Mr. Harald Waiglein  
Director General  
Federal Ministry of Finance  
Johannesgasse 5  
1010 Vienna  
Austria  

First Amendment to the Trust Fund Administration Agreement between the  
Austria Federal Ministry of Finance and the International Bank for  
Reconstruction and Development and the International Development  
Association concerning the Danube Region Water Supply and Wastewater  
Utilities Capacity Building Program – Multi-Donor Trust Fund (TF071876)  

Dear Mr. Waiglein:

1. We refer to the Administration Agreement signed by the International Bank for  
Reconstruction (“IBRD”), the International Development Association (“IDA”) (collectively, the  
“Bank”), and countersigned by the Austria Federal Ministry of Finance (the “Donor”) on May 16,  
2012, under which the Donor made available as a grant, the sum of four million five hundred  
thousand Euro (EUR 4,500,000) (the “Contribution”) for the Danube Region Water Supply and  
Wastewater Utilities Capacity Building Program Trust Fund (the “Trust Fund”) in accordance with  
the terms of that Administration Agreement (“Agreement”).

2. We also refer to the discussions held with your staff to increase Austria’s contribution to the  
Trust Fund. Accordingly, we are pleased to propose that the Agreement be amended as follows:

3. Paragraph 1 of the Agreement shall be amended by adding at the end of the paragraph:

“In addition, the Donor shall make available as a grant the sum of five million Euro  
(€5,000,000) (the “Additional Contribution”) for the Trust Fund in accordance  
with the terms of this Agreement.”

4. Paragraph 3 of the Agreement shall be amended by adding at the end of the paragraph:

“In addition, the Donor shall deposit the three million seven hundred thousand  
Euros (€3,700,000) of the Additional Contribution into such bank account  
designated by the Bank promptly following countersignature of this First  
Amendment to the Agreement by the Donor and submission of a payment request  
by the Bank. The Donor shall subsequently deposit the remaining one million three  
hundred thousand Euros (€1,300,000) of the Additional Contribution into such  
bank account designated by the Bank by March 31, 2016, and upon submission of  
a payment request by the Bank.”

5. Contact information for the World Bank under paragraph 5 shall be amended as follows:
"For the Bank:

Mr. Steven Schonberger
Practice Manager
Water Global Practice Group
The World Bank
1818 H Street, NW
Washington, DC 20433
U.S.A.

Tel: (202) 473 9071
E-mail: sschonberger@worldbank.org"

6. Annex 1 of the Agreement shall be amended as follows:

A. By amending Section A(i)1(a) to read as follows:

“(a) Financing of Sector-specific Technical Assistance, Analytical and Advisory Work. Conduct policy and regulatory support activities in the areas of tariff regulations, sector modernization and other policy reforms.”

B. By amending Section A(ii)2 to read as follows:

“2. Capacity Building for Water Supply and Wastewater Utilities and Institutions. Conduct capacity building activities for senior technical and managerial staff of water and wastewater utilities and institutions and national utility associations of the participating countries, including training courses, exposure visits, knowledge exchanges, coaching, on-the-job training, and other capacity building activities.

(a) Implementation of Regional Capacity Building and Training Activities for Water Supply and Wastewater Utilities and Institutions. Conduct regional, cross-country activities for capacity building, coaching, and on-the-job training structured along specific thematic lines, including, but not limited to: business planning, operational performance improvements, institutional design and organizational structure.

(b) Financing of Country-specific Activities for Utility Management and Operational Practices Improvement Support. Conduct country-specific activities selected competitively on a rolling basis. Selection criteria for the country-specific activities will be developed and outlined in detail in the Operational Manual to be agreed between the Bank and the Recipient, but will include at a minimum: (i) government endorsement of the activity; (ii) counterpart contribution; and (iii) clear commitment to publish performance data.

(c) Project Management and Coordination of Program Implementation. Support establishing and maintaining the Secretariat function at the Recipient, responsible for program implementation and coordination."
(d) **Waterworks Associations Strengthening.** Development and implementation of business/strengthening plans for participating waterworks associations and the Secretariat.”

7. Annex 2, paragraph 8.2 shall be amended as follows:

"8.2 It is expected that the Contributions will be fully disbursed by the Bank by June 30, 2019. The Bank shall only disburse Contributions for the purposes of this Agreement after such date with the written approval of the Donors.”

All other terms and conditions of the Administration Agreement, as amended hereby, shall remain in full force and effect.

Please confirm your agreement to the foregoing amendment by countersigning, dating and returning to us the attached copy of this Amendment Letter.

Yours Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By ________________________________

Authorized Representative

Name: [Signature]

Title: [Signature]

AGREED:

FEDERAL MINISTRY OF FINANCE

By: ________________________________

Name: Mr. Harald Waiglein

Title: Director General

Date: 08/25/2015