Disaster Recovery and Social Protection in Pakistan Single-Donor
TRUST FUND GRANT NUMBER TF011049

Project Agreement

(Flood Emergency Cash Transfer Project)

between

INTERNATIONAL BANK FOR RECONSTRUCTION
AND DEVELOPMENT
Acting as administrator of the Disaster Recovery and Social Protection in Pakistan
Single-Donor Trust Fund financed by the Department for International
Development of the Government of the United Kingdom of Great Britain and
Northern Ireland

and

NATIONAL DATABASE AND REGISTRATION AUTHORITY

Dated December 19, 2011
PROJECT AGREEMENT


ARTICLE I — STANDARD CONDITIONS; DEFINITIONS

1.01. The Standard Conditions (as defined in the Appendix of the Grant Agreement) constitute an integral part of this Agreement. To this end, all obligations and responsibilities of the Recipient set forth in Article II. Sections 4.02 through 4.06 of Article IV, and Articles V, VI and VII of the Standard Conditions, as well as any references therein to the Grant Agreement, shall also be construed, mutatis mutandis, as obligations and responsibilities of the Project Implementing Entity, and references to this Project Agreement, respectively.

1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the Grant Agreement (including the Appendix thereto) or the Standard Conditions.

ARTICLE II — PROJECT

2.01. The Project Implementing Entity declares its commitment to the objectives of the Project. To this end, the Project Implementing Entity shall: (a) carry out its Respective Parts of the Project with due diligence, and efficiency and in conformity with appropriate administrative, technical, economic environmental and social standards and practices, satisfactory to the World Bank; and (b) provide, or cause to be provided, promptly as needed, the funds, facilities, services and other resources required of the Project.

2.02. Without limitation upon the provisions of Section 2.01 of this Agreement, and except as the World Bank and the Project Implementing Entity shall otherwise agree, the Project Implementing Entity shall carry out the Project in accordance with the provisions of the Schedule to this Agreement, and Article II of the Standard Conditions.
ARTICLE III — TERMINATION

3.01. This Agreement shall come into force and effect on the date upon which the Grant Agreement becomes effective.

3.02. This Agreement and all obligations of the World Bank and the Project Implementing Entity thereunder shall terminate on the date on which the Grant Agreement shall terminate in accordance with its terms, and the World Bank shall promptly notify the Project Implementing Entity thereof.

3.03. All the provisions of this Agreement shall continue in full force and effect notwithstanding any cancellation, suspension or refund under the Standard Conditions, for a period of ten (10) years after the date of this Agreement.

ARTICLE IV — REPRESENTATIVE; ADDRESSES

4.01. The Project Implementing Entity’s Representative is the Chief Projects Officer.

4.02. The World Bank’s Address is:

    International Bank for Reconstruction and Development
    1818 H Street, NW
    Washington, DC 20433
    United States of America

    Cable: INTBAFRAD    Telex: 248423 (MCI)    Facsimile: 1-202-477-6391
    Washington, D.C.

4.03. The Project Implementing Entity’s Address is:

    National Database and Registration Authority
    State Bank Building
    Sector G 5/2
    Islamabad, Pakistan

    Facsimile: 92-51-9208613
AGREED at Islamabad, Islamic Republic of Pakistan, as of the day and year first above written.

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
Acting as Administrator of the Disaster Recovery and Social Protection in Pakistan Single-Donor Trust Fund financed by the Department for International Development of the United Kingdom of Great Britain and Northern Ireland

By/s Eugenia Marinova

Authorized Representative

NATIONAL DATABASE AND REGISTRATION AUTHORITY

By/s Ali Arshad Hakim

Authorized Representative
SCHEDULE

Execution of the Project Implementing Entity’s Respective Part of the Project

Section I. Implementation Arrangements

A. Anti-Corruption

The Project Implementing Entity shall ensure that its Respective Part of the Project is carried out in accordance with the provisions of the Anti-Corruption Guidelines.

B. Implementation Arrangements for the Provision of Cash Grants.

In order to support the implementation of Component 1 of the Project, the Project Implementing Entity shall:

(a) duly exercise its powers, perform its functions, and comply with its duties and responsibilities under the Tripartite Agreement entered with the Recipient and the Participating Provinces and Agencies, for the implementation of the second phase of the CDCP; which agreements set forth, *inter alia*:

(i) the obligation of Participating Provinces and Agencies to:

   (A) establish and implement throughout the period of Project execution, an easily accessible grievance redress mechanism, satisfactory to the World Bank, in order to address grievances relating to errors/omissions in the list of Flood Affected Households eligible for Cash Grants;

   (B) carry out public awareness/information campaigns, including public disclosure of the house damage assessments and the lists of Cash Grant beneficiaries in coordination with PDMAs;

   (C) propose to the Recipient and the Project Implementing Entity the lists of Flood Affected Households to benefit from the Cash Grants in accordance with the methodology and selection criteria set forth in the Project Operations Manual; and

   (D) cause their respective PDMAs and district/agency governments to cooperate and comply with the data sharing protocols, public disclosures and grievance redressal mechanisms set forth in the Project Operations Manual in order to monitor and evaluate the implementation of the CDCP.

(ii) the obligation of the Project Implementing Entity to:
(A) carry out cross checks between the list of proposed Cash Grant beneficiaries provided by the Participating Provinces and Agencies and its citizens bio-metric database to confirm the applicants domiciles; and

(B) prepare the final lists of Flood Affected Households eligible for Cash Grants by including the Most Vulnerable Families and excluding the Well-Off Household.

(b) carry out the Project in accordance with the Project Operations Manual, which sets forth, inter alia:

(i) the institutional arrangement for the implementation of Component 1 of the Project, including: (I) eligibility criteria, methodology and procedural standards for the selection of Flood Affected Household; (II) terms and conditions of the Cash Grants; (III) allocation of functions, responsibilities and terms of reference for the management of the CDCP (e.g. surveying and selection of beneficiaries, data-sharing protocols and management information systems, cross-checks and re-verification centers, financial management duties and disbursements, monitoring and evaluation systems, grievance redress mechanisms and help-lines, and payment reconciliation protocols); (IV) governance and accountability reassurances, including terms of reference for the CDCP’s independent operational audits; and (V) Payment Agents selection and coordination mechanisms;

(ii) the financial management guidelines setting forth policies and procedures for the flow of funds, settlement of payments, accounting, maintenance of records, reporting, and internal control requirements for the Cash Grants; and

(iii) policies and procedures for data collection, public awareness and information campaigns, provision of training, and monitoring and evaluation of Project activities and their related impacts;

The Project Implementing Entity shall refrain from amending, waiving, suspending or abrogating any provision of the Project Operations Manual, whether in whole or in part, without the prior concurrence of the World Bank.

(c) implement throughout the period of Project execution, an easily accessible grievance redress mechanism, satisfactory to the World Bank, in order to address any procedural mistakes in: (i) the data processing and verification of Flood Affected Households; (ii) the update of their personal data and/or documentation; and (iii) the issuance/assignment of CNIC numbers and/or cards therefor.
C. CDCP Operational Audits & Impact Evaluation

The Project Implementing Entity shall:

(a) retain throughout the period of implementation of the Project, the services of a duly qualified and experienced monitoring and evaluation consultant satisfactory to the World Bank, under terms of reference acceptable to the World Bank, in order to carry out regular operational audits of the CDCP implementation throughout the Cash Grants’ cycle, including, inter alia: (i) targeting methodologies and selection of Cash Grants’ beneficiaries; (ii) timeliness and transparency of Cash Grants’ payments; (iii) appropriateness of defrayment mechanisms; (iv) accessibility and responsiveness of the various grievance redress mechanisms; (v) outreach, effectiveness and impact of the public information/awareness campaigns; (vi) management and oversight of the CDCP scheme; and (vii) compliance with the provisions of the Project Operations Manual. The Recipient shall adjust, from time to time, the parameters of the CDCP in order to incorporate the lessons learnt from these operational audits, and correct any systemic errors/mistakes; and

(b) retain throughout the period of implementation of the Project, the services of a duly qualified and experienced evaluation consultant satisfactory to the World Bank, under terms of reference acceptable to the World Bank, in order to carry out a statistically representative ex-post impact evaluation of the CDCP (all phases) in order to gather and analyze information on the CDCP short and medium term effects beneficiary households’ consumption, labor and investment outcomes, damage coping strategies, negative or positive spillover effects on the local economy/communities, inclusion/exclusion errors and determining factors thereof.

D. Communications Campaign & Project Information

The Project Implementing Entity shall carry out throughout the period of implementation of the Project in coordination with the PDMAs, the Communications Campaign providing the Project stakeholders with all relevant information, satisfactory to the World Bank, regarding: (i) Project components and their benefits; (ii) eligibility criteria for Cash Grants recipients; (iii) availability of grievance redress mechanisms; (iv) lists of Flood Affected Households receiving Cash Grants; (v) proposed payment schedules, locations and mechanisms thereof; and (vi) any other information conducive to ensure transparency, fairness and accountability in the selection of Flood Affected Households and the distribution of Cash Grants.

Section II. Project Monitoring, Reporting and Evaluation

1. The Project Implementing Entity shall monitor and evaluate the progress of its Respective Part of the Project and prepare Project Reports for its Respective Part of the Project in accordance with the provisions of Section 2.06 (b) (i) of the Standard
Conditions and on the basis of indicators acceptable to the World Bank. Each such Project Report shall cover the period of one (1) calendar quarter, and shall be furnished to the Recipient not later two (2) weeks after the end of the period covered by such report for incorporation and forwarding by the Recipient to the World Bank of the overall Project Report.

2. The Project Implementing Entity shall provide to the Recipient not later than four (4) months after the Closing Date, for incorporation in the report referred to in the provisions of Section 2.06 of the Standard Conditions all such information as the Recipient or the World Bank shall reasonably request for the purposes of such Section.