
Additional Instructions: Disbursement Letter

Excellency,

I refer to the Advance Agreement ("Agreement") between the Republic of Haiti ("Recipient") and the International Development Association ("World Bank") for the preparation of the above-referenced Project, dated September 16, 2012. The Agreement provides that the World Bank may issue additional instructions regarding the withdrawal of the proceeds of Project Preparation Advance No. Q8350 ("PPA"). This letter ("Disbursement Letter"), as revised from time to time, constitutes the additional instructions.

The attached World Bank Disbursement Guidelines for Projects, dated May 1, 2006, ("Disbursement Guidelines") (Attachment 1), are an integral part of the Disbursement Letter. The manner in which the provisions in the Disbursement Guidelines apply to the PPA is specified below. Sections and subsections in parentheses below refer to the relevant sections and subsections in the Disbursement Guidelines and, unless otherwise defined in this letter, the capitalized terms used have the meanings ascribed to them in the Disbursement Guidelines.

I. Disbursement Arrangements

(i) Disbursement Methods (section 2). The following Disbursement Methods may be used under the PPA:

- Reimbursement
- Advance
- Direct Payment
- Special Commitment

(ii) Disbursement Deadline Date (subsection 3.7). The Disbursement Deadline Date is the Refinancing Date specified in the Agreement. Any changes to this date will be notified by the World Bank.

(iii) Disbursement Conditions (subsection 3.8). Please refer to the Disbursement Condition(s) in Section 3.02 of the Annex to the Agreement.
II. Withdrawal of PPA Proceeds

(i) Authorized Signatures (subsection 3.1). An authorized signatory letter in the Form attached (Attachment 2) should be furnished to the World Bank at the address indicated below providing the name(s) and specimen signature(s) of the official(s) authorized to sign Applications:

The World Bank
181 H Street, N. W.
Washington, DC 20433
United States of America
Attention: Alexandre V. Abrantes
Special Envoy to Haiti
Latin America and the Caribbean Region

(ii) Applications (subsections 3.2 - 3.3). Please provide completed and signed (a) applications for withdrawal, together with supporting documents, and (b) applications for special commitments, together with a copy of the commercial bank letter of credit, to the address indicated below:

Banco Mundial
Setor Comercial Norte,
Quadra 02, Lote A
Edificio Corporate Finance Center
7º andar
70712-900 Brasilia, D.F.
Brazil
Attention: Loan Department

(iii) Electronic Delivery (subsection 3.4). The World Bank may permit the Recipient to electronically deliver to the World Bank Applications (with supporting documents) through the World Bank’s Client Connection, web-based portal. The option to deliver Applications to the World Bank by electronic means may be effected if: (a) the Recipient has designated in writing, pursuant to the terms of subparagraph (i) of this Section, its officials who are authorized to sign and deliver Applications and to receive secure identification devices (“Tokens”) from the World Bank for the purpose of delivering such Applications by electronic means; and (b) all such officials designated by the Recipient have registered as users of Client Connection. If the World Bank agrees, the World Bank will provide the Recipient with Tokens for the designated officials. Following which, the designated officials may deliver Applications electronically by completing Form 2380, which is accessible through Client Connection (https://clientconnection.worldbank.org). The Recipient may continue to exercise the option of preparing and delivering Applications in paper form. The World Bank reserves the right and may, in its sole discretion, temporarily or permanently disallow the electronic delivery of Applications by the Recipient.

(iv) Terms and Conditions of Use of Tokens to Process Applications. By designating officials to accept Tokens 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 Devices in connection with Use of Electronic Means to Process Applications and Supporting Documentation (“Terms and Conditions of Use of Tokens”) provided in Attachment 3; and (b) to deliver the Terms and Conditions of Use of Tokens to each such official and to cause such official to abide by those terms and conditions.
(v) Minimum Value of Applications (subsection 3.5). The Minimum Value of Applications United States Dollars (USD) $ 80,000.

(vi) Advances (sections 5 and 6).

- **Type of Designated Account (subsection 5.3):** Segregated.
- **Currency of Designated Account (subsection 5.4):** United States Dollars (USD).
- **Financial Institution at which the Designated Account Will Be Opened (subsection 5.5):** BRH - Banque de la République d’Haïti .
- **Ceiling (subsection 6.1):** USD $ 400,000.

### III. Reporting on Use of PPA Proceeds

(i) **Supporting Documentation (section 4).** Supporting documentation should be provided with each application for withdrawal as set out below:

- **For reporting eligible expenditures paid from the Designated Account:**
  
  o Records evidencing eligible expenditures (e.g., copies of receipts, supplier invoices) for (1) payments for Goods for contracts valued at USD $150,000 equivalent or more; (2) payments for Consulting Firms for contracts valued at USD $100,000 equivalent or more; and (3) payments for Individual Consultant services against contracts valued at USD $50,000 equivalent or more (Attachment 4A);

  o Statement of Expenditure in the form attached (Attachment 4B) for all other expenditures/contracts below the thresholds indicated in the previous subparagraph, and for Non-consulting services, Training and Operating Cost;

  o List of payments against contracts that are subject to the World Bank’s prior review, in the form attached (Attachment 5); and

  o An activity reconciliation statement (Attachment 6) and bank statement for Designated Account should be submitted with each withdrawal application reporting on the use of financing proceeds.

- **For requests for Reimbursement:**

  o Records evidencing eligible expenditures (e.g., copies of receipts, supplier invoices) for (1) payments for Goods for contracts valued at USD $150,000 equivalent or more; (2) payments for Consulting Firms for contracts valued at USD $100,000 equivalent or more; and (3) payments for Individual Consultant services against contracts valued at USD $50,000 equivalent or more (Attachment 4A);

  o Statement of Expenditure in the form attached (Attachment 4B) for all other expenditures/contracts below the thresholds indicated in the previous subparagraph, and for Non-consulting services, Training and Operating Cost; and
- List of payments against contracts that are subject to the World Bank’s prior review, in the form attached (Attachment 5).

- **For requests for Direct Payment**: records evidencing eligible expenditures, e.g., copies of receipts, supplier invoices.

**(ii) Frequency of Reporting Eligible Expenditures Paid from the Designated Account (subsection 6.3).**

Minimum frequency: **Quarterly**.

**IV. Other Important Information**


If you have not already done so, the World Bank recommends that you register as a user of the Client Connection website ([https://clientconnection.worldbank.org](https://clientconnection.worldbank.org)). From this website you will be able to prepare and deliver Applications, monitor the near real-time status of the PPA, and retrieve related policy, financial, and procurement information. All Recipient officials authorized to sign and deliver Applications by electronic means are required to register with Client Connection before electronic delivery can be effected. For more information about the website and registration arrangements, please contact the World Bank by email at <clientconnection@worldbank.org>.

If you have any queries in relation to the above, please contact Victor Ordonez, Finance Officer at vcondo@worldbank.org using the above reference.

Yours sincerely,

[Signature]

Alexandre V. Abrantes
Special Envoy to Haiti
Latin America and the Caribbean Region
Attachments

1 - World Bank Disbursement Guidelines for Projects, dated May 1, 2006
2 - Form for Authorized Signatures
3 - Terms and Conditions of Use of Secure Identification Devices in connection with Use of Electronic Means to Process Applications and Supporting Documentation, dated January 20, 2010
4A - Form of Statement of Expenditure with supporting documents (above SOE thresholds)
4B - Form of Statement of Expenditure without supporting documents (below SOE thresholds)
5 - Form of Payments Against Contracts Subject to the World Bank’s Prior Review
6 - Format of Activity Reconciliation Statement for Designated Account
Cc with copies:
S.E.M Jacques Rousseau
Ministre des Travaux Publics, des Transports, de l’Energie et de la Communication
Ministère des Travaux Publics, des Transports, de l’Energie et de la Communication
Laboratoire national des Bâtiments et Travaux Publics
Delmas 33, Rue Louverture
Port au Prince, Haiti

S.E.M René Jean Jumeau
Ministre Délégué à la Sécurité Énergétique
Primature
Boulevard H. Truman
Port au Prince, Haiti

Mme. Andress Appolon
Directrice Générale
Electricité d’Haïti (EDH)
Angle Rue Chareron et H. Truman
Port au Prince, Haiti