Ms. Anca Dana Dragu  
Minister of Public Finance  
Bucharest, Romania  

Subject: Romania: Integrated Nutrient Pollution Control Project  
(Loan No. 4873-RO and GEF Grant No. TF058040-RO)  
Amendment to the Loan and GEF Grant Agreements  

Dear Ms. Minister:

We refer to: (a) (i) the loan agreement between Romania (the Borrower or the Recipient, as the case may be) and the International Bank for Reconstruction and Development (the Bank) dated December 28, 2007, as amended (the Loan Agreement); (ii) the grant agreement between the Recipient and the Bank dated December 28, 2007 (the GEF Grant Agreement) as amended, and (iii) the additional financing agreement between the Borrower and the Bank, dated April 14, 2016 (the Additional Financing Agreement), all for the above-referenced Project; and (b) to your letters dated April 7, 2015 and subsequent conversations between the Borrower/Recipient and the Bank requesting to amend the Loan Agreement and the GEF Grant Agreement in order to incorporate in these agreements the pertinent provisions set forth in the Additional Financing Agreement.

We are pleased to inform you that after due consideration, the Bank has agreed with your request, and accordingly, proposes to amend the Loan Agreement and the GEF Grant Agreement as follows:

1. All references in the Loan Agreement and the GEF Grant Agreement to: (a) the “Ministry of Economy and Finance” are replaced by “Ministry of Public Finance”; and (b) the “Ministry of Environment and Sustainable Development” and “MESD” are hereby replaced by “Ministry of Environment, Waters and Forests” and “MEWF” respectively.

2. Schedule 1 of the Loan Agreement and the GEF Grant Agreement are hereby amended to read in their entirety as set forth in Annex 1 and Annex 2 to this Amendment Letter, respectively.

3. Section 1.D of Schedule 2 to the Loan Agreement and the GEF Grant Agreement are hereby amended to read in their entirety as set forth in Section 1.B of Schedule 2 to the Additional Financing Agreement).
4. Section I.E of Schedule 2 to the Loan Agreement and Section I.C of Schedule 2 to the GEF Grant Agreement are hereby amended to read in their entirety as set forth in Section I.C of Schedule 2 to the Additional Financing Agreement.

5. Sections I.H and I.I are hereby added to Schedule 2 to the Loan Agreement, and Sections I.G and I.H are hereby added to Schedule 2 to the GEF Grant Agreement, to read in their entirety as set forth in Section I.D and I.E of Schedule 2 to the Additional Financing Agreement.

6. Section III.A of Schedule 2 to the Loan Agreement and GEF Grant Agreement are hereby amended to read as follows:

Section III. Procurement

A. General

1. **Goods and Works.** All goods and works required for the Project and to be financed out of the proceeds of the Grant: (a) for which the procurement process has started before the Effective Date of the Additional Financing Agreement, shall be procured in accordance with the requirements set forth or referred to in Section I of the Procurement Guidelines of 2004 and with the provisions of this Schedule; and (b) for which the procurement process starts after the Effective Date of the Additional Financing Agreement, shall be procured in accordance with the requirements set forth or referred to in Section I of the Procurement Guidelines of 2014 and with the provisions of this Schedule.

2. **Consultants' Services.** All consultants' services required for the Project and to be financed out of the proceeds of the Grant: (a) for which the procurement process has started before the Effective Date of the Additional Financing Agreement, shall be procured in accordance with the requirements set forth or referred to in Sections I and IV of the Consultant Guidelines of 2004 and with the provisions of this Schedule; and (b) for which the procurement process starts after the Effective Date of the Additional Financing Agreement, shall be procured in accordance with the requirements set forth or referred to in Sections I and IV of the Consultant Guidelines of 2014 and with the provisions of this Schedule.

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

7. The tables in Section IV.A.2 of Schedule 2 to the Loan agreement and the GEF Agreement are hereby amended to read in their entirety as set forth in Annex 3 and Annex 4 to this Amendment Letter, respectively.

8. Section IV.A.3 of Schedule 2 to the Loan Agreement and the GEF Grant Agreement are hereby deleted.

9. Section I of the Appendix to the Loan Agreement and the GEF Grant Agreement are hereby amended as follows:

(a) The following definitions are added and placed in alphabetical order to read as follows:

“Additional Financing Agreement” means the agreement entered into between the Borrower and the Bank, dated April 14, 2014, providing additional financing for the Project.

“Code of Good Agricultural Practices” means the Borrower’s documents elaborated according to the EU Nitrates Directive requirements and containing agricultural practices that would be implemented by farmers to prevent the pollution of waters by nitrates from agricultural sources, as said code may be amended and updated from time to time in a manner acceptable to the Bank.

“Incremental Operating Costs” means the incremental operating costs incurred by the PMU on account of Project implementation, comprising: office rent, office maintenance (including utilities) and supplies; fuel and vehicle maintenance and insurance, staff travel (field trips, accommodation, per diem) and salaries for PMU staff; bid advertisements, translation costs and communications costs, banking charges, and other expenditures agreed between the Borrower and the Bank.

“MEWF” means the Ministry of Environment, Waters and Forests of the Borrower, or any successor thereto.

“Training” means expenditures incurred on the account of the training activities under the Project and includes trainees’ fees, transportation costs for trainees and trainers, per diem and accommodation for trainees and trainers and cost for translation, interpretation, training materials and related supplies, rental of facilities and equipment, and event logistics.

(b) The following definitions are amended to read in their entirety as follows:

“Beneficiary” means a local community or local community association, all in the Borrower’s territory, eligible for a Sub-project in accordance with the eligibility criteria specified in the Operational Manual.

“Consultant Guidelines” means the Consultant Guidelines of 2004, or the Consultant Guidelines of 2014, as the case may be.


“EMP” means the Borrower’s Environmental Management Plan acceptable to the Bank and disclosed locally on December 3, 2015 and on Infoshop on December 3, 2015 which contains, inter alia, the guidelines for the carrying out of environmental assessments and
for the preparation and implementation of site-specific environmental management plans, as well as the environmental protection measures in respect of the Project, including measures for identification of existing environmental conditions and potential direct and indirect environmental impacts from the carrying out of the Project, including Subprojects, recommendation of mitigation measures for each negative impact identified, as well as measures for enhancing each identified positive impact and parties responsible for monitoring of construction and operational impacts, as the same may be amended from time to time in a manner acceptable to the Bank.

"Operational Manual" means the Borrower’s manual satisfactory to the Bank, set forth in Section I.B1(a) of Schedule 2 to this Agreement, as the same may be amended from time to time in a manner acceptable to the Bank.

"PMU" means the Project Management Unit within MEWF or any legal successor thereto satisfactory to the Bank.

"Procurement Guidelines" means the Procurement Guidelines of 2004, or the Procurement Guidelines of 2014, as the case may be.

"Procurement Guidelines of 2004" means the "Guidelines for Procurement under IBRD Loans and IDA Credits" published by the Bank in May 2004.


"Sub-project" means an activity or a group of activities referred to under Part I of the Project.

(c) The "Selected Counties", "MARD" and "MESD" definitions are hereby deleted (and the rest of the definitions are renumbered accordingly to maintain alphabetical order).

10. Section II of the Appendix to the Loan Agreement is hereby amended to add new paragraphs 4, 5 and 6 to read as follows:

4. The first paragraph of Section 7.02 is hereby amended to read as follows:

If any of the events specified in paragraphs (a) through (m) of this Section occurs and is continuing, the Bank may, by notice to the Loan Parties, suspend in whole or in part the right of the Borrower to make withdrawals from the Loan Account. Such suspension shall continue until the event (or events) which gave rise to the suspension has (or have) ceased to exist, unless the Bank has notified the Loan Parties that such right to make withdrawals has been restored.

5. New paragraphs (l) and (m) are hereby included to Section 7.02 to read as follows:

(l) Fraud and Corruption. At any time, the Bank determines that any representative of the Guarantor or the Borrower or the Project Implementing Entity (or any other recipient of any of the proceeds of the Loan) has engaged in corrupt, fraudulent or coercive or collusive practices in connection with the use of the proceeds of the Loan, without the Guarantor or
the Borrower or the Project Implementing Entity (or any other such recipient) having taken timely and appropriate action satisfactory to the Bank to address such practices when they occur.

(m) **Ineligibility.** The Bank or the Association has declared the Borrower (other than the Member Country) or the Project Implementing Entity ineligible to receive proceeds of any financing made by the Bank or the Association or otherwise to participate in the preparation or implementation of any project financed in whole or in part by the Bank or the Association, as a result of: (i) a determination by the Bank or the Association that the Borrower or the Project Implementing Entity has engaged in fraudulent, corrupt, coercive or collusive practices in connection with the use of the proceeds of any financing made by the Bank or the Association; and/or (ii) a declaration by another financier that the Borrower or the Project Implementing Entity is ineligible to receive proceeds of any financing made by such financier or otherwise to participate in the preparation or implementation of any project financed in whole or in part by such financier as a result of a determination by such financier that the Borrower or the Project Implementing Entity has engaged in fraudulent, corrupt, coercive or collusive practices in connection with the use of the proceeds of any financing made by such financier.

6. Section 7.03(c) is hereby amended to read as follows:

(c) Fraud; and Corruption. At any time, the Bank: (i) determines, with respect to any amount of the proceeds of the Loan, that corrupt, fraudulent, collusive or coercive practices were engaged in by representatives of the Guarantor or the Borrower or the Project Implementing Entity (or other recipient of the proceeds of the Loan) without the Guarantor, the Borrower or the Project Implementing Entity (or other recipient of the proceeds of the Loan) having taken timely and appropriate action satisfactory to the Bank to address such practices when they occur.

11. Section 1.01 of the GEF Grant Agreement is hereby amended to read as follows:

1.01 The Standard Conditions for Grants Made by the Bank Out of Various Funds, dated July 20, 2006 ("Standard Conditions"), with the modifications set forth in Section II of the Appendix to this Agreement, constitute an integral part of this Agreement.

12. The Appendix to the GEF Grant Agreement is hereby amended to add new Section II to read as follows:

Section II. Modification to the Standard Conditions:

The modifications to the Standard Conditions are as follows:

1. New paragraphs (j) and (k) are hereby included to Section 4.02 to read as follows:

(j) Fraud and Corruption. At any time, the World Bank determines that any representative of the Recipient (or the Member Country, if the Recipient is not the Member Country, or any other recipient of any of the proceeds of the Grant) has engaged in corrupt, fraudulent, coercive or collusive practices in connection with the use of the proceeds of the Grant, without the Recipient (or the Member Country or any other such recipient) having taken
timely and appropriate action satisfactory to the World Bank to address such practices when they occur.

(k) **Ineligibility.** IBRD or IDA has declared the Recipient (other than the Member Country) ineligible to receive proceeds of any financing made by IBRD or IDA or otherwise to participate in the preparation or implementation of any project financed in whole or in part by IBRD or IDA, as a result of: (i) a determination by IBRD or IDA that the Recipient has engaged in fraudulent, corrupt, coercive or collusive practices in connection with the use of the proceeds of any financing made by IBRD or IDA; and/or (ii) a declaration by another financier that the Recipient is ineligible to receive proceeds of any financing made by such financier or otherwise to participate in the preparation or implementation of any project financed in whole or in part by such financier as a result of a determination by such financier that the Recipient has engaged in fraudulent, corrupt, coercive or collusive practices in connection with the use of the proceeds of any financing made by such financier.

2. Section 4.03(c) is hereby amended to read as follows:

(c) **(i) Fraud and Corruption.** At any time, the World Bank determines, with respect to any amount of the proceeds of the Grant, that corrupt, fraudulent, collusive or coercive practices were engaged in by representatives of the Recipient (or the Member Country, if the Recipient is not the Member Country, or any other recipient of the proceeds of the Grant), without the Recipient (or the Member Country or other recipient of the proceeds of the Grant) having taken timely and appropriate action satisfactory to the World Bank to address such practices when they occur.

(ii) **Misprocurement.** At any time, the World Bank: (i) determines that the procurement of any contract to be financed out of the proceeds of the Grant is inconsistent with the procedures set forth or referred to in the Grant Agreement; and (ii) establishes the amount of expenditures under such contract which would otherwise have been eligible for financing out of the proceeds of the Grant.

All other terms of the Loan Agreement and GEF Agreement shall remain the same.

Please confirm your agreement with the foregoing amendment by signing and dating this letter in the spaces provided below. This Amendment Letter shall be executed in two counterparts each of which shall be an original and one of which shall be returned to us.
The provisions set forth in this Amendment Letter will become effective once: (i) the Bank has received a countersigned original of this Amendment Letter; and (ii) all the conditions of effectiveness of the Additional Financing Agreement have been met. Upon compliance with the above mentioned conditions, the Bank will send a notice of effectiveness to the Borrower/Recipient.

Very truly yours,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

Cyril Muller  
Regional Vice President  
Europe and Central Asia

CONFIRMED AND AGREED:

ROMANIA

By: [Signature]  
Authorized Representative

Name: ANCA DANA DRAGU

Title: MINISTER OF PUBLIC FINANCE

Date: APRIL 14, 2016
Annex 1

SCHEDULE 1

Project Description

Section I. Project Description.

The objective of the Project is to support the Borrower towards meeting EU Nitrate Directive requirements at a national scale.

The Project consists of the following parts:

Part I: Investments in Local Communities to Reduce Nutrient Pollution.

Implementation of Sub-projects proposed by Beneficiaries in any of the areas set forth in the Operational Manual, including the following: (i) developing local community storage, composting and handling systems, packing/pelleting stations and biogas facilities, all to promote better management of livestock and household waste; (ii) planting of vegetative buffer strips and the rehabilitation of small areas of communal pastureland, including tree planting and afforestation; (iii) sewage and wastewater treatment activities; (iv) provision of equipment to upgrade the existing manure storage and/or composting facilities; (v) promotion of the adoption by the farmers of the improved nutrient management practices set forth in the Code of Good Agricultural Practices; and (vi) testing and demonstrating the feasibility of biogas and energy co-generation of manure and organic household waste through anaerobic digestion.

Part II: Institutional Strengthening and Capacity Building.

1. Provision of support to review the existing legislation on water and soil protection in order to adapt it to EU regulations related to EU Nitrates Directive and EU Water Framework Directives, with an emphasis on clarifying implementation and coordination responsibilities across agencies.

2. Providing support to:

(a) ANAR to:

(i) lead inter-agency working groups at the river basin and county level for the EU Nitrates Directive; and

(ii) monitor and report to the MEWF and EU on the quality of surface water and groundwater under the EU Nitrates Directive and the EU Water Framework Directive, through inter alia:

(A) the completion of the construction and equipment of ANAR’s training facility;

(B) the acquisition of equipment for groundwater wells and mobile and in-situ sampling equipment;

(C) the construction of groundwater wells;
the acquisition of laboratory equipment and related software; and

the provision of technical assistance for, *inter alia*, the carrying out of studies and the development of software; and

(b) institutions represented in the Inter-Ministerial Committee for Application of the EU Nitrates Directive (ICA).

3. Carrying out of a comprehensive training program for the staff of the relevant national, regional and county level agencies on monitoring, control and reporting under the EU Nitrates Directive and EU Water Framework Directive.

4. Carrying out training activities for Beneficiaries to enable them to access EU funds, including preparation, implementation and management of projects.

5. Designing and improving the capacity building system able to support the scaling up, at the national level, of the implementation process of the EU Nitrate Directive and EU Water Framework Directive.

6. Providing technical assistance to: (i) update the Code of Good Agricultural Practices and revise action programs; and (ii) carry out activities to promote the adoption by the farmers of the improved nutrient management practices set forth in the Code of Good Agricultural Practices.

7. Developing knowledge and training activities (through providers), and supporting on-farm demonstrations to promote the adoption and compliance by farmers of the Code of Good Agricultural Practices.

**Part III: Public Awareness and Information Support.**

1. Carrying out of public awareness activities at the local, river basin, national and regional levels, including meetings, workshops, field trips, study tours and mass media events and products, to introduce the Project and its benefits, to promote improved rural sanitation in and implementation of good agricultural practices, and to promote replication of the activities under the Project in other counties as well as in other Black Sea riparian countries and EU candidate countries.

2. Providing training and support to potential Beneficiaries during the preparation and implementation of Sub-projects.

**Part IV: Project Management**

Supporting the PMU in connection with Project implementation, monitoring, reporting, evaluation and impact assessment through the provision of: (i) funds for Incremental Operating Costs and for the acquisition of goods (including cars); and (ii) non-consultant services and consultants' services, including *inter alia* audit and social surveys; and (iii) training.
Section II. **Parts of the Project Eligible for Financing out of the Proceeds of the Loan**

The following parts of the Project may be financed out of the proceeds of the Loan:

**Part I: Investments in Local Communities to Reduce Nutrient Pollution.**

Implementation of Sub-projects proposed by Beneficiaries in any of the areas set forth in the Operational Manual, including the following: (i) developing local community storage, and handling systems, all to promote better management of livestock and household waste; (ii) planting of vegetative buffer strips and the rehabilitation of small areas of communal pastureland, including tree planting and afforestation; (iii) sewage and wastewater treatment activities; (iv) promotion of the adoption by the farmers of the improved nutrient management practices set forth in the Code of Good Agricultural Practices; and (v) testing and demonstrating the feasibility of biogas and energy co-generation of manure and organic household waste through anaerobic digestion.

**Part II: Institutional Strengthening and Capacity Building.**

1. Provision of support to review the existing legislation on water and soil protection in order to adapt it to EU regulations related to EU Nitrates Directive and EU Water Framework Directives, with an emphasis on clarifying implementation and coordination responsibilities across agencies.

2. Support to:

   (a) **ANAR to:**

      (i) lead inter-agency working groups at the river basin and county level for the EU Nitrates Directive;

      (ii) monitor and report to the MEWF and EU on the quality of surface water and groundwater under the EU Nitrates Directive and the EU Water Framework Directive, through *inter alia*:

         (A) the completion of the construction and equipment of ANAR’s training facility;

         (B) the acquisition of equipment for groundwater wells and mobile and in-situ sampling equipment;

         (C) the construction of groundwater wells; and

         (D) the acquisition of laboratory equipment; and

   (b) institutions represented in the Inter-Ministerial Committee for Application of the EU Nitrates Directive (ICA).

3. Carrying out of a comprehensive training program for the staff of the relevant national, regional and county level agencies on monitoring, control and reporting under the EU Nitrates Directive and EU Water Framework Directive.
4. Carrying out training activities for the Beneficiaries to enable them to access EU funds, including preparation, implementation and management of projects.

5. Designing and improving the capacity building system able to support the scaling up, at the national level, of the implementation process of the EU Nitrate Directive and EU Water Framework Directive.

Part III: Public Awareness and Information Support.

Carrying out of public awareness activities at the local, river basin, national and regional levels, including meetings, workshops, field trips, study tours and mass media events and products, to introduce the Project and its benefits, to promote improved rural sanitation in and implementation of good agricultural practices, and to promote replication of the activities under the Project in other counties as well as in other Black Sea riparian countries and EU candidate countries.

Part IV: Project Management.

Supporting the PMU in connection with Project implementation, monitoring, reporting, evaluation and impact assessment through the provision of: (i) funds for Incremental Operating Costs and for the acquisition of goods (including cars); and (ii) non-consultant services and consultants’ services, including, *inter alia*, audit and social surveys; and (iii) training.
Annex 2

SCHEDULE 1

Project Description

Section I. Project Description.

The objective of the Project is to support the Recipient towards meeting EU Nitrate Directive requirements at a national scale.

The Project consists of the following parts:

Part I: Investments in Local Communities to Reduce Nutrient Pollution.

Implementation of Sub-projects proposed by Beneficiaries in any of the areas set forth in the Operational Manual, including the following: (i) developing local community storage, composting and handling systems, packing/pelleting stations and biogas facilities, all to promote better management of livestock and household waste; (ii) planting of vegetative buffer strips and the rehabilitation of small areas of communal pastureland, including tree planting and afforestation; (iii) sewage and wastewater treatment activities; (iv) provision of equipment to upgrade the existing manure storage and/or composting facilities; (v) promotion of the adoption by the farmers of the improved nutrient management practices set forth in the Code of Good Agricultural Practices; and (vi) testing and demonstrating the feasibility of biogas and energy co-generation of manure and organic household waste through anaerobic digestion.

Part II: Institutional Strengthening and Capacity Building.

1. Provision of support to review the existing legislation on water and soil protection in order to adapt it to EU regulations related to EU Nitrate Directive and EU Water Framework Directives, with an emphasis on clarifying implementation and coordination responsibilities across agencies.

2. Providing support to:

(a) ANAR to:

   (i) lead inter-agency working groups at the river basin and county level for the EU Nitrate Directive;

   (ii) monitor and report to the MEWF and EU on the quality of surface water and groundwater under the EU Nitrate Directive and the EU Water Framework Directive, through inter alia:

         (A) the completion of the construction and equipment of ANAR's training facility;

         (B) the acquisition of equipment for groundwater wells and mobile and in-situ sampling equipment;
(C) the construction of groundwater wells;

(D) the acquisition of laboratory equipment and related software; and

(E) the provision of technical assistance for, *inter alia*, the carrying out of studies and the development of software; and

(b) institutions represented in the Inter-Ministerial Committee for Application of the EU Nitrates Directive (ICA).

3. Carrying out of a comprehensive training program for the staff of the relevant national, regional and county level agencies on monitoring, control and reporting under the EU Nitrates Directive and EU Water Framework Directive.

4. Carrying out training activities for Beneficiaries to enable them to access EU funds, including preparation, implementation and management of projects.

5. Designing and improving the capacity building system able to support the scaling up, at the national level, of the implementation process of the EU Nitrates Directive and EU Water Framework Directive.

6. Providing technical assistance to: (i) update the Code of Good Agricultural Practices and revise action programs; and (ii) carry out activities to promote the adoption by the farmers of the improved nutrient management practices set forth in the Code of Good Agricultural Practices.

7. Developing knowledge and training activities (through providers), and supporting on-farm demonstrations to promote the adoption and compliance by farmers of the Code of Good Agricultural Practices.

Part III: Public Awareness and Information Support.

1. Carrying out of public awareness activities at the local, river basin, national and regional levels, including meetings, workshops, field trips, study tours and mass media events and products, to introduce the Project and its benefits, to promote improved rural sanitation in and implementation of good agricultural practices, and to promote replication of the activities under the Project in other counties as well as in other Black Sea riparian countries and EU candidate countries.

2. Providing training and support to potential Beneficiaries during the preparation and implementation of Sub-projects.

Part IV: Project Management.

Supporting the PMU in connection with Project implementation, monitoring, reporting, evaluation and impact assessment through the provision of: (i) funds for Incremental Operating Costs and for the acquisition of goods (including cars); and (ii) non-consultant services and consultants' services, including *inter alia* audit and social surveys; and (iii) training.
Section II. **Parts of the Project Eligible for Financing out of the Proceeds of the Grant**

The following parts of the Project may be financed out of the proceeds of the Grant:

**Part I: Investments in Local Communities to Reduce Nutrient Pollution.**

Implementation of Sub-projects proposed by Beneficiaries in any of the areas set forth in the Operational Manual, including the following: (i) developing local community storage, and handling systems, all to promote better management of livestock and household waste; (ii) planting of vegetative buffer strips and the rehabilitation of small areas of communal pastureland, including tree planting and afforestation; (iii) sewage and wastewater treatment activities; (iv) promotion of the adoption by the farmers of the improved nutrient management practices set forth in the Code of Good Agricultural Practices; and (v) testing and demonstrating the feasibility of biogas and energy co-generation of manure and organic household waste through anaerobic digestion.

**Part II: Institutional Strengthening and Capacity Building.**

1. Provision of support to review the existing legislation on water and soil protection in order to adapt it to EU regulations related to EU Nitrates Directive and EU Water Framework Directives, with an emphasis on clarifying implementation and coordination responsibilities across agencies.

2. Support to:
   (a) **ANAR to:**
      (i) lead inter-agency working groups at the river basin and county level for the EU Nitrates Directive;
      (ii) monitor and report to the MEWF and EU on the quality of surface water and groundwater under the EU Nitrates Directive and the EU Water Framework Directive, through inter alia:
         (A) the completion of the construction and equipment of ANAR’s training facility;
         (B) the acquisition of equipment for groundwater wells and mobile and in-situ sampling equipment;
         (C) the construction of groundwater wells; and
         (D) the acquisition of laboratory equipment; and
   (b) institutions represented in the Inter-Ministerial Committee for Application of the EU Nitrates Directive (ICA).

3. Carrying out of a comprehensive training program for the staff of the relevant national, regional and county level agencies on monitoring, control and reporting under the EU Nitrates Directive and EU Water Framework Directive.
4. Carrying out training activities for the Beneficiaries to enable them to access EU funds, including preparation, implementation and management of projects.

5. Designing and improving the capacity building system able to support the scaling up, at the national level, of the implementation process of the EU Nitrate Directive and EU Water Framework Directive.

Part III: Public Awareness and Information Support.

Carrying out of public awareness activities at the local, river basin, national and regional levels, including meetings, workshops, field trips, study tours and mass media events and products, to introduce the Project and its benefits, to promote improved rural sanitation in and implementation of good agricultural practices, and to promote replication of the activities under the Project in other counties as well as in other Black Sea riparian countries and EU candidate countries.

Part IV: Project Management.

Supporting the PMU in connection with Project implementation, monitoring, reporting, evaluation and impact assessment through the provision of: (i) funds for Incremental Operating Costs and for the acquisition of goods (including cars); and (ii) non-consultant services and consultants' services, including, \textit{inter alia}, audit and social surveys; and (iii) training.
## Annex 3

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Loan Allocated (expressed in EUR)</th>
<th>Percentage of Expenditures to be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Goods, Works, Consultants' Services and Training under Part I of the Project as described in Section II of Schedule 1 to this Agreement.</td>
<td>40,509,031.66</td>
<td>100%</td>
</tr>
<tr>
<td>2. Goods, Works, Consultants' Services and Training under Part II of the Project as described in Section II of Schedule 1 to this Agreement.</td>
<td>3,814,202.30</td>
<td>100%</td>
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<td>3. Goods, Works, Consultants' Services and Training under Part III of the Project as described in Section II of Schedule 1 to this Agreement.</td>
<td>2,280,654.38</td>
<td>100%</td>
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<td>4. Goods, Works, Consultants’ Services (including Audits), Incremental Operating Costs under Part IV of the Project as described in Section II of Schedule 1 to this Agreement.</td>
<td>3,396,111.66</td>
<td>100%</td>
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<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>50,000,000.00</strong></td>
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</tr>
<tr>
<td>Category</td>
<td>Amount of the Grant Allocated (expressed in USD)</td>
<td>Percentage of Expenditures to be Financed</td>
</tr>
<tr>
<td>------------------------------------------------------------------------</td>
<td>-------------------------------------------------</td>
<td>------------------------------------------</td>
</tr>
<tr>
<td>1. Goods, Works, Consultants' Services and Training under Part I of the Project as described in Section II of Schedule 1 to this Agreement</td>
<td>3,392,607.62</td>
<td>100%</td>
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<td>2. Goods, Works, Consultants' Services and Training under Part II of the Project as described in Section II of Schedule 1 to this Agreement</td>
<td>1,624,818.17</td>
<td>100%</td>
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<tr>
<td>3. Goods, Works, Consultants' Services and Training under Part III of the Project as described in Section II of Schedule 1 to this Agreement</td>
<td>196,493.22</td>
<td>100%</td>
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<td>4. Goods, Works, Consultants’ Services (including Audits), Incremental Operating Costs under Part IV of the Project as described in Section II of Schedule 1 to this Agreement</td>
<td>286,080.99</td>
<td>100%</td>
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<td>TOTAL AMOUNT</td>
<td>5,500,000</td>
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