Institution Name

Address

Postal code and City

Country

Internal reference

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|  | Ministère du Development durable et des Infrastructures Mr. Romain Diederich Premier Conseiller du GouvernementL-2946 LuxembourgLUXEMBOURG  |

**Agreement on the Submission and Co-financing of the**

***ESPON 2020 Cooperation Programme* and**

**the related Liability Mechanism for the ESPON EGTC acting as Single Beneficiary**

Dear Sir,

In conformity with Art. 8 (9) of EU regulation 1299/2013 of the European Parliament and of the Council of 17 December 2013 laying down provisions for the European Territorial Cooperation, Latvia is pleased to confirm its agreement to the content of the Operational Programme for the ***ESPON 2020 Cooperation Programme*** as prepared in its final version on 12 May 2014 by the Joint Working Group (JWG) established to support the designated Managing Authority for its elaboration.

Latvia commits contributing to the programme with a total financial allocation of 154.218 EUR in annual instalments from 2014-2020 in accordance with the shares agreed by the 28 participating EU Member States and 4 Partner States at the JWG meeting on 28 April 2014 concerning the repartition key of the national co-financing to the ***ESPON 2020 Cooperation Programme***

Latvia agrees in setting up the Liability Mechanism as described in the ”Reference Document on the ESPON EGTC Liability Mechanism” of 12 May 2014 and to financially contribute to the Liability Mechanism established by the 28 participating EU Member States and 4 Partner States to secure the repayment of eventual ineligible expenditure incurring in the implementation of the Grant Agreement by the ESPON EGTC in its function as Single Beneficiary of the ***ESPON 2020 Cooperation Programme***. The contribution of 16.429 EUR to the Liabilitiy mechanism in annual instalments from 2015-2020 shall represent 2 % of the ERDF funded part of the Grant Agreement granted to the Single Beneficiary. All ineligible expenditure beyond 2 % will be covered by Luxembourg. Not used contributions to the Liability Mechanism will be at disposal of each contributing country in proportion to their contribution after the closure of the ***ESPON 2020 Cooperation Programme*** by the European Commission.

Yours sincerely,

 SIGNATURE