

USAID Grant Agreement No. 497-018

AMENDMENT NO. 3  
STRATEGIC OBJECTIVE GRANT AGREEMENT  
BETWEEN THE  
THE GOVERNMENT OF THE UNITED STATES OF AMERICA  
AND  
THE GOVERNMENT OF THE REPUBLIC OF INDONESIA  
TO SUPPORT  
IMPROVED QUALITY OF DECENTRALIZED BASIC EDUCATION  
IN  
INDONESIA

Date: September 26, 2007

Dated: September 26, 2007

This AMENDMENT No. 3 is entered into by and between the Government of the UNITED STATES of AMERICA, acting through the United States Agency for International Development ("USAID") and the Government of REPUBLIC of INDONESIA, acting through the Coordinating Ministry of People's Welfare ("Grantee").

WHEREAS, the Grantee and USAID (the "Parties") entered into a Strategic Objective Grant Agreement (Grant Agreement) for Improved Quality of Decentralized Basic Education in Indonesia on August 30, 2004, that was amended on July 8, 2005 and subsequently amended on August 29, 2006, whereby USAID granted to the Grantee up to Sixty Eight Million One Hundred Forty Thousand One Hundred and Ten United States (U.S.) Dollars (\$68,140,110.00) and made related changes in the Budget Summary to the Grant Agreement.

WHEREAS, the Parties desire to amend the Grant Agreement further to provide an additional increment of USAID grant financing in the amount of Twenty Seven Million One Hundred Forty Seven Thousand United States (U.S.) Dollars (\$27,147,000.00) and make related changes in the Budget Summary to the Grant Agreement.

NOW, THEREFORE, the Grantee and USAID hereby agree to amend the Grant Agreement as amended as follows:

1. Article 3: Section 3.1 (a) of the Grant Agreement is revised to increase the total obligated amount of \$68,140,110.00 by a new increment of \$27,147,000.00 the first sentence of Section 3.1(a) is amended and restated in its entirety to read:

“To help achieve the Objective set forth in this Agreement, USAID, pursuant to the Foreign Assistance act of 1961, as amended, and in accordance with the budget contained in Annex 1, hereby grants to the Grantee under the terms of the Agreement up to Ninety Five Million Two Hundred Eighty Seven Thousand One Hundred and Ten United States (“U.S.”) Dollars (\$95,287,110.00) (the “Grant”).

2. In order to reflect the increase in USAID grant funding made hereinabove, the financial plan is amended and restated its entirety to read in the form of the Revised Budget Summary attached hereto as Attachment 1 to this Grant Agreement Amendment No. 3.

3. Except as amended herein, the terms and conditions of the Grant Agreement shall remain in full force and effect.

IN WITNESS WHEREOF, the Grantee and USAID, each acting through its duly authorized representative, have caused this Amendment No. 3 to be signed in their names and delivered as of the day and year first above written.

FOR THE GOVERNMENT OF  
THE REPUBLIC OF INDONESIA



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A. Qodri A. Azizy,  
Secretary  
Coordinating Ministry for People's  
Welfare

FOR THE GOVERNMENT OF  
THE UNITED STATES OF  
AMERICA



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Walter North  
Mission Director to Indonesia  
United States Agency for  
International Development

**Improved Quality of Decentralized Basic Education in Indonesia, SO-18**  
**FY 2004 - FY 2009**  
**Revised Budget Summary (September 2007)**

Components	USAID				
	Total Previously Obligated under this SOAG FY 2004 - FY2006	Obligation under this SOAG Amendment #3 FY 2007	Total Obligation to date under this SOAG, including Amendments	Future Obligation Under SOAG Amendments FY 2008 - 2009 **	Life of Strategic Objective Activities Funding under this SOAG
	(A)	(B)	(C) = (A)+(B)	(D)	E) = (C) + (D)
<b>1. Program Implementation</b> Activities: * Managing Basic Education * More Effective Decentralized Education Mgt. in Indonesia * Improved Quality of Teaching and Learning * Greater Education Relevance to Life & Employment Skills for Formal and Non-Formal Junior High School Programs. * Sesame Street Indonesia * Opportunity for Vulnerable Children * Evaluation, Education Analysis and Audit * Participant Training	65,665,110	25,847,000	91,512,110	34,763,890	126,276,000
<b>2. Administrative and Program Support</b> * Staffing & Logistics for Administrative Support	2,475,000	1,300,000	3,775,000	2,949,000	6,724,000
<b>Strategic Objective Agreement Total</b>	68,140,110	27,147,000	95,287,110	37,712,890	133,000,000

- Notes: 1. \*\* Subject to the availability of funds.  
 2. The GOI has agreed, pursuant to Section 3.2, to provide contribution on an in-kind basis and report on that contributions on an annual basis.  
 3. USAID anticipates providing up to \$24 million in additional support for this SOAG through the U.S. Embassy Public Affairs Section in FY-2004-2009.