

# Request for Applications (RFA) FLW-001 Feed the Future Market Systems & Partnerships MSP Food Loss and Waste (FLW) Partnership Facility

Funding Opportunity Title: MSP FLW Partnership Facility
Announcement Type: Request for Applications (RFA)

Funding Opportunity Number: RFA-FLW-001 September 29, 2022

Applications will be received and reviewed in two groups, but due to limited funding, MSP will give preference to applications that are submitted by the Group 1 deadline. MSP will consider applications from Group 2 based on the remaining funds available, if any, after Group 1 applications are considered. Applicants are highly encouraged to apply in time to be considered in Group 1. Key information and dates for both groups are as follows:

Applicant Group 1 Deadlines

Deadline for Questions for Group 1: December 2, 2022

Submit Questions to: <u>flwgrants\_nofo@FtF-MSP.org</u>

Virtual Applicant Conference Group 1: October 17, 2022, 8:00 am Eastern Time

(GMT -4) (access link:

https://dai.webex.com/dai/j.php?RGID=r62ce

9a3f0435907e81e1e56c0e0fdd1c

Answers to Questions Posted: Answers posted weekly, every Tuesday: from

October 4, 2022, to December 6, 2022

Closing Date for Applications: December 9, 2022, 4:00pm (16:00; GMT-4)

Co-Development and Award Negotiation Period: January - April 2023 (tentative)

Finalists Recommended for Award:

Estimated Start Date of Awarded Grants:

January 2023 (tentative)

May 2023 (tentative)

Applicant Group 2 Deadlines

Deadline for Questions for Group 2: January 13, 2023

Submit Questions to: flwgrants\_nofo@FtF-MSP.org

Virtual Applicant Conference Group 2: December 15, 2022, 8:00 am Eastern Time

(GMT -4) (registration link:

https://dai.webex.com/dai/j.php?RGID=r251f2

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Answers to Questions Posted: Answers posted weekly, every Tuesday: from

December 20, 2022, to January 17, 2023 January 27, 2023, 4:00pm (16:00; GMT-4)

Closing Date for Applications:

Co-Development and Award Negotiation Period:

January 27, 2023, 4:00pm (16:00; February- May 2023 (tentative)

Co-Development and Award Negotiation Period: February- May 2023 (tentative Finalists Recommended for Award: February 2023 (tentative)

Estimated Start Date of Awarded Grants: June 2023 (tentative)

Submit Full Applications by uploading to: <a href="https://www.mspgrants.com/opportunities/">https://www.mspgrants.com/opportunities/</a>

This RFA is issued as a public notice to ensure that all interested and qualified organizations have a fair opportunity to qualify for funding. To be considered for an award, applicants must respond to all the requirements and instructions of this RFA. MSP will review applications based on the criteria and instructions set forth in this RFA.



# **Application Submission Requirements:**

- All applications received by either deadline will be reviewed for responsiveness and programmatic merit according to the specifications outlined in this RFA.
- All applications must use the provided formats in this RFA.
- Applications which are submitted late or are incomplete will not be considered.
- Only applications received through the online grants intake platform found at <a href="https://www.mspgrants.com/opportunities/">https://www.mspgrants.com/opportunities/</a> will be considered.
- If an applicant has trouble uploading an application to the website, please immediately contact <a href="mailto:flwgrants-nofo@FtF-MSP.org">flwgrants-nofo@FtF-MSP.org</a> before the December 9, 2022 deadline for Group 1 and the January 27, 2023 deadline for Group 2.

This RFA is being issued under the Feed the Future Market Systems and Partnerships Activity (MSP), implemented by DAI Global, LLC under USAID contract No. 7200AA20C00054, in support of USAID's Bureau for Resilience and Food Security's Center for Nutrition. Issuance of this RFA does not constitute an award commitment on the part of MSP, nor does it commit MSP to pay for costs incurred in the preparation and submission of an application. Further, MSP reserves the right to reject any or all applications received. Applications are submitted at the risk of the applicant. All preparation and submission costs are at the applicant's expense.

MSP reserves the right to modify the terms of this RFA at any time by written notice or to withdraw this RFA at any time – with or without a statement of cause – prior to any funding award. MSP reserves the right to fund any or none of the applications submitted.



# **CONTENTS**

SECTION I - FUNDING OPPORTUNITY DESCRIPTION	1
SECTION II – AWARD INFORMATION	2
SECTION III – ELIGIBILITY INFORMATION	3
SECTION IV - APPLICATION INSTRUCTIONS	4
SECTION V – SELECTION PROCESS	7
SECTION VI – POST-COMPETITION PROCEDURES	8
PROCEDURE 1: FINANCIAL AND ORGANIZATIONAL DUE DILIGENCE	8
PROCEDURE 2: CO-DEVELOPMENT	9
PROCEDURE 3: FINAL AWARD REVIEW AND APPROVAL	10
SECTION VII – AWARD ADMINISTRATION INFORMATION	11
SECTION VIII – CONTACTS	12
Attachment 1: Technical Application Form	15
Attachment 2: Partnership Budget (as an Excel Document)	19
attachment 3: Cost Narrative	21



# SECTION I - FUNDING OPPORTUNITY DESCRIPTION

Through this Request for Applications, the Feed the Future Market Systems and Partnerships (hereinafter referred to as MSP) Food Loss and Waste (FLW) Partnership Facility, managed by DAI on behalf of the USAID RFS/CN, is offering businesses operating in **Bangladesh**, **Kenya**, **Nepal**, **Niger**, **Nigeria**, **and/or Tanzania** the opportunity to co-invest with USAID to increase the uptake and scaling of technologies and management practices that reduce FLW with an emphasis on nutrition. Additional countries may be added if funding becomes available; an amendment to this RFA will be issued should that be the case. The ultimate purpose of these MSP partnerships is to reduce vulnerability to the impacts of Russia's War in Ukraine and other systemic shocks. Through the Partnership Facility, MSP seeks to channel business resources, expertise, technology, and influence to contribute to one or more of the following objectives:

- Pilot innovative solutions to reduce food loss and waste with an emphasis on nutrient dense products throughout the supply chain in target countries.
- Reduce methane and other greenhouse gas (GHG) emissions through reduction in food loss and waste via improved practices in storage and distribution, and processing.
- Create circular economy systems of regeneration within focus countries' food systems so that waste does not exist but is instead used as feedstock for another cycle.
- Strengthen the focus countries' agricultural competitiveness through enhanced services, private sector engagement, and investment, especially within nutrient rich value chains.
- Improve the focus countries' resilience and capacity to mitigate and respond to food system shocks.

Illustrative partnership activities that could meet these objectives by introducing or scaling technologies and improved management practices include but are not limited to:

- Warehousing, storage, cold chain, transportation, and other technologies that prolong shelf-life, improve food safety, and reduce product losses from damage or spoilage.
- Agro-processing that reduces microbial contamination, improves food safety, and generates additional income for smallholder farming households and expanded opportunities for farmer groups (e.g., value addition, washing, grading, and packaging).
- Technologies that improve sanitary and phytosanitary food safety standards.
- Practices that create circular economy opportunities where unsafe or inedible foods are safely recycled back into the food system for human, livestock, poultry, fish or other animal consumption, especially those focused on nutrient dense products and value chains.
- Other innovations that promote value addition, nutrient dense agricultural products and prevent food loss or waste.
- Processes that extend the shelf-life of perishable and nutrient dense agriculture products.

Through this mechanism, MSP co-creates and co-invests with strategic firm partners, through milestone-based grant partnerships, to develop solutions that align core-business objectives with development goals. In doing so, MSP leverages USAID's convening power, positive relationships, and technical know-how in piloting or scaling these solutions. Partnership activities focus on ensuring that these market-led solutions take root and can flourish within the market system. The Partnership Facility mitigates the risk of the private sector to invest, innovate, and engage in areas outside their normal business practices (new product or service or new supply/marketing model) but within their core business interests. Through a competitive process, MSP will evaluate partnership grant activities for their ability to mobilize significant and responsible private investment; to pilot or expand an innovation or practice that can address a development problem; and to contribute to industry-influencing public learning.



Working with and through private sector firms, MSP will co-invest in business concepts or expansions which address one or more of the objectives above. Applicants will be ranked higher for not only the strength of their proposal from a financial investment perspective (e.g. potential for return on investment, sustainability of the business model, potential risk profile) but also how well it creates a positive economic impact on the target populations of smallholder farming households and producer groups, poor or low-income consumers, and small and medium-sized enterprises in the products or services supply chain. In particular, MSP seeks opportunities to positively impact women and youth.

Each activity under the MSP FLW Partnership Facility will be a maximum of two years, during which time applicants should **demonstrate results** of the business concept, even if intermediate results. For example, if a concept is supporting the establishment of a new cold storage and distribution facility, the decrease in post-harvest loss and increase in access to cold chain services may not fully be captured within the two-year period but applicants may demonstrate that farmers have gained increase access to cold chain services, made progress toward improving the shelf-life of their products, and are on track to realize reduced post-harvest loss and increased incomes.

Finally, applicants are encouraged to identify **end markets and buyers** to which they are currently supplying or will target in their new activities. It is important that applicants demonstrate their existing or planned linkages to buyers to show that the concept has a marketing plan in place and has identified a market demand that they can fulfill. MSP seeks to co-invest in concepts which will generate sustainable and lasting impacts on the selected sub-sectors, smallholder actors, and processors operating therein, so the demonstration of existing or required market linkages is critical to preparing a successful application.

# SECTION II – AWARD INFORMATION

Type of Anticipated Investment Funding: MSP will issue performance-based grants ranging between \$250,000 - \$500,000 United States Dollar (USD) to establish partnerships with firms and/or investors for meeting the development objectives stated in Section 1.

Under this solicitation, MSP will review applicants in two groups: Group 1 will include all applications received by the initial December 9, 2022 deadline; Group 2 will include all applications received between December 10, 2022 and the second deadline of January 27, 2023. The total amount of funding available for this RFA, including both groups 1 & 2, is approximately \$1,000,000. Funds are not earmarked for either group. Evaluation of applications in Group 2 will take into account the remaining funds left over after Group 1 applicants have been reviewed and shortlisted for award. MSP makes no guarantee that there will be remaining funding for applicants that submit concepts after the Group 1 deadline. As such, MSP strongly encourages applicants to submit concepts by the Group 1 deadline.

Required Co-Investment: MSP requires at least <u>one-to-one matching investment from applicants</u> (50% of total investment). For example, if a partner submits a budget indicating a MSP investment of \$500,000; they must also demonstrate a unique commitment of \$500,000 of their own funds to be considered for the partnership. If loans or equity investments are included in partner activities, MSP requires a five to one matching investment.

**Performance-based grants:** Payments under performance-based grants are made upon accomplishment of predetermined results, referred to as milestones. Milestones are agreed between MSP and the partner prior to the grant being awarded. The specific type of performance-



based grant will be a fixed amount award (FAA) agreement under USAID regulations. MSP and the applicant will agree to the metrics and verification methods of those milestones during the development of the final grant award, giving latitude to the partner on how it will accomplish the agreed milestones.

**Performance Period:** The performance period of partnership grants will be up to 24 months. Group 1 partnerships are anticipated to start on or about May 2023, and Group 2 partnerships are anticipated to start on or about June 2023.

Questions: Please submit any questions regarding the RFA process or activity to <a href="mailto:flwgrants\_nofo@FtF-MSP.org">flwgrants\_nofo@FtF-MSP.org</a>. Questions will be answered weekly and responses will be posted to the <a href="mailto:MSP Grants website">MSP Grants website</a>. The last posting will be no later than December 6, 2022 for Group 1 and January 17, 2023 for Group 2.

**Virtual Applicant Conference:** MSP will host a Virtual Applicant Conference open to all interested applicants for both Groups. The Group 1 Applicant Conference is tentatively scheduled on October 17, 2022 at 8:00 am Eastern Time (GMT -4) and the Group 2 Virtual Applicant Conference is scheduled on December 15, 2022 at 8:00 am Eastern Time (GMT -4). The virtual conferences will be held over Zoom. MSP will conduct a short presentation of the program objectives and will answer pre-submitted and real time questions regarding the program and the RFA. Please access the conference online at

https://dai.webex.com/dai/j.php?RGID=r62ce9a3f0435907e81e1e56c0e0fdd1c for Group 1 and https://dai.webex.com/dai/j.php?RGID=r251f21402c0d75e2d212560fa2b0cf66 for Group 2 Conference materials will be posted to the MSP Grants website following the event.

# SECTION III – ELIGIBILITY INFORMATION

Eligible activities include novel ideas and innovative business models in input distribution, supply chain management, business services, and other support services. (See examples in Section 1 for the types of ideas that could be funded within this mechanism).

Prior experience with USAID or other US Government (USG) entities is not required. MSP encourages applications from entities that haven't partnered with USAID or the USG in the past.

Details on eligible and ineligible applicants are as follows:

#### Eligible applicants:

- Applicants can include financial institutions, investors, businesses, business service organizations, industry/sector organizations, trade or other private sector associations.
- Applicants must be legally registered to operate in Bangladesh, Kenya, Nepal, Niger, Nigeria, and/or Tanzania at the time of award. Companies registered in additional countries may be added if funding becomes available; an amendment to this RFA will be issued should that be the case.
- MSP requires at least one-to-one matching investment from applicants, or five-to-one matching when proposed activities include loans or equity investments.
- Concepts for commodities that would have significant impact on US agricultural exports may be deemed ineligible.

# Ineligible applicants:

- Not-for-profit organizations.
- Any entity listed in the U.S. government Excluded Parties List.



- Any entity unable to obtain a Unique Entity Identifier (UEI) in the US Government System for Award Management.<sup>1</sup>
- Any entity excluded in the US Government System for Award Management.
- Any Public International Organization (PIO).
- Any entity affiliated with DAI or MSP directors, officers, or employees.
- Any military organization.
- Any political party organization or an organization clearly identifiable with a political party.
- Any entity focused solely on religious activities.
- Any labor unions.
- Any individuals.

# SECTION IV - APPLICATION INSTRUCTIONS

All applicants must register online at the MSP online grants <u>platform</u> to submit an application. All applications will be reviewed by a Technical Evaluation Committee (TEC) based on the criteria outlined below. Applicants shortlisted by the TEC will complete a financial and organizational due diligence and co-development process as outlined below. Only those applicants who show sufficient financial and organizational capacity <u>and</u> complete the co-development process will be considered eligible for a grant award.

#### An application consists of the following:

- 1. Technical application form uploaded as a Microsoft Word document (PDF or scanned documents will not be accepted) (Attachment 1).
- 2. Partnership Budget uploaded in Microsoft Excel with formulas included (Attachment 2).
- 3. Corresponding Cost Narrative uploaded as a Microsoft Word document (Attachment 3).

**Technical Application:** Applicants are required to submit a technical application, using the template provided in Attachment 1, describing the proposed activities and addressing each of the five technical selection criteria listed below. Technical applications must address all criteria to be considered for partnership award funding; otherwise, the technical application will not be reviewed.

- Proposed Business Concept A new or expanded business concept that is feasible, viable
  and innovative and provides a market-based solution to an identified business challenge
  aligned with core business goals. Potential business concepts could include a supply chain
  or marketing model, or a new product or service offering and should be a new/different
  business model from current business efforts.
- Development Impact (Result) The specific, measurable, and significant impact on target groups (e.g. smallholders suppliers, poor or low-income individuals, small and growing businesses) either as consumers or producers and contribution to industry-wide concerns/growth the applicant seeks to directly achieve through the proposed partnership—aligned with the objectives of the MSP FLW Partnership Facility.<sup>2</sup>

<sup>&</sup>lt;sup>1</sup> Applicants can register for a UEI number by accessing the following website: https://sam.gov/content/home.

<sup>&</sup>lt;sup>2</sup> Objectives, per Section 1 of the RFA, include: 1.) Pilot innovative solutions to reduce food loss and waste throughout the supply chain in target countries; 2.) Reduce methane and other GHG emissions through reduction in food loss and waste via improved practices in agriculture, storage and distribution, and processing.; 3.) Create circular economy opportunities within focus countries' food systems. 4.) Strengthen the focus countries' agricultural competitiveness through enhanced services, private sector engagement and investment. 5.) Improve the focus countries' resilience and capacity to mitigate and respond to food system shocks.



- **Sustainability** The strategy for the business concept to successfully continue without additional donor assistance beyond the life of the MSP partnership.
- Scale Projection of the potential pathway to scale-when the investment or approach will expand and by how much.
- **Funding Justification** The justification of why the applicant cannot execute the proposed concept on their own, without MSP's participation.

**Cost Application:** Applicants are required to submit a cost application in support of their technical application using Attachments 2 and 3. Proposed partnership costs will be reviewed based on cost effectiveness, reasonableness, allocability, and allowability. Costs that do not meet the criteria below will be deemed non-responsive.

- Are costs effective? Will proposed costs provide a good value in achieving desired outcomes at a relatively low cost or becoming more cost-effective over time?
- **Are costs reasonable?** Are proposed costs generally recognized as ordinary and necessary and would they be incurred by a prudent person in the conduct of normal business?
- Are costs allocable? Do proposed costs have a legitimate justification for the funding amount requested and is the cost clearly captured in the budget and concept paper?
- Are costs allowable? Are proposed costs strictly for the achievement of the partnership and
  are they free of any restrictions or limitations, such as vehicles, alcohol, luxury goods, etc.?
   See the list of Ineligible Costs and Ineligible Use of Funds in Attachment 2 for a detailed list.
- Applicant contribution: Applicants must contribute a cash co-investment to the proposed activity 50% or greater than the value of total investment value (1:1 ratio, partner to MSP investment). A cash contribution is a transfer of funding from the private sector entity to pay for goods and services that will specifically and exclusively be used to implement activities under the partnership, or a transfer of funding to be used in making loans or equity investments under the partnership. Please note that neither the investment from the applicant nor the investment requested from MSP can cover costs already incurred, in-kind contributions, business-as-usual operating costs (i.e., rent or utility for existing facilities, cost of goods sold, costs associated with any existing services, etc.), or existing staff time that is not directly attributable to the completion of partnership milestones.
  - When activity funds are used for loans or equity investments MSP requires a coinvestment at least five times greater than the value of the MSP grant. An equity investment is defined as the purchase of shares of a company and a loan investment is defined as the use of funds to provide credit to stakeholders. An example of a loan investment in this context could be a firm providing credit for inputs or other services to agricultural producers who are suppliers to that supply chain. The firm would need to contribute credit five times greater than the USAID contribution to those suppliers if proposing this type of engagement. The higher contribution requirement only applies concepts which include loan or equity investments.

Personnel Costs: Applicants may include select staffing costs of existing or new staff that are specifically committed to implementing the new or expanded business concept. Applicants may budget staff on a long-term, short-term, full-time, or part-time basis as long as they can demonstrate that staff are budgeted in accordance with the time that they will actually spend supporting the concept and that those costs are not already covered by the applicant's existing operational costs. All costs proposed will be evaluated for realism.



Details regarding the proposed cost sharing contribution by your organization must be included. Inkind contributions will not be allowed under this RFA. All budget lines must be clearly linked to specific partnership activities.

# SECTION V – SELECTION PROCESS

The TEC will include representatives from MSP and USAID. All applications that meet the RFA requirements will be reviewed by the TEC. Throughout the evaluation process, MSP will take steps to ensure that members of the TEC do not have any conflicts of interest or the appearance of such with the organizations whose applications are under review. An individual shall be considered to have the appearance of a conflict of interest if that person, or that person's spouse, partner, child, close friend or relative works for or is negotiating to work for or has a financial interest (including being an unpaid member of a Board of Directors) in any organization that submitted an application currently under the TEC's review.

Technical applications will be evaluated by the TEC against the technical criteria stated in Section II using the scoring system identified below:

Rating	Description
Outstanding	Greatly exceeds expectations by providing information that is comprehensive, thorough, and with outstanding merit; very clearly showcases alignment with the RFA objectives; and undoubtedly demonstrates how the proposed partnership will result in efficient, effective, innovative, and shared value, capable of scale. Exhibits no significant deficiencies or weaknesses. The application suggests a highly successful partnership.
Good	Meets or exceeds requirements and demonstrates an understanding of the objectives and its alignment with the criteria through the presentation of a novel idea or innovative approach. While the applicant demonstrates an ability to fulfill the partnership, there may be some weaknesses that need to be addressed. However, these weaknesses or deficiencies can easily be resolved in co-development. There is a low risk that the partnership will be unsuccessful.
Satisfactory	Meets minimum requirements and is mostly aligned with the criteria. It may contain some strengths, but also contains some significant weaknesses that are likely to be resolved through co-development. There is moderate to low risk that the partnership will be unsuccessful.
Marginal	Minimally meets basic requirements but demonstrates a limited understanding of the partnership requirements. Contains deficiencies and significant weaknesses that may negatively affect performance and are unlikely to be resolved through co-development. There is a moderate to high risk that the partnership will be unsuccessful.
Poor	Does not meet basic requirements, fails to address the criteria completely, fails to understand the work necessary to perform the requirements or partnership, or fails to follow the instructions of the solicitation. There are irreparable deficiencies and/or gross omissions. There is a very high risk that the partnership will be unsuccessful.



Award recommendation will be made for applicants whose applications offer the best value proposition for delivering an innovative market-led solution contributing to the development objectives stated in Section I of this RFA. Applications that consistently score 'Good' and/or 'Outstanding' across all criteria will be prioritized.

To the extent necessary, co-development, due diligence, and final award negotiations will occur after the selection phase to refine partnership activities, milestones, and corresponding budgets. Final grants will not be issued until all parties are in agreement and USAID approval is received.

MSP plans to negotiate and request final USAID approval for awards on or about March 2023 for Group 1 and on or about April/May 2023 for Group 2, provided the awardee(s) furnish(es) MSP with all the required documentation as itemized in Section VI of this RFA. All grants must be approved by MSP's USAID Contracting Officer.

# SECTION VI – POST-COMPETITION PROCEDURES

Three procedures comprise the post-competition process:

- 1. Financial and organizational due diligence
- 2. Co-development and award negotiation
- 3. Final award review and approval

Prior to finalizing an award, applicants will complete MSP's financial and organizational due diligence process <u>and</u> undergo co-development of the proposed concept. After the conclusion of the TEC, the MSP team will contact shortlisted applicants to schedule an initial consultation, during which detailed instructions will be provided for the co-development and due diligence processes described below. Both procedures will be conducted remotely using online platforms such as WebEx or Microsoft Teams. At MSP's discretion, site visits may be requested for verification of either procedure. A site visit may include in-person meetings to discuss the content of an application or verify financial or organization documents listed in procedure 1. Additionally, the MSP team may request to tour facilities or meet with other stakeholders of the proposed activities.

# PROCEDURE 1: FINANCIAL AND ORGANIZATIONAL DUE DILIGENCE

Financial and Organizational Due Diligence: All shortlisted applicants are required to undergo and fully complete MSP's financial and organizational due diligence process (which includes an environmental procedure review). Throughout the process the MSP team will work closely with applicants to provide additional guidance and ensure the necessary documentation meets requirements. All applicants will be expected to provide the following documents during the due diligence process:

- Incorporation Papers or Certificate of Registration and Statute
- Organizational Chart
  - o CVs for staff responsible for implementation of partnership activities (MSP will provide additional guidance based on activities proposed).

# Financial Reports

 Copy of the applicant's most recent financial report, which has been audited by a certified public accountant or other auditor satisfactory to MSP.



- o If recently audited financials are not available, a "Balance Sheet" and "Income Statement" for the most current and previous fiscal year will be requested.
- Financial Systems and Control Policies and Manuals (or similar documents)
  - Copy of Accounting Manual.
  - o Description of management structure and/or oversight procedures, if available.

#### • Past Performance References

 A minimum of three references will be requested (MSP will provide additional guidance based on activities proposed).

# Personnel Policies and Procedures Manual

- o Copy of Human Resources Manual, Personnel Manual, or other written policies.
- Procurement and Inventory Control Policies and Manuals (or similar documents)
  - Copy of applicant's Operations Manual.
  - o Copy of purchasing policies and description of the applicant's purchasing system.

# • Cost Verification Documents

 Documentation to support that the specific costs included in the budget are known, fair, and reasonable (MSP will provide additional guidance based on costs included). This will include obtaining up to three quotes for each line item.

SAM: All applicants must be cleared in the System of Awards Management (SAM).

**SAM** – MSP will conduct a screen for restricted parties through the System of Awards Management (SAM). All applicants must be cleared through the system in order to receive an award

**Environmental Due Diligence:** The MSP Grants Team will work with the applicant to complete an environmental screening form and to ensure proposed partnership activities comply with host country environmental regulations and/or USAID policies for environmental procedural reviews, unless otherwise directed in writing by USAID. This will include an environmental screening and climate risk assessment. In case of conflict between host country and USAID regulations, the latter will govern (<a href="https://www.usaid.gov/policy/ads/200">www.usaid.gov/policy/ads/200</a>).

# PROCEDURE 2: CO-DEVELOPMENT & AWARD NEGOTIATION

Apparently Successful Applicants (ASA) (that are tentatively recommended for an award after technical review, but have not yet received one) will receive a draft partnership description and a list of specific questions to review and provide feedback on following the notification of their selection. As needed, MSP will organize one-on-one meetings with each ASA to co-develop and clarify any questions or concerns that are outstanding within the draft partnership description. For each award, MSP will consider the RFA criteria and application instructions to ensure that the partnership description and milestone schedule are co-developed with the partner to be comprehensive and ambitious given the proposed activities and their potential impact. Please note that award of the grant is not guaranteed until the final grant agreement has been cleared by the MSP team and fully approved by the USAID Contracting Officer. Selection is not a guarantee of funding.

PROCEDURE 3: FINAL AWARD APPROVAL



**USAID Approval:** Following the completion of negotiations MSP will prepare a final award package and will request approval from USAID to award the grant.

Signing of Grant Agreements: Upon USAID approval of the grant, a Grant Agreement will be prepared and signed between the approved awardee and MSP. After MSP and the successful applicant have signed the Grant Agreement, MSP will host a kick-off meeting with the awardee and USAID. All reporting and agreement obligations will be explained to the grant recipient as well as procedures for collaboration, learning and adaptation (CLA) during implementation.

# SECTION VII – AWARD ADMINISTRATION INFORMATION

MSP reserves the right to modify by written notice the terms of this RFA at any time or to withdraw this RFA at any time—with or without a statement of cause—prior to any funding award.

The following award requirements for any grants issued in response to this RFA will apply:

**Permitted Uses of Program Income**: The grantee will inform MSP of any program income<sup>3</sup> generated under the grant and agrees to follow USAID's disposition requirements for such program income, which is in accordance with <u>22 CFR 226.24</u>. Program income earned under this agreement shall be applied and used in the following descending order:

- 1. Added to funds committed by USAID and the recipient to the project or program, and used to further eligible project or program objectives;
- 2. Used to finance the non-Federal share of the project or program; and
- 3. Deducted from the total project or program allowable cost in determining the net allowable costs on which the federal share of costs is based.

If the terms and conditions of the award do not specify how program income is to be used, then number 2 shall apply automatically. Grantees who are commercial organizations may not apply Option 1 to their program income. MSP will provide additional guidance regarding program income during the co-development and final award negotiation phases.

**Use of Funds:** Funds provided under any grant awarded shall be used exclusively toward the attainment of established program objectives in the grant award. Diversion of grant funds to other uses will result in cancellation of award and retrieval of funds disbursed to the grant recipient.

**Project Monitoring:** MSP staff will monitor projects in terms of both programmatic milestone attainment and payments. Grant recipients will be expected to facilitate monitoring by making relevant information available to MSP staff, including requisite verification documentation, and reporting for milestone review and completion. Monitoring and reporting requirements will be agreed to during final award negotiation.

Applicants that receive award funds will be required to comply with USAID required rules and regulations, including:

Program income

<sup>&</sup>lt;sup>3</sup> Program income means gross income earned by the non-US entity that is directly generated by a supported activity or earned as a result of the US Government (USG) award during the period of performance. Program income includes but is not limited to income from fees for services performed, the use or rental or real or personal property acquired under USG awards, the sale of commodities or items fabricated under a USG award, license fees and royalties on patents and copyrights, and principal and interest on loans made with USG award funds. Except as otherwise provided in USG statutes, regulations, or the terms and conditions of the USG award, program income does not include rebates, credits, discounts, and interest earned on any of them.



- Combating Trafficking in Persons (TIP): <a href="www.acquisition.gov">www.acquisition.gov</a>. For work performed outside the United States, FAR clause 52.222-50, shall be incorporated into grant award agreements with awards above \$500,000 requiring a TIP compliance and training plan.
- Certifications, Assurances, Other Statements of the Recipient and Solicitation Standard Provisions: <a href="www.usaid.gov/sites/default/files/documents/303.pdf">www.usaid.gov/sites/default/files/documents/303.pdf</a>. In accordance with ADS 303.3.8, MSP will require awarded grant partners to submit signed copies of required certifications and assurances.
- Environmental Procedures: <a href="www.usaid.gov/policy/ads/200">www.usaid.gov/policy/ads/200</a>. In addition, the partner must comply with host country environmental regulations unless otherwise directed in writing by USAID. In case of conflict between host country and USAID regulations, the latter will govern.
- Branding: <a href="www.usaid.gov/sites/default/files/documents/320.pdf">www.usaid.gov/sites/default/files/documents/320.pdf</a> All USAID-sponsored assistance awards are required to adhere to branding policies and revised marking requirements for grants and cooperative agreements in accordance with ADS 320. Specific guidance on MSP's branding and marking procedures will be provided during the codevelopment period.
- Mandatory Standard Provisions: Any grant issued under MSP will be managed according to the following Mandatory Standard Provisions:

Mandatory Standard Provisions for US Nongovernmental Recipients: <a href="https://www.usaid.gov/sites/default/files/documents/1868/303maa.pdf">https://www.usaid.gov/sites/default/files/documents/1868/303maa.pdf</a>

And/or

Mandatory Standard Provisions for Non-US Nongovernmental Recipients: https://www.usaid.gov/sites/default/files/documents/303mab.pdf

MSP will provide additional guidance on all applicable USAID rules and regulations during the codevelopment and final award negotiation phases.

# SECTION VIII - CONTACTS

Any questions during the RFA process should be directed to <a href="mailto:flwgrants\_nofo@FtF-MSP.org">flwgrants\_nofo@FtF-MSP.org</a>.

Any applicant desiring an explanation or interpretation of this RFA can request it in writing or raise it during the co-development and due diligence procedures. MSP will send any amendments to this RFA directly to applicants via email.



# START OF APPLICATION

Download Word and Excel versions of the attachments

# Instructions

Please delete all instructions, red text, and text boxes before submitting an application

A complete Application submission includes the following:

Attachment 1: Application Form (submitted in Microsoft Word or PDF)

Attachment 2: Budget (Submitted in Microsoft Excel)

Attachment 3: Cost Narrative (Submitted in Microsoft Word)

All documents must be submitted via the online grants platform found at <a href="https://www.mspgrants.com/opportunities/">https://www.mspgrants.com/opportunities/</a> All applications are due no later than December 9, 2022 for Group 1 and January 27, 2023 for Group 2

Instructions for the written application submission

Format – Technical Application (Attachment 1) must be prepared in English in Microsoft Word using the template provided below.

Font – Technical Applications must use font type Times New Roman with font size 11 only.

Length – Technical Applications (Attachment 1) must not exceed 7 pages.

All pages in Attachment 1 must keep the RFA number marking (RFA-MSP-FLW-001) in the footer. Please do not delete the footer.



# **ATTACHMENT 1: TECHNICAL APPLICATION FORM**

# STATEMENT OF LIABILITY (Does not count toward page limit)

I, the undersigned, being the person responsible in the applicant organization for this project, certify that the information given in this application is true and accurate.

Name and surname:	
Position:	
Signature:	
Date and Place:	

# **SECTION I: SUMMARY INFORMATION**

# NAME OF FUNDING OPPORTUNITY RFA-FLW-001

Name of organization	
Address of organization	
Amount of investment requested from MSP	\$
(USD)	
Amount of investment contributed by	\$
applicant (USD)	
Point of contact name and position	
Point of contact phone number	
Point of contact email(s)	
*Please include email address(es) that are	
regularly accessed the email accounts listed will	
be used to contact for communications related	
to award and clarification	
Headquarters location	
Countries of registration (if different than	
headquarters location)	
Location of proposed activities (country,	
province/municipality, city/village(s) if	
applicable)	
Summary of activities proposed (3-5	
sentences)	
Is the concept you are proposing (select	
one):	
A. a new business activity	
B. an expansion of an existing business	
activity to a new geographic area,	



market channel, or customer	
segment	
Please provide information on any financial	
or other support from donors or donor	
projects currently or in the past 3 years. For	
each donor support activity, please provide	
the following information: 1) donor name, 2)	
support type (technical assistance/training,	
grant, etc.), 3) timeline, 4) value of funding	
(if grant)	

#### SECTION II – DESCRIPTION OF TECHNICAL APPROACH

#### Introduction:

This section should be used to provide brief background information on your company. It will not be scored in the technical evaluation.

Describe your firm(s) current operations and product or service offerings:

- What is your current core business model? What are your primary products or services? Who are your target customers? Where do you operate?
- How many years has your company been in operation?
- What are your main sources of financing?

#### Description of the proposed activity and partnership:

- **A.** Proposed Business Concept: [Describe the new or expanded business concept that is feasible, viable and innovative and provides a market-based solution to an identified business challenge aligned with core business goals. Business concepts may include a supply chain or marketing model, a product or service offering, etc. Responses to this section should fully answer the following questions:
  - a. Clearly describe the viable, feasible and innovative business concept. Specify if this is a greenfield operation (new) or an expansion of an established model, product or service offering into new and underserved geographic or customer markets.
  - b. Briefly describe the current market for the proposed concept. Explain any market analysis done to date assessing market context (e.g., demand analysis, pricing studies, customer insight surveys, etc.) and any evidence that supports your proof of concept.
  - c. Do you have experience introducing new models/products/services to market, and/or working with these target supplier/end market demographics? Do you have the management or technical expertise on staff to do this successfully?
  - d. What is the specific challenge to your business and/or the broader industry that this concept addresses? Preference will be given to concepts that have the potential to impact / contribute to addressing industry-wide challenges (e.g. a product that reduces costs or risks for many firms; a processing innovation that increases the industry's competitiveness in regional/global markets).
  - e. How does the proposed concept differ from your current business strategy, strengthen or build on existing practices or assets?



- f. What are the proposed business targets you expect to achieve during the life of this partnership from this proposed concept? (e.g. the value and volume of increased sales from the new product or service)?]
- **B.** Development Impact (Result): [The specific measurable, and significant impact on MSP USAID target populations (e.g. smallholders suppliers, bottom of the pyramid (BOP) consumers, small and growing businesses) and contribution to industry-wide concerns/growth the applicant seeks to directly achieve through the proposed partnership—aligned with the objectives of the MSP FLW Partnership Facility.<sup>4</sup> Responses to this section should fully answer the following questions:
  - a. Which groups from the defined target population will you engage in this proposed concept (e.g. smallholder farmers as suppliers, women and/or youth suppliers)? Preference is given to concepts that engage women as suppliers, customers or employers and offer meaningful economic or social benefit.
  - b. How many people from the defined target population will benefit from the proposed concept? How will they benefit (e.g., increased sales volume, higher market prices, reduced input costs, expanded market access, better wages or benefits, reduced vulnerability to supply chain or weather risks, etc.)? What is the estimated quantified benefit to each individual engaged?
  - c. Do you currently engage with these populations? If yes, how are the populations currently engaged and what portion of your overall base do they make up? What is your engagement strategy for this concept?
  - d. How will this concept specifically benefit women as suppliers, customers, or employees? Roughly what percentage of those benefiting do you expect to be women?
  - e. What are the broader impacts from this concept that could benefit other market actors (e.g. firms in your market or associated markets, industry groups) beyond your immediate suppliers/consumers? How can you contribute to this during this partnership?]
- **C.** Sustainability: [Explain the strategy for the business concept to successfully continue without additional donor assistance beyond the life of the MSP partnership. Responses to this section should fully answer the following questions:
  - a. What are your estimated financial needs to sustain the proposed concept at the conclusion of MSP's support, and what is your plan for attracting investment or accessing commercial financing after MSP's support? How will the MSP partnership position your firm to attract debt financing or equity investment?
  - b. When is the break-even point at which you will begin seeing a positive return on investment (without donor support)?]
- **D.** Scale: [Describe the potential pathway to scale—when the investment or approach will expand and by how much. Responses to this section should fully answer the following questions:
  - a. Please describe how you anticipate expanding or scaling this activity to higher volumes, other markets, and/or product lines after the partnership ends. What is the timeline?

<sup>&</sup>lt;sup>4</sup> Objectives of the RFA include: 1) Overcome market constraints by piloting innovations identified as levers of systemic change; and 2) Increase and improve linkages, wherever possible, with individual smallholders, women farmers, micro-, small- and medium-sized enterprises (MSMEs), and producer organizations with buyers, processors, traders, aggregators, transporters, sellers, and consumers along underdeveloped value chains.



- b. How does your proposed concept help you determine if this will make good business sense to do this?
- c. If you succeed, how will this influence the number of people or firms in MSP's target population groups that you engage? Please provide 5-year estimates on the number of people from the target population engaged, and any increased benefits to them.
- d. What are the challenges you see in scaling the proposed concept (e.g. adapting distribution model, size of market demand, actions others would need to take)? What are your plans to mitigate those challenges?
- e. Over a 5-year period, what are the long-term estimated business targets from this proposed concept (e.g. increased sales and profit generated from the new product or service)? Please provide 5-year projections of volume of sales, revenue, and net profit using the table below.]

	Year 1	Year 2	Year 3	Year 4	Year 5
Revenue (total in USD)					
Sales (volume of product)					
Net Profit (revenue minus expenses)					

- **E.** Funding Justification: [Describe the justification for why you cannot execute the proposed concept on your own, without MSP's participation. Responses to this section should fully answer the following questions:
  - a. Why is MSP support needed and why is traditional debt financing or investment not a viable option?
  - b. What are the specific risks that are mitigated through MSP's engagement?
  - c. What key resources will your company invest in as part of this partnership? What resources are you requesting MSP to invest? Why are these resources (e.g., equipment, inventory planning or traceability systems, marketing and distribution efforts) essential to achieving the concept goals?
  - d. What kind of support do you need from MSP, or from USAID more broadly, other than grant funding (e.g. introductions to other market actors, including government; convening with other key actors; developing peer networks; facilitating public-private dialogue)?]



# ATTACHMENT 2: PARTNERSHIP BUDGET (AS AN EXCEL DOCUMENT)

Download the Excel template

**Ineligible Costs and Ineligible Use of Funds:** All grant funds awarded in any partnership resulting from this selection process shall not be used to finance any of the following:

- Any cost related to construction including building renovations cannot be funded under this RFA, whether through the grant or as part of the one-to-one cash contribution. MSP defines construction costs as the construction, alteration, rehabilitation, improvement, or repair (including dredging, excavating, and painting) of a variety of structures or facilities. This may include agricultural facilities, such as irrigation systems or other improvements, markets, warehouses, or other types of buildings, roads, bridges, and collection sites. MSP can fund activities such as environmental assessments, building design, and feasibility assessments for construction projects.
- Used equipment.
- Pharmaceuticals, pesticides, seed<sup>5</sup>, or fertilizers.
- Profit or fee, application preparation costs, or payment of debt.
- Fees of country registration for becoming eligible for award funding.
- Political elections, fees for public and elected government officials, fines and penalties or creation of endowments.
- Goods or services which are to be used primarily to meet military requirements or to support police or other law enforcement activities.
- Surveillance equipment.
- Equipment, research and/or services related to involuntary sterilization or the performance of abortion as a method of family planning.
- Gambling equipment, supplies for gambling facilities or any hotels, casinos or accommodations in which gambling facilities are or are planned to be located.
- Activities which significantly degrade national parks or similar protected areas or introduce exotic plants or animals into such areas.
- Establishment or development of any export processing zone or designated area where the labor, environmental, tax, tariff, and/or safety laws of the country in which such activity takes place would not apply.
- Logging equipment or Luxury goods (including alcoholic beverages and jewelry).
- Establishing or expanding any enterprise that will export raw materials that are likely to be in surplus in world markets at the time such production becomes effective and that are likely to cause substantial injury to U.S. producers.
- Activities which would result in the loss of forest lands due to livestock rearing, road construction or maintenance, colonization of forest lands or construction of dams or other water control structures.
- Activities which are likely to have a significant adverse effect on the environment, including
  any of the following (to the extent such activities are likely to have a significant adverse
  impact on the environment):

<sup>&</sup>lt;sup>5</sup> The purchase of seeds can only be covered by the firm partner's contribution and not by MSP funds.



- Activities which may lead to degrading the quality or renewability of natural resources;
- Activities which may lead to degrading the presence or health of threatened ecosystems or biodiversity;
- Activities which may lead to degrading long-term viability of agricultural or forestry production (including through use of pesticides);
- Activities which may lead to degrading community and social systems, including potable water supply, land administration, community health and well-being or social harmony.
- Activities which are likely to involve the loss of jobs in the United States due to the relocation or expansion outside of the United States of an enterprise located in the United States.
- Activities which the grantee is aware are reasonably likely to contribute to the violation of internationally or locally recognized rights of workers.



# ATTACHMENT 3: COST NARRATIVE

# Feed the Future Market Systems and Partnerships Cost Narrative Template

**Background:** The template provided is to give applicants an indication of the detail MSP requires when reviewing cost proposals. Numbers, units, and explanations below are **ILLUSTRATIVE**. Please use these as guidance in structure only; your costs and cost rationale should be consistent with your activity's needs and your company's policies.

A cost narrative, in a Word or PDF file, is a required element of your application. The cost narrative should explain the rationale behind units and unit costs and should be consistent with the overall program strategy submitted in your application. Applicants must provide a description and justification for each line item included in the budget whether it is MSP requested funding, coinvestment, or a third-party contribution. Use your company/organization letterhead for the cost narrative.

#### INTRODUCTION:

The following document captures the cost descriptions and allocation for (applicant's) application in response to RFA-FLW-001. The costs below represent all required costs to complete the proposed activity, which is anticipated to be conducted over a (24 month) period. All costs are consistent with current prices paid, quotes obtained, or historical precedent, and we understand that cost verification will be required prior to any funds being awarded by MSP. We also understand that, should (applicant) be selected as a finalist, the final program description, milestone schedule, and budget will be negotiated prior to any award signature.

# **REQUESTED FUNDING**

#### **MATERIALS & EQUIPMENT:**

#### Processing Machine:

(*Applicant*) will procure one processing machine to increase the capacity at its current factory in order to meet the increased sales targets under this partnership. The machine has been budgeted at \$40,000 inclusive of delivery and installation. This price is consistent with quotes received by (*Applicant*).

### OTHER DIRECT COSTS:

#### Local Transportation:

Local transportation costs have been budgeted for Technicians to travel to the field to provide after sale support to producers. On average Technicians travel 50 kilometers per day at a fuel cost of \$1 per kilometer for a total of \$25 per day. A total of 25 days has been budgeted for a total cost of \$625.

#### Training:

(Applicant) has budgeted for quarterly workshops/training under this activity. Training will be conducted by the technical specialist. Topics will include \_\_\_\_, \_\_\_\_, and \_\_\_\_\_, and will increase the adoption of best practices in (focus area) as well as market (Applicant's) technology and services to the target communities. The following costs will be associated with training:



*Training Workshops* have been budgeted at one per quarter for 2 years, for a total of 8 workshops. (*Applicant*) assumes 50 people will attend each training.

- Room Rental is budgeted at \$100 per workshop, which is consistent with room rental rates paid in similar trainings.
- Attendee Refreshments are budgeted at \$2 per person, per quotations received by local hotels in Tanzania.
- Attendee training materials are budgeted at \$2 per person. This cost will cover a notepad and pen during the training.

Workshop Training Materials are budgeted at \$5 per person. This will cover the cost of a bound training manual which attendees can take home with them and use as reference material.

#### **CO-INVESTMENT**

**Note to applicant:** Cost notes must be included for co-investment at the same level of detail as the applicant's cost notes.

#### **PERSONNEL**

**Note to applicant:** Staffing is only an eligible cost in applicant contribution. The applicant contribution may include select staffing costs of existing or new staff that are specifically committed to implementing the new or expanded business concept.

(Applicant) has budgeted for short-term labor under this activity. Per MSP standards, 260 days represents one full-time person for one year of labor.

## Short Term Local Staff:

A TBD Marketing Consultant is budgeted at 2 days per month for 24 months, for a total of 48 days. The marketing consultant will work closely with (*Applicant*) to ensure local context is integrated into the sales and marketing strategies. This consultant will also be available as needed for training and feedback. This position is budgeted at \$350 per day, which is consistent with quotes obtained by (*Applicant*) for similar consulting positions.

#### **MATERIALS & EQUIPMENT**

#### OTHER DIRECT COSTS

# THIRD PARTY INVESTMENT (if applicable)

(Applicant) will partner with three local companies who will begin local manufacturing and/or distribution of the technology. Their cost notes are attached as addendums to this document. **Note:** Cost notes must be included for all other investments at the same level of detail as the applicant's cost notes.

# **PERSONNEL**

**MATERIALS & EQUIPMENT** 

OTHER DIRECT COSTS

#### **OVERALL COST OF PROGRAM:**



The total cost of this activity is a proposed \$1,377,954, of which we request \$663,396 from MSP and commit \$714,558 from (*Applicant*) and third-party resources. This adheres to the one-to-one matching requirement for requested funds versus applicant contribution.