



Hungary-Croatia
Cross-border Co-operation Programme

Partnership Agreement

**Project title: Restauration of ecological diversity in the border area of
Međimurje and Zala County**

Acronym: Eco Bridge

Application ID: HUHR/1901/2.2.1/0117

**Interreg V-A Hungary-Croatia
Co-operation Programme 2014-2020**

Interreg
European Regional Development Fund



PARTNERSHIP AGREEMENT
for the implementation of the Project

Eco Bridge

Restauration of ecological diversity in the border of Međimurje and Zala County

within the
Interreg V-A Hungary-Croatia Co-operation Programme 2014-2020

between

Lead Beneficiary: Grad Čakovec/Town of Čakovec, address: Kralja Tomislava 15, 40000 Čakovec, Croatia, OIB number: 44427688822, represented by Mayor Mr. Stjepan Kovač

and

Beneficiary n. 1: Međimurska županija/Medjimurje County, address: Ruđera Boškovića 2, 40000 Čakovec, Croatia, OIB number: 09161580297, represented by County Prefect Mr. Matija Posavec,

Beneficiary n. 2: Međimurska priroda – Javna ustanova za zaštitu prirode/Medjimurje Nature – Public Institution for Nature Protection, address: Trg međimurske prirode 1, 40312 Križovec, OIB number: 35686623551, represented by Director Mr. Siniša Golub.

Beneficiary n. 3: Letenye Varos Onkormanyzata/Municipality of Letenye, address: Kossuth Lajos u. 10, 8868 Letenye, Hungary, national tax number: 15734329-2-20, represented by Mayor Mr. Szilard Farkas,

Beneficiary n. 4: Balaton-felvideki Nemzeti Park Igazgatóság/Balaton-felvideki National Park Directorate, address: Kossuth u. 16, 8229 Csopak, Hungary, national tax number: 15325770-2-19, represented by Director Mr. Zoltán Puskás

(Hereinafter jointly referred to as Parties)

On the basis of:

- Regulation (EU) No 1303/2013 of the European Parliament and of the Council of 17 December 2013 laying down common provisions on the European Regional Development Fund, the Cohesion Fund, the European Agricultural Fund for Rural Development and the European Maritime and Fisheries Fund and laying down general provisions on the European Regional Development Fund, the European Social Fund, the Cohesion Fund and the European Maritime and Fisheries Fund and repealing Council Regulation (EC) No 1083/2006 – the Common Provisions Regulation, CPR;
- Regulation (EU) No 1299/2013 of the European Parliament and of the Council of 17 December 2013 on specific provisions for the support from the European Regional Development Fund to the European territorial co-operation goal – the ETC Regulation;
- Regulation (EU, Euratom) 2018/1046 of the European Parliament and of the Council of 18 July 2018 on the financial rules applicable to the general budget of the Union, amending Regulations (EU) No 1296/2013, (EU) No 1301/2013, (EU) No 1303/2013, (EU) No 1304/2013, (EU) No 1309/2013, (EU) No 1316/2013, (EU) No 223/2014, (EU) No 283/2014, and Decision No 541/2014/EU and repealing Regulation (EU, Euratom) No 966/2012;
- Commission Delegated Regulation (EU) No 1268/2012 of 29 October 2012 on the rules of application of Regulation (EU, Euratom) No 966/2012 of the European Parliament and of the Council on the financial rules applicable to the general budget of the Union;
- the Interreg V-A Hungary-Croatia Co-operation Programme 2014-2020, approved by the European Commission on 7 September 2015 by Decision Ref. No C(2015) 6228 – the Programme;
- the Guidelines for Applicants of the second Call for Proposals (HUHR/1901) of the Interreg V-A Hungary-Croatia Co-operation Programme 2014-2020, approved by Monitoring Committee Decision No 8/2018 (13.11), laying down the programme specific rules for the implementation of Hungarian-Croatian projects – the Guidelines for Applicants;
- the Project Implementation Handbook for the Interreg V-A Hungary-Croatia Co-operation Programme 2014-2020, laying down specific rules for the implementation of projects financed under the Programme;
- the proposed Project **Eco Bridge** as drafted in the application and approved by the Monitoring Committee of the Programme;
- Project Communication Guidelines for the Projects in the Interreg V-A Hungary-Croatia Co-operation Programme 2014-2020, laying down the programme specific rules on information and publicity measures of the projects – Project Communication Guidelines.

Article 1

Definitions

1. **Lead Beneficiary:** the Lead Beneficiary is designated by the Project Participants and has full financial and administrative responsibility for the EU

contribution for the entire duration of the Subsidy Contract. The Lead Beneficiary is also responsible for the proper reporting of progress during project implementation to the Joint Secretariat as stipulated in the Subsidy Contract. In principle, the Lead Beneficiary has functional (co-ordination of the project activities) and financial responsibilities related to the EU contribution (based on Paragraph (2) of Article 13 of the ETC Regulation).

2. **Beneficiary:** an actor that commits itself to functionally and financially implement a project part of the Project according to the application as approved by the Monitoring Committee.
3. **Project Participants:** means Lead Beneficiary and other Beneficiary / Beneficiaries together.
4. **Project part:** covers a set of activities within the Project as a whole, undertaken by the Lead Beneficiary or another Beneficiary in a defined timeframe and with a budget, presented on the relevant tab in the application.

Article 2

Scope of the Partnership Agreement

1. The Parties, through the present Partnership Agreement, lay down the rules of procedures for the work to be carried out and the relations that shall govern the partnership set up in order to successfully and efficiently implement the above-mentioned cross-border Project. This Agreement shall also define their mutual responsibilities concerning the administrative and financial management of the Project.
2. The application as approved by the Monitoring Committee and the Subsidy Contract (with all its provisions) signed by all signatories are to be regarded as integral parts of this Agreement, therefore their content and the obligations set by the above-mentioned documents have to be fully respected by the Parties.

Article 3

Duration of the Agreement

1. The Partnership Agreement is valid from the date of signature by all Parties and enters into force from the day the Subsidy Contract between the Managing Authority and the Lead Beneficiary enters into force. It shall remain in force until the Lead Beneficiary has discharged in full its obligations arising from the Subsidy Contract towards the Managing Authority, including the period of availability of documents for financial controls.
2. This Agreement shall also remain in force if there is any non-resolved dispute among the Parties at an out-of-court arbitration body.

3. The breach of the obligations of the Partnership Agreement by one of the Project Participants may lead to an early termination of its participation in the Project. This termination has to be decided by consensus by all the other Project Participants in a documented manner, provided that the eligibility rules of the Call for Proposals are kept with the remaining Project Participants and that the consequently initiated amendment of the Subsidy Contract is successful at the Managing Authority. However, the Project Participant will be obliged by the present Agreement for its whole duration with regard to the activities carried out and expenditure incurred until that moment. In case the Subsidy Contract terminates, the present Partnership Agreement is terminated.

Article 4

Activities of Project Participants in the Project

1. The activities of the Project Participants as well as the role of the Lead Beneficiary and of each Beneficiary in the Project are described in the application approved by the Monitoring Committee.
2. The Project Participants take into account all rules and obligations as set out in the Subsidy Contract and its annexes.
3. The Project Participants commit themselves to undertake everything in their power to foster the successful and efficient implementation of the Project.

Article 5

Specific obligations of the Lead Beneficiary

1. The Lead Beneficiary is responsible for the overall co-ordination and effective implementation of the Project and shall take all the steps needed to correctly manage the Project in accordance with the application approved by the Monitoring Committee and in line with the Subsidy Contract and the Partnership Agreement.
2. In addition as a general obligation the Lead Beneficiary shall:
 - a) represent the Project Participants towards Managing Authority / Joint Secretariat / programme management bodies;
 - b) sign the Subsidy Contract (and its possible amendments), inform all Beneficiaries on the signature of the Subsidy Contract and provide all Beneficiaries with a copy thereof;
 - c) appoint a project manager who has the operational responsibility for the co-ordination and documentation of the overall Project;
 - d) react promptly to any request made by the Managing Authority and the Joint Secretariat;

- e) keep the Beneficiaries informed on a regular basis about all relevant communication between the Lead Beneficiary and the Joint Secretariat, furthermore between the Lead Beneficiary and the Managing Authority;
- f) inform all Beneficiaries on the progress of the overall Project, in particular with reference to its objectives and results as set in the Subsidy Contract or any later amendments;
- g) without any delay inform the Beneficiaries about all essential issues (e.g. about any variation of the conditions at the basis of the present Agreement or about any modification that could influence the performance of the Project, the information activity or the payment of financing) connected to project implementation;
- h) notify the Beneficiaries and the Joint Secretariat / Managing Authority immediately of any event that could lead to a temporary or final discontinuation of the Project or any other deviation of the implementation of the Project;
- i) guarantee the sound financial management of the funds allocated for the implementation of the Project, including the separate set-up of the project accounting and the supporting documents storage system;
- j) be responsible for the verification that the expenditure declared by the Project Participants has been validated by the designated controller at national level and the expenditure declared by the Project Participants has been incurred only for the purpose of implementing the Project and that it corresponds to the activities agreed between the Project Participants in the frame of the approved application;
- k) prepare and submit the Applications for Reimbursement together with the Project Reports, the Final Project Report and the Project Follow-up Reports (if relevant) to the Joint Secretariat keeping the deadlines indicated in the Subsidy Contract;
- l) transfer the EU contribution to the Beneficiaries according to the Application for Reimbursement approved by the Joint Secretariat, within **7 (seven) working days after receipt of the EU contribution for the given approved report** and in full – no specific charge or other charge with equivalent effect shall be levied which would reduce these amounts for the Beneficiaries;
- m) ensure that all Beneficiaries are involved in the decision making regarding to the Project, and especially agree with the Beneficiaries before submitting any request for reallocation between budget lines and for an amendment of the Subsidy Contract / Partnership Agreement to the Joint Secretariat / Managing Authority.
- n) support the Beneficiaries in implementing their obligations by giving them the correct information, indications and clarifications on the procedures;
- o) make sure that all Project Participants comply with EU and national legislation including rules on public procurement, State aid, publicity, furthermore rules on environmental protection and equal opportunities;

- p) report in accordance with the existing legislation and national / regional guidelines if the project activities contain elements of State aid;
- q) implement its individual part of the Project accordingly;
- r) enable the responsible bodies to carry out their audit and monitoring / evaluation / activities;
- s) guarantee the systematic collection and the safe storage of all the documentation regarding project expenditure and activities;
- t) keep a copy of all project documents prepared by the Project Participants or other bodies;
- u) carry out project level accounting;
- v) ensure that no double funding or double reporting of expenditure takes place;
- w) review the appropriate spending of the EU contribution by the Beneficiaries, the condition of the Beneficiaries' project part and the preparation of the required documents and records for the project closure.

Article 6

Obligations of the Beneficiaries

1. In particular, each Beneficiary shall:
 - a) support the Lead Beneficiary in fulfilling its tasks as stipulated in the Subsidy Contract and its annexes;
 - b) without any delay provide the Lead Beneficiary with any information needed to draw up the Project Reports, the Final Project Report and the Project Follow-up Reports (if relevant), react on any request by the Managing Authority or the Joint Secretariat, or provide any further information needed by the Lead Beneficiary;
 - c) assure the smooth implementation of the part of the Project they are responsible for in accordance with the Subsidy Contract and its annexes;
 - d) inform the Lead Beneficiary immediately about any circumstances that could lead to a temporary or final discontinuation of the Project part or any other deviation of the implementation of the Project part, including any variations to its part of project budget or work plan;
 - e) appoint a contact person for the implementation of the part of the Project under their responsibility;
 - f) contribute to overall project aims according to their part undertaken with due care and motivation, completing their activities foreseen for each reporting period of the project implementation;
 - g) maintain either a separate accounting system or an adequate accounting code for all transactions related to the Project part;

- h) inform the Lead Beneficiary on the details of the bank account¹ to which the EU contribution of the Beneficiary shall be transferred, furthermore the Lead Beneficiary must be informed about any changes concerning the bank account;
- i) co-operate with the Lead Beneficiary for the effective implementation of the Project, actively take part in decision making during the Project;
- j) have its expenditures incurred in the given reporting period, verified by the designated controller and submit the Declaration on Validation of Expenditure issued by the controller to the Lead Beneficiary in due time. (The reimbursement of expenditure of the Beneficiaries not covered by Declarations on Validation of Expenditure in the given reporting period can be requested only for the next reporting deadline following the reporting period concerned. Preparation costs can be validated and requested only in the first reporting period.);
- k) comply with EU- and national rules, including rules on public procurement, State aid, publicity, further rules on environmental protection and equal opportunities;
- l) report in accordance with the existing legislation and national/regional guidelines if the Project activities contain elements of State aid;
- m) guarantee the systematic and safe collection of all the documentation regarding its part of project expenditure and its transmission to the Lead Beneficiary, as well as to guarantee the access to documents to all the representatives of the institutions in charge of verifications and to the bodies authorised to monitor or audit the Project;
- n) not subcontract 100% of the activities from their part of the Project;
- o) be responsible for the sound financial management of the funding allocated to its project part, including the arrangements for recovering amounts unduly paid (EU contribution, State contribution, if relevant, and other public contribution).

Article 7

Responsibilities of the Lead Beneficiary and of the Beneficiaries

1. The Lead Beneficiary solely assumes responsibility for the entire Project towards the Managing Authority as defined in the Subsidy Contract.
2. Each Beneficiary is directly and exclusively responsible to the Lead Beneficiary for the due implementation of its respective project part and for the proper fulfilment of its obligations as set out in the Partnership Agreement and in the application. Should a Project Participant not fulfil its obligations under this Agreement in due time, the Lead Beneficiary shall admonish the Project Participant to fulfil them within a reasonable period of time. The Project Participants undertake to find a rapid and efficient solution. Should the non-

¹ The details of the bank accounts per Beneficiary form Annex 1 to the present Agreement.

fulfilment continue, the Lead Beneficiary may decide to debar the Project Participant concerned from the Project with approval of the other Project Participants. The Joint Secretariat and the Managing Authority shall be promptly informed of such an intended decision by the Lead Beneficiary, and the change in the partnership has to be approved according to the provisions set out in the Project Implementation Handbook.

3. The Lead Beneficiary and each Beneficiary shall take the financial responsibility for the EU contribution and, if relevant, the related State contribution it has received for its project part.
4. In case of irregularities the Lead Beneficiary bears the overall responsibility towards the Managing Authority for the repayment of the EU contribution amounts unduly paid, with interest charged. By way of the derogation from this principle, if the irregularity is committed by a Beneficiary, the concerned organisation shall repay to the Lead Beneficiary the amounts unduly paid. When amounts unduly paid to a Beneficiary cannot be recovered, due to negligence of the Lead Beneficiary, the Lead Beneficiary shall remain responsible for the repayment.

Article 8

Reporting obligations of the Beneficiaries

1. The Lead Beneficiary can only submit an Application for Reimbursement to the Joint Secretariat by providing proof of progress of the Project. Therefore, in order to provide adequate information on the progress of the Project, each Beneficiary has to submit a Beneficiary Report to the Lead Beneficiary consisting of an activity report describing the activities carried out with their outputs and results during the reporting period, and a financial report presenting the financial progress of the Project part compared to the approved application.
2. The Beneficiaries have to respect the reporting deadlines of the Subsidy Contract and have to submit their Beneficiary Report and Declaration on Validation of Expenditure to the Lead Beneficiary in due time, until **10 (ten) working days before the deadline for Lead Beneficiary to submit to Joint Secretariat**. Beneficiary Reports and Declarations on Validation of Expenditure not submitted to the Lead Beneficiary within the set deadline will not be included in the Project Report (or any other report) and Application for Reimbursement of the Lead Beneficiary, to be submitted to the Joint Secretariat.
3. The Beneficiary Reports should be drawn up in Euro. The Beneficiaries shall convert into Euro the amounts of expenditure in the list of invoices incurred in national currency before submission for verification to the responsible controller. The expenditures shall be converted as described in the Subsidy Contract. The exchange rate risk is borne by the Beneficiary concerned.

Article 9

Audits

1. For audit purposes each Project Participant shall:
 - a) retain all files, documents, receipts and data about the Project at least within the timeframe stipulated in Article 140(1) of the CPR and further detailed in the Project Implementation Handbook, either in original or as certified copies on commonly used data media safely and orderly;
 - b) enable the Managing Authority, Certifying Authority, Audit Authority, the responsible auditing bodies of the European Union and the auditing bodies of the Member State it is based in to audit the proper use of funds;
 - c) provide these authorities with any information about the Project they request;
 - d) provide them access to the databases, the accounting books and accounting documents and other documentation related to the Project, whereby the auditing bodies decide on this relation, within the timeframe stipulated in Article 140(1) of the CPR and further detailed in the Project Implementation Handbook;
 - e) provide them access to the place where the Project has been implemented and their business premises during the ordinary business hours and also beyond these hours by arrangement, and allow them to carry out on-the-spot-checks related to the Project within the timeframe stipulated in Article 140(1) of the CPR and further detailed in the Project Implementation Handbook;
 - f) without any delay provide the Lead Beneficiary with any information needed in connection to such an audit.

Article 10

Information and publicity

1. Any publicity measure undertaken by any of the Project Participants shall be conducted in accordance with the rules on information and publicity laid down in the Project Communication Guidelines for the Projects in the Interreg V-A Hungary-Croatia Co-operation Programme 2014-2020.
2. Information and publicity measures shall be co-ordinated among the Project Participants. Each Project Participant is equally responsible for promoting the fact that financing for the Project is provided from EU contribution within the framework of the Interreg V-A Hungary-Croatia Co-operation Programme 2014-2020, and is responsible for ensuring the adequate promotion of the Project.
3. The Project Participants take note of the fact that the results of the Project as well as any study or analysis produced in the course of the Project can be

made available to the public and they agree that the results of the Project shall be available for all Project Participants and for the public free of charge.

4. The Project Participants agree that the Lead Beneficiary may provide the Joint Secretariat / Managing Authority or other programme management bodies to publish, in whatever form, unrestricted as far as data protection is concerned, and on or by whatever medium, with the following information:
 - title of the Project;
 - the name of the Lead Beneficiary and the other Beneficiaries;
 - the amount granted and the EU co-financing rate;
 - the purpose of the contribution (i.e. the overall objective of the Project);
 - the geographical location of the Project;
 - project results, evaluations, summaries;
 - any other information about the Project if considered relevant.

Article 11

Ownership – Use of Results

1. The Parties undertake to enforce the applicable law on intellectual property rights, regarding any outcome that might be produced during the implementation of the Project.
2. Unless formally stipulated otherwise by the Parties, ownership of the results of the Project, including industrial and intellectual property rights, and of the reports and other documents relating to it, shall be vested in the Project Participants.
3. Without prejudice to the previous paragraph, the Project Participants grant the Joint Secretariat and the Managing Authority the right to make free use of the results of the Project, provided it does not thereby breach its confidentiality obligations or existing industrial and intellectual property rights.
4. The Project Participants agree that owners of the investments are the following:
 - **Lead Beneficiary is the owner of the investment “Pilot action in park revitalization of Perivoj Zrinski”,**
 - **Beneficiary n. 1 is the owner of the investment “Pilot action in revitalization of park Knowledge Center”,**
 - **Beneficiary n. 3 is the owner of the investment “Pilot actions in park revitalization of Letenye”.**
 - **Beneficiary n. 4 is the owner of the investment “Ornithological research equipment”**
5. The Project Participants agree that owners of the Project outputs/deliverables are the following:

- **Lead Beneficiary and Beneficiary n. 3 are the owners of:** *Determined strategic framework to preserve bird habitats in the border area* - outputs: 1 joint survey / analysis, 1 joint action plan, 1 joint bird location study, 1 book about urban eco-system,
 - **Lead Beneficiary and Beneficiary n. 3 are the owners of:** *Set-up monitoring network to observe and measure the selected elements of conservation* - output: 1 joint data base,
 - **Lead Beneficiary, Beneficiary n. 1, Beneficiary n. 3 and Beneficiary n. 4 are the owners of:** *Innovative pilot actions* - outputs: minimum 10 pilot actions implemented (measuring soil and water quality, installing bird houses, hotels for insects, cleaning the river coast, larvae placement etc.) and related to that 10 habitats will reach A: excellent conservation status,
 - **Lead Beneficiary, Beneficiary n. 1 and Beneficiary n. 3 are the owners of:** *Pilot actions in parks revitalization in Čakovec and Letenye* - outputs: increased biodiversity in 3 parks in Čakovec and Letenye, 3 opening ceremonies (one for each park),
 - **Beneficiary n. 2 is the owner of the:** *Bird recognition educational activities and events* – output: 30 people/experts educated in the field of bird recognition,
 - **Lead Beneficiary, Beneficiary n. 1, Beneficiary n. 2, Beneficiary n. 3 and Beneficiary n. 4 are the owners of:** *Raising ecological awareness of general public, adults, children and youth* – outputs: 22 events implemented (2 public forums for 80 participants, 7 workshops for nature experts for 140 participants, 6 workshops for children for 120 participants, 2 study visits for students for 50 participants, 3 opening ceremonies for 150 participants, 2 European Cooperation Days for 50 participants), 640 people participating in such events.
6. The Lead Beneficiary and the Beneficiaries commit themselves to establish and maintain an inventory of all fixed assets acquired, built or improved within the Project.
7. As to the sustainability of project results after the end of the implementation period, further as to the steps to be taken after project closure, the Project Participants agree on the following activities and designate the following rights and duties within the project partnership:

a) Town of Cakovec - LB

- **project result to be sustained:** 1 joint survey / analysis, 1 joint action plan, 1 joint bird location study, 1 book about urban eco-system
- **activities to be performed:** publishing the documents generated by the project, making them available at City website
- **location/tools/financial framework and source:** Town of Cakovec, Međimurje County, Town of Cakovec budget (budget line – environment – PARK Zrinski)
- **project result to be sustained:** 1 joint data base
- **activities to be performed:** continuous monitoring of the set-up network to observe and measure the selected elements of conservation

- **location/tools/financial framework and source:** Town of Čakovec, Međimurje County, county budget
- **project result to be sustained:** 1 park revitalisation – park Perivoj Zrinski Čakovec - increased biodiversity in park Perivoj Zrinski in Čakovec – 10 pilot actions implemented and 10 habitats reached A: excellent conservation status
- **activities to be performed:** taking care of the planted trees, further soil and water quality measuring and monitoring of installed bird houses, hotels for insects, cleaning the river coast, larvae placement etc.
- **location/tools/financial framework and source:** county budget City budget line – environment – PARK Zrinski

b) Međimurje County – Beneficiary n. 1

- **project result to be sustained:** 1 park revitalisation – Park Centar Znanja - increased biodiversity in park Centar Znanja in Čakovec – 10 pilot actions implemented and 10 habitats reached A: excellent conservation status
- **activities to be performed:** taking care of installed bird houses, further soil and water quality measuring and monitoring of installed bird houses, hotels for insects, cleaning the river coast, larvae placement etc
- **location/tools/financial framework and source:** county budget City budget line – environment park Centar Znanja

c) Međimurje Nature - Public Institution for Nature Protection - Beneficiary n. 2

- **project result to be sustained:** 1 joint survey / analysis, 1 joint action plan, 1 joint bird location study, 1 book about urban eco-system
- **activities to be performed:** publishing the documents generated by the project, making them available at Međimurje Nature - Public Institution for Nature Protection website, data usage in further research and work
- **location/tools/financial framework and source:** Međimurje Nature - Public Institution for Nature Protection budget

d) Municipality of Letenye - Beneficiary n. 3

- **project result to be sustained:** 1 joint survey / analysis, 1 joint action plan, 1 joint bird location study, 1 book about urban eco-system,
- **activities to be performed:** publishing the documents generated by the project, making them available at City website.
- **location/tools/financial framework and source:** county budget (City budget line – environment – PARK LETENYE)
- **project result to be sustained**

e) Balaton-felvidéki National Park Directorate - Beneficiary n.4

- **project result to be sustained:** 10 pilot actions implemented and 10 habitats reached A: excellent conservation status.
- **activities to be performed:** taking care of installed bird houses, further soil and water quality measuring and monitoring of installed bird houses, hotels for insects, cleaning the river coast, larvae placement etc.

- **location/tools/financial framework and source]: Balaton-felvidéki National Park Directorate budget**

8. In connection to the revenues generated after project closure, the Project Participants – taking into account the provisions of Article 61 of the CPR – agree on the following rules:

Project partners agree that during and after project implementation no revenues will be made based on the results of the project.

9. In case of purchase costs co-financed, the owners shall not substantially modify their respective project parts affecting its nature or its implementation conditions or giving to a firm or a public body an undue advantage; and resulting either from a change in the nature of ownership of an item of infrastructure or the cessation or relocation of a productive activity outside the programme area at least within five years from the end date of the Project (final eligibility date of expenditures for the Project), except where State aid rules provide for a different period.

Article 12

Changes in the project partnership

1. Being aware of the fact that all changes in the project partnership need an approval of the Monitoring Committee and that the Managing Authority is entitled to withdraw from the Subsidy Contract if the number of Beneficiaries falls below the minimum number of participants, the Project Participants agree not to back out of the Project unless there are unavoidable reasons for it.
2. In case a Project Participant withdraws from the Project or is debarred from it, the remaining Project Participants shall undertake to find a rapid and efficient solution to ensure further proper project implementation without any delay. Consequently, the Project Participants shall endeavour to cover the contribution of the withdrawing Project Participant, either by assuming its tasks by one or more of the remaining Project Participants or by asking a new Project Participant to join the project partnership, respecting the relevant programme provisions.
3. The Lead Beneficiary shall inform the Joint Secretariat and the Managing Authority as soon as changes in the project partnership are foreseeable. The changes in the partnership enter into force only after approval by the Monitoring Committee.
4. The provisions set for audits in Article 9 remain applicable to the Project Participant that backed out of the Project or was debarred from the Project.

Article 13

Irregularities and the repayment of funds

1. If the Managing Authority should – based on the provisions of the Subsidy Contract – request the repayment of EU contribution from the Lead Beneficiary, the latter shall call upon the Beneficiary that had caused the irregularity resulting in the repayment of the EU contribution unduly paid according to the request of the Managing Authority.
2. The Beneficiary in question has to repay the requested EU contribution together with the interests chargeable to the Lead Beneficiary.
3. The Beneficiary has to respect the deadline given by the Managing Authority to the Lead Beneficiary for the repayment of the EU contribution. The Beneficiary has to transfer the requested EU contribution together with the interests chargeable to the Lead Beneficiary **14 (fourteen) calendar** days before the deadline set for the Lead Beneficiary.

Article 14

Co-operation with third parties, assignment

1. In case of co-operation with third parties (e.g. concluding sub-contracts) the Beneficiary shall remain the sole responsible toward the Lead Beneficiary concerning the compliance with its obligations as set out in the present Agreement. Any contracts with third parties will have to be concluded in accordance with EU- and national legislation. No Project Participant shall have the right to transfer its rights and obligations to third parties. The Lead Beneficiary shall be informed by the Beneficiary about the subject and party of any contract concluded with a third party.
2. In case of legal succession, e.g. when the Project Participant changes its legal form, the Project Participant is obliged to transfer all duties under this Agreement to the legal successor. The Beneficiary shall notify the Lead Beneficiary in written form within **5 (five) working** days. The Lead Beneficiary shall notify the Joint Secretariat according to the provisions set out in the Subsidy Contract.

Article 15

Language

1. The working language of the partnership shall be **English**. Any official internal document of the Project shall be made available in English.
2. Present Agreement is concluded in English. In case of translation of this Agreement and its annexes into another language the English version shall prevail.

Article 16

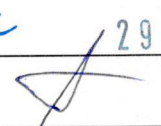
Applicable law (liability and *force majeure*)


1. Present Agreement is governed by the law of **Republic of Croatia**, being the law of the country of the Lead Beneficiary. Each Project Participant shall be liable to the other Project Participants and shall indemnify for any damages or costs resulting from the non-compliance of its contractual duties as set forth in this Agreement.
2. No Party shall be held liable for not complying with the obligations ensuring from this Agreement should the non-compliance be caused by *force majeure*. In such a case, the Project Participant involved must announce this immediately in writing to the other Project Participants.

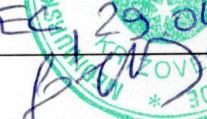
Article 17


Concluding provisions

1. Any amendments to this Agreement shall be in writing and shall be signed by all Parties.
2. In case of discrepancies between the Subsidy Contract and this Partnership Agreement, the Subsidy Contract shall prevail.
3. Amendments and supplements to the present Agreement and any waiver of the requirement of the written form must be in written form and have to be indicated as such. The Lead Beneficiary shall notify the Joint Secretariat and the Managing Authority of any amendment or supplement to the present Agreement.
4. If any provision in this Agreement should be wholly or partly ineffective, the rest of the provisions remain binding for the Parties. In such cases the Parties undertake to replace the ineffective provision by an effective one which comes as close as possible to the purpose of the ineffective one.
5. The Parties commit themselves to take measures in order to ensure that all staff members carrying out work within the Project respect the confidential nature of information regarded as such, and do not disseminate it, pass it on to third parties or use it without prior written consent of the Lead Beneficiary and the Project Participant that provided the information.
6. The Parties will make efforts to settle any disputes arising from this Agreement out of court. In case an agreement cannot be made in due time, the Parties herewith agree that **Municipal Court in Čakovec, address: Ruđera Boškovića 18, 40000 Čakovec, Croatia** shall have competence to rule in all legal disputes arising from this Agreement.
7. **8 (eight)** original copies will be made of this Agreement of which each Party keeps one original, while three originals are attached to the Subsidy Contracts.
8. The Parties signing the Partnership Agreement have fully understood and accepted the contents of the Subsidy Contract and undertake the activities and responsibilities in the meaning as included therein.

Name of Lead Beneficiary:	Grad Čakovec / Town of Čakovec
Name and title of legally authorised representative:	Mr. Stjepan Kovač, Mayor
Place, date and stamp:	ČAKOVEC 29.04.2020
Signature:	

Name of Beneficiary n. 1:	Međimurska županija / Medjimurje County
Name and title of legally authorised representative:	Mr. Matija Posavec, County Prefect
Place, date and stamp:	ČAKOVEC 28.04.2020
Signature:	

Name of Beneficiary n. 2:	Međimurska priroda – Javna ustanova za zaštitu prirode / Medjimurje Nature – Public Institution for Nature Protection
Name and title of legally authorised representative:	Mr. Siniša Golub, Director
Place, date and stamp:	KRIŽOVCI 29.04.2020.
Signature:	

Name of Beneficiary n. 3:	Letenye Varos Onkormanyzata / Municipality of Letenye
Name and title of legally authorised representative:	Szilard Farkas, Mayor
Place, date and stamp:	LETENYE, 20.04.2020
Signature:	

Name of Beneficiary n. 4:	Balaton-felvidéki Nemzeti Park Igazgatóság / Balaton-felvidéki National Park Directorate
Name and title of legally authorised representative:	Mr. Zoltán Puskás, Director
Place, date and stamp:	Csopak, 20.04.2020
Signature:	