

Annex 11 Contributions of the Government of Ethiopia to the IPMS Project

1. Human Resources

The government of Ethiopia will contribute in various ways to the successful implementation of the IPMS project. A number of professionals at various levels (Woreda, Region and Federal levels) shall be involved in one way or another. These include staff assigned to serve in leadership of the project through participation in the National, Regional and Woreda Advisory and Learning Committees. Woreda agricultural experts and development agents, especially the ones assigned to FTCs will be key actors in the implementation of the project at the grassroots level. Various professional in the TVETs, cooperatives, input supply and marketing institutions will also be part of the project. Researchers from the National and Regional research institutions, universities and graduate students shall contribute to the implementation of a number of aspects of the project. The salary of these partners is covered by the government of Ethiopia.

2. Other Resources

2.1 Office space and assembly halls

The Woreda Offices of Agriculture and Rural Development shall provide office space along with other utilities for IPMS staff assigned in the PLSs. These include Research and Development Officers, Research and Development Assistants and field Assistants. In addition, a liaison office shall be provided in the bureau of Agriculture and Rural Development at Regional level. Assembly halls at the Regional and Woreda levels shall be availed for various conferences and workshops.

2.2 Facilities at FTCS

In the Farmer Training Centres (FTCs) the project will have access to the use of the facility (assembly halls, offices, etc) for use to train farmers in the various Pas. In addition, demonstration plots at the FTCs, often 3 to 5 hectares of land, shall be available to the project for demonstration of improved agricultural practices including processing.

Item	Estimated Salary / Month / Person (Etb)	Estimated Person Months / Year / Person	No. of PM 2005	No. of PM 2006-2009	Total PM	Total Staff cost (Etb)
Human Resources						
Federal Level:						
PGB – 2 GoE staff	3,500	1	2	8	10	35,000
PSC – 4 MoARD Staff	3,000	1	4	16	20	60,000
PIC – 3 MoARD Staff	2,500	1	3	12	15	37,500
NALC – 4 Senior Experts	2,500	1	4	16	20	50,000
Information Resource Centre – 2 Senior	2,500	2	4	16	20	50,000

Experts						
Regional Level: RALC: 14 Senior Experts (per PLS)	2,500	1	112	560	672	1,680,000
Woreda: WALC: 3 Senior Experts (per PLS)	2,000	3	72	360	432	864,000
7 Experts (per PLS)	485	3	168	840	1008	488,880
5 Supervisors (per PLS)	1,500	2	80	400	480	720,000
25 DAs (per PLS)	1,000	4	800	4000	4800	4,800,000
4 Researchers (per PLS)	1,295	2.5	80	400	480	621,600
Sub-total						9,406,980

Land and Buildings	Cost/Year/PLS (Etb)	2,005	2006 - 2009	Total Cost (Etb)
FTCs:				
Building (130 m ²)	1,800	14,400	72,000	86,400
Land for demonstrations – 3-5 ha per FTC	500	4,000	20,000	24,000
Furniture and Fixtures	1,600	12,800	64,000	76,800
Demonstration farms and tools	2,000	16,000	80,000	96,000
Information Resource Centre (Federal Level):				
Centre building (200 m ² x 300 Birr/m2/month)	50,000	400,000	2,000,000	2,400,000
Equipment and facilities	10,000	80,000	400,000	480,000
Assembly halls:				
Regional	500	4,000	20,000	24,000
Woreda	1,000	8,000	40,000	48,000
Vehicles and transport:				
Federal	1,000	8,000	40,000	48,000
Regional	2,000	16,000	80,000	96,000
Woreda	5,000	40,000	200,000	240,000
Sub-total				3,619,200
GRAND TOTAL				13,026,180

Contributions of ILRI to the IPMS Project

1. Human Resources

Two of ILRI's themes will contribute directly to the IPMS project by integrating their program activities with the IPMS project. This is financially expressed into covering half of the salary costs of the project's innovation specialist by ILRI's theme 2 (Enabling Innovations) and half of the salary cost of the market/policy analyst by theme 3 (Market opportunities):

Half of the salary cost innovation specialist CAD 477,000

Half of the salary cost market/policy analyst CAD 295,000

2. Reduction in Administrative Fees

ILRI's administrative fee, which as mentioned in Annex 11, is usually 18%, (in fact 26% as per the 2003 audit) has been reduced to 5% for the IPMS project. The breakdown of items covered by the administrative fee is for resources provided by the following all of whom provide direct support to the IPMS project:

- Finance department (Nairobi & Addis) – staff
- Human resources office (Nairobi & Addis)
- IT support
- Publications/communications support
- Procurement department
- Stores
- ILRI Senior Management
- Grounds maintenance
- Engineering (net of recharges)
- Housing, catering Security and Office services
- Internal audit functions

Other overhead related costs such as rent and maintenance of offices and vehicles are covered by separate budget line items.

In addition, an administrative fee of 5% is normally applied to Capital items but no administrative fees have been applied to Capital items for the IPMS project. The total administrative fee is currently CAD 868,500 but had ILRI applied the usual admin fee, this figure would have been CAD 3,189,650 (CAD 3,126,600 + CAD 63,050) indicating that ILRI is making a contribution of approximately CAD 2,321,150 (CAD 3,189,650 – 868,500).

5% Admin Fee (Capital items not included)

Fees	8,735,000
Services	4,665,000
Materials & Supplies	947,000

General Expenses	1,331,000
Travel	1,692,000
Subtotal	17,370,000
Admin Fee (5%)	868,500
Capital Budget	1,261,000
Total	19,500,000

18% Admin Fee on Fees & Reimbursables & 5% on Capital items

Fees	8,735,000
Services	4,665,000
Materials & Supplies	947,000
General Expenses	1,331,000
Travel	1,692,000
Subtotal	17,370,000
Admin Fee (18%)	3,126,600
Subtotal	20,496,600
Capital Budget	1,261,000
Admin Fee (5%)	63,050
Total	21,820,650