



# Fixed Amount Award Entity Eligibility Checklist

A Mandatory Reference for ADS Chapter 303

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## FIXED AMOUNT AWARD ENTITY ELIGIBILITY CHECKLIST

### 1. Organizational Integrity

- a. Obtain a copy of the articles of incorporation or other documentation which substantiates the legal character/registration of the entity in country/region of operation.
- b. Identify principals/key personnel/organization structure.
- c. Vet the organization/principals through the:
  - i. Regional Security Officer or other checkpoints to validate good standing in the local community (integrity, reputation, internal controls) and ensure that the minimum statutory requirements are met.
  - ii. System for Award Management (SAM).
  - iii. Terrorism/Special Designated Nationals (SDN)/Blocked Persons/Office of Foreign Assets Control (OFAC)/UN Security Designation/etc.

### 2. Organizational Capacity to Achieve the Proposed Fixed Amount Award Activity

- a. Assess management and staff expertise/resources to accomplish the fixed amount award activity
- b. Intellectual property to be applied
- c. Technology resources to be applied
- d. Other assets available and commitments incurred to determine cash flow
- e. Assess ability to procure/manage property/personnel

### 3. Past Performance in the Sector

- a. Identify similar activities the entity has implemented
- b. Obtain third-party information on performance related to quality of performance, timeliness of completion, and input from past funding entities and activity beneficiaries
- c. Review, if available, objective performance documentation, such as evaluations

### 4. FIXED AMOUNT AWARD Activity Implementation Viability

- a. Is the payment structure, including the milestones or triggering events, appropriate to the activity?
- b. Can USAID reasonably define the accomplishments required to achieve the purpose of the award?
- c. Does the program scope have measurable goals and objectives? If the payment structure includes milestones or triggering events, are they verifiable?

- d. Is there **adequate cost, historical, or unit pricing data available** to:
  - 1. **Establish a fixed amount award based on a reasonable estimate of costs?**
  - 2. **Structure payments** such that the fixed amount award represents a good value to the Agency?
  - 3. Identify risks to both the **recipient** and Agency, and mitigate the risks through **specific conditions?** (see [ADS 303.3.9](#) and 2 CFR 200.208)
- e. **Does the award's payment structure** balance liquidity with incentives for the recipient to keep performing?

#### **5. Fixed Amount Award Pre-Award Financial Review Checklist Applicable for Authorizing Advances of Funds, if Necessary**

- a. Is there a properly established bank account to receive USAID advances?
- b. Are account-related unused bank checks and petty cash on hand adequately safeguarded?
- c. Are there appropriate controls established over account disbursements?
- d. Are procedures established adequate to document account disbursement usage for **award** activities?
- e. Are appropriate procedures established for regular reconciliation of bank account statements with internal records?
- f. If recipient had prior experience with managing advances from external sources, was past accountability adequate and were any past issues resolved? (Note: prior advance management experience not required).
- g. Does recipient have a comprehensive cash-flow projection for the proposed activity which supports the proposed implementation plan?
- h. Does the recipient understand USAID cash management requirements using either the 30-day rolling advance process or the working capital advance type methodology (see ADS 303saj,)?
- i. A written report of findings on the above points should be made as part of the fixed amount award checklist documentation. The report should provide a summary assessment of the overall advance fiduciary risks as high, medium or low, with a brief summary supporting narrative.

#### **6. Certifications, **Assurances**, Representations Included/Obtained, as Appropriate**

Use the certifications, **assurances, representations, and other pre-award terms** as specified in [ADS 303.3.8](#) with particular attention given to applicability for Non-U.S. Non-Governmental Organization (NGO) recipients when awarding to a Non-U.S. NGO.