Financing Agreement
(Additional Financing for Productive Social Safety Net Project)

between

THE UNITED REPUBLIC OF TANZANIA

and

INTERNATIONAL DEVELOPMENT ASSOCIATION

Dated JUNE 23, 2016
FINANCING AGREEMENT

AGREEMENT dated June 23, 2016, entered into between THE UNITED REPUBLIC OF TANZANIA ("Recipient") and INTERNATIONAL DEVELOPMENT ASSOCIATION ("Association") for the purpose of providing additional financing for activities related to the Original Project (as defined in the Appendix to this Agreement). The Recipient and the Association hereby agree as follows:

ARTICLE I — GENERAL CONDITIONS; DEFINITIONS

1.01. The General Conditions (as defined in the Appendix to this Agreement) constitute an integral part of this Agreement.

1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the General Conditions or in the Appendix to this Agreement.

ARTICLE II — FINANCING

2.01. The Association agrees to extend to the Recipient, on the terms and conditions set forth or referred to in this Agreement, a credit in an amount equivalent to one hundred forty-one million two hundred thousand Special Drawing Rights (SDR 141,200,000) (variously, "Credit" and "Financing"), to assist in financing the project described in Schedule I to this Agreement ("Project").

2.02. The Recipient may withdraw the proceeds of the Financing in accordance with Section IV of Schedule 2 to this Agreement.

2.03. The Maximum Commitment Charge Rate payable by the Recipient on the Unwithdrawn Financing Balance shall be one-half of one percent (1/2 of 1%) per annum.

2.04. The Service Charge payable by the Recipient on the Withdrawn Credit Balance shall be equal to three-fourths of one percent (3/4 of 1%) per annum.

2.05. The Payment Dates are May 1 and November 1 in each year.

2.06. The principal amount of the Credit shall be repaid in accordance with the repayment schedule set forth in Schedule 3 to this Agreement.

2.07. The Payment Currency is Dollar.
ARTICLE III — PROJECT

3.01. The Recipient declares its commitment to the objectives of the Project and the Program. To this end, the Recipient shall carry out the Project in accordance with the provisions of Article IV of the General Conditions.

3.02. Without limitation upon the provisions of Section 3.01 of this Agreement, and except as the Recipient and the Association shall otherwise agree, the Recipient shall ensure that the Project is carried out in accordance with the provisions of Schedule 2 to this Agreement.

ARTICLE IV — REMEDIES OF THE ASSOCIATION

4.01. The Additional Event of Suspension consists of the following, namely, that the LG Act shall have been amended, suspended, abrogated, repealed or waived so as to materially and adversely affect the ability of the LGAs to perform any of their respective obligations under this Agreement.

4.02. The Additional Event of Acceleration consists of the following, namely, the event specified in Section 4.01 of this Agreement occurs.

ARTICLE V — TERMINATION

5.01. The Effectiveness Deadline is the date ninety (90) days after the date of this Agreement.

5.02. For purposes of Section 8.05 (b) of the General Conditions, the date on which the obligations of the Recipient under this Agreement (other than those providing for payment obligations) shall terminate is twenty (20) years after the date of this Agreement.

ARTICLE VI — REPRESENTATIVE; ADDRESSES

6.01. The Recipient’s Representative is its minister responsible for finance.

6.02. The Recipient’s Address is:

Ministry of Finance and Planning
1 Madaraka Street
P.O. Box 9111
11468 Dar es Salaam
The United Republic of Tanzania

Facsimile:
255-222-11-7790
255-222-11-0326
6.03. The Association's Address is:

International Development Association
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Telex: 248423 (MCI)  Facsimile: 1-202-477-6391

AGREED at Dar es Salaam, The United Republic of Tanzania, as of the day and year first above written.

THE UNITED REPUBLIC OF TANZANIA

By

Authorized Representative

Name: M.B. Likulule
Title: Permanent Secretary

INTERNATIONAL DEVELOPMENT ASSOCIATION

By

Authorized Representative

Name: W.B. Brown
Title: Country Director
SCHEDULE I

Project Description

The objective of the Project is to create a comprehensive, efficient, well-targeted productive social safety net system for the poor and vulnerable section of the Recipient’s population.

The Project constitutes the second phase of the Program, and consists of the following parts:

Part 1: Consolidation of Integrated Social Safety Net Interventions for Extremely Poor and Food Insecure Households

(a) Consolidation of integrated social safety net interventions for extremely poor and food insecure households, through: (i) scaling-up of the implementation of a conditional cash transfer program ("Safety Net Program") designed to improve the food consumption of eligible and duly registered households ("Beneficiaries") throughout the year, and to create incentives to invest in the education and health of their children and pregnant women and prevent chronic malnutrition; and (ii) scaling up of the implementation of a public works program ("Public Works Program"), consisting of specific labor-intensive public works’ activities ("Subprojects") designed to create community assets and smooth consumption by Beneficiaries during lean seasons, through: (A) provision of wages to Beneficiaries ("Labor Payments") for carrying out said Subprojects; and (B) provision of technical advisory services, Operating Costs, non-consulting services and goods to Project Area Authorities ("PAAs") for administering said Subprojects.

(b) (i) Strengthening the capacities of Beneficiaries of the Safety Net Program and Public Works Program to save and improve their livelihoods through: (A) implementation of community savings promotion programs; (B) designing and implementing a basic awareness and skills training package; (C) designing and implementing a communications strategy and a monitoring and evaluation strategy; and (D) building the capacity of program officers in TASAF to support livelihood enhancement activities; all through the provision of technical advisory services, Training, Operating Costs, non-consulting services and goods required for the purpose; and

(ii) Implementing a livelihood enhancement program ("Livelihood Enhancement Program") to provide additional cash benefits
Part 2: Institutional Strengthening

(a) Carrying out a program of activities designed to strengthen the institutional capacities of the agencies involved in implementing the Program, consisting of:

(i) (A) carrying out a comprehensive institutional assessment of TASAF to identify, evaluate and recommend measures to strengthen its institutional, technical, organizational and management capacity for: (1) coordination, implementation, fiduciary management, monitoring and evaluation, and reporting of Project and Program activities and results; and (2) developing and implementing appropriate tools for improving coordination and coherence of social safety net interventions and related programs; and (B) strengthening the institutional, technical and management capacities of PAAs for implementation of Project activities; all through provision of technical advisory services, Training, Operating Costs, non-consulting services and goods; and

(ii) Strengthening the capacities of social protection sector institutions and agencies for, inter alia: (A) improved policy and decision making, coordination and monitoring of programs and projects in said sector, through: (1) developing effective institutional arrangements for coordination of social protection interventions; (2) developing common systems, tools and processes for improving decision-making, integrating implementation and undertaking on-time assessment and evaluation of social protection interventions; and (3) fostering governance through comprehensive dissemination of programs, results, carrying out of and dissemination of social audits; and (B) knowledge generation for informed policy making through: (1) analysis of public spending and services in said sector; (2) analysis of living conditions and access to services; (3) assessments of selected social programs and agencies; and (4) undertaking diagnostic activities on provision of local services to Beneficiaries under Part I of the Project; and activities to encourage demand for said services.

(b) Carrying out a program of activities designed to strengthen implementation of productive social safety net interventions, in particular:
(i) developing a unified registry of beneficiaries of safety net programs including: (A) design, implementation and maintenance of said registry; (B) carrying out of regular assessments, adjustments and testing of common targeting mechanism for selection of said beneficiaries; (C) selection and enrolment of said beneficiaries into said registry; and (D) undertaking regular re-certifications of said registry;

(ii) developing a communication strategy for social safety net interventions and on the basis of said strategy, carrying out information, education and communication campaigns at the national, regional, PAA and community levels;

(iii) carrying out a comprehensive assessment to determine coverage, operations and effectiveness of education, health and nutrition services at PAA level with a view to facilitating efficient implementation of Project activities;

(iv) establishing formal payment mechanisms to Beneficiaries for effective implementation of the Safety Net Program, the Public Works Program, and the Livelihood Enhancement Program;

(v) developing and implementing a management information system to support productive social safety net interventions, including modules for, inter alia, targeting, enrolment, case management, compliance monitoring, grievance redress, citizen feedback, electronic payments processing, monitoring and evaluation; and

(vi) strengthening grievance redress mechanisms for social safety net interventions; all through the provision of technical advisory services, Training, Operating Costs, goods and non-consulting services required for the purpose.

(c) Developing and implementing productive social safety net monitoring and evaluation systems, including: (i) carrying out a comprehensive evaluation to measure impact of Program interventions; (ii) carrying out regular process evaluations to assess operations of the Program; (iii) undertaking Program beneficiaries surveys and qualitative evaluations with a view to adjusting the Program’s operations and systems; and the Program’s information, education and communication strategy; (iv) developing effective grievance and accountability mechanisms; (v) carrying out field-based sampling to verify Project interventions; and (vi) carrying out financial, procurement and technical audits; all through the provision of technical advisory services, non-consulting services, Training, Operating Costs and goods.
SCHEDULE 2

Project Execution

Section I. **Institutional and Implementation Arrangements**

A. **Institutional Arrangements**

1. **National Steering Committee**

   (a) The Recipient shall maintain the National Steering Committee ("NSC"), established within the Office of the President, at all times during the implementation of the Project, with composition, mandate and resources satisfactory to the Association, for the purpose of ensuring prompt and efficient oversight and overall coordination of implementation of the Project.

   (b) Without limitation on the provisions of sub-paragraph (a) of this paragraph, the NSC shall be responsible for, *inter alia*: (i) formulating and reviewing the policy framework underpinning implementation of the Project; (ii) reviewing and endorsing for subsequent approval by the Association, the Project's Annual Work Plan and Budget and ensuring its consistency with the Project Manual; (iii) reviewing progress made towards achieving the Project's objective; (iv) facilitating coordination of Project activities and removal of any obstacle(s) to the implementation of the Project; and (v) monitoring and evaluating impacts of Project activities.

2. **TASAF Management Unit**

   (a) The Recipient shall designate, at all times during the implementation of the Project, the TASAF Management Unit ("TMU"), to be responsible for, *inter alia*, prompt and efficient day to day coordination, implementation, reporting and communication of Project activities and results, in accordance with the provisions of this Agreement. The Recipient shall take all actions including the provision of funding, personnel (including recruitment and maintenance of an executive director, a director of finance, a director of internal audit, a director of operations and a procurement manager, all of whom shall have qualifications, experience and terms of reference satisfactory to the Association) and other resources satisfactory to the Association, to enable the TMU to perform said functions.
Without limitation on the provisions of sub-paragraph (a) of this paragraph, the TMU shall be responsible for, *inter alia*: (i) ensuring that the Project is carried out in accordance with this Agreement; (ii) ensuring that Project funds are paid promptly and accounted for in accordance with this Agreement; (iii) carrying out procurement at the national level; (iv) preparing the proposed Annual Work Plan and Budget, for the endorsement by the NSC and subsequent approval by the Association; (v) preparing and circulating the Project reports and financial reports referred to in Sections II and III, respectively, of this Schedule 2; (vi) monitoring and evaluation of Project activities; and (vii) carrying out supervision of implementing agencies.

3. **Project Area Authority (Mainland Tanzania; Zanzibar)**

   (a) In order to facilitate the implementation of Project activities within the jurisdiction of a given PAA ("Respective PAA Level Activities"), the Recipient shall ensure that said PAA shall, at all times during the implementation of the Project, be comprised of qualified and experienced staff in adequate numbers and provided with such additional resources as may be required for the purpose.

   (b) Without limitation on the provisions of sub-paragraph (a) of this paragraph, the Recipient shall for purposes of the Respective PAA Level Activities, maintain, at all times during the implementation of the Project, in said PAA, as the case may be:

      (i) a director ("LGA Director" in the case of Mainland Tanzania or "Principal Secretary in the Office of the Second Vice President" in the case of Zanzibar) to be responsible for, *inter alia*, prompt and efficient overall coordination and communication of the Respective PAA Level Activities, including: (A) ensuring compliance with the Safeguard Frameworks and Safeguard Instruments applicable to said Respective PAA Level Activities; (B) preparing and circulating periodic financial and progress reports on said Respective PAA Level Activities for onward transmission to the TMU; and (C) monitoring and evaluation of said Respective PAA Level Activities;

      (ii) a committee ("LGA Finance Committee" in the case of Mainland Tanzania or "Steering Committee" in the case of Zanzibar), to be responsible for approval of Respective PAA Level Activities and ensuring prompt and efficient oversight of implementation of said Activities;
(iii) a management team ("MT") with terms of reference and resources satisfactory to the Association, supported by qualified and experienced staff in adequate numbers to be responsible for: (A) determining the communities to be Beneficiaries of the Safety Net Program, Public Works Program and Livelihood Enhancement Program under the Respective PAA Level Activities; (B) monitoring the Beneficiaries' adherence to their respective co-responsibilities and preparing relevant reports for onward transmission to the PAA, as the case may be; (C) facilitating multi-year participatory planning exercises at the community level, and supporting the design of the Respective PAA Level Activities; (D) day to day financial management and procurement of inputs to be provided by the PAA under the Respective PAA Level Activities; (E) appraising and approving annual work plans and budgets at the community level; (F) supervision of the Respective PAA Level Activities; and (G) implementation of Respective PAA Level Activities under Part 1 (b) of the Project;

(iv) community management committee(s) ("Community Management Committee(s)") with membership, functions and resources satisfactory to the Association, to be responsible for conducting the initial process for identification of Beneficiaries of the Safety Net Program, the Public Works Program and the Livelihood Enhancement Program within the PAA's jurisdiction, and to verify and monitor compliance by said Beneficiaries with the requirements under said Parts of the Project; and

(v) community management committee(s) ("Community Management Committee(s)") with membership, functions and resources satisfactory to the Association, to be responsible for day to day management of the public works activities within the PAA's jurisdiction, to procure inputs required, recruit any skilled or semi-skilled labor, and maintain attendance records of Beneficiaries for onward submission to the PAA, as the case may be.

B. Implementation Arrangements


(a) The Recipient shall, not later than three (3) months after the Effective Date, revise and update, in accordance with terms of reference acceptable to the Association: (i) an operational manual, providing details of
arrangements and procedures for the implementation of the Project, including: (A) capacity building activities for sustained achievement of the Project's objective; (B) procurement, financial management and disbursement arrangements; (C) environmental and social safeguards arrangements for the Project; (D) institutional administration, coordination and day-to-day execution of Project activities; (E) monitoring, evaluation, reporting, information, education and communication arrangements of Project activities; and (F) such other administrative, financial, technical and organizational arrangements and procedures as shall be required for the Project; (ii) a financial management manual, setting forth the detailed policies and procedures for financial management under the Project; (iii) a cash transfers handbook for the Safety Net Program, setting forth the detailed policies and procedures for said program; (iv) a public works program handbook for the Public Works Program, setting forth the detailed policies and procedures for said program; (v) a livelihood enhancement program handbook for the Livelihood Enhancement Program, setting forth the detailed policies and procedures for said program; (vi) an administrative handbook setting forth the detailed policies and procedures on administration of said program; and (vii) guidelines for community participation in procurement.

(b) The Recipient shall afford the Association a reasonable opportunity to exchange views with the Recipient on said Project manual, and thereafter, shall adopt such Project manual, as shall have been approved by the Association ("Project Manual").

(c) The Recipient shall ensure that the Project is carried out in accordance with the Project Manual; provided, however, that in case of any conflict between the provisions of the Project Manual, on the one hand, and those of this Agreement, on the other, the provisions of this Agreement shall prevail.

(d) The Recipient shall not amend or waive any provisions of the Project Manual without the prior written agreement of the Association.

2. **Annual Work Plan and Budget**

(a) The Recipient shall, through TMU, prepare and furnish to the Association not later than May 30 of each Fiscal Year during the implementation of the Project, a work plan and budget containing all activities proposed to be included in the Project during the following Fiscal Year (including Safeguard Instruments applicable to said activities in accordance with the provisions of Section 1.G of this Schedule 2), and a proposed financing plan for expenditures required for such activities, setting forth the proposed sources of financing.
(b) Each such proposed work plan and budget shall specify any training activities that may be required under the Project, including: (i) the type of training; (ii) the purpose of the training; (iii) the personnel to be trained; (iv) the institution or individual who will conduct the training; (v) the location and duration of the training; and (vi) the cost of the training.

(c) The Recipient shall afford the Association a reasonable opportunity to exchange views with the Recipient on each such proposed work plan and budget and thereafter ensure that the Project is implemented with due diligence during said following Fiscal Year in accordance with such work plan and budget as shall have been approved by the Association (“Annual Work Plan and Budget”).

C. Anti-Corruption

The Recipient shall ensure that the Project is carried out in accordance with the provisions of the Anti-Corruption Guidelines.

D. Safety Net Program

1. Procedures and Eligibility Criteria

No proposed Beneficiary under the Safety Net Program (“SNP”) shall be eligible to receive a cash transfer under the SNP, unless the Recipient shall have determined, on the basis of an appraisal conducted in accordance with guidelines acceptable to the Association and elaborated in the Project Manual, that the Beneficiary satisfies the following requirements, and such further requirements as are elaborated in said Project Manual:

(i) the Beneficiary: (A) has been pre-selected on the basis of a common targeting system consisting of: (1) a geographical targeting mechanism which has identified the PAAs, Wards and Villages as eligible to participate in the SNP; (2) a community targeting mechanism which has identified extremely poor and food insecure households in said eligible PAAs, Wards and Villages; and (3) a proxy means test which has verified said Beneficiary’s eligibility; and (B) is enrolled in a unified registry of Beneficiaries of the SNP;

(ii) the Beneficiary shall have, as part of the enrolment in said registry, received training on the SNP’s operations and requirements, including, inter alia, applicable Beneficiary co-responsibilities, as set forth in the Project Manual; and
(iii) the Recipient shall have confirmed Beneficiary’s compliance with said co-responsibilities.

2. **Term(s) and Condition(s) of Safety Net Program**

   (i) The Recipient shall, prior to the commencement of the SNP in any given PAA, retain in accordance with the provisions of Section III of this Schedule 2, one or more payment agents, with terms of reference, qualifications and experience satisfactory to the Association, to assist the Recipient in administering payments under the SNP in said PAA’s jurisdiction.

   (ii) The Recipient shall monitor and evaluate, under terms of reference satisfactory to the Association, the implementation of the SNP, so as to ensure that payments made under the SNP are made exclusively to Beneficiaries for productive purposes consistent with the objective of the Project.

E. **Subprojects under the Public Works Program; Public Works Program Grants**

1. **Procedures and Eligibility Criteria**

   No Subproject under the Public Works Program (“PWP”) shall be eligible for financing under a PWP Grant, unless:

   (a) the Recipient shall have determined, on the basis of an appraisal conducted in accordance with guidelines acceptable to the Association, and elaborated in the Project Manual:

   (i) that the Subproject satisfies the following requirements, and such further requirements as are elaborated in said Project Manual:

       (A) the Subproject consists of labor-intensive activities to be carried out during the period of one Fiscal Year in various sectors, including, but not limited to the following: agriculture, watershed management, soil and water conservation, construction and rehabilitation of small community managed irrigation schemes, improvement of small rural access roads, and/or improvement of basic social service delivery;

       (B) if one or more Safeguard Instrument(s) is required for the Subproject, said Safeguard Instrument(s), is (are)
prepared in accordance with the Safeguard Frameworks, disclosed and approved by the Association;

(C) the Subproject is included in the development plan of each PAA in which it is to be carried out; and

(D) an aggregate of seventy-five percent (75%) of the total estimated cost of the Subproject shall consist of work to be performed by Beneficiaries under the Subproject; and

(ii) that the Grant Recipient satisfies the following criteria and such additional criteria as are set forth in the Project Manual:

(A) the Grant Recipient has the organization, management, staffing and other resources required for the Subproject in accordance with the provisions of Section 1.A.3 of this Schedule 2;

(B) the Grant Recipient has prepared an acceptable implementation and financing plan for the Subproject; and

(C) the Grant Recipient has executed a Memorandum of Understanding with the Recipient, in accordance with the provisions of Section 1.E.2 of this Schedule 2; and

(b) the Recipient has retained in accordance with the provisions of Section III of this Schedule 2, one or more payment agents, with terms of reference, qualifications and experience satisfactory to the Association, to assist the Recipient in administering payments to Beneficiaries under the Subproject.

2. **Terms and Conditions of PWP Grants; Memorandum of Understanding**

(a) The Recipient shall make each PWP Grant for a Subproject to a Grant Recipient, under a memorandum of understanding with the Grant Recipient, on terms and conditions approved by the Association ("MOU"), which shall include the following:

(i) the PWP Grant shall be made on a non-reimbursable grant basis;

(ii) the Grant Recipient shall undertake: (A) to carry out the Subproject with due diligence and efficiency and in accordance with sound technical, financial, managerial and environmental standards and practices, including in accordance with the
provisions of the Anti-Corruption Guidelines, the Safeguard Frameworks and any Safeguard Instruments required for the Subproject; (B) provide, promptly as needed the resources required for these purposes; and (C) maintain adequate records;

(iii) the Grant Recipient shall ensure that the goods, works and services to be financed out of the proceeds of the PWP Grant shall be procured in accordance with the provisions of Section III of this Schedule 2 and used exclusively in carrying out the Subproject;

(iv) the Grant Recipient shall maintain policies and procedures adequate to enable it to monitor and evaluate, in accordance with indicators acceptable to the Association, the progress of the Subproject and the achievement of its objectives;

(v) the Grant Recipient shall: (A) maintain a financial management system and prepare financial statements in accordance with consistently applied accounting standards acceptable to the Association, both in a manner adequate to reflect the operations, resources and expenditures related to the Subproject; and (B) for each Fiscal Year, have such financial statements audited by independent auditors acceptable to the Association, in accordance with consistently applied auditing standards acceptable to the Association, and furnish the statements as so audited to the Recipient (and the Association, if requested), not later than six (6) months after the end of such Fiscal Year;

(vi) the Recipient shall make payments directly to Beneficiaries for work performed by them under the Subproject, based on information prepared in accordance with guidelines acceptable to the Association and provided by the Grant Recipient to the Recipient;

(vii) the Recipient shall have the right to inspect by itself, or jointly with the Association, if the Association shall so request, the goods, works, sites, and plants included in the Subproject, the operations thereof, and any relevant records and documents;

(viii) the Grant Recipient shall prepare and furnish to the Recipient and the Association, all such information as the Association shall reasonably request, relating to the implementation of the Subproject, and the performance by the Grant Recipient of its obligations under the MOU;
(ix) the Recipient may suspend or terminate the right of the Grant Recipient to use or administer the proceeds of the PWP Grant upon failure by the Grant Recipient to perform its obligations under the MOU; and

(x) the Grant Recipient shall promptly inform the Recipient and the Association of any condition which interferes or threatens to interfere with the progress of its Subproject, or the performance by it of its obligations under the MOU.

(b) The Recipient shall make the payments to Beneficiaries referred to in subparagraph (a) (vi) of this paragraph 2, through the payment agents employed in accordance with the provisions of Section I.E.1 (b) of this Schedule 2.

(c) The Recipient shall carry out its obligations and exercise its rights under each MOU, in such a manner as to protect the interests of the Recipient and the Association and to accomplish the purposes of the Financing, and, except as the Association shall otherwise agree in writing, the Recipient shall not assign, amend, abrogate or waive any MOU or any provision thereof.

F. Livelihood Enhancement Program

1. Procedures and Eligibility Criteria

(a) No proposed Beneficiary under the Livelihood Enhancement Program ("LEP") shall be eligible to receive a cash benefit under the LEP, unless the Recipient shall have determined, on the basis of an appraisal conducted in accordance with guidelines acceptable to the Association and elaborated in the Project Manual, that the Beneficiary satisfies the following requirements, and such further requirements as are elaborated in said Project Manual:

(i) the Beneficiary: (A) has been pre-selected on the basis of a common targeting system; (B) is enrolled in a unified registry of Beneficiaries of the LEP; (C) has participated in the Public Works Program; and (D) is residing in a selected locality with existing supply side programs;

(ii) the Beneficiary shall have, as part of the enrolment in said registry, received training on the LEP's operations and requirements, including, inter alia, applicable Beneficiary co-responsibilities, as set forth in the Project Manual; and
(iii) the Recipient shall have confirmed Beneficiary's compliance with said co-responsibilities.

2. **Term(s) and Condition(s) of Livelihood Enhancement Program**

   (a) The Recipient shall, prior to the commencement of the LEP in any given PAA, retain in accordance with the provisions of Section III of this Schedule 2, one or more payment agents, with terms of reference, qualifications and experience satisfactory to the Association, to assist the Recipient in administering payments under the LEP in said PAA’s jurisdiction.

   (b) The Recipient shall monitor and evaluate, under terms of reference satisfactory to the Association, the implementation of the LEP, so as to ensure that payments made under the LEP are made exclusively to Beneficiaries for livelihood enhancement purposes consistent with the objective of the Project.

G. **Safeguards**

1. The Recipient shall ensure that the Project is carried out in accordance with the Safeguard Frameworks and Safeguard Instruments. To that end, the Recipient shall ensure that the following actions are taken in a manner acceptable to the Association:

   (a) if an EMP would be required for any Project activity on the basis of the ESMF: (i) such EMP shall be prepared in accordance with the requirements of the ESMF, disclosed locally and furnished to the Association; and (ii) said activity shall be carried out in accordance with such EMP as approved by the Association;

   (b) if a RAP would be required for any Project activity on the basis of the RPF: (i) said RAP shall be prepared in accordance with the requirements of the RPF, disclosed locally and furnished to the Association; and (ii) no works under said activity shall be commenced until all measures required to be taken under said RAP prior to the initiation of said works have been taken; and

   (c) If any Project activity would, pursuant to the VGPF, require the preparation of a VGP, no such activity shall be implemented, unless:

      (i) a VGP for such activity has been: (A) prepared in accordance with the requirements of the VGPF and furnished to the Association; (B) disclosed as required by the VGPF; and (C) approved by the Association and publicly disclosed; and
(ii) all measures required to be taken under said VGP prior to the initiation of said activity have been taken; (B) a report, in form and substance satisfactory to the Association, on the status of compliance with the requirements of said VGP has been prepared and furnished to the Association; and (C) the Association has confirmed that the implementation of said activity may be commenced.

2. The Recipient shall not amend or waive, or permit to be waived, any Safeguard Framework or Safeguard Instrument, or any provision of any one thereof, without the prior written approval of the Association.

3. Without limitation to its other reporting obligations under this Agreement and under Section 4.08 of the General Conditions, the Recipient shall include in the Project Reports referred to in Section II.A of this Schedule, adequate information on the implementation of the Safeguard Frameworks and Safeguard Instruments, giving details of: (a) measures taken in furtherance of such Safeguard Frameworks and Safeguard Instruments; (b) conditions, if any, which interfere or threaten to interfere with the smooth implementation of such Safeguard Frameworks and Safeguard Instruments; and (c) remedial measures taken or required to be taken to address such conditions and to ensure the continued efficient and effective implementation of such Safeguard Frameworks and Safeguard Instruments.

4. In the event of a conflict between the provisions of any of the Safeguard Frameworks and Safeguard Instruments and the provisions of this Agreement, the provisions of this Agreement shall prevail.

Section II. Project Monitoring, Reporting and Evaluation

A. Project Reports

1. The Recipient shall monitor and evaluate the progress of the Project and prepare Project Reports in accordance with the provisions of Section 4.08 of the General Conditions and on the basis of indicators acceptable to the Association and set forth in the Project Manual. Each Project Report shall cover the period of six (6) months, and shall be furnished to the Association not later than forty-five (45) days after the end of the period covered by such report.

2. For purposes of Section 4.08(c) of the General Conditions, the report on the execution of the Project and related plan required pursuant to that Section shall be furnished to the Association not later than six (6) months prior to the Closing Date.
B. Financial Management, Financial Reports and Audits

1. The Recipient shall maintain or cause to be maintained a financial management system in accordance with the provisions of Section 4.09 of the General Conditions.

2. Without limitation on the provisions of Part A of this Section, the Recipient shall prepare and furnish to the Association not later than forty-five (45) days after the end of each calendar quarter, interim unaudited financial reports for the Project covering the quarter, in form and substance satisfactory to the Association.

3. The Recipient shall have its Financial Statements audited in accordance with the provisions of Section 4.09 (b) of the General Conditions. Each audit of the Financial Statements shall cover the period of one (1) Fiscal Year. The audited Financial Statements for each such period shall be furnished to the Association not later than six (6) months after the end of such period.

Section III. Procurement

A. General

1. Goods, Works and Non-consulting Services. All goods, works and non-consulting services required for the Project and to be financed out of the proceeds of the Financing shall be procured in accordance with the requirements set forth or referred to in Section I of the Procurement Guidelines, and with the provisions of this Section.

2. Consultants’ Services. All consultants’ services required for the Project and to be financed out of the proceeds of the Financing shall be procured in accordance with the requirements set forth or referred to in Sections I and IV of the Consultant Guidelines, and with the provisions of this Section.

3. Definitions. The capitalized terms used below in this Section to describe particular procurement methods or methods of review by the Association of particular contracts, refer to the corresponding method described in the Procurement Guidelines, or Consultant Guidelines, as the case may be.

B. Particular Methods of Procurement of Goods, Works and Non-consulting Services

1. International Competitive Bidding. Except as otherwise provided in paragraph 2 below, goods, works and non-consulting services shall be procured under contracts awarded on the basis of International Competitive Bidding.
2. **Other Methods of Procurement of Goods, Works and Non-consulting Services.** The following table specifies the methods of procurement, other than International Competitive Bidding, which may be used for goods, works and non-consulting services. The Procurement Plan shall specify the circumstances under which such methods may be used:

<table>
<thead>
<tr>
<th>Procurement Method</th>
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<tbody>
<tr>
<td>(a) National Competitive Bidding (“NCB”)</td>
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<td>(subject to the additional procedures in paragraph 3 below)</td>
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<tr>
<td>(b) Shopping</td>
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<td>(c) Direct Contracting</td>
</tr>
<tr>
<td>(d) Community Participation in Procurement, as elaborated in the Project Manual</td>
</tr>
<tr>
<td>(e) Framework Agreements</td>
</tr>
</tbody>
</table>

3. **Additional Procedures for the use of National Competitive Bidding (“NCB”) (NCB exceptions)**

The following additional procedures shall apply to National Competitive Bidding:

(a) In accordance with paragraph 1.16(e) of the Procurement Guidelines, each bidding document for, and contract financed out of the proceeds of the Financing, shall provide that: (i) the bidders, suppliers, contractors and subcontractors shall permit the Association, at its request, to inspect their accounts and records relating to the bid submission and performance of the contract, and to have said accounts and records audited by auditors appointed by the Association; and (ii) the deliberate and material violation by the bidder, supplier, contractor or subcontractor of such provision may amount to an obstructive practice as defined in paragraph 1.16(a)(v) of the Procurement Guidelines.

(b) Preferences may not be awarded to domestic suppliers or contractors.

C. **Particular Methods of Procurement of Consultants’ Services**

1. **Quality- and Cost-based Selection.** Except as otherwise provided in paragraph 2 below, consultants’ services shall be procured under contracts awarded on the basis of Quality- and Cost-based Selection.
2. **Other Methods of Procurement of Consultants’ Services.** The following table specifies methods of procurement, other than Quality- and Cost-based Selection, which may be used for consultants’ services. The Procurement Plan shall specify the circumstances under which such methods may be used.

<table>
<thead>
<tr>
<th>Procurement Method</th>
</tr>
</thead>
<tbody>
<tr>
<td>(a) Quality-based Selection</td>
</tr>
<tr>
<td>(b) Selection Based on Consultant’s Qualifications</td>
</tr>
<tr>
<td>(c) Single-source Selection of consulting firms</td>
</tr>
<tr>
<td>(d) Least-Cost Selection</td>
</tr>
<tr>
<td>(e) Selection under a Fixed Budget</td>
</tr>
<tr>
<td>(f) Procedures set forth in paragraphs 5.2 and 5.3 of the Consultant Guidelines for the Selection of Individual Consultants</td>
</tr>
<tr>
<td>(g) Single-source procedures for the Selection of Individual Consultants</td>
</tr>
</tbody>
</table>

D. **Review by the Association of Procurement Decisions**

The Procurement Plan shall set forth those contracts which shall be subject to the Association’s Prior Review. All other contracts shall be subject to Post Review by the Association.

**Section IV. Withdrawal of the Proceeds of the Financing**

A. **General**

1. The Recipient may withdraw the proceeds of the Financing in accordance with the provisions of Article II of the General Conditions, this Section, and such additional instructions as the Association shall specify by notice to the Recipient (including the “World Bank Disbursement Guidelines for Projects” dated May 2006, as revised from time to time by the Association and as made applicable to this Agreement pursuant to such instructions), to finance Eligible Expenditures as set forth in the table in paragraph 2 below.

2. The following table specifies the categories of Eligible Expenditures that may be financed out of the proceeds of the Financing (“Category”), the allocations of the amounts of the Financing to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category:
<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Financing Allocated (expressed in SDR)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Cash Transfers for Safety Net Program under Part 1 (a) (i) of the Project</td>
<td>91,800,000</td>
<td>100%</td>
</tr>
<tr>
<td>(2) (a) Labor Payments for Subprojects under Part 1 (a) (ii) (A) of the Project</td>
<td>20,100,000</td>
<td></td>
</tr>
<tr>
<td>(b) Goods, works, non-consulting services, consultants services and Operating Costs for Subprojects under Part 1 (a) (ii) (B) of the Project</td>
<td>7,100,000</td>
<td>100%</td>
</tr>
<tr>
<td>(3) (a) Cash Benefits for the Livelihood Enhancement Program under Part 1 (b) (ii) of the Project</td>
<td>18,300,000</td>
<td>100%</td>
</tr>
<tr>
<td>(b) Goods, works, non-consulting services, consultants' services, Training and Operating Costs under Part 1 (b) (i) of the Project</td>
<td>1,000,000</td>
<td></td>
</tr>
<tr>
<td>(4) Goods, non-consulting services, consultants' services, audits, Training, and Operating Costs under Part 2 of the Project</td>
<td>2,900,000</td>
<td>100%</td>
</tr>
<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>141,200,000</strong></td>
<td></td>
</tr>
</tbody>
</table>
B. Withdrawal Conditions; Withdrawal Period

1. Notwithstanding the provisions of Part A of this Section, no withdrawal shall be made for payments made prior to the date of this Agreement.

2. The Closing Date is December 31, 2019.

Section V. Other Undertakings – Amendments to Original Financing Agreement

The Original Financing Agreement is amended as set forth below.

1. The reference to the term “Community Cash Transfer Management Committee(s)” in paragraph 3(b)(iv) of Section IA of Schedule 2 is amended to read as “Community Management Committee(s)”.

2. Paragraph 3(b)(v) of Section IA of Schedule 2 is amended to read as follows:

“(v) community management committee(s) (“Community Management Committee(s)”), with membership, functions and resources satisfactory to the Association, to be responsible for day to day management of the public works activities within the PAA’s jurisdiction, to procure inputs required, recruit any skilled or semi-skilled labor, and maintain attendance records of Beneficiaries for onward submission to the PAA, as the case may be.”

3. Section I.F of Schedule 2 is amended to read as follows:

“1. The Recipient shall ensure that the Project is carried out in accordance with the Safeguard Frameworks and Safeguard Instruments. To that end, the Recipient shall ensure that the following actions are taken in a manner acceptable to the Association:

(a) if an EMP would be required for any Project activity on the basis of the ESMF: (i) such EMP shall be prepared in accordance with the requirements of the ESMF, disclosed locally and furnished to the Association; and (ii) said activity shall be carried out in accordance with such EMP as approved by the Association;

(b) if a RAP would be required for any Project activity on the basis of the RPF: (i) said RAP shall be prepared in accordance with the requirements of the RPF, disclosed locally and furnished to the Association; and (ii) no works under said activity shall be commenced until all measures required to be taken under said RAP prior to the initiation of said works have been taken; and
if any Project activity would, pursuant to the VGPF, require the preparation of a VGP, no such activity shall be implemented, unless:

(i) a VGP for such activity has been: (A) prepared in accordance with the requirements of the VGPF and furnished to the Association; (B) disclosed as required by the VGPF; and (C) approved by the Association and publicly disclosed; and

(ii) (A) all measures required to be taken under said VGP prior to the initiation of said activity have been taken; (B) a report, in form and substance satisfactory to the Association, on the status of compliance with the requirements of said VGP has been prepared and furnished to the Association; and (C) the Association has confirmed that the implementation of said activity may be commenced.

2. The Recipient shall not amend or waive, or permit to be waived, any Safeguard Framework or Safeguard Instrument, or any provision of any one thereof, without the prior written approval of the Association.

3. Without limitation to its other reporting obligations under this Agreement and under Section 4.08 of the General Conditions, the Recipient shall include in the Project Reports referred to in Section II.A of this Schedule, adequate information on the implementation of the Safeguard Frameworks and Safeguard Instruments, giving details of: (a) measures taken in furtherance of such Safeguard Frameworks and Safeguard Instruments; (b) conditions, if any, which interfere or threaten to interfere with the smooth implementation of such Safeguard Frameworks and Safeguard Instruments; and (c) remedial measures taken or required to be taken to address such conditions and to ensure the continued efficient and effective implementation of such Safeguard Frameworks and Safeguard Instruments.

4. In the event of a conflict between the provisions of any of the Safeguard Frameworks and Safeguard Instruments and the provisions of this Agreement, the provisions of this Agreement shall prevail.”

4. Paragraph 2 of Section IV.B of Schedule 2 is amended to read as follows:

“2. The Closing Date is December 31, 2019.”
5. The definition of the term "Community Cash Transfer Management Committee(s)" in paragraph 7 of the Appendix is amended to read as follows:

"7. "Community Management Committee(s)" means the community management committee(s) referred to in Section I.A.3(b)(iv) and (v) of this Agreement."

6. The definition of the term "Community Public Works Management Committee(s)" in paragraph 8 of the Appendix is deleted in its entirety, and the subsequent paragraphs are renumbered accordingly.

7. The definition of the term "Indigenous Peoples' Plan" or "IPP" in renumbered paragraph 15 (originally paragraph 16) of the Appendix is deleted in its entirety, and the subsequent paragraphs are renumbered accordingly.

8. The definition of the term "IPPF" in renumbered paragraph 15 (originally paragraph 17) of the Appendix is deleted in its entirety, and the subsequent paragraphs are renumbered accordingly.

9. The definition of the term "Memorandum of Understanding" or "MOU" in renumbered paragraph 25 (originally paragraph 28) of the Appendix is amended to read as follows:

"25. "Memorandum of Understanding" or "MOU" means, in respect of each activity under the Project as set forth in Schedule 2, Section I.D and I.E of this Agreement, the memorandum between the Recipient and a PAA."

10. The definition of the term "Safeguard Framework" in renumbered paragraph 42 (originally paragraph 45) of the Appendix is amended to read as follows:

"43. "Safeguard Framework" means the ESMF, VGP, or RPF, as the context may require; and "Safeguard Frameworks" means collectively, all of said frameworks."

11. The definition of the term "Safeguard Instrument" in renumbered paragraph 43 (originally paragraph 46) of the Appendix is amended to read as follows:

"44. "Safeguard Instrument" means an EMP, VGP or RAP as the context may require; and "Safeguard Instruments" means collectively all such plans."

12. A new paragraph 52 is inserted in the Appendix with the following definition of "Vulnerable Group Plan" or "VGP", and the subsequent paragraphs are renumbered accordingly:

"53. "Vulnerable Group Plan" or "VGP" means a plan, to be prepared by the Recipient pursuant to the requirements of the Vulnerable Groups Planning Framework, which sets out measures or actions to be undertaken to ensure
that vulnerable groups under the Project receive appropriate benefits from
the Project and avoid, and otherwise reduce, mitigate and offset adverse
impacts of the implementation of the Project on such vulnerable groups,
as said plan may be amended from time to time with prior written
agreement of the Association.”

13. A new paragraph 53 is inserted in the Appendix with the following definition of
“Vulnerable Groups Planning Framework” or “VGPF”, and the subsequent
paragraphs are renumbered accordingly:

“54. “Vulnerable Groups Planning Framework” or “VGPF” means the
Framework, dated April 22, 2016, adopted by the Recipient, disclosed in
the Recipient’s country on April 25, 2016, and in the Association’s
Infoshop on April 25, 2016, identifying and assessing the potential social
impacts of the Project, evaluating alternatives, and proposing appropriate
mitigation, grievance redress, management, and monitoring measures,
defining specific measures to be implemented for vulnerable groups,
through free, prior, and informed consultations and broad community
support, in order to protect them and ensure that they receive appropriate
benefits under the Project, as the said plan may be amended and/or
supplemented from time to time with the prior written consent of the
Association, and such term includes any schedules to such document.”
### SCHEDULE 3

**Repayment Schedule**

<table>
<thead>
<tr>
<th>Date Payment Due</th>
<th>Principal Amount of the Credit repayable (expressed as a percentage)*</th>
</tr>
</thead>
<tbody>
<tr>
<td>On each May 1 and November 1, commencing November 1, 2022, to and including May 1, 2054</td>
<td>1.5625%</td>
</tr>
</tbody>
</table>

* The percentages represent the percentage of the principal amount of the Credit to be repaid, except as the Association may otherwise specify pursuant to Section 3.03 (b) of the General Conditions.
APPENDIX

Definitions

1. "Annual Work Plan and Budget" means the work plan and budget prepared annually by the Recipient in accordance with Section I.B.2 of Schedule 2 to this Agreement.


3. "Beneficiary" means a household which is eligible to benefit under the Safety Net Program and/or the Public Works Program and/or the Livelihood Enhancement Program, and is duly registered for the purpose; and "Beneficiaries" means, collectively, all such households.

4. "Cash Benefits" means the cash benefits to be made to Beneficiaries under the Livelihood Enhancement Program and referred to in Part I(b)(ii) of Schedule I to this Agreement.

5. "Cash Transfers" means the conditional cash transfers to be made to Beneficiaries under the Safety Net Program and referred to in Part I(a)(i) of Schedule I to this Agreement.

6. "Category" means a category set forth in the table in Section IV of Schedule 2 to this Agreement.

7. "Community Management Committee(s)" means the community management committee(s) referred to in Section I.A.3(b)(iv) and (v) of this Agreement.


9. "Displaced Persons" means persons who, on account of the execution of the Project would suffer direct economic and social impacts resulting in: (i) relocation or loss of shelter; (ii) loss of assets or access to assets; (iii) loss of income sources or means of livelihood, whether or not the affected persons must move to another location; and (iv) adverse impacts on the livelihoods of the displaced persons.

10. "Environmental Management Plan" or "EMP" means an environmental management plan, prepared in accordance with the ESMF and the provisions of Section I.G.1 (a) of Schedule 2 to this Agreement for the purposes of a Subproject and acceptable to the Association.
11. “ESMF” means the Environmental and Social Management Framework of the Recipient dated November 12, 2011, and disclosed on November 15, 2011, setting forth the modalities for environmental screening and procedures for the preparation and implementation of environmental assessments and management plans under the Project, as such framework may be amended from time to time with prior written agreement of the Association, and such term includes all schedules and annexes to the ESMF.

12. “Fiscal Year” means the fiscal year of the Recipient, starting July 1 and ending June 30 of the following year.


14. “Grant Recipient” means a PAA, to which the Recipient proposes to make or has made a PWP Grant for a Subproject.

15. “Labor Payments” means the wages to be made to Beneficiaries for carrying out Subprojects under the Public Works Program and referred to in Part 1(a)(ii)(A) of Schedule 1 to this Agreement.

16. “LG Act” means the Recipient’s Local Government (District Authorities) Act CAP 287 of the Laws of the Recipient, as amended, or the Recipient’s Local Government (Urban Authorities) Act CAP 288 of the Laws of the Recipient, as amended, either individually or collectively, as the case may be, as the same may be further amended from time to time.

17. “LGA Director” means the Recipient’s director referred to in Section I.A.3(b)(i) of Schedule 2 to this Agreement and in relation to any council, the LGA Director appointed for said council.

18. “LGA Finance Committee” means the Recipient’s committee referred to in Section I.A.3 (b) (ii) of Schedule 2 to this Agreement, established and operating pursuant to the respective LG Act.

19. “Livelihood Enhancement Program” or “LEP” means the program to be implemented under Part 1(b)(ii) of the Project.

20. “Local Government Authority” or “LGA” means the Recipient’s district authority or urban authority established pursuant to the respective LG Act, as applicable to Mainland Tanzania.

21. “Mainland Tanzania” means the whole of the territory of the Recipient which formally was the territory of the Republic of Tanganyika.
22. "Memorandum of Understanding" or "MOU" means, in respect of each activity under the Project as set forth in Schedule 2, Section I.D, I.E. and I.F of this Agreement, the memorandum between the Recipient and a PAA.

23. "MT" means the Recipient’s committee referred to in Section I.A.3(b)(iii) of Schedule 2 to this Agreement. Where the term "MT" is used in this Agreement for purposes of Mainland Tanzania, it shall be deemed to apply equally to the equivalent administrative institution(s) in Zanzibar.

24. “National Steering Committee” or “NSC” means the Recipient’s committee referred to in Section I.A.1 of Schedule 2 to this Agreement.

25. “Office of the President” means the Recipient’s Office of the President.

26. “Office of the Second Vice President” means the Recipient’s Office of the Second Vice President.

27. “Operating Costs” means the incremental expenses incurred on account of Project implementation, based on the Annual Work Plan and Budget approved by the Association pursuant to Section I.B.2 of Schedule 2 to this Agreement, on account of office equipment and supplies, vehicle operation and maintenance, fuel, maintenance of equipment, communication and insurance costs, office administration costs, bank charges, advertising expenses, utilities, rental, consumables, accommodation, travel, per diem, and salaries of selected support staff, but excluding salaries of the Recipient’s civil servants.


29. “Original Project” means the Project described in Schedule 1 to the Original Financing Agreement.

30. “Principal Secretary” means the office of the Principal Secretary within the Office of the Second Vice President, or any successor thereto.


32. “Procurement Plan” means the Recipient’s procurement plan for the Project, dated May 5, 2016, and referred to in paragraph 1.18 of the Procurement Guidelines and paragraph 1.25 of the Consultant Guidelines, as the same shall be updated from time to time in accordance with the provisions of said paragraphs.
33. "Program" means the Recipient's program of actions, objectives and policies aimed at reducing extreme poverty and food insecurity by consolidating social safety net interventions to provide poor families with predictable sources of income as well as incentives to invest in the human capital of their children, as set forth in the Recipient's letter dated February 13, 2012, to the Association.

34. "Project Area Authorities" or "PAAs" means, in the case of Mainland Tanzania, the LGAs, and in the case of Zanzibar, the Zanzibar Administrative Authority.

35. "Project Manual" or "PM" means the Recipient's manual for the Project to be revised and updated in accordance with the provisions of Section 1.B.1 of Schedule 2 to this Agreement, and consisting of: (a) an operational manual, including environmental and social safeguards arrangements; (b) a financial management manual; (c) a procurement handbook; (d) a cash transfers handbook; (e) a public works handbook; (f) a livelihood enhancement handbook; (g) an administrative handbook setting forth the detailed policies and procedures on administration of said program; and (h) the guidelines for community participation in procurement, as such manual may be amended from time-to-time with the prior written agreement of the Association, and such term includes any schedules thereto.

36. "Public Works Program" or "PWP" means the program to be implemented under Part 1(a)(ii) of the Project.

37. "Public Works Program Grant" or "PWP Grant" means a grant made or proposed to be made to a Grant Recipient by the Recipient out of the proceeds of the Financing to assist in financing a Subproject.

38. "Resettlement Action Plan" or "RAP" means in respect of any Subproject involving resettlement, a resettlement plan for such Subproject prepared and implemented in accordance with the RPF and the provisions of Section 1.G.1(b) of Schedule 2 to this Agreement and approved by the Association.

39. "Resettlement Policy Framework" or "RPF" means the Resettlement Policy Framework of the Recipient dated January 16, 2012, and disclosed on January 18, 2012, setting forth the modalities for resettlement and compensation of Displaced Persons under the Project, as the same may be amended from time to time with the prior written agreement of the Association.

40. "Respective PAA Level Activities" means for a given PAA, the activities under the Project within said PAA's jurisdiction.

41. "Safeguard Framework" means the ESMF, VGPF, or RPF, as the context may require; and "Safeguard Frameworks" means collectively, all of said frameworks.
42. “Safeguard Instrument” means an EMP, VGP or RAP as the context may require; and “Safeguard Instruments” means collectively all such plans.

43. “Safety Net Program” or “SNP” means the program to be implemented under Part 1(a)(i) of the Project.

44. “Steering Committee” means the steering committee to be established pursuant to the MOU.

45. “Subproject” means a specific development activity or project to be carried out by a Grant Recipient under the Public Works Program, utilizing the proceeds of a PWP Grant.

46. “TASAF” means the Tanzania Social Action Fund established to spearhead community-driven development.

47. “TASAF Management Unit” or “TMU” means the unit established within the Recipient’s Office of the President to carry out the Project and referred to in Section I.A.2 of Schedule 2 to this Agreement.

48. “Training” means the cost associated with the training, workshops, study tours and exchange visits, based on the Annual Work Plan and Budget approved by the Association pursuant to Section I.B.2 of Schedule 2 to this Agreement, for reasonable expenditures (other than expenditures for consultants’ services), including: (i) travel, room, board and per diem expenditures incurred by trainers and trainees in connection with their training and by non-consultant training facilitators; (ii) course fees; (iii) training facility rentals; and (iv) training material preparation, acquisition, reproduction and distribution expenses.

49. “Village” means a village registered as such pursuant to the provisions of the Recipient’s Local Government (District Authorities) Act CAP 287 of the Recipient’s Laws, as amended, representing a designated area and population in Mainland Tanzania and “Villages” means, collectively, all such villages. Where the term “Village” or “Villages”, respectively, is used in this Agreement for purposes of Mainland Tanzania, it shall be deemed to apply to administrative areas referred to as “Shehia” or “Shehias” in Zanzibar.

50. “Village Council” means the council established for a Village pursuant to the provisions of Section 25 of the LG Act CAP 287 of the Laws of the Recipient. Where the term “Village Council” is used in this Agreement, for purposes of Mainland Tanzania, it shall be deemed to apply to the “Shehia advisory council”, as the case may be.

51. “Vulnerable Group Plan” or “VGP” means a plan, to be prepared by the Recipient pursuant to the requirements of the Vulnerable Groups Planning Framework,
which sets out measures or actions to be undertaken to ensure that vulnerable groups under the Project receive appropriate benefits from the Project and avoid, and otherwise reduce, mitigate and offset adverse impacts of the implementation of the Project on such vulnerable groups, as said plan may be amended from time to time with prior written agreement of the Association.

52. “Vulnerable Groups Planning Framework” or “VGPF” means the Framework, dated April 22, 2016, adopted by the Recipient, disclosed in the Recipient’s country on April 25, 2016, and in the Association’s Infoshop on April 25, 2016, identifying and assessing the potential social impacts of the Project, evaluating alternatives, and proposing appropriate mitigation, grievance redress, management, and monitoring measures, defining specific measures to be implemented for vulnerable groups, through free, prior, and informed consultations and broad community support, in order to protect them and ensure that they receive appropriate benefits under the Project, as the said plan may be amended and/or supplemented from time to time with the prior written consent of the Association, and such term includes any schedules to such document.


54. “Zanzibar” means for the purposes of this Agreement, Tanzania Zanzibar which is the whole of the territory of the Recipient which formerly was the territory of the People’s Republic of Zanzibar and which was previously referred to as “Tanzania Visiwani”.

55. “Zanzibar Administrative Authority” means, for the purposes of this Agreement, the administrative authority responsible for Pemba and Unguja islands within the Recipient’s territory.