Statistics for Results Facility Catalytic Fund
Grant Agreement

(Statistics for Results Project)

between

FEDERAL DEMOCRATIC REPUBLIC OF ETHIOPIA

and

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT AND INTERNATIONAL DEVELOPMENT ASSOCIATION (acting as administrator of the Multi Donor Trust Fund in Support of Statistics for Results Facility Catalytic Fund)

Dated June 13, 2014

The Recipient and the World Bank hereby agree as follows:

Article I
Standard Conditions; Definitions


1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the Standard Conditions or in the Appendix to this Agreement.

Article II
The Project

2.01. The Recipient declares its commitment to the objectives of the project described in Schedule 1 to this Agreement ("Project"). To this end, the Recipient shall carry out the Project through the Central Statistical Agency ("CSA") in accordance with the provisions of Article II of the Standard Conditions.

2.02. Without limitation upon the provisions of Section 2.01 of this Agreement, and except as the Recipient and the World Bank shall otherwise agree, the Recipient shall ensure that the Project is carried out in accordance with the provisions of Schedule 2 to this Agreement.

Article III
The Grant

3.01. The World Bank agrees to extend to the Recipient, on the terms and conditions set forth or referred to in this Agreement, a grant in an amount equal to ten million United States Dollars ($10,000,000) ("Grant") to assist in financing the Project.
3.02. The Recipient may withdraw the proceeds of the Grant in accordance with Section IV of Schedule 2 to this Agreement.

3.03. The Grant is funded out of the abovementioned SRF Catalytic Fund for which the World Bank receives periodic contributions from the donors ("Donors") to the SRF Catalytic Fund. In accordance with Section 3.02 of the Standard Conditions, the World Bank’s payment obligations in connection with this Agreement are limited to the amount of funds made available to it by the donors under the abovementioned SRF Catalytic Fund, and the Recipient’s right to withdraw the Grant proceeds is subject to the availability of such funds.

Article IV
Recipient’s Representative; Addresses

4.01. The Recipient’s Representative referred to in Section 7.02 of the Standard Conditions is the minister responsible for finance and economic development.

4.02. The Recipient’s Address referred to in Section 7.01 of the Standard Conditions is:

Ministry of Finance and Economic Development
P. O. Box 1905
Addis Ababa
Ethiopia

Cable: MINFIN
Telex: 21147
Facsimile: (251-111) 551355

4.03. The World Bank’s Address referred to in Section 7.01 of the Standard Conditions is:

International Bank for Reconstruction and Development/
International Development Association
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Cable: INTBAFRAD
Telex: 248423 (MCI) or INDEVAS 64145 (MCI)
Facsimile: 1-202-477-6391
AGREED at Addis Ababa, Ethiopia, as of the day and year first above written.

FEDERAL DEMOCRATIC REPUBLIC OF ETHIOPIA

By

[Signature]

Authorized Representative

Name: H.E. Ahmed Shide
Title: State Minister, MOFED

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT AND INTERNATIONAL DEVELOPMENT ASSOCIATION (acting as an administrator of the Multi Donor Trust Fund for the Statistics for Results Facility Catalytic Fund)

By

[Signature]

Authorized Representative

Name: Guang Z. Chen
Title: Country Director for Ethiopia
African Region
SCHEDULE 1

Project Description

The objective of the Project is to enhance the capacity of the CSA at the organizational, human, and physical levels in order to produce and disseminate reliable, accessible, and timely statistics.

The Project consists of the following parts, subject to such modifications thereof as the Recipient and the World Bank may agree upon from time to time:

Part A. Organizational and Infrastructure Capacity Development in the National Statistical System

Support to improve organizational performance, staff productivity, and data accessibility by strengthening planning and physical infrastructure at the CSA, through:

1. Organizational Strengthening:

   Carrying out: (a) strategic planning and visioning exercises for the introduction of improved management and administration systems in the CSA, and provide technical assistance to strengthen the national account statistics; (b) executive development training, peer-to-peer learning and knowledge sharing, with sister institutions of CSA and NSS stakeholder staff; and (c) rehabilitation of CSA’s office headquarters, including provision of vehicles, office equipment, and office furniture for new CSA branch offices and headquarter building.

2. Physical Infrastructure:

   Construction and furnishing of four CSA’s branch office locations in the Recipient’s selected provinces including, inter alia, Ambo, Hawassa, Mekele, and Bahir Dar, including introduction of new work methods, organizational design, and installation of technology systems in such offices.

3. Information Communication Technology Infrastructure, Systems, and Tools for Data Production and Management:

   Supporting capacity development in the areas of data collection, data entry, storage, analysis, and dissemination in the CSA, through: (a) procurement and installation of data center and video conferencing infrastructure; (b) procurement of selected hardware and software accessories; and (c) carrying out training activities related to the new information technology and data collection, analysis and dissemination techniques, and applications.
Part B. Statistical Data Development and Management

Support to strengthen the quality of statistical data production, compilation, and validation, including preparatory activities and technical assistance to help undertake selected NSDS priority surveys, including, *inter alia*, through:

1. **Development of Business Statistics:**

   Strengthening CSA’s statistical capacity in the area of business statistics, through financing the: (a) design of a comprehensive business register that integrates data sources; (b) pilot computerization of the register and development of mechanisms to remove duplicates; (c) development of bridge tables to reclassify the register entries to the international standard industrial classification; and (d) set-up of a system to regularly update the business register and caters to changes in the status of the business entity.

2. **Development of Mining, Energy, Construction & Transport Sector Statistics:**

   Supporting: (a) design of survey instruments to help consolidate and reveal data gaps in national accounts; and (b) capacity building activities for the line ministerial statistical staff and officials.

3. **Support for Planning and Development of the Next Agricultural Census:**

   Carrying out preparatory activities for the next agricultural census, through financing: (a) preparatory planning workshops for the next agriculture census; (b) design of survey instruments; (c) piloting of new methods for data collection; and (d) research studies on standard and non-standard units in estimation of area and production.

4. **Improving Coverage and Quality of the Annual Agricultural Sample Survey:**

   Support to test a survey methodology to expand the quality of annual agricultural sample survey ("AgSS"), through financing: (a) piloting of new methods in selected pastoral areas; (b) implementation of computer-assisted personal interviewing in selected AgSS enumeration areas; and (c) supporting the field staff training.

5. **Planning and Compilation of Vital Statistics:**

   Support CSA in the areas of instrument design and building vital statistics data management and analytical capacity.
Part C: Statistical Methodology, Standards and Data Quality Assurance and Information Dissemination

1. Statistical Methodology, Standards and Data Quality Assurance

Support to promote, sensitize and implement the data quality assurance framework standard ("DQAF-E"), through: (a) preparing educational and outreach materials on DQAF-E and training and sensitization of CSA staff and NSS stakeholders; (b) organizing specialized short and long term educational statistical courses and study visits for CSA and selected stakeholders on select data quality assurance topics; (c) carrying out household consumption and expenditure and welfare and monitoring survey; and (d) technical assistance to improve quality of poverty mapping and gender statistics and analysis.

2. Information Dissemination

Support improvements in services for users, including dissemination of regular statistical publications to promote statistical education among citizens and non-governmental organizations, through: (a) carrying out stakeholder analysis, including development of user satisfaction index, training and communication support; (b) upgrades to the CSA library and open web portal for public and private sector access; (c) publication of flagship statistical reports and documents produced by the CSA to build the CSA brand; and (d) the launch of the eCSA mobile education office.

Part D: Monitoring and Evaluation

Provide support to strength the monitoring and evaluation capabilities of the CSA with respect to the NSDS and the proposed Project's coordination and fiduciary requirements, including ESMF implementation, through: (a) carrying out consultations for the development of next NSDS; (b) strengthening national accounts system; and (c) carrying out Project management activities.
SCHEDULE 2

Project Execution

Section I. Institutional and Implementation Arrangements

A. Institutional Arrangements

1. The Recipient shall ensure that the CSA, CSA Project Implementation Unit, and CSA Steering Committee are maintained at all times during the implementation of the Project with functions, staffing and resources satisfactory to the World Bank so as to ensure prompt and efficient implementation of the Project.

2. CSA shall be responsible for overall implementation of the Project.

CSA Project Implementation Unit

Without limitation to paragraph 1 of this Part A, the CSA shall carry out the Project through the CSA Project Implementation Unit, and shall be responsible for the day-to-day management of Project implementation, including: (a) preparing annual work plans and progress reports; (b) monitoring and supervising overall implementation progress and evaluation of Project impacts; (c) financial administration; (d) procuring goods, works, and services; and (e) provision of administrative support to the CSA Steering Committee.

CSA Steering Committee

(i) Without limitation to paragraph 1 of this Part A, the CSA Steering Committee (“the CSA Steering Committee”) shall be chaired by the director general of CSA and will be represented by the deputy directors from CSA.

(ii) The CSA Steering Committee shall be responsible for: (a) establishing policy guidelines and providing overall oversight of Project implementation; (b) approving the annual work program and budget; (c) reviewing and agreeing with the annual Procurement Plan; (d) reviewing the annual implementation performance report prepared by the CSA Project Implementation Unit; and (e) overseeing the implementation of corrective actions when necessary.

B. Implementation Arrangements

1. Project Operational Manual

The Recipient shall implement the Project in accordance with the arrangements and procedures set out in the Project Operational Manual (provided, however, that in case of any conflict between the arrangements and procedures set out in the Project Operational Manual and the provisions of this Agreement, the
provisions of this Agreement shall prevail), and, except as the Recipient and the World Bank shall otherwise agree, the Recipient shall not amend or waive any provision of the Project Operational Manual, if in the opinion of the World Bank, such amendment or waiver shall materially or adversely affect the carrying out of the Project or the achievement of the objectives thereof.

2. **Annual Work Program and Budget**

The Recipient (a) shall prepare an Annual Work Plan and Budget ("AWP&B") for each Fiscal Year, setting forth, *inter alia*, a detailed description of activities for the following Fiscal Year; the sources and uses of funds; and responsibility for execution for the activities under the Project, budgets, start and completion dates, outputs, and monitoring indicators to track progress; (b) not later than March 31 of each Fiscal Year of the Recipient, furnish to the World Bank for its comments and approval, the draft AWP&B and, promptly thereafter, finalize the AWP&B taking into account the World Bank's views and recommendations thereon; and (c) adopt and sign the final version of the AWP&B in the form approved by the World Bank not later than April 30 of such Fiscal Year.

C. **Anti-Corruption**

The Recipient shall ensure that the Project is carried out in accordance with the provisions of the Anti-Corruption Guidelines.

D. **Environmental Safeguards**

1. The Recipient shall ensure that the Project is carried out in accordance with the Environmental Management and Social Framework (ESMF), including the guidelines, rules and procedures defined in said ESMF. To this end, the Recipient shall: (i) if an environmental management plan or similar safeguard instrument would be required on the basis of the ESMF, such environmental management plan or similar safeguard instrument shall be prepared in accordance with the requirements of the ESMF, disclosed locally and furnished to the World Bank for approval; and (ii) ensure that all measures required for carrying out any environmental management plan or similar safeguard instrument, are taken in a timely manner.

2. Without limitation to its other reporting obligations under this agreement and the Standard Conditions, the Recipient shall include in the Project Reports referred to in Section II.A of this Schedule adequate information on the implementation of the ESMF, any environmental management plan or similar safeguard instrument, giving details of:

(a) measures taken in furtherance of the ESMF, any environmental management plan or similar safeguard instrument;
(b) conditions, if any, which interfere or threaten to interfere with the smooth implementation of the ESMF, any environmental management plan or similar safeguard instrument; and

(c) remedial measures taken or required to be taken to address such conditions and to ensure the continued efficient and effective implementation of the ESMF, any environmental management plan or similar safeguard instrument.

E. Specific Environmental Arrangements for the Project

The Recipient, through CSA shall ensure, that the terms of reference for any consultancy in respect of any Project activity, shall be satisfactory to the World Bank following its review thereof and, to that end, such terms of reference shall duly incorporate the requirements of the World Bank Safeguard Policies then in force, as applied to the advice conveyed through such technical assistance.

F. Donor Visit

For purposes of Section 2.09 of the Standard Conditions, the Recipient shall, upon the World Bank’s request, take all measures required on its part to enable representatives of the Donors’ to visit any part of the Recipient’s territory for purposes related to the Project.

Section II. Project Monitoring, Reporting and Evaluation

A. Project Reports

1. The Recipient shall monitor and evaluate the progress of the Project and prepare Project Reports in accordance with the provisions of Section 2.06 of the Standard Conditions on the basis of indicators acceptable to the World Bank. Each Project Report shall cover the period of one calendar semester, and shall be furnished to the World Bank not later than one month after the end of the period covered by such report.

2. The Recipient shall prepare the Completion Report in accordance with the provisions of Section 2.06 of the Standard Conditions. The Completion Report shall be furnished to the World Bank not later than six months after the Closing Date.

B. Financial Management, Financial Reports and Audits

1. The Recipient shall ensure that a financial management system is maintained in accordance with the provisions of Section 2.07 of the Standard Conditions.

2. The Recipient shall ensure that interim unaudited financial reports for the Project are prepared and furnished to the World Bank not later than forty five (45) days
after the end of each calendar quarter, covering the quarter, in form and substance satisfactory to the World Bank.

3. The Recipient shall have its Financial Statements for the Project audited in accordance with the provisions of Section 2.07 (b) of the Standard Conditions. Each such audit of the Financial Statements shall cover the period of one fiscal year of the Recipient. The audited Financial Statements for each such period shall be furnished to the World Bank not later than six (6) months after the end of such period.

Section III. Procurement

A. General

1. Goods, Works and Non-consulting Services. All goods, works and non-consulting services required for the Project and to be financed out of the proceeds of the Grant shall be procured in accordance with the requirements set forth or referred to in Section I of the Procurement Guidelines, and with the provisions of this Section.

2. Consultants’ Services. All consultants’ services required for the Project and to be financed out of the proceeds of the Grant shall be procured in accordance with the requirements set forth or referred to in Sections I and IV of the Consultant Guidelines, and with the provisions of this Section.

3. Definitions. The capitalized terms used below in this Section to describe particular procurement methods or methods of review by the World Bank of particular contracts, refer to the corresponding method described in Sections II and III of the Procurement Guidelines, or Sections II, III, IV and V of the Consultant Guidelines, as the case may be.

B. Particular Methods of Procurement of Goods, Works and Non-Consulting Services

1. International and National Competitive Bidding. Except as otherwise provided in paragraph 2 below, goods, works and non-consulting services shall be procured under contracts awarded on the basis of International and National Competitive Bidding. National Competitive Bidding (NCB) shall follow the Recipient’s procurement procedures subject to the following additional procedures:

(a) The Recipient’s standard bidding documents for procurement of goods and works acceptable to the World Bank shall be used. At the request of the Recipient, the introduction of requirements for bidders to sign an Anti-Bribery pledge and/or statement of undertaking to observe Ethiopian Law against fraud and corruption and other forms that ought to be completed and signed by him/her may be included in bidding
documents if the arrangements governing such undertakings are acceptable to the World Bank.

(b) If pre-qualification is used, the World Bank’s standard prequalification document shall be used.

(c) No margin of preference shall be granted in bid evaluation on the basis of bidder's nationality, origin of goods or services, and/or preferential programs such as but not limited to small and medium enterprises.

(d) Mandatory registration in a supplier list shall not be used to assess bidders’ qualifications. A foreign bidder shall not be required to register as a condition for submitting its bid and if recommended for contract award shall be given a reasonable opportunity to register with the reasonable cooperation of the Recipient, prior to contract signing. Invitations to bids shall be advertised in at least one newspaper of national circulation or the official gazette or on a widely used website or electronic portal with free national and international access.

(e) Bidders shall be given a minimum of thirty (30) days to submit bids from the date of availability of the bidding documents.

(f) All bidding for goods shall be carried out through a one-envelope procedure.

(g) Evaluation of bids shall be made in strict adherence to the evaluation criteria specified in the bidding documents. Evaluation criteria other than price shall be quantified in monetary terms. Merit points shall not be used, and no minimum point or percentage value shall be assigned to the significance of price, in bid evaluation.

(h) The results of evaluation and award of contract shall be made public. All bids shall not be rejected and the procurement process shall not be cancelled, a failure of bidding declared, or new bids shall not be solicited, without the Bank’s prior written concurrence. No bids shall be rejected on the basis of comparison with the cost estimates without the World Bank's prior written concurrence.

(i) In accordance with para.1.16(e) of the Procurement Guidelines, each bidding document and contract financed out of the proceeds of the Grant shall provide that: (1) the bidders, suppliers, contractors and subcontractors, agents, personnel, consultants, service providers, or suppliers shall permit the World Bank, at its request, to inspect all accounts, records and documents relating to the bid submission and performance of the contract, and to have them audited by auditors appointed by the World Bank; and (2) Acts intended to materially impede the exercise of the World Bank’s audit and inspection rights
constitutes an obstructive practice as defined in para. 1.16 a (v) of the Procurement Guidelines.

2. Other Methods of Procurement of Goods, Works and Non-consulting Services. The following methods, other than International and National Competitive Bidding, may be used for procurement of goods, works and non-consulting services for those contracts specified in the Procurement Plan: (a) Direct contracting; (b) Shopping; and (c) Procurement from United Nations Agencies.

C. Particular Methods of Procurement of Consultants’ Services

1. Quality- and Cost-based Selection. Except as otherwise provided in paragraph 2 below, consultants’ services shall be procured under contracts awarded on the basis of Quality- and Cost-based Selection.

2. Other Methods of Procurement of Consultants’ Services. The following methods, other than Quality- and Cost-based Selection, may be used for procurement of consultants’ services for those contracts which are specified in the Procurement Plan: (a) Single-Source Selection; (b) Selection of Individual Consultants; (c) Least-Cost Selection; (d) Selection Based on Consultants Qualifications.

D. Review by the World Bank of Procurement Decisions

The Procurement Plan shall set forth those contracts which shall be subject to the World Bank’s Prior Review. All other contracts shall be subject to Post Review by the World Bank.

Section IV. Withdrawal of the Grant Proceeds

A. General

1. The Recipient may withdraw the proceeds of the Grant in accordance with the provisions of: (a) Article III of the Standard Conditions; (b) this Section; and (c) such additional instructions as the World Bank may specify by notice to the Recipient (including the “World Bank Disbursement Guidelines for Projects” dated May 2006, as revised from time to time by the World Bank and as made applicable to this Agreement pursuant to such instructions), to finance Eligible Expenditures as set forth in the table in paragraph 2 below.

2. The following table specifies the categories of Eligible Expenditures that may be financed out of the proceeds of the Grant (“Category”), the allocations of the amounts of the Grant to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category:
### Category

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in USD)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Works, goods, non-consulting services, consultants’ services, Operating Costs, and Training and Workshops</td>
<td>10,000,000</td>
<td>100%</td>
</tr>
</tbody>
</table>

**TOTAL AMOUNT**  
10,000,000

### B. Withdrawal Conditions; Withdrawal Period

1. Notwithstanding the provisions of Part A of this Section, no withdrawal shall be made for payments made prior to the date of this Agreement, except that withdrawals up to an aggregate amount not to exceed US$ 500,000 equivalent may be made for payments made prior to this date but on or after April 21, 2014 Eligible Expenditures under the Project.

2. The Closing Date referred to in Section 3.06 (c) of the Standard Conditions is June 30, 2017.

### C. Other Undertakings

The Recipient shall:

1. no later than three (3) months after the effectiveness of this Agreement, establish and thereafter maintain, the CSA Project Implementation Unit, in accordance with the provisions of Section I.A.1 and 2 of Schedule 2 to this Agreement, with staffing, resources, terms of reference, and with substance satisfactory to the World Bank.

2. no later than three (3) months after the effectiveness of this Agreement, prepare and adopt, Project Operational Manual, in accordance with the provisions of Section I.B of Schedule 2 to this Agreement in form and substance satisfactory to the World Bank, and thereafter ensure that the Project is carried in out in accordance with said manual.
APPENDIX

Definitions


2. “Category” means a category set forth in the table in Section IV of Schedule 2 to this Agreement.


5. “CSA Project Implementation Unit” means the unit established within the CSA for the coordination of activities to be carried out under the Project, as referred to in paragraph (c) of Section I.A.1 of Schedule 2 to this Agreement or any successor thereto.

6. “Environmental and Social Management Framework” or “ESMF” means the Recipient’s plan, dated June 7, 2013, that includes the set of mitigation, enhancement, monitoring, and institutional measures, to be taken during implementation of the Project to eliminate any adverse environmental and social impacts, offset them, reduce them to acceptable levels, or to enhance positive impacts. The measures include inter alia: clear procedures and methodologies for the environmental and social assessment, review, approval and implementation of investments to be financed under the Project; appropriate roles and responsibilities, and necessary reporting procedures for managing and monitoring environmental and social concerns related to the Project; and practical information resources for implementing the ESMF.

7. “Fiscal Year” and “FY” mean the Recipient's fiscal year beginning July 8 and ending July 7 of the next calendar year.


10. “NSS” means the National Statistics System

11. “CSA Steering Committee” means the committee established for the coordination of activities to be carried out under the Project, and referred to in
paragraph (a) of Section I.A.1 of Schedule 2 to this Agreement or any successor thereto.

12. “Operating Costs” means the incremental costs incurred by the Recipient based on annual budgets approved by the World Bank, on account of Project implementation, management and monitoring, including fuel and operation and maintenance costs for vehicles; stationary and sundries; advertising and office running costs including services of office machines and equipment; purchase of materials for workshops; office supplies; communication charges; and venues for workshops and Training.


14. “Procurement Plan” means the Recipient’s procurement plan for the Project, dated April 29, 2014 and referred to in paragraph 1.16 of the Procurement Guidelines and paragraph 1.25 of the Consultant Guidelines, as the same shall be updated from time to time in accordance with the provisions of said paragraphs.

15. “Project Operational Manual” means the manual referred to in Section I.B.1 of Schedule 2 to this Agreement consisting of different modules setting out respectively, inter alia, the administrative, financial and accounting procedures; the procurement and disbursement procedures; including procurement and accounting procedures; performance indicators to be used for the Project, procedures for the implementation of the Environmental and Social Management Framework and other activities and arrangements to be used for the purpose of implementing the Project, , as the same may be amended from time to time with the prior agreement of the World Bank.

16. “Training and Workshops” includes services for the organization of the workshops, training materials and rental of training facilities and equipment, travel and per diem for participants, tuition fees, travel, accommodation and per diem of trainers and trainees, printing of documents, communications, and various supplies needed for the workshops.