NATIONAL ENDOWMENT FOR DEMOCRACY

Grant Agreement No. 2011-403.0 between

Grantor:

National Endowment for Democracy

1025 F Street, NW, Suite 800 Washington, DC 20004

Grantee:

Association of Local Independent Media "Local Press"

Branka Radicevica 9 Kragujevac 34000 Serbia

1. AUTHORITY

This Grant is awarded in accordance with the authority contained in Public Law 98-164, as amended (hereafter referred to as the "Act") and Grant No. S-OESDR-08-GR-101 between the United States Department of State and the National Endowment for Democracy (hereafter referred to as "the Endowment").

2. PURPOSE

The purpose of this Grant is to enable the Grantee to carry out the project objectives shown in Attachment A, Program Description, which are consistent with the purposes stated in Section 502(b) of the Act.

3. GRANT AMOUNT AND BUDGET

The amount obligated under this Grant is \$40,000, which is to be expended according to the Grant Budget shown in Attachment B.

The Grantee shall not use funds designated for Program Costs to pay Indirect Costs, nor vice versa, without prior written approval of the Endowment. The Grantee shall also obtain written approval from the Endowment prior to making an expenditure which would increase costs in a budget category by more than 15 percent or \$5,000 (whichever amount is larger) above the amount budgeted for that category. Adjustments among budget categories shall not result in an increase in the total amount of the Grant. The Endowment will not fund costs in excess of the Grant amount.

4. GRANT PERIOD

The effective date of this Grant is May 1, 2011. The expiration date of this Grant is November 30, 2011.

All expenditures from Grant funds must be either for authorized activities that take place or for authorized obligations that are incurred during this Grant Period, unless otherwise stated in the Grant. Expenditures for costs incurred prior to the effective date or after the expiration date will be disallowed. Payments made after the expiration date for expenses incurred within the Grant Period are allowable.

If the Grant Period is insufficient for satisfactory completion of the project objectives, the Agreement may be amended to extend the expiration date. The Grantee must request the extension in writing prior to the current expiration date, explaining the circumstances which warrant the extension. Requests for

amendments may not be considered if the Grantee has not submitted all reports currently due as scheduled in Grant Paragraph 5.

REPORTING REQUIREMENTS 5.

The Grantee must submit to the Endowment periodic Narrative and Financial reports. The final Narrative report shall include an Evaluation section. The content of these reports is described in Attachment C, Grant Provisions 9 and 10. The reporting schedule for this Grant is as follows:

Narrative/Financial Report Periods

Report is Due

September 30, 2011 May 1 - August 31, 2011

September 1 – November 30, 2011, Final Report December 31, 2011 (including Evaluation section)

Cumulative Assessment Report

Report is Due

For grants: 2007-18; 2008-135; 2009-374; 2010-October 31, 2011 408

DEBARMENT, SUSPENSION, INELIGIBILITY, AND VOLUNTARY EXCLUSION 6.

In accepting this Grant, the Grantee certifies that neither it nor its principals is presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this agreement by any U.S. Government department or agency.

RESPONSIBILITIES AND GRANT PROVISIONS 7.

- The Grantee is responsible for planning, organizing, and administering the program to A. carry out the project objectives stated in Attachment A, Program Description, in accordance with the terms of this Agreement as described above and in Attachment A, Program Description; Attachment B, Grant Budget; Attachment C, Grant Provisions; and in Appendixes A-G. Each of the foregoing is fully incorporated in this Agreement and made a part hereof as if set out in the full text of the Agreement itself.
- If Attachment A, Program Description, provides for the Grantee to implement the project B. objectives through one or more designated subrecipient(s), the Grantee is responsible for ensuring that the subrecipient(s) comply with all provisions of the Agreement that apply to subrecipients as outlined in Grant Provision 4, "Subagreements;" and as shown is Appendix G, "Model Subagreement."
- Should this Grant Agreement be translated to a language other than English for signature, C. the English language version will govern in the event of differences between the two versions. Any inconsistency in this Agreement will be resolved by giving precedence in the following order:
 - The Agreement, including Attachments A, B, and C 1.
 - 2. Appendix A
 - Appendixes B, C, and D 3.

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The parties hereto have executed this agreement as of the dates indicated below.

SIGNATURE

LYPED NAME

TITLE

DATE

FOR THE ASSOCIATION OF LOCAL INDEPENDENT MEDIA

"LOCAL PRESS"

Snezana Milosevic

General Secretary

April 19, 2011

FOR THE

NATIONAL ENDOWMENT FOR

DEMOCRACY

W. Michael Davis

Senior Director, Grants Administration

