
GRANT NUMBER TF011939

**Australia-World Bank Philippines
Development Trust Fund
Grant Agreement**

(Co-financing for Kapitbisig Laban sa Kahirapan-
Comprehensive and Integrated Delivery of Social Services Project)
(KALAHI-CIDSS)

between

REPUBLIC OF THE PHILIPPINES

and

INTERNATIONAL BANK FOR RECONSTRUCTION
AND DEVELOPMENT

acting as Administrator of the Australia-World Bank Philippines Development
Trust Fund

Dated *May 30*, 2012

AUSTRALIA-WORLD BANK PHILIPPINES DEVELOPMENT TRUST FUND
GRANT AGREEMENT

AGREEMENT dated *May 00*, 2012, entered into between: REPUBLIC OF THE PHILIPPINES ("Recipient"); and INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT ("World Bank"), acting as administrator of grant funds provided by the Government of Australia, represented by the Australian Agency for International Development ("Donor") under the Australia-World Bank Philippines Development Trust Fund, for the purpose of co-financing certain activities under the Kapitbisig Laban sa Kahirapan-Comprehensive and Integrated Delivery of Social Services Project (KALAHI-CIDSS).

The Recipient and the World Bank hereby agree as follows:

Article I
Standard Conditions; Definitions

- 1.01. The Standard Conditions for Grants Made by the World Bank out of Various Funds, dated February 15, 2012 ("Standard Conditions"), constitute an integral part of this Agreement.
- 1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the Standard Conditions, the Loan Agreement for the Additional Financing or in Appendix to this Agreement.

Article II
The Project

- 2.01. The Recipient declares its commitment to the objective of the Project described in Schedule 1 to this Agreement (the "Project"). To this end, the Recipient shall carry out the Project through DSWD, 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 (US\$10,000,000) ("Grant") to assist in co-financing sub-projects and advisory services related to the construction of day care centers and school buildings/classrooms, as described in Part A.3, Part B.4, Part B.5, Part C.3 and Part D of Schedule 1 to this Agreement ("Activities").

3.02. The Recipient may withdraw the proceeds of the Grant in accordance with Section III of Schedule 2 to this Agreement.

3.03. The Grant is funded out of the above-mentioned trust fund for which the World Bank receives periodic contributions from the donor to the trust 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 donor under the above-mentioned trust 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 Secretary of Finance.

4.02. The Recipient's Address referred to in Section 7.01 of the Standard Conditions

Department of Finance
Department of Finance Building
Bangko Sentral ng Pilipinas Complex
Roxas Blvd.
Manila, Republic of the Philippines

Fax: (63-2) 523-9216

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

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

Cable:

Telex:

Facsimile:

INTBAFRAD

248423 (MCI) or

1-202-477-6391


Washington, D.C.

64145 (MCI)

AGREED at Manila, Republic of the Philippines as of the day and year first
above written.

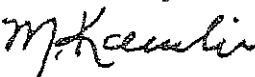
REPUBLIC OF THE PHILIPPINES

By


Authorized Representative

INTERNATIONAL BANK FOR RECONSTRUCTION AND
DEVELOPMENT
acting as Administrator of the Australia-World Bank Philippines
Development Trust Fund

By


Authorized Representative

SCHEDULE 1

Project Description

The objective of the Project is to empower Local Communities in targeted poor Municipalities and Selected Urban Areas, to achieve improved access to sustainable basic public services and to participate in more inclusive Local Government Unit planning and budgeting.

The Project consists of the "Project Description" in Schedule 2 of the Original Loan Agreement as modified in Schedule 1 of the Loan Agreement for the Additional Financing, and the following additional Activities to be specifically financed by the Grant and to be incorporated into Parts A, B, C and D of the Loan Agreement for the Additional Financing as follows:

A. Additional Activity to be financed by the Grant incorporated as Part A.3 of the Project as follows:

3. Carrying out of investment Sub-projects specifically related to the construction of day care centers and school buildings/classrooms to meet the needs identified in the preceding paragraph through the provision of Sub-grants to Barangays.

B. Additional Activities to be financed by the Grant incorporated as Part B.4 and Part B.5 of the Project as follows:

4. Mobilization of community volunteers for the preparation and updating of the program of work and technical plans, as well as the mobilization of local counterpart contributions for the construction and rehabilitation of day care centers and school buildings/classrooms.
5. Conduct hands-on training for community volunteers for sub-project implementation, supervision, monitoring, operations and maintenance, all specifically related to the construction of day care centers and school buildings/classrooms.

C. Additional Activity to be financed by the Grant incorporated as Part C.3 of the Project as follows:

3. Carrying out of investment Sub-projects in Selected Urban Areas to address the specific concerns of urban poor communities related to the construction of day care centers and school buildings/classrooms, through the provision of Sub-grants to Barangays.

D. Additional Activity to be financed by the Grant incorporated as Part D.3 of the Project as follows:

3. Provide implementation support for the Sub-projects specifically related to the construction of day care centers and school buildings/classrooms, including the hiring of additional staff dedicated to carry out the activities described in Part A.3, Part B.4, Part B.5 and Part C.3 above, incremental cost of managing and monitoring proposed Sub-projects, functionality evaluation, annual reviews, and assessment of the Sub-projects.

SCHEDULE 2

Project Execution

Section I. Institutional and Implementation Arrangements

A. Institutional Arrangements

The provisions of Sections I.A., I.B and I.C, and Section II of Schedule 2 and Annexes 1 and 2 to Schedule 2 of the Loan Agreement for the Additional Financing are incorporated herein by reference and apply, *mutatis mutandis*, to the Grant, and the Recipient hereby undertakes to comply with the provisions thereof to the same extent as if such provisions had been set out in full in this Agreement. The references to "the Borrower" and "the Bank" wherever they appear in said Sections shall be read as "the Recipient" and "the World Bank", respectively.

B. Anti-Corruption

The Recipient shall ensure that the Activities are carried out in accordance with the provisions of the "Guidelines on Preventing and Combating Fraud and Corruption in Projects Financed by IBRD Loans and IDA Credits and Grants", dated October 15, 2006 and revised in January 2011 ("Anti-Corruption Guidelines").

C. Donor Visibility and Visit

1. The Recipient shall take or cause to be taken all such measures as the World Bank may reasonably request to identify publicly the Donor's support for the Activities.

2. For the purposes of Section 2.7 of the Standard Conditions, the Recipient shall, upon the World Bank's request, enable the representatives of the Donor to visit any part of the Recipient's territory for purposes related to the Grant.

Section II. Procurement

A. General

1. Procurement and Consultant Guidelines. All goods, works and 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:
 - (a) Section I of the "Guidelines: Procurement of Goods, Works and Non-consulting Services under IBRD Loans and IDA Credits and Grants by World Bank Borrowers" dated January 2011 ("Procurement Guidelines") in the case of goods and works, and Sections I and IV of the "Guidelines:

Selection and Employment of Consultants under IBRD Loans and IDA Credits and Grants by World Bank Borrowers" dated January 2011 ("Consultant Guidelines") in the case of consultants' services; and

- (b) the provisions of this Section III, as the same shall be elaborated in the procurement plan prepared and updated from time to time by the Recipient for the Project in accordance with paragraph 1.18 of the Procurement Guidelines and paragraph 1.25 of the Consultant Guidelines ("Procurement Plan").
2. **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 and Works**
1. **International Competitive Bidding.** Except as otherwise provided in paragraph 2 below, goods and works shall be procured under contracts awarded on the basis of International Competitive Bidding.
2. **Other Methods of Procurement of Goods and Works.** The following methods, other than International Competitive Bidding, may be used for procurement of goods and works for those contracts specified in the Procurement Plan: (a) Shopping; (b) Direct Contracting; (c) Community Participation; and (d) National Competitive Bidding, subject to the following additional procedures:

Additional Procedures for National Competitive Bidding

- (i) Eligibility screening shall not be applied. However, bids that do not contain any of the following documents will not pass the documentary compliance check: (A) evidence of the required financial, technical or production capability; (B) audited financial statements; (C) credit line or cash deposit certificate; (D) bid security; and (E) authority of the bid signatory.
- (ii) A ceiling may be applied to bid prices provided the following conditions are met: (A) bidding documents are obtainable free of charge on a freely accessible website; (B) the implementing agency has procedures in place to ensure that the approved budget for the contract (ABC) is based on engineer's estimate; (C) the implementing agency has trained cost estimators on estimating prices and analyzing bid variance; and (D) the implementing agency has established a system to monitor and report bid prices relative to ABC and Engineer's estimate.

[Letterhead]

XXXX

[Street address]

[City] [Country]

[DATE]

The World Bank
23/F, The Taipan Place Building
Emerald Avenue, Ortigas Center
Pasig City, Metro Manila, Philippines

Attention: Mr. Motoo Konishi, Country Director

Re: Grant No TF011939 (Philippines- Co-financing for Kapithisig Laban sa Kahirapan-Comprehensive and Integrated Delivery of Social Services Project)

Dear Mr. Konishi:

I refer to the Grant Agreement between the International Bank for Reconstruction and Development ("World Bank") acting as administrator of grant funds provided by the Government of Australia, represented by the Australian Agency for International Development ("Donor") under the Australia-World Bank Philippines Development Trust Fund and the Philippines ("Recipient"), dated _____, providing the above Grant. For the purposes of Section 2.03 of the General Conditions as defined in the Grant Agreement, any 1[one] of the persons whose authenticated specimen signatures appear below is authorized on behalf of the Recipient to sign Applications for withdrawal under this Grant.

For the purpose of delivering Applications to the World Bank, 2[each] of the persons whose authenticated specimen signatures appears below is authorized on behalf of the Recipient, acting 3[individually] 4[jointly], to deliver Applications, and evidence in support thereof on the terms and conditions specified by the World Bank.

¹ Instruction to the Recipient: Stipulate if more than one person needs to sign Applications, and how many or which positions, and if any thresholds apply. *Please delete this footnote in final letter that is sent to the World Bank.*

² Instruction to the Recipient: Stipulate if more than one person needs to *jointly* sign Applications, if so, please indicate the actual number. *Please delete this footnote in final letter that is sent to the World Bank.*

³ Instruction to the Recipient: Use this bracket if any one of the authorized persons may sign; if this is not applicable, please delete. *Please delete this footnote in final letter that is sent to the World Bank.*

⁴ Instruction to the Recipient: Use this bracket only if several individuals must jointly sign each Application; if this is not applicable, please delete. *Please delete this footnote in final letter that is sent to the World Bank.*

5[This confirms that the Recipient is authorizing such persons to accept Tokens and to deliver the Applications and supporting documents to the World Bank by electronic means. In full recognition that the World Bank shall rely upon such representations and warranties, including without limitation, the representations and warranties contained in the Terms and Conditions of Use of Secure Identification Devices in connection with Use of Electronic Means to Process Applications and Supporting Documentation ("Terms and Conditions of Use of Tokens"), the Recipient represents and warrants to the World Bank that it will deliver to each such person a copy of the Terms and Conditions of Use of Tokens and will cause such persons to abide by those terms and conditions.]

This Authorization replaces and supersedes any Authorization currently in the World Bank records with respect to this Agreement.

[Name], [position] Specimen Signature: _____
[Name], [position] Specimen Signature: _____
[Name], [position] Specimen Signature: _____

Yours truly,

/ signed /

Recipient's Representative

⁵ Instruction to the Recipient: Add this paragraph if the Recipient wishes to authorize the listed persons to accept Tokens and to deliver Applications by electronic means; if this is not applicable, please delete the paragraph. *Please delete this footnote in final letter that is sent to the World Bank.*

*Terms and Conditions of Use
of
Secure Identification Devices
in connection with
Use of Electronic Means
to Process
Applications
and Supporting Documentation*

January 20, 2010

The World Bank (Bank)¹ will provide secure identification devices (Tokens) to permit the Borrower to deliver applications for withdrawal and applications for special commitments under the Agreement(s) and supporting documentation (such applications and supporting documentation together referred to in these Terms and Conditions of Use as Applications) to the Bank electronically, on the terms and conditions of use specified herein.

A. Identification of Users.

1. The Borrower will be required to identify in a completed Authorized Signatory Letter (ASL) duly delivered to and received by the Bank each person who will be authorized to deliver Applications. The Bank will provide Tokens to each person identified in the ASL (Signatory), as provided below. The Borrower shall also immediately notify the Bank if a Signatory is no longer authorized by the Borrower to act as a Signatory.
2. Each Signatory must register as a user on the Bank's Client Connection (CC) website (<https://clientconnection.worldbank.org>) prior to delivery of Tokens. Registration on CC will require that the Signatory establish a CC password (CC Password). The Signatory shall not reveal his/her CC Password to anyone or store or record the CC Password in written or other form. Upon registration as a CC user, the Signatory will be assigned a unique identifying account name.

B. Distribution, Initialization and Return of Tokens.

1. The Bank will physically deliver a Token to each Signatory in a manner to be determined by and satisfactory to the Bank.
2. At the time of delivery of a Token to a Signatory, the Signatory will receive a copy of these Terms and Conditions of Use for purposes of initializing the Token.

¹ "Bank" includes IBRD and IDA.

3. The Bank will verify that the Token, Temporary Password and Terms and Conditions of Use have been duly delivered to and received by the CC User.
4. Promptly upon receipt of the Token and Terms and Conditions of Use, the Signatory will access CC using his/her account name and CC Password and register his/her Token and set a personal identification number (PIN) to be used in connection with the use of his/her Token, after which the Token will be initialized for use by the Signatory exclusively for the purposes of delivering Applications. Upon initialization of the Token, the Signatory will be a "Token User". The Bank will maintain in its database a user account (Account) for each Token User for purposes of managing the Token of the Token User. Neither the Borrower nor the Token User will have any access to the Account.
5. Prior to first use of the Token by the Token User for delivering Applications, the Borrower shall ensure that the Token User has received training materials provided by the Bank in use of the Token.
6. Tokens shall be promptly returned to the Bank upon request of the Bank.

C. Management of Tokens.

1. Tokens will remain the property of the Bank.
2. Use of the Token is strictly limited to use in the delivery of Applications by the Token User in the manner prescribed by the Bank in the Agreement(s) and these Terms and Conditions. Any other use of the Token is prohibited.
3. The Bank assumes no responsibility or liability whatsoever for any misuse of the Token by the Token User, other representatives of the Borrower, or third parties.
4. The Borrower undertakes to ensure, and represents and warrants to the Bank (such representation and warranty being expressly relied upon by the Bank in delivery of a Token to each Token User) that each Token User is provided, understands and will abide by, these Terms and Conditions of Use, including without limitation the following:

Security

- 4.1. The Token User shall not reveal his/her PIN to anyone or store or record the PIN in written or other form.
- 4.2. The Token User shall not allow anyone else to utilize a Token to deliver an Application to the Bank.
- 4.3. The Token User shall always logout from CC when not using the system. Failure to logout properly can create a route into the system that is unprotected.

4.4. If the Token User believes a third party has learned his/her PIN or has lost his/her Token he/she shall immediately notify clientconnection@worldbank.org.

4.5. The Borrower shall immediately notify the Bank at clientconnection@worldbank.org of any lost, stolen or compromised Tokens, and take other reasonable steps to ensure such Tokens are disabled immediately.

Care of Tokens

4.6. Tokens contain delicate and sophisticated instrumentation and therefore should be handled with due care, and should not be immersed in liquids, exposed to extreme temperatures, crushed or bent. Also, Tokens should be kept more than five (5) cm from devices that generate electromagnetic radiation (EMR), such as mobile phones, phone-enabled PDAs, smart phones and other similar devices. Tokens should be carried and stored separate from any EMR device. At close range (less than 5 cm), these devices can output high levels of EMR that can interfere with the proper operation of electronic equipment, including the Token.

4.7. Without derogating from these Terms and Conditions of Use, other technical instructions on the proper use and care Tokens are available at <http://www.rsa.com>.

5. *Replacement*

5.1. Lost, damaged, compromised (in terms of 4.5, above) or destroyed Tokens will be replaced at the expense of the Borrower.

5.2. The Bank reserves the right, in its sole discretion, not to replace any Token in the case of misuse, or not to reactivate a Token User's Account.

6. *Reservation of Right to disable Token*

6.1. The Borrower shall reserve the right to revoke the authorization of a Token User to use a Token for any reason.

6.2. The Bank reserves the right, in its sole discretion, to temporarily or permanently disable a Token, de-activate a Token User's Account or both.

Payments made during the period from _____ to _____

Date: _____
Application No: _____
Grant No: _____

For Expenditures under Contracts subject to the Bank's Prior Review

1	2	3	4a	4b	5	6	7	8	9	10	11	12	13
Item No	Name of Supplier/Contractor or Consultant	Client Contract Reference	Total Amount of Contract	Date of ISRD's "No Objection"	Invoice No	Total Invoice amount	Eligible % of Financing	Eligible amount of financing from ISRD (\$K)	Date of Payment	Brief Description of Goods, Works or Services	Exchange Rate	Disbursed from Disbursement Account	Amount disbursed from Disbursement Account
Total													

Notes:
(*) Items should be grouped by category or alternatively, a separate SS form may be used for each category.
(**) Separate SS Form should be used for retrospective financing and be clearly marked as retrospective financing.
(***) If this application is not for related to the Disbursement Account, Item references 12 and 13 blank.
Include Records reflecting eligible expenditure (e.g copies of receipts, supplier invoices) for all items claimed on this sheet.

Date: _____
 Application No: _____
 Client No: _____

To: _____

Payments made during the period from _____ to _____

For Expenditures Under Contracts NOT Subject to the Bank's Prior Review

Item No.	Category No. †	Name of Supplier/Contractor or Consultant	Contract Reference	Total Amount of Contract	Invoice No	Total invoice amount covered by this SOE	Eligible % of financing	Eligible amount of financing from IBRD (6a7)	Date of Payment	Brief Description of Goods, Works or Services	Exchange Rate	Designated Account (6a)	
												12	13
Total													

Supporting documents for this SOE are retained at _____

Note: (*) Items should be grouped by category or alternatively, a separate SOE form may be used for each category.
 † Separate SOE forms should be used for retroactive financing and be clearly marked as retroactive financing.
 If this application is not for related to the Designated Account, leave columns 12 and 13 blank.

May 30, 2012

Honorable Cesar V. Purisima
Secretary
Department of Finance
DOF Building, BSP Complex
Roxas Boulevard, Manila
Republic of the Philippines

**Re: Grant No TF011939 (Philippines- Co-financing for Kapitbisig Laban sa Kahirapan-
Comprehensive and Integrated Delivery of Social Services Project)**
Additional Instructions: Disbursement Letter

Dear Secretary Purisima:

I refer to the Grant Agreement between the International Bank for Reconstruction and Development ("World Bank") acting as administrator of grant funds provided by the Government of Australia, represented by the Australian Agency for International Development ("Donor") under the Australia-World Bank Philippines Development Trust Fund and the Philippines ("Recipient") for the above-referenced project, dated May 30, 2012. The Grant Agreement provides that the World Bank may issue additional instructions regarding the withdrawal of the proceeds of Grant TF011939 ("Grant"). This letter ("Disbursement Letter"), as revised from time to time, constitutes the additional instructions.

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 Grant 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 Grant:

- Reimbursement
- Advance
- Direct Payment

(ii) *Disbursement Deadline Date (subsection 3.7)*. The Disbursement Deadline Date is four months after the Closing Date specified in the Grant Agreement. Any changes to this date will be notified by the World Bank.

II. Withdrawal of Grant Proceeds

(i) *Authorized Signatures (subsection 3.1)*. An authorized signatory letter in the Form attached (Attachment 2) should be furnished to the World Bank at the address indicated below providing the name(s) and specimen signature(s) of the official(s) authorized to sign Applications:

The World Bank
23/F, The Taipan Place Building
Emerald Avenue, Ortigas Center
Pasig City, Metro Manila, Philippines
Attention: Mr. Motoo Konishi, Country Director

(ii) *Applications (subsections 3.2 - 3.3)*. Please provide completed and signed Applications for withdrawal, together with supporting documents to the address indicated below:

The World Bank
23/F, The Taipan Place Building
Emerald Avenue, Ortigas Center
Pasig City, Metro Manila, Philippines
Attention: Loan Department

(iii) *Electronic Delivery (subsection 3.4)*. The World Bank may permit the Recipient to electronically deliver to the World Bank Applications (with supporting documents) through the World Bank's Client Connection, web-based portal. The option to deliver Applications to the World Bank 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 devices ("Tokens") from the World Bank 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 World Bank agrees, the World Bank will provide the Recipient with Tokens 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 World Bank 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 Tokens to Process Applications*. By designating officials to accept Tokens 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 Devices in connection with Use of Electronic Means to Process Applications and Supporting Documentation ("Terms and Conditions of Use of Tokens") provided in Attachment 3; and (b) to deliver the Terms and Conditions of Use of Tokens to each such official and to cause such official to abide by those terms and conditions.

(v) *Minimum Value of Applications (subsection 3.5)*. The Minimum Value of Applications for Direct Payment and Reimbursement is United States Dollar (US\$) 400,000 equivalent.

(vi) *Advances (sections 5 and 6).*

- *Type of Designated Account (subsection 5.3):* Segregated
- *Currency of Designated Account (subsection 5.4):* United States Dollars
- *Financial Institution at which the Designated Account Will Be Opened (subsection 5.5):* Land Bank of the Philippines
- *Ceiling (subsection 6.1):* US\$2,000,000

III. Reporting on Use of Grant 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:*
 - Summary Sheet in the form attached (Attachment 4) and Records evidencing eligible expenditures (e.g., copies of receipts, supplier invoices) for payments made under contracts subject to the World Bank's prior review;
 - Statement of Expenditure in the form attached (Attachment 5) for payments made under contracts not subject to the World Bank's prior review; and
 - Designated Account Bank Statement(s) and Reconciliation when reporting eligible expenditures paid from the Designated Account.
- *For requests for Direct Payment:*
 - Records evidencing eligible expenditures, e.g., copies of receipts, supplier invoices.

(ii) *Frequency of Reporting Eligible Expenditures Paid from the Designated Accounts (subsection 6.3):* Quarterly

IV. Other Important Information

For additional information on disbursement arrangements, please refer to the Disbursement Handbook available on the World Bank's public website at <http://www.worldbank.org> and its secure website "Client Connection" at <http://clientconnection.worldbank.org>. Print copies are available upon request.

If you have not already done so, the World Bank recommends that you register as a user of the Client Connection website (<http://clientconnection.worldbank.org>). From this website you will be able to download Applications, monitor the near real-time status of the Grant, and retrieve related policy, financial, and procurement information. All Recipient officials authorized to sign and deliver Applications by electronic means are required to register with Client Connection before electronic delivery can be effected. For more information about the

website and registration arrangements, please contact the World Bank by email at <clientconnection@worldbank.org>.

If you have any queries in relation to the above, please contact us at loaeap@worldbank.org using the above Project name and Grant as a reference in the subject line.

Yours sincerely,



Motoo Konishi
Country Director, Philippines
East Asia and Pacific Region

Attachments

1. *World Bank Disbursement Guidelines for Projects*, dated May 1, 2006.
2. Form of Authorized Signatures Letter.
3. *Terms and Conditions of Use of Secure Identification Devices in connection with Use of Electronic Means to Process Applications and Supporting Documentation*, dated January 20, 2010.
4. Form of Summary Sheet.
5. Form of Statements of Expenditures.