Honorable Dr. Philip Isdor Mpango  
Minister for Finance and Planning  
Ministry of Finance and Planning  
Treasury Square Building  
18 Jakaya Kikwete Road  
PO Box 2802  
40468 Dodoma  
The United Republic of Tanzania  

Re: Credit No IDA 6295-TZ  
Sustainable Rural Water Supply and Sanitation Program  
Additional Instructions: Disbursement and Financial Information Letter  

Honorable Minister:  

I refer to the Financing Agreement between the United Republic of Tanzania (the “Recipient”) and the International Development Association (the “Association”) for the above-referenced Program. The General Conditions, as defined in the Financing Agreement, provide that the Recipient may from time to time request withdrawals of Credit amounts from the Credit Account in accordance with the Disbursement and Financial Information Letter, and such additional instructions as the Association may specify from time to time by notice to the Recipient. The General Conditions also provide that the Disbursement and Financial Information Letter may set out Program specific financial reporting requirements. This letter constitutes such Disbursement and Financial Information Letter (“DFIL”), and may be revised from time to time.

A. Disbursement Arrangements – Program (PforR)  

I. Disbursement Arrangements, Withdrawal of Credit Funds, and Reporting of Uses of Credit Funds.  

(i) Schedule 1. The table in Schedule 1 sets out the disbursement methods which may be used by the Recipient, conditions, information on registration of authorized signatures, processing of withdrawal applications, and instructions on documentation and reporting of advances.
(ii) Withdrawal Applications. Applications for withdrawal from the Credit Account ("Withdrawal Applications") of amounts of the Credit allocated to individual Disbursement Linked Results ("DLR") may, pursuant to the provisions of Section IV of Schedule 2 of the Financing Agreement, be sent to the Association at any time after the Association has notified the Recipient in writing that it has accepted evidence of achievement of the specific Disbursement Linked Result ("DLR").

(iii) Withdrawal Amount. The Withdrawal Application may be for an amount not to exceed the amount of the Credit confirmed by the Association for the specific DLR in respect of which the withdrawal is requested, as specified in the Association's notice to the Recipient.

(iv) Advances and Recovery of Advances. The Recipient may, in accordance with provisions of the Financing Agreement, request advances of amounts of the Credit allocated to DLRs that have not yet been achieved using the Form attached (Attachment 3). The aggregated amount of all such advances made in respect of amounts allocated to DLRs may not exceed the equivalent of USD 72.5 million.

The Association records an amount of the advance as disbursed for an achieved DLR ("recovered") after it has notified the Recipient of its acceptance of the evidence of achievement of the DLR for which the advance was provided. The amount so reclassified becomes available for further advances in accordance with the preceding paragraph.

(v) Electronic Delivery. Section 11.01 (c) of the General Conditions.

The Association may permit the Recipient to electronically applications (with supporting documents) through the Association's web-based portal (https://clientconnection.worldbank.org) "Client Connection". This option may be effected if the officials designated in writing by the Recipient who are authorized to sign and deliver Applications have registered as users of "Client Connection". The designated officials may deliver Applications electronically by completing the Form 2380, which is accessible through "Client Connection". By signing the Authorized Signatory Letter, the Recipient confirms that it is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents to the Association by electronic means. The Recipient may continue to exercise the option of preparing and delivering Applications in paper form.

The Association reserves the right and may, in its sole discretion, temporarily or permanently disallow the electronic delivery of Applications by the Recipient. By designating officials to use SIDC and by choosing to deliver the Applications electronically, the Recipient confirms through the authorized signatory letter its agreement to: (a) abide by the Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation, available in the Association's public website at https://worldbank.org and "Client Connection"; and (b) to cause such official to abide by those terms and conditions.
II. Program Audits. Section 5.09 of the General Conditions.

(i) Audits. Each audit of the Financial Statements must cover the period of one fiscal year of the Recipient, commencing with the fiscal year in which the first withdrawal was made. The audited Financial Statements for each such period must be furnished to the Bank not later than twelve (12) months after the end of such period.

B. Disbursement Arrangements – Project

(i) Disbursement Arrangements

- Instructions (Schedule 2). The table in Schedule 2 sets out the disbursement methods which may be used by the Recipient, information on registration of authorized signatures, processing of withdrawal applications (including minimum value of applications and processing of advances), instructions on supporting documentation, and frequency of reporting on the Designated Account.

III. Project Financial Reports and Audits. Section 5.09 of the General Conditions.

(i) Financial Reports. The Recipient must prepare and furnish to the Bank not later than forty-five (45) days after the end of each calendar semester, interim unaudited financial reports ("IFR") for the Project covering the semester.

(ii) Audits. Each audit of the Financial Statements must cover the period of one fiscal year of the Recipient, commencing with the fiscal year in which the first withdrawal was made. The audited Financial Statements for each such period must be furnished to the Bank not later than six (6) months after the end of such period.

C. Other Important Information

For additional information on disbursement arrangements, please refer to the Loan Handbook available on the Association website (http://www.worldbank.org/) and “Client Connection”. The Association recommends that you register as a user of “Client Connection”. From this website you will be able to prepare and deliver Applications, monitor the near real-time status of the [Grant][Credit], and retrieve related policy, financial, and procurement information. For more information about the website and registration arrangements, please contact the Association by email at clientconnection@worldbank.org.
If you have any queries in relation to the above, please contact Jean Owino, Finance Officer at jowino@worldbank.org, with copy to Mugambi Mwendia, Finance Analyst at mmwendia@worldbank.org using the above reference.

Yours sincerely,

[Signature]

Bella Bird
Country Director for Tanzania
Africa Region

Attachments
1. Schedule 1: Disbursement Provisions - Program
2. Schedule 2: Disbursement Provisions – Project
3. Request for an Advance under the PforR Program
4. Statement of Expenditure – For Project use only
Schedule 1: Disbursement Provisions – Program (PforR)

<table>
<thead>
<tr>
<th>Credit Number</th>
<th>Country</th>
<th>Tanzania</th>
<th>Recipient</th>
<th>United Republic of Tanzania</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Name of the Program</td>
<td>Sustainable Rural Water supply and Sanitation Program</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Closing Date</td>
<td></td>
<td></td>
<td></td>
<td>July 31, 2024</td>
</tr>
<tr>
<td>Disbursement Deadline Date</td>
<td></td>
<td></td>
<td></td>
<td>Six months after the closing date.</td>
</tr>
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</table>

<table>
<thead>
<tr>
<th>Disbursement Methods</th>
<th>Methods</th>
<th>Supporting Documentation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reimbursement (financing of achieved results)</td>
<td>Yes</td>
<td>Confirmation issued by the World Bank</td>
</tr>
<tr>
<td>Advance</td>
<td>Yes</td>
<td>N/A Attachment 3</td>
</tr>
</tbody>
</table>

**Financial Institution - Name**
Bank of Tanzania

| Ceiling | 72.5 million |
| Currency | USD |
| Amount | 72.5 million |

Applications for this Financing will be signed by the official(s) authorized to sign Applications as indicated in your letter Ref. No. TYC/B/40/96 dated June 27, 2011.

Please provide completed and signed Withdrawal Applications, to the address indicated below:
The World Bank, Loan Department, Delta Center, 13th Floor, Upper Hill, Menengai Road, Nairobi, Kenya. Tel: 254 20 2936 000 Attention: Loan Department
### Schedule 2: Disbursement Provisions - Project

<table>
<thead>
<tr>
<th>Grant/Credit Number</th>
<th>Country</th>
<th>Tanzania</th>
<th>Recipient</th>
<th>United Republic of Tanzania</th>
<th>Closing Date</th>
<th>July 31, 2024</th>
<th>Name of the Project</th>
<th>Sustainable Rural Water supply and Sanitation Program</th>
<th>Disbursement Deadline Date</th>
<th>Four months after the closing date</th>
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</thead>
</table>

**Disbursement Methods**

<table>
<thead>
<tr>
<th>Method</th>
<th>Yes</th>
<th>Copy of records</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct Payment</td>
<td>Yes</td>
<td></td>
</tr>
<tr>
<td>Reimbursement</td>
<td>Yes</td>
<td>Statement of Expenditure (SOE) in the format provided in Attachment 4 of the DFIL</td>
</tr>
<tr>
<td>Designated Account</td>
<td>Yes</td>
<td>Statement of Expenditure (SOE) in the format provided in Attachment 4 of the DFIL</td>
</tr>
<tr>
<td>Special Commitments</td>
<td>Yes</td>
<td>Copy of Letter of Credit</td>
</tr>
</tbody>
</table>

**Type**

- Segregated

**Financial Institution - Name**

- Bank of Tanzania

**Currency**

- USD

**Frequency of Reporting**

- Monthly

**Amount**

- 2 million

The minimum value of applications for Reimbursement, Direct Payment and Special Commitment is USD 100,000.

Applications for this Financing will be signed by the official(s) authorized to sign Applications as indicated in your letter Ref. No. TYC/B/40/96 dated June 27, 2011.

Please provide completed and signed Withdrawal Applications, to the address indicated below:

The World Bank, Loan Department,
Delta Center, 13th Floor, Upper Hill, Menengai Road,
Nairobi, Kenya.
Tel: 254 20 2936 000 Attention: Loan Department

**Sections and subsections relate to the “Disbursement Guidelines for Investment Project Financing”, dated February 2017.**
Sample Form for Advances

[Ministry/Implementing Agency Letterhead]

[Date]

Loan Department – [name of Regional Center]
The World Bank
[address of regional center]
Attention: [name of regional center team lead]

Subject: Re: IDA Credit 6295-TZ
Sustainable Rural Water Supply and Sanitation Program
-Request for Advance

Dear Sir/Madam,

We refer to the Financing Agreement between the Association (the “Association”) and United Republic of Tanzania] (the “Recipient”) dated [insert date] providing for the above Credit.

In accordance with the provisions of the Disbursement Letter and Schedule __, Section __ of the [Grant][Financing] Agreement, to support the implementation of the above Program and to facilitate the achievement of the planned results, we request an Advance in the amount of [insert amount].

[We request that the Advance be disbursed in [currency requested for disbursement] equivalent to the Total Advance Requested above.]² We acknowledge that the amount disbursed will be charged to the Credit Account in the currency of the Financing at the rate of exchange in effect at the time of disbursement.

Sincerely,

[insert Name, and Position]³

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¹ The Proposed Advance should be in the currency of the DLI/DLR as set out in the disbursement table in the [Grant][Financing] Agreement, and in accordance with provisions in the Disbursement and Financial Information Letter. Normally, this is the currency of commitment of the [Grant][Credit].

² Use this text to designate the currency of the Advance if it should be different from the currency set out in the disbursement table in the [Grant][Financing] Agreement.

³ To be signed by a representative of the implementing/coordinating agency of the Recipient, OR by the person(s) authorized on behalf of the Recipient to sign applications for withdrawal under the [Grant][Credit] as set out in the applicable Authorized Signatory Letter.
## STATEMENT OF EXPENDITURES

<table>
<thead>
<tr>
<th>Item No.</th>
<th>Category No.</th>
<th>* Name of Supplier, Contract or Consultant</th>
<th>Brief Description of Goods, Works or Services</th>
<th>Total Amount of Contract</th>
<th>Currency of Expenditure</th>
<th>Total invoice amount covered by this application (net of retention)</th>
<th>Eligible % of Financing</th>
<th>Currenc y and eligible amount paid (7) x (8)</th>
<th>US$ Equivalent paid from Special Account **</th>
<th>Exchange Rate**</th>
<th>Remarks or Invoice reference, including no objection, telex date</th>
</tr>
</thead>
<tbody>
<tr>
<td>TOTALS</td>
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