
1. Reference is made to the Administration Arrangement between the United Kingdom of Great Britain and Northern Ireland, acting through the Department for International Development (DFID) (the “Donor”) and the International Bank for Reconstruction and Development and the International Development Association (collectively, the “Bank”) regarding the Strengthening Governance Practices and Building Technical Capacity in Libya Multi-Donor Trust Fund, No. TF072499 (the “Trust Fund”) effective as of January 13, 2016, as amended (the “Administration Arrangement”).

2. The Donor and the Bank agree to amend ANNEX I to the Administration Arrangement. The revised ANNEX I is attached to this Amendment No.1.

3. All other terms of the Administration Arrangement will remain the same.

4. The Bank will disclose this Amendment in accordance with the Bank’s Policy on Access to Information. By entering into this Amendment, the Donor consents to such disclosure.

5. Each of the Donor and the Bank represents, by confirming its acceptance below, that it is authorized to enter into this Amendment and act in accordance with its provisions. The Donor and the Bank are each requested to sign and date this Amendment, and upon possession by the Bank of this fully signed Amendment, this Amendment will become into effect as of the date of the last signature.

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

By: _____________________________
Name: Marie-Francoise Marie-Nelly
Title: Country Director
Date: 13/04/2017

UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND, ACTING THROUGH THE DEPARTMENT FOR INTERNATIONAL DEVELOPMENT (DFID)

By: _____________________________
Name: Victoria Seymour
Title: Deputy Head, North Africa Joint Unit
Date: 19/01/17
"Strengthening Governance Practices and Building Technical Capacity in Libya
Multi-Donor Trust Fund Description

This Annex shall be applicable to and form an integral part of all administration agreements for the Trust Fund (collectively, the “Administration Agreements” and each an “Administration Agreement”) between the Bank and any entities that provide any funds to the Trust Fund (collectively, the “Donors”).

1. Objectives

The objectives of the Trust Fund are World Bank’s Governance Program in Libya to support the transition process from conflict and instability to a country that focuses on strong service delivery and good governance practices. In this process, the World Bank is supporting Libya with respect to creating an accountable government that is able to manage public resources effectively and transparently.

2. Activities

The activities to be financed by the Trust Fund are:

2.1. Bank-executed activities, for which the Bank has implementation responsibility:

Component 1: Management of Public (national/subnational) Financial Resources

(a) Design and implementation of training activities and manuals for civil servants to improve cash management.

(b) Development of manual and training on budgetary classification, data management and monitoring.

(c) Provision of training and targeted advice on policy based budgeting, including development of Public Financial Management (PFM) Legal Framework.

(d) Provision of technical assistance for improving Public Investment Management (PIM), including supporting the government in the finalization of the organizational arrangements for planning and investment, and developing a manual of “Lessons Learned”.

(e) Development of: (i) updating rules, regulations, and legal framework; (ii) delivering training workshop on commitment control; and (iii) finalizing manual for implementation on commitment control.

(f) Design and implementation of training activities for the National Audit Bureau, including mentoring, with the support of International Organization of Supreme Audit Institutions (INTOSAI).

(g) Developing: (i) a program for certification of accountants in Libya and supporting the necessary institutional arrangements; (ii) the core PFM Modules and guidance to
incorporate accreditation; and (iii) arranging for study tours on professionalization of accounting sector.

(h) Develop and publish public investment and financial management training manuals.

(i) Improve public financial management processes for subnational public administrations through working with subnational government structures, and implementing agencies.

Component 2: **Management of Information and Human Resources**

(a) Design and implementation of training and workshops on effective state capacity building in post conflict settings; and organization of study tours to other post-conflict and transitional countries.

(b) Implementation of targeted training and technical assistance aimed at strengthening human resources management within the public administration; and provision of technical advice to the government for the redesign of the workforce management procedures.

(c) Development of series of learning on leadership skills for civil servants.

(d) Implementation of focus group on communication and service delivery at the national and subnational level.

(e) Delivery of training on coalition building for policy design.

(f) Development and publication of Handbook on policy making for civil servants in the Executive.

(g) Completion of manuals on procedures on data gathering and analysis as well as on flow of information within the Executive.

(h) Develop and implement a series of activities aimed at strengthening capacity of Ministry of Labor (MoL).

(i) Develop and deliver additional technical assistance and training aimed at improving the technical skills and capacity of selected government agencies and ministries to operate collaboratively and manage information.

(j) Support evidence-based policy making through training activities and data collection.

Component 3: **Inter Institutional Collaboration and Coordination and Collaboration Across Agencies**

(a) Development and implementation of series of workshops for civil servants on the role of checks and balances in the institutions and on broad “Government Functioning and Policy Making” in post conflict settings.
Component 4: **Project Implementation Support**

Carrying out activities related to the management of the Trust Fund, including donor coordination, communication, and outreach.

2.2. Recipient-executed activities, for which one or more Recipients (as defined in Annex 2) have implementation responsibility:

(a) Identification and support of demand-based requests to address knowledge gaps in governance and PFM.

(b) Knowledge sharing and peer-to-peer exchanges between development partners working on governance and PFM.

3. **Eligible Expenditures**

3.1 For Bank-executed activities, the Trust Fund funds may be used to finance:

(a) contractual services;
(b) media, workshops, conferences and meetings;
(c) travel expenses;
(d) short-term consultants and temporaries;
(e) extended term consultants and temporaries; and
(f) staff costs (excluding short term consultants and temporaries, and also excluding extended term consultants and temporaries).

3.2 For purposes of this section: (i) "staff costs (excluding short term consultants and temporaries, and also excluding extended term consultants and temporaries)" includes salaries, benefits and indirect
rates charged to the Trust Fund as applicable under Bank policies and procedures; (ii) "extended term consultants" includes fees, benefits and indirect rates charged to the Trust Fund as applicable under Bank policies and procedures; and (iii) "short term consultants and temporaries" includes fees and indirect rates charged to the Trust Fund as applicable under Bank policies and procedures."

3.3 The "Indirect Rate" means the indirect rate, defined as a percentage of personnel costs and available at the World Bank's Development Partner Centre website, as such rate may be revised from time to time by the Bank and applied to this Trust Fund, in accordance with its policies and procedures.

3.4 For Recipient-executed activities, the Trust Fund funds may be used to finance:

(a) Consulting
(b) Goods
(c) Operating Costs
(d) Training

4. **Taxes**

4.1 The foregoing activities and categories of expenditures may include the financing of taxes in accordance with the Bank's applicable policies and procedures."