Project Agreement

(Reducing Health Risk Factors Project)

between

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

and

FEDERATION OF BOSNIA AND HERZEGOVINA

Dated January 15, 2018
PROJECT AGREEMENT

Agreement dated January 15, 2018, entered into between INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT ("World Bank") and FEDERATION OF BOSNIA AND HERZEGOVINA ("Project Implementing Entity") ("Project Agreement") in connection with the Grant Agreement ("Grant Agreement") between Bosnia and Herzegovina ("Recipient") and the Bank for the same Project. The World Bank and the Project Implementing Entity hereby agree as follows:

ARTICLE I — STANDARD CONDITIONS; DEFINITIONS

1.01. The Standard Conditions (as defined in the Grant 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 Grant Agreement or the Standard Conditions.

ARTICLE II — PROJECT

2.01. The Project Implementing Entity declares its commitment to the objectives of the Project. To this end, the Project Implementing Entity shall carry out Part A of the Project in accordance with the provisions of Article II of the Standard Conditions, and shall provide promptly as needed, the funds, facilities, services and other resources required for its Respective Part of the Project.

2.02. Without limitation upon the provisions of Section 2.01 of this Agreement, and except as the Bank and the Project Implementing Entity shall otherwise agree, the Project Implementing Entity shall carry out its Respective Part of the Project in accordance with the provisions of the Schedule to this Agreement.

ARTICLE III — REPRESENTATIVE; ADDRESSES

3.01. The Project Implementing Entity’s Representative is the Federal Minister of Health of the Federation of Bosnia and Herzegovina.

3.02. The World Bank’s Address is:

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

Telephone: +01 (202) 473-1000 Facsimile: +01 (202) 477-6391
3.03. The Project Implementing Entity’s Address is:

Federal Ministry of Health
Titova 9, Sarajevo 71000
Bosnia and Herzegovina

Telephone: + 387 33 226 635 Facsimile: + 387 33 226 637

Email: kabinet@fmz.gov.ba

AGREED at Sarajevo, Bosnia and Herzegovina, as of the day and year first above written.

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By

[Signature]

Authorized Representative

Name: ENRIQUE SALINAS NUÑOZ

Title: COUNTRY MANAGER

FEDERATION OF BOSNIA AND HERZEGOVINA

By

[Signature]

Authorized Representative

Name: DANIRKO ČAVARA

Title: PRESIDENT
SCHEDULE

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

Section I. Implementation Arrangements

A. Institutional Arrangements

1. The Project Implementing Entity shall carry out Part A of the Project under the overall responsibility of the Ministry of Health (MOHFBiH).

2. The Project Implementing Entity shall maintain the Federation Project Implementing Department (PID) at all times during Project implementation with resources and responsibilities satisfactory to the World Bank, including procurement and financial management, and with competent staff in adequate numbers.

3. The Project Implementing Entity shall:
   
   (a) duly perform its obligations under the Project Operational Manual in a timely manner and in accordance with their respective terms, and apply and implement, as the case may be, the actions, criteria, policies, procedures and arrangements therein set forth; and

   (b) not take or concur in any action which would have the effect of amending, assigning, abrogating or waiving, the Project Operational Manual or any provision thereof, except with the prior written approval of the World Bank.

B. Anti-Corruption

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

Section II. Project Monitoring, Reporting and Evaluation.

A. Project Reports

1. The Project Implementing Entity shall monitor and evaluate the progress of its Respective Part of the Project and prepare Project Reports for its Respective Part of the Project in accordance with the provisions of Section 2.06 (b) of the Standard Conditions and on the basis of indicators acceptable to the World Bank. Each such Project Report shall cover the period of six months, and shall be furnished to the Recipient not later than forty-five (45) days after the end of the period covered by such report for incorporation and forwarding by the Recipient to the World Bank of the overall Project Report.

2. The Project Implementing Entity shall provide to the Recipient not later than three (3) months, for incorporation in the report referred to in Section 2.06 (b)(ii) of the Standard Conditions all such information as the Recipient or the World Bank shall reasonably request for the purposes of that Section.
B. Financial Management, Financial Reports and Audits

1. The Project Implementing Entity shall maintain a financial management system and prepare financial statements in accordance with consistently applied accounting standards acceptable to the World Bank, both in a manner adequate to reflect the operations and financial condition of the Project Implementing Entity, including the operations, resources and expenditures related to its Respective Part of the Project.

2. The Project Implementing Entity shall have its financial statements referred to above audited by independent auditors acceptable to the World Bank, in accordance with consistently applied auditing standards acceptable to the World Bank. Each audit of these financial statements shall cover the period of one fiscal year of the Project Implementing Entity. The Project Implementing Entity shall ensure that the audited financial statements for each period shall be: (a) furnished to the World Bank not later than six (6) months after the end of the period; and (b) made publicly available in a timely fashion and in a manner acceptable to the World Bank.

Section III. Procurement

All goods, works and services required for the Project Implementing Entity’s Respective Part of the Project and to be financed out of the proceeds of the Grant shall be procured in accordance with the provisions of Section 2.06 of the Annex to the Grant Agreement.