Mr. Ivo Germann  
Head of Operations, Economic Cooperation and Development  
State Secretariat for Economic Affairs (SECO)  
Holzikofenweg 36  
3003 Bern  
SWITZERLAND

Second Amendment to the Trust Fund Administration Agreement between the Swiss Federation represented by the State Secretariat for Economic Affairs, and the International Bank for Reconstruction and Development and the International Development Association concerning the Multi-Donor Trust Fund for Strengthening Accountability and the Fiduciary Environment in South East Europe and Central Asia (TF071422)

Dear Mr. Germann:

1. We refer to the Administration Agreement between the Swiss Confederation represented by the State Secretariat for Economic Affairs SECO (the “Donor”) and the International Bank for Reconstruction and Development (“IBRD”) and the International Development Association (“IDA”), (collectively, the “Bank”) concerning the Multi-Donor Trust Fund for Strengthening Accountability and the Fiduciary Environment in South East Europe and Central Asia (TF071422) (the “Trust Fund”) effective February 15, 2010 and amended March 18, 2013.

2. The Bank acknowledges that the Donor agrees to provide a supplemental contribution in the amount of Swiss Francs one million (CHF 1,000,000) (the “Contribution”) for the Multi-Donor Trust Fund for Strengthening Accountability and the Fiduciary Environment in South East Europe and Central Asia Multi-Donor Trust Fund, No. TF071422 (the “Trust Fund”) in accordance with the terms of this Amendment.

3. The Donor shall deposit the Contribution in the currency specified in paragraph 2 above into such bank account designated by the Bank promptly following effectiveness of this Amendment and submission of a payment request by the Bank.

4. When making a 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 deposited, that the deposit is made by the Donor for No. TF071422 (the Multi-Donor Trust Fund for Strengthening Accountability and the Fiduciary Environment in South East Europe and Central Asia Multi-Donor Trust Fund), and the date of the deposit (the “Deposit Instructions”). In addition, the Donor shall provide a copy of the 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.
5. Additionally, the Parties agree to the following amendments to the Administration Agreement:

(a) The contact information for the Donor in paragraph 5 shall be deleted and replaced with the following:

“For the Donor:

Federal Department of Economic Affairs, Education and Research
State Secretariat for Economic Affairs SECO
Economic Cooperation and Development
Macroeconomic Support Division
Tel.: + 41 58 464 07 94
Fax: + 41 58 464 09 62
Email: wem.uksekretariat@seco.admin.ch”

(b) In Annex 1 of the Administration Agreement, Section A. Description of Activities, Croatia shall be deleted from the list of eligible beneficiary countries under the Trust Fund.

(c) Notwithstanding item (b) above, the Croatia Municipal PEFA shall continue to be eligible to receive benefits under the MDTF solely for purposes of the PEFA.

(d) In Annex 1 of the Administration Agreement, two new criteria shall be added to Section C. Governance Terms as items “(v)” and “(vi)” immediately following item (iv):

“(v) Beneficiaries have to demonstrate the existence of implementation capacities and the project’s contribution to mid- to long-term development objectives.

(vi) Beneficiaries have to demonstrate that there is a high likelihood that results achieved through the project will be sustainable and/or will enhance the effectiveness of other PFM reform initiatives.”

(e) In Annex 2 of the Administration Agreement, paragraph 8.1 is amended in its entirety to read as follows:

“8.1 It is expected that the Contributions will be fully disbursed by the Bank by December 31, 2016. The Bank shall only disburse Contributions for the purposes of this Agreement after such date with the written approval of the Donors.”

6. All other terms and conditions of the Agreement that have not been amended hereby shall remain unchanged and in full force and effect.

7. Please confirm the Recipient’s agreement to the foregoing by having an authorized official of the Recipient sign and date the enclosed copy of this Agreement, and returning it to the World Bank. Upon receipt by the World Bank of this countersigned copy, this Amendment Letter shall become effective upon the date of its countersignature.
Very truly yours,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

Hassane Cisse
Acting Director, Public Resource Mobilization & Management
Governance Global Practice

AGREED:
STATE SECRETARIAT FOR ECONOMIC AFFAIRS

By: __________________________

Name: Ivo Germann

Title: Head of Operations

Date: 23 12 2014