

USAID Grant Agreement No. 497-020

AMENDMENT NO. 1
STRATEGIC OBJECTIVE GRANT AGREEMENT
BETWEEN
THE GOVERNMENT OF THE UNITED STATES OF AMERICA
AND
THE GOVERNMENT OF THE REPUBLIC OF INDONESIA
TO SUPPORT
EFFECTIVE DEMOCRATIC AND DECENTRALIZED GOVERNANCE
IN
INDONESIA

Dated: NOVEMBER 16, 2005

This AMENDMENT No. 1 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 the REPUBLIC OF INDONESIA, acting through the National Development Planning Agency, BAPPENAS ("Grantee").

WHEREAS, the Grantee and USAID entered into a Strategic Objective Grant Agreement for Effective Democratic and Decentralized Governance in Indonesia ("Grant Agreement") on July 11, 2005, whereby USAID agreed, subject to the availability of funds, to grant to the Grantee up to Thirty One Million Eight Hundred and Four Thousand Six Hundred Eighty Four United States Dollars (\$31,804,684).

WHEREAS, USAID and the Grantee desire to amend the Grant Agreement to provide an additional increment of USAID Grant financing in the amount of Nine Million United States Dollars (\$9,000,000) and to make other changes in the Grant Agreement relating to the total USAID contribution.

NOW, THEREFORE, the Grantee and USAID hereby agree to amend the Grant Agreement (“Amendment No.1”) as follows:

1. In order to increase the amount of the current Grant of \$31,804,684 by a new increment of **\$9,000,000** the first sentence of Section 3.1(a) (The Grant.) is amended and restated in its entirety to read:

Section 3.1. (a) The Grant. 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 **Forty Million Eight Hundred and Four Thousand Six Hundred Eighty Four United States ("U.S") Dollars (\$40,804,684)** (the "Grant")."

2. In order to increase that total estimated contribution to the achievement of the Objective by a new increment of \$9,000,000 the first sentence of Section 3.1. (b) (Total Estimated USAID Contribution) is amended and restated in its entirety to read:

“Section 3.1 (b) Total Estimated USAID Contribution. USAID’s total estimated contribution to the achievement of the Objective will be **One Hundred and Twenty-Nine Millions U.S. Dollars (\$129,000,000)**, which

will be provided in increments. Subsequent increments will be subject to the availability of funds to USAID for this purpose, and the mutual agreement of the Parties, at the time of each subsequent increment, to proceed. The Estimated Contribution under this Strategic Objective Agreement supports the five-year (2004-2008) USAID Democratic and Decentralized Governance Strategy.”

3. In order to reflect the increase in USAID grant funding, the Financial Plan of Annex 1, Attachment 1 of the Original Grant Agreement is amended and restated in its entirety to read in the form of the attached Revised Financial Plan (October 2005) Attachment 1 to this Amendment No. 1.

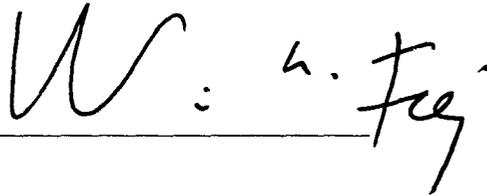
4. Section C.4 of the Amplified Description, Annex 1 is amended to add Section C.4 (f) and is restated in its entirety in the attached Amplified Description, Annex 1 to this Amendment No.1.

5. 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 the Amendment No. 1 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

FOR THE GOVERNMENT OF
THE UNITED STATES OF
AMERICA



Mr. I Dewa Putu Rai
Deputy Minister for Political, Law,
Defense and Security Affairs
National Development Planning
Agency (BAPPENAS)

Mr. William M. Frej
USAID Mission Director to
Indonesia

WITNESSED BY:

WITNESSED BY:



Dr. Sri Mulyani Indrawati
Minister of State for National
Development Planning

Mr. James R. Kunder
Assistant Administrator for Asia and
Near East (ANE) Bureau,
USAID/Washington, DC