GROUPE DE LA BANQUE MONDIALE

Bureau régional (Benin, Burkina Faso, Côte d’Ivoire, Guinée, Togo)

February 10, 2015

H.E Jean Gustave SANON
Minister of Economy and Finance
03 B.P. 7050
Ouagadougou, Burkina Faso

Re: Burkina Faso
IDA Credit Number 5491-BF
IDA Grant Number H966-BF
Electricity Sector Support Project
Additional Financing

Additional Instructions: Disbursement – First Restatement

Excellency

I refer to the Financing Agreement ("Agreement") between Burkina Faso (the "Recipient") and the International Development Association ("Association"), for the above-referenced project dated July 15, 2014. The Agreement provides that the Association may issue additional instructions regarding the withdrawal of the proceeds of this Financing. This letter ("Disbursement Letter"), as revised from time to time, constitutes the additional instructions and is the first revised version which includes (i) the frequency of reporting eligible expenditure under the designated account, (ii) deletes the important notice that the amount of the Grant allocated under Category (1) shall be disbursed before the amount of the Credit allocated under the said Category and (iii) adds instructions about the allocation of the combined ceiling per financing sources. All other provisions and attachments of the Disbursement Letter dated July 15, 2014 except as amended, shall remain in force and effect.

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 Loan 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 Financing:

- Reimbursement
- Direct Payment
- Advance
- Special Commitment
(ii) Disbursement Deadline Date (subsection 3.7). The Disbursement Deadline Date is four (4) months after the Closing Date specified in the Financing Agreement. Any change to this date will be notified by the Association.

(iii) Disbursement Conditions (subsection 3.8). Please refer to the Withdrawal Conditions in the Financing Agreement.

II. Withdrawal of Financing Proceeds

(i) Authorized Signatures (subsection 3.1).

Application for this Financing will be signed by the officials(s) authorized to sign Application for all financings to the Recipient, as revised from time to time.

(ii) Applications (subsections 3.2 - 3.3).

Please provide completed and signed 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:

The World Bank,
Loan Department,
Delta Center, 13th Floor,
Menengai Road, Upper Hill,
Nairobi,
Kenya.
Contact Telephone number: +254 20 2936 000.

(iii) Electronic Delivery (subsection 3.4) The Association may permit the Recipient to electronically deliver to the Association Applications (with supporting documents) through the Association’s Client Connection, web-based portal. The option to deliver Applications to the Association 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 credentials (“SIDC”) from the Association 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 Association agrees, the Association will provide the Recipient with SIDC 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 Association 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 SIDC to Process Applications. By designating officials to use SIDC 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 Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation ("Terms and Conditions of Use of Secure Identification Credentials") provided in Attachment [2]; and (b) to cause such official to abide by those terms and conditions.

(v) Minimum Value of Applications (subsection 3.5). The Minimum Value of Applications is Applications is 20% of the Designated Account ceiling.

(vi) Advances (sections 5 and 6).

- Type of Designated Account (subsection 5.3): Pooled
- Currency of Designated Account (subsection 5.4): CFAF
- Financial Institution at which the Designated Account Will Be Opened (subsection 5.5):
III. Reporting on Use of Financing Proceeds

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

- **For Requests for Reimbursement and for reporting eligible expenditures paid from the Designated Account:**
  - Records evidencing eligible expenditures (e.g., copies of receipts, supplier invoices and documentary evidence of delivery and the Recipient's acceptance of contracted goods or services) for payments made against contracts valued at USD 300,000 or more for works, USD 150,000 or more for goods, USD 100,000 or more for consulting firms and USD 50,000 or more for individual consultants
  - Statement of Expenditure in the form attached (Attachment 3) for all other expenditures
  - List of payments against contracts that are subject to the Association’s prior review, in the form attached (Attachment 4)
  - Form of Designated Account Reconciliation Statement in the form attached (Attachment 5)

- **For requests for Direct Payment:** records evidencing eligible expenditures, e.g., copies of receipts, supplier invoices and documentary evidence of delivery and the Recipient’s acceptance of contracted goods or services.

- **For requests for Special commitments:**
  - Letter of credit
  - Copy of the contract

(ii) Frequency of Reporting Eligible Expenditure Paid from the Designated Account (subsection 6.3):
Monthly

(iii) Other Supporting Documentation Instructions
Copies of the bank statements of the Designated Account and a reconciliation statement (Attachment 5) for this Account should be submitted with each Application for advances to the designated account and/or for reporting eligible expenditures paid from the Designated Account.

IV. Other Disbursement Instructions

Funds from the Designated Account may be transferred to transaction accounts in to meet eligible expenditures, provided that transactions and balances in these accounts are included in all project financial reports and in the reconciliation referred to in Section III(iii) above.

The proceeds of the IDA Financing (Grant and Credit) will be advanced into a “pooled” DA. A combined fixed ceiling (See Section II.vi) has been determined for this DA and will be allocated to each financing source as follows:

IDA Credit 5491-BF: FCAF 616,000,000 will finance eligible expenditures of Section IV.A.2 of the Financing Agreement
IDA Grant **H966-BF**: FCFA 184,000,000 will finance eligible expenditures of Section IV.A.2 of the Financing Agreement

**V. Other Important Information**


From the Client Connection website, you will be able to prepare and deliver Applications, monitor the near real-time status of the Financing, and retrieve related policy, financial, and procurement information.

If you have not done so, the Bank recommends that you register as a user of the Client Connection website at [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 Financing and retrieve related policy, financial, and procurement information. For more information about the website and registration arrangements, please contact the World Bank by email at [https://clientconnection.worldbank.org](https://clientconnection.worldbank.org).

If you have any queries in relation to the above, please contact Faly Diallo, Finance Officer at LOA-AFR@worldbank.org using the above reference.

Very truly yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By

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