

PD-ABJ-277
ISA 901164

AID Program No. 621-0175
Appropriation No. 72-114/51014
Budget Plan Code: GSS4-94-31621-KG39
Reservation Control No. T946047
Amount FY94 Obligation: \$10,000,000
Program Grant Agreement No. 92-03

SECOND AMENDMENT

to

PROGRAM GRANT AGREEMENT

between

THE UNITED REPUBLIC OF TANZANIA

and the

UNITED STATES OF AMERICA

for

FINANCE AND ENTERPRISE DEVELOPMENT PROGRAM

Date: August 31, 1994

SECOND AMENDMENT TO PROGRAM GRANT AGREEMENT

for

FINANCE AND ENTERPRISE DEVELOPMENT PROGRAM

between

The United Republic of Tanzania ("Grantee")

and the

United States of America, acting through the Agency for International Development
("A.I.D.")

1. Purpose of This Amendment

This Second Amendment to the above-named Program Grant Agreement, dated August 28, 1992 (the "Agreement") for A.I.D. Program No. 621-0175, is hereby entered into between the Parties named above to provide incremental funding in the amount of Ten Million United States Dollars under this Program.

2. Article 1: The Grant

For the purpose of assisting the Grantee in its efforts to foster income earning opportunities for the unemployed and underemployed by stimulating private enterprise growth (the Program), A.I.D., pursuant to the U.S. Foreign Assistance Act of 1961, as amended, hereby grants to the Government of The United Republic of Tanzania, subject to the terms and conditions of this Agreement, an additional Ten Million United States Dollars (U.S. \$10,000,000), bringing the total Grant to Thirty Three Million United States Dollars (\$33,000,000). Such additional amount represents the third tranche of what is anticipated to be a total Program Grant in the amount of Forty Million United States Dollars (U.S. \$40,000,000) over an anticipated Life of Project of six years and four months, with a Program Assistance Completion Date (PACD) date of December 31, 1998.

The "Third Tranche", is hereby amended by deleting Fifteen Million U.S. Dollars (\$15,000,000), and inserting Ten Million U.S. Dollars (\$10,000,000) in its stead.

3. Article 6: Special Local Currency Account

Section 6(b) is hereby deleted in its entirety and the following substituted in its stead:

"(b) From the Special Local Currency Account an equivalent of not less than ten percent (10%) of the total dollar disbursements hereunder, calculated by using the highest official exchange rate permitted by the most current Foreign Exchange manual issued by the Bank of Tanzania (BOT) in Tanzania on the dates deposits were made in the Special Local Currency Account, shall be made available to the USAID Operating Expense and Program Trust Fund for the purposes specified in the Trust Fund Agreement between the GOT and USAID. Administration of such funds will follow the procedures outlined in the Trust Fund Agreement between the GOT and USAID.

4. All other terms and conditions of the original Program Grant Agreement, except those changed by the First Amendment to the Program Grant Agreement, dated August 28, 1992 remain in full force and effect. Except as amended above, all other terms and conditions of the original Program Grant Agreement, as amended, shall remain in full force and effect.

IN WITNESS WHEREOF, the Grantee and the United States of America, each acting through its duly authorized representative, have caused this Second Amendment of the Program Grant Agreement to be signed in their names and delivered as of the day and year first above written.

THE UNITED REPUBLIC OF TANZANIA

By: *[Signature]*
Name: A. I. MUNENI
Title: ASST. COMMISSIONER
Ministry of Finance

THE UNITED STATES OF AMERICA

By: *[Signature]*
Name: PAUL D. MORRIS
Title: ACTING DIRECTOR
USAID/Tanzania

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Clearance: PSA:TTengg TT
RLA:SPage (draft) SP
CONT:JHepp JH
PO:PMorris PM
APDO:JHepp JH

Drafted:CBB:FEDAMEND.02

APP:72-114/51014
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OB:PRO-GR-AG-NO-92-03
PROJECT:6210175.00
RCN #:T946047
AMPUNT: \$10,000,000.00

FUNDS AVAILABLE
JON
Office of the Controller USAID/TANZANIA
Date 08/16/94

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