid to:



- Green and digital products or services offered through micro- or small business that are relevant to local economies.
- Income generating activities that promote the economic integration of women and vulnerable youth and People with disabilities.

#### Geographical coverage

The actions must be implemented in the following country: Palestine. **C**overing one (or more) of the following regions:

- o East-Jerusalem
- o Gaza Strip
- o West Bank

#### Types of action

To ensure quality services that are relevant to the needs of the targeted beneficiaries and the local economy, and the overall objectives of the Action, **the Call for Proposals will specifically prioritize actions that:** 

- Follow a **community-based** approach;
- Provide a **detailed needs analysis** for business opportunities and relevant skills/ technical training, considering actual needs in the labour market
- Involve **private sector expertise** (business advisors or mentors);
- <u>Demonstrate</u> **experience and expertise** in economic inclusion of vulnerable **youth** and young women. The target beneficiaries under this action is between **18 and 29** vears old.
- Provide **attention for vulnerable youth** in the proposal and in the targeting strategy for beneficiaries, as well as a strategy for preventing/mitigating the risk of dropping out of the program. All of the trainees should be vulnerable youth, who face additional barriers to employment or are usually not sufficiently equipped to benefit from job placement programmes or entrepreneurship programmes that aim to develop innovate start-ups or businesses with higher growth potential.

While the selection criteria will be further finetuned by the implementing partners and Enabel during the implementation of each of the respective projects, the following selection criteria for beneficiaries are proposed:

- Age and family size and structure (women breadwinners) and number of dependents
- o Geographical location
- o Economic Vulnerability and poverty levels
  - Employment status
  - Sources, level, and frequency of income
  - Living conditions
- Provide attention to gender-neutrality of the proposals to assure that the profiles envisaged are gender neutral or are stimulating female employment. At least **40% of the beneficiaries should be female**
- Provide attention for and **access of people with disabilities** in the proposal and in the training facilities
- Adopt relevant and innovative strategies that help overcome access barriers and **promote inclusion e.g.:** 
  - o transportation arrangements,
  - flexible training programmes,
  - o day care services for young mothers,
  - o specialized counselling or psychosocial support,
  - o community sensitization, adaptation....



- o Gender mainstreaming sessions
- Support development of **green and/or digital services or products** (e.g.:
  - o services relating to waste collection, processing, recycling/re-use;
  - eco-tourism activities;
  - o organic farming and cuisine;
  - eco-friendly packaging;
  - o organic textile;
  - sustainably dried foods;
  - o solar panel maintenance).
- Actions which put ownership and responsibility for achieving success at the individual business development level maximally with the end-beneficiaries.
- Demonstrate **sustainability** of the action e.g., continued support for the start-ups through a collaboration/hand-over to Partner organisations

#### The following types of action are not admissible:

- Actions consisting exclusively or primarily of sponsoring the participation of individuals in workshops, seminars, conferences and conventions
- Actions consisting exclusively or primarily of financing individual scholarships for studies or training Error! Bookmark not defined.

# Types of activity

All grant projects will need to include the following minimum types of activity admissible for financing under this Call for Proposals.

- Outreach and awareness activities to inform and mobilize targeted youths. To effectively reach vulnerable youths and build community support, the Call will prioritize approaches that adopt close collaboration with community leaders and community-based organizations. (E.g., Plan and conduct business sensitization sessions targeting vulnerable communities)
- **Capacity building** through:
  - 1. Training to equip beneficiaries with the knowledge and skills needed to develop sustainable business plans and operate a future proof business
  - 2. Follow-up coaching and technical assistance aimed at maximizing the value of the businesses developed and ensuring access to local markets and value chains,
  - 3. Counselling, mentoring or psychosocial support and follow-up to ensure continuous participation of vulnerable beneficiaries.
- Access to credit and capital through:
  - 1. Provide Seed funds to selected sustainable and viable business ideas. Maximum 5,000 Euro per business or maximum 10,000 Euro per cooperative
  - 2. Financial literacy development
  - 3. Preparing beneficiaries to access relevant financing opportunities, including soft loans supported through investment funds of the EU External Investment Plan and European development partners. Collaborate with MFI's (micro-financing Institutions) to ensure end-beneficiaries' access to credit, capital and financial know-how.
- Support micro- or small business development through the support to relevant existing or the creation of new youth/young women **cooperative enterprises**, allowing members to work on mutual empowerment and learning, work in decent conditions, spread costs, and access common market services (such as the set-up of common workstations, equipment hubs, or collective sale points).



- Basic infrastructure and equipment if linked to the training and applicants demonstrate that it is needed to increase the access to the training and business development initiatives (maximum 20% of the budget)

# Sub-grants to sub-beneficiaries3

Applicants must propose sub-grants to sub-beneficiaries to help achieve the objectives of the action.

The maximum amount for the sub-grants is EUR 10,000 per sub-beneficiary, (5,000 per business or 10,000 Euro per cooperative).

Grants to sub-recipients cannot be the main objective of the action.

Applicants wishing to redistribute sub-grants must specify in section 2.2.1 of the grant application file:

- 1. The description of the objectives and results to be achieved with these sub- grants, the fundamental principles, the key concepts, the mechanisms, the actors and their role in the management process;
- 2. The criteria and modalities for the allocation of grants, accessibility conditions subbeneficiaries, conditions for the admissibility of sub-projects, eligibility conditions for activities, costs and expenses;
- 3. The procedures and procedures for examining and awarding applications;
- 4. The maximum amount that can be allocated by sub-beneficiary;
- 5. The terms of contractualisation with the sub-beneficiary;
- 6. The procedures and modalities for disbursing resources;
- 7. The procedures and modalities for technical and financial monitoring;
- 8. The procedures and modalities of control.

#### Sub-beneficiaries eligible for sub-grants:

Youth between the age of **18 and 29** years old are targeted to develop sustainable micro- or small businesses to address resilience and livelihood needs, in particular vulnerable women and men who face additional barriers to employment or are not sufficiently equipped to benefit from job placement programmes or entrepreneurship programmes that aim to develop innovate start-ups or businesses with higher growth potential.

Sub- beneficiaries should meet the following technical criteria to be eligible to receive sub-grant (i.e., seed-fund):

- Completing the soft skills and micro-business training and fulfilling its requirements.
- Submission of a technically sound and a viable business plan as application to receive seed-fund.
- Passing business plan evaluation and getting approval from the selection committee that consists of business development specialist from Enabel, partners business development officer, hired business development consultants, and technical expert in the field of business. Note: The selection committee will consider different criteria including (not limited to): viability of business plan, the livelihood opportunity created, technical and economic feasibility, experience and motivation of the applicant, technical and financial requirements to star-up the micro-business. The detailed evaluation criteria and scoring sheets will be finalized with the support provided by Enabel team.

The terms of contractualisation (sub-grant to sub-beneficiary agreement) should include the following:

<sup>&</sup>lt;sup>3</sup> These sub-beneficiaries are neither associates nor contractors



- **Objective of the agreement**: the objective of the agreement is to support the subbeneficiary with a seed fund grant to start his/her micro business.
- Value of the grant: the average of the seed fund grant for each sub-beneficiary is **5,000 EURO per business or 10,000 Euro per cooperative** based on the approved business plan.
- **Duration of the agreement**: The duration of the agreement with the sub-beneficiary should be within the overall duration of the grant agreement.
- **Eligible costs**: All disbursements that could be charged to the grant should fulfil the following cumulative conditions:
  - It is documented by a supporting document and it is identifiable and controllable, and it is related to an identifiable and verifiable deliverable.
  - It is necessary for achieving the objective of the agreement.
  - It is committed in accordance with the approved business plan.
  - It is actually incurred during the duration of the action.
  - It complies with the provisions of applicable local regulations.
  - It does not relate to the following ineligible cost:
    - Any transaction not leading to payments.
    - o Provisions for liabilities and charges, losses, debts or possible future debts;
    - Debts and debit interests;
    - Currency exchange losses;
    - Loans to third parties;
    - o Guarantees and securities;
    - o Costs already financed by another grant/third party;
    - Invoices made out by other organizations for goods and services already subsidized;
    - o Any sub-letting to oneself
    - o Purchases of land or buildings;
    - Compensation for damage falling under the civil liability of the second party;
    - o Purchase of alcoholic beverages, tobacco and derived products thereof.
    - o Grants to sub-beneficiaries;
  - The cost of staff assigned to the action, corresponding to actual gross remuneration and salaries, comprising social security charges and other statutory costs included in the remuneration.
- Payment modality: The seed fund will be transferred via bank wire in 3 instalments on the basis of a request submitted by the sub-beneficiary and approved by the contracting beneficiary. The value of all these instalments shall not exceed in any case the total value of the seed fund grant. The first instalment will be disbursed upon signing the sub-grant to sub-beneficiary agreement. The remaining instalments will be disbursed upon fulfilling the obligations due the contracting parties.
- **General terms and Obligations**: The sub-beneficiary should use the seed fund grant for the purpose mentioned in the objective of the sub-grant to sub-beneficiary agreement and according to the agreed terms and conditions. The contracting beneficiary should provide the sub-beneficiary with the financial and non-financial support needed to establish and maintain his/her own micro business.
- **Rejection, suspension and termination**: The contracting beneficiary reserves the right to defer or definitively reject any request for payment and to suspend or terminate



the agreement in case the sub-beneficiary fails to fulfil the contractual terms mentioned in the sub-grant to sub-beneficiary agreement.

#### Visibility

Applicants must take all measures necessary to ensure the visibility of the European Union as the donor of the Project, and Enabel as the implementing agency of the project in the public communications relating to the subsidized action. All visibility actions that include the EU or Enabel logo should be sent to Enabel via email for approval.

#### Number of requests and Grant Agreements per applicant

- The applicant may not submit more than one application(s) per region under this Call for Proposals.
- The applicant may not be awarded more than one <u>Grant Agreement(s)</u> per region under this Call for Proposals.
- The applicant may not be at the same time a co-applicant in another application.
- A co-applicant may be involved in more than one application(s) per region under this Call for Proposals.
- A co-applicant may be awarded more than one <u>Grant Agreement(s)</u> per geographical area under this Call for Proposals.

#### 2.1.4 Eligibility of costs: what costs may be included?

Only "eligible costs" may be covered by grants. The types of eligible and ineligible costs are indicated below. The budget is both an estimate of costs and an overall cap on "eligible costs".

The reimbursement of eligible costs may be based on one of the following formats, or any combination of these:

- direct costs (management costs and operational costs) actually borne by the contractingbeneficiary;
  - To be eligible for the purposes of the Call for Proposals, the costs must comply with the conditions provided for in Article 4 of the Grant Agreement template (see Annex E of these guidelines).
- Structure costs (overheads): these are maximum 7% of the Operational Costs.
  - The maximum amount of the structural costs (sum of the structural costs of the contracting beneficiary and the sub-beneficiary) remains the same (7% of the operational costs of the initial grant), whether or not there are sub-grants to sub-beneficiaries.
  - The structure costs are calculated on the basis of actual expenditure. Once accepted, the structure costs are lump sums and do not need to be justified. Enabel may use an outside agency to estimate the actual structure costs of an organization.

#### Reserve for contingencies

The budget may include a contingency reserve up to a maximum of 5% of the estimated eligible direct costs. It may only be used **with the prior written authorisation** of Enabel.

#### Contributions in kind

<u>"Contributions in kind"</u> means goods or services provided free of charge by a third party to the contracting-beneficiary. As contributions in kind do not involve any expenditure on the part of the contracting-beneficiary, they shall not constitute eligible costs.

# Ineligible costs



The following costs shall not be eligible:

- Accounting entries not leading to payments;
- Provisions for liabilities and charges, losses, debts or possible future debts;
- Debts and debit interests;
- Doubtful debts:
- Currency exchange losses;
- Loans to third parties;
- Guarantees and securities;
- Costs already financed by another grant;
- Invoices made out by other organisations for goods and services already subsidised;
- Subcontracting by means of service or consultancy contracts to personnel members, Board members or General Assembly members of the organisation subsidised;
- Any sub-letting to oneself;
- Purchases of land or buildings;
- Compensation for damage falling under the civil liability of the organisation;
- Employment termination compensation for the term of notice not performed;
- Purchase of alcoholic beverages, tobacco and derived products thereof.

### 2.2 Presentation of application and procedures to be followed

In the first stage, the applicant sends only the concept note and in the second stage, after notification of its pre-selection, it sends the proposal along with the required annexes.

#### 2.2.1 Content of the concept note

Applications must be submitted in accordance with the instructions on concept notes appearing in the grant application file annexed to these guidelines (Annex A, Part A).

Applicants must submit their request in English.

In the concept note, applicants need only provide an estimate of the amount of the contribution requested from the contracting authority. Only applicants invited to submit a complete application in the second stage will then present a detailed budget.

Elements defined in the concept note may not be modified by the applicant in the proposal. The EU contribution may not vary more than 10 % in relation to the initial estimate.

Any errors or major inconsistencies concerning the points mentioned in the instructions on concept notes may result in its rejection.

The contracting authority reserves the right to request clarification where the information provided does not enable it to carry out an objective evaluation.

Handwritten concept notes will not be accepted.

The following annexes must be attached to the concept note:

- 1. The statutes or articles of association of the applicant and any co-applicants.
- 2. An external audit report produced by an approved auditor, certifying the applicant's accounts for the last available financial year where the total grant amount requested is above EUR 200,000 (not applicable to public contracting-beneficiaries). Any co-applicants are not required to submit an external audit report.
- 3. A copy of the applicant's most recent financial statements (income statement and balance sheet for the last closed financial year)4. Any co-applicants are not required to provide a copy of their financial statements.

This does not apply to public bodies, nor where the accounts are in practice the same documents as the external audit report already provided pursuant to point 2.



4. The legal entity file (see Annex D of these guidelines) duly completed and signed by each of the applicants (i.e. the applicant and each of the co-applicants), along with any supporting documents requested.

### 2.2.2 Where and how to send the concept note

The concept note must be submitted in one original copy in A4 format.

An electronic version of the concept note (<u>including all requested annexes and documents</u>) must also be provided. A USB containing the concept note (with all annexes) in electronic format will be put in a sealed envelope, along with the paper version, as indicated below. The electronic file must be exactly **identical** to the attached paper version.

Where applicants are sending several concept notes (if this is authorised in the guidelines of the Call for Proposals in question), they must each be sent separately.

The external envelope must bear the <u>reference number and title of the Call for Proposals</u>, the full name and address of the applicant, and the note "Do not open before the opening session".

Concept notes must be submitted in a sealed envelope, sent by registered post or by private courier service or hand-delivered (a signed and dated acknowledgement of receipt will be issued to the carrier in this latter case), to the address set out below:

- East Jerusalem office: 5 Baibars Street, Sheikh Jarrah
- Ramallah office: Royal Center, 7th Floor, Al Balou', Mecca Street, Al Bireh Ramallah and Al Bireh Governorate
- Gaza office: Al Rayes Plaza Building, 4th floor Vector Hugo street

Concept notes sent by other means (for example by fax or e-mail) or sent to other addresses will be rejected.

Applicants must ensure that their concept note is complete. <u>Incomplete concept notes may be rejected.</u>

# 2.2.3 Deadline for the submission of concept notes

The deadline for submission of concept notes is **10 August 2022** as evidenced by the date sent, the postmark or date of acknowledgement of receipt. All concept notes submitted after the deadline date and time will be rejected.

#### 2.2.4 Further information on concept notes

An information session on this Call for Proposals will be hosted online on **25 July at 14:00**. If you are interested to participate, you are required to fill in this form <a href="https://forms.gle/sZeiFUqJRk6YNhgRA">https://forms.gle/sZeiFUqJRk6YNhgRA</a> to register and receive the meeting link.

Applicants may send their questions by e-mail, at the latest by **28 July 2022** before the concept notes submission deadline, to the address set out below, making sure that they clearly indicate the Call for Proposals reference:

E-mail address: maram.saeed@enabel.be

The contracting authority will not be obliged to provide clarification on questions received after this date.

Questions will be answered at the latest 11 days before the concept notes submission deadline.

In order to ensure the equal treatment of applicants, the contracting authority cannot give a prior opinion on the admissibility of applicants, an action or specific activities.

The answers to these questions and other important information communicated during the evaluation procedure will be published in due course on the Enabel website. As such, regular



consultation of this website is recommended in order to be informed of the questions and answers published.

#### 2.2.5 Proposals

Applicants invited to submit a proposal following the shortlisting of their concept notes must do so using part B of the grant application file annexed to these guidelines (Annex A). Applicants must carefully observe the proposal format and complete the paragraphs and pages in order.

The elements set out in the concept note may not be modified by the applicant in the proposal. The EU contribution may not differ more than 10% from the initial estimate and the minimum and maximum amounts, as indicated in section 1.3 of these guidelines, must be observed.

Applicants must submit their complete applications in the same language as their concept note.

Applicants must fill in the proposal as carefully and clearly as possible in order to facilitate its evaluation.

Any error or major inconsistency in the proposal (inconsistency of amounts included in the budget calculation sheets, for example) may result in the immediate rejection of the application.

Clarifications will only be requested where the information provided is not clear and therefore prevents the contracting authority from carrying out an objective evaluation.

Handwritten applications will not be accepted.

It should be noted that only the proposal and annexes which need to be completed (budget, logical framework) will be evaluated. It is therefore very important that these documents contain ALL the relevant information regarding the action. **No supplementary annex must be sent.** 

#### 2.2.6 Where and how to send proposals

Applications must be submitted in a sealed envelope, sent by registered post or private express courier service or hand-delivered (a signed and dated acknowledgement of receipt will be issued to the carrier in this latter case), to the address set out below:

- East Jerusalem office: 5 Baibars Street, Sheikh Jarrah
- Ramallah office: Royal Center, 7th Floor, Al Balou', Mecca Street, Al Bireh Ramallah and Al Bireh Governorate
- Gaza office: Al Rayes Plaza Building, 4th floor Vector Hugo street

Applications sent by other means (for example by fax or e-mail) or sent to other addresses will be rejected.

Applications must be submitted in one original copy in A4 format, separately bound. The proposal, budget and logical framework must also be provided in electronic format USB. The electronic file must contain **exactly the same** application as the paper version provided.

Where the applicants submit several applications (if this is authorised in the guidelines of the Call for Proposals), they must each be sent separately.

The external envelope must bear the <u>reference number and title of the Call for Proposals</u>, the full name and address of the applicant, and the note "Do not open before the opening session".

Applicants must ensure that their application is complete. <u>Incomplete applications may be rejected.</u>



#### 2.2.7 Deadline date for the submission of proposals

The deadline date for submission of proposals will be communicated in the letter sent to applicants whose concept notes have been shortlisted.

#### 2.2.8 Further information on proposals

Applicants may send their questions by e-mail, at the latest 21 days before the deadline date for the submission of applications, to the address or one of the addresses set out below, making sure that they clearly indicate the Call for Proposals reference:

Email address: maram.saeed@enabel.be

The contracting authority will not be obliged to provide clarification on questions received after this date.

Questions will be answered at the latest 11 days before the deadline date for the submission of applications.

In order to ensure the equal treatment of applicants, the contracting authority cannot give a prior opinion on the eligibility of applicants, or an action.

Individual responses will not be given to questions. All questions and answers and other important information communicated to applicants during the evaluation procedure will be published on www.enabel.be. As such, regular consultation of this website is recommended in order to be informed of the questions and answers published.

# 2.3 Evaluation and selection of applications

Applications will be examined and evaluated by the contracting authority with the help, where applicable, of external evaluators. All actions submitted by the applicants will be evaluated according to the stages and criteria described below.

If the examination of the application shows that the proposed action does not satisfy the <u>admissibility criteria</u> described in point 2.1.4, the request will be rejected on this sole basis.

# (1) 1st PHASE: OPENING, ADMINISTRATIVE CHECKS, ADMISSIBILITY CHECKS AND EVALUATION OF CONCEPT NOTES

The following elements will be examined:

#### **Opening:**

• Compliance with the submission deadline. If the deadline date is not observed, the application will be automatically rejected.

#### Administrative and admissibility checks

- The concept note satisfies all the criteria specified in points 1 to 13 of the verification and evaluation grid provided in Annex F1a.
- If any of the information is missing or incorrect, the application may be rejected on this **sole** basis and it will not be evaluated.

#### **Evaluation**

Concept notes satisfying the conditions of the first administrative and admissibility check will be evaluated for the relevance and design of the proposed action.

The concept note will be given an overall mark out of 50 in accordance with the breakdown specified in points 14 to 19 of the evaluation grid available in Annex F1a.

The evaluation criteria are divided by headings and sub-headings. Each sub-heading will be



given a score between 1 and 5 as follows: 1 = very poor, 2 = poor, 3 = average, 4 = good, 5 = very good.

Once all the concept notes have been evaluated, a list will be drawn up, ranking the proposed actions according to their total score.

Firstly, only concept notes with a minimum score of 30 points will be considered for shortlisting.

Secondly, the number of concept notes will be reduced according to their ranking in the list, by the number of concept notes whose total cumulative amount of contributions requested is equal to, at least 200% of the budget available for this Call for Proposals.

After evaluation of the concept notes, the contracting authority will send a letter to all applicants, notifying them of the reference number they have been allocated, whether their concept note has been evaluated and the results of this evaluation.

The applicants whose concept notes have been shortlisted will then be invited to submit a complete application

# (2) 2<sup>nd</sup> PHASE: OPENING, ADMINISTRATIVE CHECKS, ADMISSIBILITY CHECKS AND EVALUATION OF PROPOSALS

The following points will be evaluated:

#### **Opening**

• Compliance with the submission deadline. If the deadline date is not observed, the application will be automatically rejected.

#### Administrative and Admissibility checks

- The proposal satisfies all the criteria specified in points 1 to 12 of the verification and evaluation grid provided in Annex F2a.
- If any of the information is missing or incomplete, the application may be rejected on this **sole** basis and it will not be evaluated.

#### **Evaluation**

**Step 1:** Proposals meeting the conditions of administrative verification and admissibility will be assessed.

The quality of the applications, including the proposed budget and the capacity of the applicants, will be given a score out of 100 on the basis of evaluation criteria 13 to 26 of the verification and evaluation grid provided in Annex F2a. The evaluation criteria are broken down into selection and award criteria.

The selection criteria aim to ensure that the applicants:

- have stable and sufficient sources of financing to maintain their activity for the duration of the proposed action and, if necessary, to participate in its financing;
- have the management capacity and professional skills and qualifications required to successfully carry out the proposed action.

The award criteria also help evaluate the quality of the proposals against the objectives and priorities set, and to award grants to projects that maximise the overall effectiveness of the Call for Proposals. They concern the relevance of the action and its consistency with the Call for Proposal's objectives, its quality, its intended effect, the sustainability of the action and its cost-effectiveness.

The <u>evaluation criteria</u> are divided into headings and sub-headings. Each sub-section will be assigned a score between 1 and 5 as follows: 1 = very poor, 2 = poor, 3 = average, 4 = good, 5 =



very good.

Only proposals that have achieved a score of 6/10 for criterion 18 and an overall score of 60/100 will be shortlisted.

The best proposals will be listed in a provisional allocation table, ranked according to their score and within the limits of available funds. The other shortlisted proposals will be placed on a reserve list.

**Step 2:** Supporting documents relating to the grounds for exclusion will be requested from applicants appearing in the provisional allocation table. If unable to provide these documents within 15 days, the corresponding proposals will not be accepted.

At the end of step 2, the allocation table will be considered final. It includes all the proposals selected according to their score and within the limits of available funds.

Please note that applicants who may be picked up from the reserve list at a later date, if additional funds become available, will also have to go through step 2 described above.

#### 2.4 Notification of the contracting authority's decision

#### 2.4.1 Content of the decision

The applicant will be notified in writing of the decision taken by the contracting authority concerning its application and, in case of rejection, the grounds for this negative decision.

If an applicant feels that it has been adversely affected by an error or mistake allegedly committed in an award procedure or believes that the procedure has been vitiated by an instance of maladministration, it may file a complaint with the contracting authority.

In this case, the complaint will be sent to the person who made the disputed decision, who will endeavour to deal with the complaint and give a reply with 15 working days. Alternatively, or in case the reply is deemed unsatisfactory by the applicant, this latter may contact the competent Operations Manager at Enabel's head office, via the mailbox <a href="mailto:complaints@enabel.be">complaints@enabel.be</a>

See: <a href="https://www.enabel.be/content/complaints-management">https://www.enabel.be/content/complaints-management</a>

Complaints relating to issues of integrity (fraud, corruption, etc.) should be sent to the Integrity Office through the Internet address <a href="https://www.enabelintegrity.be">www.enabelintegrity.be</a>.

The purpose of the complaint cannot be to request a second evaluation of the Proposals without any other grounds than that the applicant disagrees with the award decision.



#### 2.4.2 Indicative timetable

	Date	Time*
Online Information meeting	25/07/2022	14:00
<b>Deadline for clarification requests to</b> the contracting authority	28/07/2022	16:00
Last date on which clarifications are given by the contracting authority	01/08/2022	-
Submission deadline for concept notes	10/08/2022	15:00
Information of applicants on the opening, administrative checks and evaluation of concept notes (stage 1)	25/08/2022*	-
Invitations to submit the proposals	29/08/2022*	-
Deadline for the submission of the proposals	28/09/2022*	15:00
Notification of the award decision and transmission of signed grant agreement	12/10/2022*	-
Signature of the Agreement by contracting beneficiary	No later than 15 days after notification of the grant	-

<sup>\*</sup> **Provisional date**. All times are in the local time of the contracting authority.

This indicative timetable may be updated by the contracting authority during the procedure. In this case, the updated timetable will be published on the Enabel website.

# 2.5 Implementation conditions following the grant award decision of the contracting authority

Following the grant award decision, contracting beneficiaries will be offered an agreement based on the contracting authority's Grant Agreement template (Annex E of these guidelines). By signing the proposal (Annex A of these guidelines), applicants accept the contractual conditions of the Grant Agreement template, should the grants be awarded to them.

# 2.5.1 Implementation contracts

Where the implementation of an action requires public procurement by the contracting beneficiary, contracts must be awarded in accordance with:

Annex VIII of the Grant Agreement template for private sector contracting-beneficiaries.

Or

Belgian or partner country public procurement law or own regulation for public sector contracting beneficiaries.

For private contracting beneficiaries, it is not permitted to subcontract all of an action by means of a contract. In addition, the budget of each contract financed by means of the grant awarded may only correspond to a limited part of the total amount of the grant.



#### 2.5.2 Separate bank account

In case a grant award, the contracting beneficiary shall open a separate bank account (or a separate sub-account allowing for the identification of the funds received). This account will be in euros, if this is possible in the country.

This account or sub-account must allow to:

- Identify the funds transferred by Enabel;
- Identify and follow up the operations performed with third parties:
- Distinguish between the operations performed under this agreement and other operations.

The financial identification form (Annex VI of the Grant Agreement) relating to this separate bank account, certified by the bank<sup>5</sup>, will be sent by the contracting beneficiary to Enabel at the same time as the signed copies of the Grant Agreement after it has been notified of the award decision.

The account will be closed once any reimbursements owed to Enabel have been made (and after settling the final amount of the funds used).

# 2.5.3 Processing of personal data.

Enabel undertakes to treat the personal data communicated in response to this call for proposals with the greatest care, in accordance with the legislation on the protection of personal data (the General Data Protection Regulation, GDPR). In cases where the Belgian law of July 30, 2018 on the protection of individuals with regard to the processing of personal data contains more stringent requirements, the adjudicator will act in accordance with this legislation.

More specifically, when you participate in a call for proposals within the framework of the allocation of grants by Enabel, we collect the details of the contact persons ("authorized representative") of the entity submitting the grant application, such as the name, first name, professional telephone number, professional e-mail address, professional function and name of the organization represented. In some cases, we must also collect the extract from the criminal record (or equivalent) of the leader of the organization applying for the grant.

We process this information because we have a legal obligation to collect this information in the context of the administration and award of our grants.

For more information on this subject, please consult Enabel's privacy statement at the following link: https://www.enabel.be/fr/content/title-1 "

#### 2.5.4 Transparency

For the sake of transparency, Enabel undertakes to publish an annual list of contracting-beneficiaries. By signing the Grant Agreement, the contracting-beneficiary declares that he agrees with the publication of the title of the contract, the nature and object of the contract, its name and location, and the amount of the contract.

 $<sup>^{5}</sup>$  This bank must be situated in the country where the applicant is established



#### LIST OF ANNEXES

#### **DOCUMENTS TO BE COMPLETED**

ANNEX A: GRANT APPLICATION FILE (WORD FORMAT) (PART A CONCEPT NOTE AND PART B PROPOSAL)

ANNEX B: BUDGET (EXCEL FORMAT) (2<sup>ND</sup> STAGE ONLY)

ANNEX C: LOGICAL FRAMEWORK (WORD FORMAT) (2<sup>ND</sup> STAGE ONLY)

ANNEX D: LEGAL ENTITY FORM (WORD FORMAT)

#### **DOCUMENTS FOR INFORMATION**

ANNEX E: GRANT AGREEMENT TEMPLATE

Annex III Payment request template.

Annex IV Transfer of ownership of assets template

Annex V Legal entity form (private or public)

Annex VI Financial identification form

Annex VII Exclusion grounds

Annex VIII Procurement principles (in the case of a private contracting-beneficiary)

ANNEX F1a: CONCEPT NOTE VERIFICATION AND EVALUATION GRID

ANNEX F2A: PROPOSAL VERIFICATION AND EVALUATION GRID

ANNEX Z LOGICAL FRAMEWORK RESULT 3 OF YEP PROJECT