Charis Nastoff  
USAID/Mexico  
Office of Acquisition and Assistance (OAA)  
8700 Mexico Place  
Washington, DC 20521-8700


(Trust Fund No. TF 072651 parallel to original Trust Fund No. 071866)

Dear Ms. Nastoff,

1. Reference is made to the Administration Agreement between the United States Agency for International Development (the “Donor”) and the International Bank for Reconstruction and Development and the International Development Association (the “Bank”) regarding the Global Partnership for Social Accountability Multi-Donor Trust Fund (the “Trust Fund”), effective as of August 3, 2015 (the “Administration Agreement”).

2. In connection with the Administration Agreement, and in support of the Global Partnership for Social Accountability Multi-Donor Trust Fund, the Bank acknowledges that the Donor agrees to provide a contribution in the amount of two million seven hundred thousand United States dollars (US$2,700,771) (the “Supplemental Contribution” and a “Contribution” for purposes of annexes to the Administration Agreement) in accordance with the terms of this Supplemental Agreement (the “Supplemental Agreement”).

3. In order to apply the Bank’s new cost recovery provisions, the Bank has established a new parallel trust fund account (Trust Fund No. 072651) (the “Parallel Account”) for purposes of receiving contributions for the Global Partnership for Social Accountability Multi-Donor Trust Fund, which will be administered in parallel with the original trust fund account (Trust Fund No. 071866) (the “Original Account”), both of which accounts constitute the Global Partnership for Social Accountability Multi-Donor Trust Fund.

4. The Donor shall deposit the Supplemental Contribution in the currency specified in Section 2 above into such bank account designated by the Bank promptly following countersignature of this Supplemental Agreement and submission of a payment request by the Bank.

5. When making such deposit, the Donor shall instruct its bank to include in its deposit details information (remittance advice) field of its SWIFT deposit message, information indicating: the amount paid, that the deposit is made by the Donor for TF No. 072651 (the Global Partnership for Social Accountability Multi-Donor Trust Fund), and the date of the deposit (the “Deposit Instructions”). In addition, the Donor shall provide a copy of the Donor’s Deposit Instructions to the Bank’s Accounting Trust Funds Division by e-mail sent to tfremitadvice@worldbank.org or by fax sent to (202) 614-1315.
6. The Donor has stated its preference that the Supplemental Contribution be used to support activities in Mexico with respect to Component 2 of Part A of Annex 1 of the Administration Agreement. It is understood that the Bank cannot ensure that the Contribution will be used for such preference and that the Bank will not have any obligation to the Donor if such preference cannot be achieved.

7. The Parallel Account, including with respect to the Contribution funds and any other funds contributed thereto, shall be governed by the terms of the Administration Agreement, except that the revisions specified in the Schedule attached to this Supplemental Agreement shall apply.

8. For clarity, (a) subject to Section 7 above, all other terms of the Administration Agreement, as such terms may be amended from time to time, shall apply to the funds in the Parallel Account; and (b) all funds in the Original Account shall be governed by the terms of the Administration Agreement, as such terms may be amended from time to time, without regard to this Supplemental Agreement.

9. At the date of Bank’s signature of this Supplemental Agreement, the Indirect Rate (as defined in the Schedule to this Supplemental Agreement) is 17%.

10. The Bank shall disclose this Supplemental Agreement in accordance with the Bank’s Policy on Access to Information. By entering into this Supplemental Agreement, the Donor consents to such disclosure.

11. Please confirm your agreement with the foregoing, on behalf of the Donor, by signing, dating and returning to us the enclosed copy of this Supplemental Agreement. Upon receipt by the Bank of the copy of this Supplemental Agreement countersigned by you, this Supplemental Agreement shall become effective as of the date of the last signature.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

Name: Deborah Wetzel
Title: Senior Director, Governance Global Practice

AGREED:

UNITED STATES AGENCY FOR INTERNATIONAL DEVELOPMENT

By: Charis Nastoff
Name: Charis Nastoff
Title: Agreement Officer
Date: 9/23/16
Revisions to the Administration Agreement for Purposes of the Parallel Account Only

(A) Section 3 (Administrative Cost Recovery) of Annex 2 of the Administration Agreement is hereby eliminated.

(B) Part B (Categories of Expenditure) of Annex 1 of the Administration Agreement is hereby substituted with the following terms:

“For Bank-Executed activities:

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

For purposes of the above expenditure categories: (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 and temporaries” 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.

The “Indirect Rate” means the indirect rate, defined as a percentage of personnel costs and available at the World Bank's Donor center secure 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.”

(C) The following activities description is added to Part A(i) as subsection (f) in Annex 1 of the Administration Agreement:

“(f) Program management and administration activities for the Trust Fund, including but not limited to, supporting any program governance arrangements and Trust Fund related meetings; planning and executing work plans and budgets; managing communications and conducting outreach; disseminating lessons learned; reporting on progress; and monitoring and evaluating the program.”

(D) The following Section 10 is added to Annex 2 of the Administration Agreement:

“10. Trust Fund Fee

The Bank shall calculate a fee each time funds (the “Grant Amount”) from the Trust Fund become committed under a Grant Agreement. Such commitment shall occur when such Grant Agreement is fully countersigned (the “Calculation Date”). The fee so calculated by the Bank shall be based on the cumulative total of funds from the Trust Fund committed under all Grant Agreements that
have been fully countersigned on or prior to the Calculation Date (the “Cumulative Grant Total”). The calculated fee shall depend on where the Cumulative Grant Total stands as the Grant Amount is added and shall be determined in accordance with the following schedule:

(i) 5% of any portion of the Grant Amount that results in a Cumulative Grant Total below or equal to US$ 50 million or equivalent; plus

(ii) 4% of any portion of the Grant Amount that results in a Cumulative Grant Total above US$ 50 million or equivalent and below or equal to US$ 500 million or equivalent; plus

(iii) 3% of any portion of the Grant Amount that results in a Cumulative Grant Total above US$ 500 million or equivalent and below or equal to US$ 1 billion or equivalent; plus

(iv) 2% of any portion of the Grant Amount that results in a Cumulative Grant Total above US$ 1 billion or equivalent.

Following each Calculation Date, the Bank shall deduct from the trust fund account, TF No. 072651, and retain for its own account, the fee as set forth above. Grant Amounts may not exceed the balance of uncommitted funds in such account net of the related fee.”